

REQUEST FOR BOARD ACTION

To: ESD Board of Education
From: ESD Finance Director, Ron Patera
Date: January 10, 2018
Business Date: January 22, 2018
Subject: 2017-2018 Revised Budget



RECOMMENDATION:

Approve the revisions to the Elizabeth School District, Fiscal Year 2017-2018 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 26, 2017, 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 \$110,699 to the beginning fund balance because staff now has the actual audited numbers.
 - There was an increase of revenues after allocations, of \$150,945. Part of this increase was due to more anticipated revenues and a reduction of the flow thru to the charter school.
 - An increase of expected expenditures of \$368,633.
- The net effect is a reduction of the projected ending fund balance of \$106,989.
- A list of specific expenditure increases due to identified needs after the June approval is attached. Additional increases to expenses were mostly due to better information about salary and benefit line items throughout the district.
- In addition to the changes in revenues and expenses, there are changes in the budgeting of expenses shifting from a central cost center to a distribution into the building budgets. Previously, trash pickup, copiers and operational supplies were budgeted in district-wide cost centers, which are now accounted for at the school's Building Services section. These changes are in an effort to better reflect costs associated to operate the schools.
- Changes in the Food Service Fund were due to better information in both revenue and expenditures. These changes increased the projected ending fund balance by \$21,663.

- The Student Activity and Self-Insurance funds were changed to reflect the true beginning fund balance.
- The Bond Redemption Fund was slightly modified by a small increase in revenues and a reduction in expenses.
- There was a slight modification in the Grants Fund due to better information of the actual expenditures and revenues. Unfortunately there will probably be several more changes in both State and Federal grants between now and the end of the fiscal year.

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 \$1,898,182. As a percentage of expenditures and transfers, the projected ending fund balance is 9.95%.

Superintendent's Review: DRS

APPROPRIATION RESOLUTION

Be it resolved by the Board of Education of Elizabeth School District C-1, 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, 2017 and ending June 30, 2018.

Fund	Amount
General Fund	\$19,070,846
Special Revenue Funds:	
Governmental Designated Purpose Grant Fund	\$316,737
Pupil Activity Fund	\$638,310
Food Service Fund	\$718,994
Internal Service Funds:	
Self Insurance Fund	\$1,830,000
Bond Redemption Fund	\$1,653,000
Component Unit – Elbert County Charter School	\$3,418,031
Trust and Agency Funds	\$600,000
Total Appropriation	\$28,245,918

President of the Board

(Date)