



Fiscal 2018 Superintendent's Budget

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March 6, 2017



Agenda

- Review School System Budget Considerations
- Review Board of Education Budget Priorities
- Review Fiscal 2018 Budget Assumptions
- Fiscal 2018 Unrestricted Budget Summary Review
- Fiscal 2018 Restricted Revenue
- Fiscal 2018 Total Proposed Revenue

School System Budget Considerations

- Superintendent's Role:
 - “The County Superintendent shall: (1) Take the initiative in the preparation and presentation for the annual school budget; and (2) Seek in every way to secure the adequate funds from local authorities for the support and development of the public schools in the county” (MD Code Annotated, Education Article 4-205 (K))

School System Budget Considerations

- The Local Board's Role:
 - “With the advice of the local superintendent, the local board is responsible for preparing the school system budget in accordance with the state statutory and regulatory requirement for submitting its budget to the county government (MD Code Annotated, Education Article 5-101 and 5-102).” In addition the local board sets the parameters for employee compensation and other terms of the pending collective bargaining agreements; identifies educational goals and objectives for the superintendent to implement; and engages the public in identifying budget priorities.

School System Budget Considerations

- Other budget requirements or considerations:
 - Maryland School systems do not have the authority to bond debt, levy taxes, or raise revenues on their own.
 - The state provides revenues to the district based upon the district's enrollment demographics and the district's relative wealth.
 - Local government is obligated to fund their local district annually with Maintenance of Effort as a minimum.
 - The school system must prepare and present a balanced budget. The Board's budget hearing with county government has been scheduled for March 23rd at 2:10 p.m.

Fiscal 2018 Board Budget Priorities

- Preserve as many student program opportunities as possible, based on course demand, graduation requirements, and/or student and parent interest.
- Keep class size as low as possible.
- Do not utilize the fund balance.
- Every effort should be made to provide employees with negotiated benefits, including salary and health insurance benefits, such that their take home pay would not be less due to increased employee shared costs of health insurance.

Fiscal 2018

Superintendent's Budget Assumptions

- Allow a placeholder for negotiations with the district's four bargaining units.
- Provide a placeholder for increasing healthcare costs.
- Provide athletic trainers at two additional high schools.
- Continue the middle school after-school programs at Washington and Braddock which were previously grant funded.
- Increase the availability of dual enrollment opportunities/P-Tech for secondary students.
- Absorb two employees from Title II within the unrestricted budget which is anticipated to drop significantly.

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Superintendent's Budget Assumptions

- Provide funding for *Think Through Math*, an elementary math intervention resource for all elementary schools.
- Provide additional Teacher of the Year program and AP waiver funding.
- Continue to provide school based allocations at a constant level when compared to prior year.
- Allocate funding for consultant services to provide professional guidance with possible redistricting discussions.
- Appropriate funding for staff development opportunities as requested.
- Prepare a budget within the parameters outlined by the Board.

Fiscal 2018 Superintendent's Budget

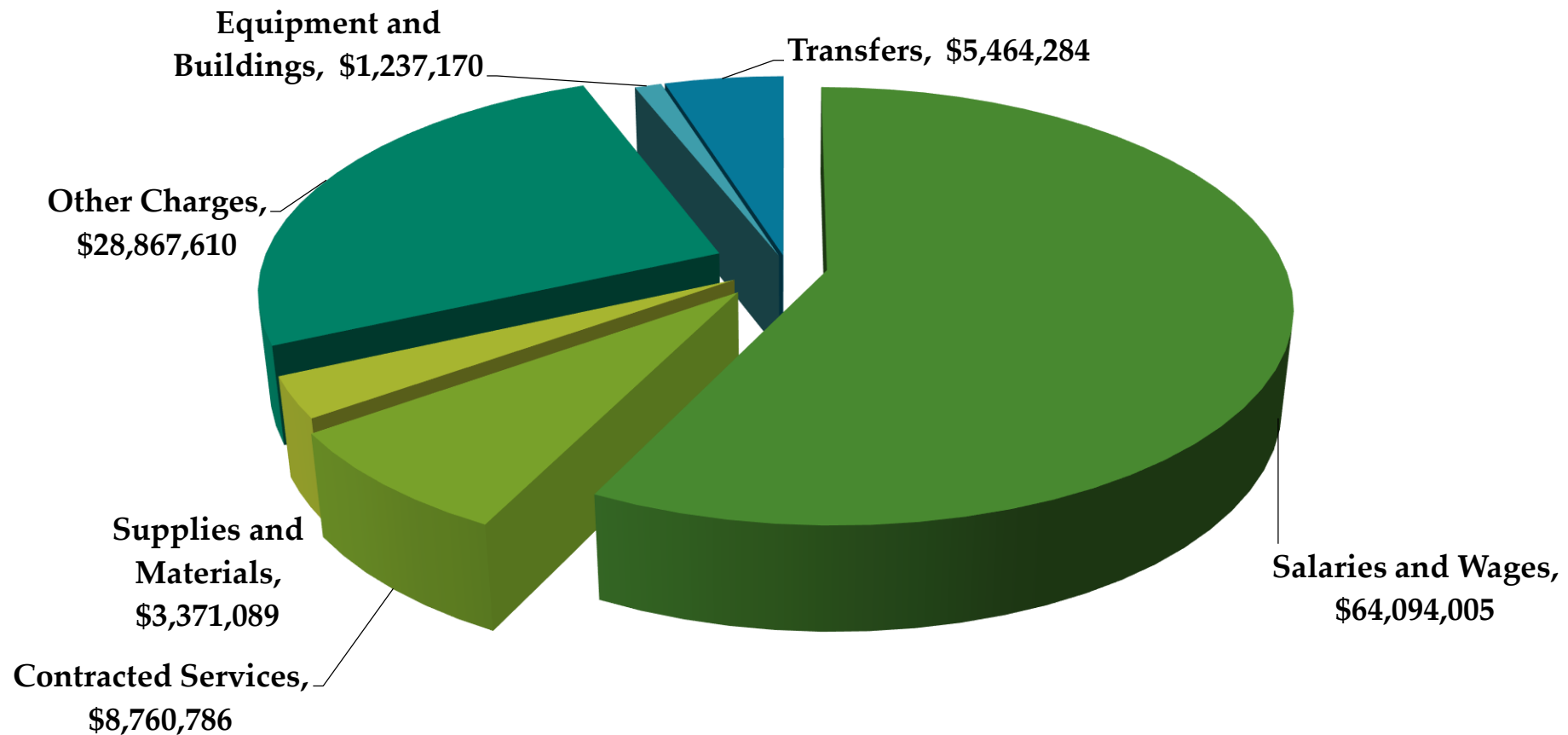
Board of Education of Allegany County

Summary of Expenses by Object Compared to Prior Year's Budget

	FY 2018	FY 2017		Percentage
	Proposed Budget	Approved Budget	Variance	Change
Salaries and Wages	\$ 64,094,005	\$ 63,103,810	\$ 990,195	1.57%
Contracted Services	8,760,786	8,823,417	(62,631)	-0.71%
Supplies and Materials	3,371,089	3,561,010	(185,921)	-5.33%
Other Charges	28,867,610	27,913,850	953,760	3.42%
Equipment and Buildings	1,237,170	1,204,464	32,706	2.72%
Transfers	5,464,284	5,479,098	(14,814)	-0.27%
Totals	\$ 111,794,944	\$ 110,085,649	\$ 1,709,295	1.55%

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Fiscal 2018 Proposed Budget by Object



Fiscal 2018 Superintendent's Budget

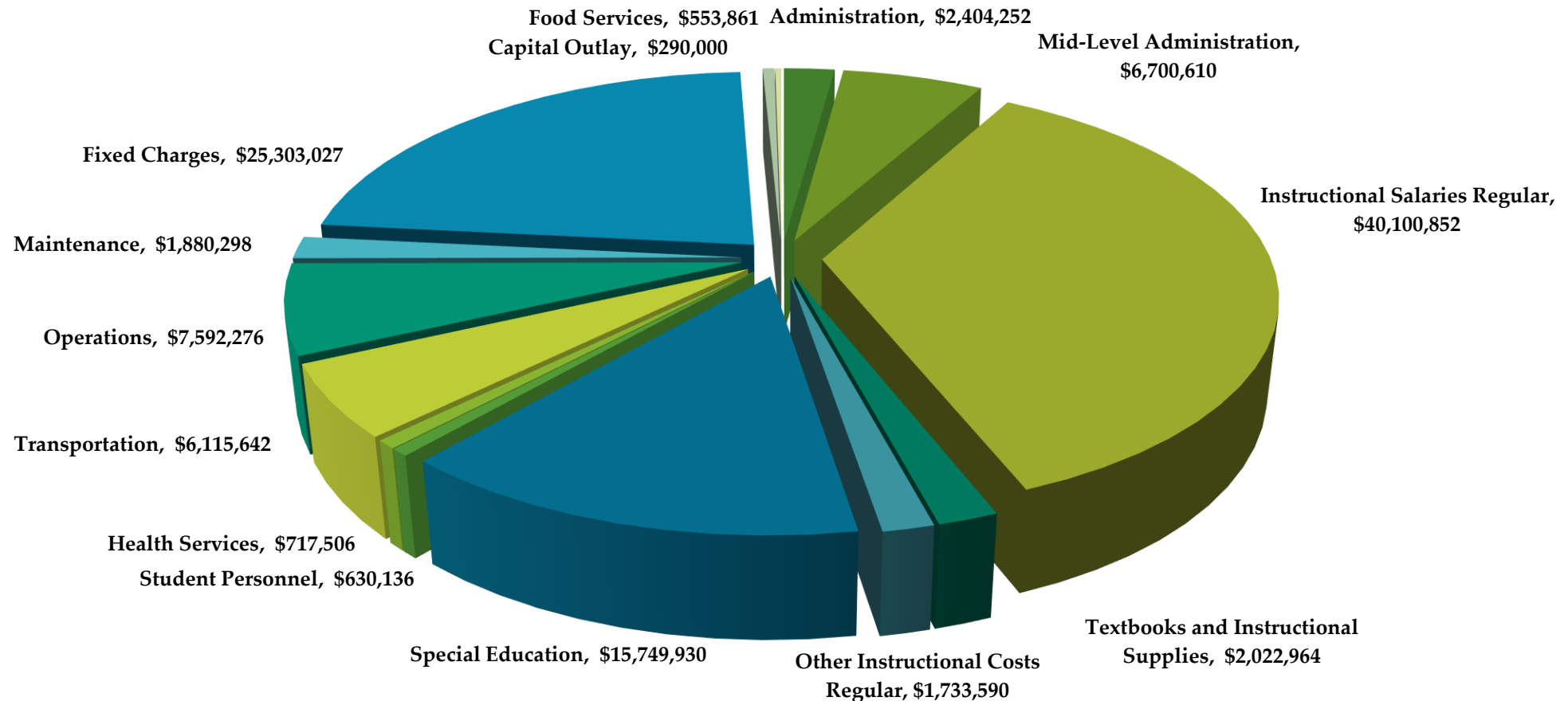
Board of Education of Allegany County

Summary of Expenses by Category Compared to Prior Year's Budget

	FY 2018 Proposed Budget	FY 2017 Approved Budget	Variance	Percentage Change
Administration	\$ 2,404,252	\$ 2,335,167	\$ 69,085	2.96%
Mid-Level Administration	6,700,610	6,772,592	(71,982)	-1.06%
Instructional Salaries Regular	40,100,852	39,174,284	926,569	2.37%
Textbooks and Instructional Supplies	2,022,964	2,160,978	(138,014)	-6.39%
Other Instructional Costs Regular	1,733,590	1,680,989	52,601	3.13%
Special Education	15,749,930	15,658,020	91,910	0.59%
Student Personnel	630,136	625,881	4,255	0.68%
Health Services	717,506	722,371	(4,865)	-0.67%
Transportation	6,115,642	6,171,301	(55,659)	-0.90%
Operations	7,592,276	7,811,737	(219,461)	-2.81%
Maintenance	1,880,298	1,915,238	(34,940)	-1.82%
Fixed Charges	25,303,027	24,225,348	1,077,679	4.45%
Food Services	553,861	544,788	9,073	1.67%
Community Services	-	-	-	0.00%
Capital Outlay	290,000	286,956	3,044	1.06%
Totals	<u>\$ 111,794,944</u>	<u>\$ 110,085,649</u>	<u>\$ 1,709,295</u>	<u>1.55%</u>

Fiscal 2018 Superintendent's Budget

FY 2018 Proposed Budget by Category



Fiscal 2018 Unrestricted Revenue

Board of Education of Allegany County					
Fiscal 2018 Draft Revenues					
		Approved	Draft	Changed	
		Fiscal 2017	Fiscal 2018	Dollars	Percentage
County Appropriation at MOE		\$ 30,169,985	\$ 30,424,308	\$ 254,323	0.84%
Requested Additional County Appropriation		-	1,138,747	1,138,747	0.00%
Direct State Aid		76,397,409	77,297,393	899,984	1.18%
State aid for Private Placements		2,335,346	2,335,346	-	0.00%
Federal Direct		425,000	400,000	(25,000)	-5.88%
Other Revenues					
	Tuition - Nonresident & Garrett County	17,905	23,750	5,845	32.64%
	Tuition - Summer School/Career Studies	39,000	50,000	11,000	28.21%
	Sale of Equipment	20,000	20,000	-	0.00%
	Use of Buildings	9,400	9,400	-	0.00%
	Rental - Head Start	9,500	15,500	6,000	63.16%
	Transportation - Bus Loan Field Trips	41,000	37,000	(4,000)	-9.76%
	Foster Care - Other LEA's	32,490	26,500	(5,990)	-18.44%
	Interest Income	12,000	12,000	-	0.00%
	Other Misc. Revenues	302,500	5,000	(297,500)	-98.35%
Prior Year Fund Balance		274,114	-	(274,114)	-100.00%
Total Unrestricted Revenues		110,085,649	111,794,944	1,709,295	1.55%

Fiscal 2018 Budget Considerations

- Healthcare still remains a concern for fiscal 2018, even though the volatility that was evident last year has subsided.
- Negotiations are still pending with all bargaining units.
- Restricted revenues for certain programs will be reduced such as Title II , while other programs such as the 21st Century Learning grant for elementary students will require an additional local fund match to meet program requirements in 2018.
- There has also been a shift in the rank and make-up of some Title I schools that may have staffing implications within those schools.
- From a legislative standpoint, PSSAM and MABE are monitoring several bills that could potentially impact school system finances.

Fiscal 2018 Restricted Revenue

Board of Education of Allegany County						
Fiscal 2018 Restricted Revenues						
		Approved	Draft		Changed	
		Fiscal 2017	Fiscal 2018		Dollars	Percentage
Anticipated Restricted Revenues						
	State Revenue	566,443	576,395		9,952	1.76%
	Federal Revenue	8,221,605	7,813,674		(407,931)	-4.96%
	Local	98,854	98,854		-	0.00%
Total Restricted Revenues		8,886,902	8,488,923		(397,979)	-4.48%

Fiscal 2018 Total Revenue

Board of Education of Allegany County						
Fiscal 2018 Estimated Revenue Summary						
		Approved	Proposed		Changed	
		Fiscal 2017	Fiscal 2018		Dollars	Percentage
Total Unrestricted Revenues		110,085,649	111,794,944		1,709,295	1.55%
Total Restricted Revenues		8,886,902	8,488,923		(397,979)	-4.48%
Total Operating Budget		\$ 118,972,551	\$ 120,283,867		\$ 1,311,316	1.10%