

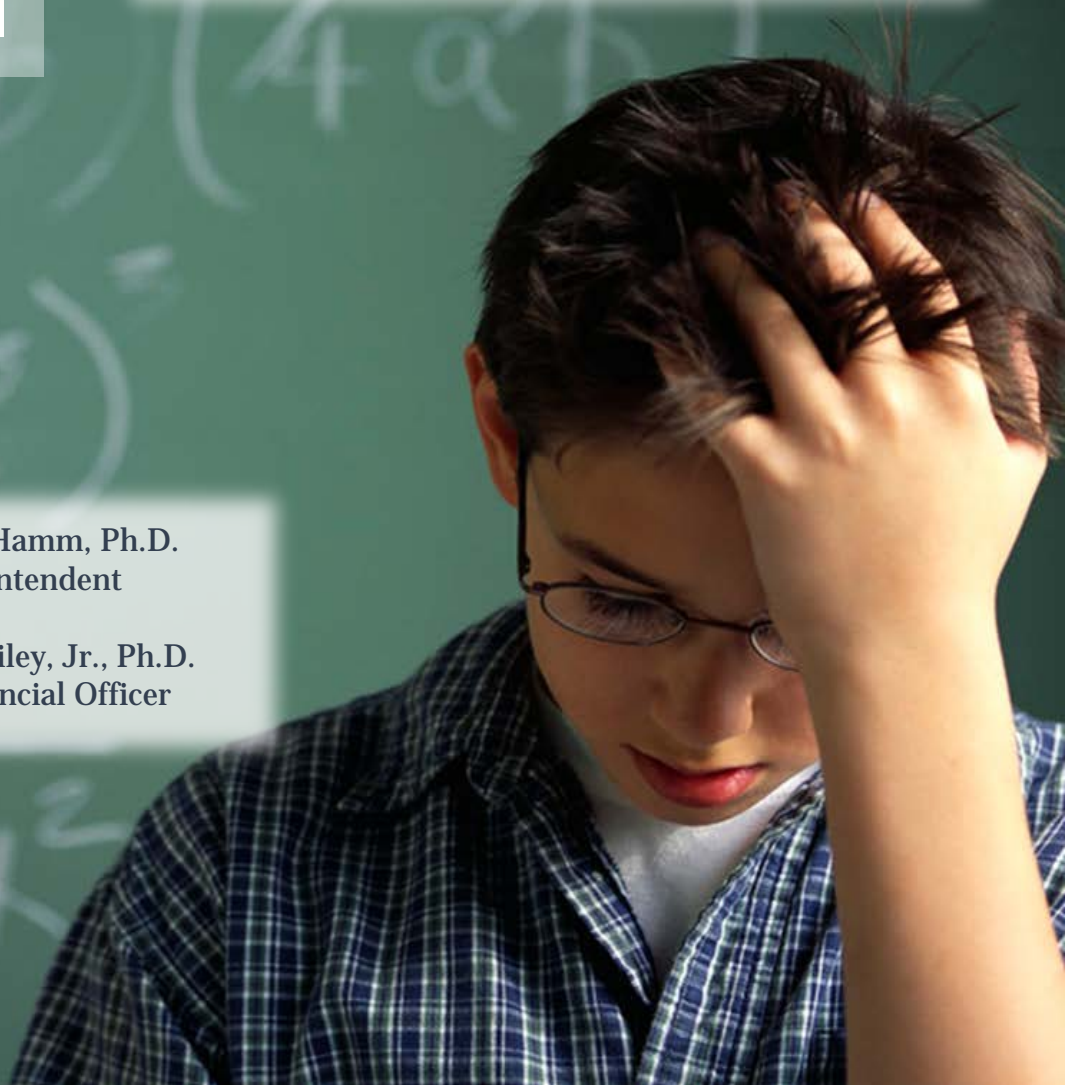


General Fund Budget First Reading Fiscal Year 2016-2017

April 26, 2016

**Debra W. Hamm, Ph.D.
Superintendent**

**Harry W. Miley, Jr., Ph.D.
Chief Financial Officer**



FIRST READING 4/26/16

**RICHLAND SCHOOL DISTRICT TWO
FY 2016 - 2017**

General Fund Budget Increases Estimated with a Projected 7.4 Mill Increase

REVENUES

REVENUE SOURCE	2015-16 Budget	2016-2017 Projections	Increase (Decrease) over 2015-16 Budget	% Change*
LOCAL PROPERTY TAXES	\$88,635,038	\$93,627,394	\$4,992,356	5.63%
PROPERTY TAX RELIEF (ACT 388)	48,524,225	48,836,788	\$312,563	0.64%
EDUCATION FINANCE ACT	66,003,210	70,449,558	\$4,446,348	6.74%
FRINGE BENEFITS	32,811,027	35,890,670	\$3,079,643	9.39%
PUPIL TRANSPORTATION	749,149	1,479,743	\$730,594	97.52%
EIA TRANSFER - TSS	5,354,024	6,234,668	\$880,644	16.45%
INTEREST INCOME	300,000	300,000	\$0	0.00%
FEDERAL IMPACT AID	450,000	450,000	\$0	0.00%
INDIRECT COST	850,000	950,000	\$100,000	11.76%
ADMINISTRATIVE FEE-CHARTER SCHOOL	100,000	150,000	\$50,000	50.00%
OTHER REVENUE	2,510,000	2,610,000	\$100,000	3.98%
TOTAL REVENUE - GENERAL FUND	\$246,286,673	\$260,978,821	\$14,692,148	5.97%

EXPENDITURES

PROJECTED EXPENDITURES	2015-16 Budget	2016-2017 Projections	Increase (Decrease) over 2015-16 Budget	% Change*
SALARIES	\$159,092,910	\$168,119,288	\$9,026,378	5.67%
BENEFITS	55,436,052	60,025,679	4,589,627	8.28%
UTILITIES (GAS, ELECTRIC, WATER, SEWER)	9,394,899	10,111,395	716,496	7.63%
PROPERTY CONTRACTS	6,172,542	6,354,909	182,367	2.95%
REPAIRS AND MAINTENANCE	1,984,764	1,984,764	-	0.00%
TELEPHONE	484,293	484,293	-	0.00%
PURCHASED SERVICES	5,307,139	5,726,457	419,318	7.90%
SUPPLIES AND EQUIPMENT	6,144,750	5,887,712	(257,038)	-4.18%
OTHER	2,269,324	2,284,324	15,000	0.66%
TOTAL REVENUE - GENERAL FUND	\$246,286,673	\$260,978,821	\$14,692,148	5.97%

*Percent change is the percentage increase from 2015-2016 to 2016-2017 for each category. In the case of salaries it does not reflect individual salary increase, but the overall increase in salaries due to step increase and added positions.

FIRST READING 4/26/2016

RICHLAND SCHOOL DISTRICT TWO

General Fund Budget Increases Estimated with a Projected 7.4 Mill Increase

FY 2016 - 2017

Description	Estimated Increase	Remaining
Estimated Total Revenue Increase over Prior Year Budget	\$ 14,692,148	
Federal Funds granted to offset costs associated with Westwood's ROTC program	(50,000)	\$ 14,742,148
Costs associated with Formative Assessments offset with State EIA funds	(80,000)	\$ 14,822,148
Reduction of Operation and District-wide Maintenance Contracts (i.e., landscaping services, etc.)	(76,000)	\$ 14,898,148
Elimination of District Level Position through Attrition	(75,000)	\$ 14,973,148
Costs savings associated with the Consolidation of Programs	(529,189)	\$ 15,502,337
Reduce allocation of Professional Voucher Days by 50%	(86,650)	\$ 15,588,987
Reduce School Discretionary Budget through elimination of 10% carryover provision	(273,811)	\$ 15,862,798
Costs associated with Technology Integration Specialist offset with State Technology PD Funds	(89,900)	\$ 15,952,698
Elimination of Little Red School House staff costs	(16,000)	\$ 15,968,698
Estimated Increase in Employer's Share of Health Insurance	171,772	\$ 15,796,926
Estimated Increase in Employer's Share of State Retirement	1,968,934	\$ 13,827,992
Certified Salary Step Increase (for eligible employees) plus 2% schedule increase (Includes related benefits)	5,750,000	\$ 8,077,992
Classified Salary Step Increase (for eligible employees) plus 2% schedule increase (Includes related benefits)	2,750,000	\$ 5,327,992
Estimated Increase in Utilities	363,180	\$ 4,964,812
Increase in other operating contracts (includes custodial, grounds, trash/recycling, etc.)	75,000	\$ 4,889,812
R2i2 Operational Expenses (Utilities, Custodial Services, Grounds, Water, Sewer, etc.)	590,200	\$ 4,299,612
R2i2 Instructional Program Allocation	81,862	\$ 4,217,750
R2i2 Security Staffing (1.0 FTE and 2 part-time positions)	92,650	\$ 4,125,100
R2i2 AV Technician (1.0 FTE)	53,300	\$ 4,071,800
R2i2 Teaching Assistant (1.0 FTE)	35,736	\$ 4,036,064
School Resource Officer Contract Increase	206,482	\$ 3,829,582
Increase in cost associated with background checks	3,000	\$ 3,826,582
Cost of Additional National Board Certification teacher supplements (including related benefits)	49,816	\$ 3,776,766
Classroom Teachers for growth & maintaining staffing standards (includes related benefits) - (13.0 FTEs)	962,585	\$ 2,814,181
Special Education Teachers - 2 High, 2 Middle, 2 Elementary and 1 Speech - (7.0 FTEs)	518,315	\$ 2,295,866
Special Education Teaching Assistants increase due to 1:1 - (7.0 FTEs)	250,152	\$ 2,045,714
Elementary #20 Principal (0.5 FTE) and Administrative Assistant (0.5 FTE)	104,743	\$ 1,940,971
Phase II - 5% Pay Increase for Bus Drivers for employee retention	179,400	\$ 1,761,571
Shuttle Service from home high school to R2i2 & from R2i2 back to home high school (2.0 FTEs)	84,000	\$ 1,677,571
Implement recommended Teacher Salary Schedule alignment based on Salary Study	106,900	\$ 1,570,671
Implement Phase I of recommended Classified Schedules alignment based on Salary Study	253,463	\$ 1,317,208
Lead Teacher - Leadership Academy at Mueller (0.5 FTE)	42,100	\$ 1,275,108
Allocation for staffing costs related to Extended Tuesdays & Ext Year at Leadership Academy at Mueller	20,250	\$ 1,254,858
Lead Teacher - eLc magnet program at Forest Lake (0.5 FTE)	42,100	\$ 1,212,758
Lead Teacher - Zoobot Magnet Program at Longleaf (1.0 FTE)	74,045	\$ 1,138,713
District-wide Magnet Program Allocation for costs associated with materials, subs, national certification, etc.)	60,000	\$ 1,078,713
Elementary School level RTI (Response to Intervention) Specialist (Phase in 3.0 Additional FTEs)	222,135	\$ 856,578
Middle School Math & ELA Interventionist (Phase in 2.0 FTEs)	148,090	\$ 708,488
Behavioral Support Specialists (2.0 FTE), professional development, travel, misc.	164,694	\$ 543,794
Marketing (school assistance, district branding, graduation/summer billboard)	20,000	\$ 523,794
Expansion Health Services Magnet at RVHS - Medical Professions Teacher (1.0 FTE)	81,900	\$ 441,894
Lead Teacher - Career-Related IB Programme at RNE (1.0 FTE), program costs, professional dev & materials	101,800	\$ 340,094
Additional funding for recruiting costs (includes travel, virtual career fairs, advertising, district tours, etc.)	15,000	\$ 325,094
Adjust Athletic Coaching Supplements to align with neighboring districts	128,667	\$ 196,427
Increase contract days of District Lead Nurse position by 10 days (from 200 days to 210 days)	4,167	\$ 192,260
Transfer Annual IT Licenses/Contracts from 8% Funds to General Fund (Phase In)	150,000	\$ 42,260
Convert a Psychologist 0.6 FTE to a 1.0 FTE for 210 days	32,260	\$ 10,000
Learning Support Services - increase in allocation for local mileage to reimburse additional staff	10,000	\$ -
Estimated Total Expenditures Increase Over Prior Year Budget	\$ 14,692,148	3
Estimated Excess Revenues over Expenditures	\$ -	

**RICHLAND SCHOOL DISTRICT TWO
FY 2016 - 2017**

Calculation of Mill Cap

Population Growth		2.52%
CPI		0.12%
Percent Millage can increase		2.64%
FY 2016 - 2017		
Current Millage Rate		304.00
Plus: Millage Cap Increase		8.0
Total Allowable Mills based on Cap for FY 16-17		312.00

Calculation Based on a Cap Millage increase of 8.0 Mills**Estimated for 2016-2017**

Estimated value of 1 mill - non-owner occupied (includes estimated growth for FY 16-17)		\$290,500	
Cap Mill Increase		312.00	
Estimated Local revenue from millage		\$90,636,000	
Estimated Collection Rate (<i>County Auditor factors in collection rate to the value of a mill base</i>)		100.00%	
Sub-Total		\$90,636,000	
Estimated Fee in Lieu and Other State Taxes		3,165,694	
Estimated Local Tax Revenue			\$93,801,694
State Property Tax Relief Funds		\$48,524,225	
Incremental growth in State Tax Relief		312,563	
Estimated Revenue from State Tax Relief			48,836,788
Estimated Local Revenue + State Tax Relief 2016-17			\$142,638,482

Calculation Based on a 7.4 Mill Increase**Estimated for 2016-2017**

Estimated value of 1 mill - non-owner occupied (includes estimated growth for FY 16-17)		\$290,500	
7.4 Mill Increase		311.40	
Estimated Local revenue from millage		\$90,461,700	
Estimated Collection Rate (<i>County Auditor factors in collection rate to the value of a mill base</i>)		100.00%	
Sub-Total		\$90,461,700	
Estimated Fee in Lieu and Other State Taxes		3,165,694	
Estimated Local Tax Revenue			\$93,627,394
State Property Tax Relief Funds		\$48,524,225	
Incremental growth in State Tax Relief		312,563	
Estimated Revenue from State Tax Relief			48,836,788
Estimated Local Revenue + State Tax Relief 2016-17			\$142,464,182

**RICHLAND SCHOOL DISTRICT TWO
FY 2016-17
Education Finance Act Formula**

Projected Base Student Cost	\$2,350
Estimated District Weighted Units	36,029
BSC X DISTRICT_WPU	\$84,668,150
Projected Base Student Cost	\$2,350
Projected Statewide Weighted Units	975,724
Local %	30%
Estimated Index of Tax Paying Ability	0.02067
Subtotal	14,218,592
Projected 2015-16 EFA Funds	\$70,449,558