



Board Meeting Date: 2/13/2023

Title: Fiscal Year 2024 General Fund Budget Assumptions & Parameters

Type: Action

Presenter(s): Mert Woodard, Director, Business Services

Description: Prior to the allocation of staff and non-salary budgets to departments and school sites and before the adoption of the budget the District administration seeks approval of general parameters from the Board of Education. The parameters are based on an analysis of the District's current budget and operations, extrapolated to the subsequent year by applying assumptions regarding enrollment growth or decline, additional aid from the state of Minnesota, increases to property tax revenue, the impact of cost of living adjustments and contract enhancements on district-wide salaries and benefits, non-salary expenditure inflation, and other items.

The enclosed "Budget Assumptions & Parameters" document details the administration's assumptions and parameters. The administration's recommended basic, high-level parameters are as follows:

- Enrollment of 8,563
- State Basic Education Revenue per pupil of \$7,000 (+2.0%; +\$137)
- Operating Levy revenue per pupil of \$2,105 (+\$228)
- Capital Projects Levy revenue of +\$454,000
- All other revenue authority the same as the current year
- No additional licensed staff beyond current class-size ratios or IEP requirements
- No additional non-classroom or administrative staff

The above assumptions/parameters would result in a deficit for the 2024 fiscal year of an estimated \$4,000,000.

Recommendation: Approve the District administration's recommended budget parameters and underlying assumptions for the 2023-2024 general fund budget.

Desired Outcomes from the Board: Approval of the District administration's recommended action.

Attachments:

1. 2023-2034 School Year Budget Assumptions & Parameters