



# **Kyrene Budget Update**

## **Governing Board Meeting**

**March 17, 2009**

# Federal Stimulus Bill Impact

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- Title I – Economic Disadvantaged
  - Kyrene - \$0
- IDEA – Special Education Services
  - Kyrene - \$3,960,000
  - April 2009 and October 2009
  - One time allocation – will not be continued
- State-Wide Impact
  - Kyrene – unknown



# Process

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- Seeking input from employees and community members on budget reduction ideas.
- Working with DLC to identify and prioritize budget needs.
- Committed to ongoing communication through various means.



# Process

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- Developed multiple scenario's to ensure KSD is prepared
- 'Worst Case' scenario
- 'Chairman's Option' scenario
- 'Better Case' scenario



# 2009-10 Budget Limit

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- 2008-09 GBL \$106,437,796
  - 2009-10 GBL \$ 93,456,362
- Based on '**Chairman's Option**' Scenario
- Difference (\$ 12,981,434)



# 2009-10 Budget Limit

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- 2008-09 GBL \$106,437,796
- 2009-10 GBL \$ 96,000,000  
Based on '**Better Case**' Scenario
- Difference (\$ 10,437,796)



# Budgeting Options

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- Options
  - Decrease expenses
  - Increase revenue
  - Utilize M&O and cash reserves



# Budgeting Options

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## 09-10 Reductions

- Qwest Settlement (\$482,452)
- Group B K Funding (\$2,720,000)
- Career Ladder (\$712,000)

# Budgeting Options

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## 09-10 Program Additions

- Prop 301 Base Pay \$1,300,000
- Utilities Increase \$390,000
- SEI Program \$390,000
- Ed Credit (Track A) \$300,000
- Ed Credit (Track B) \$300,000
- Prop 301 Class Size \$290,000
- Title II Funding Change \$285,000

# Budgeting Options

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## 09-10 Program Additions *cont.*

- Fox Lawson Classification \$235,000
- M.S. Intervention \$171,000
- K IA Time (SPED) \$135,000
- Family Resource Center \$68,000
- KASP \$20,000

# Budgeting Options

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## 09-10 Program Reductions

- Continue school and department reductions – 15/20/30% (\$1,200,000)
- Kinder assistants (\$1,000,000)
- Increase Class Size (+1) (\$1,000,000)
- Reduction of Salary (1%) (\$900,000)
- Tech Staff Funding (\$350,000)
- Transportation staffing (\$260,000)

# Budgeting Options

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## 09-10 Program Reductions

- SPED staffing change (\$240,000)
- Building Use (\$150,000)
- Eliminate CASA Vida (\$119,000)
- Gifted staffing change (\$112,000)
- Full SSC Implementation (\$75,000)
- Exceeding 1.0 contracts (\$75,000)
- Reduce Sub Pay (\$70,000)

# Budgeting Options

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## 09-10 Program Reductions

- Conference travel (\$60,000)
- Facility temperature (\$52,000)
- Grounds staffing (\$40,000)
- Energy equipment (\$25,000)
- Honors Music Festival (\$6,200)
- Out-of-state field trips (\$5,000)
- Department water (\$5,000)
- District Art Show (\$2,500)



# 2009-10 Budget Limit

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- Total Change (\$ 5,797,152)
- 2008-09 GBL \$106,437,796
- 2009-10 GBL \$ 93,456,362

Based on '**Chairman's Option**' Scenario

- Difference (\$ 7,184,282)

# 'Chairman's Options' Scenario

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## 09-10 Budget Balancing Options - Reserves

- Property & liability (\$1,000,000)
- KEBT premium (\$1,800,000)
- Workers comp reserves (\$330,000)
- Soft Capital reserves (\$330,000)
- Indirect Cost reserves (\$600,000)
- Use of Cash Reserves (\$3,124,282)
- **Estimated Funding Shortfall**  
**\$0.00**



# 2009-10 Budget Limit

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- Total Change (\$ 5,797,152)
  - 2008-09 GBL \$106,437,796
  - 2009-10 GBL \$ 96,000,000
- Based on '**Better Case**' Scenario
- Difference (\$ 4,640,644)

# 'Better Case' Scenario'

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## 09-10 Budget Balancing Options - Reserves

- Property & liability (\$1,000,000)
- KEBT premium (\$1,800,000)
- Workers comp reserves (\$330,000)
- Soft Capital reserves (\$330,000)
- Indirect Cost reserves (\$600,000)
- Use of Cash Reserves (\$580,644)
- **Estimated Funding Shortfall**  
**\$0.00**

# Timeline

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- **February 26:** DLC reviews and develops recommendations for budget additions and reductions
- **February 27-March 2:** DLC completes survey containing each budget addition and reduction item
- **March 2:** Data from survey is compiled and analyzed by DLC. DLC determines level of support for each budget addition and reduction



# Timeline

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- **March 2:** DLC has a recommended list prepared for the Superintendent's consideration
- **March 6:** Superintendent provides Governing Board with recommendations via Board memo
- **March 17:** DLC presents recommendations to Governing Board



# Timeline

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- **March 24 – June:** Governing Board reviews, discusses and provides guidance on the appropriate items
- **April 15:** Certified and Administrative Non-Renewal deadline
- **June 23:** Governing Board approves proposed budget
- **July 14:** Governing Board adopts 2009-10 budget



# Discussion

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