

FY 17 Adopted Budget



DANIEL O'BRIEN
CFO

M&O Budget Capacity Changes



• Inflation increase	\$1,043,094
• Removal of additional inflation amount	(\$1,699,482)
• Prop. 123	\$5,423,027
• TEI reduction	<u>(\$1,002,597)</u>
Increased Budget	\$3,764,042

Budget Expenditure Changes



Increased Budget	\$3,764,042
Increased Expenditures (Prop. 123)	<u>\$5,423,027</u>
Subtotal	(\$1,658,985)

Balance Carry Forward



- How do we reach a carry forward? It is created through position vacancies, budget closure and delaying expenditures etc.
- Why do you have Balance Carry Forward? Fiscal Responsibility for Contingencies – Legislative Shifts such as CY Funding, Opening of Charter Schools, Emergencies, Decline in Enrollment, Bond Rating
- Prior years statute has capped carryover at 4% (\$4.9 million)
- Statue change this legislative session to no cap
- 5 year average in Scottsdale is \$3.6 million

Balance Carry Forward FY 2016-17



5.6 m

<1.7> (Budget Expenditure Changes)

3.9 m

3.9 m

1.38 m
300
Student Loss
Enrollment

2.78 m
600
Student Loss
Enrollment

$$3.9 - 1.38 = 2.52$$

$$3.9 - 2.78 = 1.12$$

BALANCE CARRY FORWARD FY 17-18

Potentially	1.12 - 2.52
Fiscal Planning	2.5 - 3.0
Historical Potential	3.62 - 5.52

Next Step



- Working with board to create a Fiscal Planning Procedure
 - Approved by Board
 - Defines fund balance carryover
 - Defines uses when balances are greater or less than predefined amounts

SUSD Proposed Budget



- Base level increase up to \$3,681.09
- ADM at 22,960.628
- Second year of 15% M&O Override
- TEI decreased from 1.0426 to 1.0336
- Classroom Site Fund at \$332
- State DAA Reductions Continued

Funds with no changes



- Other funds with no significant changes
 - Federal Grants (Title, IDEA, etc.)
 - Food Services
 - State Grants
 - Prop. 301
 - Auxiliary

Academic Success Planning



- **Preschool Programs**

- Additional all day preschool
- Expansion to additional sites
- Funding sources: Title I, Community Ed, 21st Century grant

Transportation



- **FY 2015 – 2016**
 - Fuel underspending of \$498,500
 - Route reductions
 - Efficiencies

- **FY 2016 – 2017**
 - Route reductions (7 estimated)
 - Efficiencies
 - Procedural change to tracking of cost for repairing busses

Prop. 123



- May 2016 general election to settle lawsuit on school funding
 - Increase base support level starting in FY 16
 - Proposition in place for 10 years
 - Additional \$50 million statewide for first 5 years

New Dollars in FY17: \$5,423,027

Proposition 123



Certified Compensation Increases (3% to 6.5%)	\$3,913,309
Classified Salary Increases (3%)	\$ 740,340
Administration Salary Increases (2%)	\$ 265,216
SRO	\$ 300,000
Instructional Resource Assistants	\$ 30,000
Program Innovation (Mandarin)	<u>\$ 100,000</u>
Total Prop. 123 Expenses	\$5,348,865

Prop. 123



- Certified Staff (3%-6%) \$4,013,309 75%
- Classified Staff (3%) \$ 770,340 14.5%
- Administration(2%) \$ 265,216 5%
- SRO \$ 300,000 5.5%

Certified Compensation Increases



• 3% increase to the salary schedule	\$ 2,179,309
• 2% increase to 7+years of service	\$ 930,000
• One additional PD contract day (.5%)	\$ 400,000
• FY17 Horizontal Movement (estimated)	\$ 404,000

\$3,913,309

*Cost includes Salary, Taxes, ASRS

Classified Salary Increases



- 3% Salary increase to all classified employees

\$740,340

*Cost includes Salary, Taxes, ASRS

Administrative Salary Increases



- 2% Salary increase to all administrative employees

\$265,216

*Cost includes Salary, Taxes, ASRS

SRO



- Covering the entire cost of SRO's

\$300,000

Instructional Resource Assistants (IRA's)



- Move all IRA's up a pay grade on the salary schedule

\$30,000

*Cost includes Salary, Taxes, ASRS,

Program Innovation



- Mandarin Immersion program at Desert Canyon Elementary

\$100,000

*Cost includes Salary, Taxes, ASRS

Tax Rates



2015-16

2016-17

estimated

Primary Tax

\$2.84

\$2.89

Secondary Tax

\$1.02

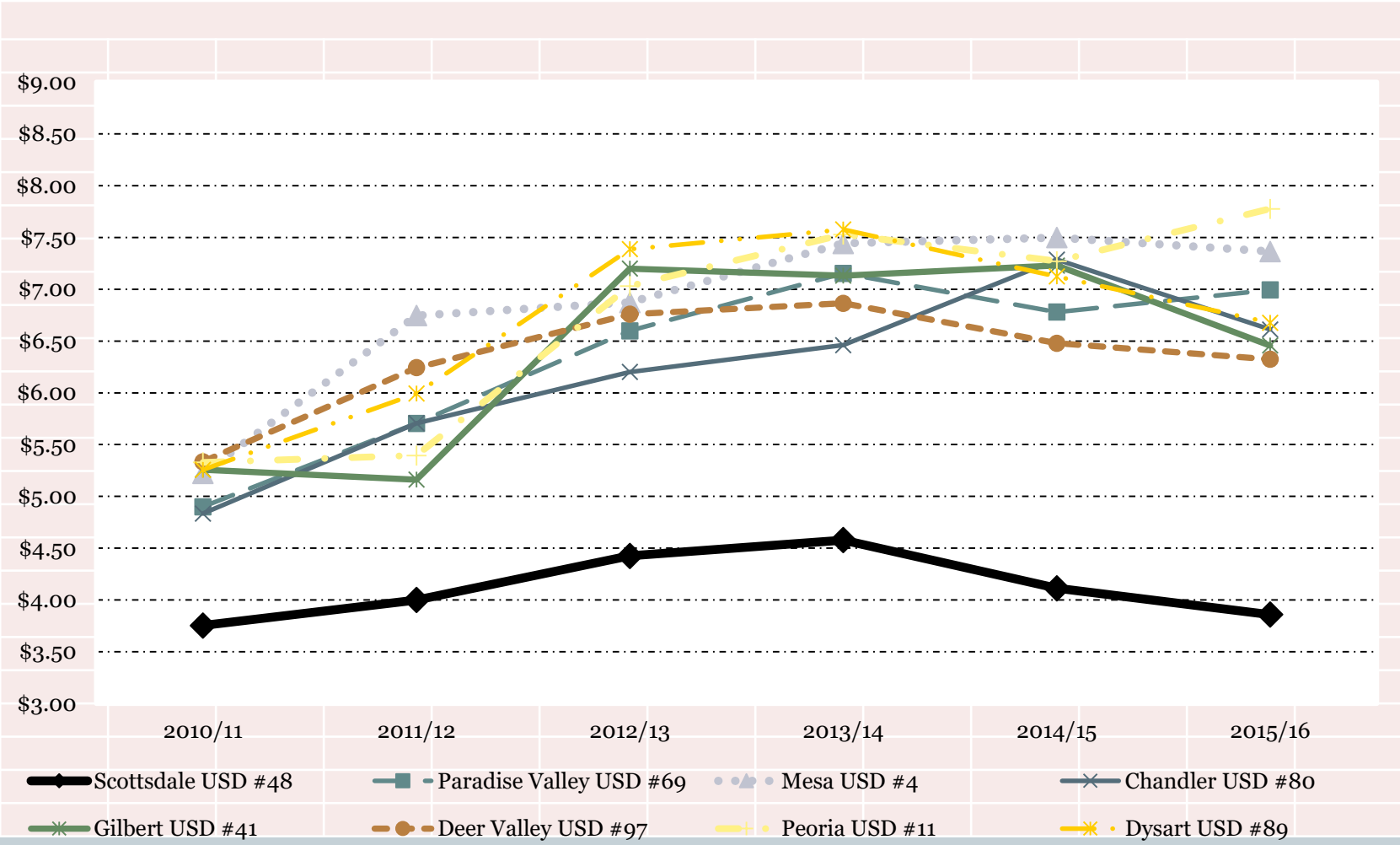
\$1.03

Total Tax

\$3.86

\$3.92

Historical Property Tax Rate Comparison



District Additional Assistance



● DAA(Capital Override)*		\$6,930,343
○ Capital Override Carryover		\$3,045,438
○ Unrestricted Capital Carryover		\$2,306,389
○ Unrestricted Capital Budget Limit	\$11,169,603	
○ State Reduction	<u>\$9,875,335</u>	
○ Unrestricted Capital Budget		\$1,294,268
○ Desegregation Capital		\$ 284,248

FY 16-17 Proposed Budget



Maintenance & Operation	\$ 154,276,034
DAA(Capital Override)*	\$ 6,930,343
Federal Grants	<u>\$ 12,088,929</u>
Proposed Total	\$ 173,295,306



Questions