



MEMORANDUM

To: Board of Education and Administration
From: Rob Grossi
Date: August 2, 2019
Re: Presentation of Tentative Budget on August 13, 2019

At the August 13, 2019 meeting of the Board of Education, I will be presenting the tentative budget. The Board of Education will not be asked to approve the tentative budget but will be authorizing this tentative budget to be placed on display and authorizing the public hearing date, which will be at the September 24th Board meeting. This action is consistent with the action taken by the Board in August 2018. The final budget will be approved by the Board of Education at the September 24th meeting and after the public hearing held earlier that meeting.

In preparation of this budget, Dr. Kelley and I met with all principals and department heads in April and May and I presented this budget (slightly modified) to FORC on July 17th.

Excluding bond proceeds and capital expenses paid from bond proceeds, the tentative budget reflects total revenues at \$100,740,000 and total expenditures at \$98,002,000. Consequently, the tentative budget reflects a net surplus of \$2,738,000 (revenues over expenses). Further details are contained in the power point presentation.

A budget should be viewed as a best estimate of the upcoming fiscal year based on the information available at the time of its preparation. With that being stated, there are several unknowns at this moment in time, including the fact that FY 2019 figures are still being reconciled, have not yet been audited and have not been converted to accrual basis through journal entries from the auditors. Additionally, the State and the Federal government have not released their allocations for this 2020 fiscal year. Schools are entitled to change their tentative budget prior to the adoption of the final budget, and this will likely occur at some level.

I look forward to presenting this tentative budget and addressing any questions the Board or the community may have.