

2020-21 Budget Committee

Wednesday, October 2, 2019

ADC Board Room



Agenda

A. Revenue Outlook

- Enrollment Trends
- State Economic Climate
- Legislative Issues

A. Expenditures

- Major Cost Drivers

A. Committee Discussion:

- What is important to us? (Continued)



REVENUE OUTLOOK

- **Revenue**

Revenue Snapshot

- ❖ What Drives Revenue?

- Enrollment Trends
- State Economic Climate
- Legislative Issues

- **Revenue Outlook – STATE**

What Drives Revenue?

ADM – Average Daily Membership

The Average Daily Membership (**ADM**) is the enrollment during the 20 school days ending on the fourth Friday in October. The **ADM** is applied to the Foundation Formula to generate the *Adjusted Average Daily Membership (AADM)*

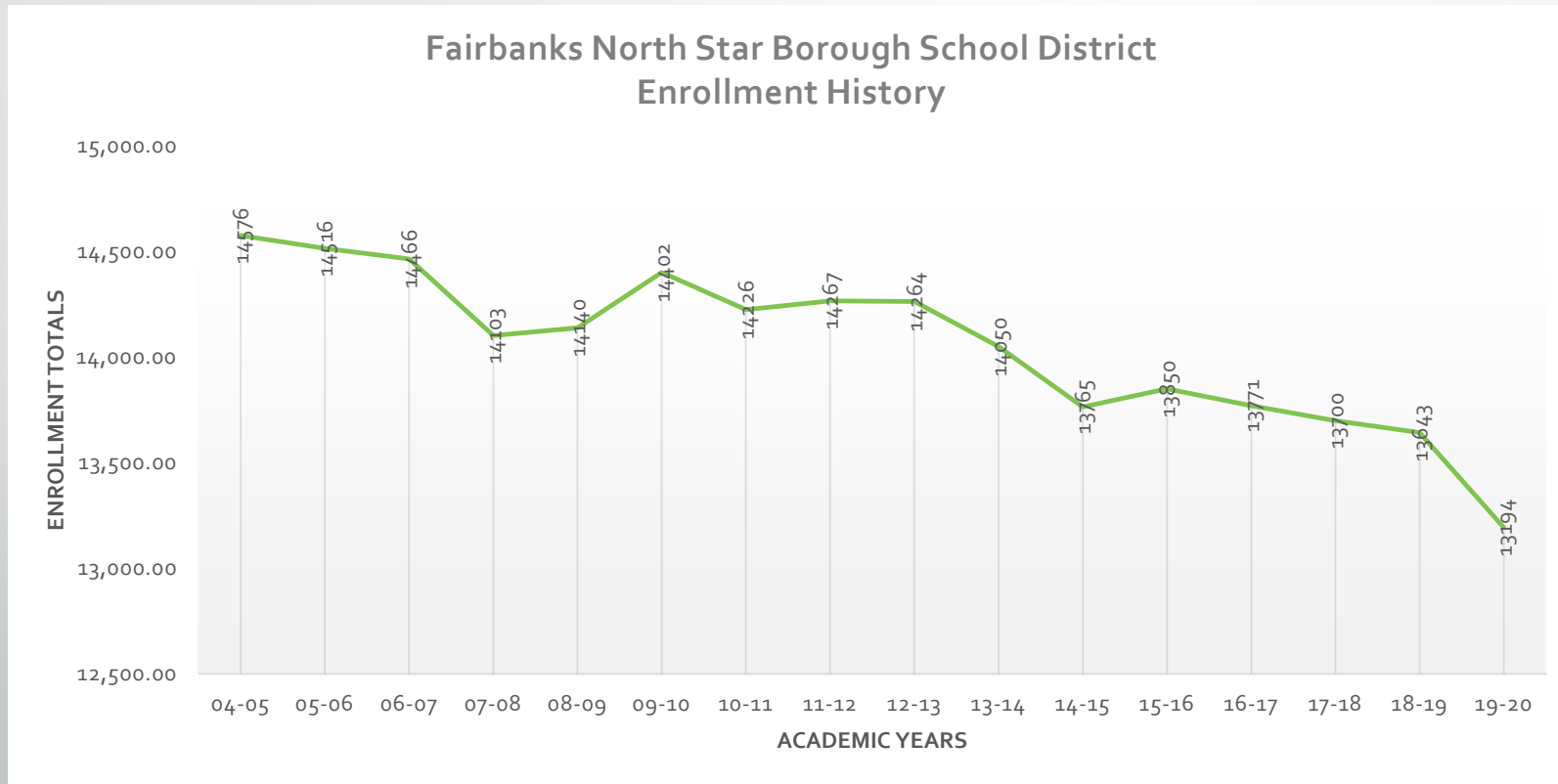
- **Revenue Outlook – STATE**

What Drives Revenue?

1. **Base Student Allocation (BSA)**
2. **Each Student = \$11,200**

Revenue Outlook – STATE

What Drives Revenue?



- **Revenue Outlook – STATE**

What Drives Revenue?

Oil

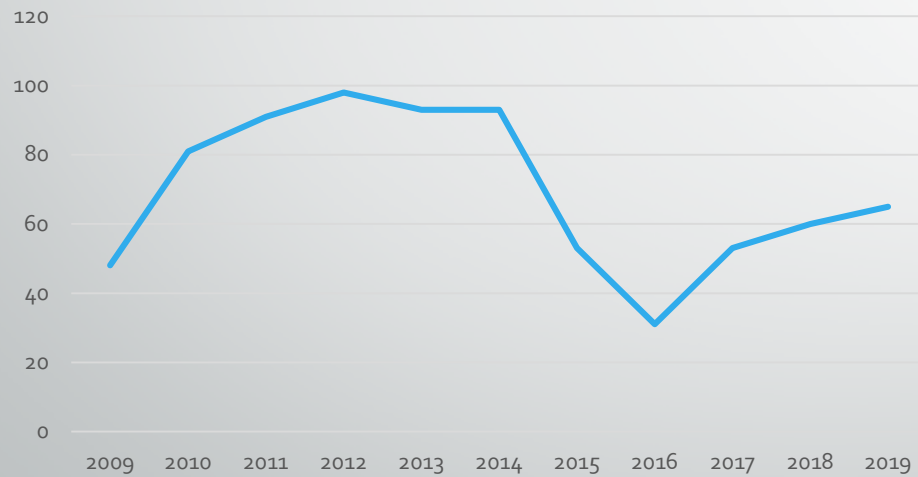


Revenue Outlook – STATE

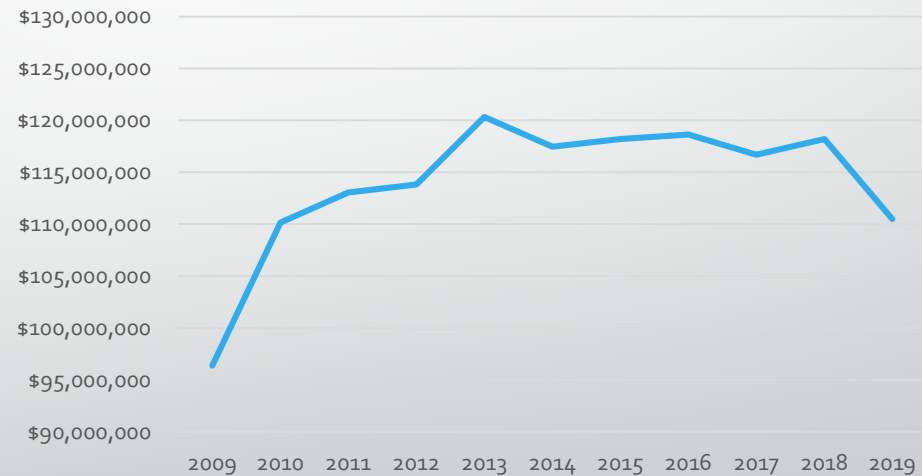
What Drives Revenue?

2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
\$ 96,372,947	\$ 110,140,696	\$ 113,038,643	\$ 113,812,175	\$ 120,335,008	\$ 117,455,676	\$ 118,206,446	\$ 118,643,871	\$ 116,690,110	\$ 118,187,455	\$ 110,480,713
48	81	91	98	93	93	53	31	53	60	65

Price of Oil



State Revenue

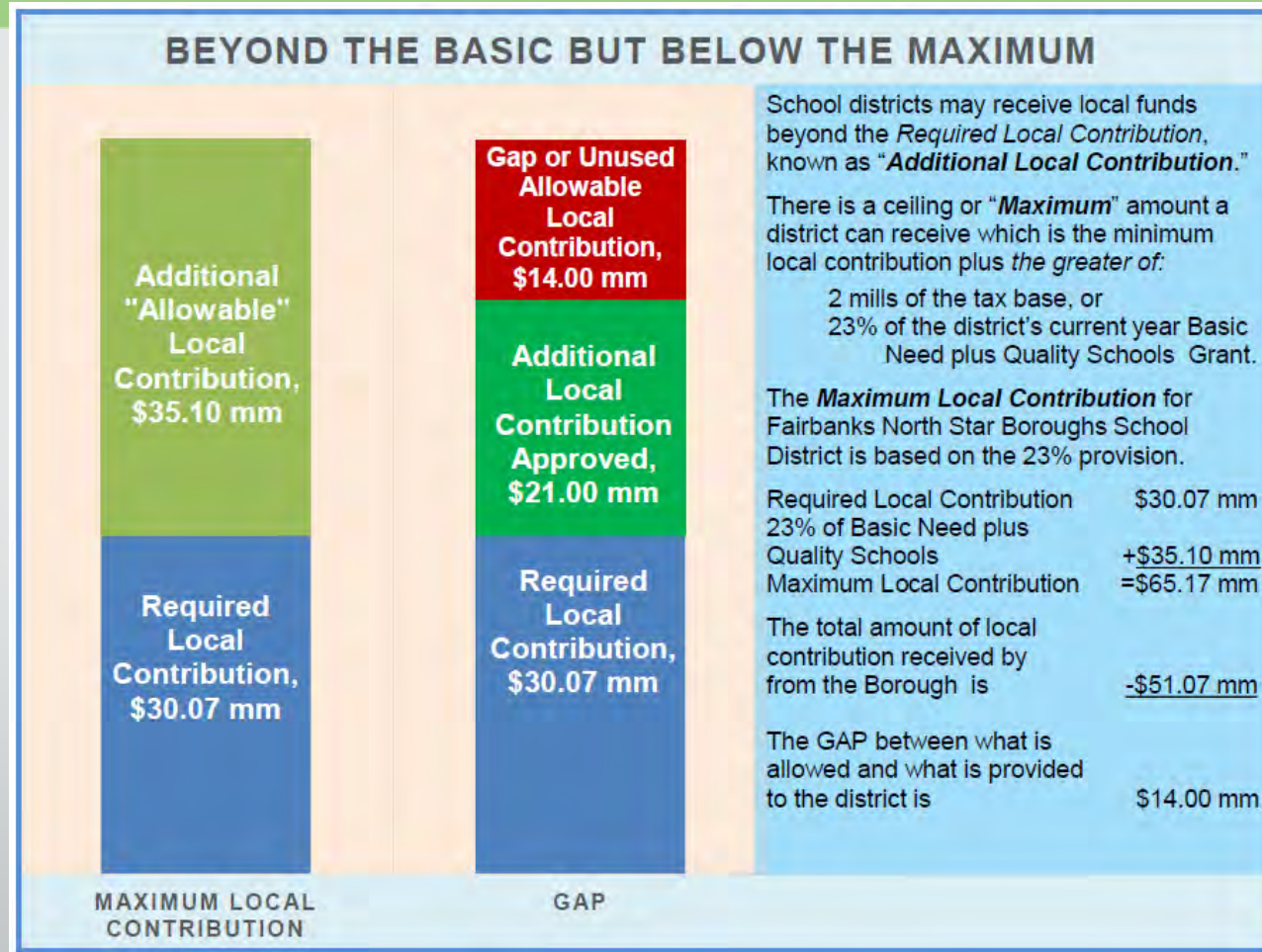


- **Revenue Outlook – STATE**

What Drives Revenue?



▪ **Revenue Outlook – LOCAL**
What Drives Revenue?



- **Revenue Outlook – FEDERAL**
- What Drives Revenue?

Revenue Description

Federal Funds Title VIII Impact Aid

Federal Impact Aid provides funds to school districts for children of parents living and/or working on federal property “in-lieu of local tax revenues.”

After deductions, 90% of the eligible funds are used in the calculation of state aid.

Revenue Description

Federal Funds *Categorical Aid*

Federal funds are collected through federal income taxes. This money is targeted for specific programs. Schools receive this funding only if they participate in these programs. Examples include funding for:

- Disadvantaged families,
- Students with disabilities,
- Food service programs,
- Vocational and student learning options.

Revenue Report - All Funds

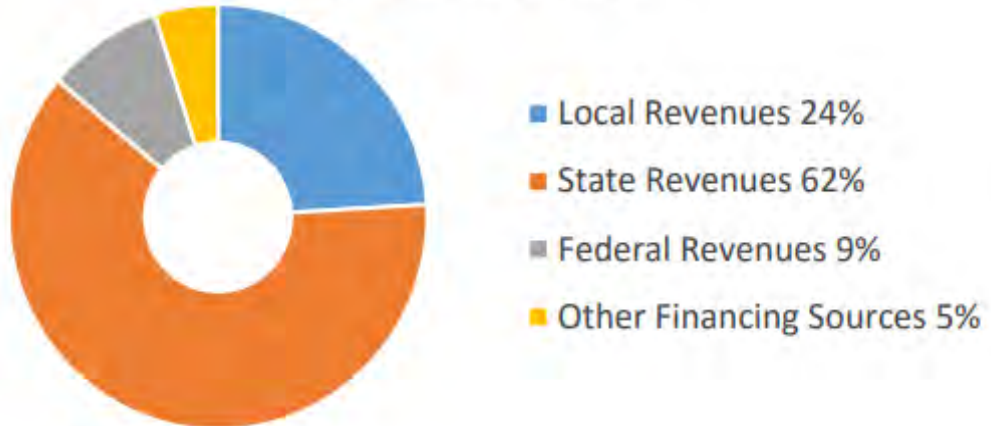
Fairbanks North Star Borough School District
 2019-20 Approved Budget
 Operating Fund

	2019-20 Approved Budget	2018-19 Approved Budget	Over(Under) 2018-19 Approved Budget
Operating Fund	\$ 212,401,337	\$ 203,898,319	\$ 8,503,018
Student Transportation	\$ 14,487,105	\$ 15,065,585	\$ (578,480)
Nutrition Services	\$ 6,000,987	\$ 5,904,302	\$ 96,685
Local Programs	\$ 275,000	\$ 275,000	\$ -
State Programs	\$ 100,000	\$ 100,000	\$ -
Federal Programs	\$ 11,000,000	\$ 11,000,000	\$ -
Student Activities	\$ 3,000,000	\$ 3,000,000	\$ -
Grand Total	\$ 247,264,429	\$ 239,243,206	\$ 8,021,223

▪ Revenue Outlook - General Fund

Revenue Sources

2019-20 Approved Budget Operating Fund Revenue





EXPENDITURES

- **Expenditures**

Expenditure Snapshot

- ❖ What Drives Expenditures?

- ❖ Salaries

- ❖ Benefits – Health

- ❖ Services, Materials, Equipment, etc.

Expenditures

Budget Structure – MBF My Budget File Budgeting Program – Implemented two years ago

Budget Design
2020-21 Preliminary Budget
Logged on as Weaver, Sandra L.

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Organization Setup

- Budget Centers
- Budget Center Groups
- Users and Permissions
- GL Accounts
- Employees

Budget Setup

- Factors
- Revenues
- Allocations
- Expenditures
- Staffing
- Variables

Design Home

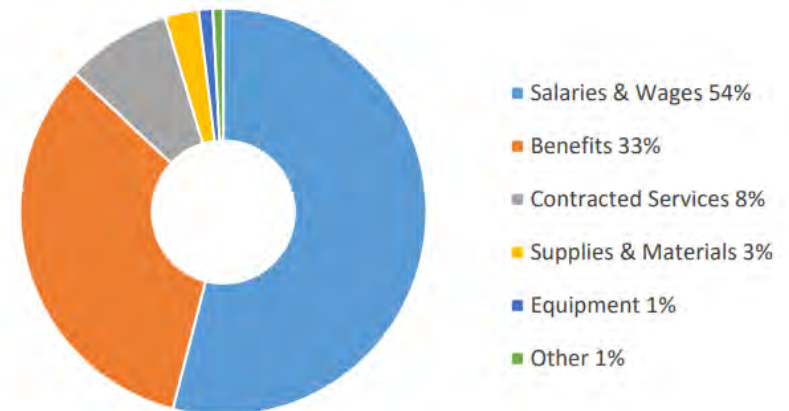
Expenditure Report - Operating Fund by Category

Fairbanks North Star Borough School District
 2019-20 Approved Budget
 Operating Fund

	2019-20 Approved Budget	2018-19 Approved Budget	Over(Under) 2018-19 Approved Budget
Salaries & Wages	\$ 114,706,248	\$ 113,074,991	\$ 1,631,257
Benefits	\$ 70,005,679	\$ 64,686,959	\$ 5,318,720*
Contracted Services	\$ 17,841,958	\$ 17,633,392	\$ 208,566
Supplies & Materials	\$ 5,726,666	\$ 5,000,664	\$ 726,002
Equipment	\$ 2,378,449	\$ 2,231,010	\$ 147,439
Other	\$ 1,742,337	\$ 1,271,303	\$ 471,034
Total	\$ 212,401,337	\$ 203,898,319	\$ 8,503,017

*Increase includes Board approved \$2,901,713 PERS/TRS On-Behalf budget adjustment made after 2018-19 Approved Budget

**2019-20 Approved Budget
 Operating Fund by Category**



Expenditures

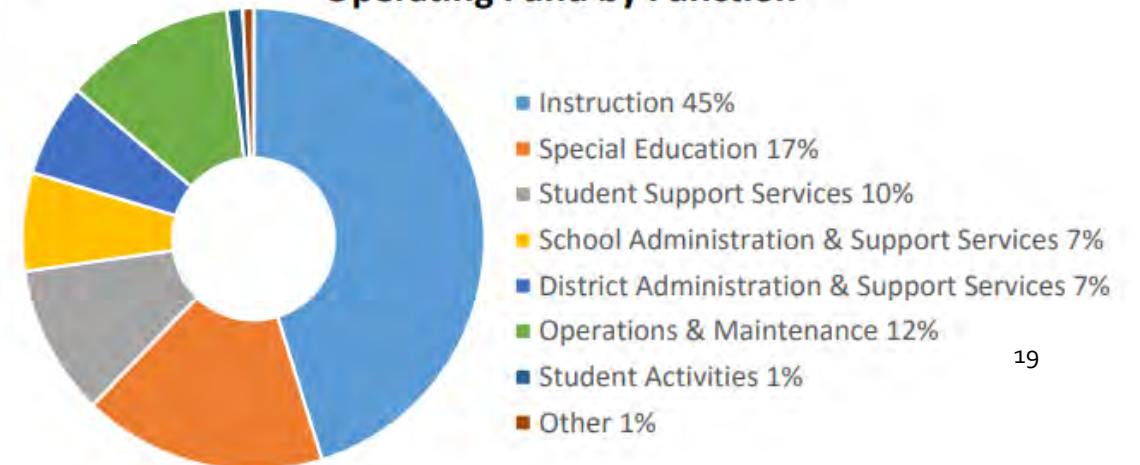
Expenditure Snapshot

Expenditure Report - Operating Fund by Function

Fairbanks North Star Borough School District
2019-20 Approved Budget
Operating Fund

	2019-20 Approved Budget	2018-19 Approved Budget	Over (Under) 2018-19 Approved Budget
Instruction	\$ 96,034,854	\$ 93,434,773	\$ 2,600,081
Special Education	\$ 36,186,058	\$ 34,357,282	\$ 1,828,776
Student Support Services	\$ 22,347,929	\$ 20,954,056	\$ 1,393,873
School Administration & Support Services	\$ 14,613,461	\$ 13,824,518	\$ 788,943
District Administration & Support Services	\$ 13,820,000	\$ 13,304,131	\$ 515,869
Operations & Maintenance	\$ 25,488,683	\$ 24,054,674	\$ 1,434,009
Student Activities	\$ 2,333,175	\$ 2,375,386	\$ (42,211)
Other	\$ 1,577,177	\$ 1,593,499	\$ (16,322)
Total	\$ 212,401,337	\$ 203,898,319	\$ 8,503,018

2019-20 Approved Budget Operating Fund by Function



Expenditures

Budget Structure

The Board of Education, the Superintendent, and district staff begin the budget process in October of each year for the subsequent school year. The Board of Education officially establishes district priorities, primary performance goals and on-going commitments and initiatives as planning tools and to guide the administration in developing the budget.

Expenditures

Budget Structure – MBF My Budget File Budgeting Program – Implemented two years ago

School Budget Allocations edit...				
<input type="checkbox"/>	SAS Allocation - Elementary Schools			
<input type="checkbox"/>	Regular Supply Allocation - Elementary Schools			
<input type="checkbox"/>	Per Pupil Allocation Rate - Elementary Regular Supplies		\$111.92	
<input type="checkbox"/>	Total Enrollment		327	Students
<input type="checkbox"/>	Regular Supplies Budget Factor		1.00	factor
<input type="checkbox"/>	Special Education Allocation			
<input type="checkbox"/>	Per Pupil Allocation Rate - Special Ed		\$54.00	
<input type="checkbox"/>	Special Education Enrollment		57	students
<input type="checkbox"/>	ELP Supply Allocation - Elementary			
<input type="checkbox"/>	Per Pupil Allocation Rate - Elementary ELP Supplies		\$3.00	
<input type="checkbox"/>	Total Enrollment		327	Students
<input type="checkbox"/>	ELP Supplies Budget Factor		1.00	factor
<input type="checkbox"/>	Equipment Allocation - Elementary Schools			
<input type="checkbox"/>	Basic Allocation Rate - Equipment Elementary		\$4,500	
<input type="checkbox"/>	Equipment Repair Allocation - Function 10 Elem/Mid			
<input type="checkbox"/>	Basic Allocation Rate - Equipment Repair		\$520	
<input type="checkbox"/>	Per Pupil Allocation Rate - Elementary Equipment Repair		\$3.00	
<input type="checkbox"/>	Total Enrollment		327	Students
<input type="checkbox"/>	Function 10 Equipment Repair Ratio		30	%
<input type="checkbox"/>	Equipment Repair Budget Factor		1.00	factor

Formula Driven: Baseline, and per pupil allocations



Expenditures

Budget Structure

District Allocates Resources By Departments

Committee Discussion:

- What's Important (Continued Discussion)

- ❖ 1.Competitive Retirement Plan
- ❖ 2.Technology
- ❖ 3.Fund Balance
- ❖ 4.Staffing Allocation Model