



PRELIMINARY FY2019-20 BUDGETS

Presentation to the Special Administrative Board
Angie Banks, Chief Financial Officer

March 14, 2019



FINANCIAL OBJECTIVES

- Maintain Full Accreditation
- Align resources to support the District's Transformation Plan 3.0 Five Pillars
 1. excellent schools
 2. fairness and equity
 3. culturally responsive learning environments
 4. reading and succeeding
 5. community partnerships
- Build financial stability with a minimum 10% fund balance target per board policy
- Reinforce a culture of high expectations and accountability

GOB REVENUE ASSUMPTIONS

- Local & County Revenue: -.08% (\$0.2M)
 - Assessed valuations/property taxes, +1.0%
 - Sales taxes (deseg + Prop C), -0.6%
 - Other local, -17.5%
 - No building sales
- State Revenues: -18.5% (\$6.0M)
 - Basic Formula
 - Charter Prop S allocation
 - 2% enrollment decline
 - Transportation, assumed flat
 - High Need Fund (Special Education), assumed flat
- Federal Revenue: flat
 - E-Rate, no funding
 - ³ Medicaid, Military reimbursements, assumed flat

GOB REVENUE OPPORTUNITIES



Local & County Revenue

- Higher assessed valuations
- More economic activity – sales taxes
- Reduced TIFs and abatements
- Building sales

State Revenues

- Enrollment increase
- Better attendance rate
- Qualified remedial hours
- Summer School ADA
- Fewer certificate disallowances

Federal Revenue

- E-Rate
- Additional Medicaid reimbursements

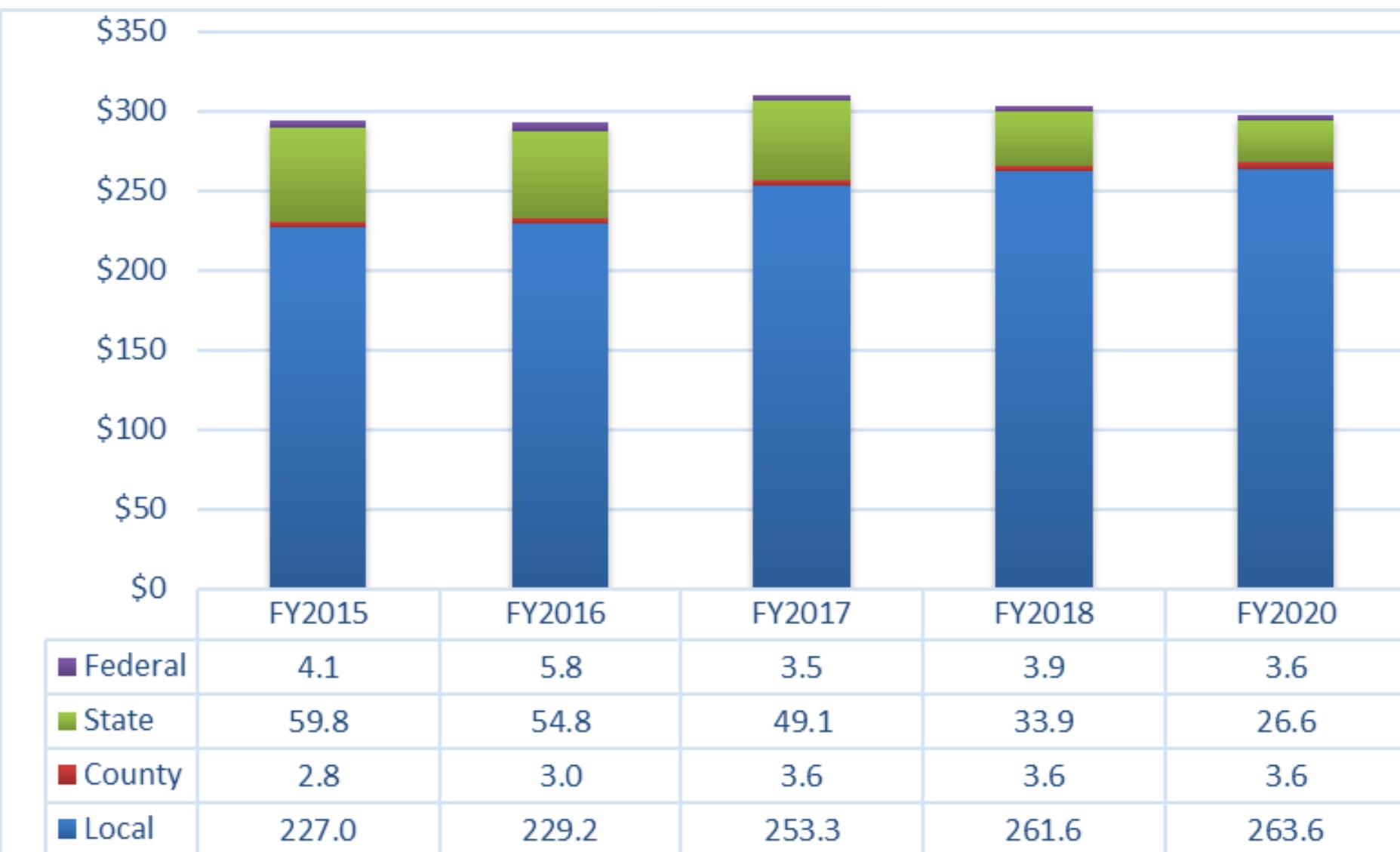
K-12 STUDENT ENROLLMENT

FY2014-15 THRU FY2019-20 PROJECTED



GOB REVENUE (\$M)

FY2014-15 THRU FY2019-20 PROJECTED



PRELIMINARY FY2019-20

GENERAL OPERATING BUDGET (\$M)



	FY 2017-18	FY 2018-19 Amended	FY 2019-20 Preliminary	Variance
Starting Fund Balance	\$49.2	\$69.7	\$69.7	
Revenues	\$312.8	\$303.0	\$297.4	(\$5.6)
Payroll Expenditures	\$216.1	\$221.6	\$218.6	(\$2.9)
Non-Payroll Expenditures	\$76.2	\$81.3	\$78.7	(\$2.6)
Expenditures	\$292.3	\$303.0	\$297.4	(\$5.6)
Annual Surplus/(Deficit)	\$20.5	\$0.0	\$0.0	
Ending Fund Balance	\$69.7	\$69.7	\$69.7	

FY2019-20 PRELIMINARY

DISTRICT BUDGET



Funds	FY2019	FY2020	%	Variance
General Operating	303,000,000	297,438,707	-1.8%	(5,561,293)
Deseg Expansion	-	3,300,000		3,300,000
Federal	39,393,555	44,162,446	12.1%	4,768,891
Food Service	18,640,687	18,645,748	0.0%	5,061
Capital	-	(3,300,000)		(3,300,000)
Debt	26,841,271	27,012,976	0.6%	171,705
Trust	6,482,537	1,874,755	-71.1%	(4,607,782)
Total Revenues	\$394,358,050	\$389,134,631	-1.3%	(\$5,223,419)
General Operating	303,000,000	297,382,062	-1.9%	(5,617,938)
Deseg Expansion	-	3,300,000	0.0%	3,300,000
Grants	39,393,555	44,162,446	12.1%	4,768,891
Food Service	18,449,340	18,205,692	-1.3%	(243,648)
Capital	-	-		-
Debt	28,081,969	29,895,271	6.5%	1,813,302
Trust	6,482,537	1,874,755	-71.1%	(4,607,782)
Total Expenditures	\$395,407,401	\$394,820,225	-0.1%	(\$587,176)

BUDGET CHALLENGES

□ General Operating Budget

- Expenditures versus Revenues
- Declining Enrollment
- Limited Salary Growth
- High Operating Costs
 - Transportation
 - Utilities
 - Capital Expenditures

□ Capital Funds

- Consider FY2021 Bond Issue

NEXT STEPS

- Public Forums
 - **Wednesday, April 10, 2019, 6:30pm, SLPS Central Office**
 - **Saturday, April 13, 2019, 10am, Metro Academic & Classical High School**
- Online Public Comment Period
 - www.slps.org/budget – April 10, 2019 through April 24, 2019**
- Proposed Budgets
 - Board Meeting – May 9, 2019**
- Budget Approval
 - Board Meeting – June 6, 2019**

QUESTIONS?