
Paw Paw Public Schools

Budget Proposal

2014/15

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 - Cedar Street Center
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Financial Planning Policy 2201

- 5% Fund balance
 - Budget calendar
 - Conservative
 - For planning
-

2013/14 General Fund Budget

Revenue

January Budget	18,831,000
Change, decrease	<u>(24,000)</u>
<i>Total Revenue 13/14</i>	<i>18,807,000</i>

Expenditures

January Budget	20,242,000
Change, reduction	<u>(260,000)</u>
<i>Total Expenditures 13/14</i>	<i>19,982,000</i>

Expected use of fund balance

January Budget	(1,411,000)
Change, reduction in use	<u>236,000</u>
<i>Use of fund balance 13/14</i>	<i>(1,175,000)</i>

2013/14 General Fund Budget

Revenue

State Aid prior year adjustment	\$ (24,000)
<i>Change in Revenue, decrease</i>	<u>\$ (24,000)</u>

Expenditures

Net Contracted Services not anticipated but needed	\$ (61,000)
Vacancy Credits (unfilled position, vacant part of year)	<u>(199,000)</u>
<i>Change in Expenditures, decrease</i>	<u>\$ (260,000)</u>

2013/14 General Fund Summary

Decrease in revenue	(24,000)
Add decrease in expenditure	<u>260,000</u>
Net decrease in deficit	236,000
Projected deficit from January	<u>(1,411,000)</u>
<i>Deficit for 13/14 as of May 2014</i>	<i>(1,175,000)</i>

Projected Fund Balance & Assigned June 30, 2014 \$3,902,000
or 20% of Expenditures

Projected Unassigned Fund Balance June 30, 2014 \$2,420,000
or 12% of Expenditures

2014/15 General Fund Budget

Key Assumptions

	<u>2013/14</u>	<u>2014/15</u>
Millage Rate	18.00 mills	18.00 mills
Foundation Allow.	\$7,026	\$7,136
Best Practice per pupil	52	52
Performance per pupil	40	40
Technology	10	10
Blended Count	90/10	90/10
Fall Enrollment (K-12 and Alt)	2,254	2,254
(Middle Cities projection is increased by 16 but we budget flat)		
Retirement Contribution Rates	24.79%	25.79%

2014/15 General Fund Budget

Millage

Available to levy:

2014/15	18.8913	Mills
Less Headlee for 2013/14	(0.0000)	Headlee
Voted millage	18.8913	
Maximum Levy	<u>18.0000</u>	Mills
Avail. Future Headlee Rollbacks	0.8913	Mills
Amount to levy in December 2014	18.0000	Mills

Millage rate expires 12/31/2021.

Enrollment (K-12 and Alt.)

■ September 2009	2,310
■ September 2010	2,315
■ October 2011	2,294
■ October 2012	2,273
■ October 2013	2,254
■ October 2014 (est.)	2,267

Blended Enrollment

• Oct 2013	2,254 x .90 =	2,028.6
• Feb 2014	2,228 x .10 =	<u>222.8</u>
		2,251.4 Blend
• Oct 2014 (est)	2,254 ⁽¹⁾ x .90 =	2,028.6
• Feb 2015 (est)	2,228 ⁽¹⁾ x .10 =	<u>222.8</u>
		2,251.4 Blend

(1) Does not include increase of 16 per Middle Cities projections.

2014/15 Revenue Changes

Increase in state aid (PPFG, best practice, performance and technology)	\$ 250,000
Increase State Categorical for MPSERS (flow through)	460,000
Other	<u>(12,000)</u>
Net increase in revenue compared to 2013/14	\$ 698,000

Per Pupil Foundation Grant Funding History (Gross Value)

	<u>PPPS PPGF</u>	<u>Change \$</u>	<u>Change %</u>	<u>Comment</u>
2008/09	\$ 7,316	\$ 112	1.55%	
2009/10	\$ 7,316	\$ -	0.00%	Does not reflect \$165 reduction
2010/11	\$ 7,316	\$ -	0.00%	Does not reflect \$170 reduction
2011/12	\$ 6,846	\$(470)	(6.42%)	
2012/13	\$ 6,966	\$ 120	1.75%	
2013/14	\$ 7,026	\$ 60	0.86%	Does not reflect Best Practice, Performance based or technology reductions
Change in 6 years		\$(179)	(2.45%)	(08/09 thru 14/15)
Simple ave. per year		\$ (30)	(0.41%)	
2014/15	\$7,137	\$ 111	1.6%	

MPERS Employers Contribution Rate History

	<u>MPERS contribution</u>	<u>Change in rate amount from PY</u>	<u>Change as % of PY rate</u>
2008/09	16.54%	(0.18%)	(1.08%)
2009/10	16.94%	0.40%	2.42%
2010/11	20.66%	3.72%	21.96%
2011/12	24.46%	3.80%	18.39%
2012/13	27.37%	2.91%	11.90% (was 27.37% until Feb.)
2012/13	24.32%	(3.05%)	(11.14%)
2013/14	24.79%	.47%	1.93%
Change in 6 years	8.25%		49.88% (08/09 thru 13/14)
2014/15 (est)	25.79%	1.0%	4.03%

2014/15 Expenditure Changes

Later Elementary Roof Repair	800,000
Bleacher replacement	<u>(72,000)</u>
From reserves	728,000
Retirement pass through increases	460,000
Replace 1 bus instead of 2	(80,000)
Net reduction in wages and benefits from staff cuts	(576,000)
Retirement contribution increases	100,000
Reduction in supplies	<u>(120,000)</u>
<i>Net decrease in operating expenditures</i>	<i>(216,000)</i>
 <i>Total change in expenditures</i>	 <i>512,000</i>

2014/15 General Fund Budget

	All Items	Without Roof
2013/14 Revenue current est.	18,807,000	
Net increase in revenue	<u>698,000</u>	
<i>Total 2014/15 revenue</i>	<i>19,505,000</i>	<i>19,505,000</i>
 2013/14 Expenditures current est.	 19,982,000	
Net increase in expenditures	<u>512,000</u>	
<i>Total 2013/14 expenditures</i>	<i>20,494,000</i>	<i>19,694,000</i>
 2014/15 Operating Deficit	 (989,000)	 (189,000)

2014/15 General Fund

	<u>All Items</u>
Beginning Fund Balance & Assigned	3,902,000
Total deficit including roof repair	<u>(989,000)</u>
<i>Assigned & Unassigned Fund Balance @ 6/30/15</i>	<i>2,913,000</i>
<i>Percent of Expenditures</i>	<i>14.2%</i>
Beginning Unassigned Fund Balance	2,420,000
Operating deficit (K-12 only)	<u>(154,000)</u>
<i>Unassigned Fund Balance @ 6/30/15</i>	<i>2,266,000</i>
<i>Percent of Expenditures</i>	<i>11.0%</i>

Total School Services

	<u>13/14</u>	<u>14/15</u>
Revenue and Incoming Transfers	1,125,000	1,120,000
Expenditures	<u>(1,126,000)</u>	<u>(1,121,000)</u>
Deficit	(1,000)	(1,000)
<i>Fund Balance @ 6/30/15</i>		<i>37,500</i> <i>or 3.3% of expenditures</i>

Debt Retirement Funds

Seven debt funds (includes refinanced)	8.20 mills
Without SBLP (per bond application)	12.29 mills
Principal and interest due 2014/15	\$5.3 million
Bonded debt due 2014/15 and beyond	\$45.5 million
Owe SBLP	3.2 million
<i>Total Debt</i>	\$48.7 million
Projected date to pay off SBLP	2031
Millage rate 2026	7.5 mills
Mandatory repayment due	May 1, 2037