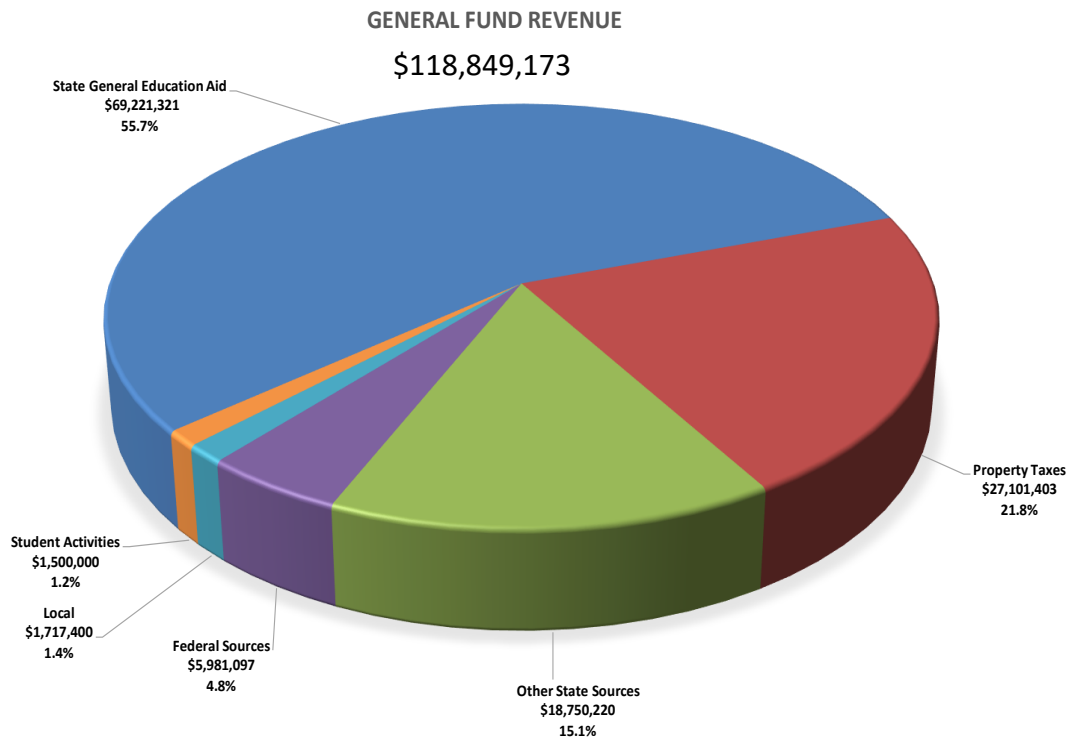




FY 23-24 Budget Assumptions

The School Board’s Executive Limitation 2.5.2 reads “There will be no financial plan that neglects to present the assumptions and timeline for the next annual budget during the third quarter of the current fiscal year.” The assumptions reflect both revenue sources and expenditures for the General Fund budget.

1. General Fund Revenues:

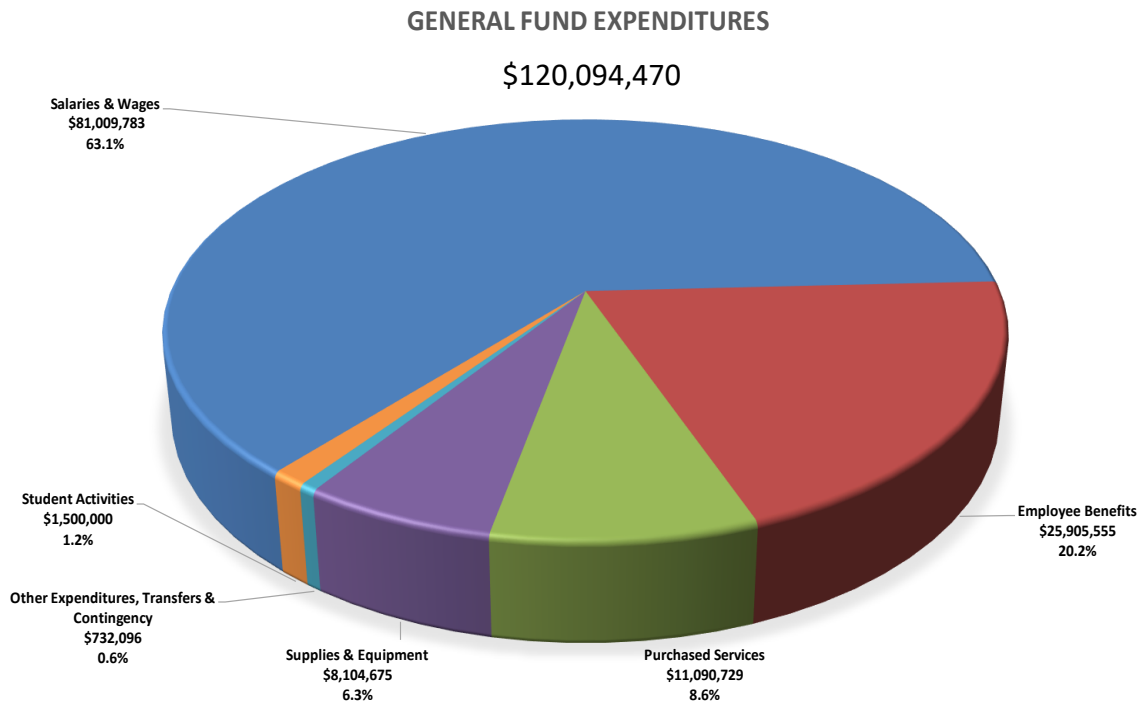


- a. State Basic General Education Aid
 - Financial model includes an increase of 3.0%
 - 2023 legislative session funding **is remains** unknown
- b. Property Taxes
 - Tax levy approved by the board in December 2022
- c. Other State Sources (Special education cross subsidy, basic skills, and other categorical aids)
 - No assumed changes
- d. Federal Sources (Grants)
 - Utilizing \$1,000,000 of ESSER Funding for supplanting
- e. Local Sources (Tuition, Fees, Admissions, Interest, Donations)
 - Assuming an increase in investment earnings

2. Estimated Enrollment

- a. October 1, 2023 Kindergarten-12th grade total estimated enrollment of 8,923 or an 89 student increase from October 1, 2022.
 - Includes projected 653 kindergarten students.
 - EP Online enrollment of 500, which represents a 33% increase from October 1, 2022

3. Expenditures:



a. Salary and Benefits

- Account for 87% of General Fund expenditures
- Negotiation parameters established for unsettled union contracts:
 1. Eden Prairie Education Association (EPEA), Transportation, Building Services, expiring June 30, 2023 – General Fund
 2. Food Service, expiring June 30, 2023 – Food Service Fund
 3. Preschool Teachers, expired June 30, 2022 – Community Education Fund

b. Purchased Services, Supplies and Equipment

- 10.0% increase for utilities (Electricity, natural gas, water/sewer, etc.)
- ~~5.0%~~ 8.0% increase for fiscal costs (Property insurance, legal costs, etc.)
- 5.0% increase for general and instructional supplies
- 5.0% increase for Site and department budgets

4. **Teacher Retirements**

- a. Assuming a conservative 5 teacher retirements at the end of this fiscal year, financial savings would occur next year.

5. **Solar Power**

- a. Assuming \$100,000 of bill credits due to generation of renewable energy
- b. The district has 22 solar arrays operational with 2 additional being added in 2023, generating the equivalent of 19% of our electricity usage.
- c. The district also subscribes to 3 community solar gardens generating the equivalent of 67% of our electricity usage.

6. **Classroom teacher staffing** according to estimated enrollment and class size targets

Grade	Target
Kindergarten	20.0
Grade 1	20.0
Grade 2	22.0
Grade 3	25.0
Grade 4	25.0
Grade 5	26.0
Grade 6	28.0
Grades 7-8	31.0
Grades 9-12	31.5

Proposing a decrease from a target of 24 to 22

Proposing a decrease from a target of 27 to 26

Proposing a decrease from a target of 30 to 28

*Class sizes may vary depending upon specific enrollment.

7. **District Fees**

- a. High School Parking – No Change
 - Lot A & B - \$350/year
 - Lot C - \$200/year

8. **Transportation** will continue to be **Free for All**