
Paw Paw Public Schools

Budget Proposal

2015/16

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 - ▶ General Fund
 - ▶ School Service Fund
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Financial Planning Policy 2201

- 10% Fund Balance
 - Budget calendar
 - Conservative
 - For planning
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2014/15

General Fund Budget

Revenue

January Budget	19,680,863
Change, increase	<u>10,621</u>
<i>Total Revenue 14/15</i>	19,691,484

Expenditures

January Budget	20,199,327
Change, reduction	<u>(190,246)</u>
<i>Total Expenditures 14/15</i>	20,009,081

Expected use of fund balance

January Budgeted Use	(518,494)
Change, reduction in use	<u>(200,867)</u>
<i>Use of fund balance 14/15</i>	(317,597)

2014/15 General Fund Budget

Revenue

Net misc. revenue changes	<u>\$ 10,621</u>
<i>Change in Revenue, increase</i>	<u>\$ 10,621</u>

Expenditures

Net reduction in roof repair costs	\$ (57,000)
Vacancy Credits (unfilled position, subs for part of year)	<u>(133,246)</u>
<i>Change in Expenditures, decrease</i>	<u>\$ (190,246)</u>

2014/15 General Fund Summary

Increase in revenue	\$ 10,621
Add decrease in expenditure	<u>190,246</u>
Net decrease in deficit	200,867
Projected deficit as of Dec. 2014	<u>(518,464)</u>
<i>Deficit for 14/15 as of May 2015</i>	<i>(317,597)</i>
Projected Fund Balance & Assigned 6/30/15	\$4,093,057 or 20% of Exp.
Projected Unassigned Fund Balance 6/30/15	\$3,116,815 or 16% of Exp.

Key Assumptions

General Fund Budget

Key Assumptions

	<u>2014/15</u>	<u>2015/16</u>
Millage Rate	18.00 mills	18.00 mills
Foundation Allow.(includes equity)	\$7,251	\$7,251
Best Practice per pupil	50	50
Performance per pupil	60	60
Blended Count	90/10	90/10
Fall Enrollment (K-12 and Alt)	2,240	2,230
Retirement Contribution Rates	25.79%	25.79%

Note that there are proposed increases in state funding however we don't know what impact the statewide May sales tax election failure will have on school funding so no increase is included in this budget.

2014/15

General Fund Budget

Millage

Available to levy:

2014/15	18.0000	Mills
Less Headlee for 2014/15	<u>(0.0000)</u>	Headlee
Voted millage	18.0000	
Maximum Levy	<u>18.0000</u>	Mills
Amount to levy in December 2015	18.0000	Mills

Millage rate expires 12/31/2021.

Enrollment (K-12 and Alt.)

■ September 2010	2,315
■ October 2011	2,294
■ October 2012	2,273
■ October 2013	2,254
■ October 2014	2,240
■ October 2015 (est.)	2,230

Significant Changes

- Increase technology support and training as we begin the 1:1 pilot work in 2015/16.
 - Add back a second administrative position at the elementary campus
 - Change the Title 1 staffing from paraprofessionals to teaching staff as per the directive of the state consultant who approves the grant budget.
 - Shift teachers for Title 1, reductions in special education staffing, and shifts in all buildings. (Note that we will place all currently employed teachers.)
 - Replace one of the dispatching positions with a transportation supervisor
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MPERS Employers Contribution Rate History

	<u>MPERS</u> <u>contribution</u>	<u>Change in rate</u> <u>amount from PY</u>	<u>Change as % of</u> <u>PY rate</u>
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%
2014/15	25.79%	1.0%	4.03%
<i>2015/16 (est.)</i>	<i>25.79%</i>	<i>0%</i>	<i>0%</i>

2015/16 Net Budget Changes from Dec. 14/15

Deficit per December presentation	\$(518,000)
Changes:	
■ Reduction Revenue for 10 students	(72,000)
■ Increase in Technology support costs	(80,000)
■ Total compensation increases (Attrition, teacher staff shifts, elementary campus administrator add, grant funding changes, contractual changes, benefit rate changes, etc.)	(106,000)
■ Elimination of the roof repair for next year	<u>530,000</u>
Deficit for 2015/2016 operations	<u>\$(246,000)</u>

2015/16 General Fund

Beginning Unassigned & Assigned Fund Bal.	\$4,093,000
Net deficit	<u>\$ (246,000)</u>
<i>Assigned & Unassigned Fund Balance @ 6/30/16</i>	<i>\$3,847,000</i>
<i>Percent of Expenditures</i>	<i>19.7%</i>
Beginning Unassigned Fund Balance	\$3,117,000
Operating deficit	<u>(\$246,000)</u>
<i>Unassigned Fund Balance @ 6/30/16</i>	<i>\$2,871,000</i>
<i>Percent of Expenditures</i>	<i>14.7%</i>

15/16 Total School Services Preliminary Budget

	<u>14/15</u>	<u>15/16</u>
Revenue and Incoming Transfers	1,044,000	1,006,000
Expenditures	<u>(1,044,000)</u>	<u>(1,009,000)</u>
Deficit	0	(3,000)
<i>Fund Balance @ 6/30</i>	<i>\$ 61,000</i>	<i>\$ 58,000</i>
<i>% of expenditures</i>	<i>5.8%</i>	<i>5.8%</i>

15/16 Cafeteria School Services Preliminary Budget

	<u>14/15</u>	<u>15/16</u>
Revenue and Incoming Transfers	945,000	945,000
Expenditures	<u>(945,000)</u>	<u>(949,000)</u>
Deficit	0	(4,000)
<i>Fund Balance @ 6/30</i>	<i>\$ 47,000</i>	<i>\$ 43,000</i>
<i>% of expenditures</i>	<i>4.9%</i>	<i>4.5%</i>

15/16 Cedar Street Center School Services Preliminary Budget

	<u>14/15</u>	<u>15/16</u>
Revenue and Incoming Transfers	99,000	61,000
Expenditures	<u>(99,000)</u>	<u>(60,000)</u>
Deficit	0	1,000
<i>Fund Balance @ 6/30</i>	<i>\$ 14,000</i>	<i>\$ 15,000</i>
<i>% of expenditures</i>	<i>13.9%</i>	<i>25.0%</i>

Debt Retirement Funds

All debt funds (includes refinanced)	8.20 mills
Without SBLP (per bond application)	14.87 mills
Principal and interest due 2015/16	\$6.5 million
Bonded debt due 2015/16 & beyond	\$53.4 million
Owe SBLP	2.2 million
<i>Total Debt</i>	\$55.6 million
Projected date to pay off SBLP	2033
Millage rate 2034	2.01 mills
Mandatory repayment due	May 1, 2037
