

LOWNDES COUNTY SCHOOL DISTRICT

Fiscal Year 2014

BUDGET

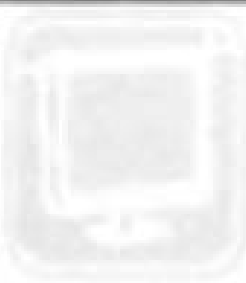
Presentation

June 20, 2013 5:00pm

District Central Office

INTRODUCTION

- This public hearing is required by MS Code 37-61-9.
- This is the school district's opportunity to present its 2013-2014 educational plan expressed in dollars and cents to the public.
Maximum of two (2) questions per person
Questions related to FY14 Budget only



LOWNDES COUNTY

School District

400 E. BUNN ST. NEW BRUNSWICK, NJ 07102

3 ELEMENTARY SCHOOLS

3 MIDDLE SCHOOLS

3 HIGH SCHOOLS

ENROLLMENT: 4,996

GENERAL INFORMATION

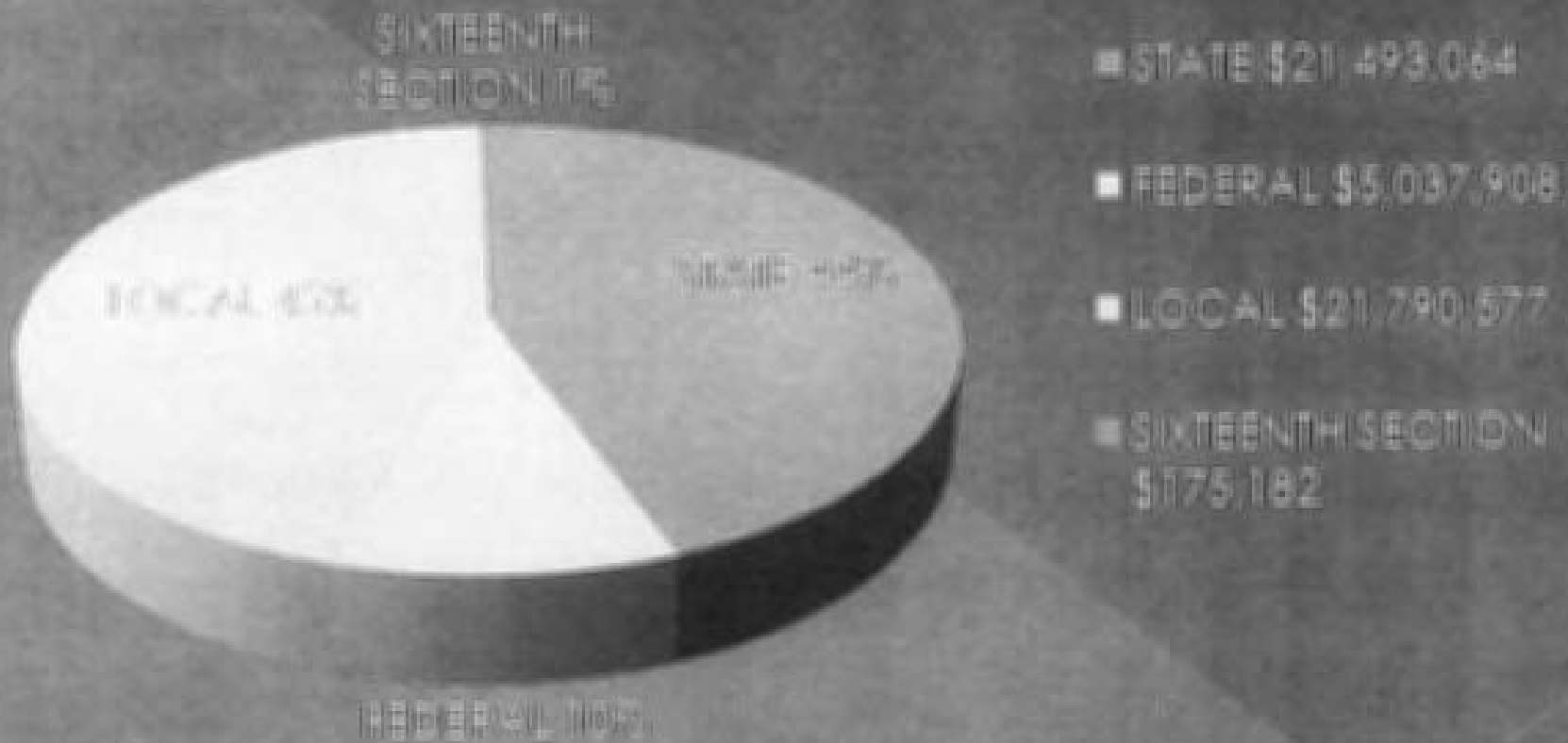
- The school district's budget is comprised of many individual funds that contain revenues and expenditures.
- A Fund is a self-balancing set of accounts that captures and reports transactions for specific or general revenue sources and the expending of those revenues.
- Lowndes County school district operates 20 general funds, 27 special revenue funds, 1 capital projects funds, 3 debt service funds, and 11 permanent trust funds, for a total of 62 active funds.

REVENUES

- Revenues come from various sources:

- > Local Revenues – Ad valorem taxes paid by the taxpayers, interest income earned at the banks, food sales in the cafeteria, and athletic event ticket sales.
- > State Revenues – Mississippi Adequate Education Program (MAEP) revenues, Homestead Exemption reimbursement, and Education Enhancement revenues (EEF).
- > Federal Revenues – The Title II grant, Food Service plate cost reimbursements, and Federal Special Education grants.
- > Sixteenth Section Revenues – These revenues consist of payments from leaseholders.

SOURCES OF REVENUE

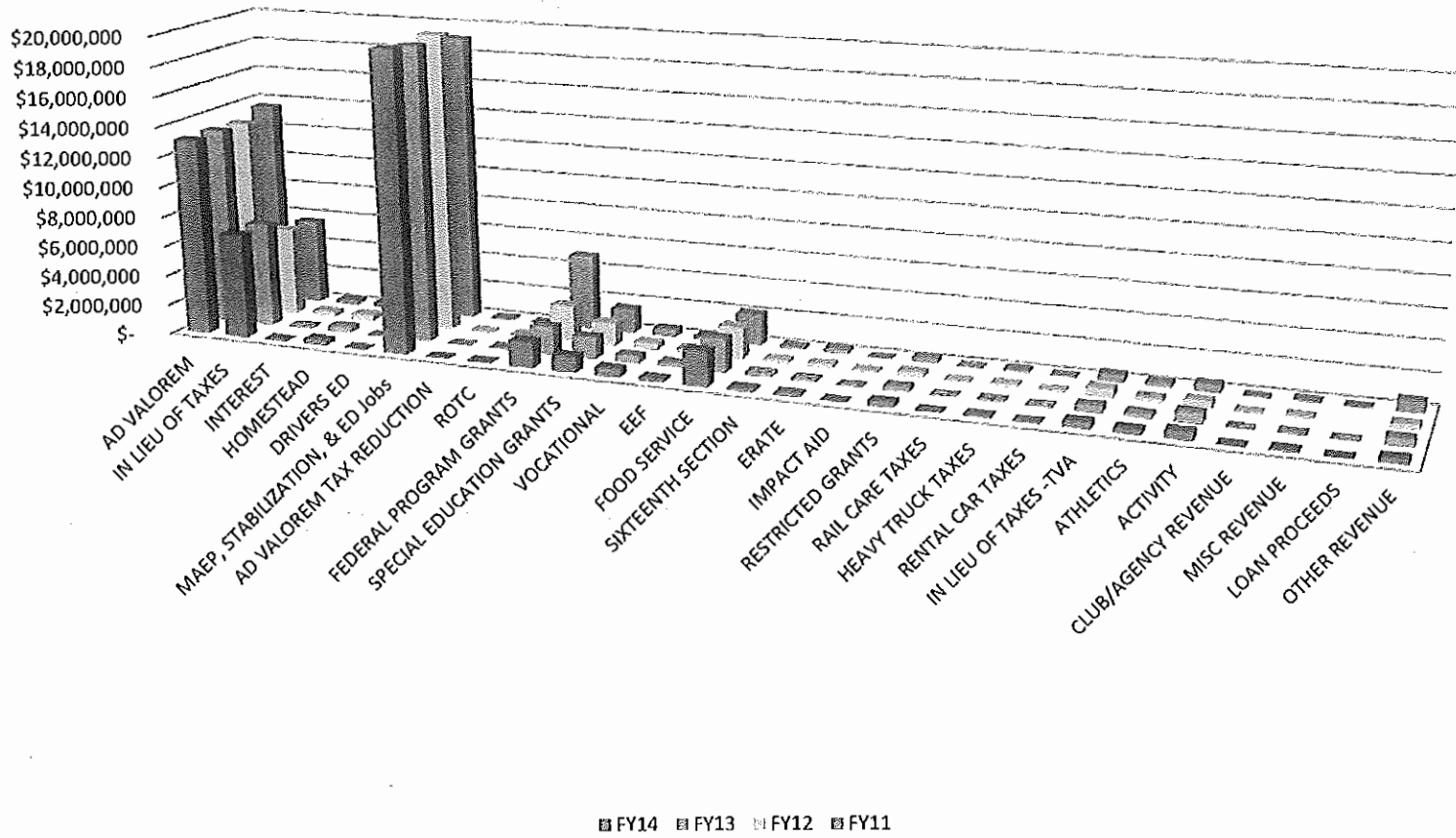


Total \$48,496,730

REVENUE COMPARISON

	AMENDED		Increase/Decrease	Percentage Change	ACTUAL 11-12	ACTUAL 10-11
	Budgeted 13-14	BUDGETED 12-13				
AD VALOREM	\$ 13,086,240	\$ 13,086,240	\$ -	0.00%	\$12,958,275	\$13,560,627
IN LIEU OF TAXES	\$ 6,913,408	\$ 6,913,408	\$ -	0.00%	\$5,798,689	\$5,650,225
INTEREST	\$ 65,618	\$ 136,776	\$ (71,157.88)	-52.03%	\$295,108	\$262,570
HOMESTEAD	\$ 342,000	\$ 344,611	\$ (2,611.00)	-0.76%	\$344,611	\$322,926
DRIVERS ED	\$ 18,000	\$ 18,000	\$ -	0.00%	\$21,743	\$24,998
MAEP, STABILIZATION, & ED Jc	\$ 19,901,196	\$ 19,604,824	\$ 296,372.00	1.51%	\$19,801,694	\$19,078,272
AD VALOREM TAX REDUCTION	\$ -	\$ -	\$ -	0.00%	\$21,753	\$88,764
ROTC	\$ 49,243	\$ 52,393	\$ (3,149.81)	-6.01%	\$49,912	\$49,260
FEDERAL PROGRAM GRANTS	\$ 1,681,424	\$ 1,804,025	\$ (122,601.12)	-6.80%	\$2,366,251	\$4,948,220
SPECIAL EDUCATION GRANTS	\$ 1,042,398	\$ 1,402,642	\$ (360,243.68)	-25.68%	\$1,493,296	\$1,586,954
VOCATIONAL	\$ 521,809	\$ 448,870	\$ 72,939.11	16.25%	\$413,483	\$459,372
EEF	\$ 179,515	\$ 263,794	\$ (84,279.00)	-31.95%	\$242,724	\$243,381
FOOD SERVICE	\$ 2,278,980	\$ 2,180,925	\$ 98,055.00	4.50%	\$2,098,000	\$2,086,817
SIXTEENTH SECTION	\$ 175,182	\$ 222,412	\$ (47,230.23)	-21.24%	\$159,806	\$172,974
ERATE	\$ 162,713	\$ 161,428	\$ 1,285.44	0.80%	\$196,094	\$249,967
IMPACT AID	\$ 29,000	\$ 29,332	\$ (332.48)	-1.13%	\$73,417	\$-
RESTRICTED GRANTS	\$ 288,454	\$ 265,914	\$ 22,540.00	8.48%	\$293,028	\$278,892
RAIL CARE TAXES	\$ 40,000	\$ 40,000	\$ -	0.00%	\$40,843	\$44,428
HEAVY TRUCK TAXES	\$ 110,000	\$ 110,000	\$ -	0.00%	\$138,538	\$138,368
RENTAL CAR TAXES	\$ 60,000	\$ 60,000	\$ -	0.00%	\$60,143	\$62,421
IN LIEU OF TAXES -TVA	\$ 400,000	\$ 400,000	\$ -	0.00%	\$535,230	\$455,085
ATHLETICS	\$ 273,839	\$ 243,618	\$ 30,220.54	12.40%	\$248,601	\$225,990
ACTIVITY	\$ 491,265	\$ 633,965	\$ (142,699.82)	-22.51%	\$412,844	\$453,669
CLUB/AGENCY REVENUE	\$ 600	\$ 383	\$ 217.00	56.66%	\$156	\$654
MISC REVENUE	\$ 91,000	\$ 52,154	\$ 38,845.65	74.48%	\$77,678	\$77,484
LOAN PROCEEDS	\$ -	\$ -	\$ -	0.00%		\$17,784
OTHER REVENUE	\$ 294,847	\$ 441,123	\$ (146,275.33)	-33.16%	\$275,013	\$701,805
TOTAL	\$ 48,496,730.40	\$ 48,916,836.01	\$ (420,105.61)	-0.86%	\$ 48,416,930.26	\$ 51,241,907.10

REVENUE COMPARISON



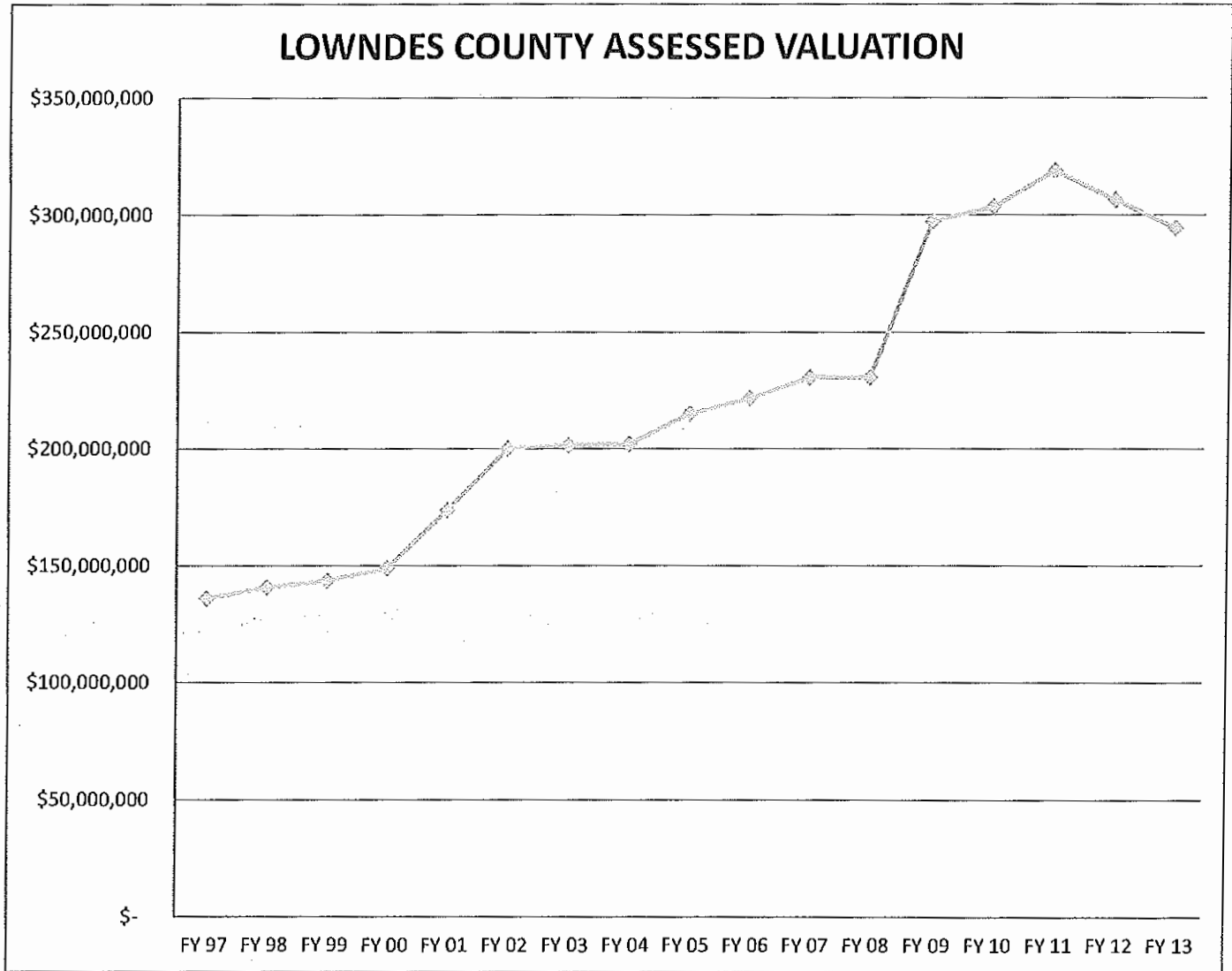
AD VALOREM

- FY13 Ad Valorem request was \$13,086,240/47.76 Mills:
 - \$11,686,071 for Operations
 - \$763,486.25 for Debt Service to 3 Mill 10 Year Note
 - \$392,852.53 for Debt Service to two Sheriff's Notes
 - \$243,800 for Debt Service to ARRA QSCB Bonds
- FY14 Ad Valorem revenue projected at same FY13 amount, \$13,086,240:
 - \$12,255,190 for Operations
 - \$585,250 for Debt Service to 3 Mill 10 Year Note
 - \$245,800 for Debt Service to ARRA QSCB Bonds

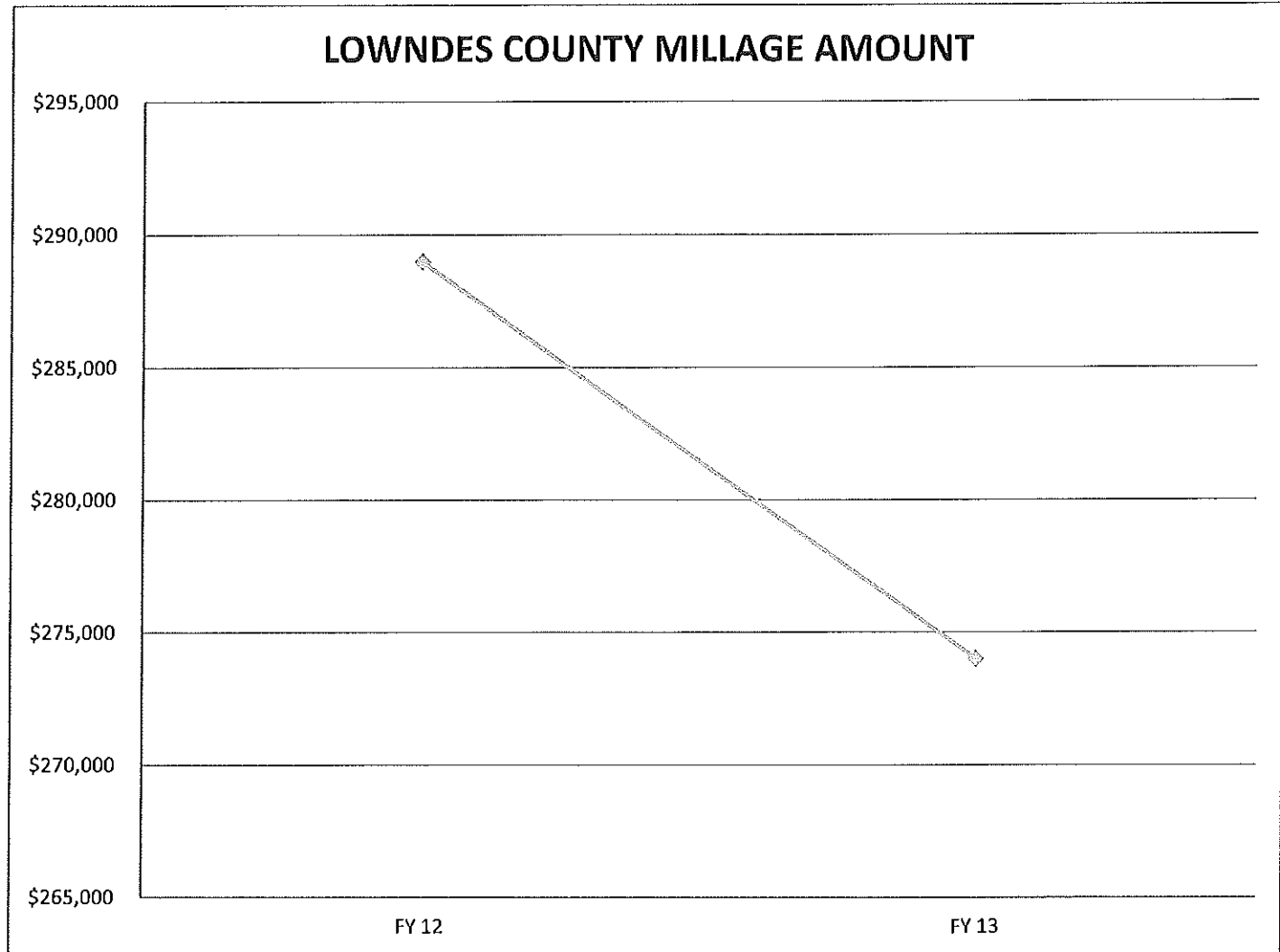
(The 2 Sheriff's Notes were refunded in FY13)

The school board will redeposit an order requesting the levying of the final ad valorem tax effort at this August board meeting, August 13, 2013 at 11:00am.

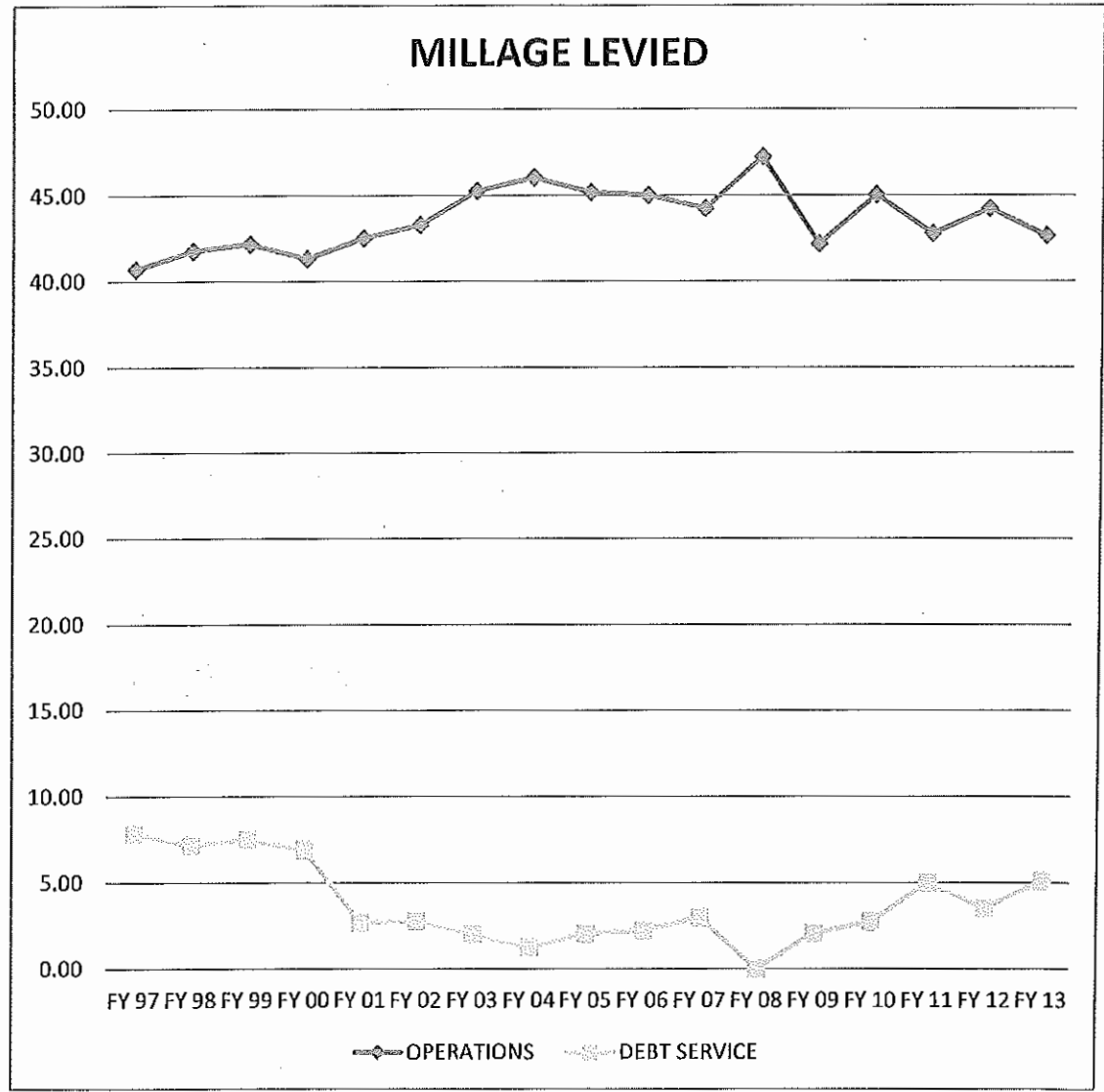
FY 97	\$	135,951,651
FY 98	\$	140,838,322
FY 99	\$	143,565,528
FY 00	\$	149,000,238
FY 01	\$	173,726,068
FY 02	\$	200,236,124
FY 03	\$	201,601,365
FY 04	\$	202,051,603
FY 05	\$	215,172,737
FY 06	\$	221,791,226
FY 07	\$	230,609,881
FY 08	\$	230,609,881
FY 09	\$	297,261,071
FY 10	\$	303,562,734
FY 11	\$	318,870,213
FY 12	\$	306,394,869
FY 13	\$	294,446,976



FY 12 \$ 289,000
FY 13 \$ 274,000



	OPERATIONS	DEBT SERVICE	TOTAL
FY 97	40.69	7.88	48.57
FY 98	41.77	7.20	48.97
FY 99	42.17	7.57	49.74
FY 00	41.31	6.94	48.25
FY 01	42.51	2.70	45.21
FY 02	43.29	2.80	46.09
FY 03	45.26	2.04	47.30
FY 04	46.03	1.27	47.30
FY 05	45.18	2.05	47.23
FY 06	45.01	2.22	47.23
FY 07	44.23	3.00	47.23
FY 08	47.23	0.00	47.23
FY 09	42.16	2.07	44.23
FY 10	45.02	2.74	47.76
FY 11	42.76	5.00	47.76
FY 12	44.21	3.55	47.76
FY 13	42.64	5.11	47.76



In Lieu of Taxes

- Projected to receive same amount as FY13, \$6,913,408 until updated figures come in from tax assessor's office.

HB 1648

FY 2014 Education Appropriation Bill

- Funds MAEP at \$2,082,543,065

- \$27.2M above FY 2013 MAEP appropriation.
Increase is for PERS employer rate increase effective July 1, 2013.

- High Growth districts reduced by a total of \$5.3M

Impact on Lowndes County School District

- FY13 allocation-\$19,604,824
- FY14 allocation-\$19,901,196 which is \$296,372 more.
- \$808,350 of FY14 allocation will go towards our MAEP Bonds Debt Service

MAEP FORMULA

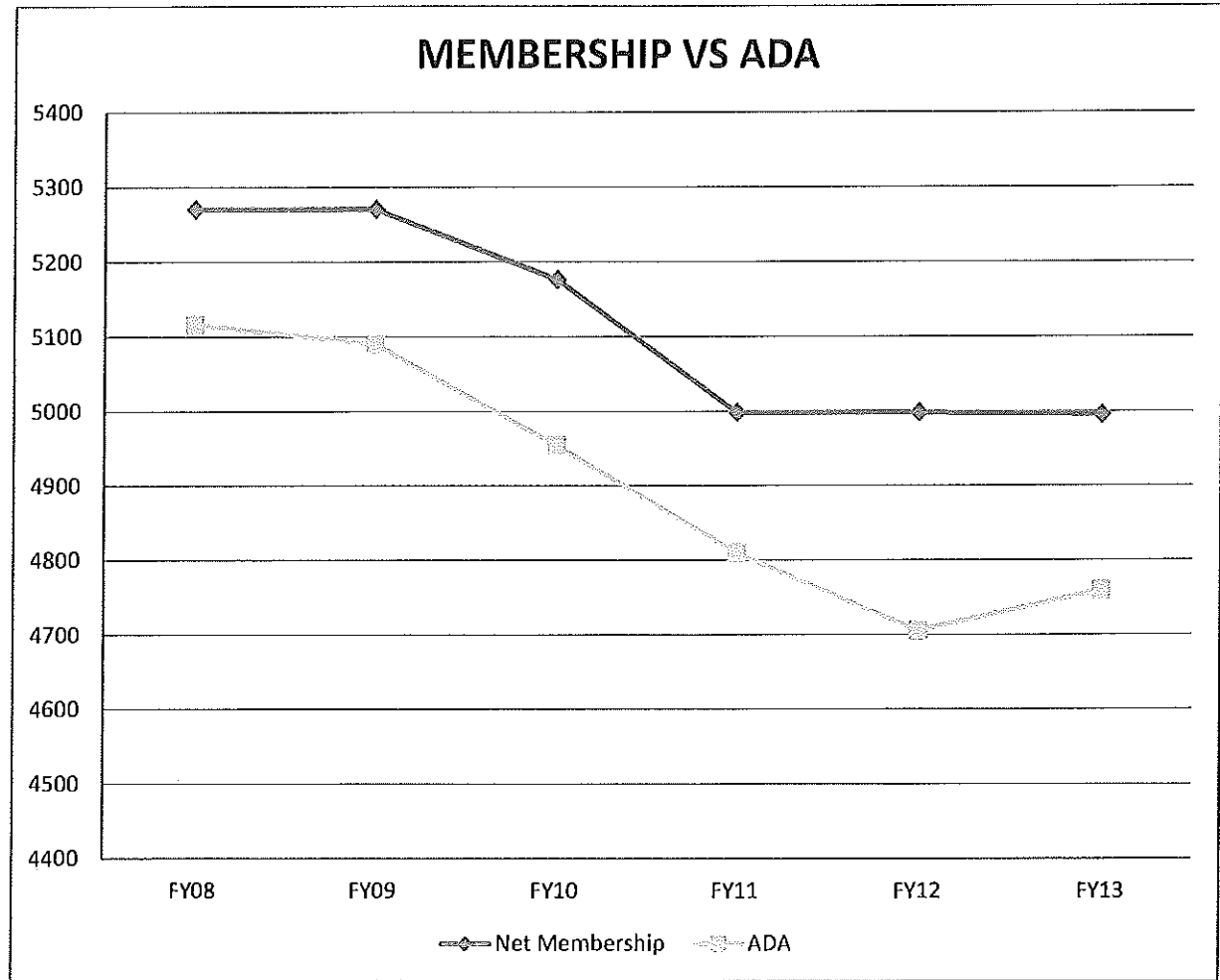
ADA x Base Student Cost
+ At-Risk Component
- Local Contribution
+ 8% Guarantee
MAEP Formula Allocation
+ Add-On Programs
Total MAEP District Funding

Enrollment/Attendance Trends

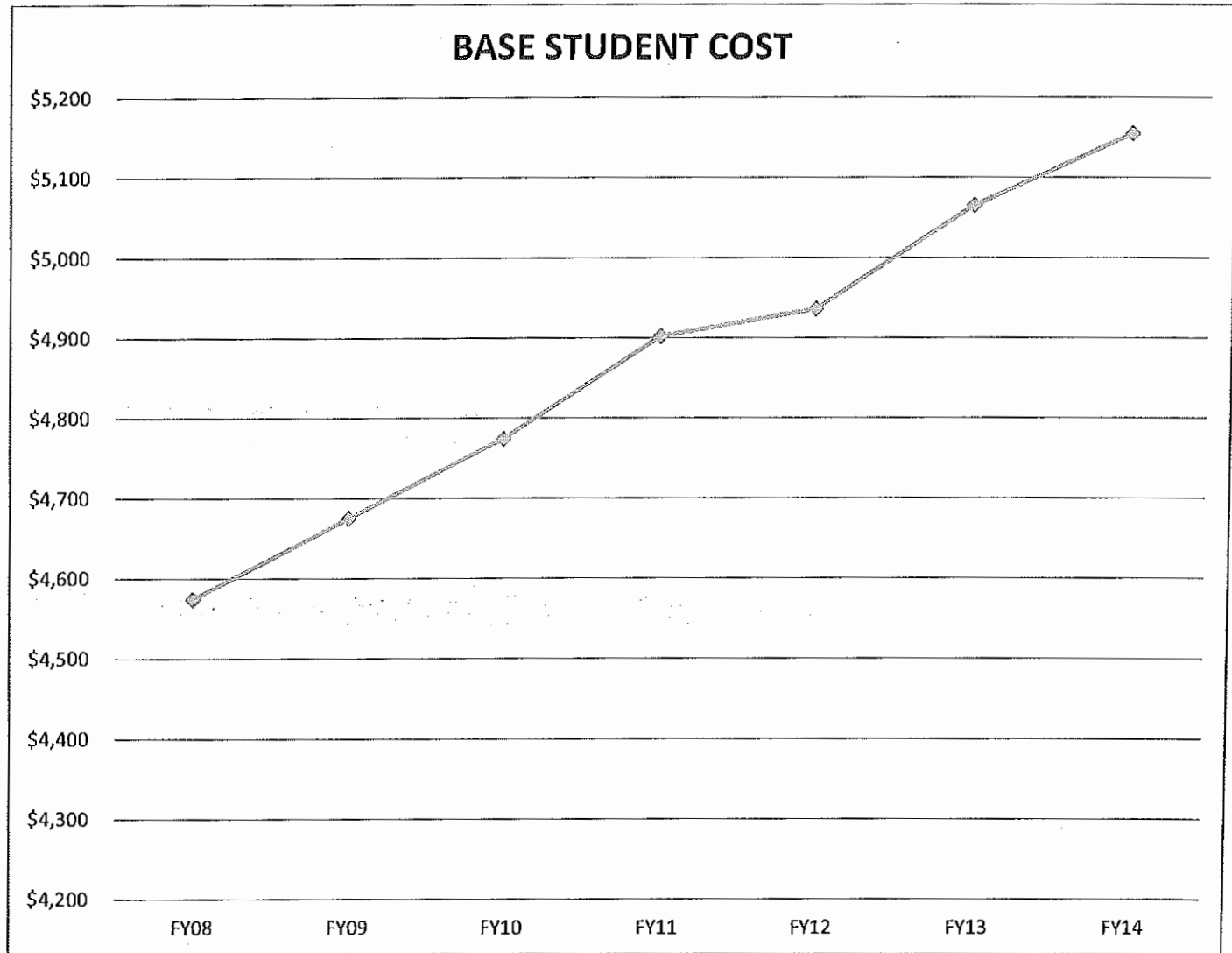
- The changes in enrollment and the average daily attendance of our students directly impacts the amount of MAEP dollars the district will receive
- MDE uses the average ADA of months 2 (October) and 3 (November)

Chart

	Net Membership	ADA
FY08	5271	5117
FY09	5271	5091
FY10	5177	4955
FY11	4999	4810
FY12	4999	4706
FY13	4996	4760



FY08	\$	4,574
FY09	\$	4,675
FY10	\$	4,774
FY11	\$	4,902
FY12	\$	4,936
FY13	\$	5,065
FY14	\$	5,155



HB 1648 (Continued)

FY 2014 Education Appropriation Bill

Education Enhancement Funds

- \$10M Classroom Supply Funds

- \$16M Buildings and Busses

- \$0.00 Ad Valorem Reduction for second year

Preliminary numbers of what Lowndes County Schools teachers will get on their EEF cards in total is \$103,962, which is \$19,683 more than FY13's allocation of \$84,279.

National Board Certification (Master Teacher) Supplement is fully funded.

Signed by the Governor on April 25, 2013

EXPENDITURES

WHO'S PURCHASING: FUNCTION



- Instruction – Includes salaries and benefits of teachers and teacher assistants, supplies and materials for the classroom.
 - > May be viewed as "every expenditure that occurs behind the closed classroom door."
 - > Focus on direct classroom instruction.
 - > The largest percentage category of any school district budget.

EXPENDITURES

WHO'S PURCHASING: FUNCTION

Support Services

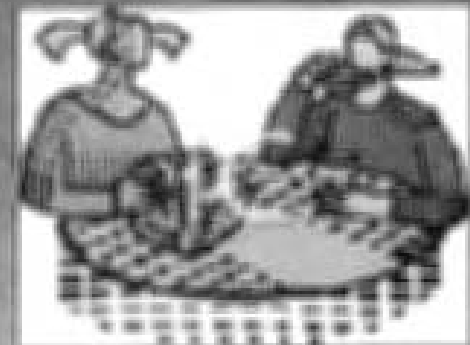
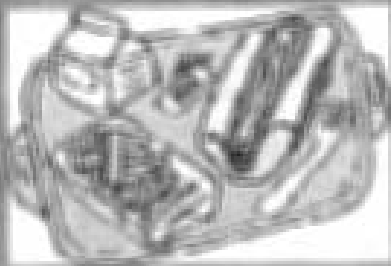
- Buildings & Grounds
- Building Department
- Cafeteria
- General Administration
- Information Office
- Business Office
- Maintenance Dept.
- Management Services
- Technology Dept.



EXPENDITURES

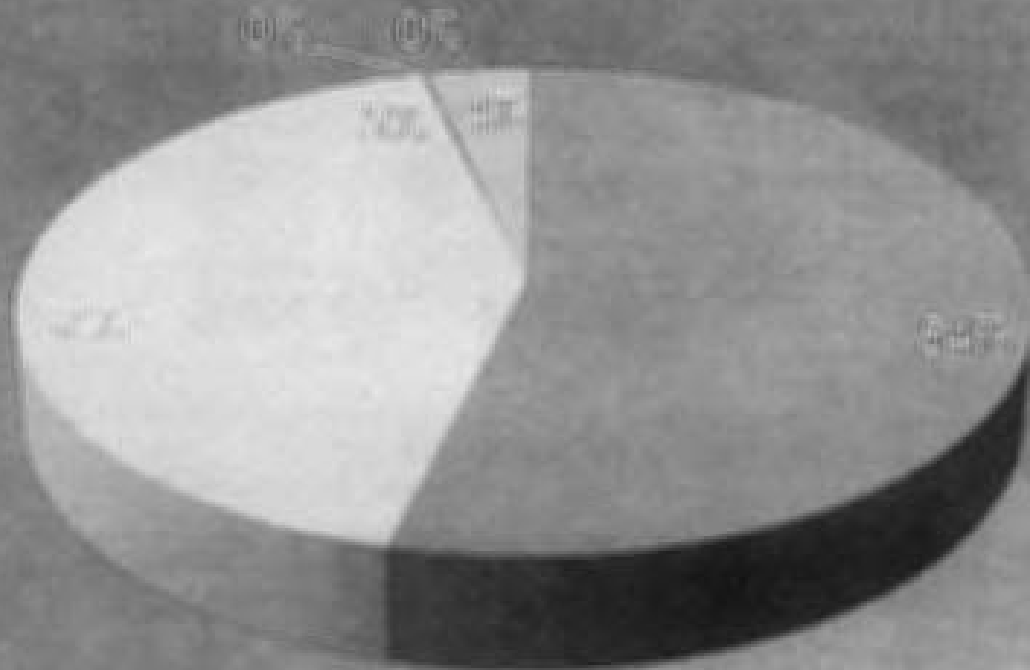
WHO'S PURCHASING: FUNCTION

- Food Service Operation including salaries and benefits, food costs, and other food production costs.



A LOOK AT EXPENDITURES BY FUNCTION

EXPENDITURES

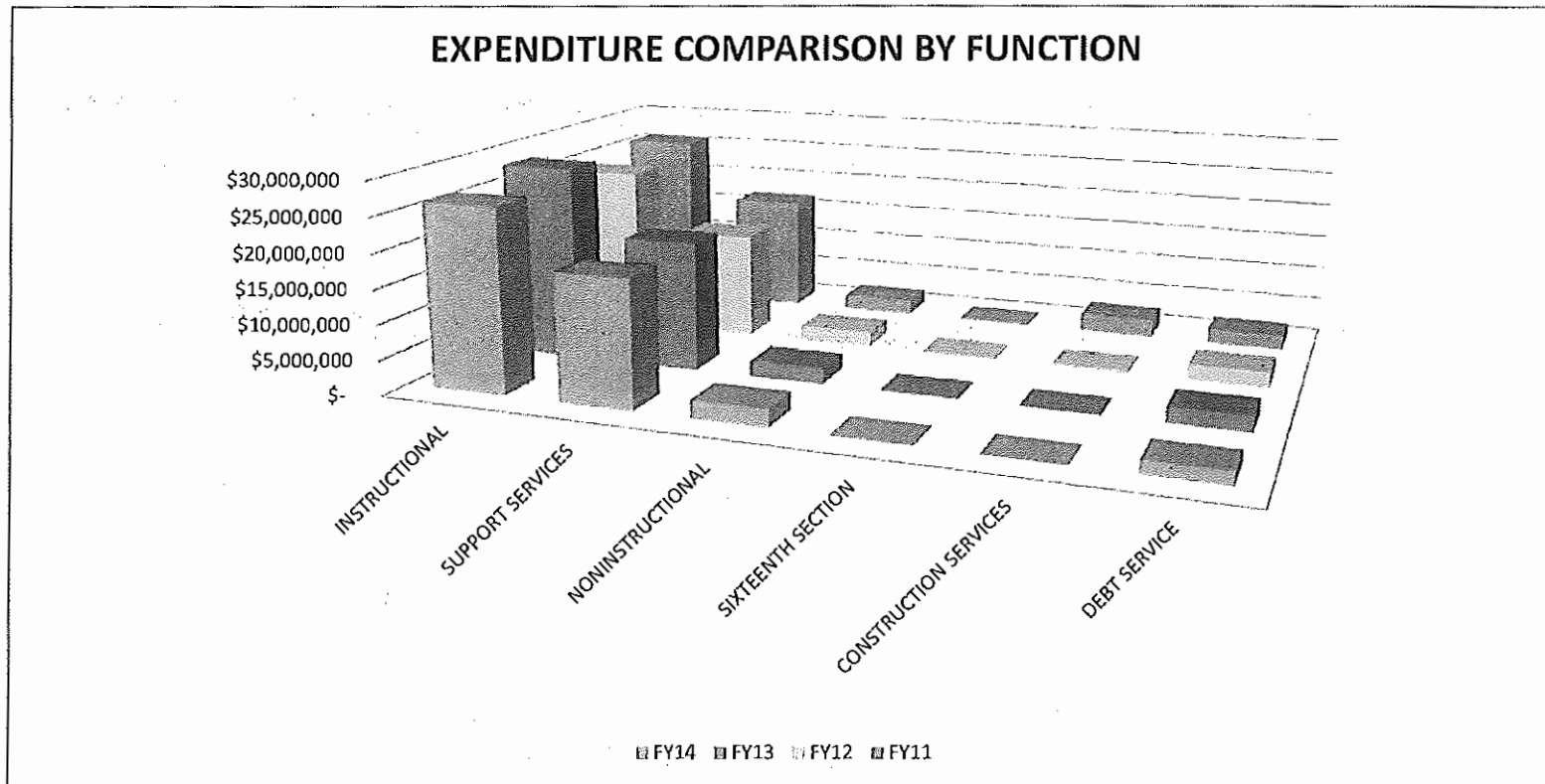


- INSTRUCTIONAL
\$26,369,514.88
- SUPPORT SERVICES
\$18,185,161.91
- NON-INSTRUCTIONAL
\$22,539,272.00
- SIXTEENTH SECTION
\$9,100.00
- CONSTRUCTION
\$0.00
- TOTAL SERVICE SALARIES
\$9,100,000.00

TOTAL \$99,203,950.79

EXPENDITURES-FUNCTION

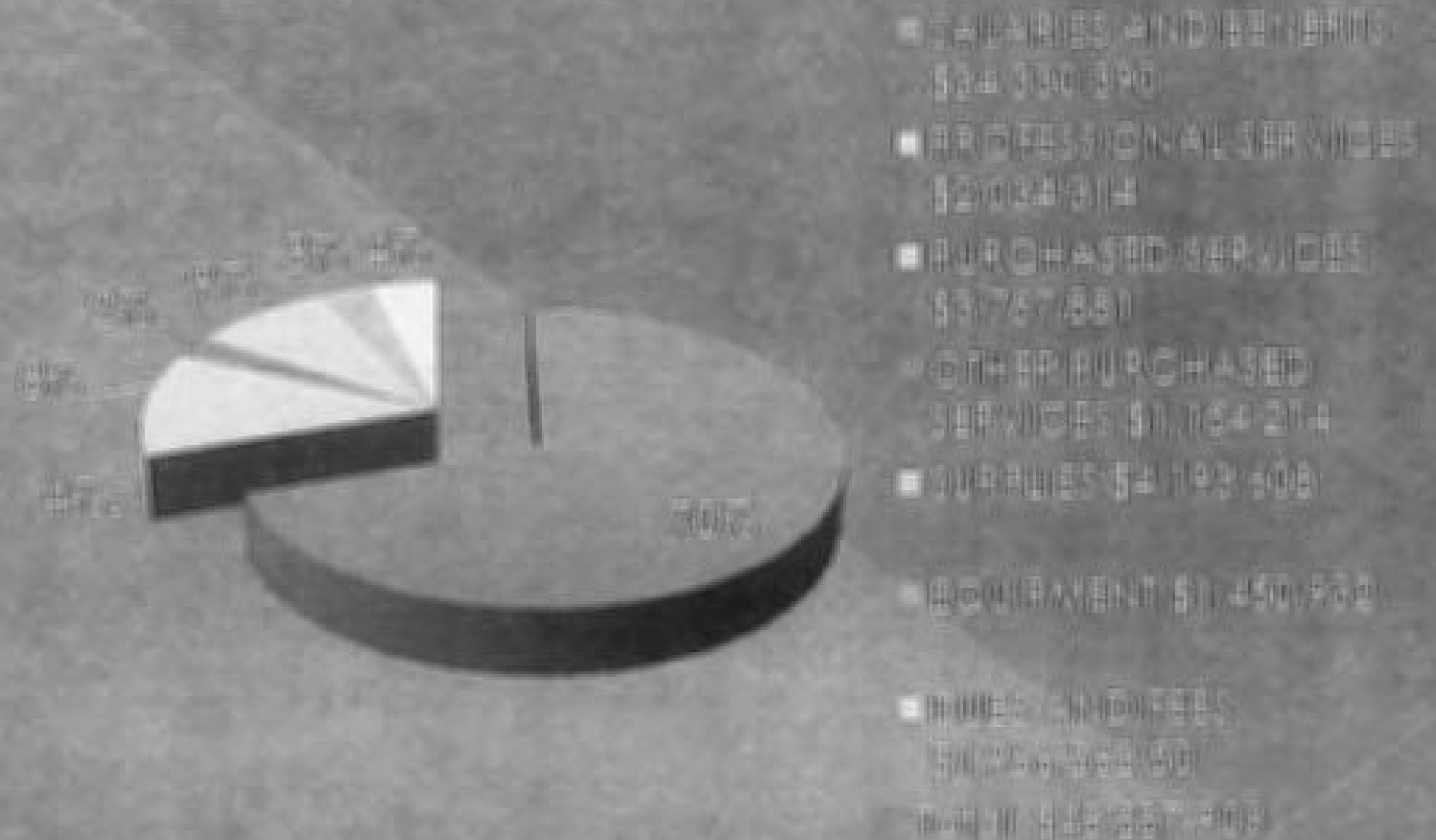
	AMENDED		Increase/Decrease	Percentage Change	ACTUAL 11-12	ACTUAL 10-11
	Budgeted 13-14	BUDGETED 12-13				
INSTRUCTIONAL	\$ 26,309,515	\$ 28,099,230	\$ (1,789,715.72)	-6.37%	\$ 23,966,297	\$ 25,843,074
SUPPORT SERVICES	\$ 18,135,162	\$ 18,568,973	\$ (433,811.27)	-2.34%	\$ 15,409,385	\$ 16,926,800
NONINSTRUCTIONAL	\$ 2,533,277	\$ 2,181,784	\$ 351,493.32	16.11%	\$ 2,025,571	\$ 2,084,417
SIXTEENTH SECTION	\$ 91,035	\$ 88,622	\$ 2,412.85	2.72%	\$ 63,626	\$ 88,640
CONSTRUCTION SERVICES	\$ -	\$ -	\$ -	0.00%	\$ 202,743	\$ 2,577,151
DEBT SERVICE	\$ 1,818,915	\$ 2,213,138	\$ (394,222.53)	-17.81%	\$ 2,143,951	\$ 2,009,987
TOTAL	\$ 48,887,903.26	\$ 51,151,746.61	\$ (2,263,843.35)	-4.43%	\$ 43,811,571.15	\$ 49,530,068.39



WHAT'S BEING PURCHASED: OBJECT

- Salaries and Benefits
- Professional Services- Consultants, Attorney Fees and Auditing Fees
- Purchased Property- Utilities, Repairs and Maintenance
- Other Purchased Services- Student Transportation, Insurance Premiums, Advertising, Tuition, Travel
- Supplies
- Equipment
- Dues and Fees- Principle and Interest payments on Debt

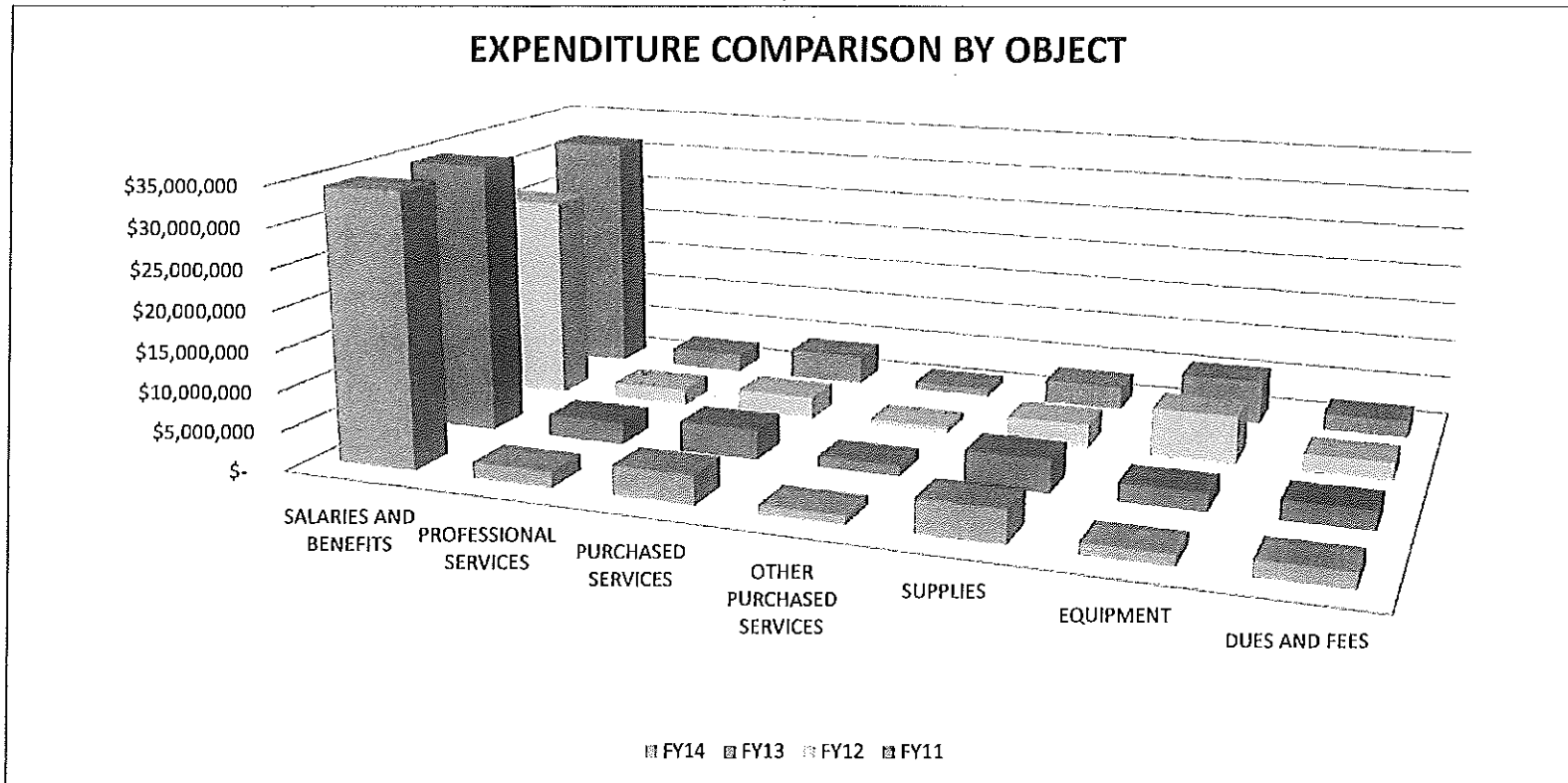
A LOOK AT EXPENDITURES BY OBJECT



continued

EXPENDITURES-OBJECT

	AMENDED		Increase/Decrease	Percentage Change	ACTUAL 11-12	ACTUAL 10-11
	Budgeted 13-14	BUDGETED 12-13				
SALARIES AND BENEFITS	\$ 34,330,390	\$ 34,381,170	\$ (50,780.27)	-0.15%	\$ 26,381,222	\$ 31,534,096
PROFESSIONAL SERVICES	\$ 2,034,314	\$ 2,767,766	\$ (733,451.78)	-26.50%	\$ 2,155,909	\$ 2,408,727
PURCHASED SERVICES	\$ 3,757,881	\$ 3,780,605	\$ (22,723.40)	-0.60%	\$ 2,931,574	\$ 3,847,889
OTHER PURCHASED SERVICES	\$ 1,154,214	\$ 1,341,521	\$ (187,307.00)	-13.96%	\$ 796,882	\$ 979,898
SUPPLIES	\$ 4,193,608	\$ 4,194,509	\$ (900.57)	-0.02%	\$ 3,120,548	\$ 3,027,567
EQUIPMENT	\$ 1,450,932	\$ 2,281,517	\$ (830,585.04)	-36.40%	\$ 6,132,823	\$ 5,587,801
DUES AND FEES	\$ 1,966,564	\$ 2,404,659	\$ (438,095.29)	-18.22%	\$ 2,292,614	\$ 2,144,089
TOTAL	\$ 48,887,903.26	\$ 51,151,746.61	\$ (2,263,843.35)	-4.43%	\$ 43,811,571.15	\$ 49,530,068.39



PER PUPIL EXPENDITURE



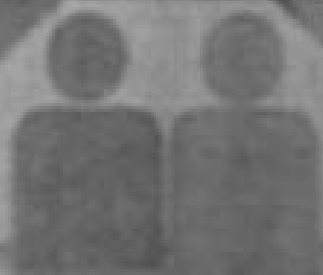
- 4,996 students
- Per pupil expenditure of \$9,785

ADMINISTRATIVE PERCENTAGE TEST

- State Law Provides a formula to be used in determining the reasonableness of administrative salary expenditures.
- Code Section 37-61-9(4)
 - Administrative salaries and benefits may not exceed \$150,000.00 plus 4% of the total expenditures of the school district for any one fiscal year.

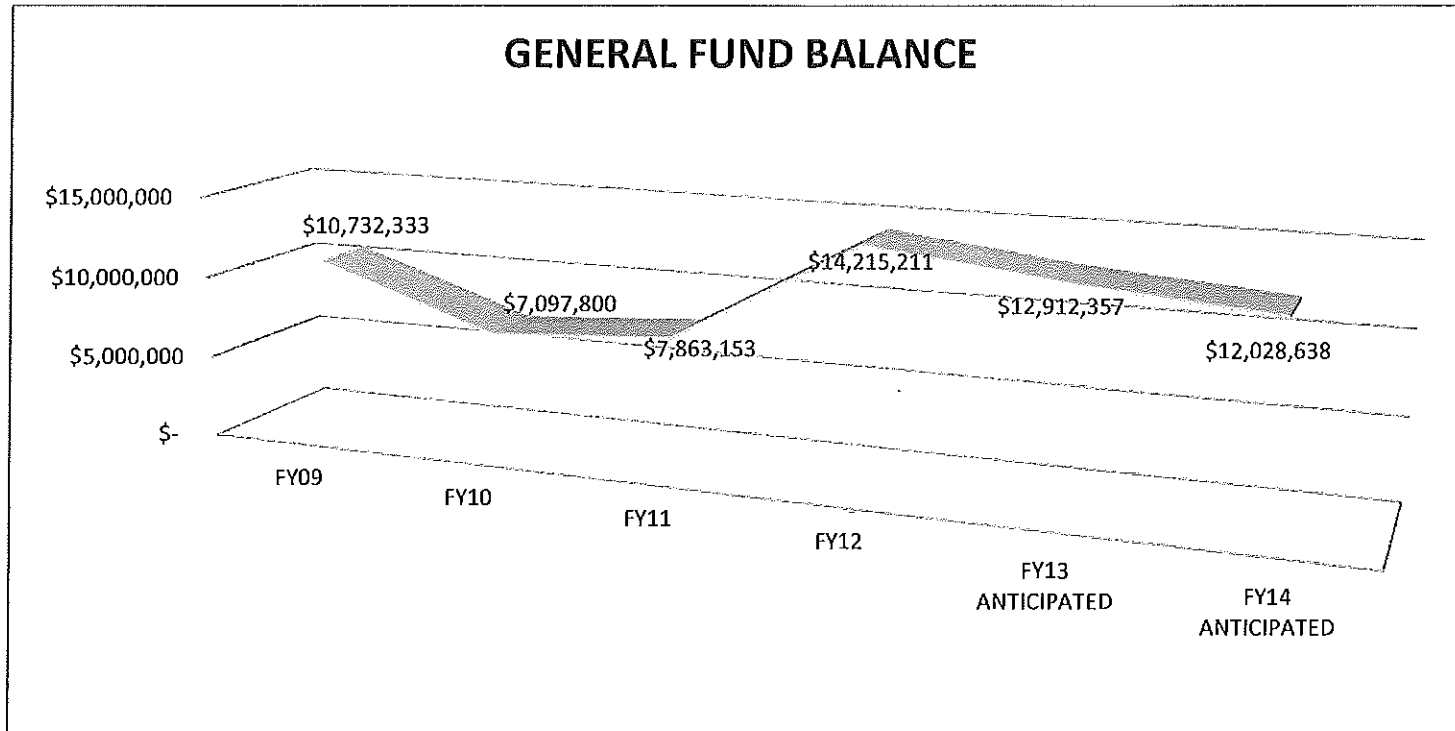
ADMINISTRATIVE PERCENTAGE TEST

- Current law formula allows for about \$2,105,516 to be spent on administrative salaries and benefits. The FY14 budgeted amount is \$1,031,086, which is \$1,074,430 below the allowed limit.



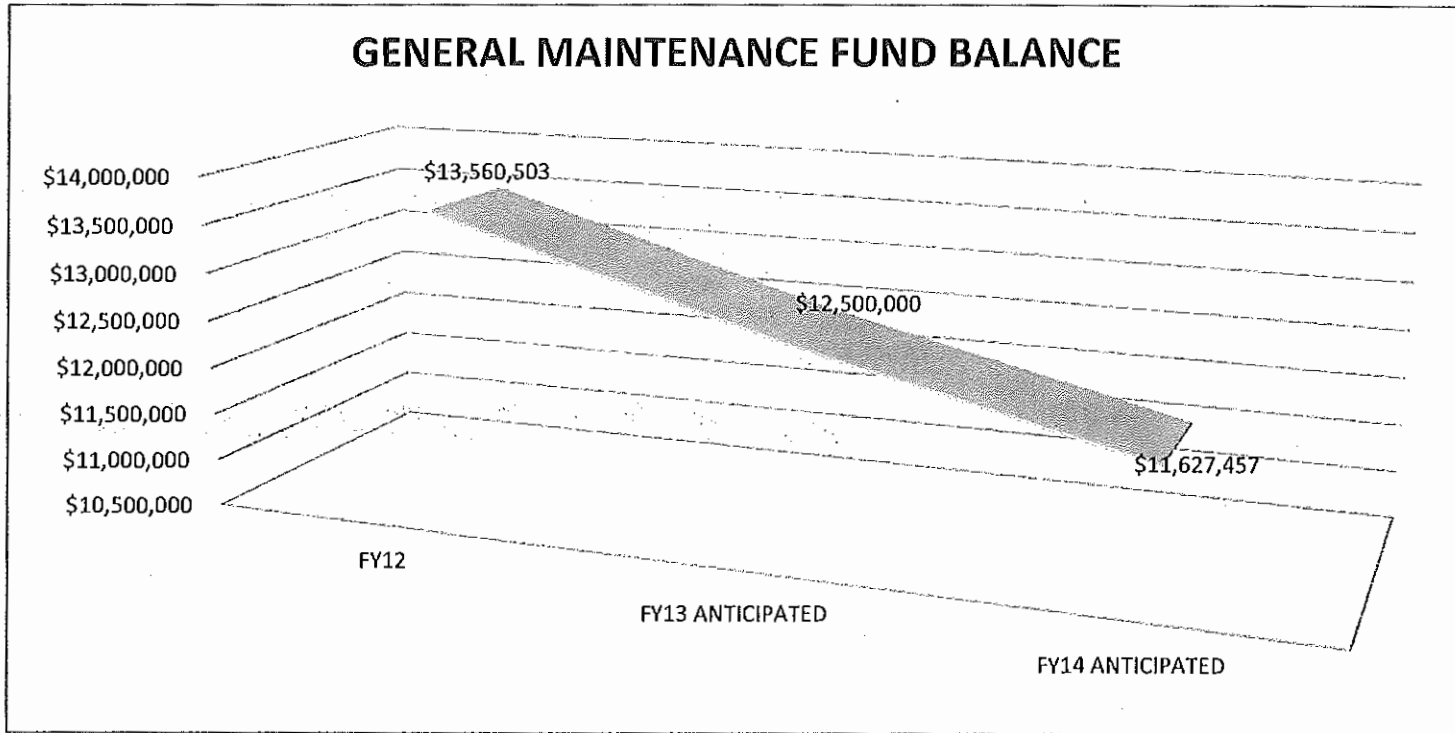
FUND BALANCES FOR GENERAL FUNDS

FY09	\$ 10,732,333
FY10	\$ 7,097,800
FY11	\$ 7,863,153
FY12	\$ 14,215,211
FY13 ANTICIPATED	\$ 12,912,357
FY14 ANTICIPATED	\$ 12,028,638



FUND BALANCES FOR FUND 1120

FY12	\$ 13,560,503
FY13 ANTICIPATED	\$ 12,500,000
FY14 ANTICIPATED	\$ 11,627,457

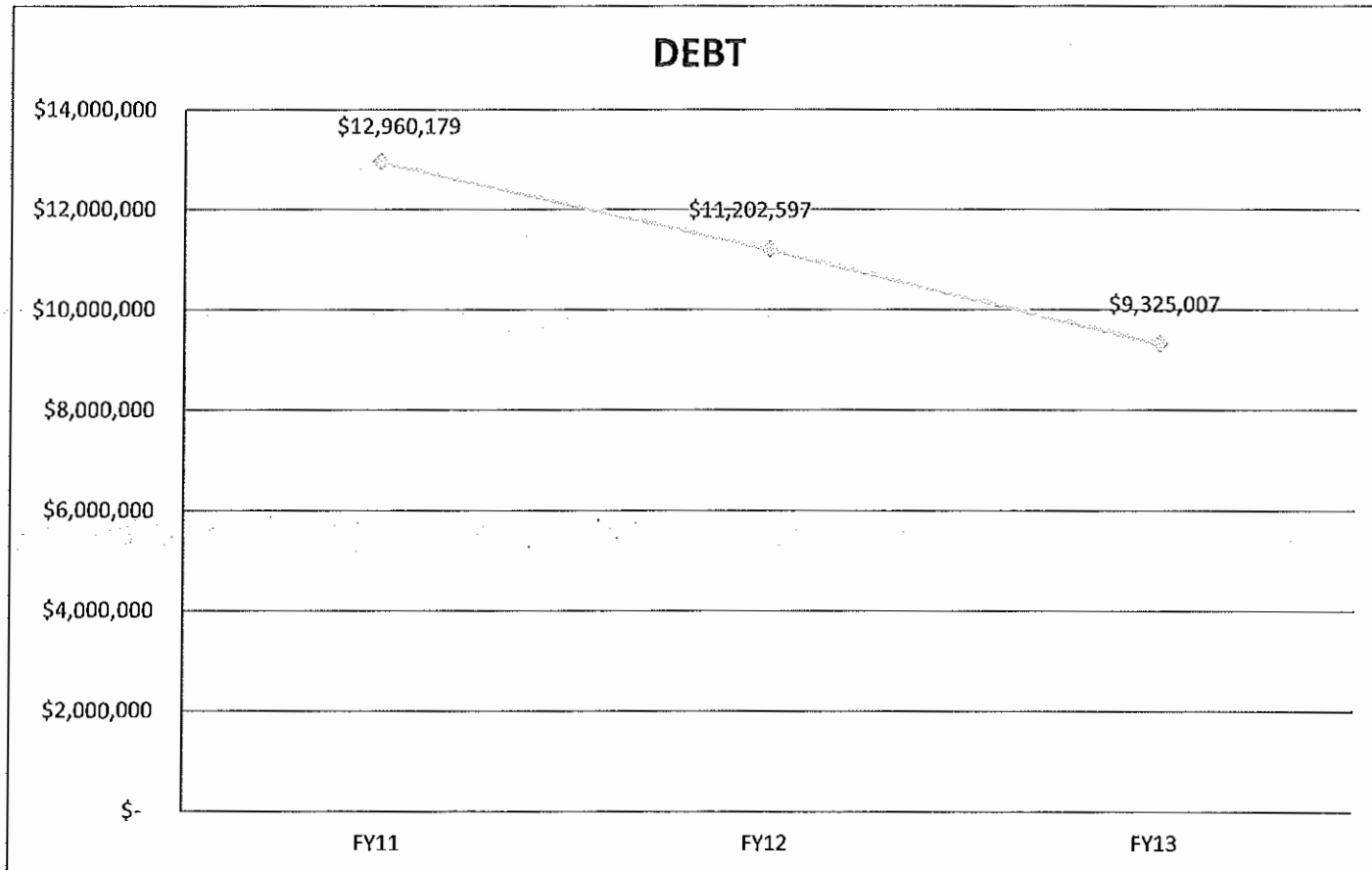


DEBT

- Three current notes outstanding
 - > MAEP Bonds \$1,565,000/2014
 - > QSCB Bonds \$2,570,007/2024
 - > 3 Mill Note \$5,190,000/2021
- State statute limits our debt to 15% of the last assessed valuation: \$44,167,046
- Our debt is 3.2% of the assessed valuation

Chart

Debt	
FY11	\$ 12,960,179
FY12	\$ 11,202,597
FY13	\$ 9,325,007



SALARY AND BENEFITS CHANGES INCLUDED IN FY14 PROPOSED BUDGET

- ⊙ Retirement rate increased from 14.26% to 15.75%
- ⊙ New Positions
 - > Reading Teacher at WLH
 - > 6 Intervention Assistants
 - > 2 RTI Coordinators

STAFFING FACTS

- 756.75 positions filled by approx 700 employees
 - 374 Teachers
- 32 OPEN POSITIONS AFTER JUNE 14 BOARD MEETING

PROJECTS INCLUDED IN FY14 PROPOSED BUDGET

- \$418,610 budgeted for Busses
- New Time and Attendance system
- \$897,816 budgeted in Textbooks
- New Transportation Routing system
- Security Doors and Cameras
- Student and Employee Identification system

LOWNDES COUNTY SCHOOL DISTRICT
 Combined Budget - Original
 For the Year Ending June 30, 2014
 Date Approved: 06/20/2013

	Governmental Fund Types			Debt Service	Permanent Trust	Proprietary Fund Types	Internal Service	Total
	General	Special Revenue	Capital Projects			Enterprise		
Revenues:								
Local Sources	20,084,700.00	874,227.28	0.00	831,050.00	600.00	0.00	0.00	21,790,577.28
Intermediate Sources	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
State Sources	19,951,300.00	733,413.86	0.00	808,350.00	0.00	0.00	0.00	21,493,063.86
Federal Sources	592,113.00	4,445,794.66	0.00	0.00	0.00	0.00	0.00	5,037,907.66
Sixteenth section Sources	0.00	175,106.60	0.00	0.00	75.00	0.00	0.00	175,181.60
Total Revenues	40,628,113.00	6,228,542.40	0.00	1,639,400.00	675.00	0.00	0.00	48,496,730.40
Expenditures:								
Instruction	23,959,775.72	2,349,338.86	0.00	0.00	400.00	0.00	0.00	26,309,514.58
Support services	16,634,382.63	1,500,779.28	0.00	0.00	0.00	0.00	0.00	18,135,161.91
Noninstructional services	0.00	2,533,277.11	0.00	0.00	0.00	0.00	0.00	2,533,277.11
Sixteenth section	0.00	91,034.66	0.00	0.00	0.00	0.00	0.00	91,034.66
Facilities acquisition and construction	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Debt Service								
Principal	0.00	0.00	0.00	1,545,000.00	0.00	0.00	0.00	1,545,000.00
Interest	0.00	0.00	0.00	270,915.00	0.00	0.00	0.00	270,915.00
Other	0.00	0.00	0.00	3,000.00	0.00	0.00	0.00	3,000.00
Total Expenditures	40,594,158.35	6,474,429.91	0.00	1,818,915.00	400.00	0.00	0.00	48,887,903.26
Excess(deficiency) of revenues over expenditures	33,954.65	(245,887.51)	0.00	(179,515.00)	275.00	0.00	0.00	(391,172.86)

LOWNDES COUNTY SCHOOL DISTRICT
 Combined Budget - Original
 For the Year Ending June 30, 2014
 Date Approved: 06/20/2013

	Governmental Fund Types				Proprietary Fund Types			Total
	General	Special Revenue	Capital Projects	Debt Service	Permanent Trust	Enterprise	Internal Service	
Other Financing Sources (Uses)								
Proceeds of General Obligation Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds of Refunding Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Proceeds of Loans	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Inception of Capital Leases	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Insurance Loss Recoveries	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Transportation Equipment	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Other Property	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Indirect Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Transfers in	3,204,625.16	917,673.06	0.00	179,515.00	0.00	0.00	0.00	4,301,813.22
Payments to Escrow Agent	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Miscellaneous Other Financing Sources	0.00	0.00	0.00	0.00	16,765.00	0.00	0.00	16,765.00
Indirect Transfers Out	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Transfers Out	4,122,298.22	179,515.00	0.00	0.00	0.00	0.00	0.00	4,301,813.22
Payment to Refunded Bond Escrow Agent	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Payment to Qualified Zone Academy Debt Escrow Agent	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Miscellaneous Other Financing Use	0.00	500.00	0.00	0.00	16,750.00	0.00	0.00	17,250.00
Total Other Financing Sources(Uses)	(917,673.06)	737,658.06	0.00	179,515.00	15.00	0.00	0.00	(485.00)
Net Change in Fund Balances	(883,718.41)	491,770.55	0.00	0.00	290.00	0.00	0.00	(391,657.86)

LOWNDES COUNTY SCHOOL DISTRICT
 Combined Budget - Original
 For the Year Ending June 30, 2014
 Date Approved: 06/20/2013

	Governmental Fund Types					Proprietary	Internal	Total
	General	Special Revenue	Capital Projects	Debt Service	Permanent Trust	Fund Types Enterprise		
Fund Balances / Retained Earnings								
July 1, 2013	12,912,356.65	5,263,163.42	4,090,373.00	1,606,975.98	30,894.08	0.00	0.00	23,903,763.13
Prior period adjustments								
Reclassify fund equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unrecorded fund equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Reclassify fund types	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
July 1, 2013 as restated	12,912,356.65	5,263,163.42	4,090,373.00	1,606,975.98	30,894.08	0.00	0.00	23,903,763.13
Increase (decrease) in reserve for inventory	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
June 30, 2014	12,028,638.24	5,754,933.97	4,090,373.00	1,606,975.98	31,184.08	0.00	0.00	23,512,105.27

Budget Approval

- This FY 2013-2014 Budget will be presented to the Board for approval on _____.
- Location: Central Office
- Time: _____



Questions????

06/19/2013