



**Coweta County School System
Tentative Budget Overview Work Session
Fiscal Year 2016**

May 12, 2015



Budget Overview

- **The tentative FY2016 budget includes:**

Projected Revenues

Local	\$ 79.0 million
State	\$ 97.3 million
Federal	<u>\$ 0.4 million</u>
Total	<u>\$176.7 million</u>

Projected Expenditures **\$176.7 million**

(This does not include Workers' Compensation, Unemployment, or the After School Program.)



Budget Overview

- **The tentative FY2016 budget includes:**
 - **2.00% projected increase in the digest.**
 - **recurring operational expenditures based on FY2015 costs with minor modifications.**



Budget Overview

- **The employer cost to Teachers Retirement System increased from 13.15% to 14.27% (approximately \$1.2 million).**
- **No increase in employer cost of certified health insurance but classified health insurance increased \$150 per employee/per month (approximately \$1.0 million).**
- **Our net earnings from the State increased \$6.1 million. However, a \$5.9 million austerity reduction remains for FY2016.**



Budget Overview

- **We do not anticipate using any of our fund balance to cover continuing cuts from the State (Reserves currently projected at \$18.7 million on the accrual basis at the end of FY 2015).**
 - **We will be able to meet payroll obligations.**
 - **We will continue to have adequate cash flow.**
 - **We will not need to borrow money to operate.**
 - **We will be able to cover worker's compensation and unemployment expenses.**



Budget Overview

- **As you recall, for FY 15 we budgeted \$4.1 million into reserves. Through budget savings during the year, additional growth in the digest, and growth in the Title Ad Valorem Tax (TAVT), we are anticipating using none of our reserves for FY2015.**



Budget Overview

▪ FY2016 Budget

With the funds provided to assist with restoring work days and addressing pay for employees, the following recommendations are provided:

- Step increase for classified employees where due.**
- Step increase for certified employees where due.**
- 2% raise for certified and classified employees.**
- funding the \$150 per employee/per month increase in classified health insurance.**
- Full 180 day instructional calendar for students.**



Budget Overview

- **For FY2016, our initial estimates have us budgeting a balanced budget.**



Budget Overview

- **Work session completed May 12, 2015.**

Next Steps:

- **Our next step is to tentatively adopt the FY2016 budget (June Board meeting).**
- **Once the budget has been tentatively adopted, we will need to advertise the budget.**
- **The final adoption of the budget must occur at least two weeks after the tentative adoption.**