

**KENTON COUNTY BOARD OF EDUCATION
SPECIAL BOARD MEETING –SEPTEMBER 16, 2013 – 1:30 P.M.
1045 EATON DRIVE - FT. WRIGHT**

AGENDA

I. Call to Order

Call to Order (Mrs. Karen Collins, President) and **Roll Call** (Mrs. Vicki Fields, Secretary)

Mrs. Collins stated that it was necessary to go into Executive Session for the purpose of KRS 61.810(1) (c) (Litigation) and (f) (Student Personnel).

II. Discussion and Action Agenda

1. 2013-2014 Working Budget

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The Working Budget is the final budget to be presented for the 2013-14 fiscal school year. A Tentative Working Budget was presented at the May, 2013 meeting and provides the foundation for the Working Budget being presented. Each budget throughout the process includes better estimates of expected revenues and expenditures as SEEK funding levels, bids for services and materials, approved tax rates and actual results from the prior fiscal year are now available.

General Fund

Estimated total revenues are projected at \$105,130,046, a net reduction of \$856,630 from the tentative budget amount. Revenue items reduced include the Beginning Balance Carryover from 2013, local non-property taxes, bus rental and SEEK while increases were reflected in general property taxes and fund transfers. The SEEK estimate reflects the latest forecast of \$3,827 per student while property taxes reflect the 2014 tax rates recently approved.

Estimated total expenditures excluding on-behalf paid by the state and the contingency are projected at \$94,823,348. Only a few expenditure items were increased from the tentative budget amounts. Property and liability insurance expenses were increased by approximately \$320,000 to reflect premiums obtained from the 2103-14 bid process. The estimated contingency was reduced to \$10,306,698 which is 10.2% of Total Budgeted Expenditures for General and Food Service Funds. This contingency amount exceeds the 2% contingency level required by the state. Total budgeted expenditures including contingency are \$105,130,046, a net reduction of \$856,630 from the tentative budget amount.

Special Revenue Fund

Representing Federal, State and local grants, total revenue and expenditures are projected at \$8.5 million. Several final grant allocations reflect reduced amounts for the 2013-14 year including state KECSAC, KERA Preschool, Federal Title I and IDEA-B. Overall, the budgeted amount reflects a reduction of approximately \$342,000 compared to last year.

Capital Outlay & Building Funds

No significant changes from the tentative budget. Capital Outlay receipts and expenditures are projected at \$1,325,555. Capital Outlay funds are used for debt service payments and district facility projects. Building fund receipts and expenditures projected at \$13,704,181 and are dedicated exclusively to debt service.

Debt Service Fund

The Debt Service Fund is used exclusively for debt service payments. Receipts include transfers from the General, Capital Outlay and Building Funds and then final debt payments are made to fiscal agents from this fund. Total receipts (transfers) are budgeted at \$14,428,966 and debt principal and interest payments are budgeted at \$14,428,966. No balance is retained in this fund from year to year.

Construction Fund

This fund is budgeted for the Scott Renovation Project Phase 2B. A bond sale in May, 2013 resulted in bond proceeds of \$12,005,000 into the fund. After construction expenditures on the project, the fund has a carryover of \$10,623,731 to 2013-14 dedicated to completion of the project. Budgeted receipts (carryover from 2013) are \$10,623,731 and budgeted construction expenditures are \$10,623,731.

Food Service Fund

The Food Service budget has been adjusted to reflect the actual Beginning Balance Carryover of \$715,943. Total projected revenue is \$6,347,649 and total projected expenditures excluding contingency are \$5,963,807. Estimated contingency is \$383,842 which results in total budgeted expenditures of \$6,347,649. No other revenue or expenditure items have been changed from the tentative budget amounts.

Recommendation: It is recommended that the Board approve the 2013-14 Working Budget.

III. Agenda part of the Official Board Meeting

IV. Adjournment