

# SCHOOL BOARD SPECIAL MEETING

*February 29, 2024*

## Review of Cost Containment Recommendations

# Work Session Recommendations

School Board Feedback from February 20, 2024 Work Session:

- Dismiss the District administration's proposed Option B
- Adjust the District administration's proposed Option A:
  - Adjustment to Media Specialist staff of 1.50 FTE instead of 4.50 FTE
  - Adjustment to Licensed School Nurse staff of 1.00 FTE instead of 4.00 FTE
  - Adjustment to Student Support Services of \$150,000 instead of \$300,000
- Board alternative, "Option A-1", leaves the District short of its cost containment target by ~\$800,000
  - Would require an additional \$1,800,000-2,000,000 of containment for fiscal year 2026

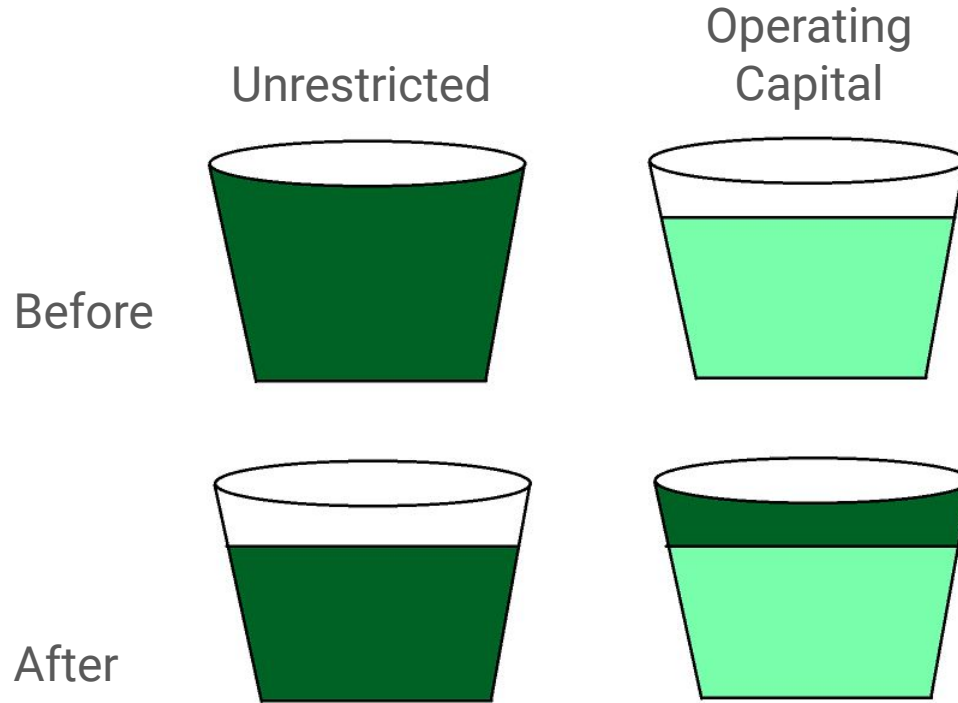
# Cost Containment Options

Containment	Category	Options		
		A	A-1	B (Dismissed)
Administrative Staff Adjustment	Budget Reducton	\$ 243,450	\$ 243,450	\$ 243,450
Business Services Staff Adjustment	Budget Reducton	90,600	90,600	90,600
Multilingual and Achievement & Integration Reorganization	Reallocation	7,300	7,300	7,300
School Board & Superintendent Office Non-Salary Pause	Budget Reducton	150,000	150,000	150,000
Curriculum Capital Deferral	Budget Reducton	100,000	100,000	100,000
Buildings & Grounds, Transportation Capital Deferral	Budget Reducton	275,000	275,000	245,000
Other Financing Sources	Reallocation	-	800,000	-
School Site Capital Deferral	Budget Reducton	260,000	260,000	260,000
Professional Development Adjustment	Budget Reducton	50,000	50,000	50,000
Medical Bill Reconciliation	Revenue Generation	48,615	48,615	48,615
Student Support Personnel Aid	Revenue Generation	161,019	161,019	161,019
Athletic Event Ticket Fee Adjustment	Revenue Generation	47,000	47,000	23,000
Athletics and Activities Participation Fee Adjustment	Revenue Generation	40,255	40,255	27,000
High School Parking Fees (+\$150)	Revenue Generation	49,500	49,500	49,500
Elementary Specialist Rotation Adjustment	Budget Reducton	-	-	483,800
Licensed Media Specialists	Budget Reducton	532,637	177,546	-
Licensed School Nurse Adjustment	Budget Reducton	451,200	118,364	532,637
Counseling Extra Duty Day Adjustment	Budget Reducton	73,975	73,975	73,975
Transportation Staff Adjustment	Budget Reducton	77,750	77,750	77,750
Student Support and Related Service Adjustment	Budget Reducton	300,000	150,000	300,000
Class-Size Midpoint Open Enrollment	Revenue Generation	215,000	215,000	215,000
Talent Development Licensed Staff Adjustment	Budget Reducton	177,546	177,546	177,546
Elementary School Licensed FTE Efficiency	Budget Reducton	118,364	118,364	118,364
Middle School Licensed FTE Efficiency	Budget Reducton	189,382	189,382	189,382
Total		\$ 3,658,593	\$ 3,620,666	\$ 3,623,938

# Capital Note Strategy

- The District finances the majority of its non-technology capital needs from ongoing Operating Capital revenue.
  - The District uses most of its Operating Capital for major purchases including textbooks/curriculum, buses, vehicles, and other equipment.
- The District still pays for items that are eligible for Operating Capital use out of its *unrestricted funds* - Budget of \$2,324,545 in fiscal year 2024.
- The issuance of a capital note pursuant to state statute and District strategy would provide additional short-term Operating Capital capacity to pay for items that are in the unrestricted portion of the budget, thus creating space in the General Fund for one-time use.

# Capital Note Strategy Illustration



# Strategy Limitations

- The District has limited yearly Operating Capital authority against which it can borrow.
- The District owns its own Transportation operation and will continue to have recurring purchases of buses and other vehicles
  - Long-term, Operating Capital use should remain almost exclusively with Transportation, Buildings & Grounds, and Teaching & Learning

# Next Steps

- The District administration will seek Board action at the March 4, 2024 Regular Meeting to formally approve either Option A or Option A-1.
- Upon approval, the administration will begin budgeting activities.