



RICHLAND ONE

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To: Members, Board of School Commissioners

From: Edward Carlon, Chief Operating Officer/Budget Director 

Subject: Third Reading - Proposed FY 2018-2019 General Fund Budget

Date: July 24, 2018

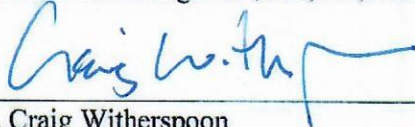
Since the May 22, 2018 Second Reading, the Administration has made adjustments to the Proposed FY 2018-2019 General Fund Expenditure Budget.

Since the second reading, the following changes have been made to the proposed budget. The requested changes as follows: increase for graduation costs; bus drivers for magnet program (4FTEs); increase for accreditation; increase for per pupil allocation custodial supplies; HRS request for FTEs (3); decrease in replacement vehicles; and decrease in PC replacement and technology funds. Also, a step increase on the salary schedule is included in the budget for eligible staff, both certified and non-certified. This budget includes a 1% COLA for teachers.

The administration is also proposing to go back to county council to amend the budget in the fall for some budget needs not included in the current proposed budget. These will be brought back at a latter date.

The projected Base Student Cost (BSC) by the Senate is \$2,485. The millage cap increased by 2.27% based on CPI and population growth and will be 263.5. The proposed budget is based on the millage cap plus look back millage. The overall budget increase being proposed including the state funding is 4.25%. This is based on the estimated values and dollar amount approved by County Council in June.

The Administration recommends Third Reading approval of the Proposed FY 2018-2019 General Fund Budget of \$319,917,343.



Dr. Craig Witherspoon
Superintendent

District Operations Services

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Richland County School District One
Proposed FY 2018-2019 General Fund Budget
Budget Summary

Line	Description	Estimated Budget
1.	FY 2017-2018 General Fund Expenditure Budget	306,882,571
	<u>Estimated FY 2018-2019 Expenditure Budget</u>	
2.	<u>Proposed "Base Budget" changes</u>	
2a.	Increase/decrease School budgets	(1,376,000)
2b.	Increase in Utilities	(494,685)
2c.	Increase for health benefits	1,440,566
2d.	Increase/decrease department budgets	3,780,461
2e.	Increase Retirement	3,000,000
2f.	Reorg T&L (reduce 20 FTEs) Salaries & Fringes	(1,000,000)
2g.	Increase for class size	1,054,564
2h.	Increase supplemental pay	173,000
2i.	Increase graduation costs	75,000
2j.		
3	Proposed changes before other increase/decrease	6,652,906
4.	Total Basic Proposed FY2018-19 Expenditure Budget RCSD1	\$ 313,535,477
5.	<u>Proposed Increases to Base Budget</u>	
5a.	Step increase certified step (incl fringes) and 1% COLA	\$ 3,400,000
5b.	Step increase non-certified step (incl fringes)	3,400,000
5c.	Language Immersion Program (2 Tea & 4 IAs)	240,000
5d.	Sanders Magnet grant 2 Tea	130,000
5e.	Bus drivers for magnet programs (4 FTEs)	145,438
5f.	Accreditation	25,000
5g.	Increase per Pupil allocation Custodial supplies	50,000
5h.	HRS FTEs	190,000
5i.	Replacement of vehicles	(250,000)
5j.	PC replacement and technology	(1,000,000)
		6,330,438
6.	Total Basic Proposed FY 2018-2019 Expenditure Budget RCSD1	\$ 319,865,915
7.	Estimated FY 2019 Expenditures	\$ 319,865,915
8.	Estimated FY 2019 Revenues (as approved by County 6.21.18)	319,917,343
11.	Excess of Revenues and (Expenditures)	\$ 51,428

Date: July 17, 2018 File: 2019 RevExpSum Sheet: Rev.Exp.@7-17-18 bsc 2485

Richland County School District One
FY 2018-2019 General Fund Budget
Base Budget

(1)		(2)	(3)	(4)	(5)
Line	Description	FY 2017-18 Proposed Budget	FY 2018-19 Proposed Budget	Difference (3) - (2)	% Change
1	School Allocations	\$15,028,044	\$13,652,044	(1,376,000)	-10.69%
2	Summer School / Afterschool Remediation	1,850,000	1,850,000	0	0.00%
3	Chief Teaching & Learning	6,790,929	7,086,080	295,151	4.86%
4	Chief Human Resources Officer	399,462	399,462	0	0.00%
5	Chief Operations Officer	11,326,061	14,924,406	3,598,345	34.28%
6	Superintendent Services	2,060,414	1,998,579	(61,835)	-3.21%
7	Charter School transfers, vehicle replacement, audit contract, Strategic plan, district wide communication maint, document storage contracts, other	4,316,090	4,316,090	0	0.00%
8	Legal Services (Contractual)	306,039	329,839	23,800	7.78%
9	Adult Education (allocation)	44,353	44,353	0	0.00%
10	Property & Liability Insurance	1,695,000	1,695,000	0	0.00%
11	Utilities	\$13,980,300	\$13,485,615	(494,685)	-3.81%
12	Personnel Salaries	\$177,043,207	\$177,032,187	(11,020)	-0.01%
13	Supplemental Salaries, Tuition Reimb, Sick Leave, Annual Leave	\$6,533,148	\$6,706,148	173,000	2.66%
14	Fringe Benefits	\$62,759,524	\$67,265,674	4,506,150	7.75%
15	PC Replacement and Technology	2,750,000	2,750,000	0	0.00%
16.	Total	<u>\$306,882,571</u>	<u>\$313,535,477</u>	<u>\$6,652,906</u>	<u>2.27%</u>

Date: July 18, 2018 File: 2019 GFBud\2018 div bud 1a Sheet: Sum@7-18-18

Richland County School District One
FY 2018-2019 General Fund Budget
Estimated Revenue Budget

	(1)	(2)	(3)	(4)	(5)	(6)
Line		FY 2017-2018 Revenue Budget	ESTIMATED FY 2018-2019 Revenue Budget	Pct Change	DIFF. (3) - (2)	ASSUMPTIONS
	CARRYOVER BALANCE					
1	JULY 1st FUND BALANCE	\$1,543,857	\$0	-100.00%	(\$1,543,857) (A)	(A): Fund Balance designated from FY 2016
	DISTRICT GENERATED					
2	INVESTMENTS, RENTALS, ETC.	150,000	200,000	33.33%	\$50,000 (B)	Increased for better interest and other local revenue reductions
	STATE REVENUE					
3	EDUCATION FINANCE ACT	52,170,594	53,384,563	2.33%	\$1,213,969 (C)	(C): Projected FY19 House at \$2,425 and Senate at \$2,485, Includes G&T EIA funds and some At Risk funds and additional weightings as passed by the House, for FY 16 now includes Lottery Funds. Same for FY 2017.
3a	TEACHER SALARY INCREASE ??? (EFA)		0		\$0	
4	FRINGE BENEFITS	22,452,060	23,468,948	4.53%	\$1,016,888 (D)	
5	RETIREE INSURANCE	7,351,355	7,763,303	5.60%	\$411,948 (D)	
6	EDUC. IMPROVEMENT ACT (EIA)					
6a	TEACHER SALARY SUPPLEMENT	5,690,899	6,794,767	19.40%	\$1,103,868 (D)	
6b	FRINGE BENEFITS	868,444	1,317,174	51.67%	\$448,730 (D)	
7	BUS DRIVERS	1,349,438	1,349,438	0.00%	\$0 (D)	(D): Using FY18 Final projections
8	Transportation - Workers Comp	99,853	99,853	0.00%	\$0 (D)	
9	TOTAL STATE REVENUE	89,982,643	94,178,046		4,195,403	All State funding subject to change with final 135 Day count
	FEDERAL REVENUE					
10	IMPACT AID	10,000	0	-100.00%	(\$10,000)	
	TRANSFER - IN (INDIRECT COST)					
11	TITLE I	150,000	150,000	0.00%	\$0 (E)	(E): This is based on the assumption the
12	STUDENT NUTRITION SERVICES	792,200	792,200	0.00%	\$0 (E)	FY 2017-18 budgets and indirect cost
13	OTHER (SPECIAL REV. BUDGETS)	100,000	100,000	0.00%	\$0 (E)	rates for these projects will be similar to
14	TOTAL TRANSFERS - IN	1,042,200	1,042,200		0	FY 2016-17 budgets and indirect cost.
15	SUB-TOTAL: CARRYOVER BALANCE, DISTRICT GENERATED, STATE AND FEDERAL REVENUE, AND TRANSFERS - IN	92,728,700	95,420,246	2.90%	\$2,691,546 (F)	(F): Estimated non-property tax revenue based on A thru E above.
	RICHLAND COUNTY					
16	CARRYOVER	5,725,135	4,500,000	-21.40%	(\$1,225,135)	Determined by County Auditor/Treasurer
17	SALES TAX /REIMBURSEMENTS					
17a	TIER I	4,741,651	4,741,651	0.00%	\$0 (G)	Homestead Exemption
17b	TIER II	13,184,415	13,184,415	0.00%	\$0 (G)	Property Tax Relief
17c	TIER III	33,662,087	34,474,990	2.41%	\$812,903 (G)	Owner Occupied amount now paid by Sales Tax (Tier III)
18	STATE REIMBURSEMENT	5,725,135	5,688,441	-0.64%	(\$36,694)	
19	PROPERTY TAX	151,115,448	161,907,600	7.14%	\$10,792,152	Using FY2019 estimated revenue from County Auditor. Estimated value of Mill \$798,000 including owner occupied. Moved owner occupied to state portion as Tier III. Estimated Mill value w/o owner occupied \$581,000. FY2018 millage is 257.6, will increase to 263.45 if cap approved. An increase in assessed value for the June third reading will be based on prior years experience. The millage will be determined in the fall when final assessed values are finalized. The District will be asking for the look back on the millage not used over the last three years. The current is 257.6 including look back. The current mill value for operations is \$581,000. The expectation is for assessed value to increase before first reading, again in early June and final in the fall. If we do not receive, will estimate a slight increase in assessed values for budget purposes. An estimate received from the County Auditor is using a mill value of \$607,000. The county amount is adjusted accordingly using the cap. The property tax includes look back and additional amount for expected increase in June and/or September.
20	TOTAL RICHLAND COUNTY	214,153,871	224,497,097	4.83%	10,343,226	
21	TOTAL: ALL REVENUE SOURCES	\$306,882,571	\$319,917,343	4.25%	\$13,034,772	As of 7.18.18 the value of the mill is \$607,000 for operations and \$840,000 for Debt Service.