

**SAUK RAPIDS-RICE
PUBLIC SCHOOLS**



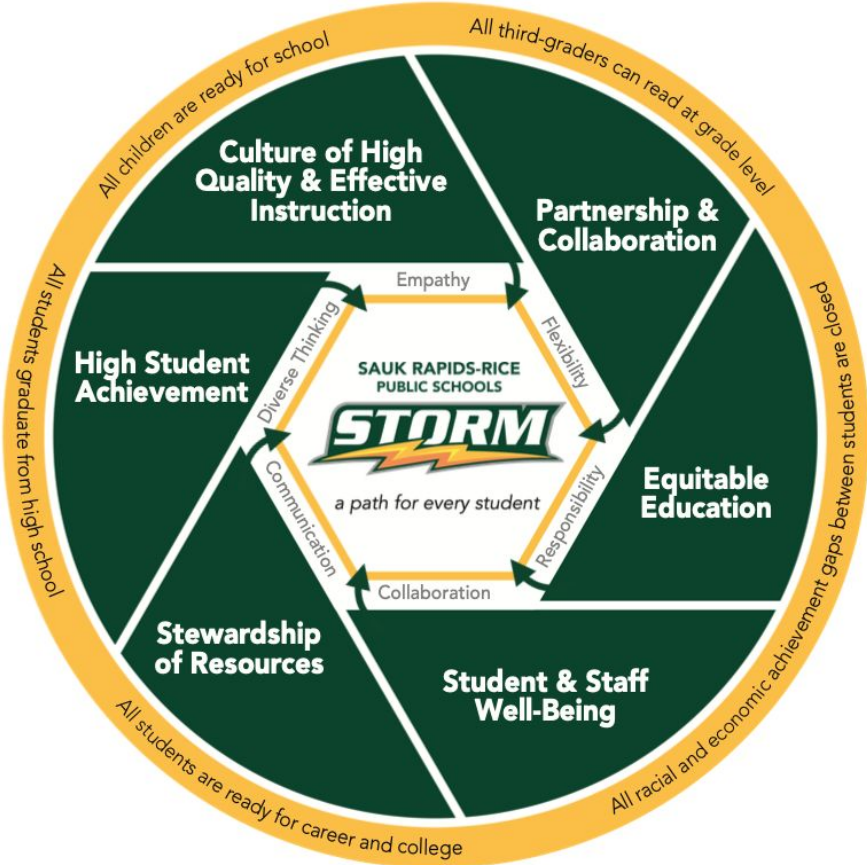
Budget Presentation

November 27, 2023



Sauk Rapids-Rice Strategic Commitments

Stewardship of Resources





Purpose

1. Update with the 2023 - 2024 district budget
 - a. Will need to include negotiations update
 - i. assumption is that all settlements will be higher than budgeted amount of 3%
 - b. Settlement package information is for 2 years, budget information only includes year 1 of a potential settlement
2. Will also include scenarios
3. Considerations for FY25



State of the District

Fiscal Year 24 Original Budget

- Projected deficit to unassigned fund balance - \$688,931
- General fund updated projected deficit - \$1,200,888

Budget Assumptions

- 2% Increase in General Ed funding formula
- 3% Increase in salary schedules plus steps
- 25% Increase in special educations funding formula



Negotiations

Historical Settlements - Certified

- 21-23 - 9.646%
- 19-21 - 11.295%
- 17-19 - 8.044%
- 15-17 - 6.217%
- 13-15 - 9.163%

- **Average: 8.873%**



District Proposals - Certified

- Among offers/proposals, one offer was **11.462%**
 - » Wages
 - Year 1, \$2000 + 2%
 - Address BA Steps 9-11
 - » Additional 1.5%
 - Salary = 5.5% + S/L
 - Year 2, 3% + S/L
 - » Health insurance
 - Year 1, \$500/\$1500
 - Year 2, \$500/\$1500
 - » 7% total on year 1



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Negotiations-Cont.

2022-23	BA Min	MA Min	MA Max	Max Salary	Max Lane with Career Increment		
	Annual	Annual	Annual	Annual	15 yrs	20 yrs	25 yrs
Hastings-200	\$44,237.00	\$48,081.00	\$77,568.00	\$82,203.00	\$85,445.00	\$91,932.00	\$91,932.00
Sartell-748	\$44,776.00	\$56,122.00	\$76,282.00	\$86,920.00	\$86,920.00	\$89,620.00	\$90,420.00
St. Cloud-742	\$43,219.00	\$51,985.00	\$67,316.00	\$82,142.00	\$84,892.00	\$87,642.00	\$87,642.00
Monticello-882	\$40,947.00	\$45,863.00	\$75,728.00	\$83,714.00	\$87,689.00	\$89,714.00	\$91,089.00
Becker-726	\$42,723.00	\$47,363.00	\$74,400.00	\$83,676.00	\$83,676.00	\$86,676.00	\$87,676.00
St. Michael-885	\$43,332.00	\$50,882.00	\$72,613.00	\$81,622.00	\$81,622.00	\$88,222.00	\$91,622.00
Average	\$43,205.67	\$50,049.33	\$73,984.50	\$83,379.50	\$85,040.67	\$88,967.67	\$90,063.50
Median	\$43,275.50	\$49,481.50	\$75,064.00	\$82,939.50	\$85,168.50	\$88,921.00	\$90,754.50
SRR	\$44,902.00	\$49,344.00	\$73,283.00	\$85,612.00	\$90,612.00	\$91,362.00	\$92,112.00
Above Average:	\$1,696.33	-\$705.33	-\$701.50	\$2,232.50	\$5,571.33	\$2,394.33	\$2,048.50
Above Median:	\$1,626.50	-\$137.50	-\$1,781.00	\$2,672.50	\$5,443.50	\$2,441.00	\$1,357.50



Negotiations-Sartell Comp.

Step	Lane	Years of Teaching	SRR Salary with District Proposed \$2000 + 2%	Career Increment	Total Salary	Difference with Sartell
1	BA	1	\$47,800	\$0	\$47,800	\$1,009
12	BA	28	\$60,765	\$4,250	\$65,015	-\$7,047
8	MA	8	\$66,516	\$0	\$66,516	-\$88
12	MA	13	\$76,749	\$5,000	\$81,749	\$9,270
12	MA	31	\$76,749	\$5,000	\$81,749	-\$2,266
12	MA+30	12	\$83,873	\$4,250	\$88,123	\$6,101
12	MA+30	20	\$83,873	\$5,750	\$89,623	-\$3,908
12	MA+40	13	\$89,324	\$5,000	\$94,324	\$10,948
12	MA+40	30	\$89,324	\$6,500	\$95,824	\$693



New Funding

Unrestricted Funds

- 4% on the gen-ed funding formula an additional \$275/pupil.
 - » \$1,312,950 (\$655,337 already factored in)
- Increase in special education cross subsidy
 - » \$1,812,087 (\$1,000,000 already factored in)

Restricted Funds

- Library Aid - \$75,656
- Student Support Aid - \$56,073
- Transportation - \$35,934
- English Language Learner - \$27,000
- American Indian Aid - \$22,982
- Operating Cap - \$9,393



Budget Impact FY24

	FY24 as Approved	FY24 with New Money	Settlement @ 4% - YR1	Settlement @ 5% - YR1	Settlement @ 6% - YR1	Settlement @ 7% - YR1	Settlement @ 8% - YR1
Un-Restricted Gen Fd Rev	52,466,239	53,703,070	53,703,000	53,703,000	53,703,000	53,703,000	53,703,000
Un-Restricted Gen Fd Exp	53,155,170	53,155,170	53,582,196	54,009,222	54,436,248	54,863,273	55,290,299
Net Un-Unrestricted REV/EXP	-688,931	547,900	120,804	-306,222	-733,248	-1,160,273	-1,587,299
Total General Fd Rev	60,622,590	61,846,846	61,846,846	61,846,846	61,846,846	61,846,846	61,846,846
Total General Fd Exp	61,823,478	61,823,478	62,302,426	62,781,374	63,260,322	63,739,270	64,218,218
Net General Fd REV/EXP	-1,200,888	23,368	-455,580	-934,528	-1,413,476	-1,892,424	-2,371,372



FY25 Considerations

General education funding formula will increase by 2% - or \$143/pupil, generating approx. \$615,000

All other increases in funding for FY25 have non-supplant rules meaning we will need additional expenditures to access the additional funding

Our largest class will graduate in FY24, our incoming classes are typically 50 students less

Inflation is causing significant increases to other expenditures, utilities, supplies and equipment

The district's bond rating has been downgraded as a result of multiple years of deficit spending

Settlements above budgeted amounts will result in significant staff reductions

Using fund balance to balance the budget is not sustainable for the long term financial health of the district



Questions ?