



District Five

OF LEXINGTON &
RICHLAND COUNTIES

FY 2020 - 2021

Proposed General Fund Budget

June 15, 2020

Disclaimer

- The FY 2020-2021 General Appropriations Bill (H.5201) was approved by the House of Representatives on March 12, 2020.
- The information provided in this presentation is based upon the FY 2019-2020 General Appropriations Bill with no increases in appropriations.
- FY 2019-2020 Estimated Statewide WPU = \$992,512
- FY 2019-2020 Fully funded BSC = \$3,095
- FY 2019-2020 SCDE Requested BSC = \$2,647
- FY 2019-2020 Appropriated BSC (Implied) = \$2,489 (Capped at \$2,487)
- FY 2020-2021 Estimated Statewide WPU = \$993,663
- FY 2020-2021 Fully funded BSC = \$3,164
- FY 2020-2021 SCDE Requested BSC (Implied) = \$2,722
- FY 2020-2021 Ways & Means Appropriated BSC = \$2,500

FY 2020-2021 Budget Considerations Prior to Covid-19

- SCRS Employer Contribution Increase (1%)
 - Employer health insurance premium increases (6.73%)
 - Mandated \$3000 COLA for teachers
 - COLA for all other district employees
 - Step Increases (experience) for all eligible employees
 - Additional staff to meet requirements for Board Policy IIB and AR IIB-R on teacher-student ratios, federal and state requirements for IDEA and ELL, and to increase the safety and well-being of our students and staff
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FY 2020-2021 Budget Considerations

- Begin FY 2021 without an approved General Appropriations Bill (H 5201)
 - FY 2021 General Fund budget proposal will be based on the following assumptions:
 - No increase in state funding
 - Step increases will be retroactive to beginning of fiscal year after state budget is adopted
 - No mandated cost of living increases
 - Spending freeze has been implemented in FY 2020 to help offset potential funding reductions and/or budget reductions
 - SCRS Employer Contribution Increase (1%) – Delayed for 1 year
 - Employer health insurance premium increases (6.73%)
 - Step Increases (experience) for all eligible employees
 - Administrative staff members (2) for Elementary 13
 - Additional staff to meet requirements for Board Policy IIB and AR IIB-R on teacher-student ratios, federal and state requirements for IDEA and ELL, and to increase the safety and well-being of our students and staff
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AN ACT TO MAKE APPROPRIATIONS AND TO PROVIDE REVENUES TO MEET THE ORDINARY EXPENSES OF STATE GOVERNMENT FOR THE FISCAL YEAR BEGINNING JULY 1, 2020 (H 3411)

PART I

Continuing to Fund the Ordinary Expenses of State Government

SECTION 1. (A)(1) If the 2020-2021 state fiscal year begins with no annual general appropriations act in effect for that year, the authority to pay the recurring expenses of state government continues at the level of amounts appropriated in Act 91 of 2019 for the recurring expenses of state government for Fiscal Year 2020-2021 except as provided in subsection (A)(2).

(2) The effective dates of Parts IA and IB of Act 91 of 2019 are extended until the effective date for appropriations made in a general appropriations act for Fiscal Year 2020-2021, after which appropriations made pursuant to this joint resolution are deemed to have been made pursuant to the general appropriations act for Fiscal Year 2020-2021.

PART II

Specific Provisions Related to the Operation of State Government

SECTION 4. (D) The state teacher minimum salary schedule will remain at the Fiscal Year 2019-2020 level. Step increases are suspended until the annual general appropriations act for Fiscal Year 2020-2021 is enacted.

Priorities for 2020-2021

1. Focus our work decisions on/around our strategic plan
 2. Identify areas of achievement to improve
 3. Provide “Chick-Fil-A” & “Moe’s”-like customer service for the internal and external community
 4. Strengthen the structure and quality of communication both internally and externally
 5. Promote a work and learning environment where students and staff feel safe physically, emotionally and socially
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FY 2020-2021 Budget Changes

(\$1,190,023) (0.63%)

- Principal and Administrative Assistant for Elementary 13* \$ 247,756
- FY 2020 Budget Addendum **(\$ 4,278,943)**
 - \$500 one time loyalty bonus **(\$1,500,000)**
 - Transfer to Capital Projects **(\$2,778,943)**
- Salary increases (step and credential), terminal leave, NBC, fringe benefits increases and school allocation changes.** **\$ 2,841,164**

* Includes salaries and fringe benefits costs

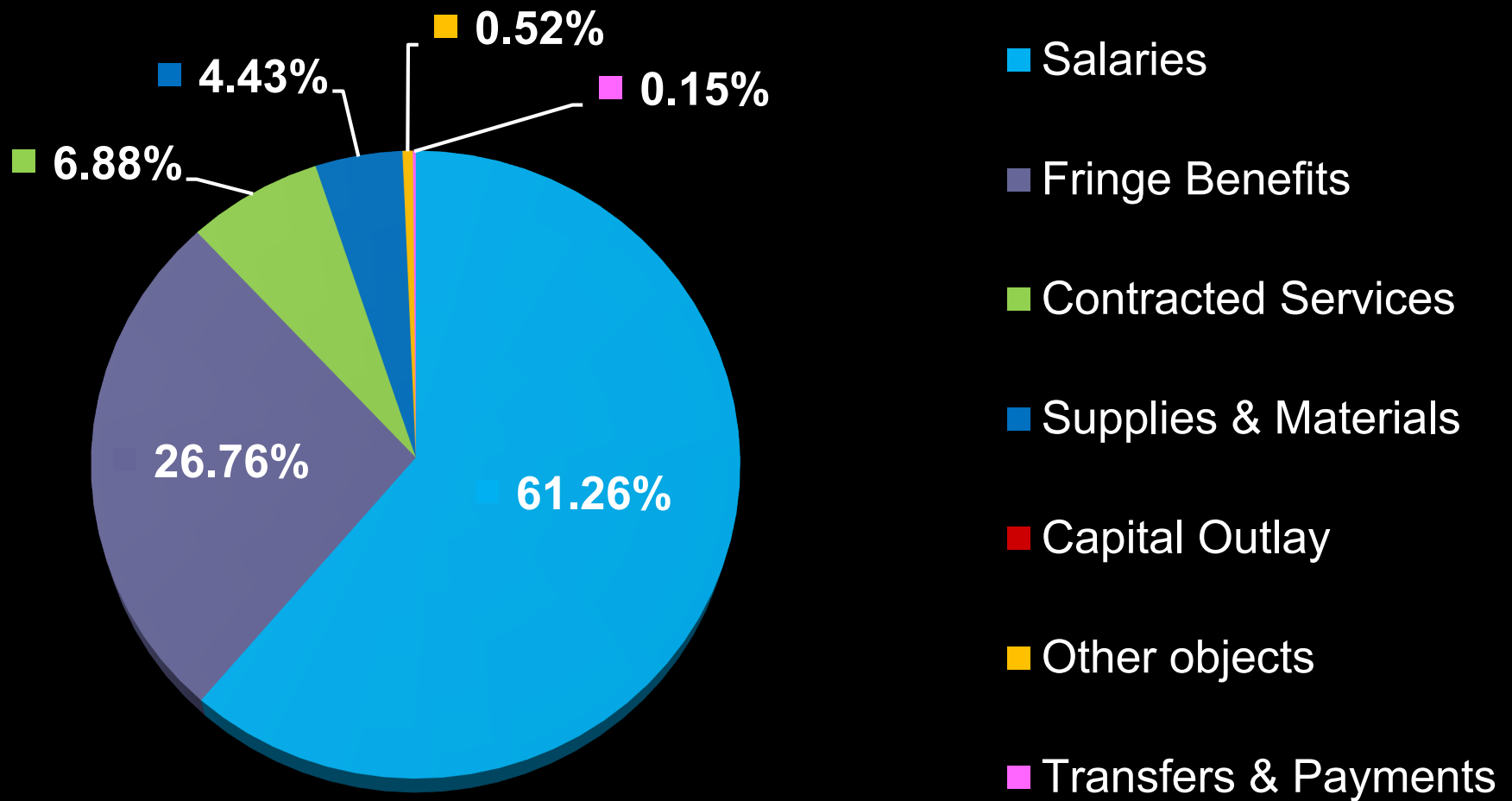
**Subject to change based upon terminations, new hires, etc.

FY 2020-2021

Projected General Fund Expenditures

Category	Dollars	Percent of Budget
Salaries	121,835,798	61.26%
Fringe Benefits	53,211,940	26.76%
Contracted Services	13,691,002	6.88%
Supplies & Materials	8,817,984	4.43%
Capital Outlay	-	0.00%
Other Objects	1,038,852	0.52%
Transfers & Payments	287,897	0.15%
Total Expenditures	\$ 198,883,473	100.00%

Projected General Fund Expenditures



FY 2020-2021

Projected General Fund Revenue - Local

Category	Amount	Percent of Budget*
Local Revenue		
Ad Valorem Taxes (including Delinquent)	67,831,629	34.11%
Penalties & Interest on Taxes	415,633	0.21%
Fee in Lieu of Taxes	1,552,340	0.78%
Other Local Revenue	820,000	0.41%
Total Local Revenue	\$70,619,602	35.51%
*Slight differences due to rounding		

FY 2020-2021

Projected General Fund Revenue - State

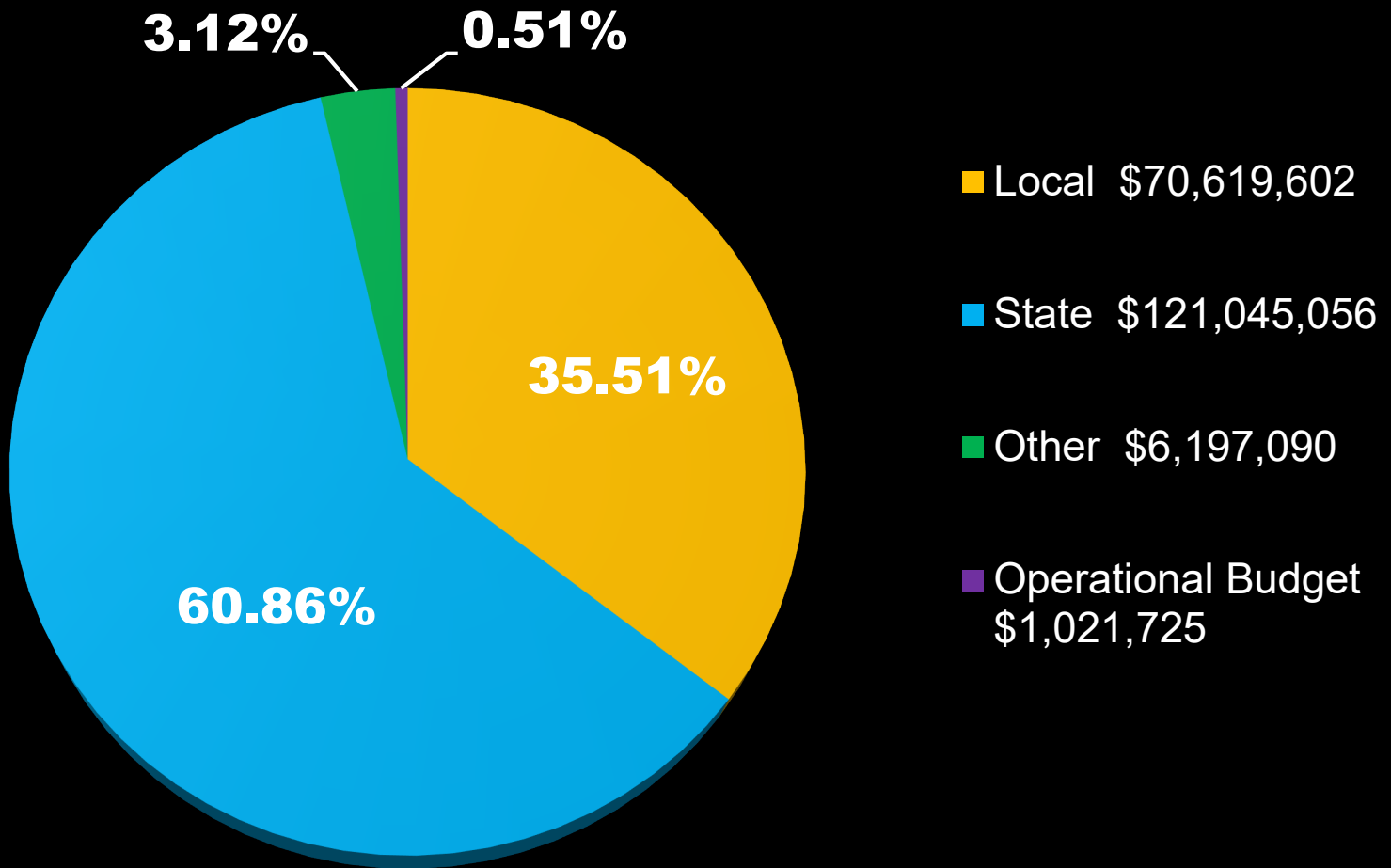
Category	Amount	Percent of Budget*
Bus Drivers Salaries & W/C	1,275,060	0.64%
State Fringe Benefits	25,538,956	12.84%
State Aid To Classroom - Teacher Salary	4,124,175	2.07%
Educational Finance Act (EFA)	43,400,000	21.82%
Property Tax Relief Tier I	10,580,071	5.32%
Property Tax Relief Tier II	1,758,200	0.88%
Property Tax Relief Tier III	32,371,769	16.28%
Other State Revenue	1,996,825	1.00%
Total State Revenue	\$121,045,056	60.86%
*Slight differences due to rounding		

FY 2020-2021

Projected General Fund Revenue - Other

Category	Amount	Percent of Budget*
Other Financing Sources		
Indirect Cost	480,000	0.24%
Transfer From EIA (Teacher Salary and Benefits)	5,717,090	2.87%
Total Other Financing Sources	\$6,197,090	3.12%
Total Revenue	\$197,861,748	
Shortfall (Operational Balance)	1,021,725	0.51%
Total Funds Available	\$198,883,473	100.00%
*Slight differences due to rounding		

Projected General Fund Revenue By Source



FY 2020-2021

General Fund Budget Recap

as of June 15, 2020

- **Projected Revenue** **\$ 197,861,748**
 - **Projected Expenditures** **\$ 198,883,473**
 - **Difference** **\$ (1,021,725)**
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Calculation for FY 2020-2021

Allowable Millage Increase

Section 6-1-230 of the SC Code of Laws

Consumer Price Increase (CPI) *	1.81%
Lex/Rich 5 Population Growth *	0.65%
Allowable Percentage Increase *	2.46%
FY 2019-2020 Millage Rate**	256.9
FY 2020-2021 Millage Increase Cap**	6.3

* Source: SC Revenue And Fiscal Affairs Office

** Millage rate is subject to change due to Lexington County reassessment.

Dates to Remember

State Budget Calendar

- February 17 - 20
Ways & Means Full Committee
Budget Deliberations
- March 9 - 13
House Floor Budget Deliberations
- March 16 - 20
House Furlough
- May 12
General Assembly Returns
- May 28
Sine Die – Legislative Session Ends
- September 15 - 24
Statewide session limited to certain
items to include the Appropriations Act

Dates to Remember

Proposed District Budget Calendar*

- May 18, 2020 Parameters for the FY 2020-2021 General Fund Budget Revisited
- June 15, 2020 Discussion Reading of General Fund Budget
- July 13, 2020 First Reading of General Fund Budget
- August 10, 2020 Second (Final) Reading and Public Hearing of General Fund Budget

*Above dates are subject to change.

