



Budget Workshop

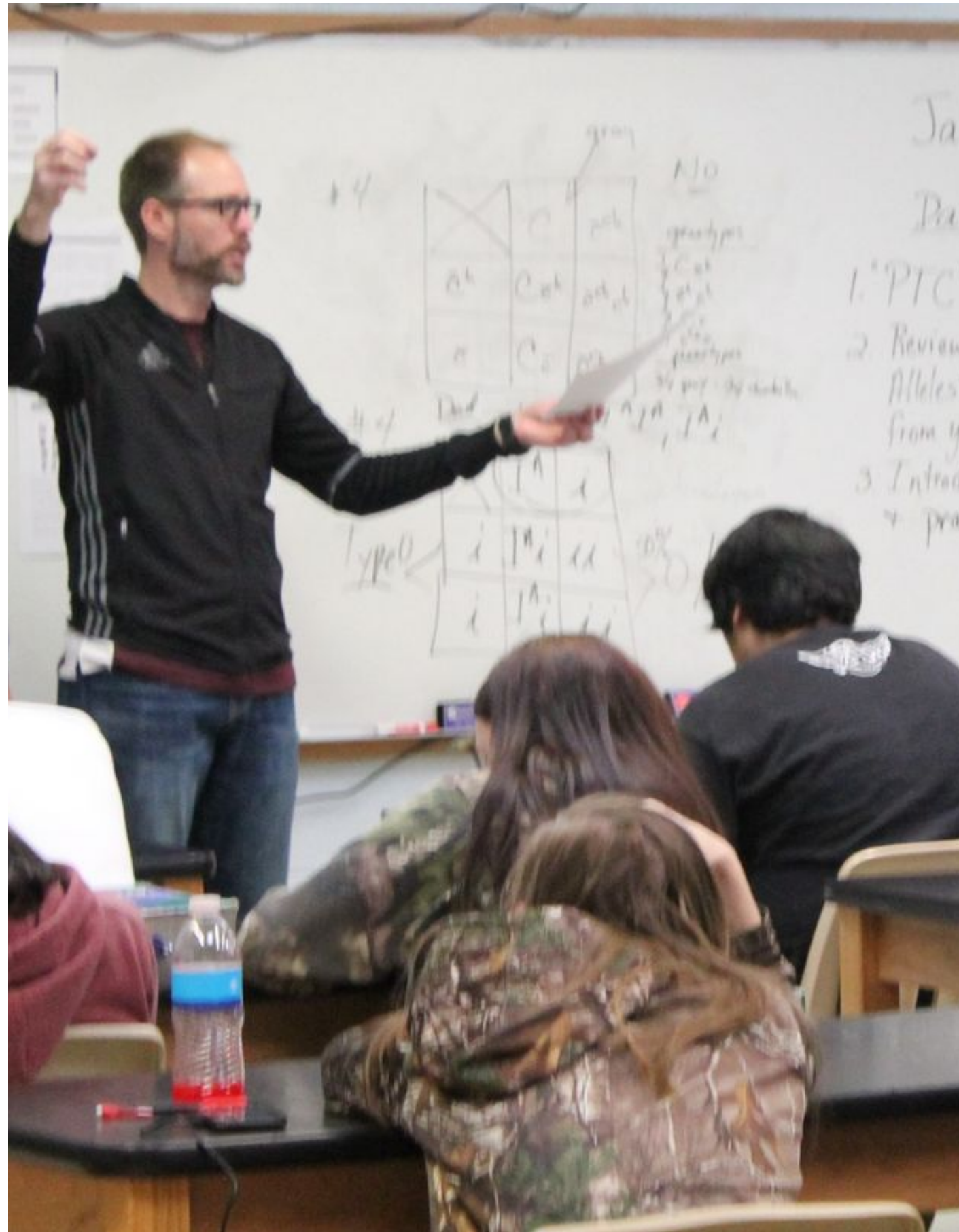
8-30-2023



Workshop Purpose

Provide Board members with the background data necessary to make an informed decision regarding the district's 2023-2024 budget and property tax levy.





Budgetary Goal

To provide outstanding educational opportunities for our students while minimizing the financial/tax impact on our patrons.



Strong Financial Position



Cash Reserves

Have been maximized. Could be used as a resource so we can levy for our building fund and off-set a portion of those large valuation increases.

Debt

Aggressive repayment has eliminated all debt except our QCPUF bonds.

Depreciation/Building Funds

Valuable tools that allow us to save for large expenditures and capital improvement projects in a fiscally responsible manner.

Tax Valuations



Madison County

\$2,807,829,112

8.78% increase

Stanton County

\$372,059,307

14.85% increase

Wayne County

\$139,661,278

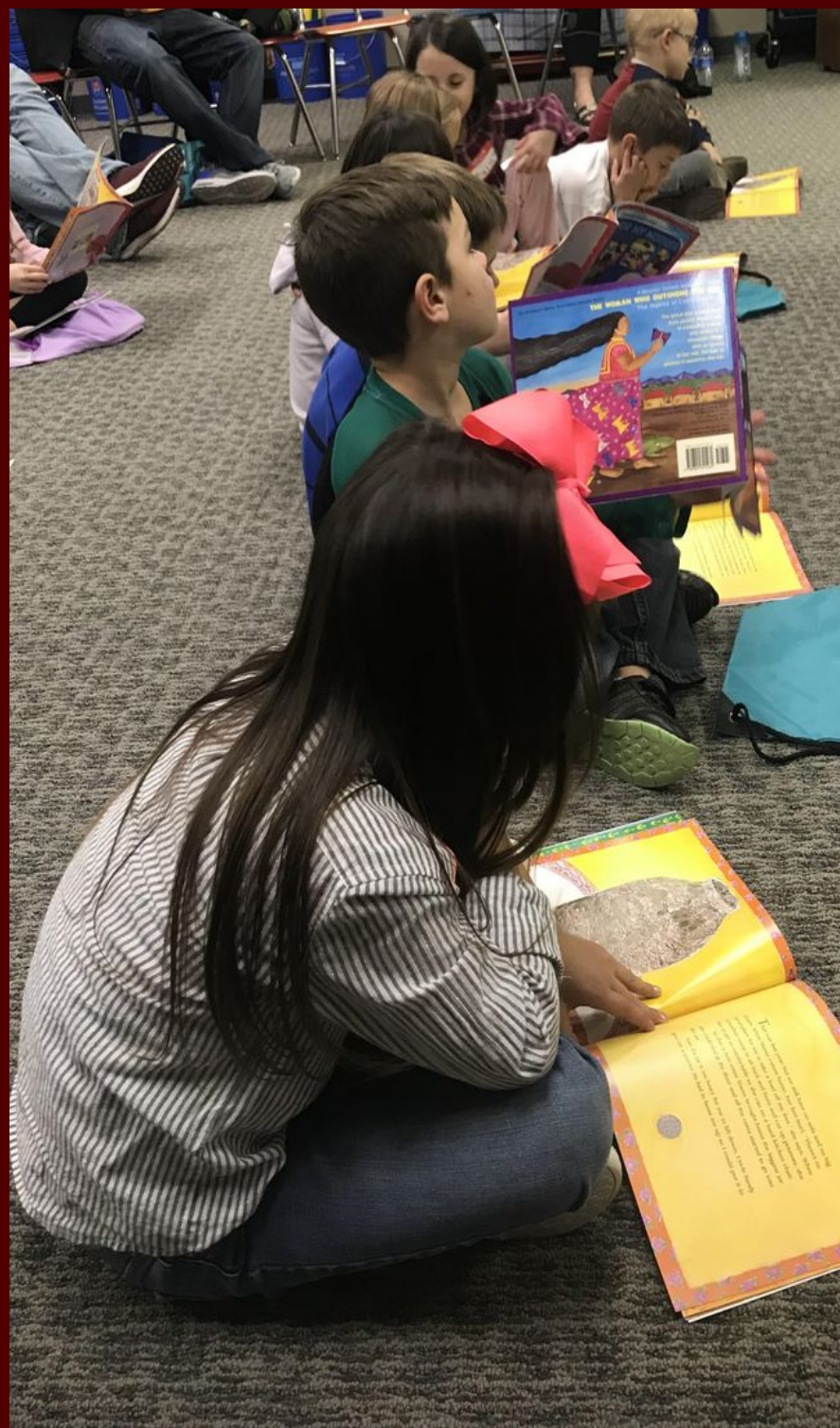
11.56%

Pierce County

\$3,319,549

13.5%

**It is NOT
necessary for
us to access
all of this
growth!**



It is not necessary for us to access that entire amount.

I am recommending a more conservative approach that utilizes a portion of our cash-reserves to reduce the impact of those large valuation increases for our patrons.



Our Needs

■ **General Fund**
\$61,565,256
(\$33,415,610 via
property taxes)

Staff
Technology
Curriculum
Transportation
Custodial/Maintenance
Etc.

■ **Building Fund**
\$1,670,783

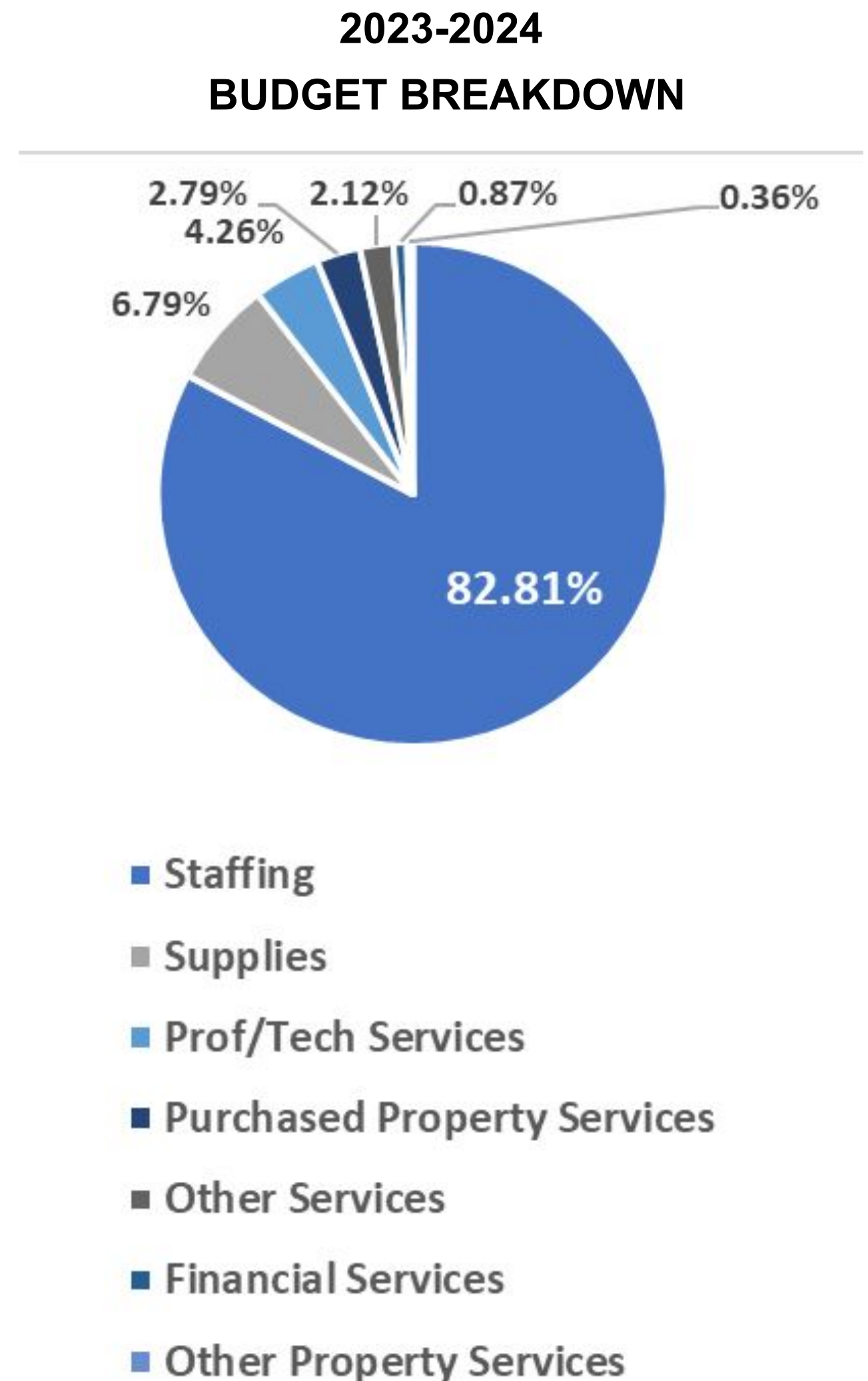
Completion of the Middle School
Addition and Renovation

■ **QCPUF**
\$778,600

Payment on Remaining Bond
Funds



- 82.81% of our annual budget is attributed to staffing costs.
- This percentage grows annually. It was 82.56% in 2022-2023.
- Increase Due To:
 - 4.47% Wage Increase to be Competitive with Area Schools
 - Additional Staff:
 - 1 Classroom Teacher
 - 3 Special Ed Teachers
 - 1.5 ELL Teachers
 - 1 School Resource Officer
 - 1 Athletic Trainer



General Fund Increases



 \$3,014,806
Staffing Increases

 \$1,278,634
Federal ESSERS Grant

 \$978,454
All Other Increases Combined:

- Transportation
- City Contract
- Sanitation and other utilities
- Instruction

 \$500,000
Transfer to Depreciation and
Employee Benefit Fund

General Fund Decreases



- \$77,306
Maintenance of Building
- \$53,527
State Grants (ECH Expansion Grant)

- \$25,000
Vehicle Operations-Maintenance

2023-2024 General Budget of Expenditures



Categorical Description	Budgeted Amount	Percent +/-
Instruction	\$26,951,776.00	6.72%
SPED	\$6,950,709.00	15.39%
Pupil Service (SPED)	\$2,227,614.00	3.78%
Pupil Service	\$2,355,278.00	22.47%
Support Service	\$2,330,523.00	0.45%
Board of Ed	\$111,946.00	9.81%
Exec Admin	\$513,244.00	-6.86%
Legal Services	\$120,000.00	0.00%
Office of Principal	\$3,438,981.00	5.08%
General Admin-Business	\$1,423,202.00	15.58%
Maintenance and Operations	\$7,026,478.00	11.24%
Vehicle Acquisition and Maintenance	\$180,000.00	-12.20%
Pupil Transportation	\$532,548.00	52.16%
SPED Transportation	\$251,321.00	20.99%
State Categorical	\$475,860.00	-6.11%
Federal Programs	\$5,874,876.00	33.46%
Transfer to Depreciation and Employee Benefit	\$500,000.00	n/a
Summer School	\$300,900.00	n/a
Cash Reserves	\$9,708,103	n/a
Total	\$71,273,359.00	+ 2.68%

2023-2024 Budget of Expenditures for ALL Funds

Fund	2023-2024	2022-2023	Percent +/-
General	\$71,273,359	\$69,411,374	+ 2.68%
Depreciation	\$6,445,290	\$8,465,885	- 23.8%
Employee Benefit	\$228,924	\$232,773	-1.65%
Activity	\$2,624,778,	\$2,920,595	- 10.1%
Lunch	\$4,057,749	\$3,658,940	+10.9%
Bond	\$1,123,893	\$1,720,990	•34.7%
Special building	\$8,277,765	\$9,603,634	-13.8%
QCPUF	\$2,415,395	\$3,586,885	-32.7%
Cooperative	\$1,169,568	\$1,013,120	+ 15.4%
Student Fee	\$533,239	\$565,462	- 5.7%
Total	\$95,525,182	\$101,179,658	-5.6%



2023-2024 Revenue



Funding Source	Allocation
Local Property Taxes (based on \$1.00 levy for general fund and 5 cents for the building fund)	\$33,415,610
TEEOSA (State Equalization Aid)	\$10,318,503
All Other State Sources	\$5,774,880
All Other Local Sources (including our transfer from Cash Reserves)	\$5,495,389
County Fines	\$390,000
Federal Sources	\$6,170,876
Remaining Cash Reserves	\$9,708,103
Total	\$71,273,359.00

Levy Recommendations



Fund	Recommended Levy	Amount Generated
General Fund	\$1.00	\$33,415,610
Building Fund	5 cents	\$1,670,783
QCPUF Levy	2.33 cents	\$784,900
Total Levy	\$1.0733	\$35,871,293
A Levy Reduction of....	0.047 cents (just under a half-cent)	

Rationale for this budget and levy

- This budget and levy meet our general fund needs.
- The levy for the building fund provides us with the additional funding needed to complete the Middle School addition and renovation.
- We will be able to provide our patrons with nearly a half-cent levy reduction.
- We will also be able to provide consistency for our tax payers, as we should be able to maintain this levy-reduction moving forward.



Property Tax Lids and Limitations



Budget Authority Lid	Under/Within Limits
Levy Lid	Under/Within Limits
Cash Reserve Limit	Under/Within Limits
Property Tax Lid	Over -- Due to Building Fund Levy for the Middle School -- Resolution Needed
Property Tax Growth Limitation	Over -- Due to Building Fund Levy for the Middle School -- Participation in Joint Hearing Required





It may be possible for us to stay under the property tax lid and growth limitation IF we did not levy for the building fund. However, we do NOT have enough funds to complete the Middle School addition without this levy.

Based upon our architect's estimates, we need to save an additional \$2,100,000, via our building fund. My recommendation is that we levy 5 cents this year, which would yield \$1,670,783, leaving us a deficit of \$419,218 and a need for a 1.5 cent building fund levy in 2024-2025.



Middle School Addition and Renovation



Student enrollment growth

This building serves around 100 more students today than it did ten years ago.



Student Safety

This is the last school in the district without a safe and secure entrance.



Fine Arts

Our band, orchestra and vocal music rooms are beyond capacity and extremely crowded.

Future Meetings

Posting of Proposed Budget on District Website

On or before 9/4/2023

Budget and Tax Hearings

5:30 PM on September 11, 2023

Madison County Joint Hearing

6:00 PM on September 21, 2023

Lifelong Learning Center

School Board Meeting--Approval of Budget and Tax Levy

12:00 PM (noon) on September 28, 2023



Contact Us

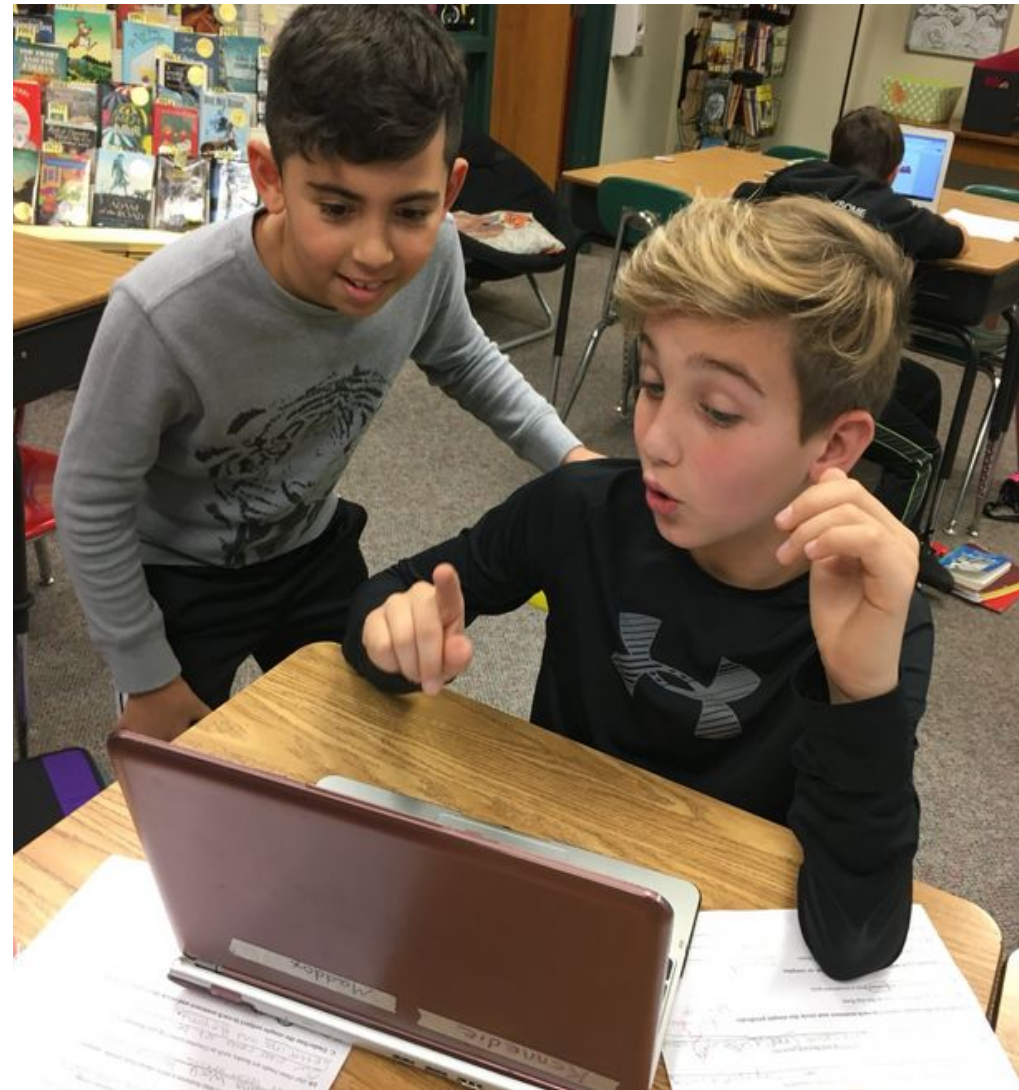
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or comments.

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The mission of Norfolk Public Schools is to prepare all students to pursue their goals for the future.

Our vision is to be a top-performing school that provides outstanding educational opportunities for every student and is a source of pride and an asset to our community.



*Be
Outstanding!*