

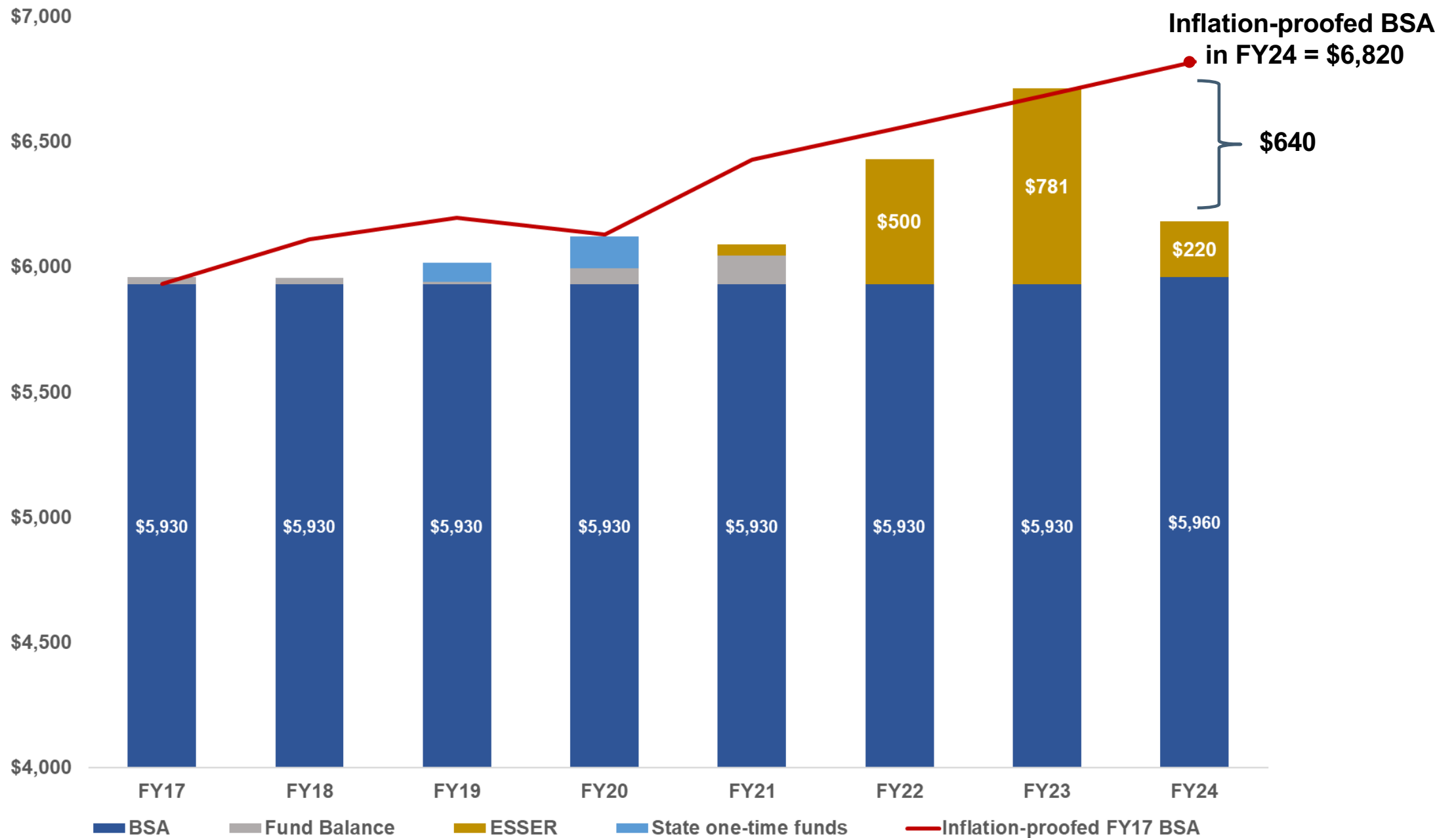
FY 24 Budget Solutions

ProForma, Projected Fund Balance, other Updates

December 5th 2022



ASD School Funding since 2017



- ASD revenue is depicted in BSA-equivalent dollars

Highlights for Today's Briefing

- School Closure/Consolidation impacts on Revenue
- Overview of changes since initial deficit projection in July 2022
- Proforma
 - Briefed annually on the first meeting in December
 - Provides revenue, expenditure projections for FY24
 - Updates extraordinary revenue and expense items
- Projected FY23 Fund Balance
- Summary of options to achieve an FY24 balanced budget

Revenue Impact over Five Years (1 of 2)

	Year 1	Year 2	Year 3	Year 4	Year 5
Abbott Loop	\$974,155	\$974,155	\$711,829	\$449,503	\$179,228

Remarks

- The highest 5-year savings for ASD
- Total savings over 5 years = **\$3.3 million**

	Year 1	Year 2	Year 3	Year 4	Year 5
Birchwood ABC	\$883,754	\$883,754	\$656,823	\$429,891	\$196,083

Remarks

- Repurpose to Eagle Academy
- Total savings over 5 years = **\$3 million**

	Year 1	Year 2	Year 3	Year 4	Year 5
Klatt	\$841,321	\$841,321	\$551,932	\$262,544	(\$35,614)

Remarks

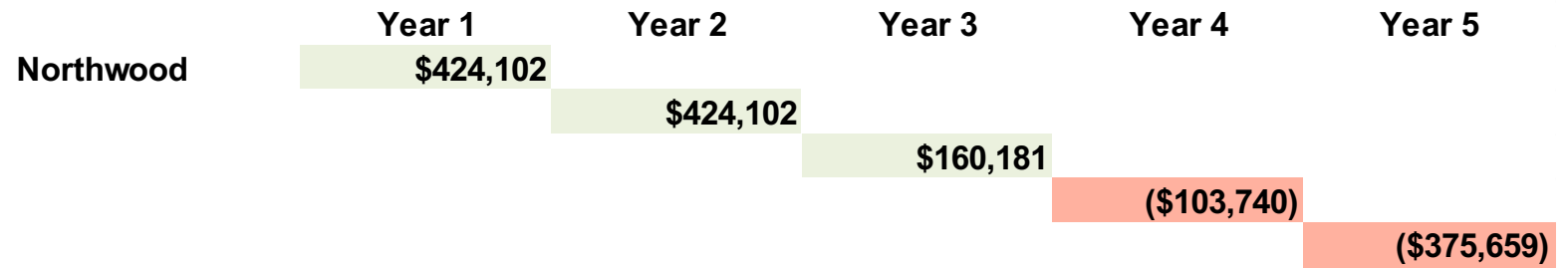
- No repurpose plan at this time
- Total savings over 5 years = **\$2.5 million**

	Year 1	Year 2	Year 3	Year 4	Year 5
Nunaka Valley	\$406,972	\$406,972	\$188,579	(\$29,814.17)	(\$254,825)

Remarks

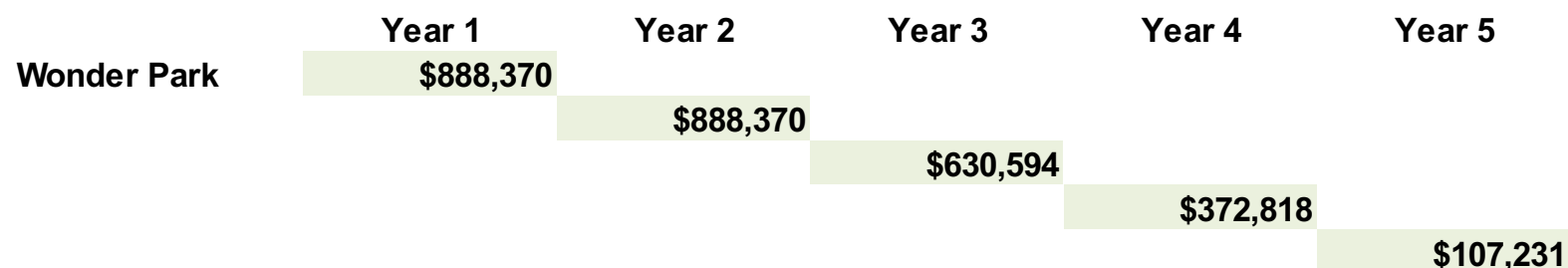
- Repurpose to Early Childhood Center
- Total savings over 5 years = **\$718K**

Revenue Impact over Five Years (2 of 2)



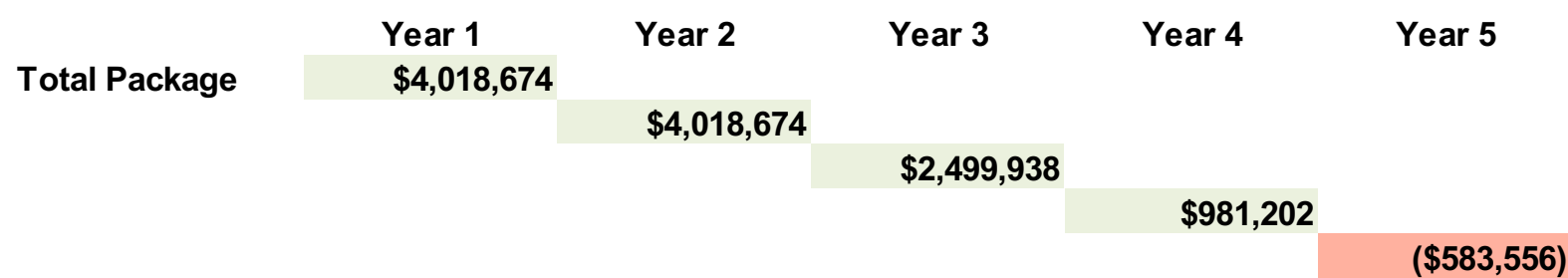
Remarks

- Repurpose to Early Childhood Center
- Total savings over 5 years = **\$529K**



Remarks

- Repurpose to ANCCS
- Total savings over 5 years = **\$2.9 million**

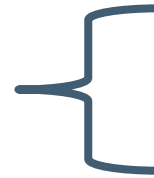


Remarks

- Total Savings – All Six Schools
- Total Savings over 5 years = **\$10.9 million**

Changes since the Initial FY24 Projected Deficit

Increased
Overall FY23
Revenue
(\$3.1 Million)



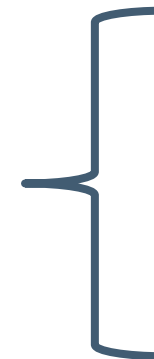
- Increased enrollment-based revenue
- 44 additional Intensive Needs Students than last school year

Reduced
Overall FY23
Expenses
(\$7.1 Million)



- High number of vacancies from Aug – Nov
- High number of personnel declined medical benefits
- Budgeted SRO funds not needed due to Assembly/Mayor actions
- Increase in Substitutes
- Increased Health Care Costs
- Increased Attrition Estimates based on large # of vacancies

Increased ESSER
Funds available
For FY24
(\$9 Million)



- Numerous personnel vacancies (Reading Interventionists, Teachers, etc.)
- Higher number of personnel who declined medical benefits
- Data assessment contract was lower than projected
- Mental Health funds will remain unspent

Total changes that can be applied to reduce FY24 deficit = \$19.1 Million

Proforma

Proforma Summary

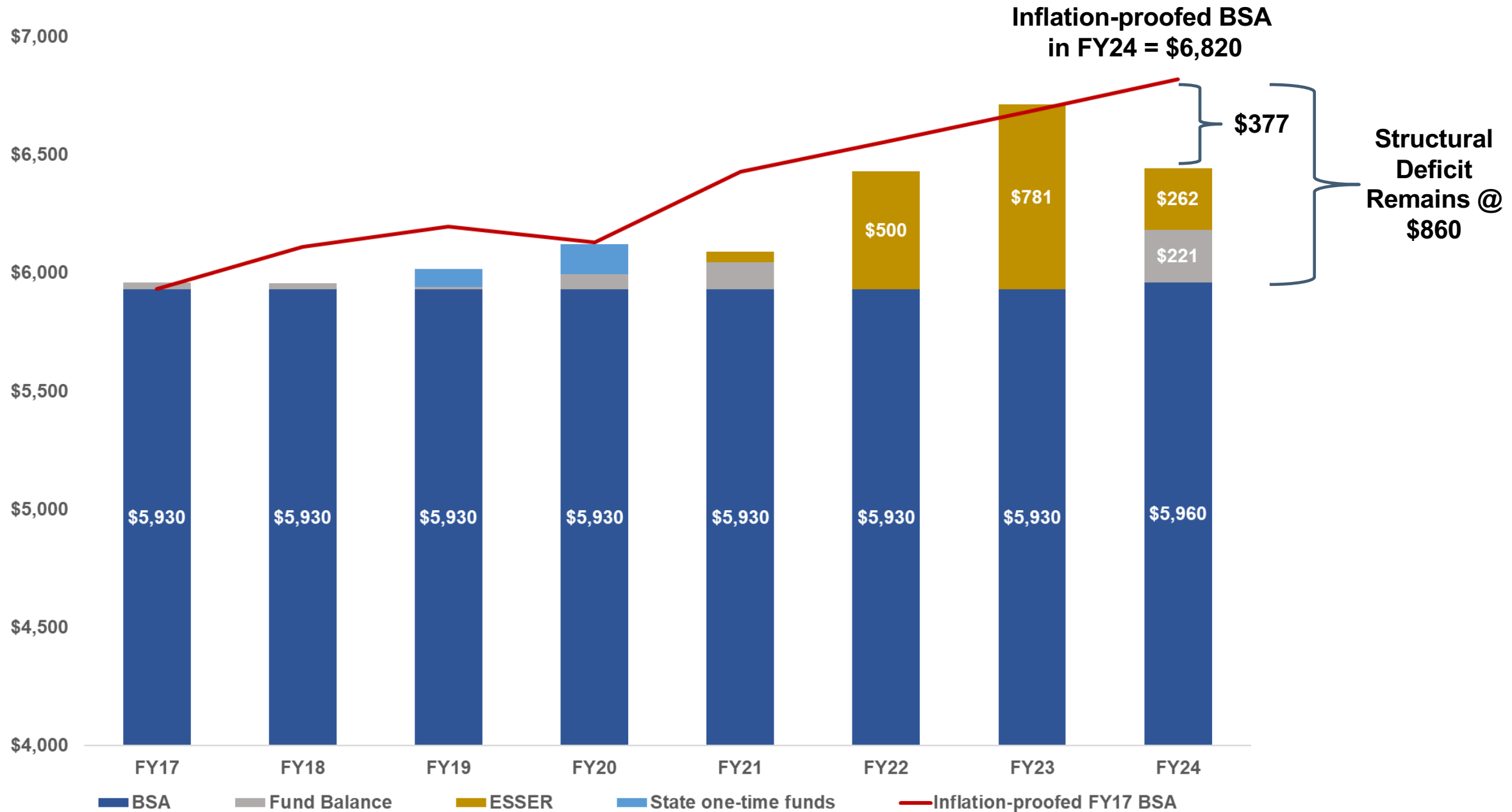
Revised FY24 Budget Deficit

Original Deficit Estimate from July 22	(67,951,383)
Add: SRO Cost Reduction	2,300,000
Add: AEA One-time FY23 Payment Reduction	2,543,477
Increase Attrition Estimates	2,271,564
Add: other Rev/Exp Adjustments	496,948
Adjusted Deficit	(60,339,394)
Additional FY24 Enrollment-based Revenue	3,119,000
Additional FY23 ESSER Rollover Funds for FY24	9,000,000
Adjusted Deficit	(48,220,394)

Remarks

- AEA One-time FY23 payments and Attrition estimate reductions are due to the high number of vacancies from Aug-Nov 2022
- Additional FY24 enrollment-based revenue is higher due to membership analysis in the FY23 OASIS count (44 additional IN students generate more revenue)
- The additional FY23 ESSER rollover funds are due to personnel vacancies and other planned activities that could not be completed in FY23

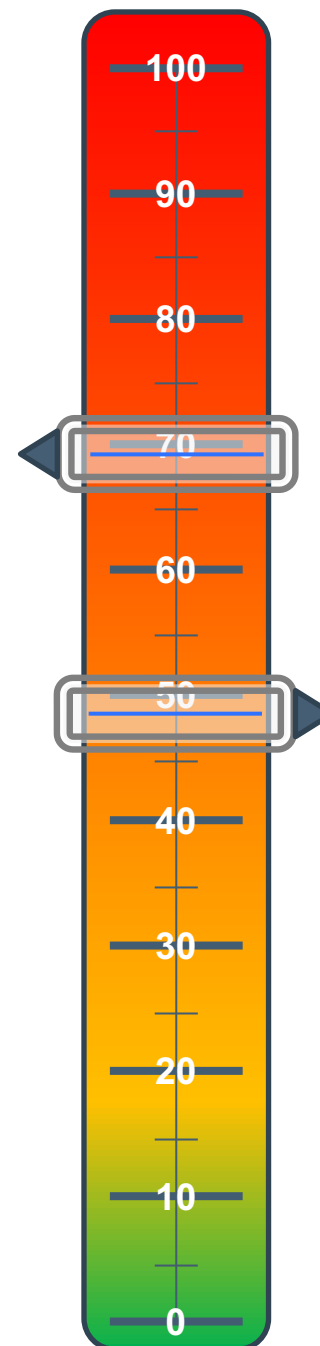
Updated ASD School Funding since 2017



- ASD revenue is depicted in BSA-equivalent dollars
- Changes from original chart include adding \$16M in FY23 state one-time funds plus an additional \$9M in FY23 ESSER funds that will be rolled into FY24

FY 24 Budget Deficit Monitor after Proforma Analysis

FY 24 Deficit
(in \$Millions)




• Original FY24 Budget Deficit Projection (\$68 million) in July 22

- Adjusted Budget Deficit after Proforma (48 million) includes:
 - SRO cost reduction, AEA One-time FY23 payment reduction, and other Rev/Exp adjustments
 - Increased Attrition Estimate (vacancies)
 - Additional Enrollment-based Revenue
 - Additional FY23 ESSER Rollover Funds

FY23 Fund Balance Projection


Options to Achieve an FY24 Balanced Budget

Fund Balance to 10% \$16.94M	Fund Balance to 9% \$22.64M	Fund Balance to 8% \$28.34M	Close Abbott Loop \$974K
Repurpose Birchwood \$884K	Close Klatt \$841K	Repurpose Nunaka Valley \$407K	Repurpose Northwood \$424K
Repurpose Wonder Park \$888K	PTR +1 @ K-12 \$7.1M	PTR +1 @ 4-12 \$4M	PTR +1 @ 6-12 \$3.3M
PTR +3 @ K-12 \$20.3M	PTR + 3 @ 4-12 \$12M	PTR +3 @ 6-12 \$9.3M	

 * Red outlined boxes signify actual savings to district costs

Options to Achieve an FY24 Balanced Budget

PTR +5 @ K-12 \$32.2M	PTR +5 @ 4-12 \$12M	PTR +5 @ 6-12 \$14.1M	State Bond Debt Reimbursement \$10M
State Bond Debt Reimbursement \$10M	State Bond Debt Reimbursement \$10M	State Bond Debt Reimbursement \$7M	Change ASDV \$690K
District Admin Cuts \$2.1M	6 th Grade to MS & Model \$3.8M	Reduce IGNITE \$2.4M	6 th Grade Band/Orchestra \$2.5M
School Metrics-Based \$300K	Dome Rental \$235K	Operations Reductions \$1M	

 * Red outlined boxes signify actual savings to district costs

Saturday, December 10th Work Session

Fund Balance to 10% \$16.94M	Fund Balance to 9% \$22.64M	Fund Balance to 8% \$28.34M	Close Abbott Loop \$974K
Repurpose Birchwood \$884K	Close Klatt \$841K	Repurpose Nunaka Valley \$407K	Repurpose Northwood \$424K
Repurpose Wonder Park \$888K	Total School Package \$4M	PTR +1 @ K-12 \$7.1M	PTR +1 @ 4-12 \$4M
PTR +1 @ 6-12 \$3.3M	PTR +3 @ K-12 \$20.3M	PTR +3 @ 4-12 \$12M	PTR +3 @ 6-12 \$9.3M
PTR +5 @ K-12 \$32.2M	PTR +5 @ 4-12 \$12M	PTR +5 @ 6-12 \$14.1M	State Bond Debt Reimbursement \$TBD
District Admin Cuts \$3.1M	6 th Grade to MS & Model \$3.8M	Reduce IGNITE \$2.4M	Change ASDV \$690K
School Metrics-Based \$300K	Dome Rental \$235K	Operations Reductions \$1M	6 th Grade Band/Orchestra \$2.5M

One-time Funds
Fund Balance

Reducing Expenditures

Bond Reimbursement

Total _____

Total _____

Grand Total

Parking Lot

Off the Table

School Board Comments/Guidance