

HARRISON SCHOOL DISTRICT TWO

FISCAL YEAR 2021-2022 REVISED FINANCIAL PLAN AND BUDGET



PRESENTED TO THE BOARD OF EDUCATION FOR ADOPTION

JANUARY 20, 2022



Harrison School District Two

Character Through Diversity, Challenge & Accomplishment

COMPLIANCE WITH LEGAL REQUIREMENTS

“After the adoption of the budget, the Board of Education may review and change the budget, with respect to both revenues and expenditures, at any time prior to January 31st of the fiscal year for which the budget was adopted.”

-C.R.S. 22-44-110(5)

TONIGHT'S AGENDA

FOR APPROVAL AND ADOPTION:

Fiscal Year 2021-2022 Revised Financial Plan and Budget – All Funds

- Budget and Appropriation Resolution
- Resolution Authorizing the Use of Beginning Fund Balance

HSD2 - STRATEGIC PLAN PRIORITIES

Priority 1: Classroom

We are committed to meeting the academic and social-emotional needs of all students while providing equitable opportunities through:

- Ensuring our Pre-K through post-secondary curriculums focus on standards-based instruction
- Engaging students using research-based instructional strategies
- Addressing individual academic and social-emotional needs of all students

Priority 2: Culture

We are committed to a collaborative environment of trust, integrity, and transparency through:

- Creating systems of accountability
- Establishing high expectations
- Ensuring equity for all

Priority 3: Community

We are committed to developing and sustaining a community through:

- Communicating transparently and frequently
- Nurturing and sustaining school and district partnerships
- Facilitating community outreach and advocacy

REVISED FY 2021-2022 BUDGET

ALL FUNDS

	FY 2021-2022 Adopted Budget	Changes	FY 2021-2022 Revised Budget
General Fund	\$ 102,301,095	\$ 2,197,078	\$ 104,498,173
Insurance Reserve Fund	1,717,473	107,976	1,825,449
Nutrition Services Fund	5,037,981	-	5,037,981
Designated Purpose Grants Fund	26,924,496	-	26,924,496
Building Fund	48,271,598	-	48,271,598
Bond Redemption Fund	15,008,312	11,415,757	26,424,069
Capital Reserve Fund	1,605,731	-	1,605,731
Land Trust Fund	650,000	-	650,000
Health Insurance Fund	1,684,888	-	1,684,888
Pupil Activity Fund	915,000	-	915,000
	<u>\$ 204,116,574</u>	<u>\$ 13,720,811</u>	<u>\$ 217,837,385</u>

GENERAL FUND: REVISED 2021-2022 BUDGET

- October 2021 Pupil Count: Total District = 13,270
- State Equalization Revenue (PPR): 171 less funded pupils than adopted budget
- Per-Pupil Revenue (PPR) = \$9,199
- Fund balance update per FY 2020-2021 financial audit results

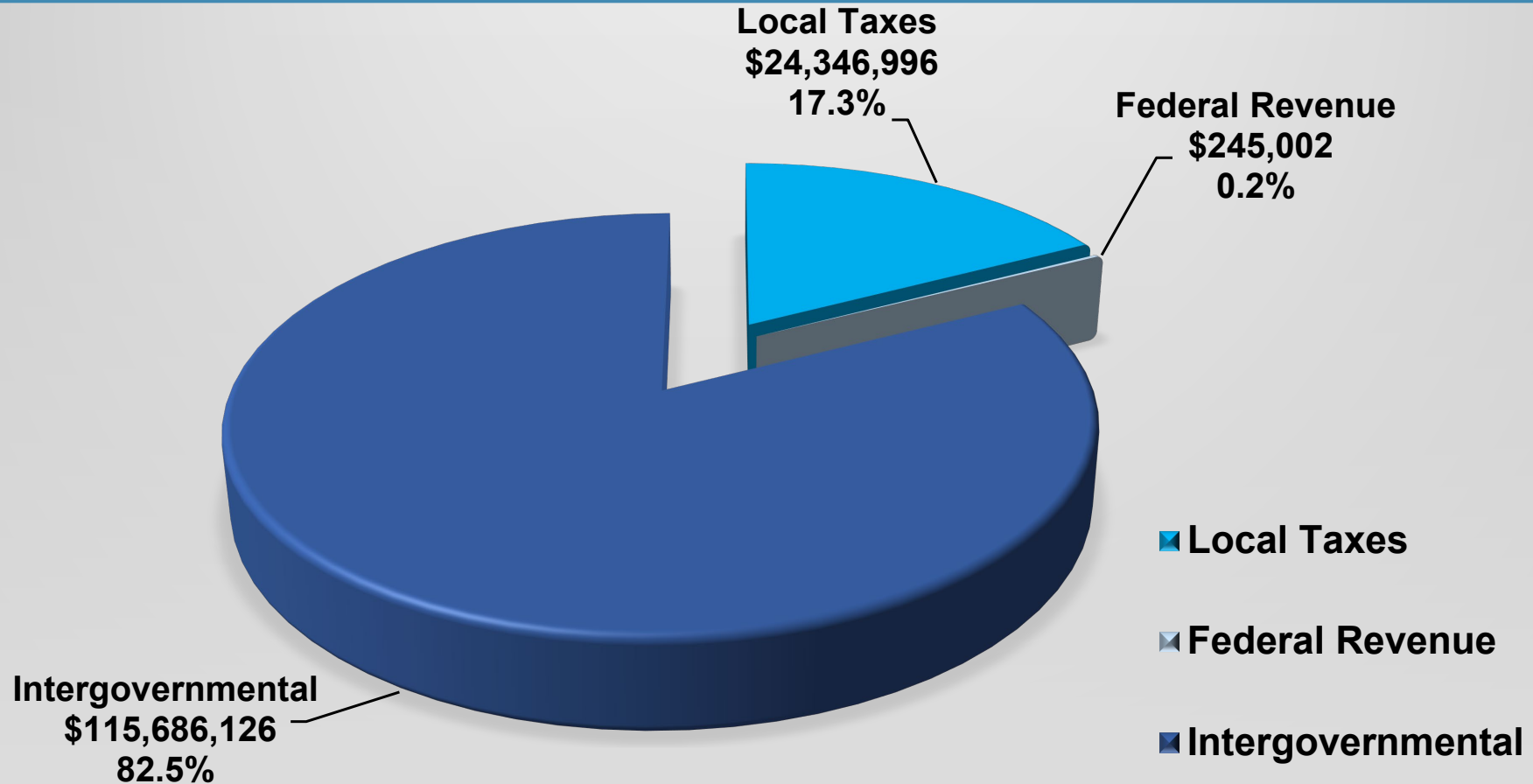
GENERAL FUND: REVISED 2021-2022 BUDGET (CONT.)

- School Finance Act (SFA): increased assessed valuation on property tax = less state funding
- Expenditure changes:
 - 6.0 FTE: adult education coordinator, grounds specialists, environmental / health manager, high school graduation assistance
 - Operational expenditures: technology infrastructure and equipment needs, 2nd Meal Lunch program, supplies for student success center and Aspire Online, increased advertising and communications, professional services for curriculum and instruction

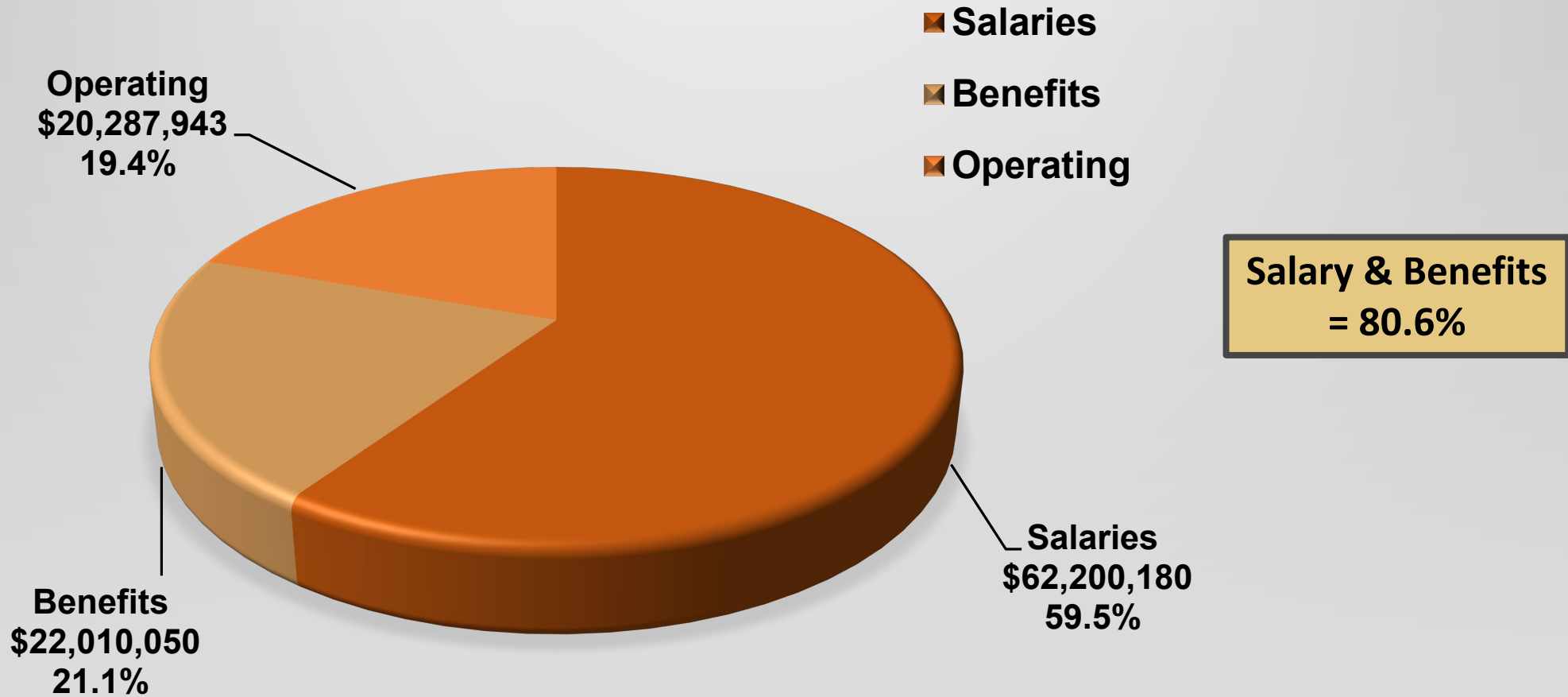
GENERAL FUND: REVISED 2021-2022 BUDGET (CONT.)

	FY 2021-2022 Adopted Budget	Changes	FY 2021-2022 Revised Budget
Beginning Fund Balance	\$ 30,971,295	\$ 2,308,548	\$ 33,279,843
Revenues	141,875,907	(1,597,783)	140,278,124
Transfers to Other Funds	44,236,613	-	44,236,613
Total Sources	128,610,589	710,765	129,321,354
Less: Expenditures	102,301,095	2,197,078	104,498,173
Ending Fund Balance	\$ 26,309,494	\$ (1,486,313)	\$ 24,823,181

GENERAL FUND REVENUE FISCAL YEAR 2021-2022



GENERAL FUND EXPENDITURES FISCAL YEAR 2021-2022



GENERAL FUND PROJECTIONS REVISED 2021-2022 BUDGET



Harrison School District Two						Draft
General Fund Projected Revenue-Expenditures-Fund Balance						Internal Working
January 9, 2022						Document
	2021-22	2021-22	2022-23	2023-24	2024-25	2025-26
	Adopted Budget	Revised Budget	Projected Budget	Projected Budget	Projected Budget	Projected Budget
Beginning Fund Balance	<u>\$30,971,295</u>	<u>\$33,279,843</u>	<u>\$31,783,538</u>	<u>\$26,221,414</u>	<u>\$19,846,889</u>	<u>\$13,884,504</u>
Revenue Before Transfers	141,875,907	140,278,124	141,229,977	142,957,652	\$144,362,818	145,761,345
Transfers to Other Funds	<u>44,236,613</u>	<u>44,236,613</u>	<u>43,142,071</u>	<u>45,371,146</u>	<u>\$46,053,171</u>	<u>46,488,004</u>
Net Revenue After Transfers	97,639,294	96,041,511	98,087,906	97,586,506	\$98,309,647	99,273,341
Expenditures	102,301,095	\$104,498,173	\$103,650,030	\$103,961,031	\$104,272,032	\$104,272,032
Total Expenditures and Contingency	<u>102,301,095</u>	<u>104,498,173</u>	<u>103,650,030</u>	<u>103,961,031</u>	<u>\$104,272,032</u>	<u>104,272,032</u>
Net Revenue over (under) Exp	(\$4,661,801)	(\$8,456,662)	(\$5,562,124)	(\$6,374,525)	(\$5,962,385)	(\$4,998,691)
Ending Fund Balance	<u>\$26,309,494</u>	<u>\$24,823,181</u>	<u>\$26,221,414</u>	<u>\$19,846,889</u>	<u>\$13,884,504</u>	<u>\$8,885,813</u>
Ending Fund Balance % of Expenditures	25.72%	23.75%	25.30%	19.09%	13.32%	8.52%
Required Reserve	13,299,142	13,584,762	13,474,504	13,514,934	\$13,555,364	13,555,364
Required Reserve % of Expenditures	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%
Available Fund Balance over(under) Required Reserve	13,010,352	11,238,419	12,746,910	6,331,955	\$329,140	(4,669,551)
Available Fund Balance % of Expenditures	12.72%	10.75%	12.30%	6.09%	0.32%	(4.48%)

INSURANCE RESERVE FUND: REVISED 2021-2022 BUDGET



- This fund is used to account for the resources to ensure a portion of the District's liability, property and worker's compensation needs and to provide the overall risk management activities of the District
- Increase in budgeted expenditures due to updated and current property insurance values (Carmel) and increased worker's compensation costs

INSURANCE RESERVE FUND: REVISED 2021-2022 BUDGET

	FY 2021-2022 Adopted Budget	Changes	FY 2021-2022 Revised Budget
Beginning Fund Balance	\$ 138,462	\$ 49,534	\$ 187,996
Revenues	26,148	-	26,148
Transfer from General Fund	1,776,811	-	1,776,811
Total Sources	1,941,421	49,534	1,990,955
Less: Expenditures	1,717,473	107,976	1,825,449
Ending Fund Balance	\$ 223,948	\$ (58,442)	\$ 165,506

BOND FUND: REVISED 2021-2022 BUDGET

- This fund is for recording dedicated property taxes and payment of outstanding principal and interest on the District's general obligation bonds
- Increased budgeted expenditures due to the September 2021 bond refunding transaction

BOND FUND: REVISED 2021-2022 BUDGET



	FY 2021-2022 Adopted Budget	Changes	FY 2021-2022 Revised Budget
Beginning Fund Balance	\$ 12,550,286	\$ 762,862	\$ 13,313,148
Revenues	26,825,327	-	26,825,327
Total Sources	39,375,613	762,862	40,138,475
Less: Expenditures	15,008,312	11,415,757	26,424,069
Ending Fund Balance	\$ 24,367,301	\$ (10,652,895)	\$ 13,714,406

SUMMARY OF EXPENDITURES BY FUND

FISCAL YEAR 2021-2022

	FY 2021-2022 Budget Revised
General Fund	\$ 104,498,173
Insurance Reserve Fund	1,825,449
Nutrition Services Fund	5,037,981
Designated Purpose Grants Fund	26,924,496
Building Fund	48,271,598
Bond Redemption Fund	26,424,069
Capital Reserve Fund	1,605,731
Land Trust Fund	650,000
Health Insurance Fund	1,684,888
Pupil Activity Fund	915,000
	\$ 217,837,385



NEXT STEPS: FISCAL YEAR 2021-2022 REVISED FINANCIAL PLAN AND BUDGET

- Continued review and monitoring of FY 2021-2022 revenues and expenditures
- Monitoring and impact of legislative actions: School Finance Act, At-Risk Funding, Mill Levy Equalization and Special Education Funding
- Impact of Federal Stimulus Funding: HSD2 = \$57.7M
- Planning and preparation for FY 2022-2023 Financial Plan and Budget

“Thank You!”