

2017-18 Budget Information/Request

Description: *Revenue Updates*

Budget Manager: *John Gardner*

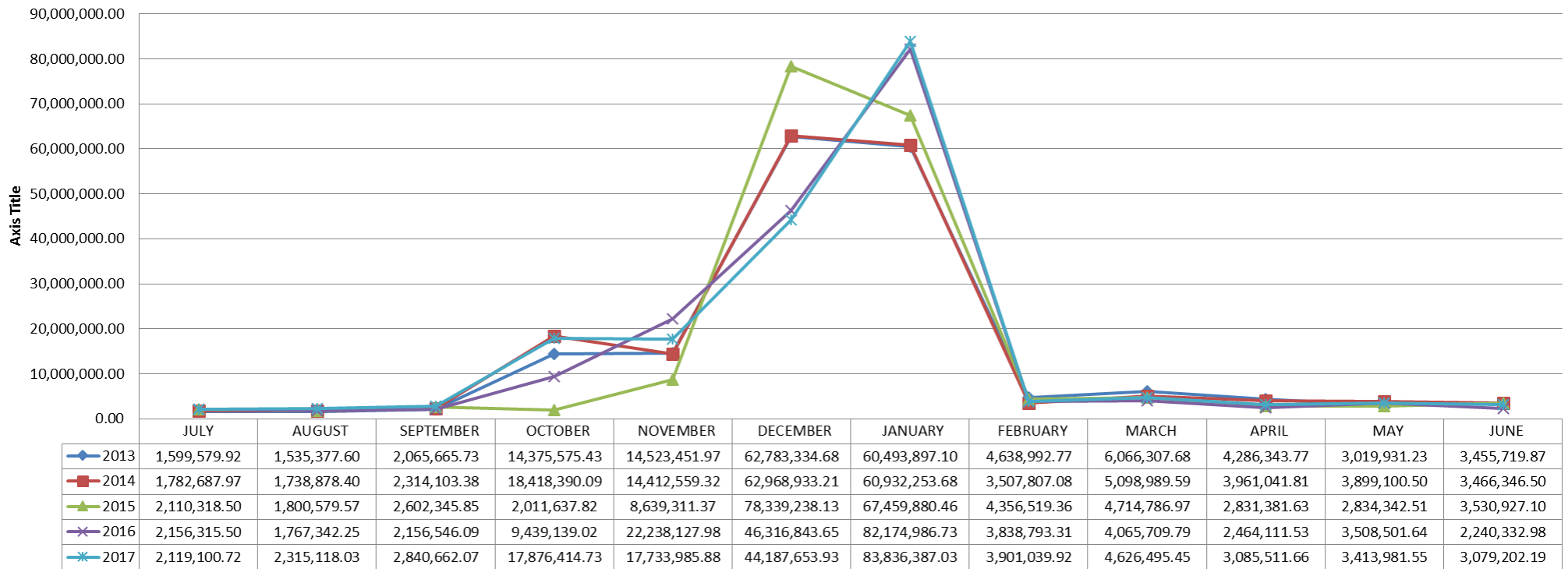
Area Impacted: *The 2017-18 General Fund Budget*

Purpose: *To provide funding estimates for the 2017-18 General Fund. The estimates are based on a combination of actual 2015-16 receipts, 2016-17 current state allocations, State funding for 741 additional students, and a historical collection of local property taxes.*

Estimated Project Cost: *Will share information with the Board at the Budget Workshop*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

General Fund Tax Collections



February, March, April, May, June of 2017 are based on the average collections of the 3 previous years.

Ad Valorem Taxes

2012-13 Actual Collections	\$178,844,175
2013-14 Actual Collections	\$182,501,092
2014-15 Actual Collections	\$181,231,269
2015-16 Actual Collections	\$182,366,750
2015-16 Budgeted Collections	\$185,542,222
2016-17 Projected Collections	\$189,015,553

Revenues by Source	Audited 2013-14 General Fund	Audited 2014-15 General Fund	Audited 2015-16 General Fund	Adopted 2016-17 General Fund	Projected 2016-17 General Fund	Preliminary 2017-18 General Fund	Variance
Local							
Ad Valorem (Current) & Delinquent Taxes	\$ 182,501,092	\$ 181,231,269	\$ 182,366,750	\$ 188,559,005	\$ 189,015,553	\$ 189,015,553	456,548 2016-17 Projections
Penalties on Taxes	2,141,526	1,893,608	1,810,597	1,925,172	1,876,939	1,876,939	(48,233) 2016-17 Projections
Revenue in Lieu of Taxes	776,066	635,543	895,135	555,010	981,184	981,184	426,174 2016-17 Projections
Revenue in Lieu of Taxes (MCBP)	4,487,444	4,656,237	4,794,806	4,790,560	5,024,564	5,024,564	234,004 2016-17 Projections
Tuition	66,785	47,661	68,492	65,915	68,492	68,492	2,577 2015-16 Audit
Tuition-Adult Education from Patrons	250	320	-	6,272	-	-	(6,272) 2015-16 Audit
Interest on Investments	101,129	233,266	394,217	258,019	394,217	394,217	136,198 2015-16 Audit
Rentals	85,650	67,062	100,385	84,421	100,385	100,385	15,964 2015-16 Audit
Contributions & Donations	245	-	9,500	2,061	-	-	(2,061) 2014-15 Audit
Medicaid Reimbursement	3,837,639	3,368,149	5,084,635	4,046,508	2,952,268	2,952,268	(1,094,240) 2016-17 Projections
Refund of Prior Year's Expenditures	88,812	207,540	99,141	71,385	99,141	99,141	27,756 2015-16 Audit
Receipt of Insurance Proceeds	25,731	29,571	417,541	104,022	104,022	104,022	- 2016-17 Budget
Receipt of Legal Settlements	4,809	-	-	1,050	-	-	(1,050) 2015-16 Audit
Other Local Revenue	752,563	257,773	363,060	329,780	363,060	363,060	33,280 2015-16 Audit
Total Local Revenues	\$ 194,869,741	\$ 192,627,999	\$ 196,404,259	\$ 200,799,180	\$ 200,979,825	\$ 200,979,825	\$ 180,645
Payments From Other Governmental Units	\$ 98,407	\$ 36,536	\$ 56,518	\$ 161,948	\$ 56,518	\$ 56,518	(105,430) 2015-16 Audit
State							
Handicapped Transportation	\$ 23,699	\$ 17,491	\$ 19,171	\$ 23,699	\$ 19,171	\$ 19,171	(4,528) 2015-16 Audit
Home Schooling	3,150	2,101	1,099	3,150	1,099	1,099	(2,051) 2015-16 Audit
School Bus Drivers Salary	2,081,972	2,120,939	2,128,171	3,191,361	2,604,704	2,607,704	(583,657) Current Year Allocation
EAA Bus Driver Salary and Fringe	12,597	12,166	12,731	12,597	12,731	12,597	- 2015-16 Audit
Transportation Workers Compensation	180,769	187,262	185,430	185,430	185,269	185,269	(161) Current Year Allocation
Fringe Benefits Employer Contributions	23,208,715	25,515,749	28,087,935	30,547,459	32,424,832	32,424,832	1,877,373 Current Year Allocation
Retiree Insurance	9,113,727	9,491,537	8,658,644	8,658,644	9,441,964	9,441,964	783,320 Current Year Allocation
Other Restricted State Grants	24,972	10,292	2,298	19,411	2,298	2,298	(17,113) 2015-16 Audit
Education Finance Act	53,038,758	59,898,683	65,670,750	73,214,702	75,814,014	80,420,091	7,205,389 \$2,500 plus 741 new students
RTF Payments	77,824	81,199	42,051	58,503	42,051	42,051	(16,452) 2015-16 Audit
Property Tax Relief Act	32,149,695	33,175,809	34,380,006	34,759,545	34,759,545	34,759,545	- Current Year Allocation
Reimbursement for Local Property Tax Relief	11,057,149	11,700,436	11,700,436	11,598,180	11,700,436	11,700,436	102,256 2015-16 Audit
Homestead Exemption	3,952,008	3,952,008	3,952,008	3,952,008	3,952,008	3,952,008	- 2015-16 Audit
Merchant's Inventory Tax	701,824	701,824	701,824	701,824	701,824	701,824	- 2015-16 Audit
Manufacturer's Depreciation Reimbursement	255,167	236,970	250,644	256,311	250,644	250,644	(5,667) 2015-16 Audit
Other State Property Tax Revenue	358,504	391,345	550,125	554,664	550,125	550,125	(4,539) 2015-16 Audit
Other State Revenue	3	1,680	360	-	360	360	360 2015-16 Audit
Total State Revenues	\$ 136,240,533	\$ 147,497,491	\$ 156,343,683	\$ 167,737,488	\$ 172,463,075	\$ 177,072,018	\$ 9,334,530

Revenues by Source	Audited 2013-14 General Fund	Audited 2014-15 General Fund	Audited 2015-16 General Fund	Adopted 2016-17 General Fund	Projected 2016-17 General Fund	Preliminary 2017-18 General Fund	Variance	
Federal								
Other Federal Revenue	\$ 735,891	\$ 736,712	\$ 724,188	\$ 695,305	\$ 724,188	\$ 724,188	28,883	2015-16 Audit
Total Federal Revenues	\$ 735,891	\$ 736,712	\$ 724,188	\$ 695,305	\$ 724,188	\$ 724,188	\$ 28,883	
Other Financing Sources								
Sale of Fixed Assets	\$ 240,239	\$ 148,350	\$ 29,973	\$ 100,787	\$ 29,973	\$ 29,973	(70,814)	2015-16 Audit
Erate Reimbursement		160,926	385,480	385,480	385,480	385,480	-	2015-16 Audit
Transfer from EIA Fund (Teacher Salary)	7,045,396	7,477,935	7,315,818	8,690,126	8,381,776	8,381,776	(308,350)	Current Year Allocation
Transfer from PAF	380,075	205,327	50	-	-	-	-	Not Budgeted
Transfer from Other Funds/Indirect Cost	2,215,947	2,209,776	2,375,960	2,728,109	2,375,960	2,375,960	(352,149)	2015-16 Audit
Total Other Financing Sources	\$ 9,881,657	\$ 10,202,314	\$ 10,107,281	\$ 11,904,502	\$ 11,173,189	\$ 11,173,189	\$ (731,313)	
TOTAL COMPREHENSIVE REVENUES AND OTHER FINANCING SOURCES	\$ 341,826,229	\$ 351,101,052	\$ 363,635,929	\$ 381,298,423	\$ 385,396,795	\$ 390,005,738	\$ 8,707,315	

2017-18 Budget Information/Request

Description: *Utilization of Fund Balance*

Budget Manager: *John Gardner*

Area Impacted: *The 2017-18 General Fund Budget*

Purpose: *To provide an additional funding source for the 2017-18 General Fund.*

*The 2016-17 budget as approved by the board included a \$7.7 million utilization of fund balance. Historically we have retained funds in employee compensation and benefits due to vacancies that occur throughout the year. At this time, we **do not** expect to utilize the \$7.7 million for the 2016-17 fiscal year.*

The 2015-16 budget as approved by the board included a \$8.8 million utilization of fund balance. The recent review of the 2015-16 audit indicated that the actual fund balance increased by \$3 million which resulted in an ending balance of \$91.9 million.

Estimated Project Cost: *The administration proposes to utilize at least \$7.7 million of fund balance as an additional funding source for the General Fund in 2017-18.*

Recurring Non-recurring
Funding Sources: *Fund Balance*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

2017-18 Budget Information/Request

Description: *Staffing Adjustments (Formulae)*

Budget Manager: *John Gardner*

Area Impacted: *The 2017-18 General Fund Budget*

Purpose: *To provide staffing for 741 new students and the opening of 3 new schools.*

Each year the District prepares staffing allocations based on the Board approved personnel formulae and the projected ADM. Positions at individual schools may be added or reduced due to the results of the calculation. Noting that the forecast utilizes our best estimates and “rounding” could impact of the formulae calculation (one child could be the difference for adding a new position), additional staff may be needed due instructional or programmatic needs.

*The projected net increase for the 3 new schools is an additional 18 professional positions and 15 support staff positions at an estimated cost of \$1.9 million. This **DOES NOT** include the additional ancillary support positions such as food service, transportation, and custodial that will be required. Daryl Brown will be submitting a proposal to address these areas.*

Estimated Project Cost: *\$4.5 million for General Fund.*

Recurring X Non-recurring
Funding Sources: *General Fund*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

2017-18 Budget Information/Request

Description: *Retirement Increase*

Budget Manager: *John Gardner*

Area Impacted: *All employees that participate in the South Carolina Retirement System (SCRS)*

Purpose: *The current employer contribution rate for the SCRS 16.89%. Included in this amount is an insurance surcharge of 5.33% for retirees. We have not received any information regarding a rate increase for the employer portion, but we experienced a .5% increase to the employer contribution rate in 2016-17. For 2017-18, we expect that **at a minimum**, the employer contribution rate will increase to 17.39%.*

The current employee contribution rate is 8.66% which is an increase of .5% over 2015-16. Unless the law is changed, the employee rate must increase by the same percentage as the employer rate.

Estimated Project Cost: *\$1.2 million for the General Fund*

Recurring X **Non-recurring**

Funding Sources: *All funds where employee compensation is provided*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

2017-18 Budget Information/Request

Description: *Group Health Increase*

Budget Manager: *John Gardner*

Area Impacted: *All employees that participate in the South Carolina Public Employee Benefit Authority (PEBA) health plans*

Purpose: *As health insurance premiums have generally increased over the years, it would be reasonable to assume that they would continue to in 2017-18. Based on the actual increases over the past 5 years, the average increase was 4.2%. Therefore, we project that health insurance on January 1, 2018 will increase at a minimum of 4.2%.*

It is not known at this time whether there will be an increase to the employee.

Estimated Project Cost: *\$.66 million for the General Fund*

Recurring X **Non-recurring**

Funding Sources: *All funds where employee health insurance is provided*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

2017-18 Budget Information/Request

Description: *STEP Increase*

Budget Manager: *John Gardner*

Area Impacted: *All employees that have not reached the top of their respective pay scale. Approximately 80% of the District employees are eligible for a STEP increase.*

Purpose: *Employees will be provided a step increase based upon their years of experience and any cost of living adjustment as determined by the State.*

Estimated Project Cost: *\$4.1 Million for the General Fund*

Recurring X **Non-recurring**

Funding Sources: *All funds where employee compensation is provided*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

2017-18 Budget Information/Request

Description: *2% salary increase for employees not eligible for a STEP*

Budget Manager: *John Gardner*

Area Impacted: *Approximately 20% of the District employees are not eligible for a STEP increase. In the past four years, this group has only received one compensation adjustment which was in 2015-16. Likewise, this group has experienced an increase in the employee retirement contribution from 7.5% to 8.66% during this same time period.*

Purpose: *To provide a 2% salary or STEP increase for **all** employees*

Estimated Project Cost: *\$1.7 Million for the General Fund*

Recurring **X** **Non-recurring**
Funding Sources: *General Fund*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

Middle School Principal (Grade 38 - STEP 27)

	2012-13	2013-14	2014-15	2015-16	2016-17	Change from 2013-2017
Salary	\$ 110,692.62	\$ 112,906.62	\$ 112,906.62	\$ 112,906.62	\$ 115,162.44	
COLA / Salary Adjustment	2.0%	0.0%	0.0%	2.0%	0.0%	
New Salary	\$ 112,906.62	\$ 112,906.62	\$ 112,906.62	\$ 115,162.44	\$ 115,162.44	
Retirement Percentage	7.00%	7.50%	8.00%	8.16%	8.66%	
Retirement Amount	7,903.46	8,468.00	9,032.53	9,397.26	9,973.07	
Net	\$ 105,003.16	\$ 104,438.62	\$ 103,874.09	\$ 105,765.18	\$ 105,189.37	\$ 186.22
Increase (decrease)		\$ (564.53)	\$ (564.53)	\$ 1,891.09	\$ (575.81)	

Clerk V (Grade 18 - STEP 27, 7.5 hpd, 240 days)

	2012-13	2013-14	2014-15	2015-16	2016-17	Change from 2013-2017
Salary	\$ 34,380.00	\$ 35,064.00	\$ 35,064.00	\$ 35,064.00	\$ 35,748.00	
COLA / Salary Adjustment	2.0%	0.0%	0.0%	2.0%	0.0%	
New Salary	\$ 35,064.00	\$ 35,064.00	\$ 35,064.00	\$ 35,748.00	\$ 35,748.00	
Retirement Percentage	7.00%	7.50%	8.00%	8.16%	8.66%	
Retirement Amount	2,454.48	2,629.80	2,805.12	2,917.04	3,095.78	
Net	\$ 32,609.52	\$ 32,434.20	\$ 32,258.88	\$ 32,830.96	\$ 32,652.22	\$ 42.70
Increase (decrease)		\$ (175.32)	\$ (175.32)	\$ 572.08	\$ (178.74)	

2017-18 Budget Information/Request

Description: *Contracts/Other Fixed Costs*

Budget Manager: *John Gardner*

Area Impacted: *The 2017-18 General Fund Budget*

Purpose: *To address **estimated** increases in certain fixed costs.*

The District has several fixed cost items that includes property insurance, copier leases, and service contracts.

The projected increase attributed to the opening of the new schools is \$1 million.

Estimated Project Cost: *\$1.4 million for General Fund.*

Recurring X **Non-recurring**
Funding Sources: *General Fund*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

2017-18 Budget Information/Request

Description: *10 Additional Days for Instructional Support*

Budget Manager: *John Gardner*

Area Impacted: *The 2016-17 General Fund Budget*

Purpose: *To provide additional instructional support at the school level.*

Due to the many diverse needs at our schools, the principals have requested 10 additional days that they could use at their discretion for assistance with staff development, curriculum development, and collaboration. These days may be utilized by the instructional coach and/or lead teachers.

Estimated Project Cost: *\$195,000 for General Fund.*

Recurring **X** **Non-recurring**
Funding Sources: *General Fund*

For additional information: *Please contact John Gardner at 488-6896 or by e-mail at jgardner@horrycountyschools.net*

2017-18 Budget Information/Request

Description: *English for Speakers of Others Languages (ESOL)*

Budget Manager: *Carolyn Chestnut*

Area Impacted: *The 2016-17 General Fund Budget*

Purpose: *The State recommends an ESOL teacher to student ratio of one teacher for every sixty identified students. Currently the District provides one teacher for every sixty-eight students. The administration proposes to add 8 ESOL teachers for the 2017-18 school year to get closer to the State standard.*

Estimated Project Cost: **\$611,216**

Teacher's Budgeted Average Salary:	$\$54,709 \times 8 = \$437,672$	
+ Fringe		
Group Health, Life & Dental (210)	$\$7,993 \times 8 = \$63,944$	
Employee Retirement (220)	$\$9,514 \times 8 = \$76,112$	
FICA (230)	$\$4,186 \times 8 = \$33,488$	
TOTALS		$\$76,402 \times 8 = \$611,216$

Recurring X Non-recurring

Funding Sources: General Fund

For additional information: Please contact Carolyn Chestnut at 488-6768 or by email at cchestnut@horrycountyschools.net

ESOL Numbers

Year	# of students	# of teachers	Ratio
2010-2011	2640	26.00	1:101.54
2011-2012	2694	25.50	1:105.65
2012-2013	3090	26.75	1:115.51
2013-2014	3534	29.75	1:118.79
2014-2015	3926	39.00	1:100.66
2015-2016	4079	49.50	1:82.40
12-09-2016	4081	60.50	1:67.45
1-24-2017	4139	60.50	1:68.41
2-03-2017	4167	60.50	1:68.87

**The chart above reflects End-of-Year reports from 2010-11 through 2015-16. Then, more current reports were generated for the current school year, 2016-17.*

2017-18 Budget Information/Request

Description: Signing Bonus for Critical Needs Teachers

Budget Manager: Mary Anderson

Area Impacted: Entire District

Purpose: *To effectively recruit critical needs teachers which include secondary English Language Arts, middle and secondary Mathematics, middle and secondary Science, K-12 Media Specialist, Special Education (all areas), Speech Language Therapist, and K-12 World Languages.*

Estimated Project Cost: \$2,500 x 150 = \$375,000

Recurring__X__ Non-recurring____
Funding Source: General Fund

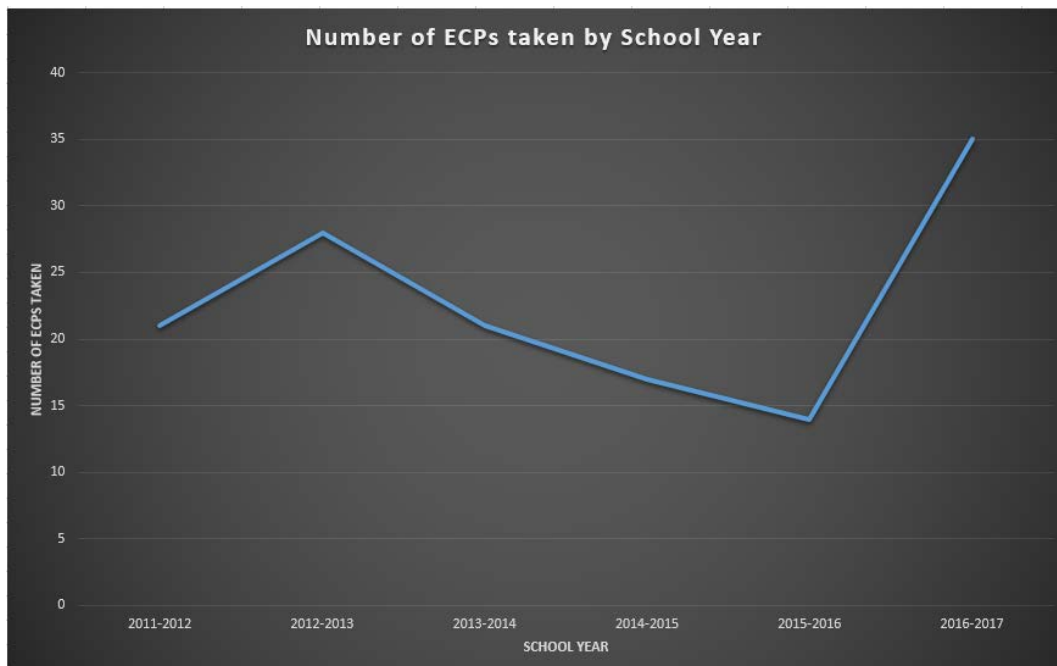
For additional information: Please contact Mary Anderson at (843) 488-6862 or by e-mail at manderson002@horrycountyschools.net

TEACHER EXTRA CLASS PAY

<u>ECPs taken by Subject by School Year</u>							
<u>Subject</u>	<u>School Year</u>						<u>TOTAL</u>
	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>	<u>2014-2015</u>	<u>2015-2016</u>	<u>2016-2017</u>	
Art	0	0	0	0	2	1	3
Cosmetology	2	1	0	0	0	3	6
English	4	3	2	4	4	4	21
Exploratory	5	0	0	0	0	0	5
Fine Arts	1	0	0	0	0	0	1
Math	1	11	8	6	2	14	42
Math & Science	0	0	0	0	1	1	2
Multi-Media Broadcasting	0	0	1	0	0	0	1
Music	1	0	0	0	0	0	1
No Assigned Class	1	1	5	0	0	3	10
PE	0	0	0	2	0	0	2
Remediation	1	3	0	0	0	0	4
Science	3	7	3	3	1	8	25
Social Studies	0	1	0	2	3	1	7
Spanish	2	1	1	0	0	0	4
Sports Medicine	0	0	1	0	1	0	2

*Note- The subjects highlighted in yellow are the top three areas that required teachers to take on ECPs.

The following charts illustrates the number of ECPs taken broken down by school year. From 2011-Current there has been a slight increase in the number of ECPs used, with the most significant increase from 2015-2016 to 2016-2017



Horry County Schools
Hiring Information

<u>School Year</u>	<u>Critical Teachers Hired</u>	<u>Total Teachers Hired</u>	<u>% Critical Needs</u>	<u>Total Vacancies</u>
2014-2015	119	255	53.33%	15
2015-2016	147	343	57.14%	9
2016-2017	123	302	59.27%	13

Horry County Schools
Hiring Information

2016-2017:					
Subject Area	<u>Elementary</u>	<u>Middle</u>	<u>High</u>	<u>Total</u>	<u>Vacancies</u>
English / Language Arts		10	17	27	0
Mathematics		19	10	29	1
Media Specialist	2	1	1	4	0
Sciences		8	8	16	2
Special Education	18	11	10	39	10
Speech Language Therapist	4	1		5	0
Spanish			3	3	0
TOTAL	24	50	49	123	13
2015-2016:					
Subject Area	<u>Elementary</u>	<u>Middle</u>	<u>High</u>	<u>Total</u>	<u>Vacancies</u>
English / Language Arts		12	16	28	0
Mathematics		20	10	30	0
Media Specialist	3	1	1	5	2
Sciences		10	12	22	1
Special Education	19	12	16	47	5
Speech Language Therapist	4	1	1	6	1
Spanish			9	9	0
TOTAL	26	56	65	147	9
2014-2015:					
Subject Area	<u>Elementary</u>	<u>Middle</u>	<u>High</u>	<u>Total</u>	<u>Vacancies</u>
English / Language Arts		18	16	34	3
Mathematics		12	12	24	0
Media Specialist	1		2	3	0
Sciences		7	11	18	3
Special Education	8	11	11	30	4
Speech Language Therapist	4			4	2
Spanish			6	6	3
TOTAL	13	48	58	119	15

2017-18 Budget Information/Request

Description: Building Services Staff

Budget Manager: Daryl Brown

Area Impacted: Entire District

Purpose:

Provide improved services for all District Facilities.

New staffing for Ten Oaks Middle, St. James Intermediate, and Socastee Middle, plus additional staffing for increased square feet at the new Myrtle Beach Middle School, and new Socastee Elementary School.

- *Ten Oaks Middle School: 7 Custodians*
- *St. James Intermediate School: 7 Custodians*
- *Socastee Middle School: 6 Custodians*
- *New Myrtle Beach Middle School: Increase 1.5 Custodians*
- *Replacement Socastee Elementary School: Increase 0.5 Custodians*
 - (22) Total new positions:*
 - *(19) 190 day Custodians – Grade 15 (\$889,475)*
 - *(3) 240 day Custodial Supervisors for the 3 all-new locations – Grades 17-18 (\$158,600)*
 - *Additional Pay for summer cleaning for new schools (\$37,512)*
 - *Note: We are not able to relocate staff from current schools where student levels will decline from the addition of Ten Oaks Middle, St. James Intermediate, and St. James Middle schools unless portions of the existing schools are physically closed and not used or cleaned.*
 - *Note: Conversion of current MBMS and reuse of current MBIS will require future staff additions. These will be evaluated when they are scheduled to be opened.*
- *Increase overall additional pay budget \$56,268. The summer cleaning process requires Building Services employees to volunteer to work additional days due to the limited number of contractual days.*

Estimated Project Cost: \$1,141,855

Recurring X Non-recurring
Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Maintenance Staff

Budget Manager: Daryl Brown

Area Impacted: Entire District

Purpose:

Assure that physical facilities support the accomplishment of the board's Results policies, are safe and properly maintained. Plans for and schedules preventive maintenance.

Supporting Information:

- The total area of maintained facilities has increased to 7.8 million square feet resulting from the addition of the five new schools, recent expansion / renovation projects, and the addition of relocatable classrooms. This is an overall total square footage increase of 10%.
- The reorganization of the Department in 2013 resulted in work orders being closed **29.3% faster** and a **reduction in effort per work order from 6.5 hours to 3.9 hours per work order**.
- Maintenance work order requests have **increased 30% per year** for the last 2 years, which is negating the capacity generated by the reorganization. An average of **90 new work orders** are opened every day. Work order backlog has risen to over 800 with an average time to close them now at approximately two weeks.
- The International Facility Management Association (IFMA) recommends 1 maintenance technician per 77,021 square feet of facility (excluding grounds technicians). For HCS, IFMA recommends a staff of **101 technicians**.
- A "Flex-crew" of 6 technicians is requested this year for the purpose of: addressing the increase in work orders due to covering for long-term medical absences, filling-in during routine technician leave time, supplementing large projects requiring more manpower, and performing preventative maintenance, particularly for our recent multi-million dollar HVAC investments at several schools.

This request is to increase staffing of maintenance technicians over the next three (3) years to a **total of 76 positions**, from the current total of 49 positions. This is a net three-year addition of **26 technicians** and **1 assistant manager** implemented as follows:

- **Year 1:** Add a "Flex-crew" Maintenance Team of 6 comprised of 2 HVAC, 2 Electrical, 1 Mechanical, 1 General Craft technician, and one (1) assistant manager. (\$348,459) (0 additional vehicles provided the "Fleet Vehicles" requested under the Equipment Budget gains approval)
- **Year 2:** Increase staff for our regions by 10 total positions, plus vehicles – 4 HVAC, 2 Electrical, 2 General Craft and 2 Grounds technicians (\$900,767).
- **Year 3:** Increase staff for our regions by 10 total positions, plus vehicles – 4 HVAC, 2 Electrical, 2 General Craft and 2 Grounds technicians (\$900,767).

Note: Phase-in of the additional technicians will coincide with the transition of First Floor Energy Positive's 3-year performance guarantee. This will allow new technicians to become familiar with the sophisticated high-performance systems and to gain proper training and certifications to maintain the energy-positive systems such as geothermal HVAC and photo-voltaic (solar panel) power generation.

Estimated Project Cost: \$429,520 – (Year One);

(After year 3, cumulative \$1,591,054 annually; After year 10, recurring \$640,000)

6 Flex-crew technicians @ \$20.41/hour	\$348,459 (recurring annually)
1 Assistant Manager @ \$29.76/hour	\$ 81,061 (recurring annually)
(Future) 10 Maintenance technicians @ \$20.41/hour	\$580,767 (recurring annually, year 2 forward)
(Future) 10 vehicles @ \$32,000 each	\$320,000 (year 2, recurring in 10 years)
(Future) 10 Maintenance technicians @ \$20.41/hour	\$580,767 (recurring annually, year 3 forward)
(Future) 10 vehicles @ \$32,000 each	\$320,000 (year 3, recurring in 10 years)

Recurring X Non-recurring

Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at

DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Equipment

Budget Manager: Daryl Brown

Area Impacted: Entire District

Purpose:

Provide safe, reliable transportation, equipment and furnishings.

A budget for Equipment is provided within the Short Term Plan which encompasses the areas of Furniture, Building Services, Maintenance Equipment, Fleet Vehicles, Playgrounds, and Food Service. The current budget is \$454,545.00 per year for all these categories combined. Requests are being made for increases to the Furniture, Maintenance Equipment, and Fleet Vehicles categories only. These additional funds will be in the General Fund budget.

Furniture Equipment: (Current annual budget is \$85,227.00)

- Additional replacement costs for furniture breakage due to age (approx. 2.5%/year) and increased requests for classroom support items such as stage curtains, blinds, cubbies, testing tables and chairs, and miscellaneous other furniture needs. **Request: (\$189,000)**
- Due to aging furniture and increased usage due to student population growth, requests are rising for replacement of common area furniture including dining area and media centers; \$125,250 per school at a replacement rate of 3 per year. **Request: (\$375,750)**

Maintenance Equipment: (Current annual budget is \$28,409.00)

- The current budget is insufficient to support the needs for maintenance equipment. An increase is needed to purchase proper maintenance and athletic field equipment:
 - Example costs for typical equipment: Commercial Trailers (DOT-certified, \$9,300 each), skid steer loader (\$51,000); fork lift or scissor lift (\$60,000), aerator (\$21,000), backhoe (\$63,000)

Request: (\$113,591)

Fleet Vehicles: Maintenance and Inventory (Current annual budget is \$99,431.00)

- The request is to create a standard schedule to maintain an HCS fleet with no greater than 150,000 miles or more than 10 years in age. The current budget will only achieve replacement of 30% of vehicles in 10 years and vehicles will have over 200,000 miles at disposal. In year 2024, the average age will be 12 years and an odometer reading of 116,320.
 - Current status: 15 Vehicles are over 10 years old
 - 8 vehicles have over 150,000 miles
 - Current budget only purchases 3 vehicles per year (Currently have 61 vehicles)

*Does not include vehicles to support the addition of Maintenance Staff requests in years 2 and 3.

Request: (\$262,569)

Estimated Project Cost: \$940,910.00

Furniture: \$564,750.00 increase (Total annual budget of \$649,977)

Maintenance Equipment: \$113,591.00 increase (Total annual budget of \$142,000)

Fleet Vehicles: \$262,569.00 increase (Total annual budget of \$362,000)

Recurring X Non-recurring

Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at

DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Facilities Energy Budget

Budget Manager: Daryl Brown

Area Impacted: Entire District

Purpose:

Assure that physical facilities are safe and properly maintained.

- The Maintenance department provides the electricity, propane, natural gas, fuel oil, and water & sewer for all facilities.
- There has been an increase in the cost of energy, approximately 6.9%. (Total additional: \$796,828)
 - Electricity 6.9%
 - (Duke 6.93%, HEC 3.3%, Santee Cooper 3.7% plus 2% impact this year over estimated.)
 - Last year Santee Cooper projected 6.6% increase; actual impact has been 8.5%
 - All other energy 3% (water, sewer, fuel oils, LP and natural gas)
- New Schools:
According to the design engineers for the new schools, the expected annual net energy cost is:
 - Ten Oaks Middle School: (Electricity \$67,000, Water & Sewer \$20,000, Propane \$7,300)
 - St. James Intermediate School: (Electricity \$67,000, Water & Sewer \$20,000, Propane \$7,300)
 - Myrtle Beach Middle School: (Electricity \$67,000, Water & Sewer \$20,000, Propane \$7,300)
 - Socastee Elementary School: (Electricity \$52,000, Water & Sewer \$14,500, Propane \$7,300)
 - Socastee Middle School: (Electricity \$67,000, Water & Sewer \$20,000, Propane \$7,300)(Total: \$451,000)

Estimated Project Cost: \$1,247,828

Increased cost of energy	\$796,828
Energy costs for new schools	\$451,000

Recurring X Non-recurring
Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Grounds Maintenance

Budget Manager: Daryl Brown

Area Impacted: Entire District

Purpose:

Provide safe, reliable transportation, equipment and furnishings.

- *Mowing, lawn and landscaping services for the five (5) new schools. \$72,000*

Estimated Project Cost: \$ 72,000.00

New schools grounds maintenance: \$ 72,000.00 increase

Recurring X Non-recurring
Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Building Services

Budget Manager: Daryl Brown

Area Impacted: Entire District

Purpose:

Provide improved services for all District Facilities.

- *There has been an increase in the cost of custodial cleaning supplies, approximately 3%. This includes chemicals, mop heads, etc. (\$46,060)*
- *The new schools opening in the 2017-2018 budget year require ongoing cleaning supplies to be purchased. (\$145,000)*
- *Increase Rental budget to account for the new schools (\$4,500). Includes need for scissor lifts to reach high places for periodic cleaning.*

Estimated Project Cost: \$195,560

Recurring X Non-recurring
Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Maintenance Supplies

Budget Manager: Daryl Brown

Area Impacted: Entire District

Purpose:

Assure that physical facilities are safe and properly maintained.

- *The Maintenance department repairs all facilities to ensure safety, security and proper functioning.*
- *There has been an increase in the cost of maintenance materials, approximately 3%. This includes equipment parts, lumber, hand tools, plumbing supplies, communication and technology equipment, etc.*

Estimated Project Cost: \$45,000

Recurring X Non-recurring

Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Student Population Growth Furniture Request

Budget Manager: Daryl Brown

Area Impacted: Entire District

Purpose:

Provide adequate and appropriate furniture to accommodate projected annual student population growth.

Furniture: Additional student population growth projected for 2017-18 is 741.

Average cost is \$250 / student, which includes the proportionate teacher's furniture to support the growth. This does not include any additional administrative area or common area furniture needs due to growth. In fiscal year 2016-17, this was funded from previous capital program funds that are no longer available.

Estimated Project Cost: \$185,250.00 (to be adjusted annually based upon projections)

Recurring X Non-recurring____
Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Athletics – JV Lacrosse

Budget Manager: Daryl Brown

Area Impacted: Carolina Forest High, Myrtle Beach High, Socastee High, and St. James High, North Myrtle Beach

Purpose:

Provide two coaches for each JV lacrosse team at the five schools listed, for a total of 10 coaches.

Estimated Project Cost: \$22,500

Recurring X Non-recurring
Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Athletics – New Middle School Athletics

Budget Manager: Daryl Brown

Area Impacted: Ten Oaks Middle and Socastee Middle

Purpose:

Required expenses for establishment of athletic teams at the two new middle schools in compliance with District standards. This total includes coaches stipends, officials, security, and transportation

Estimated Project Cost: \$53,300.00

Recurring X Non-recurring
Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: Athletics – Facility Usage Fees

Budget Manager: Daryl Brown

Area Impacted: Middle and High School Athletics

Purpose:

Doug Shaw Use Agreement

Per Joint Use and Ownership Agreement dated May 1, 2008, Horry County Schools is required to pay \$32,034 annually for maintenance and upkeep of the stadium.

Facility Rentals for Swim Teams

Schools with swim teams must rent space for practices. On average, each of the six schools pay \$3,000 per season to rent facilities.

Estimated Project Cost: **\$49,034**

Doug Shaw Use Agreement - \$32,034

Facility Rentals for Swim Teams - \$17,000

Recurring X Non-recurring

Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: School Resource Officers

Budget Manager: Daryl Brown

Area Impacted: Ten Oaks Middle, Socastee Middle, St. James Intermediate

Purpose:

School Resource Officer staffing of two new middle schools and new intermediate school.

Estimated Project Cost: \$89,694 Approx.

Recurring X Non-recurring
Funding Sources: General Fund

For additional information: Please contact Daryl Brown at 488-6774 or by email at DBrown002@horrycountyschools.net

2017-18 Budget Information/Request

Description: School Bus Transportation

Budget Manager: Jim Wright

Area Impacted: Entire District

Purpose: *Provide safe transportation for all students. Replacement costs for school bus security cameras due to age. The request covers replacing two hundred twenty-eight camera systems on our school bus fleet.*

Estimated Project Cost: *An additional \$426,000. Funding will be provided from the **budget savings** of \$900,000 that was allocated for the purchase of 10 regular route buses.*

Recurring ____ Non-recurring X

Funding Sources: General Fund

For additional information: *Please contact Jim Wright at 843-488-6955 or by email at JWright002@horrycountyschools.net.*

2016-17 Adopted General Fund Budget

Revenues	\$ 381,298,423
Expenditures	389,023,451
<i>Board Authorized Use of Fund Balance</i>	(7,725,028)

PRELIMINARY General Fund Recap**Funding Adjustments**

New Revenue (February 6, 2017)	<u>8,700,000</u>
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Total Funding Adjustments	8,700,000
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Proposed General Fund Budget Increases

Staffing Adjustments	(4,500,000)
Retirement Increase	(1,200,000)
Group Health Increase	(660,000)
STEP Increase	(4,100,000)
2% Salary Increase for employees not eligible for STEP	(1,700,000)
Contracts/Other Fixed Cost	(1,400,000)
10 Additional Days for Instructional Support	(195,000)
ESOL Support	(611,000)
Signing Bonus for Critical Needs Teacher	(375,000)
Building Services Staff	(1,140,000)
Maintenance Staff	(430,000)
Equipment	(941,000)
Energy	(1,250,000)
Grounds Maintenance	(72,000)
Building Services	(196,000)
Maintenance Supplies	(45,000)
Student Population Growth Furniture Request	(185,000)
JV - Lacrosse	(23,000)
New Middle School Athletics	(53,000)
Facility Usage Fees	(49,000)
School Resource Officers	(90,000)
Replace Cameras on School Buses	(426,000)
Reallocate Funds for the Purchase of 10 Regular Route Buses	<u>900,000</u>

Total Expenditure Adjustments	(18,741,000)
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Current Position (February 6, 2017)	\$ (10,041,000)
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Increased Operational Cost of New Schools

Staffing Adjustments	\$ 1,900,000
Contracts/Other Fixed Cost	1,000,000
Building Services Staff	1,100,000
Energy	451,000
Grounds Maintenance	72,000
Building Services	150,000
New Middle School Athletics	53,000
School Resource Officers	<u>90,000</u>
Total	<u><u>\$ 4,816,000</u></u>