

2023-2024 Preliminary Budget August 1, 2023

Legislative Update

Regular Session

HB 3 by Burrows - School Safety

\$10 per student in Average Daily Attendance - ADA (Currently \$9.72)

Additional \$15,000 per campus

Armed security officer at each campus

Special Session #2 – Property Tax Relief

SB2 by Bettencourt

Additional 10.7¢ of tax compression

Increase in the homestead exemption from \$40,000 to \$100,000

Includes hold harmless provision for the increase in homestead exemption

2023-2024 Budget Objectives

- **Meet the needs for the 2023-2024 school year.**
(Opening Hines Elementary, Moorhead Jr. High, & Veterans Memorial Intermediate)
- **Provide a competitive compensation plan.**
(Pending legislative action)
- **Provide a safe learning environment for our students and staff.**
- **Provide targeted support for students and staff by absorbing ESSER positions into the General Fund budget.**

Budget Challenges

- Unprecedented growth
- No funding mechanism in current formula to:
 - Provide a raise for employees (waiting on legislature)
 - Address inflation
- ESSER funding cliff – 225 positions- \$16M
- No funding for employee retention stipend within the General Fund

Fund Balance Analysis

2022-2023 Budget	\$ 619,827,991
Target Percentage	x 20%
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	\$ 123,965,598
Projected Unassigned Fund Balance @ 8/31/23	\$ 126,317,917
Target	123,965,598
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Available	\$ 2,352,319

Goal is to maintain an unassigned fund balance in the range of 20 to 25 percent of the budget

Attendance Data

Expenditure budgets are based on enrollment whereas state funding is provided based on average daily attendance (ADA)

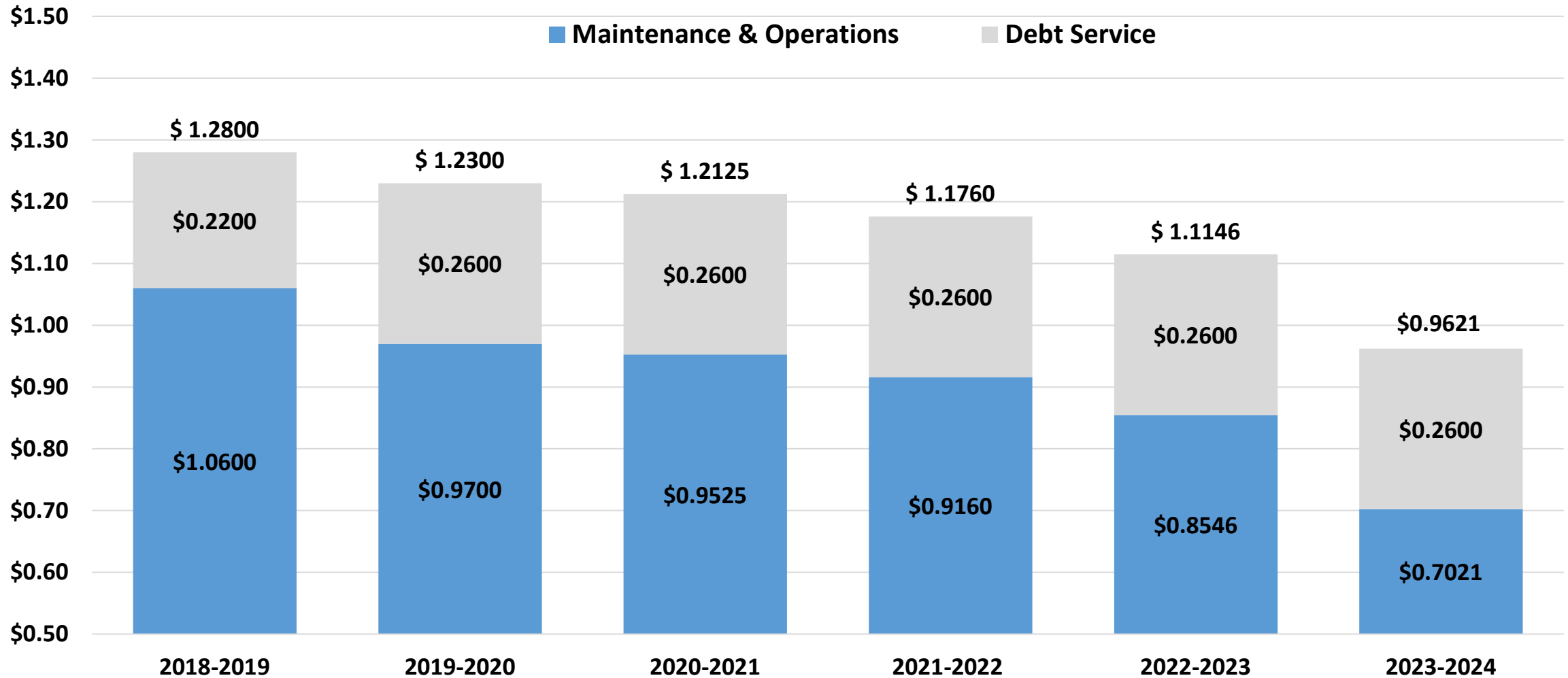


Year Ended 31-Aug	Enrollment			Average Daily Attendance		
	Actual	Total Yearly	ADA	Total Yearly	Percent	Percent of
	Enrollment	Change	Amount	Change	(Decrease)	Enrollment
2014	55,009	1075	51830	1365	2.7%	94.22%
2015	56,363	1,354	53,165	1,335	2.6%	94.33%
2016	58,239	1,876	55,147	1,982	3.7%	94.69%
2017	59,764	1,525	56,653	1,506	2.7%	94.79%
2018	61,580	1,816	58,001	1,348	2.4%	94.19%
2019	62,837	1,257	59,356	1,355	2.3%	94.46%
2020	64,799	1,962	60,983	1,627	2.7%	94.11%
2021	64,563	-236	61,007	24	0.0%	94.49%
2022	67,761	3,198	62,630	1,623	2.7%	92.43%
2023	70,794	3,033	65,366	2,736	4.4%	92.33%
2024 Proj	73,394	2,600	67,889	2,523	3.9%	92.50%
Ten Year Average		1,769		1,584	2.7%	93.87%

Certified Property Values

Tax Year	Certified Value	Change in Certified Value	
		\$	%
2023 Certified	\$ 54,875,597,445	\$ 2,740,835,366	5.26%
2022	\$ 52,134,762,079	\$ 9,019,328,455	20.92%
2021	\$ 43,115,433,624	\$ 2,994,783,377	7.46%
2020	\$ 40,120,650,247	\$ 2,025,755,895	5.32%
2019	\$ 38,094,894,352	\$ 2,357,351,036	6.60%
2018	\$ 35,737,543,316	\$ 1,937,650,491	5.73%
2017	\$ 33,799,892,825	\$ 1,376,594,502	4.25%
2016	\$ 32,423,298,323	\$ 2,582,889,266	8.66%
2015	\$ 29,840,409,057	\$ 2,911,859,001	10.81%
2014	\$ 26,928,550,056	\$ 3,019,678,901	12.63%
2013	\$ 23,908,871,155	\$ 1,831,798,239	8.30%

Tax Rate History



2023-2024 Funding Estimate

Property Tax Revenue Decrease-SB2	\$ (60.26) M
State Funding Increase-SB2	60.26
State Funding Increase-Golden Penny Yield	13.50
State Funding Increase-New Students	29.91
Interest Income	4.30
TRS on Behalf	1.75
Total Estimated Funding Increase	\$ 49.46 M

2023-2024 Personnel Additions

CAMPUS POSITIONS	Elementary	Intermediate	K-6	Junior High	High School	Total FTE	Total Cost
Teachers	145.00	37.50	23.00	32.50	65.50	303.50	\$ 21,245,000
Other Professionals	9.00	5.00	2.00	1.00	7.00	24.00	1,895,000
Para-Professionals	35.00	19.00	3.00	3.00	19.80	79.80	2,005,000
Administrators	13.00	3.00	1.00	7.00	11.00	35.00	3,435,000
Total	202.00	64.50	29.00	43.50	103.30	442.30	\$ 28,580,000

DISTRICT SUPPORT	Operations	Administration	Total FTE	Total Cost
Special Ed Support				
Dyslexia Teachers	-	10.00	10.00	\$ 700,000
Behavior Specialist	-	1.00	1.00	70,000
Special Ed Coordinator	-	3.00	3.00	285,000
Teacher-District Level	-	2.00	2.00	140,000
Speech Language Pathologist	-	4.00	4.00	280,000
ARD Facilitators	-	5.00	5.00	350,000
LSSP's	-	5.00	5.00	400,000
Specialist (Speech)	-	1.00	1.00	90,000
District Professional Staff	4.00	26.25	30.25	2,688,750
Para-Professional Staff	-	12.00	12.00	497,500
Auxiliary	40.00	-	40.00	1,673,000
Total	44.00	69.25	113.25	\$ 7,174,250

Total FTE Change

555.55

Total Payroll Additions

\$ 35,754,250

Staffing Ratio Change 1-4 (22:1)

ESSER Positions

Special Ed Support

Additional Campus Support

Opening Three New Campuses



Projected Expenditure Budget Increase 2023-2024

Salary Increase	\$	-	M
Additional Personnel for Growth 23-24		35.75	
Reading Academy, Summer School, Teacher Pipeline		2.10	
Inflation Adjustment		3.50	
Portable Buildings		3.00	
Increased Software Costs		1.00	
Other Expenses (Utilities, Fuel, Insurance, Supplies)		2.36	
TRS on Behalf		1.75	
Total Estimated Expenditure Increase	\$	49.46	M

Employee Raise Scenarios

Amount	Estimated Cost
2%	\$ 13,270,000
3%	\$ 17,570,000
4%	\$ 21,870,000
5%	\$ 26,170,000

* Pending legislative action for funding. Raise would be retroactive as a result of the resolution approved by the Board of Trustees at the June 2023 meeting.

Retention Stipend

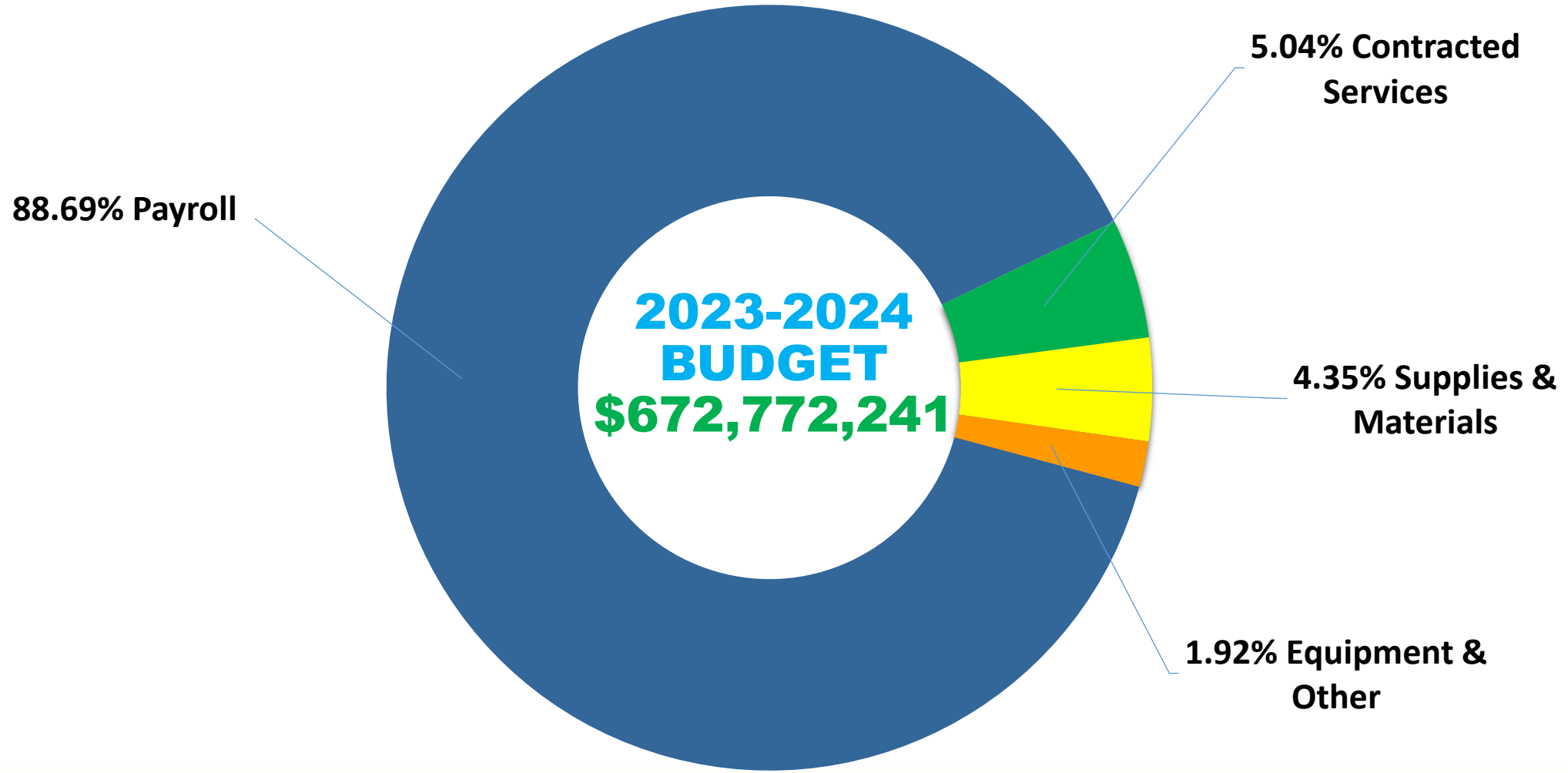
Amount	Estimated Cost
\$ 500	\$ 4,500,000
\$1,000	\$ 8,750,000
\$1,200	\$ 11,000,000

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Beginning Revenue-Amended		\$ 623.31	M
Estimated Revenue Change			
Property Tax Revenue Decrease - SB2	\$(60.26)		
State Funding Increase - SB2	60.26		
State Funding Increase - Golden Penny Yield	13.50		
State Funding Increase - New Students	29.91		
Interest Income	4.30		
TRS on Behalf	1.75		
Total Estimated Revenue Increase		49.46	
Estimated Total Revenue		\$ 672.77	M
Beginning Expenditures-Amended		\$ 623.31	M
Estimated Expenditure Increase			
Salary Increase	\$ -		
Additional Personnel for Growth 23-24	35.75		
Reading Academy, Summer School, Teacher Pipeline	2.10		
Inflation Adjustment	3.50		
Portable Buildings	3.00		
Increased Software Costs	1.00		
Other Expenses (Utilities, Fuel, Insurance Supplies)	2.36		
TRS on Behalf	1.75		
Total Estimated Expenditure Increase		49.46	
Estimated Total Expenditures		\$ 672.77	M
Balanced Budget		\$ -	M

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What's Next

Compensation Recommendations – Pending legislative action

Board Meeting, Public Hearing and Budget Approval

August 15, 2023 Public Hearing and Board Meeting