

Hamilton County Department of Education
Hamilton County Board of Education Board Meeting - Special Called Session
May 9, 2022 5:30 PM
3074 Hickory Valley Road
Chattanooga, TN 37421

I. Roll Call

II. **Budget for 2022-2023 - Mary Ellen Heuton, Chief Financial Officer

III. Adjourn

**Hamilton County Department of Education
3074 Hickory Valley Road
Chattanooga, Tennessee 37421**

MEMORANDUM

To: Hamilton County Board of Education
Dr. Justin Robertson, Superintendent

From: Mary Ellen Heuton, CPA
Chief Financial Officer

Date: May 9, 2022

RE: **Approval of Fiscal Year 2023 Budget for Presentation to the Hamilton County Commission**

Board approval is recommended for the FY 2023 Budget presentation to the Hamilton County Commission. Detailed information supporting the budgets for each fund was provided to the Board during the Board work session that took place on April 4, 2022. All budget documents are located at <https://www.hcde.org/fy2023>. Voting was delayed to allow time for more accurate revenue projections; additional revenue of \$7,531,000 has been added to the General Purpose budget proposal. A summary sheet on the revenue and expense changes has been provided.

Fund Description	FY 2023 Budget
General Purpose School Fund	\$ 456,096,653
Federal Programs Fund	\$ 36,083,423
Food Service Fund	\$ 22,874,446
Self-Funded Programs Fund	\$ 7,913,347
ESSER Funds	\$ 50,478,076

In addition to the funds appropriated above, additional funds shall be appropriated to meet obligations carried forward from prior year open purchase order balances in each respective fund. Such appropriations shall be from the fund balance of each respective fund.

The attached document provides details of the General Purpose School Fund FY 2023 budget by State function, which is the format reported to the Hamilton County Commission and State of Tennessee.



FY23 Budget - Expenditure Considerations

Revenue Updates:

FY23 Proposed BEP Estimate = \$184,488,000 FY23 April BEP Estimate from TDOE = \$189,189,000 Increase = \$4,701,000
FY23 Proposed Sales Tax Estimate = \$95,170,000 FY23 Revised Sales Tax Estimate = \$98,000,000 Increase = \$2,830,000
Total Additional Revenue = \$7,531,000

Expenditure Considerations:

Recommended Expenditure Additions	Cost	Alternate Expenditure Additions	Cost
1% Increase to Certified Scale <small>Is on top of a 2% increase and step</small>	\$2,690,000	\$1 increase to Current Classified Scale <small>range ~ 1.5% to 7.6% increase</small>	\$1,941,000
Additional funds to implement Competitive Classified Salary Scale <small>Will combine with 2% and step and \$15 min in proposed budget</small>	\$1,975,483	Raise minimum Classified Pay to \$16/hour	\$913,000
Differentiated Compensation Priorities <small>Opportunity Culture, Athletic Stipends, Learning Coordinator Stipends, etc.</small>	\$1,200,000	1% Increase to Classified Scale	\$400,000
Expand clinic and generic prescription coverage to all non-covered employees	\$900,000	Additional Capital Maintenance Funding	\$7,500,000
Accelerating Student Achievement	\$250,000		
Charter Schools	\$515,517		

All employee pay items include taxes and benefits

<i>Function</i>	<i>Function Description</i>	FY 22 Approved Positions	FY 22 Approved Budget	FY 22 Approved Budget	FY 23 Proposed Positions	FY 23 Proposed Budget	FY 23 Proposed Budget
71100	Regular Education Instruction	2,824.10	\$ 216,688,988	49.89%	2,677.90	\$ 220,689,490	48.39%
71200	Special Education Instruction	608.80	\$ 40,504,155	9.33%	618.00	\$ 41,105,120	9.01%
71300	CTE Instructional	111.50	\$ 9,241,261	2.13%	110.00	\$ 8,815,287	1.93%
72110	Attendance	32.00	\$ 2,798,557	0.64%	40.00	\$ 2,944,451	0.65%
72120	Health Services	84.50	\$ 5,091,939	1.17%	99.40	\$ 5,981,313	1.31%
72130	Other Student Support	140.10	\$ 12,856,141	2.96%	173.50	\$ 14,259,303	3.13%
72210	Reg Ed Instruction Support	107.00	\$ 12,639,292	2.91%	182.09	\$ 17,958,651	3.94%
72220	Special Ed Instruction Support	38.00	\$ 3,565,344	0.82%	40.00	\$ 3,684,570	0.81%
72230	CTE Instructional Support	2.00	\$ 254,677	0.06%	4.00	\$ 422,155	0.09%
72250	Educational Technology	34.00	\$ 5,749,457	1.32%	37.00	\$ 5,822,599	1.28%
72310	Board Of Education	10.00	\$ 6,621,035	1.52%	12.00	\$ 6,867,979	1.51%
72320	Director Of Schools	20.00	\$ 2,645,989	0.61%	19.00	\$ 2,976,479	0.65%
72410	Office Of The Principal	339.50	\$ 29,105,910	6.70%	395.00	\$ 30,807,096	6.75%
72510	Fiscal Services	36.00	\$ 3,412,069	0.79%	44.46	\$ 3,899,707	0.86%
72520	Human Resources/Personnel	19.50	\$ 2,150,319	0.50%	17.95	\$ 1,968,155	0.43%
72610	Operation Of Plant	13.00	\$ 25,882,636	5.96%	14.00	\$ 27,835,452	6.10%
72620	Maintenance Of Plant	89.00	\$ 9,768,168	2.25%	87.00	\$ 9,310,001	2.04%
72710	Transportation	34.50	\$ 20,333,227	4.68%	37.50	\$ 20,852,162	4.57%
72810	Central And Other	3.00	\$ 422,596	0.10%	3.00	\$ 447,719	0.10%
73300	Community Services	6.00	\$ 559,982	0.13%	6.50	\$ 496,286	0.11%
73400	Early Childhood Education	45.50	\$ 2,933,149	0.68%	51.50	\$ 3,052,850	0.67%
76100	Regular Capital Outlay	-	\$ 200,000	0.05%	-	\$ 200,000	0.04%
99100	Operating Transfers	-	-	0.00%	-	\$ -	0.00%
99991	Transfer to Capital Maintenance	-	\$ 3,000,000	0.69%	-	\$ 3,000,000	0.66%
99992	Transfer to Charter Schools	-	\$ 16,936,487	3.90%	-	\$ 21,724,828	4.76%
99993	Transfer to County Debt Service	-	\$ 975,000	0.22%	-	\$ 975,000	0.21%
99994	Transfer to Unassigned Fund Balance	-	-	0.00%	-	-	0.00%
Grand Total		4,598.00	\$ 434,336,378	100.00%	4,669.80	\$ 456,096,653	100.00%