

2022-2023 Revised Budget

January 24, 2023
Presented to the
Board of Education

Agenda

- Purpose of Revised Budget
- Adopted to Revised Budget Comparison
- Revised Budget General Fund Major Changes
- Major Changes to Other Funds
- Ongoing Upside/Downside Risk
- Appropriation and Use of Fund Balance Resolutions
- Supplemental Material
- Action Requested

Purpose of Revised Budget

School districts in Colorado revise their budgets for October Student Count and property taxes set by December mill levy certification by January 31st annually. This is the opportunity to make revisions to other areas of the budget with known changes since adoption in June of the prior year.

Adopted to Revised Budget Comparison

	Adopted Budget (June 2022)	Revised Budget (January 2023)	Increase/(Decrease)
Per Pupil Revenue (PPR)	\$9,192	\$9,191	(\$1)
District-run Enrollment	46,928	47,085	157
Charter Enrollment (Non-HOPE)	14,856	14,035	(821)
Charter Enrollment (HOPE Online)	2,250	1,752	(498)
Funded Pupil Count	63,652	63,158	(494)
Total Program Funding	\$585.1M	\$580.5M	(\$4.6M)

Revised Budget General Fund Major Changes: Resources

- Increased beginning fund balance by \$9.2M to reflect 2021-2022 audited ending fund balance
- Decreased state equalization by \$4.9M to reflect changes to Total Program Funding due to reduced Funded Pupil Count
- Increased General Fund Interest by \$1.8M to reflect current market interest rates

Revised Budget General Fund Major Changes: Expenditures

- Increased neighborhood schools' Site-Based Budgets (SBB) by \$2.8M to reflect actual Student October Count and full allocation of enrollment reserve
- Decreased Charter School Pass Through by \$5.6M to reflect actual Funded Pupil Count
- Carry over of \$20.0M allocated to schools in September
- Decreased full time equivalent (FTE) salaries and benefits with corresponding increases to additional pay and purchased services related to unfilled positions by \$8M
- Add one-time stipend of \$15.0M to be paid at year-end for retention

Major Changes to Other Funds

- Decreased beginning fund balance \$5.2M due to uncollected Emergency Connectivity Fund revenue in 2021-2022 which contributed to negative unassigned ending fund balance in 2022-2023 in Capital Projects Fund
- Government Grants revised to reflect accurate grant carry over from 2021-2022 and projected spend for current year only on ESSER and ARP federal stimulus funds
- Bond Redemption Fund revised to reflect Proceeds from Bond Refunding and associated Payment to Refunding Bond Escrow Agent of \$96M from transaction completed in fall 2022
- Bond Building Fund appropriation increased \$9.4M based on timing of construction projects in summers of 2022 and 2023 and spend down of bond in 2023
- Medical and Dental Fund appropriation decreased \$4.9M to reflect actual medical plan participation and projected medical claims with transition of self-insured plans from Cigna/Allegiance to United Healthcare

Ongoing Upside/Downside Risk

Upside

- State supplemental budget to increase PPR
- Vacant, budgeted positions filled

Downside

- State supplemental budget to decrease PPR
- Vacant positions remain unfilled requiring increased use of more expensive contractors/consultants

Appropriation Resolution

Authorizes the ability to spend up to the dollar amount approved in District managed funds

Fund	Amount
General Fund (10)	\$ 791,204,903
Outdoor Education Fund (13)	\$ 1,543,199
Capital Projects Fund (14)	\$ 20,010,749
Full Day Kindergarten Fund (15)	\$ -
Transportation Fund (25)	\$ 27,647,345
Nutrition Services NSLP Fund (21)	\$ 25,781,330
Nutrition Services Non-NSLP Fund (28)	\$ 6,393,986
Governmental Designated Purpose Grants Fund (22)	\$ 22,101,581
Pupil Activity Fund (23)	\$ 2,635,784
Athletics and Activities Fund (26)	\$ 18,917,469
Child Care Fund (29)	\$ 13,047,929
Bond Redemption Fund (31)	\$ 42,919,203
Certificate of Participation Lease Payment Fund (39)	\$ 1,121,989
Bond Building Fund (41)	\$ 41,252,416
Certificate of Participation Building Fund (45)	\$ -
Medical and Dental Fund (65)	\$ 57,479,015
Short Term Disability Insurance Fund (66)	\$ 710,517
Private Purpose Trust Fund (75)	\$ 58,500

Use of Beginning Fund Balance Resolution

Authorizes the ability to draw down (use) reserves and spend more than collect in revenue for individual District managed funds for one year only

Fund	Amount	Purpose for Use of Beginning Fund Balance
General Fund (10)	\$ 16,007,207	Potential draw-down of accumulated FB for spend on employee retention related initiatives and carry over assignments
Outdoor Education Fund (13)	\$ 16,315	Potential draw-down of accumulated FB for Stone Canyon operational expenses
Capital Projects Fund (14)	\$ 1,617,802	Intentional draw-down of accumulated FB for technology spend in excess of bond allocation
Full Day Kindergarten Fund (15)	\$ -	N/A
Transportation Fund (25)	\$ 4,830,199	Potential draw-down of accumulated FB for Transportation operational expenses
Nutrition Services NSLP Fund (21)	\$ 6,843,955	Potential draw-down of accumulated FB for Nutrition Services freezer construction
Nutrition Services Non-NSLP Fund (28)	\$ -	No budgeted use of beginning fund balance
Governmental Designated Purpose Grants Fund (22)	\$ -	No budgeted use of beginning fund balance
Pupil Activity Fund (23)	\$ 26,909	Potential draw-down of accumulated FB for school activities
Athletics and Activities Fund (26)	\$ 160,912	Potential draw-down of accumulated FB for school athletics and activities
Child Care Fund (29)	\$ -	No budgeted use of beginning fund balance
Bond Redemption Fund (31)	\$ -	No budgeted use of beginning fund balance
Certificate of Participation Lease Payment Fund (39)	\$ 2,842	Potential draw-down of accumulated FB for fiscal charges
Bond Building Fund (41)	\$ 40,624,932	Intentional draw-down of accumulated FB for 2018 Bond capital projects
Certificate of Participation Building Fund (45)	\$ -	N/A
Medical and Dental Fund (65)	\$ -	No budgeted use of beginning fund balance
Short Term Disability Insurance Fund (66)	\$ 170,244	Intentional draw-down of accumulated FB due to employer-paid premium cost savings in General Fund
Private Purpose Trust Fund (75)	\$ 10,500	Intentional draw-down of accumulated FB for student scholarships

Supplemental Material: Revised Financial Plan and Budget

- District-wide and fund level financials with 2021-2022 audited actuals, 2022-2023 adopted budget and 2022-2023 revised budget
- Charter school financials with 2021-2022 audited actuals, 2022-2023 adopted budget, 2022-2023 revised budget, 2022-2023 estimated actuals and 2023-2024 projected budget
- Planned use of reserves
- Staff Position (FTE) budgets
- School vs School Support vs Central Expenditures Analysis
- Appropriation and Use of Beginning Fund Balance Resolutions

Action Requested

- Staff request the Board of Education vote to approve the following resolutions:
 - FY2022-23 Revised Appropriation Resolution
 - FY2022-23 Revised Use of Beginning Fund Balance Resolution

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