



2016-2017 ADOPTED BUDGET SUMMARY

Fund	Revenues	Expenditures
General	\$43,340,061	\$44,491,173
Food Service	2,026,066	1,983,148
Community Service	2,314,555	2,245,817
Capital Projects	-	1,766,580
Debt Services	4,493,656	4,482,003
Total Governmental	52,174,338	54,968,721
Employee Benefit Trust	240,000	240,000
OPEB Trust	568,215	781,991
All Funds	\$53,742,229	\$56,740,585

Budget Summary

General Fund

The General Fund is used to record the financial activities of a school district that are not included elsewhere. This includes education activities, district instructional and student support programs, pupil transportation, capital expenditures, and legal school district expenditures not specifically designated to be account for in any other fund.

General Fund Summary:

Revenues	\$43,340,061
Expenditures	<u>44,491,173</u>
Projected Variance	<u>(\$1,151,112)</u>
Projected Unassigned Fund Balance %	8.55%

Adopted Budget Assumptions:

- Fiscal Year 2016-2017 average daily memberships (ADMs) are projected to be 3,743. This is a decrease of 41 ADMs compared to the fiscal year 2015-2016 projected ADMs of 3,784.
- General education funding, on a per pupil basis, is projected to be \$6,067 (2% increase over fiscal year 2015-2016). Pupil units will be calculated using a weighting factor of 1.0 for grades K-6 and 1.2 for grades 7-12.
- The district has two operating referendums authorized through FY19 and FY23. The per pupil operating referendum amount is \$557.47 per pupil. ISD199 has one of the lowest operating referendums in Dakota County.
- There are no changes in staffing ratios for 2016-2017.

Summary:

The District is projecting an unassigned fund balance of 9.14% at June 30, 2016. Based on the fiscal year 2016-2017 adopted budget, the District will end the fiscal year with an unassigned fund balance of approximately 8.55%. The adopted budget will be revised later in the year to adjust for known legislative changes, updated enrollments, staffing, and audited fund balances.

Food Service Fund

The food service fund is used to record financial activities of the school district's food service program. The adopted budget shows a surplus of \$42,918 for the 2016-2017 fiscal year. Meal prices are being held flat with no increase for the 2016-2017 school year as a result of the Federal Paid Lunch Equity calculation. Meal prices for the 2016-2017 school year are as follows:

	<u>Breakfast</u>	<u>Lunch</u>
Elementary	\$1.10	\$1.80
Middle School	\$1.10	\$1.90
High School	\$1.10	\$1.95

Community Service Fund

The community service fund is used to record financial activities of the school district's community service programs. The adopted budget projects a surplus of \$68,738 for the 2016-2017 fiscal year resulting in an ending fund balance of \$214,976. The fund balance is restricted for School Readiness (\$153,214) and Community Education (\$61,762).

Capital Projects Fund

The capital projects fund accounts for the activity related to the school building bonds approved by the voters in November 2013. The projected budget shows the planned spend down of the bond proceeds of \$1,766,580. All remaining projects are expected to be completed during the 2016-2017 school year.

Debt Service Fund

The Debt Service Fund is used to record revenues and expenditures for the school district's outstanding bonded indebtedness. When a bond issue is sold, the school board must levy a direct general tax upon the property of the district for the payment of principal and interest on such bonds as due. The amount levies is 105% of the principal and interest due on such bonds, which allows for delinquencies. When an excess is accumulated in the debt service fund due to interest earnings, lower than anticipated tax delinquency, or excess building funds, the excess must be used to reduce debt levies. The adopted budget projects a surplus of \$21,456.

Employee Benefit and OPEB Trust

The employee benefit trust fund is used to account for the funds held by the district for its employees participating in the flexible benefit plan. The OPEB trust fund accounts for the payment and financing of the districts OPEB liabilities.