




DAC

INTRODUCTION TO SCHOOL BUDGETING


February 9, 2016

Douglas County School District

AGENDA

- 
- School Finance Overview
 - Metro District Funding Comparison
 - Student-Based Budgeting Overview
 - Carry Over
 - Possible Budget Priorities
 - Likely FY2016-2017 Funding Scenario
 - Q&A

SCHOOL FINANCE OVERVIEW

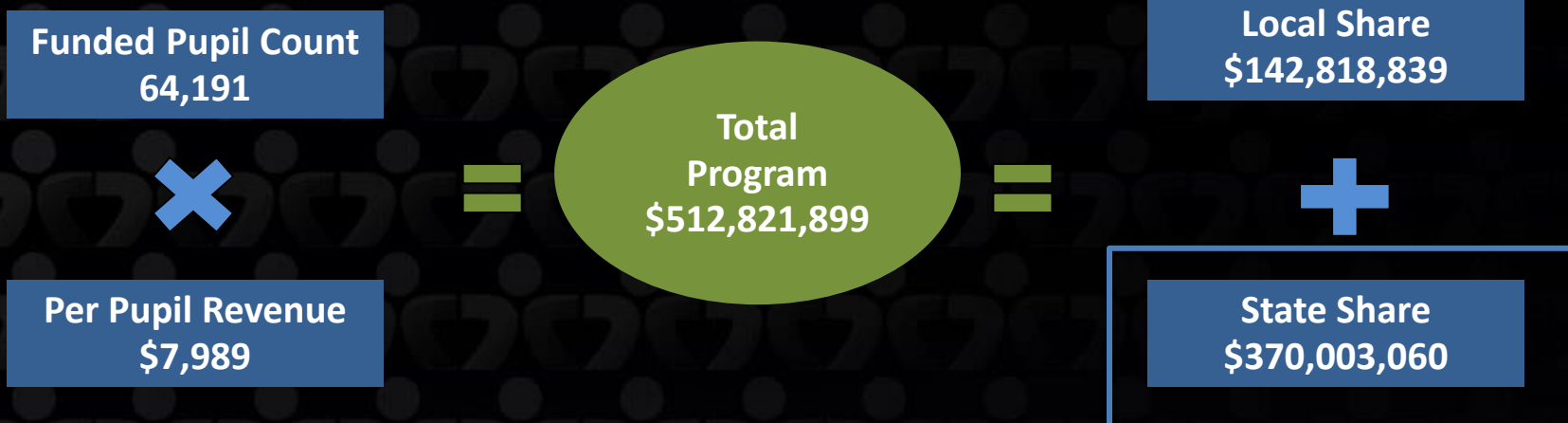
- 
- Operating Funds
 - School Finance Act (SFA)
 - State Categorical Funds – State’s General Fund
 - Federal Grants – Title Funds & IDEA
 - Mill Levy Override – 100% Local
 - Building Funds (Capital Expenditures)
 - General Obligation Bond Proceeds (Voter Approval)
 - Certificate of Participation (COP) Proceeds (Board Approval)

Note: General Fund operating funds can be used for any legal purpose including capital expenditures

SCHOOL FINANCE OVERVIEW



DCSD Total Program FY2015-2016



- Total Program – Local Share = State Share
- Local Share is primarily property taxes levied on all assessed value in the District (fixed 25.440 mills)
- As the Local Share generates more revenue due to the fixed mill, it allows the state to reduce their contribution

SCHOOL FINANCE OVERVIEW

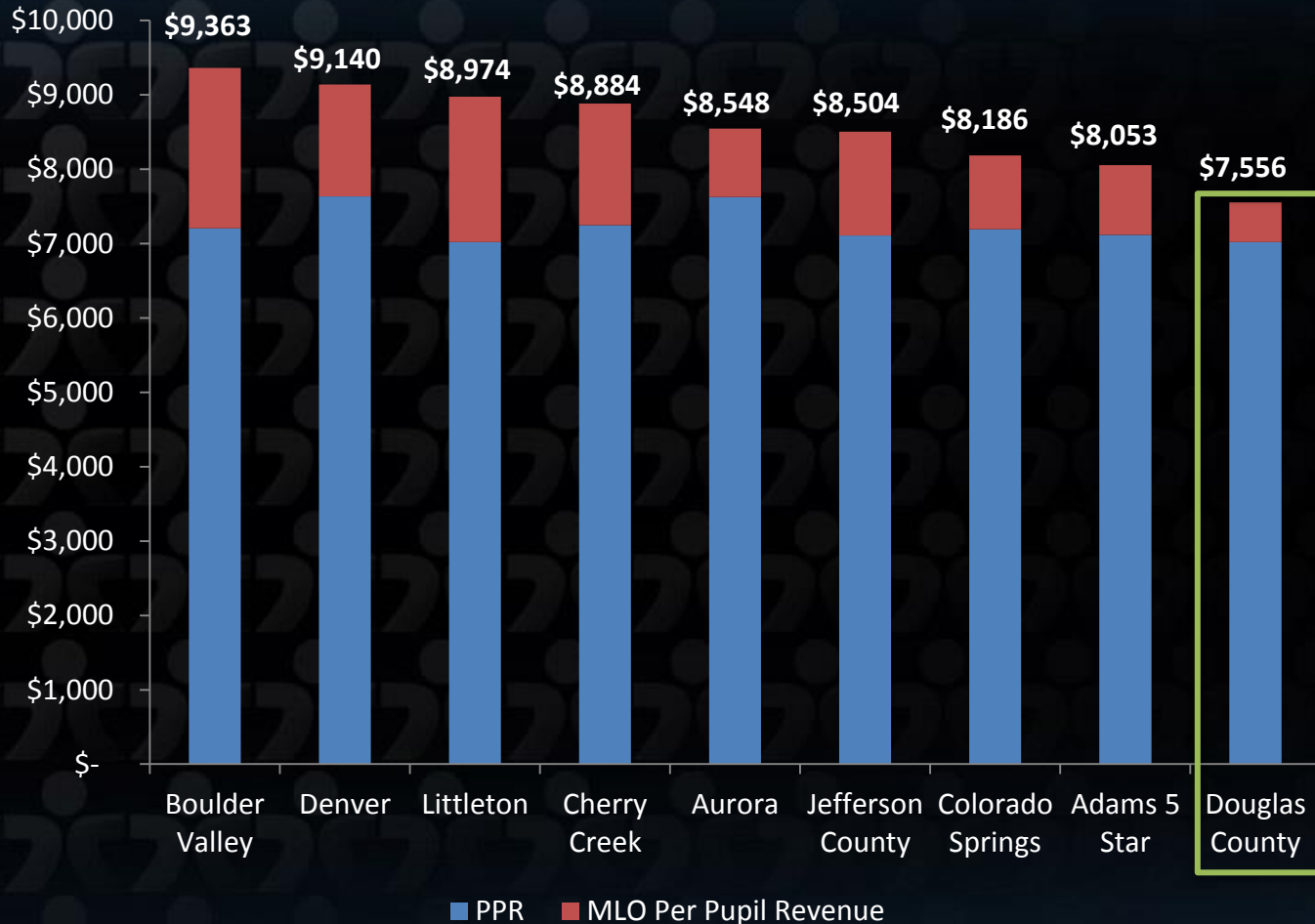


DCSD Total Program FY2015-2016 – After Negative Factor



- Negative Factor for FY2015-2016 = \$62.2M
- Total Negative Factor since 2009-2010 = \$376M

FUNDING COMPARISON



*FY2015-2016 Projected Per Pupil Revenue per CDE as of 7/1/2015. FY2014-2015 Mill Levy Override revenue received per CDE. Per pupil calculations based on FY2015-2016 Projected Funded Pupil per CDE as of 7/1/2015.


FUNDING COMPARISON



District	Additional Per Pupil Operating Revenue Above DCSD	Additional Total Operating Revenue Above DCSD
Boulder Valley	\$ 1,807	\$ 113,543,293
Denver	\$ 1,584	\$ 99,542,169
Littleton	\$ 1,418	\$ 89,102,484
Cherry Creek	\$ 1,327	\$ 83,422,158
Aurora	\$ 991	\$ 62,292,122
Jefferson County	\$ 948	\$ 59,550,447
Colorado Springs	\$ 630	\$ 39,569,538
Adams 5 Star	\$ 496	\$ 31,199,676

*FY2015-2016 Projected Per Pupil Revenue per CDE as of 7/1/2015. FY2014-2015 Mill Levy Override revenue received per CDE. Per pupil calculations based on FY2015-2016 Projected Funded Pupil per CDE as of 7/1/2015.

STUDENT-BASED BUDGETING OVERVIEW

- 
- Decisions made closest to the student are the best decisions
 - Each school community is unique with different demographics and student needs
 - All stakeholders: parents, teachers, school administrators, community members, classified staff, and students shall have a voice in budget decisions at the school level
 - Dollars are allocated to schools based on enrollment and schools make budget allocations from those dollars

STUDENT-BASED BUDGETING OVERVIEW

- SBB is dynamic and can be updated throughout the year
 - Initial funding based on enrollment projections
 - Funding adjusted based on actual enrollment at October Count
- Staff budgeted in SBB are based on average salary plus 36% benefits

CDE

Includes Charters

Includes nearly all certified

DCSD

Only Neighborhood

Only classroom teachers

Separate amounts for SPED teacher, RTI, Librarian, Counselor etc.

- Schools must use certain allocations in a prescribed manner (non-discretionary)

STUDENT-BASED BUDGETING OVERVIEW

- Common misconception: district receives approximately \$7,000 per pupil but schools only receive about half of that funding

Fiscal Year 2016-2017 SBB Worksheet - ABC Elementary

ALLOCATIONS

Pupil Allocations (Discretionary)

SBBPA	\$3,907		SBB Pupil Allocation (FY15-16 + \$85 On Going)	
Enrollment	Planning	Oct. 15		
Kinder	70	0		
Grades 1-6	512	0		
Total Enrollment	582	0		
October Adjustment		Difference	Adjusted Enrl.	
Kinder		0.00	0.00	
Grades 1-6		0.00	0.00	
Total ADJ. True-Up Enrollment		0.00	0.00	
SBBPA Dollars			\$ 2,159,008	SBBPA x Enrollment

- In reality, there are many more allocations to schools that are in the SBB and others that are held centrally but directly support schools

STUDENT-BASED BUDGETING OVERVIEW



Site Allocations

Discretionary	\$ Amount	FTE
Principal	\$ 122,891	1.00
Assistant Principals	\$ 34,204	0.37
Volunteer Coordinator	\$ 8,621	0.410
Health Assistant	\$ 8,755	0.394
Close the Gap	\$ 11,092	
Classified Subs	\$ 2,910	
Co-Curricular	\$ 5,820	
TOTAL SITE DISCRETIONARY	\$ 194,293	2.174

Non Discret. (No Positive Carry Over)	\$ Amount	FTE
SPED - Certified SPED Teacher	\$ 334,893	4.30
SPED - Class. EA IV	\$ 125,587	4.40
SPED - Student Spec. EA IV	\$ 25,117	0.88
ESL - Certified	\$ 32,156	0.40
Building Leadership Teams	\$ -	
Testing Per Pupil (From Assessment)	\$ -	
Gifted and Talented	\$ 18,246	
Strategic Planning Grant	\$ -	
Certified Substitutes	\$ -	
2015-2016-17 Read Act	\$ -	
2014-2015-16 Read Act Carryover	\$ -	
Reading Recovery - Literacy Specialist	\$ -	
Discovery/World Language Teacher	\$ -	
Custodian - Classified Custodian	\$ 45,380	1.00
IB - Certified Teacher (if applicable)	\$ -	
IB - Classified IB Secretary (if applicable)	\$ -	
IB - Operational (if applicable)	\$ -	
TOTAL SITE NON DISCRETIONARY	\$ 581,379	10.98

STUDENT-BASED BUDGETING OVERVIEW

- Please reference Budget Book (starting at page 167) on the District's budget website or "SBB Summary" tab to see total amount spent per pupil
 - Can also be found in the upper left-hand corner of the SBB worksheet for the 2016-2017 school year

SBB \$s Per Pupil:	\$	5,296
--------------------	----	-------

- What is not included in the SBB but is spent at the school or in direct support of the school?
 - Utilities, transportation, athletics, safety/security, O&M, workers' comp, computer device rotation, etc.

NON-SBBPA COST INCREASE SINCE 2009-2010




Expense

Amount (\$ in millions)

Special Education	\$11M
Transportation (net of fee)	1.5M
Risk Management (insurance)	1M
Certificates of Participation (debt service)	1M
Utilities	0.5M
Total	\$15M

This translates to approximately \$300 per student on an ongoing basis

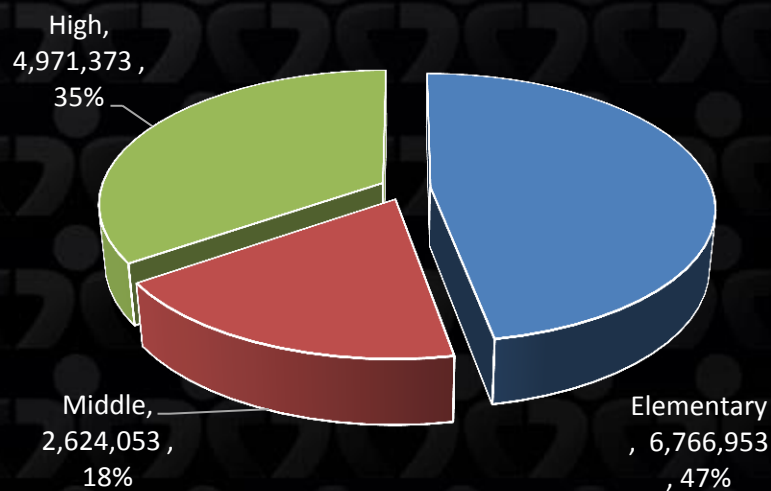
CARRY OVER

- 
- Savings from prior fiscal year that are allowed to carry over/roll over into the current fiscal year
 - No savings / detriment due to average vs. actual salaries
 - Once awarded, carry over can be reallocated to discretionary accounts to be spent
 - What is carry over going to be used for?

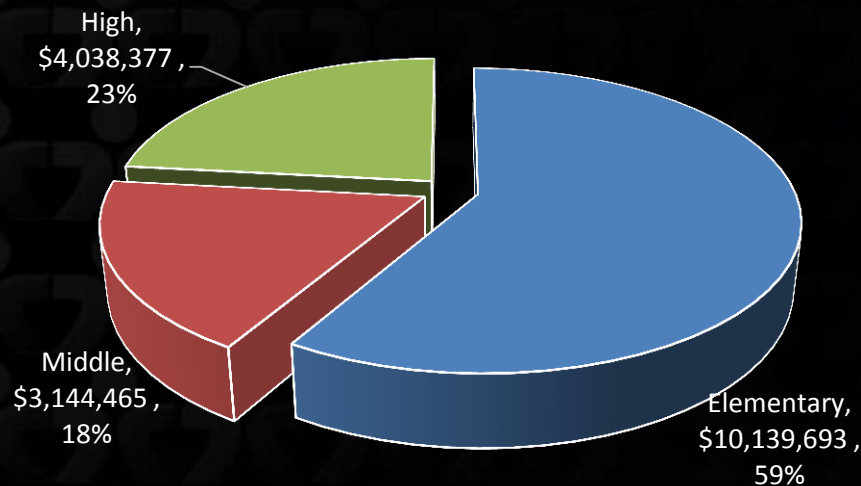
CARRY OVER



FY2013-2014 School Carry Over



FY2014-2015 School Carry Over



- School carry over increased \$3M year-over-year to \$17.3M
- Average of \$327 per pupil

CARRY OVER – DISTRICT WEBSITE



– Budget

Site Based Budget (SBB) **(includes video demonstration)**

Budget Facts

– *FY 2015–2016*

- Proposed Executive Summary
- Adopted Executive Summary
- Uniform Budget Summary–C.R.S. 22–44–105 (1)(d.5)
- Adopted Budget Book
- Quick Reference Guide
- **FY 2014–2015 School and Department Carry Over Summary**
- Revised Executive Summary

DISTRICT VS. SCHOOL-BASED DECISIONS



District Spending (DAC)


Compensation increases
Benefits changes
SBB Dollar Amounts
Transportation Funding

School Spending (SAC)


Class size
Class offerings
Number of administrators
Classified support

To recommend to the principal its priorities for spending school moneys. The principal shall consider the SAC recommendations regarding spending state, federal, local, or private grants, and any other discretionary moneys and take them into account in formulating budget requests for presentation to the Board of Education. The SAC shall send a copy of its recommended spending priorities to the DAC and to the Board of Education. Reference: C.R.S. 22-11-402(1)(a)

STAFF SURVEY BUDGET PRIORITIES

- 
1. Increase salary
 2. Lower class sizes through additional SBB dollars
 3. Improve benefits at lower employee costs
 4. Increase SBB dollars
 5. Fund the state PERA increase

LIKELY FUNDING LEVELS FOR NEXT YEAR

- 
- Based on Governor's proposal, DCSD could receive approximately \$5.5M of new revenue next year
 - \$100 per student
 - DCSD received an increase of \$256 per student in 2015-2016 and approximately \$350 per student in 2014-2015
 - This assumes the cut to K-12 (Negative Factor) grows next year by \$50M statewide
 - Likely expenditure increases:
 - \$1.6M – PERA rate increasing by approximately .6% to 19.44%
 - \$1.4M – Special Education increase for certified and classified personnel
 - \$1.7M – Assuming 5% increase in medical benefit costs

\$4.7M = Total new expenditures projected before additional allocations to schools, departments or salary increases

QUESTIONS?

