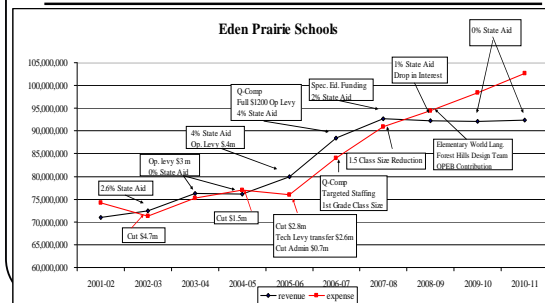


## YOUR SCHOOL DISTRICT

### Budget Development

## Trends



## Overall Considerations

- Enrollment
- Revenue Assumptions
- Expenditure Assumptions
- Educational Needs
- Preliminary Revenue, Expenditures and Fund Balance
- Future Outlook

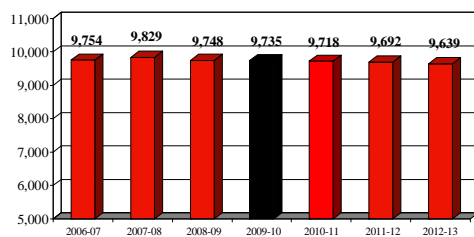
## Creating Assumptions

- Experience
- Known Conditions
- Conversation; use of industry experts, Finance Advisory Committee, principals

## Enrollment Projections

- Review of demographics
  - Periodic Demographic Studies
  - Relationship City Planners
  - Trends (private schools, charters, neighborhoods)
- Enrollment model used
  - Include actual history
  - Mechanism for projecting future trends

## Enrollment Graph



## General Fund Initial Revenue Assumptions

- Pupil Units (Drives 70% of Revenue)
- General Education Funding Formula = \$5,124 (actual or assumed)
- Special Education Funding
- Checklist/Model (Other or One-time Revenue)

Result: Total revenue = \$92.1 million (decrease of 0.14%)

## General Fund Initial Expenditure Assumptions

- Classroom staffing ratios
- Staffing Hours & FTE projections
- Historical increases for unsettled employee contracts
- Assumptions regarding:
  - Medical/Dental insurance rates
  - Property Insurance
  - Utilities/fuel
  - Tuition

Result: Total expenditures = \$98 million (increase of 2.73%)

## Initial Budget-General Fund

	Budget 2008-09	Budget 2009-10	One Year Change
Revenue	\$92,204,619	\$92,071,892	\$132,727 (-0.14%)
Expense	\$95,406,683	\$98,008,561	\$2,601,878 (+2.73%)
Fund Balance	\$13,989,950	\$8,053,281	-\$5,936,669 (-42.4%)
Unappr. Fund Bal.	\$11,575,941	\$5,639,272	
Unappr. Fund Balance %	12.60%	5.91%	
Budget Gap		\$5,936,669	

## The Creative Process

- Meeting Educational Need
  - Enhanced Staffing Ratios
  - New Programs
  - Staffing Additions
- Address the Budget Gap
  - Increase Revenue (referendum, fees)
  - Expenditure Cuts
  - Habits of efficiency (energy, negotiate vendor contracts, review open positions)

## Other Funds

- Food Service
  - Lunch prices
  - Meals served (participation)
  - Equipment Needs
  - Food Costs
- Capital Outlay (separate from General Fund)
  - Facility Needs
  - Textbooks
  - School bus replacements
- Community/Family Education
  - Tuition
  - Program Offerings
  - Understand Cost Drivers

## Long Range View

- State Economy
- Enrollment Projections
- State Aid Trends
- Spending Habits
- Politics

Keep the long range view in front of decision makers.

## For More Information

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- [www.edenpr.org](http://www.edenpr.org)
  - ⇒ General Information
  - Departments and Services
  - Finance