



2022-23 Budget Forecast



NORTH BRANCH
AREA PUBLIC SCHOOLS
Inspire Dreams, Build Integrity, Instill Hope

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Discussion Topics

Creating the Forecast

Review assumptions

Budget Summaries

Revenue and Expenditures to date for FY 22

Projected year end for FY 22

Projected budget forecast for FY 23 and beyond

Review of Assumptions

Enrollment

- Enrollment has increased this year and the enrollment projection model has been adjusted
 - Many school districts are facing continued declining enrollment

Results of Bargaining

- Finalized employee agreements and projections are included

State Aid

- Assumes a 1% increase in state aid
 - By the end of May, we will have a more clear picture of state aid

Review of Assumptions

Cash Flow Borrowing

- **Not needed during the current fiscal year**
 - **As a result of a bold move by our school board to reset our Fund Balance Target, we can now build this assumption into the budget projection process**

Compensatory Revenue

- **Reduced number of free / reduced applications submitted**

Projected K12 Enrollment

	y - END-OF-YEAR ADM DATA				Enrollment Projections - EN			
	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	
K	172.2	195.5	151.7	172.5	172.5	172.5	172.5	
1	164.7	177.0	164.1	164.1	175.7	175.5	175.5	
2	191.7	170.0	166.6	165.6	161.9	172.9	172.7	
3	195.7	187.0	163.4	176.2	168.9	164.6	175.9	
4	184.9	194.0	180.1	166.8	176.5	168.9	164.6	
5	211.9	184.0	182.6	188.5	168.7	178.0	170.3	
6	200.6	215.0	181.4	190.4	192.2	171.7	181.1	
7	240.2	203.0	209.2	194.1	197.6	199.2	178.4	
8	206.7	233.0	200.4	222.4	199.7	202.6	204.3	
9	260.3	203.0	234.7	214.6	230.4	206.9	209.9	
10	229.8	251.0	193.7	246.7	218.4	234.2	210.5	
11	196.4	239.0	244.0	203.4	251.3	222.4	238.4	
12	218.4	200.0	247.5	286.6	225.7	273.9	244.0	
K-12	2673.6	2651.5	2519.3	2592.0	2539.4	2543.1	2498.1	
K-12 Change	(160.3)	(22.1)	(132.2)	72.7	(52.6)	3.7	(45.0)	
% Enrollment Change	-5.66%	-0.83%	-4.99%	2.89%	-2.03%	0.14%	-1.77%	

Year to Date and Projected

	Revenue	Expenditures
Prior year to date	\$12,346,671	\$12,433,127
Current year to date	\$13,387,828	\$12,589,163
Prior year Total	\$32,394,848	\$30,759,549
Current year Projected	\$34,758,926	\$31,974,633

Supporting Students and Families

Increased costs associated with COVID - 19

- **Learning recovery services for students**
- **Testing for COVID - 19**
- **Cleaning supplies**
- **Transportation costs**
- **Student devices**
- **Staffing, curriculum and supplies costs increased to offer K- 12 Distance Learning Academy**

Federal Funds to offset COVID related costs

FEDERAL FUNDS - COVID RELIEF	FY 2021	FY 2022	FY 2023	FY 2024
Finance Level2 (UFARS)	Final	Budget	Budget	Budget
151 ESSER 90% FORMULA ALLOCATION	\$ 238,602			
153 GEER GOVERNOR'S EMERGENCY ED RELIEF	\$ 130,376			
154 CORONAVIRUS RELIEF FUND	\$ 679,165			
174 OTHER CARES ACT RECEIVED	\$ 165,412			
155 ESSER II		\$ 989,987		
150 SUMMER ACADEMIC AND MENTAL HEALTH		\$ 37,175	\$ 37,176	
159 HOMELESS CHILDREN AND YOUTH II		\$ 8,416		
160 ESSER III (1778696.12 TOTAL)		\$ 592,899	\$ 592,899	\$ 592,899
161 ESSER III (444674.03 TOTAL)		\$ 148,225	\$ 148,225	\$ 148,225
165 Summer Preschool Grant		\$ 36,000	\$ 36,000	
170 COVID - 19 TESTING		\$ 146,379		
171 PANDEMIC ENROLLMENT SUPPORT		\$ 67,210		
TOTAL	\$ 1,213,555	\$2,026,291	\$ 814,300	\$ 741,124

Creating the Forecast

General fund is the focus

General fund dollars are used to provide the large majority of services to students

Restricted funds are also included in budget assumptions

Long-term facilities maintenance, Staff Development, Operating capital

Other funds need to be self-supporting

Food Service

Community Education

Debt Service

OPEB Trust and Debt Service

Board Approved Fund Balance Provides Stability

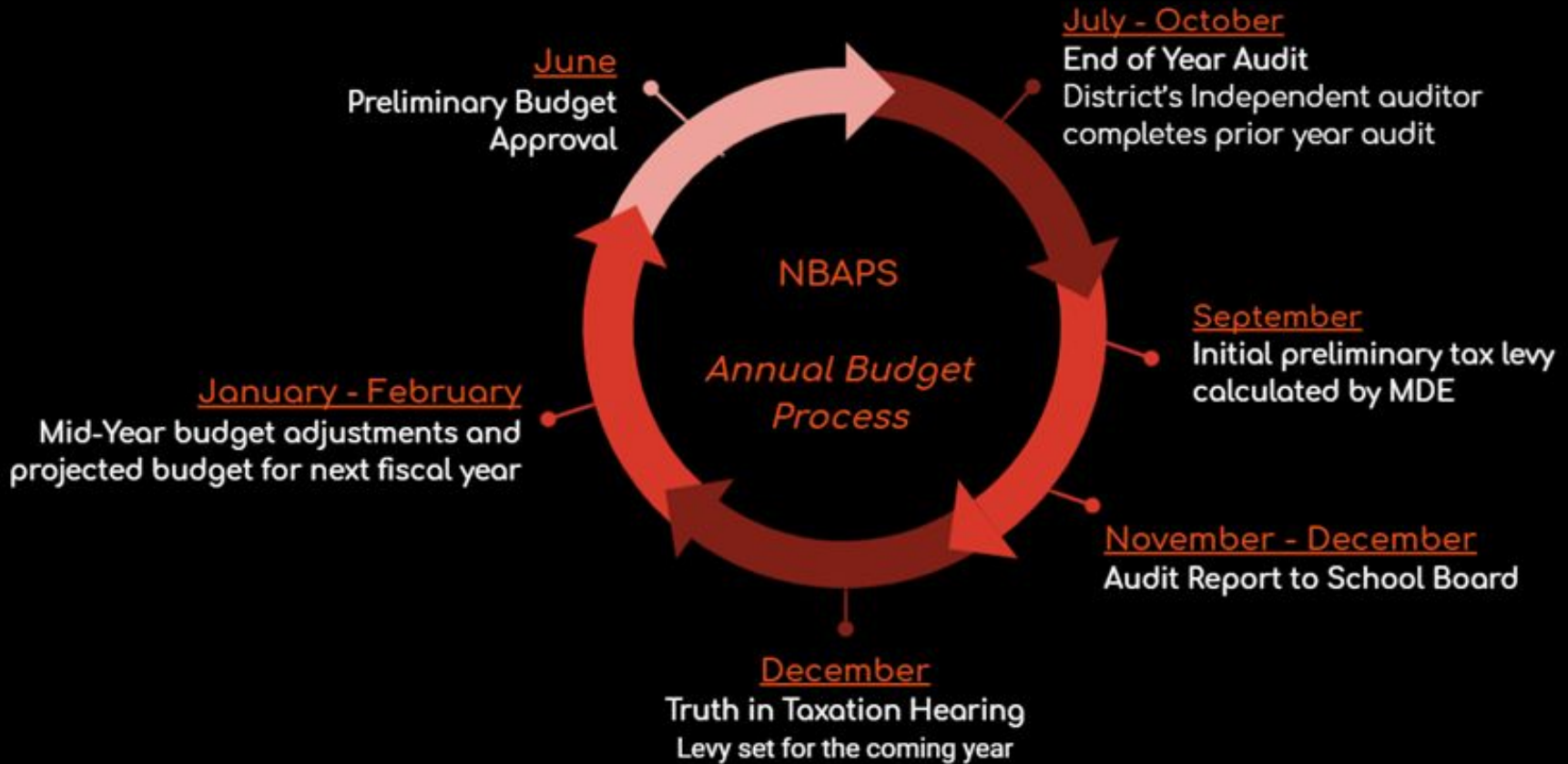
Fiscal Year Ending	Ending Fund Balance - All Accounts	Number of Months of Operating Expenses
June 30, 2022 (projected)	\$5,489,058	1.7 Months
June 30, 2021 (actual)	\$5,657,946	1.74 Months
June 30, 2020 (actual)	\$4,022,648	.89 Months
June 30, 2019 (actual)	\$2,484,666	.24 Months
June 30, 2018 (actual)	\$1,781,090	-.14 Months
June 30, 2017 (actual)	\$2,008,751	.31 Months

Budget Process Overview

Goal: To provide our students and families with high quality services

- **Align budget priorities with the Strategic Plan and the Safe Learning Plan**
- **Meetings with each site and program to review budget needs are scheduled to take place in the near future**
- **Staff members will be engaged with the budget process**
- **Strategic adjustments that align with our vision and mission will be necessary**

Budget Process



2022-23 Budget Insights

Good News

- General Fund for 2020-21 ended better than projected
- Enrollment has increased over last year and is above projected enrollment
- We ended FY 21 with an unassigned general fund balance just above the school board's identified fund balance target of between 10% and 15%
- Cash flow borrowing , and the related expenses, will not need to occur
- FY 22 and FY 23 both included \$150,000 from the sale of buses
- Bush Foundation grant for \$50,000

Challenges

- Revenue is not keeping pace with inflation (energy, fuel, wages, services, supplies...)
- Projected enrollment continues to decline
- One time federal funding presents challenges for budgeting

2021-22 Budget: Summary

- **This budget summary represents strategic and active thinking about our school district finances.**
- **The fund balance is within the school board's identified target of between 10% and 15%.**
- **There are many variables, including inflationary increases to consider when creating a budget projection and this year the budget projection process is especially challenging.**
- **The administrative team will collaborate regarding strategic adjustments to allocate resources based on district priorities included in the Strategic Plan and the Safe Learning Plan.**

Conclusion

Final Budget for FY 22 and a proposed budget for FY 23 will be presented at the June 9th school board meeting.

Questions?