



# CREATING GREAT OPTIONS

## PROPOSED FY 2013 GENERAL OPERATING BUDGET

Submitted March 13, 2012

# Saint Louis Public Schools

## Financial Condition



2

### GOB Multi-Year Comparison

(in millions)	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>
<b>Revenue &amp; Subsidies</b>	\$ 339.5	\$ 311.4	\$ 300.0	\$ 296.6	\$ 331.2
<b>Expenditures</b>	<u>\$ 338.9</u>	<u>\$ 344.2</u>	<u>\$ 320.3</u>	<u>\$ 285.8</u>	<u>\$ 276.5</u>
<b>Surplus/Deficit</b>	<u>\$ 0.6</u>	<u>\$ (32.8)</u>	<u>\$ (20.3)</u>	<u>\$ 10.8</u>	<u>\$ 54.7</u>
<b>Ending Fund Balance</b>	\$ (12.4)	\$ (45.2)	\$ (65.5)	\$ (54.7)	\$ 0.0

- **The District is operating with a balanced budget for the second consecutive year and has eliminated its negative fund balance**

# SLPS GOB History



3

- **Over the past 3 years, the District has reduced total expenditures by \$68M or 20%**

□ Salaries/Benefits	↓	\$30M
□ Contracts and Prof. Services	↓	\$25M
□ Transportation	↓	\$ 9M
□ Property Services and Utilities	↓	\$ 3M
□ Other	↓	\$ 1M

# FY 2013 Budget Message

4

*The FY 2012 budget was developed to improve academic outcomes, return the District to accredited status and continue fiscal responsibility. The fiscal year will close with the District one point away from provisional accreditation, a second consecutive year of balanced finances and a governing board and superintendent that have worked together for nearly 4 years.*

*The FY 2013 General Operating Budget has been developed to increase student academic achievement and promote greater accountability. Four consecutive years of academic improvement indicate we are on the right path, but with more to accomplish. Our students and their families deserve a high quality education, and we are working toward that goal.*

*- Dr. Kelvin R. Adams, Ph.D.*

# GOB Objectives

5

- ❑ **Improve academic outcomes**
  - ❑ Implement SLPS Initiatives
  - ❑ Re-align resources to support principals, teachers and students
  - ❑ Target resources to schools based on academic need
- ❑ **Accreditation**
- ❑ **Balance expenditures and revenues**
- ❑ **Reinforce a culture of high expectations and accountability**

# The Budget Environment

6

## □ **Federal level**

- Congress has not passed a budget for FY 2012
- New census data indicates Missouri's change in the national poverty share decreased by 8.34%
- SLPS will see a decrease in Title funding allocations of approximately 5%
- While the number of students requiring special education services has decreased, the complexity of services continues to increase
- SLPS will see a decrease in IDEA allocation of approximately 4%

# The Budget Environment

7

## □ State level

- Missouri has relied on federal Stimulus and Education Jobs funds to support the foundation formula for the last two years, but these federal funds are no longer available
- Foundation formula funding is uncertain due to pending legislation and potential formula changes
- State funding for transportation continues to erode
  - DESE recently restored some funding, but revenue is still down \$6.1M, or 50%, from 3 years ago

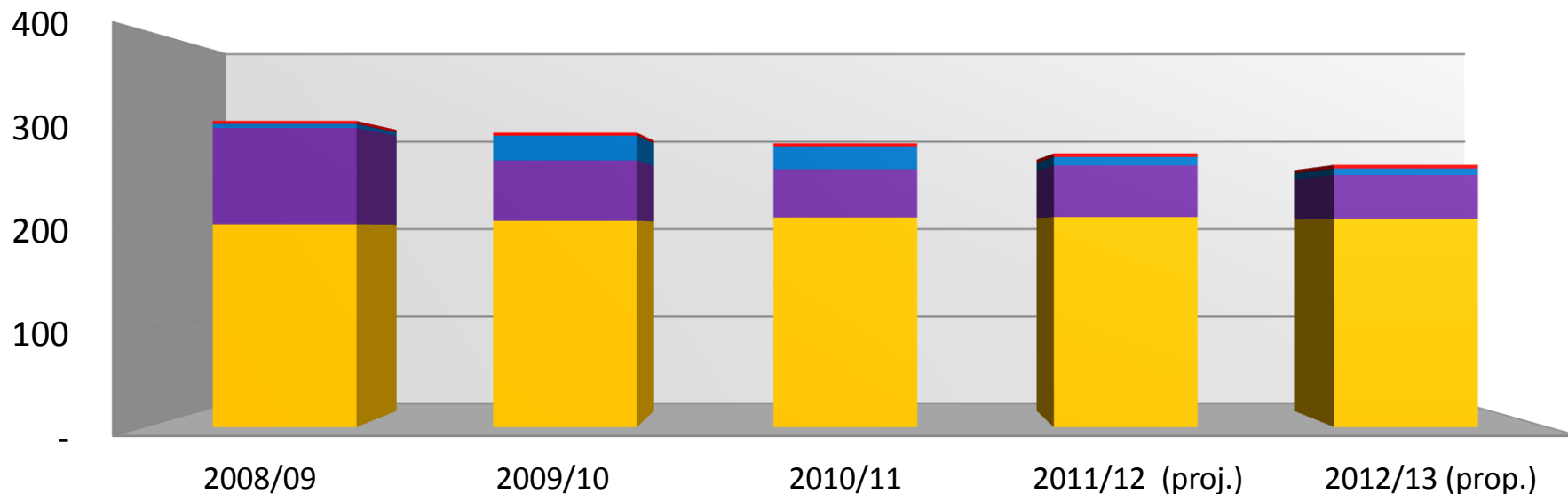
## □ Local level

- Property assessments continue to trend downward impacting the District tax base

# Historic Revenue Comparison (\$Mill.)



8



	2008/09	2009/10	2010/11	2011/12 (proj.)	2012/13 (prop.)
County	2.9	2.9	3.1	3.7	3.7
Federal	4.1	25.0	23.1	8.6	6.4
State	97.3	61.0	48.6	52.0	44.4
Local	204.9	208.4	211.8	212.2	210.4

<b>TOTAL</b>	<b>309.2</b>	<b>297.4</b>	<b>286.8</b>	<b>276.5</b>	<b>264.8</b>
<b>Subsidies</b>	<b>2.2</b>	<b>4.7</b>	<b>9.8</b>	<b>54.7</b>	<b>0.0</b>

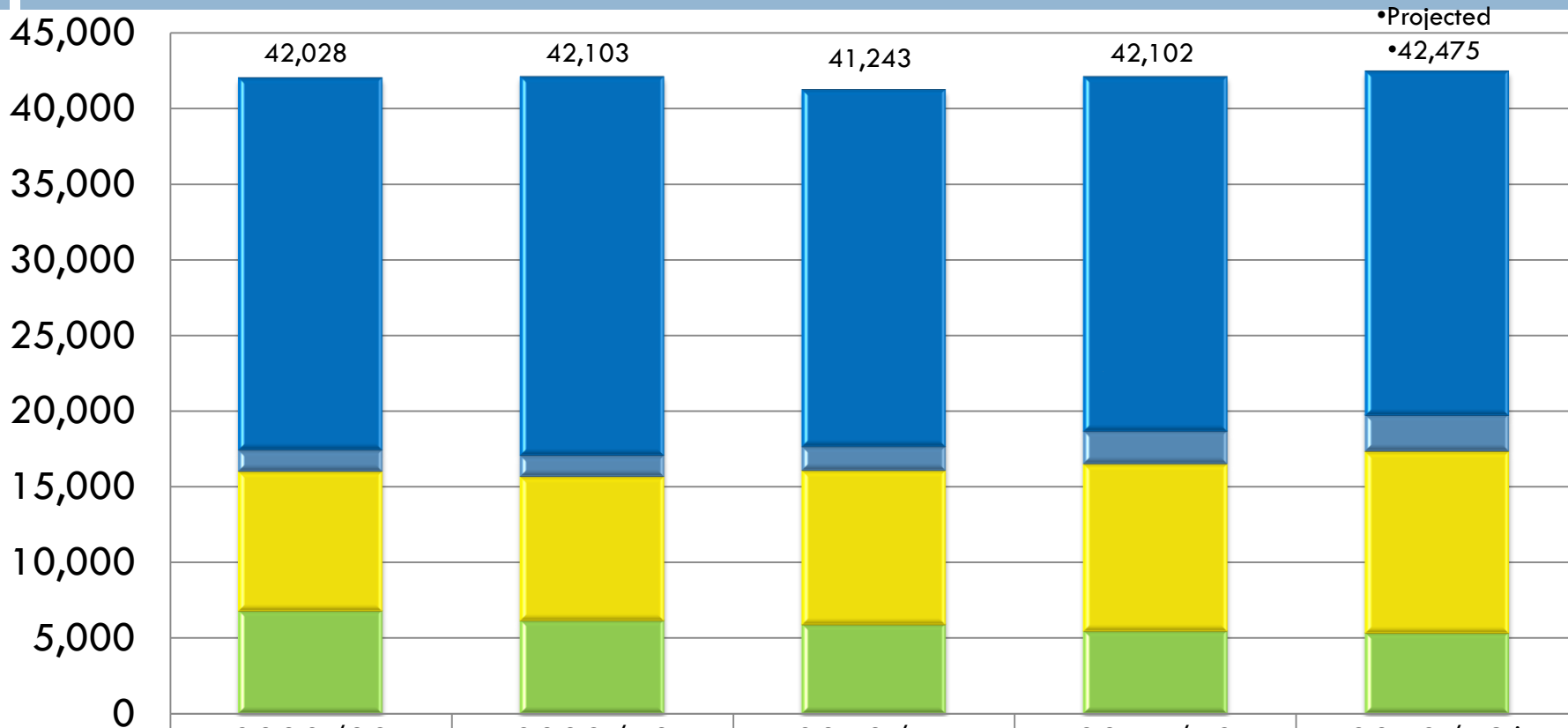
\*\* Differences due to rounding



# Public School Enrollment



9



	2008/09	2009/10	2010/11	2011/12	2012/13*
SLPS K12	24,628	25,048	23,602	23,468	22,785
SLPS PreK	1,415	1,401	1,587	2,150	2,390
Charters	9,211	9,507	10,172	11,034	11,969
VICC	6,774	6,147	5,882	5,450	5,331

# Proposed FY 2013 GOB (Millions)



10

	<b>FY 2012 Approved</b>	<b>FY 2012 Projected</b>	<b>FY 2013 Proposed</b>
Revenue & Subsidies	\$276.5	\$331.2	\$264.8
Expenditures	\$273.5	\$276.5	\$264.8
Surplus/(Deficit)	\$ 3.0	\$ 54.7	\$ 0.0
Ending Fund Balance	\$ (54.7)	\$ 0.0	\$ 0.0

# FY 2013 Spending Priorities



11

- ❑ **No school closings**
- ❑ **Maintain pupil teacher ratio at the Desirable Level based on attendance**
  - ❑ This may require a reduction in other key positions
- ❑ **Continue school facility improvements (Prop. S)**
- ❑ **Upgrade technology**
- ❑ **Maximize E-Rate funding**
- ❑ **Renegotiate vendor contracts for cost savings**
- ❑ **Reduce energy costs**

# School Reconfigurations



12

## □ **School Reconfigurations**

- Pamoja Preparatory Academy adding 8<sup>th</sup> grade
- Humboldt Academy of High Learning adding 5<sup>th</sup> grade
- Beaumont High School eliminating 10<sup>th</sup> grade in the transition to a Career and Technical Education Center

# Federal Program Funding

13

- ❑ **FY 2011-12 = \$27.6M including \$8M carryover**
- ❑ **FY 2012-13 = \$22.5M including \$4M carryover**
- ❑ **Target resources to schools identified as Priority or Focus Schools**
- ❑ **Staffing impact**
  - ❑ Nurses no longer funded with Title I
  - ❑ Early childhood classrooms, 25 to 37
  - ❑ Other staffing to be determined, possibility for some targeted reductions

# Next Steps

14

- Public comment via Internet    March 14 – March 30
  
- Public forum    Tuesday, March 27  
6:30 PM  
Vashon High School
  
- SAB vote    April Board Meeting  
6:00 PM