



# Warwick School District

## Budget Update

January 7, 2020



## 2020-21 Notable Known Revenue/Expense Drivers

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### Revenue

- Real Estate Tax Assessments – 0.39% growth = +~\$179K  
*(anticipate future growth to more than offset current/past appeals)*
- Earned Income Tax Increase to PY Budget = +~\$300K
- Interest Income Increase over PY Budget = +~\$50K  
*(monitoring due to significant recent rate regression)*
- Basic Ed Subsidy Funding Equal to PY Budget = +~\$114K  
*(not including future increase yet as the Governor's budget unknown)*
- Retirement Reimbursement = +~\$183K

### Expense

- Salaries = +~\$642K  
*(does not include any proposed personnel changes or anticipated retirements)*
- PSERS Rate Certified at 34.51% = +~\$367K  
*(lower than previous projected rate of 34.77%)*
- Health Insurance Expense = Holding flat to prior year budget *(usually \$500K+)*
- Transportation (2.0-2.75% increase) = +~\$60-90K
- Debt Service = Flat *(will not increase, nor will millage, in light of any projects)*
- Capital Reserve Transfer Budget in 2019-20 = \$660K  
*(can be removed or adjusted in 2020-21 budget to impact bottom line)*



## Fund Balances and Commitments

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<b>General Fund</b>	
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June 30, 2019 Fund Balance	18,339,162
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*Commitments:*

<i>PSERS/Healthcare Stabilization</i>	<i>4,000,000</i>
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<i>Future Operating Deficits</i>	<i>2,250,000</i>
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<i>Construction and Improvements</i>	<i>4,000,000</i>
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<i>Capital Expenditures</i>	<i>2,500,000</i>
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*12,750,000*

Unassigned Fund Balance	\$ 5,589,162
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<i>Unassigned % of Expenses</i>	<i>7.3%</i>
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<b>Capital Reserve Fund</b>	
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Ending Fund Balance	\$ 9,357,072
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## Bottom Line – Still on Target

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***Current 2020-21 budget reflects an increase of ~\$1M over 2019-20, with revenues still balanced to expenses and no anticipated tax increase***



**Questions?**