

The Board of School Trustees of Madison Consolidated Schools conducted a Budget Work Session on Tuesday, August 23, 2016, at the Administration Building, 2421 Wilson Avenue, Madison, Indiana, at 4:00 p.m.

The following members of the Board of School Trustees were present:

Mrs. Joyce Imel, President  
Mr. Carl Glesing, Vice-President  
Mrs. Lee Ann Imel, Secretary  
Mrs. Linda laCour, Member  
Mr. Rob Kring, Member

The following Central Office Administrators were present:

Dr. Ginger Studebaker-Bolinger, Superintendent  
Dr. Katie Jenner, Senior Director of Learning and Title Programs  
Mr. Mike Frazier, Director of Systems, Operations, and Auxiliary Services  
Mrs. Bonnie Hensler, Director of Finance and Human Resources  
Mrs. Angela Vaughn, Director of Special Education and Student Services

Mrs. Hensler presented the following:

Madison Consolidated Schools  
2017 Budget

Agenda

Legislative Updates

Overview of Funding

- State Grant
- Enrollment
- Property Tax Funds

Historical Data

- Approved Budget
- Tax Levy
- Tax Rates
- Circuit Breaker Losses
- Revenue
- Expenditures

2017 Budget

- Calendar
- Advertised Budget
- Estimated Budget

Looking Forward

- Debt Service
- Tax Rates
- County Taxes
- Another Look Back

## Summary

## Questions?

### Legislative Updates

- Utilities and Insurance CPF extended
- Transparency
  - Additional Reporting
  - MCS website link to Gateway
  - Contracts over \$50,000 posted on Gateway
- Budget Process
  - Multiple procedural changes
  - DLGF must approve by December 31

### Funds 2017

#### State Grant

- General Fund

#### Local property taxes

- Debt Service Fund
- Capital Projects Fund
- Transportation Fund
- Bus Replacement

### General Fund

- State grant
  - 9 page calculation
  - Foundation
  - ADM
  - Honors diploma
  - Special education
  - CTE (Career and Technical Education)
  - Complexity grant
  - Per diem per student – MCS \$5,088 tuition

### State updates

- State budget increased
- Decrease the dollars per student difference between school corporations
- Complexity index base change
  - Free & Reduced to SNAP, TANF, Foster Care
- Full day kindergarten counted as one (1) ADM (2015)
- Performance grants

### MCS Impact

- \$/ADM increase
- Total \$ increase \$137,500 estimated

### Property Tax Funds

- Tax Rate=Levy/Assessed Valuation x 100
  - Capital Projects

- Tax Levy=Assessed Valuation x Tax Rate/100
  - Debt Service
  - Transportation
  - Bus Replacement

A/V=value assigned to a home or property for tax purposes

Tax Levy=tax dollars to be collected to support approved budgets

Tax Rate=dollar rate factor

All have property rate or property levy caps except debt (not circuit breaker losses)

Budgeting Property Tax Funds

Levy, Rates, A/V change each year

Factors are unknown during the budget nor are the amounts in the school district's control

Budget high to capture maximum amounts

No significant changes expected from prior year except debt service

Approved Budget

Tax Levy

Tax Rates

Circuit Breaker Losses – 6-Year Loss \$2,263,430

Revenue

Expenditures

MCS Budget Adoption Calendar 2017

	<u>2017 Advertised Budget</u>		
<b>2017 Advertised</b>	<b>Budget</b>	<b>Levy</b>	<b>Rate</b>
General Fund	19,501,607	N/A	N/A
Debt Service	3,068,453	3,077,018	0.3620
Capital Projects	6,000,000	3,334,488	0.3923
Transportation	2,655,100	2,426,462	0.2855
Bus Replacement	460,000	434,576	0.0511
Total	31,685,160	9,272,544	1.0909
	<u>2017 Estimated Budget</u>		
2017 Estimated	Budget	Levy	Rate
General Fund	19,501,607	N/A	N/A
Debt Service	3,068,453	2,350,000	0.2770

Capital Projects	6,000,000	3,230,000	0.3360
Transportation	2,655,100	1,781,000	0.1790
Bus Replacement	460,000	431,000	0.0510
Total	31,685,160	7,792,000	0.8430

Debt Service

Outstanding Debt Service

Bond	Outstanding Principal	Maturity
QSCB	1,001,000	2015-Removed
GO-Pool	625,000	2017-Remove 2018
LM-A	4,430,000	2020
LM-B	2,490,000	2021
GO-2015	4,000,000	2020

Tax Rate Projection

Property Tax Levies by Unit Within County

Debt Service

- Capital Projects
  - Routine maintenance, technology, utilities, insurance, equipment, professional services
- Debt Service
  - Major building needs

Expenditures

Deficit Scenario

Summary

- General Fund Revenue Increases
- Enrollment has stabilized
- Raises and stipends for employees
- Opportunity to take on debt for buildings
- Transportation Fund stable
  - Impact Aid Funding
  - Circuit Breaker Losses are Reduced
- Transfer to Rainy Day Recommended

Questions

Mrs. J. Imel asked about contracts over \$50,000.00 on the website included employees? Mrs. Hensler said per DLGF yes. She said employee contracts are on Gateway.

Mrs. J. Imel asked if there was an impact if the tax rate was low. Mrs. Hensler said we need to maintain a healthy rate. Dr. Stuebaker-Bolinger said a low tax rate could have a negative impact on the other budget line items.

Mr. Glesing asked if the State would begin handling preschool like they had kindergarten? Mrs. Hensler said there has been talk about it.

Dr. Stuebaker-Bolinger said Mrs. Hensler did a great job with the budget. She said the operating budget works fine but our buildings are failing. Dr. Stuebaker-Bolinger said we have done well with what we have.

Mrs. laCour thanked Mrs. Hensler for the presentation.

Mrs. laCour moved the Budget Work Session be adjourned, seconded by Mr. Glesing, the Board voted, 5-0, and the Budget Work Session was adjourned.

---

Secretary  
BY: ps

ATTEST:

---

---

---

---