

Date: May 8, 2023
To: LPSD School Board
From: Laura Hylton, Finance Director
RE: May Board Report

FY24 Insurance Renewal

The property, liability and worker's compensation insurance renews are out to market. In December we noticed Alaska Public Entity Insurance per our participation agreement that LPSD intended to market our insurance renewal for FY24. Mike Combs as our broker recommended marketing the program this year due to expected increased costs and potential reduced coverages for SAM and policy language changes. Our team has submitted all the required forms for marketing and quotes are expected over the next few weeks.

Both APEI and AMLJIA have noticed participants of expected increases to property and SAM insurance rates due to losses from wild fires, hurricanes and other disasters combined with losses in Alaska from Merbok and other claims. APEI is expecting 15% increase in replacement costs due to COVID and supply issues as well as a 30% increase to rates. Liability potential increase of 6% and Workers Comp may take a small increase. The cost of property and liability insurance are on track to triple in cost since FY17.

Legislation – Session adjournment May 17

SB120/HB144 extending and expanding the education tax credit was edited to include non-profits who offer a range of academics statewide which expands the cost and may cause it to die in Senate Finance Committee. The house bill moved out of House Education Committee and is in House Rules Committee. The current credit sunsets next January. This is how LPSD receives CTE funding from BBNC's PEAK Oil.

SB52/HB65 a committee substitute (CS) for SB52 moved out of Senate Finance Committee today and will now be in third reading on the Senate Floor. The CS increases the BSA by \$680 to \$6,640 for FY24, removes the subsequent increases for FY25 and the inflation proofing for subsequent years. It adds increased residential school stipends and adds \$8 million roughly half of the inflation since FY16 to pupil transportation. Per student amount for pupil transportation would be \$468 up from \$424.

SB140/HB193 would increase the Broadband Assistance Grant from 25Mbps to 100Mbps and is being heard in Senate Finance Committee this week. I submitted a letter of support although the BSA increase is a priority for funding.

I encourage all our community members to reach out to our legislators and the governor to advocate for our children's education. The power to change education funding is in all our hands.

Legislative Contacts:

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Representative Bryce Edgemon
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Financial Report attached.

Lake and Peninsula School District

100 Board Report
Fiscal Year: 2022-2023

From Date: 7/1/2022 To Date: 5/9/2023

Account Description	Account Number	GL Budget	YTD	Balance	Encumbrance	Budget Balance	% Budget
Instruction	100.000.100.000.000	\$4,558,026.70	\$4,149,265.53	\$ 408,761.17	\$ 435,916.82	-\$ 27,155.65	-0.60%
Lake View Home School	100.000.140.000.000	\$10,270.09	\$10,314.12	-\$ 44.03	\$ 1,148.84	-\$ 1,192.87	-11.61%
CTE	100.000.160.000.000	\$489,940.17	\$757,381.98	-\$ 267,441.81	\$ 29,478.58	-\$296,920.39	-60.60%
SPED direct instruction	100.000.200.000.000	\$1,291,397.88	\$855,066.42	\$ 436,331.46	\$ 57,694.65	\$378,636.81	29.32%
SPED special services	100.000.220.000.000	\$225,789.31	\$219,511.66	\$ 6,277.65	\$ 17,422.72	-\$ 11,145.07	-4.94%
Student support	100.000.300.000.000	\$92,396.00	\$60,643.40	\$ 31,752.60	\$ 9,283.14	\$ 22,469.46	24.32%
Instructional Support	100.000.350.000.000	\$608,268.90	\$581,258.55	\$ 27,010.35	\$ 45,640.42	-\$ 18,630.07	-3.06%
Instructional Technology	100.000.360.000.000	\$2,779,047.58	\$2,238,364.23	\$ 540,683.35	\$ 603,818.59	-\$ 63,135.24	-2.27%
School Admin - Principals	100.000.400.000.000	\$780,167.57	\$723,959.32	\$ 56,208.25	\$ 90,127.70	-\$ 33,919.45	-4.35%
School Support - Secretaries	100.000.450.000.000	\$111,188.78	\$96,199.87	\$ 14,988.91	\$ 7,034.28	\$ 7,954.63	7.15%
District Admin - Superintendent and Board	100.000.510.000.000	\$581,994.36	\$573,913.13	\$ 8,081.23	\$ 7,855.30	\$ 225.93	0.04%
District Admin - Business Services	100.000.550.000.000	\$655,865.14	\$714,210.27	-\$ 58,345.13	\$ 43,854.99	-\$102,200.12	-15.58%
Maintenance and Operations	100.000.600.000.000	\$2,923,406.51	\$2,639,488.04	\$ 283,918.47	\$ 217,910.03	\$ 66,008.44	2.26%
Student Activities	100.000.700.000.000	\$405,298.80	\$585,839.61	-\$ 180,540.81	\$ 8,791.03	-\$189,331.84	-46.71%
Other Fund TERS & PERS OB	100.000.760.000.000	\$0.00	\$628.07	-\$ 628.07	\$ 13.46	-\$ 641.53	0.00%
Other Fund TERS & PERS OB	100.000.790.000.000	\$0.00	\$4,431.03	-\$ 4,431.03	\$ 215.60	-\$ 4,646.63	0.00%
Food Service Transfer	100.000.900.000.000	\$400,000.00	\$0.00	\$ 400,000.00	\$ 0.00	\$400,000.00	100.00%
Grand Total:		\$15,913,058	\$14,210,475.23	\$1,702,582.56	\$1,576,206.15	\$ 126,376.41	0.79%

Overages will be corrected on budget revision for actual salary and benefits, reduction in cost of internet for closed schools, grant indirect costs, excess cost of teacher housing transfer to fringe benefits.

Certified Payrolls are posted through June 20; Classified through May 10.
 July & Aug Teacher pay and reduced May & June classified remain encumbered.