

# Preliminary FY22 Budget

The School Board, by law, must have a budget adopted for the upcoming school year prior to July 1.

The budget sets forth the financial plan for the forthcoming school year. The financial plan serves to allocate limited resources to provide the best educational opportunities to students.

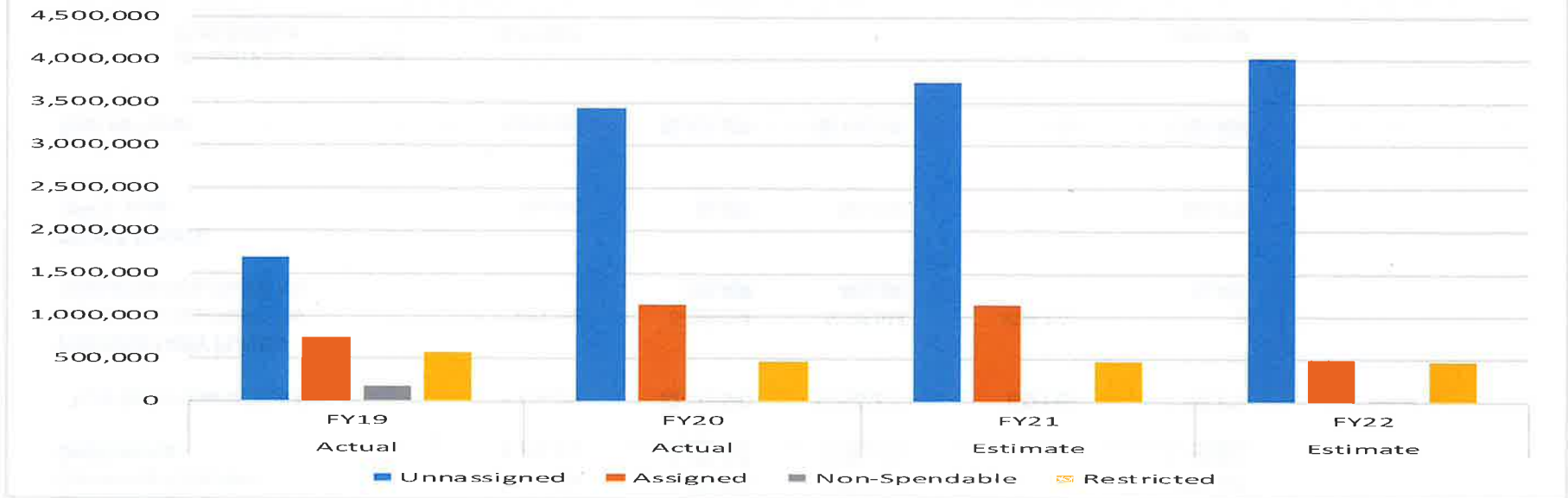
# FY22 Budget Development Process

|   |                |
|---|----------------|
| Board Certifies Pay 21 Levy<br>Pay 21 tax levy provides funding for 2021-22 school year                               | Dec 10, 2020   |
| Board Apprised of Budget Planning Assumptions<br>Revenue and Expenditure assumptions for budget development presented | Feb 11, 2021   |
| Funds Allocated for Staffing and Operations   | Feb-April 2021 |
| Preliminary Budget Presented to Board   | May 13, 2021   |
| Preliminary Budget Presented for Board Approval   | May 27, 2021   |

**Mahtomedi Public Schools  
Independent School District #832  
Preliminary Budget  
July 1, 2021-June 30, 2022**

|  | <u>Est. Beginning Fund<br/>Balance 7/1/2021</u> | <u>Projected<br/>Revenue</u> | <u>Projected<br/>Expense</u> | <u>Assigned<br/>Fund Balance<br/>Transfers</u> | <u>Est. Ending Fund<br/>Balance<br/>6/30/2022</u> |
|--|---|------------------------------|------------------------------|--|---|
| <b>GOVERNMENTAL FUNDS</b>                                |   |                              |                              |  |   |
| General Fund   | 5,377,741                                       | 43,533,715                   | 43,245,170                   | 639,113  | 5,027,173   |
| Food Service   | 232,427   | 1,412,945                    | 1,471,131                    |  | 174,241   |
| Community Education                                      | 448,076   | 2,058,863                    | 1,804,807                    |  | 702,132   |
| Debt Service   | 1,118,317                                       | 5,107,017                    | 5,081,403                    |  | 1,143,931   |
| <br>Total Governmental Funds                             | <br>7,176,561                                   | <br>52,112,540               | <br>51,602,511               | <br>639,113                                    | <br>7,047,477                                     |
| <b>PROPRIETARY FUNDS</b>                                 |   |                              |                              |  |   |
| Internal Service-Health Ins                              | -639,113  | 5,786,014                    | 5,786,014                    | -639,113                                       | 0   |
| Internal Service-Dental Ins                              | 0   | 493,469                      | 445,000                      |  | 48,469  |
| <b>TRUST FUNDS</b>                                       |   |                              |                              |  |   |
| OPEB Trust   | 753,513   | 35,000                       | 323,000                      |  | 465,513   |
| <br>Total All Funds                                      | <br>7,290,961                                   | <br>58,427,023               | <br>58,156,525               | <br>0  | <br>7,561,459                                     |
| <br>General Fund Unassigned<br>Fund Balance:             | <br>3,744,861                                   |                              |                              |  | <br>4,033,406                                     |
| <br>Unassigned Balance as a<br>Percent of Total Expense: | <br>8.65%                                       |                              |                              |  | <br>9.33%   |

### General Fund -Balance History



|               | Actual<br>FY19 | Actual<br>FY20 | Estimate<br>FY21 | Estimate<br>FY22 |
|---------------|----------------|----------------|------------------|------------------|
| Unassigned    | 1,683,097      | 3,434,616      | 3,744,861        | 4,033,407        |
| *Assigned     | 736,531        | 1,133,473      | 1,133,473        | 494,330          |
| Non-Spendable | 182,562        | 17,859         | 17,859           | 17,859           |
| Restricted    | 575,271        | 481,548        | 481,548          | 481,548          |

Total Fund Balance                    3,177,461                    5,067,496                    5,377,741                    5,027,144

Unassigned % of Exp                    4.21%                    8.50%                    8.65%                    9.33%

\* Assigned fund balance of \$639,113 transferred to Internal Service Fund in FY22- to eliminate deficit.

# FY22 Budget Planning-Assumptions

## Revenue assumptions-

**Basic General Education aid provides (\$23,820,388) and 55% of total GF operating revenue.**

| School Year | Basic Formula | Formula Change |
|-------------|---------------|----------------|
| 2017-18     | \$6,188       | 2%             |
| 2018-19     | \$6,312       | 2%             |
| 2019-20     | \$6,438       | 2%             |
| 2020-21     | \$6,567       | 2%             |
| *2021-22    | \$6,600       | 0.50%          |

\*Est. FY22 Basic formula Allowance

The Legislature established an E12 target of an additional \$525 million for the FY22-23 biennium. Details of how these dollars will be allocated to various funding categories are not known. A formula increase of 2% each year would cost \$395 million.

# FY22 Budget Planning-Assumptions

## Key expenditure assumptions

**Staff/Personnel costs (\$33,023,380) 77%**

- Board approved positions from the current year are rolled forward to the 2021-22 fiscal year. There are no staffing changes anticipated in the preliminary budget, except as may be required due to enrollment fluctuations or changes to Federal entitlement programs or state categorical funded programs.