

Alissa and I were able to do some Fiscal Year 23 budget revisions. I have included a screenshot of our Adopted Budget or FYA23 from this past June and a screenshot of the revised budget or FYB23. We scaled back our projected County Timber revenue to \$450,000 from our original and hopeful projection of \$650,000. We added our remaining Federal ESSER revenue of \$55,000 and the revenue from selling our school buses. The remaining payment (which was anticipated and Board Approved) for the roofing project occurred in FY23 in the amount of \$464,884 and that is included in the revised budget as well. What we find is a projected deficit from all District Funds in the amount -\$940,686.00. If we subtract the remaining roofing cost that was approved to come out of the District Fund Balance from Fund 01 or the General Fund deficit of (-856,668), we have a projected deficit from Fund 01 of -\$391,784 that would not include the roofing projects.

#### Screenshot of FY 23 Adopted Budget

<b>*FY 23 Adopted Budget includes a transfer of \$74,711 from the general fund to the food service fund and a transfer of \$43,240 from the general fund to the community service fund.</b>			
<b>FY 23 Adopted Budget</b>			
<b>FUNDS</b>	<b>FY 23 Expenditures</b>	<b>FY 23 Revenue</b>	
01 General	\$6,418,739.00	\$6,147,823.00	-\$270,916.00
02 Food Service*	\$270,361.00	\$270,361.00	\$0.00
04 Community Service*	\$94,485.00	\$94,485.00	\$0.00
07 Debt Service	\$267,200.00	\$183,182.00	-\$84,018.00
08 Trust and Agency	\$20,000.00	\$20,000.00	\$0.00
			\$0.00
Total	\$7,070,785.00	\$6,715,851.00	-\$354,934.00

#### Screenshot of FY23 Revised Budget

<b>*FY 23 Adopted Budget includes a transfer of \$74,711 from the general fund to the food service fund and a transfer of \$43,240 from the general fund to the community service fund.</b>			
<b>FY 23 Revised Budget</b>			
<b>FUNDS</b>	<b>FY 23 Expenditures</b>	<b>FY 23 Revenue</b>	
01 General	\$6,939,677.00	\$6,083,009.00	-\$856,668.00
02 Food Service*	\$270,361.00	\$270,361.00	\$0.00
04 Community Service*	\$94,485.00	\$94,485.00	\$0.00
07 Debt Service	\$267,200.00	\$183,182.00	-\$84,018.00
08 Trust and Agency	\$20,000.00	\$20,000.00	\$0.00
			\$0.00
Total	\$7,591,723.00	\$6,651,037.00	-\$940,686.00

#### Upcoming Capital Expenditures:

Indus and Northome schools were constructed in 1979 and thus each building is roughly 44 years old and in need of repairs, maintenance and upgrades. One project

would be to replace the boiler and air handling units in both buildings. The District planned to initially fund this project through a Board approved 3.6 million dollar Health and Safety Bond. However, due to the increase cost of materials, labor, shipping, inflation etc...the two submitted bids came in at 5.2 and 6.6 million dollars.

#### NORTHOME SCHOOL IAQ UPGRADES

- AHUs
- Boiler Replacement
- HVAC Controls
- Science Rooms Exhaust
- Unit Ventilators Replacement

Northome IAQ Total \$1,890,000.00

#### INDUS SCHOOL IAQ UPGRADES

- AHUs
- Boiler Replacement
- HVAC Controls
- Unit Ventilators Replacement

Indus IAQ Total \$1,710,000.00

IAQ Projects Total \$3,600,000.00

The Minnesota Pollution Control Agency (MPCA) is also forcing the hand of the School District and the Indus School wastewater treatment facility will need to be decommissioned by 2025. The estimated cost of a new sewer system will run in the neighborhood of \$350,000-\$400,000.

Since the Northome building is multi-level, an elevator is required by law. The current elevator is 44 years old and according to the OTIS Elevator engineers, the elevator will also need to be replaced at a cost of \$70,000-\$80,000.