

OKEMOS PUBLIC SCHOOLS

2020-21 Proposed Budget

Board Meeting of June 15, 2020

Revenue Increases/Expenditure Decreases

<u>Increased Revenue/Decreased Expenditures</u>	<u>Optimistic</u>	<u>Most Likely</u>	<u>Worst Case</u>
Change in per-pupil Foundation, new base \$7,879 (+\$80,+50,0)	358,560	224,100	0
Increased enrollment (Feb +62/Oct +60,35,10) Blend 10/90	479,000	299,000	191,000
Increased Special Ed Categorical (MDE) (inc's 2019-20 timing delay)	300,000	300,000	300,000
Increase in Special Education Funding (2.1%,0%,0%)	164,000	0	0
Ingham ISD SE Funding	59,000	59,000	59,000
2019-20 Mid-year staff transitions	103,000	103,000	103,000
Savings from teaching staff retirements (6 gen fund, 1 grant funded)	270,000	270,000	270,000
Utility Efficiencies	72,000	72,000	72,000
	\$1,805,560	\$1,327,100	\$995,000

Expenditure Increases/Revenue Decreases

Increased Expenditures/Decreased Revenue	Optimistic	Most Likely	Worst Case
Health insurance inc's (WMHIP/MESSA 4.15%/MESSA 1/2 yr)	126,000	126,000	126,000
MPSERS rate increase (base to 28.21% from 27.50%)	201,000	201,000	201,000
Teacher division advancements (8, 12, 16)	63,200	94,800	126,400
Additional classroom section(s) (1, 2, 3)	89,000	178,000	267,000
	\$479,200	\$599,800	\$720,400

Projected Impact on General Fund Budget w/Budget Considerations

	Optimistic	Most Likely	Worst Case
Revenue Increases/Expenditures Decreases	\$1,805,560	\$1,327,100	\$995,000
Expenditure Increases/Revenue Decreases	(479,200)	(599,800)	(720,400)
Projected Impact <u>before</u> Budget Considerations	\$1,326,360	\$727,300	\$274,600
Budget Reductions/Revenue Enhancements	\$2,025,722	\$2,025,722	\$2,025,722
Projected Impact <u>after</u> Budget Considerations	\$3,352,082	\$2,753,022	\$2,300,322

Projected Impact on General Fund Budget before Rollup Costs

	Optimistic	Most Likely	Worst Case
Projected Impact <u>after</u> Budget Considerations	\$3,352,082	\$2,753,022	\$2,300,322
Carryforward effect on GF Budget (6/30/20)			
\$650/Pupil Proration (\$8,529 to \$7,879)	(2,922,000)	(2,922,000)	(2,922,000)
All Other	25,741	25,741	25,741
Carryforward effect on GF Budget (6/30/20)	(\$2,896,259)	(\$2,896,259)	(\$2,896,259)
Impact on General Fund before Rollup Costs	\$455,823	(\$143,237)	(\$595,937)

Projected Impact on General Fund Budget after Rollup Costs

	Optimistic	Most Likely	Worst Case
Impact on General Fund before Rollup Costs	\$455,823	(\$143,237)	(\$595,937)
Rollup Costs (Steps w/FICA & Retirement)	672,000	672,000	672,000
Impact on General Fund after Rollup Costs	(\$216,177)	(\$815,237)	(\$1,267,937)
<i>Fund Balance as a % of Expenditures</i>	4.8%	3.7%	2.8%

Fund Balance estimate at 6/30/20 \$2,795,948

Impending Budget Discussion 2020-21

Topics w/financial impact not in assumptions

- 2020-21 Budget Considerations
- State School Aid Budget
- Negotiations
- Food Service Contribution to General Fund

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