



RICHLAND SCHOOL DISTRICT TWO

General Fund Budget

Fiscal Year 2019-2020

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**RICHLAND SCHOOL DISTRICT TWO
PROPOSED GENERAL FUND BUDGET HIGHLIGHTS
FY 2019-2020**

Revenue Highlights

The Proposed General Fund Budget includes additional revenues that total \$16,598,230 and include:

- State estimates include EFA funding at a projected base student cost of \$2,487. This budget reflects projections for State EIA teacher salary supplements, projections for State Property Tax Relief, as well as other State revenue projections.
- The local revenue projections are based on a proposed millage rate of 344.20, which includes an increase to the cap of 12.6 mills. The millage cap of 12.6 mills is based on a prior year population growth percentage of 1.37% and CPI of 2.44%.

Expenditure Highlights

The Proposed General Fund Budget also includes expenditures that total \$301,214,621. So that we can strive to accommodate the needs of every child within our District, the budget projections have an emphasis on providing high-level academic offerings through teaching and learning and student engagement, effective leadership, and providing effective fiscal management.

The proposed budget strives to meet district priorities by:

- Preserving student/teacher ratios and manage growth by adding 7.0 positions for classroom teachers, 5.0 positions for Special Education teachers and 10.0 positions for teaching assistants to assist in Special Education classrooms.
- Continuing to maintain, recruit and support quality personnel by providing a salary schedule increase, in addition to a step increase for all eligible employees (of approx. range of 1-2% step based on current salary schedules).
 - Teacher Salary Schedule increased by 4% as mandated in the proposed state budget and includes classroom teachers, librarians, guidance counselors, psychologists, social workers, occupational and physical therapists, school nurses, orientation/mobility instructors, and audiologists, pursuant to Section 59-20-50(4)(b).
 - Administrator Salary Schedules increased by 1% and includes Principals, Assistant Principals, Athletic Directors, Chiefs, Executive Directors, Directors and all other negotiated contract employees.
 - All other employee Salary Schedules increased by 4%.
- Funding District-wide AVID implementation.
- Hiring additional psychologists for the elementary schools as well as a Mental Health Therapist to support our students' emotional and social well-being.
- Addressing safety and security needs that include maintaining the current SRO staffing levels through an annual contract increase and providing additional security at the high schools for after-school activities.

Some of the other items that are included in the proposed budget are:

- Anticipated State increase for the employer portion of State Retirement
- Additional Intervention Specialists
- Additional teacher for ESOL Newcomer Program
- Itinerant nurse to be shared between several locations
- Funding of TE 21 / Case Benchmark Exams based on SC College and Career Ready Standards
- Additional funding to maintain overall staffing standards and to add positions to provide district-wide support for students and other programmatic needs.

FINAL READING BASED ON SENATE FINANCE BUDGET AS OF 5-20-19

RICHLAND SCHOOL DISTRICT TWO

FY 2019 - 2020

General Fund Budget with a Projected 12.6 CAP Mill Increase

REVENUES

REVENUE SOURCE	2018-19 Budget	2019-2020 Projections	Increase (Decrease) over 2018-19 Budget	% Change*
Local Property Tax	\$101,893,890	\$107,101,090	\$5,207,200	5.11%
Property Tax Relief (Includes Act 388)	50,392,895	51,381,884	\$988,989	1.96%
Education Finance Act	77,726,361	79,208,441	\$1,482,080	1.91%
State Revenue for Fringe Benefits (PEBA Credit is included in separate line)	40,023,461	42,068,840	\$2,045,379	5.11%
State Revenue for Pupil Transportation	1,300,139	1,321,078	\$20,939	1.61%
EIA Transfer for TSS (Teacher Salary Schedule Supplement)	8,235,791	8,421,512	\$185,721	2.26%
State Aid to Classrooms - Teacher Salary	-	5,830,048	\$5,830,048	0.00%
State Aid to Classrooms - EFA Fringe	-	736,138	\$736,138	0.00%
Interest Income	400,000	500,000	\$100,000	25.00%
Federal Impact Aid	250,000	250,000	\$0	0.00%
Indirect Cost	900,000	900,000	\$0	0.00%
Administrative Fee from Charter High School	250,000	250,000	\$0	0.00%
Other State Revenue - PEBA Credit	1,790,696	1,792,432	\$1,736	0.10%
Revenue from Other Sources	1,453,158	1,453,158	\$0	0.00%
TOTAL REVENUE - GENERAL FUND	\$284,616,391	\$301,214,621	\$16,598,230	5.83%

EXPENDITURES

PROJECTED EXPENDITURES	2018-19 Budget	2019-2020 Projections	Increase (Decrease) over 2018-19 Budget	% Change*
Salaries	\$177,758,362	\$188,360,300	\$10,601,938	5.96%
<i>Salaries Category includes all expenditures paid to employees of the district for wages.</i>				
Benefits	70,926,147	76,463,934	\$5,537,787	7.81%
<i>Benefits Category includes all employer's costs associated with employee benefits, such as, health insurance, retirement, social security match, etc.</i>				
Utilities	11,222,828	11,222,828	\$0	0.00%
<i>Utilities Category includes costs associated with Energy, Gas, Electric, Water, Sewer & Phone</i>				
Property and Operation Contracts	10,087,802	10,087,802	\$0	0.00%
<i>Property and Operation Contracts Category includes costs associated with custodial services, landscaping, pest control, energy management, Property & Casualty Insurance, garbage, etc.</i>				
Maintenance and Repairs	1,165,764	1,165,764	\$0	0.00%
<i>Maintenance and Repairs Category includes costs associated with general Maintenance, repairs and upkeep of the district facilities and equipment.</i>				
Purchased Services	4,347,328	4,805,833	\$458,505	10.55%
<i>Purchased Services Category includes student transportation, staff travel, mileage reimbursements, professional services (legal, audit, etc.), printing/binding, copier rentals, annual subscriptions and all other contracted services</i>				
Supplies and Equipment	6,823,836	6,823,836	\$0	0.00%
<i>Supplies and Equipment Category includes Instructional supplies used in the classroom, technology equipment and supplies, periodicals, textbooks/library books, technology software, office supplies and equipment, etc.</i>				
Other Expenditures	2,284,324	2,284,324	\$0	0.00%
<i>Other Expenditures includes items not broken out in the above categories. Some examples are organization membership, other insurance costs (including costs associated with workers' compensation), and transfers to other funds</i>				
TOTAL EXPENDITURES - GENERAL FUND	\$284,616,391	\$301,214,621	\$16,598,230	5.83%

*Percent change is the percentage increase from 2018-2019 to 2019-2020 for each category. In the case of salaries it does not reflect individual salary increase, but the overall increase in salaries due to step increase and added positions.

RICHLAND SCHOOL DISTRICT TWO			
General Fund Budget Increases Estimated with a Projected 12.6 CAP Mill Increase			
FY 2019 - 2020			
Description	FTE's	Estimated Increase	Remaining
Estimated Total Revenue Increase over Prior Year Budget		\$ 16,598,230	
Estimated Increase in Employer's Share of Health Insurance		-	\$ 16,598,230
Estimated Increase in Employer's Share of State Retirement (Estimated 1.2% increase)		2,075,441	\$ 14,522,789
Teacher Salary Schedule Step increase (for eligible employees) ¹		2,438,512	\$ 12,084,277
Teacher Salary Schedule (as defined by SDE) 4% increase per SDE (for eligible employees) ¹		6,305,346	\$ 5,778,931
All Non-teacher Salary Step increase (for eligible employees)		1,028,090	\$ 4,750,841
All Other Salary Schedule 4% increase (for eligible employees, excluding Administrators)		1,802,954	\$ 2,947,887
Administrator Salary Schedule 1% increase (for eligible employees) ²		253,645	\$ 2,694,242
Contractual Services increase		118,000	\$ 2,576,242
TE 21/Case Benchmark Exams (continue implementation of benchmark assessments)		130,500	\$ 2,445,742
2.0 FTEs for Interventionist in Elementary Schools	2.0	130,150	\$ 2,315,592
2.0 FTEs for Psychologists in Elementary Schools	2.0	150,202	\$ 2,165,390
1.0 FTE Mental Health therapist - Family Intervention Serv (w/ Spanish-speaking preference)	1.0	84,316	\$ 2,081,074
1.0 FTEs for Interventionist - Blythewood Middle School	1.0	65,075	\$ 2,015,999
1.0 FTE for Itinerant Nurse to cover R2i2, CHS, Adult Ed and other schools	1.0	56,908	\$ 1,959,091
1.0 FTE School Counselor for CFK, CFK-N, CFA, CFI	1.0	72,499	\$ 1,886,592
Part-time Security positions for After School activities	2.5	111,907	\$ 1,774,685
5.0 Special Ed Teacher FTEs	5.0	325,375	\$ 1,449,310
10.0 Special Ed Teacher Assistant FTEs	10.0	377,720	\$ 1,071,590
7.0 FTEs for Teachers for Growth	7.0	455,525	\$ 616,065
1.0 FTE ESOL Teacher for Newcomer program at R2i2	1.0	65,075	\$ 550,990
Year one of District-wide AVID implementation		146,000	\$ 404,990
Dent Middle - Additional 1.0 Assistant Administrator to accommodate growth	1.0	79,096	\$ 325,894
1.0 AV Technician FTE	1.0	58,244	\$ 267,650
1.0 FTE Student Information Systems specialist	1.0	86,314	\$ 181,336
Additional Hearing Officer	1.0	100,518	\$ 80,818
Increase AVID Lead from 190 to 215 days		8,413	\$ 72,405
Restore funding for External Evaluations that was cut in prior years		22,500	\$ 49,905
Transportation Costs and lab needs for AVID Early College summer Classes		8,500	\$ 41,405
R2i2 - Software licenses, Drafting Materials, computers, etc.		33,005	\$ 8,400
E-Sport, Summer School for Adv Expansion & Middle Sch Summer Camp Expansion stipends		8,400	\$ -
			\$ -
			\$ -
Estimated Total Expenditures Increase Over Prior Year Budget	37.5	\$ 16,598,230	
Estimated Excess Revenues over Expenditures		\$ -	

School Based - Teachers/Certified Staff & Instructional Aides	23.0
School Based - Support/Administrative	11.5
District Level	3.0
	<u>37.5</u>

1 - Teacher Salary Schedule Increase line item includes all eligible teacher categories pursuant to Section 59-20-50(4)(b), to include classroom teachers, librarians, guidance counselors, psychologists, social workers, occupational and physical therapists, school nurses, orientation/mobility instructors, and audiologists.

2 - Administrator Salary Schedule Increase line item includes Principals, Assistant Principals, Athletic Directors, Chiefs, Executive Directors, Directors and all other negotiated contract employees.

**Richland School District Two
Estimated General Operating Value of a Mill
Budget 2019-2020**

Based on Information from the SC Revenue and Fiscal Affairs Office 2/4/2019

Calculation of Mill Cap

Population Growth		1.37%
CPI		2.44%
Percent Millage can increase		3.81%
FY 2019-2020		
Current Millage Rate		331.60
Plus: Millage Cap Increase		12.6
Total Allowable Mills based on Cap for FY 2019-20		344.20

<i>Based on Estimates Provided by County Auditor's Office on 4/9/2018</i>		NO Mill Increase	6.3 Mill Increase	12.6 Mill CAP Increase
Projected Mill Value for FY 19-20 (Based on Estimated Value of a Mill from County Auditor)		304,150	304,150	304,150
Millage Rate		331.6	337.9	344.2
Projected Net Local Property Tax Revenue		100,856,140	102,772,285	104,688,430
State Property Tax Relief:				
Tier I		8,759,334	8,759,334	8,759,334
Tier II		1,894,248	1,894,248	1,894,248
Tier III		40,728,302	40,728,302	40,728,302
		51,381,884	51,381,884	51,381,884
Estimated Other State Reimbursements		1,395,439	1,395,439	1,395,439
Estimated Carry-Forward <i>(1) Final amount to be determined by County</i>		1,017,221	1,017,221	1,017,221
Total Revenue from Local Tax and State Tax Reimbursements that Flow through Richland County		154,650,684	156,566,829	158,482,974

(1) The District anticipates possible Carry-Forward funds from FY 2018-2019; however, actual dollar amounts will not be available until Year End. The District may request to utilize any Carry-Forward funds from FY 2018-2019 in the FY 2019-2020 General Fund Budget.

RICHLAND SCHOOL DISTRICT TWO FY 2019-20 Education Finance Act Formula		
Projected Base Student Cost		\$2,487
Estimated District Weighted Units		37,779
BSC X DISTRICT_WPU		\$93,956,373
Projected Base Student Cost	\$2,487	
Projected Statewide Weighted Units	992,304	
Local %	30%	
Estimated Index of Tax Paying Ability	0.01992	
Subtotal		14,747,932
Projected EFA Funds		\$79,208,441