

# SESD Preliminary Budget 2015-2016

December 2014



# Revenues vs Expenditures



Estimated  
Revenues

\$50.1m

Estimated  
Expenditures

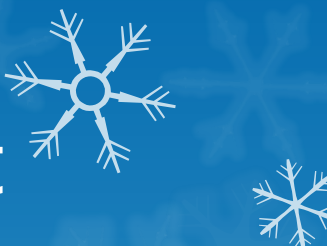
\$52.3m

# Budget Gap

\$2.2m



# Proposed preliminary budget 2015-2016



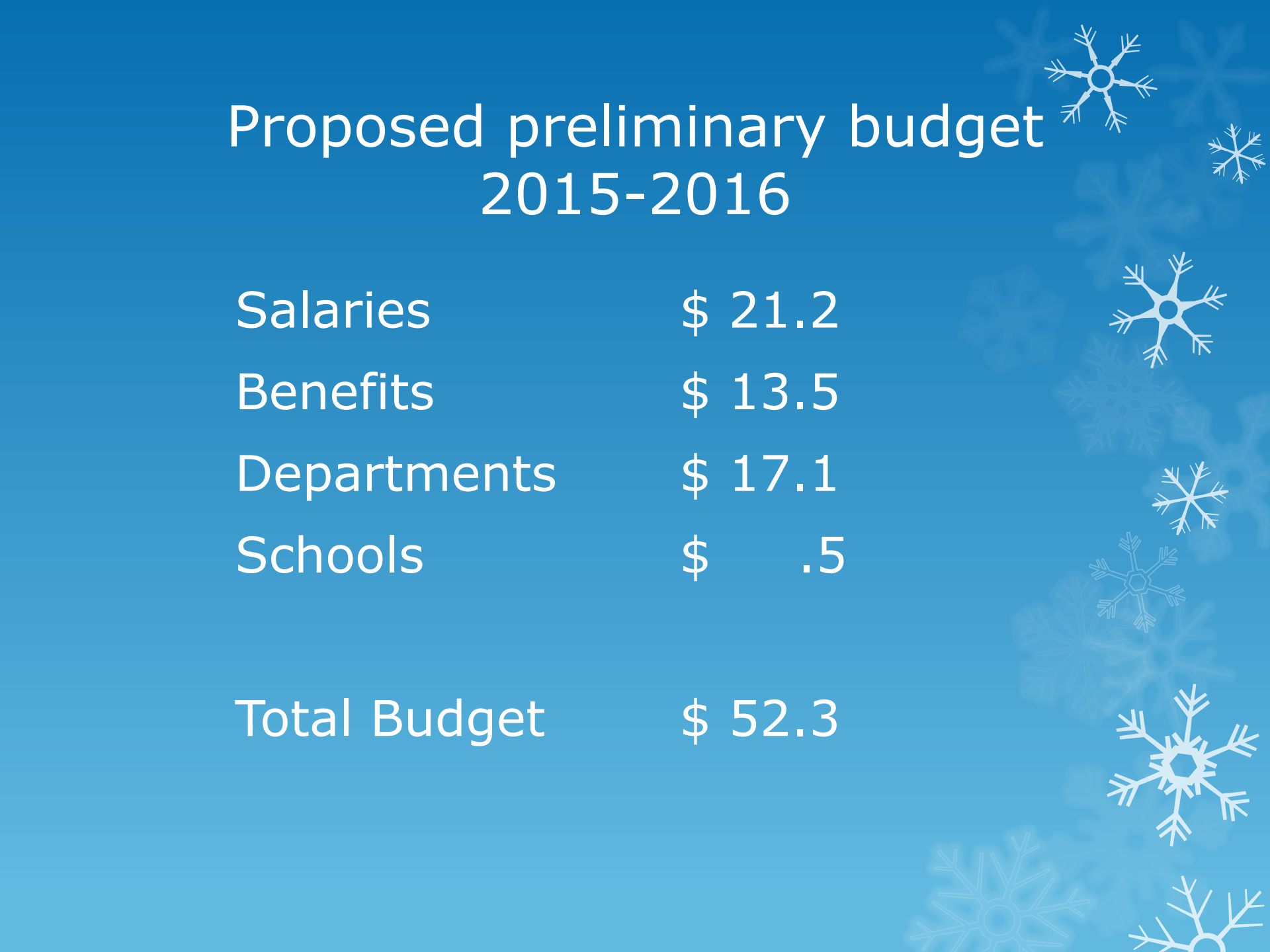
Salaries	\$ 21.2
Benefits	\$ 13.5
Departments	\$ 17.1
Schools	\$ .5
Total Budget	\$ 52.3



# Trend data

	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16
Salaries	\$21.4	\$21.3	\$20.6	\$20.6	\$20.0	\$21.2
Benefits	\$ 8.5	\$ 8.7	\$10.3	\$11.4	\$12.4	\$13.5
Departments	\$16.7	\$15.6	\$16.4	\$16.2	\$16.5	\$17.1
Schools	\$ .5	\$ .5	\$ .5	\$ .5	\$ .5	\$ .5
Total Budget	\$47.1	\$46.1	\$47.8	\$48.7	\$49.4	\$52.3

# Proposed preliminary budget 2015-2016



Salaries	\$ 21.2
Benefits	\$ 13.5
Departments	\$ 17.1
Schools	\$ .5
Total Budget	\$ 52.3

# Unknowns with potential impact:

- Energy savings
- Additional state and/or federal funding
- Reduced PSERS employer contribution rate

# Changes with definitive impact:

- Local millage increase
- Increased/expanded student activity fees
- Reductions/eliminations



# Possible Millage Increases

**Index = 1.9%**

**Adj. Index = 2.4%**

**\$565,000**

**\$732,000**

**Gap = \$1.6m**

**Gap = \$1.4m**

# Student activity fees

- Currently, we ask parents to pay \$25 per school year. This fee covers all student activities including sports participation and clubs
- Many surrounding districts have higher student activity fees (\$50 per student or a fee per sport is more the norm)
- We collected approximately \$12,000 in 2013-2014. If we were to double the fees, that would net us an additional \$10,000 which is rather insignificant given the whole picture

# Attrition

- It is possible we will receive retirement notification from individuals throughout the district and/or have employees resign for other reasons. Whether or not the positions are recommended to be filled will be based on student need, certification requirements, program continuation, etc., and will be made on a case-by-case basis. Thirty-eight (38) positions have been eliminated from the budget since 2011-2012.
- Student enrollment is predicted to continue its slight decline. Keep in mind that children do not leave in groups of 25. (As a point of reference, our enrollment has declined from **2959** in October 2011 to **2685** in October of 2014.)

# Possible Reductions

- Legal fees
- SRO services
- Program elimination/reduction



# Fund balances

## Capital Projects Fund (as of 11-30-14)

\$20.4m

*PlanCon* \$14.5

*Capital Projects* \$890,000

*Capital Reserve* \$5.0

## General Fund (as of 6-30-14)

\$12.8m

*Assigned (PSERS)* \$6.0

*Restricted (LBT)* \$3.0

*Unassigned* \$3.8

# Next steps

- ✓ Provide direction regarding your willingness as a Board to increase taxes and/or utilize existing fund balance to close the budget gap.
- ✓ Be prepared to examine and prioritize student needs for the future (available resources, educational options, multiple opportunities for success) as the remainder of the current year progresses.

Questions?

