

# FY20 School District Funding and Budgeting in Alaska



Ketchikan Gateway Borough School District  
Presented by Katie Jo Parrott, Business Manager

# Intro to KGBSD

- 400+ Full-time Permanent Employees
- 140+ Temporary & Substitute Employees
- 2,200 Students
- 3 Elementary Schools, 2 Charter Schools, 2 Middle Schools, 2 High Schools, 1 Homeschool Program, 1 Tribal Program, 1 Online Program

# Education Funding in Alaska

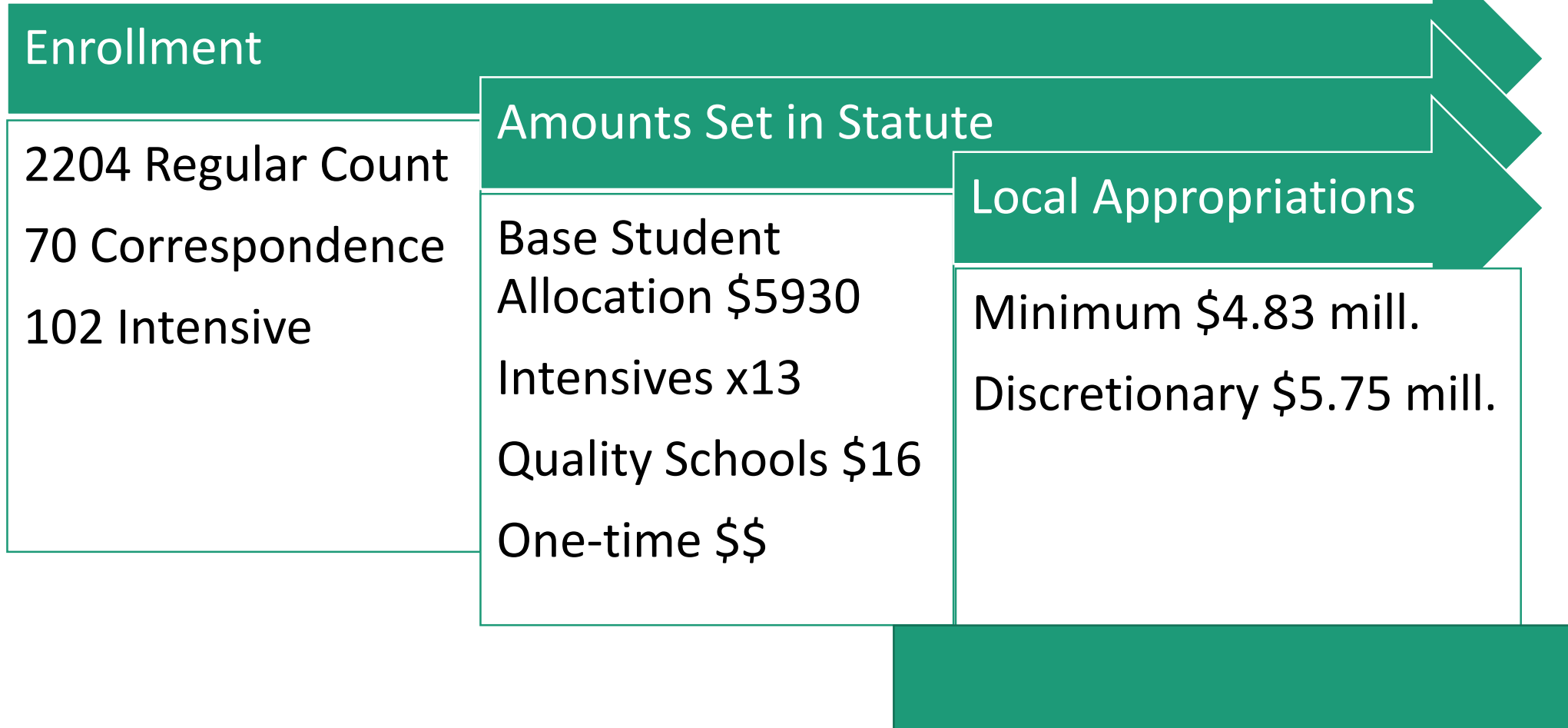


- Foundation Formula established by Alaska Statute 14.17.410
  - Establishes a foundation funding entitlement based on student count (Average Daily Membership)
  - Student Count adjusted for several factors
    - School Size
    - District Cost
    - Special Needs
    - Vocational/Technical
    - Intensive Needs
    - Correspondence
  - Establishes Basic Need, Local Minimum Contribution and Max Local Discretionary Contribution (CAP)



Adjusted ADM x Base Student Allocation + Quality Schools Grant + One-Time Funds

# Factors in Funding



# Breakdown of Major Operating Revenue

## State Foundation Funding

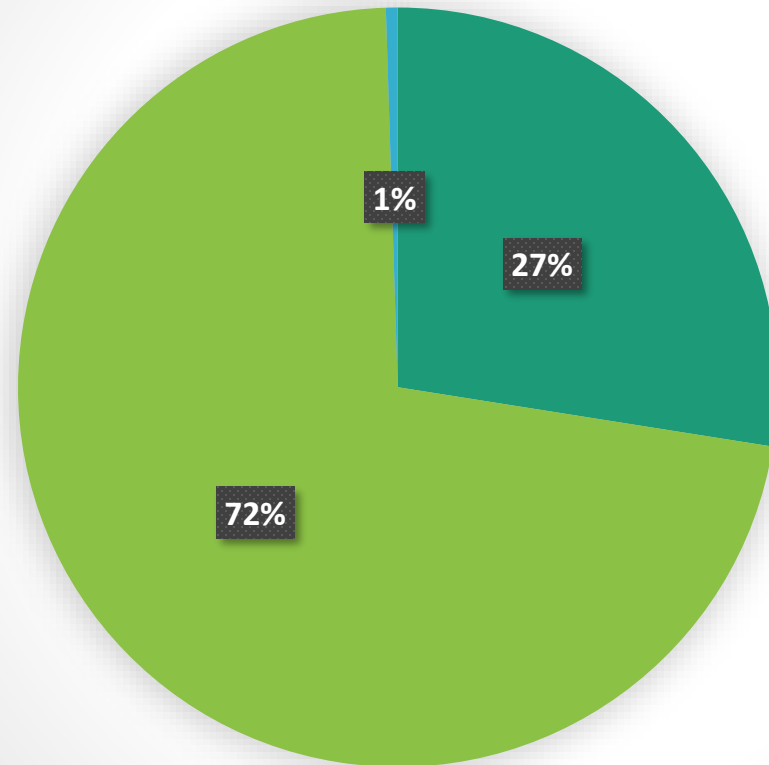
- FY20 Student Count
  - Average Daily Membership = 2155.84
  - Correspondence Students = 48.96
  - Intensive Students = 102
  - Adjusted ADM (after multipliers) = 5070+
- State Aid + Quality Schools Grant = \$25,924,800
- One-time supplemental = \$594,553

## Local Funding

- Minimum Local Required Contribution
  - \$4,835,185
- Discretionary Local Contribution
  - FY20 Proposed \$5,746,014
- In-kind Contribution
  - \$120,000

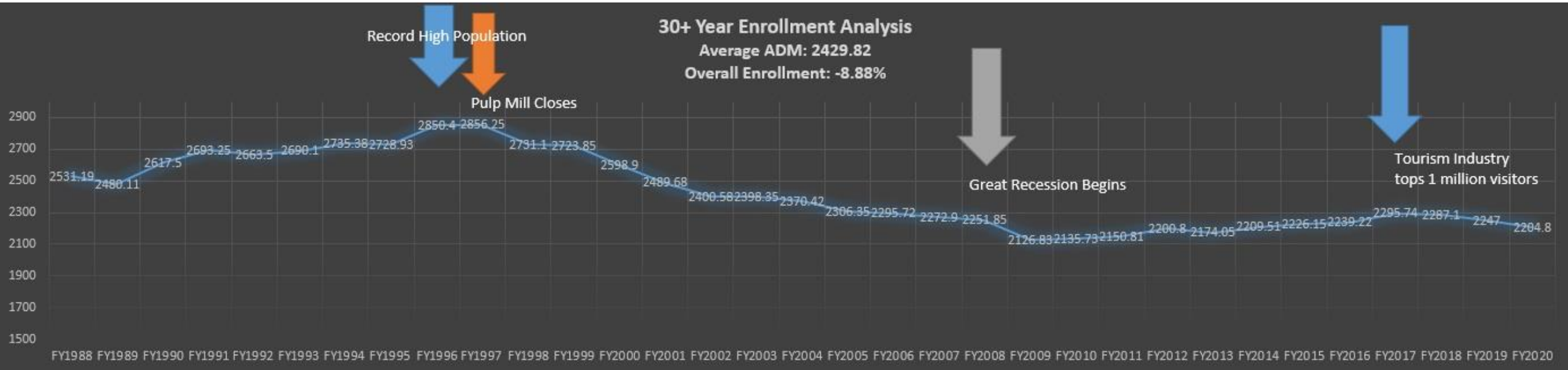
# FY20 Operating Revenue

% of Operating Fund Revenue



- Local
- State
- Federal

# Enrollment Trends



Enrollment drives education funding

# School Budgeting in Alaska – By Function

## **School Level Expenses (Instructional)**

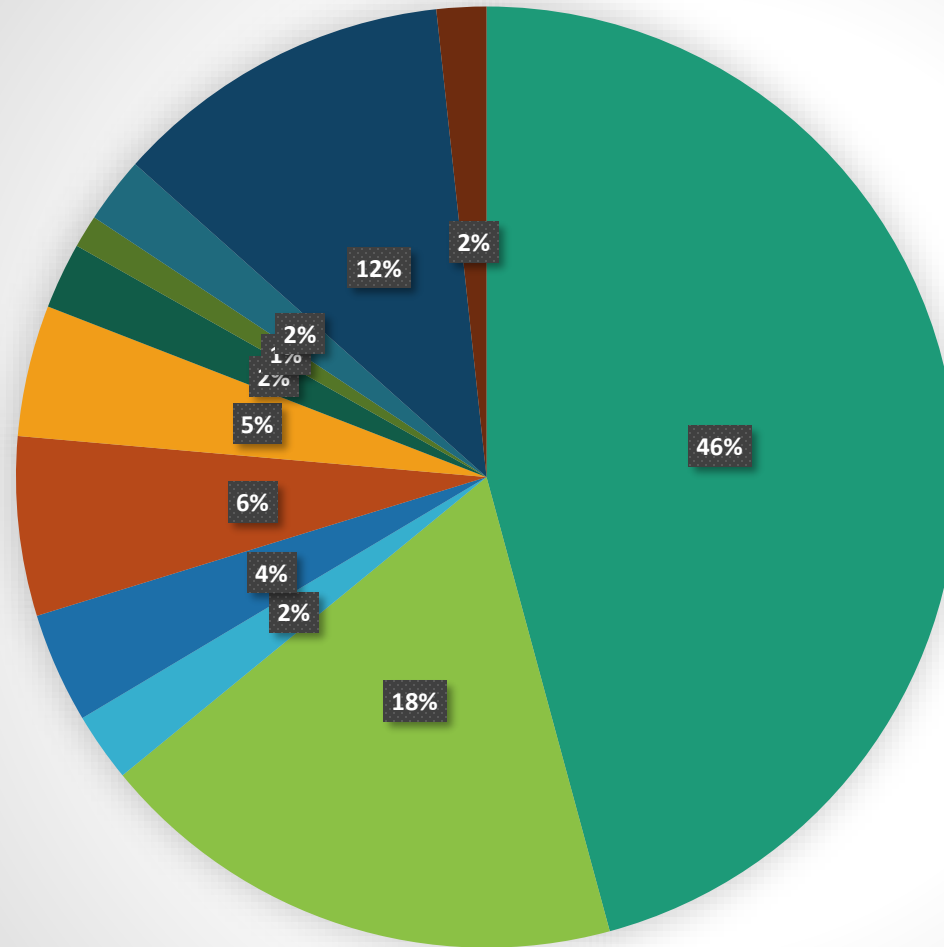
- 100 – Instruction
- 200 – Special Education Instruction
- 220 – Special Education Support Services
- 300 – Student Support Services
- 350 – Instructional Support Services
- 400 – School Administration
- 700 – Student Activities

## **District expenses (Non-instructional)**

- 450 – School Administration Support Services
- 510 – District Administration
- 550 – District Administration Support Services
- 600 – Operations & Maintenance
- 780 – Community Services
- 900 – Other Financing Uses



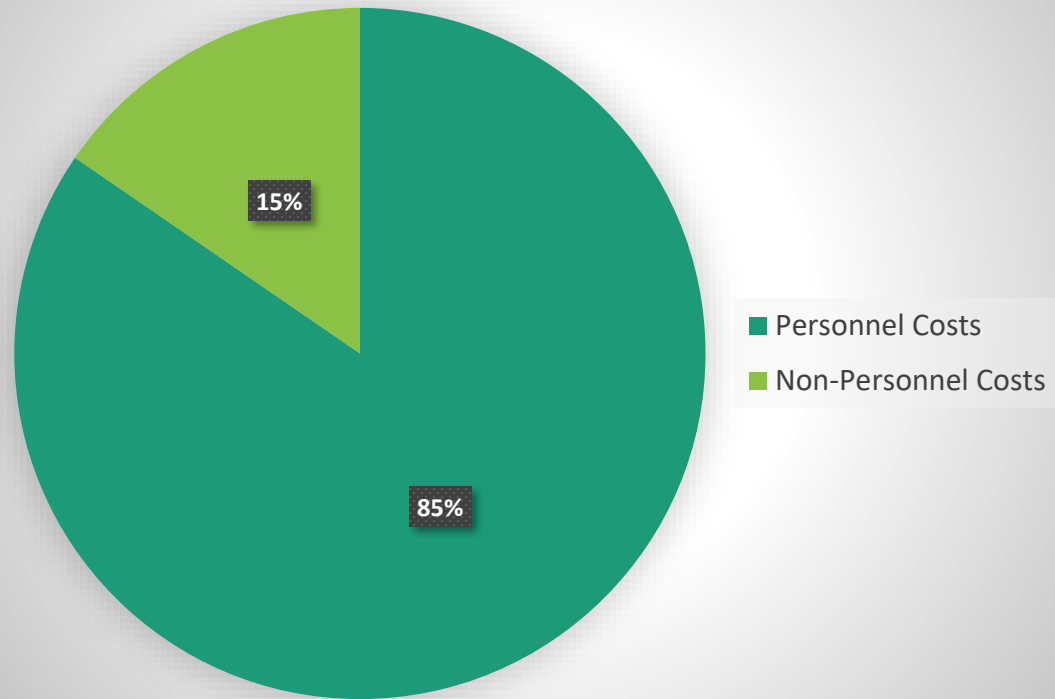
# FY20 Budget by Function



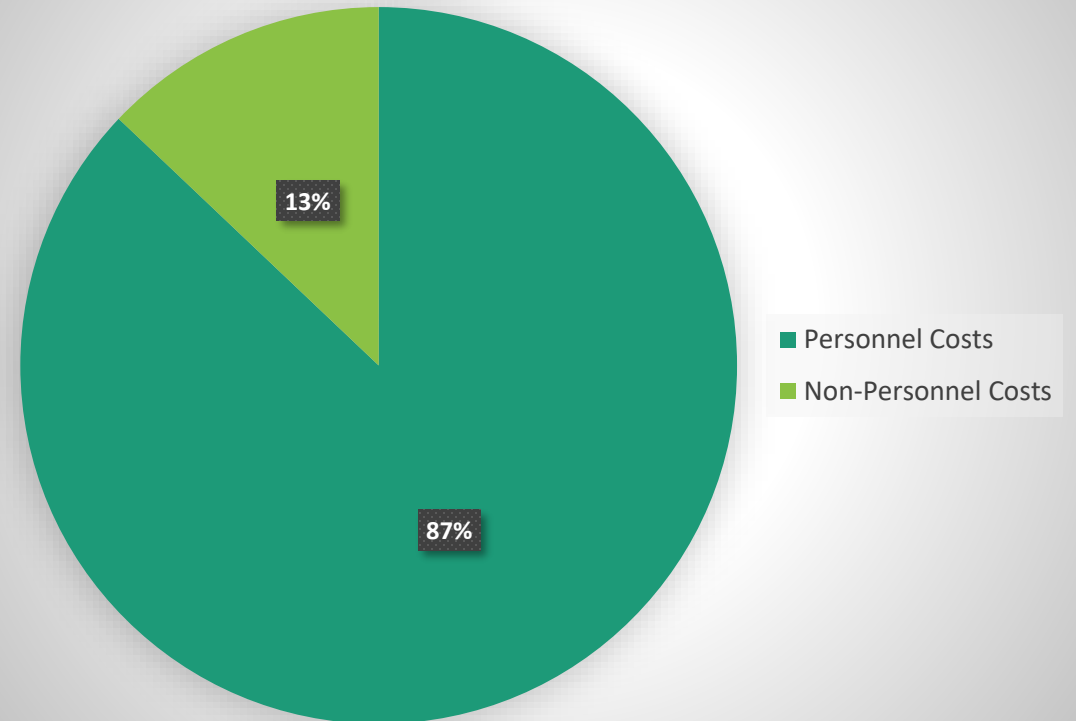
- Instruction
- Special Education Instruction
- Special Education Support
- Student Support Services
- Support Services Instruction
- School Admin
- School Admin Support
- District Admin
- District Admin Support
- Operations & Maintenance
- Student Activities

# Personnel vs. Non-personnel

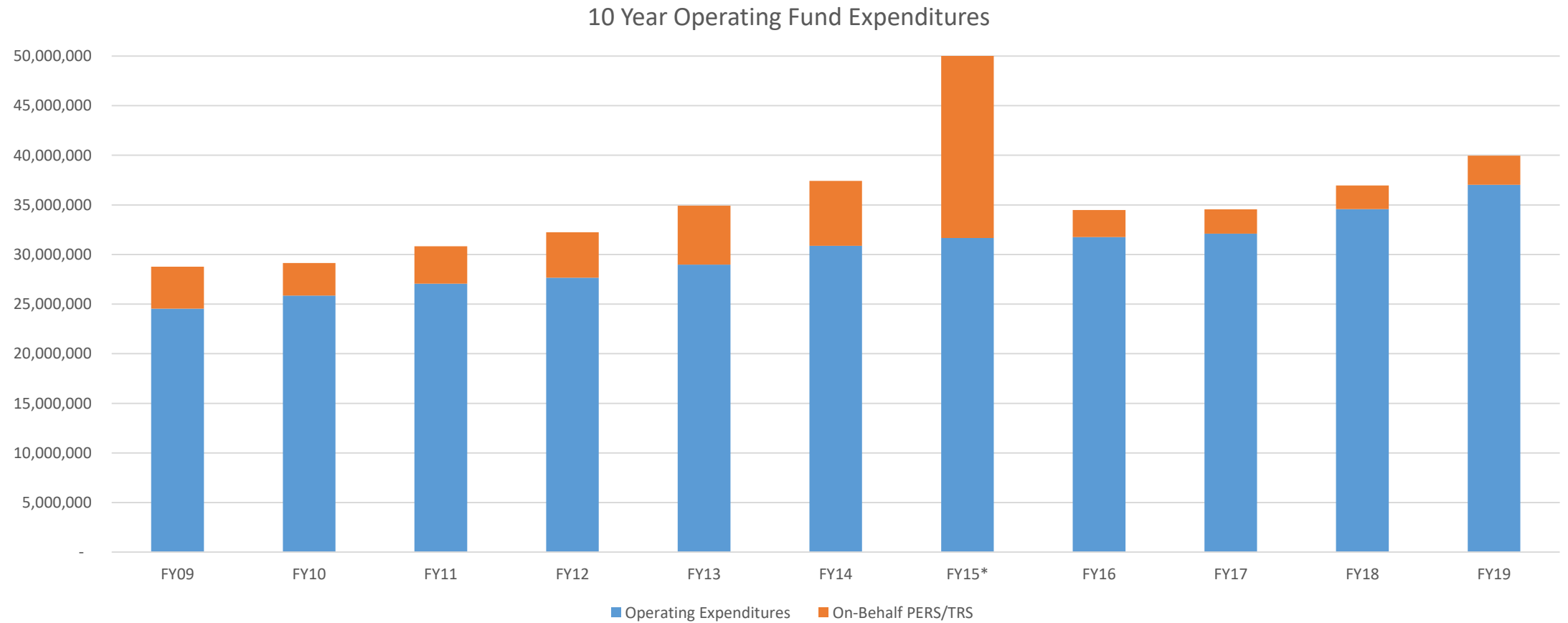
FY18 Expenditures Breakout



FY19 Expenditures Breakout



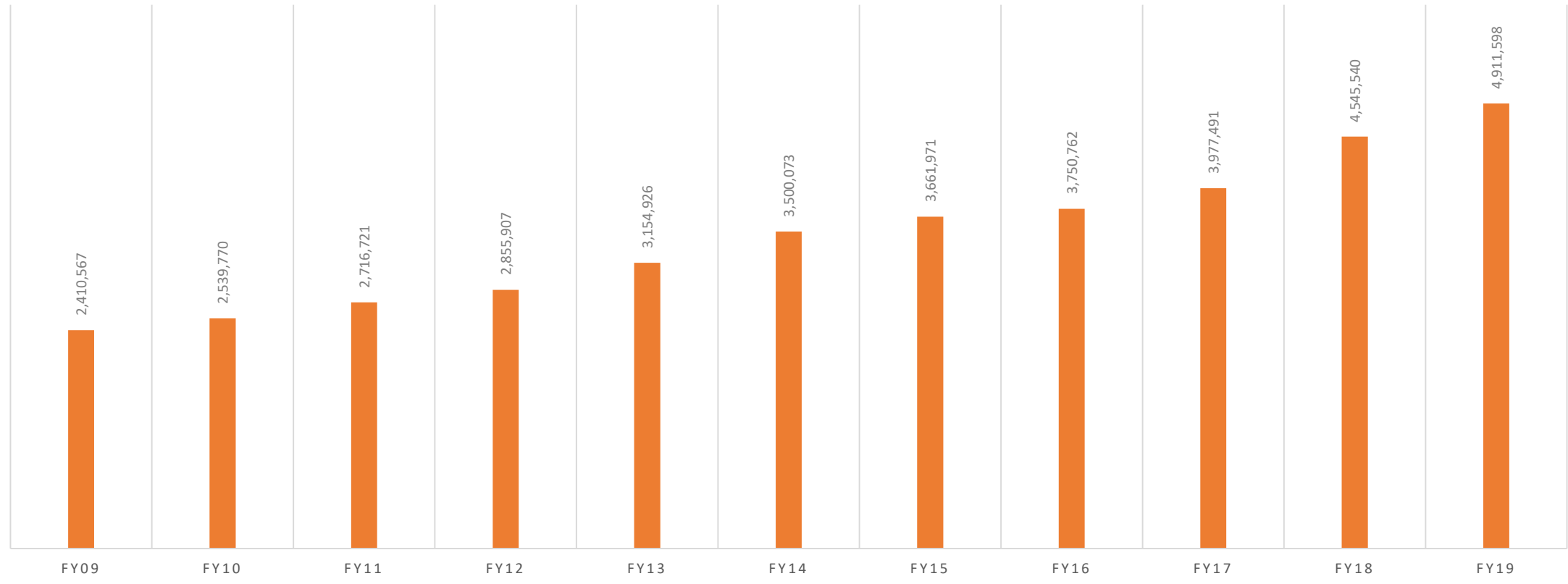
# 10-year Expenditure Trends Overall





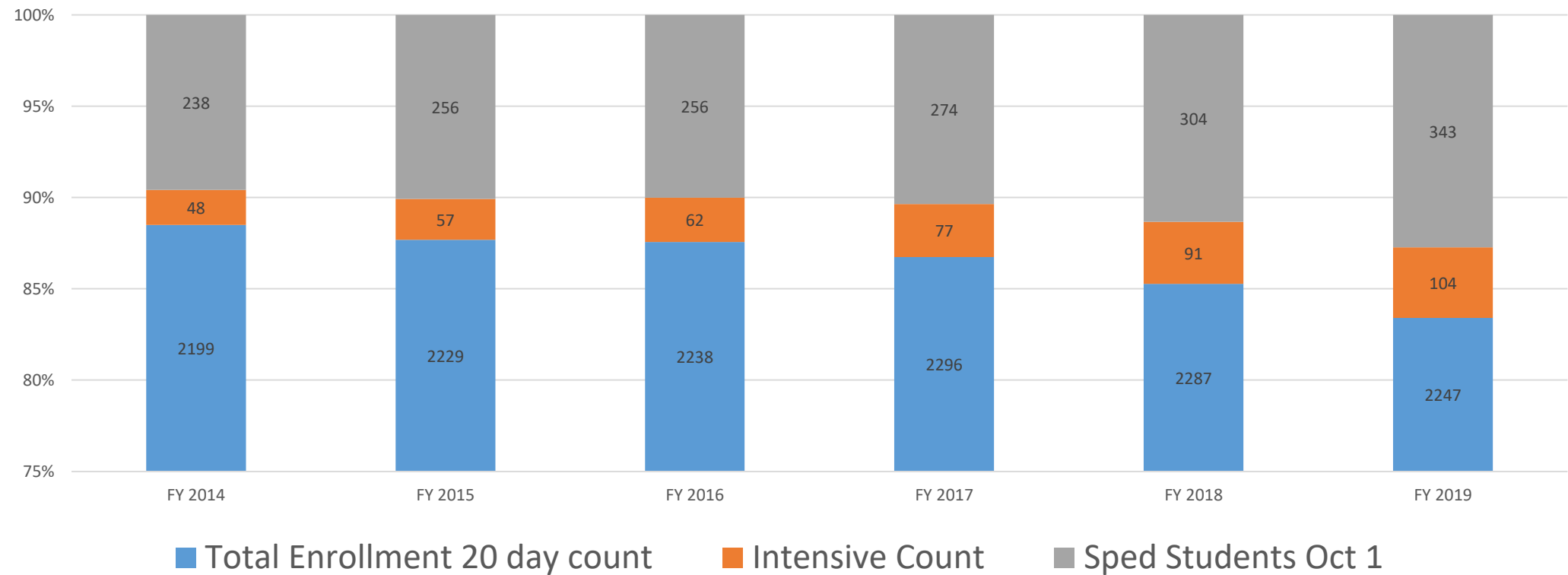
# A Look at Cost Drivers: Health Insurance

10 YEAR HEALTH INSURANCE COSTS



# Meeting Student Needs

## Total Enrollment, SPED Students & Intensive Count



# Per Pupil Expenditure Reporting

FY2019 Per Pupil Expenditure Report														
District	School ID	ADM	School Name	Part I: SCHOOL State + Local + Impact Aid	Part I: SCHOOL Federal	Part II: DISTRICT State + Local + Impact Aid	Part II: DISTRICT Federal	Site-level State Local	Site-level Federal	Site-level Total	District State Local	District Federal	District- Level Total	Total PPE
Ketchikan		2247.00				5,988,648.98	-							
Ketchikan	258010	66.55	Fast Track	496,301	34,830			7,458	523	7,981	2,665	-	2,665	10,646
Ketchikan	250050	261.25	Fawn Mountain Elemen	4,157,670	416,097			15,915	1,593	17,507	2,665	-	2,665	20,172
Ketchikan	250010	365.90	Houghtaling Elementary	6,146,695	645,289			16,799	1,764	18,562	2,665	-	2,665	21,228
Ketchikan	259010	194.80	Ketchikan Charter Schoo	3,037,351	248,638			15,592	1,276	16,869	2,665	-	2,665	19,534
Ketchikan	250020	570.00	Ketchikan High School	9,482,606	361,272			16,636	634	17,270	2,665	-	2,665	19,935
Ketchikan	250100	277.90	Point Higgins School	4,307,970	220,794			15,502	795	16,296	2,665	-	2,665	18,962
Ketchikan	257010	103.43	Revilla Jr/Sr High School	1,921,260	126,612			18,576	1,224	19,801	2,665	-	2,665	22,466
Ketchikan	250040	240.28	Schoenbar Middle Schoo	4,372,145	194,870			18,196	811	19,007	2,665	-	2,665	21,673
Ketchikan	259020	166.90	Tongass School of Arts a	2,750,505	299,207			16,480	1,793	18,273	2,665	-	2,665	20,938

# PPE Report (continued)

Ketchikan Gateway Borough School District Per Pupil Expenditures FY19									
	Fast Track	Fawn Mountain Elementary	Houghtaling Elementary	Ketchikan Charter School	Ketchikan High School	Point Higgins School	Revilla Jr/Sr High School	Schoenbar Middle School	Tongass School of Arts and Sciences Charter School
Enrollment	66.55	261.25	365.90	194.80	570.00	277.90	103.43	240.28	166.90
<u>Site-Level Expenditures</u>									
State/Local	7,458	15,915	16,799	15,592	16,636	15,502	18,576	18,196	16,480
Federal	523	1,593	1,764	1,276	634	795	1,224	811	1,793
<b>Site-Level Total</b>	<b>\$ 7,981</b>	<b>\$ 17,507</b>	<b>\$ 18,562</b>	<b>\$ 16,869</b>	<b>\$ 17,270</b>	<b>\$ 16,296</b>	<b>\$ 19,801</b>	<b>\$ 19,007</b>	<b>\$ 18,273</b>
<u>Site Share of District Expenditures</u>									
State/Local	2,665	2,665	2,665	2,665	2,665	2,665	2,665	2,665	2,665
Federal	-	-	-	-	-	-	-	-	-
<b>Site Share of District Total</b>	<b>\$ 2,665</b>	<b>\$ 2,665</b>	<b>\$ 2,665</b>	<b>\$ 2,665</b>	<b>\$ 2,665</b>	<b>\$ 2,665</b>	<b>\$ 2,665</b>	<b>\$ 2,665</b>	<b>\$ 2,665</b>
<b>Total School Expenditures</b>	<b>\$ 10,646</b>	<b>\$ 20,172</b>	<b>\$ 21,228</b>	<b>\$ 19,534</b>	<b>\$ 19,935</b>	<b>\$ 18,962</b>	<b>\$ 22,466</b>	<b>\$ 21,673</b>	<b>\$ 20,938</b>
Ranking Lowest to Highest	1	5	7	3	4	2	9	8	6



# PPE Take-Aways: How do we allocate funding?

- Overall equitable distribution of funds
- Economies of scale in play for secondary schools
- School programming drives cost differences in elementary
- Federal funds being allocated in accordance with award program
- Low district/administrative costs – majority of funds going to schools and students

# FY21 Revenue Assumptions

- Flat FY21 Funding
- No supplemental appropriations

OPERATING REVENUE COMPARISON					
Type	FY20 Revised	FY20 Actual	FY19 Diff.	FY21 Projected	FY21 Diff.
<b>STATE REVENUE*</b>	<b>25,924,800</b>	25,740,752	(184,048)	25,396,819	(343,933)
<i>TRS On-Behalf</i>	2,723,729	2,880,000	156,271	2,923,200	43,200
<i>PERS On-Behalf</i>	424,878	450,000	25,122	456,750	6,750
One-time supplemental aid + PFD Raffle	694,024	604,553	(89,471)	10,000	(594,553)
<b>TOTAL</b>	<b>29,767,431</b>	<b>29,675,305</b>	<b>(92,126)</b>	<b>28,786,769</b>	<b>(888,536)</b>
<b>Borough Revenue</b>					
Local Required Contribution	4,835,185	4,835,185	-	4,915,414	80,229
Discretionary Contribution	5,746,014	5,746,014	-	5,746,014	-
In-kind Contribution	120,000	120,000	-	120,000	-
<b>TOTAL</b>	<b>10,701,199</b>	<b>10,701,199</b>	<b>-</b>	<b>10,781,428</b>	<b>80,229</b>
<b>Federal Revenue</b>					
Medicaid	150,000	100,000	(50,000)	150,000	50,000
<b>TOTAL</b>	<b>150,000</b>	<b>150,000</b>	<b>(50,000)</b>	<b>150,000</b>	<b>-</b>
<b>Other Revenues</b>					
Court checks, BMO rebate	30,000	30,000	-	30,000	-
E-rate Program	213,556	213,556	-	115,000	(98,556)
	<b>243,556</b>	<b>243,556</b>	<b>-</b>	<b>145,000</b>	<b>(98,556)</b>
<b>CARRYOVER FUNDS</b>					
CHARTER SCHOOLS	141,665	141,665	-	141,665	-
	206,233	206,233	-	206,233	-
<b>TOTAL</b>	<b>347,898</b>	<b>347,898</b>	<b>-</b>	<b>347,898</b>	<b>-</b>
<b>Grand Total</b>	<b>41,210,084</b>	<b>41,117,958</b>	<b>(92,126)</b>	<b>40,211,095</b>	<b>(906,863)</b>
<b>Budgeted</b>	<b>40,411,331</b>	<b>41,210,084</b>		<b>N/A</b>	

# 5-year Revenue Analysis



# FY21 Budget Goals

- Expanding educational programming to increase educational outcomes
- Phasing out underutilized programming
- Continue addressing operational inefficiencies
- Leverage purchasing power to reduce cost to district and community
- Increase revenues through program restructuring

# FY21 Budget Timeline

Date	Steps	Who
January 08	Superintendent & Administrators review fiscal assumptions	Superintendent
January 15	Superintendent & School Board review fiscal assumptions	Superintendent & Business Manager
February 05	Public Meeting KHS Library @ 6:00 pm	Superintendent & Business Manager
February 18	Business Manager presents detailed fiscal assumptions to Administrators	Superintendent & Business Manager
February 28	Last day to spend from teacher stipends.	Teachers
March 06	Budget adjustment requests due to Business Manager	Administrators
March 07	Public Meeting KHS – Library @ 2:00 pm	Superintendent & Business Manager
March 31	Completion of FY21 Draft Budget for Review	Superintendent & Business Manager
April 03	Deadline for out of state purchases	All district employees
April 08	FY21 Budget Public Hearing #1	School Board
April 15	Charter Schools projected enrollment due	Charter Schools
April 22	FY21 Budget Public Hearing #2	School Board
April 22	School Board adopts Budget	School Board
April 30	Transmit Budget to Borough Assembly	Superintendent & Borough Manager
April 30	Request Expenditure Authority	Superintendent & Borough Manager
May 01	Deadline for all purchases	All KGBSD Employees
May 04	Present Budget to Borough Assembly	Superintendent & Borough Manager
May 18	Initial Borough ordinance for total budget	Borough Assembly & Borough Manager
June 01	Charter Schools provide APC Approved Budgets with APC approved budget	Charter Schools
June 15	Business Manager provides modifications to Charters	Business Manager
July 15	<b>Transmit Approved Final Budget to State of Alaska</b>	Business Manager