



# BUDGET WORKSHOP

February 21, 2017

# GOVERNOR'S BUDGET HIGHLIGHTS

- \$815 million dollar increase in FEFP funding from the following funding sources:
  - \$558 million in Local funds (68%)
  - \$145 million in Lottery funds (18%)
  - \$112 million in State General Revenues (14%).
- A \$141.19 increase in Base Student Allocation.
- A 6.24% increase in RLE Property Tax Revenues.
- Overall funding increase of 7.7 million for Alachua County which would be an overall increase of 3.88%, and an increase of 2.89% per student.
- Tax Cut Package of \$618 million.
- Workload Increase of 33,751 in Weighted FTE Students.
- \$54 million increase in contributions to FRS fund, estimated impact of \$550K for the District.

# LEGISLATIVE UPDATE

- 60 day Regular Session begins on March 7<sup>th</sup> and concludes on May 5<sup>th</sup>.
- Long-Range Financial Outlook developed by the EDR is projecting a 1.3 Billion dollar shortfall in 2018-19, and a 1.9 Billion dollar shortfall in 2019-20.
- Long-Range Financial Outlook assumes the Legislature will maintain the RLE millage, thus funding student growth in part by an increase in property tax revenues for new construction.
- Legislative leadership has been outspoken in finding funds within the budget, rather than increasing (or maintaining) millage rates on local taxpayers.
- Low Income Pool.

# LEGISLATIVE UPDATE

## Local Government Fiscal Transparency – House of Reps

- Additional tax-supported debt may be issued only if ratio of debt service to revenue available to pay debt service does not exceed 6%. Permits ratio between 6% and 7% if additional debt is in “best interest” of local government and ratio in excess of 7% for “critical local emergency”.
- Additional public notice requirements for revenue and debt increases.
- Online access to TRIM notices for Property Appraisers.
- Requires Districts to prepare a Debt Affordability Report.

# LEGISLATIVE UPDATE

## Local Government Fiscal Transparency – House of Reps

- Prohibiting property tax increases unless certain excess unencumbered fund balances (above 10%) are eliminated.
- Referenda for local option taxes must be held during general elections.
- Referenda for local option taxes would require sixty percent approval.
- Requiring that new tax-supported debt that pledges revenues beyond 5 years to be first approved by referendum by sixty percent.

## LEGISLATIVE UPDATE — CAPITAL OUTLAY

- Senate Bill 604- Gives School Districts the discretion to levy up to 1.70 mills for school capital outlay instead of the current maximum of 1.50.
- Senate Bill 376- Requires School Districts to share school capital outlay millage funds with Charter Schools (excluding Virtual Charters) in the following manner:
  - 75% share for Charters with a student population including a 75% F&RL or a 25% Students with Disabilities.
  - 100% share for Charters with a student population including both a 75% F&RL and a 25% Students with Disabilities.
  - 50% share for Charters which meet neither of above criteria.

# CHARTER CAPITAL OUTLAY SB 376

<u>School</u>	<u>2017-18 Estimated FTE</u>	<u>Percentage Share</u>	<u>Estimated Capital Funding</u>
ONE ROOM SCHOOL HOUSE	203	75%	\$ 122,280
MICANOPY AREA COOP SCHOOL	198	50%	79,512
CARING & SHARING LEARNING	152	50%	61,040
THE EINSTEIN SCHOOL, INC	105	75%	63,248
EXPRESSIONS ACADEMY	93	50%	37,347
ALACHUA LEARNING ACADEMY ELEM.	109	50%	43,772
GENESIS PREP SCHOOL	63	75%	37,949
MICANOPY MIDDLE SCHOOL	64	50%	25,701
HEALTHY LEARNING ACADEMY	106	50%	42,567
SIA TECH AT GAINESVILLE	218	50%	87,544
MYCROSCHOOL GAINESVILLE	315	75%	189,745
ONE ROOM MIDDLE SCHOOL	38	50%	15,260
ALACHUA LEARNING ACADEMY MID.	51	50%	20,480
BOULWARE SPRINGS	155	50%	62,244
RESILIENCE CHARTER SCHOOL	112	50%	44,977
Total	1982		\$ 933,667

# CHARTER CAPITAL OUTLAY COMBINED SB 604 AND SB 376

## Estimated 2017-18 Capital Funding

Estimated 1.7 Mills	23,158,966
Estimated 1.5 Mills	<u>20,434,382</u>
Additional Funds	2,724,584
Additional Funds	2,724,584
Charter Share of 1.7 Mill	<u>(933,667)</u>
Additional District Funds	1,790,917



# COST PER STUDENT STATION — EDR REPORT

- Apply Cost Limits to Facilities Construction only.
- Recommends using Cost Per Square Foot as the relevant metric, instead of cost per student station.
- Recommends using regional areas when applying the cost per square footage, to account for construction costs.
- Recommends using historical data to review cost per square foot options.

# 2017-18 STUDENT PROJECTIONS

2016-17 Projected FTE	28,817
2016-17 Recalibrated FTE	28,479
Difference	(338)

2017-18 Projected FTE	28,835
2016-17 Projected FTE	28,817
Difference	18

# STUDENT GROWTH UNITS — GENERAL FUND

<u>Grade Level</u>	<u>Projected 2016-17</u>	<u>Projected 2017-18</u>	<u>Increase (Decrease)</u>	<u>Staffing Ratio</u>	<u>Base Instructional</u>
Elementary K-3	8,302	8,200	(102)	18.00	(5.00)
Elementary 4-5	3,736	3,774	38	22.00	4.00
Middle 6-8	5,376	5,448	72	21.50	4.00
High 9-12	7,312	7,247	(65)	24.50	(5.00)
Special Centers	1,201	1,256	55	N/A	(0.20)
Charters/Other	2,890	2,910	20	N/A	
	<u>28,817</u>	<u>28,835</u>	<u>18</u>		<u>(2.20)</u>

# INSTRUCTIONAL UNIT ADJUSTMENTS

2016-17 Current Budgeted Inst. Units	<u>1,891.28</u>
Base Instruction Elem K-3	(5.00)
Base Instruction Elem 4-5	4.00
Base Instruction Middle	4.00
Base Instruction High	(5.00)
Base Special Centers	(0.20)
Gifted	(1.40)
School based ESE	0.80
Distict based ESE	(1.90)
Reserve	<u>(6.00)</u>
Total Inst Changes	(10.70)
Total Proposed for 2017-18	<u>1,880.58</u>

# INST. STAFFING SUMMARY - GENERAL FUND

	2016-17 <u>Current</u>	2017-18 <u>Proposed</u>	Increase <u>(Decrease)</u>
Instructional Units (Elementary)	919.30	916.20	(3.10)
Instructional Units (Middle)	349.70	353.60	3.90
Instructional Units (High)	383.73	378.73	(5.00)
Instructional Units (Special Center)	119.50	120.90	1.40
Instructional Units (District Level)	69.25	67.35	(1.90)
Reserve	21.00	15.00	(6.00)
School Paid Instructional	28.80	28.80	-
Total	<u>1,891.28</u>	<u>1,880.58</u>	<u>(10.70)</u>

# NON INSTRUCTIONAL STAFFING — GENERAL FUND

2016-17 Budgeted Non- Instructional 1,465.61

School Clerical (2.00)

Custodians District-Wide (1.75)

ESOL Aides 2.75

ESE Aides 0.25

Guidance Aides (0.12)

Total Non Inst Changes (0.87)

Total Proposed for 17-18 1,464.74

# CUSTODIAL STAFFING FORMULA

- Custodial Units have not been reallocated on a District-Wide basis since 1988-89.
- There have been adjustments to individual schools on a limited basis over the years.
- The District has seen significant student growth and migration.
- Addition of Portable Classrooms at many schools.
- Workload concerns have been raised by Schools and staff.

# CUSTODIAL STAFFING FORMULA - PROCESS

- Goal was to have a method of reallocating positions annually, not to reduce the number of custodial units.
- Staff reviewed various Custodial Allocation formulas from Districts around the state, and developed a formula that best fits our District.
- The ACEA was engaged early in the process to review the proposed formula, and provide feedback.
- Proposed formula was reviewed and approved by the Budget Committee.
- Formula will be included in the Board Approved Staffing Manual.
- Custodial staffing adjustments will be reflected in school allocations for 2017-18.
- Most adjustments can be addressed through attrition, and HR will work with schools and employees to balance school allocations.



# CUSTODIAL STAFFING FORMULA – BASE ALLOCATION

## **Base Allocation:**

1. **Personnel:** Total number of Non-Federal instructional units allocated during the staffing allocations process.  
**PERSONNEL FACTOR:**  
1 custodian for each 8 staff members.  
Number of staff divided by 8 equals personnel factor.
2. **Student Factor:** The projected Pre-K-12 student counts used for staffing allocations.  
**STUDENT FACTOR:**  
1 custodian for each 225 students.  
Number of students divided by 225 equals student factor.
3. **Classroom Factor:** The total number of permanent classrooms on the FISH plans plus portable classrooms.  
**ROOM FACTOR:**  
1 custodian for every 11 Classrooms.  
Number of rooms divided by 11 equals room factor.
4. **Area Factor:** Total building square footage on FISH plans plus relocatable classroom square footage.  
**SQUARE FOOTAGE FACTOR:**  
1 custodian for every 15,000 Square Feet.  
Number of rooms divided by 15,000 equals square footage factor.

**Base Allocation equals the average of all four factors  $(1+2+3+4)/4$**

# CUSTODIAL STAFFING FORMULA – ADDITIONAL FACTORS

## Additions to the Base Allocation:

1. Community: A community factor will be added to the Base Allocation to address after hours facility use:
  - .06 Elementary
  - .25 Middle & Special Centers
  - .50 High Schools
  - 1.0 High Schools with enrollment over 1,400
  
2. Grounds: A grounds factor will be added to the Base Allocation to address grounds upkeep at each school:
  - .50 Elementary, Middle, & Special Centers
  - 1.0 High Schools

The **Final Custodial Allocation** is the addition of the **Base Allocation, Community** and **Grounds** factors. The Final Allocation will be rounded FTE with the following breaks:

- .01 - .24 will round to .00
- .25 - .75 will round to .50
- .76 - .99 will round to 1.00

# UTILITIES BUDGET

	<u>Budget</u> <u>2016-17</u>	<u>Budget</u> <u>2017-18</u>	<u>Increase</u> <u>(Decrease)</u>	<u>Budgeted</u> <u>Rate Increase</u>
Internet/Tele.	773,000	775,750	2,750	0%
Water	355,015	382,713	27,698	10%
Sewer	366,419	392,909	26,490	15%
Refuse	179,974	209,497	29,524	30%
Nat. Gas	306,574	271,138	(35,436)	25%
Propane	68,855	68,402	(454)	50%
Electricity	7,970,467	7,539,414	(431,053)	3%
	<u>10,020,303</u>	<u>9,639,822</u>	<u>(380,481)</u>	

# OTHER OUTSTANDING BUDGET ISSUES

- District Based Staffing
- FRS Rates- Estimated \$550k increase for 2017-18
- Fuel Costs
- Health Insurance Renewal
- Property Casualty Insurance
- Cost Sharing with Food Service