

SHAKOPEE PUBLIC SCHOOLS 2021 – 2022 REVISED BUDGET

Bill Menozzi
Director of Finance & Operations
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INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS BUDGET PROCESS & TIMELINE

The budget in Shakopee Public Schools is a continuous four-step process:
Each step requires School Board approval and is open for public inspection and comment.

1. Property Tax Levy – 2021 Payable 2022 (District revenue 2022-23 fiscal year)

The budget process begins with submission of the final certified property tax levy to the home county auditor and Minnesota Department of Education. The School Board certifies the final levy for the next fiscal year before the end of the calendar year.

2021 Payable 2022 Levy Fund Breakout: General Fund 60%, Community Services 1%, General Debt Service 39%.

2. Adopted Budget – 21-22 Adopted Budget Approved June 28, 2021

The School Board approves a budget before the start of the school year on July 1. Approval includes analysis and assumptions on staffing needs, enrollment, legislative impact, and other revenue and expenditure estimates. 21-22 Adopted Budget State Aid Assumption: 0.5%. Actual 2.45%.

3. Revised Budget –

The School Board approves a final (revised) budget each year in December-February based on information and estimates not previously known during the preliminary budget process.

4. Annual Financial Report & Fiscal Audit – 20-21 Audit Accepted Nov. 22, 2021. 21-22 Audit Nov./Dec. 22

The final step includes closing the books and preparing financial statements for review and audit by an independent external CPA firm. The School Board typically reviews the audit report in November or December.



INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS FUND OVERVIEW

FUND NUMBER	FUND NAME	COMMON PURPOSES
01	General Fund	Funds used to pay general operating costs, such as teacher salaries, administrative costs, and to purchase textbooks and equipment.
02	Food Service	Funds for nutrition programs – primarily school breakfast and lunch.
04	Community Service	Funds for community education programs, such as school readiness and adult basic education.
06	Building Construction	Operations of the building construction program funded by bonds or capital loans.
07	Debt Service	Funds used to pay principal & interest on outstanding bonds. Tax levy revenue on voter approved bonds is necessary in order to pay bond obligations.

Note: Funds 03 transportation and 05 capital are included within fund 01 general.



INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS FUND BALANCE OVERVIEW

Shakopee District Policy 714 – Fund Balances Section V: *The school district will strive to maintain a minimum unassigned general fund balance of 8-12 percent of the annual budget.*

FIVE CLASSIFICATIONS OF FUND BALANCE

Nonspendable: Items that are inherently unspendable, such as inventory or prepaid items.

Restricted: Funds that have legally enforceable constraints placed on their use. Examples include long term facilities maintenance (LTFM), operating capital, and capital projects (tech) levy items.

Committed: Unrestricted funds used for specific purposes. Requires formal action by the School Board to commit funds for a specific purpose.

Assigned: Unrestricted funds used for specific purposes, but do not meet the criteria to be restricted or committed.

Unassigned: The overall measure of financial health in the general fund. Residual amounts not reported in any other classification.



INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS 2021 – 2022 ADOPTED BUDGET FUND BALANCE BREAKOUT

INDEPENDENT SCHOOL DISTRICT #720 2021 - 2022 ADOPTED BUDGET FUND BALANCE PROJECTIONS - GENERAL FUND

FUND BALANCE	Fund Balance July 1, 2021 (Audited)	Fund Balance June 30, 2022 (Projected)	Increase (Decrease)
Nonspendable	1,011,456	1,011,456	-
Restricted			
Long Term Facilities Maintenance (LTFM)	3,581,499	3,581,499	-
Operating Capital	2,009,460	2,009,460	-
Capital Projects (Technology) Levy	995,412	995,412	-
Restricted - Other	1,609,049	1,609,049	-
Assigned	235,383	235,383	-
Unassigned	1,450,808	1,716,729	1.7% 265,921
Total General Fund Balance	10,893,067	11,158,988	265,921



INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS 2021 – 2022 ADOPTED BUDGET GOVERNMENTAL FUNDS

INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS 2021 - 2022 ADOPTED BUDGET GOVERNMENTAL FUNDS

	Fund Balance July 1, 2021 (Audited)	2021-22 Adopted Budget Revenue	2021-22 Adopted Budget Expenditures	Fund Balance June 30, 2022 (Projected)
GOVERNMENTAL FUNDS				
General Fund	\$ 10,893,067	\$ 98,861,312	\$ 98,595,391	\$ 11,158,988
Food Service Fund	494,313	4,456,240	4,406,793	\$ 543,760
Community Service Fund	216,571	2,957,867	2,979,902	\$ 194,536
Bldg. Constr. Fund	10,896,629	-	9,995,416	\$ 901,213
Debt Service Fund	5,060,268	19,084,263	19,756,064	\$ 4,388,467
Total Governmental Funds	27,560,848	125,359,682	135,733,566	\$ 17,186,964



**INDEPENDENT SCHOOL DISTRICT #720
SHAKOPEE PUBLIC SCHOOLS
GENERAL FUND REVENUE REVISIONS 2021-22
SUMMARY OF REVISIONS**

PROPERTY TAX REVENUE

Long Term Facilities Maintenance Revenue (LTFM) Increase	314,483
Other Miscellaneous Adjustments	(122,000)

STATE AID (IDEAS)

Updated General Education Aid to Reflect 2.45% Legislative Agreement	2,581,204
Updated State Special Education Aid Budget	1,144,558
Other Miscellaneous Adjustments	(364,911)

FEDERAL REVENUE

Other Miscellaneous Adjustments	40,689
Updated GEER Pandemic Relief Funds for Summer School 2022	(69,158)

OTHER LOCAL REVENUE

Other Miscellaneous Adjustments to Fees, Receipts, Interest Earnings	(280,234)
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3,244,631



**INDEPENDENT SCHOOL DISTRICT #720
SHAKOPEE PUBLIC SCHOOLS
GENERAL FUND EXPENDITURE REVISIONS 2021-22
SUMMARY OF REVISIONS**

SALARY & BENEFITS

Staffing Update and Contractual Obligations	(441,555)
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PURCHASED SERVICES

Adjustments to Utility Budgets	(111,595)
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Adjustments to Transportation Budgets	(275,000)
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Other Miscellaneous Adjustments	(2,388)
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SUPPLIES & MATERIALS

Other Miscellaneous Adjustments	(70,906)
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CAPITAL EXPENDITURES

Long Term Facilities Maintenance Expenditure (LTFM) Increase	994,500
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Adjustments to Software & Curriculum Expenditures	480,288
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Other Miscellaneous Adjustments	45,771
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OTHER EXPENDITURES

	(45,253)
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TOTAL

	573,862
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INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS 2021 – 2022 REVISED BUDGET FUND BALANCE BREAKOUT

INDEPENDENT SCHOOL DISTRICT #720 2021 - 2022 REVISED BUDGET FUND BALANCE PROJECTIONS - GENERAL FUND

FUND BALANCE	Fund Balance July 1, 2021 (Audited)	Fund Balance June 30, 2022 (Projected)	Increase (Decrease)
Nonspendable	1,011,456	1,011,456	-
Restricted			
Long Term Facilities Maintenance (LTFM)	3,581,499	3,766,122	184,623
Operating Capital	2,009,460	1,803,284	(206,176)
Capital Projects (Technology) Levy	995,412	1,269,250	273,838
Restricted - Other	1,609,049	1,609,049	-
Assigned	235,383	235,383	-
Unassigned	1,450,808	4,135,195	4.2% 2,684,387
Total General Fund Balance	10,893,067	13,829,739	2,936,672



INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS 2021 – 2022 REVISED BUDGET GOVERNMENTAL FUNDS

INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS 2021 - 2022 REVISED BUDGET GOVERNMENTAL FUNDS

	Fund Balance July 1, 2021 (Audited)	2021-22 Revised Budget Revenue	2021-22 Revised Budget Expenditures	Fund Balance June 30, 2022 (Projected)
GOVERNMENTAL FUNDS				
General Fund	\$ 10,893,067	\$ 102,105,943	\$ 99,169,271	\$ 13,829,739
Food Service Fund	494,313	4,456,240	4,515,461	\$ 435,092
Community Service Fund	216,571	2,748,597	2,790,481	\$ 174,687
Bldg. Constr. Fund	10,896,629	-	9,995,416	\$ 901,213
Debt Service Fund	5,060,268	20,603,083	20,794,133	\$ 4,869,218
Total Governmental Funds	27,560,848	129,913,863	137,264,762	\$ 20,209,949



INDEPENDENT SCHOOL DISTRICT #720 SHAKOPEE PUBLIC SCHOOLS 2021 – 2022 REVISED BUDGET GENERAL FUND SUMMARY

INDEPENDENT SCHOOL DISTRICT NO. 720
SHAKOPEE PUBLIC SCHOOLS
GENERAL FUND (01, 03, 05)
2021-2022 REVISED BUDGET SUMMARY
AS OF DECEMBER 31, 2021

	2020-21 BUDGET	2020-21 ACTUAL	2021-22 ADOPTED BUDGET	2021-22 REVISED BUDGET	12/31/21 YTD	12/31/20 YTD	12/31/21 %	12/31/20 %
REVENUE								
PROPERTY TAXES	15,280,151	14,886,386	15,364,676	15,557,159	7,007,803	7,519,276	45.0%	50.5%
STATE AID	79,124,191	80,282,649	78,200,339	81,561,190	26,074,084	25,861,879	32.0%	32.2%
FEDERAL GRANTS	2,473,696	2,706,744	2,411,335	2,452,024	(54,523)	14,848	-2.2%	0.5%
OTHER LOCAL	1,935,657	1,627,115	1,935,657	1,655,423	838,944	810,592	50.7%	49.8%
TOTAL REVENUES	98,813,695	99,502,894	97,912,007	101,225,796	33,866,308	34,206,595	33.5%	34.4%
PANDEMIC RELIEF FUNDS	2,588,808	2,461,117	949,305	880,147	-	2,495,919	0.0%	101.4%
GRAND TOTAL REVENUES	101,402,503	101,964,011	98,861,312	102,105,943	33,866,308	36,702,514	33.2%	36.0%
EXPENDITURES BY OBJECT								
SALARY, WAGES & EMPLOYEE BENEFITS	81,326,399	79,396,607	77,315,952	76,874,397	30,501,494	33,333,826	39.7%	42.0%
PURCHASED SERVICES	13,834,636	12,055,503	13,228,964	12,839,981	4,669,549	4,333,838	36.4%	35.9%
SUPPLIES & MATERIALS	2,766,422	2,733,480	2,744,728	2,673,822	1,445,580	1,582,611	54.1%	57.9%
CAPITAL EXPENDITURES	4,568,219	4,632,292	4,659,580	6,180,139	2,770,365	2,607,624	44.8%	56.3%
OTHER EXPENDITURES	633,497	525,354	646,167	600,932	140,181	140,839	23.3%	26.8%
TOTAL EXPENDITURES	103,129,173	99,343,236	98,595,391	99,169,271	39,527,169	41,998,738	39.9%	42.3%

INDEPENDENT SCHOOL DISTRICT #720
SHAKOPEE PUBLIC SCHOOLS
BUDGET NEXT STEPS

February – May: Updates to the long-range Financial Planning Model (FPM)

June 27, 2022: School Board Meeting
Recommendation to Approve the FY 2023 Adopted Budget.



QUESTIONS?

