



**2019-20 Final Budget Amendment and  
2019-20 Proposed Budget**

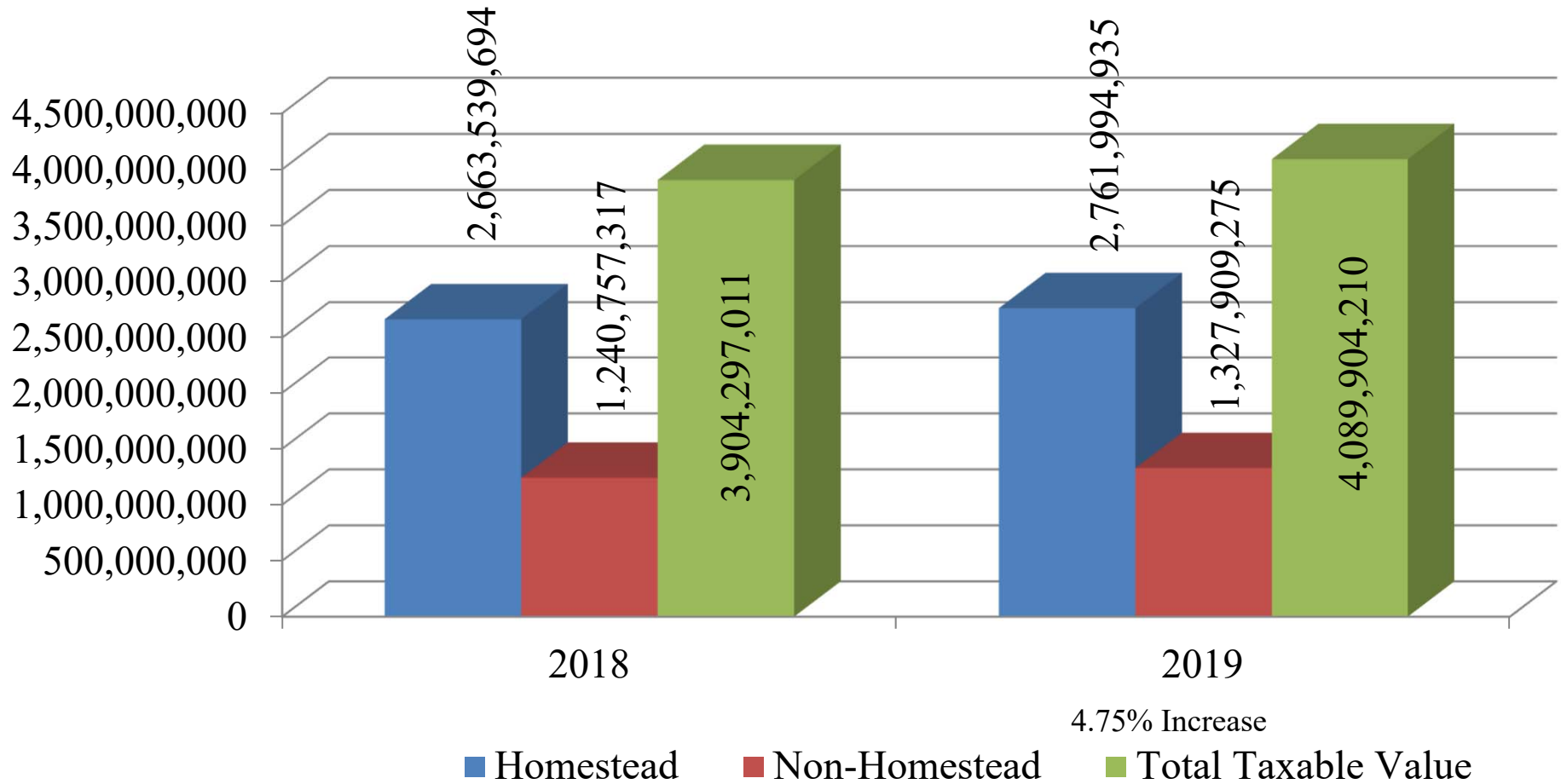
**Presentation**

**June 4, 2019**

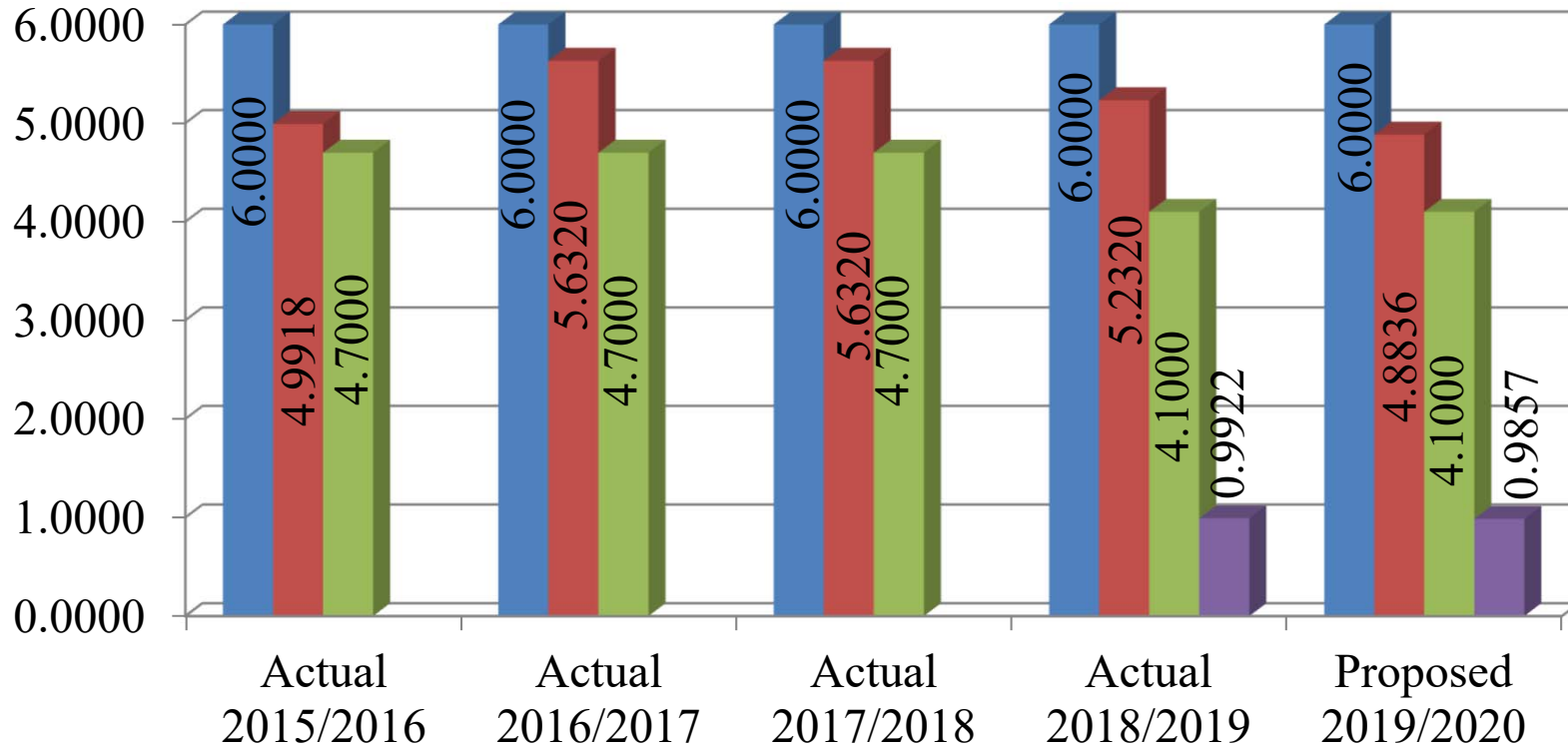
# Fund Descriptions

1. General Fund (1xx) – Accounts for revenue and expenses associated with the general operations of the District.
2. Debt Retirement Funds (3xx) – Accounts for revenue and expenses associated with the District’s debt obligations.
3. Capital Projects Funds (414, 416, 419) – Accounts for the bond proceeds and expenses associated with the District’s bond projects.
4. Early Childhood Center Capital Projects Fund (418) – Accounts for the revenue and expenses associated with the construction of the Early Childhood Center.
5. Sinking Fund (498) – Accounts for the revenue and expenses associated with the District’s sinking fund millage
6. Capital Maintenance Fund (499) – Accounts for the expenses associated with the District’s capital maintenance projects.
7. Food Service Fund (520) – Accounts for revenue and expenses associated with the District’s food service program.
8. TCC Grant Fund (529) – Accounts for the revenue and expenses associated with the District’s operations of the Troy Career Center
9. Community Service Fund (530) – Accounts for revenue and expenses associated with the District’s fee for service programs including community recreation, CARE and preschool. (NOTE: Preschool will be accounted for in the Troy Preschool Fund effective July 1, 2019).
10. Troy Preschool Fund (531) – Accounts for the revenue and expenses associated with the operation of the Early Childhood Center.
11. Facility Rental Fund (535) – Accounts for the revenue and expenses associated with the District’s rental of various facilities including the salaries and benefits of the theater manager.
12. Troy School and Student Activities Fund (570) – Accounts for the transactions of student groups for school and school-related purposes.

## 2018 & 2019 Taxable Values Homestead & Non-Homestead

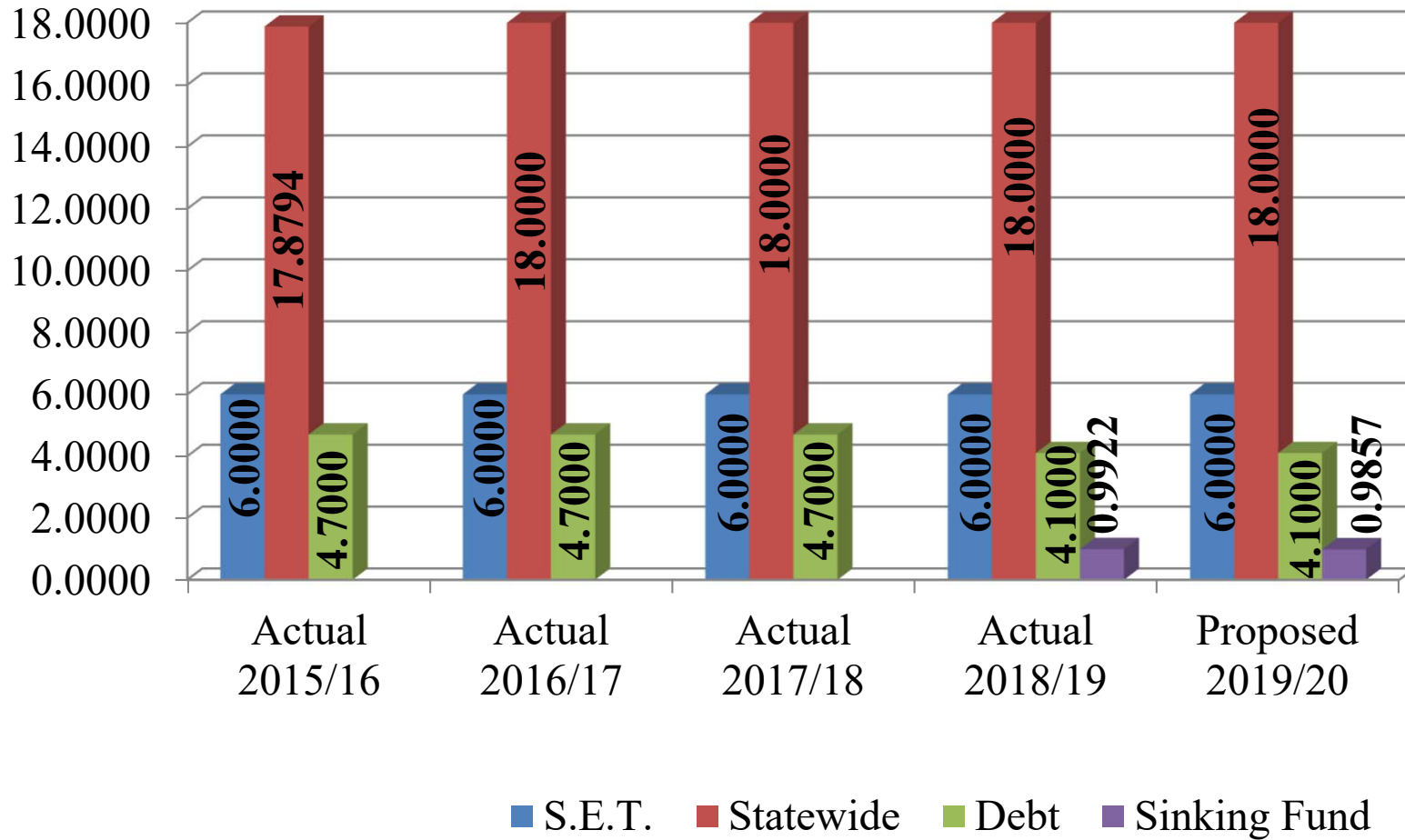


## Five Year Homestead Millage Comparison

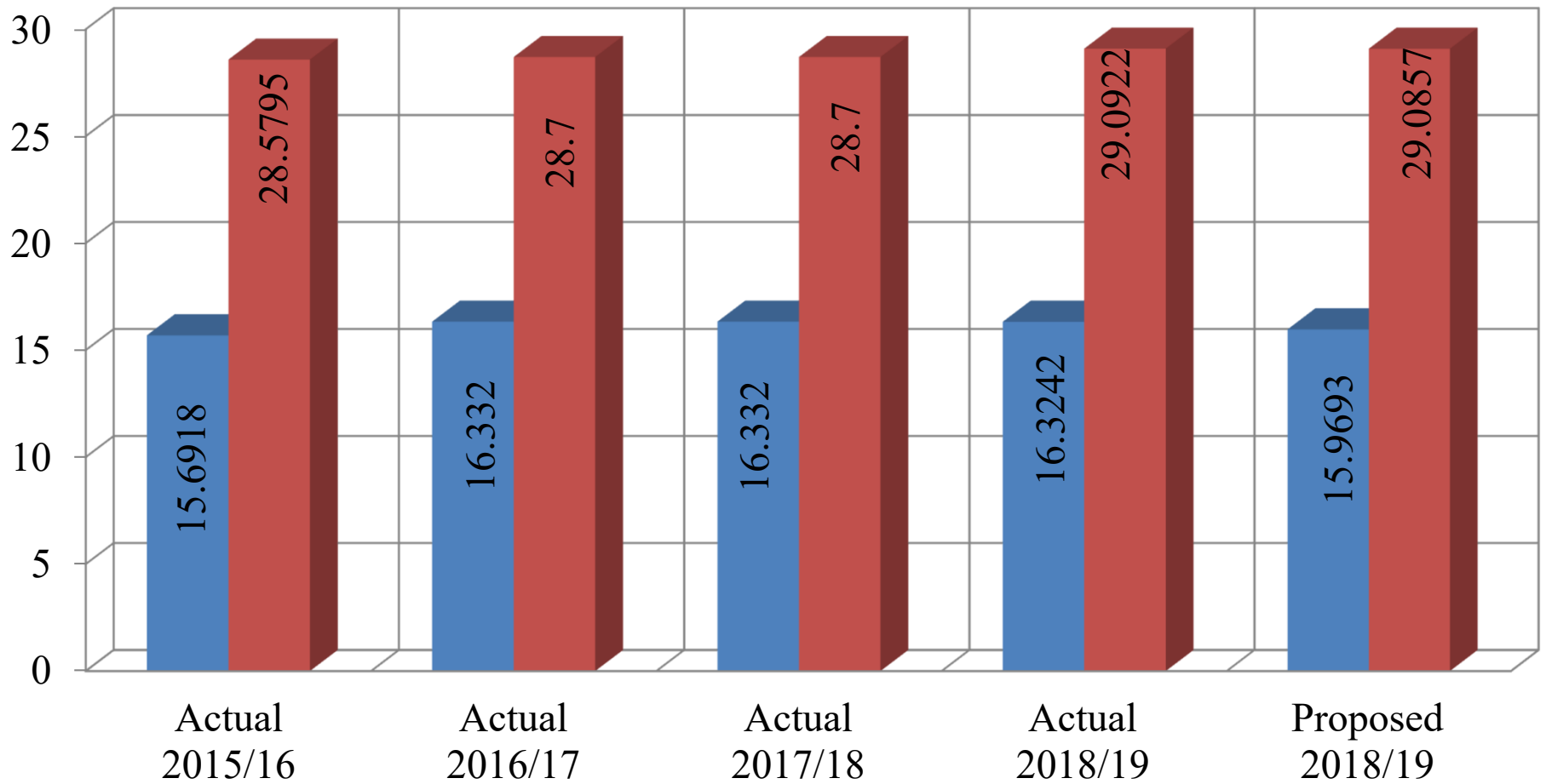


■ S.E.T.   
 ■ Hold Harmless   
 ■ Debt   
 ■ Sinking Fund

## Five Year Non-Homestead Millage Comparison



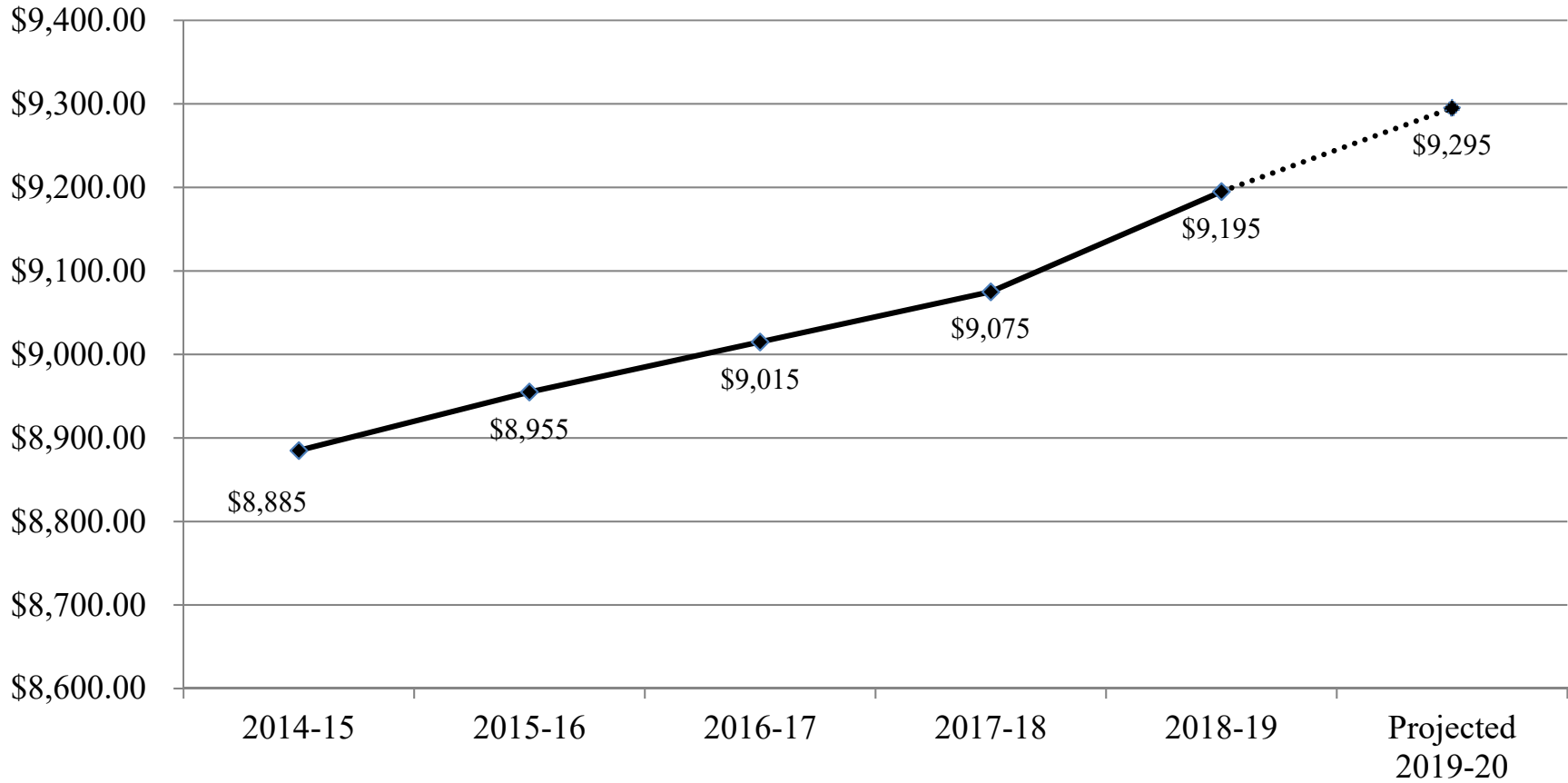
# Five Year Millage Comparison



# 2019-20 General Fund Assumptions

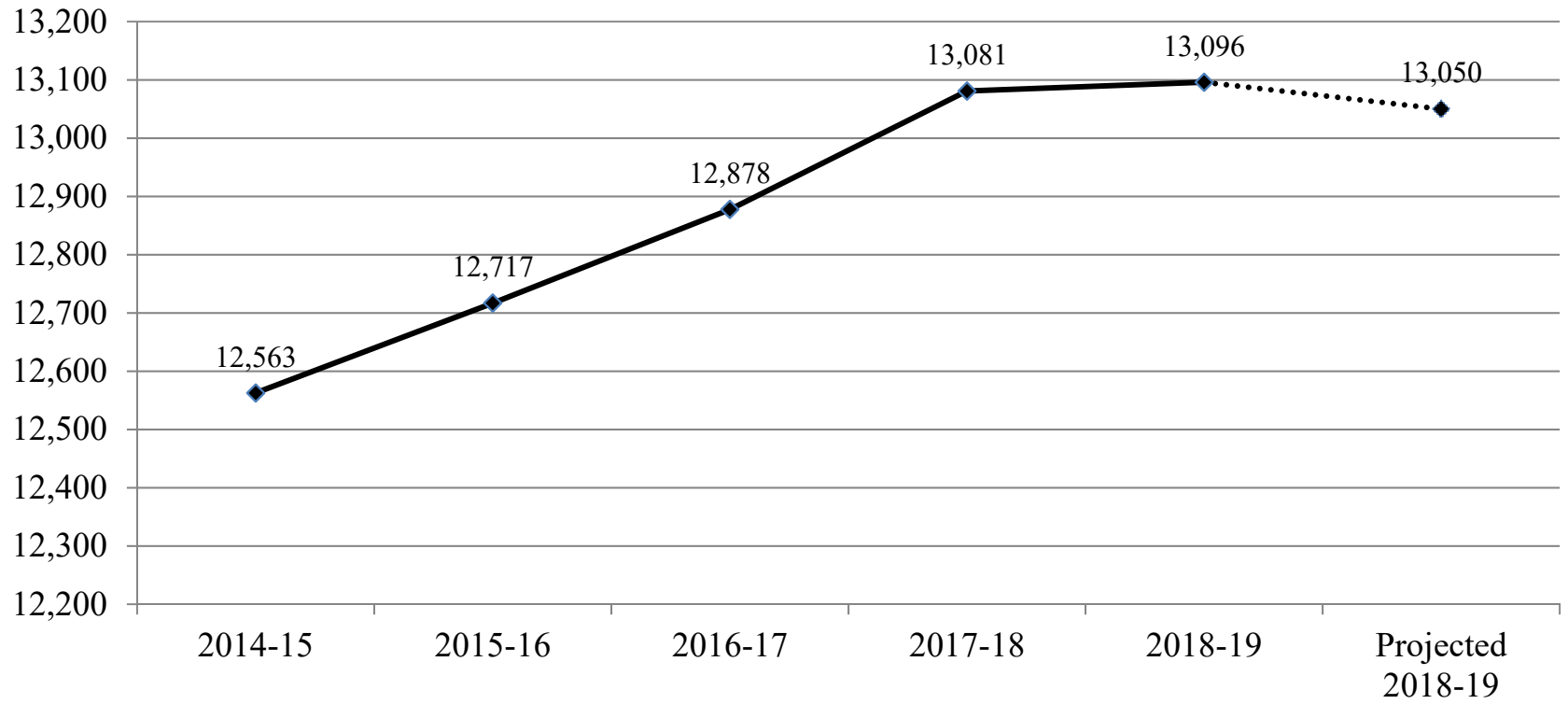
- Enrollment assumption: 13,050 (decrease of 46 students)
- Foundation Allowance: increase of \$100 per pupil
- Other Financing Source Revenue includes a \$1.1 million transfer from the Adult Education and Community Service Fund
- Salary increases: 1.0% net increase, which considers contractual wage increase obligations as of July 1, 2019
- Benefit increases:
  - Health Insurance: 1.0% increase in PA 152 hard cap rate
  - Retirement Increase: Increase in the effective rate from 26.18 % to 27.50%
  - MPSERS UAAL Rate increase from 12.21% to 12.41%
  - FICA rate of 7.65% has not changed
- Purchased Service increase of 2.3%
- Supplies increase of 5.9% that accounts for 19-20 science curriculum adoption

# Foundation Allowance History





# Enrollment History

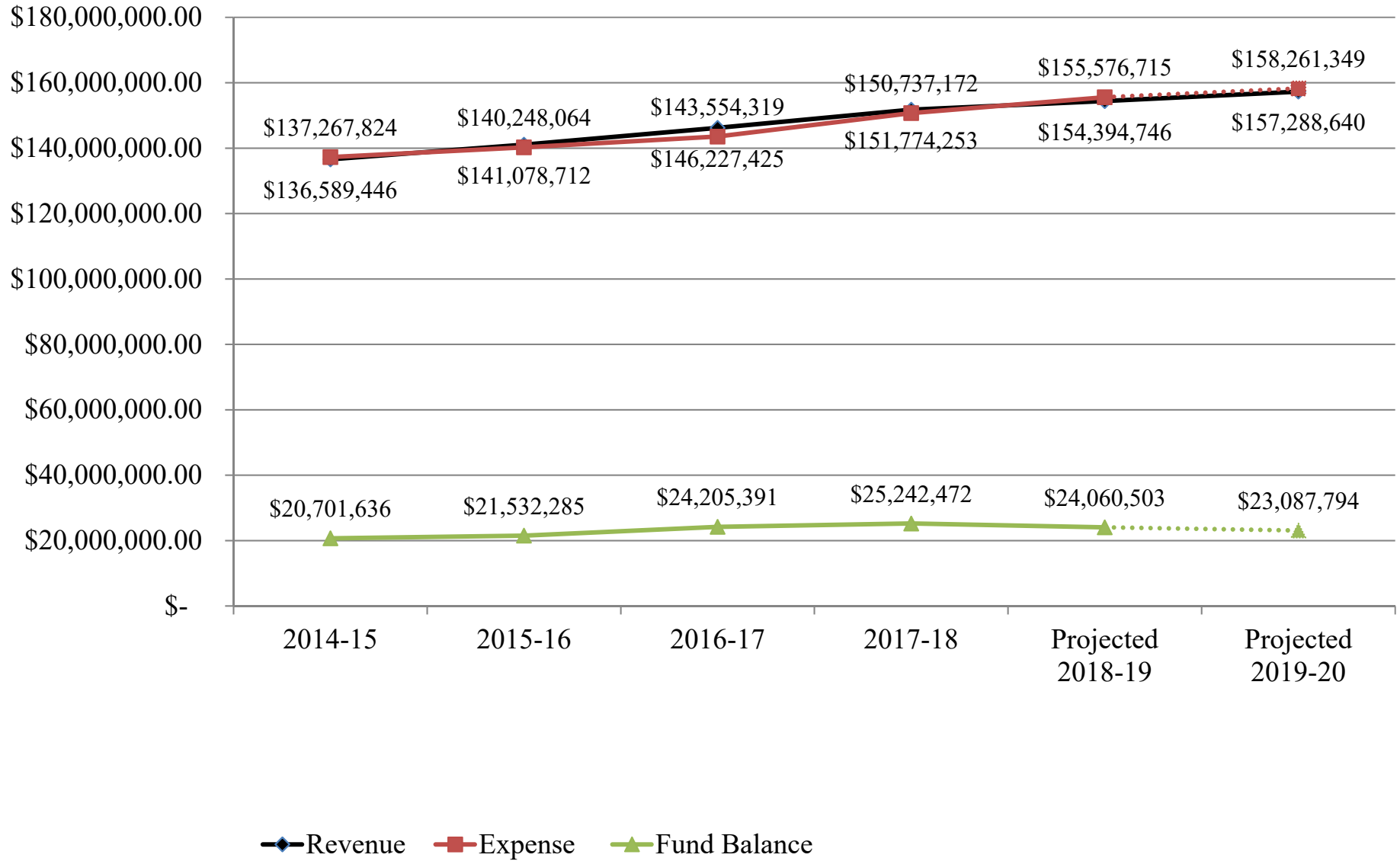


# Troy School District

## Summary of General Fund Revenue

	Audited 6/30/2018	Final Budget Amendment 6/30/2019	Recommended Budget 6/30/2020
Projected Revenue	\$151,774,253	\$154,394,746	\$157,288,640
Projected Expenditures	\$150,737,172	\$155,576,715	\$158,261,349
Revenue (Under) Expenditures	\$1,037,081	(\$1,181,969)	(\$972,709)
Beginning Fund Equity July 1st	\$24,205,391	\$25,242,472	\$24,060,503
Ending Fund Equity June 30th	\$25,242,472	\$24,060,503	\$23,087,794
Fund Equity as a % of Expenditures	16.75%	15.47%	14.59%

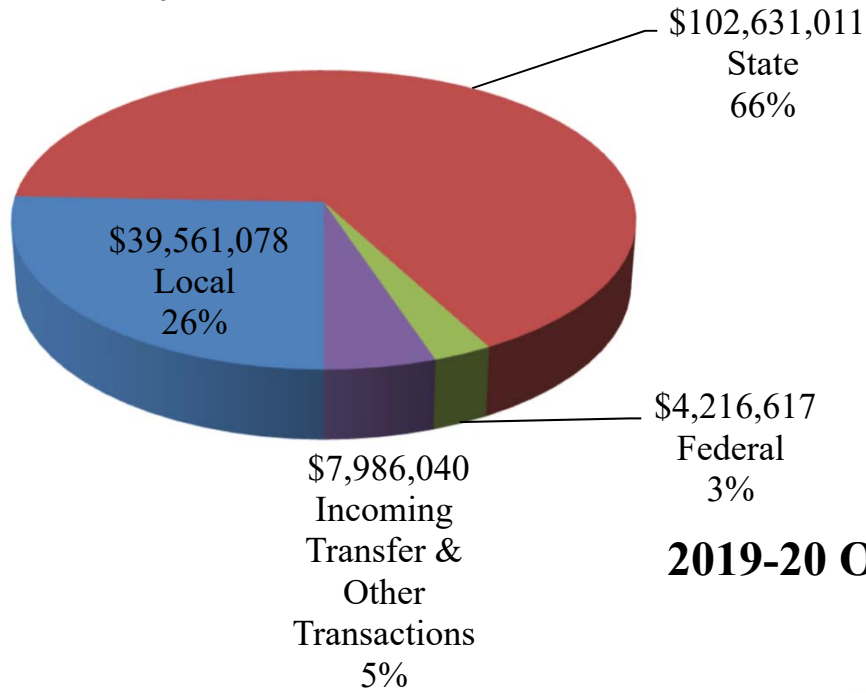
# Revenue, Expense and Fund Balance History



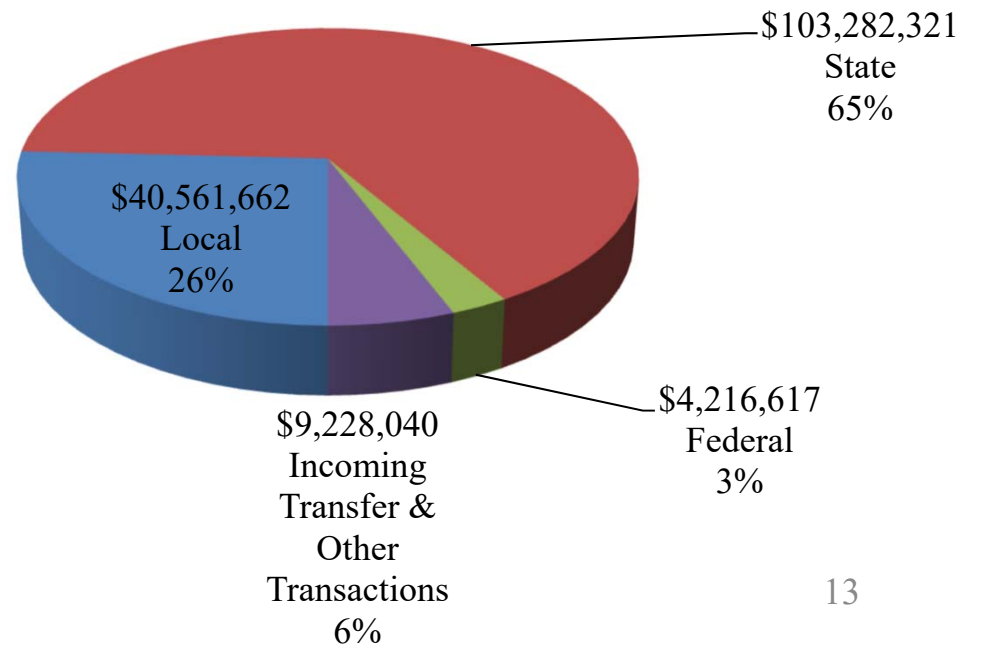
# General Fund Revenue by Source

<u>Revenue</u>	Audited	Final Budget	Recommended
	6/30/2018	Amendment 6/30/2019	Budget 6/30/2020
1XX Local	\$38,509,196	\$39,561,078	\$40,561,662
3XX State	\$101,977,418	\$102,631,011	\$103,282,321
4XX Federal	\$3,333,253	\$4,216,617	\$4,216,617
5XX- Incoming Transfer & Other Transactions	\$7,954,386	\$7,986,040	\$9,228,040
<b>Total Revenue</b>	<b>\$151,774,253</b>	<b>\$154,394,746</b>	<b>\$157,288,640</b>

## 2018-19 Final Amendment GF Revenue by Source



## 2019-20 Original Budget GF Revenue by Source

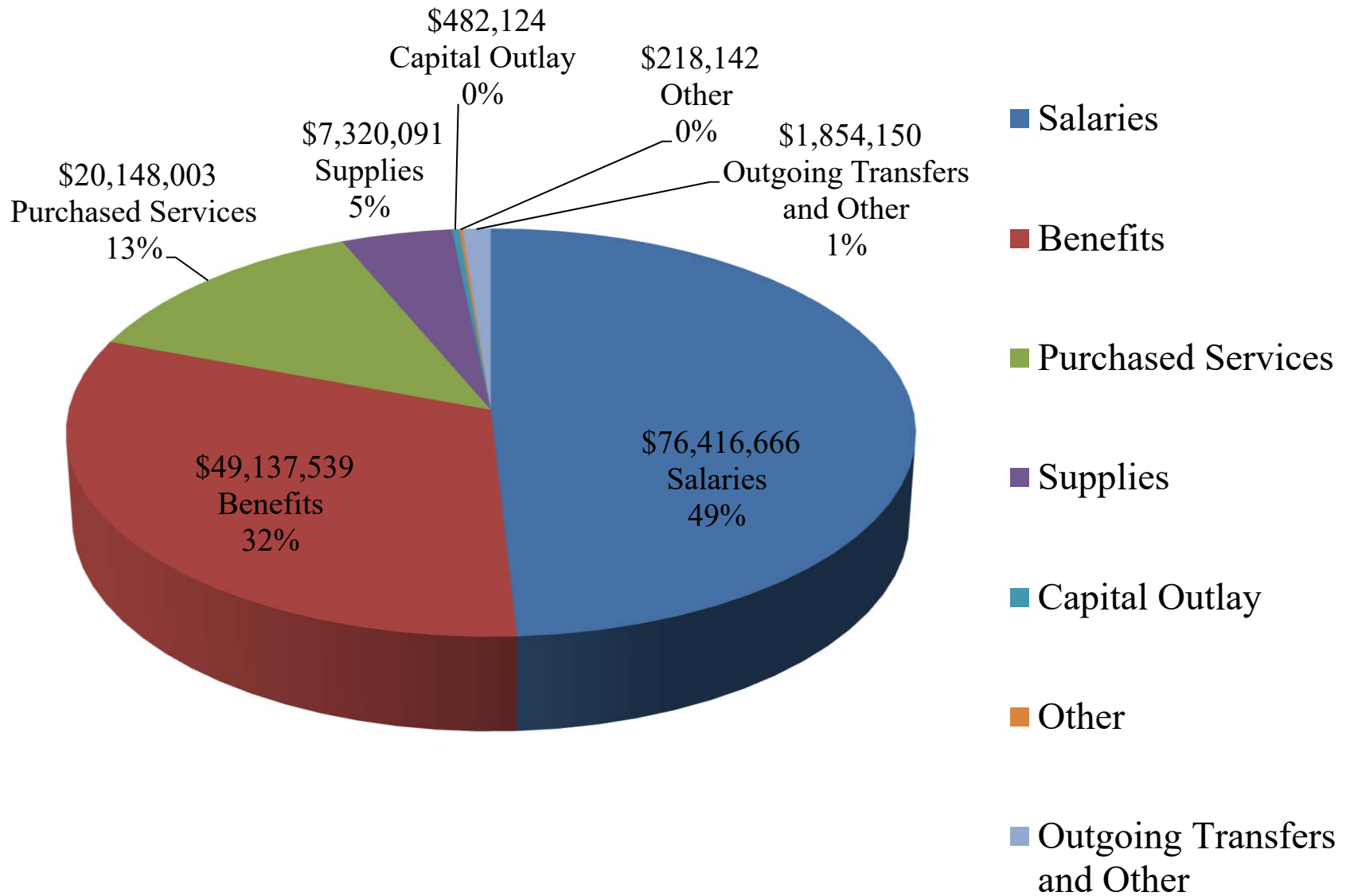


# Troy School District

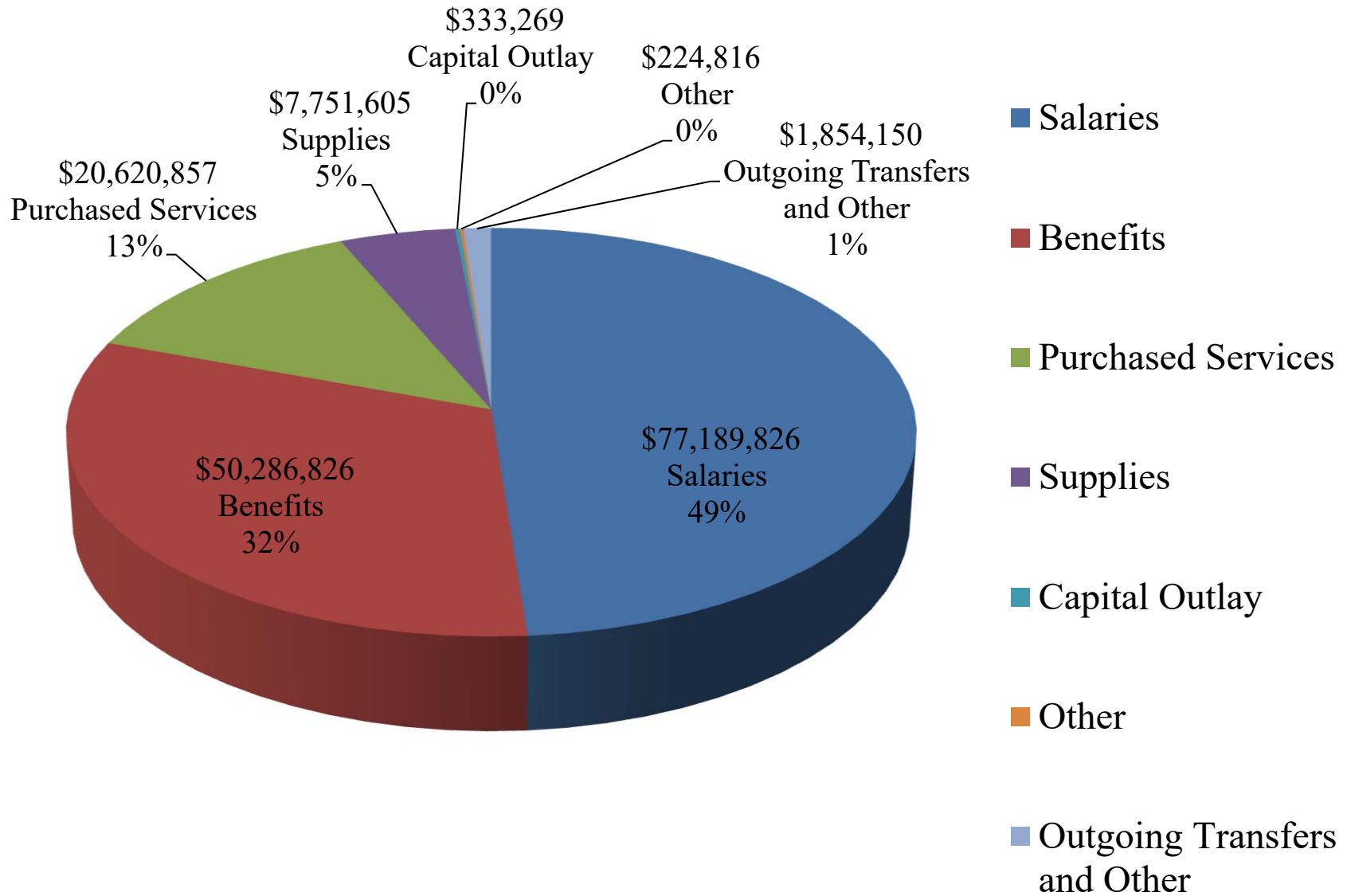
## Summary of General Fund Expenditures by Object

Expense by Object	Final Budget		
	Audited 6/30/2018	Amendment 6/30/2019	Recommended Budget 6/30/2020
1xxx Salaries	\$ 73,742,708	\$ 76,416,666	\$ 77,189,826
2xxx Benefits	\$ 48,780,591	\$ 49,137,539	\$ 50,286,826
3xxx-4xxx Purchased Services	\$ 19,696,207	\$ 20,148,003	\$ 20,620,857
5xxx Supplies	\$ 6,053,236	\$ 7,320,091	\$ 7,751,605
6xxx Capital Outlay	\$ 484,461	\$ 482,124	\$ 333,269
7xxx Other	\$ 182,242	\$ 218,142	\$ 224,816
8xxx-9xxx Outgoing Transfers & Other	\$ 1,797,726	\$ 1,854,150	\$ 1,854,150
<b>Total Expenditures</b>	<b>\$ 150,737,171</b>	<b>\$ 155,576,715</b>	<b>\$ 158,261,349</b>

## 2018-19 GF Expenditures by Object



## 2019-20 GF Expenditures by Object





# Budget Opportunities

- Staffing
- Healthcare Aides
- Substitute Teachers
- Professional Development
- Performance Based Compensation (PBC)
- Pay to Participate
- Schools of Choice

**TROY SCHOOL DISTRICT**  
**FOOD SERVICE FUND - SPECIAL REVENUE FUND**  
**2017-18 THROUGH 2019-20**  
**REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<u>2017-18</u> <u>Actual</u>	<u>Recommended</u> <u>2018-19</u> <u>Budget</u>	<u>Recommended</u> <u>2019-20</u> <u>Budget</u>
<b>REVENUES:</b>			
Local Sources	\$ 2,384,122	\$ 2,229,300	\$ 2,281,500
State Sources	110,279	107,348	107,000
Federal Sources	<u>1,035,519</u>	<u>1,047,290</u>	<u>1,067,390</u>
Total Revenues	<u>3,529,920</u>	<u>3,383,938</u>	<u>3,455,890</u>
<b>EXPENDITURES:</b>			
Salaries	-	26,000	70,500
Benefits	-	2,000	5,400
Purchased Services	1,842,433	2,034,884	1,556,469
Repairs and Rentals	147,226	168,000	145,000
Supplies and Materials	1,410,270	1,424,835	1,301,476
Capital Outlay	275,480	608,485	306,500
Other	<u>36,350</u>	<u>50,000</u>	<u>50,000</u>
Total Expenditures	<u>3,711,759</u>	<u>4,314,204</u>	<u>3,435,345</u>
<b>OTHER FINANCING USES:</b>			
Transfers Out	<u>(15,286)</u>	<u>(20,000)</u>	<u>(20,000)</u>
Total Other Financing Uses	<u>(15,286)</u>	<u>(20,000)</u>	<u>(20,000)</u>
<b>Net Change in Fund Balance</b>	(197,125)	(950,266)	545
<b>Fund Balance - Beginning of Year</b>	<u>1,151,536</u>	<u>954,411</u>	<u>4,145</u>
<b>Fund Balance - End of Year</b>	<u>\$ 954,411</u>	<u>\$ 4,145</u>	<u>\$ 4,690</u>

**TROY SCHOOL DISTRICT  
TROY CAREER CENTER FUND - SPECIAL REVENUE FUND  
2017-18 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<u>2017-18</u> <u>Actual</u>	<u>Recommended</u> <u>2018-19</u> <u>Budget</u>	<u>Recommended</u> <u>2019-20</u> <u>Budget</u>
<b>REVENUES:</b>			
State Sources	\$ 59,497	\$ 60,000	\$ 60,000
Federal Sources	<u>1,742,688</u>	<u>2,385,150</u>	<u>2,385,150</u>
Total Revenues	<u>1,802,185</u>	<u>2,445,150</u>	<u>2,445,150</u>
<b>EXPENDITURES:</b>			
Salaries	779,209	1,100,000	1,100,000
Employee Benefits	465,827	650,000	650,000
Purchased Services	309,870	420,000	420,000
Repairs and Rentals	101,217	125,150	125,150
Supplies and Materials	12,297	25,500	25,500
Capital Outlay	60,176	65,000	65,000
Other	<u>36,003</u>	<u>14,500</u>	<u>14,500</u>
Total Expenditures	<u>1,764,599</u>	<u>2,400,150</u>	<u>2,400,150</u>
<b>OTHER FINANCING USES:</b>			
Transfers Out	<u>(37,586)</u>	<u>(45,000)</u>	<u>(45,000)</u>
Total Other Financing Uses	<u>(37,586)</u>	<u>(45,000)</u>	<u>(45,000)</u>
<b>Net Change in Fund Balance</b>	-	-	-
<b>Fund Balance - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TROY SCHOOL DISTRICT  
ADULT EDUCATION AND COMMUNITY SERVICE FUND - SPECIAL REVENUE FUND  
2017-18 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<u>2017-18 Actual</u>	<u>Recommended 2018-19 Budget</u>	<u>Recommended 2019-20 Budget</u>
<b>REVENUES:</b>			
Local Sources	\$ 3,948,689	\$ 4,081,000	\$ 3,021,900
Total Revenues	<u>3,948,689</u>	<u>4,081,000</u>	<u>3,021,900</u>
<b>EXPENDITURES:</b>			
Salaries	1,140,962	1,215,905	511,661
Employee Benefits	557,272	593,416	242,016
Purchased Services	1,427,313	1,487,580	1,124,700
Repairs and Rentals	6,851	7,000	7,000
Supplies and Materials	111,794	109,300	65,600
Capital Outlay	10,424	-	-
Other	4,057	3,000	2,000
Total Expenditures	<u>3,258,673</u>	<u>3,416,201</u>	<u>1,952,976</u>
<b>OTHER FINANCING USES:</b>			
Transfers Out	<u>(720,000)</u>	<u>(400,000)</u>	<u>(1,100,000)</u>
Total Other Financing Uses	<u>(720,000)</u>	<u>(400,000)</u>	<u>(1,100,000)</u>
<b>Net Change in Fund Balance</b>	(29,984)	264,799	(31,076)
<b>Fund Balance - Beginning of Year</b>	<u>341,215</u>	<u>311,231</u>	<u>576,030</u>
<b>Fund Balance - End of Year</b>	<u>\$ 311,231</u>	<u>\$ 576,030</u>	<u>\$ 544,954</u>

**TROY SCHOOL DISTRICT  
FACILITY RENTALS - SPECIAL REVENUE FUND  
2017-18 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>2017-18</b>	<b>Recommended</b>	<b>Recommended</b>
	<b>Actual</b>	<b>Budget</b>	<b>Budget</b>
	<u>          </u>	<u>          </u>	<u>          </u>
<b>REVENUES:</b>			
Local Sources	\$ 138,605	\$ 135,000	\$ 135,000
Total Revenues	<u>138,605</u>	<u>135,000</u>	<u>135,000</u>
<b>EXPENDITURES:</b>			
Salaries	-	96,573	99,470
Benefits	-	58,397	60,210
Purchased Services	307	1,000	1,000
Supplies and Materials	1,149	1,100	1,100
Capital Outlay - Equipment	-	91,106	-
Total Expenditures	<u>1,456</u>	<u>248,176</u>	<u>161,780</u>
<b>OTHER FINANCING USES:</b>			
Transfers Out	-	(500,000)	-
Total Other Financing Uses	<u>-</u>	<u>(500,000)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	137,149	(613,176)	(26,780)
<b>Fund Balance - Beginning of Year</b>	<u>749,732</u>	<u>886,881</u>	<u>278,303</u>
<b>Fund Balance - End of Year</b>	<u>\$ 886,881</u>	<u>\$ 273,705</u>	<u>\$ 251,523</u>

**TROY SCHOOL DISTRICT  
TROY SCHOOL DISTRICT PRESCHOOL FUND - SPECIAL REVENUE FUND  
2018-19 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<u>Recommended 2018-19 Budget</u>	<u>Recommended 2019-20 Budget</u>
<b>REVENUES:</b>		
Local Sources	\$ 26,000	\$ 2,021,500
Total Revenues	<u>26,000</u>	<u>2,021,500</u>
<b>EXPENDITURES:</b>		
Salaries	103,298	700,000
Employee Benefits	46,617	370,000
Purchased Services	600	550,000
Supplies	11,500	143,000
Debt Service	<u>219,690</u>	<u>233,615</u>
Total Expenditures	<u>381,705</u>	<u>1,996,615</u>
<b>OTHER FINANCING SOURCES:</b>		
Transfers In	<u>400,000</u>	<u>-</u>
Total Other Financing Sources	<u>400,000</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	44,295	24,885
<b>Fund Balance - Beginning of Year</b>	<u>-</u>	<u>44,295</u>
<b>Fund Balance - End of Year</b>	<u>\$ 44,295</u>	<u>\$ 69,180</u>

**TROY SCHOOL DISTRICT**  
**TROY SCHOOL AND STUDENT ACTIVITIES FUND - SPECIAL REVENUE FUND**  
**2019-20**  
**REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>Recommended 2019-20 Budget</b>
<b>REVENUES:</b>	
Local Sources	\$ 5,000,000
Total Revenues	5,000,000
<b>EXPENDITURES:</b>	
Other	5,000,000
Total Expenditures	5,000,000
<b>Net Change in Fund Balance</b>	-
<b>Fund Balance - Beginning of Year</b>	2,000,000
<b>Fund Balance - End of Year</b>	\$ 2,000,000

**TROY SCHOOL DISTRICT  
DEBT SERVICE FUNDS  
2017-18 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>2017-18</b>	<b>Recommended</b>	<b>Recommended</b>
	<b>Actual</b>	<b>Budget</b>	<b>Budget</b>
	<u>          </u>	<u>          </u>	<u>          </u>
<b>REVENUES:</b>			
Local Sources			
Property Taxes	\$ 17,663,245	\$ 16,044,545	\$ 16,210,086
Earnings on Investments	-	45,000	45,000
State Sources	<u>71,413</u>	<u>192,504</u>	<u>192,514</u>
Total Revenues	<u>17,663,245</u>	<u>16,282,049</u>	<u>16,255,086</u>
<b>EXPENDITURES:</b>			
Principal	13,105,000	10,565,000	12,235,000
Interest	5,665,142	4,833,408	5,503,110
Other bond expenditures	-	1,550	2,500
Property Tax Adjustments	<u>1,294</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>18,771,436</u>	<u>15,399,958</u>	<u>17,740,610</u>
<b>Net Change in Fund Balance</b>	(1,108,191)	882,091	(1,485,524)
<b>Fund Balance - Beginning of Year</b>	<u>2,643,654</u>	<u>1,535,463</u>	<u>2,417,554</u>
<b>Fund Balance - End of Year</b>	<u>\$ 1,535,463</u>	<u>\$ 2,417,554</u>	<u>\$ 932,030</u>



**TROY SCHOOL DISTRICT  
2014 CAPITAL PROJECTS FUND (SERIES I)  
2017-18 THROUGH 2018-19  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>2017-18 Actual</b>	<b>Recommended 2018-19 Budget</b>
<b>REVENUES:</b>		
Local Sources	\$ 8,881	\$ 1,900
Total Revenues	<u>8,881</u>	<u>1,900</u>
<b>EXPENDITURES:</b>		
Capital Outlay	<u>1,211,248</u>	<u>107,185</u>
Total Expenditures	<u>1,211,248</u>	<u>107,185</u>
<b>Net Change in Fund Balance</b>	(1,202,367)	(105,285)
<b>Fund Balance - Beginning of Year</b>	<u>1,307,652</u>	<u>105,285</u>
<b>Fund Balance - End of Year</b>	<u>\$ 105,285</u>	<u>\$ -</u>

**TROY SCHOOL DISTRICT**  
**2016 CAPITAL PROJECTS FUND (Series II)**  
**2017-18 THROUGH 2019-20**  
**REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>2017-18</b>	<b>Recommended</b>	<b>Recommended</b>
	<b>Actual</b>	<b>2018-19</b>	<b>2019-20</b>
	<u>          </u>	<u>    Budget    </u>	<u>    Budget    </u>
<b>REVENUES:</b>			
Local Sources	\$ 265,144	\$ 950,686	\$ 250,000
Total Revenues	<u>265,144</u>	<u>950,686</u>	<u>250,000</u>
<b>EXPENDITURES:</b>			
Capital Outlay	<u>14,031,830</u>	<u>15,320,000</u>	<u>8,832,462</u>
Total Expenditures	<u>14,031,830</u>	<u>15,320,000</u>	<u>8,832,462</u>
<b>Net Change in Fund Balance</b>	(13,766,686)	(14,369,314)	(8,582,462)
<b>Fund Balance - Beginning of Year</b>	<u>36,718,462</u>	<u>22,951,776</u>	<u>8,582,462</u>
<b>Fund Balance - End of Year</b>	<u>\$ 22,951,776</u>	<u>\$ 8,582,462</u>	<u>\$ -</u>

**TROY SCHOOL DISTRICT  
EARLY CHILDHOOD LEARNING CENTER CAPITAL PROJECTS FUND  
2017-18 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>2017-18</b>	<b>Recommended</b>	<b>Recommended</b>
	<b>Actual</b>	<b>2018-19</b>	<b>2019-20</b>
	<u>Actual</u>	<u>Budget</u>	<u>Budget</u>
<b>REVENUES:</b>			
Local Sources	\$ 14,556	\$ 160,000	\$ 40,000
Total Revenues	<u>14,556</u>	<u>160,000</u>	<u>40,000</u>
<b>EXPENDITURES:</b>			
Capital Outlay:			
Building and Site Improvements	2,309,281	13,000,000	6,068,633
Furniture and Equipment	-	-	1,071,300
Other	<u>62,718</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>2,371,999</u>	<u>13,000,000</u>	<u>7,139,933</u>
<b>OTHER FINANCING SOURCES :</b>			
Loan proceeds	7,125,000	-	-
Sale of Land	4,218,963	372,413	5,232,000
Transfers In	<u>5,349,000</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>16,692,963</u>	<u>372,413</u>	<u>5,232,000</u>
<b>Net Change in Fund Balance</b>	14,335,520	(12,467,587)	(1,867,933)
<b>Fund Balance - Beginning of Year</b>	<u>-</u>	<u>14,335,520</u>	<u>1,867,933</u>
<b>Fund Balance - End of Year</b>	<u>\$ 14,335,520</u>	<u>\$ 1,867,933</u>	<u>\$ -</u>

**TROY SCHOOL DISTRICT  
2019 CAPITAL PROJECTS FUND (SERIES III)  
2018-19 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>Recommended 2018-19 Budget</b>	<b>Recommended 2019-20 Budget</b>
	<u>                    </u>	<u>                    </u>
<b>REVENUES:</b>		
Local Sources	\$ -	\$ 300,000
Total Revenues	<u>-</u>	<u>300,000</u>
<b>EXPENDITURES:</b>		
Capital Outlay	-	5,000,000
Bond Expenditures	<u>130,062</u>	<u>-</u>
Total Expenditures	<u>130,062</u>	<u>5,000,000</u>
<b>OTHER FINANCING SOURCES:</b>		
Proceeds from Sale of Bonds	<u>26,998,655</u>	<u>-</u>
Total Other Financing Sources	<u>26,998,655</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	26,868,593	(4,700,000)
<b>Fund Balance - Beginning of Year</b>	<u>-</u>	<u>26,868,593</u>
<b>Fund Balance - End of Year</b>	<u>\$ 26,868,593</u>	<u>\$ 22,168,593</u>

**TROY SCHOOL DISTRICT  
CAPITAL MAINTENANCE - CAPITAL PROJECTS FUND  
2017-18 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>2017-18 Actual</b>	<b>Recommended 2018-19 Budget</b>	<b>Recommended 2019-20 Budget</b>
<b>REVENUES:</b>			
Local Sources	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>			
Purchased Services	963,263	190,000	500,000
Capital Outlay	-	-	-
Total Expenditures	<u>963,263</u>	<u>190,000</u>	<u>500,000</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers In	71,000	500,000	-
Transfers Out	(4,700,000)	-	-
Sale of Land	<u>4,104,175</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	(524,825)	500,000	-
<b>Net Change in Fund Balance</b>	(1,488,088)	310,000	(500,000)
<b>Fund Balance - Beginning of Year</b>	<u>2,174,557</u>	<u>686,469</u>	<u>996,469</u>
<b>Fund Balance - End of Year</b>	<u>\$ 686,469</u>	<u>\$ 996,469</u>	<u>\$ 496,469</u>

**TROY SCHOOL DISTRICT  
SINKING FUND - CAPITAL PROJECTS FUND  
2018-19 THROUGH 2019-20  
REVENUES BY SOURCE AND EXPENDITURES BY OBJECT**

	<b>Recommended 2018-19 Budget</b>	<b>Recommended 2019-20 Budget</b>
	<u>                    </u>	<u>                    </u>
<b>REVENUES:</b>		
Local Sources	\$ 3,882,000	\$ 4,030,000
Total Revenues	<u>3,882,000</u>	<u>4,030,000</u>
<b>EXPENDITURES:</b>		
Capital Outlay	<u>3,882,000</u>	<u>3,828,500</u>
Total Expenditures	<u>3,882,000</u>	<u>3,828,500</u>
<b>Net Change in Fund Balance</b>	-	201,500
<b>Fund Balance - Beginning of Year</b>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ 201,500</u>

Questions?