



Starkville Oktibbeha Consolidated School District

2018-2019 Budget Presentation

August 7, 2018





School Board Members

- Dr. Lee Brand, Jr., President
- John S. Brown, Vice President
- Dr. Debra Prince, Secretary
- Dr. Keith Coble, Assistant Secretary
- Sumner Davis, Member



FY2019 Budget Highlights

<u>Description</u>	<u>Amt Budgeted Salary/Fringes</u>	<u>Funding</u>
New Positions		
School Safety Officer - Overstreet Elementary	22,268	District Maintenance
Assist. Principal – Henderson Ward Stewart Elem.	60,376	Reallocation of federal funds & personnel attrition
Assist. Band Director – SHS	61,646	Reallocation from personnel attrition
Grant & Innovation Coordinator	85,077	Reallocation from personnel attrition
K-2 Lead Teacher	66,188	Reallocation from personnel attrition
Science Lead Teacher	85,077	Reallocation from personnel attrition
Curriculum Tech Specialist – Overstreet Elem.	62,006	Reallocation from personnel attrition
Librarian – West Elementary	66,556	Reallocation from personnel attrition
2 Math Teachers - AMS	111,606	Reallocation from personnel attrition



FY2019 Budget Highlights

<u>Description</u>	<u>Amt Budgeted Salary/Fringes</u>	<u>Funding</u>
New Positions		
Elementary Position – East Alternative	58,668	Reallocation of funds formerly used for Success Academy
2 English Teachers – AMS	98,550	Reallocation from personnel attrition
New Teacher Unit – East Alternative	56,018	Reallocation from personnel attrition
Math Curriculum & Intervention Specialist	97,472	Title funds
Pre-K Teachers (2@Sudduth; 1@West Elem.)	154,283	Title funds
Pre-K Assistants (2@Sudduth; 1@West Elem.)	65,354	Title funds
School Psychologist – Student Support Services	60,383	Federal IDEA (Special Education) funds
Freshman Focus Teacher – SHS	59,420	Reallocation from personnel attrition
History Teacher - SHS	59,420	Reallocation from personnel attrition



FY2019 Budget Highlights

<u>Description</u>	<u>Amt Budgeted</u> <u>Salary/Fringes</u>	<u>Funding</u>
New Positions		
2 Science Teachers – AMS	118,840	Reallocation from personnel attrition
SPED Teacher Assistant – Overstreet	19,922	Federal IDEA (Special Ed.) funds



Teacher Salary Scale

- \$36,140 to \$54,985 -- A Certificate
- \$38,630 to \$62,920 -- AA Certificate
- \$39,894 to \$66,395 -- AAA Certificate
- \$41,058 to \$70,120 -- AAAA Certificate



Tax Terminology

- Ad Valorem Tax—tax based on value of real and personal property
- Millage Rate—amount per \$1,000 used to calculate taxes on property
 - 10% of the assessed value is the amount on which taxes are paid
 - Example - \$100,000 home
 - 10% = \$10,000
 - $\$10,000/1,000 = \10
 - $\$10 \times \# \text{ of mils} = \text{Approx. amount taxpayer will owe (before homestead exemption or any other credits)}$
 - Millage rate of 66 would = \$660



State Funding Terminology

- MAEP—Mississippi Adequate Education Program
- EEF Buildings & Buses—Education Enhancement Funds used for maintenance of buildings or buses
- EEF Instructional Supplies—Education Enhancement Funds used to help purchase supplies for each state funded teacher – Procurement cards issued to each state funded teacher



MAEP Comparison

2018-2019	2017-2018	Decrease
\$22,471,711	\$22,792,576	\$320,865



EEF – Buildings & Buses Comparison

2018-2019	2017-2018	Increase/Decrease
\$168,777	\$168,777	\$0

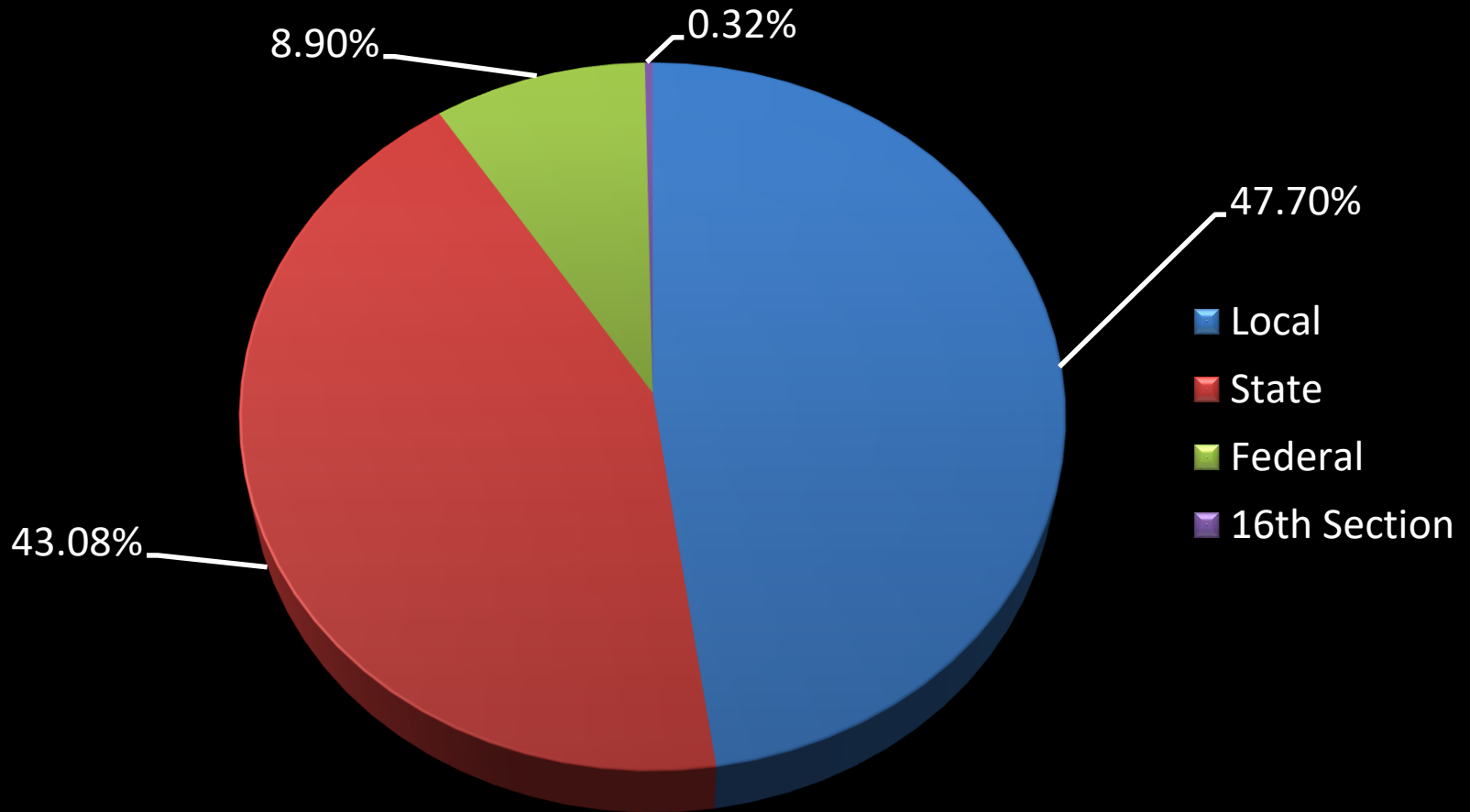


TOTAL PROJECTED REVENUES

	Budget Amount	Budget %
Local Sources (Ad valorem taxes, daily food sales, other)	\$26,914,872	47.70%
State Sources (MAEP, Education Enhancement, Vocational, Homestead Exemption, other)	\$24,305,298	43.08%
Federal Sources (Title I, Title II, IDEA, Child Nutrition, other federal grants)	\$5,019,717	8.90%
Sixteenth Section Sources	\$183,500	.32%
Total Revenues	\$56,423,387	



2018-2019 Projected Revenues



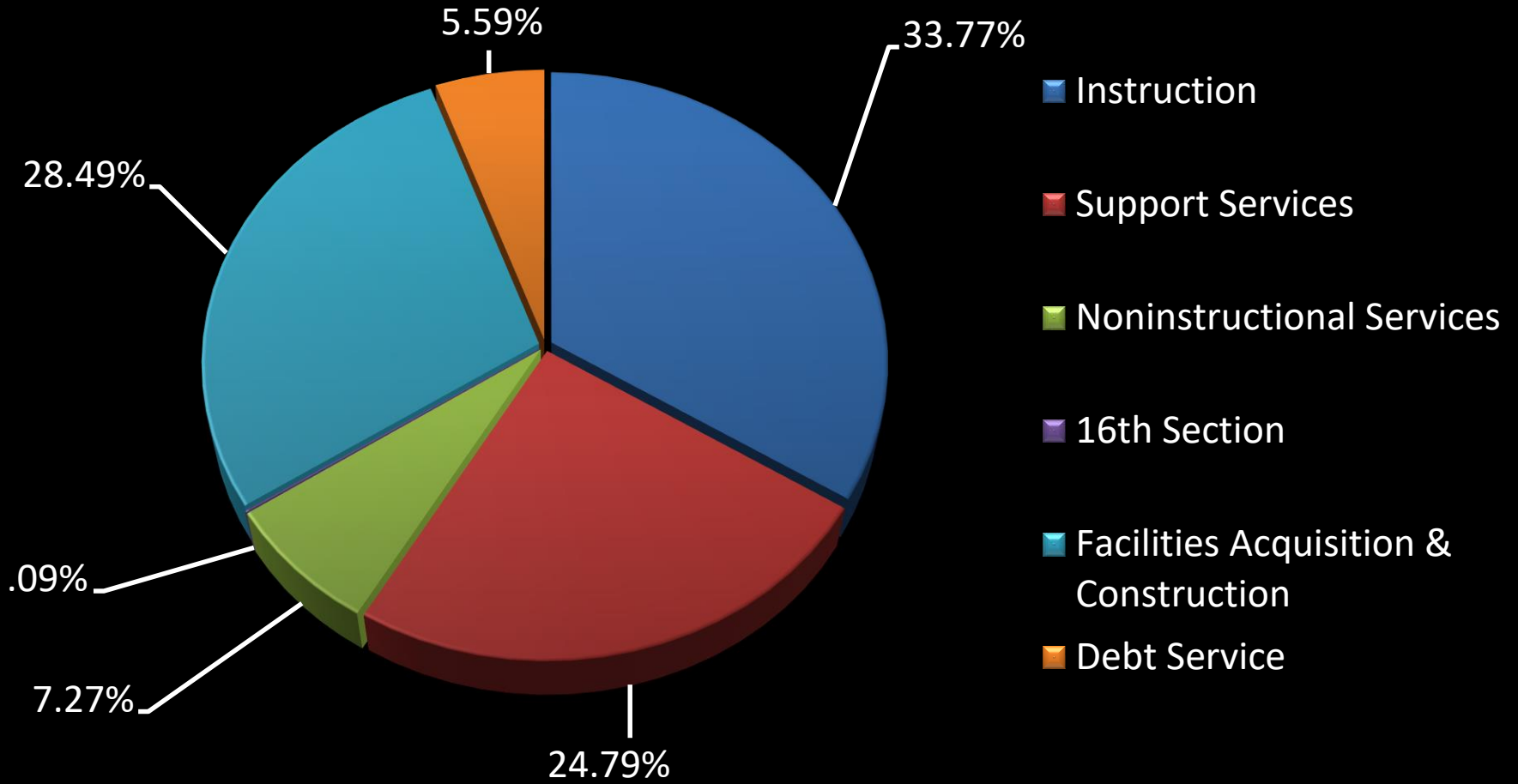


TOTAL PROJECTED EXPENDITURES

	BUDGET AMOUNT	BUDGET %
Instruction	27,461,975	33.77%
Support Services	20,159,397	24.79%
Noninstructional Services	5,907,441	7.27%
Sixteenth Section	69,850	.09%
Facilities acquisition and construction	23,167,911	28.49%
Debt Service		
Principal	3,468,197	4.26%
Interest	1,063,556	1.31%
Other	15,000	.02%
Total	\$81,313,327	



2018-2019 Projected Expenditures





BUDGET HIGHLIGHTS

- DISTRICT MAINTENANCE FUND – FUND 1120
- STATE FUNDED SPECIAL EDUCATION FUND – FUND 1130
- ALTERNATIVE SCHOOL FUND – FUND 1140
- VOCATIONAL EDUCATION FUND – FUND 2711



Revenue – Funds 1120, 1130, 1140 & 2711	BUDGET AMOUNT	BUDGET %
Ad Valorem Tax	20,962,783	45.84%
MAEP	22,471,711	49.14%
Vocational		1.68%
Ad Valorem Tax	387,876	
State Vocational Funds	380,000	
Other	1,524,060	3.34%
Homestead Exemption		
Master Teacher Reimbursement		
Rail Car, Heavy Truck, Rental Car Privilege Tax		
ROTC		
TVA		
E-Rate		
Educable Child		
Carl Perkins Grant		
Miscellaneous Revenue		
Total	\$45,726,430	



Projected Expenditures – Funds 1120, 1130, 1140 & 2711

- Salaries & Fringe Benefits \$36,666,524
79.82%
- Salary Increases
 - Teachers and other certified staff step increase on applicable salary guide
 - Non-certified staff step increase on applicable salary guide (teacher assistants, clerical, custodial staff)



School Allocations

- Classroom Supplies and Materials \$229,918
 - **Elementary Schools**
 - \$25 per student
 - + \$4.50 per student for art, music and PE supplies/materials
 - **Middle School**
 - \$35 per student
 - + \$4.50 per student for art, music and PE supplies/materials
 - **High School**
 - \$40 per student
 - +\$4.50 per student for art, music and PE supplies/materials
 - + Choral, Drama, JROTC, Art Competition, Speech & Debate, AP Classes



School Allocations

- In addition, principals will have the opportunity to budget for supplemental classroom supplies/materials and equipment from their Title I and other federal program allocations.



Teacher EEF Debit Cards – (Not included in this budget)

- The teachers will receive an individual “debit card” with \$394 to be spent at each teacher’s discretion.
- These funds must be spent by March 31, 2019. Any unspent funds will revert to the state to be reallocated statewide in the subsequent year.
- The unspent funds no longer remain with the school district.
- In January, Mrs. McGarr will begin sending reminders to principals that teachers need to spend any balances left on their cards.



LIBRARY BOOKS AND SUPPLIES

- \$125,999
- Based upon needs assessment of school media specialists
 - Emphasis on updating nonfiction
 - High school and middle school - research topic materials, replacement of computers
 - Elementary schools – emphasis on providing additional nonfiction books based on student interests and standards-based instructional topics



TEXTBOOKS & CONSUMMABLES

- \$403,630
 - Based upon needs assessment by Administrative staff
 - New Science Adoption



ATHLETICS & BAND

- Athletics
 - \$54,902 general fund budget for student athletic insurance, coaches travel, and office supplies
 - \$140,000 to be transferred to Athletic Activity Fund to help fund student athletic supplies and travel expenses for student sports
 - Memorial Brick Fund – Funded by Donor Revenue - \$107,948 current fund balance
- Band
 - \$74,500 to help fund band camp expenses, instrument repair, student transportation expenses and band supplies



COUNSELORS & PRINCIPALS' OFFICE SUPPLIES

- Counselors
 - Supplies @ \$180 per counselor
 - Travel @ \$450 per counselor
- Principals' Office Supplies
 - \$9 per student
 - Travel @ \$450 per principal
 - Additional travel funds in the amount of \$900 allocated to West Elementary due to the location of the school facility.
 - Additional travel funds in the amount of \$2,700 allocated to Starkville High School for administrative travel to extra-curricular activities.



OPERATION & MAINTENANCE OF PLANT

- \$4,185,681
 - Maintenance shop salaries and fringe benefits
 - Custodial staff salaries and fringe benefits
 - Utilities
 - Operation and maintenance supplies/materials
 - Purchased services for outside repairs
 - Property insurance



TRANSPORTATION

- \$3,270,927
 - Bus driver salaries and fringe benefits
 - Bus shop salaries and fringe benefits
 - Gasoline
 - Repair parts and supplies for bus shop
 - Purchased services for repairs done outside the bus shop
 - New buses
 - \$180,000 to purchase 2 new buses (4 new buses were purchased in May of 2018 for the start of the 2018-2019 school year)



SECURITY

- \$657,322
 - Security staff salaries and fringe benefits
 - Purchased services
 - Travel
 - Supplies



TECHNOLOGY

- \$1,139,215
 - Technology staff salaries and fringe benefits
 - Computer purchases
 - \$125,500 set aside each year starting with the 2017-2018 fiscal year
 - Additional \$105,000 to be set aside each year starting with the 2018-2019 fiscal year
 - Other technology equipment replacement
 - Technical services



EEF BUILDINGS AND BUSES REVENUE

- \$168,777
- Used for payments on debt service – These funds were originally pledged by both Starkville School District and Oktibbeha County School District



FAMILY CENTERED PROGRAMS/ EMERSON FAMILY SCHOOL

Director – Dr. Joan Butler

- Extended Day Program – Tuition Based – Expenditures consist of salaries/benefits and supplies - Approximate fund balance of \$450,000
- Emerson Family School – Tuition Based – Expenditures consist of salaries/benefits, consultants and professional services for community classes, and supplies - Approximate fund balance of \$600,000
- Family Center Projects – Funded by contributions and donations – Expenditures consist of office supplies - Approximate fund balance of \$244,000
- Grants
 - MPACT – Family Resource Centers
 - Project Care
 - Early Learning Collaborative
 - Reading to Succeed
 - 21st Century
 - Dollar General Literacy



OTHER BUDGETS

- School Food Service & Summer Feeding Program
 - Budget prepared by Ginny Hill and her staff
- Federal Programs (Title I, Title II, etc.)
 - Project applications are being prepared by Anna Guntharp and her staff
- IDEA & Preschool
 - Project applications are being prepared by Julie Jones and her staff

THE TOTAL 2018-2019 BUDGET CONSISTS OF 56
INDIVIDUAL BUDGETS



TWO MS CODE SECTIONS THAT PERTAIN TO BUDGETING AND BUDGET MANAGEMENT

- Section 37-61-19
 - “Expenditures shall be limited to budgeted amounts; personal liability for excess.”
- Section 37-61-21
 - Revision of budget



Expenditures Per Pupil

Year	Starkville School District	Oktibbeha County School District	Starkville-Oktibbeha School District	Ranking in State (High to Low)
2014-2015	\$10,535.09	\$13,309.04		#36 / #5
2015-2016			\$10,789.90	#39
2016-2017			\$10,712.34	#50
Projected 2017-2018			\$11,226.92	Unknown
Projected 2018-2019			\$11,396.92	Unknown



Ad Valorem Taxes for 2019 Year

- Operational ad valorem/homestead
 - Base Year runs from October 1, 2017 – September 30, 2018
 - We estimate collections in July, August and September 2018
 - Combined Base \$20,132,577
 - Homestead Exemption estimated based upon prior year collections - \$372,214
- Increases to base:
 - 4% - \$805,303
 - Increase in local contribution \$92,117
 - Estimated ad valorem tax on new property \$305,000
- Total operational ad valorem/homestead request of \$21,334,997
- Increase in mill value should be sufficient to cover the request without an increase in the mills levied



Ad Valorem Taxes for 2019 Year

- Debt Service ad valorem
 - Limited tax notes (3 mill levy)
 - General obligation bonds
 - 2 Qualified School Construction Bonds – 1 issued as a limited tax note and the other issued as a general obligation bond
- Requirements for the 2018-2019 year
 - Balance in debt service funds: \$808,784
 - Requirements for principal and interest payments for 2018-2019 fiscal year: \$4,229,672
 - Funds needed for debt payments due within county's tax year but after end of 2019 school district fiscal year: \$457,872
 - Resulting request: \$3,878,760



Ad Valorem Taxes for 2019 Year

- Recap
- Operational Request \$21,334,997 (includes homestead of \$372,214 and ad valorem of \$20,962,783)
- Debt Service Request \$3,878,760
- Request for support of Millsaps Vocational \$387,876
- Total Request \$25,601,633



How does the Request Change from Last Year for Ad Valorem Funds only?

	FY 18-19	FY 17-18	Difference
Operational	\$21,334,997	\$19,881,565	\$1,453,432
Debt Service	\$3,878,760	\$3,614,830	\$263,930
Millsaps	\$387,876	\$361,483	\$26,393



Net Effect

- Total ad valorem/homestead increase of \$1,453,432 for operations
- Increases due to
 - 4% increase allowed by law
 - Increase in local contribution amount allowed by law
 - Estimated ad valorem tax on new property added to tax roll

The mill value increased approximately 7% from the prior year due to the reappraisal process and new property added to the tax roll.

Net effect = the increase in mill value should cover the increased request without the levying authority having to increase the number of mills levied



Fund Balance – Unassigned in DM – at June 30

Year	Fund Balance	Percentage
2016	\$4,212,764	10.03%
2017	\$7,832,244	18.21%
Projected 2018	\$10,000,000	23.06%
Projected 2019	\$10,036,930	22.45%



Fund Balance

- Why is a fund balance important?
 - Helps to eliminate the need for a tax anticipation note
 - Promotes a higher bond rating
 - Provides the district with the operating capital to take advantage of educational opportunities for students
 - The district is at **the 55-mill cap**, which means that local taxation for operations will be capped and the district will receive more dollars only through the reassessment process and from new growth



Conclusion

Public Comments