2019-2020 Draft Budget

The Draft Budget is a preliminary projection for the upcoming fiscal year, and provides a look at the budgetary situation based on data as we know it and gives an opportunity to plan in case the funding situation improves or does not improve. The Tentative Budget in May will provide a more complete picture as this fiscal year nears a close.

General Fund

Revenues

Even though the compensating rate has been assumed, local property tax revenues were increased slightly to allow for new property and consideration of this year’s collections. This increase was $72,000. Motor vehicles tax is also expected to increase slightly ($17,700) and utility tax revenues are budgeted at a $88,900 increase. The state budget maintains the SEEK base is at the current year’s level. SEEK ADA is estimated at 1409 and current at risk and exceptional children numbers are used in the projection. ADA of 1409 is the 2nd Month number for this year. We are estimating another decrease of $110,000 in SEEK Revenue. The decrease is SEEK funding is having a serious impact on the budget. It is almost completely offsetting any local revenue increases.

Transfers from Capital accounts equal $175,000, decreasing $36,000 due to the debt service payment that is anticipated from the upcoming bond issue. This year we had an extraordinary revenue item of $168,000 that was reimbursed from the KISTA bond issue. Obviously, that will not be forthcoming in FY 2020. Therefore, total receipts are estimated to decrease approximately $102,000. Total receipts equal $15,265,636.

Expenditures

Salary costs are increased $121,000 (1.5% for the step up in experience plus 1% schedule increase, allowing for some turnover in personnel). Employer matching costs are budgeted to increase $56,000. The CERS employer match rate is increasing 11%. The total increase to salaries and benefits is budgeted at $177,000. Only current staff employed is reflected in this budget. Total salary and benefits are budget at $9,335,402. On-Behalf state payments equal $4,985,333.

Non-personnel costs are budgeted at $2,352,344 compared to this years $2,445,501, a reduction $93,000. Repair parts have been reduced $20,000, SBDM carryovers reduced $35,000, fuel and utility costs by $8,300, General Fund grant contributions by $8700, equipment purchases by $6,000, and KISTA payments by $15,000. The fund balance (contingency) is projected at $1,297,867. The contingency percentage is 10%. We have added staffing in several areas this year including Instructional Supervision, Transportation, Exceptional Children and Psychological Services. These additional salary costs are equal to approximately $110,000. In addition, we are currently funding PD and Instructional Resources out of General Fund at an additional cost of $60,000 and paying cash for a bus for $100,000. However, we historically have retirements and staff who transfer to other districts each year, so we tend to gain back salary costs when these personnel changes are made. In addition, for the last three years we have adjusted staffing allocations to align with student population and will begin that process in February.

Special Revenue Fund

The Special Revenue Fund is not a part of the Draft Budget preparation. The budgets in the Special Revenue Fund are dictated by state and federal grant awards and hopefully this information will be available in time for inclusion in the Tentative Budget presented in May.

Capital Outlay Fund

Receipts of $140,900 is budgeted in Capital Outlay, based on the projected average daily attendance of 1409. This total allotment will be transferred to General Fund for operating expense.

Building Fund

Receipts of $1,762,659 ($797,678 state/$964,981 local) are budgeted for next year. The Building Fund revenues will be used to make debt payments of $1,728,464. Payments for the new bond issue this spring are included in this budget. $34,195 will be transferred to General Fund for operating expense.

Debt Service Fund

This is a transfer fund to record debt payments. The District local debt service requirements are estimated at $1,728,464 next year. State contributions for debt are $869,400.

Food Service Fund

The Food Service Fund revenues are projected to be level with this year. Although federal reimbursements are on the rise, local revenues have decreased slightly. Fortunately, food and supply costs have been reduced and are budgeted consistent with the current year, allowing for minor increases. The ending fund balance is estimated $105,268. This is equivalent to 9.2% of budgeted expenditures.