



Waterford Board of Education

March 21, 2019

Revised Budget 2018-19

Presented by:

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Superintendent

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2018-19 Revised Budget

Purpose:

- To allow the District to adopt a budget based on the most current information available such as:
 - State Aid (including enrollment adjustments)
 - Revenue/Expenditure Adjustments
- Prior Year Ending Financial Results

2018-19 Revised Budget

Changes in Revenues from Original Budget:

Local:

Decreases:

Childcare contribution	\$	(110,000)
Other		(196,238)

Subtotal	\$	(306,238)
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State:

Increases:

Foundation Allowance Increase (\$10/fte)	\$	85,472
Pension Funding		973,193
Special Education Non Membership		474,006
Court Placed		200,049

Decreases:

Student Decrease (105 fte)		(826,208)
Other		(167,979)

Subtotal	\$	738,533
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2018-19 Revised Budget

Changes in Revenues from Original Budget:

Incoming Transfers:

Special Education PA-18	\$	136,832
Other		<u>64,559</u>
Subtotal	\$	201,391

Federal Programs	\$	<u>135,328</u>
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Total Revenue Adjustments	\$	<u><u>769,014</u></u>
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2018-19 Revised Budget

Changes in Expenditures from Original Budget:

Increases:

2% Wage Increase for all Employees	\$	1,463,403
Section 54d Speech		84,000
Federal Programs		137,555
Other		273,625
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Total Expenditure Adjustments	\$	<u>1,958,583</u>

2018-19 Revised Budget

Projected Fund Balance:

Original Budget Beginning Fund Balance	\$	5,112,808
2017-18 Year End Actual Results		2,059,248
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Revised Beginning Fund Balance	\$	7,172,056
Revenue Adjustments		769,014
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Subtotal	\$	7,941,070
Expenditure Adjustments		(1,958,583)
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Subtotal	\$	5,982,487
Original Budget Structural Surplus		1,238,798
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Ending Fund Balance	\$	<u>7,221,285</u>

2018-19 Revised Budget

Fund Balance History:

Percent

2013-14	\$ 1,161,252	1.118%
2014-15	\$ 2,001,188	1.997%
2015-16	\$ 3,277,688	3.243%
2016-17	\$ 4,993,892	5.079%
2017-18	\$ 7,172,056	7.256%
2018-19 (Projected)	\$ 7,221,285	7.221%

2018-19 Revised Budget

Conclusion:

- The 2018-19 Revised Budget exceeds the Michigan Department of Treasury 5% minimum Fund Balance rule
- The ending Fund balance will be 7.22% of General Fund expenditures, and 9.76% under Michigan Department of Treasury rules (Pass through activity removed)



2018-19 Revised Budget

Questions

2019-20 Original Budget

Governor's Proposal:*	Per <u>Student</u>	
Foundation Increase	\$ 177	Unrestricted
Special Education	109	Restricted
At Risk	101	Restricted
CTE	78	Restricted
Total	<u>\$ 465</u>	

*Contingent upon a 45 cent per gallon tax increase

2019-20 Original Budget

Per Student Funding

<u>School District</u>	<u>Foundation</u>	<u>Restricted</u>	<u>Total Rev</u>	<u>Restricted Greater/ (less) WSD</u>	<u>Unrestricted Greater/ (less) WSD</u>
Birmingham	\$ 12,044	\$ 2,788	\$14,832	\$ (352)	\$ 4,385
Pontiac	\$ 7,631	\$ 7,709	\$15,340	\$ 4,569	\$ (28)
Walled Lake	\$ 8,429	\$ 2,557	\$10,986	\$ (583)	\$ 770
Waterford	\$ 7,659	\$ 3,140	\$10,799		

Note: Data obtained from Oakland Schools Summaries & Surveys.

2019-20 Original Budget

	2019-20 Budget Projections
Revenues:	
Foundation Allowance Increase (\$100)	\$ 808,000
Enrollment decline (450 FTE)	(3,553,650)
Net Revenue	\$ (2,745,650)
Expenditures:	
Healthcare Hard Cap Increase	\$ 175,000
Teacher Reductions (12 FTE)	(1,200,000)
Retirements (10 FTE)	(300,000)
Custodial Attrition	(135,000)
Twp. increase contribution to Senior Center	(60,000)
Net Expenditure	\$ (1,520,000)
Net Assumptions	\$ (1,225,650)

2019-20 Original Budget

2019-20 Budget Projections

Net Assumptions \$ (1,225,650)

Optional Reductions/Adjustments

Administrative Reductions:

Data Technician	\$ (107,250)
School & Community Services	(115,250)
A.C. Dean of Students Reduction/31a Allocation	(278,150)
Increase Child Care Fees	(110,000)
Pool & Fitness Restructure	(240,000)
Food Service Indirect	(25,000)
Police Liaisons - 31a Allocation	(350,000)

\$ (1,225,650)



2019-20 Original Budget

Questions