



Saugatuck Public Schools

2019-20 Public Budget /

Truth in Taxation Hearing

June 17, 2019



General Fund

vs.

Debt Fund



Differences Between Funds

General Fund

- Accounts for instructional and related activities
- Funded by state aid, guaranteed foundation grant per pupil

The state looks at how much we collected locally from our 18 mill operational levy, then provides us the difference to our per pupil FG.

Debt Fund

- Accounts for repayment of voter-approved bonds
- When bonds are approved, voters agree to tax themselves enough to repay debt over a prescribed number of years*



General Fund

Budget Overview

2018-19 Budget Outlook

Revenues	Current Budget	Proposed Amendment
Local Sources	\$ 6,354,300	\$ 6,473,200
State Sources	1,939,800	2,059,400
Federal Sources	227,600	240,500
Other Sources	<u>635,000</u>	<u>635,400</u>
Total Revenues	<u>\$ 9,156,700</u>	<u>\$ 9,408,500</u>
Expenditures		
Instruction	\$ 6,071,200	\$ 6,021,300
Supporting Services	3,383,600	3,441,700
Community Services/Other	<u>0</u>	<u>100,000</u>
Total Expenditures	<u>\$ 9,454,800</u>	<u>\$ 9,563,000</u>

State Budget

Governor Proposal:

- Increased per-pupil funding \$120
- Increase at-risk and special ed funding
- Proposed weighted funding methodology based on actual needs of students
- Increased fuel tax for roads required to support proposed increases and / or reallocation of dollars currently going to higher ed

Senate Proposal:

- Increased per-pupil funding \$135
- Proposal for at-risk, special ed and other categoricals are more conservative
- Little or no increased fuel tax for roads

House Proposal:

- Increased per-pupil funding \$90
- Proposal for special ed and categoricals are similar to Senate



Millage and Tax Information

Year	Tax Value All Property	% Increase
	% of Non-Homestead	
2019-2020	679,875,414	7.04%
	52% NH	
2018-2019	635,165,028	5.12%
	53% NH	
2017-2018	604,237,554	4.77%
	53% NH	
2016-2017	576,719,910	4.40%
	54% NH	
2015-2016	552,340,919	4.03%
	54% NH	
2014-2015	530,944,510	2.15%
	55% NH	
2013-2014	519,785,265	1.33%
	55% NH	
2012-2013	512,978,875	-1.26%
	54% NH	
2011-2012	\$519,490,994	-0.78%
	53% NH	



Budget Assumptions for 2019-20

Revenues

- *Increased per-pupil funding from State +\$90*
- *Grant and At Risk (31a) revenues budgeted flat*
- *Student enrollment projected down 15 fte from 2018-19 blended count of 843*
- *Enhancement millage*

Expenditures

- *Inflationary costs –*
 - Hardcap (+2%), Retirement (+1.32%), etc.
 - Operational Costs (ie: Utilities; Fuel; etc.)
- *Personnel -*
 - Union members will receive a step on the current salary schedule
 - Majority of non-union staff estimated increase of 3% or \$0.50 / hour



2019-20 Proposed Budget

	2018-19 Final	Proposed 2019-20
Revenues	Amended Budget	Budget
Local Sources	\$ 6,473,200	\$ 6,436,800
State Sources	2,059,400	2,011,500
Federal Sources	240,500	227,500
Other Sources	<u>635,400</u>	<u>805,100</u>
Total Revenues	\$ <u>9,408,500</u>	\$ <u>9,480,900</u>
Expenditures		
Instruction	\$ 6,021,300	\$ 6,036,400
Supporting Services	3,441,700	3,444,500
Community Services/Other	<u>100,000</u>	<u>0</u>
Total Expenditures	\$ <u>9,563,000</u>	\$ <u>9,480,900</u>



Saugatuck Fund Balance

Actual 6/30/18 Fund Balance	1,163,224	12.4%
Projected 2018-19 (Deficit) / Surplus	(154,600)	
Projected 6/30/19 Fund Balance	1,008,624	10.5%
Projected 2019-20 (Deficit) / Surplus	-	
Projected 6/30/20 Fund Balance	1,008,624	10.6%



Debt Fund

Proposed Tax Levy



Proposed 2019 Debt Millage

When bonds are approved, voters agree to tax themselves enough to repay the debt over a prescribed number of years.

In order to meet the principal and interest obligation on voter-approved bonds, the District will levy 1.85 mills beginning with the next tax billings.

Tax Rates 2019

Property Type	Tax Purpose	Millage	Tax Bill
All Property	Community Recreation	0.2438 mills	100% Summer
All Property	Debt Retirement	1.8500 mills	50% Summer
			50% Winter
Non-Homestead	School Operations	17.2278 mills	50% Summer
			50% Winter
All Property	School Operations	0.7722 mills	50% Summer
			50% Winter
All Property	BSSF	0.4924 mills	50% Summer
			50% Winter

Next Steps

Tonight, the Board will take action on:

- 2018-19 Budget Amendment Resolution
- 2019-20 Budget Resolution
- 2019 Tax Levy Resolution

This presentation will be available on the District's website beginning Tuesday, June 18

Questions?

