

2023-2024 REVISED BUDGET SUMMARY

General Overview

The FY 24 budgets for Minnesota school districts were impacted significantly by changes made during the 2023 Minnesota Legislative session, which had some unusual characteristics – a historic budget surplus, a DFL “trifecta,” and it was the first fully in-person session since before the COVID-19 pandemic. There were an unprecedented number of bills proposed in both legislative bodies, and the session was completed by the statutory deadline of May 22, 2023 with a budget in place.

There were many new pieces of enacted legislation that impacted school districts in Minnesota. On the revenue side, key components were a formula increase of 4% in FY 24 and 2% in FY 25, tying the formula allowance to inflation for FY 26 and beyond, an increase in special education cross-subsidy aid, an increase in English Learner cross subsidy aid, new student support personnel aid, and new school library aid. While some of this funding can be used for existing expenditures, there were also many new requirements for additional expenditures that school districts will need to incur. A few examples are summer unemployment insurance for hourly, unlicensed school employees, new literacy requirements for training and curriculum, and the requirement to make available menstrual products and opiate antagonists. These changes are included in the FY 24 Revised Budget.

Student enrollment at Pine City Schools has returned to pre-pandemic levels and is projected to be stable. Enrollment has a significant impact on the district’s revenue as the number of students served drives a significant portion of the district’s revenue. The district has been using some federal COVID relief funds to maintain staffing levels for continuity of operations. However, these funds are only temporary. To make progress toward resolving the underlying deficit spending, Pine City Public Schools has been trimming expenditures.

Our district is facing facility challenges that are impacting learning and the student experience. At the elementary school, failing structure, aging infrastructure and safety and security needs are putting pressure on our operating budget. At the high school, the Alternative Learning Center program lease is expiring at the Civic Center, safety and security needs and a lack of physical education space are putting pressure on the operating budget. Additional investments in our schools will allow our district to provide a safe, supportive and versatile learning environment and positive student experience – today and in the future. In absence of an approved referendum, the district will be faced with the challenge of the increased cost of needed maintenance projects and impacts to teaching and learning.

The greatest outstanding financial risks for our district at the time of the creation of this budget are inflationary pressure on wages, facility maintenance, and many other categories of expenditures.

Key Assumptions in the FY 2024 Revised Budget:

- General Education formula increase of 4.0% (\$466,622)

- Special Ed Cross-subsidy, based on new legislation (\$440,000 from \$70,000 py)
- EL cross-subsidy, based on new legislation
- Summer Unemployment Insurance, based on new legislation
- K-12 Average Daily Membership updated to reflect current enrollment.
- Teacher contract settled (3% plus steps and improvements to benefits) \$550,000
- Transportation 3.0% contract increase
- Federal COVID relief funds of \$173,000 supplanting existing technology expenses to stabilize the budget for continuity of operations (these funds will be depleted after 23-24)
- Federal COVID relief funds of \$150,000 towards Outside School Time Learning in FY24, and an additional \$127,230 will be used early in 2024-2025 school year and will deplete the ESSER funds.

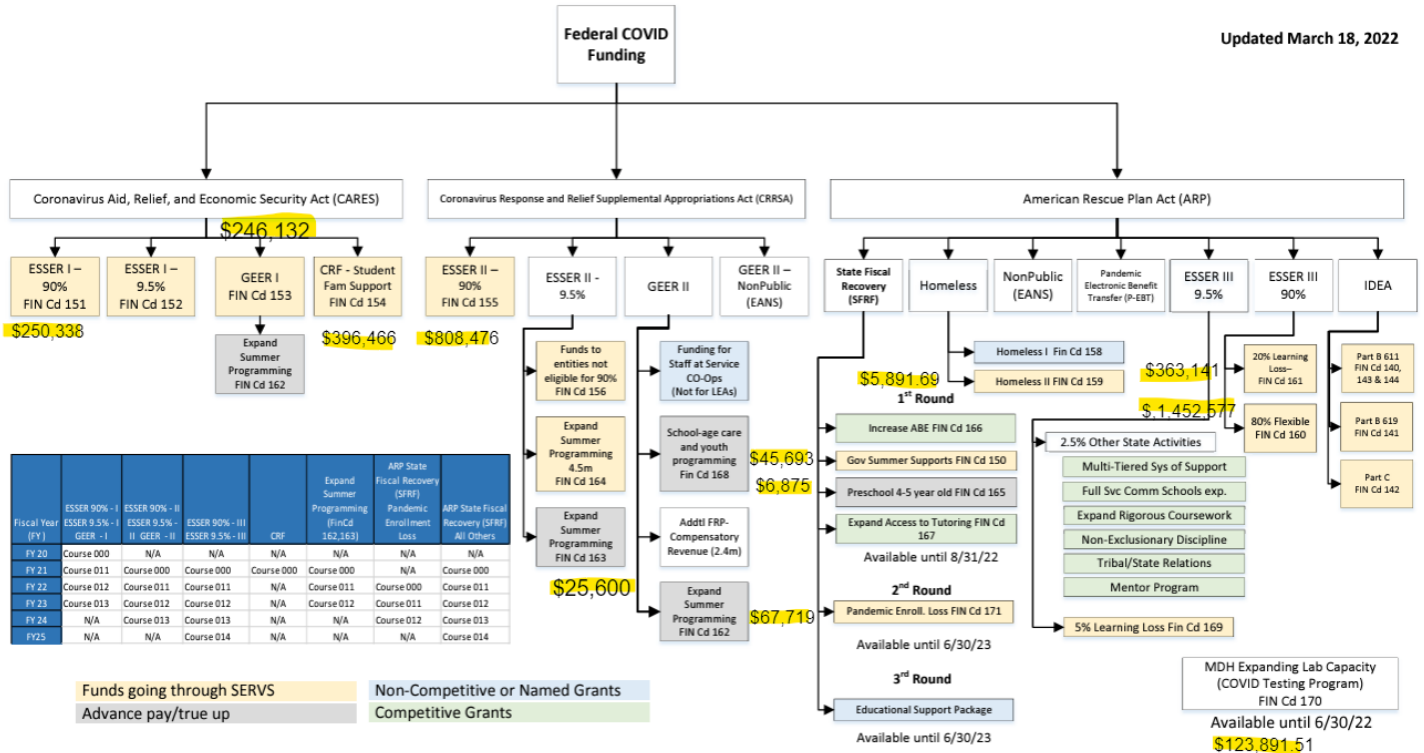
Federal COVID Relief Funds

Recognizing the financial pressures created by the COVID-19 pandemic, the federal government passed legislation that provides funding to K-12 schools to help mitigate the additional expenses related to continuing to educate students during a pandemic. Three federal bills have been passed that include K-12 funding components:

1. Coronavirus Aid, Relief, and Economic Security (CARES) Act, passed March 27, 2020
2. Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act, passed December 27, 2020
3. American Rescue Plan Act, passed March 11, 2021

At the time of budget creation, Pine City Public Schools is aware of access to the federal COVID relief funds listed on the next page. Each has a unique set of allowable uses. These funds cannot simply replace lost revenue. They must be spent on allowable uses per statute and are reimbursed through a claims process. The district finished using the Round I funds in 2021-22. Round II funds will be fully expended by the end of 2022-23, and Round III funds will be fully spent by the end of the 2023-24 school year, with the exception of some ESSER III funds which will be spent in the summer of 2024-2025 school year. The district is committed to using these federal COVID relief funds in a thoughtful and responsible manner. These one-time revenues are best utilized on one-time expenditures to avoid a “funding cliff” that would lead to future budget cuts. To the extent that the district is able to use these federal funds to preserve existing fund balance for continuity of operations, it will do so. The District has primarily used these funds for continuity of operations for technology, stipends/LETRS Training, student/staff safety during the pandemic, and mental health. The ESSER III Out of School Learning - 20 % Learning Loss funds will allow the District to make purchases to enhance classroom hands-on learning experiences.

Updated March 18, 2022



Signed into Law: March 27, 2020
 Eligible: to September 30, 2022 (CRF available through December 31, 2020)

Signed into Law: December 27, 2020
 Eligible: to September 30, 2023

Signed into Law: March 11, 2021
 Eligible: to September 30, 2024

Competitive Grants

Competitive Grants
 Summary 2023-2024

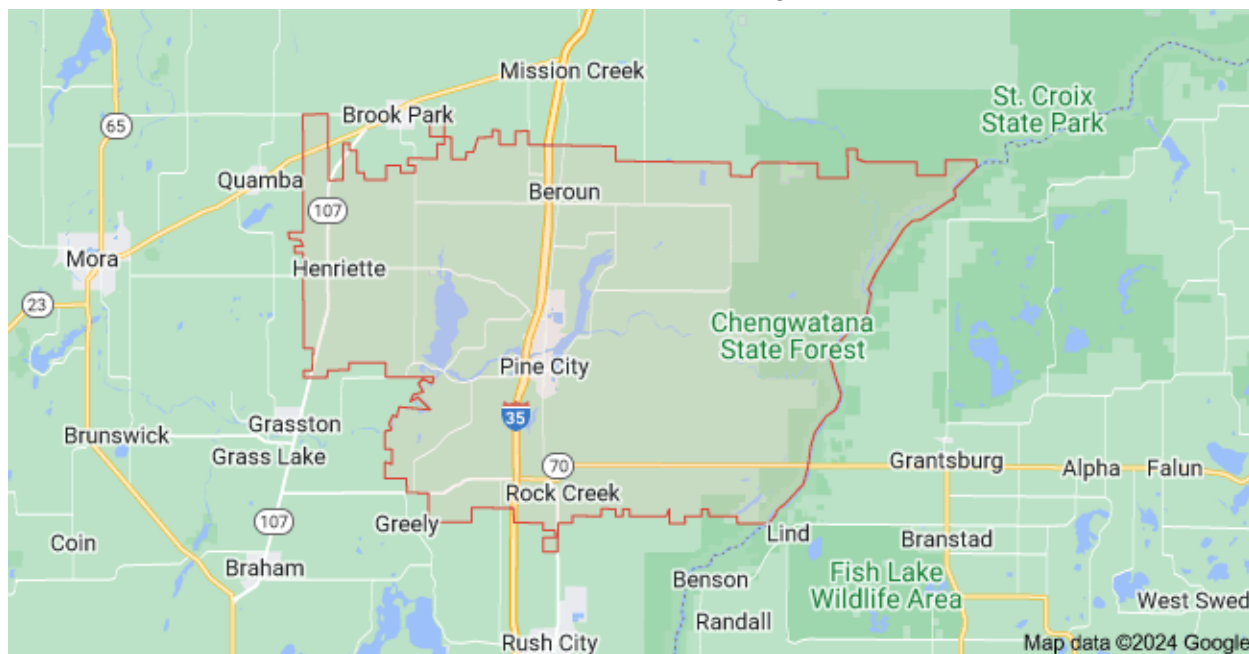
Name of Grant	Area	Amount	Purpose	Award Period	
CLSD	Reading	\$27,500	Fund evidence-based Structured Literacy practices; 5 kindergarten parars LETRS trained, funding for teachers taking LETRS	December 15, 2023 - September 30, 2024	Received
N.Mn Suicide Prevention Mini Grant	Mental Health	\$2000	extension of suicide prevention activities, focusing on informational sessions for specific community groups connected to students, such as county workers, business leaders, Pine City Lions, and youth group leaders. These informational sessions will utilize the existing <i>Lifelines® Prevention: Building Knowledge and Skills to Prevent Suicide</i> curriculum used in our school to ensure consistency in the information shared with students and the community.	December 1, 2023 - June 30, 2024	Received
Arts In Our School Grant	Art	\$3442	Afterschool art club	February 23, 2024 - March 2025	Received
Inventionland Grant	Facility (Elementary)	25% of project up to \$250,000	Remodel of media center to be a STEAM lab		Received
Teaching Native American Grant	6th Grade	\$2000	Resources, staff PD, and compensation of time	April 2024 - December 31, 2024	Received
Gender-Neutral Single-User Bathroom	Facility (HS/ALC)	\$150,000 \$75,000 each site			Received

Enrollment

Student enrollment is extremely important, as it drives many of the funding formulas used to generate both state aid and local levy.

Key Terms:

Resident Student: The District where a student's parent or guardian lives



Average Daily Membership (ADM)

- The count of students in the district for the full school year
- Students that are present for only part of the year are prorated for their time attending the school.
- Excused absences from school (illnesses) do not reduce a school district's ADM

$$\text{ADM} = \frac{\text{\# of Days Student is Enrolled}}{\text{\# of Days School is in Session}}$$

Adjusted Pupil Units (APU)

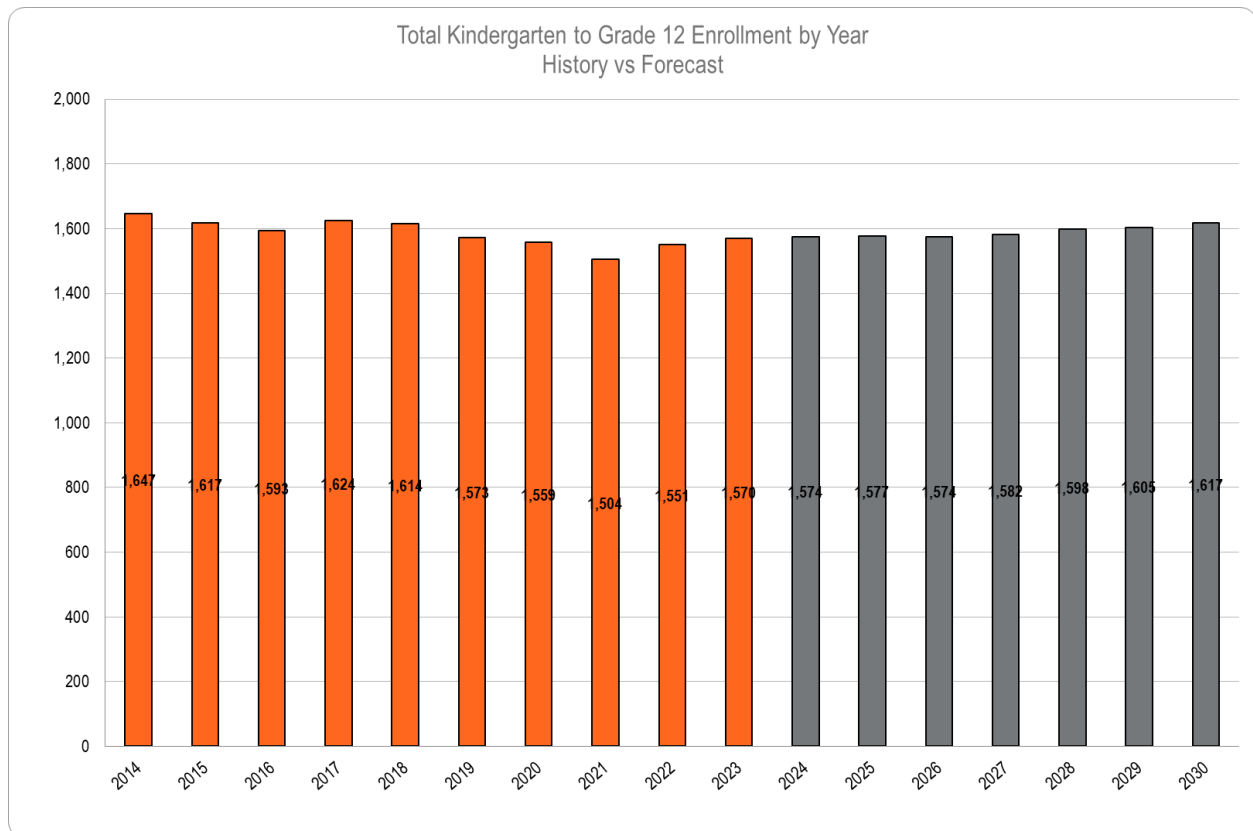
- Each attending student is weighted by grade level
- The different weights are intended to reflect differing educational costs across grade levels

Grade Level	Pupil Weight
Kindergarten - 6th Grade	1.00
7th Grade - 12th Grade	1.20

October 1 Counts:

- Students enrolled in a school district as of October 1 of the school year
- Used only for a few funding formulas
- Used as the denominator for the compensatory revenue formula
- Used in enrollment projections

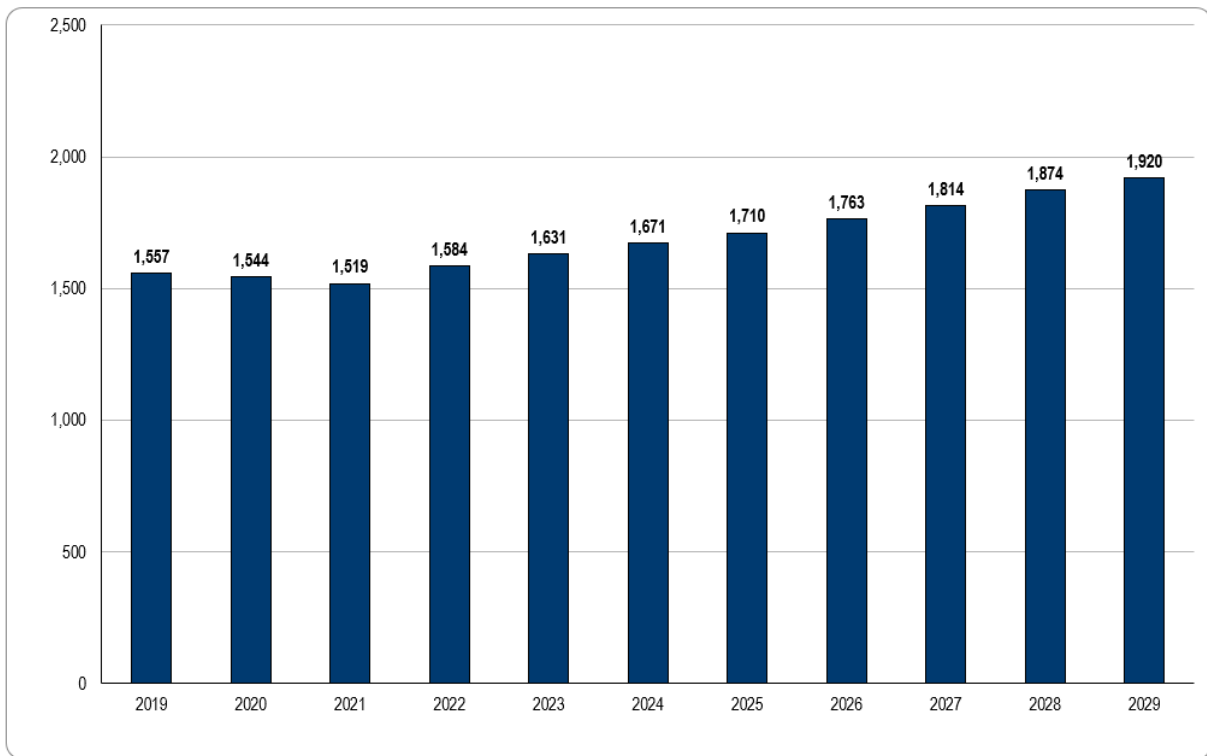
The enrollment projection for the FY 2024 original budget included Average Daily Membership (ADM) of 1561. The FY 2024 revised budget projects enrollment at 1581 ADM. The District constantly monitors enrollment for changes caused by mobility, local economic development or decline, and other external factors. A slight decrease in enrollment occurred in FY 21 due to the unusual circumstances of the COVID-19 pandemic, which led some families to choose other enrollment options such as home schooling, online charter schools, or nonpublic education. The District has recaptured some enrollment in FY 22, and in FY23 enrollment returned to pre-pandemic levels. Enrollment is projected to maintain stable in future years.



Pine City Public School District

Resident Students - ADM's & Projections

Fiscal Year 2019 - 2029



REVENUE:

GenEd Formula Allowance: \$7138

Enrollment increased by 20 students

- FY23 1575
- Adopted 1561
- Revised 1581
- FY25 1582- \$7,281 (2% increase)

	Current Data	Edited Data	Difference
GENERAL EDUCATION REVENUE SUMMARY			
46 BASIC REVENUE	12,158,869.20	12,314,620.36	155,751.16
49 DECLINING ENROLLMENT REVENUE	45,648.94	2,038.61	-43,610.33
55 TOTAL PENSION ADJUST REVENUE	109,585.05	109,585.05	0.00
57 GIFTED & TALENTED REVENUE	22,144.20	22,427.86	283.66
59 EXTENDED TIME REVENUE	67,544.40	67,544.40	0.00
73 TOTAL BASIC SKILLS REVENUE	1,197,929.92	1,197,929.92	0.00
81 SMALL SCHOOLS REVENUE	0.00	0.00	0.00
98 SPARSITY REVENUE	0.00	0.00	0.00
118 ADJUSTED TRANSPORTATION SPARSITY REVENUE	294,074.98	293,684.20	-390.78
196 ADJ OPER CAP REVENUE	393,409.53	398,436.20	5,026.67
300 ADJ LOCAL OPTIONAL REVENUE	1,233,261.60	1,249,059.28	15,797.68
220 ADJ EQUITY REVENUE	272,735.64	276,229.29	3,493.65
228 ADJ TRANSITION REVENUE	0.00	0.00	0.00
317 GENERAL EDUCATION REVENUE = (46) + (49) + (55) + (57) + (59) + (73) + (81) + (98) + (118) + (196) + (300) + (220) + (228)	15,795,203.46	15,931,555.17	136,351.71
306 ADJ REFERENDUM REVENUE	263,090.13	266,460.23	3,370.10
316 ALTERNATIVE ATTEND (TOTAL OPTIONS ADJUST)	0.00	0.00	0.00
318 TOTAL GENERAL ED REVENUE W/REFERENDUM = (306) + (316) + (317) =	16,058,293.59	16,198,015.40	139,721.81
194 ADJ OPER CAP LEVY	134,692.05	134,687.70	-4.35
298 LOCAL OPTIONAL LEVY LIMIT	1,027,628.04	1,025,172.88	-2,455.16
218 ADJ EQUITY LEVY	272,735.64	274,549.22	1,813.58
226 ADJ TRANSITION LEVY	0.00	0.00	0.00
304 REFERENDUM LEVY	244,014.71	238,215.49	-5,799.22
319 TOTAL GENERAL EDUCATION LEVY = (194) + (298) + (218) + (226) + (304)	1,679,070.44	1,672,625.29	-6,445.15
320 TOTAL GENERAL EDUCATION AID	14,379,223.15	14,525,390.11	146,166.96

	23 Revised FINAL	24 Adopted Projected	24 Revised Projected	Orig vs Rev Difference	Orig vs Rev % Inc/Dec
General Fund					
Sources:					
Tax Revenue	2,644,885	2,658,230	2,701,525	43,295	1.63%
Local Sources	2,029,219	1,568,374	1,690,342	121,968	7.78%
State Sources	16,847,047	18,290,062	18,701,203	411,141	2.25%
Federal Sources	<u>707,559</u>	<u>673,242</u>	616,554	(56,688)	-8.42%
Total Sources	22,228,710	23,189,908	23,709,624	519,716	2.24%

Total Revenue Increase over prior year: \$1,480,914

Tax Revenue increased due to higher Tax Apportionment Revenue from the County. Gen Ed is reduced by the same amount so no increase in revenue.

Local sources: The increase is primarily driven by an increase in interest earning due to rising interest rates and an addition of an athletic donation.

State Aids: The largest component of this increase is due to a better-than-anticipated enrollment that resulted in an increase of 20 students. The district also received a reimbursement for the new summer Unemployment Insurance program, which was created by the 2023 legislative session for hourly, unlicensed employees. The 2023 legislative session set aside \$135 million of on-time funds to reimburse school districts for this new program. Included is also a prior year receivable for Special E

Federal Sources were adjusted to reflect actual expenditures anticipated in FY24 that will be reimbursed by Federal COVID relief funds (ESSER). Once the district spends those funds on allowable expenditures, a claim is submitted to MDE to receive the funds.

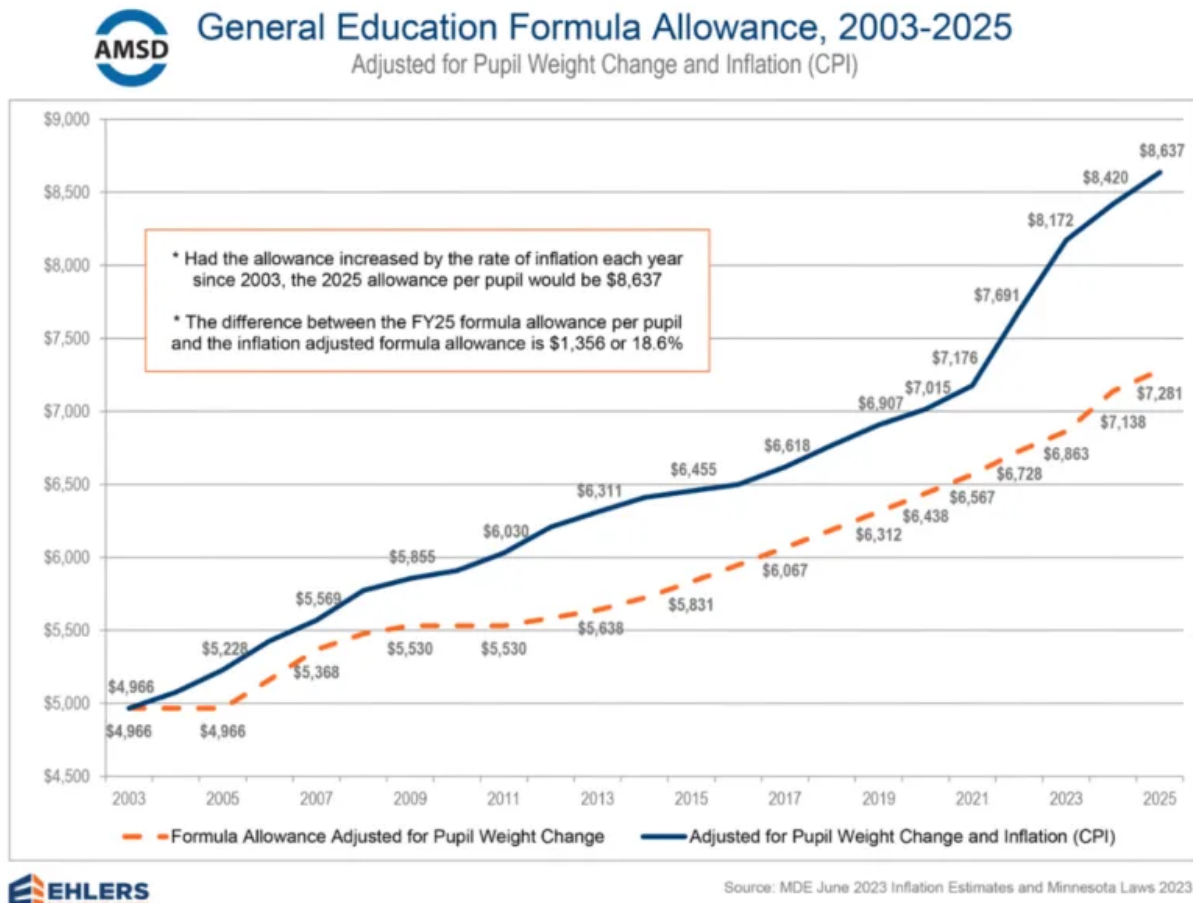
Unless a dramatic shift occurs to the way public school districts are funded in Minnesota, expenditures will likely always increase at a rate greater than revenues. This means that each year, unless program efficiencies or cost reductions occur, there will be some budget gap. The degree of the shortfall can vary due to a myriad of factors.

Despite the historic funding increase specified in the state's 2023 education bill, increased expenses stemming from high inflation and rising labor costs are still surpassing the annual funding increments provided by the state resulting in a widening—rather than narrowing—gap in funding, as illustrated in the "General Education Formula Allowance" chart below.

The chart from the Association of Metropolitan School Districts (AMSD) demonstrates that had the allowance increased by the rate of inflation each year since 2003, the 2025

allowance per pupil would be \$8,637. The difference between the FY25 formula allowance per pupil and the inflation adjusted formula allowance is \$1,356 or 18.6%.

This funding gap is true for districts across the state. What this means for funding here in Pine City Schools, is that had the allowance increased by the rate of inflation each year since 2003, the 2025 allowance per pupil would be \$1356 more per pupil, or \$2.3 million.



Expenses are higher than revenues by \$92,957

	FY23 Final	YTD 202411	FY24 ADP	FY24 REV	Rev vs Adp	Rev vs PY	
Salaries & Wages	11,737,075	9,326,986	11,931,144	12,159,032	227,888	421,957	4%
Employee Benefits	4,253,928	3,507,238	4,438,472	4,524,556	86,084	270,628	6%
Purchased Services	4,829,067	4,017,766	4,601,335	4,896,343	295,008	67,276	1%
Supplies & Materials	774,309	821,887	833,854	902,937	69,083	128,628	17%
Capital Expenditures	831,157	1,189,417	1,273,794	1,208,416	(65,378)	377,259	45%
Other Expenditures	110,063	45,451	111,309	111,297	(12)	1,234	1%
Grand Total	22,535,600	18,908,744	23,189,908	23,802,581	612,673	1,266,981	6%

Salaries & Wages: Reflects contract settlements / salary increases

Employee Benefits: Reflects contract settlements and unemployment benefits

Purchased Services:

- Anticipating 50,000 less in utility cost from original budget= milder winter than prior year, still an increase of 7% over prior year.
- Transportation 3% increase
- Referendum costs: purchased services / supplies \$25,000 purchased services
- Contracted Facility Repair
- Sub Costs

Capital Expenditures: ALC Plans \$123,000 and Civic Center repair

FY24 Budget Revision is still based on a lot of assumptions:

Things that could change:

Attempt to overestimate expenses and underestimate revenue (closer at this point in the year vs preliminary budget)

Enrollment

Estimated receivables fluctuate

Chargebacks

Major unexpected repair

Claim settlement

FY25 Budget Summary

Fund Balances:

	FY23 Fund Balance	Revised FY24 Expenses	Revised FY24 Revenues	Transfers	FY24 Estimated Fund Balance	FY25 Expenses	FY25 Revenues	Transfers	FY25 Estimated Fund Balance
General Fund									
401-Student Activities	\$ 60,587	\$ 47,345	\$ 49,583		\$ 62,825	\$ 8,026	\$ 25,627		\$ 80,426
402-Scholarships	\$ 272,729	\$ 22,750	\$ 29,000		\$ 278,979	\$ 22,750	\$ 29,000		\$ 285,229
403-Staff Development	\$ -	\$ 157,442	\$ 246,292	\$ (88,850)	\$ -	\$ 208,935	\$ 251,055	\$ (42,120)	\$ -
412-Literacy Incentive			\$ 71,170	\$ (71,170)	\$ -		\$ 71,170	\$ (71,170)	\$ -
424-Operating Capital	\$ 1,296,504	\$ 552,584	\$ 408,473	\$ (200,000)	\$ 952,393	\$ 280,000	\$ 399,439	\$ (100,000)	\$ 971,832
428-Learning & Development	\$ -	\$ 386,167	\$ 366,701	\$ 19,466	\$ -	\$ 404,104	\$ 372,898	\$ 31,206	\$ -
438-Gifted & Talented	\$ 3,307	\$ 26,127	\$ 22,428	\$ 392	\$ -	\$ 26,409	\$ 22,413	\$ 3,996	\$ -
439-English Learner		25515.7		0	\$ (25,516)	\$ 24,335		49851	\$ 0
441-Basic Skills	\$ -	\$ 394,056	\$ 1,198,417	\$ (804,361)	\$ -	\$ 394,795	\$ 1,287,537	\$ (892,742)	\$ -
443-School Library Aid			\$ 39,833	\$ (39,833)	\$ -		\$ 39,833	\$ (39,833)	\$ -
448-Achievement & Integration	\$ 4,634	\$ 96,095	\$ 91,233	\$ 228	\$ 0	\$ 116,293	\$ 78,475	\$ 37,818	\$ 0
449-Safe Schools	\$ -	\$ 214,811	\$ 57,261	\$ 157,550	\$ (0)	\$ 212,726	\$ 61,271	\$ 151,455	\$ (0)
467-LTFM	\$ 711,442	\$ 248,045	\$ 471,515	\$ -	\$ 934,912	\$ 483,718	\$ 510,676		\$ 961,870
472-Medical Assistance	\$ -	\$ 1,295	\$ 15,000	\$ (13,705)	\$ -	\$ 1,295	\$ 50,000	\$ (48,705)	\$ -
422-Unassigned/unspendable	\$ 2,496,793	\$ 21,607,672	\$ 20,627,718	\$ 1,040,283	\$ 2,557,122	\$ 21,654,281	\$ 20,645,949	\$ 920,244	\$ 2,469,034
462-Assigned	\$ 88,107	\$ 22,676	\$ 15,000	\$ -	\$ 80,431	\$ 22,676	\$ 15,000	\$ -	\$ 72,755
Total General Fund Balance	\$ 4,934,103	\$ 23,802,581	\$ 23,709,624	\$ -	\$ 4,841,146	\$ 23,860,343	\$ 23,860,343		\$ 4,841,146
Total Assigned Fund Balance	22.54%				20.34%				20.29%
Total Unassigned Fund Balance	11.41%				10.74%				10.35%

Key Assumptions in the FY 2025 Preliminary Budget:

- Budget Projection showed continued deficit spending
- General Education Formula increase of 2.0% (aprox \$250,000)
- Summer unemployment remains at same levels from exp and rev as prior year
- K-12 Average Daily Membership based on enrollment projection - same as last year
- AFSCME and individual contracts not settled
- Transportation contract increase 3%
- Property & Liability Insurance increase of \$35,000 or 23%
- Federal COVID relief funds fully depleted after \$127,230 in early 2024-25
- READ Act and competitive grants not budgeted revenue or expenditure due to timing and revenue neutral.
- Supply budgets have been trimmed by 25%, instructional software held same but being reviewed for return on investment
- Staffing and student enrollment numbers remain stable
- Purchased services -
 - no ASL interpreter, savings of \$62,000
 - No out of state SPED services \$25,000
 - Increase in LSN Services \$40,000
 - HR purchased services: \$32,000 if retain for full year

O/S Series Desc	Sum of 202313	Sum of 24REV	Sum of 202413	FY25 Adp	Rev to PY	CY to PY
Federal Rev Rcvd From State	(707,559)	(616,554)	7,965	(447,747)	(91,005)	(168,807)
Loc Sales, Ins Recov & Jdgmnt	(367,831)	(40,968)	(44,520)	-	(326,863)	(40,968)
Local Revenues	(4,306,272)	(4,350,899)	(2,121,953)	(4,467,827)	44,627	116,928
State Revenues	(16,847,048)	(18,701,203)	(13,765,673)	(18,944,769)	1,854,155	243,566
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Grand Total	(22,228,709)	(23,709,624)	(15,924,181)	(23,860,343)	1,480,915	150,719

Total Revenue Increase in FY25 over prior year: \$150,719

O/S Serie	Obj	Sum of 202313	Sum of 24REV	YTD 4.30.2024	FY25 Adp	Diff Rev/PY	25/24 comp	
Federal Rev Rcvd F		(707,559)	(616,554)	7,965	(447,747)	(91,005)	(168,807)	federal funds falling off
	400	(671,010)	(601,554)	(3,420)	(427,747)	(69,456)	(173,807)	
	405	(36,549)	(15,000)	11,385	(20,000)	(21,549)	5,000	
Loc Sales, Ins Recc		(367,831)	(40,968)	(44,520)	-	(326,863)	(40,968)	
	619	7,605	6,800	2,684	-	805	6,800	
	620	(23,906)	(34,100)	(34,136)	-	10,194	(34,100)	
	621	(7,666)	(3,500)	(2,900)	-	(4,166)	(3,500)	
	625	(343,863)	(10,168)	(10,168)	-	(333,695)	(10,168)	Insurance recovery py
Local Revenues		(4,306,272)	(4,350,899)	(2,121,953)	(4,467,827)	44,627	116,928	
	001	(2,545,351)	(2,595,781)	(957,956)	(2,711,842)	50,430	116,061	increase in levy, offset by decrease in state aid
	004	(3,122)	-	-	-	(3,122)	-	
	010	(96,411)	(105,744)	-	(105,744)	9,333	-	
	021	(216,314)	(66,046)	(45,512)	(298,475)	(150,268)	232,429	change of coding - separate cop pmt
	022	(1,025,916)	(1,125,000)	(686,508)	(900,000)	99,084	(225,000)	change of coding - separate cop pmt
	040	-	-	(80)	-	-	-	
	050	(39,226)	(36,046)	(33,965)	(45,061)	(3,180)	9,015	activity fees increase
	060	(40,053)	(42,828)	(42,988)	(42,988)	2,775	160	
	071	(29,912)	(15,000)	(9,645)	(50,000)	(14,912)	35,000	ma billing - hopeful of increase
	092	(88,965)	(240,000)	(230,794)	(187,761)	151,035	(52,239)	Interest rate fluctuation - fed expected to dec rates 4x
	093	(730)	(4,000)	(4,088)	(1,000)	3,270	(3,000)	
	096	(18,774)	(27,498)	(27,407)	-	8,724	(27,498)	donations - not budgeted
	099	(201,497)	(92,956)	(83,011)	(124,956)	(108,541)	32,000	
State Revenues		(16,847,048)	(18,701,203)	(13,765,673)	(18,944,769)	1,854,155	243,566	
	201	(74,866)	(94,679)	(94,679)	(90,931)	19,813	(3,748)	
	211	(13,179,955)	(14,419,646)	(11,444,991)	(14,640,030)	1,239,691	220,384	2% increase in formula
	212	(72,377)	(72,377)	0	-	(0)	(72,377)	change of coding - fin code, restricted fund balance
	213	(6,257)	(4,392)	(4,392)	(4,392)	(1,865)	-	
	227	(522)	(2,192)	(1,973)	(2,192)	1,670	-	
	234	(13,238)	(12,596)	0	(12,596)	(642)	-	
	258	(1,854)	(4,259)	(0)	-	2,405	(4,259)	
	300	(114,301)	(313,850)	138	(311,148)	199,549	(2,702)	
	317	-	-	-	-	-	-	
	360	(3,268,127)	(3,566,723)	(2,088,938)	(3,689,964)	298,596	123,241	py-catch up of py receivable
	369	-	(126,516)	(113,864)	(126,516)	126,516	-	
	370	(53,278)	(16,973)	(16,973)	-	(36,305)	(16,973)	MDE grant
	397	(62,272)	(67,000)	-	(67,000)	4,728	-	
Grand Total		(22,228,709)	(23,709,624)	(15,924,181)	(23,860,343)	1,480,915	150,719	
Federal draws, levy, state aid receivable								

Expenditures are up in total by \$57,790

O/S Series Desc	FY23 Actual	24Revised	FY25 Adp	Change
Salaries & Wages	11,737,075	12,159,025	12,545,430	386,405
Employee Benefits	4,253,928	4,524,531	4,677,966	153,435
Purchased Services	4,829,068	4,896,343	5,008,889	112,546
Supplies & Materials	774,309	902,941	806,201	(96,740)
Capital Expenditures	831,157	1,208,416	711,361	(497,055)
Other Expenditures	110,063	111,296	110,496	(800)
Grand Total	22,535,600	23,802,552	23,860,343	57,790

O/S Series Desc	Obj	FY23 Actual	24Revised	FY25 Preliminary Bud		
Purchased Services		4,829,067	4,896,343	5,008,889	112,546	
	303	4,438	1,600	1,600	-	
	304	-	-	-	-	
	305	878,290	706,813	793,496	86,683	Nursing / HR Consulting / increase in contracts (subs)
	307	104,070	106,487	106,487	-	sped para subs
	308	-	-	-	-	
	310	35,648	23,014	60,000	36,986	SRO contract
	311	57,655	35,785	36,065	280	
	315	-	-	-	-	
	316	-	-	-	-	
	318	680	-	-	-	
	319	26,414	11,787	-	(11,787)	
	320	23,394	21,973	22,211	238	
	329	9,251	13,215	13,215	0	
	330	488,958	523,500	523,500	-	
	335	86,160	87,848	91,362	3,514	Leases
	340	126,448	144,113	182,968	38,855	increase in property / liability insurance
	350	175,380	145,565	145,565	-	
	358	-	-	-	-	
	360	1,548,874	1,555,154	1,575,308	20,154	Transportation
	365	-	4,895	4,895	-	
	366	69,748	48,572	48,572	0	
	368	-	-	-	-	
	369	54,678	46,928	46,928	-	
	370	197,159	196,970	196,970	-	
	377	1,456	-	-	-	
	380	47,037	47,000	47,000	-	
	390	214,501	214,501	214,500	(1)	
	391	16,550	16,550	16,550	0	
	392	28,945	535	535	-	
	393	-	-	-	-	
	394	194,985	194,985	132,609	(62,376)	SPED Interpreter
	396	327,809	743,835	743,835	-	
	397	110,539	4,718	4,718	-	

LTFM Major Projects 2024-2025

24/25	Long Term Facility Maintenance Funds (LTFM)				
1.1	High School: Tuck-Pointing Masonry				\$ 71,400.00
1.2	High School: North Media Center Wall Repair				\$ 83,966.40
1.5	High School: Fire Protection Back Flow Prevention				\$ 12,288.00
1.6	High School: Water Heater and Softener Replacement				\$ 61,442.00
1.7	High School: Plasma Cutter Ventilation				\$ 16,005.00
				Project Totals	\$ 245,101

Other Annual LTFM items:

- Custodial Salary for repairs
- Electrical, Plumbing, Mechanical System repairs
- Playground wood chips
- Institute for Environmental Assessment - Health/Safety Management
- Interior Site Improvements

Food Service Budget:

The Food Service Fund is a self-sustaining fund whose mission is to provide quality, nutritious meals and snacks that support the growth and development of our students to fuel their learning. Revenue comes from a variety of sources including state and federal funding, student and adult purchases, federal commodities, and grant dollars. The majority of the expenditure budget is accounted for in labor, food and milk costs.

There has been a lot of disruption in the Food Service Funds since the beginning of the pandemic, operating under many different operating models. Supply Chain Assistance funds and other programs generated unanticipated revenue that increased Food Service fund balances throughout the state. The Minnesota Department of Education made a temporary change to increase the maximum allowable Food Service fund balance to six months of operating expenses. Our understanding is that this temporary change will end at the end of FY 2025, when the maximum allowable fund balance will return to three months of operating expenses. Food Services is planning to purchase equipment to ensure they are below this threshold by the end of FY 2025. The Free School Meals for Kids was signed into Minnesota law by the governor on March 17, 2023. This program provides a free breakfast and lunch each school day to students. This program exists in perpetuity unless there is a legislative change.

Revenues:	FY22 Actuals	FY 23 Actuals	FY24 Adp buc	FY24 Rev Budget	FY25 Adp Budget	
Local Revenues	3,860	40,171	15,775	24,554	24554	
State Revenues	37,579	44,077	428,000	470,845	470845	
Federal Rev Rcvd From State	1,067,141	647,926	595,000	699,220	655600	Supply Chain Assistance Funding - py
Loc Sales, Ins Recov & Jdgmnt	121,776	328,308	60,000	113,000	113000	free meals paid by federal and state revenue
Total Revenues:	1,230,356	1,060,481	1,098,775	1,307,619	1,263,999	
Expenditures:						
Salaries & Wages	279,635	332,544	340,895	370,778	377261	salary chargebacks from general fund
Employee Benefits	89,419	95,181	105,872	105,828	105534	
Purchased Services	22,918	15,918	16,340	54,840	51340	utility chargebacks from general fund
Supplies & Materials	482,632	502,094	551,289	605,063	644599	10% inc in food costs
Capital Expenditures	4,079	97,784	80,000	25,000	150,000	Equipment Replacements / Capital Purchases
Other Expenditures	3,291	4,575	3,000	4,830	4,830	Membership fees
Total Expenditures	881,975	1,048,096	1,097,396	1,166,339	1,333,564	
Change in fund Balance (-) increase	348,381	12,386	1,379	141,280	(69,565)	
Fund Balance End of Year	561,537	573,923		715,203	645,638	

Community Education Budget:

General Community Education includes programming such as youth and adult enrichment programs, driver's education, and school age child care. Early Childhood Family Education activities are to improve parenting skills of new and expectant parents and to provide learning experiences for parents and children. School Readiness provides comprehensive early childhood education that will prepare children to enter kindergarten. Adult Basic Education provides adults with education opportunities to acquire and improve literacy skills in order to become self-sufficient employees, family members, and citizens. Restricted includes other community programs such as early childhood screening and nonpublic pupil aid programs.

	FY22 YTD	FY23 YTD	FY24 Adp Bud	FY24 Revised Budget	FY24 Adp Budget	
Revenues:						
Local Revenues	233,429	327,494	293,510	311,933	261,192	shift to more state aid and less levy
State Revenues	142,482	140,169	138,899	162,367	161,451	change in funding formulas
Federal Rev Rcvd From State	36,937	6,875	-	-	-	
Total Revenues:	412,848	474,538	432,409	474,300	422,643	
Expenditures:						
Salaries & Wages	259,069	196,342	204,019	207,428	229,468	FY25 added Community Ed Director Salary
Employee Benefits	95,132	62,090	83,220	66,015	72,513	
Purchased Services	64,760	78,723	77,330	65,817	70,887	decrease in sub costs and expenses paid by ESSER
Supplies & Materials	55,891	57,164	62,213	62,213	62,213	
Other Expenditures	1,586	762	800	935	1,000	
Total Expenditures:	476,438	395,081	427,582	402,408	436,081	
Change in Fund Balance	(63,590)	79,458	4,827	71,892	(13,438)	

Debt Service Fund:

The Debt Service Fund is used to record revenues and expenditures for a school district's outstanding bond indebtedness.

The District is required to levy 105% of the scheduled debt service payment so there are adequate funds available to make payments even if some taxpayers are delinquent in paying their taxes. Fund balance accumulates over time. The existing fund balance is to help meet these obligations.

	FY22 Actual	FY23 Actual	24 Rev Bud	FY25 Adp Bud
Debt Service Expenditures	1,525,692	1,500,890	1,505,815	1,514,435
Local Revenues	1,190,439	1,150,817	1,165,066	1,317,064
State Revenues	347,494	340,176	337,998	325,557
Change in Fund Balance	12,240	(9,897)	(2,751)	128,186

Summary of all Budgets:

Fund	6/30/2023 Audited Fund Balance	FY24 Revised Revenues	FY24 Revised Expenditures	Variance	6/30/2024 Proj Ended Fund Balance
General	\$4,934,103	23,709,624	\$23,802,394	-\$92,770	\$4,841,333
Food Service	\$573,923	\$1,307,619	\$1,166,337	\$141,282	\$715,205
Community Service	\$179,386	\$474,300	\$402,411	\$71,889	\$251,275
Debt Service	\$390,518	\$1,503,064	\$1,505,815	-\$2,751	\$387,767
OPEB Trust Fund	\$977,232	\$20,000	\$0	\$20,000	\$997,232
Total All Funds	\$7,055,162	\$27,014,607	\$26,876,957	\$137,650	\$7,192,812

Fund	6/30/2024 Proj Ended Fund Balance	FY25 Prelim Revenues	FY25 Prelim Expenditures	Variance	6/30/2025 Proj Ended Fund Balance
General	\$4,841,333	23,860,343	\$23,860,343	\$0	\$4,841,333
Food Service	\$715,205	\$1,263,999	\$1,333,564	-\$69,565	\$645,640
Community Service	\$251,275	\$422,643	\$436,081	-\$13,438	\$237,837
Debt Service	\$387,767	\$1,642,621	\$1,514,435	\$128,186	\$515,953
OPEB Trust Fund	\$997,232	\$20,000	\$0	\$20,000	\$1,017,232
Total All Funds	\$7,192,812	\$27,209,606	\$27,144,423	\$65,183	\$7,257,995