

AIRPORT COMMUNITY SCHOOLS

**FISCAL YEARS
2019-20 & 2018-19**



19-20 PROPOSED & 18-19 AMENDED BUDGETS

**GENERAL,
DEBT SERVICE,
CAPITAL PROJECTS,
FOOD SERVICE,
SINKING,
2018 BOND CONSTRUCTION,
SPECIAL REVENUE-STUDENT ACTIVITY,
SPECIAL REVENUE-STUDENT SCHOLARSHIP**

AIRPORT COMMUNITY SCHOOLS

Business Office

To: Board of Education
John Krimmel, Superintendent

From: Brenda Pyle, Chief Financial Officer

Re: 6/27/2019 Regular Meeting: 2018-19 Amended Budgets
07/01/2019 Special Meeting: 2019-20 Proposed Budgets

2019-2020 General Fund Budget ASSUMPTIONS

REVENUES:

- **State Aid Foundation**
- Budgeted \$7,991 per pupil (Estimated Increase of \$120/pupil)
- **Blended Student Enrollment**
- Student Enrollment 19-20: 2,734 and 18-19: 2,704 (Estimated Increase of 30 students)
- **147a: MPSERS**
- No Change
- **51c: Special Education Headlee Obligation and ISD Payment**
- Reduction: \$103,000 (Reduction in Special Education Costs for 18-19)
- **MCISD Special Education Payment**
- Reduction: \$237,000 (MCISD Reserve for DTE litigation and Annual Payment)
- **Non-Homestead Property Tax**
- Non-Homestead Property Tax is based upon 18 mills and 6 mills for PP (No rollback for 2019)
- **Technology Enhancement Millage**
- Technology Revenue = Expense
Technology FE- Assignment of \$69,783 for DTE litigation
- **Grants**
- Grant funds have been budgeted, but will be updated in fall
- Grant Expenditures equal grant revenue

EXPENSES:

- **Comparison to Prior Year**
- **Salary Projections**
 - **Teachers (Settled with approximate 3% increase)**
 - **Principals (Settled with approximate 3% increase)**
 - **Custodial/Maintenance (Settled with approximate 3% increase)**
 - **Secretarial/Aide (Settled with approximate 3% increase)**
 - **Non-Union (approximate 3% increase)**
- **Personnel Changes**
 - Director of Instructional Support (FTE1.0)
 - Teachers- (6 FTE)
- **Expiration of Union contracts is as follows:**

Teachers (MEA)	June	2020
MMC (Teamsters)	June	2020
Secretarial/Aide (Teamsters)	June	2020
- **Employment Taxes**
 - Retirement rates are now specific to each employee depending upon their election in 2012
 - ORS increase (Approximately .56% increase to Employer)
 - State approved Section 147c to offset some increase in ORS
- **Longevity**
 - Rolled into Salary-Teachers
 - Rolled into Hourly -MMC
- **Health Care Costs**
 - All Employees will contribute over the CAP amount

- CAP increase of 2% for Employer effective 01/01/2020
- **Agreements**
 - Technology agreement with UTEC in effect
 - Gas agreement with Constellation in effect til 3/01/2020
- **Conferences and Contracted Employees**
 - Conferences will remain the same, Edustaff Rates increased
- **Long-Term Debt**
 - IPA agreement planned for technology purchase of chromebooks/interactive boards
- **Building Operations**
 - Same-but may increase due to future heating needs
- **Transportation**
 - 3% increase over last year
 - Continue to pay for Fuel due to taxes
- **General Fund Transfer to Capital Projects**
 - \$200,000

2019-2020 Budget ASSUMPTIONS for Debt / Food Service / Capital Projects

- **Debt Fund**
 - Debt levy will be at 2.85 mills to cover debt service for:
 - 2011 Bond A
 - 2011 Bond B
 - 2011 Bond C
 - 2014 Refunding
 - 2017 Refunding
 - 2018 Bond
- **Food Service Fund**
 - Program anticipates a \$50,000 operational increase in fund equity with prices increases for lunch Chartwells awarded bid for 2019-20
- **Athletics**
 - Same

2019-2020 Budget ASSUMPTIONS for Special Revenue-Student Activity

- GASB 84: New Accounting for Student Activities
 - Fund 29 Student Activities-Similar to Old Fund but must follow Govt Spending Law
 - Fund 28 Student Scholarships

2018-19 Additional General Fund Transfer to Capital Projects

- Budget Amendment Includes an additional \$85,000 GF transfer to Cap Projects for additional Classroom expenditures

**RESOLUTION FOR ADOPTION BY THE
BOARD OF EDUCATION FOR AIRPORT COMMUNITY SCHOOLS
THE PROPOSED 2019-20 and AMENDED 2018-19 GENERAL, DEBT SERVICE,
CAPITAL PROJECTS, FOOD SERVICE, SINKING,
2018 BOND CONSTRUCTION, SPECIAL REV-STUDENT ACTIVITY
SPECIAL REV-STUDENT SCHOLARSHIP**

RESOLVED, that this resolution shall be the proposed & amended budgets of the general appropriation of Airport Community Schools for the fiscal year 2019-20 and 2018-19. A resolution to budget appropriations; and to provide for the expenditures of the appropriations; and to provide for the disposition of all income received by Airport Community Schools

Be it further resolved, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the general fund of the school district for fiscal year 2019-20 which includes 18 mills of ad valorem taxes to be levied on non-homestead and non-qualified agricultural property to be used for operating purposes and 6 mills on Personal Property is as follows:

	2017-18 FINAL AUDITED	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
REVENUE:					
Local	3,342,069	3,319,989	3,380,888	3,519,022	138,133
State	21,559,278	21,566,086	22,517,296	22,799,393	282,097
Federal	675,277	634,463	768,515	623,943	(144,572)
Transfers and Other	2,047,457	1,902,748	1,892,962	1,550,000	(342,962)
TOTAL REVENUES	27,624,081	27,423,285	28,559,661	28,492,358	(67,304)
Use of Technology Fund Equity		0	0	0	
Total Revenues Available	27,624,081	27,423,285	28,559,661	28,492,358	(67,304)
TOTAL EXPENDITURES	(26,050,893)	(27,480,326)	(27,893,150)	(28,511,219)	(618,069)
EXCESS REVENUE/EXPENDITURES	1,573,188	(57,041)	666,511	(18,861)	(685,373)
BEGINNING GENERAL FUND BALANCE @ 06/30/18 (Audited)		6,105,615	6,105,615	6,772,126	
ENDING GENERAL FUND BALANCE @ 06/30/17 (Audited)	6,105,615	6,048,574	6,772,126	6,753,265	
TOTAL General Funds Available					

BE IT FURTHER RESOLVED, that the proposed GENERAL FUND budget appropriations for the fiscal year 201-20 and the amended 2018-19 are as follows:

		2017-18	2018-19	2018-19	2019-20	
		FINAL	ADOPTED	AMENDED	PROPOSED	CHANGE
		AUDITED	BUDGET	BUDGET	BUDGET	
EXPENDITURES:						
Instruction						
Elementary	1111	3,918,307	4,255,633	4,398,803	4,947,819	549,016
Middle	1112	3,483,752	3,655,368	3,653,594	3,683,143	29,549
High School	1113	3,937,259	4,238,836	4,184,959	4,006,278	(178,681)
Pre-School/GSRP	1118-1119	339,797	361,579	409,192	392,955	(16,237)
Sub-total		11,679,116	12,511,415	12,646,547	13,030,194	383,647
Added Needs						
Added Needs	1120	3,974,526	3,992,684	3,960,808	4,159,451	198,643
Support Services						
Support Services-Pupil	1210	1,111,459	943,187	846,860	824,736	(22,124)
Support Services-Staff	1220	906,115	952,968	914,154	974,107	59,953
General Administration	1230	398,521	406,037	399,034	393,903	(5,131)
School Administration	1240	1,524,706	1,685,738	1,653,758	1,892,211	238,453
Business/Printing	1250	475,026	529,004	533,628	482,844	(50,785)
Operations/Maintenance	1260	2,397,757	2,589,047	2,489,139	2,494,006	4,867
Pupil Transportation	1270	1,958,573	2,004,171	2,068,256	2,161,491	93,235
Comm/HR/Tech/Pupil	1280	525,650	635,095	758,647	758,196	(451)
Athletics	1293	452,032	536,799	554,790	554,530	(260)
Sub-total		9,749,837	10,282,045	10,218,266	10,536,023	317,757
Other						
Community Services	1300	647,414	694,182	517,529	535,551	18,022
Transfers/Other	1400-1600	-	0	550,000	250,000	(300,000)
Sub-total		647,414	694,182	1,067,529	785,551	(281,978)
TOTAL EXPENDITURES TO APPROPRIATE		26,050,893	27,480,326	27,893,150	28,511,219	618,069

BE IT RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the Debt Service Funds of the school district for fiscal year 2019-20 & 2018-19 which includes 2.85 mils of ad valorem taxes for 2019 & 2018 to be levied on all property to be used for debt retirement purposes for the 2018, 2017, 2014 & 2011 bond debt retirement is as follows:

BE IT FURTHER RESOLVED, that the total proposed revenues and reserved fund balance estimated to be amended for appropriations in the DEBT RETIREMENT FUNDS of the Airport Community Schools for the fiscal year 2019-20 & 2018-19 is as follows:

	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
REVENUE:				
Local Property Taxes/Interest/Other	1,284,903	2,016,386	1,928,136	(88,251)
TOTAL REVENUE TO APPROPRIATE	1,284,903	2,016,386	1,928,136	(88,251)
EXPENDITURES:				
2018,2017,2014 & 2011 BONDS	1,160,224	1,670,981	1,865,272	194,291
TOTAL EXPENDITURES TO APPROPRIATE	1,160,224	1,670,981	1,865,272	194,291
EXCESS REVENUES OVER EXPENDITURES	124,679	345,406	62,864	(282,542)
RESTRICTED FUND BALANCE AUDITED @ 06/30/18	468,546	468,546	813,952	
TOTAL FUNDS AVAILABLE TO APPROPRIATE		813,952	876,816	

BE IT ALSO RESOLVED, that the total proposed revenues and fund balance estimated to be available for appropriations in the FOOD SERVICE for the fiscal year 2019-20 and 2018-19 are as follows:

	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
REVENUE:				
Food Service Operations	1,258,402	1,241,521	1,246,459	4,938
RESTRICTED FUND BALANCE AUDITED @ 06/30/18	321,070	321,070	326,761	
TOTAL REVENUE AVAILABLE TO APPROPRIATE	1,579,472	1,562,591	1,573,220	4,938

FURTHER RESOLVED, that the total available proposed appropriation in the FOOD SERVICE for the fiscal year 2019-20 and 2018-19 is hereby appropriated for the purpose set forth below:

	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
EXPENDITURES:				
Food Service Operations	1,215,300	1,235,829	1,221,333	(14,497)

BE IT ALSO RESOLVED, that the total proposed revenues and fund balance estimated to be available for appropriations in the CAPITAL PROJECTS FUND for the fiscal year 2019-20 and 2018-19 are as follows:

	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
REVENUE-Transfers G/F/INT	0	500,746	200,746	(300,000)
EXPENDITURES	0	542,656	150,000	(392,656)
EXCESS REVENUES OVER EXPENDITURES	0	(41,910)	50,746	92,656
BEGINNING FUND BALANCE AUDITED @ 06/30/18	61,422	61,422	19,512	(41,910)
TOTAL FUNDS AVAILABLE TO APPROPRIATE	61,422	19,512	70,258	

BE IT ALSO RESOLVED, that the total proposed revenues and fund balance estimated to be available for appropriations in the SINKING FUND for the fiscal year 2019-20 and 2018-19 are as follows:

	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
REVENUE- Taxes	0	0	0	0
EXPENDITURES	0	0	0	0
EXCESS REVENUES OVER EXPENDITURES	0	0	0	0
BEGINNING FUND BALANCE AUDITED @ 06/30/18	49,224	49,224	49,224	0
TOTAL FUNDS AVAILABLE TO APPROPRIATE	49,224	49,224	49,224	

BE IT ALSO RESOLVED, that the total proposed revenues and fund balance estimated to be available for appropriations in the 2018 Bond Constructions Fund for the fiscal year 2019-20 and 2018-19 are as follows:

	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
REVENUE-Bond Sale/Int	0	16,247,493	4,000	(16,243,493)
EXPENDITURES-Bond	0	13,032,515	13,032,515	0
EXCESS REVENUES OVER EXPENDITURES	0	3,214,978	(13,028,515)	(16,243,493)
BEGINNING FUND BALANCE AUDITED @ 06/30/18	0	0	3,214,978	3,214,978
TOTAL FUNDS AVAILABLE TO APPROPRIATE	0	3,214,978	(9,813,537)	

BE IT ALSO RESOLVED, that the total proposed revenues and fund balance estimated to be available for appropriations in the Special Revenue-Student Activity Fund for the fiscal year 2019-20 and 2018-19 are as follows:

	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
REVENUE-Student Activity	0	0	825,000	825,000
EXPENDITURES-Student Activity	0	0	825,000	825,000
EXCESS REVENUES OVER EXPENDITURES	0	0	0	0
Estimated FUND BALANCE AUDITED @ 06/30/19	0	0	460,000	460,000
TOTAL FUNDS AVAILABLE TO APPROPRIATE	0	0	460,000	

BE IT ALSO RESOLVED, that the total proposed revenues and fund balance estimated to be available for appropriations in the Special Revenue-Student Scholarship Fund for the fiscal year 2019-20 and 2018-19 are as follows:

	2018-19 ADOPTED BUDGET	2018-19 AMENDED BUDGET	2019-20 PROPOSED BUDGET	CHANGE
REVENUE-Student Scholarship	0	0	25,000	25,000
EXPENDITURES-Student Scholarship	0	0	25,000	25,000
EXCESS REVENUES OVER EXPENDITURES	0	0	0	0
Estimated FUND BALANCE AUDITED @ 06/30/19	0	0	0	0
TOTAL FUNDS AVAILABLE TO APPROPRIATE	0	0	0	

THEREFORE BE IT FURTHER RESOLVED, that no Board of Education member or employee of the school district shall expend any funds or obligate the expenditure of any fund except pursuant to appropriation made by the Board of Education and in keeping with the budgetary policy statement hitherto adopted by the Board. The Superintendent is hereby charged with general supervision of the execution of the proposed budget adopted by Board and shall hold the department heads responsible for performance of their responsibilities within the amount appropriated by the Board of Education and in keeping with the budgetary policy hitherto adopted by the Board.