

2020-2021 Budget Development Update

Board of School Directors' Meeting

May 21, 2020



COUNCIL ROCK
SCHOOL DISTRICT

Executive Summary

- CRSD faced a \$16.1 million budget deficit due to anticipated declines in revenue caused by the COVID-19 pandemic
- Why?
 - EIT filing deadline was delayed to July 15
 - Unemployment affecting collection rates
 - Interest rate decreases
 - General slowdown in real estate market



COUNCIL ROCK
SCHOOL DISTRICT

Current Budget Assumptions

- Reductions to Date = \$7.1 million
 - Professional Retirements = \$1.7 million
 - Employee Concessions & Corrections (net) = \$2.0 million
 - 300 to 900 Objects = \$3.4 million
- Real Estate Tax Increase = \$4.9 million
 - Act 1 Index = 2.6% = \$4.1 million
 - Special Ed Exception = 0.5% = \$0.8 million



2020-2021 Budget Adjustments – Updated

First Draft, Revenues **\$242,316,570**

Add: 3.1% Real Estate Tax Increase \$4,923,115

Local Revenue Changes (COVID-19):

Interim Real Estate Taxes	-\$115,368
Earned Income Taxes	-\$1,780,000
Occupation Taxes	-\$42,000
Real Estate Transfer Taxes	-\$1,050,000
Delinquent Taxes	\$108,717
Interest Earnings	-\$1,400,000
Transportation Subsidy	-\$510,000
FICA Reimbursement	-\$53,073
PSERS Reimbursement	-\$239,419
Proposed Final Budget	<u>\$242,158,542</u>

Employee Concessions

FICA Reimbursement	-\$71,218
PSERS Reimbursement	-\$343,579
	<u>-\$414,797</u>

Board Meeting, May 21 **\$241,743,745**

First Draft, Expenditures **\$253,625,771**

CREA Retirements /Resignations (25.7) **-\$1,972,515**

Department Reductions:

		% Dept. Budget	% Total Budget
Operations	-\$1,218,131	-12.63%	-0.48%
Technology	-\$703,750	-20.22%	-0.28%
Curriculum	-\$369,871	-25.64%	-0.15%
Special Services	-\$420,000	-12.56%	-0.17%
Business	-\$291,937	-6.90%	-0.12%
Building Allocation	-\$247,858	-12.65%	-0.10%
K-12 Education	-\$66,572	-13.49%	-0.03%
Transportation	-\$35,000	-25.49%	-0.01%
Human Resources	-\$26,020	-18.65%	-0.01%
Community Relations	-\$5,000	-10.15%	0.00%

-\$3,384,139 **-1.33%**

Proposed Final Budget **\$248,269,117**

Employee Concessions:

Administrators	-\$223,295
Professional Staff	-\$2,167,930
	<u>-\$2,391,225</u>

Board Meeting, May 21 **\$245,877,892**

REMAINING BUDGET DEFICIT = \$4,134,147

2020-2021 Budget Timeline

Date	Description	Liaison
6/3/2020	*NEW* Budget Forum	R. Fraser B. Stone
6/11/2020	Finance Committee Meeting <ul style="list-style-type: none">• Present Final Budget	B. Stone
6/18/2020	Board Meeting <ul style="list-style-type: none">• Approve Final Budget	B. Stone



Staying Informed

- [April 16 Joint Committee Meeting](#)
 - Impact of COVID-19 on CRSD Finances
 - Budget discussion begins at 57:10 (51 minutes)
- [May 7 Joint Committee Meeting](#)
 - Detailed review of budget reductions
 - Long-term financial projection updates
 - Discussion begins at 2:00:17 (89 minutes)

