

Financial Projections

**Board of Education
February 26, 2018**

Mrs. Luann Kolstad

Chief School Business Official

Assumptions – Revenue

1 | CPI

- Actual 2016: 2.1%
 - Impacts 2016-17 & 2017-18 Rev.
- Actual 2017: 2.1%
 - Impacts 2017-18 & 2018-19 Rev.
- Future Years: 1.5%

2 | State and Federal Funding

- State EBF: \$3.7M
- Federal
 - Idea: \$1.1M
 - Title I: \$250K
 - Title II: \$60K
 - Medicaid: \$250K
 - Trans.: \$850K
 - Fed Milk: \$25K

Assumptions – Expenditures

1 | Additional Staffing - Enrollment

- Cohort Survival projections
- Classroom teachers
- Specials areas

2 | Additional Staffing - Other Requests

- Student learning support /other staff

3 | Salaries Adjusted Based on CBAs

- Per Labor Contracts by year

Assumptions – Expenditures

4 | Salaries - Retirement Incentive

- Retirements/PREA
 - 2017-18: 10
 - 2018-19: 5

5 | O&M & Capital Projects

- O&M Continuing \$500K/year
- \$2M from WC to Capital Projects

6 | Debt Certificates

- \$800K/year

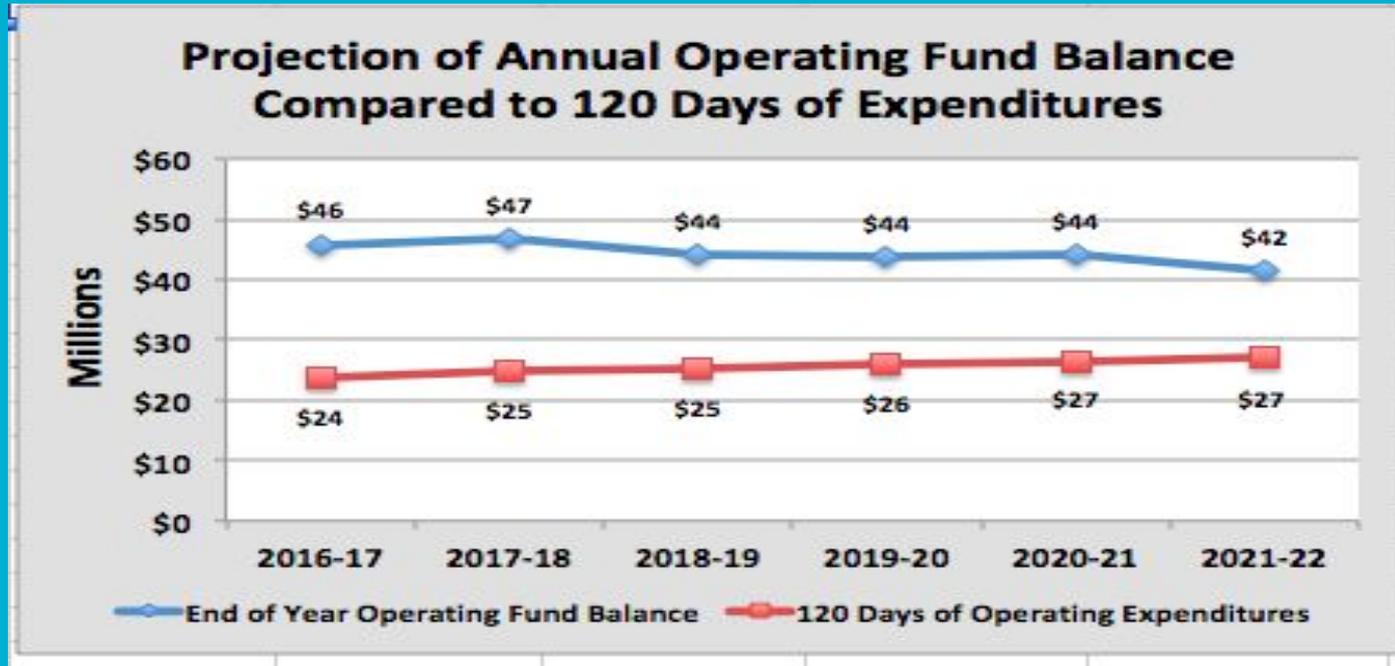
Conservative Approach

- **Pension cost shift:** 0.5% first year of certified salaries and increasing 0.5% annually.
- **This is built into our projections.**

Summary of Financial Projections

TOTAL OPERATING FUNDS											
	Audited Actuals 2016-17		Adopted Budget 2017-18		Projected Budget 2018-19		Projected Budget 2019-20		Projected Budget 2020-21		Projected Budget 2021-22
TOTAL REVENUES	\$ 73,535,175	3.3%	\$ 75,948,853	0.2%	\$ 76,088,140	2.9%	\$ 78,283,256	3.4%	\$ 80,916,727		\$ 79,863,985
TOTAL EXPENDITURES	\$ 70,915,122	4.5%	\$ 74,086,505	2.2%	\$ 75,708,184	2.5%	\$ 77,594,084	2.6%	\$ 79,649,743		\$ 81,606,742
EXCESS (DEFICIT) FOR YEAR	\$ 2,620,053		\$ 1,862,348		\$ 379,956		\$ 689,172		\$ 1,266,984		\$ (1,742,757)
Fund Transfers/Loans											
Other Financing Sources(Uses)	- 4,853,702		- 1,037,510		- 3,031,059		- 949,320		- 897,631		- 897,631
BALANCE, BEGINNING:	\$ 48,111,767		\$ 45,878,119		\$ 46,702,957		\$ 44,051,854		\$ 43,791,706		\$ 44,161,058
BALANCE, END-OF-YEAR	\$ 45,878,119	1.8%	\$ 46,702,957	-5.7%	\$ 44,051,854	-0.6%	\$ 43,791,706	0.8%	\$ 44,161,058		\$ 41,520,670
OPERATING FUND BALANCE:	64.69%		63.04%		58.19%		56.44%		55.44%		50.88%
DAYS CASH ON HAND	236		230		212		206		202		186

Operating Fund Balance compared to 120 Days



Conservative Approach: Other Unknowns?

- Possible **property tax freeze?**
 - *Which budget year and how much?*
- **Changes in federal and/or state funding?**

What Questions Do You Have?

