

Paw Paw Public Schools

Budget Amendment Presentation

2014/2015

December 10, 2014

Financial Goal Policy 2201

- 10% Fund Equity
- Calendar
- Conservative
- Planning

Budget Amendment 2014/2015

- General Fund
- School Service Fund
 - Cafeteria
 - Cedar Street Center
- Debt Information
- Capital Projects Information

Foundation

- \$7,126 Foundation allowance
- The fall count day is the 1st Wednesday in October to be within federal rules for special education related student data
- The funded count blend is based on 90% of the October count and 10% of next February count.
- Students changing districts between count days will also impact funding for the year but we can't estimate it at this time. Last year we had a net gain of 2 students.

Enrollment

	<u>Total</u>	<u>K-12</u>	<u>Alt. Ed.</u>	<u>Other</u>
Oct. Actual Count	2,240	2,116	115.	9
Projected Count	<u>2,252</u>	<u>2,138</u>	<u>104.</u>	<u>9</u>
Inc. (Dec.)	<u>(12)</u>	<u>(22)</u>	<u>11</u>	<u>0</u>
Projected Blend	2,252	2,139	104.	9

General Fund 2014/2015

Preliminary Budget (adopted June 2014)

Revenue	\$ 19,504,755.
Expenditures (includes roof)	<u>(20,493,632)</u>
Net Excess of Expenditures	\$ (998,877)

Expected 6/30/15 unassigned fund balance	\$ 2,266,412
As % of total expenditures	11.06%

Funding changes

- State funding rates were not finalized when we prepared our preliminary budget. We had budgeted a \$7,137 Per Pupil Foundation Grant (PPFG) as projected by the State at that time. The final amount was \$7126.
- The equity best practices, and performance per pupil funding were budgeted to be flat at \$152, our net change was a \$93 increase to \$245.
- The October count enrollment was lower than estimated by 22 students in the K-12 program and over by 10 in the alternative program.
- We have some grant changes to use carryover funds which increase revenue and expenditures.
- The state includes a \$40,000 prior period adjustment due to local taxable value changes.
- The net impact was an increase in revenue of approximately \$176,108.

General Fund 2014/15

Other changes

- Actual ending fund balance at 6/30/14 was \$508,253 more than projected which increased the beginning fund balance from preliminary estimates.

Expenditure Budget Changes

- The preliminary estimate for roof replacement was \$800,000 but actual costs are now expected to total \$701,000. The work began in June, 2014 so \$170,787 was expensed in 2013/14 with the remaining \$530,200 budgeted in 2014/15.
- All contract settlements and revised benefit costs are included in this presentation. This budget includes actual staffing at this time.
- Retirement contributions were reduced to reflect the effective net rate we are paying in the 4th calendar quarter. The preliminary budget used a higher published rate. Due to a mix of retirement programs the effective rate was lower than the published rate.
- A second bus is included in the capital outlay budget to keep us on track with replacements.
- The net impact is a decrease in expenditure budget of approximately \$294,000.

Where are we now?

	<u>Preliminary Budget</u>	<u>Revised Budget</u>
Revenue	\$ 19,504,755	\$19,680,863
Expenditures	<u>(20,493,632)</u>	<u>(20,199,327)</u>
Net deficit	(988,877)	(518,464)
Beginning FB (Unassigned & Assigned)	<u>3,902,405</u>	<u>4,410,654</u>
Ending FB (Unassigned & Assigned)	\$ 2,913,563	\$3,892,190
% of Expenditures	14.22%	19.27%
Ending Unassigned Fund Balance	\$ 2,266,412	\$2,972,948
% of Expenditures	11.06%	14.72%

General Fund 2014/2015

Revised Budget Ending Balance Estimates @ 6/30/2015

▪ Assigned for Maintenance & Roof	\$ 362,174
▪ Assigned for Technology	441,703
▪ Assigned for Community Education	<u>115,365</u>
Subtotal Assigned Fund Balances	\$ 919,242

Unassigned Fund Balance 2,972,948

Total Assigned and Unassigned Fund Balance 6/30/15 \$ 3,892,190
19.27%

Unassigned Fund Balance @ 6/30/15 \$ 2,972,948
14.72%

Cafeteria

Revised Budget

Revenue & incoming transfer	\$ 945,000.
Expenditures	<u>(945,000)</u>
2014/15 Excess Revenue	<u>\$ 0.</u>
Ending Fund Balance	\$ 47,037
Estimate 6/30/15	5.00%

Cedar Street Community & Family Center

Revised Budget

Revenue	\$ 99,000.
Expenditures	<u>(98,893)</u>
2014/15 Excess Revenue	<u>\$ 107.</u>

Ending Fund Balance	13,725
Estimate 6/30/15	13.88%

(Note: The percentage change is due to the reduction in the program rather than changes in expenditures compared to revenues)

Debt 2014/2015

Millage by Debt Issue

■ 1998 Debt	0.303 mills
■ 2005 Debt	0.427 mills
■ 2006 Debt	1.038 mills
■ 2008 Debt	1.539 mills
■ 2012 Debt	3.664 mills
■ 2013 Debt	<u>1.229 mills</u>

<i>Total Debt Millage</i>	<u>8.200 mills</u>
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Debt 2014/2015

Debt Fund Revenue:

Levy	\$ 3,665,127
Borrowing Nov., 2014	507,307
Borrowing May, 2015	<u>1,219,995</u>
Total	<u>\$ 5,392,429</u>

Projected date to pay off loan	2037
Mandatory repayment date	2037

2006 Capital Projects

Original budget	\$ 10,575,000
Original est. interest earnings	248,888
Additional interest earned	<u>494,340</u>
Total available	\$ 11,318,228
Expenditures to date	<u>11,287,425</u>
Balance 6/30/2014	<u><u>\$ 30,803</u></u>