

Fiscal Year 2025 (FY '25)
2024-25 Budget Summary & Information
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06 – General Fund

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
13,784,139	14,831,942	15,737,482	905,540	6.1%

- The general fund budget mill levy is set by the State and equalized at **20 mills**. Expenditures from the general fund are limited by state law and may be transferred to numerous program and weighted funds such as at risk, bilingual education, virtual education, Parents As Teachers, vocational education, professional development, special education, etc. KSDE Budget Fund Summaries: [Budget_Fund_Summaries.pdf \(ksde.org\)](https://ksde.org/Budget_Fund_Summaries.pdf)

- Base State Aid per pupil (BSAPP) changes:

Budget Year	BSAPP	BSAPP Change (\$)	BSAPP Change (%)	General Fund
FY '09 (2008-09)	\$4,433 (reduced to \$4,400)	---	---	\$13,172,216 (Budgeted; reduced by \$394,616)
FY '10 (2009-10)	\$4,218 (reduced to \$4,012)	(\$215)	(4.85%)	\$11,982,494 (reduced by \$558,324)
FY '11 (2010-11)	\$3,937	(\$281)	(6.66%)	\$11,540,528
FY '12 (2011-12)	\$3,780	(\$157)	(3.99%)	\$11,444,328
FY '13 (2012-13)	\$3,838	+\$58	+1.53%	\$11,514,768
FY '14 (2013-14)	\$3,838	---	---	\$11,660,228
FY '15 (2014-15)	\$3,852	+\$14	+0.36%	\$11,710,080 (republished)
FY '16 (2015-16)	Block Grant	N/A	N/A	\$15,657,287 (net \$11,719,397)
FY '17 (2016-17)	Block Grant	N/A	N/A	\$14,334,082 (net \$11,795,169)
FY '18 (2017-18)	\$4,006	+\$154	3.99%	\$12,581,569
FY '19 (2018-19)	\$4,165	+\$159	3.97%	\$13,439,236
FY '20 (2019-20)	\$4,436	+\$271	6.51%	\$14,224,066
FY '21 (2020-21)	\$4,569	+\$133	3.0%	\$14,077,226
FY '22 (2021-22)	\$4,706	+\$137	3.0%	\$14,319,640
FY '23 (2022-23)	\$4,846	+\$140	3.0%	\$14,004,357
FY '24 (2023-24)	\$5,088	+\$242	4.99%	\$14,831,942
FY '25 (2024-25)	\$5,378	+\$290	5.70%	\$15,737,482
TOTAL CHANGE:		+\$945	21.3% (1.25%/year 2008-2025)	

- From FY '09 to FY '25 (17 years), the BSAPP increased \$945 (21.3%) or 1.25% per year average. BSAPP is not reflected in FY 16 & 17 due to block grant funding.
- Local Option Budget is calculated using a BSAPP of \$5,452 plus the current year special ed state aid (excluding virtual state aid).
- Future Base State Aid increases will be determined based on the Consumer Price Increase percentage.**

- Following is a summary of recent district FTE enrollment (Budget Open Page summary):

Year	Actual FTE Enrollment
FY '08 (2007-08)	2,062.5
FY '09 (2008-09)	2,027.9
FY '10 (2009-10)	2,028.1
FY '11 (2010-11)	2,010.3
FY '12 (2011-12)	1,986.6
FY '13 (2012-13)	1,953.3
FY '14 (2013-14)	1,919.0
FY '15 (2014-15)	1,931.0
FY '16 (2015-16)	1,936.1
FY '17 (2016-17)	2,012.5
FY '18 (2017-18)	2,029.0
FY '19 (2018-19)	1,933.4
FY '20 (2019-20)	1,911.1
FY '21 (2020-21)	1,677.8
FY '22 (2021-22)	1,760.0
FY '23 (2022-23)	1,773.0
FY '24 (2023-24)	1,772.7
FY '25 (2024-25)	1,737.0 (projected)

- FTE Enrollment is calculated using the higher of:
 - 2023-24 Audited enrollment (excluding 4-year-old at risk & virtual students) 1,772.7
 - 2024-25 Estimated enrollment (excluding 4-year-old at risk & virtual students) 1,737.0
 - 2 Prior Years' Average FTE $(1,773.0 + 1,772.7 / 2 = 1,772.9)$ 1,772.9 **(24-25 only)**
 - **The 2024-25 budget is based on the higher of the above which is 1,772.9 FTE (2-year average).**

- Weighted FTE Enrollment comparison (Budget Form 150 summary):

Weighting	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Enrollment (<i>Sept 20th</i>)	Block Grant	Block Grant	2,009.5	2,029.0	2,029.00	1,933.4	1,911.1	1,760.0	1,773.0	1,772.9
Enrollment used	Block Grant	Block Grant	Average	Prior Year	2 nd preceding	2 nd preceding	2 nd preceding	Prior Year	Prior Year	Average
High Enrollment	N/A	N/A	70.4	71.1	71.1	67.7	67.0	61.7	62.1	62.1
Bilingual Education (<i>headcount</i>)	N/A	N/A	2.0	5.6	5.6	5.6	5.6	5.6	5.6	5.6
Vocational Education (<i>hours</i>)	N/A	N/A	39.7	37.5	44.2	44.2	45.8	54.2	54.2	60.4
At-Risk (<i>free lunch</i>) .484 FTE	N/A	N/A	284.1	290.4	290.4	242.0	242.0	290.4	314.6	295.2
Non-Proficient (<i>testing</i>)	N/A	N/A	0	0	0	0	0	0	0	0
New Facilities	0	32.9	37.5	0	0	0	0	0	0	0
Transportation (>2.5 miles)	N/A	N/A	155.7	150.0	150.8	134.5	124.8	122.4	126.0	135.1
Special Education	N/A	N/A	529.3	625.1	598.5	620.8	540.3	537.8	521.8	537.7
FHSU Math & Science Academy	N/A	N/A	0	0	0	0	0	0	0	0
TOTAL WEIGHTED FTE:	N/A	N/A	3,128.2	3,208.7	3,189.6	3,048.2	2,936.6	2,832.1	2,857.3	2,869.0
x BSAPP	N/A	N/A	\$4,006	\$4,165	\$4,436	\$4,569	\$4,706	\$4,846	\$5,088	\$5,378
= GENERAL FUND	\$15,657,287	\$14,334,082	\$12,531,569	\$13,364,236	\$14,149,066	\$13,927,226	\$13,819,640	\$13,724,357	\$14,537,942	\$15,429,482
Virtual State Aid*			\$50,000	\$75,000	\$75,000	\$150,000	\$500,000	\$280,000	\$294,000	\$308,000
TOTAL GEN FUND			\$12,581,569	\$13,439,236	\$14,224,066	\$14,077,226	\$14,319,640	\$14,004,357	\$14,831,942	\$15,737,482

- *For 2024-25, the estimated virtual state aid is based on 50 full time virtual students and 5 part-time students for total estimated virtual aid of \$308,000.
- Virtual State Aid:
 - Full Time students: 50 x \$5,600 = \$280,000
 - Part Time students: 5 x \$5,600 = \$28,000
 - TOTAL: \$308,000

- District's calculated free lunch percentage

Students	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Students eligible for free lunches (estimated)	589	618	618	563	587	600	600	500	500	600	650	610
Projected Enrollment (budgeted)	1,963	1,925	1,955	1,934	1,950	2,054	1,960	1,937	1,773	1,760	1,857	1,737
Free Lunch Percentage	30.0%	32.1%	31.6%	29.1%	30.1%	29.2%	30.6%	25.8%	28.2%	34.1%	35.0%	35.1%
Audited free lunch students	642	618	548	555	623	571	504	434	469	547	601	TBD

- General Fund Revenue Summary: General State Aid (\$12,845,893) and Special Education Aid (\$2,891,589) for a total of \$15,737,482
- General Fund Expense Summary: Salaries/Benefits \$9,827,956 (62%), Transfers \$4,794,675 (30%), Transportation \$721,000 (5%), and Supplies/Misc. \$393,851 (3%)
- Transfers from General Fund: Virtual Education (\$308,000), Prof Dev (\$7,500), Special Education (\$2,891,589), and At-Risk (\$1,587,586) for a total of \$4,794,675.
- District assessed valuation history (Miami & Franklin County):

Year	Assessed Valuation (all funds)	Increase/Decrease	%
2008	\$133,432,513	---	---
2009	\$132,273,894	(\$1,158,619)	(.87%)
2010	\$130,610,152	(\$1,663,742)	(1.26%)
2011	\$129,616,864	(\$993,288)	(.76%)
2012	\$128,895,556	(\$721,308)	(.56%)
2013	\$128,620,538	(\$275,018)	(.21%)
2014	\$129,108,957	\$488,419	.38%
2015	\$131,461,696	\$2,352,739	1.82%
2016	\$134,241,286	\$2,779,590	2.11%
2017	\$140,445,128	\$6,203,842	4.62%
2018	\$149,152,760	\$8,707,632	6.20%
2019	\$159,969,259	\$10,816,499	7.25%
2020	\$168,704,299	\$8,735,040	5.46%
2021	\$183,296,779	\$14,592,480	8.65%
2022	\$208,590,231	\$25,293,452	13.8%
2023	\$220,445,134	\$11,854,903	5.7%
TOTAL (16 years):		\$87,012,621	65.2% (4.08%/year avg.)

- Average Tax Delinquency Percentage for Miami County:

Year	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Delinquency	1.16%	0.82%	0.67%	0.62%	0.81%	0.69%	0.80%	0.73%	1.28%	1.23%

- The delinquent tax rate used for the 2024-25 budget is 4%.

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
4,545,754	4,851,508	5,148,606	297,098	6.12%

- Supplemental General’s (“LOB”) balance of \$386,758 is carried over from the prior year due to receiving more property tax than budgeted (budgeted 91% tax collection in 2023-24). The balance is carried over to reduce the succeeding year’s property tax.
- KSDE Local Option Budget fund information: [LOB Resolution.pdf \(ksde.org\)](#)
- The LOB was calculated by using the BSAPP of \$5,452 per state statute.
- The district passed a successful Local Option Budget election on 5/1/2015 which provided authority to increase the LOB from 30% to 33% of General Fund.
- After state aid, the balance of the LOB revenue is generated with a local levy.
- The estimated levy for 2024-25 is 14.278 mills, an increase of 1.43 mills.
- Supplemental General (LOB) Fund Revenue Summary: Balance \$386,758 (7%); Local \$3,531,846 (69%); State \$1,230,002 (24%)
- Supplemental General (LOB) Fund Expense Summary: Transfers \$2,278,888 (45%), Transportation/fuel \$150,000 (2.5%), Electricity/Heating \$717,000 (13.9%), Maintenance salaries \$393,300 (7.6%), Insurance \$520,000 (10.1%), Repairs/Maintenance/Cleaning \$473,218 (9.2%), Water \$111,175 (2.1%), Textbooks \$130,000 (2.5%), Technology \$110,000 (2.1%) and \$265,025 (5.1%) for remaining LOB expenses (instructional equipment, supplies, etc.).
- Transfers from LOB include Bilingual (\$10,297), Parents As Teachers (\$31,200), Special Education (\$964,849), Vocational Education (\$742,750), and At-Risk (\$529,792).

07 – Federal Funds

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
2,052,037 (5,136,611 published)	2,199,783	385,506	(1,814,277)	(82%)

- This fund is a consolidated reporting of the various Federal Title programs the district receives funding for through applications.
- Programs include Title I Reading (\$300,249) Title II-a Teacher Quality (\$33,279), Title III English learner, (\$1,458), Title IV 21st Century (\$25,069) plus KDHE health grant (\$25,451) for a total of \$385,506.
- The Title I budget amount includes funds for the District and Lakemary Center neglected funds. The amount for Neglected for 2024-25 is \$91,838.
- **Total CARES (Coronavirus Aid, Relief and Economic Security) Act funds received:** SPARK (Strengthening People and Revitalizing Kansas) funds from Miami County of \$477,926; Elementary and Secondary School Emergency Relief (ESSER) funding ESSER I \$255,538; ESSER II \$1,150,333, and ESSER III \$2,585,305; plus KDHE grants for testing \$39,329 and indoor air quality \$634,610 for a grand total of \$5,143,041.

010 – Adult Education

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
275,310	281,855	271,481	(10,374)	(3.7%)

- The District serves as host for an adult education consortium providing services for Paola and Osawatomie USD #367.
- The consortium does not impact our mill levy. Each district contributes according to the services provided to them. However, the additional expenses from the consolidated program overstate our overall budget and expenses per pupil. This is similar to the Parents As Teachers consortium and the Special Education Cooperative which the Paola district also hosts.
- The District is required to provide financial support in order to receive federal and state aid. In prior years, this was achieved by a transfer of \$32,500 from LOB. In 2013-14 and forward, expenses for the adult education will be charged directly to LOB (utilities & custodial expenses) in order to meet the required district contribution (approx. \$20,000).
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

012 – Adult Supplementary Education

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
13,216	101,996	109,203	7,207	7.1%

- This fund is used for the District’s adult alternative education program.
- Revenue from this fund is generated by SRS programs such as Life Skills Job Club and Vocational Rehab as well as Adult contract courses and GED student testing.
- For 2019-20, the program received an AO-K @ Work grant for \$24,350 to provide training for Circle C Café, Paola Inn & Suites, and Miami County Auto.
- In the past, District supported this fund with a transfer from LOB. This transfer was eliminated in 2011-12.
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

013 – At Risk

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
1,982,101	2,634,836	2,617,378	(17,458)	(.70%)

- At-Risk funds are transferred from the General Fund (\$1,587,586) and LOB (\$529,792) for total revenue of \$2,117,378. The revenue generated by at-risk students must be spent on programs for students that meet the definition of at-risk and are charged to this fund. Funding is calculated by and must be spent on at-risk students as defined by State guidelines, https://www.ksde.org/Portals/0/School%20Finance/guidelines_manuals/At%20Risk%20guidelines.pdf.
- Programs included are: Foster Grandparents, Jumpstart and after school tutoring, in-school suspension, Alternative school, Supplemental reading, Instructional aides, MAP testing services, secondary reading intervention program and general education salary allocations.
- At Risk Funding for 2024-25 is based on the following:

Estimated students eligible for free lunches (610 students)	FTE 610 students x .484 weighting = 295.2 x \$5,378 = \$1,587,585
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- **Due to the mandatory General Fund and LOB transfers, the revenue for the fund of \$2,117,378 exceeds the FTE funding of \$1,587,585 by \$529,793.**
- At-Risk funding is based on the number of eligible students that qualify for free lunches (see table below).
- District’s calculated free lunch percentage (repeat from General Fund section – page 4):

Students	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Students eligible for free lunches (estimated)	589	618	618	563	587	600	600	500	500	600	650	610
Projected Enrollment (budgeted)	1,963	1,925	1,955	1,934	1,950	2,054	1,960	1,937	1,773	1,760	1,857	1,737
Free Lunch Percentage	30.0%	32.1%	31.6%	29.1%	30.1%	29.2%	30.6%	25.8%	28.2%	34.1%	35.0%	35.1%
Audited free lunch students	642	618	548	555	623	571	504	434	469	547	601	TBD

- FY 25 proposed budget amount includes a portion of the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

014 – Bilingual Education

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
18,012	38,975	39,332	357	.92%

- Funding is calculated based on the number of hours of bilingual education services provided to qualifying students or the ELL headcount, whichever is higher.
- For 2024-25, the bilingual FTE is 5.6 (30 ELL headcount x .185 = 5.6) resulting in a budget of \$30,116 for this fund (5.6 FTE x \$5,378 = \$30,116).
- The 2024-25 budgeted revenue is the \$10,297 mandatory LOB transfer plus the fund balance of \$29,035 for a total of \$39,332.
- District can only pay actual salaries and expenses associated with those teachers who are providing bilingual services and who are ELL certified.
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

015 – Virtual Education

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
80,000	585,424	642,624	57,200	9.77%

- Funding is calculated based on the number of virtual education students.
- For 2024-25, the estimated number of virtual education students used for budget authority is 50 full time and 5 part time students.
- **Virtual State Aid:**
 - **Full Time students: 50 x \$5,600 = \$280,000**
 - **Part Time students: 5 x \$5,600 = \$28,000**
 - **TOTAL: \$308,000**
- Revenue for 2024-25 is state aid (\$308,000), plus miscellaneous revenue (\$10,000) and fund balance (\$324,624) = \$642,624.
- Fund was originally established in 2016-17 through budget republication.
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

016 – Capital Outlay

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
1,075,882	4,131,219	5,497,666	1,366,447	33%

Per state statute, the maximum mill levy is 8 mills. Funds must be spent for capital outlay items as identified in state statutes. Revenue in this fund cannot be spent for operating expenses. Can be used to build up reserves to fund special projects, reducing the need for issuing bonded indebtedness. Capital Outlay Spending Guidelines

https://www.ksde.org/Portals/0/School%20Finance/guidelines_manuals/capital%20outlay%20resolut_guide.pdf?ver=2024-07-01-083204-183

- The capital outlay resolution authorizing 8 mills was approved 7/28/2014 and has continuous & permanent authorization. The resolution passed also included the expanded use language, which allows for greater usage of capital outlay funds which makes some operational expenses (custodians & maintenance salaries) a valid expenditure.
- The proposed capital outlay mill levy for 2024-25 is 8 mills (was 6.88 mills in 2023-24).
- Capital Outlay availability continues to be important. Without this critically important funding, district facility repairs/renovations might be delayed or would reduce the funds available for general education expenses if general funds had to be used in lieu of capital outlay.
- Capital Outlay state aid was eliminated effective for the 2009-10 fiscal year and was reinstated for the 2014-15 budget and forward.
- For 2024-25, capital outlay state aid for USD 368 is 0% a decrease of **-\$150,062** from 2023-24.
- FY 25 proposed budget amount includes a portion of the carryover balance for this fund. In order to expend the carryover balance, the District must have the budget authority to do so if necessary.

018 – Driver Training

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
29,632	92,082	93,370	1,288	1.4%

- Expenses remain stable from year to year but do carryover into different budget years due to class session being in June and July (different fiscal years).
- The district eliminated the transfer to this fund for it to be self-supporting in 2009-10.
- Revenue for this fund consists of the carryover balance and student-paid driver’s education fees (\$240/student) and estimated \$13,500 state safety aid (\$135/student).
- The enrollment for the 2024-25 budget is based on 100 students.
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.
- During the following fiscal years, the district received a federal KDOT grant to provide driver’s ed program fee reimbursement for qualifying families.

Grant amount	Grant amount	Grant amount	Grant amount
2020-21 - \$2,000	2021-22 - \$4,000	2022-23 - \$5,000	2023-24 - \$5,000

- KDOT grant payments are paid out during the following fiscal year in which they are awarded (following driver’s ed course completion).

024 – Food Service

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
1,050,551	1,576,592	1,480,654	(95,938)	(6.09%)

- The transfer to this fund was eliminated for 2010-11 and the program has been self-supporting since that time. This transfer had been as high as \$70,000 in the past.
- Food Service Revenue Summary: Meal Sales (\$551,697), State school food assistance (\$6,449), Federal Child Nutrition Programs (\$486,652), and Interest (\$10,000)
- Food Service Expense Summary: Salaries/Benefits \$437,300 (30%), Food Service Management fees \$600,000 (40%), Food & Supplies/Other \$443,354 (30%)
- District meal prices for 2024-25 are not increasing (breakfast and lunch prices).
- Food Service Fund balance decreased **-\$43,257** during 2023-24. With increasing expenses & Taher contract increases, future meal prices may need to be increased.
- Following is a summary of the meal reimbursement rates, number of meals served, and meal prices:

	2020-21	2021-22	2022-23	2023-24	2024-25
Federal Reimbursement Rate (per meal)	\$0.6275	\$4.50	\$0.82	\$1.15	\$0.775
State Reimbursement Rate (per meal)	\$.04	\$.04	\$.04	\$.04	\$.04
Lunches Served (prior year)	165,508 (2019-20)	Not available	194,418 (2021-22)	171,137 (2022-23)	166,252 (2023-24)
Breakfasts Served (prior year)	46,983 (2019-20)	Not available	90,014 (2021-22)	53,178 (2022-23)	50,756 (2023-24)
Total Meals Served	212,491 (2019-20)	Not available	284,432	224,315	217,008
Lunch Price (elementary/middle school/high school)	\$2.75 / \$2.80 / \$2.90	\$2.75 / \$2.80 / \$2.90	\$2.75 / \$2.80 / \$2.90	\$2.75 / \$2.80 / \$2.90	\$2.75 / \$2.80 / \$2.90
Breakfast Price (K-5/6-12)	\$1.95 / \$2.00	\$1.95 / \$2.00	\$1.95 / \$2.00	\$1.95 / \$2.00	\$1.95 / \$2.00

- Meals served in 2021-22 were based on the total number of meals served in 2021-22 and the percentage by building for 2019-20 meals served as the per building information was not collected in 21-22 due to all students eating free meals.
- In 2020-21 and 2021-22, all students were eligible for free lunches due to the federal lunch program pandemic funding (ended for the 2022-23 school year & beyond).
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

026 – Professional Development

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
29,322	93,391	118,505	25,114	26.9%

- Professional development activities were funded via transfer and state aid (transfer amount for 2023-24 was \$50,000 from General Fund).
- State aid for 2023-24 was \$4,436.
- For 2024-25, professional development state aid is estimated/budgeted at \$7,500 (actual will be less).
- The remainder of the fund expenses will be paid from the fund balance and/or fund transfer.
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

028 – Parent Education

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
357,373	428,460	460,331	31,871	7.4%

- The District is the sponsoring district for several area school districts’ Parents As Teachers programs, including Central Heights, Prairie View, Osawatomie, Louisburg, Jayhawk Linn, Garnett and Paola. Pleasanton has rejoined the PAT consortium for 2024-25 which now mirrors the special education coop districts.
- USD #368’s anticipated portion of the budget after state aid is \$31,200 for 2024-25.
- This fund remains stable unless additional children/districts are added to the program or when additional grant opportunities are available (Bright Futures grant, etc.)
- Hosting this consortium does not impact our mill levy. Each district contributes according to the services provided to them. However, the additional expenses from the consortium overstate our overall budget and expenses per pupil. This is similar to the Adult Education consortium and the Special Education Cooperative which the Paola district also hosts.
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

030 – Special Education

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
3,057,080	4,515,729	4,506,438	(9,291)	(.21%)

- Funds for Special Education are transferred into this fund to cash flow programs for the first 3.5 months of the fiscal year. The state does not provide any aid for special education until at least October 15 of each year. The carryover balance in this fund is needed in order to operate for the first 3.5 months of the fiscal year.
- Special Education categorical aid funding is figured on a per teacher basis, not a per student basis method used for regular education funding. The funding amount based on the number of teachers is then divided by the BSAPP to arrive at an FTE.
- Categorical aid per teacher for 2023-24 was \$31,670 and is estimated to be \$30,800 for 2024-25.
- The special education FTE results in a \$2,891,589 transfer from General Fund to Special Education and a LOB transfer of \$964,849.
- House Sub for SB 387 (2024) provided for the Local Contribution distribution of additional special education state aid, which will be paid directly to member districts. This additional payment will be calculated in November 2024 and paid in February 2025. USD 368’s estimated amount is **\$216,046** (See KSDE School Finance - <https://www.ksde.org/Agency/Fiscal-and-Administrative-Services/School-Finance/Whats-New>) and is included in the General Fund transfer amount.
- ESSER funds by fiscal year were: 2020-21: \$38,018 (ESSER I), 2021-22: \$57,317 (ESSER II) and 2022-23: \$114,634 (ESSER II).
- This fund includes expenditures for Coop payments/USD 368 assessments (\$1,237,711), special education contracted transportation (\$404,638, mileage/fuel transportation expenses (\$18,500) pass through of USD 368 special education entitlement aid to the Coop and Greenbush Special Education flow through state aid (\$2,307,589), Salaries for special education teacher substitutes (\$37,000), and Misc. (\$501,000) for a total budget of \$4,506,438.
- FY 25 proposed budget amount includes a portion of the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

034 – Vocational Education

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
768,623	1,323,200	1,314,000	(9,200)	(.70%)

- This fund includes salary and course expenditures for approved district vocational programs, including business education, vo-ag, family and consumer science (FACS), trade/industry, and journalism.
- Carl Perkins grant revenue was formerly included in this fund (budgeted at \$10,000). These funds now flow through Greenbush.
- FY 25 proposed budget amount includes a portion of the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

035 – Gifts and Grants

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
53,391	353,074	316,341	(36,733)	(10.4%)

- This fund represents charitable grants or gifts provided to the District. Contributions each year are typically spent in the year received.
- Revenue & Expense Summary:

	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
Revenue	\$54,570	\$56,920	\$59,482	\$104,633	\$72,118	\$148,486	\$98,444	\$62,416	\$108,322	\$59,658
Expense	\$52,588	\$53,640	\$48,197	\$90,117	\$44,087	\$122,163	\$61,532	\$49,762	\$73,215	\$53,391

- Budget for FY 25 is the ending balance of \$242,581 plus estimated revenue of \$73,760 = \$316,341 budget.
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

047 – Special Reserve Fund (Health Insurance)

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
2,340,189	0	0	0	0

- Prior to 2021-22, USD #368 was semi self-insured utilizing a third-party claims administrator, insurance broker, and stop loss (re-insurance) carrier. For the plan years 10/1/22 – 9/30/23 and 10/1/23 – 9/30/24 the district was fully insured with Blue Cross Blue Shield.
- For plan year 10/1/24 – 9/30/25 (2024-25), the district will return to a semi self-insured health insurance model utilizing Centivo (<https://centivo.com/>) and the Centrus Health network (<https://www.centrushealth.com/>).
- Following is a summary of the health insurance fund:

	<u>2015-16</u> <u>Actual</u>	<u>2016-17</u> <u>Actual</u>	<u>2017-18</u> <u>Actual</u>	<u>2018-19</u> <u>Actual</u>	<u>2019-20</u> <u>Actual</u>	<u>2020-21</u> <u>Actual</u>	<u>2021-22</u> <u>Actual</u>	<u>2022-23</u> <u>Actual</u>	<u>2023-24</u> <u>Actual</u>
Beginning Balance	\$1,000,826	\$1,380,426	\$1,231,717	\$736,961	\$565,353	\$676,419	\$620,711	\$400,040	\$570,146
Revenue	\$2,040,775	\$2,249,262	\$2,264,260	\$3,037,890	\$2,843,439	\$3,316,299	\$3,335,808	\$3,007,718	\$2,837,742
Expenses	\$1,661,175	\$2,397,971	\$2,759,016	\$3,209,499	\$2,732,373	\$3,372,007	\$3,556,479	\$2,837,612	\$2,340,189
Ending Balance	\$1,380,426	\$1,231,717	\$736,961	\$565,353	\$676,419	\$620,711	\$400,040	\$570,146	\$1,067,699
Stop Loss (per person)	\$85,000	\$85,000	\$95,000	\$110,000	\$110,000	\$110,000	\$110,000	Fully Insured	Fully Insured

- During 2023-24, revenue exceeded expenses, resulting in a reserve balance increase of \$497,553.
- Actual expenses only are reported for this fund, therefore, there are no budgeted amounts shown.
- For 2024-25, district contributions will increase by \$50 to \$650/month. Employee contributions could decrease if the Centivo/Centrus narrow network plans are selected or could increase if the wider network Cigna plans are chosen.
- Projections are for the health insurance fund balance to continue to increase during 2024-25 to provide a cushion for future rate increases.
- Original contingency funds of \$345,800 were earmarked for the health insurance fund. In 2018-19, \$147,374 from contingency was used for health insurance, leaving \$198,426 of the original amount for health insurance.

051 – KPERS Contribution Fund

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
3,337,979	4,099,879	4,005,575	(94,304)	(2.3%)

- This is a pass-through fund to show State financial support of KPERS payments.
- District normally receives four quarterly KPERS payments. However, past payments have been deferred resulting in fluctuations to the fund expenses.
- Budget includes the estimated increase in the KPERS state rate (none for 24-25) and any additional change based on salary increases or staff changes (20% cushion).

053 – Contingency Reserve

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
0	0	0	0	0

- The contingency reserve fund may be used for emergency or unanticipated expenditures.
- The prior fund balance of \$987,148 had been \$1,144,000 before \$147,374 transfer for health insurance expenses and \$28,871 encumbered for February 2021 natural gas bills subject to ongoing negotiation with the KASB KJUMP natural gas program and Symmetry Energy (reclaimed \$19,393 in 21-22 due to gas settlement).
- During 2023-24 budget closeout, an additional \$112,852 was transferred from General Fund to Contingency, making the balance \$1,100,000.
- Original contingency funds of \$345,800 were earmarked for the health insurance fund. In 2018-19, \$147,374 from contingency was used for health insurance, leaving \$198,426 of the original amount for health insurance.
- The \$1.1 million contingency fund balance is approx. 6 months of health insurance expenditures and less than one month’s payroll.

055 – Student Materials Revolving

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
121,618	0	0	0	0

- Revenues are generated by student enrollment fees and were \$134,170 in 2023-24. These fees support textbook purchases, workbooks, some required classroom materials and replacement textbooks as well as Chromebook maintenance and rotation.
- Actual expenses only are reported for this fund, therefore, there are no budgeted amounts shown.
- Future K-12 textbook replacement initiatives will increase the expenses in this fund by based on planned textbook replacement schedule.
- The fund balance had decreased from historical levels. During 2023-24 budget closeout, \$431,070 from transferred from General Fund and \$31,830 was transferred from Local Option Budget in order to prepare for future large textbook/curriculum adoptions.
- This transfer returned the fund balance in the vicinity of the 7/1/18 balance when it was \$555,280 before decreasing to \$116,651 on 7/1/23.

056 – Activity Fund

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
216,909	0	0	0	0

- This was a new budget reporting fund beginning in 2010-11. Reporting is of actual expenses only – no budgeted figures for the current budget year are included.
- Expenses reflect PHS and PMS expenses as defined by statutory requirements.
- The term “activities” means activities, events, and competitions in such fields as athletics, music, forensics, and dramatics, and other interschool or intra-school extracurricular activities in which pupils may participate directly or indirectly. Does not include student organizations or clubs (only district funds).
- Majority of expenses are supplies, officials/referees, and equipment.

• Activity Fund Summary:

	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
Revenue	\$221,740	\$202,016	\$211,367	\$214,299	\$216,079	\$204,192	\$173,941	\$205,566	\$221,372	\$233,514
Expenses	\$234,501	\$201,961	\$214,162	\$208,149	\$210,923	\$210,242	\$181,587	\$189,342	\$243,866	\$216,909

062 – Bond and Interest

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
2,165,413	2,165,412	2,193,437	28,025	1.29%

- Revenue in this fund is generated by a mill levy and is available for payment of bond principal and interest.
- The proposed levy for this fund is 5.69 mills, a reduction of 4.128 mills.
- The budgeted amount is necessary to meet the bond repayment schedule for the next 18 months.

	2015-16 Actual	2016-17 Actual	2017-18 Actual	2018-19 Budget	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget	2024-25 Budget
Expenditures (pmts)	\$2,950,743	\$2,739,714	\$1,769,032	\$2,204,434	\$2,196,512	\$2,196,062	\$2,197,137	\$2,190,162	\$2,165,412	\$2,193,437
State aid factor (%)	27%	31%	32%	32%	30%	24%	16%	13%	9%	0%
State aid (\$)	\$796,701	\$849,311	\$566,090	\$705,419	\$658,954	\$527,055	\$351,542	\$284,721	\$194,887	\$0
Outstanding Debt	\$22,030,000	\$19,835,000	\$18,365,000	\$17,145,000	\$15,470,000	\$13,755,000	\$11,985,000	\$10,160,000	\$8,280,000	\$6,355,000
Mill Levy	9.034	13.78	10.447	11.924	10.886	10.789	10.004	10.004	9.818	5.690

- Assessed valuation changes along with student enrollment changes impact the bond & interest state aid percentage.
- No state aid would be received on bonds passed after 7/1/22.
- The 2024-25 budget will be the final year for the bond & interest mill levy as the bonds will be paid in full in July 2025 (2025-26 budget year).

067 – Special Assessment

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
0	26,436	26,438	2	0%

- The levy for this fund was previously eliminated at which time the cash balance in this fund was \$29,107.
- Expenses in 2013-14 were made for the installation of sidewalks (8-foot asphalt trails) along Hedge Lane on the East side of PHS and Sunflower and along the Adult Education property. USD #368 was assessed for the cost of the sidewalk installation of \$28,830.
- The mill levy was reinstated in 2014-15 to fund crosswalk safety enhancements planned by the City of Paola (\$7,050).
- No revenue will be levied for 2024-25.
- Any remaining cash balance will be used for future special assessments due.
- FY 25 proposed budget amount includes the carryover balance for this fund. District does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

078 – Coop Special Education

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
17,291,275	20,168,840	21,343,912	1,175,072	5.8%

- The District is the sponsoring district of the East Central Kansas Special Education Cooperative for seven other area school districts (Central Heights, Garnett, Jayhawk, Louisburg, Osawatomie, Paola, Pleasanton, and Prairie View).
- Coop Revenue Comparison (budgeted):

	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Interest	\$25,000	\$30,000	\$30,000	\$30,000	\$30,000	\$100,000	\$100,000
Payments from participating school districts	\$9,961,987	\$10,960,635	\$11,501,412	\$12,100,504	\$12,175,683	\$12,210,588	\$12,589,620
Payments from USD #368	\$3,048,765	\$3,130,184	\$3,229,090	\$3,063,070	\$3,136,069	\$3,074,174	\$3,045,300
Federal aid/Medicaid	\$2,288,528	\$2,296,863	\$2,334,516	\$2,361,984	\$2,418,203	\$2,687,523	\$3,493,992
Greenbush state aid flow through & Miscellaneous	\$857,086	\$974,208	\$1,054,327	\$879,535	\$959,670	\$1,096,555	\$1,115,000
TOTAL REVENUE:	\$16,181,366	\$17,391,890	\$18,149,345	\$18,435,093	\$18,719,625	\$19,168,840	\$20,343,912

- Sponsoring the special education coop does not impact our mill levy. Each district contributes according to the services provided to them. However, the additional expenses from the special education coop overstate our overall budget and expenses per pupil. This is like the Parents As Teachers consortium and the Adult Education consortium which the Paola district also hosts.
- FY 25 proposed budget amount includes a portion of the carryover balance for this fund. The coop does not plan to expend the carryover balance but must have the budget authority to do so if necessary.

TOTAL EXPENDITURES & BUDGET AUTHORITY:

FY 24 Actual	FY 24 Budget	FY 25 Proposed Budget	\$ Difference	% Difference
57,730,380 (54,645,806 Federal)	64,500,663	66,308,279	1,807,616	2.8%

- As noted, the FY 25 proposed budget amounts include the carryover balance for most funds. District does not plan to completely expend the carryover balances but must have the budget authority to do so if necessary. As the Notice of Hearing states, the expenditures establish the maximum limits of the 2024-25 Budget.
- To illustrate this, the 2023-24 proposed budget was \$64,500,663 and the actual expenditures were \$57,730,380, a difference of \$6,770,283 less than the published budget amount. FY 25 actual expenditures will most likely be less than the published budget of \$66,308,279 as the fund balances are not expected to be completely expended.
- Estimated FY 25 net expenditures are \$59,234,716 after budgeted transfers of \$7,073,563.

Summary:

- Following is a summary of the mill levy history and total taxes levied:

USD 368	<u>2016-17</u> <u>(actual)</u>	<u>2017-18</u> <u>(actual)</u>	<u>2018-19</u> <u>(actual)</u>	<u>2019-20</u> <u>(actual)</u>	<u>2020-21</u> <u>(actual)</u>	<u>2021-22</u> <u>(actual)</u>	<u>2022-23</u> <u>(actual)</u>	<u>2023-24</u> <u>(actual)</u>	<u>2024-25</u> <u>(projected)</u>
General Fund	20.000	20.000	20.000	20.000	20.000	20.000	20.000	20.000	20.000
Supplemental General (LOB)	14.830	17.119	14.598	14.106	13.153	12.528	12.664	12.848	14.278
Capital Outlay	7.992	7.996	8.000	7.980	8.000	8.000	7.999	6.880	8.000
Bond and Interest	13.780	10.442	11.931	10.858	10.789	10.004	10.003	9.818	5.690
Special Assessment	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Total Mill Levy	56.602	55.557	54.529	52.944	51.942	50.532	50.666	49.546	47.968
Change from prior year	2.038 decrease	1.045 decrease	1.028 decrease	1.585 decrease	1.000 decrease	1.410 decrease	.1340 increase	1.120 decrease	1.578 decrease
Total Taxes Levied	\$7,435,839	\$7,637,034	\$7,956,501	\$8,278,544	\$8,593,601	\$9,096,946	\$10,198,603	\$11,570,411	\$11,387,737

- The proposed budget is the maximum amount which can be expended.
- The estimated tax rate (mill levy) is subject to slight change depending on final assessed valuation.
- Budget hearing to approve the 2024-2025 budget will be held on August 12th at 6:00 PM.

Questions:

- Questions may be directed to Jimmy Hay, USD #368 Director of Finance at 913-294-8090 or via email to jimmy_hay@usd368.org.
- Complete budget information is available on the USD #368 district website homepage at www.usd368.org.

