

# FY 2021 Preliminary Budget

Red Clay Consolidated School District  
Recommendation to the Board of Education

July 8, 2020

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Dorrell Green, Superintendent

# Budget Development Process

- Review FY20 Close-out
- Impact of state funding/legislation
  - No Salary increase but steps were funded
  - Small decrease to pension rate
  - Funded anticipated unit growth
  - Elimination of capital safety/security funding in Bond Bill (\$552,376)
  - Reduction of State Minor Capital Improvement funding (\$255,485) state and local
- Impact of COVID and school reopening scenarios
  - In-person vs. remote vs. hybrid
  - Building configuration and equipment (equipment, cleaning, and PPE)
  - Transportation
  - Staffing levels
  - Curriculum
  - Technology
  - Academic Support/Remediation
  - Social/emotional support
  - Special Education
- Develop general operating budget priorities
  - Maintain current funding levels
  - Adjust to anticipated unit growth
  - Anticipated property tax receipts
  - Maintain necessary carry-forward balance

# FY20 Budget vs. Actual highlights

- Total State and Local Revenues: \$230,045,353  
+ \$3,235,776 or 1.4% more than Final Budget
- Total Expenditures \$226,590,134  
+\$755,578 or .33% more than Final Budget
- Local funds ending balance \$16,540,490 vs.  
budgeted \$16,060,292

# FY2021 Preliminary Budget – Revenues

- Increase in interest
- Slight increase in assessment; question of backlog of appeals schedule
- Choice income increases with match tax increase and enrollment
- Reduction in summer school based on reduction in fees
- Indirect rate decrease
- Needs-based tuition funding increase \$1.5M 24.5 positions
- Division I – State steps only and additional projected Special Education/Autism/Related Services units
- Local Opportunity Grant match increase – 6 positions; state reduction in Red Clay OG based on formula calculations
- Charter transfer increase
  - Enrollment, per pupil expenditures
- State give-back will continue – approximately \$3M
- Adjustments to Division II, III and related services based on unit growth
- Total Projected Revenues \$230,914,139 +1.8%

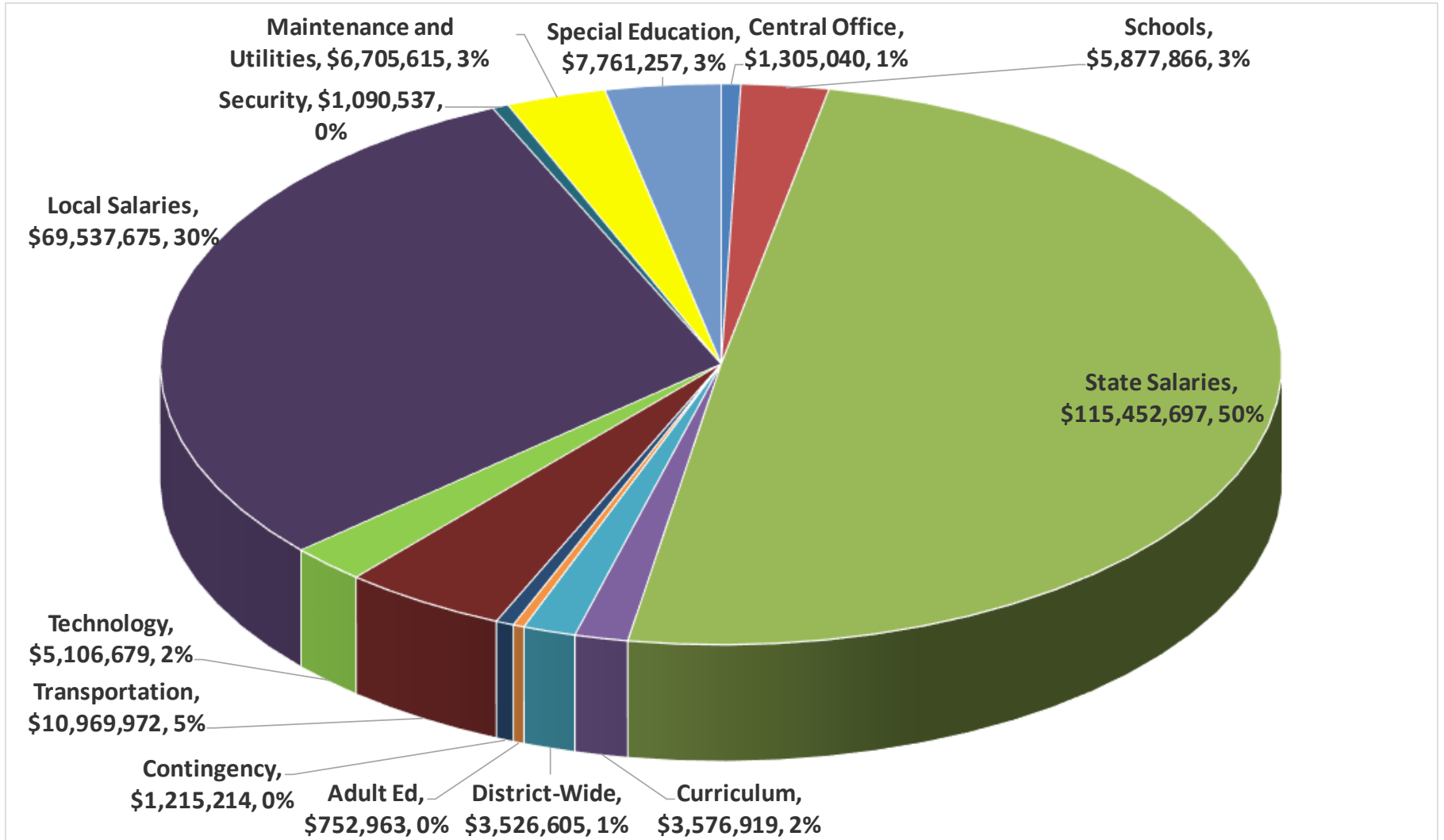
# FY21 Preliminary Budget - Expenditures

- Division I State Salaries - State steps only and additional projected Special Education/Autism/Related Services units
- Local salary increase – Local steps and increase in special education positions and ELL (tuition-based expenditures)
- Increase in nursing budget
- Expenditures for local match of Opportunity Grants – Mental Health
- School budgets not reduced; budgets may have widely varying increases based on unlimited carry forward allowance from previous year's budget.
- Transportation – Catch-up from increased costs for 3 Tier and reduction of contractual routes
- Increase for estimated insurance premium
- Increase for State Program/Grants - Year-Long Residency and Teacher Pipeline
- Maintains FY18 Reductions across state appropriations (State Give-Back)
- Reduction in Safety/Security capital purchases based on state bond bill cut
- Increase in Related Services contracts
- Contingency is 1% of local revenues
- Total Projected Expenditures +3.3% vs FY20 Final Budget

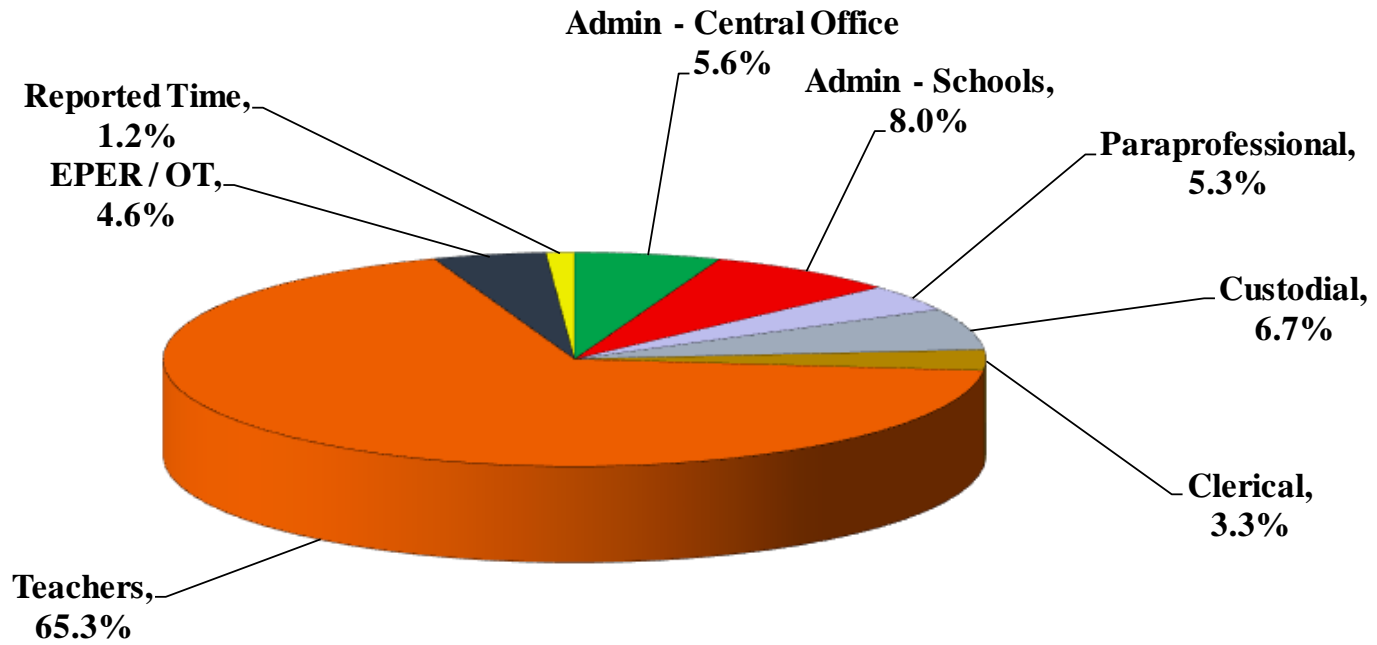
# FY 2021 Operating Budget Summary

	FY20 Final Budget	FY20 Actual	FY21 Preliminary Budget	Difference FY21 Prelim to FY20 Final Budget	% Change FY21 Prelim vs FY20 Final Budget
<b><u>Local Revenues</u></b>					
Total Local Revenues	87,083,206	89,014,265	89,057,799	1,974,593	2.3%
Opening Balance - 98000	15,085,271	15,085,271	16,613,002	1,527,731	10.1%
Total Local Funds Available	102,168,477	104,099,536	105,670,801	3,502,324	3.4%
<b><u>State Revenues:</u></b>					
Total State Revenue	\$139,726,371	\$141,031,088	\$141,856,341	\$2,129,970	1.5%
<b>TOTAL CURRENT YEAR REVENUE</b>	<b>\$226,809,577</b>	<b>\$230,045,353</b>	<b>\$230,914,139</b>	<b>\$1,703,071</b>	<b>1.8%</b>
<b>Revenue Available with Local Carry-Forward</b>	<b>\$241,894,848</b>	<b>\$245,130,624</b>	<b>\$247,527,141</b>	<b>\$1,703,071</b>	<b>2.3%</b>
<b><u>Expenditures:</u></b>					
<b>Total Expenditures - Division 32</b>	<b>\$225,834,556</b>	<b>\$226,590,134</b>	<b>\$233,283,004</b>	<b>\$7,448,448</b>	<b>3.3%</b>
<b>Current Year Revenues/Expenses</b>	<b>975,021</b>	<b>3,455,219</b>	<b>(2,368,865)</b>	<b>(3,343,886)</b>	<b>-343.0%</b>
<b>Estimated Carry-Forward Balance (local funds)</b>	<b>16,060,292</b>	<b>16,540,490</b>	<b>14,244,137</b>	<b>(1,816,155)</b>	<b>-11.3%</b>

# FY21 Operating Budget – Percentage by Category



# FY 2021 Salary Budget by Classification





# FFY 2021 Federal Budget

CATEGORY			<u>FF20</u>	<u>FY21</u>	Difference
Title I:			6,499,022	6,412,675	(86,347)
Title II: Teacher Quality and Technology			1,129,127	1,109,417	(19,710)
Title III: Bilingual			180,623	202,831	22,208
Title IV			717,949	740,357	22,408
IDEA 6-21:			4,119,392	4,259,324	139,932
Vocational Education (Perkins)			455,788	390,813	(64,975)
IDEA PreSchool			106,564	136,971	30,407
<b>TOTAL</b>			<b>13,208,465</b>	<b>13,252,388</b>	<b>43,923</b>
					0.33%
CARES (COVID relief)*			4,227,114		
*includes non-public 20% withholding					

# FY21 Budget – All Funds

<u>Source</u>	<u>Total Budgeted Expenditures</u>		
State/local Operating			\$233,283,004
Match Tax			\$4,525,599
Debt Service			\$11,354,729
Tuition			\$34,739,498
Federal Programs			\$13,252,388
Nutrition			\$11,844,465
	Total		<u>\$308,999,683</u>

- Questions
- Next Steps
  - August 19, 2020 Board Action Item FY21 Preliminary Budget
  - Reopening work groups
  - Tax bills and monitoring fall receipts
  - September 30 Count – move to Nov 13?
  - Monthly Community Financial Review and DEFAC
  - Final Budget Presented January, 2021
  - Governor’s Recommended FY22 Budget  
January, 2021