



**Business Services Update**  
**Board of Education Workshop**  
**December 5, 2017**

# Agenda

## ➤ **2017-18 General Fund Budget Amendment #1**

- Summary of Revenues & Expenditures for Audited 2017, Original 2018, and Proposed Amendment #1 2018.
- Revenue by Source
- Revenue by Object

## ➤ **Budget Schedule**

## ➤ **Questions**

# 2017-18 GF Budget Amendment #1

	Audited 6/30/2017	Budget Original 6/30/2018	Budget Amendment #1 6/30/2018	% Difference Original vs. Amend #1
Projected Revenue	\$146,227,425	\$147,458,385	\$149,672,906	1.50%
Projected Expenditures	\$143,554,319	\$147,430,144	\$148,584,440	0.78%
Revenue Over Expenditures	\$2,673,106	\$28,241	\$1,088,466	
Beginning Fund Equity July 1st	\$21,532,285	\$22,335,432	\$24,205,391	
Ending Fund Equity June 30th	\$24,205,391	\$22,363,673	\$25,293,857	
Fund Equity as a % of Expenditures	16.86%	15.17%	17.02%	

# 2017-18 GF Budget Revenue

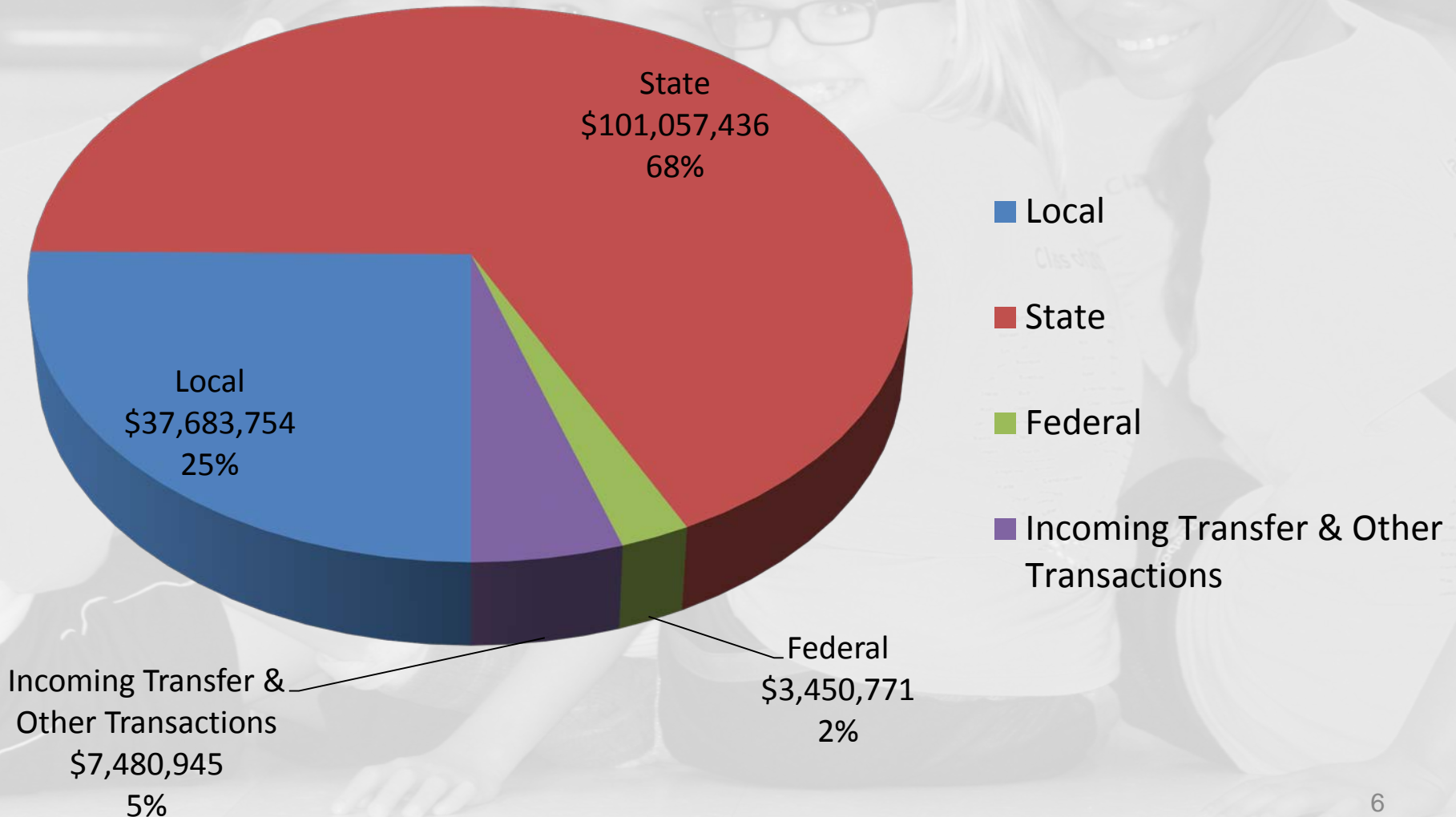
<b>Revenue</b>	<b>Audited 6/30/2017</b>	<b>Budget Original 6/30/2018</b>	<b>Budget Amendment #1 6/30/2018</b>	<b>% Difference Original vs. Amend #1</b>
1XX Local	\$37,552,874	\$37,990,138	\$37,683,754	-0.81%
3XX State	\$97,064,533	\$97,760,866	\$101,057,436	3.37%
4XX Federal	\$3,281,078	\$3,506,988	\$3,450,771	-1.60%
5XX- Incoming Transfer & Other Transactions	\$8,328,940	\$8,200,393	\$7,480,945	-8.77%
<b>Total Revenues and Other Transactions</b>	<b>\$146,227,425</b>	<b>\$147,458,385</b>	<b>\$149,672,906</b>	<b>1.50%</b>

# 2017-18 GF Budget Amendment #1 Revenue

- Local Revenue was not significantly impacted in this amendment:
  - Note: Building Blocks Preschool revenue and related expenses were moved out of the General Fund and into the Adult and Community Education Fund – Net Impact (\$103,000).
- State Funding increase of approximately 3%:
  - MPSERS UAAL Stabilization State Aid Payment increase of \$1.7 million
  - Pupil increase of 170 from 12,900 to 13,070 increase of \$1.5 million
- The Federal funding decrease of approximately 1.6%:
  - Decrease in the District's federal grant awards (Title I, II, & III – Carryover not included).
- Interdistrict funding decrease of approximately 9%:
  - Medicaid Fee for Service reduced (\$125,000)
  - Removed \$650,000 transfer in from the Adult and Community Education Fund.
- All other revenue sources were not effected greatly in this amendment.

# 2017-18 GF Budget Amendment #1 Revenue

## GF Revenue by Source





# 2017-18 GF Budget Expenditures

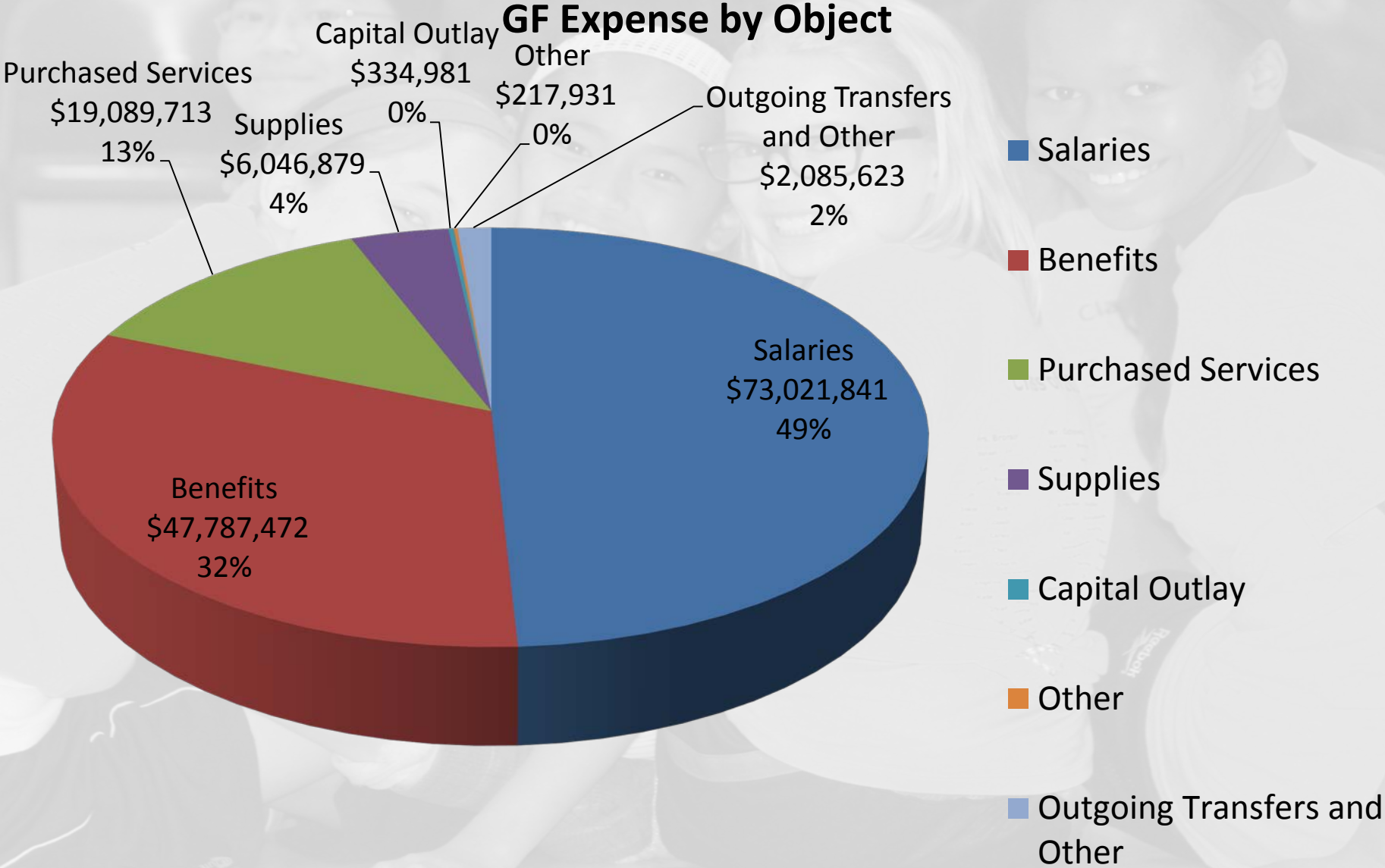
Expense by Object	Audited	Budget	Budget	% Difference
	6/30/2017	Original 6/30/2018	Amendment #1 6/30/2018	Original vs. Amend #1
1xxx Salaries	\$ 72,598,462	\$ 73,137,765	\$ 73,021,841	-0.16%
2xxx Benefits	\$ 45,172,009	\$ 46,425,147	\$ 47,787,472	2.93%
3xxx-4xxx Purchased Services	\$ 17,726,877	\$ 18,866,673	\$ 19,089,713	1.18%
5xxx Supplies	\$ 5,213,446	\$ 6,063,188	\$ 6,046,879	-0.27%
6xxx Capital Outlay	\$ 619,824	\$ 371,931	\$ 334,981	-9.93%
7xxx Other	\$ 228,350	\$ 380,993	\$ 217,931	-42.80%
8xxx-9xxx Outgoing Transfers and Other	\$ 1,995,351	\$ 2,184,447	\$ 2,085,623	-4.52%
<b>Total Expenditures</b>	<b>\$ 143,554,319</b>	<b>\$ 147,430,144</b>	<b>\$ 148,584,440</b>	<b>0.78%</b>

# 2017-18 GF Budget Amendment #1 Expenses

- Salaries remained consistent with the original budget. Benefits increased by approximately 2.9%, which is related to the increase in the MPSERS UAAL payment and other retirement costs.
- Purchased services increased by approximately 1.2%:
  - Software licenses increase by \$306,000
- Federal grants reconciled to actual awards and final prior year expenditures.
- “Other” expenses decreased by approximately 43%:
  - Decrease in property tax abatements and write-offs (\$135,000).
- All other expenditures were not effected greatly in this amendment.

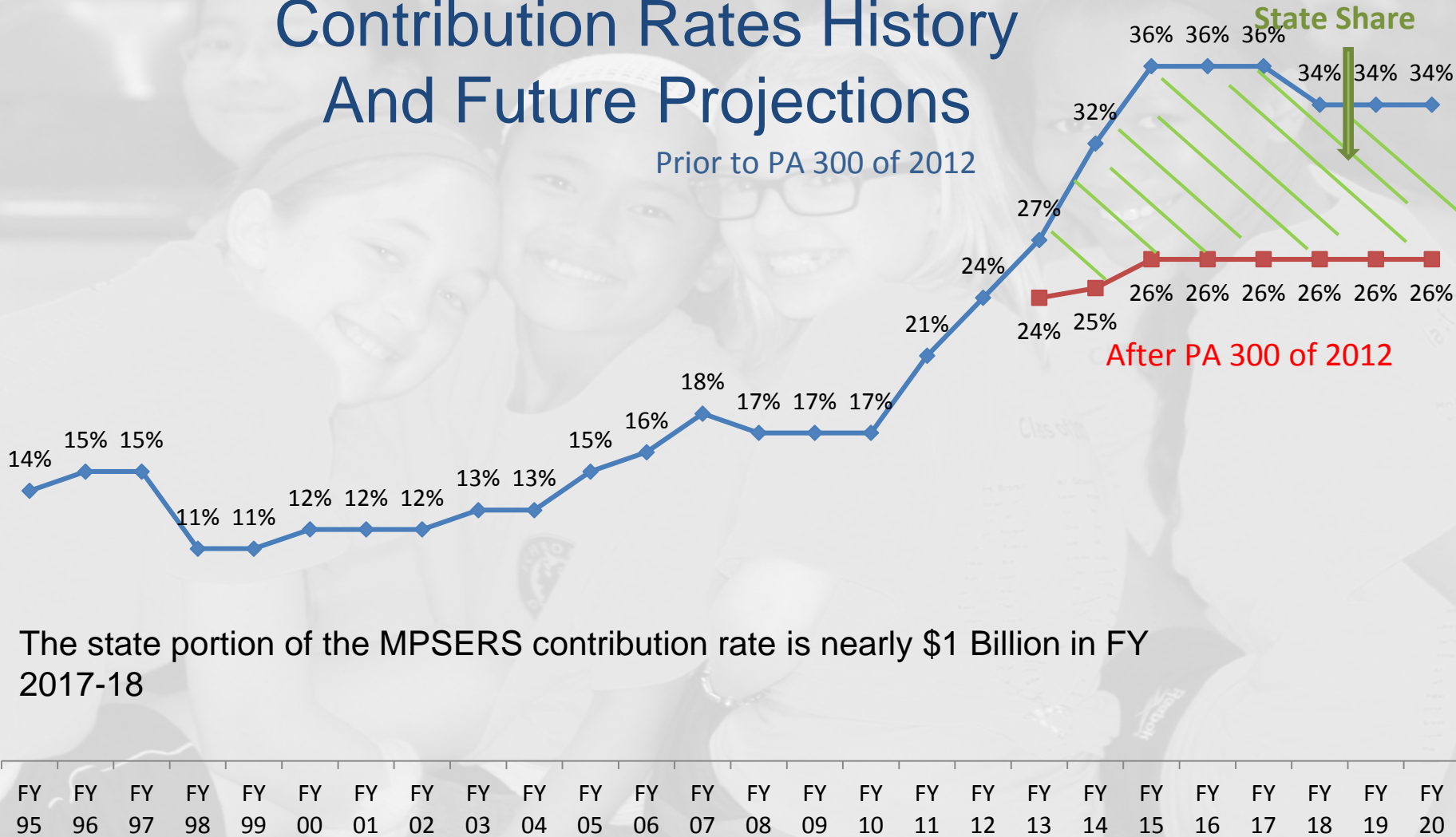


# 2017-18 GF Budget Amendment #1 Expenses



# MPERS Employer Contribution Rates History And Future Projections

Prior to PA 300 of 2012



The state portion of the MPERS contribution rate is nearly \$1 Billion in FY 2017-18

Note: Future projected rates are from Office of Retirement Services based on current actuarial valuation

House Fiscal Agency: January 2014

# Budget Schedule

- **December 5th: Board Budget Workshop**
- **January: Revenue Sharing Conference and Cabinet priority discussions**
- **February: Governor's Budget**
- **March – June: Develop 2018-19 Budgets and 2017-18 Amendments**
- **May/June Board Meeting: Public Hearing and Millage Rate Adoption**
- **June Board Meeting: Budget Adoption**



# Questions