

FY 2022-23 Budget Process

April 4, 2022 Board Workshop

Projected Timeline

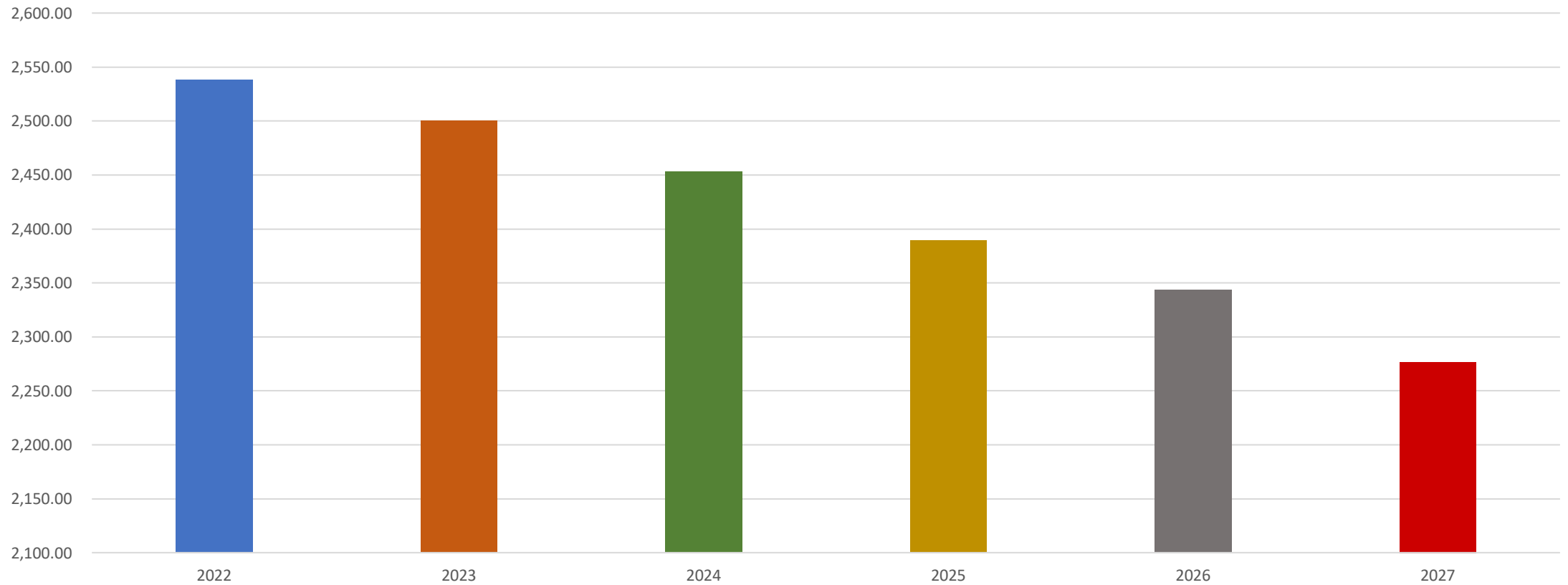
- November 2021 – Enrollment Projections
- February 2022 – Revised Budget, Updated 5 year Budget Projection
- April 2022 – Proposed Budget Reconciliation Plan, Staff Non-Renewals
- June 2022 – Proposed Budget for FY 2022-23

Enrollment Projections

RED WING PUBLIC SCHOOL DISTRICT						
Projected ADM						
	Current	Projected				
GRADE	2022	2023	2024	2025	2026	2027
EARLY CHILDHOOD (EC)	41.00	41.80	40.70	41.90	39.30	34.30
VOLUNTARY PRE K	0.00	0.00	0.00	0.00	0.00	0.00
HANDICAP (K)	41.41	42.61	40.35	35.24	33.91	32.94
KINDERGARTEN	128.60	129.10	126.80	136.80	128.90	109.30
GRADE 1	182.00	170.50	172.20	167.60	172.50	163.30
GRADE 2	196.00	182.50	171.00	172.70	168.10	173.00
GRADE 3	181.00	193.50	180.20	168.80	170.50	166.00
GRADE 4	210.00	178.70	191.10	177.90	166.70	168.40
GRADE 5	186.00	205.90	175.20	187.40	174.50	163.40
GRADE 6	185.00	185.80	205.70	175.10	187.20	174.30
GRADE 7	189.00	181.80	182.60	202.20	172.10	184.00
GRADE 8	197.00	191.40	184.10	185.00	204.80	174.30
GRADE 9	198.00	195.40	189.80	182.60	183.40	203.10
GRADE 10	224.00	193.80	191.20	185.80	178.70	179.50
GRADE 11	192.00	215.60	186.50	184.00	178.80	172.00
GRADE 12	187.00	192.00	215.70	186.50	184.10	178.90
Area Learning Center	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	2,538.01	2,500.41	2,453.15	2,389.54	2,343.51	2,276.74
Change		(37.60)	(47.26)	(63.61)	(46.03)	(66.77)
% Change		-1.48%	-1.89%	-2.59%	-1.93%	-2.85%

Enrollment Projections

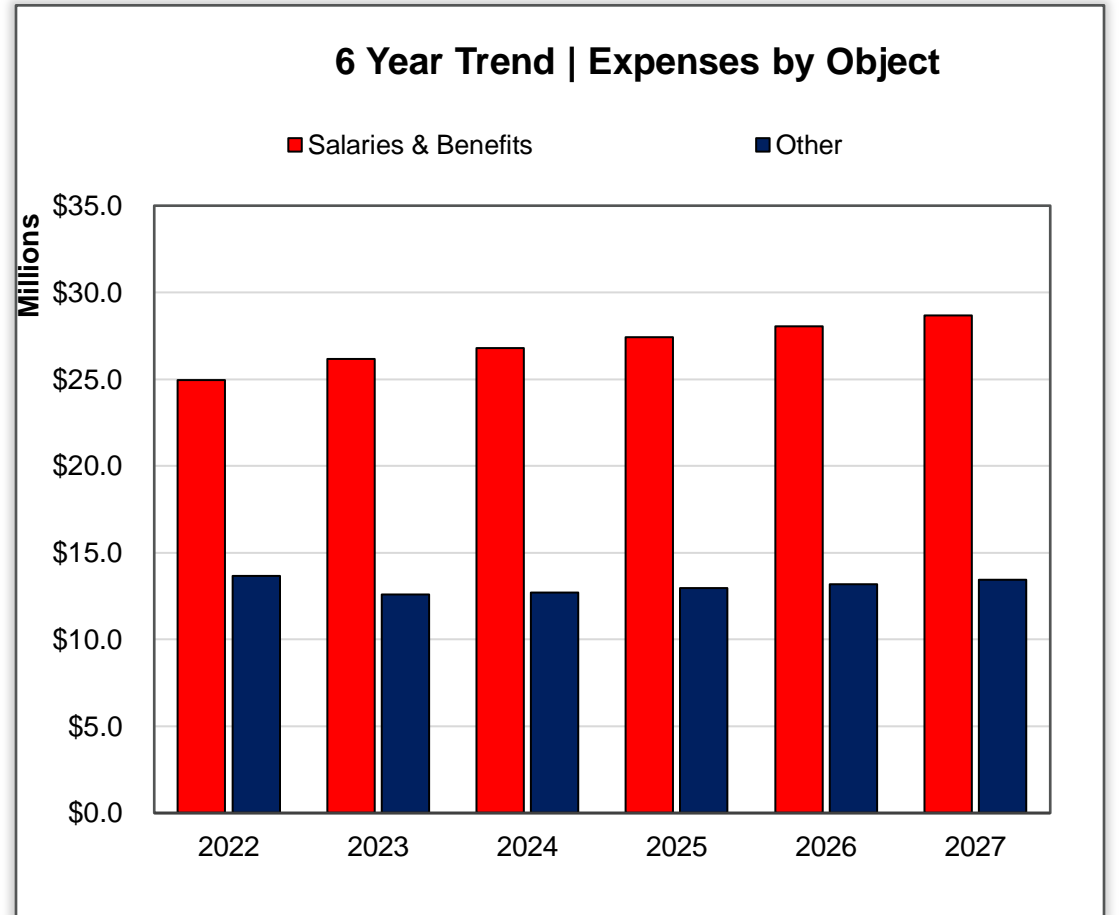
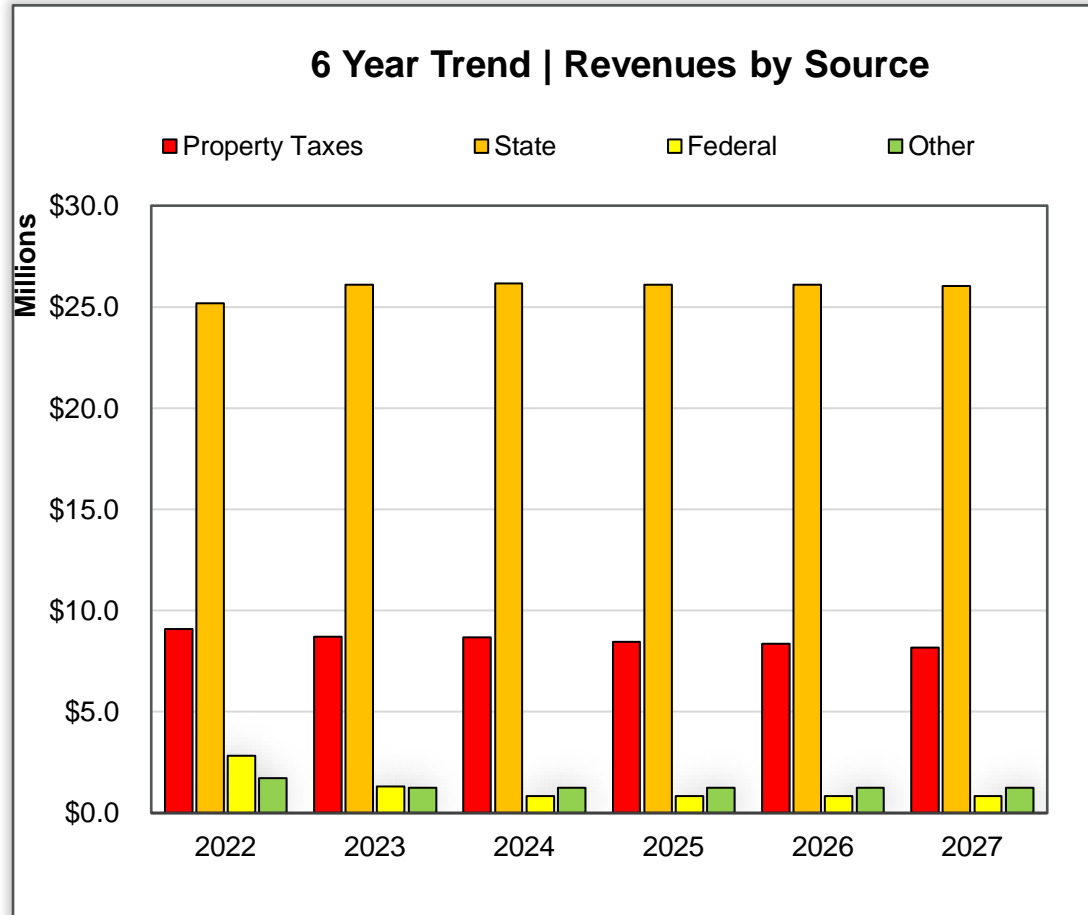
Projected ADM



Five Year Budget Projection

Revised Budget 2-1-22											
	BUDGET		REVENUE / EXPENDITURE PROJECTIONS								
	2022	2023	% Δ	2024	% Δ	2025	% Δ	2026	% Δ	2027	% Δ
REVENUES											
Property Taxes	\$9,078,033	\$8,692,939	-4.24%	\$8,673,138	-0.23%	\$8,451,987	-2.55%	\$8,351,040	-1.19%	\$8,150,429	-2.40%
State	25,172,791	26,102,146	3.69%	26,159,378	0.22%	26,094,978	-0.25%	26,098,578	0.01%	26,042,129	-0.22%
Federal	2,806,830	1,293,067	-53.93%	822,711	-36.38%	822,711	0.00%	822,711	0.00%	822,711	0.00%
Other	1,700,881	1,244,481	-26.83%	1,244,481	0.00%	1,244,481	0.00%	1,244,481	0.00%	1,244,481	0.00%
TOTAL REVENUE	\$38,758,535	\$37,332,633	-3.68%	\$36,899,708	-1.16%	\$36,614,157	-0.77%	\$36,516,810	-0.27%	\$36,259,750	-0.70%
EXPENDITURES											
Salaries & Benefits	\$24,962,649	\$26,163,372	4.81%	\$26,798,115	2.43%	\$27,421,696	2.33%	\$28,041,228	2.26%	\$28,676,367	2.27%
Other	\$13,654,307	\$12,582,428	-7.85%	\$12,705,092	0.97%	\$12,941,095	1.86%	\$13,192,733	1.94%	\$13,445,012	1.91%
TOTAL EXPENDITURES	\$38,616,956	\$38,745,800	0.33%	\$39,503,207	1.95%	\$40,362,791	2.18%	\$41,233,960	2.16%	\$42,121,378	2.15%
SURPLUS / (DEFICIT)	\$141,579	-\$1,413,167		-\$2,603,499		-\$3,748,634		-\$4,717,150		-\$5,861,628	
BEGINNING FUND BALANCE - ALL ACCOUNTS	\$7,718,854	\$7,860,433		\$6,447,266		\$3,843,767		\$95,133		-\$4,622,017	
Assigned	\$171,267	\$171,267		\$171,267		\$171,267		\$171,267		\$171,267	
Committed	0	0		0		0		0		0	
Nonspendable	400,838	400,838		400,838		400,838		400,838		400,838	
Restricted	0	0		0		0		0		0	
Restricted/Reserved	1,426,350	1,318,753		1,044,869		672,065		318,688		-133,345	
Unassigned	5,861,978	4,556,408		2,226,793		-1,149,036		-5,512,810		-10,922,405	
ENDING FUND BALANCE - ALL ACCOUNTS	\$7,860,433	\$6,447,266		\$3,843,767		\$95,133		-\$4,622,017		-\$10,483,645	
Unassigned Fund Balance as a % of Expenditures	15.18%	11.76%		5.64%		-2.85%		-13.37%		-25.93%	
Unassigned Fund Balance as # of Months of Exp.	1.82	1.41		0.68		-0.34		-1.60		-3.11	

Five Year Budget Projection



Planning Assumptions

- Enrollment of 2,500.41
- Budget shortfall - \$1,413,167
- Grade Level Centers
- Two-Tier Bussing

Class Size Targets

Current Classroom Staffing		Determined Staff Ratios					
		<i>Enter the determined ratios by grade</i>					
		2022	2023	2024	2025	2026	2027
9	K	19.08	23.00	23.00	23.00	23.00	23.00
8	1	21.31	24.00	24.00	24.00	24.00	24.00
9	2	20.28	24.00	24.00	24.00	24.00	24.00
7	3	27.64	24.00	24.00	24.00	24.00	24.00
9	4	19.86	25.00	25.00	25.00	25.00	25.00
7	5	29.41	27.00	27.00	27.00	27.00	27.00
7	6	26.54	29.00	29.00	29.00	29.00	29.00
7.8	7	23.31	29.00	29.00	29.00	29.00	29.00
6.4	8	29.91	29.00	29.00	29.00	29.00	29.00
7.8	9	25.05	29.00	29.00	29.00	29.00	29.00
7.8	10	24.85	29.00	29.00	29.00	29.00	29.00
7.8	11	27.64	29.00	29.00	29.00	29.00	29.00
7.8	12	24.62	29.00	29.00	29.00	29.00	29.00

Staffing Adjustments to Class Size Targets

Determined Staff Changes					
2022	2023	2024	2025	2026	2027
9.00	(1.53)	(0.20)	0.21	(0.40)	(0.89)
8.00	(0.90)	0.07	(0.19)	0.20	(0.38)
9.00	(1.40)	(0.48)	0.07	(0.19)	0.20
7.00	1.06	(0.55)	(0.47)	0.07	(0.19)
9.00	(1.85)	0.50	(0.53)	(0.45)	0.07
7.00	0.63	(1.14)	0.45	(0.48)	(0.41)
7.00	(0.59)	0.69	(1.06)	0.42	(0.44)
7.80	(1.53)	0.03	0.68	(1.04)	0.41
6.40	0.20	(0.25)	0.03	0.68	(1.05)
7.80	(1.06)	(0.19)	(0.25)	0.03	0.68
7.80	(1.12)	(0.09)	(0.19)	(0.24)	0.03
7.80	(0.37)	(1.00)	(0.09)	(0.18)	(0.23)
7.80	(1.18)	0.82	(1.01)	(0.08)	(0.18)
Annual Change	-9.64	-1.81	-2.34	-1.66	-2.40

Proposed Budget Reconciliation Plan

- Cost Reductions
 - 5 K-4 Teachers to align with class size targets
 - 1 5-7 Teacher to align with class size targets
 - 3 RWHS Teachers to align with class size targets
 - 3 General Education Assistants, added to run Twin Bluff as an elementary
- Total estimated Savings - \$855,000

Proposed Budget Reconciliation Plan

- New Revenue
 - ESSER III Funds for 2nd PBIS Coach, Gen Ed HS Social Worker, both positions were not hired in FY 22
 - Achievement and Integration Funds
- Total New Revenue - \$340,000

Proposed Budget Reconciliation Plan

- Cost Savings - \$855,000
- New Revenue - \$340,000

- Total - \$1,195,000

- Projected Shortfall - \$1,413,167

- Estimated General Fund Unassigned Fund Balance Used - \$218,167

Proposed Budget Reconciliation Plan

- Ending FY 2023 Unassigned General Fund Balance Estimated to be \$5.2 million or 13.87%
- There are multiple proposals in the legislature for additional funds for schools
- 2% increase in the general education formula is approximately \$383,000 for Red Wing Schools