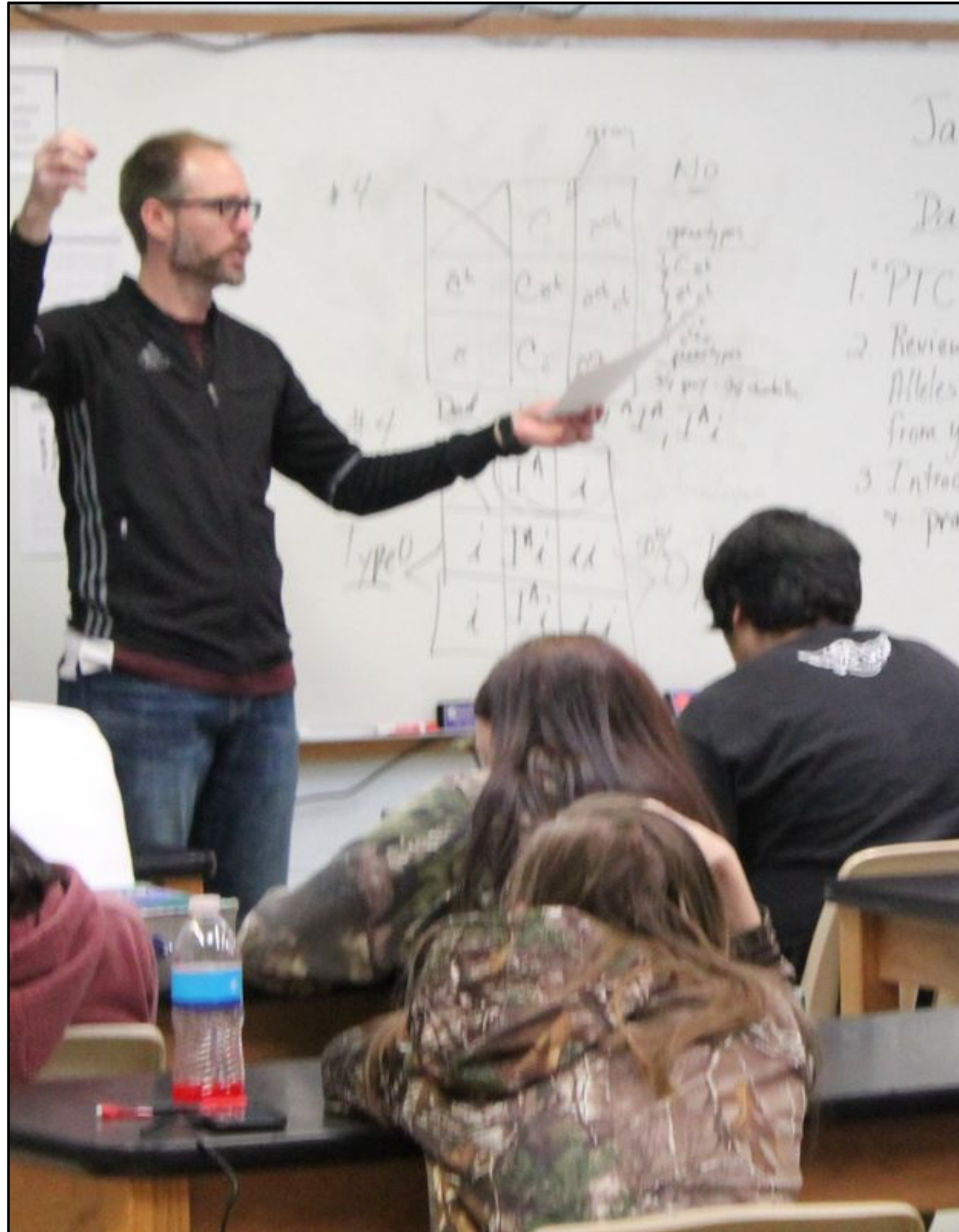




Budget and Tax Preview

8-12-2024



Budgetary Goal

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





Specific Budget

Objectives:

1. Fully fund the Operating Budget
2. Maintain Appropriate Cash Reserves for the Future
3. Lower the Tax Levy
4. Stay within the Property Tax Authority Limitations



Tonights Objectives



- **Provide the Board with 23/24 budget year end estimates**
- **Provide the Board with 24/25 budget needs/resources**
- **Get feedback/direction from the board regarding their expectations within the 24/25 budget**

2023/24 Budget Results



2023/24 Budgeted Disbursements

\$59,767,344.64

2023/24 Budgeted Revenue

\$57,800,555

2023/24 est. Actual Disbursements

\$57,615,882

(Includes estimated August bills)

2023/24 est. Actual Revenue

\$57,865,767.41

History of Our Needs

■ General Fund Tax Request

22/23

\$30,794,185

23/24

\$32,112,531

24/25 Total Tax Auth.

\$32,078,364

■ Building Fund

22/23

\$1,539,709

23/24

\$1,687,660

24/25

\$0

■ Total

22/23

\$32,333,894

23/24

\$33,800,191

24/25

\$32,078,364

■ QCPUF

\$778,600

Yearly Payment on Remaining
Bond Funds. Last Payments
31/32 School Year

24/25 W/ Levy override

\$34,697,112



2024/25 Budget Development Process

- **All budgets were frozen, with the exceptions below**
 - **Staff Raises - \$1,800,000**
 - **Added Positions - \$727,500**
 - **Coaching, LMHP's, ELL Teachers, HAL, Nurses, SLPA's, Athletic Trainers**
 - **MAPS Testing - \$36,000 (no longer provided by the state)**
 - **Chiller Lawsuit Fees - \$130,000**
 - **Transportations - \$130,000**
- **Other Budget Considerations**
 - **2023/24 budget balanced using \$2,000,000 of cash reserves that we didn't need to use.**
 - **24/25 TEEOSA increase of \$968,382**
 - **We received \$1,920,117 increase in SPED reimbursement beyond what we budgeted for.**



SPED reimbursement

- **22/23 SPED reimbursement was \$2,946,467**
- **23/24 SPED reimbursement was \$5,970,117**
 - **Increase was appreciated but had unexpected consequences**
 - **\$3,000,000 increase in SPED reimbursement is deducted from district property tax authority.**



2024/25 Proposed Budget



2024/25 Budgeted Disbursements

\$61,265,209.78

2024/25 Budgeted Revenue

\$57,830,900

\$32,078,363 - Tax Auth

\$11,286,885 - TEEOSA

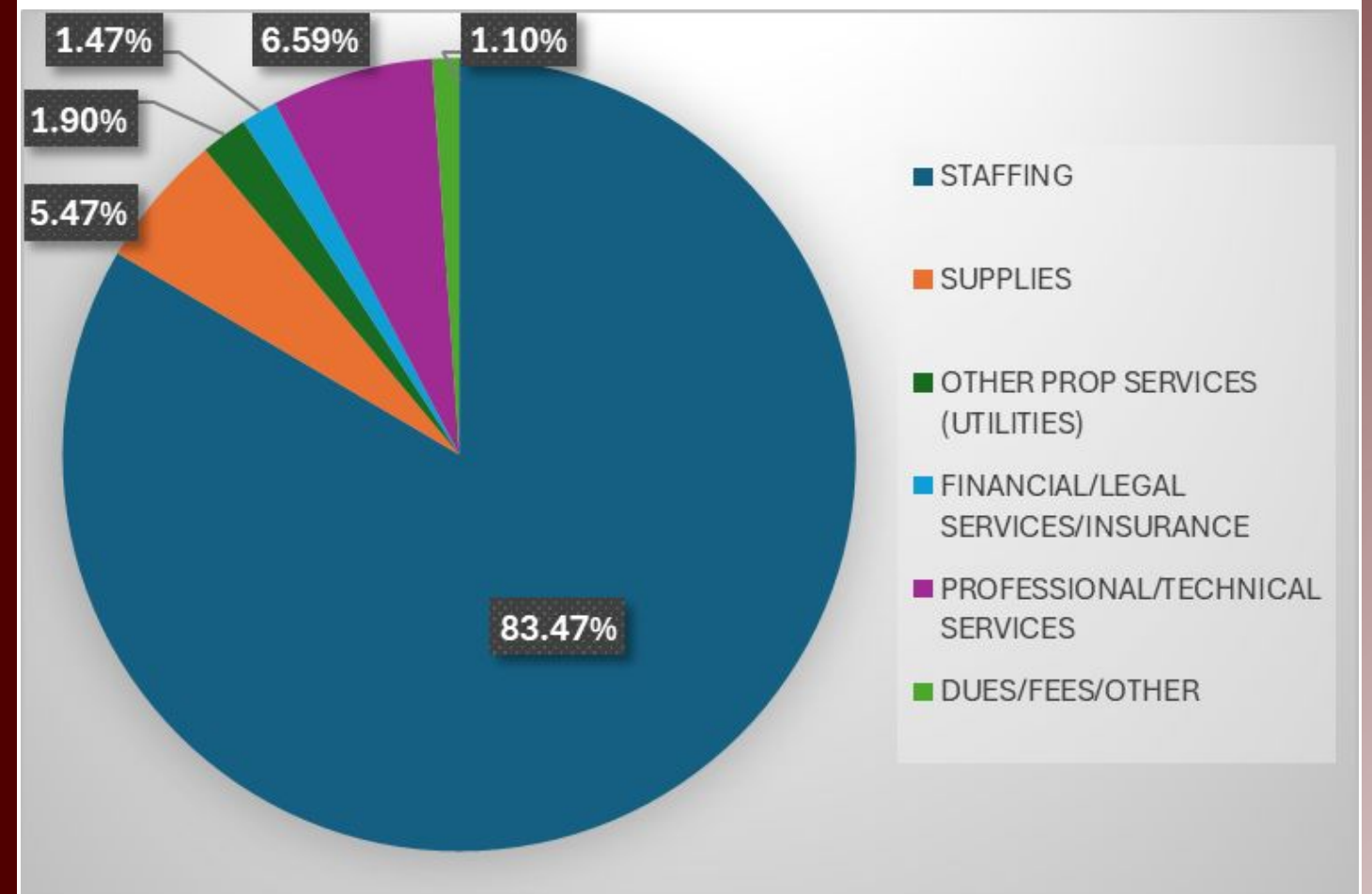
\$7,243,487 - SPED/Early Childhood

\$2,967,274 - Fed Grants

\$4,254,890 - NPPD/Motor Vehicle/
Fines and License

- 83.47% of our annual budget is attributed to staffing costs.
- This percentage grows annually. It was 82.56% in 2022-2023 and 82.81% in 2023-2024.
- Increase Due To:
 - 4% Wage Increase to be Competitive with Area Schools
 - Additional Staff:
 - 3 LMHPs
 - Full time HAL
 - Part time nurses to full time
 - Added coaching positions
 - 2 SLPA's
 - 2 Athletic Trainers

**2024-2025
BUDGET BREAKDOWN**



STAFFING	\$51,137,307.32	83.47%
SUPPLIES	\$3,350,139.14	5.47%
OTHER PROP SERVICES (UTILITIES)	\$1,165,993.84	1.90%
FINANCIAL/LEGAL SERVICES/INSURANCE	\$899,000.00	1.47%
PROFESSIONAL/TECHNICAL SERVICES	\$4,039,096.53	6.59%
DUES/FEES/OTHER	\$673,672.95	1.10%

24/25 Budget Disclaimer



- 2023/24 Budgeted Disbursements
\$59,767,344.64

- 2023/24 Budgeted Revenue
\$57,800,555

- 2024/25 Budgeted Disbursements
\$61,265,209.78
2.5% increase

- 2024/25 Budgeted Revenue
\$57,830,900
.05% increase

- The following are possible budget options
- Property valuation is estimated at 10% increase
- End of 23/24 year revenue/expense is estimated

Funding Option I

\$32,078,363
Property tax

	2023/24	Draft 2024/25
General Fund Levy:	95 cents	86.4 cents
Special Building Fund Levy:	5 cents	0 cents
QCPUF Levy:	2.33 cents	2.12 cents
Total Levy:	\$1.0246	\$0.8852
Levy Reduction:	5.34 cents	13.94 cents
Cash Reserves Budgeted:	\$2.1 Million	\$3.4 Million
Total Tax Asking Increase:	\$1,305,163	(\$1,721,827)

Highlights:

- Meets All Lids
- Good for our community/lowers property taxes

Caution:

- Does not add to our Special Building Fund
- Large draw on cash reserves - This is not sustainable
- Our funding gap will widen



**Funding
Option 2**

**\$34,697,112
Property Tax**

	2023/24	Draft 2024/25
General Fund Levy:	95 cents	93.45 cents
Special Building Fund Levy:	5 cents	0 cents
QCPUF Levy:	2.33 cents	2.12 cents
Total Levy:	\$1.0246	\$0.957
Levy Reduction:	5.34 cents	6.76 cent
Cash Reserves Budgeted:	\$2.1 Million	\$800,000
Total Tax Asking Increase:	\$1,305,163	\$896,921

Highlights:

- Closes our funding gap
- Reduces the draw on cash reserves
- Reduces the levy

Caution:

- Does not add to our Special Building Fund
- **Would require Board vote to override levy**

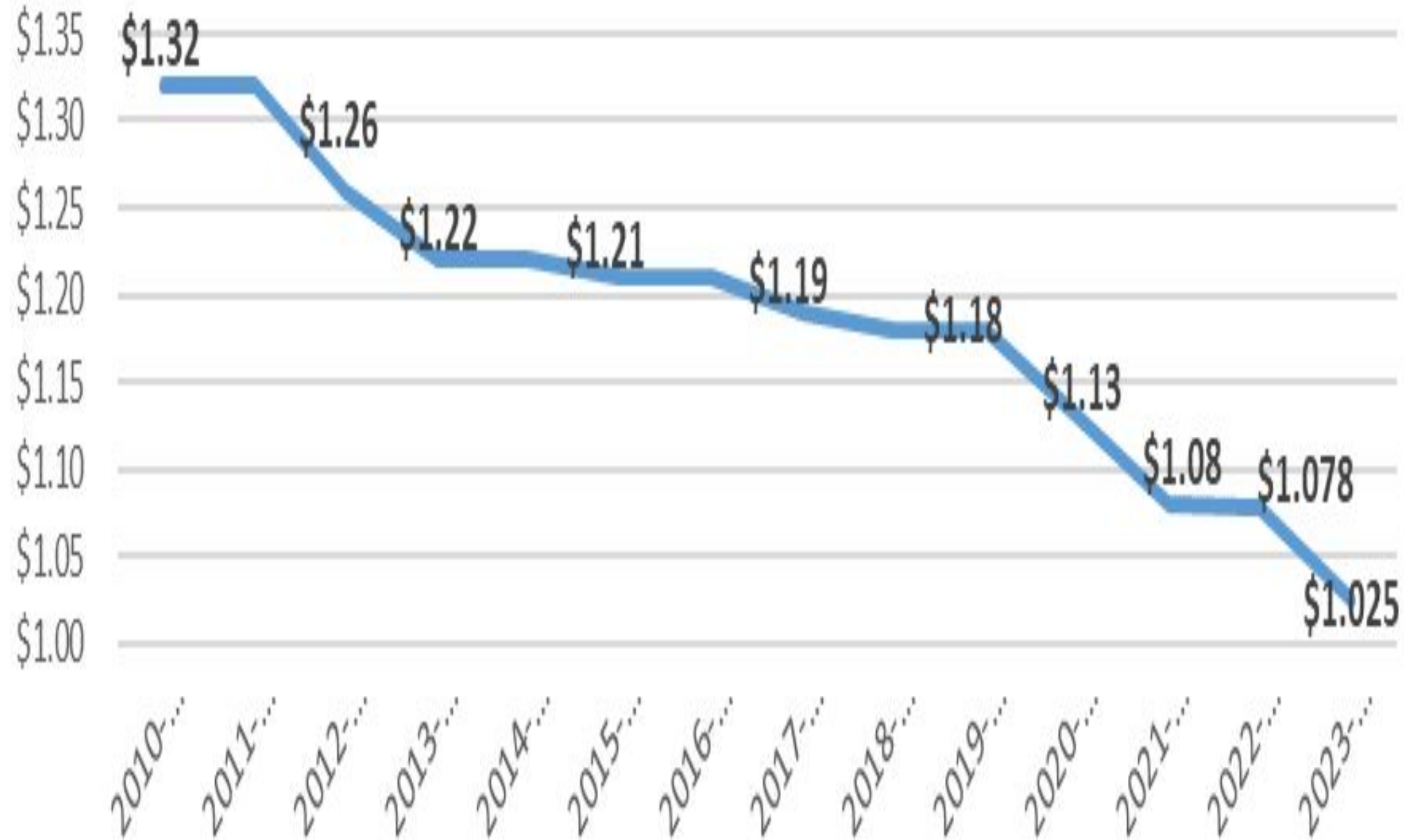


Funding Option 3

- **A combination of option 1 and option 2**
 - **Any option outside of option 1 would require**
 - **70% vote of the board to override levy limit**
 - **Attendance at the Pink Card Meeting**
- **Add 1 cent to the Special Building Fund**
 - **This would add approximately \$371,284.70**
 - **would require more use of reserves in General Fund**



Norfolk Public School's Tax Levy 2010-2011 to 2023-2024



NPS has reduced our tax levy by 29.5 cents in the last 13 years and would potentially reduce it by another 6 to 14 cents this year.

**2025-2026
Projection**

● 2023/24 Budgeted Disbursements
\$59,767,344.64

2023/24 Budgeted Revenue
\$57,800,555

● 2024/25 Budgeted Disbursements
\$61,265,209.78

2024/25 Budgeted Revenue
\$57,830,900

● 2025/26 Budgeted Disbursements
Negotiations??

2025/26 Budgeted Revenue
3% Growth = \$1,631,063

At Tax Authority in 24/25 \$59,461,958

With full override in 24/25 \$62,050,711

**2024-2025
Budget
Timeline**

Summer	Preliminary Budget Work based upon <i>Estimated</i> needs and resources
8-20	Assessed valuations certified by counties–True budget/levy work begins
8-26	BOE budget workshop held for all Board members and public
8-29	District notice sent indicating that we DO or DO NOT intended to participate in the Joint Hearing. <ul style="list-style-type: none"> ● Madison County's deadline for this notification was 9-4
9-9	Regular Board Meeting - Budget and Tax Hearing
9-17	Madison County Joint Hearing
9-23	Board Meeting–Approval of Budget and Tax Request
9-30	Filing deadline for all budget and tax documents

Questions???