

# 2021-2022 General Fund Budget Update

*This presentation includes updated information to continue  
the General Fund Budgeting process for FY 2021-2022.*

**April 26, 2021**



## FY 2020-2021 General Fund Budget Recap

On October 12, 2020, the Board approved a Budget Amendment outlining:

1. \$2,358,801 reduction in Budgeted Expenditures
2. \$1,337,076 reduction in Budgeted Revenue
3. \$1,021,725 reduction in Budgeted Operational Balance use
- 4. NEW Budgeted Revenues and Expenditures of \$196,524,672**
5. Operating Millage Rate (with reassessment) of 246.10 mills

# FY 2020-2021 General Fund Budget Recap (continued)

## December 14, 2020 Board approved an Appreciation Bonus for Staff

The General Fund Unassigned Reserve Funds were \$43,344,184 as of June 30, 2020. Based on the 18% requirement outlined in Board Policy DFAB, the Board approved using \$3,000,000 to provide all permanent employees an Appreciation Bonus.

## What do we know as of now?

- *The FY 2021-2022 State budget is on the way to the House Floor for debate. FY 2021-2022 step increase for teachers.*
  - \$50,000,000 – EFA recurring to increase the Base Student Cost to \$2,500 (currently \$2,489)*
  - \$44,665,000 – EIA recurring increase*
  - \$17,288,000 – EIA increase – non-recurring*

*Approved by the House without changes.*
- *EIA highlights include increases for Industry Credentials (CATE), School Nurses, Full-day 4K, 1% Retirement increase for Teachers, Instructional Materials & SROs.*
- *The Step for the FY 2020-2021 year has passed the House & Senate to be paid Retro for this School Year no later than June 15, 2021. (Waiting on signature of the Governor) This is the “frozen” step.*

## Dates to Remember

### March 2021

- March 22
- Late March

Parameters for the FY 2021-2022 General Fund Budget presented to the District 5 Board  
House approves their version of the Budget and passes it to the Senate

### April 2021

- April 26
- Late April

**Update on the General Fund Budget**  
Senate Finance finalizes their version of the Budget to send to the Senate Floor

### May 2021

- May 10
- Early May
- Mid May
- May 24

**Discussion of the General Fund Budget**  
Senate passes their version of the Budget  
Recess of the Legislative Session  
**First Reading of the General Fund Budget**

### June 2021

- June 14
- Early June
- Mid/Late June

Public Hearing and Second (final) Reading for the FY 2021-2022 General Fund Budget  
Conference Committee is named, if needed, to deliberate the differences in the  
House & Senate Versions  
Final Budget is passed and Signed by the Governor

## Data Points of Interest

FY 2020-2021 Estimated Statewide Weighted Pupil Units (WPU) = 994,217  
(actual 965,564.90 at 45<sup>th</sup> day)

FY 2020-2021 Appropriated Base Student Cost (BSC) (Implied) = \$2,489

FY 2021-2022 **Estimated** Statewide WPU = 990,514

FY 2021-2022 **House Approved** BSC = \$2,500

## FY 2021-2022 Budget Considerations

- H. 3609 provides for the FY 2020-2021 step increase for teachers (cost for all staff)
- Step Increases teachers for FY 2021-2022 (cost for all staff)
- Retirement Employer Contribution Increase (1%)
- Instructional staff members for Piney Woods Elementary School
- Staffing 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 and how that is impacted based on enrollment and funding

## Calculation for FY 2021-2022 Allowable Operating Millage Increase

### Section 6-1-320 of the SC Code of Laws

Consumer Price Increase (CPI) *	1.23%
<i>Lex/Rich 5 Population Growth</i> * <i>(not available until May 2021)</i>	
Allowable Percentage Increase *	
FY 2020-2021 Operating Millage Rate	246.10
FY 2021-2022 Operating Millage Increase Cap	???
<i>Allowed but not Previously Imposed Mills (look back)</i> <i>(Section 6-1-320 (A)(2))</i>	<i>22.60 mills</i>

\*Source: SC Revenue And Fiscal Affairs Office

## Estimated Revenues for FY 2021-2022 (based on the SC House approved Budget Bill)

Local Revenues:		
Taxes (calculated at 246.10 mills)	\$73,503,744	
Other Local Revenues (Interest, Tuition, etc)	\$ 820,000	
Total Estimated Local Revenues		\$ 74,323,744
State Revenues:		
State Aid to Classrooms + EFA *	\$46,511,050	
Homestead Exemptions (Tier I, II, III)	\$44,872,842	
PEBA Credit	\$ 1,190,410	
Other State Revenues	\$28,213,677	
Total Estimated State Revenues		\$120,787,979
Other Financing Sources:		
Transfers (Teacher Salary Supplement*, Indirect Cost)		\$ 6,236,655
<b>TOTAL ESTIMATED REVENUES 2021-2022</b>		<b><u>\$201,348,378</u></b>

\* Based on 45<sup>th</sup> day enrollment and SC House Approved Budget Bill ONLY

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