

Budget Hearings for Alabama School Districts

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CSFO

DECATUR CITY SCHOOLS



Purpose

- ❖ Planning
- ❖ Accountability
- ❖ Public Awareness
- ❖ Public Information
- ❖ Public Input
- ❖ Public Support

Requirements

*Section 16-13-140 Code of Alabama (as amended by Act 97-624)

- ❖ Two Public Hearings at Time and Place Convenient for the Public
- ❖ Held During a Board Meeting
- ❖ Publicize Date & Time in Local Media
- ❖ Post Notice of Hearing
 - Local Board Office
 - County Courthouse
 - Main Municipal Building
 - Each Local School

Information Requirements

- ❖ Proposed Resources available from ALL funding sources
- ❖ Proposed Expenditures by Category or Function
- ❖ Foundation Program Funds Earned by School (CIS)
- ❖ Proposed Expenditures by School and District
- ❖ Projected Staffing for Each School (Teachers, Counselors, Media Specialist, Admin & Support) By Funding Source
- ❖ Projected Enrollment for Each School and District
- ❖ Forms Available for Public Questions & Feedback

Informative Budget Hearing

- ❖ Invite Local Media
- ❖ Notify School Support Groups – PTO, Boosters, Foundations
- ❖ Proposed Budget Available 24 to 48 hours Prior to Hearing
- ❖ Include Financial “Hot” Topics
- ❖ Include Budget Development Process
- ❖ Share How Budget Relates to District’s Strategic/Long Term Plan
- ❖ Seek Public Input and Questions – Forms Available

Informative Budget Hearing

- ❖ Concise Summary of Comprehensive Budget
- ❖ Use Charts, Graphs, etc.
- ❖ Provide Comparative Data
- ❖ Highlight New Programs or Expenditures
- ❖ Provide Snacks!

Decatur City Schools

2018-2019 Proposed Budget



1st Public Hearing
August 14, 2018

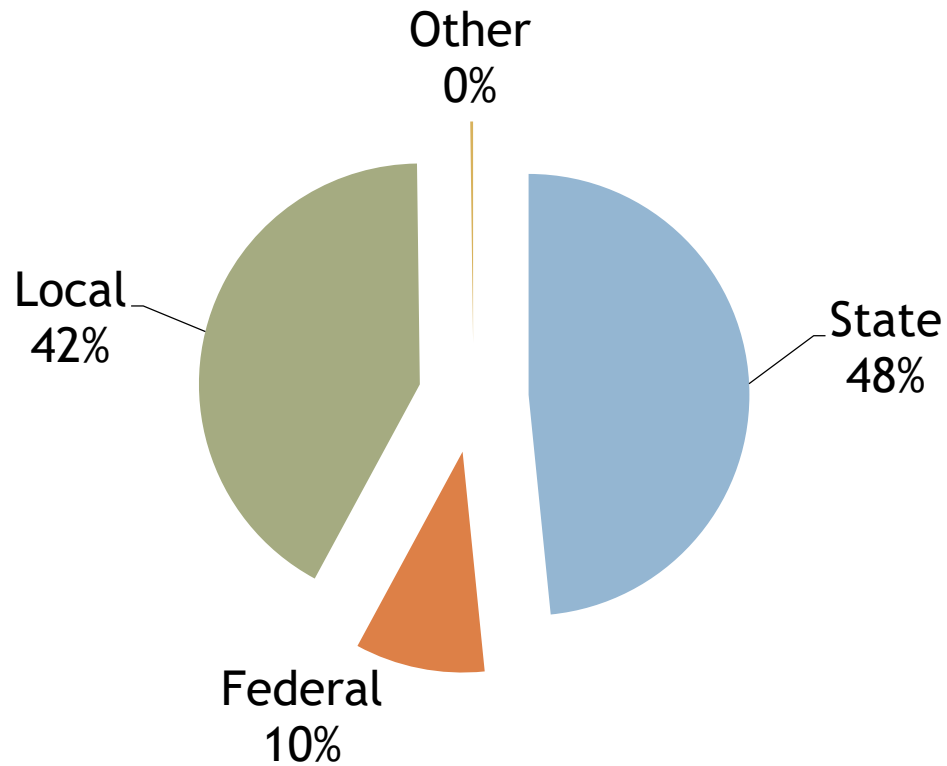
State Mandates and Budget Constraints

- State Minimum Salary Matrix 2.5% = \$315,000
- Fringe Benefits Required by State Law
 - Insurance - \$9,600 per employee
 - Retirement - 12.41% & 11.35% (12.24% & 11.01)
- Required Leave Allocations
- Instructional Support - M & S - \$537/\$422 Unit,
Tech -\$300/\$212 Unit, Prof Develop \$90/\$78 Unit,
Library \$97/\$31 Unit
- Foundation Local Fund Match - \$7,254,590 (+\$138,990)
- Capital Local Fund Match - \$625,359 (+\$10,409)
- Student Transportation Requirements
- Career Tech Expenditure Requirements
- CNP Pass Thru Requirement - 2 Month Reserve

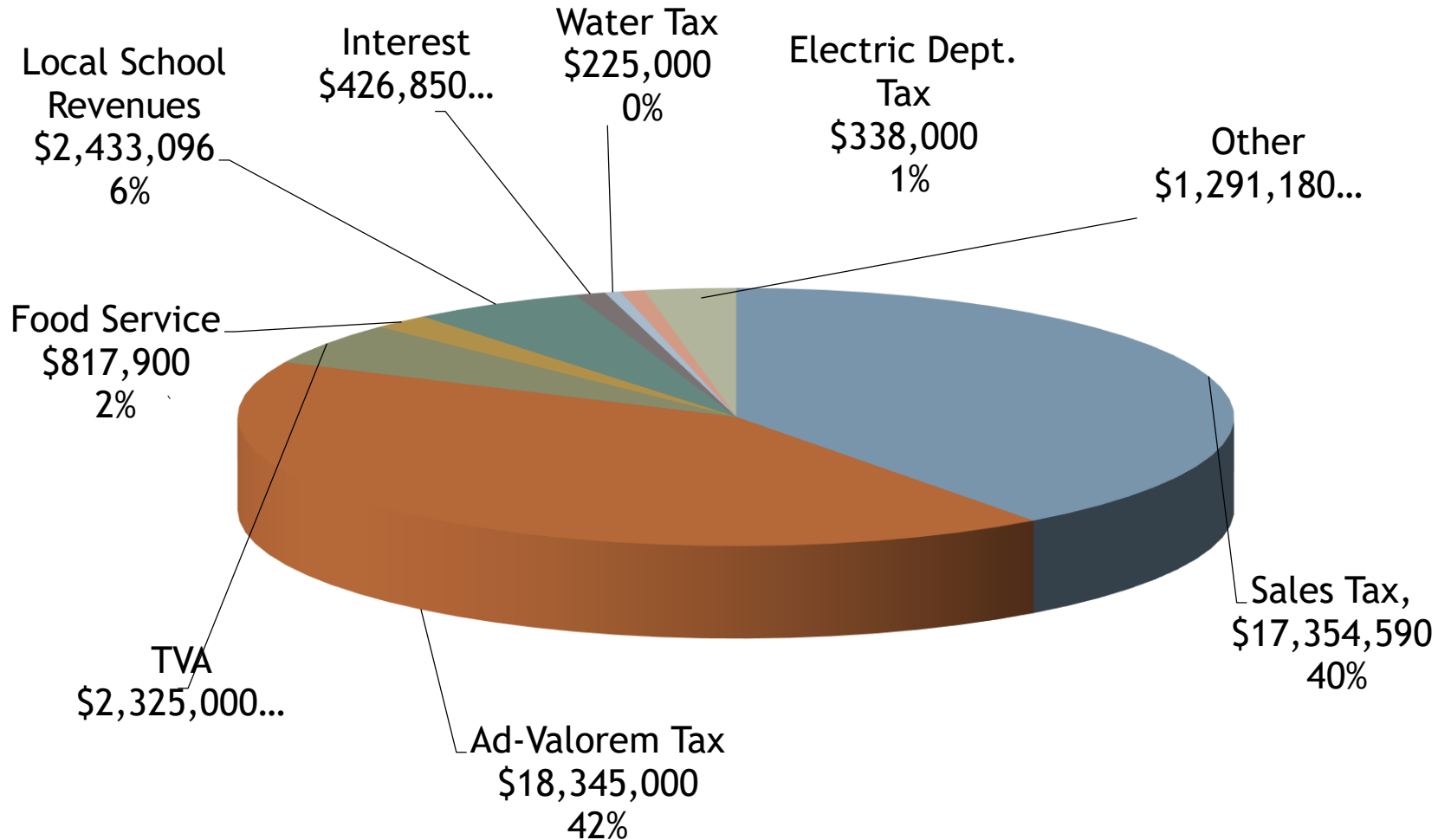
Decatur City Schools 2019 Budget All Fund Types						
	General	Special	Debt	Capital	Expendable	
Description	Fund	Revenue	Service	Project	Trust	Total
Revenue						
State	\$ 47,799,006	\$ -	\$ 1,226,786	\$ 1,288,322	\$ -	\$ 50,314,114
Federal	\$ 84,000	\$ 9,784,620	\$ -	\$ -	\$ -	\$ 9,868,620
Local	\$ 33,313,120	\$ 3,218,456	\$ 6,430,000	\$ 19,000	\$ 576,040	\$ 43,556,616
Other	\$ 90,000	\$ 122,500	\$ -	\$ -	\$ -	\$ 212,500
Total	\$ 81,286,126	\$ 13,125,576	\$ 7,656,786	\$ 1,307,322	\$ 576,040	\$ 103,951,850
Expenditures						
Instruction	\$ 52,451,495	\$ 4,492,906	\$ -	\$ 5,000	\$ 13,700	\$ 56,963,101
Instruct Support	\$ 13,037,831	\$ 1,294,131	\$ -	\$ -	\$ 145,640	\$ 14,477,602
Operation & Maint	\$ 8,828,719	\$ 141,816	\$ -	\$ -	\$ 2,100	\$ 8,972,635
Aux/Transport/CNP	\$ 3,364,190	\$ 5,557,493	\$ -	\$ 375,610	\$ 6,400	\$ 9,303,693
Admin. Services	\$ 2,615,555	\$ 236,797	\$ -	\$ -	\$ 650	\$ 2,853,002
Capital Outlay	\$ -	\$ -	\$ -	\$ 3,600,000	\$ -	\$ 3,600,000
Debt Service	\$ 322,544	\$ -	\$ 7,170,195	\$ -	\$ -	\$ 7,492,739
Other	\$ 916,384	\$ 1,728,553	\$ -	\$ -	\$ 325,682	\$ 2,970,619
Total	\$ 81,536,718	\$ 13,451,696	\$ 7,170,195	\$ 3,980,610	\$ 494,172	\$ 106,633,391
Other Sources/Uses						
Sources	\$ 240,040	\$ 424,535	\$ -	\$ -	\$ 2,620	\$ 667,195
Uses	\$ (559,200)	\$ (103,025)	\$ -	\$ -	\$ (34,470)	\$ (696,695)
Total	\$ (319,160)	\$ 321,510	\$ -	\$ -	\$ (31,850)	\$ (29,500)
Excess/Deficit	\$ (569,752)	\$ (4,610)	\$ 486,591	\$ (2,673,288)	\$ 50,018	\$ (2,711,041)
Beginning Fund Balance	\$ 21,853,684	\$ 5,737,438	\$ 6,686,419	\$ 3,435,700	\$ 541,611	\$ 38,254,852
Ending Fund Balance	\$ 21,283,932	\$ 5,732,828	\$ 7,173,010	\$ 762,412	\$ 591,629	\$ 35,543,811

Total Proposed Budget – FY 19

All Fund Sources



Budgeted Local Revenues

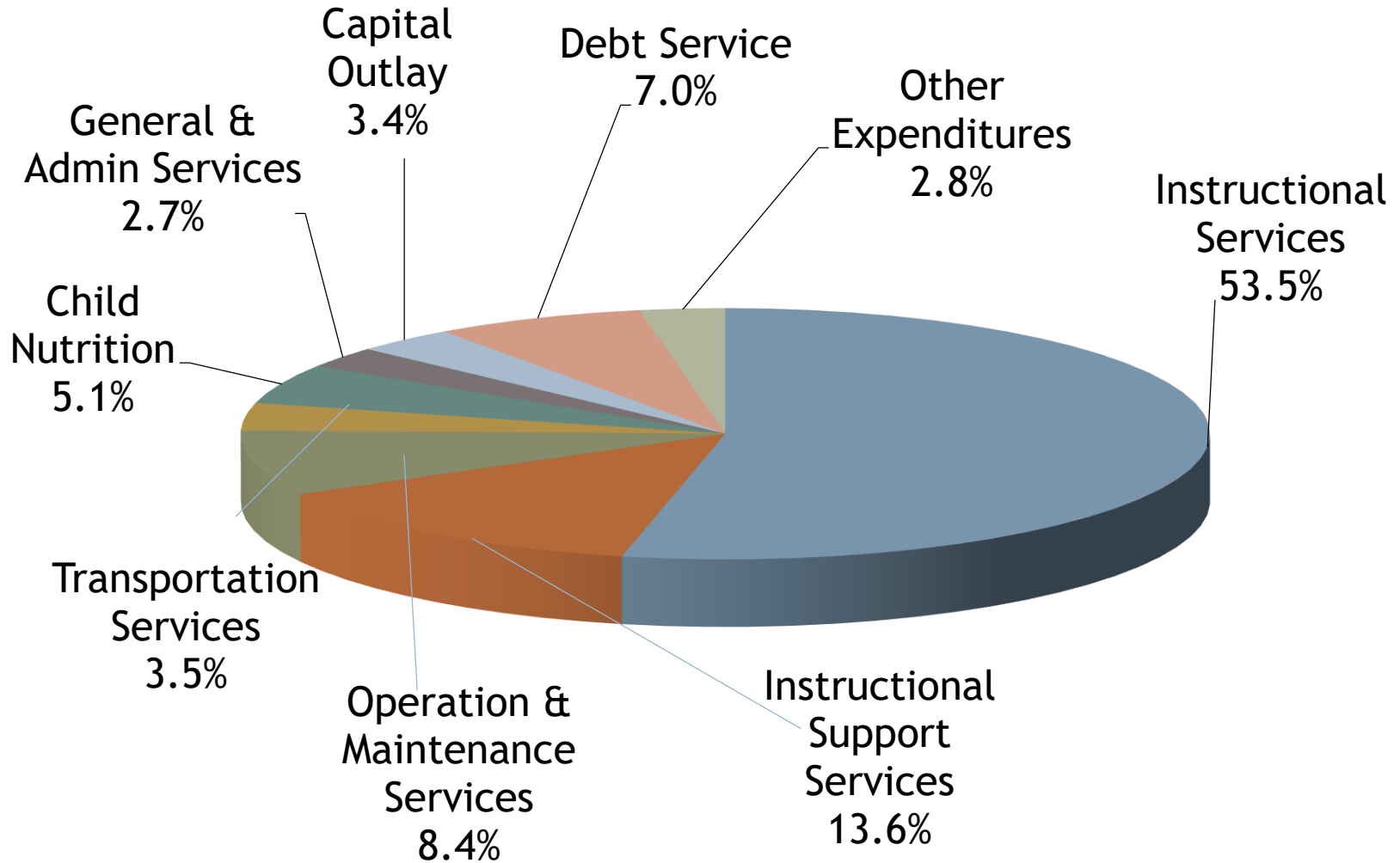


Total Proposed Budget – Comparison of FY18 to FY19 All Funds

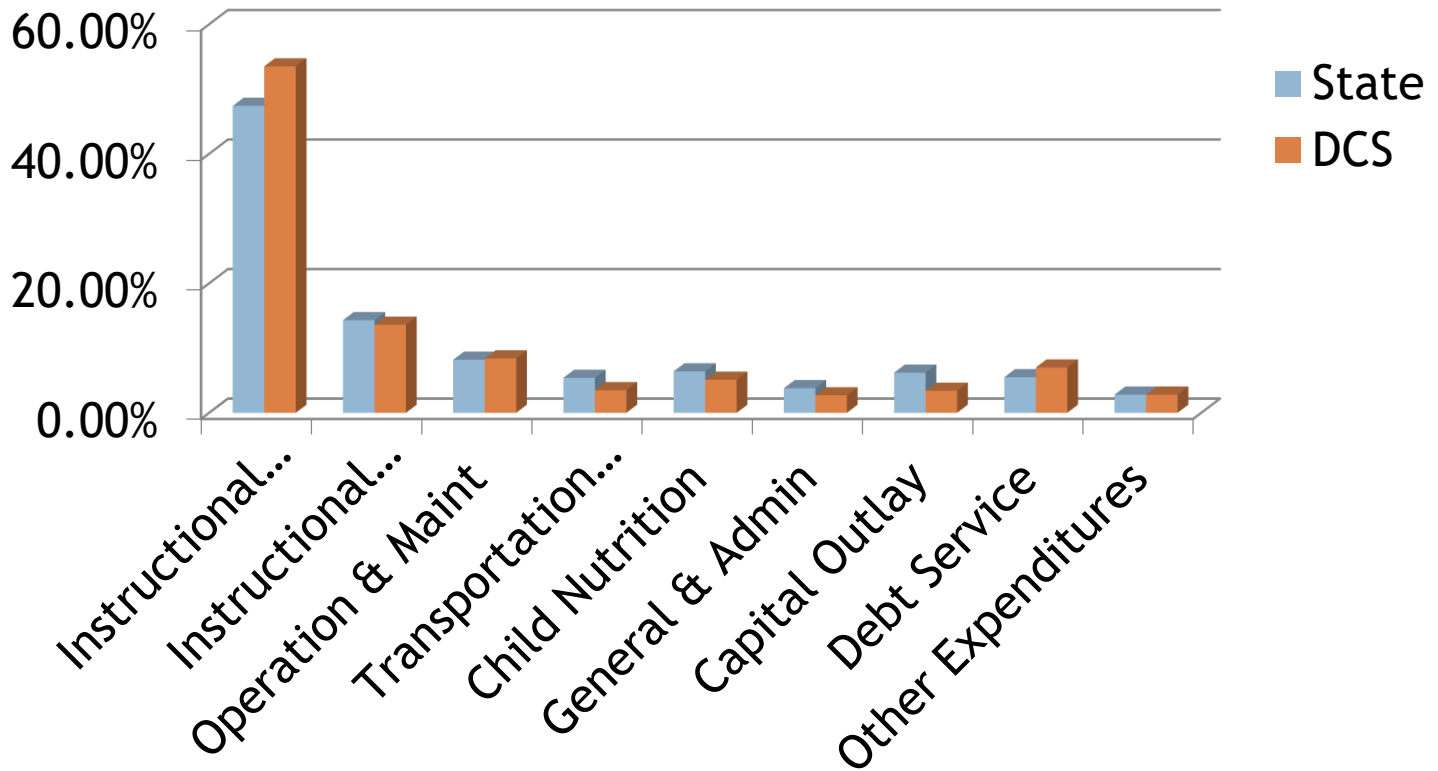
Expenditures

	<u>FY18</u>	<u>FY19</u>
• Instructional Services	\$ 56,405,922	\$ 56,963,101
• Instructional Support	14,219,117	14,477,602
• Operations & Maintenance	9,823,099	8,972,635
• Transportation	3,312,263	3,762,561
• CNP	6,046,447	5,485,518
• General & Admin	2,917,936	2,853,002
• Capital Outlay	37,373,152	3,600,000
• Debt Service	7,594,600	7,492,739
• Other Expenditures	2,965,258	3,026,233
Total	\$ 140,657,794	\$ 106,633,391

Budgeted Functional Expenditures



Functional Expenditures DCS (FY19) Compared to State (FY17)

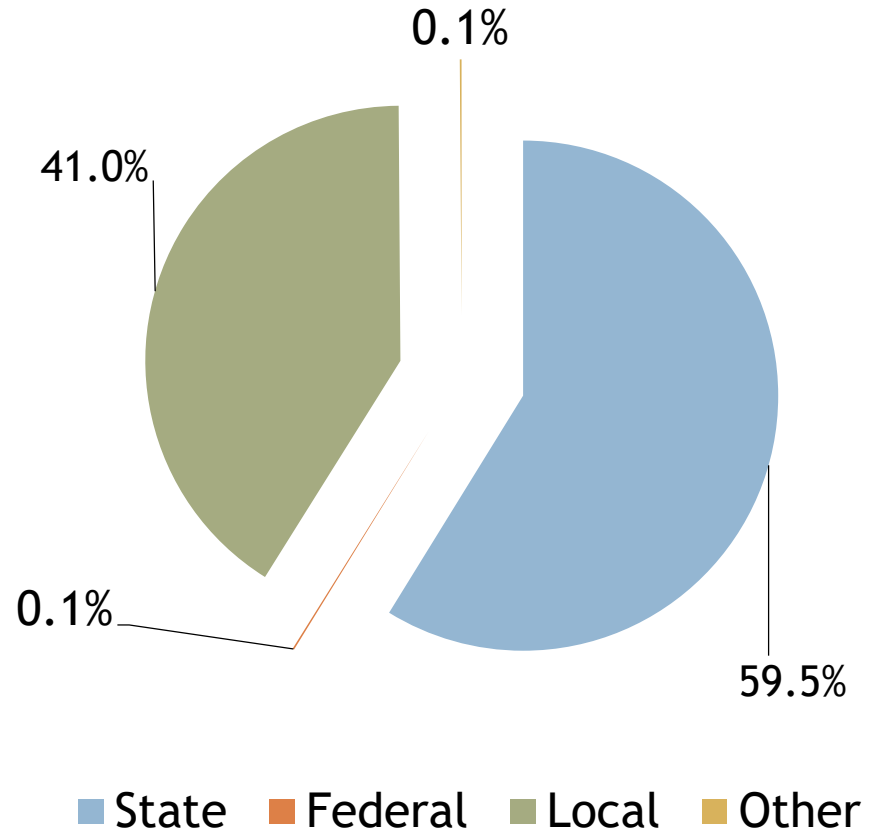


Proposed General Fund Budget FY 19

Revenue

State	\$47,799,006
Federal	84,000
Local	33,313,120
Other	<u>90,000</u>

TOTAL \$81,286,126



Allocation from State for Foundation Program

	FY 2018	FY 2019	Change
System ADM	8530.50	8547.85	17.35
Foundation Program Units			
Teachers	492.02	493.41	1.39
Principals	17.00	17.00	0.00
Assistant Principals	7.50	7.50	0.00
Counselors	16.00	16.00	0.00
Librarians	18.50	18.00	-.50
Career Tech Directors	.25	.25	0.00
Career Coach	1.00	1.00	0.00
Total Units	552.27	553.16	.89

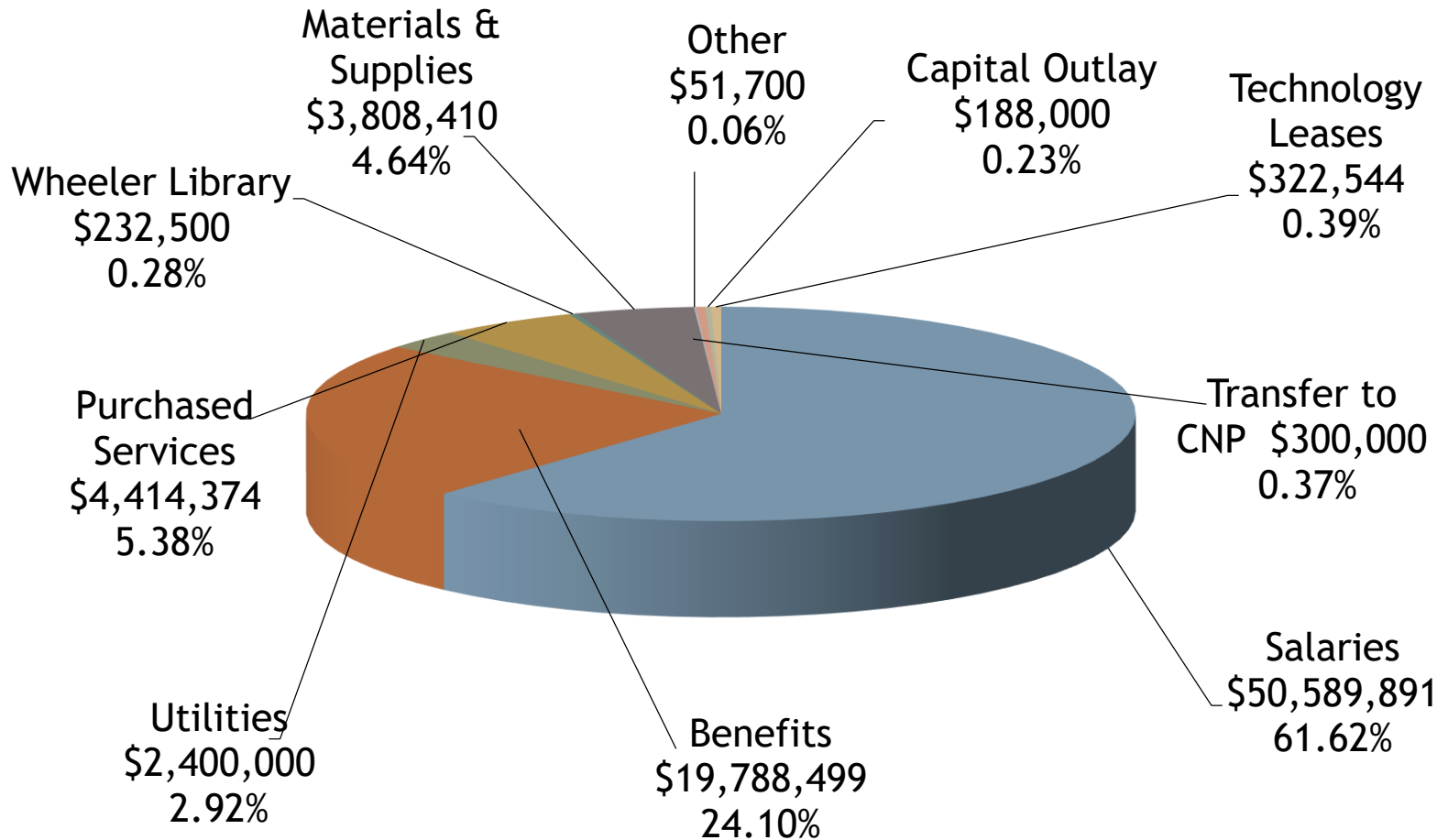
State Allocation

Foundation Program (State and Local Funds)	FY 2018	FY 2019	Change
Salaries	\$27,763,767	\$28,382,393	\$618,626
Fringe Benefits	11,090,662	11,310,372	219,710
Other Current Expenses (\$17,533/Unit) (\$17,950/Unit)	9,828,343	9,929,207	100,864
Classroom Instructional Support			
Student Materials (\$422/\$537)	232,790	296,530	63,740
Technology (\$212/\$300)	116,811	165,948	49,137
Library Enhancement (\$31/\$97)	16,809	53,176	36,367
Prof. Development (\$78/\$90)	42,828	49,786	6,958
Common Purchases (\$0/\$0)	0	0	0
Textbooks (\$54.52/\$70ADM)	465,063	598,352	133,289
Total Foundation Program	\$49,557,073	\$50,785,764	\$1,228,691
Local Funds			
Foundation Program (10 Mills)	\$7,115,600	\$7,254,590	\$138,990
Total State Foundation Program	\$42,441,473	\$43,531,174	\$1,089,701

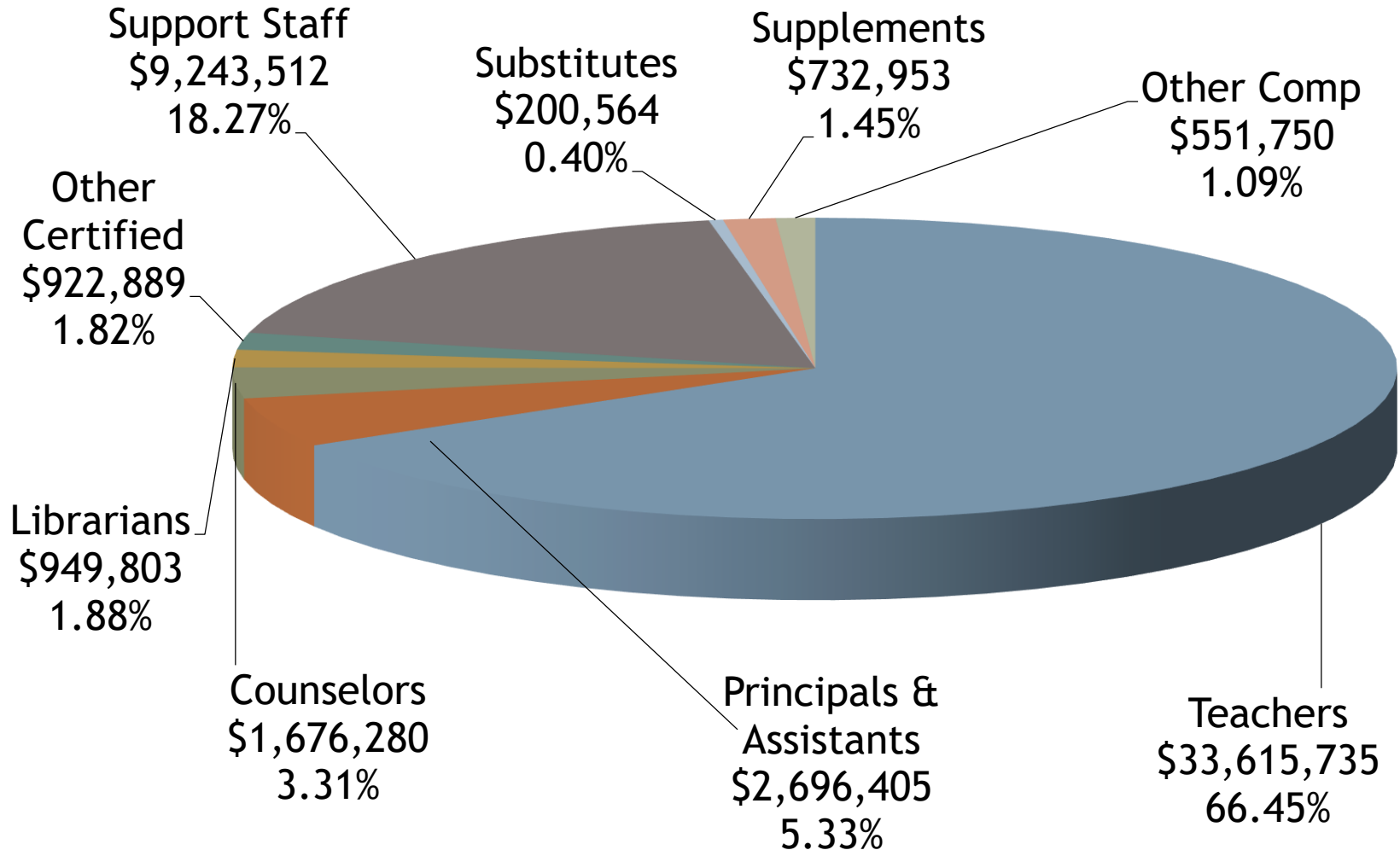
Various State Funded Programs Operating Within General Fund

Transportation -Operations	\$ 2,109,046
ARI (Alabama Reading Initiative)	\$ 629,428
At Risk	\$ 233,884
Technology Coordinator	\$ 55,939
State - School Nurse Program	\$ 329,544
State - EL	\$ 102,615
Career Tech – O & M	\$ 51,239
OSR–Pre-K Program -WME,FNE, BDE, EWE & 2@CGE	\$ 522,100
National Board Certification	\$ 150,000

General Fund Budgeted Expenditures



General Fund Budgeted Salaries



Summary of General Fund Personnel Cost

	2019 2.5% Raise	2018	2017 4% Raise	2016
Salaries/Fringes	\$ 70,378,390	\$ 66,721,823	\$ 66,202,103	\$ 63,574,785
Transfer CNP	\$ 300,000	\$ 300,000	\$ 300,000	\$ 700,000
Total Salaries/Fringes	\$ 70,678,390	\$ 67,021,823	\$ 66,502,103	\$ 64,274,785
Total Budget	\$ 82,095,918	\$ 78,743,658	\$ 77,609,424	\$ 75,061,772
% Personnel Cost	86.1%	85.1%	85.7%	85.6%

Projected Employees Budgeted – All Funds

TYPE	State	Other State	Federal	Local	TOTAL Employees
Teachers	523.62	18.09	27.09	73.92	642.72
Librarians	17.00				17.00
Counselors	24.00			2.00	26.00
Administrators	27.00		1.00	7.00	35.00
Cert Support	1.00		1.00	5.00	7.00
Total Certified	592.62	18.09	29.09	87.92	727.72
Support Staff	83.50	87.48	105.12	170.52	446.62
TOTAL	676.12	105.57	134.21	258.44	1174.34
					Increase of 29

Analysis of Local Funded Certified Units

Foundation Program	\$ 50,785,764	
State	\$ 43,531,174	85.7%
Local – 10 Mills	\$ 7,254,590	14.3%
Total Foundation Units Earned	553.16	
Units Funded Locally within Foundation Program	79.10	
Local Certified Units		
<u>87.92</u>		
Total Units Funded Locally in Dollars FY19	167.02	
Total Units Funded Locally FY18	173.04	
Decrease in Local Units	-6.02	

Transportation -Operations	\$ 3,296,190
Fleet Renewal – Lease	375,610

State Allocation	\$ 2,109,046
Local Funds	\$ 1,165,144
Federal Funds (After School)	\$ 22,000
Fleet Renewal Funds	\$ 383,886

Bus Drivers - 66
 Special Education Aides - 18
 Mechanics & Assist - 4 Admin - 2

Major Budget Items

Salaries & Benefits	\$ 2,754,011
Fuel	190,000
Lease Payments (10-FY17, 8-FY18, 20-FY19)	375,610
Bus Purchase	90,000

At-Risk and Safety Programs

At Risk - State Funds	\$ 233,884
2.88 - Teachers at CAP	
Student Drug Testing	
At-Risk Grant	\$ 150,000
I-Ready Program	
Summer Stem Camp	
Youth Symphony	
Title IV - Student Support	\$ 67,426
Security Cameras and Equipment	
Safety Programs - Local Funds	\$ 301,000
School Resource Officers	
(Total of 8 Officers)	

Technology

\$2,376,337

State, Local & Title IV Funds:

- Salary & Benefits \$ 802,378
 1 Supervisor, 2 Teachers, 6 Techs,
 1 Software Specialist & 1 Secretary
- Software & Maintenance Agreements 225,000
- Internet Access 90,000
- Professional Services 150,000
- Hardware, Repair, Maint, Network &
 Wireless Upgrades 193,000
- Leases - Devices 322,544
- Teacher Technology M&S 206,415

Technology Fund:

- Software Maint Agreement \$ 115,000
- Materials and Supplies 40,000

Special Revenue Funds

\$13,125,576

Special revenue funds included in the budget are comprised of federal funds that have specific guidelines and limitations on the expenditure of these funds. Local school public funds are also included in this group. Listed below are the primary programs and allocations for FY 2019.

Title I	\$ 2,734,986
Title II - Professional Development	408,933
Title III - English Language Acquisition	179,551
Title IV - SSAE	182,255
IDEA - Special Education	2,088,883
Federal Career Tech Education	142,463
Child Nutrition Program	4,227,100
Local Schools - Public Funds	1,982,091



Title I

\$2,734,986

Increase of 8% = \$202,946

Set Asides:

▪ Pre - K Programs (Teacher and Aide) AVE, BCE, FNE, OPE, WDE & WME	\$ 694,985
▪ Extended Learning/Summer Programs	140,000
▪ Administrative	202,097
▪ FACT Program	150,000
▪ Parenting/Neglected/Homeless/Social Services	101,354
▪ Indirect Cost (Paid to General Fund)	28,000

Title IV- SSAE -Student Support & Academic Enrichment

\$ 182,255

Increase of 160% =\$112,278

Projected Use of Funds:

- Expand FACT to Middle Schools \$ 13,000
- Technology Teacher & Training Materials \$ 66,852
- Software - Go Guardian \$ 35,000

- Security Cameras & Equipment \$ 67,426

IDEA – Special Education

\$2,088,883

Increase of 5% = \$96,496

Salaries and Benefits

\$ 1,530,805

14.59 Teachers & 13 Aides

Contracted Services

\$ 485,000

Professional Development

\$ 10,000

Materials and Supplies

\$ 63,078

State & Local Funds Supporting Special Ed

\$9,237,637

Teachers, Aides, Contracted Svcs, Materials

Debt Service Fund

This fund reflects the annual debt payment (principal and interest) of the Decatur City Board of Education on outstanding debt as of October 1, 2018.

Principal, Interest and Sinking Fund Payments:

▪ 2015 Issue (\$87.7M)	\$4,695,600
▪ 2013 Issue (\$30.3M)	2,099,794
▪ 2018 Issue (\$1.45M)	235,474
▪ 2018 QZAB (\$1.75M)	175,000
▪ 2013 BRAC (\$3.8M)	134,812
▪ 2010 QSCB (\$1.05M)	51,308
▪ 2011 QZAB (\$5M)	<u>250,478</u>

TOTAL Requirement **\$ 7,642,466**

Payments Due on Outstanding Leases as of October 1, 2018

Principal & Interest Payments:

TOTAL Lease Payments \$ 698,154

Capital Projects Fund

Balance For Capital Projects	\$ 4,367,412
Projects for FY19:	
▪ New High Schools	(1,000,000)
▪ DH/DHD Renovation	(1,500,000)
▪ Career Tech Renovations	(750,000)
▪ Instructional Equipment	(5,000)
▪ Contingencies	<u>(350,000)</u>
Fund Balance 9/30/19	\$ 762,412