



FY22 Budget Planning Assumptions

Fiscal Year Budget (July 1, 2021-June 30, 2022)

February 11, 2021

FY22 Budget Planning

The current school year has been impacted by the Covid-19 pandemic in many ways. Impacts include how we educate students, transport and feed students, participate in athletics, etc.

The development of the 2021-22 budget *assumes* a return to our traditional model and includes many of our normal budget assumptions. Further impacts of COVID-19 into next year are largely unknown and therefore not included in our budget considerations and development.

The Board will be required to approve the 2021-22 expenditure plan prior to July 1, 2021, as required by state law.

General Fund Overview:

ISD# 832- Budget Projections- General Fund

Definitions	Actual 2019-20	PrelimBudget 2020-21	RevisedBudget 2020-21	% Chg	Projected 2021-22	% Chg
SOURCES OF REVENUE:						
Basic Revenue Allowance	\$23,443,980	\$23,823,464	\$23,514,815	0.3%	\$23,985,384	2.0%
Special Education Aid	4,598,230	4,392,688	4,726,679	2.8%	4,726,679	0.0%
Other Aids and Levies	5,988,796	5,980,919	6,015,546	0.4%	6,188,767	2.9%
Miscellaneous Revenue	1,316,219	1,460,043	1,278,067	-2.9%	1,416,043	10.8%
Federal Funding	794,978	832,031	1,828,031	129.9%	950,031	-48%
Voter App'd Oper. Ref.	4,627,952	3,655,898	3,655,898	-21.0%	3,706,925	1.4%
Local Optional Revenue	1,506,040	2,633,161	2,568,486	70.5%	2,631,190	2.4%
	-	-	-	0.0%	-	0.0%
	-	-	-	0.0%	-	0.0%
Total Revenue	\$42,276,195	42,778,204	\$43,587,521	3.1%	\$43,605,019	0.0%
USES OF REVENUE:						
Salaries & Wages	\$22,227,016	\$23,510,187	\$23,262,274	4.7%	\$23,813,821	2.4%
Benefits	8,893,052	9,224,938	9,311,794	4.7%	9,483,155	1.8%
Purchased Serv.	5,817,446	6,152,943	6,748,307	16.0%	6,398,823	-5.2%
Supplies	1,121,896	1,201,471	1,887,571	68.2%	1,228,345	-34.9%
Other Expenses/Transfers	2,326,751	2,407,822	2,067,331	-11.1%	2,426,222	17.4%
Transportation in Basic Budget	0	0	0	0.0%	0	0.0%
Capital-Not included in Oper. Bud.	-	-	-	0.0%	-	0.0%
Total Uses of Revenue	\$40,386,161	\$42,497,361	\$43,277,277	7.2%	\$43,350,366	0.2%
REVENUE OVER (UNDER)	\$1,890,034	\$280,843	\$310,245		\$254,653	

Definitions	Actual 2019-20	PrelimBudget 2020-21	RevisedBudget 2020-21	% Chg	Projected 2021-22
FUND BALANCE:					
Beginning	\$3,177,462		\$5,067,496		\$5,377,741
Ending	\$5,067,496		5,377,741		5,632,393
RECON. OF ENDING FUND BALANCE:					
Nonspendable	\$17,859		\$17,859		\$17,859
Restricted	\$481,548		\$481,548		\$481,548
Assigned	\$1,133,473		\$1,133,473		\$1,133,473
Total Nonspendable-Asgn Fd Bal	\$1,632,880		\$1,632,880		\$1,632,880
Subsequent Year Deficit Not Res'd	\$0		\$0		\$0
Total Reserved Fund Balance	\$1,632,880		\$1,632,880		\$1,632,880
Unassigned Fund Balance	\$3,434,616		\$3,744,861		\$3,999,513
Unassigned as a % of Exp.	8.5%		8.7%		9.2%

FY22 Budget Planning

Projected General Fund unassigned fund balance exceeds the School Board's policy of a minimum target balance of 8%.

Projected unassigned is 9.2% or \$531,485 above minimum target.

Following are the key revenue and expenditure assumptions used in developing the General Fund FY22 budget:

FY22 Budget Planning Assumptions

Revenue assumptions-

Basic General Education aid increases to \$6,600 (\$23,985,384)

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%
<i>*2021-22</i>	<i>\$6,600</i>	<i>0.5%</i>

*Governor's Budget Recommendation is 1%

Basic funding formula provides 55% of GF operating revenue

FY22 Budget Planning Assumptions

Revenue assumptions cont'd-

***Other components of Gen Educ. Aid/Levy-formula driven**

Gifted and Talented	\$ 47,245	
Compensatory Revenue	\$ 88,670	
Limited English Program	\$ 27,710	
Equity/Transition Levy	\$422,226	
Transportation Sparsity	\$107,937	
Pension Adjustment	\$195,494	
Total		\$889,282

***formula driven (CY-legislated funding formula amount X pupil units)**

FY22 Budget Planning Assumptions

Revenue assumptions cont'd-

Other Aid/Levy-

School Board –Certified Levy (Pay 21) \$9,383,341

State Categorical Aid \$6,980,938

Special Education Aid is estimated at \$4,726,679 or 67% of total Categorical Aid. For budget planning purposes, Special Education aid is not expected to increase from FY21.

FY22 Budget Planning Assumptions

Revenue assumptions cont'd-

Other General Fund Revenue-

Federal Program Revenue	\$ 950,031
Misc. Revenue (Fees/Gate Receipts/Tuition etc.)	\$1,416,043

FY22 Budget Planning Assumptions

Enrollment

Grade Level	ADM	Weight	WADM
Pre-Ktg	15	1.00	15
Kindergarten	188	1.00	188
Grades 1-5	1,039	1.00	1,039
Grades 6-8	851	1.00/1.20	965
Grades 9-12	1,190	1.20	1,428
Total	3,283		3,635

FY22 Budget Planning Assumptions

1-25-2021 WINDOW ONE OPEN ENROLLMENT APPLICATIONS & ENROLLMENT FOR 2021-2022

GRADE	2021-2022 ROLLOVER	OE APPROVED	TOTAL	TARGET	CLASS SIZE /Target	METRO AV SECTIONS
K	150	49	199	188	20.9	20.9 9
1	176	15	191	195	21.7	21.7 9
2	181	5	186	184	23.0	23 8
3	208	10	218	218	24.2	24.2 9
4	211	5	216	228	25.3	25.3 9
5	199	11	210	214	26.8	26.7 8
6	218	36	254	283		
7	271	10	281	283		
8	265	10	275	284		
9	287	16	303	300		
10	283	3	286	300		
11	290	3	293	300		
12	289	1	290	300		
TOTAL	3028	174	3202	3277		

Ave 3 PY approved

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FY22 Budget Planning Assumptions

Expenditure assumptions-

Staff/Personnel costs (\$33,296,976) 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 and staff employed in support of CY Learning Models*. Other staffing changes may result from changes to Federal Entitlement Programs.

FY22 Budget Planning-Assumptions

Expenditure assumptions-

Staff budget includes:

- Wage and benefit changes for existing agreements, including allowances for longevity, education, health and dental and, pay rates
- An allowance for wage and benefit changes for agreements that will be negotiated and effective beginning July 1, 2021
- Increased costs for statutory benefits (TRA, PERA, FICA, unemployment and workers compensation)
- Potential staff savings generated as a result of an early retirement incentive are *NOT factored into the expenditure projections.*

FY22 Budget Planning Assumptions

Expenditure assumptions-

Non-staff expenditures are estimated to be \$10,053,390 and represent 23% of total General Fund Expenditures

Significant Expenditures in this area include:

Transportation/Contracted Services	\$2,326,498
Building Utilities	\$ 612,500
Facility Maintenance (Op Capital/LTFM)	\$1,690,360

FY22 + Budget Planning

In keeping with the Board policy of an 8% Unassigned Fund Balance policy, the district proactively plans through the utilization of a multi-year financial projection model.

The model is consistently updated reflecting legislative funding changes, updates to staff agreements, enrollment projections, etc.

Utilizing traditional program planning, conservative revenue projections and inflationary contract projections, FY23 projects a slight deficit.

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Other Aids and Levies	5,988,796	5,980,919	6,015,546	0.4%	6,188,767	2.9%	6,060,639
Miscellaneous Revenue	1,316,219	1,460,043	1,278,067	-2.9%	1,416,043	10.8%	1,416,043
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	-	-	-	0.0%	-	0.0%	-
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Transportation in Basic Budget	0	0	0	0.0%	0	0.0%	0
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REVENUE OVER (UNDER)	\$1,890,034	\$280,843	\$310,245		\$254,653		(\$94,177)