WEST BLOOMFIELD SCHOOL DISTRICT

PROPOSED BUDGET 2019-20
JUNE 24, 2019

6-24-19 PROPOSED GENERAL FUND BUDGET CALCULATION

2019-20 SCHOOL YEAR

General Fund	Proposed 2019-20	Change 2019-20	Amend #2 2018-19
Beginning Fund Balance	**$9,333,806**	**$(550,135)**	**$9,883,941**
Revenues	**64,761,611**	**91,622**	**65,669,989**
Expenditures	**67,261,694**	**1,041,570**	**66,220,124**
Operating Surplus (Deficit)	**(1,500,083)**	**(949,948)**	**(550,135)**
Ending Fund Balance	**$7,833,723**	**(1,500,083)**	**$9,333,806**
Ending Fund Balance %	**11.9%**	**(1.3%)**	**14.2%**

MILLAGE RATES SUPPORTING GENERAL FUND

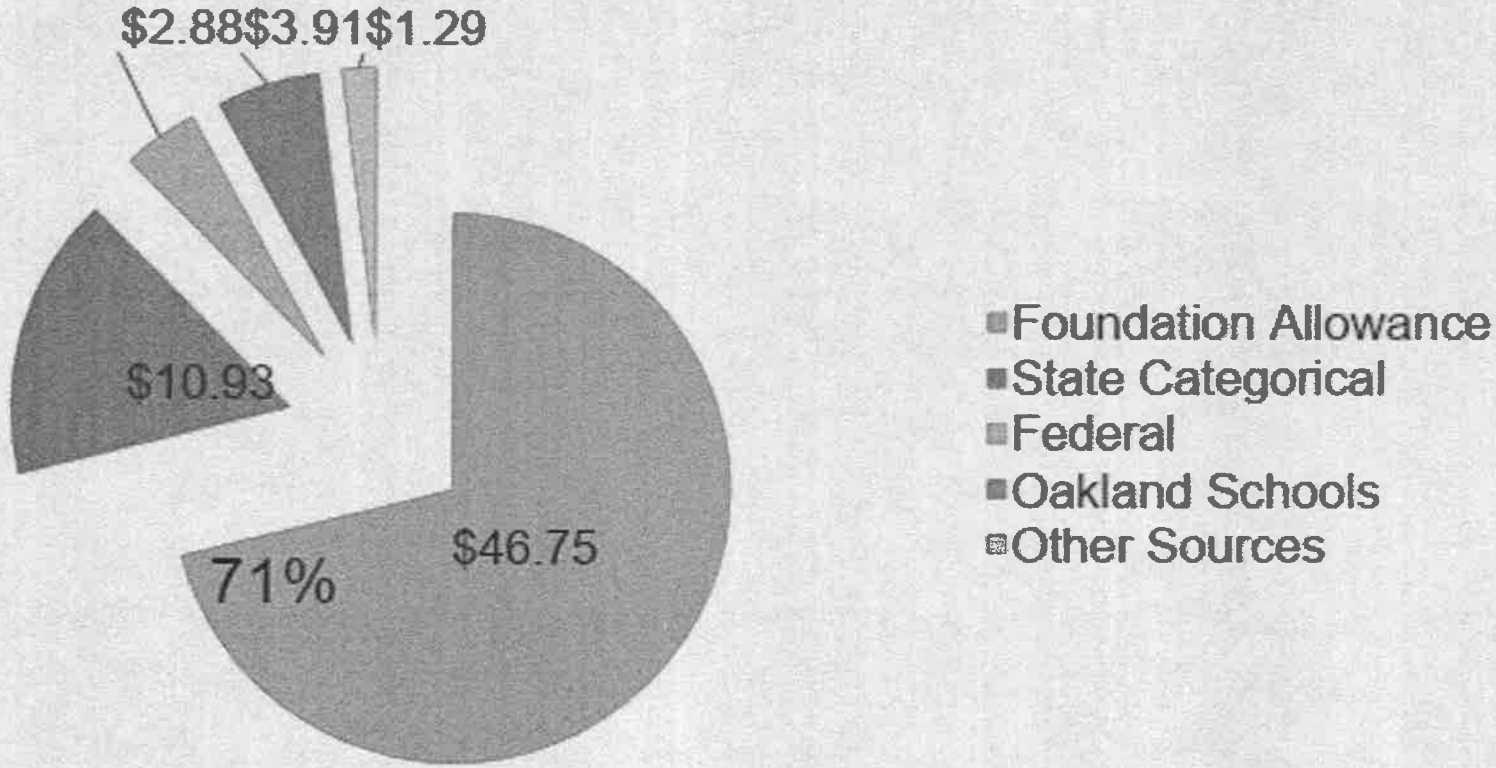
	2019-20	Change	2018-19
Operating Non-Homestead	17.0055	-.2836	17.2891

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

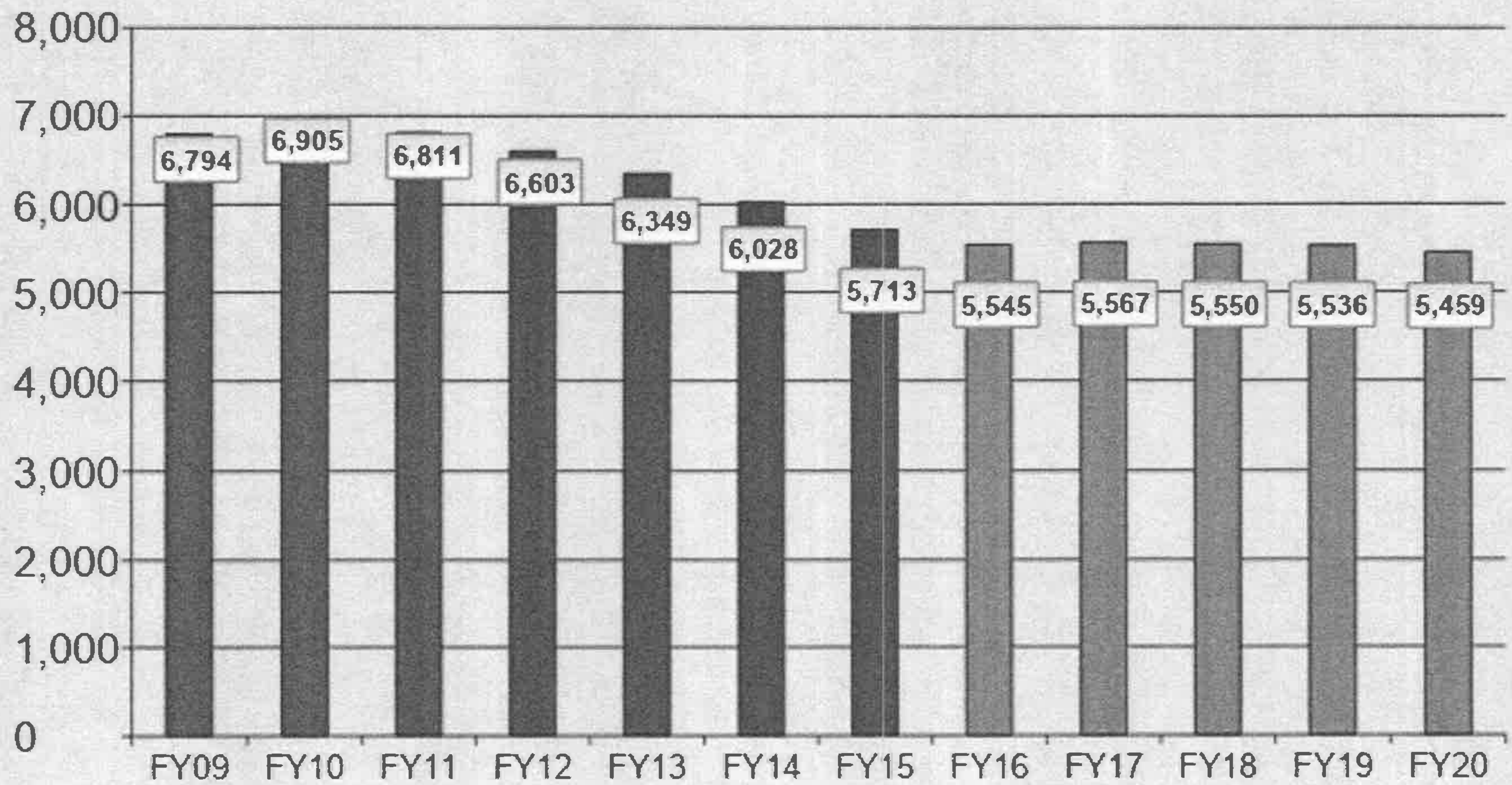
	2019-20	Change	2018-19
Operating Homestead (Hold Harmless)	3.0219	.0207	3.0012

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

REVENUE $65.76 MILLION



FUNDED PUPIL FTE'S TREND

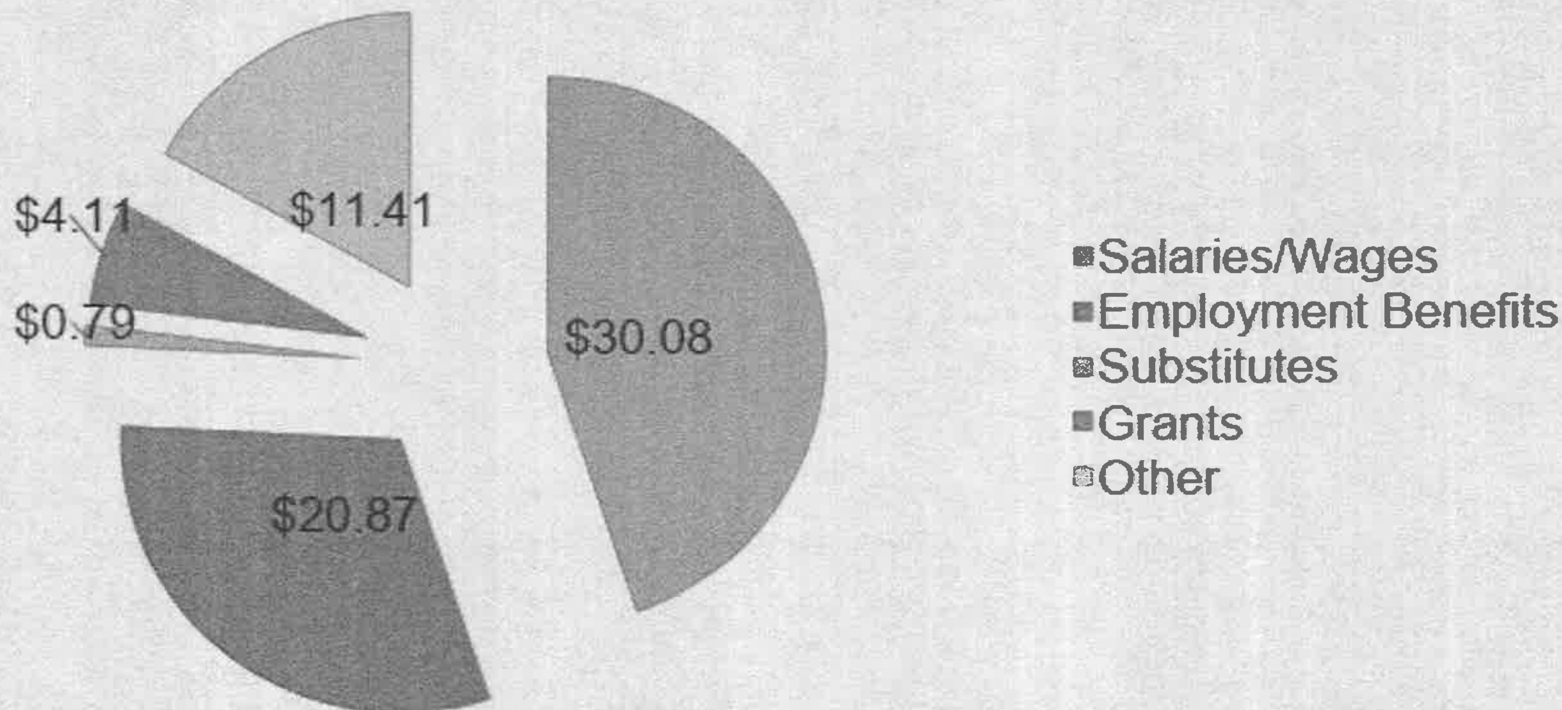


REVENUE BUDGET ASSUMPTIONS

- **Foundation Revenue -78 FTE's $ (685,529)**
- **Foundation Revenue +$135 per FTE 680,600**
- **Special Ed Local/State Rev Sources 396,551**
- **Prior Year Adjustments to State Aid (300,000)**

TOTAL CHANGE IN BUDGETED REVENUES
91,622

EXPENDITURES $67.26 MILLION



Personnel Costs (Salaries + Benefits) 82% of budget.

FY 2019-20 CHANGES TO EXPENDITURES

PERSONNEL COSTS:

SALARIES & WAGES		
Collective Bargaining settled contracts	**1,049,470**	
Teacher retirements/resignations (10)	**(409,898)**	
Reduction in Certified Staff (3.4)	**(142,521)**	
Administrative/Supervisory Staff:	**38,927**	
-1.0 Supervisor of Maintenance		
+0.2 restore Asst. Superintendent-Business		
+1.0 Asst. Principal WBHS		
SUB-TOTAL CHANGE IN SALARIES/WAGES		**535,978**

FY 2018-19 CHANGES TO EXPENDITURES
(CONT.)

PERSONNEL COSTS (cont.):

EMPLOYMENT BENEFITS		
Retirement expense rate 38.9%	**323,783**	
Health Insurance +1.5%	**72,930**	
FICA	**41,026**	
Other Misc. Adjustments	**13,306**	
SUB-TOTAL CHANGE IN BENEFITS		**451,045**

NET CHANGE IN PERSONNEL COSTS
SALARIES + BENEFITS $ 987,023

FY 2018-19 CHANGES TO EXPENDITURES
(CONT.)

- **Contractual increases-outsourced non-instructional service providers 59,800**
- **District-wide Fleet/Property/Liability. insurance policies increase 9,747**
- **Maintenance Capital Outlay Vehicle (mail truck) (5,000)**
- **Superintendent/Board Special Consultants reduction in Capturing Kids Hearts (20,000)**
- **District-wide Fine Arts Contingency established 10,000**

SUB-TOTAL ALL OTHER (non-personnel) 54,547

TOTAL INCREASE IN EXPENDITURES $1,041,570

GENERAL FUND MITIGATING FACTORS

Based on the proposed budget assumptions, there is a spending deficit projected of -$1,500,083. Estimated year end Fund Balance is 11.9% of budgeted revenues.

A favorable budget vs. actual variance for 2018-19 and/or 2019-20 would improve this forecast. Outcome depending on annual independent audit.

General Fund revenues are based on the SENATE Budget Proposal which is in the middle of the pack between the more optimistic Executive Budget Proposal and the more pessimistic House Budget Proposal.

PROPOSED FOOD SERVICE FUND BUDGET CALCULATION
2019-20 SCHOOL YEAR

Food Service Fund	Proposed 2019-20	Change 2019-20	Budget 2018-19
Beginning Fund Balance	**$326,376**	**10,006**	**$316,370**
Revenues	**1,945,355**	**208,320**	**1,737,035**
Expenditures	**1,784,833**	**77,804**	**1,707,029**
Operating Surplus (Deficit)	**160,522**	**130,516**	**30,006**
Transfer (to) from General Fund	**(40,000)**	**(20,000)**	**(20,000)**
Ending Fund Balance	**$446,898**	**120,522**	**$326,376**

PROPOSED COMMUNITY SERVICE FUND BUDGET CALCULATION 2019-20 SCHOOL YEAR

Center Program Fund	Proposed 2019-20	Change 2019-20	Budget 2018-19
Beginning Fund Balance	$ -0-	-	$ -0-
Revenues	2,068,000	**(30,000)**	2,098,000
Expenditures	**2,048,000**	-0-	**2,048,000**
Operating Surplus (Deficit)	**20,000**	(30,000)	**50,000**
Transfer out to General Fund	(20,000)	30,000	(50,000)
Ending Fund Balance	**$ -0-**	**-**	**$ -0-**

PROPOSED DEBT RETIREMENT FUND BUDGET CALCULATION

2019-20 SCHOOL YEAR

Debt Retirement Fund	Proposed 2019-20	Change 2019-20	Budget 2018-19
Beginning Fund Balance	**$ 1,196,241**	**$ 71,550**	**$ 1,124,691**
Revenues	**13,558,613**	**181,403**	**13,377,210**
Expenditures	**13,583,634**	**277,974**	**13,305,660**
Operating Surplus (Deficit)	**(25,021)**	**(96,571)**	**71,550**
Ending Fund Balance	**$1,171,220**	**(25,021)**	**$1,196,241**
Ending Fund Balance %	**8.6%**	**(0.3%)**	**8.9%**

MILLAGE RATE SUPPORTING DEBT SERVICE FUND

	2019-20	Change	2018-19
Debt Service	6.65	(0.20)	6.85

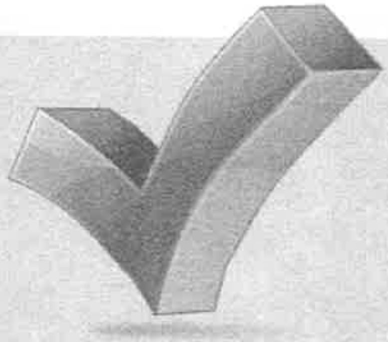
PROPOSED BUILDING & SITE SINKING FUND BUDGET CALCULATION

2019-20 SCHOOL YEAR

Debt Retirement Fund	Proposed 2019-20	Change 2019-20	Amend #2 2018-19
Beginning Fund Balance	**4,302,431**	**4,925,483**	**(623,052)**
Revenues	**2,299,703**	**(4,917,560)**	**7,217,263***
Expenditures	**3,473,000**	**1,181,220**	**2,291,780**
Operating Surplus (Deficit)	**(1,173,297)**	**(6,098,779)**	**4,925,483**
Ending Fund Balance	**3,129,135**	**(1,173,297)**	**4,302,431**

*Note: Includes one-time proceeds from 2019 $5m Term Bond

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 2019-20 (YEAR 7)

General Repairs District-wide	200,000
Concrete Repairs District-wide	60,000
HVAC System Upgrades (Transportation, Sheiko, Doherty, WBHS)	1,331,891
Roofing Projects WBHS, Sheiko	1,151,380
Special Consultants/Other (HVAC commissioning)	39,340
Principal/interest payments on 2019 $5m Term Bond	690,389