

Kenai Peninsula Borough
School District



FY23 BUDGET PREPARATION MEETINGS

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FY23 Budget Preparation Review

- Past two years actual – Revenues and Expenditures
- Current year budget – Revenues and Expenditures
- Fund Balance
- Review process for FY23 budget development.
- Review COVID grants
- Input/Questions

General Fund Revenue

	FY20 Actual	FY21 (Unaudited) Actual	FY22 Budget
State Of Alaska	\$91,665,246	\$87,070,694	\$82,223,890
Kenai Peninsula Borough	52,489,253	47,888,909	48,000,000
Other Revenue*	<u>2,228,295</u>	<u>2,893,841</u>	<u>1,180,000</u>
Total Revenue	\$146,382,794	\$137,853,444	\$131,403,890

***Other Revenue:** E-rate, Medicaid, Interest Earnings and Other Miscellaneous

General Fund Expenditures

	FY20 Actual	FY21 (Unaudited) Actual	FY22 Budgeted
Salaries (Includes Step Increases)	\$67,680,570	\$68,392,516	\$62,388,182
Benefits	45,232,686	46,376,691	44,381,231
Workers Compensation	1,251,637	1,251,637	1,251,637
Professional and Technical	1,961,115	1,829,454	1,223,926
Travel (FY20 Includes Extra Curricular Travel)	545,639	142,194	759,940
Utilities	6,980,520	6,877,371	6,853,876
Purchased Services (Includes In-Kind Maintenance and Charter school rent and In-Kind)	11,454,226	10,860,406	11,673,819
Supplies	5,278,909	4,831,726	4,387,345
Other Expenses (Includes in-direct from grants)	(136,305)	(375,528)	(206,643)
Equipment	1,999,040	996,006	817,799
Transfers to Other Funds	<u>864,420</u>	<u>695,000</u>	<u>550,000</u>
Total Expenditures	\$143,112,457	\$141,877,473	\$134,081,112

General Fund Summary

	FY20 Actual	FY21 (Unaudited) Actual	FY22 Budget
Revenue	\$146,382,794	\$137,853,444	\$131,403,890
Expenses – Including Transfers to Other Funds	<u>143,112,457</u>	<u>141,877,473</u>	<u>134,081,112</u>
Excess (Deficiency) of Revenues over Expenditures	\$3,270,337	(\$4,024,029)	(\$2,677,222)

General Fund Budget - Fund Balance

	FY18 Actual	FY19 Actual	FY20 Actual	FY21 Actual
Non-spendable	\$2,074,756	\$1,932,980	\$2,427,700	\$2,081,006
Restricted	3,361,630	3,267,336	2,016,374	2,944,466
Committed	4,289,271	5,584,860	4,366,075	4,022,433
Assigned	2,802,979	1,626,718	9,360,559	5,865,492 *
Unassigned	<u>1,671,218</u>	<u>3,929,885</u>	<u>1,677,222</u>	<u>910,504</u>
Total Fund Balance	<u>\$14,199,854</u>	<u>\$16,341,779</u>	<u>\$19,847,930</u>	<u>15,823,901</u>

* FY21 Assigned fund balance includes \$2,677,222 for subsequent years operations.

Preliminary FY23 General Fund Budget Conversation

Development steps

- #1 – Projected enrollment
- #2 – State of Alaska Foundation funding based on Projected Enrollment
- #3 – Kenai Peninsula Borough funding
- #4 – Start building budget based on Staffing needs
 - Staffing needs based on projected enrollment
- #5 – Other budget considerations

Preliminary FY23 General Fund Budget Conversation

- **State of Alaska – Base Student Allocation** at same levels as FY17, FY18, FY19, FY20, FY21, FY22 and projected FY23 - \$5,930
- **Hold Harmless provision:** If a school district's Adjusted Average Daily Membership (AADM) decreased by five percent or more from one fiscal year to the next fiscal year, the school district may use the last fiscal year before the decrease as the base year to offset the decrease.
 - **FY21 75% of the difference in AADM from base year FY20**
 - **FY22 50% of the difference in AADM from base year FY20**
 - **FY23 25% of the difference in AADM from base year FY20**
- **Kenai Peninsula Borough** – Borough required, and maximum allowable revenue estimate based on projected enrollment.

Preliminary FY23 General Fund Budget Expenditures

- Employee salaries calculated with a step increase
- The Healthcare calculation is based on FY22 High Deductible Health Plan (HDHP) rates + 5%
This amount may be updated at a later date if more information is received
The split for health care is 85/15 per the negotiated agreement
- A lapse calculation of 2% for salaries and benefits
- Utilities based on a 3-year average
- Instructional & Office supply and copy budgets updated based on projected enrollment

KPBSD

COVID-19 RELATED GRANT FUNDS

1. Coronavirus Aid, Recovery and Economic Security (CARES) Act
 1. Elementary and Secondary School Emergency Relief (ESSER) fund
 1. **\$2,295,953 - Fully Expended in FY21.**
 2. March 2020 – June 30, 2021
 2. Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act
 1. Elementary and Secondary School Emergency Relief (ESSER II) fund
 1. **\$9,080,405**
 2. March 2020 – June 30, 2023
3. American Rescue Plan
 - a. Elementary and Secondary School Emergency Relief (ESSER III) fund
 - i. **Amount unknown at this time \$20,414,897**
 - ii. July 1, 2021 – June 30, 2024

KPBSD COVID-19 RELATED GRANT FUNDS ESSER II \$9,088,405

- **Non-Certificated staffing reductions 9.70 FTE from FY21 staffing levels**
 - **\$472,046**
- **Certificated staffing reductions 48.30 FTE from FY21 staffing levels**
 - **\$4,830,000**
- **Maintain PTR at current Levels 28 FTE**
 - **\$2,800,000**
- **Elementary School Counselors**
 - **\$522,011**
- **Student Success Liaisons**
 - **\$355,088**

Period of Availability: March 13, 2020 – June 30, 2023

KPBSD COVID-19 RELATED GRANT FUNDS ESSER III \$20,414,897

Will be used to maintain staffing levels currently being supported by ESSER II, through the period of availability.

20% of the ESSER III funding, \$4,082,979, shall be reserved to address learning loss through the implementation of evidence-based interventions, such as summer learning or summer enrichment, extended day, and comprehensive afterschool programs.

FY23 Budget Input/Suggestions

Please provide budget input/suggestion to the Director of Finance Elizabeth Hayes

ehayes@kpbsd.k12.ak.us

Thank you for your participation in KPBSD's budget process!

KPBSD Finance Department: go.kpbsd.org/finance
The mission of the Kenai Peninsula Borough School District is to empower all learners to positively shape their futures.



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