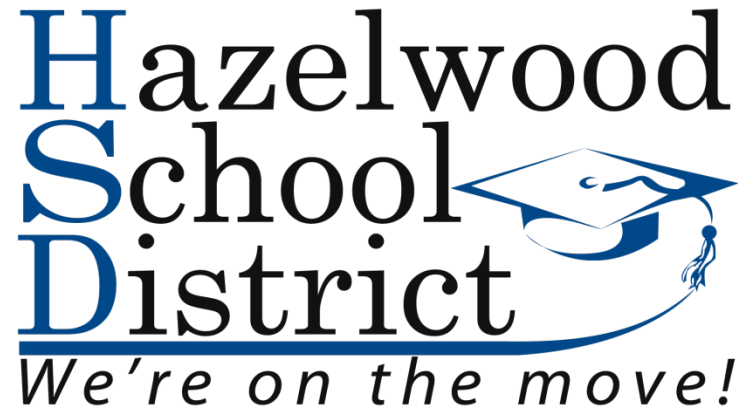


Hazelwood  
School  
District



*We're on the move!*



# **2013 – 14 Budget Update**

***Moving Forward!***

**Board of Education Meeting**

**June 3, 2014**

# Budget Principles

- Use the district's mission, vision, values and accountability plan as a guide
- Maintain fiscal integrity by budgeting conservatively
- Multi-year budget planning assists in making sound fiscal decisions
- Avoid deficit spending over the long-term
- Maintain fund balance parameters over time
- Follow staffing models consistently

# Budget Principles

- Protect positions closest to students
- Continue professional development and support of staff
- Maintain a transparent budget process
- Decisions about reduction of personnel must be sustainable over time
- Maintain systematic budget reduction decisions
- Preference will be to eliminate positions through employee attrition when possible

# 2013 – 14 Budget Update

- Major operating revenue changes (in millions)
  - Decrease in delinquent taxes - \$ .9
  - Decrease in state assessed utilities tax - \$ .3
  - Decrease in state formula - \$ .3
  - Decrease in state and federal grants - \$ .7
  - Increase in state transportation revenue + \$ .2
  - Increase in E-rate revenue + \$ .2
  - Increase in other revenue + \$ .2
- Total decrease (in millions) - \$ 2.6

# 2013 – 14 Budget Update

- Major operating expenditure changes (in millions)
  - Decrease in state and federal grants - \$ .9
  - Increase in transportation supplies + \$ .2
  - Increase in utilities + \$ .4
  - Increase in other expenditures + \$ .1
- Total decrease (in millions) - \$ .2

# Overview

## OPERATING FUNDS ONLY

Beginning Balance	\$ 76.1 million
Revenue	190.2 million
Expenditures	<u>( 200.4) million</u>
Ending Balance	\$ 65.9 million

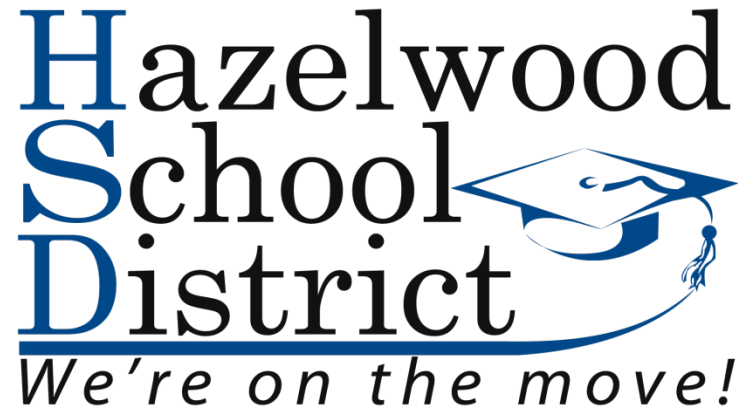
# 2013 – 14 Budget Update

- Future revenue concerns
  - Expect continued refunds to commercial and residential taxpayers for prior year protested taxes whose cases are finally being settled
  - Potentially another \$3 million revenue loss over the next 2-3 years



# 2013 – 14 Budget Update

- Currently have balances (savings) to absorb some operating shortfalls to protect instructional programs
- Recurring shortfalls are not sustainable
- Need to continue to review operations for efficiencies and expenditure reductions



# **2013 – 14 Budget Update**

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