

**TO: BOARD MEMBERS  
DR. SARAH RISS**

**FROM: DR. DIANE MOORE**

**DATE: MARCH 3, 2015**

**RE: 2014/2015 BUDGET ADJUSTMENTS**

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Enclosed please find the second set of recommended budget adjustments for the 2014-15 school year. During this final year of the district's five year cycle, the district anticipated a deficit of approximately \$1.4 Million. This amended budget decreases the projected end of the year deficit from (\$1,424,740) to (\$997,416). In July, 2014 the Missouri Department of Elementary and Secondary Education directed school districts to anticipate the state foundation formula to be funded at a proration factor of 0.93068283. During February, the district received notice the foundation formula would be funded at a proration factor of 0.96897686. This additional funding means an increase in state basic formula and classroom trust fund revenue of approximately \$600,000.

**Update of major revenue sources:**

<b>Line Item</b>	<b>Description</b>
6 Tuition	Reduced by (\$50,000) due to additional FDK scholarships;
14 Utilities	Increased by \$75,859 to reflect final payment received;
16 State Aid	Increased by \$602,564 due to increased state funding;
24 Other State	Reduced by (\$660,319) for residential care placement tuition from DESE. This funding flows through WGSD to Epworth and Edgewood. See line item 89 for the expenditure decrease.

**Update of major expenditures:**

<b>Line Item</b>	<b>Description</b>
59 Insurance	Property and liability insurance premium;
89 Teacher Salary	Teacher Salary DESE requires tuition expenses to be coded in Teachers Fund Expenses (Fund 2). The (\$660,319) decrease represents a reduction of payments to Epworth and Edgewood for educational services;

The adjustments outlined in the budget reflect an overall decrease of \$523,921 to the projected operating deficit. This brings the deficit down to (\$997,416). Please feel free to contact me if you have any questions or concerns.

**WEBSTER GROVES SCHOOL DISTRICT  
BOARD OF EDUCATION ITEM OF CONSIDERATION**

**DATE: March 3, 2015**

**TOPIC/PROPOSAL:** Adjustments 2014-2015 Budget

**BACKGROUND INFORMATION:**

The Board adopted the original 2014-2015 budget on June 23, 2014. This is the second round of budget adjustments necessary to reflect current revenues and expenditures.

**INSTRUCTIONAL IMPACT/RATIONALE:**

N/A

**CSIP/DISTRICT GOAL ADDRESSED:**

CSIP Goal 7 – The district will maximize the use of district resources.

**FISCAL NOTE**

The budget adjustments will decrease operating receipts by \$48,270 and decrease operating expenses by \$572,191. Total impact to the budget will decrease the anticipated deficit by \$523,921 for a current operating budget deficit of (\$997,416).

**ADMINISTRATIVE RECOMMENDATION:**

- **Action Requested:**   X
- **Information:**
- **Proposed Motion for Approval (if applicable):**

I move that the Board of Education approve the budget adjustments as presented.

**PREPARED BY:** Diane L. Moore

**Motion:** \_\_\_\_\_ **Second:** \_\_\_\_\_

**Board Vote:** \_\_\_(yes) \_\_\_(no) \_\_\_(abstain) \_\_\_(Consent Agenda)

3/3/2015