



FY 2018-2019 Budget Update Board of Education

April 24, 2018

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Purpose

- To provide an update on the FY 2018-19 budget to the Board of Education

Agenda

- FY 2018-19 General Fund budget update
- School & Program budget update
- Budget Adoption calendar

FY2018-19 School & Program Budget Update

- School allocations were sent out on April 9
- School budget meetings are in process and budgets/staffing worksheets are due back Apr 27
- Program allocations sent out on Apr 24 and budgets/staffing worksheets are due back May 4



Staffing the Schools

General Budget Information

- The budget meets contractual obligations
- FY19 Revenue budget based on current law
- All schools do not receive the same amount of money per pupil because:
 - Some school funding is categorical (it has specific criteria on its spending)
 - Funding for Comp Ed and Title I follow the students on a one year delay (previous year's Oct 1 count)
 - Higher poverty schools have greater access to categorical dollars than lower poverty sites
- School enrollment affects the dollars allocated
- Schools receive FTE allocations that include projected inflation amounts for salary and benefits

FY2018-2019

School Staffing Criteria

Site Configurations

- Pre-K – 5
- K – 8
- Dual Campus
- 6 – 8
- 6 – 12
- 9 - 12

Staffing Categories

- Principal
- Assistant Principal
- Administrative Intern
- Teachers
- Clerks
- Counselors
- Library Media Specialists
- Nurses
- Social Workers
- Psychologists
- MLL Teachers
- Library Support (EA or TA)
- Site Staff for Program Articulation

2018-19 MOA Teacher Class Size Cap Higher Poverty Sites

Grade	FY19 Cap
Pre-K	20
KG	25
1 – 3	26
4 – 5	30
6 – 8	36
9 - 12	38

Higher Poverty threshold is the top 30 schools per the teacher's contract

2018-19 MOA Teacher Class Size Cap Lower Poverty Sites

Grade	FY19 Cap
Pre-K	20
KG	27
1 – 3	28
4 – 5	31
6 – 8	38
9 - 12	40

FY 2018-19 General Fund Budget Preliminary Big Picture (Feb)

	FY18 Adopted (in \$M)	FY19 Preliminary (in \$M)	Difference (in \$M)
Revenue (current law)	\$521.4	\$528.0	\$6.6
Use of Fund Balance	0	0	0
Expenditures	\$521.4	\$545.2	(\$23.8)
Projected FY19 Shortfall	\$0	(\$17.2)	

Closing the Projected FY19 General Fund Budget Shortfall of \$17.2 m

- Limited inflation allocations to Programs
- Additional 5% Reduction to Targeted Programs
- Additional Targeted Reductions to Programs
- Eliminated 1x only allocations that are for FY18 only and do not carry over (fall adjustments, for example)

General Fund Budget Categories

Category	Description
Schools	Refers to all budgets for school sites in SPPS
School Service Support	Refers to program budgets that provide direct support services to schools (ex: Transportation, MLL, Special Education, Student Placement Center)
Districtwide Support	Refers to program budgets that provide support to all areas of the District (ex: Operations, Human Resources, Employee Benefits, Technology Services)
Administration	Refers to program budgets necessary to support governance, policy, and staff support to the Superintendent (ex: Board of Education, Superintendent, Legal Counsel)

FY19 Proposed General Fund Big Picture – Expenditures (April)

Area	FY18 Adopted	FY19 Proposed	FY18 vs FY19 Difference	% Diff
Schools	\$247,365,968	\$248,454,701	\$1,088,733	0.4%
School Service Support	\$180,513,043	\$186,550,116	\$6,037,073	3.3%
District-wide Support*	\$90,033,697	\$96,100,310	\$6,066,613	6.7%
Administration	\$3,533,366	\$3,575,871	42,505	1.2%
Total	\$521,446,074	\$534,680,998		
* Increase in District-wide Support for Long Term Facilities Mtc budget (in Fund 06 for FY18)	\$0	\$11,616,862	\$11,616,862	
Total w/LTFM addition	\$521,446,074	\$546,297,860		

Why a \$6 m Increase to School Support Services?

Area	FY18 Adopted	FY19 Proposed	FY18 vs FY19 Difference
School Support Services	\$180,513,043	\$186,550,116	\$6,037,073

FY19 School Support Services Program Area (areas increasing)	Amount
Investments in Special Education	\$4,693,886
Investments in MLL	\$2,426,314
Substitute Teachers	\$800,000
Indian Education	\$95,249
Office of Leadership Development	\$142,015
Transportation	\$1,057,857
<i>All other program areas did not have an increase</i>	

Why a \$6 m Increase to District-wide Support Services?

Area	FY18 Adopted	FY19 Proposed	FY18 vs FY19 Difference
District-wide Support Services	\$90,033,697	\$96,100,310	\$6,066,613

FY19 District-wide Support Services Program Area (areas increasing)	Amount
Long Term Facilities Mtc (LTFM) General Fund – Facilities Master Plan (funding tied to property tax levy)	\$5,989,000
Utilities & Custodial (inflation & building expansions)	\$522,445
SUTR Program	\$1,000,000
Employee Benefits (Districtwide)	\$179,852
Insurance	\$300,000
Safety & Security	\$81,384
<i>All other program areas did not have an increase</i>	

FY 2018-19 Budget Timeline

Date	Description
December 19, 2017	SPPS Board of Education Certifies Pay 18 Levy for FY 2018-19
December 2017 - January 2018	FY 2018-19 Revenue & Expenditure Projections (utilizing FY19 enrollment by grade projections and preliminary 10/1/17 by school by grade enrollment numbers)
February 13, 2018	Presentation of FY19 Budget Guidelines & Preliminary FY19 General Fund budget summary at the Committee of the Board meeting
February 20, 2018	FY19 General Fund budget summary presentation at BOE meeting
February 26, 2018	REA Office & Asst Supts provide final FY19 enrollment by school by grade projections to Finance Dept
February 27- March 29, 2018	Finance prepares FY19 budget allocations & system testing (pending Feb 26 vs. March enrollment & planning criteria are received by the Finance Dept)



FY 2018-19 Budget Timeline

Date	Description
April 9, 2018 April 24, 2018	Distribute school allocations Distribute General Fund program allocations
April 9-20, 2018	Joint FY19 Budget, Staffing, Enrollment meetings (Principals, Asst Supts, Human Resources, Finance, Title I, Student Placement)
April 16-26, 2018	Districtwide School Budget Presentation timeline for all principals to present budget information at their sites
April 27, 2018 May 4, 2018	School budgets returned & HR Staffing worksheets due Program budgets returned & Program Staffing worksheets due
June 19, 2018	FY 2018-19 Budget adopted by the Board of Education



Budget Engagement Information

- Principal toolkit includes:
 - Budget worksheet with supporting documentation
- School Budget Presentations (April 16-26)
 - Budget Video & Talking Points
 - Powerpoint draft that can be tailored to site to use with staff and community
 - Communications will have a survey for parents & community who attend
- Budget Finance & Advisory (BFAC) Meetings
- Business Office Website
(<https://www.spps.org/business>)

Questions?