

FY18 Budget Public Hearing

March 6, 2017





Objectives

- **Budget Process Timeline**
- **Historical Perspective**
- **Budget Components**
- **Funding Sources**
- **Key Factors Impacting FY18 Budget**

FY18 Budget Timeline

- ❑ **November – February – Stakeholder Input**
- ❑ **Mid-December- Governor’s Budget released**
- ❑ **January – General Assembly convenes**
(Governor’s, Senate’s and House of Delegate’s budgets impact local budget development processes)
- ❑ **January-March – School Board Meetings**
- ❑ **January – Public Forums**
- ❑ **January & February – Development of budget proposal based on input**
- ❑ **March & April**
 - **Superintendent’s Proposed Budget Presented & Public Hearing – March 6**
 - **School Board Approves FY18 Budget – March 13**
 - **Joint School Board & City Council Mtg - April 13**
 - **City Council scheduled adoption- April 27**

Historical Budget Information

- **State's Budget for Public Education has decreased by more than 14% since FY09**
- **Since FY07 the State has reduced its financial support to SCS by \$18.3 million**
- **SCS has reduced staff in every category since FY10**
- **Health Care costs have increased annually**
- **Increased maintenance costs**

FY18 Budget – Guiding Principles

- **Allocate ample resources to support not only mandated and core instructional programs but also to encourage progressive instructional programs which foster student growth**
- **Demonstrate commitment to comprehensive compensation plan for all employees**
- **Provide sufficient staff to meet instructional requirements and operational needs**
- **Maintain and upgrade facilities to provide engaging, high-tech learning environments which are safe and secure for students, staff and the community**
- **Discuss budget priorities within the context of a new high school facility**

Budget Components

■ Instruction

- Teachers, Instructional Aides, Principals, Regional Programs, Materials & Supplies, Professional Development, Athletics

■ Administration, Attendance, Health

- Central Office staff, Nurses, Attendance, Materials & Supplies

■ Student Transportation

- Bus Drivers, Bus Operations, Fuel, Bus Repairs

Budget Components

■ Operations/Maintenance

- **Building & Maintenance Repair Services, Grounds Services, Custodial Services**

■ Technology

- **IT Staff, Software, Equipment, Maintenance Contracts**

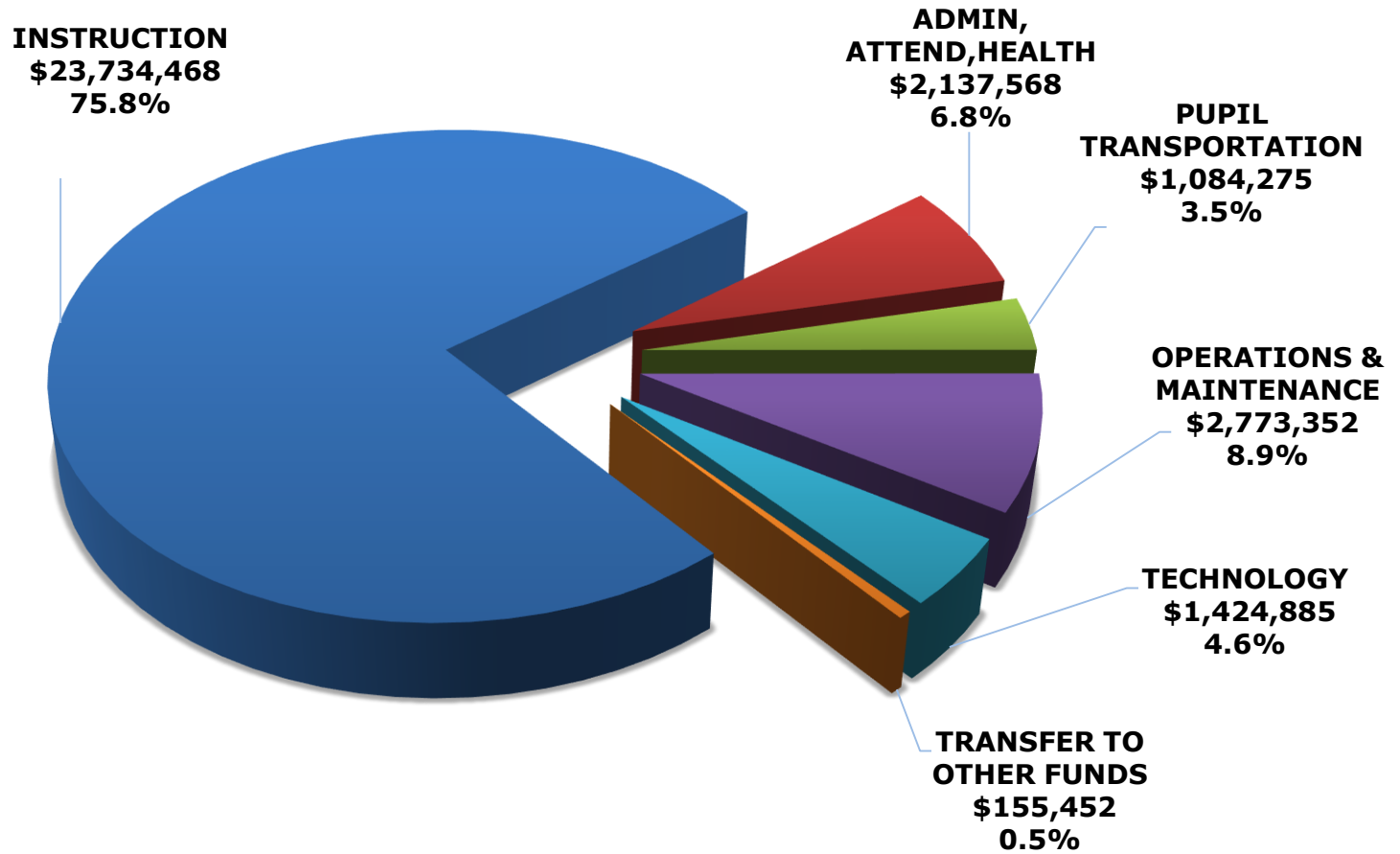
■ Textbooks, School Bus & Debt

- **Books, Computers, Buses, Buildings**

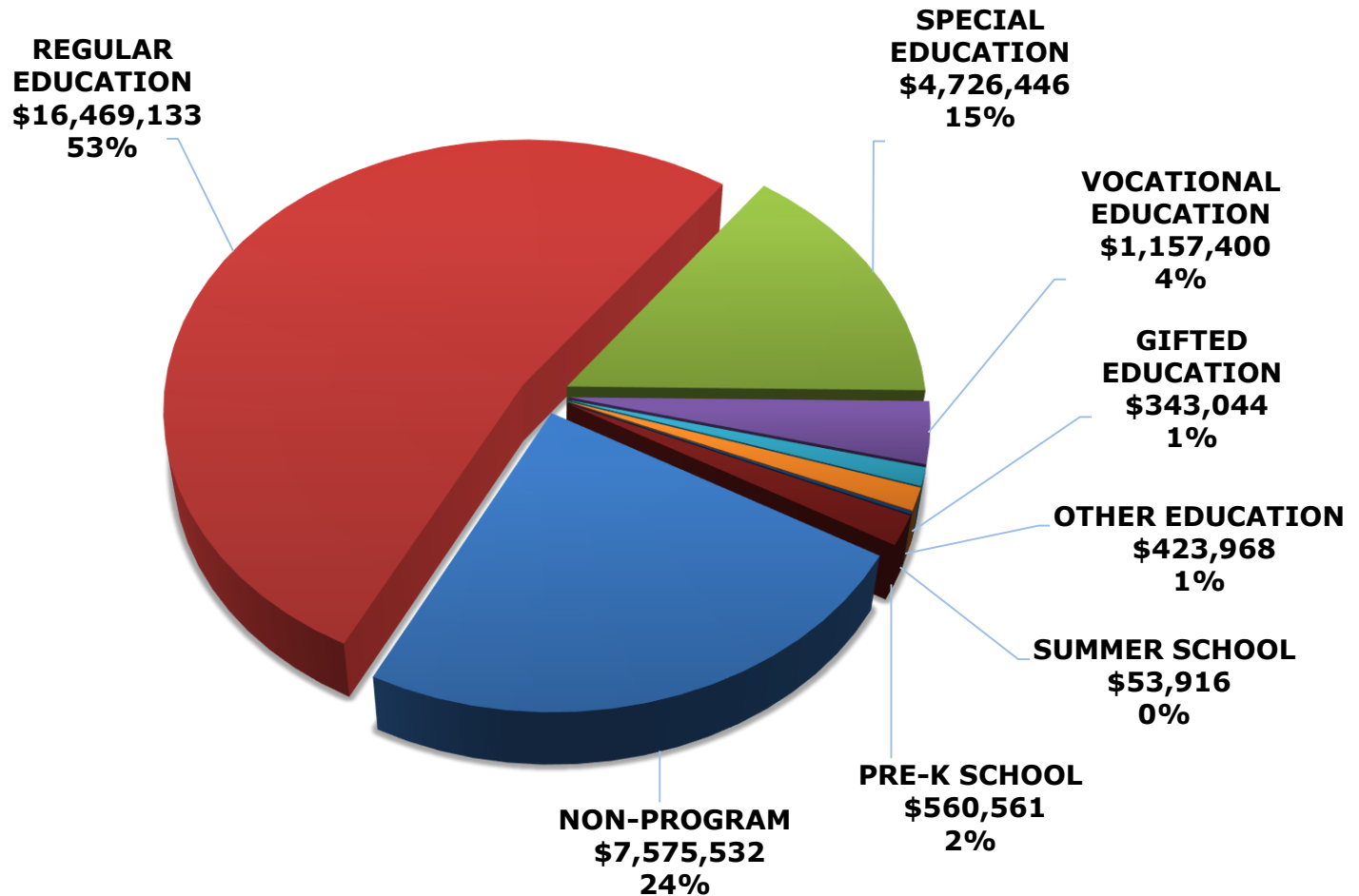
FY18 Education Fund Budget Allocation

Categories	% of Budget
Instruction	75.8%
Admin, Attendance & Health	6.8%
Transportation	3.5%
Operations & Maintenance	8.9%
Technology	4.6%
Bus/Textbooks	0.5%
TOTAL	100%

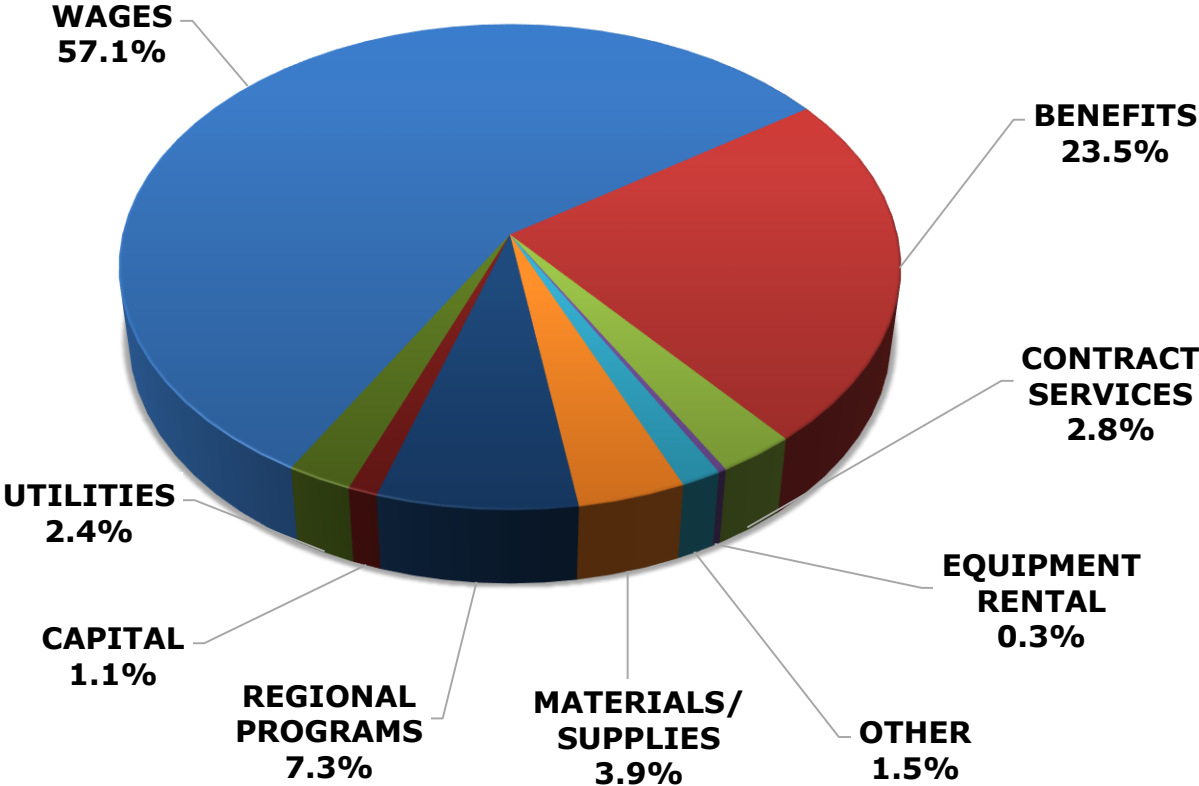
FY18 Budget Allocation Chart - \$31,310,000



FY18 Education Program Expenditures

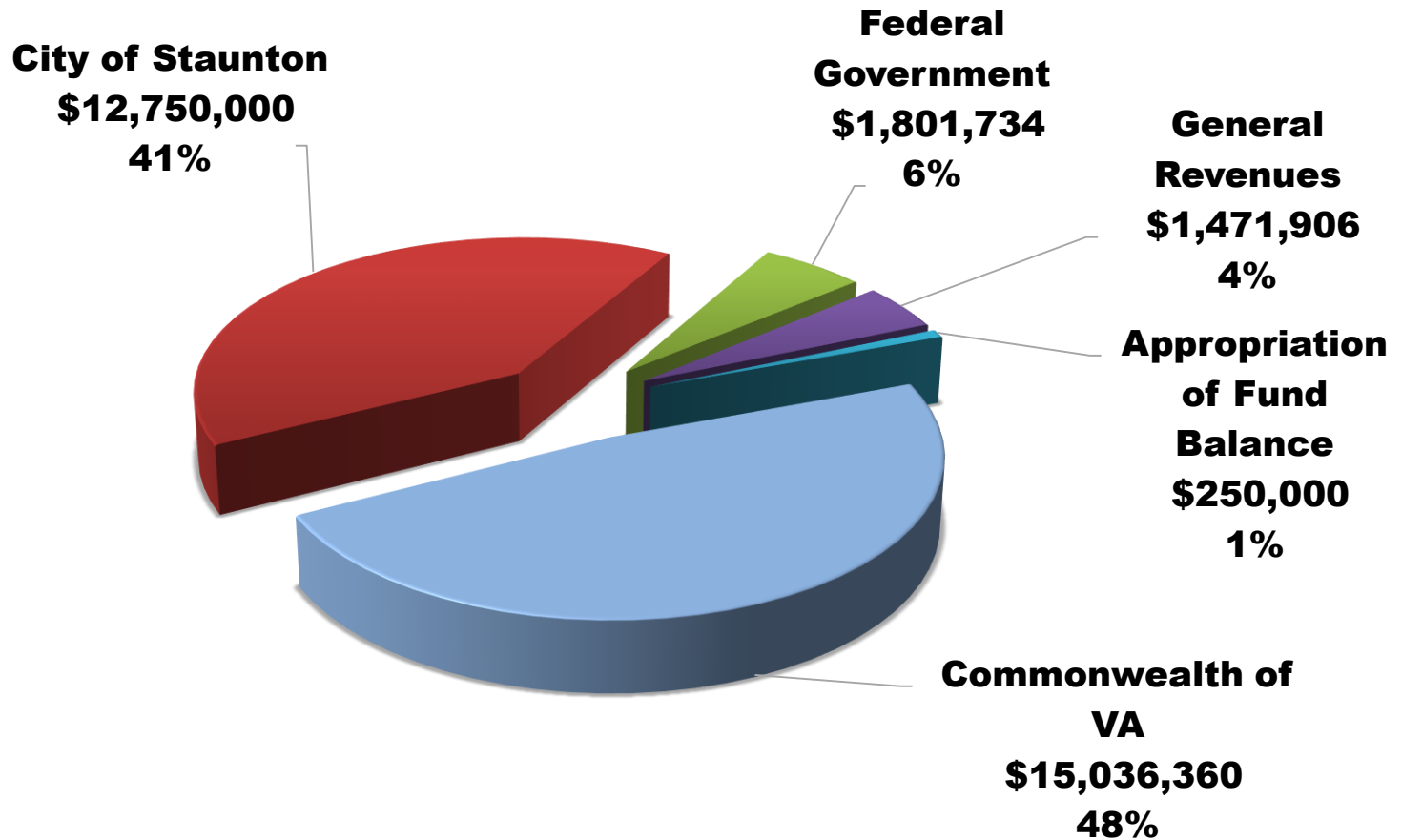


FY18 Expenditure Categories



Revenue Sources – FY18 Budget

\$31,310,000



Composite Index & Average Daily Membership History

Composite Index History

State Budget Biennium	Composite Index
2016-2018	0.3827
2014-2016	0.3923
2010-2012	0.4024
2008-2010	0.3849
2006-2008	0.3925
2004-2006	0.3983
2002-2004	0.3959

ADM Enrollment History

March 31, Year..	Student Enrollment
2018-Projected	2525.00
2017-Projected	2535.00
2016	2535.46
2015	2582.65
2014	2534.86
2013	2516.48
2012	2530.74
2011	2526.02
2010	2575.00

Key Factors Impacting FY18 Budget



- **Continued efforts to improve employee compensation based on study findings**
- **Increase in VRS rate**
- **Increase in Regional Programs Cost**
- **Increase in utility & maintenance costs**

Survey Input - Priorities

- **Increased staff compensation**
- **Additional staff in schools- Arts, PE, STEM/ STEAM, SpEd, Gifted, CTE, Aides**
- **Expanded Arts programming**
- **Funds to support instruction**
- **New high school & Facility maintenance**
- **Upgrade playground safety measures**

***43 respondents to online survey**

Survey Input - If cuts, what?

- **Nothing...**
 - Already cut enough**
 - Find more money**

- **Administrative staff or other non-classroom staff**

- **Athletics – pay to play**

* **43 respondents to online survey**

Requests from Senior Staff & Principals*

■ Personnel

- Special Education teacher(s)**
- Instructional Coach at SMS**
- Behavior Coach at BWES**
- Social Worker**
- Preventative Maintenance staff**
- IT staff**

■ Operation/Technology

- Trucks w/ snowplows**
- Car for transportation**
- Bus Cameras**

*List is not exhaustive

Factors / Budget Impacts

■ Staff Compensation

- 3% pay increase- all staff -\$483,243, effective October 1, 2017**
- VRS Rate Increase- \$324,471 (mandated by GA)**
- Health Insurance- possible 9.5% increase. 6.5% funded by the Health Insurance Reserve Fund.**



FY18 Budget – Guiding Principles

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FY18 Projected Revenues-

\$31,310,000

City of Staunton	\$12,750,000
State SOQ Revenues	\$12,624,318
Other Local Sources	\$1,721,906
State Incentive Funds*	\$573,317
Lottery Funds*	\$1,612,269
Federal Funds	\$1,801,734
Other State Funds	\$226,456
Total Revenues	\$31,310,000

FY18 Projected Net Revenues - \$1,240,000

City of Staunton	\$378,200
Commonwealth of VA	\$230,408
Federal Government	\$137,342
Other Local Revenues	\$244,050
Appropriation Prior Year Fund Balance	\$250,000
Total Net Revenue Increase	\$1,240,000

FY18 Projected Expenditures- **\$31,310,000**

Instruction	\$23,734,468
Admin, Attendance, Health	\$2,137,568
Operations & Maintenance	\$2,773,352
Pupil Transportation	\$1,084,275
Technology	\$1,424,885
Textbooks, Bus Reserve	\$155,452
Total Expenditures	\$31,310,000

FY18 Net Expenditure Increases- **\$1,240,000**

Wages & Benefits:		\$986,779
Wages	\$505,360	
Benefits –VRS	\$324,471	
Benefits –FICA	\$ 80,600	
Benefits –Life, Disability, ...	\$ 76,348	
Regional Programs		\$58,507
Materials & Supplies/ Other		\$41,011
Contracted Services		\$93,103
Utilities		\$60,600
Total Expenditure Increases		\$1,240,000

So what's the bottom line?

FY18 Recommended Education Fund Budget	
Revenues	\$31,310,000
Expenditures	\$31,310,000
Balanced	



School Board Input/ Q&A

- **Final Recommended Proposed FY18 Budget Approval– March 13**
- **Joint SB/CC Budget meeting – April 13**
- **City Council Budget Adoption- April 27**

FY18 TOTAL BUDGET

	TOTAL EXPENDITURE BUDGETS	% INCREASE OVER FY2017
EDUCATION FUND	\$31,310,000	4.1%
STATE OPERATED PROGRAMS FUND	\$3,135,870	2.6%
CAFETERIA FUND	\$1,346,950	2.8%
GENESIS SCHOOL FUND	\$871,000	1.9%
SCHOOL CAPITAL IMPROVEMENTS FUND	\$100,000	-60.0%
SCHOOL TEXTBOOK FUND	\$300,000	0%
TOTAL FUNDS	\$37,063,820	3.4%