

# 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

St. Louis Public Schools

4/8/2019

# 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%

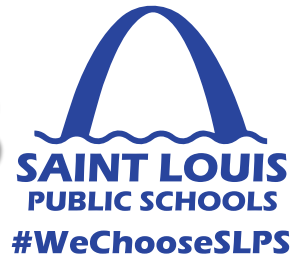
(\$6.0M)

- 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
- Medicaid, Military reimbursements, assumed flat

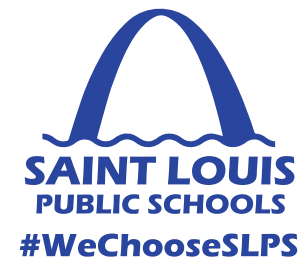
# GOB REVENUE OPPORTUNITIES



- ❑ 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

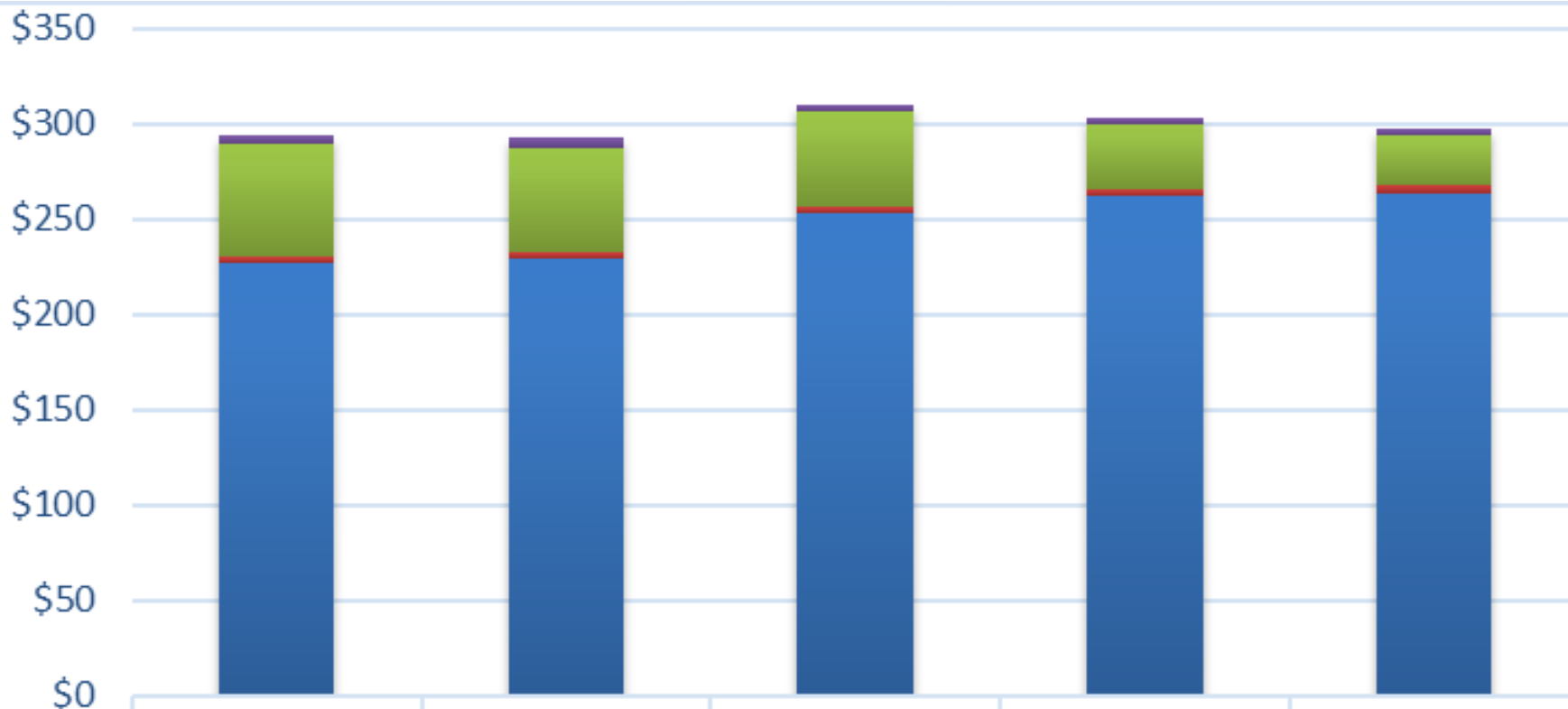
# K-12 STUDENT ENROLLMENT

## FY2014-15 THRU FY2019-20 PROJECTED



# GOB REVENUE (\$M)

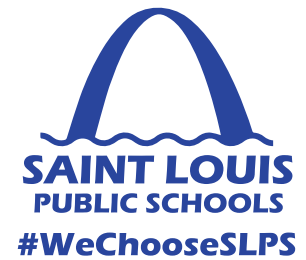
## FY2014-15 THRU FY2019-20 PROJECTED



	FY2015	FY2016	FY2017	FY2018	FY2020
Federal	4.1	5.8	3.5	3.9	3.6
State	59.8	54.8	49.1	33.9	26.6
County	2.8	3.0	3.6	3.6	3.6
Local	227.0	229.2	253.3	261.6	263.6

# PRELIMINARY FY2019-20

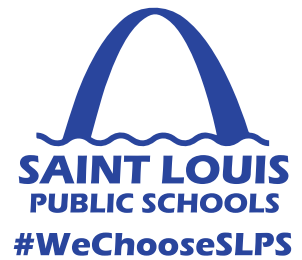
## GENERAL OPERATING BUDGET (\$M)



	FY 2017-18	FY 2018-19 Amended	FY 2019-20 Preliminary	Variance
<b>Starting Fund Balance</b>	\$49.2	\$69.7	\$69.7	
<b>Revenues</b>	\$312.8	\$303.0	\$297.4	(\$5.6)
Payroll Expenditures	\$216.1	\$221.6	\$218.6	(\$2.9)
Non-Payroll Expenditures	<u>\$76.2</u>	<u>\$81.3</u>	<u>\$78.7</u>	<u>(\$2.6)</u>
<b>Expenditures</b>	\$292.3	\$303.0	\$297.4	(\$5.6)
Annual Surplus/(Deficit)	\$20.5	\$0.0	\$0.0	
<b>Ending Fund Balance</b>	\$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)
<b>Total Revenues</b>	<b>\$394,358,050</b>	<b>\$389,134,631</b>	<b>-1.3%</b>	<b>(\$5,223,419)</b>

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)
<b>Total Expenditures</b>	<b>\$395,407,401</b>	<b>\$394,820,225</b>	<b>-0.1%</b>	<b>(\$587,176)</b>



# 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](http://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?