Every student will have a personalized learning plan that supports them in being college/career ready and having the interpersonal skills important to life success.
Operational vs Non-Operational Budgets Expenditures

- **Operational Budget** includes the daily expenditures associated with running the school district, primarily salaries & benefits as well as transportation, utilities and supplies & services.

- **Non-Operational** are directed primarily to maintaining, repairing, and rebuilding district facilities. Non-operational dollars cannot be used for daily operational expenditures, but for a few specifically defined exceptions.
  - **Capital Budget** include purchases for educational equipment, ongoing facilities upkeep and repairs to buildings according to an established replacement cycle. These funds are typically not large enough for major renovations or reconstruction. Capital outlay dollars cannot be used for operational needs, except for the salaries of maintenance and custodians who maintain the facilities.
  - **Bond Funds** dedicated to new construction and remodel of district facilities. Bond funds cannot be used for operational needs.

see [SMSD Budget and Finance FAQ](https://www.smsd.ks.us/budget-finance)
# SMSD BUDGET 2021-2022

<table>
<thead>
<tr>
<th>Category</th>
<th>Unrestricted</th>
<th>Operating Fund</th>
<th>State &amp; Local Revenues</th>
<th>Federal Revenues</th>
<th>Capital Outlay</th>
<th>Local &amp; Bond Proceeds</th>
<th>Flow-Through Revenues</th>
<th>Self-Supported Revenues</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total</strong></td>
<td>$256,966,883</td>
<td>$23,853,435</td>
<td>$47,056,580</td>
<td>$24,661,306</td>
<td>$47,056,580</td>
<td>$41,304,691</td>
<td>$24,344,015</td>
<td></td>
</tr>
<tr>
<td><strong>61% of Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Operating Fund**

- Unrestricted: $256,966,883 (61% of Total)
- Restricted: $23,853,435 (6% of Total)

**State & Local Revenues**

- Total: $264,220,000
  - State = 74%
  - Federal = 26%

**Federal Revenues**

- Total: $24,661,306 (6% of Total)

**Capital Outlay**

- Restricted: $47,056,580 (11% of Total)

**Bond (Debt)**

- Restricted: $24,661,306 (6% of Total)

**Flow-Through Revenues**

- Restricted: $41,304,691 (10% of Total)

**Self-Supported Revenues**

- Restricted: $24,344,015 (6% of Total)

### Unrestricted for these purposes:
- Salary & benefits 84%
- Student transportation 6%
- Supplies & services 5%
- Utilities 4%
- Other 1%

### Restricted by federal statute for these purposes:
- ESSER Pandemic
- Title I reading & math support in our high poverty schools
- Title IIA to develop high qualified teachers and principals
- Title III & IV

### Restricted by state statute for these purposes:
- Bond Debt & Apple Leases
- Construction
- Renovation & repair
- Maintenance salaries
- Technology and software
- Furnishings and equipment
- Uniform purchases

### Requires voter approval and is restricted for these purposes:
- Major construction and renovation of facilities
- Equip and furnish facilities
- Cannot be used for operations
- Bond debt is paid from the Bond & Interest Fund

### Restricted by state statute for the revenue specific purposes:
- Food service and summer school
- Textbook rental & student materials
- Gift, Donations & non-federal grants
- Special liability

---

**State & Local Revenues (State = 74%)**

**Federal Revenues (Federal = 100%)**

**Local Revenues (State = 0%)**

**Local & Bond Proceeds $264,220,000 (State = 0%)**

**State & Local Revenues (State = 78%)**

**Fees, Gifts & Grants Revenues (State = 1%)**
<table>
<thead>
<tr>
<th>Activity</th>
<th>Month</th>
</tr>
</thead>
<tbody>
<tr>
<td>Assess building needs</td>
<td>November</td>
</tr>
<tr>
<td>Budget requests made by departments</td>
<td>November</td>
</tr>
<tr>
<td>Projected enrollment finalized</td>
<td>November</td>
</tr>
<tr>
<td>Revenue projections made (accurate estimates cannot be made until funding is finalized by the legislature)</td>
<td>January</td>
</tr>
<tr>
<td>Cabinet reviews preliminary budget</td>
<td>January – March</td>
</tr>
<tr>
<td>HR assesses future staffing needs</td>
<td>February</td>
</tr>
<tr>
<td>Preliminary rate quotes are received for health insurance</td>
<td>April</td>
</tr>
<tr>
<td>Finalize budget for transportation, utilities, other large items</td>
<td>May</td>
</tr>
<tr>
<td>Negotiations for certified compensation begins</td>
<td>May</td>
</tr>
<tr>
<td>Budget workshop with board and public</td>
<td>May</td>
</tr>
<tr>
<td>Budget approval</td>
<td>July-August</td>
</tr>
</tbody>
</table>
Assessed Valuation Growth

- Billions: $4.96 Billion
- 9.6% Increase

Beginning Fund Balance $15,268,849

Revenues:
- Property/MV Taxes $40,128,429
- Miscellaneous/Interest 76,553
- Apple Repair/Replacement Fees 125,000
- Apple Trade-In 2,000,000

Total Revenues $42,329,982

Total Budget Available $57,598,831
Capital Outlay: 
Expenditures

Total Budget Available: $57,598,831

Expenditures:

- Schools/Departments: $1,628,800
- Technology: 6,919,597
- Operations and Maintenance: 12,945,000
- Salaries & Benefits (inc. $4.5M custodial): 9,343,775
- Apple Lease Payments: 6,757,294
- Unallocated Projects: 15,004,365

Total Expenditures: $52,598,831

Ending Fund Balance: $5,000,000
Minimum Operating Fund Balance & Use of Capital Outlay Fund for Salaries

Board Policy DBB

- **10-15%** -- Minimum unencumbered operating fund balance (including contingency)
- **8.3%** -- Budget reductions are implemented

**Why?**
- Reserves are an important component of a healthy school district budget and need to be available to cover everyday cash flow;
- protect against the risk of the district having insufficient operating funds to cover payroll or other operating expenses in the event of a delay or unplanned reduction of state payments or county payments;
- maintain a high bond rating.

- Custodial & maintenance salaries/benefits may be moved to the capital outlay fund
- In no event will such salaries/benefits exceed 25% of capital outlay annual tax revenues.
## OTHER DEBT FUNDS

<table>
<thead>
<tr>
<th>Fund</th>
<th>Beginning Balance</th>
<th>Receipts</th>
<th>Expenditures</th>
<th>Ending Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bond &amp; Interest</td>
<td>$31,736,301</td>
<td>$35,204,993</td>
<td>$34,338,635</td>
<td>$32,602,659</td>
</tr>
<tr>
<td>Special Assessment</td>
<td>973,196</td>
<td>794,994</td>
<td>850,000</td>
<td>918,190</td>
</tr>
</tbody>
</table>
2021 Bond Authorization
$264.22 Million

- Issue 1 - 2021A
  $146,512,429
- Issue 2 - 2023A
  $132,110,000

Remaining
Spent
Encumbered

Anticipated sale of Issue 2 – Early 2023

$14.4 Million received in bond premiums
FLOW-THROUGH FUNDS TO THE STATE

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cost of Living</td>
<td>$ 8,792,562</td>
</tr>
<tr>
<td>KPERS</td>
<td>32,469,838</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 41,262,400</strong></td>
</tr>
</tbody>
</table>
# SELF-SUPPORTED FUNDS

<table>
<thead>
<tr>
<th>Fund</th>
<th>Beginning Balance</th>
<th>Receipts</th>
<th>Expenditures</th>
<th>Ending Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Adult Supplemental</td>
<td>$35,421</td>
<td>$0</td>
<td>$35,421</td>
<td>$0</td>
</tr>
<tr>
<td>E-School</td>
<td>698,335</td>
<td>147,900</td>
<td>215,025</td>
<td>631,210</td>
</tr>
<tr>
<td>Food Service</td>
<td>7,781,919</td>
<td>11,520,000</td>
<td>13,403,682</td>
<td>5,898,237</td>
</tr>
<tr>
<td>Summer School</td>
<td>543,014</td>
<td>345,000</td>
<td>824,184</td>
<td>63,830</td>
</tr>
<tr>
<td>Special Liability</td>
<td>2,034,262</td>
<td>842,844</td>
<td>1,313,266</td>
<td>1,563,840</td>
</tr>
<tr>
<td>Student Materials</td>
<td>431,739</td>
<td>567,000</td>
<td>998,739</td>
<td>0</td>
</tr>
<tr>
<td>Instructional Resources</td>
<td>995,597</td>
<td>2,807,340</td>
<td>2,789,500</td>
<td>1,013,437</td>
</tr>
<tr>
<td>Health Reserve</td>
<td>114,149</td>
<td>1,704,300</td>
<td>1,704,300</td>
<td>114,149</td>
</tr>
<tr>
<td>Gifts, Grants &amp; Donations</td>
<td>1,174,714</td>
<td>1,187,106</td>
<td>1,187,106</td>
<td>1,174,714</td>
</tr>
<tr>
<td>Drug Free Schools-Local</td>
<td>3,539</td>
<td>0</td>
<td>3,539</td>
<td>0</td>
</tr>
</tbody>
</table>
Fee reduction from $110 to $80
Elementary fee eliminated
Transfer from operating to maintain cash balance

Proposed fees for 2022-23:
K-6 = $60
7-12 = $100
State increased exemption for 20 mills to $40,000 for 2022

Projected 2022 Mill Levy – 50.455 (2.35% decrease)

* Anticipated 2022 cost to owner of $200,000 home -- $1,068
## Budget Timeline

<table>
<thead>
<tr>
<th>Event</th>
<th>Date/Meeting</th>
</tr>
</thead>
<tbody>
<tr>
<td>Budget Workshop – Non-Operating Funds</td>
<td>May 9, 2022 (BOE Meeting)</td>
</tr>
<tr>
<td>Budget Workshop – Operating Funds</td>
<td>May 23, 2022 (BOE Meeting)</td>
</tr>
<tr>
<td>Approval to Exceed Revenue Neutral Mill Rate</td>
<td>June 27, 2022 (BOE Meeting)</td>
</tr>
<tr>
<td>Notify County Clerk of Intent to Exceed Revenue Neutral Rate</td>
<td>July 20, 2022</td>
</tr>
<tr>
<td>County Clerk Notifies Individual Taxpayers of New Tax Levy</td>
<td>After July 20, 2022</td>
</tr>
<tr>
<td>Approval of Publication</td>
<td>July 25, 2022 (BOE Meeting) *</td>
</tr>
<tr>
<td>Publication of Notice of Hearing in KC Star</td>
<td>July 29, 2022 *</td>
</tr>
<tr>
<td>10-day Publication Noticed Ends</td>
<td>August 8, 2022 *</td>
</tr>
<tr>
<td>Revenue Neutral &amp; Budget Hearings and Adoption</td>
<td>August 22, 2022 (BOE Meeting) *</td>
</tr>
<tr>
<td>Budget Submission Deadline</td>
<td>September 20, 2022</td>
</tr>
</tbody>
</table>

* Tentative

Presentation can be found at [SMD.org – Budget & Finance Section](#)