

# **FLORENCE COUNTY SCHOOL DISTRICT THREE**

## **SECOND READING**

### **GENERAL FUND BUDGET FISCAL YEAR 2022-2023**

**Dr. Laura Hickson  
Superintendent**

**May 19, 2022**

**Michelle B. Humphrey, CSBO  
Director of Finance**

# MISSION

ENSURING OUR STUDENTS ARE COLLEGE OR CAREER READY AND ARE PRODUCTIVE AND RESPONSIBLE MEMBERS OF SOCIETY



# 2022-2023 DISTRICT GOALS

1. *To improve the academic success of all students.*
2. *To ensure the safety of all district schools, offices, students, and staff.*
3. *To increase the number of students reading on grade level in grades K-3.*
4. *To recruit, retain, and train excellent instructional and administrative staff.*
5. *To build effective school, community and business relationships/partnerships.*
6. *To ensure financial stability.*

# 135 AVERAGE DAILY MEMBERSHIP TREND

| SCHOOL YR | ADM      | TREND               |
|-----------|----------|---------------------|
| 2010-2011 | 3,391.19 |                     |
| 2011-2012 | 3,477.44 | 86.25               |
| 2012-2013 | 3,570.04 | 92.60               |
| 2013-2014 | 3,558.52 | (11.52)             |
| 2014-2015 | 3,601.45 | 42.93               |
| 2015-2016 | 3,560.55 | (40.90)             |
| 2016-2017 | 3,522.93 | (37.62)             |
| 2017-2018 | 3,362.92 | (160.03)            |
| 2018-2019 | 3,269.06 | (93.86)             |
| 2019-2020 | 3,153.65 | (115.41)            |
| 2020-2021 | 3,127.15 | (26.50 ) FINAL ADM  |
| 2020-2021 | 3,027.15 | BUDGET BASIS (-100) |
| 2021-2022 | 2,990.41 | (136.74) 45 ADM     |
| 2021-2022 | 2,980.48 | (146.67) 90 DAY     |
| 2021-2022 | 2,964.47 | (162.18) FINAL ADM  |
|           |          |                     |

# BASIS OF BUDGET FY 2022 GENERAL FUND BUDGET ( SENATE )

## EDUCATION FUNDING REFORM: AID TO CLASSROOMS PROGRAM –PROPOSED IN FY 22-23 EXECUTIVE BUDGET

- ❖ EACH SCHOOL DISTRICT WILL RECEIVE THE SAME AMOUNT OF FUNDING FROM THE STATE THAT IT IS CURRENTLY RECEIVING THIS FISCAL YEAR, WHICH WAS TERMED AS “ STAKE IN THE GROUND” OR “OLD FUNDING FORMULA”.
- ❖ NEW FUNDING WILL BE DISTRIBUTED TO DISTRICTS USING NEW FORMULA. THE NEW FORMULA USES 1 TEACHER FOR EVERY 10.5 STUDENTS TO DETERMINE THE STATE’S CONTRIBUTION OF 75% LEAVING LOCAL SHARE AT 25%.
  - ❖ (CURRENT FORMULA FOR FSD3: 84% STATE AND 16% LOCAL)
- ❖ COST OF A TEACHER: STATE MINIMUM SALARY OF MASTER’S DEGREE+ 12 YEARS OF EXPERIENCE AND FRINGE (STATE AVERAGE)
  - ❖ WITH STATE MINIMUM TEACHER SALARY INCREASE BY \$2K/CELL COSTS WOULD BE
$$\$50,604 + \$15,920 \text{ FRINGE}(31.46\%) = \$66,524$$
( LOCAL PORTION OF SCALES NOT INCLUDED- DEBATE OVER SCALES IS ONGOING)
  - ❖ FY22-23 RETIREMENT 1% INCREASE: RATE 23.81 % (17.56 % + 6.25%)
- ❖ FLEXIBILITY - FUNDING IS BASED ON NUMBER OF TEACHERS, WPU AND INDEX OF TAXPAYING ABILITY, DISTRICTS WILL HAVE FLEXIBILITY TO SPEND FUNDS AS DETERMINED BEST; HOWEVER, THE STATEWIDE MINIMUM TEACHER SALARY SCALE MUST BE MET.

# BASIS OF BUDGET FY 2022 GENERAL FUND BUDGET ( SENATE)

## ❖ ITEMS INCLUDED IN THE AID TO CLASSROOMS PROGRAM ALLOCATION

### ❖ GENERAL FUND ACCOUNTS:

- ❖ 33XX- ALL EDUCATION FINANCE ACT OF 1977 (EFA)

- ❖ 3180- FRINGE BENEFITS

- ❖ 3186- TEACHER SALARY

### ❖ EDUCATION IMPROVEMENT ACT OF 1984 (EIA) FUNDS:

- ❖ 3550 TEACHER SALARY

- ❖ 3555 TEACHER FRINGE

- ❖ 3538 STUDENTS AT RISK

- ❖ 3597 AID TO DISTRICTS

# BASIS OF BUDGET FY 2022 GENERAL FUND BUDGET ( SENATE)

❖ **TEACHER PAY: \$2,000 PER CELL FOR STARTING SALARY OF \$38,000.**

SCHOOL DISTRICT PAYING ABOVE THE NEW STATE MINIMUM ARE NOT REQUIRED TO PROVIDE A PAY INCREASE BEYOND THE STEP

❖ **BUS DRIVERS: 5% STATE MINIMUM+ 3% IF STATE EMPLOYEES GET INCREASE  
(IF DISTRICTS PAY OVER STATE MINIMUM FULL 8% NOT REQUIRED)**

❖ **STEP INCREASE: TEACHERS (152 DAYS) CLASSIFIED (80% CONTRACT DAYS)**

\*\*SALARIES ONLY- NOT ON STIPEND SCALES\*\*

❖ **HEALTH INSURANCE –18.1 % EMPLOYER ONLY RATE INCREASE EFFECTIVE JANUARY 1, 2023.**

❖ **STATE RETIREMENT – 1% INCREASE REINSTATED**

21-22 RATE 22.81 % ( 16.56 % + 6.25% )

22-23 RATE 23.81 % ( 17.56 % + 6.25% )

# LOCAL TAX

|  |                                    |               |             |                     |
|--|------------------------------------|---------------|-------------|---------------------|
| <b>MILLAGE FOR 22 Tax Yr ( 22-23 SY)</b>     |                                    |               |             |                     |
| number of mills for 21 Tax Year ( 21-22 SY)  |                                    |               |             | 214.16              |
| <b>4.70% CPI _____ % Population increase</b> |                                    |               |             | 0.047               |
| <b>cap mill increase for 22-23</b>           |                                    |               |             | 10.07               |
|  |                                    |               |             |                     |
| <b>TOTAL NUMBER OF MILLS</b>                 |                                    |               |             | <b>224.23</b>       |
|  |                                    |               |             |                     |
| <b>VALUE OF A MILL for 22</b>                |                                    |               |             |                     |
| <b>100% value of a mill (10/1/22)</b>        |                                    |               |             | 47,016.55           |
| <b>94% collection rate =</b>                 |                                    |               |             | 44,195.56           |
|  |                                    |               |             |                     |
| <b>TOTAL AD VALOREM TAXES</b>                |                                    |               |             | <b>9,909,771.54</b> |
|  |                                    |               |             |                     |
| <b>(per SC Revenue and Fiscal Affairs)</b>   |                                    |               |             |                     |
|  |                                    |               |             |                     |
| <b>MILLAGE HISTORY</b>                       |                                    |               |             |                     |
| <b>18-19</b>                                 | <b>201.65</b>                      | <b>0.0213</b> | <b>4.32</b> | <b>206.00</b>       |
| <b>19-20</b>                                 | <b>206.00</b>                      | <b>0.0244</b> | <b>5.03</b> | <b>211.03</b>       |
| <b>19-20</b>                                 | <b>reassessment year: rollback</b> |               |             | <b>207.80</b>       |
| <b>20-21</b>                                 | <b>207.80</b>                      | <b>0.0181</b> | <b>3.76</b> | <b>211.50</b>       |
| <b>21-22</b>                                 | <b>211.50</b>                      | <b>0.0123</b> | <b>2.60</b> | <b>214.10</b>       |



# LOCAL TAX

**The property tax is determined:**

**Fair market value x assessment ratio x the millage rate.**

**Example comparison of current to 10 mills increase**

|                           |  |           |           |         |  |
|---------------------------|--|-----------|-----------|---------|--|
|                           |  |           |           |         |  |
|                           |  |           |           |         |  |
| Fair Market value of home |  | \$50,000  | \$50,000  |         |  |
| Assesment ratio           |  | x 4%      | x 4%      |         |  |
| Assessed value            |  | \$2,000   | \$2,000   |         |  |
| Mills                     |  | x.214     | x.224     |         |  |
| Taxes                     |  | \$428.00  | \$448.00  | \$20.00 |  |
|                           |  |           |           |         |  |
| Fair Market value of home |  | \$100,000 | \$100,000 |         |  |
| Assesment ratio           |  | x 4%      | x 4%      |         |  |
| Assessed value            |  | \$4,000   | \$4,000   |         |  |
| Mills                     |  | x.214     | x.224     |         |  |
| Taxes                     |  | \$856.00  | \$896.00  | \$40.00 |  |
|                           |  |           |           |         |  |

GENERAL FUND BUDGET  
 FY 2022-2023  
 2<sup>ND</sup> READING

| LOCAL               |                            |                        |
|---------------------|----------------------------|------------------------|
| 100-001-110-0000-00 | PROPERTY TAXES             | \$ 5,200,000.00        |
| 100-001-110-0010-00 | DLQT TAXES                 | \$ 340,000.00          |
| 100-001-110-0020-00 | VEHICLE TAXES              | \$ 1,500,000.00        |
| 100-001-140-0000-00 | PENALTIES AND INTEREST     | \$ 11,000.00           |
| 100-001-190-0000-00 | OTHER TAXES ( WATERCRAFT)  | \$ 50,000.00           |
| 100-001-280-0000-00 | REVENUE IN LIEU OF TAXES   | \$ 560,000.00          |
| 100-001-310-0000-00 | STUDENT TUITION PAYMENTS   | \$ 5,000.00            |
| 100-001-320-0000-00 | TUITION PAYMENT FROM OTHER | \$ 15,000.00           |
| 100-001-510-0000-00 | INTEREST ON INVESTMENTS    | \$ 5,400.00            |
| 100-001-510-0020-00 | INTEREST ON CHECKING       | \$ 3,350.00            |
| 100-001-910-0000-00 | RENTAL OF PROPERTY         | \$ 3,000.00            |
| 100-001-999-0000-00 | MISCELLANEOUS REVENUE      | \$ 20,000.00           |
| 100-001-999-0040-00 | TRANSCRIPTS                | \$ 5,700.00            |
|                     |                            |                        |
|                     | <b>TOTAL LOCAL</b>         | <b>\$ 7,718,450.00</b> |

GENERAL FUND BUDGET  
FY 2022-2023  
2<sup>ND</sup> READING

|                     | STATE                               |                  | PRELIMINARY   | CHANGES         |
|---------------------|-------------------------------------|------------------|---------------|-----------------|
| 100-003-160-0000-00 | SCHOOL BUS DRIVER SALARY            | \$ 242,492.90    | 271,966.00    | \$ (29,473.10)  |
| 100-003-162-0000-00 | TRANSPORTATION WORKERS COMP         | \$ 12,170.00     |               |                 |
| 100-003-181-0000-00 | RETIREE INSURANCE                   | \$ 981,206.62    | 932,796.00    | \$ 48,410.62    |
| 100-003-810-0000-00 | PROPERTY TAX RELIEF (TIER I)        | \$ 802,083.40    |               |                 |
| 100-003-820-0000-00 | HOMESTEAD TAX EXMPT ( TIERII)       | \$ 429,027.00    |               |                 |
| 100-003-825-0000-00 | REIMB FOR PROPERTY TAX RELIEF (TIER | \$ 2,652,055.00  |               |                 |
| 100-003-830-0000-00 | MERCHANT'S INVENTORY                | \$ 94,238.88     |               |                 |
| 100-003-840-0000-00 | MANUFACTURER'S DEPRC                | \$ 836,417.98    |               |                 |
| 100-003-840-0010-00 | MANUFACTURER'S ( PROPERTY VALUATI   | \$ 119,108.35    |               |                 |
| 100-003-890-0000-00 | OTHER STATE                         | \$ 35,000.00     |               |                 |
| 100-003-993-0000-00 | PEBA ON BEHALF PAYMENTS             | \$ 221,656.39    |               |                 |
| 100-004-110-0000-00 | MAINT&OPER-LOW INCOME-IMP           | \$ 11,000.00     | -             | \$ 11,000.00    |
|                     | TOTAL STATE                         | \$ 6,436,456.52  |               | \$ 29,937.52    |
| NEW                 | AID TO CLASSROOMS                   | \$ 17,179,884.00 | 17,825,714.00 | \$ (645,830.00) |

**GENERAL FUND BUDGET**  
**FY 2022-2023**  
**2<sup>ND</sup> READING**

| <b>TRANSFERS</b>           |  |                      |
|----------------------------|--|----------------------|
| <b>100-005-260-0000-00</b> | <b>TRANSFER FROM SPEC REV EIA : FUND 6</b> | <b>\$ 100,000.00</b> |
| <b>100-005-270-1950-00</b> | <b>TRANSFER FROM SPEC REV EIA : FUND 7</b> | <b>\$ 10,000.00</b>  |
| <b>100-005-280-0201-00</b> | <b>TRANSFER - INDIRECT COST: FUND 201</b>  | <b>\$ 60,000.00</b>  |
| <b>100-005-280-0203-00</b> | <b>TRANSFER - INDIRECT COST: FUND 203</b>  | <b>\$ 45,000.00</b>  |
| <b>100-005-280-0210-00</b> | <b>TRANSFER - INDIRECT COST: FUND 210</b>  | <b>\$ 4,000.00</b>   |
| <b>100-005-280-0218-00</b> | <b>TRANSFER - INDIRECT COST: FUND 218</b>  | <b>\$ 50,000.00</b>  |
| <b>100-005-280-0225-00</b> | <b>TRANSFER - INDIRECT COST: FUND 225</b>  | <b>\$ 50,000.00</b>  |
| <b>100-005-280-0224-00</b> | <b>TRANSFER - INDIRECT COST: FUND 224</b>  | <b>\$ 20,000.00</b>  |
| <b>100-005-280-0234-00</b> | <b>TRANSFER - INDIRECT COST: FUND 234</b>  | <b>\$ 15,000.00</b>  |
| <b>100-005-280-0239-00</b> | <b>TRANSFER - INDIRECT COST: FUND 239</b>  | <b>\$ 4,000.00</b>   |
| <b>100-005-280-0267-00</b> | <b>TRANSFER - INDIRECT COST: FUND 267</b>  | <b>\$ 4,000.00</b>   |
| <b>100-005-280-0297-00</b> | <b>TRANSFER - INDIRECT COST: FUND 297</b>  | <b>\$ 70,800.00</b>  |
| <b>100-005-280-0600-00</b> | <b>TRANSFER - INDIRECT COST: FUND 600</b>  | <b>\$ 95,500.00</b>  |
|                            |  |                      |
|                            | <b>TOTAL TRANSFERS</b>                     | <b>\$ 528,300.00</b> |
|                            |  |                      |

**GENERAL FUND BUDGET**  
**FY 2022-2023**  
**2<sup>ND</sup> READING**

| <b>FY 22-23</b>       |                        |  |                         |                         |  |                       |
|-----------------------|------------------------|--|-------------------------|-------------------------|--|-----------------------|
| <b>GENERAL FUND</b>   |                        |  |                         |                         |  |                       |
|                       |                        |  | PRELIMIMARY             | 2nd Reading             |  | CHANGES               |
| <b>REVENUE:</b>       |                        |  |                         |                         |  |                       |
|                       | LOCAL                  |  | \$7,718,450.00          | \$7,718,450.00          |  |                       |
|                       | STATE                  |  | \$6,406,519.00          | \$6,436,456.52          |  | \$29,937.52           |
| NEW FORMULA           | STATE                  |  | \$17,825,714.00         | \$17,179,884.00         |  | (\$645,830.00)        |
|                       | TRANSFER               |  | \$528,300.00            | \$528,300.00            |  |                       |
|                       | REVENUES               |  | <b>\$32,478,983.00</b>  | <b>\$31,863,090.52</b>  |  | <b>(\$615,892.48)</b> |
| <b>EXPENDITURES :</b> |                        |  |                         |                         |  |                       |
|                       | SALARIES               |  | \$ 18,220,289.17        | \$ 17,516,681.96        |  | \$(703,607.21)        |
|                       | FRINGE                 |  | \$ 8,277,304.21         | \$ 8,379,867.02         |  | \$ 102,562.81         |
|                       | PURCHASED SERVICES     |  | \$ 3,894,642.65         | \$ 3,851,724.55         |  | \$ (42,918.10)        |
|                       | SUPPLIES AND MATERIALS |  | \$ 1,517,953.06         | \$ 1,517,953.06         |  | \$ -                  |
|                       | EQUIPMENT              |  | \$ 28,515.73            | \$ 28,515.73            |  | \$ -                  |
|                       | OTHER OBJECTS          |  | \$ 461,322.56           | \$ 489,392.58           |  | \$ 28,070.02          |
|                       | TRANSFERS              |  | \$ 78,955.62            | \$ 78,955.62            |  | \$ -                  |
|                       | TOTAL EXPENDITURES     |  | <b>\$ 32,478,983.00</b> | <b>\$ 31,863,090.52</b> |  | <b>\$(615,892.48)</b> |
|                       |                        |  |                         |                         |  |                       |
|                       | <b>BALANCED</b>        |  | <b>\$0.00</b>           | <b>\$0.00</b>           |  |                       |

# TIMELINE FOR 2022-2023 BUDGET APPROVAL

**Thursday, March 17, 2022 1st Reading of PROPOSED Budget**

**Thursday, April 14, 2022 1st Public Hearing @ 5:00 p.m.**

**Thursday, May 19, 2022 2nd Public Hearing @ 5:45 p.m.**

**Thursday, May 19, 2022 2nd Reading**

 **Thursday, June 16, 2022 FINAL Reading**