



Fiscal Year 2010 Proposed Budget

Charlotte Ciancio, Superintendent

Don Herman, Chief Operations
Officer

Mapleton Public Schools

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- Ms Cynthia Croisant - Vice-President
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Business Services Administration

- Shae Hendershot, Director of Business Services

Budget by Fund – (Appropriation)

<i>Fund</i>	<i>Appropriation</i>
<i>General Fund</i>	46,049,100
<i>CPP Preschool Fund</i>	1,386,995
<i>Governmental Grants</i>	5,969,250
<i>Capital Reserve Fund</i>	3,530,800

Budget by Fund – (Appropriation)

<i>Fund</i>	<i>Appropriation</i>
<i>Insurance Reserve</i>	497,140
<i>Bond Redemption Fund</i>	2,956,175
<i>Food Service Fund</i>	2,156,775
<i>Total</i>	62,546,235

Budget Timeline FY 10

- **October, 2009** - District conducts official pupil count for FY 10
 - **November, 2009** - District begins pupil count projections for FY 11
 - **December 31, 2009** – District completes Supplemental Budget with updated pupil count data
 - **January, 2010** - District begins ending fund balance projections for FY 11
 - **January, 2010** - District calculates staffing and budget allocations for schools
 - **February, 2010** - Budget workbooks distributed to budget managers
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Budget Timeline

- **March, 2010** - Budget information reviewed by School Accountability Committees
- **April 1, 2010** - Budget workbooks due from budget managers
- **April, 2010** - Budget Reviewed by District Accountability Committee
- **May, 2010** - Budget compiled
- **May 31, 2010** - Proposed budget provided to Board for review
- **June 8, 2010** - Budget presented to Board and Public
- **June 22, 2010** - Budget adopted by Board of Education

Budgeting Process in Mapleton

- All Budgeting Processes Begin at the Same Place:
 - Estimating revenues for current year
 - Estimating expenditures for current year
 - Estimating revenues for coming year
 - Estimating expenditures for coming year
 - Calculating the impact on fund balance

End of Year Revenue Projections for FY 2009

- Budget adjusted in October to accommodate changes in funding due to pupil count.
- Budget adjusted again in May to accommodate for anticipated ARRA Funds.
- Revenues monitored carefully to determine what percentage of our funding will actually be received.

End of Year Expenditure Projections for FY 2009

- As with revenues, expenditures must be anticipated to create an accurate budget, including any remaining fund balance.
- All budget lines are run through a projection calculation to determine if they will be spent to budget, under/over budget, or carried over to FY 10.

Revenue Projections for FY 2010: Public School Finance Act

- Public School Finance Act funds all school districts in Colorado according to a funding formula.
- Of this total funding designated for schools, the state looks first to property taxes, then “backfills” the remainder with state aid.

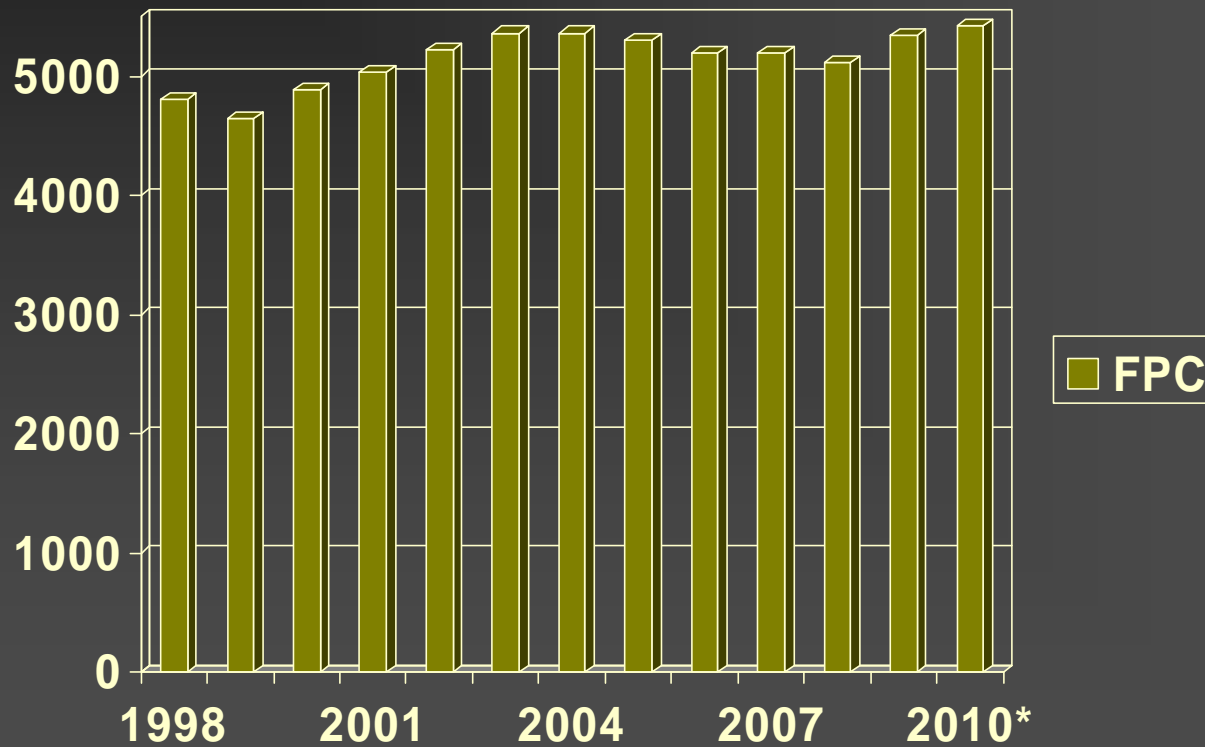
PSFA Funding

- Public School Finance Act revenue (called State equalization revenue, or “state aid”) is provided through state revenue raised primarily from state income taxes.
- State aid, including categoricals, now comprises more than 60% of the district’s total revenue.

Revenue Projections for FY 2010

- The total amount of state equalization funding allotted to the district depends heavily on pupil count; the more pupils enrolled, the more funding we receive.
- Funded pupils are estimated carefully each year.

Enrollment Patterns



Revenue Projections

- Projected Enrollment for FY 2010 – 5,423 FTE
- Current Enrollment for FY 2009 - 5,338 FTE
- Enrollment Change – (+85)
- Increase is due primarily to the addition of the North Valley School for Young Adults, as well as higher overall retentions at the remaining schools.

Revenue Projections

- Current Base Funding FY 2009:
\$5,270.13
- Final CPI: 3.90% for Calendar Year 2008
(From Denver/Boulder CPI-U)
- Add 1% for Amendment 23
- Total Base Funding Increase 4.90%

Revenue Projections

- CDE Spreadsheet on Public School Finance Act - Preliminary
- Base Funding FY 2010, including Amendment 23: \$5,507.68 (includes FY 10 rescission)
- Base Funding already adjusted for additional 1% beyond inflation as proscribed by A-23

Revenue Projections (PPF)

- Current Total Program Funding:
\$37,793,742
 - Current Per Pupil Funding (PPF):
\$7,029.30
 - Projected Total Program Funding:
\$40,519,319
 - Projected Per Pupil Funding (PPF):
\$7,472.00
-

Revenue Projections (PPOR)

- Projected Per Pupil Funding (PPF): \$7,472.00
- From this, \$313/pupil must be moved to the Capital Reserve Fund, and can only be spent on capital projects, under state law.
- Per Pupil Operating Revenue: \$7,159
- Total Program increase to General Fund: \$1,300,854

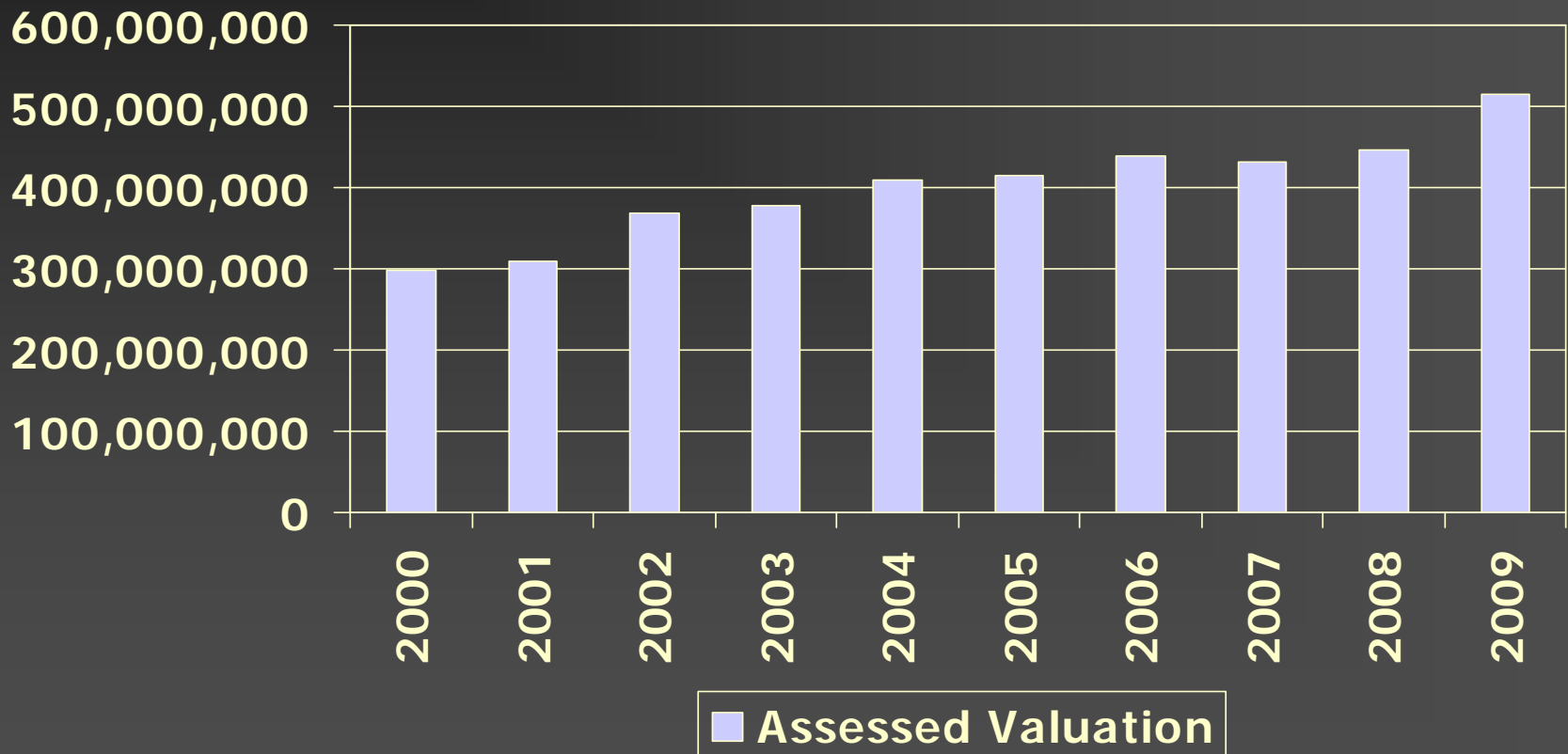
Revenue Projections

- From this increase, the District MUST reserve \$766,300 to return to CDE on January 29, 2010. Multiple sources have confirmed that this will indeed happen.
- In addition, District cash reserves were increased to ensure the District is able to meet obligations in February.
- Budget cuts in various departments allowed the District to arrive at a balanced budget for FY 2010.

Property Taxes

- Property taxes are based on the *mill levy* multiplied by the *assessed valuation*
- Assessed Valuation: Value of property within a set boundary multiplied by an assessment rate
- Mill levy: Rate of Taxation based on property values

District Assessed Valuation



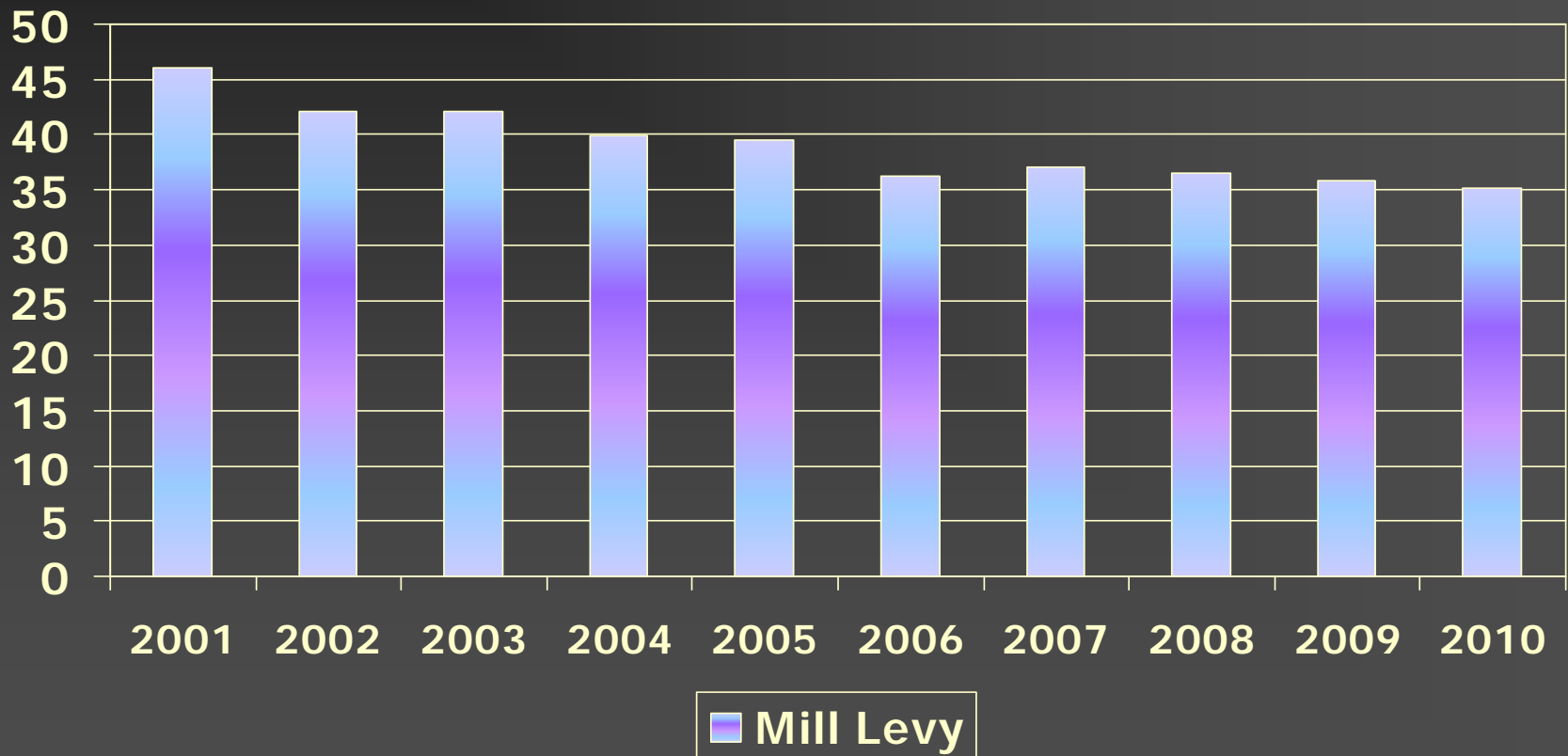
Property Taxes

- Since the passage of the mill levy override, district mill levy has decreased with rise in assessed valuation
- Projections show a significant increase in assessed valuation for CY 2010 (14.99%)

Property Taxes

- The district mill levy will decrease for FY 2010:

District Mill Levies



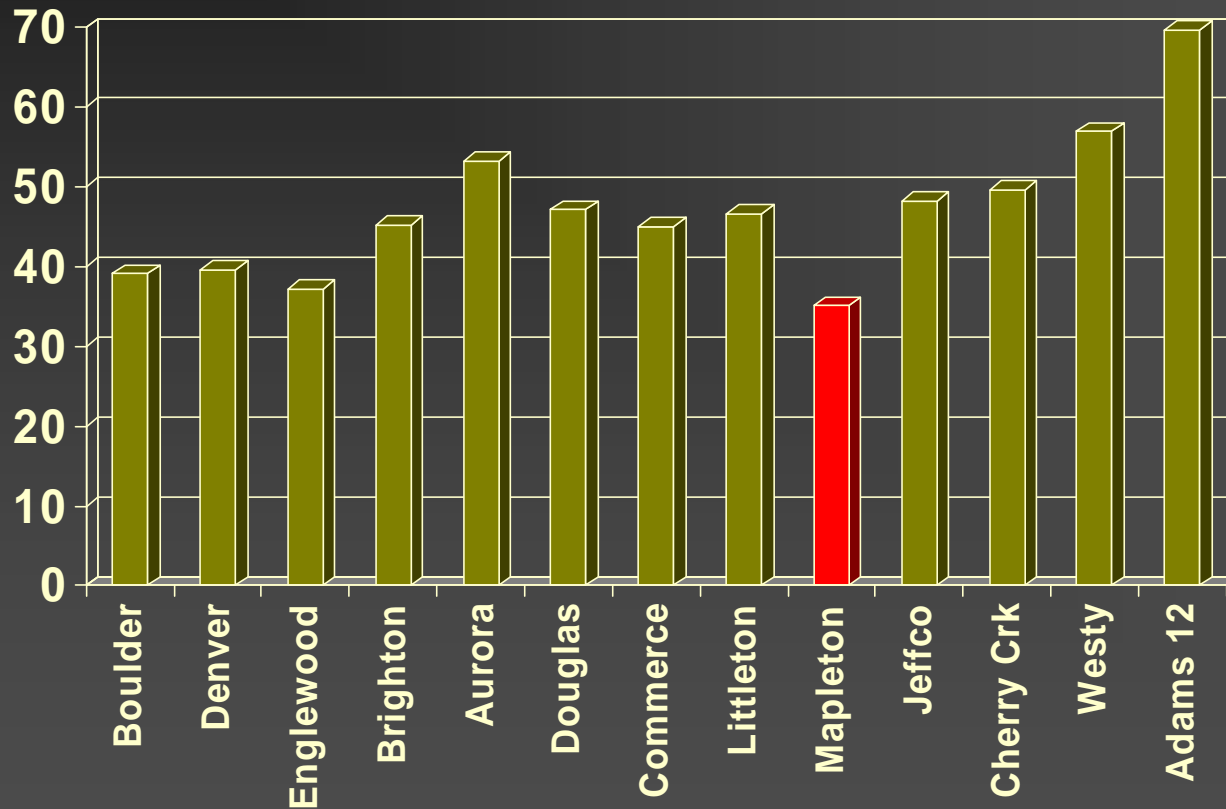
Property Taxes

- General Fund Mill Levy: 26.496
- Override Mill Levy: 5.253
- Bond Fund Mill Levy: 3.341
- Total Mill Levy for CY 2010: 35.090
- Current Mill Levy: 35.852
- Decrease of 2.13%
- Lowest school district mill levy since 1991

What Does This Mean for Taxpayers?

- Tax on \$100,000 of home value will be \$279.32/year
- (\$100,000 value) X (assessment ratio, 7.96%) = taxable value
- Taxable value X (mill levy, .035090) = yearly tax
- Last year's figure: \$285.38/year

Mill Levy Comparisons



What Does This Mean for Taxpayers?

- Please remember that this calculation **only accounts for school district mill levies**. There are many other entities that adopt mill levies, such as cities, counties, fire districts, water districts, library districts, and recreation districts – to name a few.

Estimating Expenditures for the Coming Year

- Project revenues and build spreadsheet
- Start building in known changes to budget
- Salary schedule changes will be one of the biggest costs
 - Negotiations with all employee groups
 - Budget for Vertical moves, Horizontal moves, Base increases

Estimating Expenditures for the Coming Year

- Mapleton budget process for FY 2010 is based on a weighted allocation model.
- Schools pay for instructional supplies/materials, purchased services and administrative supplies.

Estimated Expenditures for the Coming Year

- The district pays for all staff, utilities, and central support (transportation, maintenance, etc.)
- Schools are given a per pupil allocation, based on various factors unique to each school.

Mapleton's Weighted Formula

- The weighted formula adjusts a base per-pupil funding of \$184 per pupil for the following:
 - Size Factor (if below district average, more funding)
 - Free Lunch Factor (if above district average, more funding)
 - ELL Factor (if above district average, more funding)
 - Staff Experience Factor (based on proportion of total experience “points”)

Mapleton's Weighted Formula

- A similar weighting formula is used to distribute staff.
- The staffing begins with a base staffing factor, determined by the number of sections being taught at each school.
- Adjustments are made as above, without the “staff experience” factor.
- Schools may convert staff FTE to paraprofessional or office staff hours.

Estimating Expenditures

- Schools budget for instructional supplies and materials.
- Budget workbooks collected from buildings and departments
- Adjustments made until expenditures balance with revenues

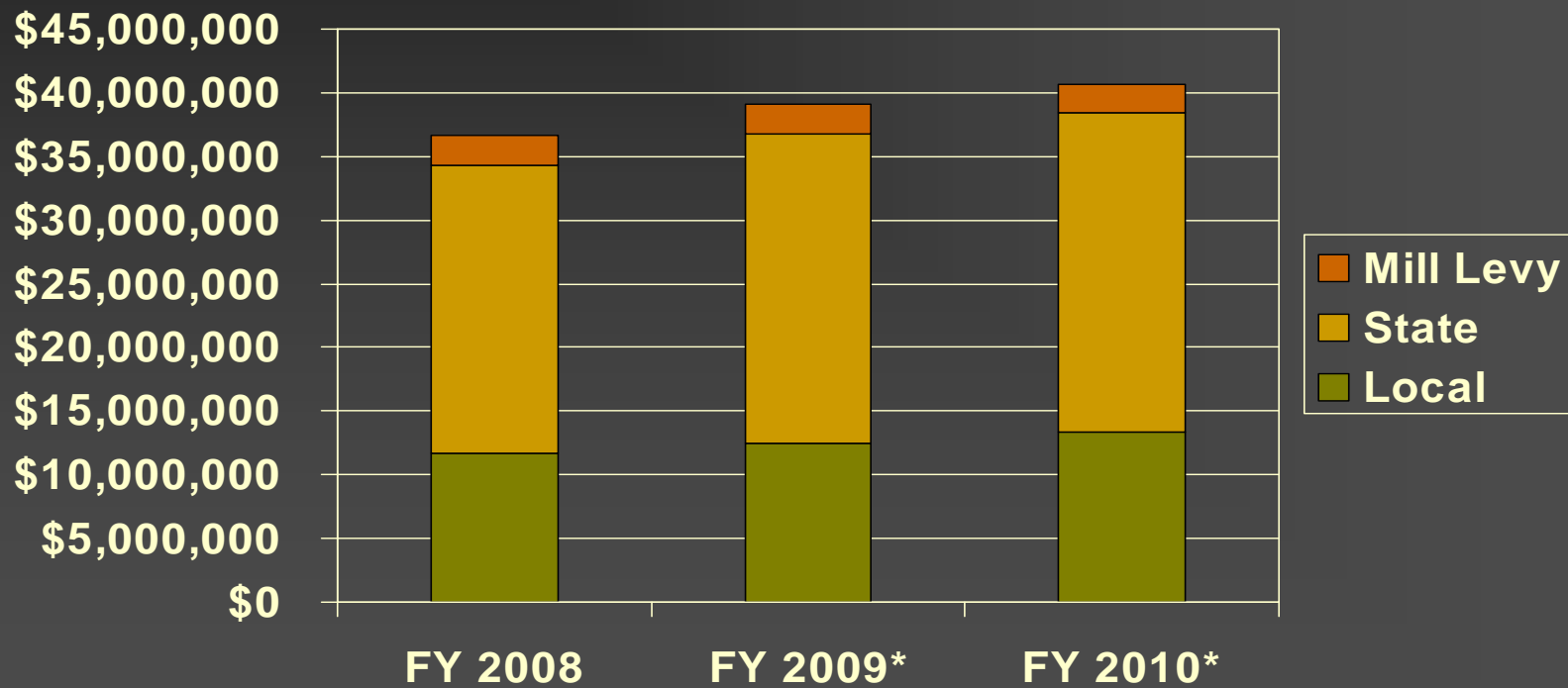


Budget Specifics – Fund by Fund

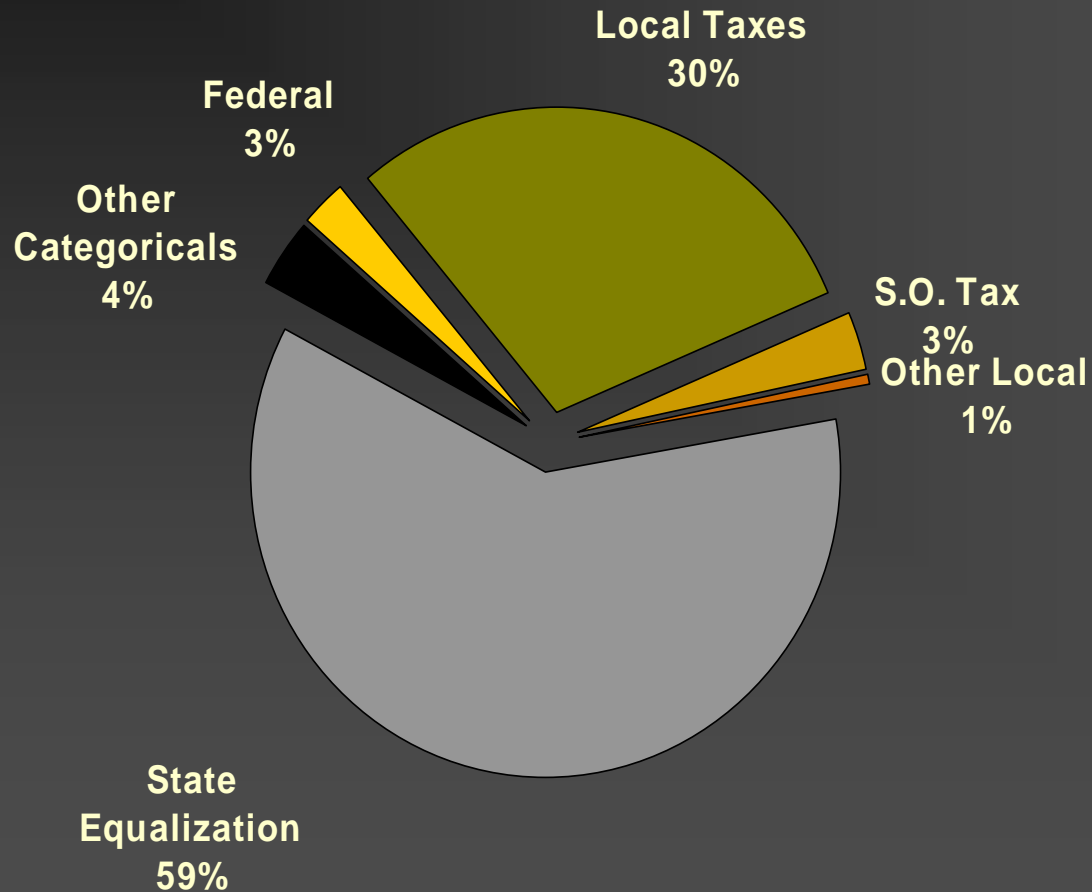
General Fund

- Largest fund in the District, handles the majority of the daily activity – payroll, utilities, supplies/materials, almost all instructional expenditures.
- Equipment is purchased primarily from the Capital Reserve fund

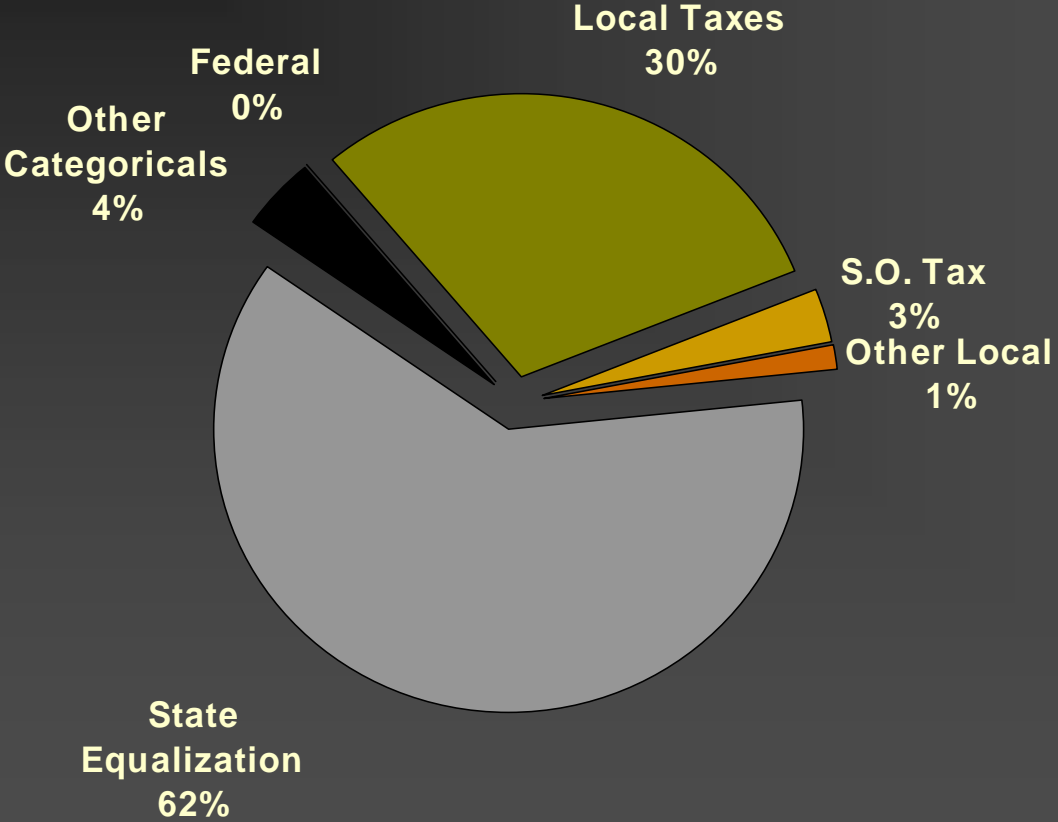
General Fund Revenue



General Fund Revenue



General Fund Revenue - Prior Year



Other Revenues

- Categorical Funding
 - State ECEA (Special Education) \$974,840
 - Transportation (\$375,740)
 - Vocational Education (\$-70,000)
 - English Language Proficiency Act (\$163,250)



General Fund Operating Revenue

\$41,390,000



General Fund Expenditures

General Fund Expenditures

- Salaries
- Benefits – PERA (increasing 0.9% in January), Medicare, Health Insurance
- Purchased Services
 - staff development
 - equipment rental
 - maintenance contracts

General Fund Expenditures

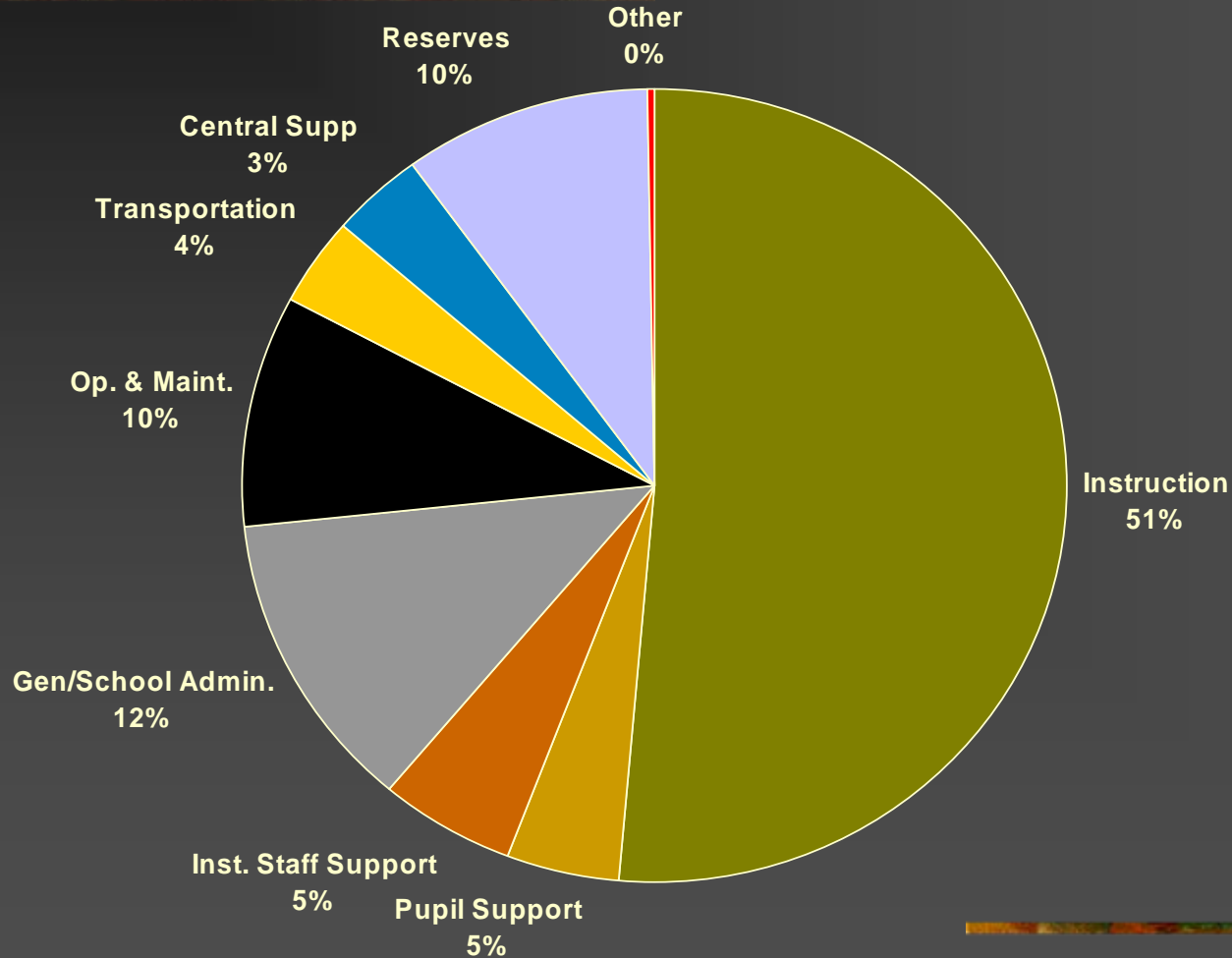
- Supplies & Materials
- Capital Outlay (Equipment)
- Other Expenditures



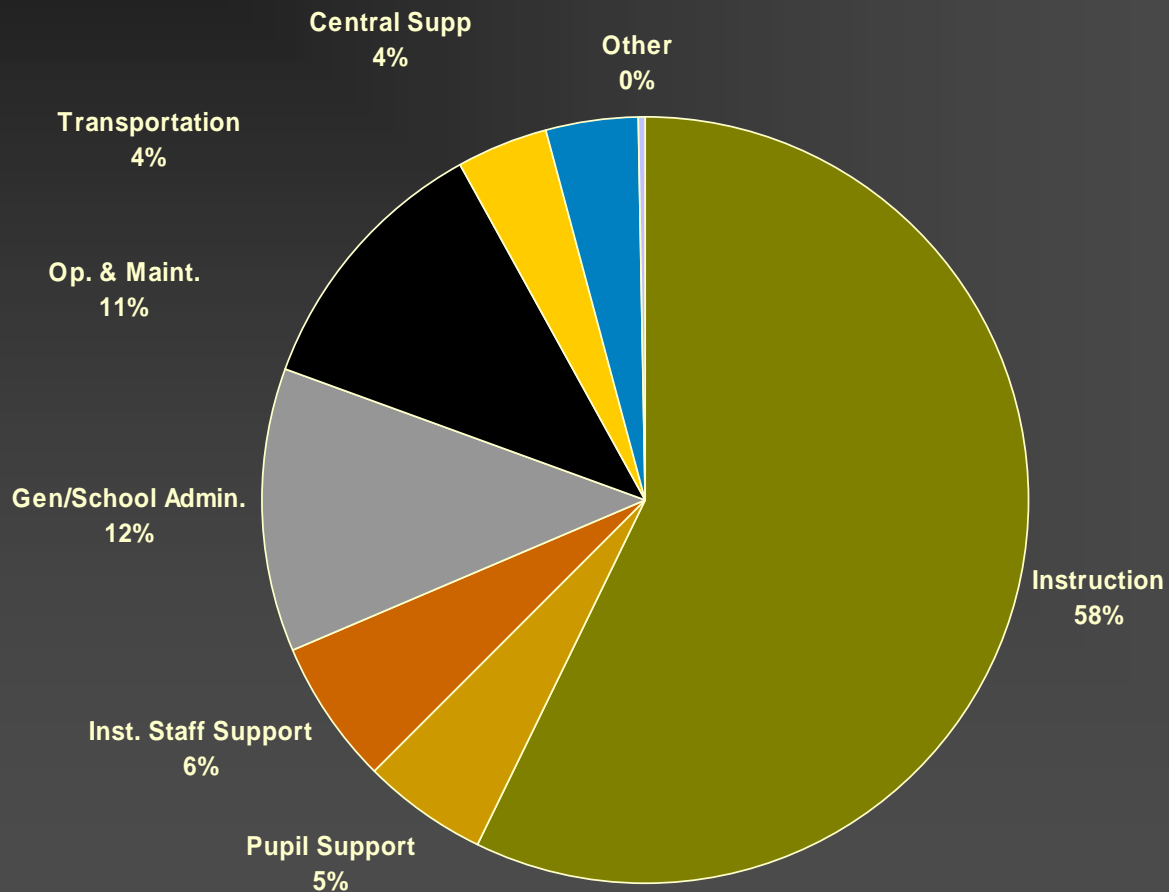
Total General Fund Expenditures and Reserves

\$46,049,100

FY 2010 General Fund Expenditures



FY 2009 Estimated Actual Expenditures



Changes from FY 2009

- The district General Fund appropriation increased by 4.89% from FY 2009.
 - The majority of this increase (35.7%), however, is required to be held in reserve until January 29, 2010. Multiple sources have *strongly warned* against its use.

Changes from FY 2009

- Another 24.9% of the increase went toward instruction for new teachers at new grade levels at Highland, York and North Valley School, as well as the 0.9% increase to PERA contributions for teachers.

Changes from FY 2009

- General Fund reserve increases beyond the required set-aside of State Equalization funding made up another 35% of the appropriation increase. This was necessary to ensure the district has enough cash on hand to meet payroll in February.

Changes from FY 2009

- The instruction budget will increase considerably after the supplemental budget is approved in December. The increase of \$639,818 in General/School administration is due to the late budget process this fiscal year. All school supply budgets used the school director's supply budget line as a placeholder until actual distributions could be made. More than \$500,000 of these funds will be added to instruction.

Changes from FY 2009

- Certified, Classified and Administrative salaries were frozen at FY 2009 levels into FY 2010.
 - No horizontal or vertical moves.
 - No base increases
- This saved the district over \$1,000,000 in moves, and another \$1.5 million in pre-negotiated base increases.

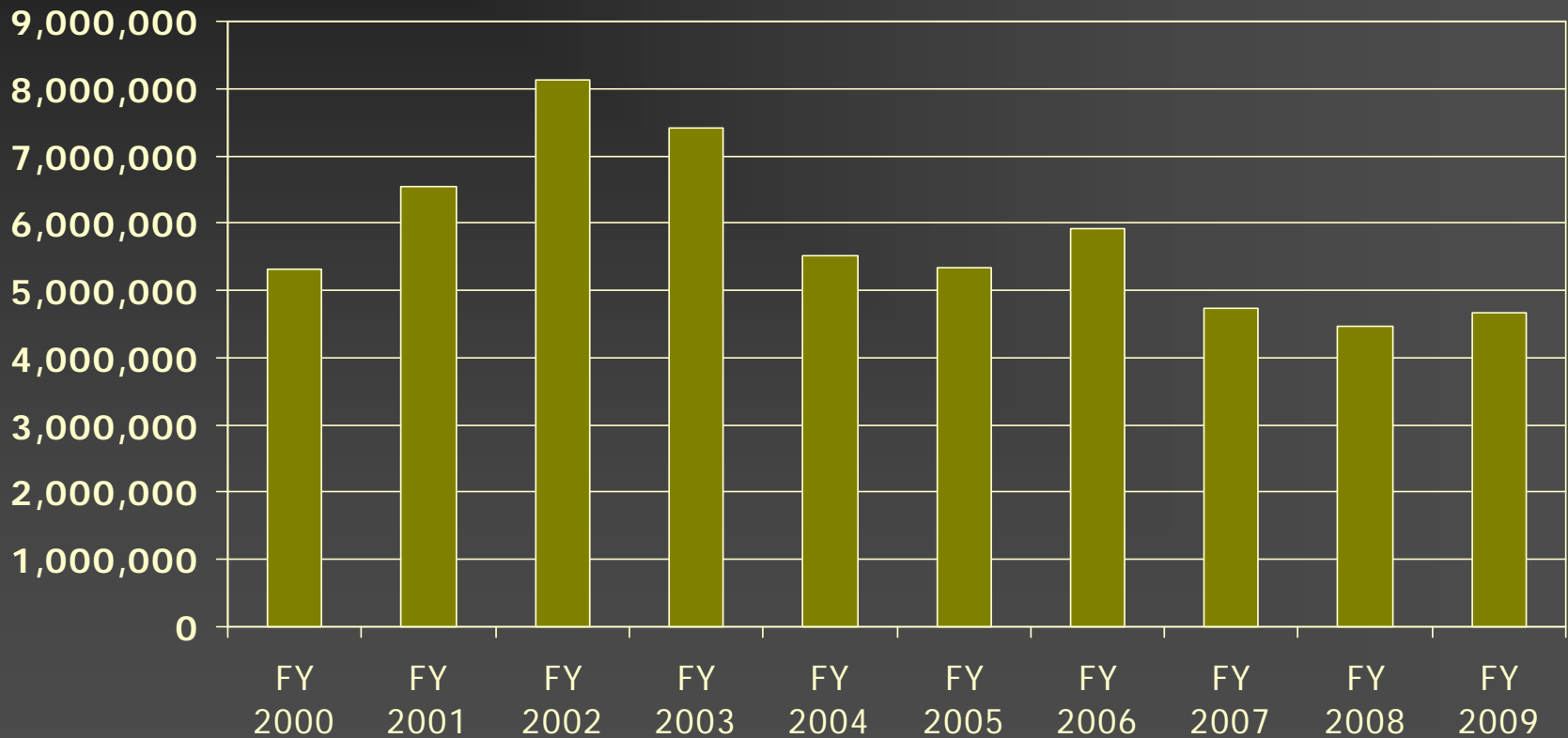
Fund Balance

- Fund balance is the difference between actual revenue and actual expenditures
- A portion of the fund balance funds the reserves
- The remainder is unreserved and potentially spendable

Fund Balance

- Audited fund balance at end of FY 2008
 - \$4,333,304
- Anticipated total revenue FY 2009
 - \$39,854,160
- Anticipated total expenditures FY 2009
 - \$39,528,364
- Projected fund balance beginning FY 2010
 - \$4,659,100

Fund Balance History





Mill Levy Funds

\$2,700,000

Mill Levy Election 2000

- Providing more adults for students, including classroom aides, teachers and tutors;
- Improving classroom technology by replacing outdated computers and equipment; and
- Providing textbooks, classroom materials, and science lab supplies and equipment.

Mill Levy Expenditures FY 2009

- Maintaining existing Teachers and Paraprofessional Staff: (\$2,105,150)
- Continue to fund mental health services (\$369,500)
- Technology upgrade lease payments (\$175,350)
- Additional instructional supplies/materials (\$50,000)
- TOTAL: \$2,700,000



Other Funds

Colorado Preschool Program Fund

- Revenue: \$1,308,895
- Fund created to track revenue and expenditures related to the CPP program.
- This fund is optional; law change allows fund to roll into General Fund

Colorado Preschool Program Fund

- Expenditures: \$1,386,995
 - CPP Expenditures (\$779,730)
 - CPP Administration (\$164,800)
 - Tuition Preschool, Kindergarten (\$34,800)
 - Operations & Maintenance (\$310,200)
 - Reserves (\$97,465)

Colorado Preschool Program Fund

- Total Appropriation: \$1,386,995

Governmental Grants Fund

- Fund created to track local, state and federal grants awarded to the district.
- Fund organized by grant, with accounts created according to acceptable grant specifications

Governmental Grants Fund

Title I	\$1,188,520
Title I ARRA	\$686,978
Title IA	\$33,500
Title IC	\$17,810

Governmental Grants Fund

Title II	\$250,599
Title IIA	\$30,581
Title IID Technology	\$11,062
Title IID ARRA	\$24,672

Governmental Grants Fund

Title III ELL	\$203,234
Title III Migrant	\$84,941
Title IV Safe & Drug Free	\$14,829
Title V Innovative Programs	\$862

Governmental Grants Fund

Title VIB IDEA	\$1,795,746
Title VIB ARRA	\$1,116,443
Early Childhood	\$41,800
Early Childhood ARRA	\$39,682

Governmental Grants Fund

Headstart	\$136,167
Counselor Corps Grant	\$138,895
Other Grants	\$152,929

Governmental Grants Fund

- Total Appropriation: \$5,969,250

Capital Reserve Fund

- Revenue: \$3,161,400
 - Primarily from required transfer from General Fund, plus an additional amount from mill levy funds for instructional equipment, building rental (New America Schools), and \$650,000 in capital lease proceeds.
 - Funds in capital reserve are not expended for operating expenses, such as salaries, benefits or consumable supplies, such as books or paper.

Capital Reserve Fund

- Expenditures: \$3,530,800
 - School Site Improvements (\$557,800)
 - Other Site Improvements (\$197,050)
 - School Instructional Equipment (\$816,000)
 - Other Equipment (\$40,000)
 - Certificates of Participation (\$417,250)
 - GLA/VV Addition Lease (\$302,650)
 - Computer Plan Lease (\$175,350)
 - Energy Performance. Contract Lease (\$430,000)
 - Bus Lease (\$75,100)
 - Modular Lease (\$35,100)
 - Other Expenditures (\$100,150)
 - Reserves (\$384,350)

Capital Reserve Fund

- Total Appropriation: \$3,530,800

Insurance Reserve Fund

- Revenue: \$474,350
- Fund created to handle all risk-related activities of the district (e.g., liability insurance, workers compensation, board errors & omissions, bonding, etc.)
- Revenue from General Fund transfer

Insurance Reserve Fund

- Risk Management salary (\$31,450)
- Repairs/Replacement (\$50,100)
- Property Insurance (\$83,150)
- Equipment Insurance (\$2,850)
- Liability Insurance (\$68,700)
- Fidelity Bond (\$1,050)
- Workers Compensation (\$234,100)
- Reserves (\$25,740)

Insurance Reserve Fund

- Total Appropriation: \$474,350

Bond Redemption Fund

- Revenue: \$1,718,075
- Fund required by law for maintenance of tax collections and payments of principal and interest on district bonded debt.
- Revenue derived from a separate mill levy approved by voters.

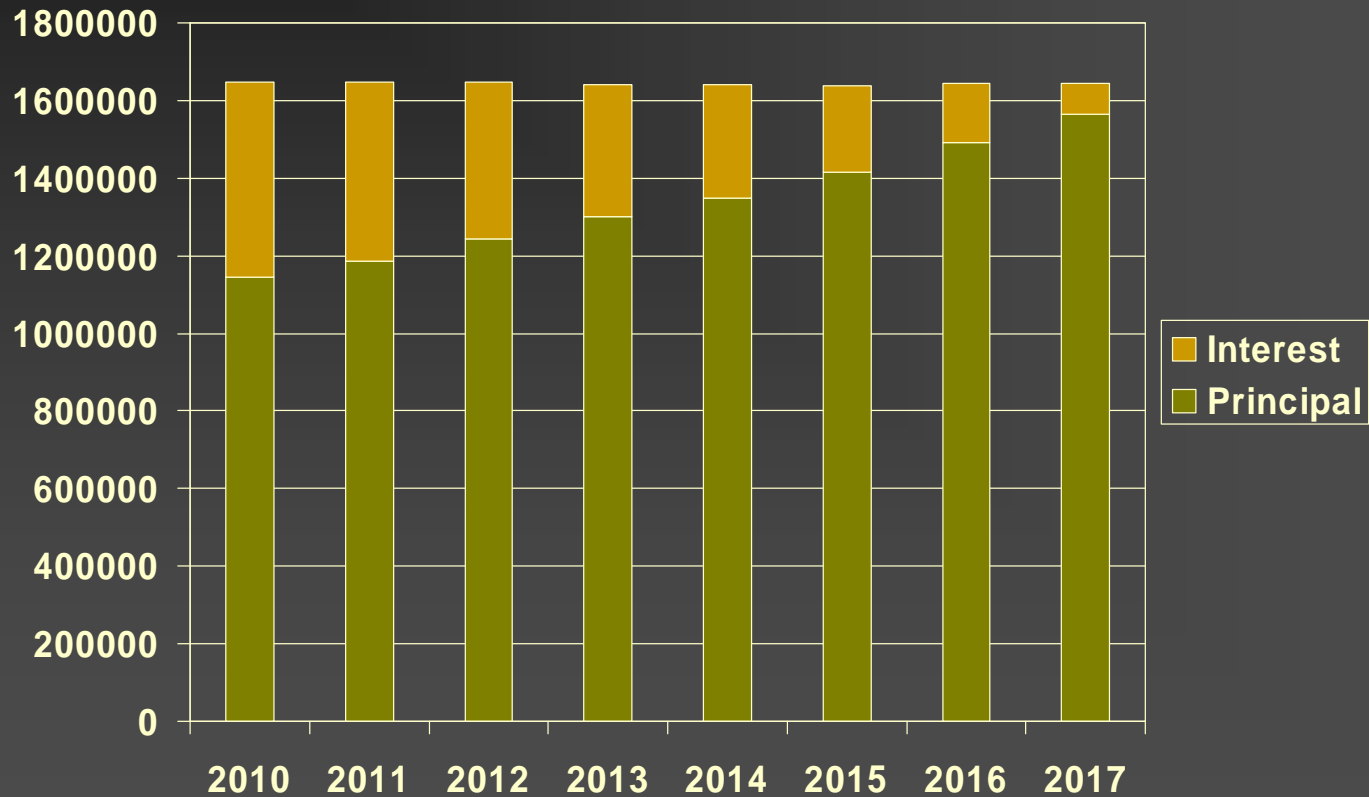
Bond Redemption Fund

- Interest Payments (\$523,350)
- Principal Payments (\$1,100,000)
- Reserves (\$1,329,325)
- Other (\$3,500)

Bond Redemption Fund

- Total Appropriation: \$2,956,175

Bond Payment Schedule



Food Service Fund

- Revenue: \$1,993,235
- Proprietary Fund – requires calculation of net Income, profit/loss statements.
 - Goal of Food Service is to keep expenditures in line with revenue.
 - General Fund provides minimal support (\$10,750/year, plus capital investment for kitchen remodeling, large equipment, etc. Capital investment for FY 2010 is zero.)

Food Service Fund

- Salaries/Benefits (\$839,600)
 - Equipment Repair (\$18,500)
 - Other Purchased Services (\$48,145)
 - Supplies and Food (\$831,980)
 - Equipment and Depreciation (\$216,300)
 - Other (\$2,250)
 - Reserves (\$200,000)
-

Food Service Fund

- Total Appropriation: \$2,156,775



Final Items

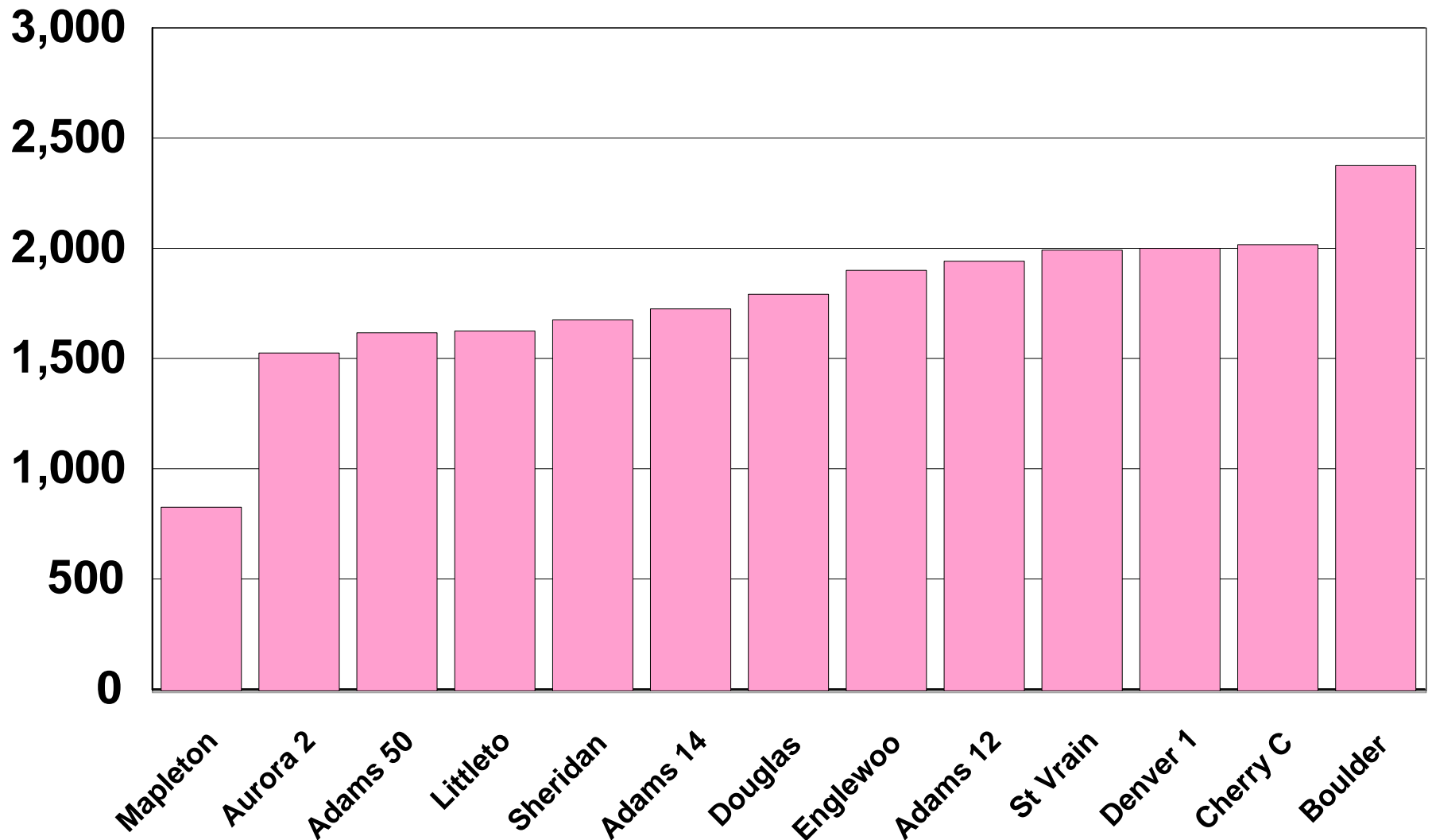
Viability

- Can Mapleton Public Schools survive this financial crisis?
 - YES!
 - Part of the pain felt this year was in rectifying cash flow problems.
 - Part of the pain was in the almost \$800,000 cut in state funding

Viability

- And finally, the REAL pain we feel here in Mapleton is in attempting to provide foundational reform with – at MOST – *half* the additional resources available to all other districts in the area:

Additional Funding per Pupil



Final Items

- The district budget presentation and Proposed Budget is available online at www.mapleton.us; and is available at the front office during regular business hours.

Final Items

- The district budget complies with applicable state law, including 22-44-105(2). Formal compliance statements are found on page 15.



The End
