

BEAUFORT COUNTY SCHOOL DISTRICT

**Dr. Jeffrey Moss, Superintendent
Tonya Crosby, Chief Finance and Operations Officer**

**FY 2017-2018
Preliminary
General Fund
Budget**

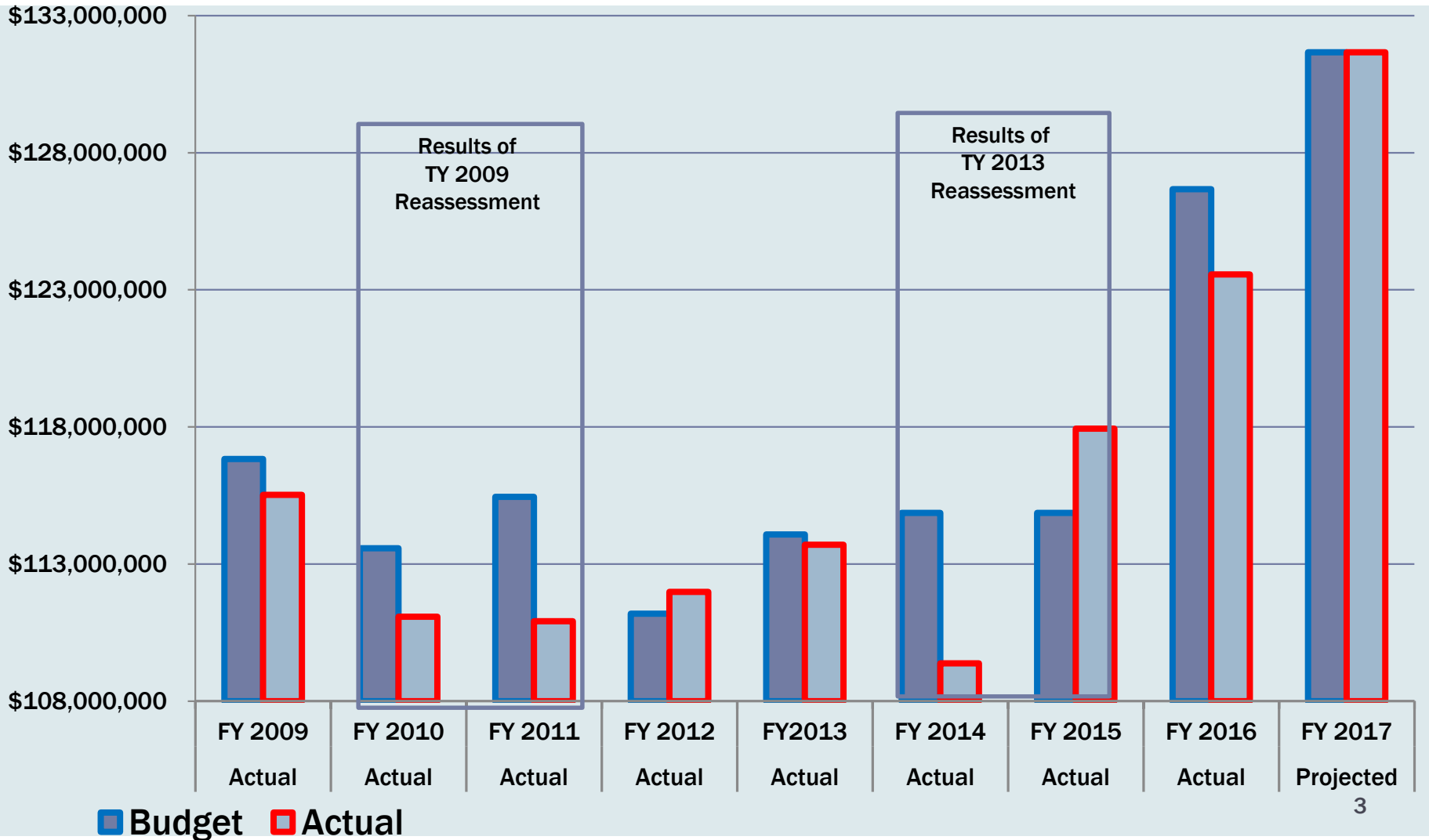
**Finance &
Operations
Committee
Meeting**

April 6, 2017

CURRENT YEAR REVIEW

FY 2016-
2017

LOCAL TAX REVENUE BUDGET TO ACTUAL



TAX COLLECTIONS TO DATE

General Fund Tax Collections						
Current Taxes Including Delinquent						
3/23/2017						
	2015 ACTUAL	2015 BUDGET	2016 ACTUAL	2016 BUDGET	2017 ACTUAL	2017 BUDGET
		114,868,816		126,674,710		131,662,584
DEC	58,649,469	51.1%	59,747,494	47.2%	63,506,510	48.2%
JAN	50,256,455	94.8%	53,574,727	89.5%	32,413,416	72.9%
FEB	1,937,013	96.5%	2,223,824	91.2%	29,005,407	94.9%
MAR	2,257,026	98.5%	2,005,753	92.8%	-	94.9%
APR	1,682,045	99.9%	1,900,266	94.3%	-	94.9%
MAY	1,198,267	101.0%	1,495,084	95.5%	-	94.9%
JUNE	1,118,457	101.9%	2,603,809	97.5%	-	94.9%
Total	117,098,732		123,550,957		124,925,333	
Percentage						
Excess/(Shortfall)		2,229,916		(3,123,753)		(6,737,251)

TAX COLLECTIONS TO DATE

General Fund Tax Collections						
Current Taxes Including Delinquent						
3/23/2017						
	2012 ACTUAL	2012 BUDGET	2013 ACTUAL	2013 BUDGET	2017 ACTUAL	2017 BUDGET
		111,193,370		114,078,285		131,662,584
DEC	64,061,170	57.6%	63,058,682	55.3%	63,506,510	48.2%
JAN	39,674,701	93.3%	42,554,452	92.6%	32,413,416	72.9%
FEB	1,778,956	94.9%	1,839,076	94.2%	29,005,407	94.9%
MAR	1,834,414	96.5%	1,980,402	95.9%	-	94.9%
APR	1,297,230	97.7%	749,793	96.6%	-	94.9%
MAY	1,233,133	98.8%	1,204,091	97.6%	-	94.9%
JUNE	2,109,518	100.7%	2,320,836	99.7%	-	94.9%
Total	111,989,122		113,707,332		124,925,333	
Percentage						
Excess/(Shortfall)		795,752		(370,953)		(6,737,251)

	FY 2016-2017 Approved Budget	FY 2016-2017 Year to Date Actual	FY 2016-2017 Projected Actual	Budget Variance
Revenues by Source	111.5	111.5	111.5	
Millage Rate				
Local				
Ad Valorem (Current and Delinquent)-Net of TIFs	131,662,584	95,919,926	131,662,584	-
Penalties and Interest	850,000	101,619	850,000	-
Rental Income/Tuition	293,500	167,503	293,500	-
Other Local	350,000	86,572	300,000	(50,000)
Total Local Revenue	\$ 133,156,084	\$ 96,275,620	\$ 133,106,084	(50,000)
State				
Sales Tax Reimbursement on Owner Occupied-Tier III	44,216,582	22,108,291	44,216,582	-
Fringe Benefits/Retiree Insurance	9,356,150	6,684,888	10,304,552	948,402
Education Finance Act (EFA)	12,720,180	9,085,364	13,961,865	1,241,685
EFA Transition Funds (hold harmless-Governor's Plan)	-	-	-	-
Reimbursement for Local Property Tax Relief-Tier II	7,036,261	6,332,635	7,036,261	-
Other State Property Tax (Homestead-Tier I/Merchant Inv)	2,442,079	409,395	2,377,946	(64,133)
Other State Revenue (Bus Driver Salary/Misc)	1,490,553	846,174	1,490,553	-
Total State Revenue	\$ 77,261,805	\$ 45,466,747	\$ 79,387,759	2,125,954
Federal				
Other Federal Sources	900,000	328,581	739,000	(161,000)
Total Federal Revenue	\$ 900,000	\$ 328,581	\$ 739,000	(161,000)
Total Revenue	\$ 211,317,889	\$ 142,070,948	\$ 213,232,843	1,914,954
Other Financing Sources				
Transfers from Special Revenue	5,015,087	1,704,549	4,716,262	(298,825)
Transfers from Other Funds	450,000	168,688	450,090	90
Total Other Financing Sources (Uses)	\$ 5,465,087	\$ 1,873,237	\$ 5,166,352	(298,735)
Total Revenue and Other Financing Sources	\$ 216,782,976	\$ 143,944,185	\$ 218,399,195	1,616,219
Expenditures	215,451,995	134,802,609	213,451,995	(2,000,000)
Increase(Decrease) in Fund Balance	\$ 1,330,981	\$ 9,141,576	\$ 4,947,200	3,616,219
Beginning Fund Balance	28,624,647		28,624,647	
Ending Fund Balance	\$ 29,955,628		\$ 33,571,847	
% of Next Year's Expenditures or Budget	13.3%		14.9%	



State and Federal	<ul style="list-style-type: none">• Mandated Increases
Local Requirements	<ul style="list-style-type: none">• Enrollment Increases• Operational Increases
Other Local	<ul style="list-style-type: none">• Program Expansion• Other Increases

State and Federal

- Mandated Increases

Local Requirements

- Enrollment Increases
- Operational Increases

Other Local

- Program Expansion
- Other Increases

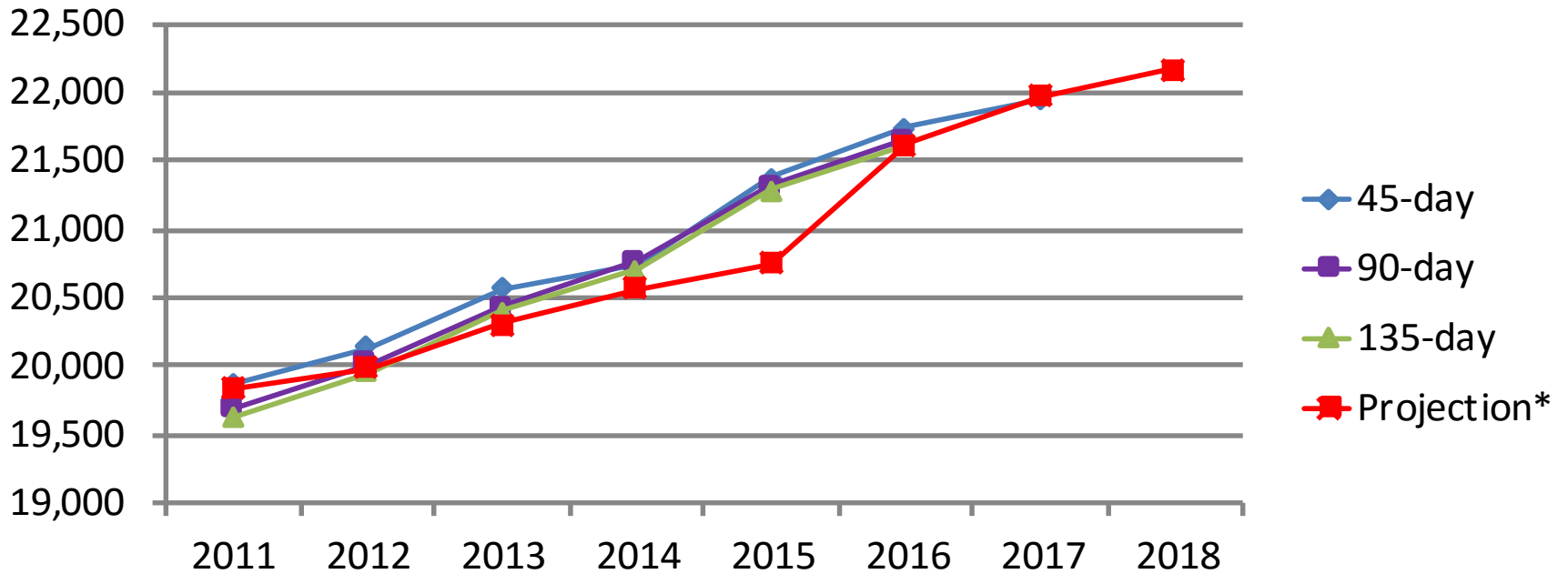
MAJOR ELEMENTS

FY 2017-2018
Preliminary Budget

EXPENDITURE INCREASES INCLUDED IN FY 2017-2018 BUDGET

Description	Projected Cost
State/Federal Mandated Increases:	
Salary Step for certified staff	1,464,359
Retirement Increase	1,877,539
Health Insurance Increase	816,987
2 Special Education teachers	110,000
Total State Mandates	<u>\$ 4,268,885</u>

Beaufort County School District 2018 Enrollment Projection



45-day	19,870	20,148	20,568	20,757	21,381	21,749	21,952
90-day	19,689	20,021	20,437	20,762	21,320	21,664	21,800
135-day	19,626	19,953	20,399	20,704	21,285	21,619	n/a
Projection*	19,834	19,983	20,148	20,568	20,757	21,620	21,983

**232 increase from
2017 45-day**

*Projection is based on 45th day

Note: All #s include charter school 2010 - 248, 2011- 304, 2012-342, 2013-456, 2014-494, 2015-532, 2016-570; 2017-608

EXPENDITURE INCREASES INCLUDED IN FY 2017-2018 BUDGET

Description	Projected Cost
Local - Increases due to enrollment growth*:	
21 School based employees	\$ 1,318,113
10 Teachers for Growth	550,000
Academic Stipends	45,802
Charter School Allocations (+38 students)	397,865
School Non-Salary Allocations	41,620
Total	<u>\$ 2,353,400</u>

*Includes staff of May River High School. All costs include salary and benefits.

EXPENDITURE INCREASES INCLUDED IN FY 2017-2018 BUDGET

Description	Projected Cost
Operational Increases:	
Contractual Increases (Custodial, Grounds, Maint, Pest Control)	635,862
Property Insurance (5%)	412,175
Telecommunications	153,444
Utilities	87,227
Technology applications	74,511
Total	<u>\$ 1,363,219</u>

EXPENDITURE INCREASES INCLUDED IN FY 2017-2018 BUDGET

Description	Projected Cost
Increases due to program expansion:	
Pre-K expansion-1 classroom (MCRES)	84,480
Total	<u>\$ 84,480</u>

EXPENDITURE INCREASES INCLUDED IN FY 2017-2018 BUDGET

Description	Projected Cost
Other Increases:	
Locality supplement for teachers*	\$ 1,889,258
Step increase for classified	493,550
Step increase for administrators	201,073
Total	<u><u>\$ 2,583,881</u></u>

*\$1,000 locality supplement for all employees and \$2,000 supplement for teachers is included in budget. This would be an additional \$1,000 for teachers only, totaling \$3,000 per teacher.

EXPENDITURE **DECREASES** INCLUDED IN FY 2017-2018 BUDGET

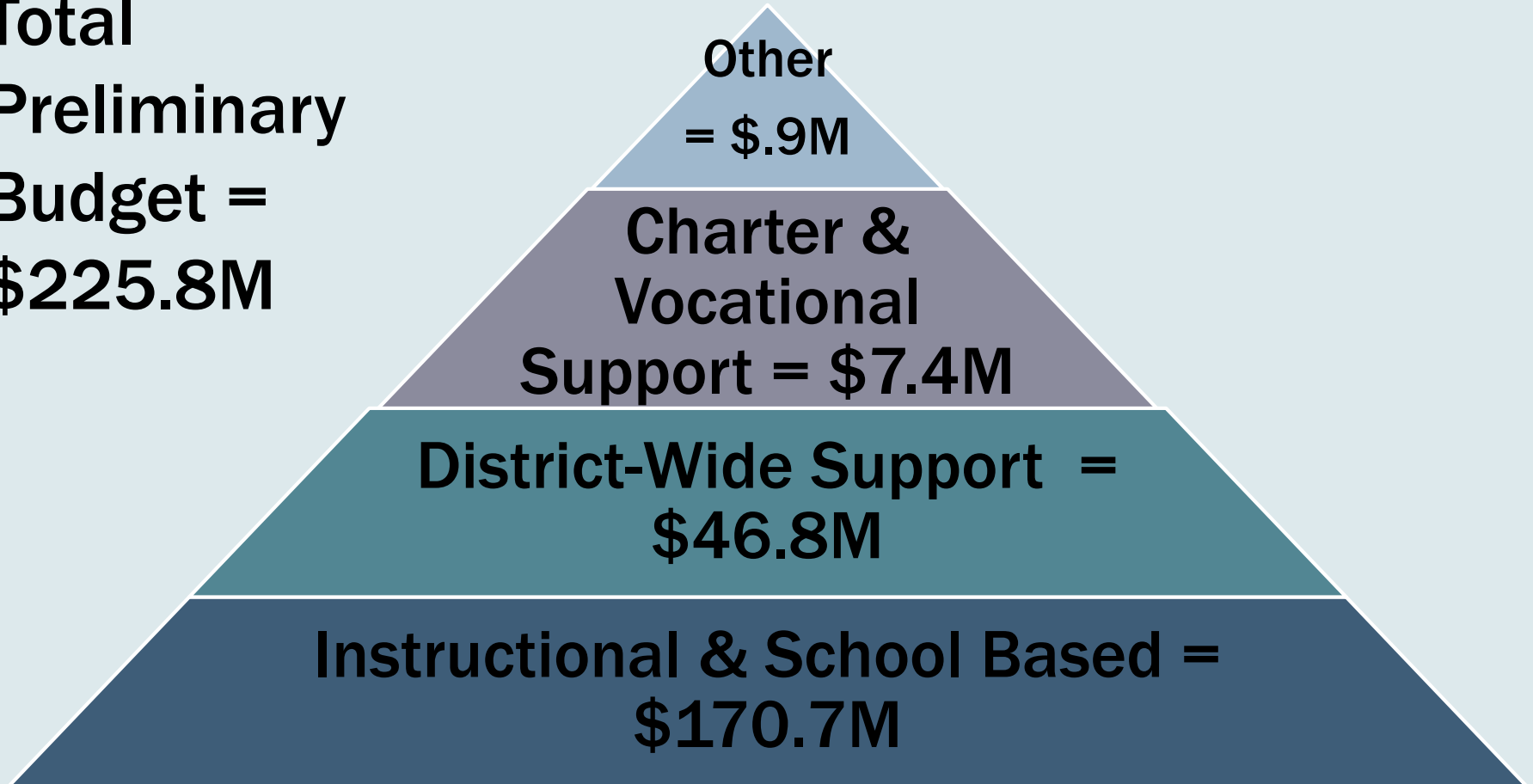
Description	Projected Cost
4 staff moved to Special Revenue Funding	(190,000)
Repairs and Maintenance	(78,677)
Unemployment	(25,000)
Miscellaneous Supplies	(19,092)
Stormwater Utility	(15,000)
School Resource Officers	(13,536)
Total	\$ (341,305)

SUMMARY OF FY 2017-2018 INCREASES

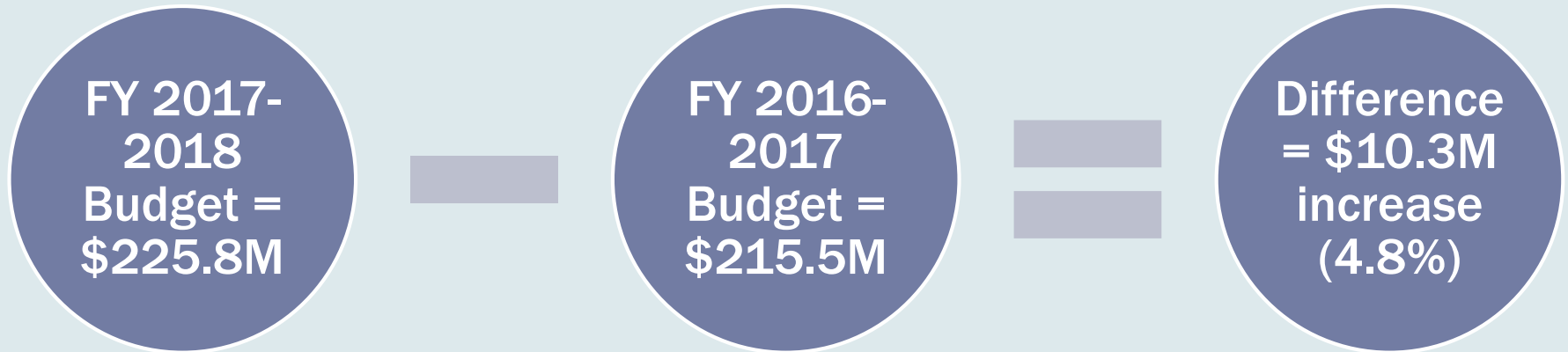
Increase Area	Amount	Equivalent Millage
External:		
State/Federal Mandates	\$ 4,268,885	3.59
Local - Enrollment	2,353,400	1.98
Operational	1,363,219	1.15
Internal:		
Other-Locality/Non Teacher Step	2,583,881	2.17
Program Expansion	84,480	0.07
Decreases	(341,305)	-0.29
	<u>\$ 10,312,560</u>	

PRELIMINARY FY 2017-2018 BUDGET

**Total
Preliminary
Budget =
\$225.8M**



CHANGE FROM PRIOR YEAR



ESTIMATED REVENUE

FY 2017-
2018

	A	B	C	D
		Opening of New May River HS		
Option 1-Status quo	FY 2015-2016	FY 2016-2017	FY 2016-2017	FY 2017-2018
	Audited		Projected	Projected
	Actual	Budget	Actual	Budget
Millage Rate	103.5	111.5	111.5	111.5
1 Local				
2 Ad Valorem (Current and Delinquent)-Net of TIFs Uncollectible Amount	123,562,199	131,662,584	131,662,584	132,979,210
3 Penalties and Interest	867,423	850,000	850,000	800,000
5 Rent	-	293,500	293,500	293,500
6 Other Local	247,228	350,000	300,000	370,000
7 Total Local Revenue	\$ 124,676,850	\$ 133,156,084	\$ 133,106,084	\$ 134,442,710
8 State				
9 Sales Tax Reimbursement on Owner Occupied	43,953,009	44,216,582	44,216,582	44,711,079
10 Proviso 1.101/EFA	-	-	-	-
11 Fringe Benefits/Retiree Insurance	6,841,978	9,356,150	10,304,552	9,449,712
12 Education Finance Act	7,214,836	12,720,180	13,961,866	11,626,248
13 Reimbursement for Local Property Tax Relief	7,036,261	7,036,261	7,036,261	7,036,261
14 Other State Property Tax (Homestead/Merchant Inv)	2,377,946	2,442,079	2,377,946	2,442,079
15 Other State Revenue (Bus Driver Salary/Misc)	1,121,186	1,490,553	1,490,553	1,200,179
16 Total State Revenue	\$ 68,545,216	\$ 77,261,805	\$ 79,387,760	\$ 76,465,558
17 Federal				
18 Other Federal Sources	697,256	900,000	739,000	700,000
19 Total Federal Revenue	\$ 697,256	\$ 900,000	\$ 739,000	\$ 700,000
20 Total Revenue	\$ 193,919,322	\$ 211,317,889	\$ 213,232,844	\$ 211,608,267
21 Other Financing Sources				
22 Transfers from Special Revenue	4,270,503	5,015,087	4,716,262	4,846,033
23 Transfers from Other Funds	390,695	450,000	450,090	450,000
24 Total Other Financing Sources (Uses)	\$ 4,661,198	\$ 5,465,087	\$ 5,166,352	\$ 5,296,033
25 Total Revenue and Other Financing Sources	\$ 198,580,520	\$ 216,782,976	\$ 218,399,196	\$ 216,904,300
26 Expenditures	201,641,889	215,451,995	213,451,996	225,764,555
27 Increase(Decrease) in Fund Balance	\$ (3,061,369)	\$ 1,330,981	\$ 4,947,200	\$ (8,860,255)
28				
29 Beginning Fund Balance	31,686,016	28,624,647	28,624,647	33,571,847
30 Ending Fund Balance	\$ 28,624,647	\$ 29,955,628	\$ 33,571,847	\$ 24,711,592
31 % of Next Year's Expenditure or Budget	13.3%	13.3%	14.9%	10.6%

	A	B	C	D
		Opening of New		
		May River HS		
Option 2- Maintain 13% Fund Balance, Increase 4.6 mils, no cuts	FY 2015-2016 Audited Actual	FY 2016-2017 Budget	FY 2016-2017 Projected Actual	FY 2017-2018 Projected Budget
Millage Rate	103.5	111.5	111.5	116.1
1 Local				
2 Ad Valorem (Current and Delinquent)-Net of TIFs Uncollectible Amount	123,562,199	131,662,584	131,662,584	132,979,210
Additional Revenue Needed	-	-	-	5,500,000
3 Penalties and Interest	867,423	850,000	850,000	800,000
5 Rent	-	293,500	293,500	293,500
6 Other Local	247,228	350,000	300,000	370,000
7 Total Local Revenue	\$ 124,676,850	\$ 133,156,084	\$ 133,106,084	\$ 139,942,710
8 State				
9 Sales Tax Reimbursement on Owner Occupied	43,953,009	44,216,582	44,216,582	44,711,079
10 Proviso 1.101/EFA	-	-	-	-
11 Fringe Benefits/Retiree Insurance	6,841,978	9,356,150	10,304,552	9,449,712
12 Education Finance Act	7,214,836	12,720,180	13,961,866	11,626,248
13 Reimbursement for Local Property Tax Relief	7,036,261	7,036,261	7,036,261	7,036,261
14 Other State Property Tax (Homestead/Merchant Inv)	2,377,946	2,442,079	2,377,946	2,442,079
15 Other State Revenue (Bus Driver Salary/Misc)	1,121,186	1,490,553	1,490,553	1,200,179
16 Total State Revenue	\$ 68,545,216	\$ 77,261,805	\$ 79,387,760	\$ 76,465,558
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20 Total Revenue	\$ 193,919,322	\$ 211,317,889	\$ 213,232,844	\$ 217,108,267
21 Other Financing Sources				
22 Transfers from Special Revenue	4,270,503	5,015,087	4,716,262	4,846,033
23 Transfers from Other Funds	390,695	450,000	450,090	450,000
24 Total Other Financing Sources (Uses)	\$ 4,661,198	\$ 5,465,087	\$ 5,166,352	\$ 5,296,033
25 Total Revenue and Other Financing Sources	\$ 198,580,520	\$ 216,782,976	\$ 218,399,196	\$ 222,404,300
26 Expenditures	201,641,889	215,451,995	213,451,996	225,764,555
27 Increase(Decrease) in Fund Balance	\$ (3,061,369)	\$ 1,330,981	\$ 4,947,200	\$ (3,360,255)
28				
29 Beginning Fund Balance	31,686,016	28,624,647	28,624,647	33,571,847
30 Ending Fund Balance	\$ 28,624,647	\$ 29,955,628	\$ 33,571,847	\$ 30,211,592
31 % of Next Year's Expenditure or Budget	13.3%	13.3%	14.9%	13.0%

	A	B	C	D
		Opening of May River HS		
Option 3- Increase 1.8 mills, cut \$3M from budget	FY 2015-2016	FY 2016-2017	FY 2016-2017	FY 2017-2018
	Audited		Projected	Projected
	Actual	Budget	Actual	Budget
Millage Rate	103.5	111.5	111.5	113.3
1 Local				
2 Ad Valorem (Current and Delinquent)-Net of TIFs	123,562,199	131,662,584	131,662,584	132,979,210
Uncollectible Amount	-			-
Additional Revenue Needed	-			2,200,000
3 Penalties and Interest	867,423	850,000	850,000	800,000
5 Rent	-	293,500	293,500	293,500
6 Other Local	247,228	350,000	300,000	370,000
7 Total Local Revenue	\$ 124,676,850	\$ 133,156,084	\$ 133,106,084	\$ 136,642,710
8 State				
9 Sales Tax Reimbursement on Owner Occupied	43,953,009	44,216,582	44,216,582	44,711,079
10 Proviso 1.101/EFA	-	-	-	
11 Fringe Benefits/Retiree Insurance	6,841,978	9,356,150	10,304,552	9,449,712
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31 % of Next Year's Expenditure or Budget	13.3%	13.4%	15.1%	13.0%

UPCOMING BUDGET DISCUSSIONS

- April 21, 2017- Board Work Session
- May 3, 2017 - Public Forum-Bluffton High School
- May 4, 2017 - Public Forum-Battery Creek High School
- May 16, 2017- Board certifies the 2017-2018 Budget
- May 8, 2017 - County Council First reading of Budget
- May 22, 2017- County Council Second reading of Budget
- June 12, 2017- County Council Third and Final reading of Budget
- June 26, 2017 - County Council Final Reading (if needed)