



To: Members, Board of School Commissioners
From: Edward Carlon, Interim Senior Chief of Facilities and Finance *EC*
Subject: Third Reading - Proposed FY 2015-2016 General Fund Budget
Date: July 8, 2015

Since the Second Reading, May 26, 2015, the Administration has made adjustments to the Proposed FY 2015-2016 General Fund Expenditure Budget.

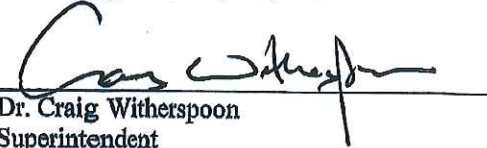
Changes from second reading are as follows: increase in Administrative staffing formula; additional FTE for Grants compliance clerk; change FTE from classified to certified for International Center for assessment purposes; additional Consultant for AAP office per recommendations; add budget for Wi-Fi for buses.

As previously discussed and included in second reading, a step increase on the salary schedule is included in the budget for eligible staff, both certified and non-certified as recommended by the budget passed by the House of Representatives and Senate. There is an amount to give staff a 2% increase if they are not eligible for a step increase.

The administration requested the same millage from County as FY 2014 and FY 2015.

The projected Base Student Cost (BSC) by the House and Senate is \$2,220; this is below FY 2006 level. The BSC should be \$2,801 for FY 2016 per SDE calculations. The millage cap increased by 1.82% based on CPI and population growth and will be 252.4. The proposed budget is based on the 252.4 based on the County approving the maximum increase per Act 388, even though the District requested no increase in millage. The overall budget increase being proposed including the state funding is 3.45%.

The Administration recommends third reading approval of the Proposed FY 2015-16 General Fund Budget of \$285,489,718.


Dr. Craig Witherspoon
Superintendent

District Operations Services
201 Park Street Columbia, SC 29201 (803) 231-7008 Fax (803) 231-7014

Richland County School District One
Proposed FY 2015-2016 General Fund Budget
Budget Summary

Line	Description	Estimated Budget
1.	FY 2014-15 General Fund Expenditure Budget	275,960,622
	<u>Estimated FY 2015-16 Expenditure Budget</u>	
2.	<u>Proposed "Base Budget" changes</u>	
2a.	Increase/decrease School budgets	(76,000)
2b.	Increase in supplement amounts	700,000
2c.	Increase component budgets - departments	630,000
2d.	Increase for staffing allocations	109,208
2e.		
2f.		
3	Proposed changes before other increase/decrease	<u>1,363,208</u>
4.	Total Basic Proposed FY2015-16 Expenditure Budget RCSD1	<u>\$ 277,343,828</u>
6.	<u>Proposed Increases to Base Budget</u>	
5a	Step Increase certified step (Incl fringes) and non-certified step (Incl fringes)	\$ 2,300,000
5b	Increase for staff not receiving step Increase (2%)	1,700,000
5c	Montessori MS FTEs (2 FTEs)	134,000
5d	Change IA hours from 7.0 to 7.5	704,000
5e	DLE additional staff (10 FTEs)	600,000
5f	Change Database Specialists from 10 mo to 11mo (Elem & MS)	113,000
5g	Nurse pay change based on education	222,800
5h	Change Athletic/Ombudsman to two positions (approved 4-14-15)	75,000
5i	Executive Dir of Schools (approved 4-14-15)	123,000
5j	STEM program expansion LR	200,000
5k	STEM program sustainability MS	100,000
5l	Bus Drivers (4 FTEs)	77,200
5m	Increase for SNS minimum of \$10.10	167,090
5n	Maintenance Technicians (2FTEs)	102,000
5o	Convert Custodians from 9 mo to 12 mo at sites with only 2 allocations	110,000
5p	Upgrade Custodial Supervisors for additional duties/supervision	22,000
5q	Administrative Staffing Formula	800,000
5r	Administrative Staffing Formula Change	291,000
5s	Additional staff for Grants and International Center (1.6 FTE)	125,000
5t	Budget for WiFi for buses	80,000
5u	AAP Consultant	100,000
		<u>8,145,890</u>
6.	Total Basic Proposed FY 2015-16 Expenditure Budget RCSD1	<u>\$ 285,489,718</u>
7.	Estimated FY 2016 Expenditures	<u>\$ 285,489,718</u>
8.	Estimated FY 2016 Revenues	<u>285,489,718</u>
11.	Excess of Revenues and (Expenditures)	<u>\$ -</u>

Richland County School District One
 FY 2015-2016 General Fund Budget
 Base Budget

(1)	(2)	(3)	(4)	(5)	
Line	Description	FY 14-15 Proposed Budget	FY 15-16 Proposed Budget	Difference (3) - (2)	% Change
1	School Allocations	\$12,236,481	\$12,460,481	224,000	1.83%
2	Summer School / Afterschool Remediation	1,850,000	1,850,000	0	0.00%
3	Chief Teaching & Learning	5,371,486	5,421,486	50,000	0.93%
4	Chief Human Resources Officer	349,462	349,462	0	0.00%
5	Chief Operations Officer	9,099,184	10,229,184	1,130,000	12.42%
6	Superintendent Services	1,616,733	1,696,733	80,000	4.95%
7	Charter School transfers, vehicle replacement, audit contract, Strategic plan, district wide communication maint, document storage contracts, other	5,099,000	4,716,090	(382,910)	-7.51%
8	Legal Services (Contractual)	208,039	208,039	0	0.00%
9	Adult Education (allocation)	44,353	44,353	0	0.00%
10	Property & Liability Insurance	1,695,000	1,695,000	0	0.00%
11	Utilities	\$12,893,521	\$12,893,521	0	0.00%
12	Personnel Salaries	\$164,373,273	\$170,882,479	6,509,206	3.96%
13	Supplemental Salaries, Tuition Reimb, Sabbatical, Sick Leave, Annual Leave	\$6,314,958	\$7,014,958	700,000	11.08%
14	Fringe Benefits	\$63,081,133	\$54,279,933	1,198,800	2.26%
15	PC Replacement and Technology	1,750,000	1,750,000	0	0.00%
16.	Total	<u>\$275,980,622</u>	<u>\$285,489,718</u>	<u>\$9,509,096</u>	<u>3.45%</u>

Richland County School District One
 FY 2015-2016 General Fund Budget
 Estimated Revenue Budget

Line	(1)	(2)	(3)	(4)	(5)	(6)	ASSUMPTIONS
		FY 2014-15 Revenue Budget	ESTIMATED FY 2015-16 Revenue Budget	Pct Change	DIFF. (3)-(2)		
1	CARRYOVER BALANCE	\$3,657,915	\$1,199,780	-67.02%	(\$2,458,135)	(A)	(A): Fund Balance designated from FY 14 Reduced amount to balance to cap on budget
2	DISTRICT GENERATED INVESTMENTS, RENTALS, ETC.	170,000	170,000	0.00%	\$0	(B)	Same as FY 2012
3	STATE REVENUE EDUCATION FINANCE ACT	46,721,586	49,199,756	5.30%	\$2,478,170	(C)	Non-SDE BSC \$2,120 for beginning FY15 (C): Projected FY16 House at \$2,238 and Senate Finance Incumbent GCT ELA funds and some At Risk funds and additional weightings as passed by the House, for FY 16 now includes Lottery Funds.
4	FRINGE BENEFITS	18,264,614	20,381,621	11.59%	\$2,117,007	(D)	(D): Using FY15 Final projections
5	RETIREE INSURANCE	6,894,578	7,352,314	7.57%	\$457,736	(D)	All State funding subject to change with final 135 Day count
6a	EDUC. IMPROVEMENT ACT (EIA)	4,716,557	4,812,053	2.02%	\$95,496	(D)	
6b	TEACHER SALARY SUPPLEMENT	590,985	818,046	38.42%	\$227,061	(D)	
7	FRINGE BENEFITS	961,955	961,955	0.00%	\$0	(D)	
8	BUS DRIVERS	102,383	102,383	0.00%	\$0	(D)	
9	Transportation - Workers Comp	102,383	102,383	0.00%	\$0	(D)	
	TOTAL STATE REVENUE	78,193,068	83,628,118		5,435,050		
10	FEDERAL REVENUE	10,000	10,000	0.00%	\$0		
11	IMPACT AID	10,000	10,000	0.00%	\$0		
12	TRANSFER - IN (INDIRECT COST)	150,000	150,000	0.00%	\$0	(E)	(E): This is based on the assumption the FY 2015-16 budgets and indirect cost rates for these projects will be similar to FY 2014-15 budgets and indirect cost.
13	TITLE I	792,200	792,200	0.00%	\$0	(E)	
14	STUDENT NUTRITION SERVICES	100,000	100,000	0.00%	\$0	(E)	
15	OTHER (SPECIAL REV. BUDGETS)	1,042,200	1,042,200	0.00%	\$0	(E)	
	TOTAL TRANSFERS - IN	1,042,200	1,042,200		0		
16	SUB-TOTAL- CARRYOVER BALANCE, DISTRICT GENERATED, STATE AND FEDERAL REVENUE, AND TRANSFERS - IN	\$3,053,183	86,050,098	5.61%	\$2,996,915	(F)	(F): Estimated non-property tax revenue based on A firm E above.
17	RICHLAND COUNTY CARRYOVER	2,000,000	4,400,000	120.00%	\$2,400,000		To be determined by County Auditor/Treasurer
17a	SALES TAX REIMBURSEMENTS	4,701,651	4,701,651	0.00%	\$0	(G)	Homestead Exemption
17b	TIER I	13,184,415	13,184,415	0.00%	\$0	(G)	Property Tax Relief
17c	TIER II	32,083,210	32,791,954	2.20%	\$708,744	(G)	Owner Occupied amount now paid by Sales Tax (Tier III)
17d	TIER III	5,612,792	5,710,029	1.79%	\$97,237		
18	STATE REIMBURSEMENT						Using FY2015 approved millage plus 1.62% CPI and Population growth of 0.20% on millage. Estimated value of Mill \$767,000 including owner occupied. Moved owner occupied to state portion as Tier III. Estimated Mill value w/o owner occupied \$546,000. FY2014 millage adjusted for reassessment is 247.9, would increase to 252.41 if cap approved. Keeping the millage the same including the rollback for reassessment will be 247.9. Assessed value projection reduced at 2nd reading to produce value of mill at \$546,000 for FY 2014. Based on estimates from the Auditor on 4-9-15. We expect an increase in assessed value by the June third reading, based on prior years experience. County Council approved the millage cap at third reading on 6-11-15. This was above the request presented to County at no increase in millage.
19	PROPERTY TAX	134,343,571	138,651,571	2.44%	\$4,308,000		
20	TOTAL RICHLAND COUNTY	192,927,439	199,439,620		6,512,181		
21	TOTAL: ALL REVENUE SOURCES	\$275,980,622	\$285,489,718	3.45%	\$9,509,096		