

January 22, 2024

To: Dr. Josh Swanson, Superintendent
From: The Business Office
RE: Fiscal Year 2024 Mid-Year Budget Update

We submit and recommend to you an update to the FY 2024 Budget for Eden Prairie Independent School District No. 272. This budget report incorporates the FY 2023 actual fiscal year-end results as well as FY 2024 changes. No budget changes were presented in the food service, community education, debt service and trust & agency funds. Highlights from the mid-year update are as follows:

General Fund

We are projecting an increase to both revenues and expenditures of \$4,549,259 and \$1,362,103, respectively. Revenue adjustments include changes from the 2023 legislative session (special education cross-subsidy, general education aid formula, unemployment aid, compensatory aid, library aid, support personnel aid) and an adjustment for interest income. Expenditure adjustments were made to reflect negotiations and other staff adjustments, the addition of summer unemployment costs, and assumptions for new building operational needs. We are projecting an increase to the Unassigned Fund Balance of \$3,187,156.

Capital Outlay

We are projecting a \$1,000,000 increase to expenditures in the capital outlay funds, specifically operating capital. This adjustment is due to timing of purchases from 2023 that were not received until after 7/1/2024, with the biggest item being the 2023 bus purchase. The Tech Levy and Operating Capital Fund Balances are projected to be at \$683,194 and \$629,728, respectively.

Building Construction Funds

We are projecting an increase in expenditures of \$904,849. The bulk of this increase represents the spending down of the remaining capital facility bond funds used for energy efficiency upgrades.

Internal Service Fund

We are projecting an increase in expenditures of \$450,000 as our medical claims are tracking higher than our original budget had forecasted.

This budget update is presented in summary form reflecting the changes that took place in the update process. It reflects our continued efforts to proactively plan the district's future aligning allocated resources with our mission.