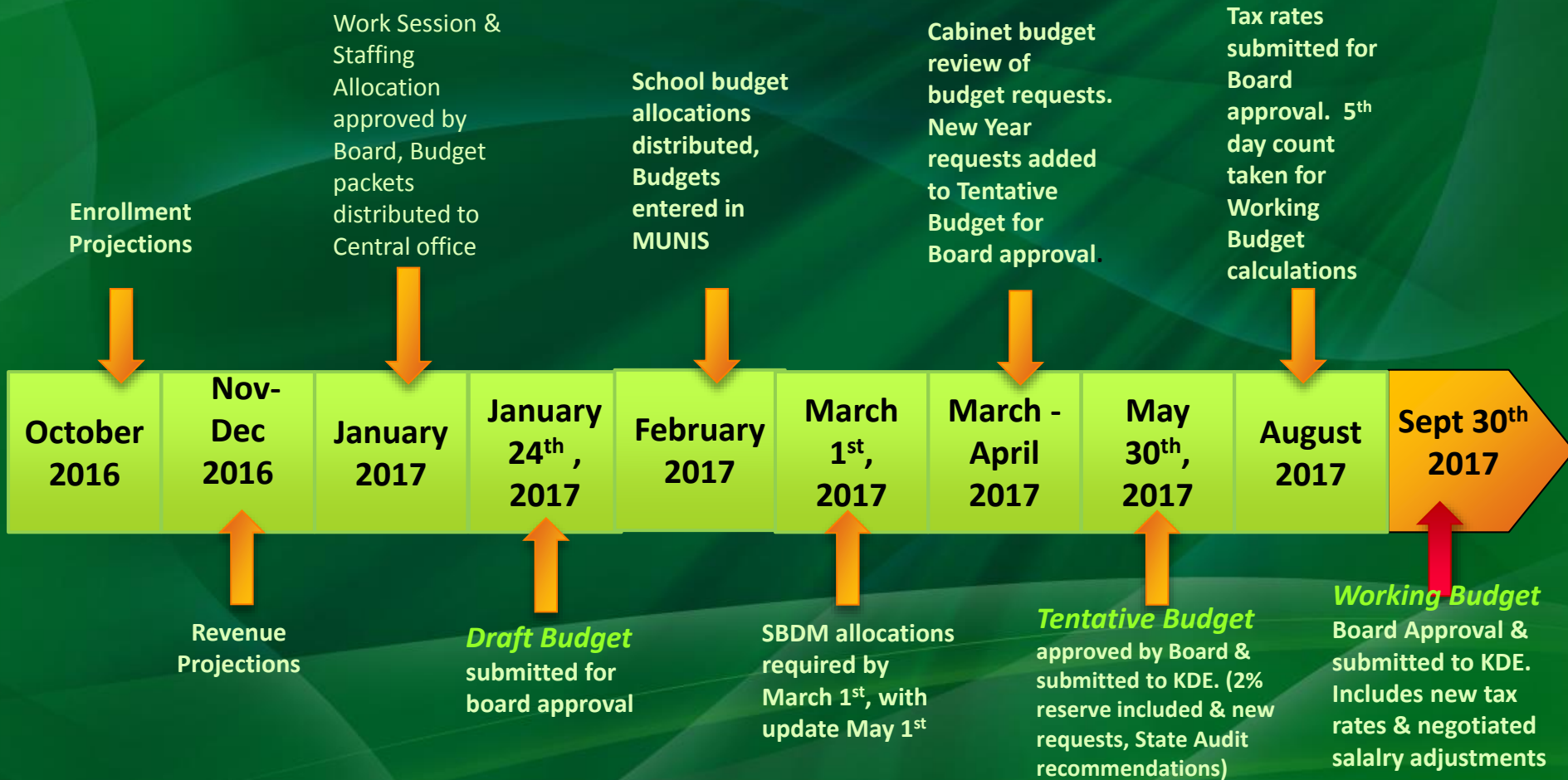


**STUDENT PROJECTION PROCESS and
FY2017-18 DRAFT BUDGET
Work Session – January 10, 2017**

JANUARY 24th

- Draft Budget
- Enrollment Projections
- ↓
- Revenue
- ↓
- Allocation Standards - \$400 Million plus

Budget Timeline for 2017-18

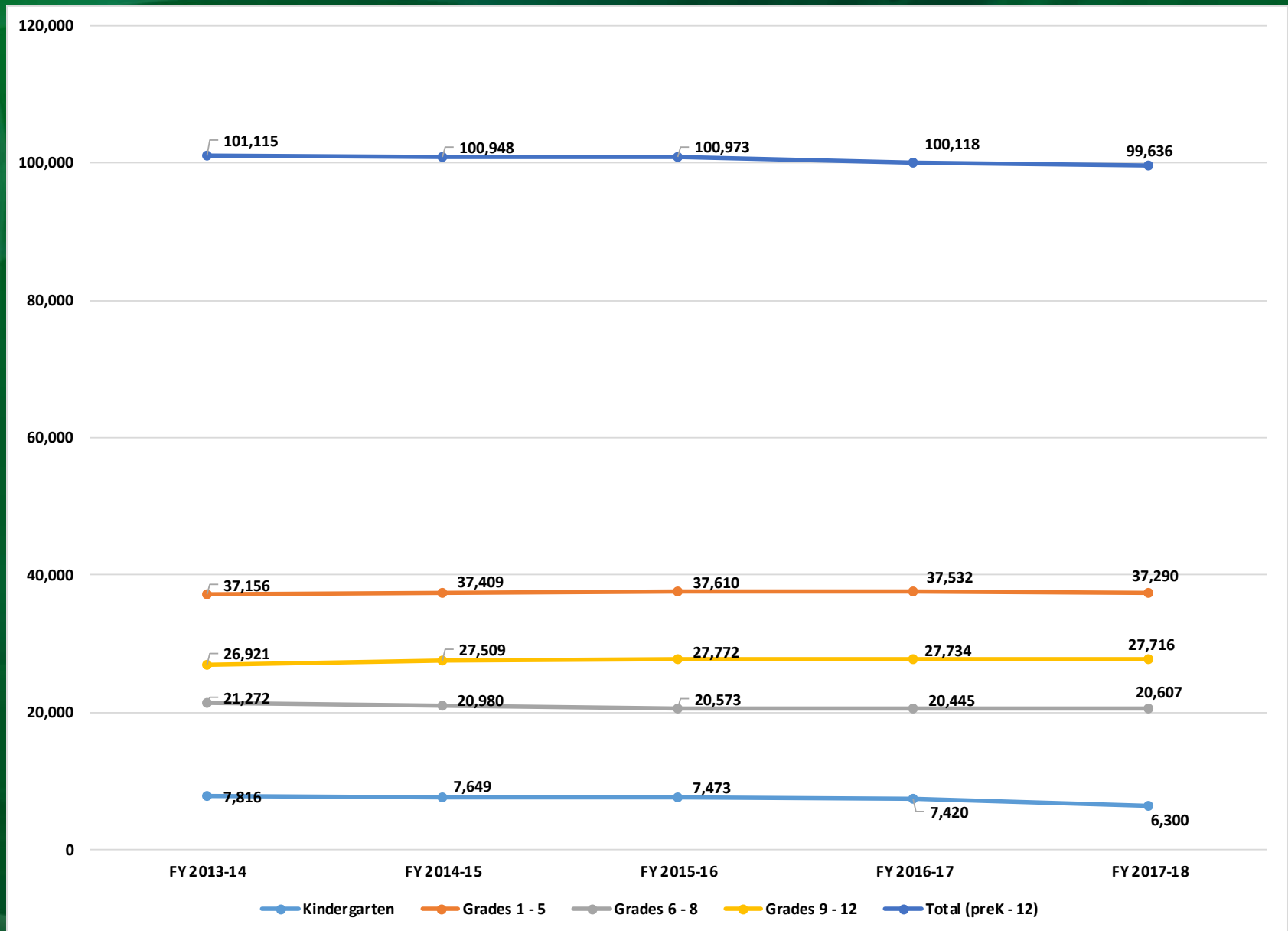


Draft includes estimates for school allocations.

Tentative includes line item distribution of codes, approvals of requests from Cabinet meetings, and 2% reserve.

Working includes new tax rates, salary approvals, carryover & carry forward from previous year, update on revenue projections.

Student Enrollment Trend and Projection Data



IMPACT OF POPULATION DECREASE

- The state changed the enrollment age for kindergarten for the 2017-18 school year, from October 1 to August 1

	<u>FY 2017-18</u>	<u>FY 2018-19</u>	<u>FY 2019-20</u>
Student Population Change	(1,223)	(1,223)	(1,223)
Impacted Grade	K	1st	2nd
Projected State SEEK Revenue Change	0	(2,262,623)	(4,521,365)
<hr/>			
Projected Impact on Allocation			
Teachers (55 quantity)	(3,697,265)	(3,697,265)	(3,697,265)
Itinerant Teachers (6 quantity)	(406,699)	(406,699)	(406,699)
Instructional Assistants (55 qty)	(1,438,525)	0	0
Section 6	<u>(171,220)</u>	<u>(171,220)</u>	<u>(171,220)</u>
TOTAL IMPACT ON ALLOCATION	(5,713,709)	(4,275,184)	(4,275,184)

JANUARY 24th

- Draft Budget
 - Enrollment Projections
- 
- Revenue
- 
- Allocation Standards - \$400 Million plus

TOTAL REVENUE SUMMARY

• General Fund	\$1,220,852,000
• Grants and Awards	\$ 135,211,000
• Education Foundation	\$ 2,284,000
• Activity Accounts	\$ 453,000
• Capital Improvement	\$ 98,407,000
• Enterprise	<u>\$ 95,469,000</u>

TOTAL	\$1,552,676,000
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General Fund Revenue Projections

	2015-16 ACTUAL REVENUE	2016-17 WORKING BUDGET	2017-18 DRAFT BUDGET
LOCAL REVENUE			
General and Personal Property	382,662	399,958	415,363
Delinquent Property	5,017	5,000	5,000
Motor Vehicle	26,861	27,968	28,528
Franchise	9,444	9,626	10,012
Total Property Taxes	423,984	442,552	458,903
Occupational Taxes	151,822	160,931	164,210
Other Taxes and Local revenue	12,637	13,304	13,370
Total Local Revenue	588,443	616,787	636,483
STATE REVENUE			
SEEK Funds	266,225	258,776	254,543
Other State	2,194	2,194	2,194
Total State General Funds	268,419	260,970	256,737
FEDERAL REVENUE (GF)			
Impact Aid	5	5	5
Indirect Costs	6,576	5,809	6,724
Total Federal Funds (GF)	6,581	5,814	6,729
Total General Fund Revenue	863,443	883,571	899,949
State-Paid Benefits	189,563	190,927	190,927
Total GF with State-paid benefits	1,053,006	1,074,498	1,090,876
Beginning Fund Balance	119,208	132,741	129,976
TOTAL REVENUE WITH FUND BALANCE	1,172,214	1,207,239	1,220,852

in 000's

DRAFT BUDGET STATUS - December 2016

REVENUE

	1,220,852,111
less fund balance	<u>129,976,000</u>
Net Revenue	1,090,876,111

EXPENSES

	1,220,852,111
less contingency code	<u>135,436,547</u>
Net Expenses	1,085,415,564

REVENUE OVER EXPENSES

5,460,547

PROJECTED SAVINGS

E-Rate reimbursement	842,808
Unused salary budget (v.c.)	8,000,000
Transportation Reimb.	400,000
PreK Reimb. (Amount unknown)	0

NET AVAILABLE

14,703,355

BUDGET ASSUMPTIONS

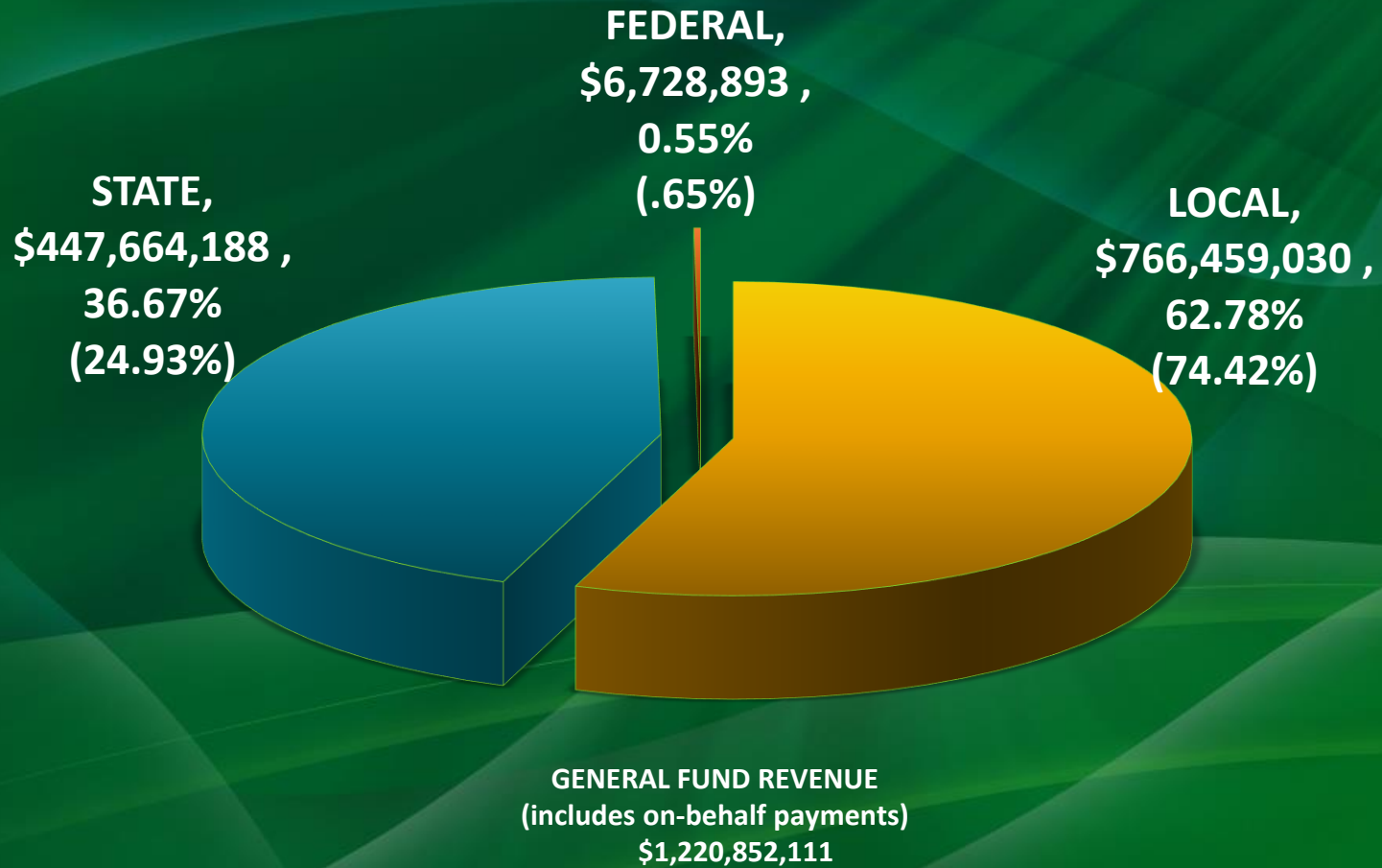
- Cost of Living & STEP included for JCTA and Teamsters ONLY.
- Property revenue based on the possible Board approval of the 4% Rate. (estimated \$14 million).
- BASE SEEK – stays the same per state biennial budget, and so state SEEK decreases as property values increase.
- Occupational taxes still increasing but not at robust pace as post recession years. (These receipts have slowed down).

Compensation (All Funds)

	<u>STEPS</u>	<u>1.5% COLA</u>	<u>CONTRACTUALLY BOUND</u>
JCTA	8,295,734	6,583,885	14,879,620
TEAMSTERS	943,463	738,009	1,681,472
Subtotal	<u>9,239,197</u>	<u>7,321,895</u>	<u>16,561,091</u>

	<u>In the Budget</u>	<u>Not in Budget</u>	<u>NON-COMMITTED</u>
AFSCME	1,385,515	1,396,271	2,781,786
NUTRITION SERVICES	155,040	240,285	395,325
SEIU	248,087	310,030	558,116
ADMINISTRATORS CERTIFIED	1,390,496	1,322,290	2,712,786
ADMINISTRATORS CLASSIFIED	591,181	538,708	1,129,889
NON-REPRESENTED NON ADMIN	146,328	194,460	340,788
Subtotal	<u>3,916,646</u>	<u>4,002,044</u>	<u>7,918,691</u>
TOTAL	13,155,843	11,323,939	24,479,782

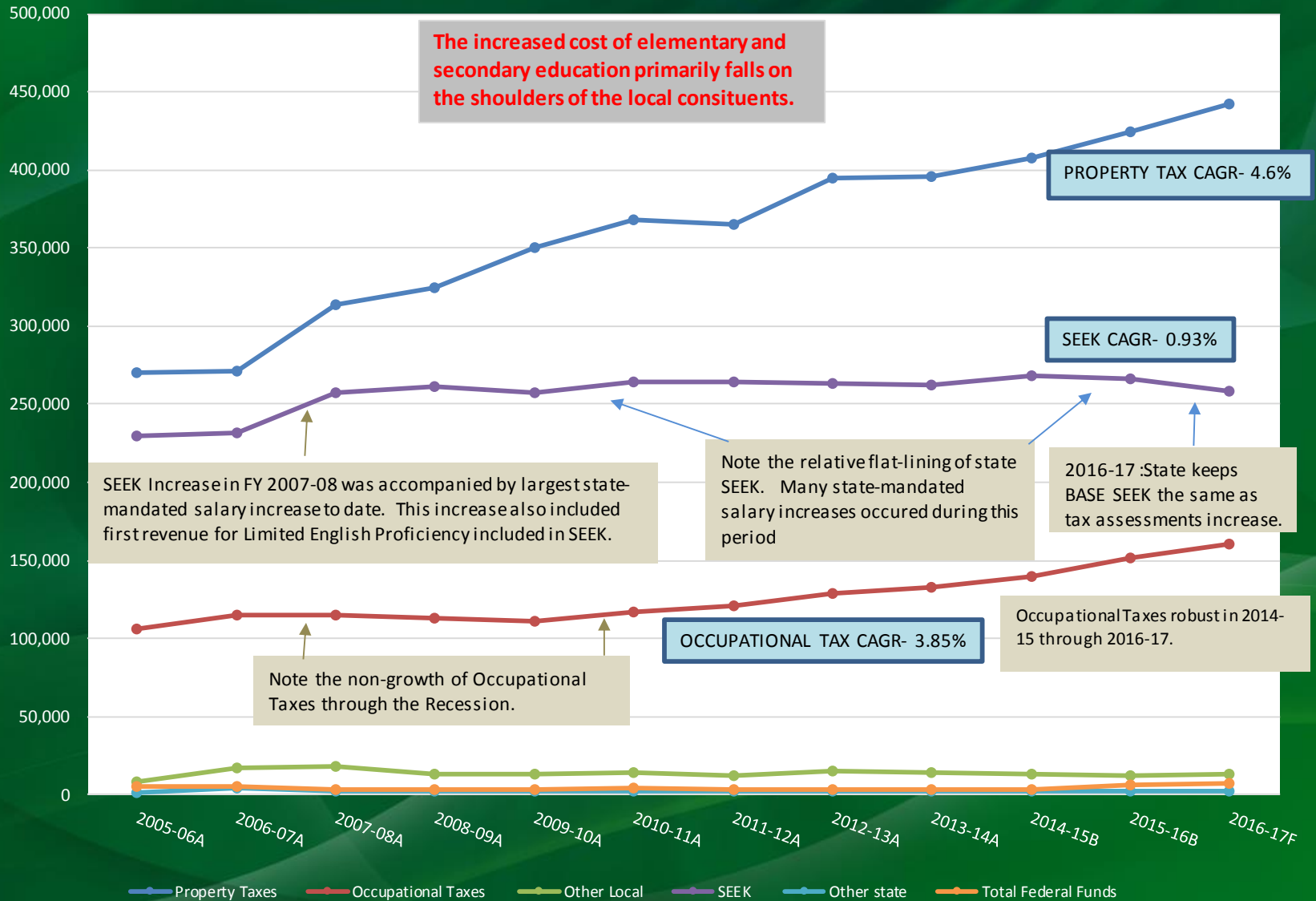
Jefferson County Public Schools General Fund Revenue by Source



Bottom percent is without state-paid benefits included.

JCPS GENERAL FUND REVENUE TRENDS

in 000's



Impact of Property Rate to Homeowner FY 2016-17

	<u>Rate</u>	<u>Annual Tax Impact on \$300,000 House</u>	<u>Total Property Revenue</u>
COMPENSATING RATE	68.1	\$2,043	\$ 447,626,395
4% EQUIVALENT RATE	70.8	\$2,124	\$ 463,444,611
Yearly Difference	2.7	\$81	\$ 15,818,216

Property Tax Rates

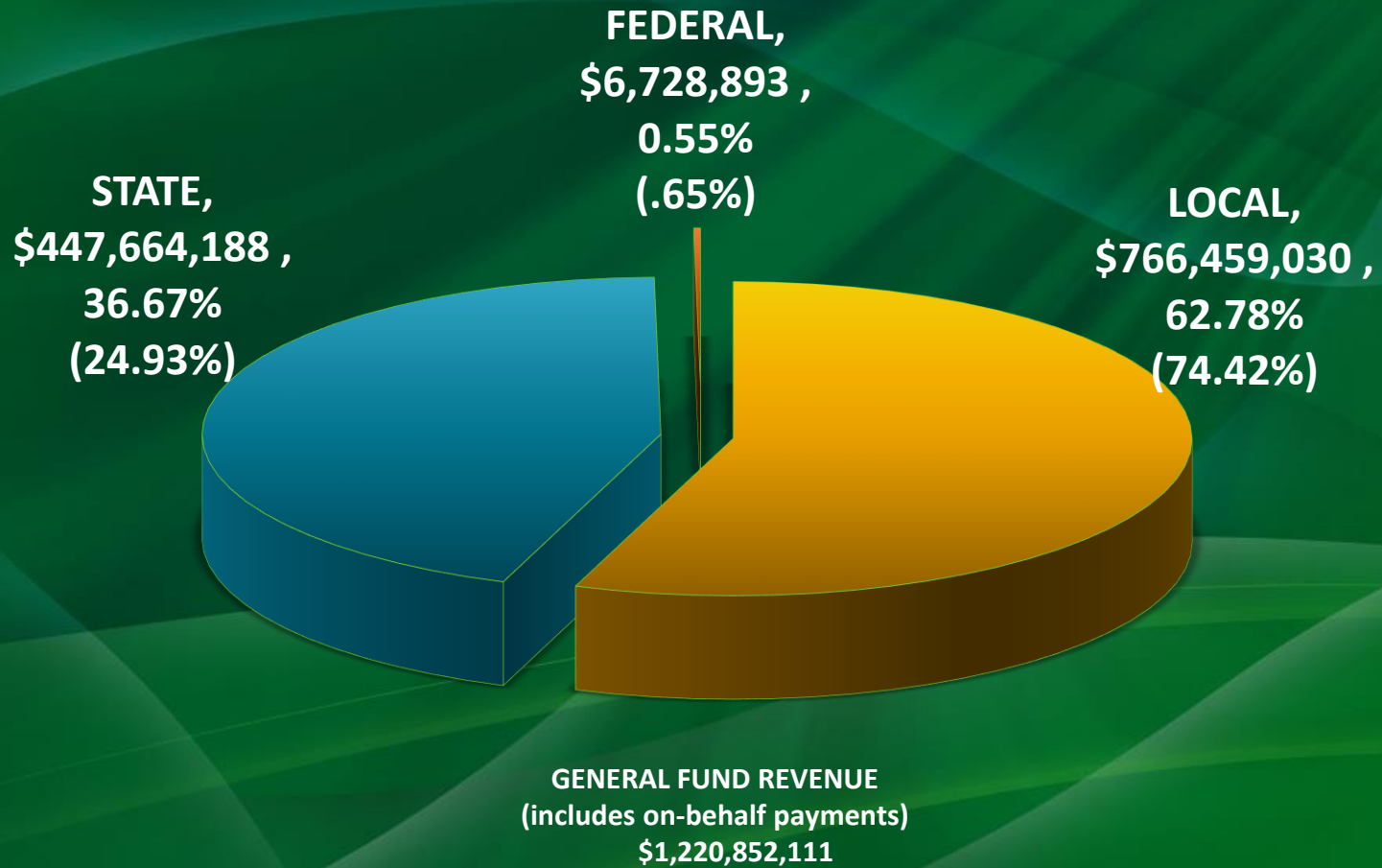
● JCPS Property Tax History

●	FY'06	62.5	HB 940
●	FY'07	61.5	4% revenue rate
●	FY'08	61.5	4% revenue rate
●	FY'09	62.5	4% revenue rate
●	FY'10	64.6	4% revenue rate
●	FY'11	67.6	4% revenue rate
●	FY'12	67.7	Compensating
●	FY'13	70.0	4% revenue rate
●	FY'14	71.0	Other
●	FY'15	71.0	Other
●	FY'16	71.0	4% revenue rate
●	FY '17	70.8	4% revenue rate

● FY'16 Surrounding Counties Tax Rates

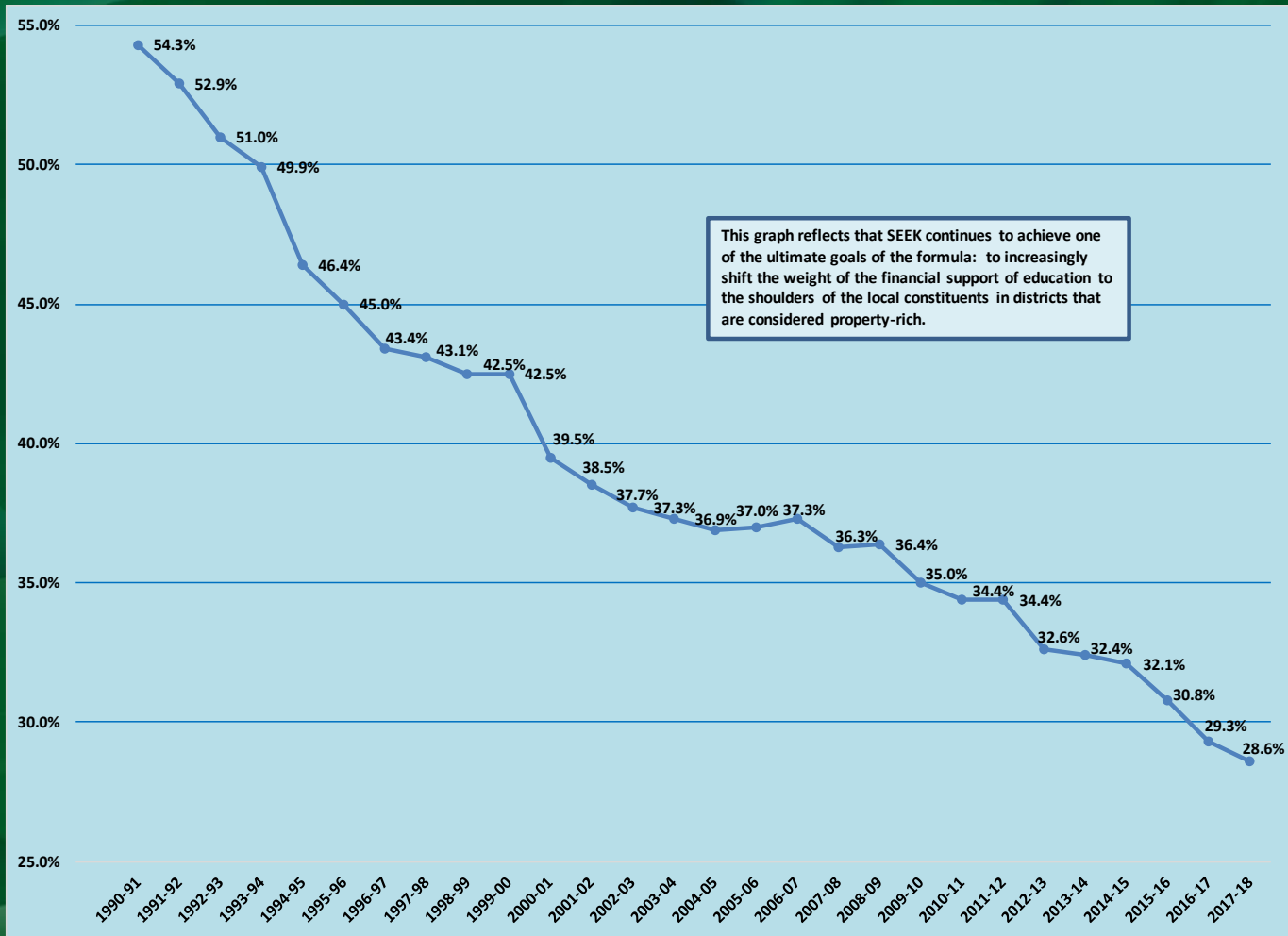
●	Anchorage	98.2
●	Bullitt	66.2
●	Fayette	74.0
●	Nelson	74.0
●	Oldham	76.5
●	Shelby	71.5
●	Spencer	63.0

Jefferson County Public Schools General Fund Revenue by Source



Bottom percent is without state-paid benefits included.

Jefferson County Public Schools FY 1990-91 through FY 2013-14 SEEK Revenue As Percent of General Fund (excluding State On-Behalf Payments)



The Erosion of State Grants

YEAR	FRYSCs	Gifted Talented 1300	ESS 1200	Preschool 1350	PD 1400	Textbooks 160	Safe Schools 168	Flex Focus (Combined total of the 5 programs.)	State Agency Children (KECSAC) 17K0	Read to Achieve 1820	Comm. Ed. 1100	Local Area Vocational Centers 1060	CSI 1050	Every1Reads	Elementary Arts & Humanities 11F0	Total Allocation
FY 2016-17	6,946,763	151,698	3,570,622	10,100,211	1,328,917	2,422,147	861,643	18,283,540	2,459,479	1,358,000	20,000	2,663,437	0	0	0	31,882,917
FY 2015-16	6,983,347	151,698	3,744,877	8,437,447	1,175,000	2,414,866	863,933	16,636,123	2,564,801	1,358,000	20,000	2,663,437	0	451,400	0	30,828,806
FY 2014-15	7,013,311	151,698	2,541,327	9,004,864	998,981	2,416,524	571,448	15,533,144	2,438,997	1,358,000	25,000	2,513,886	0	451,400	0	29,485,436
FY 2013-14	6,908,216	151,698	1,865,337	9,664,110	375,444	0	263,116	12,168,007	2,478,740	1,358,000	20,000	3,006,247	0	451,400	0	26,542,308
FY 2012-13	6,986,680	151,698	1,859,923	10,494,774	375,172	0	260,659	12,990,528	2,478,762	1,358,000	20,000	2,491,512	0	451,400	0	26,928,580
FY 2011-12	7,195,974	156,847	1,884,595	10,102,848	375,172	0	291,980	12,654,595	2,657,907	1,358,000	20,000	2,840,762	0	475,500	43,000	27,402,585
FY 2010-11	7,345,098	156,847	1,977,100	9,631,241	376,703	0	317,850	12,302,894	2,529,380	790,092	20,000	2,760,817	0	475,500	43,000	26,423,628
FY 2009-10	7,857,724	159,074	2,244,559	10,146,436	751,376	87,040	340,325	13,569,736	2,423,452	1,680,000	20,000	2,979,070	0	500,000	43,000	29,232,056
FY 2008-09	7,873,038	159,105	2,190,636	10,003,207	697,505	2,173,066	336,045	15,400,459	2,302,339	1,680,000	20,000	3,079,999	0	500,000	45,980	31,060,920
FY 2007-08	7,915,740	167,605	5,544,300	10,232,383	1,916,680	3,068,894	846,675	21,608,932	2,503,176	1,830,000	20,000	2,991,445	164,577	500,000	48,400	37,749,875
Percent Change	(968,977)	(15,907)	(1,973,678)	(132,172)	(587,763)	(646,747)	14,968	(3,325,392)	(43,697)	(472,000)	0	(328,008)	(164,577)	(500,000)	(48,400)	(5,866,958)
	-12.2%	-9.5%	-35.6%	-1.3%	-30.7%	-21.1%	1.8%	-15.4%		-25.8%	0.0%	-11.0%	-100.0%			-15.5%

General Fund Continues to Supplement Grants

Preschool	
General Fund	5,789,639
General Fund (transportation waiver)	<u>4,500,000</u>
subtotal	10,289,639
State Agency	14,351,237
KERA -Locally Operated Voc Tech	4,596,071
FRYSC Grant	1,106,088
Rescue of Title IV (Safe School Assessment Center)	1,043,199
LEEP	460,853
Center for School Safety	250,000
Adult Ed	163,241
National Board Certification	263,455
TOTAL	<u>32,523,782</u>

JANUARY 24th

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Staffing Requirements - KRS 157.360

	<u>KRS 157.360</u>	<u>JCPS</u>	<u>DIFFERENCE</u>
Teacher Allocation Change			
Grades K - 3	24 to 1	24 to 1	0
Grade 4	28 to 1	24 to 1	4 students per teacher
Grade 5	29 to 1	24 to 1	5 students per teacher
Grade 6	29 to 1	28 to 1	1 student per teacher
Grade 7 through 12 no more than 150 pupil hours	31 to 1	28 to 1 calculated on 140 pupil hours	3 students per teacher
Part of School Media Librarian			
		Full-time librarian allocated. High Schools receive two librarians Elementary and Middle Schools also receive 0.5 librarian	
Section 6			
	<u>702 KAR 3:246</u>	<u>JCPS</u>	
	\$139 per student	Elementary - \$140 per student	\$40 per student
	\$100 per student	Middle - \$130 for less than 850 students	\$30 per student
	STATE BUDGET LANGUAGE	Middle - \$120 for 850 students or more	\$20 per student
		High - \$120 per student	\$20 per student

Current Administrative and Counseling Staff Model - JCPS 2017-18 proposed

ELEMENTARY

ASSISTANT PRINCIPAL 1 for each school

COUNSELOR 1 for each school
2 counselors for enrollment of 660 or more

MIDDLE

ASSISTANT PRINCIPAL 2 for each school
3 assistant principals for enrollment of 700 or more
4 assistant principals for enrollment of 1,300 or more

COUNSELOR 2 for each school
2.5 counselors for enrollment of 900 or more
3.5 counselors for enrollment of 1,100 or more

SECONDARY

ASSISTANT PRINCIPAL 2 for each school
3 assistant principals for enrollment of 1,250 or more
3.75 assistant principals for enrollment of 1,800 or more

COUNSELOR 2 for each school
3 counselors for enrollment of 900 or more
4 counselors for enrollment of 1,100 or more

OTHER PARTICIPATING SCHOOLS

ESL Newcomer
Breckinridge Metro
Waller Williams

FUNDING VISION 2020

FY 2017-18

Cumulative Cost

Current Projected Costs

38,685,840

Additional Proposals

4,000,000

(Individual School Requests,

Renovations for Talent Development Centers)

Subtotal

42,685,840

42,685,840

FY 2018-19

Additional ESL Expansion

4,006,100

Bellarmino Literacy Expansion

1,100,000

Summer Literacy Boost Expansion

2,700,000

Subtotal

7,806,100

50,491,940

FY 2019-20

Additional ESL Expansion

4,502,000

Bellarmino Literacy Expansion

1,100,000

Summer Literacy Boost Expansion

1,834,000

Subtotal

7,436,000

57,927,940

FY 2020-21

Additional ESL Expansion

4,147,100

Summer Literacy Boost Expansion

888,000

Subtotal

5,035,100

62,963,040

Difficult Decisions

- \$14.7 Million in Available Resources
- \$42.7 Million in Proposals tied to Vision 2020 for FY 2017-18
- \$63 Million in Cumulative Requests through FY 2020-21