

REQUEST FOR BOARD ACTION

To: ESD Board of Education
From: ESD Finance Director, Ron Patera
Date: January 17, 2020
Business Date: January 28, 2020
Subject: 2019-2020 Revised Budget



RECOMMENDATION:

Approve the revisions to the Elizabeth School District, Fiscal Year 2019-2020 budget as presented.

BACKGROUND AND FINDINGS:

Pursuant to C.R.S. 22-44-110(5), the board may review and change the budget, with respect to both revenues and expenditures, at any time prior to January 31 of the fiscal year for which the budget was adopted. Since the June 24, 2019, School Board meeting, the budget has been changed for a variety of reasons.

The following is a broad overview of the changes in the District's funds:

- General Fund – The following changes impacted the projected ending fund balance:
 - There was an increase of \$735,481 to the beginning fund balance because staff now has the actual audited numbers.
 - There was an increase of revenues after allocations, of \$502,525. This increase was mostly due to the on-behalf payment made by the State to help pay down the unfunded PERA liability.
 - Two additional teachers at RCE.
 - Seven additional SPED paraprofessionals in the schools. Five at RCE, one at EMS and one at SHE.
 - An additional \$48k for excess costs for special services.
 - An additional \$140k for capital expenditures. A list of these expenditures is attached.
 - The \$275k PERA on-behalf payment must also be added to the expense side of the budget.
 - The total increase of expenses and transfers is \$803,144.

- The net effect of the changes within the General Fund is an increase of the projected ending fund balance of \$432,863.
- The Student Activity, Food Service and Self-Insurance funds were changed to reflect the true beginning fund balance.
- The Pupil Activity Fund was changed to update salary and benefit expenditures.
- The Bond Redemption Fund was modified due to a transfer from the General Fund and a change in the beginning fund balance.
- There was a slight modification in the Grants Fund due to better information of the actual expenditures and revenues.
- The reason that the beginning fund balance for all the funds was changed was due to the fact that the original budget was built with anticipated ending fund balances. Subsequent to the end of FY 18-19, the district's annual audit has been completed and the actual beginning fund balances have been entered into this revision.

FISCAL IMPACT:

With the current budget as presented, it is anticipated that the District's General Fund will end the current fiscal year with a fund balance of \$2,550,768. As a percentage of expenditures and transfers, the projected ending fund balance is 11.76%.

APPROPRIATION RESOLUTION

Be it resolved by the Board of Education of Elizabeth School District, in Elbert County, that the amounts shown in the following schedule be appropriated and budgeted to each fund as specified in the "Adopted Budget" for the ensuing fiscal year beginning July 1, 2019 and ending June 30, 2020.

Fund	Amount
General Fund	\$21,697,262
Special Revenue Funds:	
Governmental Designated Purpose Grant Fund	\$320,390
Pupil Activity Fund	\$731,460
Food Service Fund	\$794,927
Student Activity	\$600,000
Internal Service Funds:	
Self Insurance Fund	\$1,830,000
Bond Redemption Fund	\$1,701,000
Component Unit – Elbert County Charter School	\$4,514,104
Total Appropriation	\$32,189,143

President of the Board

(Date)