



Finance Committee Meeting

April 27, 2023
Chancellor Center

Finance Agenda

- Review of 2023-2024 Budget
 - Current Status of Budget
 - Reduction of Appropriations
 - Adjustments to Estimated Revenues
- Where are we going from here?
 - Additional Adjustments
 - Tax Increase
 - Special Finance Meeting, May 4, 2023
 - Finance/Facilities Meeting, May 11, 2023
 - Approval of Preliminary Final Budget, May 18, 2023

Budget Summary

- Budget Maintains the Current Level of Program Services Provided to Students
 - Budget Changes Were Made to Address Items Considered “Wants”
 - Other Changes Were Based Upon Re-evaluation of Budgeted Items
 - Program Additions
 - Enacts Board Approved Expansion of Gifted Program
 - At this Juncture of the Preliminary Budget , the Only Employment Savings Related to the Removal of New Positions and Savings from Replacement of Retiring Employees
- Budget Imbalance is not a Result of Overspending, but Results from Factors Such as Increases in 3rd Party Contracts, Increases in Prices Related to Inflation, and Improper Prior Year Budgeting

Overview of Budget Changes

	April 11, 2023	Changes	April 27, 2023
Estimated Revenues:	\$ 257,769,730	\$ 2,451,533	\$ 260,221,263
Appropriations:	<u>273,773,002</u>	\$ (7,223,914)	<u>266,549,088</u>
Change In Fund Balance	<u>\$ (16,003,272)</u>		<u>\$ (6,327,825)</u>



Listing of Adjustments

- Increases in Estimated Revenues and Decreases in Appropriations
 - Net Employee Retirement Savings:
 - CREA (17.60 FTE) - \$(1,386,522)
 - CRESPA (7.91 FTE) - \$(51,597)
 - CRAA (3.00 FTE) - \$(22,647)
 - Net Savings from Reduction of Additional Staff Originally In the Budget
 - CREA (6.80 FTE) - \$(606,243)
 - CRESPA (7.00 FTE) - \$(469,854)
 - Savings from Reduction of Healthcare Premiums
 - Approximately \$(2,000,000)

Listing of Adjustments

- Increases in Estimated Revenues and Decreases in Appropriations
 - Changes to Non-Salary and Benefit Appropriations
 - Elimination of Budgetary Reserve - \$(1,100,000)
 - Substitute Services - \$(524,159)
 - Technology - \$(520,250)
 - Curriculum - \$(500,900)
 - Buildings and Grounds - \$(470,000)
 - Use of Educational Initiatives - \$(336,000)
 - Reduction in Per Pupil Allocation (15%) - \$(255,902)
 - Special Education - \$(127,257)
 - Miscellaneous – \$(11,590)

Listing of Adjustments

- Increases in Estimated Revenues and Decreases in Appropriations
 - Changes to Estimated Revenues
 - Basic Education Subsidy - \$1,774,926
 - ACCESS Funding - \$550,000
 - Investment Earnings - \$500,000

Listing of Adjustments

- Decreases in Estimated Revenues and Increases in Appropriations
 - Changes to Non-Salary and Benefit Appropriations
 - Student Transportation - \$780,000
 - Commissions Paid for Tax Collections - \$326,000
 - Intermediate Unit Operating Budget - \$151,000
 - South High School Athletics - \$275,400

Where Do We Go From Here?

- Real Estate Tax Increase
 - 1% Increase - \$1,712,372 (\$54.29 per \$40,400 of Assessed Value)
 - Budget Imbalance: \$4,615,453
 - 2% Increase - \$3,424,745 (\$108.65 per \$40,400 of Assessed Value)
 - Budget Imbalance : \$2,903,080
 - 3% Increase - \$5,137,117 (\$162.97 per \$40,400 of Assessed Value)
 - Budget Imbalance : \$1,190,708
 - 3.70% Increase – \$6,327,825 (\$201.00 per \$40,400 of Assessed Value)
 - Budget Imbalance : \$ -

Where Do We Go From Here?

- Special Finance Meeting, May 4, 2023, at 7 pm
- Finance/Facilities Meeting, May 11, 2023, at 7 pm
- Approval of Preliminary Final Budget at School Board Meeting, May 18, 2023, at 7 pm
- Finance/Facilities Meeting, June 15, 2023, at 7 pm
- School Board Meeting, June 22, 2023, at 7 pm
- Approval of Final Budget to be Completed by June 30, 2023

Where Do We Go From Here?

Special Finance Meeting, May 4, 2023

- Administration to Provide Requested Information and Feedback to Board
- Adjust Budget based on Board Direction and Administration Changes