



RIVER VALLEY SCHOOL DISTRICT

Home of the Blackhawks



BRIAN KREY
Business Manager

660 West Daley Street

≈

Spring Green, Wisconsin 53588

≈

Phone: 608-588-2551

TO: River Valley Budget/ERC Committee
FROM: Brian Krey, Business Manager
DATE: August 5, 2019
SUBJECT: AUGUST 12, 2019 BUDGET/ERC COMMITTEE AGENDA ITEMS

2. 2018-2019 Budget Update

During the week of July 29, 2019 the audit team from Wipfli was at the District Office. During this time the final revenues and expenditures were completed.

The approved budget for 2018-2019 in the general fund (Fund 10) was:

Total Revenues:	\$16,174,730.00
Total Expenditures:	<u>\$16,401,476.00</u>
Net Loss:	\$226,746.00

The final numbers for 2018-2019 in the general fund (Fund 10) are:

Total Revenues:	\$16,491,136.42
Total Expenditures:	<u>\$16,372,434.03</u>
Net Gain:	\$118,702.39

In summary, our revenues came in 1.9% over budget and our expenditures were within 0.1% of our budget.

Our revenues for the year came in higher than budgeted/projected. One of the major revenues we received that was not budgeted/projected was High Cost Transportation Aid. During the 2018-2019 school year the District received \$81,711.39. This was the second year in the past six years that our District was eligible for this aid. In addition, we are not informed if we qualify until the spring of each fiscal year. As a District, I would not recommend budgeting for this in the future, as there is a large amount of data statewide that impacts eligibility and dispersed amounts.

Other revenues impacting our budget in 2018-2019 were: One time state grants (\$120,768) and Interest Rates (\$24,135.65).

This net gain results in an increase of our fund balance percentage from an anticipated (budget) percentage of 26.12% to 27.84% (actual percentage)





3. 2019-2020 Preliminary Budget Update

The State of Wisconsin has passed the biennial budget for 2019-2021. Items that will provide the District with more revenue than budget/projected include:

- Per Pupil Categorical Aid (Outside Revenue Limit)
 - The District assumed zero increase from \$654. The State budget increases this amount to \$742 for the next two fiscal years.
- Per Pupil Revenue Limit Increase
 - The District assumed zero increase from \$0. The State budget increases this amount to \$175 in 2019-2020 and \$179 in 2020-2021.
- Special Education Aidable Costs Reimbursement Percentage
 - The District assumed zero increase from 24.50%. The State budget increases this amount to 26.00% in 2019-2020 and 30.00% in 2020-2021.

With the passing of the operational referendum (\$883,000 in 2019-2020; \$2,454,000 in 2020-2021; \$3,213,000) in 2021-2022), the District had a balanced budget in each of those years.

Due to the state budget increases for 2019-2021, we will see a projected surplus in the next two fiscal years of (see attached projection summary):

- 2019-2020: \$176,659
- 2020-2021: \$645,379

4. Recommendation from School Forest/Buildings & Grounds Committee to Fund Portion of Lighting for Soccer Field

At the July 15, 2019 committee meeting for School Forest/Buildings & Grounds a motion was made to fund up to \$25,000 for soccer field lighting.

To date, the River Valley Soccer Association has raised approximately \$75,000 and Scott Mueller has pledged an additional \$40,000. The total cost of this project is approximately \$155,000.

5. Employee Handbook

No recommended changes at this time.