

# **Halifax Area School District**

**-Proposed Operating Budget for 2017-2018-**

Submitted on behalf of the Administrative Team

March 21, 2017

# -Budget Facts-

**-Income:** **\$20,086,883.00**

-Assumes the board does not raise taxes. Accounts for level funding from state and federal governments as of 3/21/17.

**-Expenses:** **\$20,743,444.00**

-Zero based budgeting. Accounts for increases in pension and salaries for HESPA and administration. Considers inflation and comprehensive plan initiatives. “Guesstimates” salary and healthcare for HEA.

**-Current Deficit for 2017-2018:** **\$656,561.00**

**-Preliminary Budget Deficit:** **\$734,874.00**

# -Fund Balance Facts-

## -COMMITTED FUND BALANCE-

-Non-spendable inventories:	\$15,145.00 <i>(scholarship funds)</i>
-Health Insurance & PSERS :	\$2,025,284.00
-Library Fund:	\$0- <i>Media Center upgrades.</i>
-Debt Stabilization Fund:	\$0- <i>1<sup>st</sup> year debt service for MS/HS.</i>
-Class of 2013 Donation:	\$0- <i>Media Center upgrades.</i>
-HACC Stabilization Fund:	\$0- <i>No longer needed.</i>

**TOTAL: \$2,040,429.00**

## -UNASSIGNED FUND BALANCE-

**TOTAL: \$213,370.00**

# -Forces Impacting the 2017-2018 Budget-

- ▶ **Federal Funding:** President's proposal increases funding for school choice. Impact unknown. Level funded?
- ▶ **State Funding:**
  - ▶ Minimal increase from BEF; assume level funding.
  - ▶ Will transportation subsidy be decreased?
  - ▶ Will governor's proposal to raise the minimum wage pass?
- ▶ **Cyber-Charter School:** *(still no reform from state)*
  - ▶ Projecting cost of \$445,000.00: *conservative estimate.*
- ▶ **Inflation:** 1.3%

# -Forces Impacting the 2017-2018 Budget-

- ▶ **Medical Benefits:** (Guesstimating a 7% increase)
  - ▶ **Total Obligation:** \$2,377,219.00
- ▶ **PSERS:** (still no reform at the state level):
  - ▶ **Total Obligation:** \$2,676,356.00
  - ▶ **Amount Reimbursed by State:** \$1,579,050.00
  - ▶ **Amount HASD Pays:** \$1,097,306.00
  - ▶ **Amount of New Money needed by HASD for 2017-2018:** \$161,355.00
- ▶ **Property Assessment Adjustments:**
  - ▶ Increased by 1.2 million dollars which generated an additional \$28,687 in gross revenue.

# -Comprehensive Plan Initiatives-

## ▶ Technology for Student Achievement: *continued from 16/17.*

- ▶ “Develop an educational program that includes (1) virtual learning (2) blended learning (virtual and face to face instruction) and (3) face-to-face instruction with electronic resources”
- ▶ K-3 Tablet Initiative
- ▶ Computer Replacement Program
- ▶ 1-1 Mobile Computing: 6-12
- ▶ Blending Learning Grants
- ▶ Live Streaming of Events
- ▶ Extra days for the Technology Integration Specialist

## ▶ Facilities Improvement Plan: *continued from 16/17.*

- ▶ Replace antiquated cleaning equipment (started).
- ▶ Replace snow removal equipment (\$30,000 for new tractor next year).
- ▶ “Develop and implement a facilities improvement plan for all district buildings.”
  - ▶ Facility equity for all District buildings.
  - ▶ Address repairs needed at HES and Enders.
  - ▶ Feasibility Study: next steps.

# -Comprehensive Plan Initiatives-

- ▶ Poverty as a barrier to student achievement; communicating with families in poverty; differentiation strategies for all learners; inventory of resources for the community; parent out reach programs.
  - ▶ Data confirms “sense of urgency” to provide more resources to youngest customers.
  - ▶ Use PreK Counts Grant to support two classrooms at Enders for 4 year old students. Cohort served increases from 15 to 30 students.
  - ▶ Partner with all early care providers via a PreK Advisory Committee so district is better prepared to serve incoming kindergarten students.
- ▶ Multi-year fiscal plan to sustain financial priorities; increase consortium opportunities with neighboring school districts to share resources, reduce costs, and maintain academic and athletic opportunities.
  - ▶ Expand Sports co-op program with Millersburg (5 year plan).
  - ▶ Develop plan to share electives courses along with academic and enrichment courses like Advanced Placement and College in the High School when appropriate.
  - ▶ Project financial health of district in 3 and 5 year increments.
  - ▶ Investigate public private partnerships.

# -Additional Factors that Impact the Process-

## -16-17 Budget Highlights-

- ▶ Athletic Revenue increased.
- ▶ Food Service continues to close the gap between revenue and expenses.
- ▶ Driver's Education:
  - ▶ Facility Advertising only raised \$3,000.00 of the \$10,000.00 needed to fully fund the program.

## -2017-2018 Unknowns-

- ▶ Retirements:
  - ▶ Replacement Plan?
  - ▶ Attrition Plan?
- ▶ Incoming size of Kindergarten class: *currently 80 plus students.*
- ▶ True cost of health care.
- ▶ True cost of teacher salaries.
- ▶ Energy savings generated by renovation of MS/HS.



# -Budget Book Layout-

- ▶ Overview: includes PPT and Expense-Revenue Summary
- ▶ Sections Include Narratives and Numbers: as of 3/21/17
  - ▶ Administrative Salary and Benefits
  - ▶ Athletics
  - ▶ Curriculum and Instruction
  - ▶ Facilities
  - ▶ Food Service
  - ▶ PreK Program
  - ▶ Professional Staff Salary and Benefits
  - ▶ Special Education
  - ▶ Supplies
  - ▶ Support Staff Salary and Benefits
  - ▶ Technology

# -Next Steps-

- ▶ Budget Book presented to board and posted to website.
    - ▶ Community submits questions to superintendent.
    - ▶ Administration continues to revise the budget.
  - ▶ Budget Workshop: Thursday, April 20, 2017
  - ▶ Proposed Budget Approved: Tuesday, May 9, 2017
  - ▶ Final Budget Approved: Tuesday, June 13, 2017
- ▶ *Email questions to [ornerm@hasd.us](mailto:ornerm@hasd.us)*