

# Independent School District No. 877 BHM

## Financial Forecast 2023-24 through 2025-26

### Forecast Scenario # 3 CARES FTE Reduction and no Staff Cuts

#### Enrollment Assumptions:

**1** Enrollment totals revised down from enrollment projections

#### TOTAL GRADES ECSE-12

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>
ECSE-12	5,383	5,300.00	5,186.00	5,096.00	5,002.00
ECSE (ADM)	64	72	55	60	70
Kindergarten	359	341	361	342	353
Grades 1-5	1,906	1,937	1,851	1,830	1,800
Grades 6-8	1,199	1,170	1,162	1,195	1,202
Grades 9-12	1,856	1,780	1,757	1,669	1,577
	5,382	5,300	5,186	5,096	5,002

<b>Total Enrollment Change</b>	(83)	(114)	(90)	(94)
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#### Major Staffing Assumptions:

**1** Adjust staffing based on enrollment changes in future years using 19-20 adjusted ratios

**2** Staffing contingency positions available at 2.95 FTE for all years and 1.0 FTE for special education

	2022-23	2023-24	2024-25	2025-26
Grades K-5	109.448	105.280	96.472	95.517
Grades 6-8	57.380	56.969	57.682	58.031
Grades 9-12	71.362	69.941	63.934	56.877
	238.190	232.190	218.088	210.425

<b>Staffing Changes</b>	(6.000)	(14.103)	(7.663)
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#### Major Revenue Assumptions:

**1** General education formula scenarios as listed below

**2** Operating referendum includes \$750 per pupil approved in 2019 for 2021 through 2025

**3** Operating referendum does not include an inflation factor

**4** Special Education Aid 5% increase all years

**5** Federal funds remain the same (Title programs, Special Ed, Title II)

**6** Remaining \$986,874 CARES act funds used in 2023-24 to cover staff costs

**7** Qcomp included for all years

#### Major Expenditure Assumptions:

**1** Salary & benefit increases projected are based on expected market conditions, comparable settlements, and settled contracts

**2** Non-salary, non-benefit costs are estimated to increase 0% - 5% for all years

**3** Qcomp included for all years and expenditures reduced to match revenues

**4** Non-salary, non-benefit costs are estimated to increase 0%-5% for all years

**5** Staffing contingency positions available at 2.95 FTE for all years and 1.0 FTE for special education

**Fund Balance Assumptions:**

- 1 The District's fund balance policy is 8-12% of expenditures
- 2 Committed Severance Fund Balance based on Actuarial estimates

**Other factors that will have an impact on this three year forecast:**

- 1 Compensatory Revenue increase of \$1,200,000 for all years
- 2 CARES funding ends in 2023-24
- 3 State has not adopted its biennial budget for FY 24 and FY 25

**The year end fund balances that result from the assumptions above are:**

**General Education Formula changes:**

		2.01%	2.00%	1.00%	1.00%
		\$135.00	\$137.00	\$70.00	\$71.00
General Ed Formula	\$6,728	\$6,863	\$7,000	\$7,070	\$7,141
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>
Revenue	\$ 73,829,366	\$ 73,347,805	\$ 74,583,660	\$ 73,938,969	\$ 69,179,075
Expenditures	\$ (72,267,578)	\$ (74,752,755)	\$ (76,309,082)	\$ (76,500,719)	\$ (78,196,447)
Net Change	\$ 1,561,788	\$ (1,404,950)	\$ (1,725,422)	\$ (2,561,750)	\$ (9,017,372)
Operating Capital - 01-424	\$ 1,143,253	\$ 1,166,373	\$ 1,181,031	\$ 1,173,474	\$ 1,169,459
Operating Capital - 05-424	\$ 353,955	\$ 453,229	\$ 385,959	\$ 205,428	\$ 57,838
LTFM - 467	\$ 624,421	\$ 580,362	\$ 601,450	\$ 587,654	\$ 532,134
3rd Party Billing - 472	\$ 488,888	\$ 493,178	\$ 494,810	\$ 493,704	\$ 489,778
Teacher Development - 219	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Restricted (Reserve)</b>	<b>\$ 2,610,515</b>	<b>\$ 2,693,141</b>	<b>\$ 2,663,249</b>	<b>\$ 2,460,259</b>	<b>\$ 2,249,208</b>
Severance Pay - 411	\$ 2,374,820	\$ 2,446,064	\$ 2,519,446	\$ 2,595,030	\$ 2,672,881
<b>Total Committed</b>	<b>\$ 2,374,820</b>	<b>\$ 2,446,064</b>	<b>\$ 2,519,446</b>	<b>\$ 2,595,030</b>	<b>\$ 2,672,881</b>
Dental Insurance	\$ 77,302	\$ 67,302	\$ 42,302	\$ 17,302	\$ 17,302
Carryover	\$ 1,425,513	\$ 1,025,513	\$ 925,513	\$ 825,513	\$ 800,513
Student Activities-Fund 9/51	\$ 384,884	\$ 368,194	\$ 350,077	\$ 336,523	\$ 327,544
PPD - F335	\$ 133,344	\$ 91,285	\$ 42,950	\$ 10,365	\$ 5,738
Capital Set Aside-Technology	\$ 1,030,697	\$ 637,454	\$ 244,201	\$ 56,011	\$ 6,120
3rd Party Special Ed	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Assigned (Designated)</b>	<b>\$ 3,051,740</b>	<b>\$ 2,189,748</b>	<b>\$ 1,605,043</b>	<b>\$ 1,245,714</b>	<b>\$ 1,157,217</b>
<b>Total Unassigned (Undesignated)</b>	<b>\$ 11,558,772</b>	<b>\$ 10,861,944</b>	<b>\$ 9,677,737</b>	<b>\$ 7,602,723</b>	<b>\$ (1,192,952)</b>
<b>Fund Balance %</b>	<b>15.99%</b>	<b>14.53%</b>	<b>12.68%</b>	<b>9.94%</b>	<b>-1.53%</b>