

# FY 2023 Preliminary Budget

Red Clay Consolidated School District  
Recommendation to the Board of Education

July 13, 2022

Jill M. Floore, CFO

Dorrell Green, Superintendent

# FY22 Budget vs. Actual highlights

- Total State and Local Revenues: \$237,897,136  
+ \$2,018,559 or .8% more than Final Budget
- Total Expenditures \$235,377,185  
-\$2,362,466 or 1% less than Final Budget
- Local funds ending balance \$15,026,662 vs.  
budgeted \$14,087,267

# FY2023 Preliminary Budget – Revenues

- Increase in overall assessment; increase in collections
- Significant decrease in interest allocation from state
- Choice income increases due to 2% salary assumption; Charter payment increase for same reason
- Continued increase in facility rental with return to in-person activities
- Senior tax rebates based on prior year actual; new veteran's credit implemented in FY23
- Indirect rate decrease due to year 2 ESSER decline
- Needs-based funding based on projected unit count and tuition positions
- Division I - State steps, 1% increase, \$500 supplement, 27<sup>th</sup> pay and projected state unit growth
- HB100 units vs. block grant (elementary)
- Transportation formula increase and increase in driver compensation
- Return of State safety and security funding
- State give-back will continue – approximately \$3M
- Mid-year unit count estimate for mid-year growth
- New block grant for HB300 due to passage of legislation for mental health support (middle)
- Total Projected Revenues \$264,119,873 +4.9%

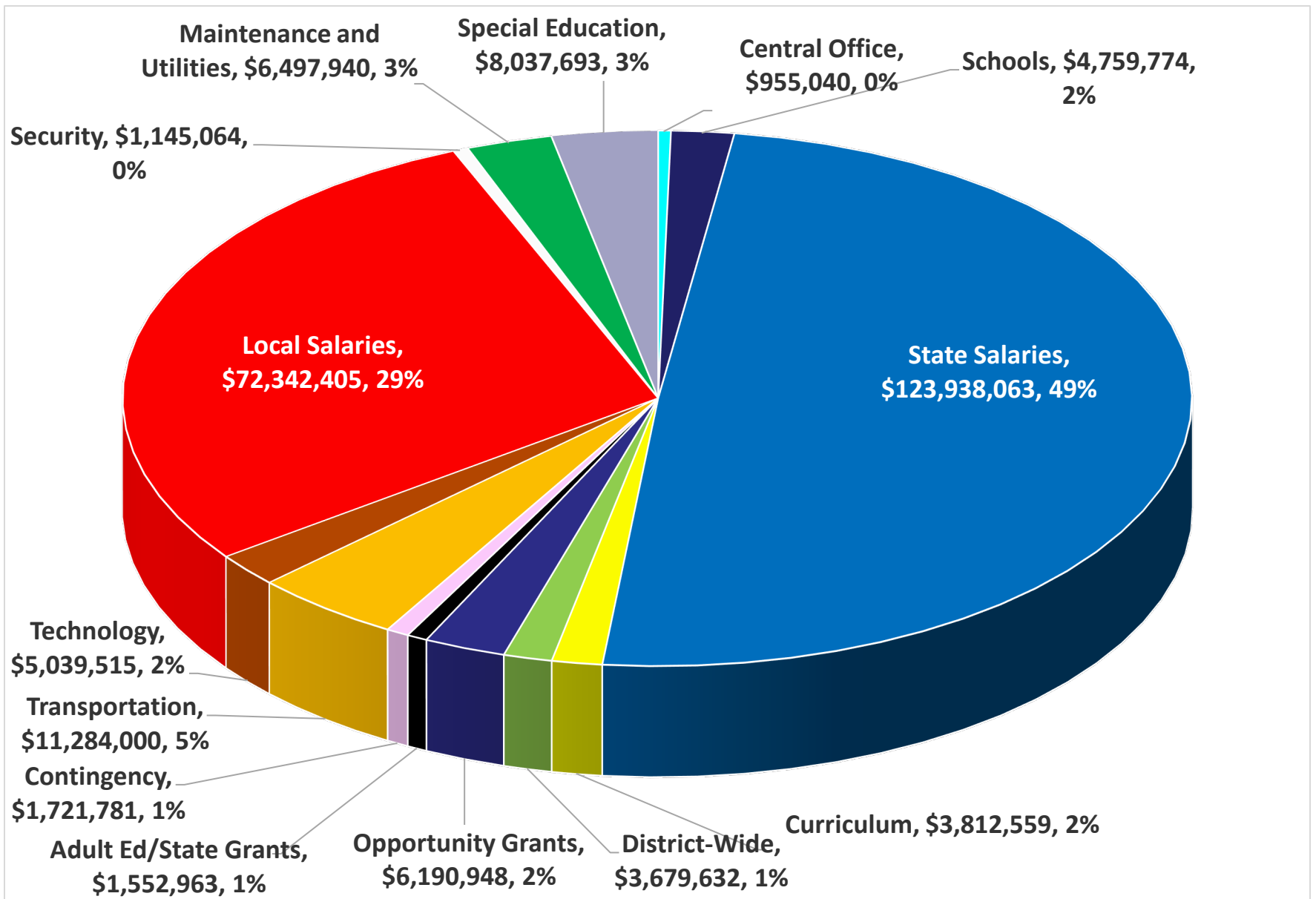
2 budgets completed and presented – first to show changes vs. prior year for comparison and second to include state mandated accounting elimination of Division 58 IPU for the Early Years Program

# FY23 Preliminary Budget - Expenditures

- Division I State Salaries - State steps, 2% increase, \$500 supplement, 27<sup>th</sup> pay and projected state units including HB100
- Operations/utilities increased based on rising costs
- Opportunity Funds decrease due to state budget allocation; RTI decrease due to HB100 units moved to Division I salary
- Transportation – increase in transportation formula and driver scale
- Annual school budgets not reduced; budgets may have varying changes based on prior year carry forward allowance
- Local salary increase – Local steps and negotiated 2% increase
- District-wide services - Increase for estimated substitute coverage
- Increase in related services due to earned units and contract increases
- Maintains reductions across state appropriations (State Give-Back)
- Total Projected Expenditures +5.6% vs FY22 Final Budget

# FY 2023 Operating Budget Summary

	FY22 Final Budget	FY23 Prelim Budget	Difference FY23 Prelim vs FY22 Final	% Change FY23 Prelim vs FY22 Final
<b><u>Revenues</u></b>				
Opening Balance - 98000	15,948,341	15,026,662	(921,679)	-5.8%
Indirect Reserve for salary one-time	2,000,000	1,000,000	(1,000,000)	-50.0%
Total Local Funds Available	107,454,053	106,241,802	(1,212,251)	-1.1%
Total State Revenue	\$144,372,865	\$157,878,070	\$13,505,205	9.4%
<b>TOTAL CURRENT YEAR REVENUE</b>	<b>\$235,878,577</b>	<b>\$249,093,211</b>	<b>\$13,214,634</b>	<b>5.6%</b>
<b>Revenue Available with Local Carry-Forward</b>	<b>\$251,826,918</b>	<b>\$264,119,873</b>	<b>\$12,292,955</b>	<b>4.9%</b>
June 30, 2022 Reserve Balance \$4,995,461				
<b><u>Expenditures:</u></b>				
<b>Total Expenditures - Division 32</b>	<b>\$237,739,651</b>	<b>\$251,057,377</b>	<b>\$13,317,726</b>	<b>5.6%</b>
<b>Current Year Revenues/Expenses</b>	<b>(1,861,074)</b>	<b>(1,964,166)</b>	<b>(896,274)</b>	<b>5.5%</b>
<b>Estimated Carry-Forward Balance (local funds)</b>	<b>14,087,267</b>	<b>13,062,496</b>	<b>(1,024,771)</b>	<b>-7.3%</b>



# FFY 2023 Federal Budget

CATEGORY			FY22	FY23	Difference
Title I:			5,944,613	6,259,290	314,677
Title II: Teacher Quality and Technology			1,076,259	1,140,542	64,283
Title III: Bilingual			223,719	238,547	14,828
Title IV			704,567	691,608	(12,959)
IDEA 6-21:			4,180,983	4,305,718	124,735
Vocational Education (Perkins)			392,711	419,260	26,549
IDEA PreSchool			135,525	140,685	5,160
TOTAL			12,658,377	13,195,650	537,273

# FY23 Budget – All Funds

<u>Source</u>	<u>Total Budgeted Expenditures</u>		
State/local Operating			\$251,057,377
Match Tax			\$4,029,182
Debt Service			\$9,268,194
Tuition			\$36,675,850
Federal Programs			\$13,195,650
Nutrition			\$12,450,526
	Total		\$326,676,779



- Questions
- Next Steps
  - August 17, 2022 Board Action
  - Tax bills and monitoring fall receipts
  - Monthly Community Financial Review and DEFAC
  - September 30 Count
  - Certificate of Necessity application Fall 2022
  - Updated 3 year forecast and referendum planning
  - Final Budget January, 2023