

# Agenda Item: 2017-2018 Budget Discussion

---

## GENERAL FUND

### For comparison:

#### FY17- current year

Highest ANB-Based Funding	\$1,095,698.40
FY 17 ANB (3-year Average)	
Elementary	123
Middle School	39

#### FY18- next year

Highest ANB-Based Funding	\$1,055,391.30
FY 17 ANB (3-year Average)	
Elementary	122
Middle School	34

**Difference in ANB-based funding anticipated for FY18: -\$40,307.10**

**Adopted General Fund budget for FY17 (current year): \$1,201,754.20**

FY18 *Preliminary* General Budget Estimates:

Highest Budget **WITHOUT A VOTE:** \$1,170,884.15

Highest Budget **WITH A VOTE:** \$1,202,095.26

Highest Amount District Can Request from Voters on May 2, 2017: \$31,211.11 (*mill levy maximum*)

*OPI released Budget worksheets on February 27, 2017. These preliminary data sheets are PRE-SESSION and do not provide final budget information or any legislative increases approved at this time.*

FY17 Adopted Budget: \$1,201,754.20

FY18 Minimum Budget: \$1,170,884.15

Difference: \$30,870.05 (decrease for FY18)

FY17 Adopted Budget: \$1,201,754.20

FY18 Max Budget (w/vote) \$1,202,095.26 (*passage of maximum mill levy of \$31,211.11*)

Difference: \$341.36 (increase for FY18)

### Budget Considerations:

**5% Increase on Utilities: \$1697.00**

<u>Utilities Increases</u>	<u>FY17 Budget</u>	<u>FY18 Budget (5% Increase)</u>	<u>\$Increase</u>
Power-Lights	\$840.00	\$882.00	\$ 42.00
Natural Gas	\$12,600	\$13,230	\$ 630.00
Electricity	\$20,475	\$21,500	\$1025.00

### **Negotiated Salary Increases:**

FY17 Contracts: \$571,524

FY18 Estimates: \$584,921 (no increase on base- just the step/lane increases)

Difference: \$13,397

Other items that the District may need to consider in the future that could affect budget:

- Kindergarten FTE Increase
- Substitute pay Increase
- Negotiations with Teacher’s Union- salary/benefits increases
- Salary/benefits increases for classified staff
- Expansion of breakfast program
- Software for administrative staff- Black Mountain Software and PowerSchool

**General Fund Mill Levy History:**

*May 1997- May 2016*

<b>Election Year</b>	<b>Registered Voters</b>	<b>Number Voted</b>	<b>%</b>	<b>Passed or Failed by</b>	<b>Levy Amount Requested</b>
2016	999	477	48%	passed by 69 votes	\$25,389.00
2015	1099	493	45%	failed by 13 votes	\$23,734.00
2014	1019	446	44%	<b>No District Mill Levy Requested by School Board.</b>	
2013	1113	455	41%	failed by 35 votes	\$36,705.45
2012	1212	371	31%	<b>No District Mill Levy Requested by School Board.</b>	
2011	1233	357	29%	passed by 13 votes	\$64,815.81
2010	1185	338	29%	failed by 25 votes	\$76,388.41
2009	1169	<b>No District Mill Levy Requested by School Board.</b>			
2008	1161	242	21%	failed by 2 votes	\$47,492.18
2007	1175	180	15%	<b>No District Mill Levy Requested by School Board.</b>	
2006	1184	257	22%	passed by 63 votes	\$51,680.10
2005	940	236	25%	failed by 6 votes	\$40,000.00
2004	819	344	42%	passed by 60 votes	\$71,963.05
2003	970	433	45%	failed by 97 votes	\$111,217.52
2002	903	433	48%	failed by 7 votes	\$85,161.55
2001	953	270	28%	failed by 24 votes	\$89,285.59
2000	777	140	18%	passed by 59 votes	\$5,004.00
1999	874	301	34%	passed by 145 votes	\$48,299.26
1998	774	223	28%	failed by 43 votes	\$30,232.72
1997	981	275	28%	passed by 1 vote	\$29,238.73

**What happens if a general fund levy election fails?**

If voters do not approve the increase, the school district may adopt a budget that is no greater than its highest budget without a vote.

FY18 this amount is anticipated to be: \$1,170,884.15

## **BUILDING RESERVE FUND**

The fund is established upon passage of a voted levy that authorizes the levy for up to 20 years. The amount levied in one year is limited to the total authorized levy divided by the number of years authorized. (*i.e.* \$175,000 for 5 years = \$35,000/year)

Current Building Reserve ends at the end of 2016-2017 school year. This levy as approved by voters in May 2012 for five years.

**FY 17 Building Reserve Budget:** \$88,208.27 (\$53,208.27 carried over from previous years)

**Current Cash Balance in the Building Reserve as of February 2017:** \$47,918.84

### **Gallatin Gateway School Building Reserve Election History:**

<b>Election Date</b>	<b>Total Authorized</b>	<b>Maximum Levy per Year</b>	<b>Years Authorized</b>
<b>May 2012</b>	\$175,000	\$35,000	5
<b>May 2007</b>	\$125,000	\$25,000	5
<b>May 2005</b>	\$30,000	\$15,000	2
<b>May 2000</b>	\$50,000	\$10,000	5

The Building Reserve Fund has been used for the following expenditures during 2016-2017:

- Purchase and installation of an ice machine in the kitchen
- Purchase and installation of a prep sink in the kitchen
- Replacement of hot water booster in the kitchen
- Installation of the hot water booster in the kitchen
- Repair boys' and girls' bathroom faucets in the new addition

In FY16 the District transferred \$15,000 from Bus Depreciation Fund to the Building Reserve for School Security. As of March 2017, \$14,730.00 has been used for a building safety assessment from CTA.