



2019-20 Budget Committee

Wednesday, October 10, 2018

Fairbanks North Star Borough School District Board Room



Agenda

A. Revenues Outlook

- Local Trends
- Possible Scenarios

B. Fund Balance

- Draw Down Strategy
- Possible Scenarios

C. Equipment Replacement Funds

- Expansion Strategy

D. Committee Discussion

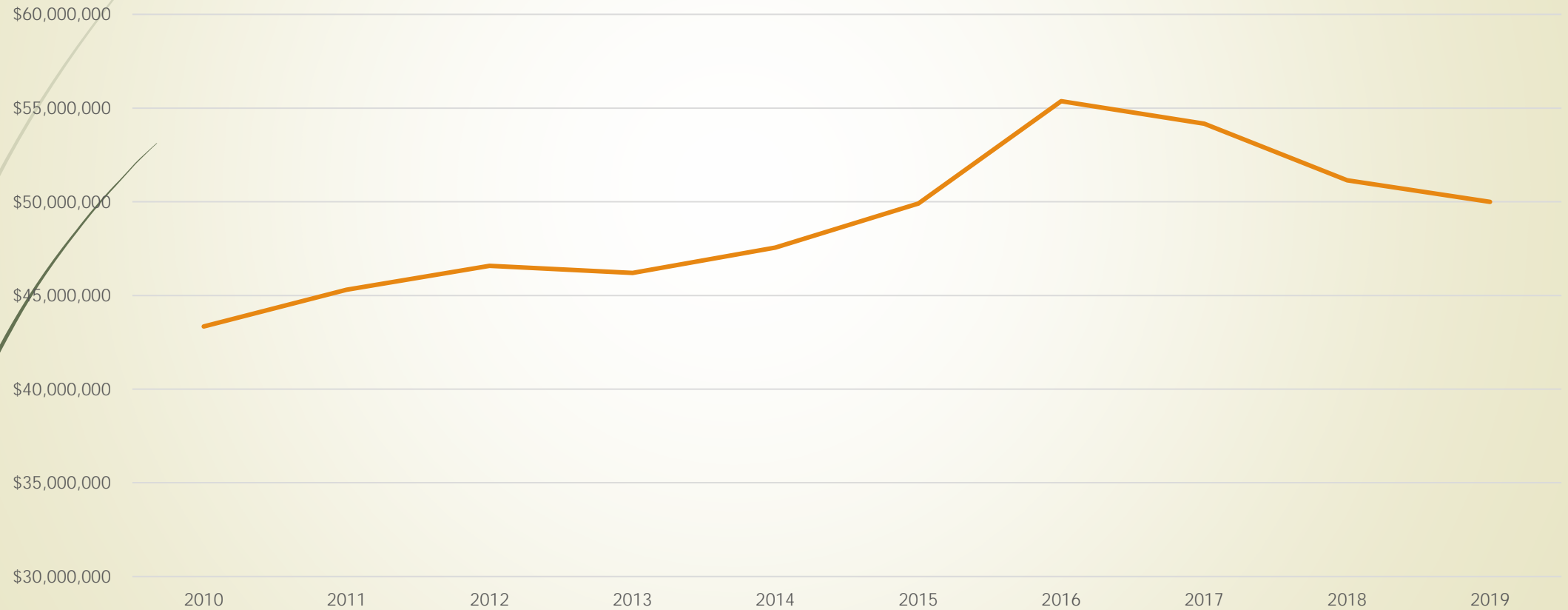
- What's Important to Us?
- Formulate Committee Input/Feedback



Revenues Outlook

Local Contribution

Local Contribution





Revenues Outlook

- ▶ Revenues Outlook
 - ▶ Possible Scenarios
 - ▶ Status Quo – Eielson growth?
 - ▶ Dunleavy Effect?



Fund Balance



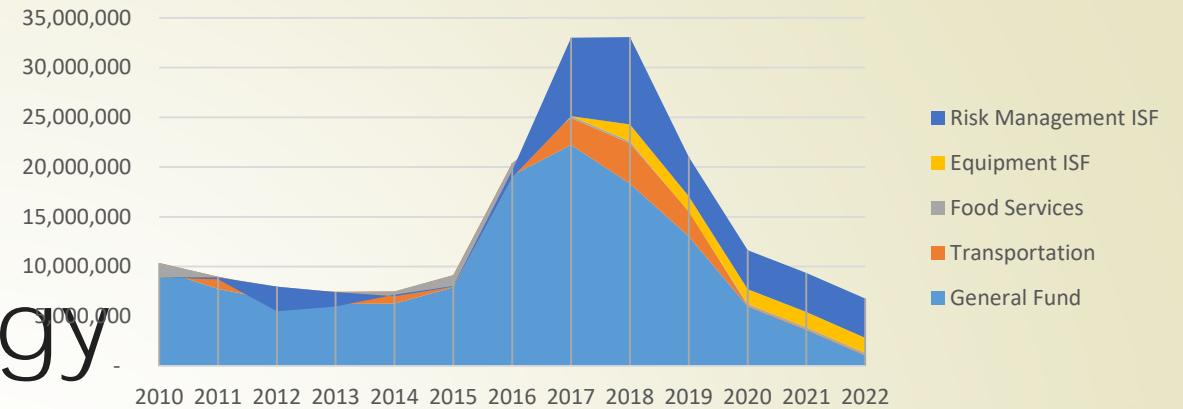
Fund Balance

- ▶ Fund Balance
 - ▶ Provide “soft landing” in declining revenue environment
 - ▶ Ability to act on opportunities

Fund Balance

- Draw Down Strategy

Unrestricted Fund Balance, Less Federal Impact Aid Advance



<u>Unrestricted less impact</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General Fund	18,348,190	13,034,772	5,990,959	3,631,499	1,062,967
Federal & State	-	-	-	-	-
Transportation	4,044,012	2,544,012	82,595	82,595	82,595
Food Services	199,511	(100,488)	172,612	172,612	172,612
Local	262,053	172,388	-	-	-
Community Schools					
Student Activities	1,321,886	1,321,886	-	-	-
Capital Projects	83,090	83,090	-	-	-
Equipment ISF	1,700,000	1,580,000	1,460,000	1,540,000	1,520,000
Risk Management ISF	8,787,631	3,932,638	3,932,638	3,932,638	3,932,638
	34,746,373	22,568,298	11,638,804	9,359,344	6,770,812



Fund Balance

- ▶ **Fund Balance – Proposed Ordinance**
 - ▶ Cap at \$9million for ALL funds
 - ▶ District can also hold current budgeted amounts out of Fund Balance
 - ▶ Borough would take ~\$17million

Fund Balance

▶ Fund Balance – Proposed Ordinance

* New June 30, 2018 fund balances if proposed borough ordinance passes

Fund Balance Drawdown		
	<u>2018*</u>	<u>2019</u>
General	\$ 8,602,237	\$ 2,151,512
Federal	\$ -	\$ -
Transportation	\$ -	\$ (1,500,000)
Food Service	\$ -	\$ (300,000)
Local	\$ 262,053	\$ 172,388
Activity	\$ 1,321,886	\$ 1,321,886
CapCon	\$ 83,090	\$ -
Equipment	\$ -	\$ -
RMISF	\$ 7,187,631	\$ 2,800,000
Total	\$ 17,456,897	\$ 4,645,786



Equipment Replacement Fund



Equipment Replacement Fund

- ▶ Equipment Replacement Fund – **Current Use**
 - ▶ Devices in hands – Students and Teachers
 - ▶ Year 1 of student device replacement
 - ▶ Expand to teacher device replacement



Equipment Replacement Fund

- ▶ Equipment Replacement Fund – **Expansion**
 - ▶ Capital Equipment
 - ▶ Technology Infrastructure
 - ▶ Other Technology Equipment?
 - ▶ Other Equipment – Band instruments, etc.



Committee Discussion

Committee Discussion – Recommendations

- ▶ 1. Fund Balance
- ▶ 2. Comprehensive Review of Benefit Package
– Identify what's important to current and prospective staff; attract/retain quality staff
- ▶ 3. Equipment Replacement Fund – expand current use to staff devices, expand purpose to include other tech areas, capital equip, other equip, etc.. To provide for consistent technology utilization across the district.



Next Meeting Time Scheduled:

- ▶ November 28, 2018 – Review Survey Input