JORDAN
SCHOOL DISTRICT

BUDGET

For the Year Ending June 30, 2024

Budget Hearing: June 13, 2023

Budget Summary

- Certified tax increase
- Proposed negotiated agreements
- Construction projects
- Increased meal prices

Major Budget Variables

- Operational changes
- State revenues
- Compensation
- Enrollment
- Assessed valuation per student

Operational Changes

- Opened Oak Leaf Elementary School August 2022
- COVID-19 grants
- COVID-19 Federal free lunch program for all students ended in FY22. Regular free lunch program resumed in FY23 for qualifying students.
- Interest revenue
- Unfilled positions

State Revenues

WPU Increase $224 (6.0%)	$	17,800,000
ESA Increase $4,200		17,200,000
Local Replacement Fund (charter schools)		(20,000)
	$	34,980,000

A 1% increase to the WPU yields $3,000,000.

HB 2 line 615 removed $50,000,000 from the voted guarantee program. This results in the District receiving approximately $6,000,000 less in revenue next year than anticipated.

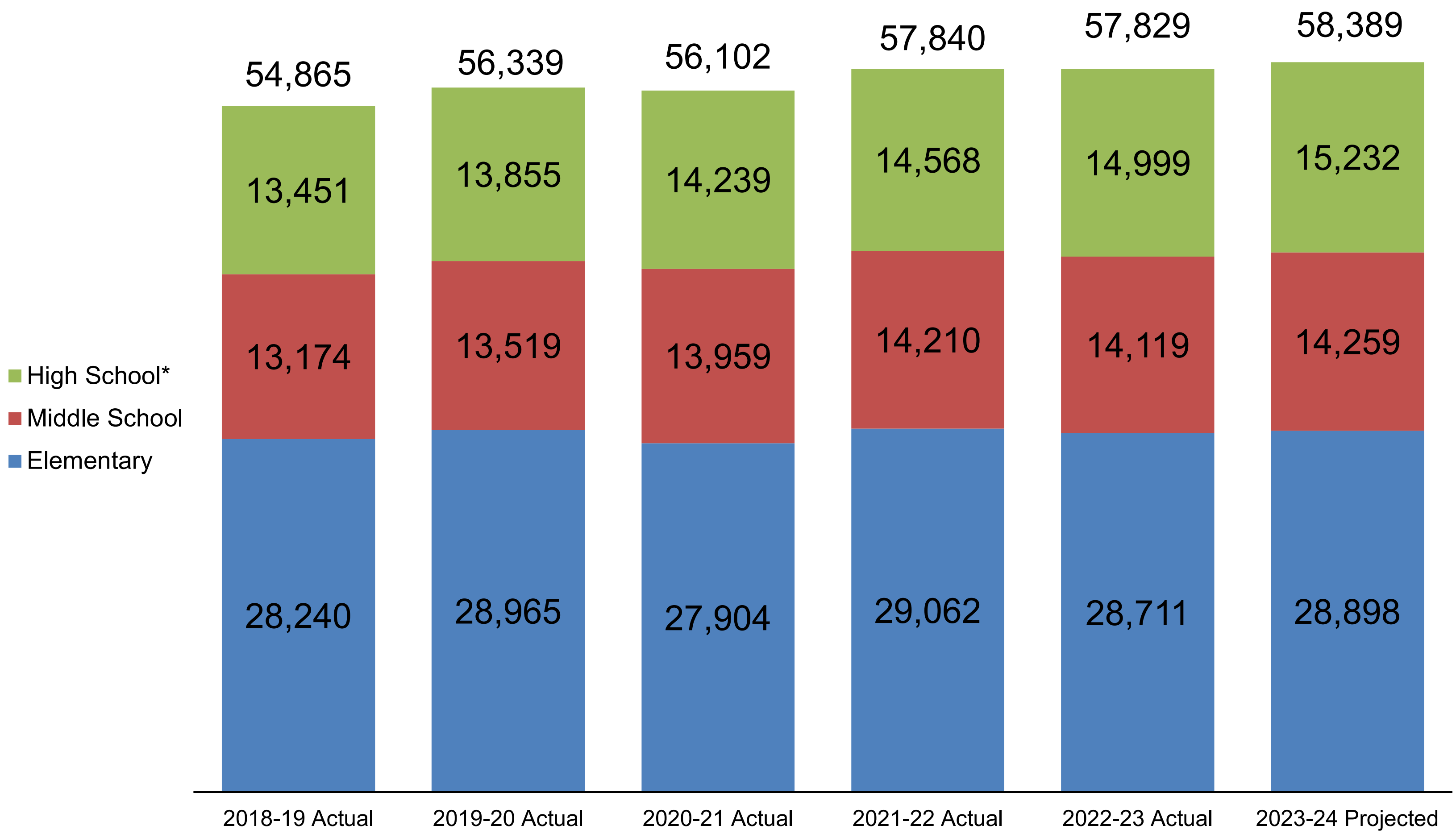
Compensation

Compensation Type	Amount Invested
Steps (salary levels)	$ 6,600,000
Lanes (educational advancement)	900,000
Pay Increases	36,200,000
	$ 43,700,000

Cost of a 1% wage increase $4,200,000

Enrollment

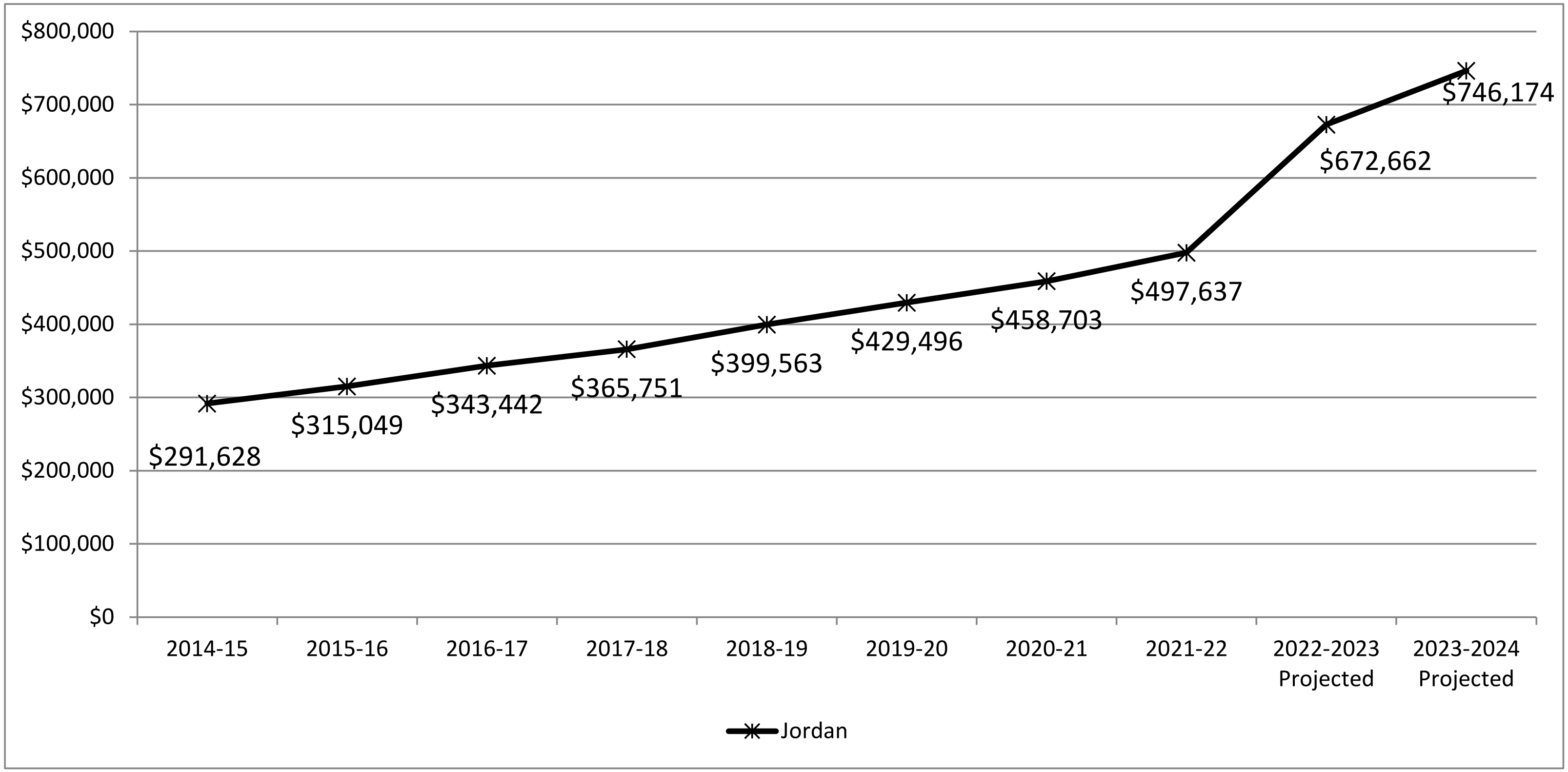
The 2023-24 projected enrollment represents an increase of 560 students (1.0%) from the October 1, 2022 enrollment



*Includes special schools enrollment

Assessed Valuation per Student

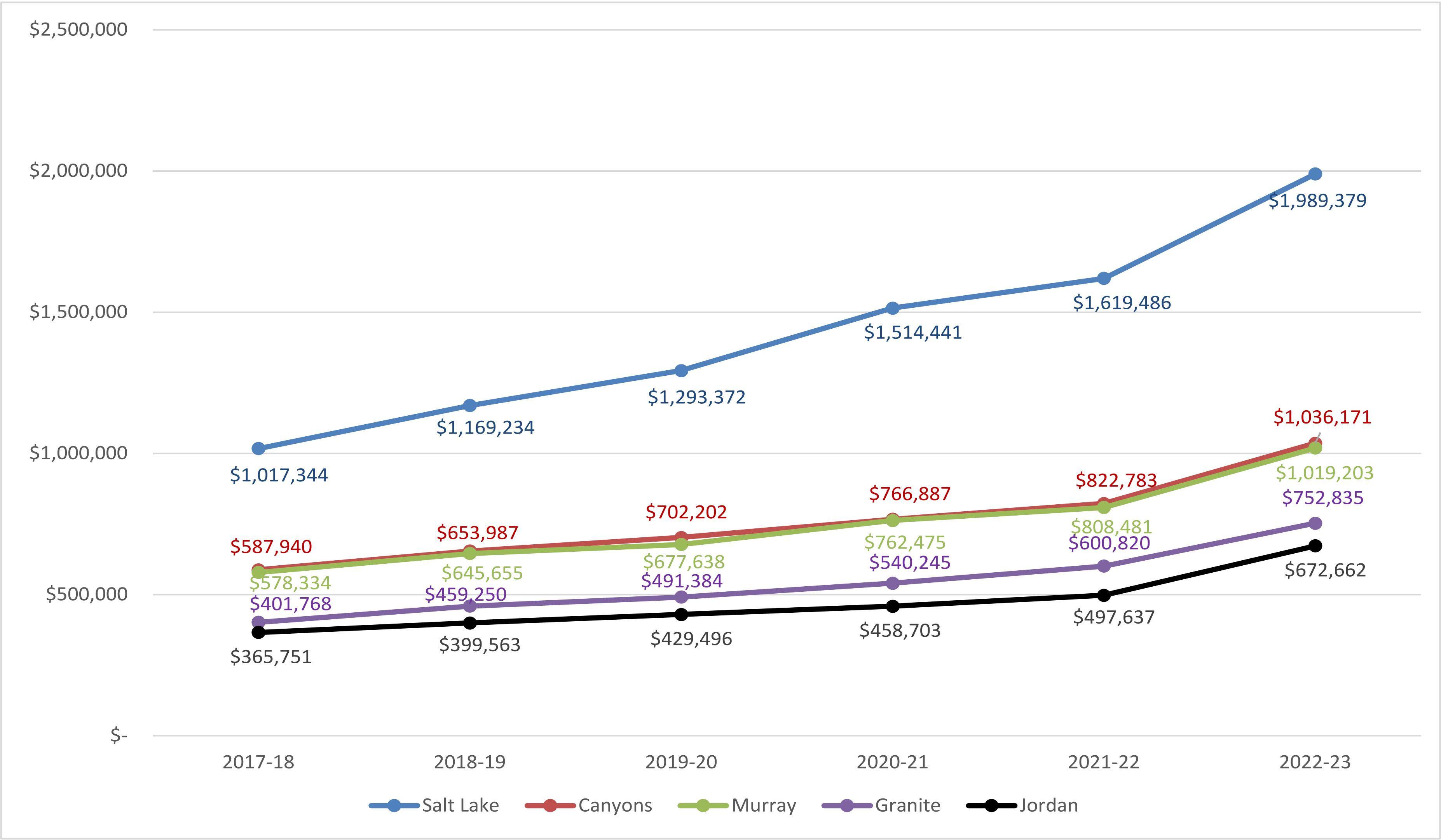
Jordan School District



Data Source for 2014-15 through 2022-23: Utah State Board of Education

Assessed Valuation per Student

School Districts in Salt Lake County Six-Year Comparison



Data Source: Utah State Board of Education

AV per Student Yield

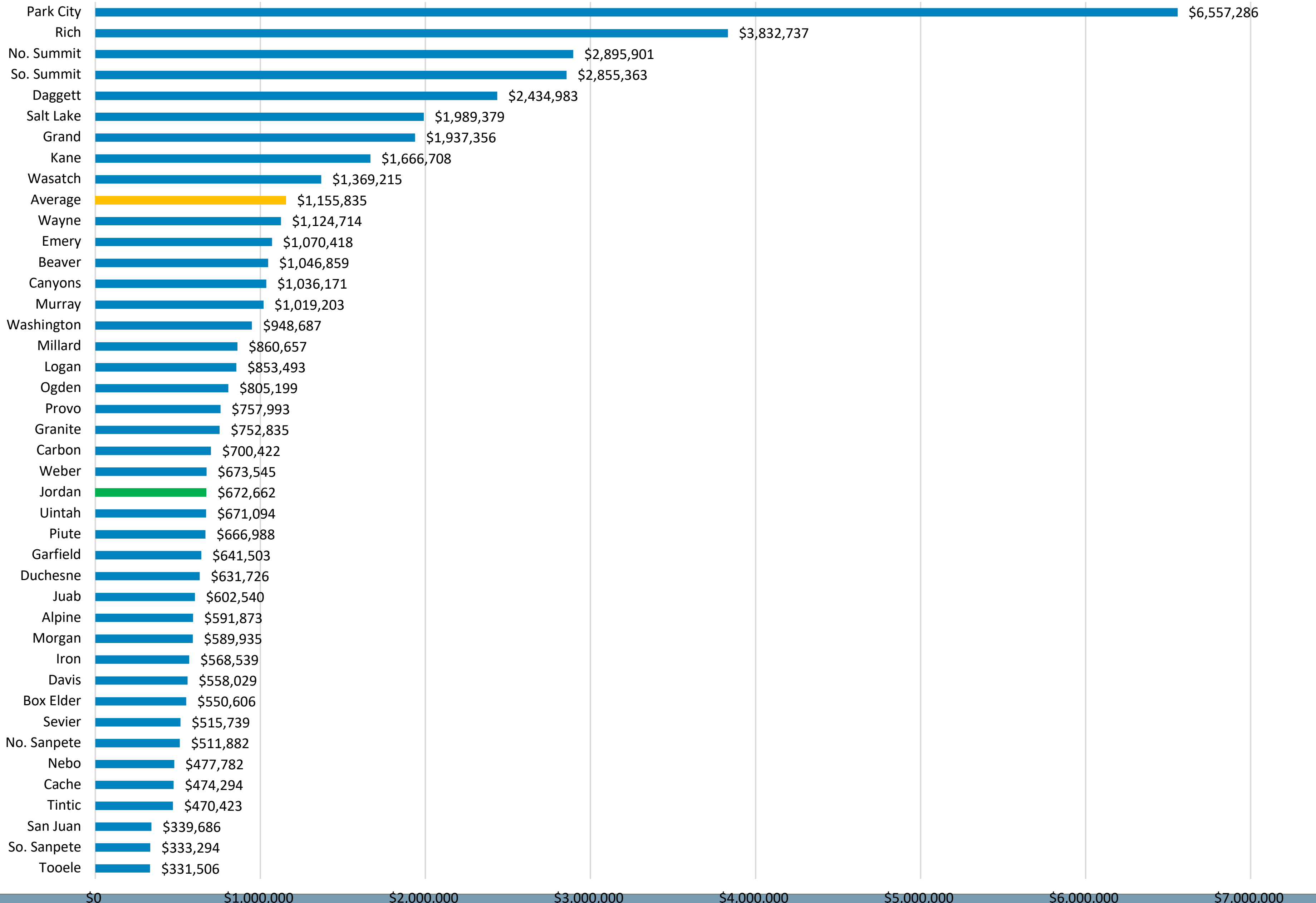
School Districts in Salt Lake County
2022-23 Comparison

	AV / Student*	0.001 Tax Yield / Student	$ Generated / Student at JSD Tax Levy	$ Amount / Student > JSD
		($55 / $100K)	0.004316	
Salt Lake	$ 1,989,379	$ 1,989	$ 8,586	$ 5,683
Canyons	1,036,171	1,036	4,472	1,569
Murray	1,019,203	1,019	4,399	1,496
Granite	752,835	753	3,249	346
Jordan	672,662	673	2,903	-

*Data Source: Utah State Board of Education

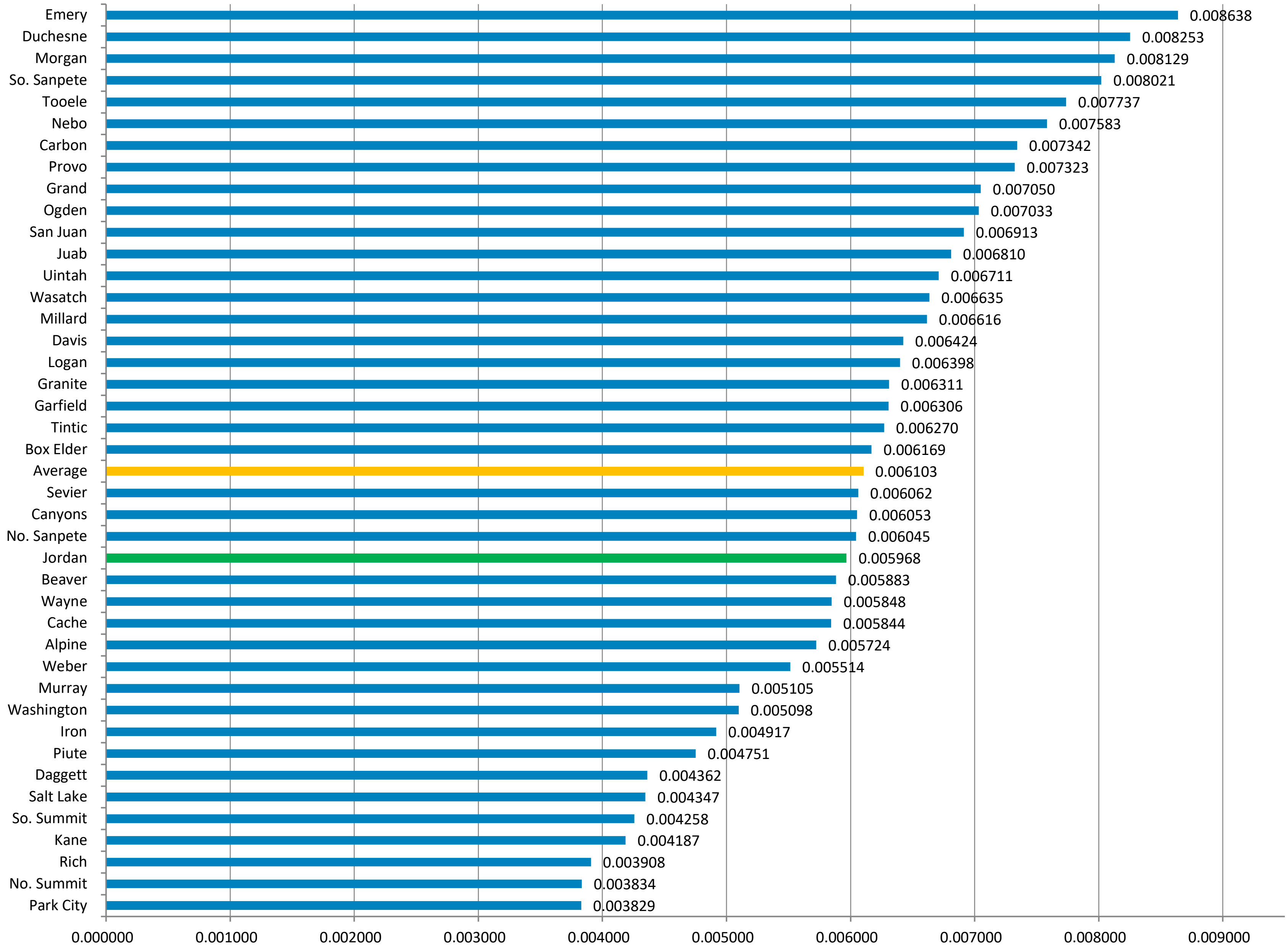
AV per Student

Statewide School Districts – 2022-23 Comparison



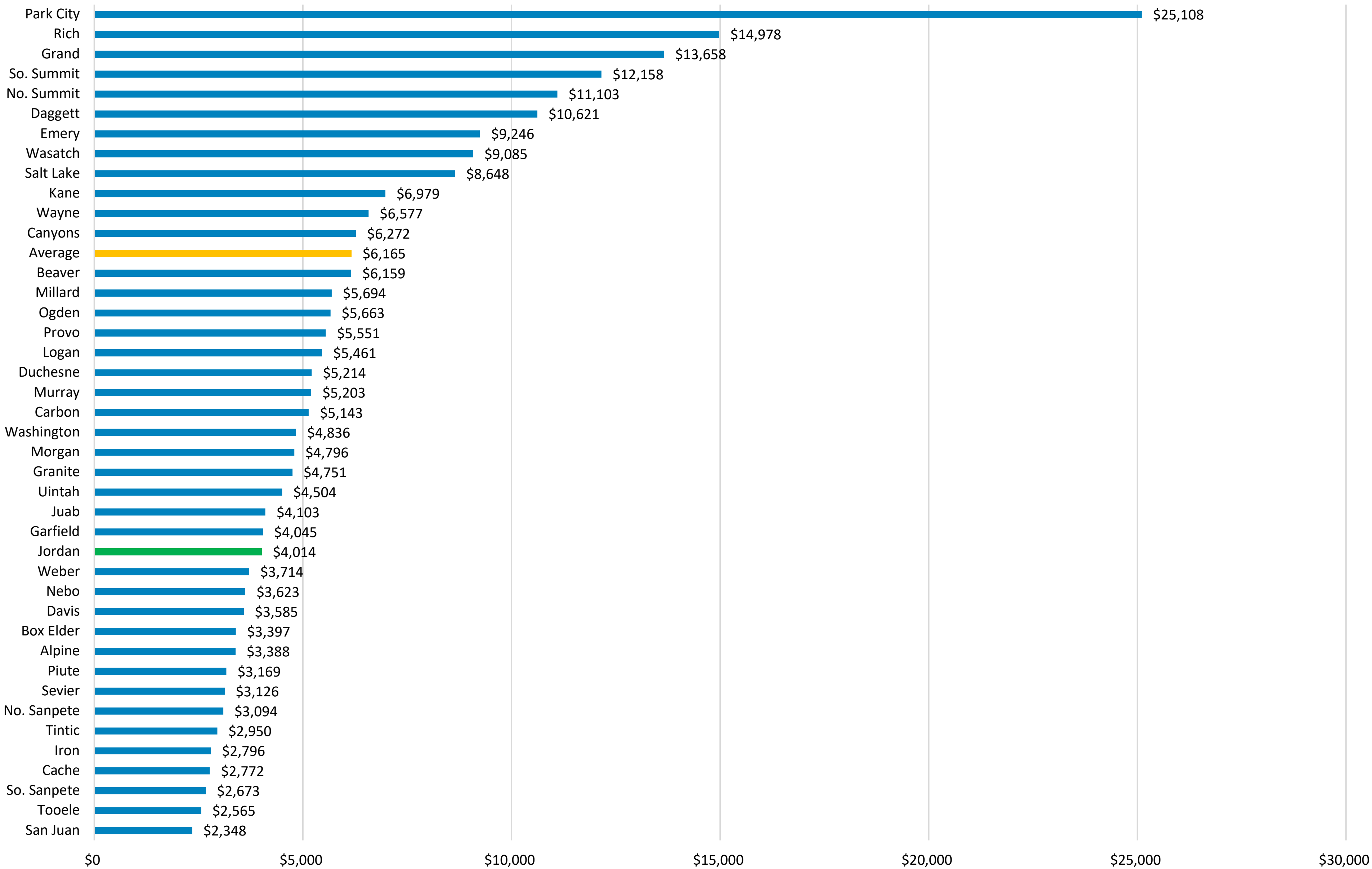
Tax Rates

Statewide School Districts – 2022-23 Comparison



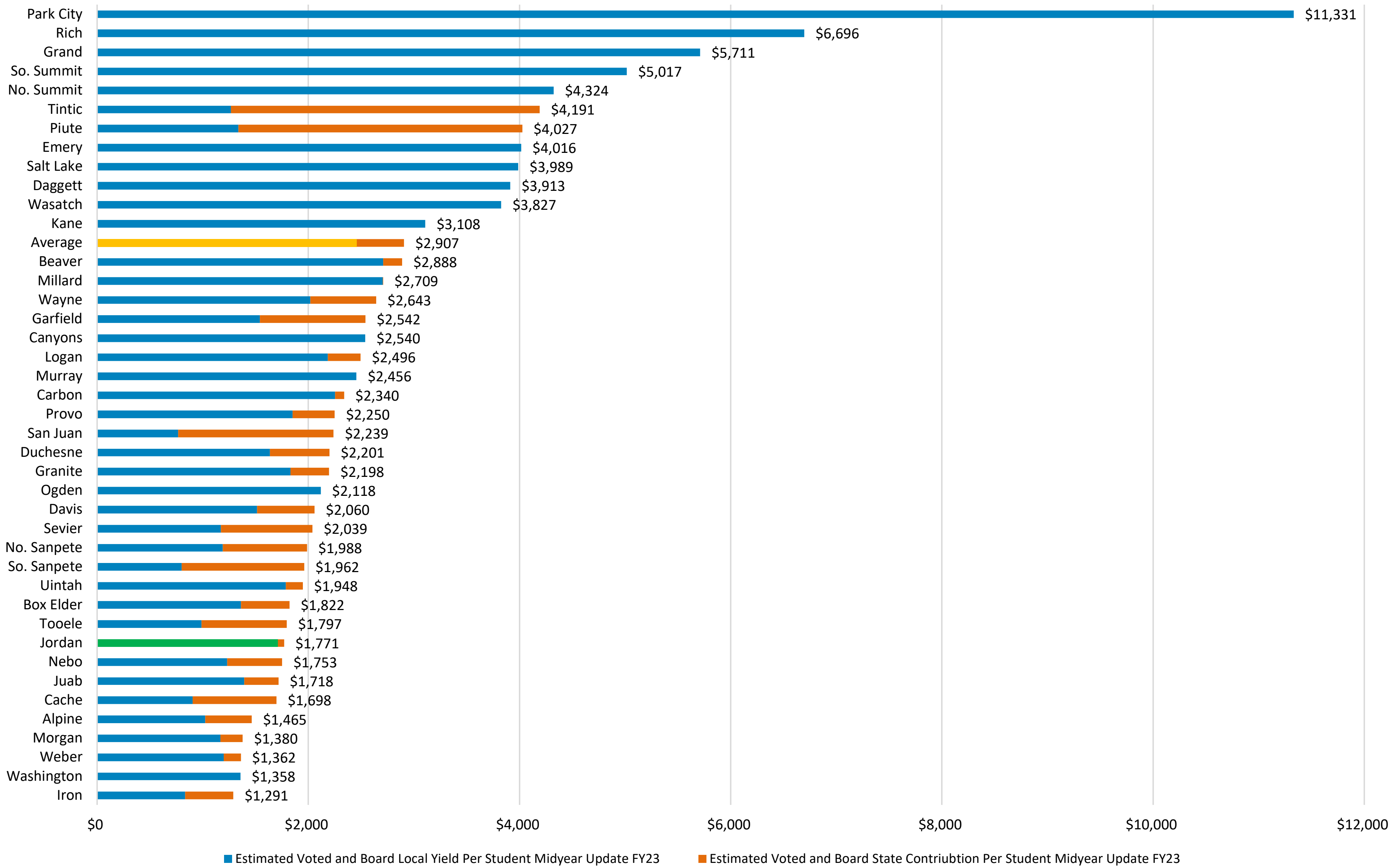
Total Tax Yield

Statewide School Districts – 2022-23 Comparison



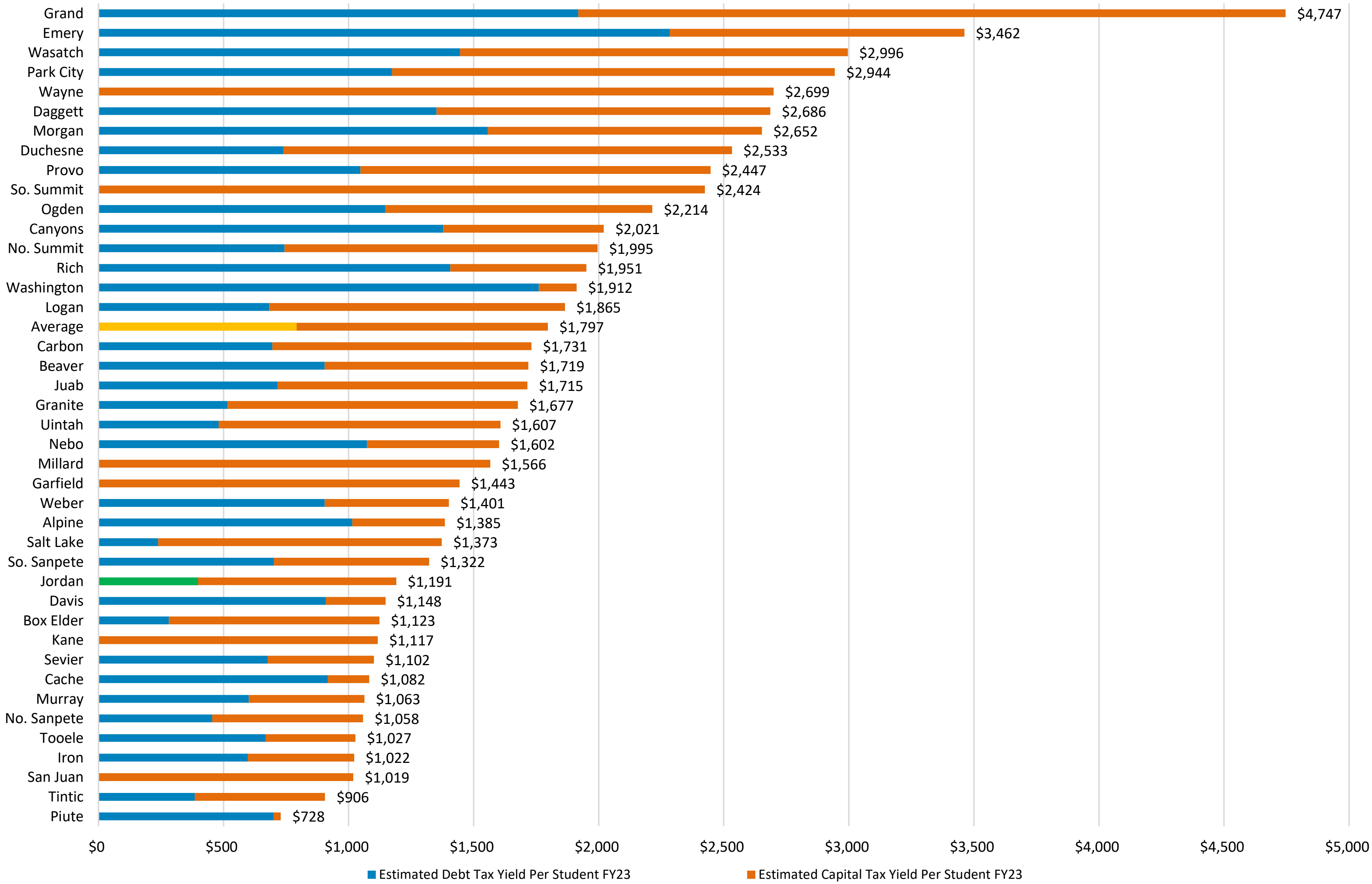
Operational Yield

Statewide School Districts – 2022-23 Comparison



Facilities Yield

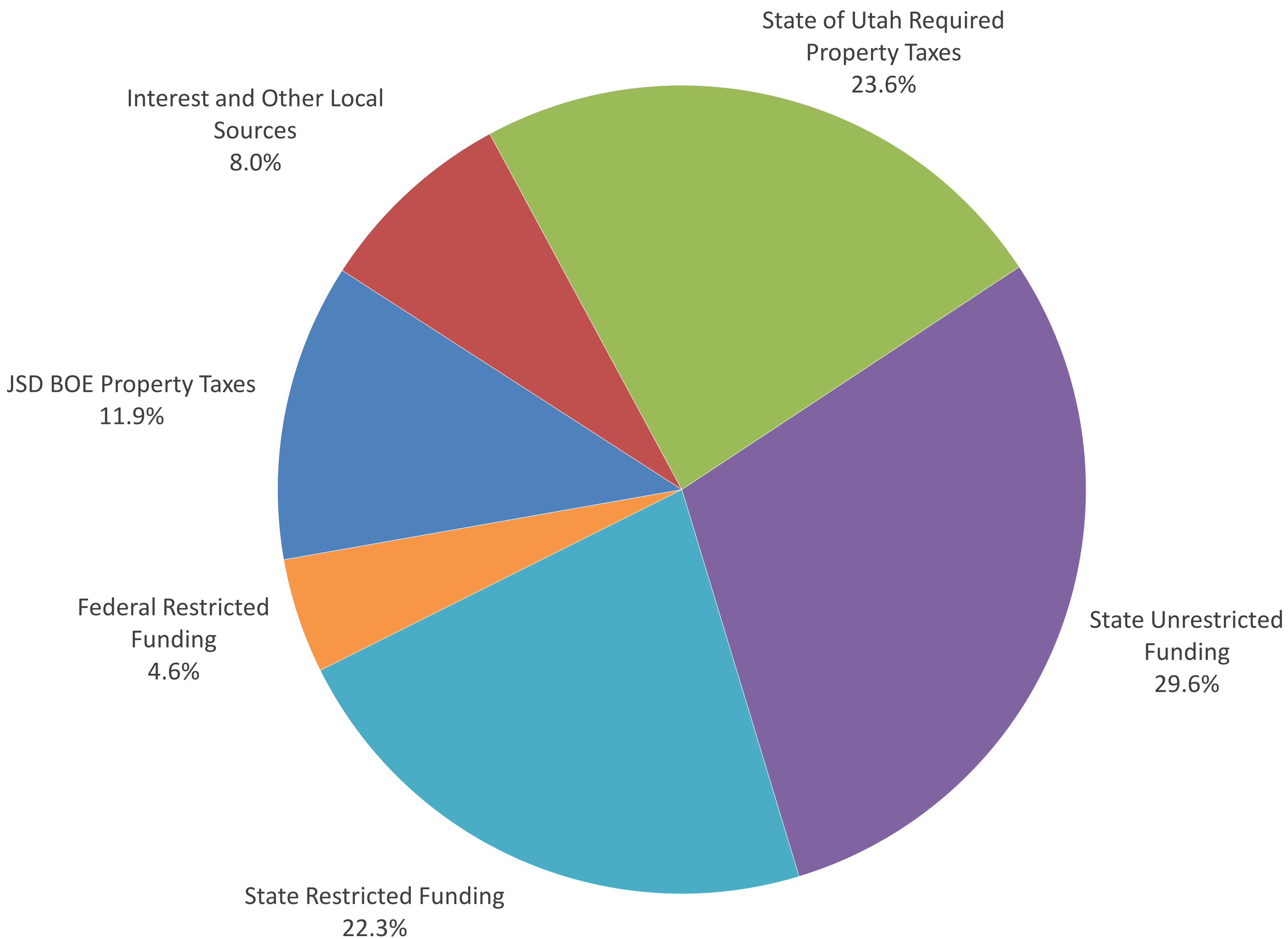
Statewide School Districts – 2022-23 Comparison



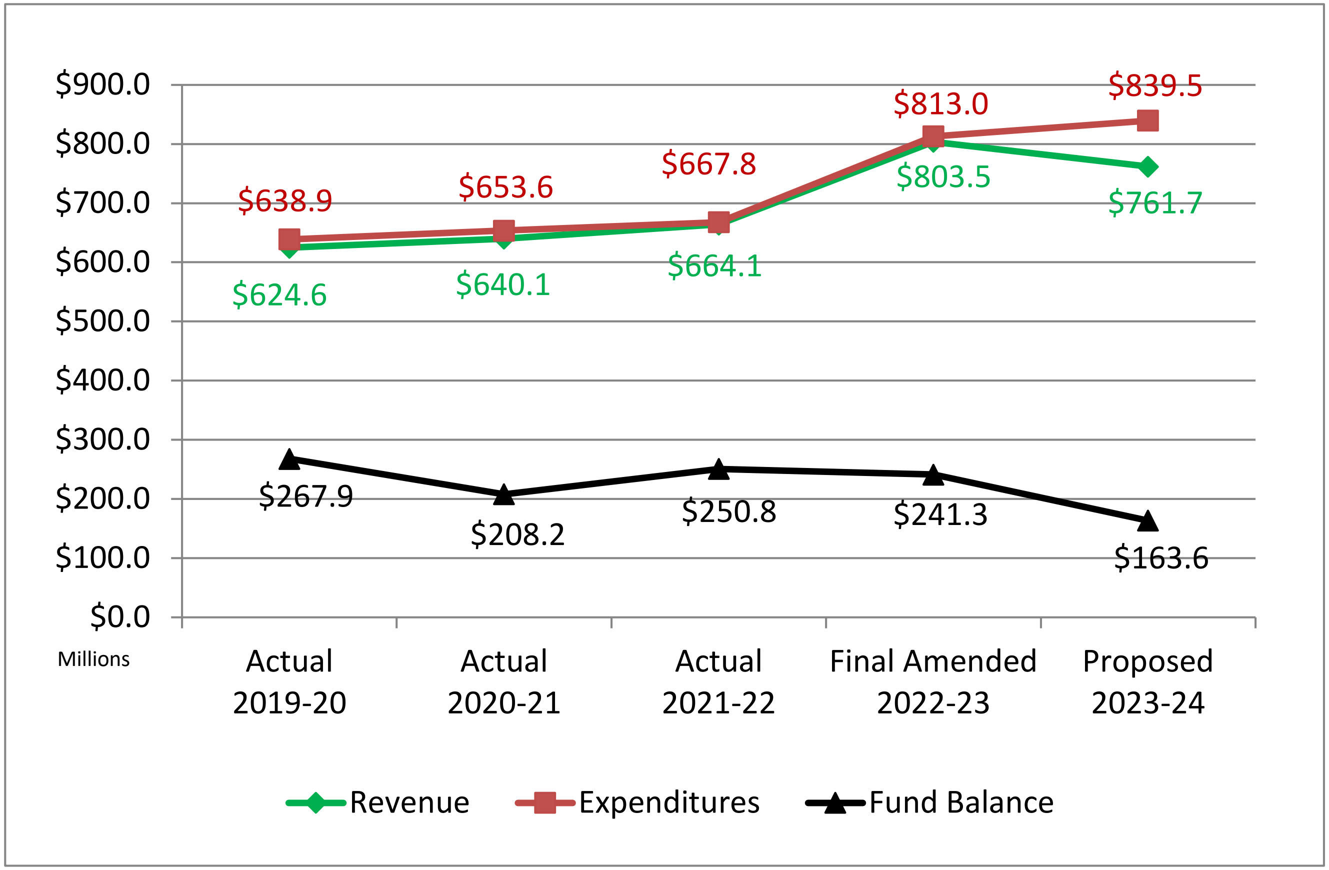
Financial Overview

District-wide
General Fund
Debt Service Fund
Capital Projects Fund
Nutrition Services Fund
Self-Insurance Fund
Pass-Through Taxes Fund
Jordan Education Foundation Fund
Student Activities Fund

District-wide Revenue Sources FY24



District-wide



Notes:
1) The 2022-23 estimated revenues are overstated by the deferred revenue that will be determined as of June 30, 2023.
2) The 2022-23 estimated expenditures are overstated by the deferred revenue and school carry-overs that will be determined as of June 30, 2023.
3) The 2023-24 estimated expenditures are overstated by contingencies.
4) Fund balance amounts are as of the end of the fiscal year indicated.

General Fund

- *Purpose*
  - Salaries and benefits
  - Textbooks and supplies
  - Utilities

General Fund

Fund Balance Details

	Proposed 2023-24	Purpose
Inventories	$ 1.3	Inventory items
Economic Stabilization	29.0	Rainy day fund
Educator Grants	1.9	Educator grants
Personnel	10.0	Health insurance
Compensated Absences	6.0	Vacation accrual*
Retiree Benefits	18.8	Frozen retirement reserve*
West Jordan Feeder	1.5	Closure of WJ Elementary
TOTAL	$ 68.5	
	Millions	

* On November 23, 2010, the Board of Education committed fund balance to fully cover these benefits.

General Fund

Budget Fund Balance Details

FUND BALANCE	Actual 2021-22	Final Amended 2022-23	Proposed 2023-24
Nonspendable			
Inventories	$ 1,214,094	$ 1,300,000	$ 1,300,000
Restricted for			
Programs	2,163,807	-	-
Committed to			
Contractual Obligations	11,983,489	-	-
Economic Stabilization*	27,100,000	29,000,000	29,000,000
Compensated Absences	5,598,476	6,000,000	6,000,000
Retiree Benefits, Actuary	11,501,011	9,949,884	8,684,159
Retiree Benefits, District*	13,346,555	11,546,522	10,077,688
West Jordan Feeder	-	1,500,000	1,500,000
Educator Grants	1,897,791	1,897,791	1,897,791
Assigned to			
Educational Programs*	10,272,943	-	-
Personnel*	34,000,000	10,000,000	10,000,000
Unassigned*	6,727,462	41,352,080	-
Total Fund Balance	$ 125,805,628	$ 112,546,277	$ 68,459,638

* Unrestricted fund balance for the 21-25% calculation

General Fund

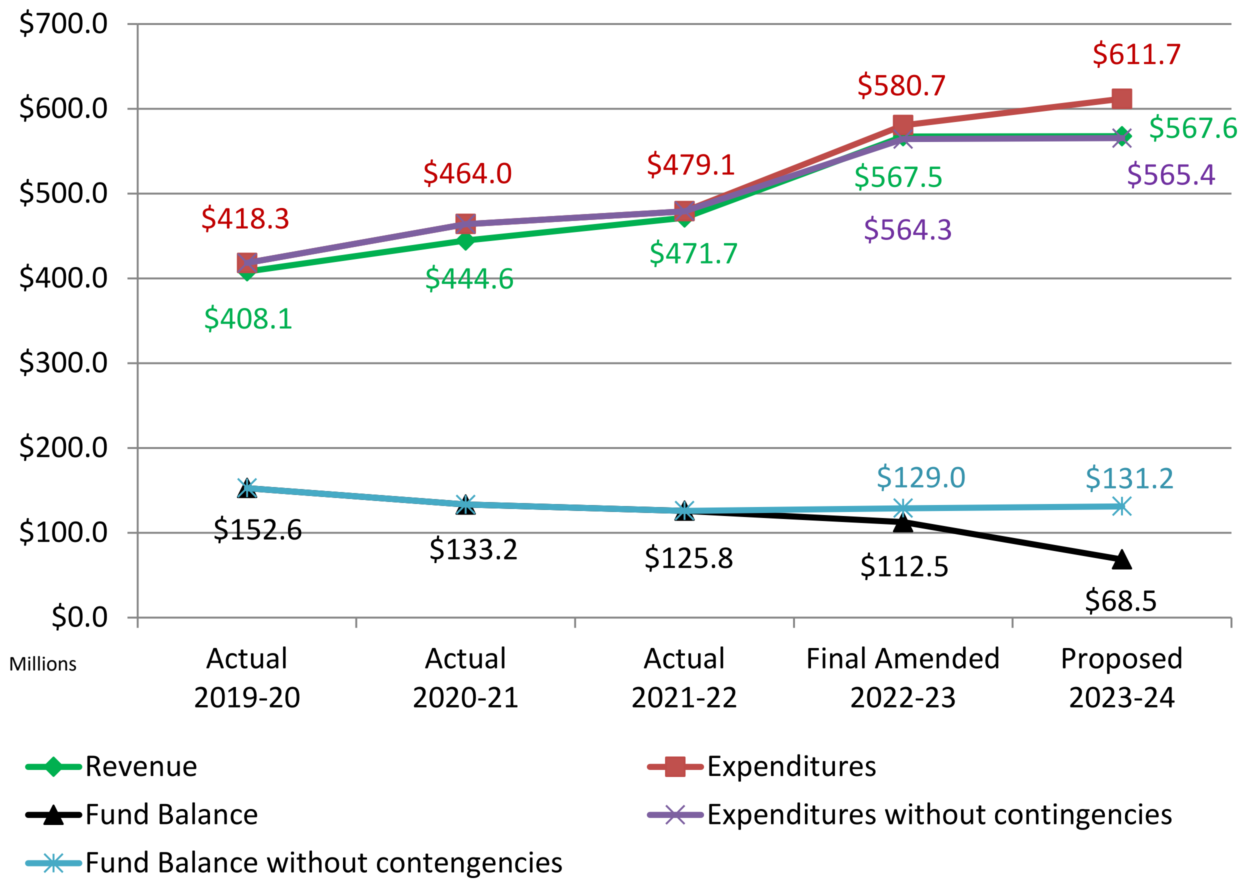
Without Contingencies & Carryovers Fund Balance Details

FUND BALANCE	Actual 2021-22	Final Amended 2022-23	Proposed 2023-24
Nonspendable			
Inventories	$ 1,214,094	$ 1,300,000	$ 1,300,000
Restricted for			
Programs	2,163,807	2,163,807	2,163,807
Committed to			
Contractual Obligations	11,983,489	11,983,489	11,983,489
Economic Stabilization*	27,100,000	29,000,000	29,000,000
Compensated Absences	5,598,476	6,000,000	6,000,000
Retiree Benefits, Actuary	11,501,011	9,949,884	8,684,159
Retiree Benefits, District*	13,346,555	11,546,522	10,077,688
West Jordan Feeder	-	1,500,000	1,500,000
Educator Grants	1,897,791	1,897,791	1,897,791
Assigned to			
Educational Programs*	10,272,943	10,272,943	10,272,943
Personnel*	34,000,000	10,000,000	10,000,000
Unassigned*	6,727,462	33,368,591	38,366,512
Total Fund Balance	$ 125,805,628	$ 128,983,027	$ 131,246,389

* Unrestricted fund balance for the 21-25% calculation

General Fund

Financial Overview



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General Fund

Summary of Functions

Function Name/Examples of Activity

INSTRUCTION

Student classroom costs; teachers, substitutes, textbooks, supplies, etc.

SUPPORT SERVICES

Students

Nurses, psychologists, counselors, Guidance, Planning and Student Services

Instructional Staff

Curriculum, teacher professional development, media centers, testing

District Administration

Board of Education, superintendent, business administrator, administrators of schools, legal services

School Administration

Principals, assistant principals, office staff, registrars, school postage

Business

Accounting, Payroll, Purchasing, liability premiums

Operations and Maintenance

Utilities, Custodial, Maintenance, Central Warehouse, property management

Transportation

Student transportation to and from school, field trips

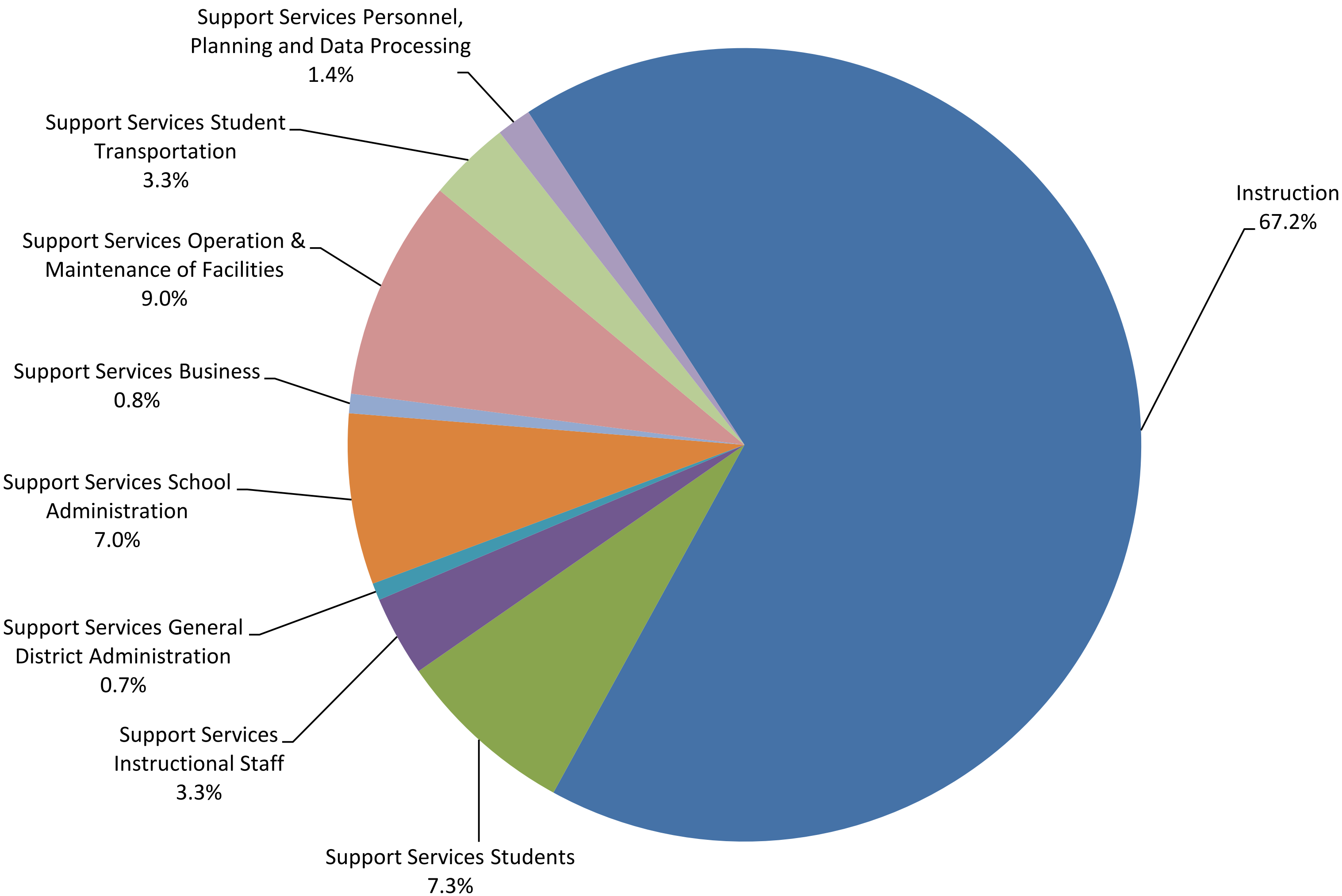
Other Central

Human Resources, Information Systems, Communications, Insurance Services

General Fund

Proposed Expenditures

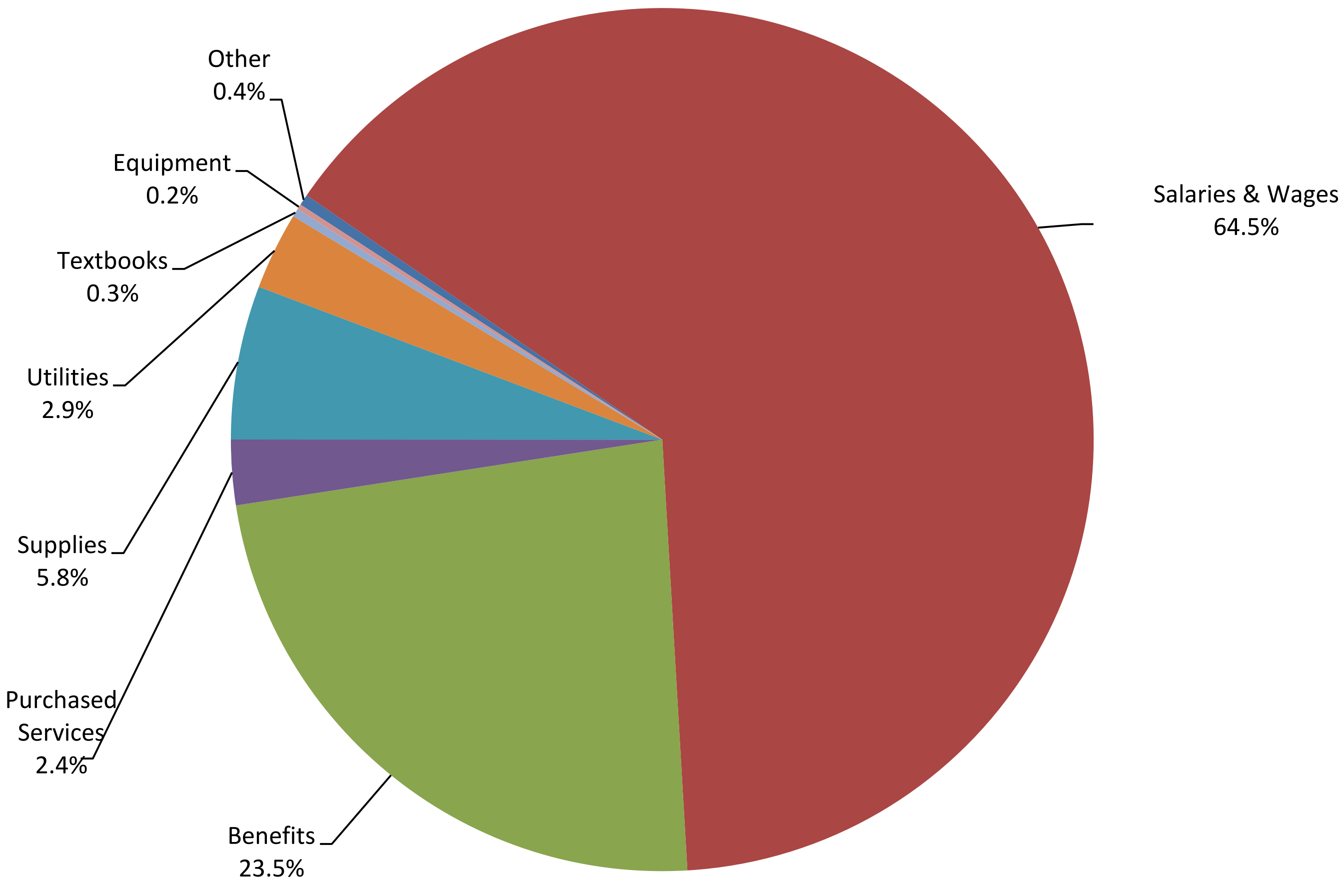
General Fund Budgeted Expenditures by Function



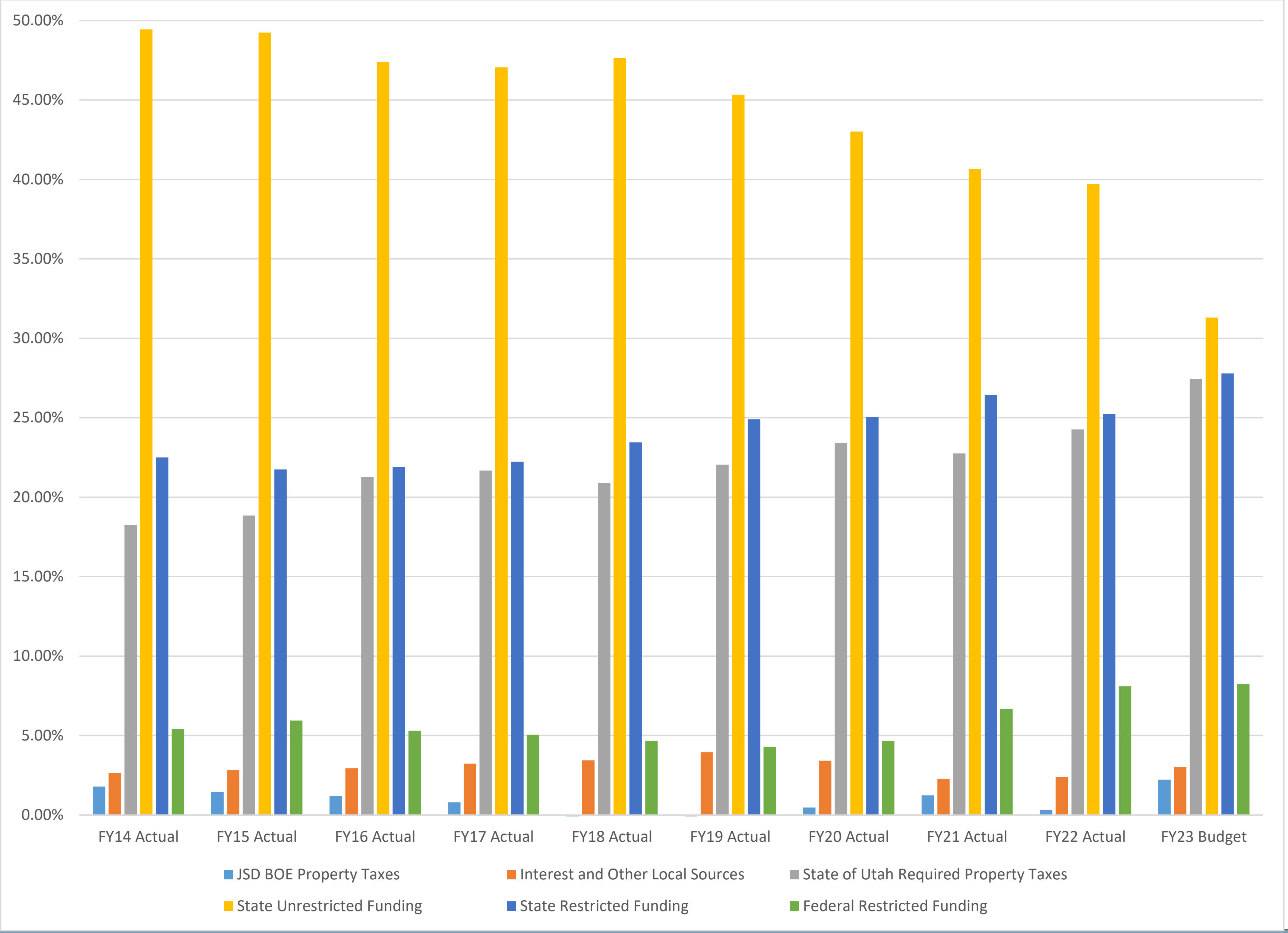
General Fund

Proposed Expenditures

Expenditures by Object



General Fund Revenue Types

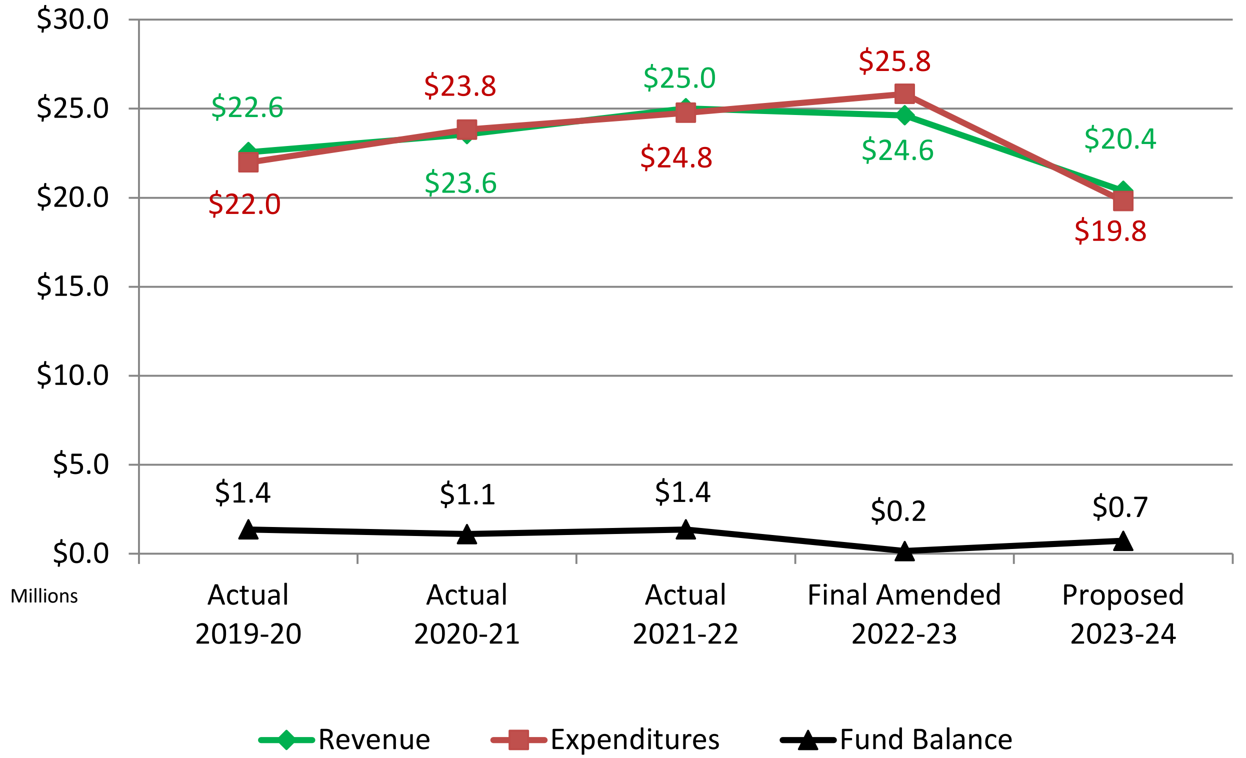


Debt Service Fund

- *Purpose*
  - Mortgage payments for general obligation bond debt

Debt Service Fund

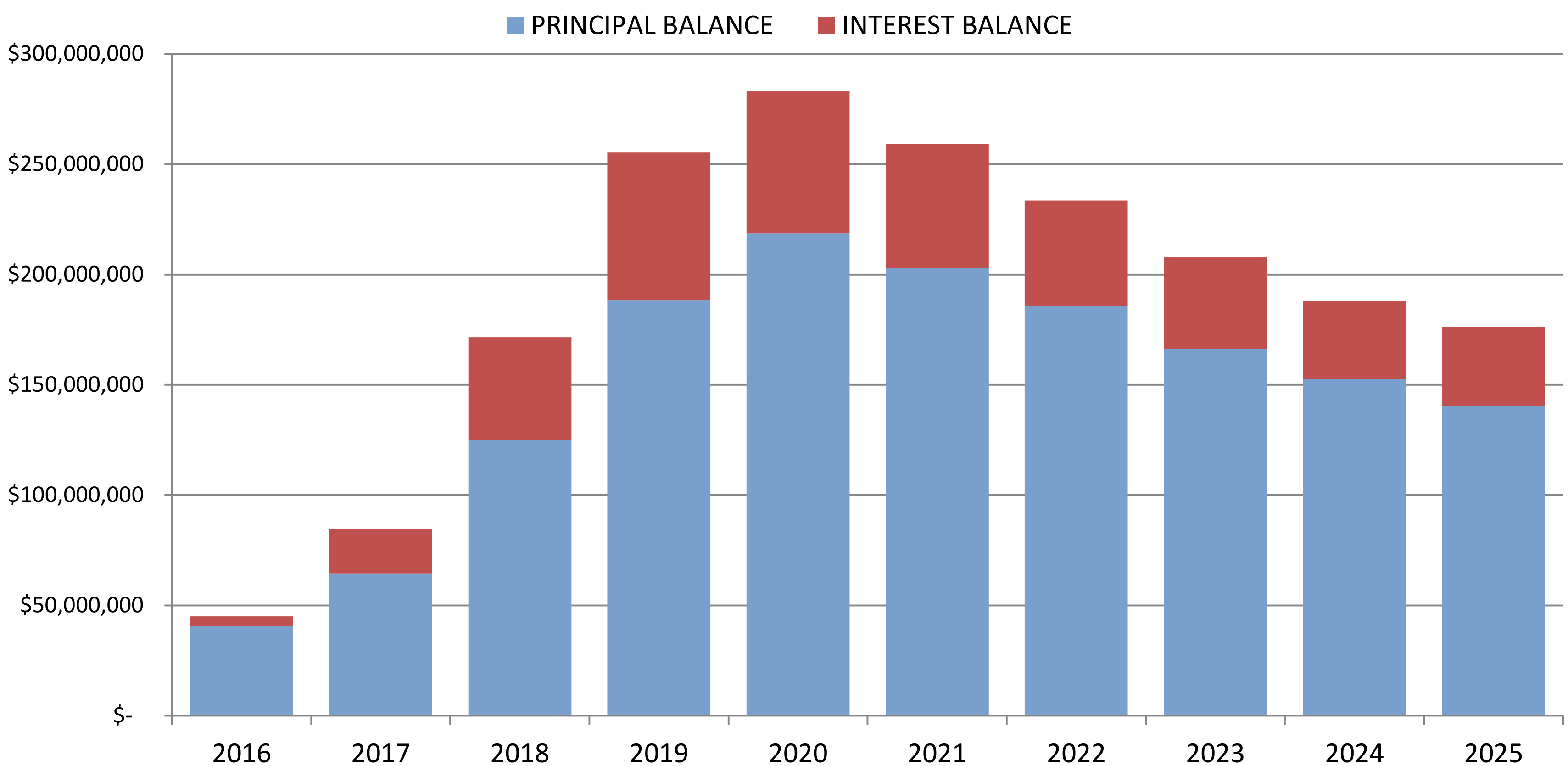
Financial Overview



Note: Fund balance amounts are as of the end of the fiscal year indicated

Debt Service Fund

Outstanding Debt – General Obligation Bonds

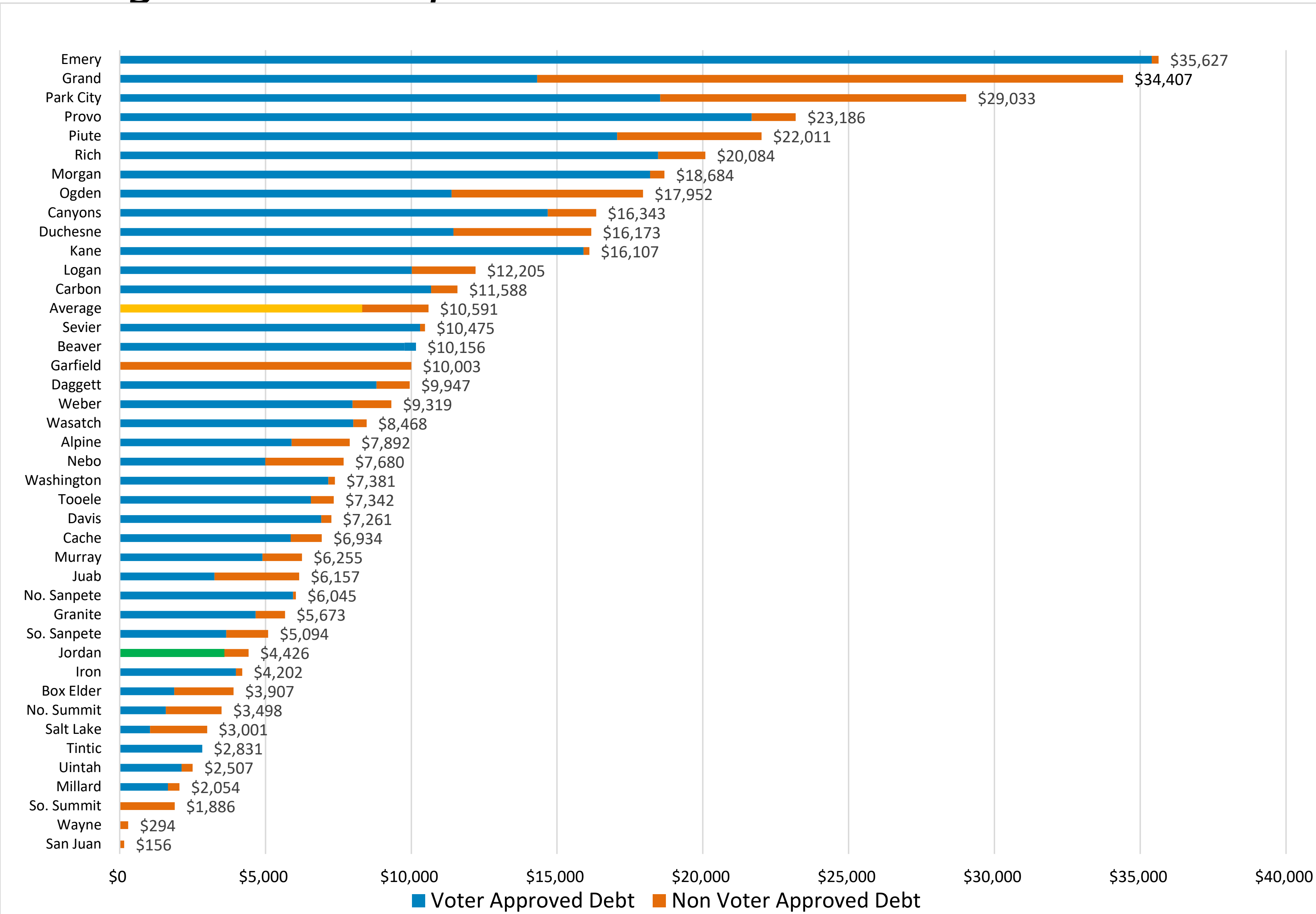


2024 Additional legal debt incurring capacity: $2.3 billion

Note: $65.6 million outstanding Qualified School Construction Bonds and Lease Revenue Bonds are not included above; they are repaid from the Capital Projects Fund and are due June 15, 2027, 2036, & 2039

Long Term Debt per Student

Statewide School Districts – 2021-22 Comparison

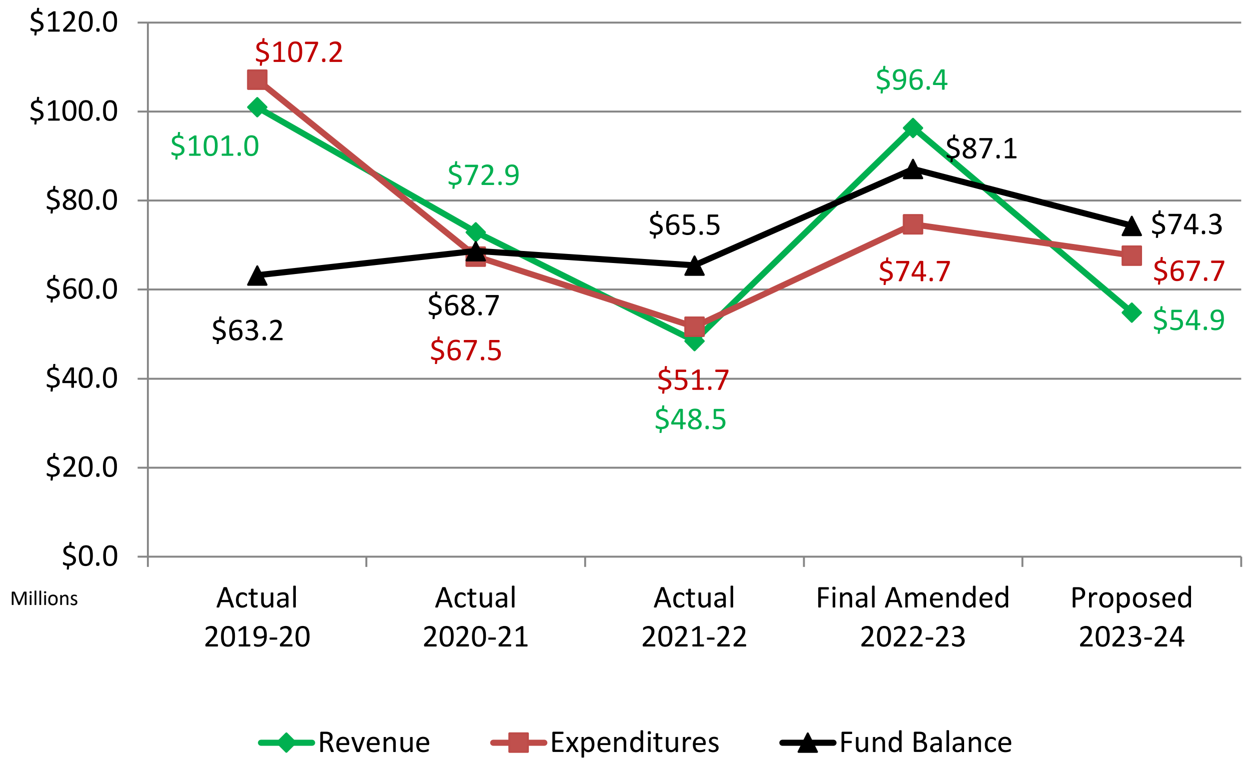


Capital Projects Fund

- *Purpose*
  - Building, remodeling and renovation
  - New construction
  - Equipment purchases
  - Buses
  - Lease revenue bond payments

Capital Projects Fund

Financial Overview



Note: Fund balance amounts are as of the end of the fiscal year indicated

Construction Projects

- Oak Leaf Elementary School opened August 2022
  - Funded with Capital Projects Fund Balance
- Flex School to relieve Ridge View Elementary
  - Funded with Lease Revenue Bonds February 2023
  - Scheduled to open August 2024

Nutrition Services Fund

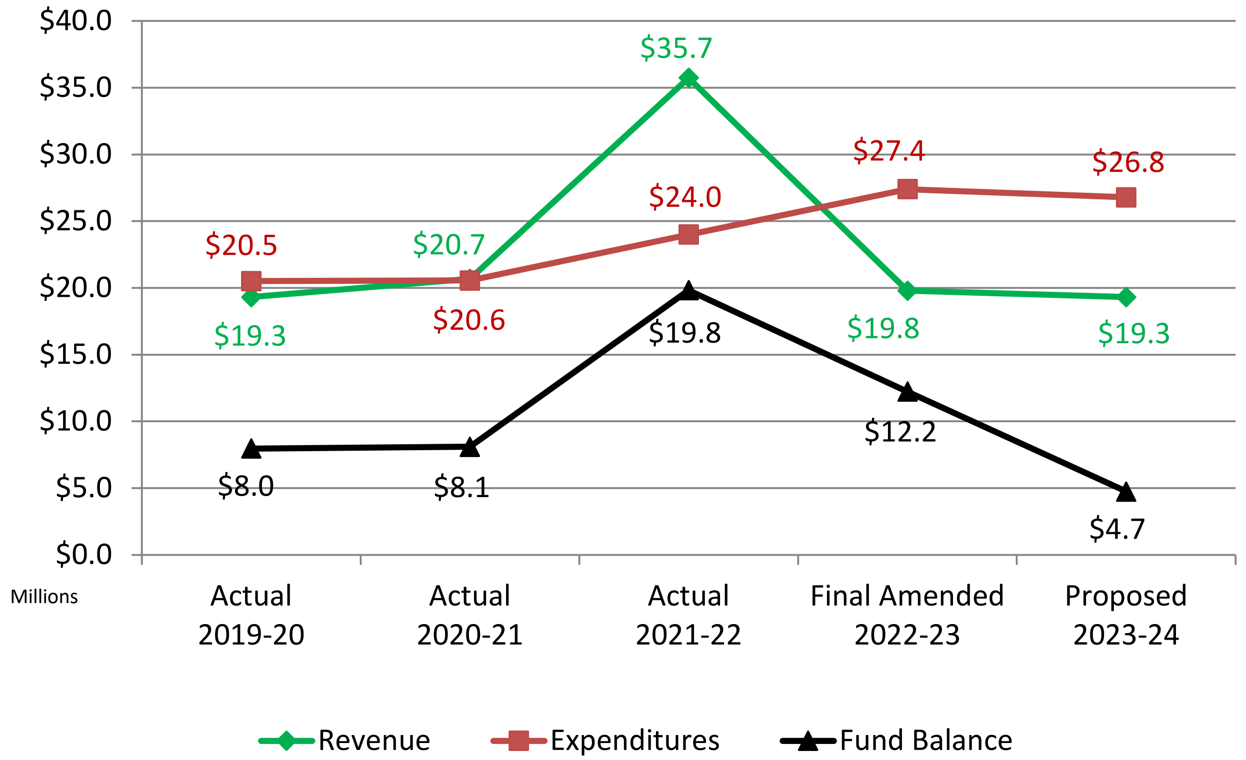
- *Purpose*
  - School lunch and breakfast programs

Note:

1) Local property taxes are not involved in the operation of the Nutrition Services program
2) COVID-19 Federal free lunch program for all students ended FY22. Regular free lunch program resumed in FY23 for qualifying students
3) Last time meal prices were increased was 2009-10
4) Meal price increases for 2023-24 are as follows:

	2022-23	2023-24	Change From Prior Year
Lunch			
Elementary	$ 1.75	$ 2.00	$ 0.25
Secondary	2.00	2.25	0.25
Reduced Price	0.40	0.40	-
Adult	3.30	4.10	0.80
Breakfast			
Elementary	0.80	1.05	0.25
Secondary	1.00	1.25	0.25
Reduced Price	0.30	0.30	-
Adult	2.00	2.50	0.50

Nutrition Services Fund



Note: Fund balance amounts are as of the end of the fiscal year indicated

Self-Insurance Fund

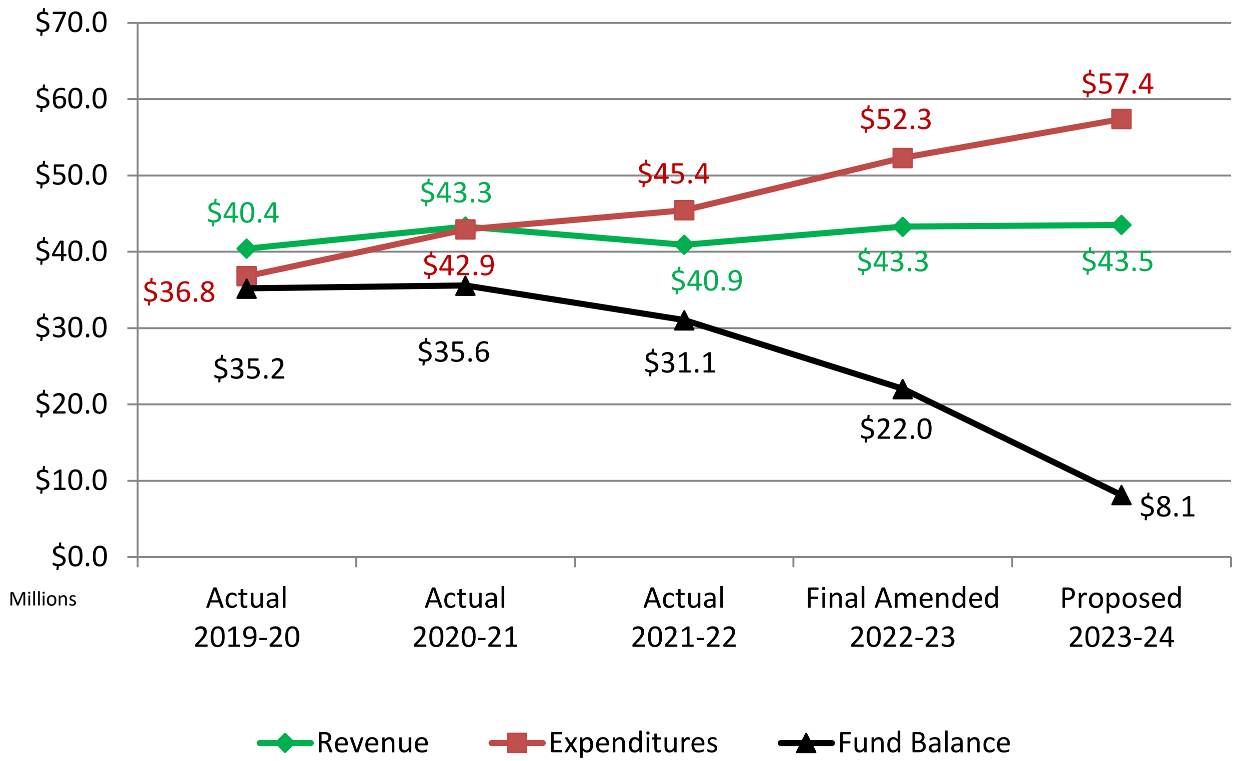
- *Purpose*
  - Health and Accident
  - Workers' Compensation
  - Disability
  - Life Insurance

Note:

1) No premium increase for the 2023-24 fiscal year
2) Last premium increase was for the 2015-16 fiscal year

Self-Insurance Fund

Financial Overview



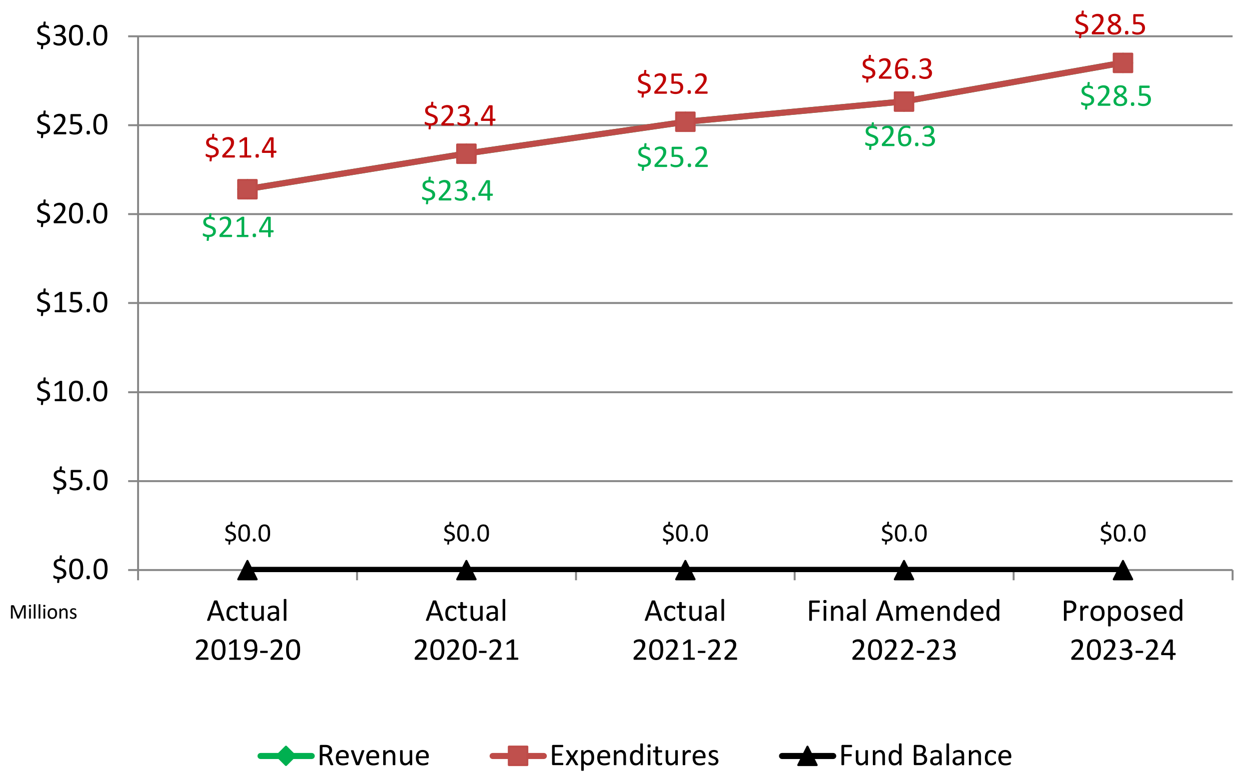
Note: Fund balance amounts are as of the end of the fiscal year indicated

Pass-Through Taxes Fund

- *Purpose*
  - Tax increment sent to municipalities is shown as both revenue and expenditure
  - Contributions to the Charter School Local Replacement Fund is shown as both revenue and expenditure

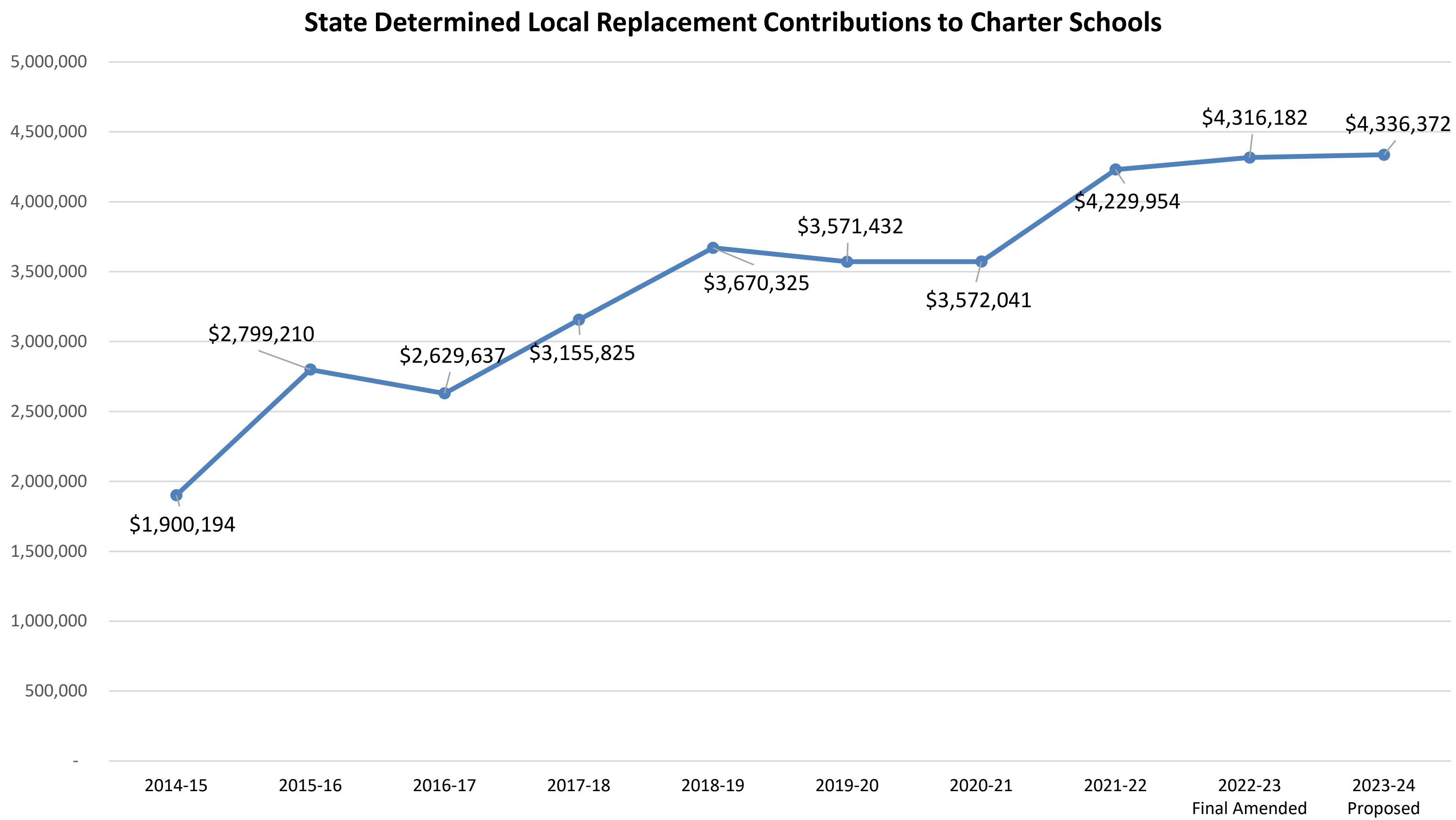
Pass-Through Taxes Fund

Financial Overview



Note: Tax revenues collected are transferred to other governmental agencies; therefore, the fund balance will always be zero.

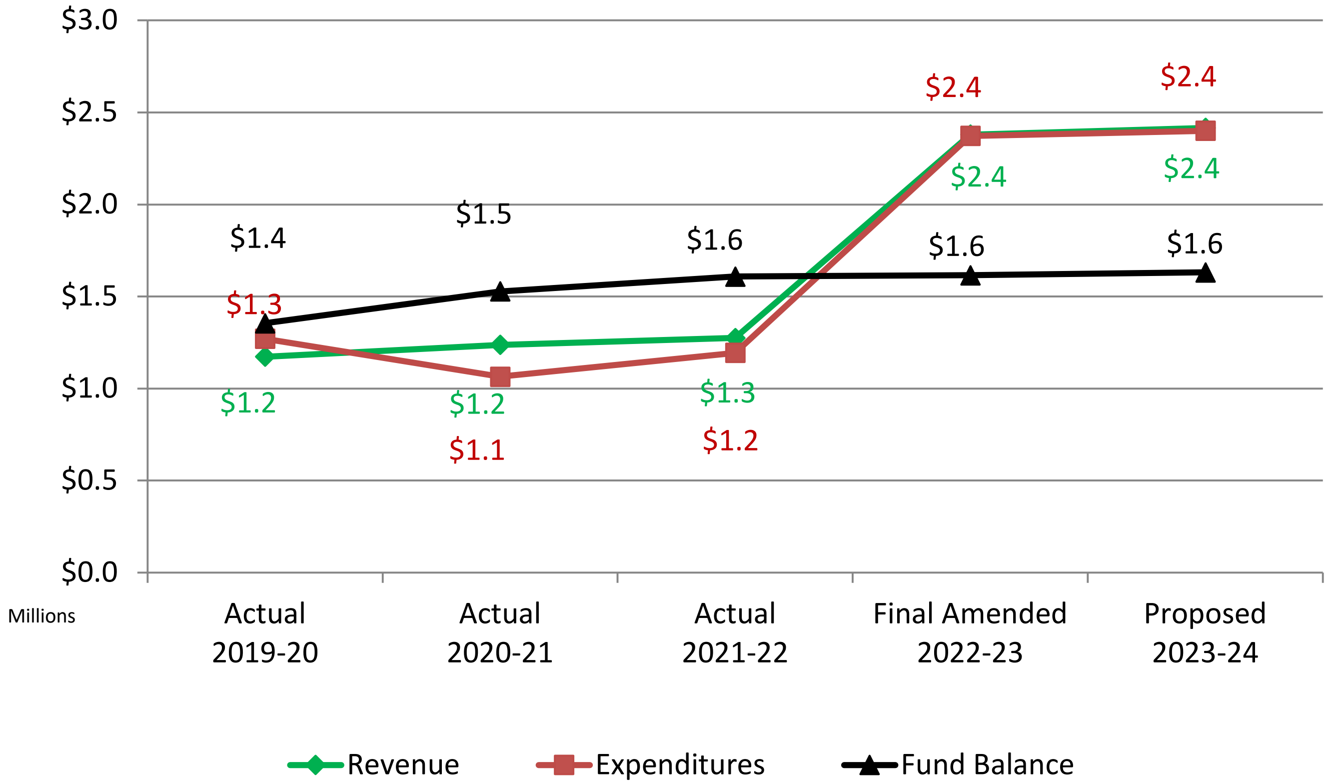
Pass-Through Taxes Fund



Jordan Education Foundation Fund

- Purpose
  - Support the mission and vision of Jordan School District
  - Community outreach to spread the word about the positive things happening within Jordan School District

Jordan Education Foundation Fund

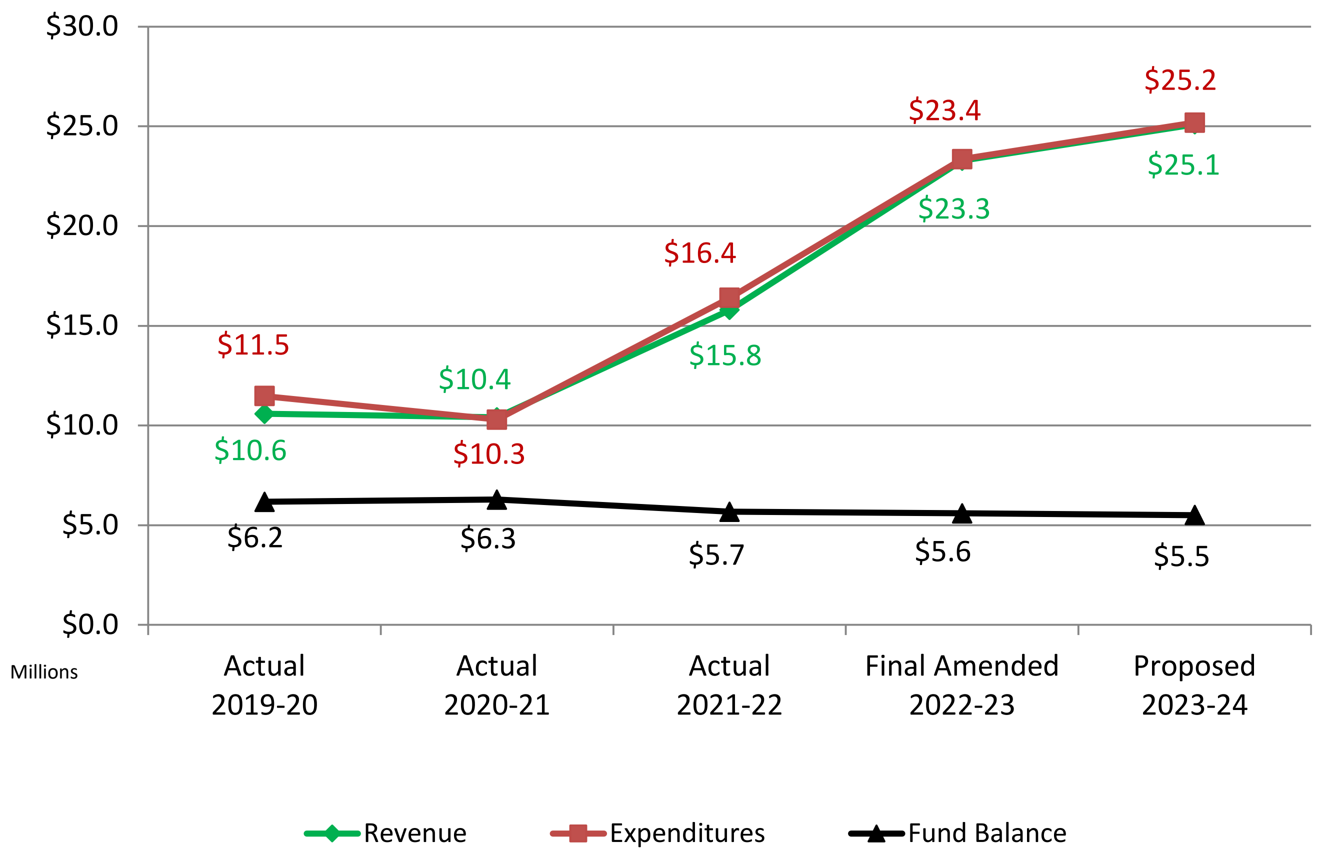


Note: Fund balance amounts are as of the end of the fiscal year indicated

Student Activities Fund

- Purpose
  - Student Fees
  - Student Activities
  - School Donations
  - School Fundraisers
  - Extracurricular Activities

Student Activities Fund



Note: Fund balance amounts are as of the end of the fiscal year indicated

Tax Rates

- The proposed 2023-24 tax rate reflects a certified tax rate with Jordan School District plus new growth along with a proposed Board Local Levy increase sufficient to raise an additional $X.X million.

- The actual tax rate for 2023-24 is still undetermined pending Board action and because the State Basic Levy is still being calculated by Salt Lake County and the State Tax Commission.

Certified Tax Rate

All existing values X Certified Tax Rate = Previous Revenue

If overall values are reassessed up, certified tax rate declines to yield the same tax proceeds from the prior year (aka Revenue Neutrality).

The previous year revenue is not increased due to inflation.

New construction increases current year revenue.

The state basic levy is set to yield what the legislature determined, and therefore is considered a certified tax rate.

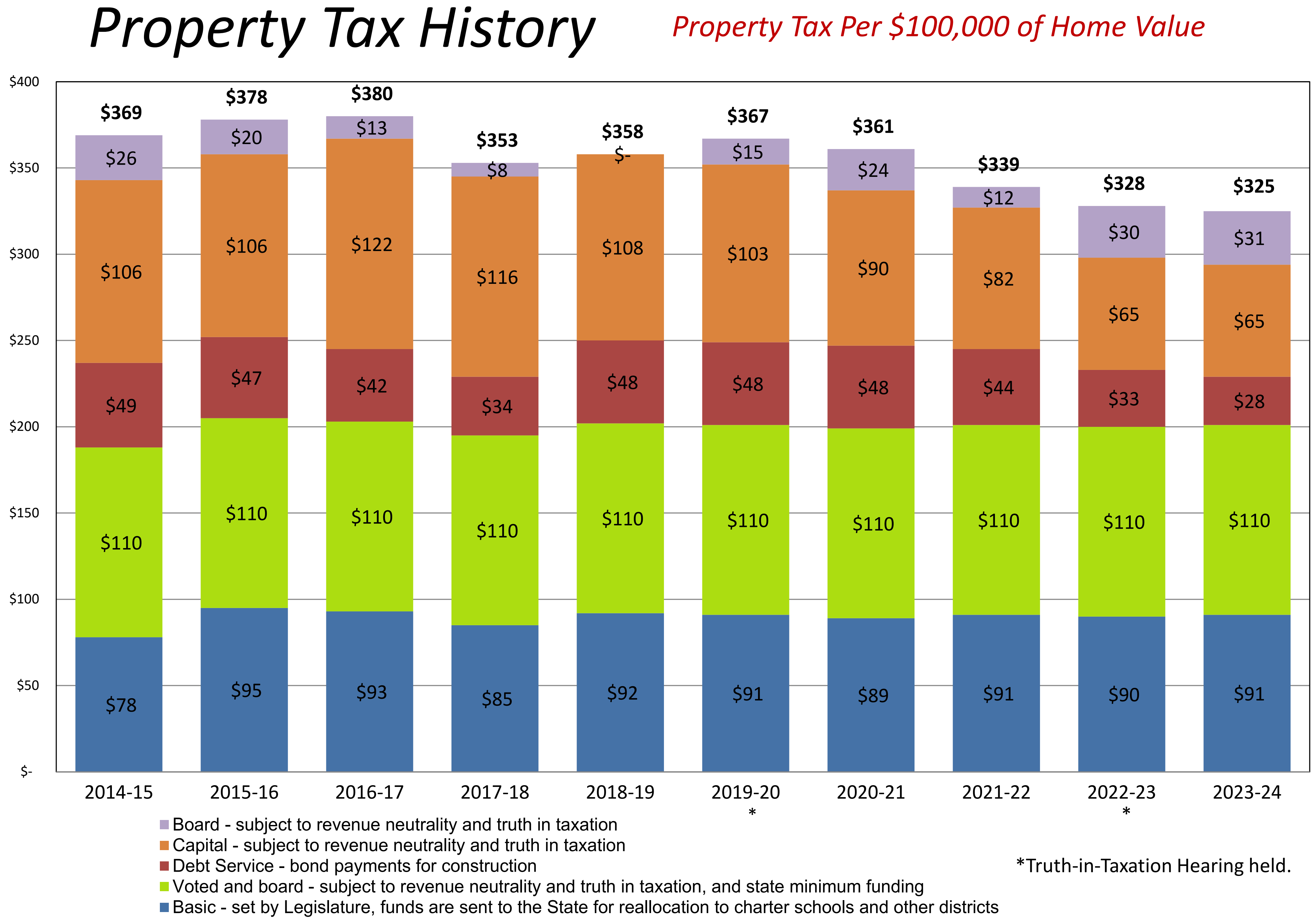
The debt levy is set to pay for the debt approved by voters and is not part of the certified tax calculation.

Tax Rates Without Tax Increase

Description	Actual 2019-20	Actual 2020-21	Actual 2021-22	Actual 2022-23	Proposed 2023-24 *	Change from Prior Year
General Fund						
Basic Program (set by Legislature)	0.001661	0.001628	0.001661	0.001652	0.001652	0.000000
Voted Local Levy	0.001600	0.001571	0.001600	0.001600	0.001600	0.000000
Board Local Levy	0.000675	0.000868	0.000617	0.000946	0.000964	0.000018
Capital Projects Fund						
Capital Local Levy	0.001874	0.001634	0.001486	0.001179	0.001187	0.000008
Debt Service Fund						
General Obligation Debt	0.000866	0.000866	0.000804	0.000591	0.000504	(0.000087)
TOTAL	0.006676	0.006567	0.006168	0.005968	0.005907	(0.000061)

* New tax rates have not been calculated by the Utah State Tax Commission and Salt Lake County Auditor at the time of this publication

Property Tax History

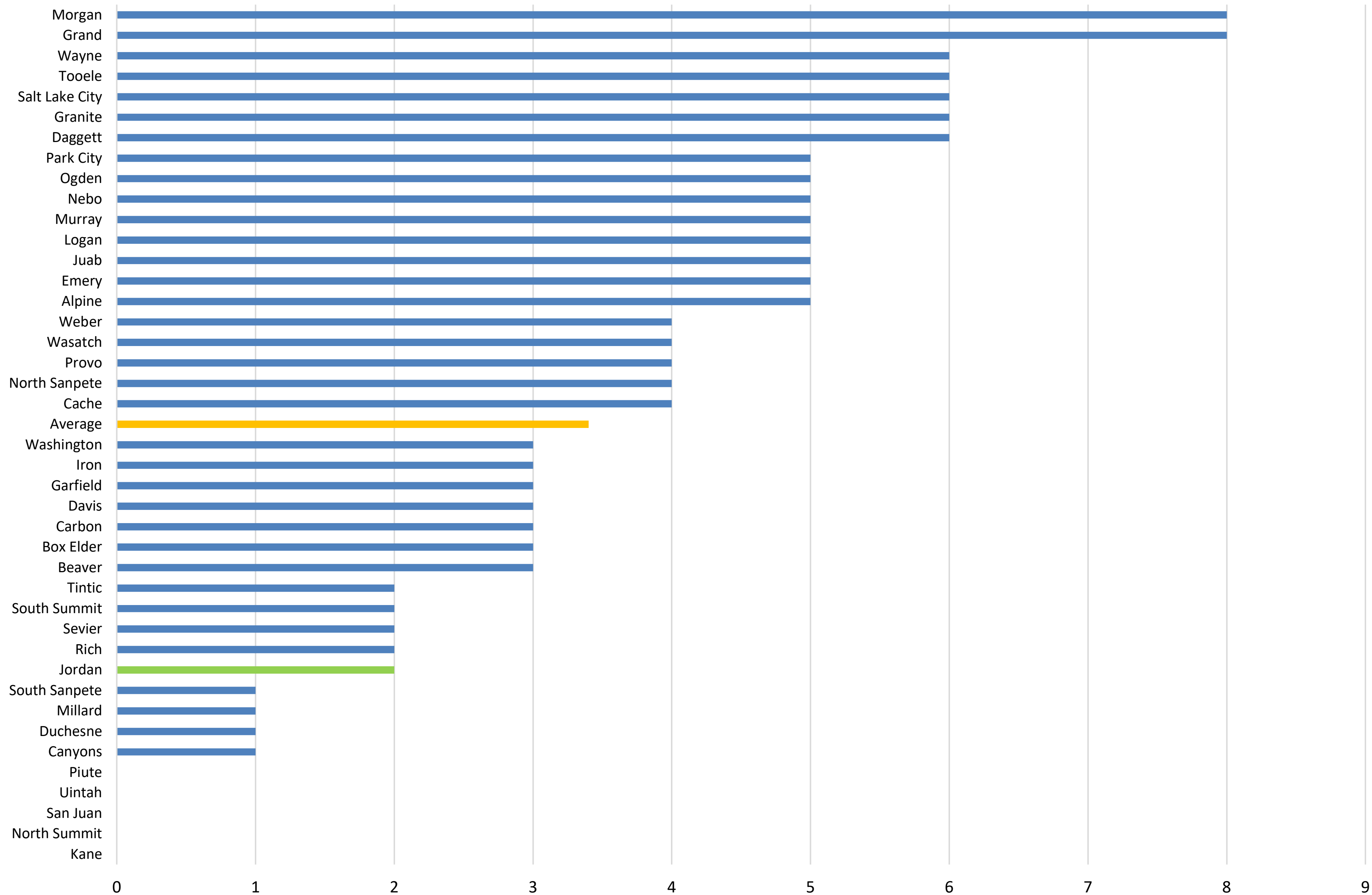


Truth-in-Taxation Hearing

A Truth-in-Taxation hearing is scheduled this year at West Jordan High School, on August 1, 2023 at 6:00 P.M.

Number of Truth-in-Taxation Hearings

(2013-2022)



Tax Impact

Additional Tax Revenue	Estimated Tax Increase	Estimated Average* Home Tax Increase	Estimated Per $100,000 Home Value Tax Increase	Change In Rate
$ 6,500,000	3.99%	$ 53	$ 9	0.000165
6,000,000	3.68%	49	8	0.000153
5,500,000	3.37%	45	8	0.000140
5,000,000	3.07%	41	7	0.000127
4,500,000	2.76%	37	6	0.000115
4,000,000	2.45%	33	6	0.000102
3,500,000	2.15%	29	5	0.000089
3,000,000	1.84%	24	4	0.000076
2,500,000	1.53%	20	4	0.000064
2,000,000	1.23%	16	3	0.000051
1,500,000	0.92%	12	2	0.000038

* Assumed average home value of $582,300

Tax Impact

Tax Year	Average Home Value	* State's Basic Levy	JSD	Charter	Total
		0.001652	0.004215	0.000101	0.005968
2022 Actual	$ 585,900	$ 532	$ 1,358	$ 33	$ 1,923
		0.001652	0.004152	0.000103	0.005907
2023 w/o TNT	$ 582,300	$ 529	$ 1,330	$ 33	$ 1,892
		0.001652	0.004254	0.000103	0.006009
2023 w/ TNT	$ 582,300	$ 529	$ 1,363	$ 33	$ 1,925
		0.001400	0.004152	0.000103	0.005655
2023 w/o TNT	$ 582,300	$ 448	$ 1,330	$ 33	$ 1,811
		0.001400	0.004254	0.000103	0.005757
2023 w/ TNT	$ 582,300	$ 448	$ 1,363	$ 33	$ 1,844

* 2023 State Basic Levy is still undetermined
Assumes a $4,000,000 tax increase

Tax Rates With Tax Increase

Description	Actual 2019-20	Actual 2020-21	Actual 2021-22	Actual 2022-23	Proposed 2023-24 *	Change from Prior Year
General Fund						
Basic Program (set by Legislature)	0.001661	0.001628	0.001661	0.001652	0.001652	0.000000
Voted Local Levy	0.001600	0.001571	0.001600	0.001600	0.001600	0.000000
Board Local Levy	0.000675	0.000868	0.000617	0.000946	0.001066	0.000120
Capital Projects Fund						
Capital Local Levy	0.001874	0.001634	0.001486	0.001179	0.001187	0.000008
Debt Service Fund						
General Obligation Debt	0.000866	0.000866	0.000804	0.000591	0.000504	(0.000087)
TOTAL	0.006676	0.006567	0.006168	0.005968	0.006009	0.000041

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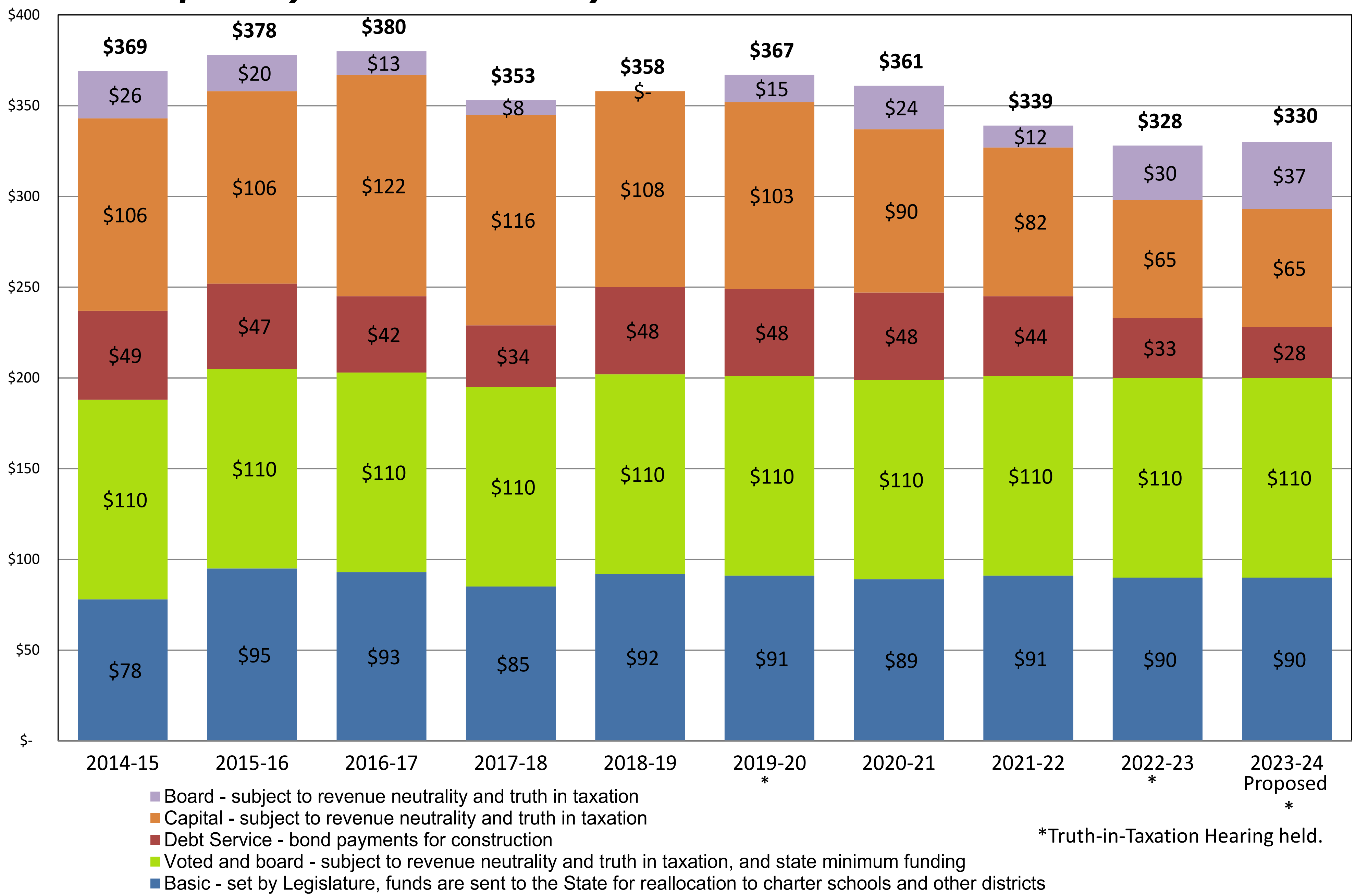
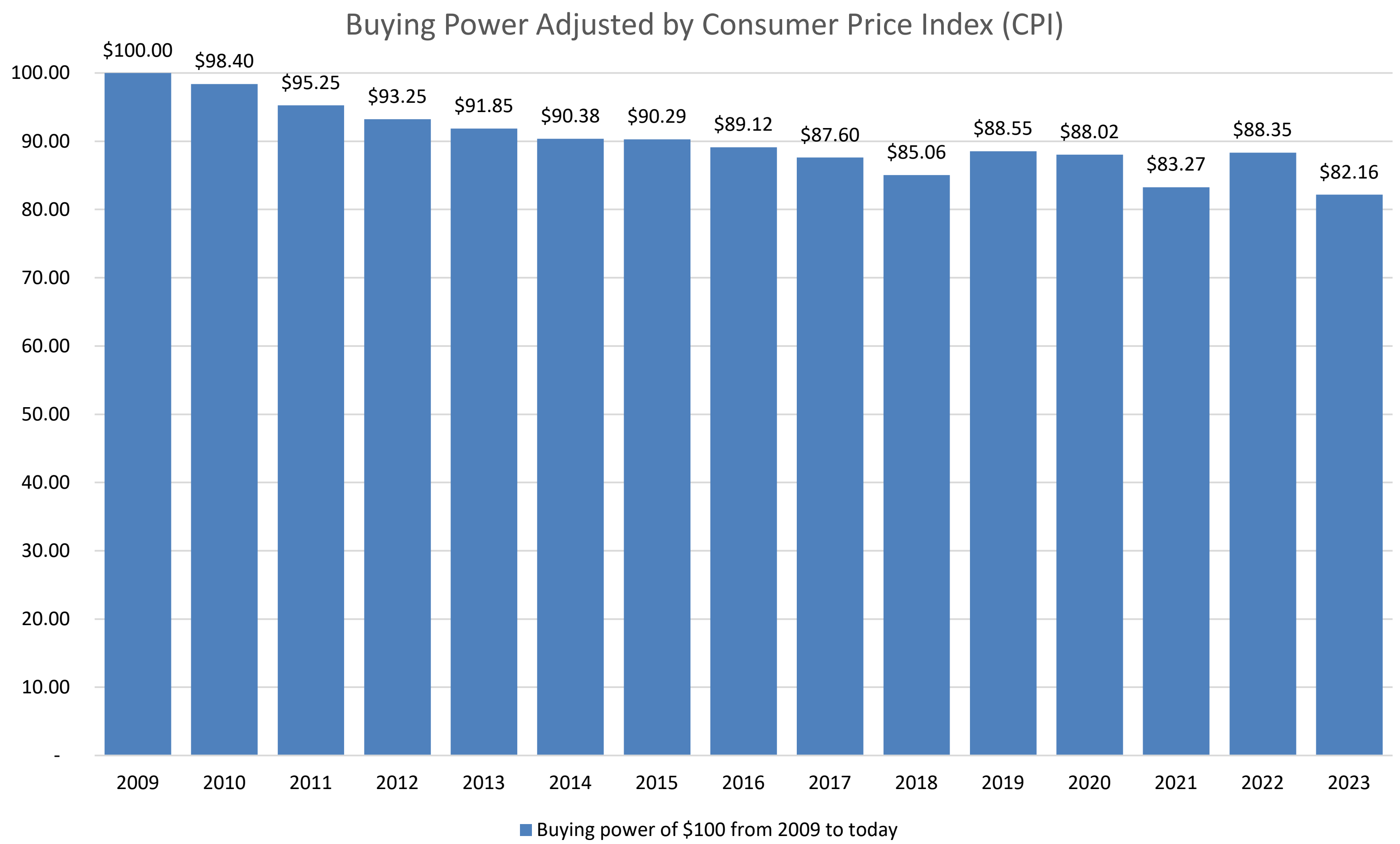
Property Tax History

Property Tax Per $100,000 of Home Value



No Inflation Factor, Without Tax Increase



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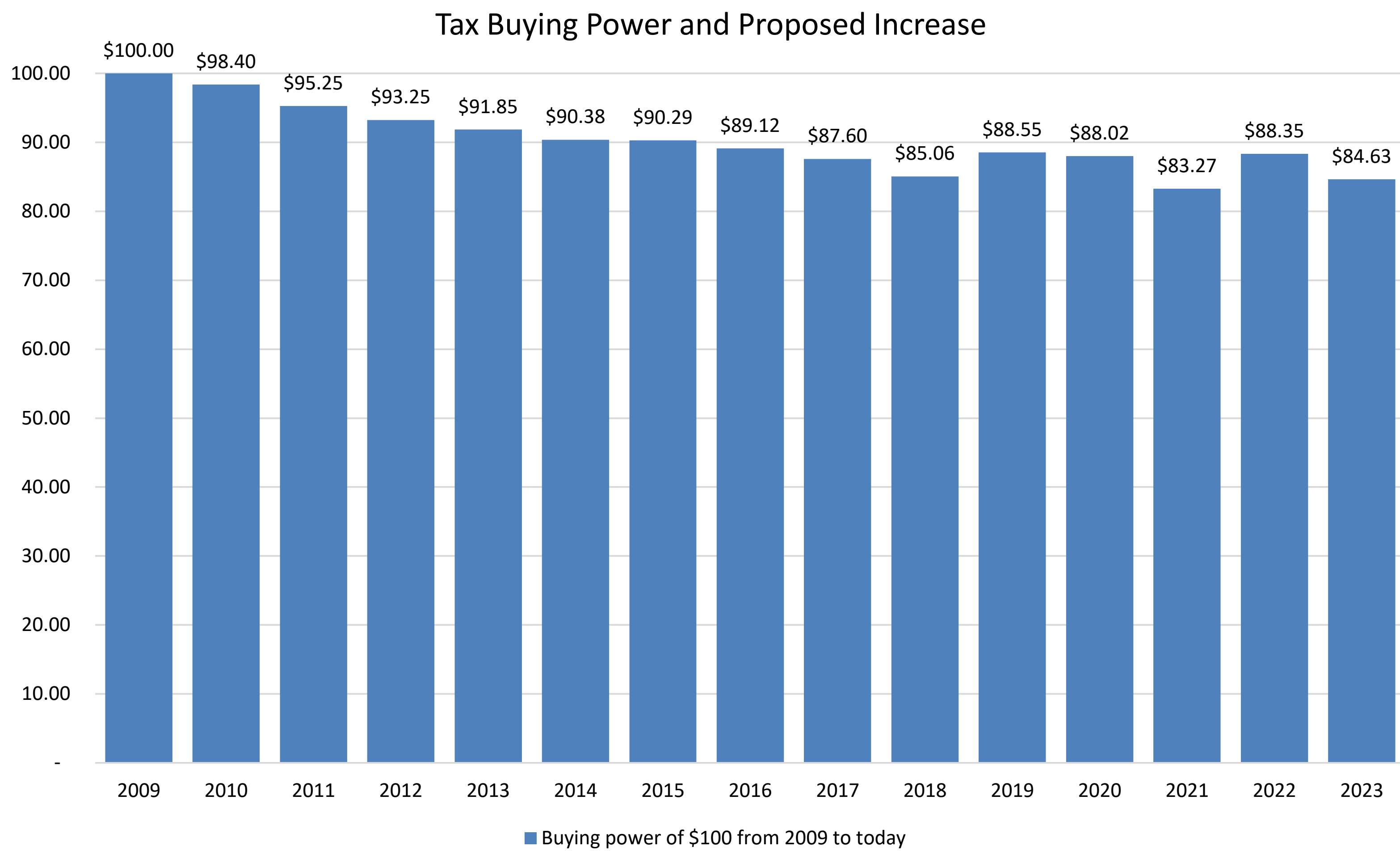
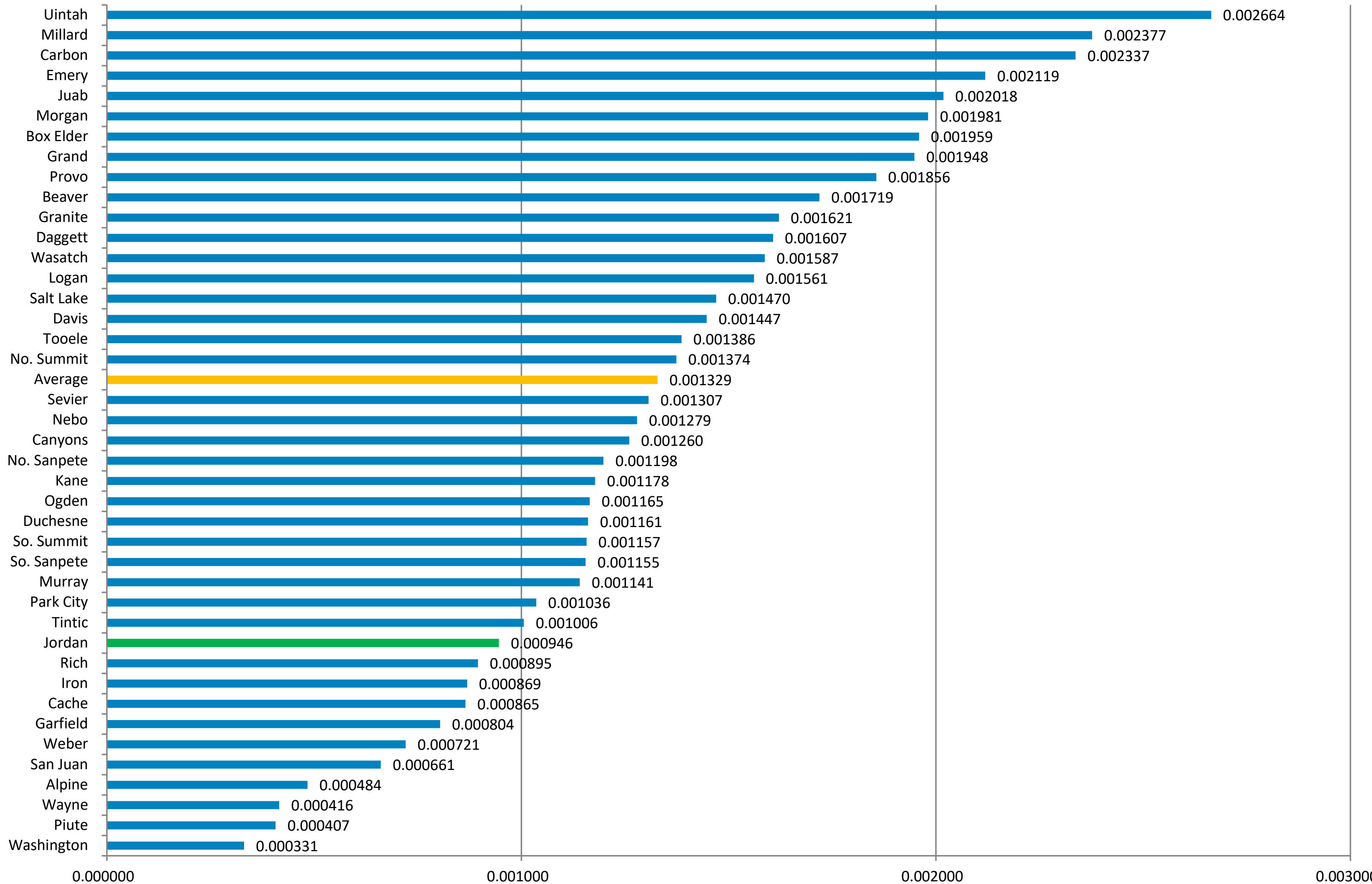
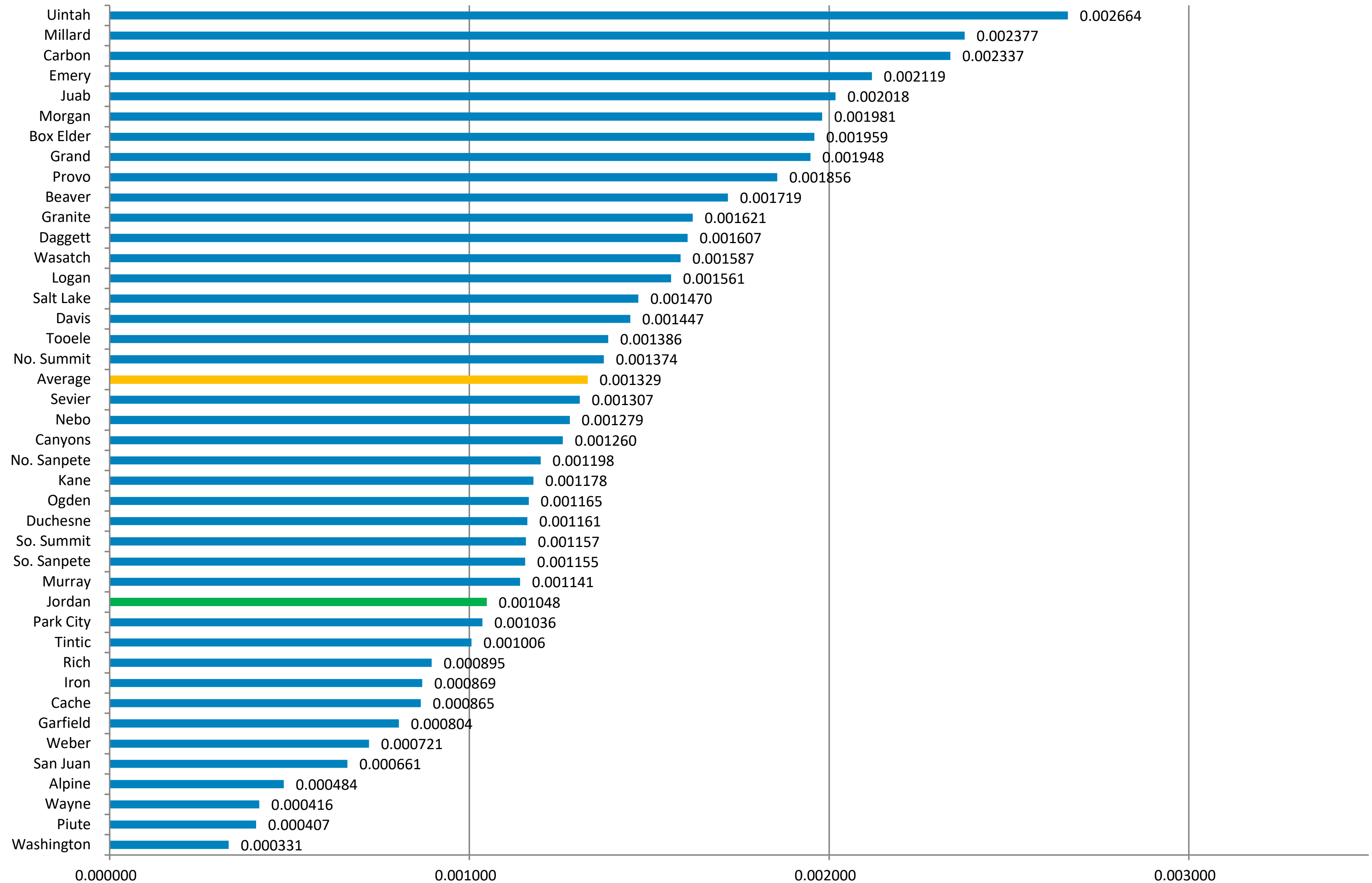


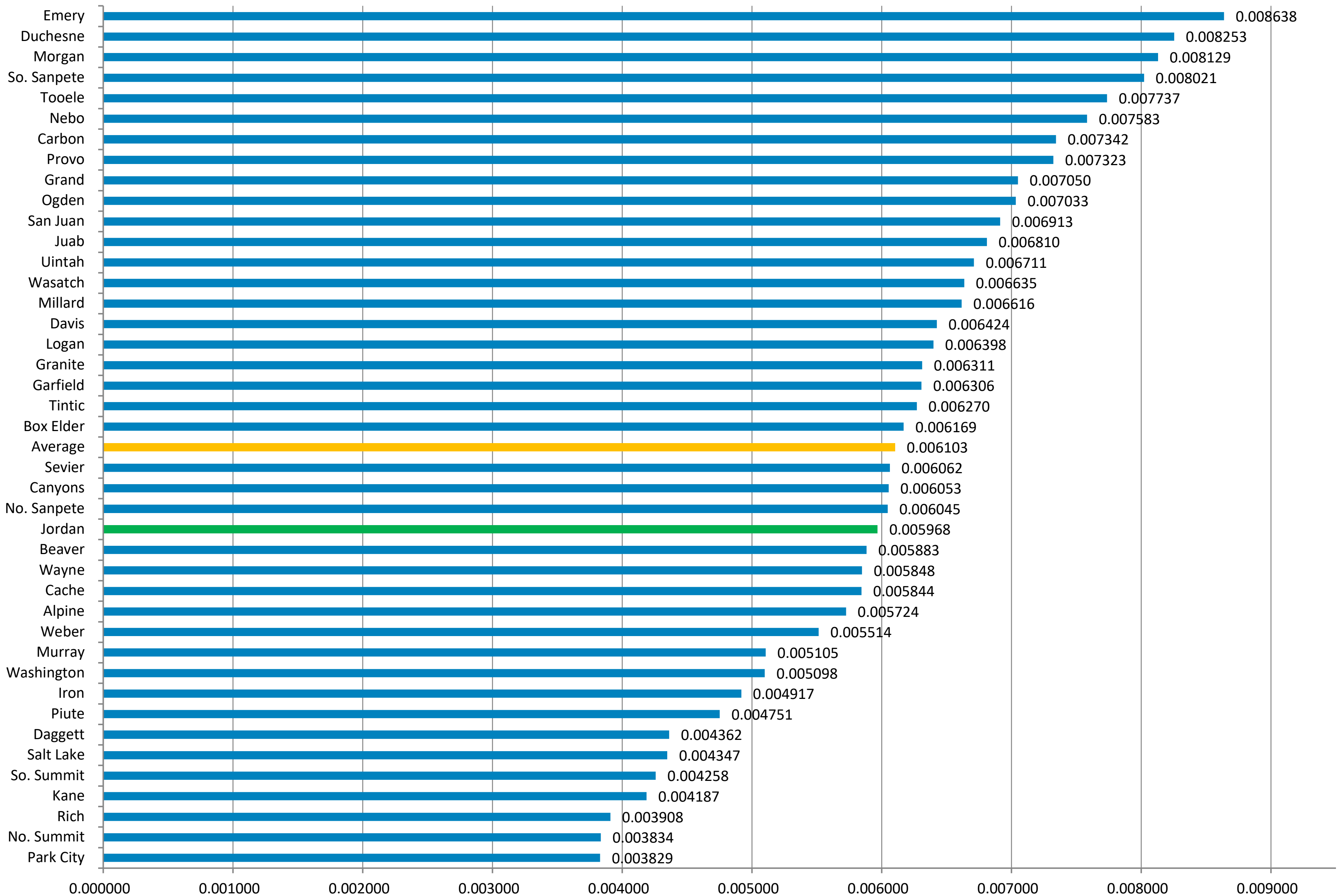
Current Board Tax Rate



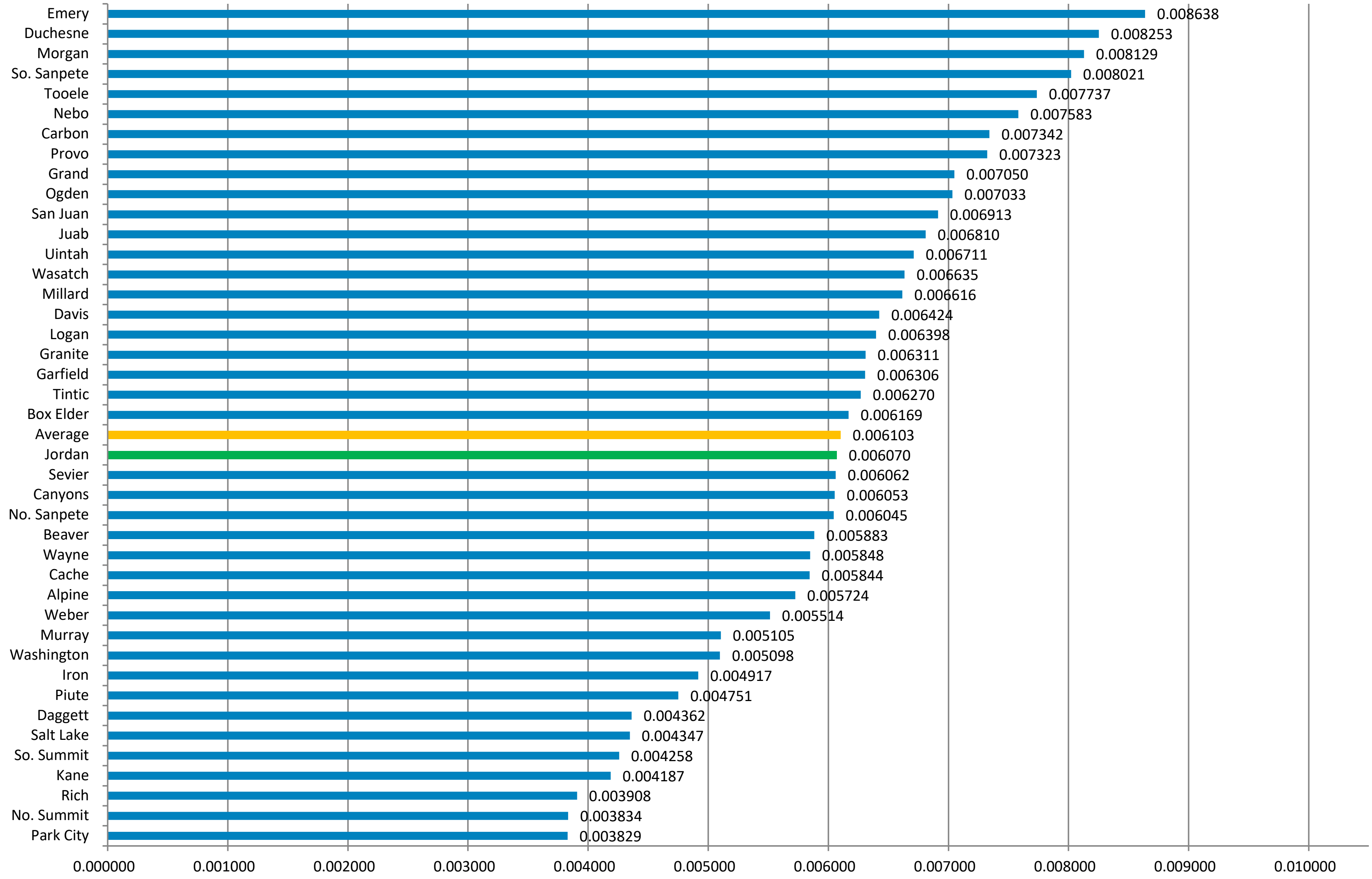
Proposed Board Tax Rate (Assumes Only Jordan Changes Rate)



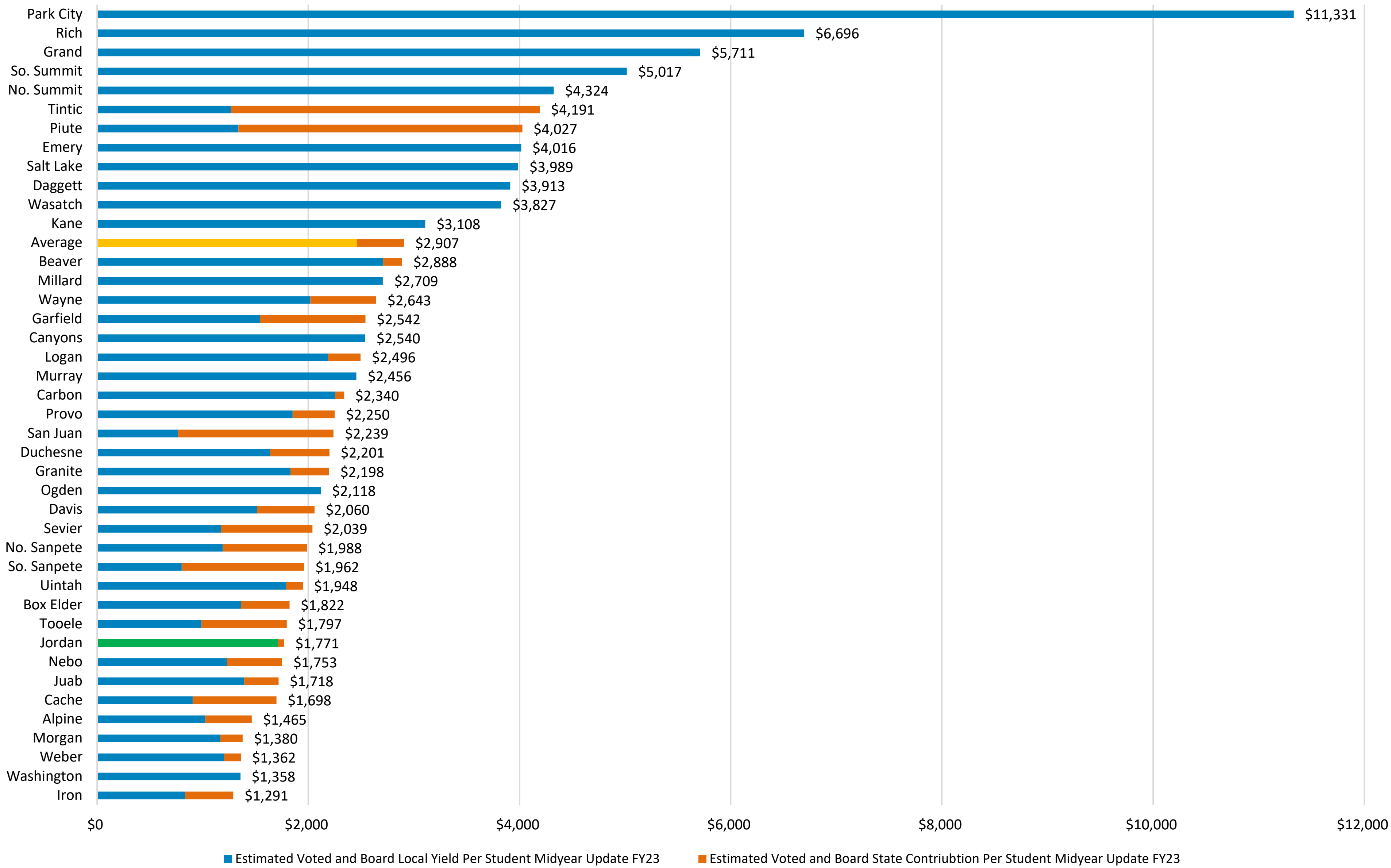
Current Total Tax Rate



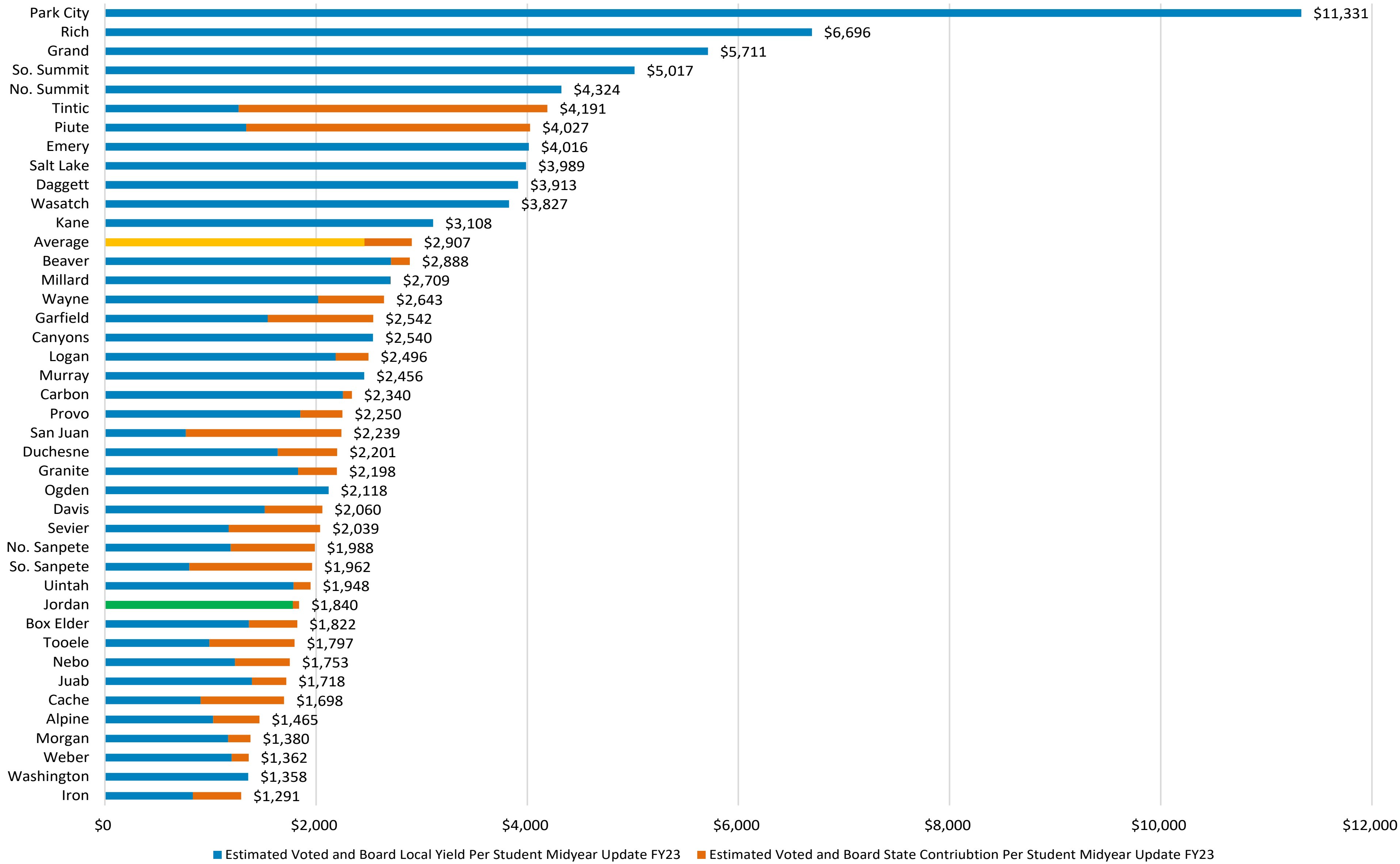
Proposed Total Tax Rate (Assumes Only Jordan Changes Rate)



Operational Yield



Operational Yield (Assumes Only Jordan Changes Rate)



Board Action

1. Adopt the 2022-23 final amended budget.
2. Adopt the 2023-24 proposed budget.
3. Authorize a Truth-in-Taxation hearing to set the property tax rates as follows:
   a. Basic School Levy – the certified tax rate (as set by the Legislature)
   b. Board/Voted Levies – a combined rate to yield an additional $X.X million above the certified tax rate yield
   c. Debt Service Levy – sufficient to cover debt payments
   d. Capital Local Levy – the certified tax rate
4. Authorize any budget adjustments necessary to reflect funds received from the Certified Tax Rate and the Truth-in-Taxation hearing
5. Formally remove commitment of funds for educator grants

Questions?