

Granite School District



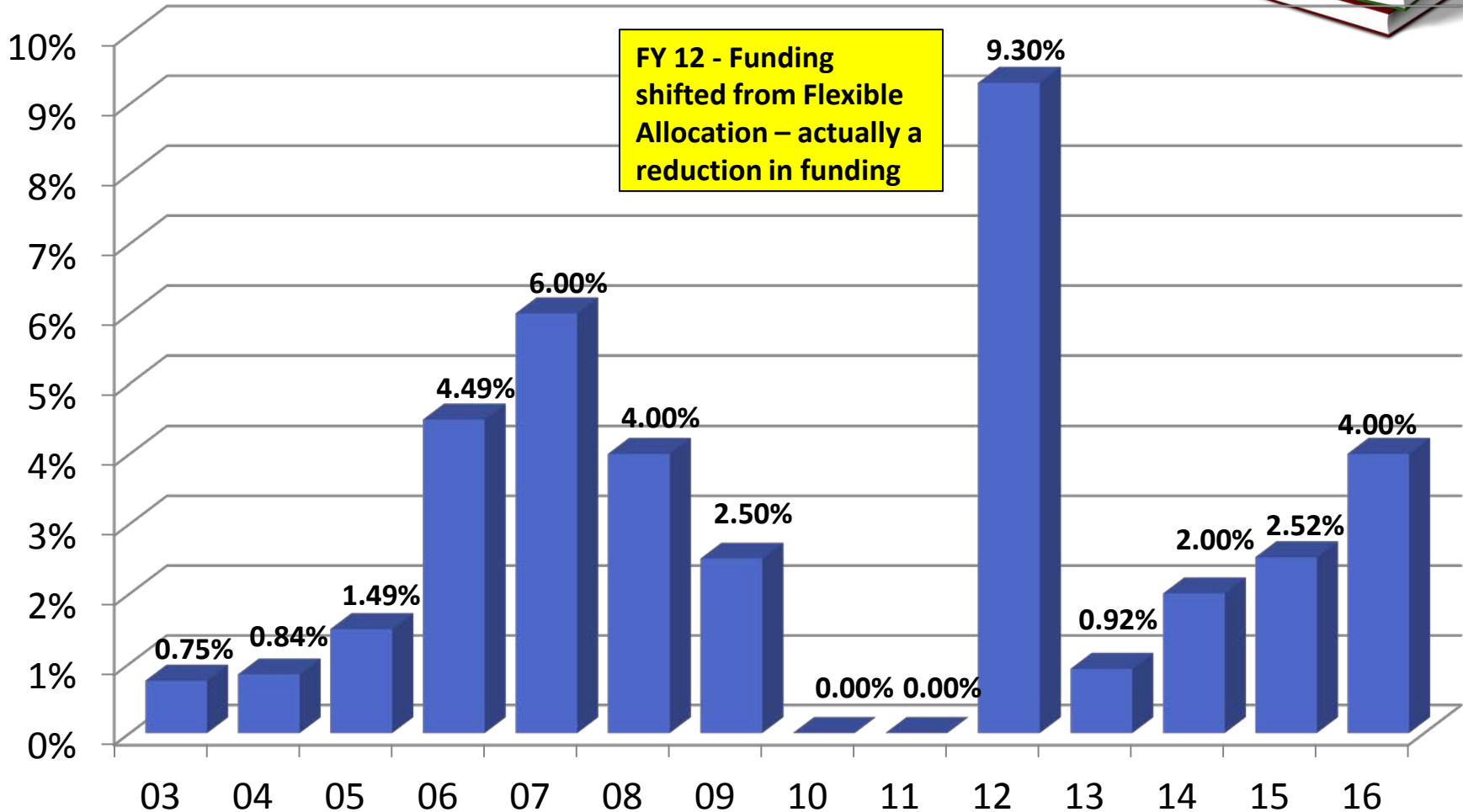
**Preliminary Budget Discussion
FY 2015-16**

May 5, 2015



The General Fund

State Funding – Changes in WPU Value

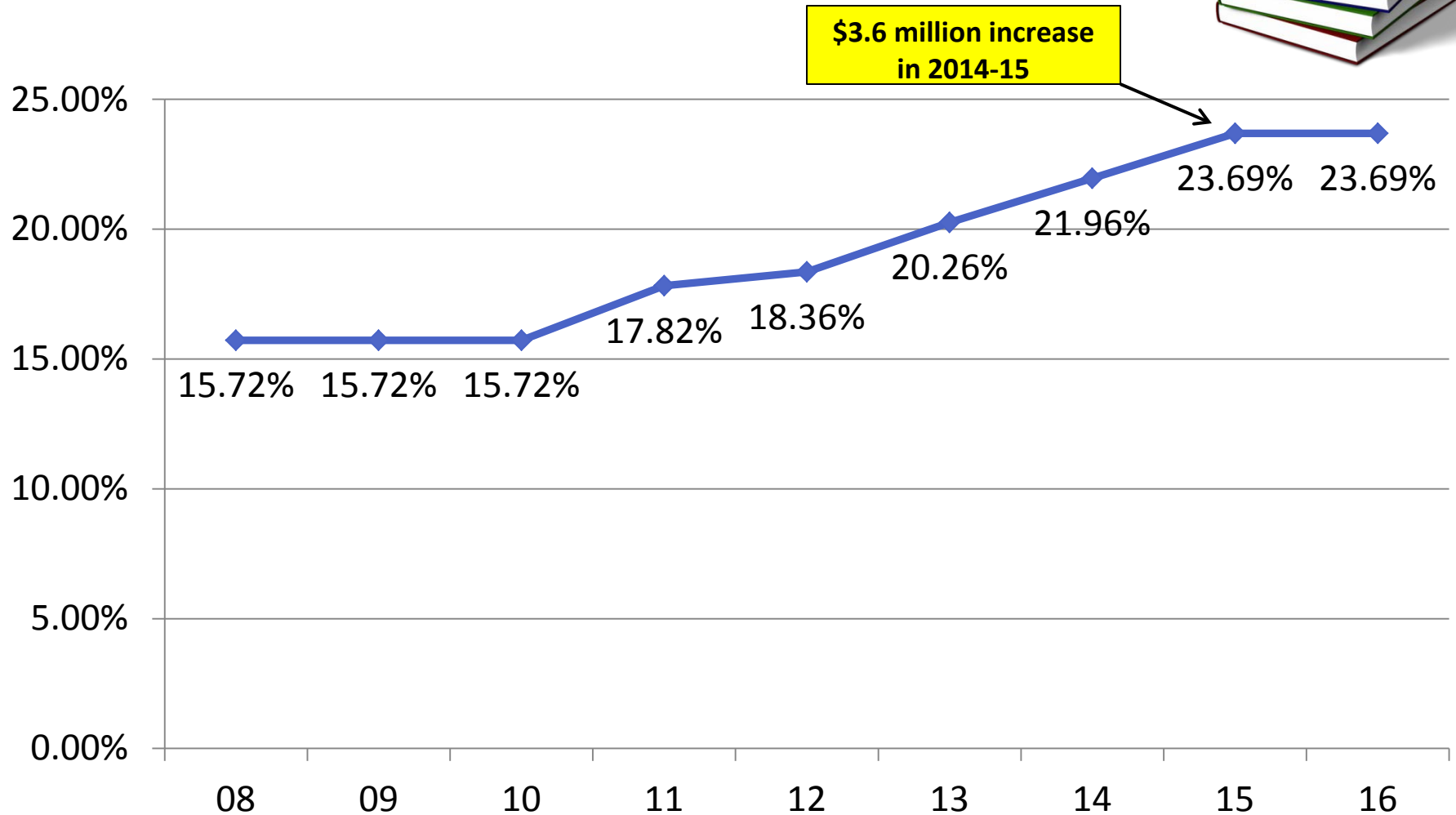


SB 97 Property Tax Equalization



- Increased Basic Rate to generate \$75 million in additional property taxes statewide
- Distribution of new funds:
 - 75% (\$56.25 million) to Voted and Board Local Levy Guarantee
 - 25% (\$18.75 million) to Capital Outlay Foundation and Enrollment Growth Programs
- Tax increase of approximately \$43 on \$225,000 home

URS Contribution Rates – Tier 1



GSD Budget Estimates – FY 14



Estimated Revenue Changes (Unrestricted):

Description	Amount
WPU increase – 4%	\$8,167,806
Voted/Board levy guarantee	4,708,182
All other unrestricted state line-items	343,558
Employee turnover savings	965,517
Property tax growth	783,740
Total preliminary new revenue	\$14,968,803

GSD Budget Estimates – FY 14



Required Spending Increases:

Description	Amount
URS contribution rate (no change in rate)	\$0
CTE Maintenance of Effort (2,780 ADM x \$111 WPU increase)	-308,580
Charter school levy offset (\$1.79 million to \$2.65 million)	-859,119
Total required spending increases	-\$1,167,699

GSD Budget Estimates – FY 14



Negotiation/Contractual Considerations:

Description	Amount
Step increases (\$4.3 million total)	-\$3,441,173
Health insurance (\$2.1 million total)	-1,638,559
Total negotiation/contractual considerations	-\$5,079,732

GSD Budget Estimates – FY 14



Summary:

Description	Amount
Estimated revenue changes	\$14,968,803
Required spending increases	-1,167,699
Negotiation considerations	-5,079,732
Balance	\$8,721,372



Debt Service Fund

Debt Service Fund

Tax rate currently = 0.000761



Debt Service Fund Estimates

DS tax rate currently = .000761

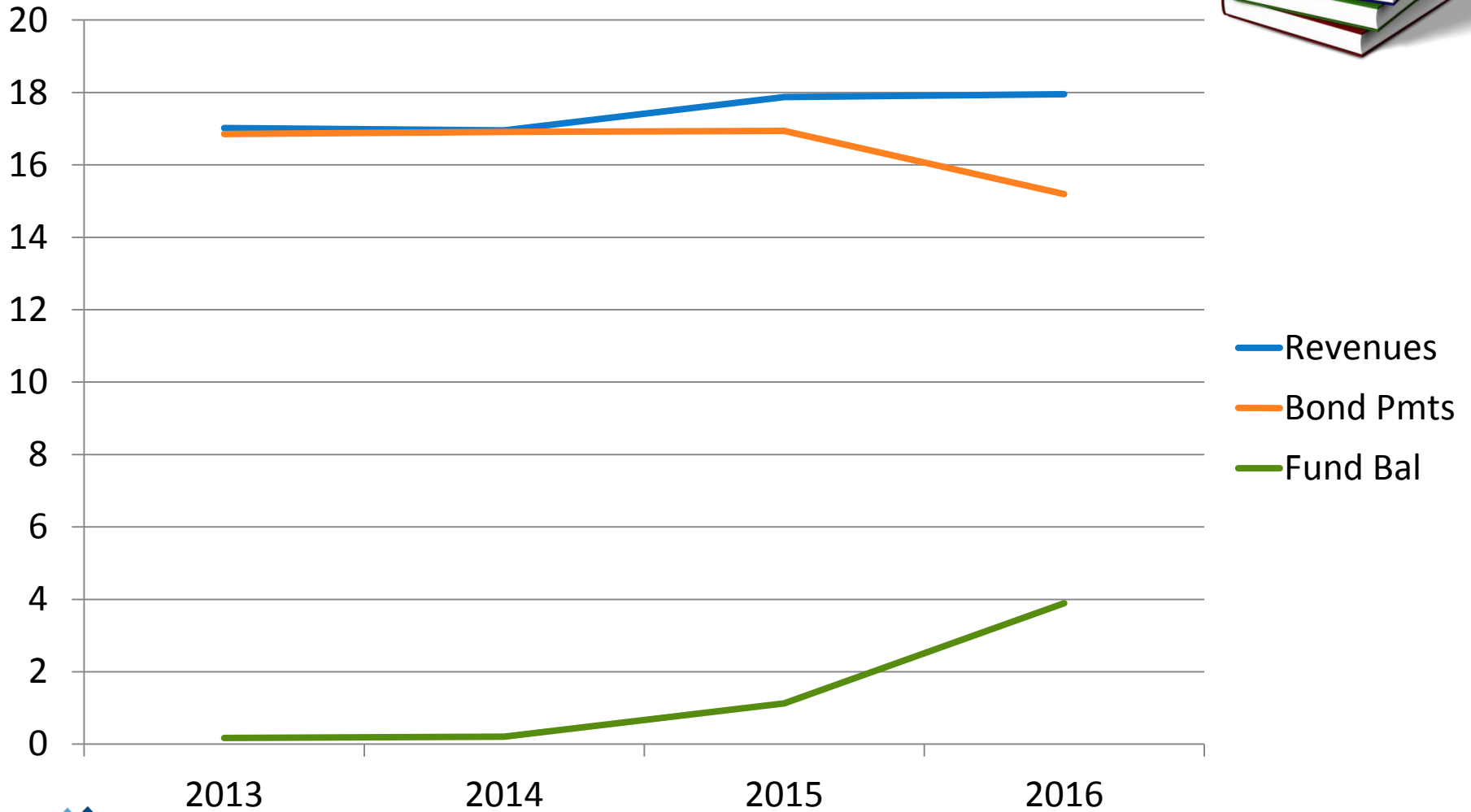
	FY 13-14	FY 15 Budget	FY 16 Budget
Revenues:			
1128 - Property Taxes - Current	\$ 14,831,697.00	\$ 15,643,597.00	\$ 15,721,815.00
1129 - Property Taxes - Redemption	392,346.42	445,616.00	445,616.00
1178 - Fee-in-Lieu	898,892.34	946,933.00	946,933.00
4190 - Build America Bond Credit	827,968.90	829,326.96	829,326.96
Total Revenues	\$ 16,950,904.66	\$ 17,865,472.96	\$ 17,943,690.96
Expenditures:			
0830 - Interest	\$ 8,806,546.15	\$ 8,604,651.00	\$ 8,348,551.00
0840 - Principal	8,100,000.00	8,330,000.00	6,830,000.00
0890 - Paying Agent Fees	500.00	10,000.00	10,000.00
	\$ 16,907,046.15	\$ 16,944,651.00	\$ 15,188,551.00
Revenues less Expenditures	43,858.51	920,821.96	2,755,139.96
Beginning Fund Balance	169,543.09	213,401.60	1,134,223.56
6000 - Ending Fund Balance	\$ 213,401.60	\$ 1,134,223.56	\$ 3,889,363.52

Potential excess revenues:
\$533,264 to \$2,755,140

Fund balance limit:
1/12 or \$1,264,879

Debt Service Fund

Tax rate currently = 0.000761



Debt Service Fund Options



No Change in Debt Service Tax Rate:

- Issue the remaining \$25 million of bond authorization for building projects. Debt service payments would be structured to use the excess tax revenues & fund balance.
- Use the tax revenues and fund balance for an advanced bond refunding. Should result in significant long-term savings and would help pay the debt down faster.

Debt Service Fund Options



Reduce Debt Service Fund Tax Rate:

- Shift part of the DS tax rate to the Capital Outlay Fund. Requires a tax hearing but would not increase homeowner tax bill.
- Reduce the DS tax rate and collect less tax revenue.