



**Future Ready. Community Strong.**

**Agenda IV. B.2.  
January 27, 2022**

**TO:** Members, Board of Education  
Dr. Theresa Battle, Superintendent

**FROM:** Lisa K. Rider, executive director of business services

**DATE:** January 20, 2022

**RE:** Approve 2021-22 Revised Budget

**RECOMMENDATION:** That the Board of Education approves the 2021-22 Revised Budget providing all funds' revenues of \$195,655,474 and all funds' expenditures of \$195,682,512.

**ISD 191 BURNSVILLE - EAGAN - SAVAGE  
2021-2022 REVISED BUDGET  
CHANGES IN FUND BALANCE**

FUND	REVENUE BUDGET	EXPENDITURE BUDGET	INCR (DECR) TO FUND BALANCE
GENERAL	\$ 135,885,717	\$ 136,035,698	\$ (149,981)
FOOD SERVICE	5,096,656	4,813,814	282,842
COMMUNITY SERVICE	6,327,851	5,710,055	617,796
CAPITAL PROJECTS	250	1,657,945	(1,657,695)
DEBT SERVICE	24,900,000	23,185,000	1,715,000
CUSTODIAL FUNDS	-	-	-
INTERNAL SERVICE FUND	23,445,000	24,280,000	(835,000)
TOTAL ALL FUNDS	<u>\$ 195,655,474</u>	<u>\$ 195,682,512</u>	<u>\$ (27,038)</u>

Each fiscal year the budget is revised to reflect the most current information available with respect to revenues and expenditures. This recommendation formally recognizes these amendments to the revisions by incorporating them into the budget document. Revisions have been made in all governmental funds. There is a strong possibility of an Amendment to this Revised Budget that will be considered in April, 2022.

Following is a brief explanation of the more substantive amendments to the revisions:

### General Fund

- General Education Formula used is the \$6728 per adjusted pupil unit which is a 2.45% increase from the prior year formula used.
- Enrollment assumptions increased by 76 average daily membership (ADMs) with a total of 7,680 ADMs from 7,604 ADMs used in the Adopted FY22 budget.
- Revenue budget changes related to increase in state aid funding after the legislative session ended in the summer and inclusion of various Federal Relief Funds.
- Expenditure budget reductions for areas anticipated to be underspent due to the use of federal relief funds utilized and changes to assumptions.
- Revised FY22 Budget includes an increase over the Adopted FY22 Budget of 22.14 FTEs within the General Fund.

With time, more planning has been implemented and positions have been identified for funding by the various federal relief funds and our typical funding sources. The General Fund in the Adopted FY22 Budget anticipated the use of fund balance of \$5,081,823. The Revised FY22 Budget projects the use of fund balance of \$149,981. This significant change anticipates some of the similar savings we have seen to our general fund throughout the pandemic. The projected unassigned fund balance as a percent of general fund total expenditures for June 30, 2022 is projected to be approximately 14.11%.

### Food Service Fund

The food service revenues and expenditures have been revised for more accurate assumptions based on updated personnel costs and the use of the Summer Food Service Program. As a result of using the Summer Food Service Program, we are projecting an increase to the fund balance.

### Community Service Fund

The community service revenues and expenditures have been reviewed and revised for more accurate assumptions based on prior year trends, experiences, and changes in programming.

### Debt Service Fund

The debt service revenues and expenditures have been reviewed and accurately reflect principal and interest payments, including the necessary refunding payments as a result of the 2021A Refunding Bonds which will pay off the 2012A Bonds when callable in February and the receipt of the proceeds from the sale of River Ridge Education Center.

I recommend approval of the 2021-22 Revised Budget.