

# WEST BLOOMFIELD SCHOOL DISTRICT

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ASSISTANT SUPERINTENDENT FOR  
BUSINESS AND OPERATIONS



## MEMORANDUM

6.20.16

**TO:** Superintendent Hill & Board of Education

**FROM:** William Mull, Asst. Superintendent for Business

**RE:** 2016-17 General Fund Administrative Budget Recommendation

The proposed net budget operating surplus (Revenue in excess of Expenditures) for 2016-17 is \$462,726. The ending fund balance calculation for 6.30.17 is projected to be \$4,521,918; or 7.37% of budgeted revenues. This assumes no variance in budget vs. actual for either fiscal 2015-16 or 2016-17. It is expected there will be some level of budget vs. actual variance for both school fiscal years. In broad terms here is how the proposed budget is summarized:

	Proposed <u>2016-17</u>	Net change <u>2016-17</u>	Amend #2 <u>2015-16</u>
Beginning Fund Balance	\$ 4,059,192	3,037,588	\$1,021,604
Revenue	61,354,428	(3,460,875)	64,815,303
Expenditures	<u>60,891,702</u>	<u>( 886,013)</u>	<u>61,777,715</u>
Operating Surplus (Deficit)	462,726	(2,574,862)	3,037,588
Ending Fund Balance	\$ 4,521,918	\$ 462,726	\$ 4,059,192
Fund Balance %	7.37%	1.11%	6.26%

## SOURCES

Proposed total general operating revenues for 2016-17 is \$61.35 million:

- State Aid Revenue \$ 42.12
- Property Taxes and Interest 11.17
- Revenue via Oakland Schools ISD 4.35
- Federal Revenue 2.55
- Other Local Revenue .65
- Tuition-based programs .51

## USES

Proposed total general operating expenditures for 2016-17 is \$60.89 million:

- Salaries and Wages \$29.32
- Employment Benefits 20.06
  - Sub-total Personnel Costs \$49.39 = 81.1% of budget
- All other expenditures \$11.50 = 18.9% of budget  
(Purchased Services, Supplies,  
Capital Outlay, and Other)

## ASSUMPTIONS

- Hold Harmless Millage Rate 3.5237 mills
- Non-Homestead Millage Rate 17.8202 mills
- Taxable Values Homestead \$ 1,376,914,650
- Taxable Values Non-Homestead \$ 355,315,580
- Foundation Allowance \$ 8,856
- Student Blended (Funded) FTE count 5,371
- Blended FTE Count based on: Feb. 2016 10%; Oct. 2016 90%
- MIPSRS Retirement Rate 36.64%
- Health Insurance Cap Employer  
cost increase +3% (annualized) +1.5%
- Impact of Collective Bargaining TBD

## **OVERALL PER PUPIL FTE ANALYSIS OF SCHOOL AID BILL for WBSD:**

DESCRIPTION	2016-17	CHANGE	2015-16
Foundation Allowance	\$8,856	\$60	\$8,796
Hold Harmless Categorical	\$21	-0-	\$21
Data Collection	\$25	-0-	\$25
MIPSRS restricted Cost Offset/Rate Stabilization Categorical Revenue	\$805	\$66	\$739
MIPSRS Retirement Rate Expenditures	(\$2,007)	(\$63)	(\$1,944)

**Total Per Pupil FTE State Funding Increase: \$63**

## BUDGET RECOMMENDATIONS

Budget Category	Description	FTE's	Cost Impact	Notes
District-wide	Certified - Teachers Retirements	-9.0	\$ (489,239)	Cost savings from retirements (average \$54,360)
Elementary Basic Instruction	Certified - Teachers	-6.0	\$ (532,780)	Enrollment-based / with Grade Splits / with reductions in Specials
Middle Schools Basic Instruction	Certified - Teachers	-0.9	\$ (79,917)	Enrollment AND Schedule-based (-40 kids)
High School Basic Instruction	Certified - Teachers	4.4	\$ 390,705	To accommodate Increase In enrollment
Guidance Counselors - High School	Certified - Teachers	0.5	\$ 44,398	To accommodate Increase In enrollment
Curriculum & Instruction	Certified - Curriculum Specialists	0.6	\$ 53,278	Restore .6 FTE IT Instructional Technology Coordinator
Special Education	Certified - Resource Room Teachers	-2.5	\$ (221,992)	-1.0 Shelko; -1.5 AMS
Special Education	Paraeducators - Resource Room	-1.0	\$ (34,000)	-1.0 reduction
District-wide	Contingency		\$ 100,000	Staffing contingency
Superintendent/Board of Education	PD Consultant - "Capturing Kids' Hearts"		\$ 30,000	PD for 2 schools. Subsidies needed are \$5k WBEF +\$5k PTO's/other.
Utilities	Eliminate Energy Cost Savings Program		\$ (65,143)	HVAC equipment upgrades scheduled for Summer 2016
Utilities	General budget reduction		\$ (46,800)	Reduce budgets based on projected actual
<b>SUB-TOTALS</b>		<b>-4.9</b>	<b>\$ (851,489)</b>	