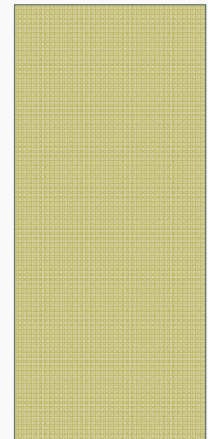


WEST BLOOMFIELD SCHOOL DISTRICT

**PROPOSED BUDGET 2018-19
JUNE 18, 2018**



**6-18-18 PROPOSED GENERAL FUND BUDGET
CALCULATION
2018-19 SCHOOL YEAR**

General Fund	Proposed 2018-19	Change 2018-19	Amend #2 2017-18
Beginning Fund Balance	\$7,846,371	\$(462,892)	\$8,309,263
Revenues	64,102,507	(436,021)	64,538,528
Expenditures	65,615,538	614,118	65,001,420
Operating Surplus (Deficit)	(1,513,031)	(1,050,139)	(462,892)
Ending Fund Balance	\$6,333,340	(1,531,031)	\$7,846,371
Ending Fund Balance %	9.88%	(2.27%)	12.15%

MILLAGE RATES SUPPORTING GENERAL FUND

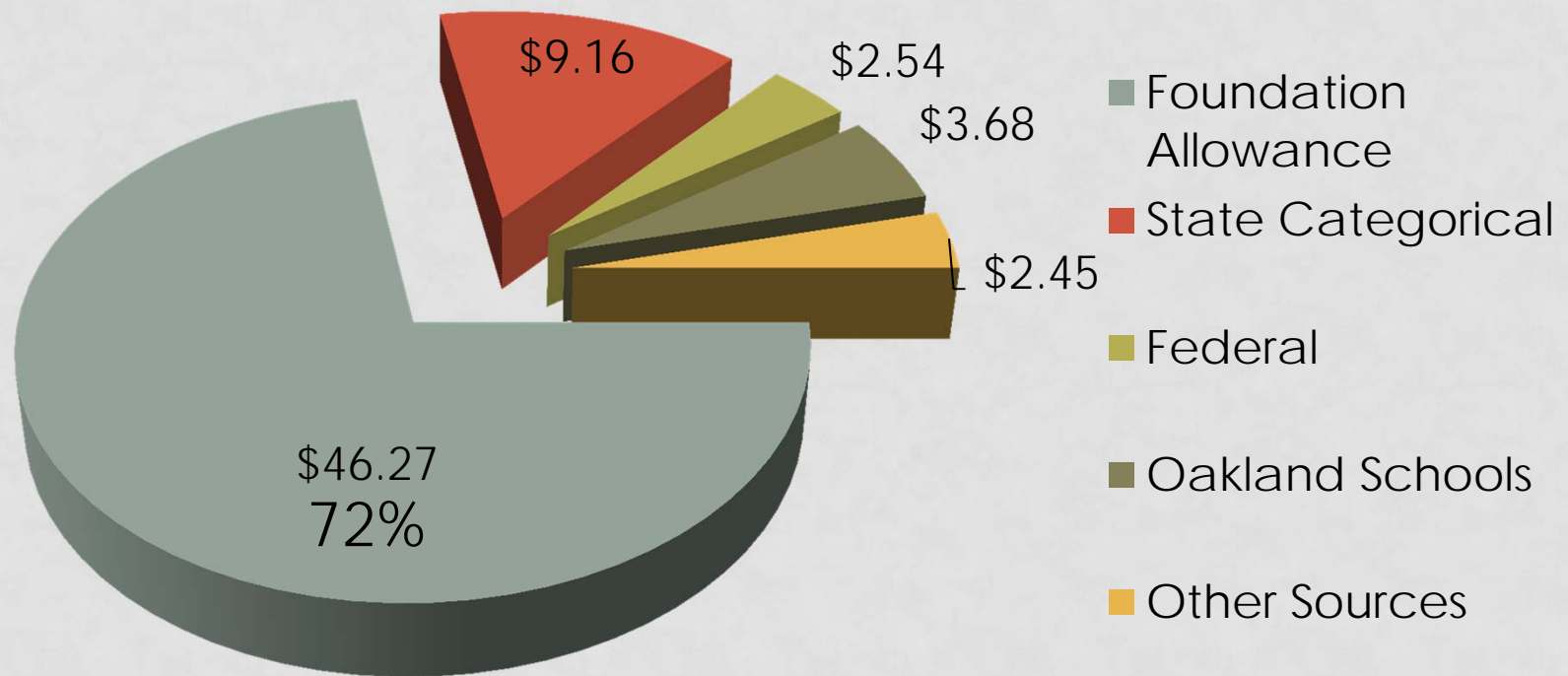
	<u>2018-19</u>	<u>Change</u>	<u>2017-18</u>
Operating			
Non-Homestead	17.2891	-.3493	17.6384

Resurgent growth in local Taxable Values has triggered an additional Headlee rollback.

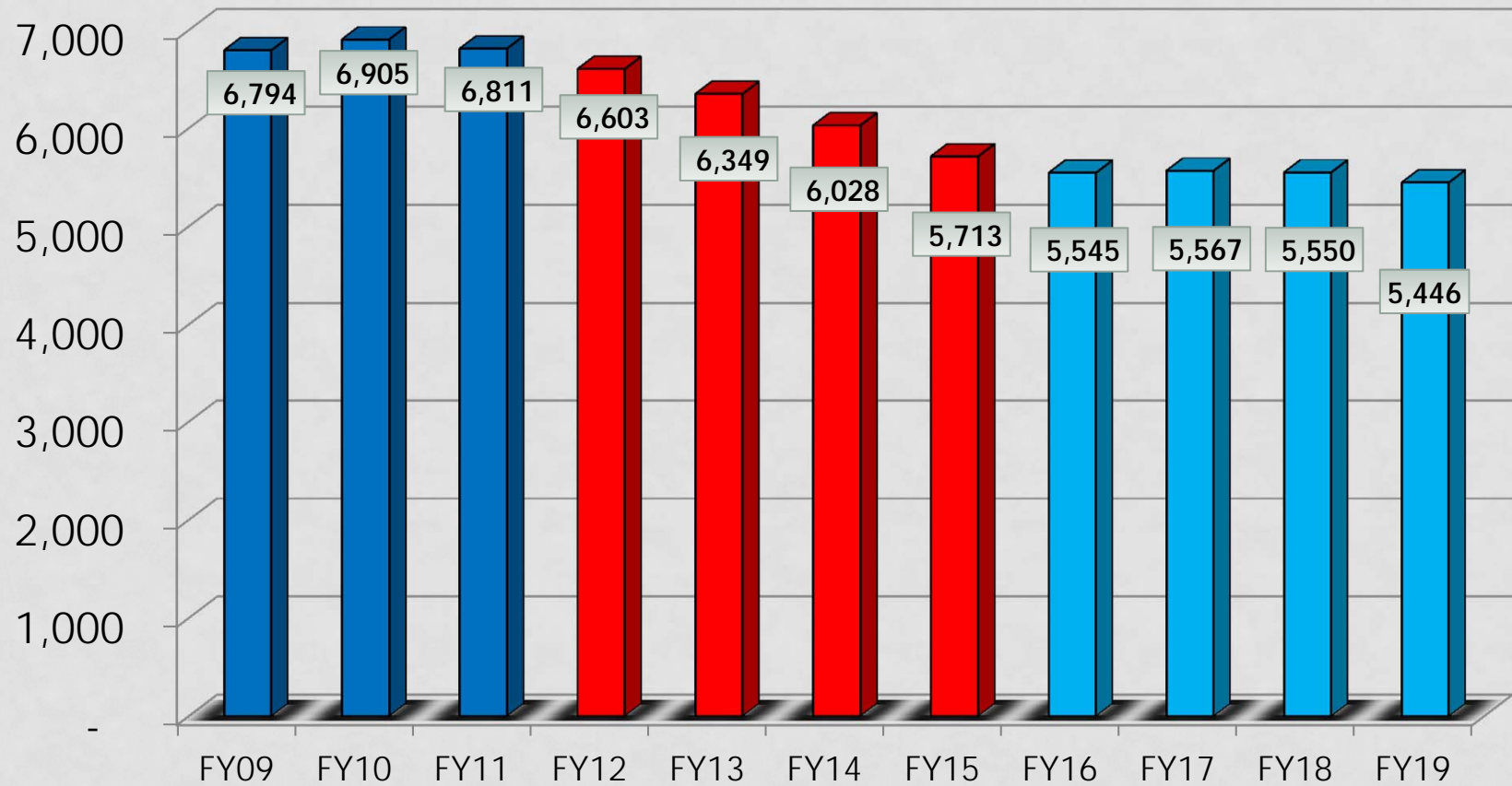
Operating			
Homestead			
(Hold Harmless)	3.0012	-.4521	3.4533

Hold Harmless Millage rate generates \$886 per pupil FTE plus or minus reconciliation adjustment necessary from previous school fiscal year.

REVENUE \$64.1 MILLION



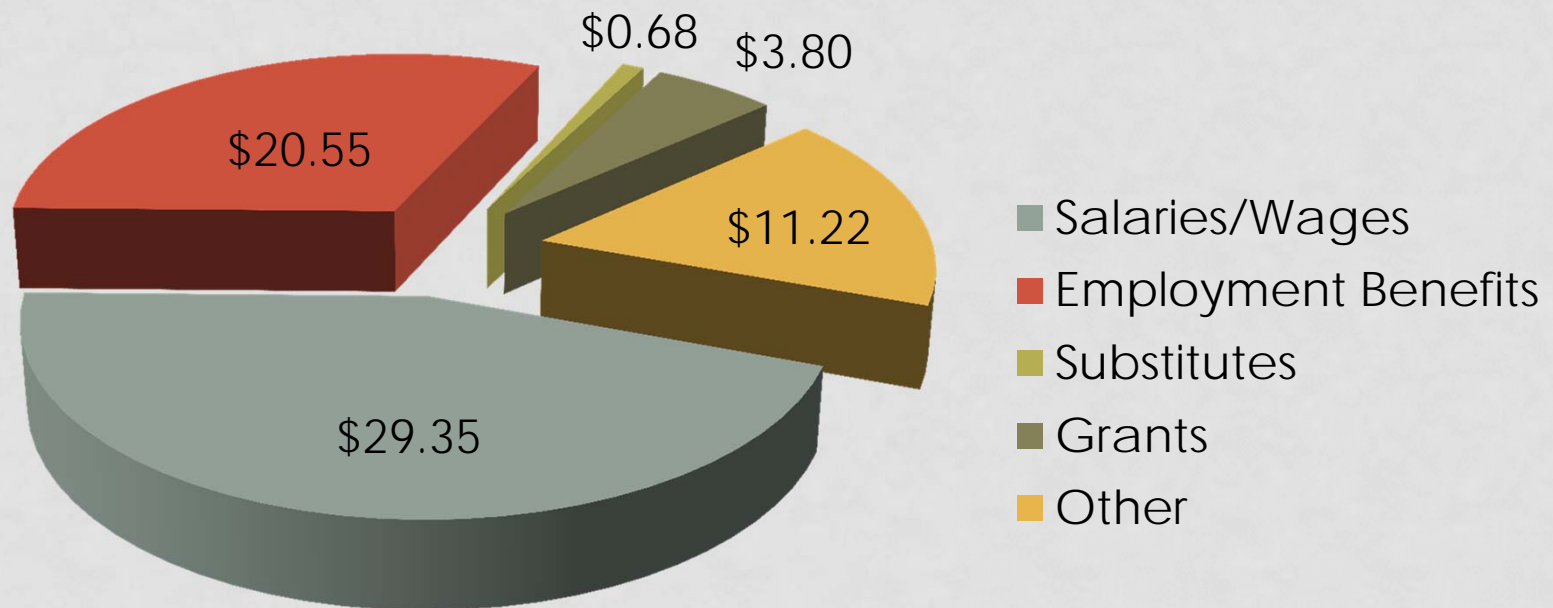
FUNDED PUPIL FTE'S 10-YEAR TREND



REVENUE BUDGET ASSUMPTIONS

• Foundation Revenue -104 FTE's	\$ (933,754)
• Foundation Revenue +\$120 per FTE	616,658
• Special Ed Local/State Rev Sources	354,066
• MIPSRS Categorical Revenue	(278,150)
• Grant-funded Prgs (offset by exp)	(127,773)
• Mandarin Chinese company subsidy	(55,000)
• Other Misc. Adjustments (net)	<u>(12,068)</u>
• TOTAL CHANGE IN BUDGETED REVENUES	(436,021)

EXPENDITURES \$65.6 MILLION



Personnel Costs (Salaries + Benefits) exceed 80%

FY 2018-19 CHANGES TO EXPENDITURES

PERSONNEL COSTS:

SALARIES & WAGES

Collective Bargaining settled contracts		778,438
Teacher Retirements (5)		(211,390)
Early Literacy Facilitator (1.0)		(120,317)
Curriculum Support FTE's +1.5		92,493
Mandarin Chinese (1.0 employee)		(16,572)
Our Lady of Refuge increase in services (Kdg.)		56,000
Other Misc. Adjustments		(46,449)
Stipends/Extra-duty Pay:		
Capturing Kids Hearts	12,000	
Student Testing stipends	(63,000)	
ALICE Training	12,500	
Other	<u>(6,000)</u>	<u>81,500</u>
 SUB-TOTAL CHANGE IN SALARIES/WAGES		 487,703

FY 2018-19 CHANGES TO EXPENDITURES (CONT.)

PERSONNEL COSTS (cont.):

EMPLOYMENT BENEFITS

Retirement expense rate 38.39%	(40,856)
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Health Insurance +1.5%	64,119
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FICA	<u>47,141</u>
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SUB-TOTAL CHANGE IN BENEFITS	70,404
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NET CHANGE IN PERSONNEL COSTS

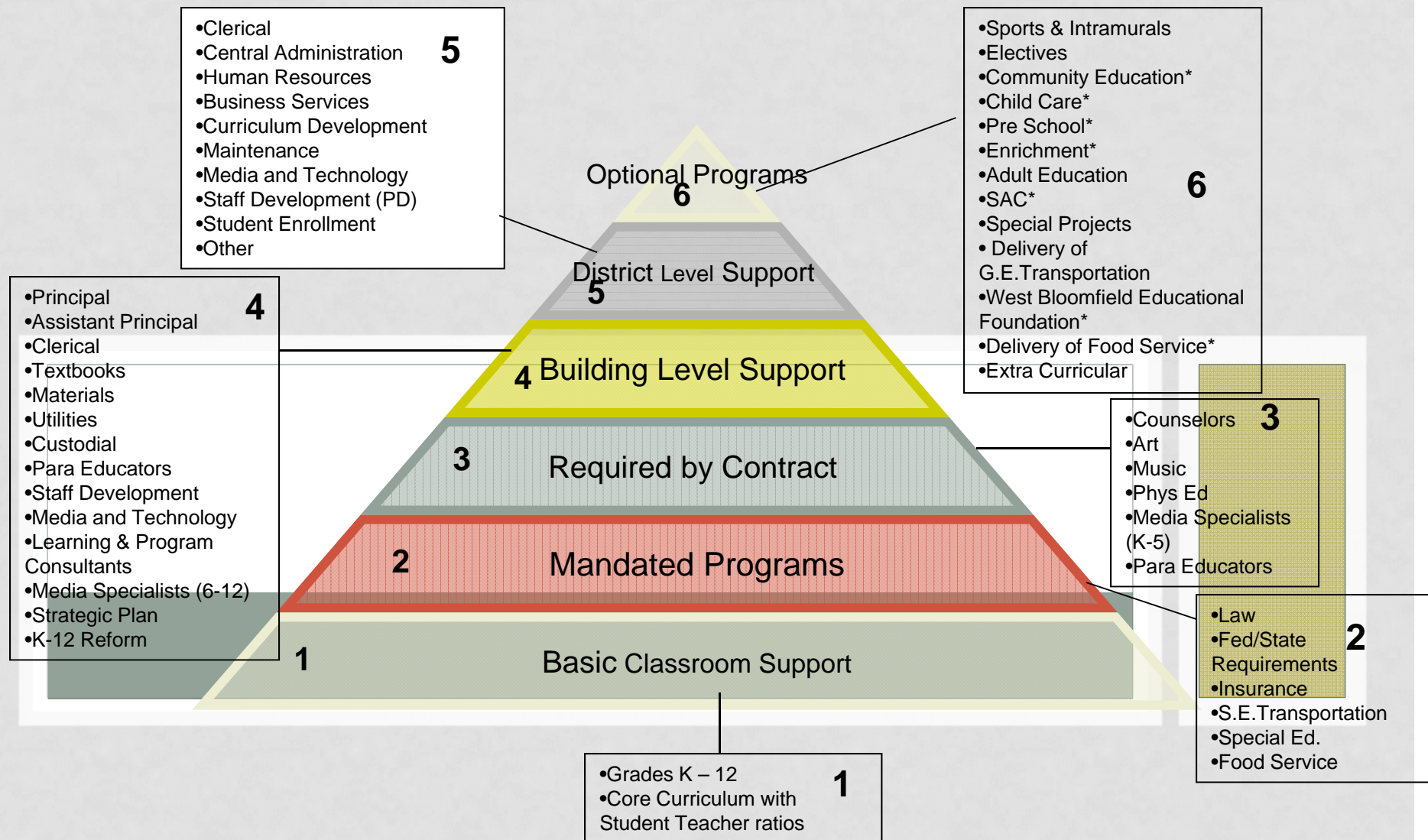
SALARIES + BENEFITS	\$ 558,107
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FY 2018-19 CHANGES TO EXPENDITURES (CONT.)

• Custodial Services Provider Contract	375,000
• Reduction in Grants (offset by Revenue)	(127,773)
• Mandarin Chinese Contracted Costs	(150,553)
• Maintenance Dept. Capital Outlay	(41,000)
• Interfund Transfers	(75,000)
• Transportation Contracted Services	52,522
• Consultants (CKH, ALICE)	10,000
• Website compliance	12,000
• All other accounts combined	<u>816</u>
• SUB-TOTAL ALL OTHER (non-personnel)	56,012

TOTAL INCREASE IN EXPENDITURES \$614,119

Hierarchical Levels of Instructional Support



The foundation for learning in the West Bloomfield School District begins with basic classroom support with all other levels contributing to student learning

*revenue source

GENERAL FUND MITIGATING FACTORS

Based on the proposed budget assumptions, there is a spending deficit projected of -\$1,513,031. Estimated year end Fund Balance is 9.88% of budgeted revenues.

Based on previous history and current year projections, a favorable budget variance for 2017-18 is likely.

A modest favorable budget variance for 2017-18 and/or 2018-19 would result in the ending fund balance on 6/30/19 above the Board established target protocol of 10%.

PROPOSED FOOD SERVICE FUND BUDGET CALCULATION

2018-19 SCHOOL YEAR

Food Service Fund	Proposed 2018-19	Change 2018-19	Budget 2017-18
Beginning Fund Balance	\$101,034	233	\$100,801
Revenues	1,737,035	66,968	1,670,067
Expenditures	<u>1,707,029</u>	<u>67,195</u>	<u>1,639,834</u>
Operating Surplus (Deficit)	30,006	(227)	30,233
Transfer (to) from General Fund	<u>(20,000)</u>	<u>(10,000)</u>	<u>(30,000)</u>
Ending Fund Balance	\$110,807	10,006	\$101,034

PROPOSED COMMUNITY SERVICE FUND BUDGET CALCULATION 2018-19 SCHOOL YEAR

Center Program Fund	Proposed 2018-19	Change 2017-18	Budget 2017-18
Beginning Fund Balance	\$ -0-	-	\$ -0-
Revenues	2,098,000	16,118	2,081,882
Expenditures	<u>2,048,000</u>	<u>6,118</u>	<u>2,041,882</u>
Operating Surplus (Deficit)	50,000	10,000	40,000
Transfer out to General Fund	<u>(50,000)</u>	<u>(10,000)</u>	<u>(40,000)</u>
Ending Fund Balance	\$ -0-	-	\$ -0-

PROPOSED DEBT RETIREMENT FUND BUDGET CALCULATION 2018-19 SCHOOL YEAR

Debt Retirement Fund	Proposed 2018-19	Change 2018-19	Budget 2017-18
Beginning Fund Balance	\$ 1,120,681	\$ (82,889)	\$ 1,203,570
Revenues	13,377,210	184,518	13,192,692
Expenditures	<u>13,305,660</u>	<u>30,079</u>	<u>13,275,581</u>
Operating Surplus (Deficit)	71,550	154,439	(82,889)
Ending Fund Balance	\$1,192,231	71,550	\$1,120,681
Ending Fund Balance %	8.9%	0.4%	8.5%

MILLAGE RATE SUPPORTING DEBT SERVICE FUND

	<u>2018-19</u>	<u>Change</u>	<u>2017-18</u>
Debt Service	6.85	(0.15)	7.0

PROPOSED BUILDING & SITE SINKING FUND BUDGET CALCULATION 2018-19 SCHOOL YEAR

Debt Retirement Fund	Proposed 2018-19	Change 2018-19	Amend #2 2017-18
Beginning Fund Balance	(82,694)	(238,694)	\$155,372
Revenues	2,217,263	60,736	2,156,527
Expenditures	2,385,775	(8,818)	2,394,593
Operating Surplus (Deficit)	(168,512)	69,554	(238,066)
Ending Fund Balance	(251,206)*	(168,512)	(82,694)*

*Note: Fund deficit due to timing issue of large projects spanning multiple school fiscal years

HOW DO I KNOW THE BSSF MONEY WILL BE SPENT AS PROMISED?



Can be used for remodeling, repair, or construction of buildings and sites.



Cannot be used to pay for teacher, administrator or employee salaries, maintenance or other operating expenses.

**Expenses must be audited for compliance with Michigan Department of Treasury guidelines.*

BSSF CAPITAL PROJECTS 2018-19 (YEAR 6)

General Repairs District-wide	200,000
Concrete Repairs District-wide	55,000
HVAC System Upgrades (Transportation, Sheiko, Doherty, WBHS)	2,072,975
Special Consultants/Other (Roofing study, HVAC commissioning)	57,800

MILLAGE RATE SUPPORTING BUILDING & SITE SINKING FUND

	<u>2018-19</u>	<u>Change</u>	<u>2017-18</u>
All Properties	1.2071	(.0138)	1.2209

THE END