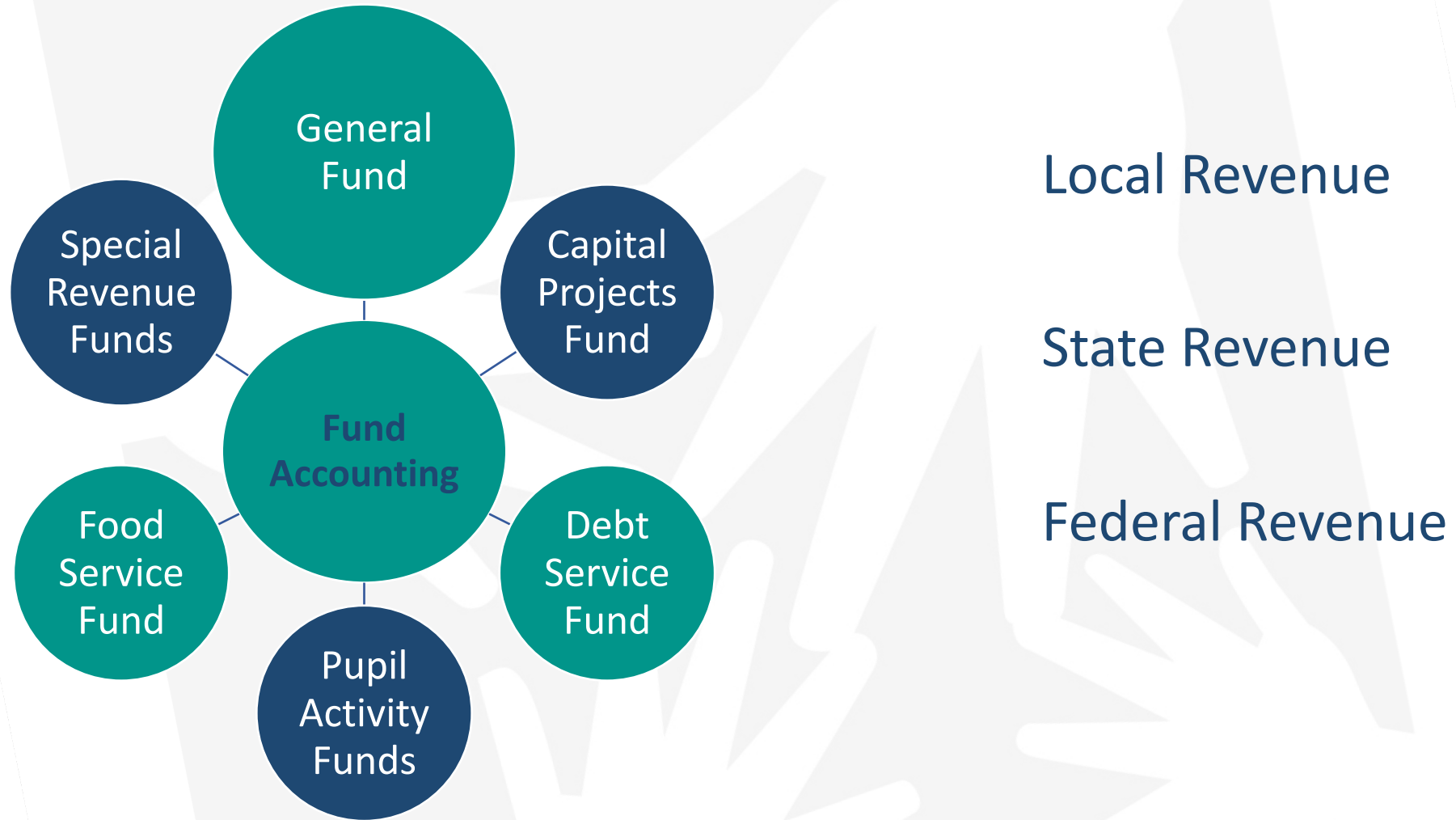




FY 2019-20 General Fund Budget

Board of Trustees Business Meeting
June 24, 2019

Types of Funds and Funding Sources



What is the General Fund?

- Main operating fund
- Accounts for all operating revenues and expenditures for the educational and support programs of the district
- Includes financial resources that are not restricted for a specific purpose
- Districts may only have one General Fund

What is the General Fund Budget?

- Financial plan for the operation of the school district
- Approved by the Board of Trustees annually
- Annual appropriations lapse at June 30th
- Any amendments to the annual budget must be approved by the Board of Trustees

FY 2018-2019 General Fund Percentage of State and Local Funding

State Funding 63%

- Largest source – Education Finance Act (EFA)

Local Funding 37%

- Largest source – Property Taxes

What is the Education Finance Act of 1977 (EFA)

Purpose: Ensure an equal education opportunity for every public K-12 student

- Created defined minimum program for public K-12 students
- Committed S.C. to fund 70% of the program cost in an average district
- Required districts to provide their local share of the program cost
 - Based on district's ability to raise revenues from property taxes

EFA Base Student Cost

- General Assembly sets a base student cost per weighted pupil annually
- Weightings are used to define a minimum educational program for every student based on their educational needs

For example: ESOL (English to Speakers of Other Languages)

Gifted & Talented

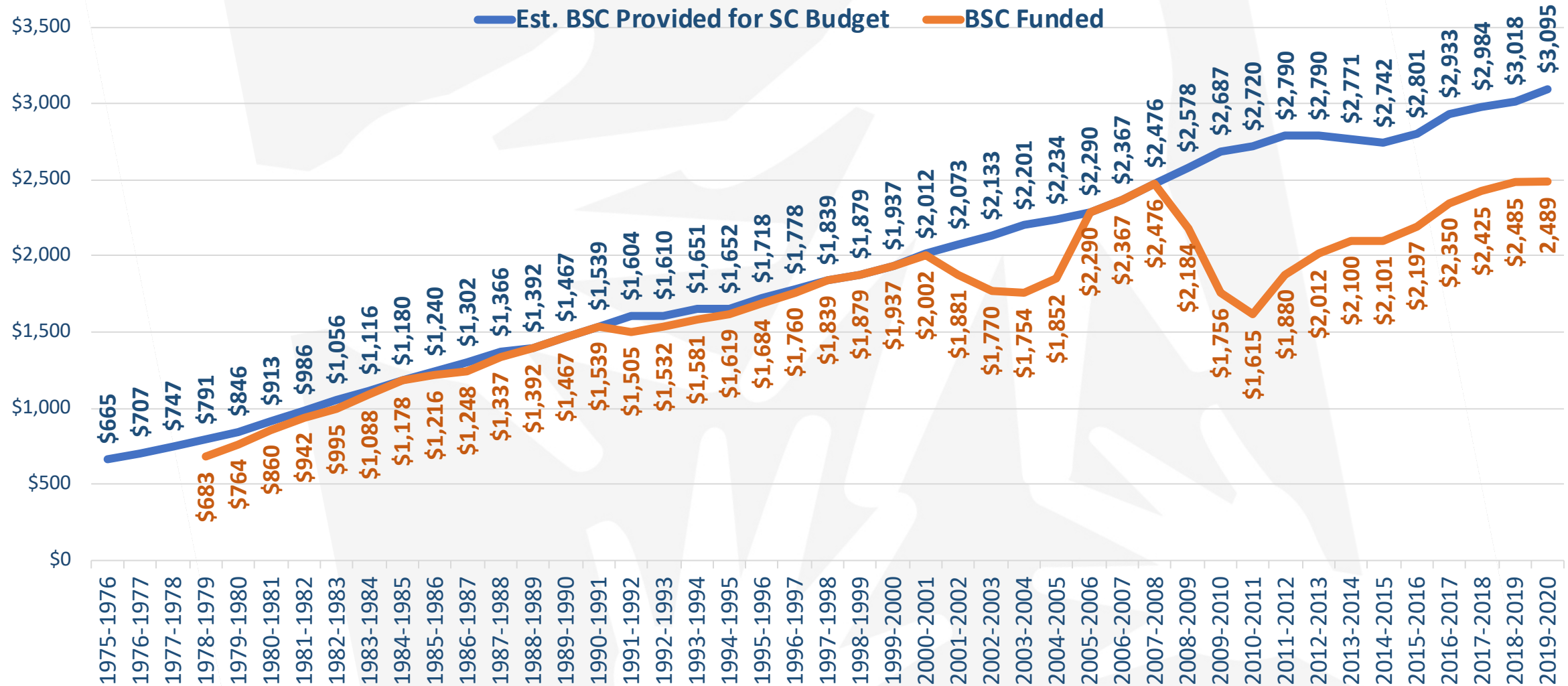
Visually Impaired

Autism

History of Base Student Cost (BSC)

BSC Estimate Provided for SC Budget vs BSC Funded

— Est. BSC Provided for SC Budget — BSC Funded



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Partial Funding of Base Student Cost Impact

<u>Fiscal Year</u>	<u>RFA¹ BSC</u>	<u>Funded BSC</u>	<u>Difference</u>	<u>Loss to Rock Hill Schools</u>
2015-2016	\$2,801	\$2,197	(\$604)	\$10.6 million
2016-2017	\$2,933	\$2,350	(\$583)	\$10.4 million
2017-2018	\$2,984	\$2,425	(\$559)	\$9.8 million
2018-2019	\$3,018	\$2,485	(\$533)	\$9.3 million
2019-2020	\$3,095	\$2,489	(\$606)	\$10.7 million

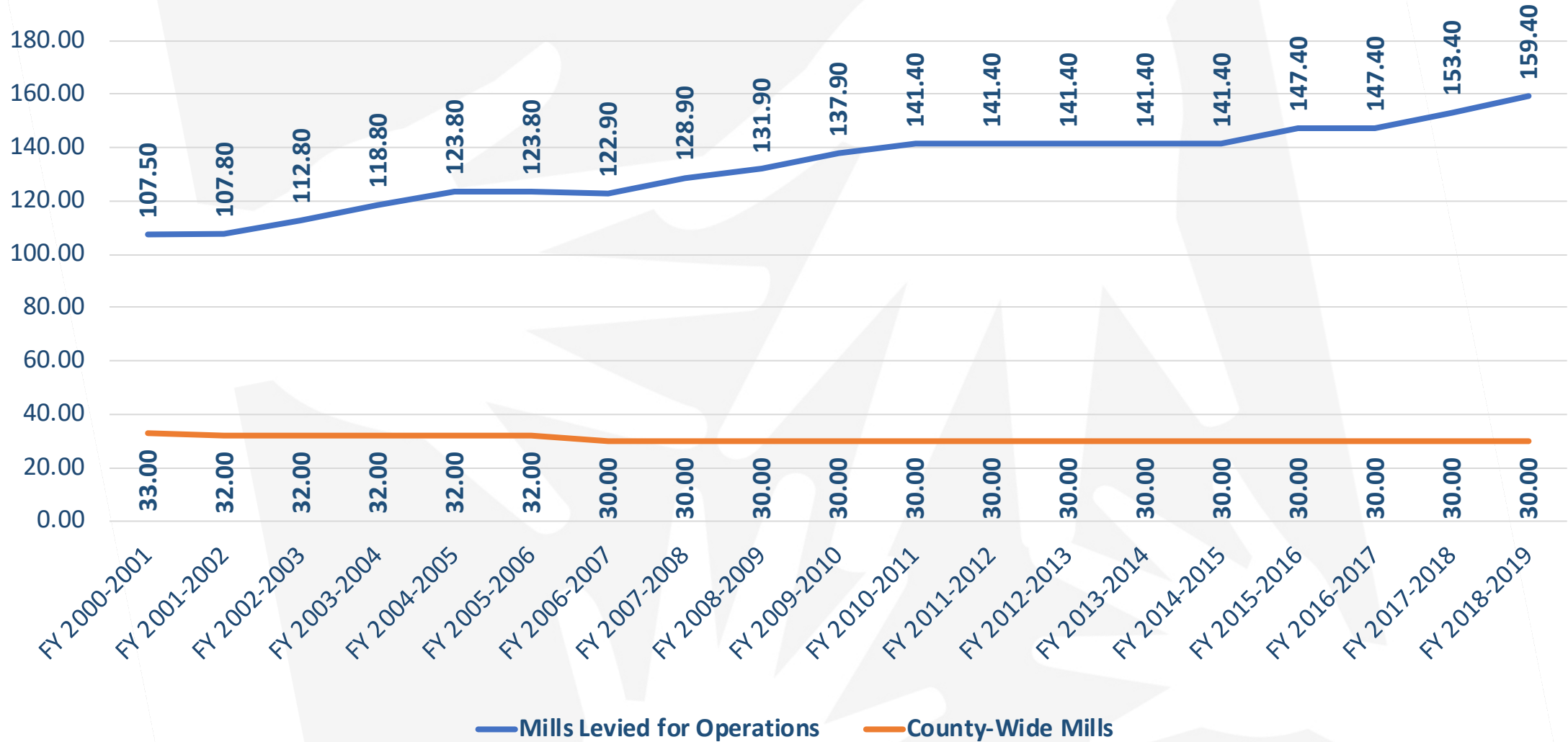
¹ SC Revenue & Fiscal Affairs

Outcome of SC Legislative Session Appropriations Bill H.4000

NEW - State Aid to Classrooms

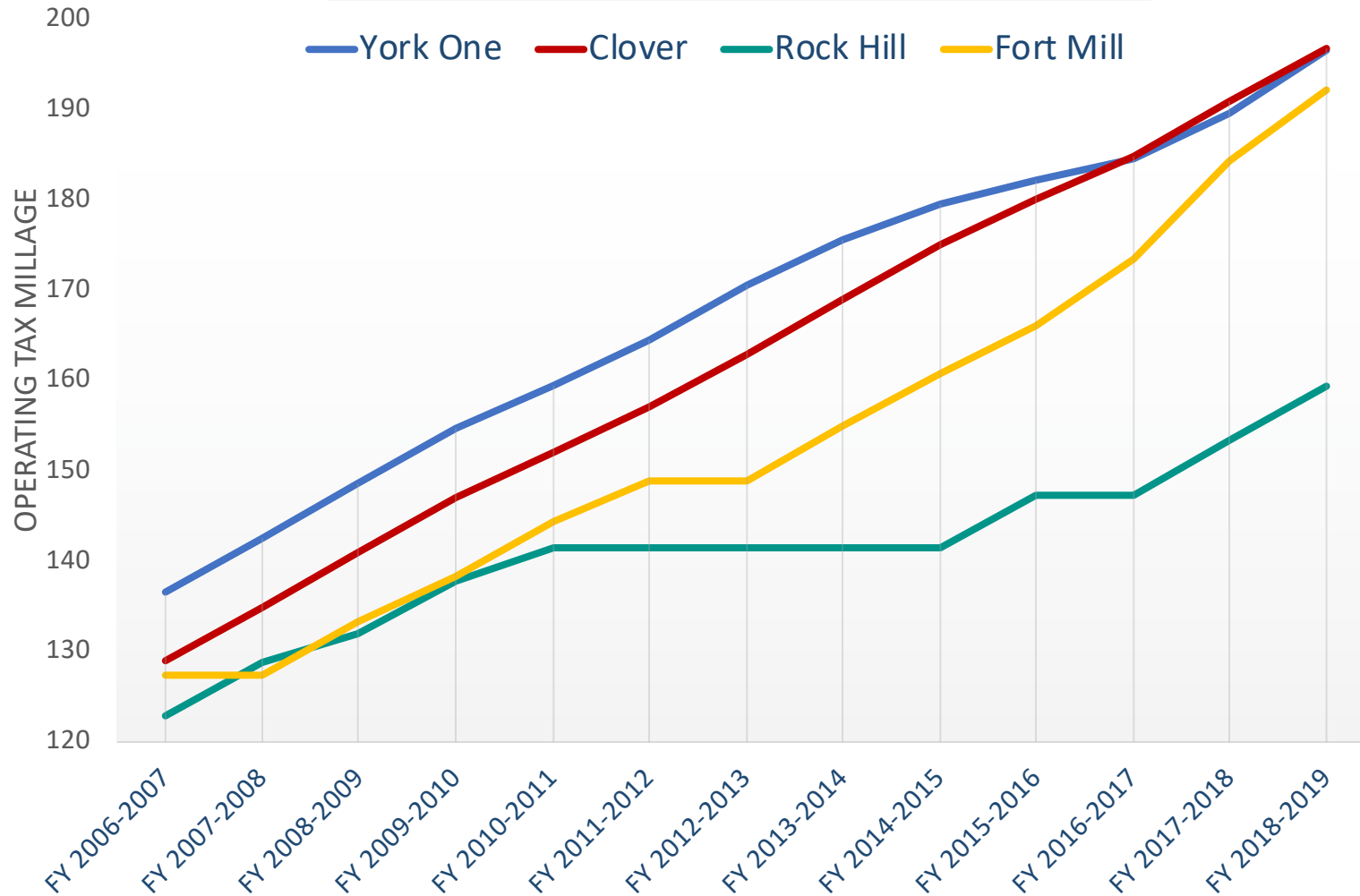
- EFA BSC \$2,489
 - \$4 increase to help fund teacher step
- EFA Fringe
 - Includes 1% retirement increase allocation
- Teacher Salary Support increase \$159 million
 - 4% teacher salary increase
 - \$35,000 beginning teacher salary

History of Operating Tax Millage



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Operating Tax Millage Comparison



Fiscal Year	York One	Clover	Rock Hill	Fort Mill
FY 2006-2007	136.6	129.00	122.90	127.4
FY 2007-2008	142.6	135.00	128.90	127.4
FY 2008-2009	148.6	141.00	131.90	133.4
FY 2009-2010	154.6	147.00	137.90	138.4
FY 2010-2011	159.6	152.00	141.40	144.4
FY 2011-2012	164.6	157.00	141.40	148.9
FY 2012-2013	170.6	163.00	141.40	148.9
FY 2013-2014	175.6	169.00	141.40	154.9
FY 2014-2015	179.6	175.00	141.40	160.9
FY 2015-2016	182.1	180.00	147.40	166.2
FY 2016-2017	184.6	184.80	147.40	173.4
FY 2017-2018	189.6	190.80	153.40	184.2
FY 2018-2019	196.6	196.80	159.40	192.2

*Excludes County-wide Millage

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Proposed Revenue Budget

Local Revenue

Property Taxes

\$50,015,250

- Includes increase in value of a mill
- Includes six mill increase

Property Taxes County-Wide

\$ 8,200,000

Fee in Lieu of Taxes

\$ 4,077,250

Other Local Revenue

\$ 1,110,000

Total Local Revenue

\$63,402,500

Proposed Revenue Budget

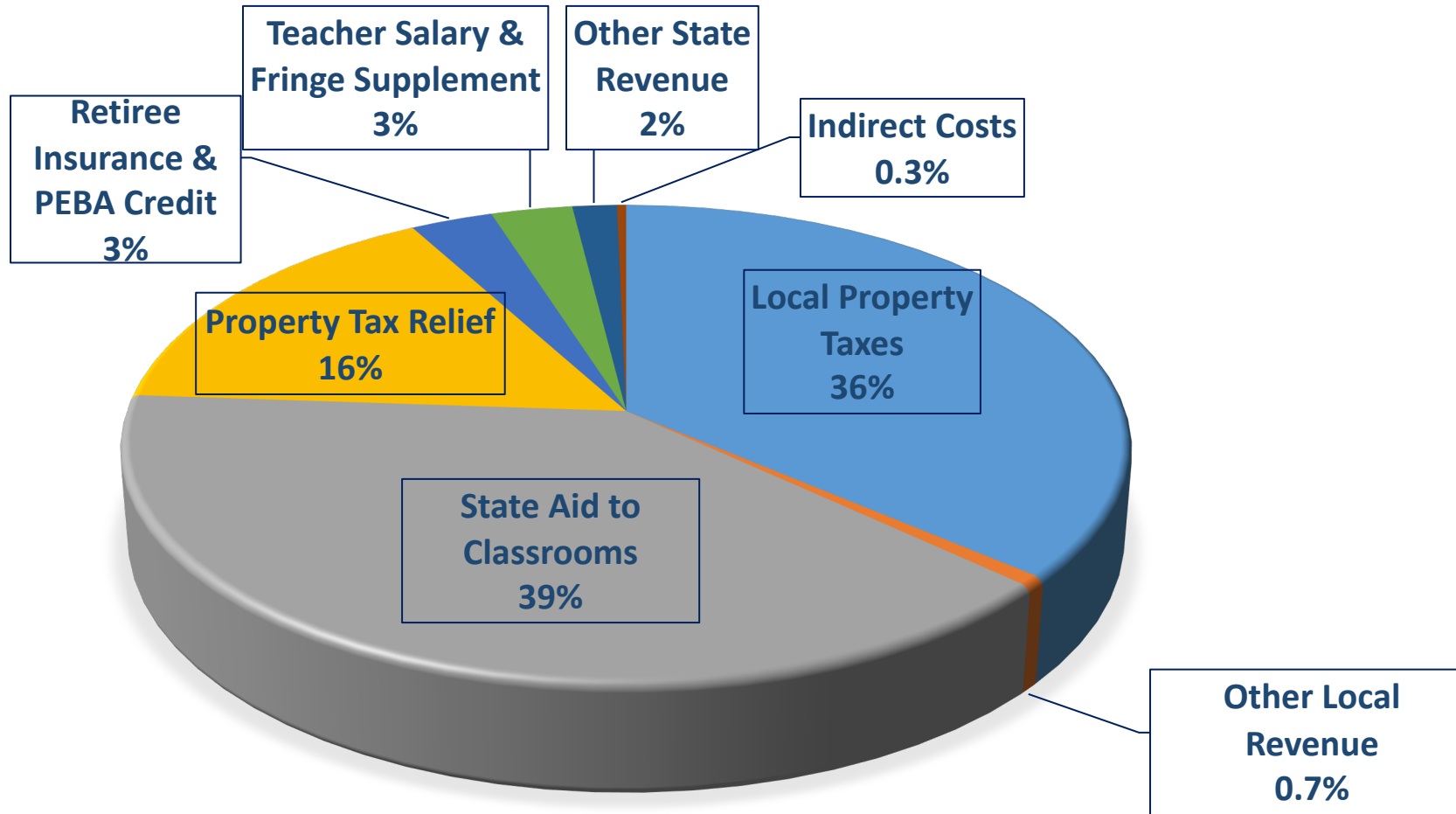
State Revenue

State Aid to Classrooms-EFA	\$43,859,255
State Aid to Classrooms-Fringe	\$20,067,976
State Aid to Classrooms-Teacher Salary	\$ 3,419,615
State Property Tax Reimbursements	\$27,346,885
Retiree Insurance / PEBA Retirement Credit	\$ 5,208,227
Teacher Salary & Fringe Supplement	\$ 5,135,124
Other State Revenues	<u>\$ 2,809,583</u>
Total State Revenue	<u>\$107,846,665</u>

Proposed Revenue Budget

Total Local Revenue	\$ 63,402,500	(36.7%)
Total State Revenue	\$107,846,665	(62.5%)
Indirect Costs	<u>\$ 575,000</u>	(0.3%)
Total Revenue	\$171,824,165	
Use of Fund Balance	<u>\$ 780,389</u>	(0.5%)
Total Revenue / Use of Fund Balance	<u><u>\$172,604,554</u></u>	

Proposed Revenue Budget



*Excludes Use of Fund Balance

Budget Themes for FY 2019-2020

District's Focus Areas

- Safety & Security
- Recruitment & Retention
- Student Achievement

Proposed Expenditure Budget

Salaries & Benefits - \$150,271,186

- State mandatory increases:
 - 4% salary increase and one year of experience step increase for teachers
 - 1% retirement rate increase for all employees
 - 0.2% retirement surcharge increase for all employees
- Safety & Security increases:
 - Security technician
 - 2 nurses
 - 5 mental health counselors

Proposed Expenditure Budget

Salaries & Benefits (continued):

- Recruitment & Retention increases:
 - 4% increase and one year of experience step for all other employees
 - 5% increase for all supplements
- Student Achievement increases:
 - 3 ESE (Exceptional Student Education) teachers
 - 6 ESE classroom assistants
 - 1 physical therapist
 - 2 immersion teachers
 - Enrichment / academic support for students at-risk

Proposed Expenditure Budget

Utilities - \$4,919,656

Purchase Services - \$12,218,545

* Safety and security support

Supplies & Equipment - \$4,140,289

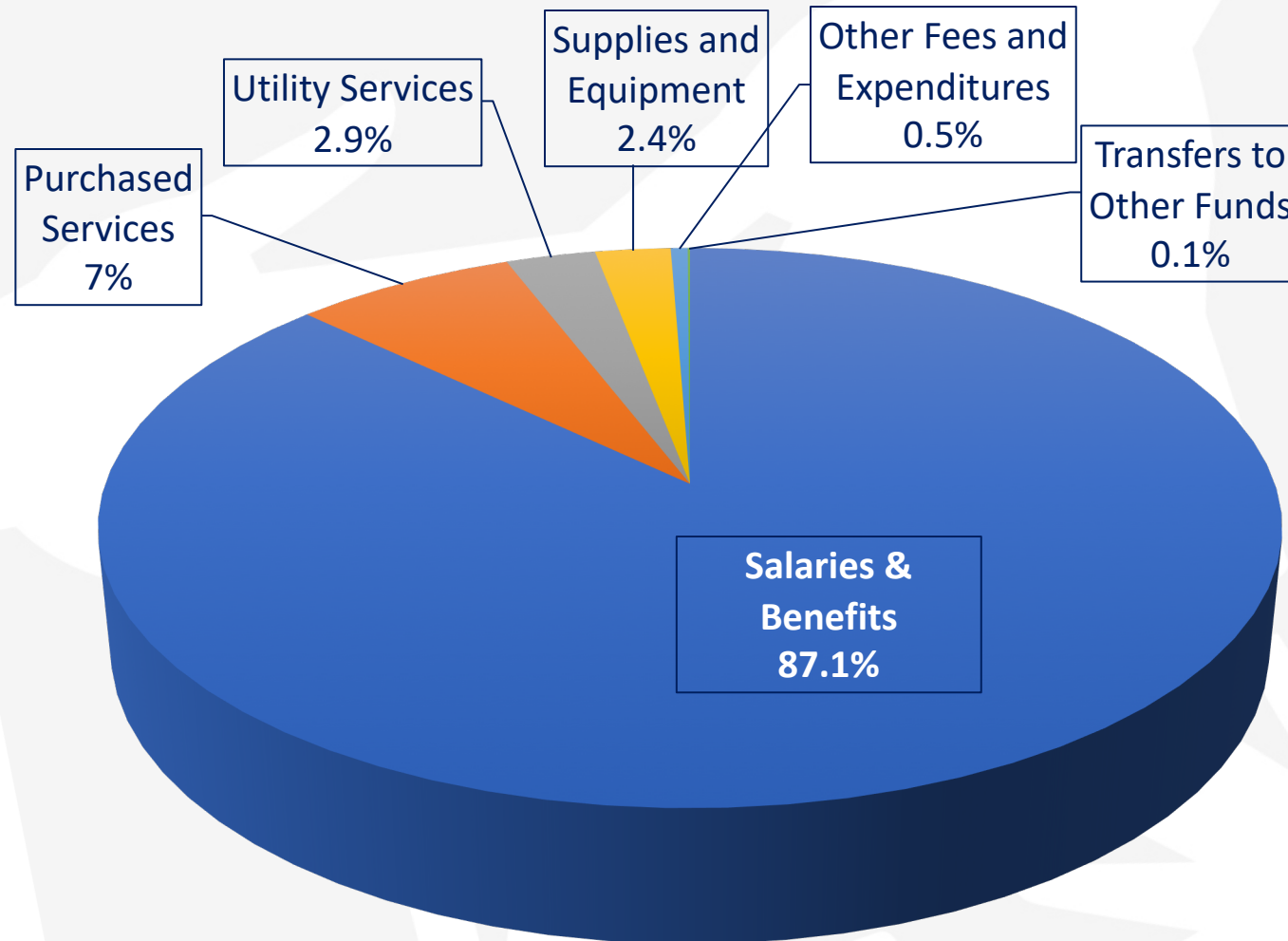
Other Fees & Expenditures - \$929,878

Transfers to Other Funds - \$125,000

Proposed Expenditure Budget

Salaries & Benefits	\$150,271,186	(87.1%)
Utilities	\$ 4,919,656	(2.9%)
Purchase Services	\$ 12,218,545	(7.0%)
Supplies & Equipment	\$ 4,140,289	(2.4%)
Other Fees & Expenditures	\$ 929,878	(0.5%)
Transfers to Other Funds	<u>\$ 125,000</u>	(0.1%)
Total Expenditures	<u><u>\$172,604,554</u></u>	

Proposed Expenditure Budget



Summary of Proposed FY 2019-2020 General Fund Budget

Local Revenue	\$ 63,402,500
State Revenue	\$107,846,665
Indirect Costs	<u>\$ 575,000</u>
Total Revenue	\$171,824,165
Use of Fund Balance	<u>\$ 780,389</u>
Total Revenue / Use of Fund Balance	<u>\$172,604,554</u>

Salaries/Benefits	\$150,271,186
Utilities	\$ 4,919,656
Purchase Services	\$ 12,218,545
Supplies / Equipment	\$ 4,140,289
Other Fees / Expenditures	\$ 929,878
Transfers to Other Funds	<u>\$ 125,000</u>
Total Expenditures	<u>\$172,604,554</u>

A large, stylized graphic of several hands reaching upwards, rendered in white and light gray, serving as a background for the central text.

Thank you

One Team. One Mission. One Rock Hill.