

## Financial Implications of COVID-19 and School Closure

Over the past month, the District has stepped up and faced the many challenges of COVID-19 with generosity and focus, providing learning opportunities for our students and providing meals to families in need. The District continues in all of its efforts to pursue Panther Pride, where we must all work together to protect our most precious resource -- our children! That said, as a result of school closures and the overall economic impact of COVID-19, there are financial implications. Below is a chart outlining several of these implications.

Within the Budget process, we must remain vigilant at maintaining our mission of working with families and community to educate all students to reach their highest potential. I believe our teachers, admin team and support staff are doing an excellent job to accomplish this mission. It is important that at this time - we understand our current resources and liabilities while actively seeking considerations on ways to be fiscally responsible during a time of international crisis.

<b>Financial Implications of COVID-19</b>		
<b>Revenues</b>	<b>2020</b>	<b>2021</b>
<b>Property Taxes</b>	Installment payments could be delayed and the percentage of uncollected taxes may rise, resulting in reduced cash flow	The 2021 Levy will be impacted by the potential of reduced CPI and lower than expected new construction. This amount could be very material in nature.
<b>Student Fees</b>	Reimbursing fees for some Activity Fund items (Coop, Pantherettes, etc.)	Filings for Free & Reduced likely to rise
<b>Food Services</b>	Revenues and expenditures will be impacted with reduced food services March, April and May. In addition, unfavorable results will occur as a result of paying certain expenses with no offsetting revenue.	Yet to be determined
<b>Interest Revenue</b>	Declining rates are impacting interest revenue.	Yet to be determined
<b>State Funding</b>	With state revenues not flowing, the payment of current year MCAT's could be impacted.	Discussion is currently happening surrounding the State not having the ability to fund additional dollars for the EBF formula - which could result in a reduction of anticipated revenues.
<b>CPPRT</b>	More than likely, no impact in the current year	Based on reduced earnings, impact expected, but not yet determined
<b>National School Lunch</b>	National School Lunch revenues will be offset by the meals we are serving today, but that amount in total has yet to be fully quantified.	Filings for Free & Reduced likely to rise

<b>Revenues</b>	<b>2020</b>	<b>2021</b>
<b>Medicaid</b>	Medicaid services provided by our Related Services Staff, such as one-on-one aides and transportation, likely to decline. Not yet quantified.	Yet to be determined
<b>Title Funds</b>	No expected impact	The District received an allocation under Title I, Part A of the Elementary and Secondary Education Act of approximately \$106K.

<b>Expenses</b>	<b>2020</b>	<b>2021</b>
<b>Health Insurance</b>	As a result of COVID-19, we have seen a decrease in claims as our employees are not going to the doctor. Expect future claims to be higher when restrictions lift.	Yet to be determined
<b>Contract Custodial</b>	Listed below is a summary of the changes in billing proposed based on the adjustments made for reduced staff: April: \$17,500 May: \$16,500 June: \$12,000 July: \$12,000	1-Year extension at the \$24,486 rate with no CPI increase.
<b>Substitute Teachers</b>	We had exhausted the budget on substitutes this year by the end of January. COVID actually helped provide some relief on this budget line.	Yet to be determined
<b>Energy Costs</b>	With the shutdown of the buildings, energy consumption will be reduced. Amount not yet quantified.	Yet to be determined
<b>Capital Projects</b>	Expected to be completed this fiscal year.	Nothing Planned
<b>Transportation</b>	Reduced supplies and repairs as well as fuel cost, which will slightly impact next year's claim reimbursement.	With a downturn in the economy and declining oil prices, fuel prices may remain favorable.
<b>Building Budget</b>	Administration placed a purchasing hold on most department and athletic purchases that are not essential. Favorability will result for reduced supplies and purchased services.	Yet to be determined
<b>Technology</b>	No immediate material impact since most items purchased this fiscal year.	With remote learning, budgeting for 250 CB and 40 SmartBoards (replacement/rotation schedule)