

ASSUMPTIONS FOR BUDGET DEVELOPMENT - 2018/2019

Note: The assumptions do not include any future action the Board of Education may take to address budget issues.

Note: The assumptions are estimates. The State School Aid budget for next year has not been determined at this point.

Revenue

\$120 increase in foundation 18/19

Enrollment decline of 110 students (120 decline + 10 Y5)

County revenue decreased by \$287,000 for prior year repayments

One time revenues for delinquent taxes and state categorical

All other state, federal, and local revenues remain at 17/18 amounts

Wayne County Enhancement Millage is included in projections

Expenditures

No increase in wages including steps

Reduction of 9 teachers based on declining enrollment

Savings of 4 staff based on K-5 balancing

Savings calculated at \$70,000 per teacher not replaced plus F&R and health care

Increase of one teacher for Y5 program (offset by increase in foundation)

Retirements of 12 teachers at a net savings of \$40,000 in salary per teacher plus F&R

Retirement increase from 25.56% to 26.18% (.62)

FICA rate unchanged

Other personnel costs (workers compensation, unemployment, other) increase at 5%

Variable costs increase at 2%

Partial computer and copier financing complete - savings \$500,000

Healthcare cost estimated increase of 9%

Fund Balance

We are projecting an increase of \$300,000 in the ending 2018 fund balance

Items not include that may affect future budgets

Program or other changes made during budget process in future budget

Increase revenue from rental or leasing or property

Increase technology needs

Increase in curriculum needs