

## **TENTATIVE BUDGET NOTES**

**FY 2021-2022**

### **GENERAL FUND:**

As noted on the summary sheet, the General Fund budget is approximately \$23 million. The estimated beginning balance is \$3.6 million, while the projected ending balance is \$3.4 million. This is a net difference of \$200,000. Due to the need for virtual instruction during the current fiscal year, the district saved money in various areas, including fuel and sub costs. Since this is a likely a one-time savings, the district has decided to utilize these funds on various building needs. While the budget may appear to be over (expenditures exceed revenue), please know this is intentional so we can utilize these savings.

### **Budgeted revenues reflect:**

- Conservative revenue projection
- SEEK based on \$4,000 per AADA (unchanged from the prior year)
- Property assessment increase based on recent averages
- Capital Funds transfer of \$225,600

### **Budgeted expenditures reflect:**

- Increase in salaries due to step increases
- Increase in classified salaries due to \$.50/hour increase in salary schedule
- Includes allocations to schools based on \$140 per ADA
- Use of contingency funds for district needs to buildings, etc.

### **SPECIAL REVENUE FUNDS (GRANTS):**

The Special Revenue Fund budget is approximately \$2.5 million. At this time, grant award amounts have not been determined so we have budgeted using the hold harmless rate of 90% (per KDE guidance). All grants have been budgeted in accordance with state/federal guidelines.

### **DISTRICT ACTIVITY FUND (DAF):**

The District Activity Fund budget is approximately \$330,000. DAF accounts for school funds that are maintained at the district level. Revenue includes our Board allocations along with transfers over from the schools. Expenditures are approved by each school.

**SCHOOL ACTIVITY FUND (SAF):**

The School Activity Fund budget is approximately \$500,000. SAF accounts for school funds that are maintained at the school level. Both revenue and expenditures are handled at each school and monthly reports are sent to the district finance officer for reporting purposes.

**CAPITAL OUTLAY FUND:**

The Capital Outlay Fund budget is approximately \$225,000. Revenue is received from the state based on SEEK allocations. These funds have been budgeted as transfers out to the General Fund to cover certain approved expenditures.

**BUILDING FUND:**

The Building Fund budget is approximately \$3 million. Revenue is received both from state and local funds, which covers debt service expenditures. For FY22, there will be a remainder of approximately \$500,000, which can be used on future building projects.

**CONSTRUCTION FUND:**

A budget for the Construction Fund is not included in the tentative budget. Per KDE, a tentative budget is only required if we have new projects that will start in FY22. At this time, we have not determined which projects will be started.

**DEBT SERVICE FUND:**

The Debt Service Fund budget is \$2.5 million. Revenue is received as transfers from both the General and Building Funds in order to pay for debt service. Total debt service payments for FY22 will total approximately \$2.5 million.

**FOOD SERVICE FUND:**

The Food Service Fund budget is approximately \$2.3 million. Revenue is based mainly on federal reimbursements, which fluctuate based on the number of meals served. Payroll is projected at \$800,000 with the remainder to be spent on food/supplies and other needs at the schools.

**COMMUNITY EDUCATION FUND:**

The Community Education Fund budget is approximately \$11,000. Revenue is based on Community Education fees and is used to pay for the classes offered.

**TRUST (SCHOLARSHIP) FUND:**

The Trust Fund budget is approximately \$78,000. Revenue is based on donations and interest earned and is used to pay for student scholarships.