



**District
Five**

OF LEXINGTON &
RICHLAND COUNTIES

FY 2020 - 2021

Amended General Fund Budget

October 12, 2020

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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Legislative Update

September 15-24, 2020

- The Senate amended and approved the FY 2021 State Appropriations Act (H 5201).
- The Senate amendments were read across the House desk for consideration then assigned to the Ways and Means Committee by the Speaker. It was not debated by the House of Representatives.
- SC will operate for the remainder of FY 2021 under the previously approved Continuing Resolution (H 3411).
- If revenue projections improve, a supplemental appropriation could be introduced when the legislature convenes in January.

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 was 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.

Lexington Richland 5 Update

- No step increase for employees.
 - The anticipated employer health insurance increases are canceled.
 - Property Tax Relief (Tier III) funding was reduced by \$228,683.
 - The EFA estimate was revised due to the anticipated reduction in enrollment of students due to COVID-19.
 - The reassessment in Lexington County resulted in an equivalent millage rollback of 10.8 mills for operations in both Richland and Lexington counties.
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FY 2020-2021 Projected General Fund Expenditures

Category	Original Budget	Amended Budget	Change
Salaries	121,835,798	120,137,776	(1,698,022)
Fringe Benefits	53,211,940	52,284,621	(927,319)
Contracted Services	13,691,002	13,957,542	266,540
Supplies & Materials	8,817,984	8,817,984	-
Capital Outlay	-	-	-
Other Objects	1,038,852	1,038,852	-
Transfers & Payments	287,897	287,897	-
Total	\$198,883,473	\$196,524,672	(\$2,358,801)

FY 2020-2021

Projected General Fund Revenue - Local

Category	Budgeted Revenue (Original)	Budgeted Revenue (Amended)	Change
Local Revenue			
Ad Valorem Taxes (including Delinquent)	67,831,629	67,831,629	-
Penalties & Interest on Taxes	415,633	415,633	-
Fee in Lieu of Taxes	1,552,340	1,552,340	-
Other Local Revenue	820,000	820,000	-
Total Local Revenue	\$70,619,602	\$70,619,602	-

FY 2020-2021

Projected General Fund Revenue - State

Category	Budgeted Revenue (Original)	Budgeted Revenue (Amended)	Change
State Revenue			
Bus Drivers Salaries & W/C	1,275,060	1,275,060	-
State Fringe Benefits	25,538,956	25,538,956	-
State Aid To Classroom - Teacher Salary	4,124,175	4,124,175	-
Educational Finance Act (EFA)	43,400,000	42,289,607	(1,110,393)
Property Tax Relief Tier I	10,580,071	10,580,071	-
Property Tax Relief Tier II	1,758,200	1,758,200	-
Property Tax Relief Tier III	32,371,769	32,145,086	(226,683)
Other State Revenue	1,996,825	1,996,825	-
Total State Revenue	\$121,045,056	\$119,707,980	(\$1,337,076)

FY 2020-2021

Projected General Fund Revenue - Other

Category	Budgeted Revenue (Original)	Budgeted Revenue (Amended)	Change
Other Financing Sources			
Indirect Cost	480,000	480,000	-
Transfer From EIA (Teacher Salary and Benefits)	5,717,090	5,717,090	-
Total Other Financing Sources	\$6,197,090	\$6,197,090	-
Total Revenue	\$197,861,748	\$196,524,672	(\$1,337,076)
Operational Balance	\$1,021,725	-	(\$1,021,725)
Total Funds Available	\$198,883,473	\$196,524,672	(\$2,358,801)

FY 2020-2021
General Fund Budget Recap
as of October 7, 2020

▪ Projected Revenue	\$ 196,524,672
▪ Projected Expenditures	\$ 196,524,672
▪ Difference	\$ 0

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 (adjusted)**	246.10
FY 2020-2021 Millage Increase Cap	6.05

*Source: SC Revenue And Fiscal Affairs Office

** Equivalent millage for Richland & Lexington Counties per SC Code of Laws 12-37-351

