

# 2010 Financial Forecast

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Independent School District 877  
Buffalo-Hanover-Montrose  
Business Office



# 2010 Financial Forecast

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- General Fund
- Revised budgets
- Enrollment assumptions
- Staffing assumptions
- Revenue assumptions
- Expenditure assumptions
- Fund balance assumptions
- Forecast scenarios



# General Fund Definition

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- General Fund – fund 01
- Capital Outlay – fund 05
- Student Activities – fund 09



# General Fund Revenues

## 2009-2010

- 1<sup>st</sup> Budget Revision

2009-2010	Original Budget	Revised Budget	\$ Change	Adjustment
Local Property Taxes	5,664,354	5,728,233	63,879	2009 Pay 2010 Levy Unemployment #'s
State Sources	39,030,107	38,831,913	(198,194)	Revised Enrollment Revised State Aids
Federal Sources	5,494,491	5,581,860	87,369	Add'l Stimulus \$'s
Other	1,651,520	1,938,826	287,306	Revised 3 <sup>rd</sup> Party Billing
Other - Proceeds	0	9,758,387	9,758,387	OPEB Bond
<b>Total</b>	<b>51,840,472</b>	<b>61,839,219</b>	<b>9,998,747</b>	





# General Fund Expenditures 2009-2010

- 1<sup>st</sup> Budget Revision

2009-2010	Original Budget	Revised Budget	\$ Change	Adjustment
Salaries	28,751,810	28,525,998	(225,812)	Contract Settlements
Emp. Benefits	9,452,818	10,023,718	570,900	Contract Settlements
Emp. Benefits	0	9,758,570	9,758,570	OPEB Bond
Purchased Serv.	7,877,171	8,008,890	131,719	Special Ed Tuition Special Ed Transportation
Supplies	2,803,599	2,757,618	(45,981)	Transportation Fuel
Capital Outlay	1,680,175	1,448,646	(231,529)	Revised Federal Budget
Other	590,623	446,845	(143,778)	Contingency
<b>Total</b>	<b>51,156,196</b>	<b>60,970,285</b>	<b>9,814,089</b>	



# Enrollment Assumptions

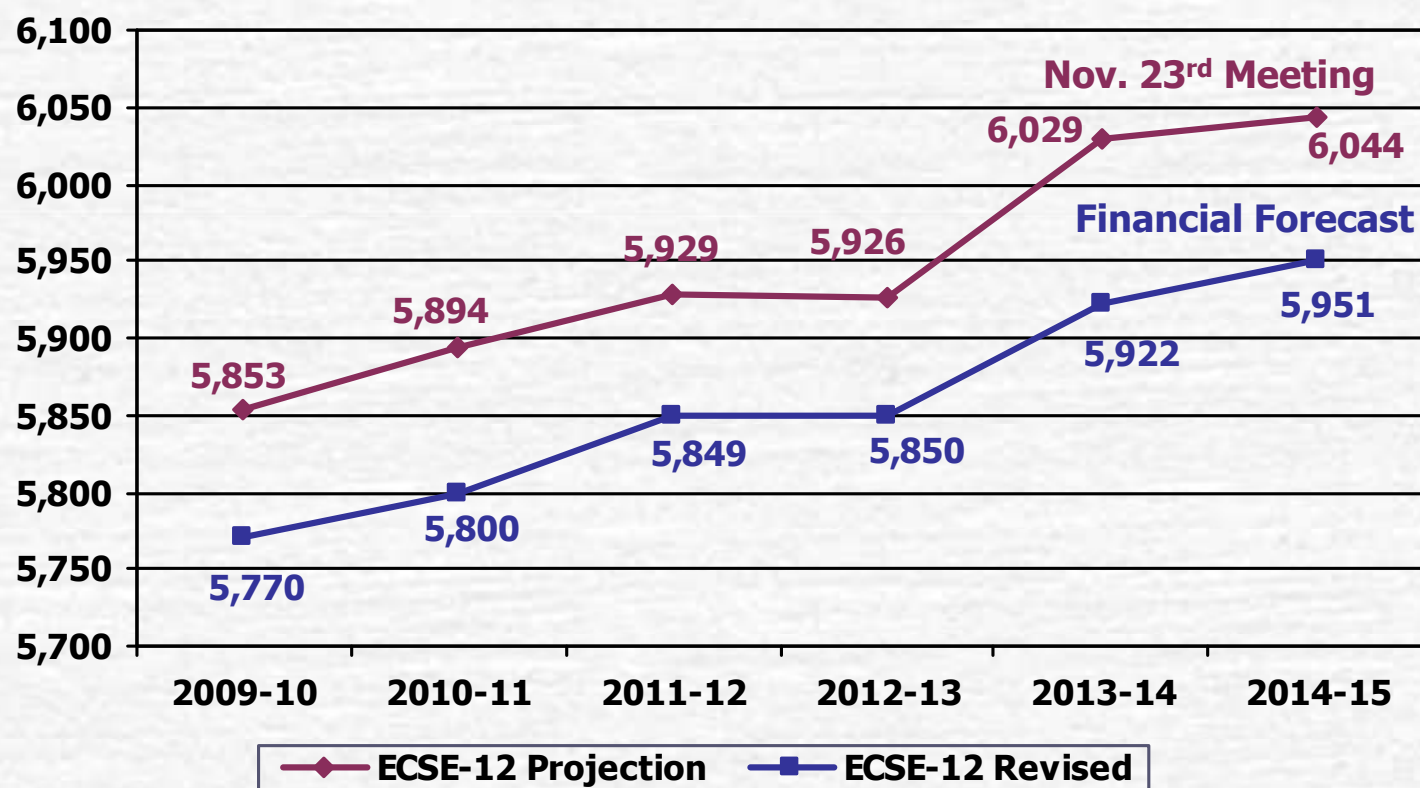
## ECSE-12

- Revised for the financial forecast – ECSE & BHS

	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
<b>ECSE</b>	50	50	50	50	50	50
<b>K</b>	434	434	462	437	489	435
<b>Gr. 1-5</b>	2,242	2,233	2,261	2,247	2,259	2,286
<b>Gr. 6-8</b>	1,259	1,286	1,297	1,383	1,377	1,432
<b>Gr. 9-12</b>	1,785	1,797	1,779	1,733	1,747	1,748
<b>Total</b>	<b>5,770</b>	<b>5,800</b>	<b>5,849</b>	<b>5,850</b>	<b>5,922</b>	<b>5,951</b>
<b>Adjust.</b>	83	94	80	76	107	93
<b>Projection (ECSE)</b>	<b>5,853 (113)</b>	<b>5,894 (113)</b>	<b>5,929 (120)</b>	<b>5,926 (114)</b>	<b>6,029 (127)</b>	<b>6,044 (114)</b>



# Enrollment Assumptions ECSE-12







# Staffing Assumptions

- Staffing goes back to planned ratios determined for 2009-10
- Supt. & special education have contingency positions available

	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
<b>K-5</b>	112.381	110.604	112.927	111.350	114.005	112.885
<b>Gr. 6-8</b>	54.323	53.203	53.658	57.216	56.968	59.243
<b>Gr. 9-12</b>	72.074	69.924	68.327	66.485	67.795	67.795
<b>Total</b>	<b>238.778</b>	<b>233.731</b>	<b>234.912</b>	<b>235.051</b>	<b>238.768</b>	<b>239.923</b>
<b>Staffing Change</b>	<b>0</b>	<b>-5.047</b>	<b>1.181</b>	<b>0.139</b>	<b>3.717</b>	<b>1.155</b>





# Revenue Assumptions

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- General Education Aid – 3 scenarios
- OPEB contributions from the trust begin 2011-12
- Operating Referendums – renew \$379 in 2011
- No new operating referendums



# Expenditure Assumptions

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- Salary & benefit increases based on expected market conditions & comparable settlements
- Non-salary, non-benefit costs 0%-5%
- Same integration program



# Fund Balance Assumptions

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- District's undesignated, unreserved fund balance policy is 8-12% of General Fund expenditures
- School Board agrees to spend down part of the fund balance for 2010-11 or 2011-12, if needed
- Capital transfer designation will be spent in 2011-12
- Amount freed up by the OPEB trust is designated until further notice ~\$665,431 - \$743,826



## Other Assumptions

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- District received one-time stimulus funds for 2009-10 and 2010-11
- State does not adopt the two biennial budgets during this period





# Financial Forecast Scenario #1

- General Education formula changes:  
0%, 0%, 1%, 2%, 2%

	<b>2009-10 \$5,124</b>	<b>2010-11 \$5,124</b>	<b>2011-12 \$5,124</b>	<b>2012-13 \$5,175</b>	<b>2013-14 \$5,279</b>	<b>2014-15 \$5,279</b>
<b>Revenue</b>	61,839,219	52,075,793	52,310,285	52,717,618	53,883,377	54,309,427
<b>Exp.</b>	(60,970,285)	(52,864,152)	(54,074,094)	(56,276,103)	(58,896,930)	(61,527,444)
<b>Fund Balance</b>	5,365,699	4,659,369	2,579,944	(1,001,512)	(6,040,026)	(13,283,548)
<b>Fund Balance %</b>	<b>8.80%</b>	<b>8.81%</b>	<b>4.77%</b>	<b>-1.78%</b>	<b>-10.26%</b>	<b>-21.59%</b>



## Financial Forecast Scenario #2

- General Education formula changes:  
-250, -250, -100, -100, 0%

	<b>2009-10 \$5,124</b>	<b>2010-11 \$4,874</b>	<b>2011-12 \$4,874</b>	<b>2012-13 \$5,024</b>	<b>2013-14 \$5,024</b>	<b>2014-15 \$5,124</b>
<b>Revenue</b>	61,839,219	50,408,866	50,630,369	51,701,888	52,150,031	53,245,731
<b>Exp.</b>	(60,970,285)	(52,864,152)	(54,074,094)	(56,276,103)	(58,896,930)	(61,527,444)
<b>Fund Balance</b>	5,365,699	2,992,442	(766,899)	(5,364,084)	(12,135,943)	(20,443,162)
<b>Fund Balance %</b>	<b>8.80%</b>	<b>5.66%</b>	<b>-1.42%</b>	<b>-9.53%</b>	<b>-20.61%</b>	<b>-33.23%</b>



## Financial Forecast Scenario #3

- General Education formula changes:  
-500, -500, -250, -250, 0%

	<b>2009-10 \$5,124</b>	<b>2010-11 \$4,624</b>	<b>2011-12 \$4,624</b>	<b>2012-13 \$4,874</b>	<b>2013-14 \$4,874</b>	<b>2014-15 \$5,124</b>
<b>Revenue</b>	61,839,219	48,739,067	48,948,034	50,692,125	51,129,376	53,245,731
<b>Exp.</b>	(60,970,285)	(52,864,152)	(54,074,094)	(56,276,103)	(58,896,930)	(61,527,444)
<b>Fund Balance</b>	5,365,699	1,322,643	(4,119,033)	(9,725,982)	(17,518,496)	(25,825,714)
<b>Fund Balance %</b>	<b>8.80%</b>	<b>2.50%</b>	<b>-7.62%</b>	<b>-17.28%</b>	<b>-29.74%</b>	<b>-41.97%</b>

## 2010 Financial Forecast - General Fund - Undesignated Unreserved Fund Balance

