

SCHOOL BOARD MEETING AGENDA ITEM

MEETING DATE: June 17, 2008
AGENDA ITEM: Recommended 2007-08 Budget Amendments for
June 17, 2008
Actual Expenditures thru June 10, 2008

INFORMATION SUBMITTED BY: Richard Matkin
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COMMENTS:

Attachments:
Recommended 2007-08 Budget Amendments for June 17, 2008
General Fund Adopted Budget with June 17, 2008 Amendments

BUDGET IMPACT:

General Fund Balance – Positive impact of \$1,440,734

The Final Amended Budget includes the maximum anticipated expenditures for any one function. Key items listed provide explanations for the significant variances. Final budget allocations are projected so that no function is over budget which would result in a deficiency on the District's **School FIRST** financial accountability rating report.

- Key Budget Items with No Impact on Fund Balance
 - \$3,967,799 – High School Allotment is moved from the General Fund to Fund 428.
 - \$1,486,593 – Technology Allotment is moved from the General Fund to Fund 411.
 - \$7,792,750 – PASAR and Employee Child Care revenue and expenditures are reclassified from the General Fund to an Enterprise Fund. The net operating profits of \$1,577,531 will be transferred into Operating.
- Key Budget Items with a Positive Impact on Fund Balance:
 - \$166,232 – Net increase in local revenue. Increase in tax and interest revenue of \$7,958,982 and decrease of (\$7,792,750) to move PASAR and Employee Child Care revenue to Enterprise Fund.
 - \$2,244,742 – Increase in State Revenue relating to final adjustment to 2006-07.
 - \$10,393 – Increase in Federal Revenue relating to ROTC reimbursements
 - (\$932,416) and (\$435,489) – Reductions in Functions 18 and 19 respectively relating to the move of the Technology Fund.
 - (\$548,843) – Reduction in Function 41 due to the PASAR financial services expenditures moving to the Enterprise Fund.
 - (\$268,129) – Reduction in Function 51 due to the move of PASAR expenditures to the Enterprise Fund.
 - (\$5,441,138) – Reduction in Function 61 due to the move of PASAR and Employee Child Care to the Enterprise Fund.
 - (\$1,520,677) – Net decreased in transfers between funds relating to savings in the transfers to Summer School and other Tuition programs, Special Programs, Athletics, and Headstart.
- Key Budget Items with a Negative Impact on Fund Balance:
 - (\$5,454,392) – Decrease in State Revenue as a result of moving the High School and Technology Allotments out of the General Fund.
 - The following expenditure functions increased:
 - Function 11 \$217,306 related to salaries
 - Function 21 \$118,530 related to salaries

- Function 32 \$98,958 related to salaries
- Function 34 \$930,639 related to increase in salaries and gasoline prices
- Function 52 \$45,232 related to salaries and increased repair costs
- Function 53 \$8,986 related to salaries
- Function 91 \$3,222,121 to adjust recapture to the expected amount including adjustments for 2006-07
- Function 93 \$11,000 related to increased costs of SSA
- Function 95 \$20,000 related to increased costs of JJAEP

Other Funds:

Key Budget Items:

Fund 173 – Employee Child Care

\$ 12,040 – Employee Child Care revenue decreased \$5,150 and expenditures decreased \$17,190 resulting in decrease of transfer in from Operating

Fund 174 – PASAR – Operations

\$ 19,710 – PASAR revenue decreased \$548,447 and expenditures decreased \$528,737 resulting in an increase of transfer out to Operating

Fund 240 – National Breakfast/Lunch Program

\$ 45,000 – Positive impact to fund balance due to adjustment of actual expenditures

Fund 411 – Technology Allotment

\$ 1,486,593 - State revenue and expenditures for Technology Allotment

Fund 428 – High School Allotment

\$ 3,967,799 - State revenue and expenditures for High School Allotment

Fund 469 – Miscellaneous Local Donations

\$ 15,100.00 – Revenue received from the PISD Education Foundation: \$5,100 for the Girls Physics Camp meals and refreshments and \$10,000 for professional development or campus technology.

\$ 27,645.00 – Revenue and expenditures for the final reconciliation of State AcDec Competition held at PWSH.

Fund 478 – PPE Emergency/Helping Hands Funds

\$ 100.00 – Revenue donated to the Mike Floyd Memorial Fund

Fund 513 – Debt Service Fund – Interest & Sinking

\$ 1,419,145 – Positive impact to fund balance due to increased tax revenues, adjustment of actual expenditures and recording of the 2008 Bond Refunding

RECOMMENDATIONS:

Staff recommends approval of these Budget Amendments.