



2020-2021 Budget Process

Presented by:

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Objectives

- Provide highlights of the current and upcoming fiscal year budget
- Provide an overview of the budget process for fiscal year 2020-2021
- Outline next steps



Current Year Budget (2019-2020)

- **Revenue**

- District Maintenance revenue is trending toward the adopted budget
- Other funds are also currently trending toward the adopted budget
- Ad valorem is trending slightly higher than previous years
 - At the end of January 2020 total collections (Fund 1120) were \$15,548,640 vs. \$10,102,730 in January 2019
- Due to timing issues with the Hinds County Tax Assessor's office the district will not receive \$189,812.00 in anticipated revenue



Current Year Budget (2019-2020)

- **Expenditures**

There are several unanticipated expenditures that will have to be addressed this year:

- Charter school payments exceeded anticipated budget by approximately \$500,000.00
- Additional needs in Transportation for operations-approximately \$175,000.00 (repairs, oil, parts, etc.)
- Additional needs in Facilities for operations—approximately \$200,000.00 (supplies, emergency repairs, etc.)
- Expenses related to MOECHS-approximately \$30,000.00
- Previous year federal expenditures that can not be paid from federal funds –approximately \$155,200.00



Current Year Budget (2019-2020)

- **Expenditures**

There are several unanticipated expenditures that will have to be addressed this year:

- Previous year expenses for grass contractors that were not submitted timely-approximately \$50,000.00
- Previous year expenses for garbage collections that were not submitted timely-approximately \$40,000.00



Revenue and Expenditures

Major Funds as of 12/31/19

		Percent of Revenue Collected (12/19)	Percent of Expenditures(12/19)
1120	District Maintenance	43.19%	41.93%
1130	Exceptional Education*	26.07%	35.46%
1140	Alternative Education*	43.43%	40.87%
1901	Athletics*	39.63%	31.16%
2711	Vocation*	28.73%	30.44%
2901	JROTC*	11.56%	36.74%
2110	Child Nutrition	38.87%	39.13%
* Receives allocation from 1120-District Maintenance			



Highlights (2020-2021)

- **Revenue**

- Ad Valorem collections-projected additional income of approximately \$300,000.00 due to increase in assessed values
- Loss of revenue from 16th Section leases-approximately \$400,000.00 due to expired leases that have elected not to renew
- Projected flat revenue in all other areas
- Savings from OFE plan-approximately \$500,000-\$800,000.00
- MAEP-potential reduction due to enrollment decline and/or not being fully funded

- **Expenditures**

- Teacher pay increase
- Health insurance increase (full year)-estimated \$700,000.00
- Increase in charter school payments-estimated total of \$6,100,000.00(an increase of approximately \$500,000.00 over the current year)



Budget Process for 2020-2021

- **Timeline**

- November, 2019-Current:**

- Senior Leadership Team identified over 40 budget projects* that were evaluated and prioritized including:
 - Updating the Bus/white fleet -\$1,500,000.00
 - Purchase of a backup generator -\$100,000.00
 - Additional support for 3rd grade students-\$40,000.00
 - Textbooks (including new adoptions)-\$1,200,000.00
 - Increase for facilities repairs-\$500,000.00
 - Updating staff computers-\$1,000,000.00
 - Strategic priorities and corresponding costs are also being identified
 - Enrollment and staffing projections are being finalized
 - Revenue and expenditure projections are being developed

*estimated costs



Budget Process for 2020-2021

- **Timeline**

- February –June(cont'd):**

- Finance Committee meetings (March-May) as needed
 - Public Hearing-(tentative) June 8, 2020 at 5:00 p.m.
 - Budget Adoption- (tentative) June 16, 2020 at regular board meeting



Next Steps

- Continue to finalize enrollment and staffing plans (2020-21)
- Continue to finalize revenue and expenditures projections (2020-21)
- Develop balanced budget to review with Finance Committee and Board (2020-21)
- Budget Adoption (2020-21)
- Finalize balanced budget (2019-2020) and present for final approval by September 2020

