



2ND QUARTER FINANCIALS

FISCAL OVERSIGHT COMMITTEE

February 4, 2016

Douglas County School District

GENERAL FUND REVENUE – 2ND QUARTER



	<u>FY2015-2016</u>	<u>FY2014-2015</u>	<u>Change</u>
Local Taxes	\$9.3M	\$8.5M	\$0.8M
State Revenue	\$162.1M	\$159.1M	\$3.0M
Other*	\$13.3M	\$11.7M	\$1.6M
Total	\$184.7M	\$179.3M	\$5.4M

*Includes charter purchased service revenue, Medicaid, preschool tuition, and school-based revenue

Note: total revenue as a percentage of budget constant year-over-year at approximately 35%

GENERAL FUND EXPENSE – 2ND QUARTER



	<u>FY2015-2016</u>	<u>FY2014-2015</u>	<u>Change</u>
Salaries	\$112.7M	\$108.7M	\$4.0M
Benefits	\$37.7M	\$36.0M	\$1.7M
Operating	\$25.4M	\$26.1	\$(0.7)M
Charter Allocation	\$48.4M	\$42.3M	\$6.1M


Reflects new allocations in 2015-2016 Budget:
 \$9.7M – 3.2% average pay increase
 \$2.2M – PERA contribution rate increase
 \$2.0M – Special Education Growth (FTE)

Charter Allocation Increase due to:
 Increase in PPR of \$256
 Increasing enrollment due to 2 new charter schools
 Variance will decrease with time as funding is
 adjusted to reflect October Count


OTHER FUNDS – NOTABLE RESULTS – 2ND QUARTER

- 
- Full Day Kindergarten
 - Revenue down \$300,000 year-over-year
 - Reflects changes to tuition policy
 - Transportation
 - Bus Purchases expense up nearly \$1M year-over-year
 - Reflects assignment of fund balance to purchase additional buses
 - Capital Projects Fund
 - Cash-in-lieu of land revenue up \$1.3M year-over-year
 - Largely due to \$1M of voluntary capital mitigation fees from Sterling Ranch
 - Can only be spent on growth related projects in ThunderRidge feeder


FY2015-2016 UPDATE – FUNDING

- 
- From the last FOC meeting remember that State has \$159M of “excess” appropriation that they may look to cut and appropriate to other programs due to increasing Local Share, lower enrollment and lower At Risk counts than projected
 - Joint Budget Committee (JBC) has recommended that K-12 receive \$25M due to lower enrollment but NOT receive any of the funding associated with higher local property taxes
 - If approved by the legislature, this translates to approximately \$30 per student or \$1.5M for district-run schools and operations
 - Not currently included in the budget as this has not been approved by the legislature

FY2016-2017 UPDATE – FUNDING

- 
- Governor's proposed budget reflects approximately \$5.5M of new revenue
 - Approximately \$100 per student
 - Reflects \$50M increase to Negative Factor statewide
 - Based on potential TABOR refunds, SB228 transfers to transportation, and increasing Medicaid caseload, “worse-case” scenario of \$50 per student is currently projected
 - Best case scenario based on no increase to Negative Factor would be approximately \$150 per student
 - DCSD received an increase of \$256 per student in 2015-2016 and approximately \$350 per student in 2014-2015
 - School Finance Act will not be established until after the March 18th forecast

FY2016-2017 UPDATE – LIKELY EXPENDITURES

- 
- \$1.6M – PERA rate increasing by approximately .6% to 19.44%
 - \$1.4M – Special Education increase for certified and classified personnel
 - \$1.7M – Assuming 5% increase in medical benefit costs

\$4.7M = Total new expenditures projected before additional allocations to schools, departments or salary increases