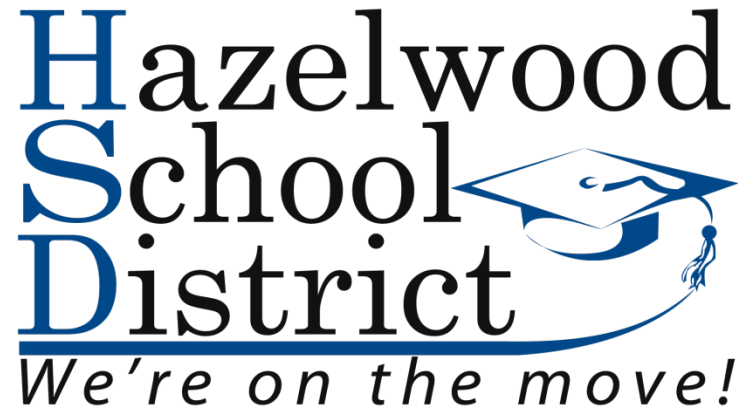


Hazelwood
School
District



We're on the move!



2014 – 15 Budget Update

Moving Forward!

Board of Education Meeting

February 24, 2015

2014 – 15 Budget Update

- Major operating revenue changes (millions)
 - Increase in state sales tax + \$.4
 - Increase in state and federal grants + \$ 1.7
- Total increase + \$ 2.1 million

2014 – 15 Budget Update

- Major operating expenditure changes (millions)
 - Increase in state and federal grants + \$ 1.7
 - Increase in utilities + \$.4
 - Decrease in salaries and benefits - \$.4
 - Decrease in contracted education - \$.2
 - Decrease in other miscellaneous - \$.1
- Total Increase + \$ 1.4 million

2014 – 15 Budget Update

- Operating budget change
 - The revised 2014 – 15 HSD budget in November reflected a \$9.9 million operating deficit
 - The current revised budget reflects a \$9.2 million operating deficit

2014 – 15 Budget Update

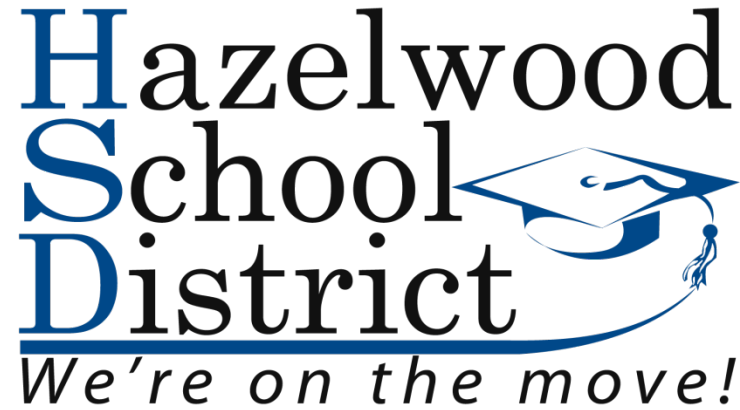
- Current revenue concerns
 - State gaming revenue continues to trend below projections
 - Shortage of gaming revenue could reduce our current state formula revenue

2014 – 15 Budget Update

- 2015-16 revenue concerns
 - Expect St. Louis County's reassessment to show flat residential and commercial real estate values
 - Unknown amounts of continued refunds due to settlement of prior years' protested taxes

2014 – 15 Budget Update

- HSD is currently protecting instructional programs by using our balances or reserves to absorb the operating deficits
- Not sustainable
- Need to reduce expenditures and/or increase revenue to balance our operating budget in the near future



2014 – 15 Budget Update

Moving Forward!

February 24, 2015