

School Board Meeting:

January 23, 2023

Subject:

2023-24 Budget Assumptions

Presenter:

**Ryan L. Tangen, Director of
Finance and Operations**

SUGGESTED SCHOOL BOARD ACTION:

Approve 2023-24 Budget Assumptions

DESCRIPTION:

Budget Assumptions provide the framework for the development of the upcoming 2023-24 budget. The assumptions listed below were used for generating the base financial projections presented at the Board Workshop on January 9th and the Board Retreat on January 23rd.

The recommendation for the 2023-24 Budget Assumptions are as follows:

- Enrollment projection based on the November 2022 enrollment report.
- General Education formula allowance increase of 3% or \$206 to \$7,069 in 2023-24 and 2% increase in 2024-25 and 1% for future years.
- \$750 per Adjusted Pupil Unit (APU) operating referendum approved in November 2019 through 2026.
- Special Education increases by 5% for all years.
- Special Education Cross Subsidy Aid increase from 6% to 25%.
- OPEB contributions continue in 2023-24.
- Maintain/exceed 2018-19 approved staffing ratios.
- Staffing maintained at current levels for 2023-24.
- Utilization of Federal Pandemic Relief Funds for 10 licensed FTEs.
- Continuation of 6.0 FTE for Class Size Reduction – includes marketing budget and social workers.
- Continuation of 6.0 FTE addition for Local Option Revenue funding.
- 1.0 FTE special education staffing contingency.
- 2.95 FTE Superintendent staffing contingency.
- Salary and benefit changes based on settlements in place and market conditions for non-settled contracts.
- Non-salary, non-benefit costs are estimated to increase by 0-5%.
- Continued cost containment initiatives such as joint purchasing agreements, energy use reduction, paper reduction, insurance contracts, and other operational efficiencies.
- QComp (PPD) continues for 2023-24 assuming revenues and expenditures are equal.