

# Woodford County Schools



Where Kids Win!

## FY25 Tentative Budget Report

# FY25 Budgeting Process

- ▶ Draft due – January
- ▶ Tentative due – May
- ▶ Working (aka Final) due – September

# FY25 Tentative Budget Report

- Each local board of education is required to approve a tentative budget on or before May 30 of each year.
- This is the 2<sup>nd</sup> formal step in developing the 2024–25 annual working budget.

# FY25 Tentative Budget Report

## PROJECTED REVENUE – GENERAL FUND

### Overall General Fund Receipts:

- Assumptions: Revenues projected on AADA numbers for FY24 to estimate SEEK. Property taxes are held constant for this projection.
- General Fund revenue is expected to be \$53,399,622 in FY25, including the beginning balance.
  - This includes \$12,546,718 for on-behalf payments made by the state.
  - 3% SEEK base increase yields approximately \$1 Million additional revenue

# FY24 Tentative Budget Report

## PROJECTED REVENUE – OTHER FUNDS

- Food Service Fund – Revenue \$3,102,744
  - FY24 Actual Revenues – \$2,732,004 as of 5/05/24
  - FY23 Actual Revenues – \$4,415,620
  - FY22 Actual Revenues – \$5,593,121
- After School Program Fund – Revenue \$422,788
  - FY24 Actual Revenues – \$1,075,183 as of 5/05/24
  - FY23 Actual Revenues – \$1,049,283
  - FY22 Actual Revenues – \$910,560
- Special Revenue Fund – Revenue \$4,370,208
  - Special Revenue is an estimate of federal, state, and local funds.
  - Special Revenue will be adjusted base on actual grant funding.

# FY25 Tentative Budget Report

## EXPENSE PROJECTIONS – MAJOR OBLIGATIONS

### ▶ Debt Service

- Fund 400 Debt Service Pmts. – \$4,767,882
  - Funded by the following sources
    - General Fund Transfer – \$30,976
    - Fund 320 Transfer – \$4,375,586
    - Fund 310 Transfer – \$361,320
- SFCC On-Behalf Pmts. – \$256,390
- Funds 310 & 320 – \$0 Remaining Balance
  - Any major facility repairs will have to be funded by GF

# FY25 Tentative Budget Report

## Personnel Expense:

- An overall increase of 3% for all contracted certified staff and positional changes was used to estimate a total increase of \$1,281,074 and is reflected in the Tentative budget.
  - FY 23 – 2%
  - FY24 – 8% (Blended with all salary benefits added)
  - FY25 – 3%
    - 14% salary increases for 3 year total
  
- Personnel costs represent approximately 75% of the projected General Fund expense in the Tentative Budget.

# FY25 Tentative Budget Report

|      |   |   |
|------|---|---|
|      |   |   |
| FY24 | Raises                                  | (\$2 Million Expense)                         |
|      | 4% Growth Rate                          | \$1.4 Million Revenue                         |
|      | SEEK reduction due to assessment growth | (\$1 Million Reduction)                       |
|      | Nets                                    | (\$1.6 Million Revenue Deficit)<br>(Annually) |
| FY25 | Raises                                  | (\$1.2 Million Expense)                       |
|      | 4% Growth Rate                          | \$1.4 Million Revenue                         |
|      | 3% SEEK Base Increase                   | \$1 Million Revenue                           |
|      | Nets                                    | (\$0.4 Million Revenue Deficit)(Annually)     |
| FY26 | 6% Seek Base                            | \$1 Million Revenue                           |
|      | Nets                                    | \$600K Positive cash flow                     |



# FY25 Tentative Budget Report

## **Budget Reserve (Contingency):**

- KDE defines “total budget” as the budgeted revenues & expenditures in the General and Food Service Funds excluding the Contingency. The budgeted reserve (Contingency) in the Tentative Budget has been determined accordingly.
- This Tentative Budget contains a projected reserve of \$4,399,620 of the total budget.
- The board must include a minimum reserve (Contingency) of at least 2% of the total budget for the General and Food Service Funds. The current contingency is approximately 8.4% of the total budget. This is approximately 8 weeks of operating expenses.