

FISCAL 2021 BUDGET

Presentation of Norfolk County Agricultural High School

FUNDING CHALLENGE

➤ HISTORICAL ANALYSIS

- Where does the school get its funding?
- a. County commitment (minimum of 2.50% incr per year)
- b. Chapter 70 (based on State formula)
- c. In and Out of County Tuition (rates established by BOT)
- d. Other various revenue sources

➤ Local Aid–County Commitment

- Fiscal 2021 equals \$4,087,277 plus an additional \$40k that was provided by the County in its 2021 budget, an increase of 3.50%
- 290 students are budgeted, which would add up to receiving \$14,232 per student attending from the county

➤ State Aid–Chapter 70

- Foundation Budget(State Formula), based on 274 students enrolled in fy19, equals \$5,000,791, or \$18,251 per student
- The required Local contribution would be \$3,739,503

FUNDING MYSTIQUE

- Let's look closer:
- The local aid contribution is based on a *required* net school spending of \$5,039,302
- The *actual* net school spending in fy19 was \$5,462,291, a difference of \$422,989
- The Aggie net school spending as a percent of required net school spending is 113%—state average is 126%
- What is missing from the state's funding formula:
 - debt service=\$796,444 and approx. 20% of transportation costs=\$76,000
- So by adding those costs to the foundation budget of (\$5,000,791), we are now at \$5,873,235 actual
- The local aid contribution(county commitment) would then be \$4,404,926

FUNDING MYSTIQUE (CONT'D)

- ▶ If we look at fy21 and we add the \$14,232 per student that we are receiving from the county and the \$4,482 we are receiving from the state and we now have a total funding per student of \$18,714 per in county student
- ▶ Our proposed fy21 budget is \$14,788,934, divided by 600 total students
- ▶ The cost per student would be \$24,648
- ▶ A county funding shortfall of \$5,934

OTHER REVENUES TO CONSIDER

- School lunch, rentals, farm sales, student activity fees, summer enrichment camp and others:
\$1,138,208 or \$3,925 per student
- We now have a shortfall of \$2,009 per in county student, times 290 students
- An overall structural deficit of \$582,610
- Observation:
- We need to raise sufficient funds to cover all costs

Norfolk County Agricultural High School Fiscal 2021 Budget

- Revenue Estimates
 - Chapter 70 (Cherry Sheet)
 - Chapter 71 (Regional Transportation)
 - County Commitment – Chapter 6 of the Acts and Resolves of 1991 w. 2.5% added annually
 - Other Revenue
 - Food Service
 - Non-Resident Tuition
 - Resident Tuition
 - Student Activity Fee
 - Other Fees (Adult Ed, Aggie Camp, Facility Rental)

Norfolk County Agricultural High School

➤ Expenses

○ Personal Service	60.0%
○ Operations	15.0%
○ Indirect Costs	19.0%
○ Debt Service	<u>6.0%</u>
Total	100.0%

The overall budget is an increase of 4%

WHERE DO WE GO FROM HERE

- Continue our work through:
 - Grant Opportunities
 - Energy saving initiatives
 - Tuition funding formula
 - Look at all fees
 - Sustaining costs–Getting the most bang for the buck
 - Covid19 brings new challenges
 - Continue to build relationships