

# Preliminary Budget

Fiscal Year 2020

# Preliminary Budget

- Represents the financial plan for the 2019-2020 school year.
- Final budget will be presented after certification of the September 30th unit count.
- Reviewed by the CFOC on July 2<sup>nd</sup>

# Revenues- State and Federal

- State discretionary revenue is flat and still being impacted by the State budget cut from FY 2018, which is estimated to be \$1.9 million again this year.
- Restricted state revenue is up by 4% due to continued investment in low income and EL students.
- Federal revenue is up 1% overall. Title III is the only entitlement grant experiencing a decrease from FY 2019.

# Revenues- Local

- Local discretionary revenue is largely flat however, the amount budgeted has increased by 7% over last year as our projected reserve amount decreases.
- Restricted local funds are up almost 4% driven by the increases in Leach tuition funds and match tax funds as well as funds from the E3 grant.
- When comparing all sources of discretionary revenue from last year, we are only recognizing an increase of \$735K.

# Expenditures

- Building budgets are determined on a per pupil method and were set at 95% of last year's amount until the enrollment information is finalized.
- Restricted budgets were adjusted based on expected revenues and program needs.
- Discretionary division budgets were adjusted based on expenditure patterns and expected needs.

# Expenditures – Notable changes

- Facilities Maintenance has been increased to address some deferred maintenance items that need to be addressed.
- Opportunity funding has increased dramatically. Funds are now available for district wide use, rather than school level allocations. These funds are for enhancing services for low income and English Learner students.
- Exceptional children resources will now be handled centrally. The principals will work with Student Services to coordinate and approve purchases.

# Expenditures – Detailed Budgets

- One-time budget line has increased to \$250K.
- Detailed budgets for Transportation and Nutrition will be presented in the Final budget.
- Leach budget is increasing by 25% due to a correction with integration personnel and increasing transportation costs.

# Other Items

- An overview of the expected property tax receipts is also provided.
- The final plan for implementing the State budget reduction will be presented in the coming months. That plan may impact these budgets and will be incorporated into the Final Budget.

# Summary

- While this budget shows an increase over last year, discretionary revenue is flat so spending is being managed aggressively to preserve operating dollars wherever possible.
- Maximizing the use of partnerships, such as the E3 grant, and using restricted funding as much as possible to further the districts' goals is a priority.
- These strategies help to maintain fiscal discipline while still allowing for innovation and opportunities for our students while pushing the next operating referendum as far into the future as possible.

# Questions?

Power of

Partnership

Leadership & Learning

Innovation

Access & Opportunity

Community

Student

State

Families

# Budget Assumptions

- Student enrollment is expected to be flat or decrease slightly.
- Choice/Charter payments are expected to increase since our spending has increased (payments are based on expenditures per pupil).
- All changes to State budget have been incorporated.