

OKEMOS PUBLIC SCHOOLS

2023-24 Preliminary Budget Revisions

2024-25 Preliminary Budget Assumptions

Board Meeting of April 22, 2024

Legislative Funding Proposals

	Governor	Senate
Foundation	+\$241	+\$302
22I Transportation	Continues for 24-25 only	Continues for 24-25 only
31aa Per Pupil Safety & Mental Health	Continues at 100% for 24-25; 50% in 25-26	Continues at 50% for 24-25; 16% in 25-26

2023-24 Preliminary Budget Revisions & Carryforward Impact on 2024-25 Budget

	Most Likely
2023-24 Net Change in Fund Balance	(\$121,237)
State Aid Enrollment -11.9 FTE, on-going	(113,968)
State Aid - 22I Transportation Costs, 1x	338,120
Childcare Programs, on-going	(72,170)
Staffing, FTE Changes, on-going	(24,244)
Utilities (gas/electric/trash), 1x & on-going	(167,500)
Other Financing Sources/Uses - Subscription IT	19,800
All Other	56,168
Net Impact of Changes	\$36,206
Preliminary Revised Net Change in Fund Balance	(\$85,031)

2023-24 Preliminary Budget Revisions & Carryforward Impact on 2024-25 Budget

	Most Likely
Preliminary Revised Net Change in Fund Balance	<u>(\$85,031)</u>
2023-24 Non-Structural, 1x revisions	
Reductions in Grants	(462,139)
Open positions	(98,843)
State Aid- 22l Transportation Costs, 1x	(338,120)
State Aid - 31o Counselors, SSWs, psychs	(234,410)
State Aid - 31aa, Student Mental Health	(183,420)
Utilities (gas)	(29,000)
Other Financing Sources/Uses - Subscription IT	<u>(29,700)</u>
Net Impact of Changes	<u>(\$1,375,632)</u>
Carry forward effect on General Fund Budget (6/30/25)	<u>(\$1,460,663)</u>

Expenditure Increases/Revenue Decreases

Decreases to General Fund	Optimistic	Most Likely	Worst Case
MPSERS rate increase (+.02% pts to 31.36%, eff. 10/1/24)	6,844	6,844	6,844
20f Hold Harmless Guarantee	239,545	239,545	239,545
23-24 Wage/Position adjustments to full year	356,655	356,655	356,655
Teacher division advancement (15,18,20)	135,000	162,000	180,000
23-24 Negotiations, steps & 1%*	1,404,957	1,404,957	1,404,957
23-24 Negotiations, health insurance +3.5%	177,916	177,916	177,916
	\$2,320,917	\$2,347,917	\$2,365,917

* Compensation Reference

Steps = \$942,910

1% wages = \$462,047

Revenue Increases/Expenditure Decreases

Increases to General Fund	Optimistic	Most Likely	Worst Case
Increase in per-pupil Foundation Allowance (\$302,\$241,\$180)	1,391,300	1,110,300	829,300
Enrollment (Feb 24 +60.79; Oct 24: +35,+15,-5;) Blend 10/90	372,420	192,840	15,470
Increased Special Ed Categorical (CY est + 23-24 timing delay)	99,800	99,800	99,800
State Aid, District Transportation Funding Extension	338,120	169,060	0
Savings from teacher retirements (7)	276,990	276,990	276,990
K-8 New Curriculum, 1x savings	220,000	220,000	220,000
	\$2,698,630	\$2,068,990	\$1,441,560

Projected Impact on General Fund Budget

	Optimistic	Most Likely	Worst Case
Expenditure Increases/Revenue Decreases	(\$2,320,917)	(\$2,347,917)	(\$2,365,917)
Revenue Increases/Expenditures Decreases	2,698,630	2,068,990	1,441,560
Net Impact on General Fund Balance	\$377,713	(\$278,927)	(\$924,357)
Carryforward effect on GF Budget (6/30/25)	(1,460,663)	(1,460,663)	(1,460,663)
Total Impact on General Fund Balance	(\$1,082,950)	(\$1,739,590)	(\$2,385,020)
<i>Fund Balance as a % of Expenditures</i>	<i>12.1%</i>	<i>11.2%</i>	<i>10.3%</i>

Impending Budget Discussion 2024-25

Topics w/financial impact not in assumptions

- State Aid
- Staffing Levels
- Grants
- Carryforward Effect of 23-24 Budget
- Board Priorities
- ISD Special Education revenue
- Food Service, Community Ed. Impact on General Fund
- Other Variable Sources of General Fund Revenue