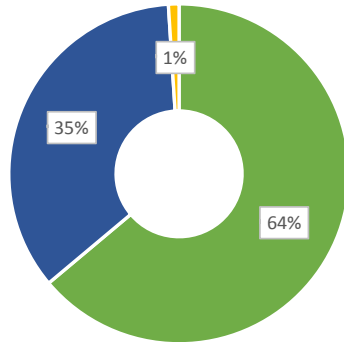




**Kenai Peninsula Borough School District  
FY18 Preliminary General Fund Budget**

**Revenue – Status Quo - \$137,381,321**

FY18 General Fund Revenue



- State of Alaska \$87,762,889**
  - Foundation Formula - \$79,228,895
  - Quality Schools - \$286,147
  - TRS/PERS On-Behalf payments - \$8,247,847
- Kenai Peninsula Borough \$48,238,432**
  - Borough Appropriation
  - In-kind Services
- Other Revenues \$1,380,000**
  - Erate
  - Investment income
  - Medicaid
  - Rent
  - Miscellaneous.

Foundation Funding Formula - \$5,930 Base Student Allocation (BSA) – Governor’s Budget

Step 1 – School Size – Appropriate formula from the school size factor table is used to adjust the adjusted Average Daily Membership (ADM) for each school in the first step to reach an Adjusted Average Daily Membership (AADM).

$$8,037 \text{ ADM} > 10,345.01 \text{ AADM}$$

Step 2 – District Cost Factor 1.171

$$10,345.01 \text{ AADM} > 12,114.01 \text{ AADM}$$

Step 3 – Special Needs Factor - 1.20

$$12,114.01 \text{ AADM} > 14,536.81 \text{ AADM}$$

Step 4 – Vocational Education Factor - 1.015

$$14,536.81 \text{ AADM} > 14,754.86 \text{ AADM}$$

Step 5 – Intensive Needs Factor - 13 X total number of Intensive Needs Students

$$14,754.86 \text{ AADM} > 17,211.86 \text{ AADM}$$

Step 6 – Correspondence – Number of projected students X .90 (747 X .90 = 672)

$$17,211.86 \text{ AADM} > 17,884.16 \text{ AADM}$$

17,884.16 AADM X \$5,930 BSA = **\$106, 053,069 Basic Need**

Basic Need less Required Local equals State Foundation

$$\$106,053,069 - \$26,824,174 = \$79,228,895$$

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**

**Borough Required and Maximum Allowable Revenue Estimate  
Preliminary FY18 Required and Maximum Allowable Contribution Estimates**

11/30/2016

Required FY 18 Contribution Options (The Lesser of the Following Two)

<b>A. 2016 Full Tax Value x 2.65 Mills =</b>	<b>\$ 10,122,329,820</b>	<b>x .00265 =</b>	<b>\$26,824,174</b>
<b>B. 45% of FY17 (Prior Year) Basic Need =</b>	<b>\$ 106,353,931</b>	<b>x 45% =</b>	<b>\$47,859,269</b>

Additional Allowable Local FY 18 Contribution Options ( The Greater of the Following Two)

<b>A. 23% of FY18 Basic Need</b>	<b>\$ 106,339,216</b>	<b>x 23% =</b>	<b>\$24,458,020</b>
<b>B. 2016 Full Tax Value x 2 Mills =</b>	<b>\$ 10,122,329,820</b>	<b>x .002 =</b>	<b>\$20,244,660</b>

Maximum Local Contribution Allowable FY 18 ( The Sum of the Following Two)

Required Local Contribution =	\$26,824,174	
Additional Allowable Local =	<u>\$24,458,020</u>	
<b>Total Maximum Allowable Contribution =</b>		<b>\$51,282,194</b>

FY18 Preliminary Budgeted Borough Support \$ 48,238,432

**Room to Maximum Allowable \$3,043,762**

**History of KPBSD Full Taxable Value**

2011 Full Tax Value	\$ 8,338,641,710	FY 17 Projected Basic Need	\$ 106,066,708
		Quality Schools	<u>\$ 287,223</u>
2012 Full Tax Value	\$ 8,573,591,170	Total for Additional Allowable Projection	\$ 106,353,931
2013 Full Tax Value(Original)	\$ 8,903,375,090		
2013 Full Tax Value(Revised)	\$ 8,910,264,290	FY 18 Projected Basic Need	\$ 106,053,069
		Quality Schools	<u>\$ 286,147</u>
2014 Full Tax Value	\$ 9,186,472,890	Total for Additional Allowable Projection	\$ 106,339,216
2015 Full Tax Value	\$ 9,349,916,890		
2016 Full Tax Value	\$ 10,122,329,820		

**Expenditures – Status Quo – \$140,833,901**

KPBSD (Deficiency) of Revenues over Expenditures (\$3,452,580)

Expenditure reductions totaling \$2.4 million and the use of 1/3 fund balance in the amount of \$1.1 million to create a preliminary expenditure budget that aligns with a Status Quo revenue budget.

Reductions of Expenditures to Status quo budget:

5.0 FTE Unallocated for Class Size Adjustment	(\$500,000)
1.0 FTE Pupil Services Coordinator	(140,696)
1.0 FTE Accounting Specialist	(59,703)
Extra-Curricular Safety funds	(10,000)
Ell Tutors	(624,302)
Custodial	(500,000)
6.50 FTE Reductions for High Schools with an increase of +2 PTR	<u>(650,000)</u>
Total Expenditure Reductions	(\$2,484,701)

KPBSD General Fund Expenditure Budget Reductions FY15 – FY18

FY15 Expenditure Budget reductions	(\$1,254,000)
FY16 Expenditure Budget reductions	(1,375,000)
FY17 Expenditure Budget reductions	(3,436,829)
FY18 Expenditure Budget reductions	<u>(2,484,701)</u>
Total General Fund Expenditure Budget reductions	(\$8,550,530)

Further State of Alaska Revenue Reductions mean additional expenditure reductions.

- 1% Reduction to BSA = (\$1,055,166) reduction in State Revenue
- 3% Reduction to BSA = (\$3,183,381) reduction in State Revenue
- 5% Reduction to BSA = (\$5,293,712) reduction in State Revenue

1.0 FTE Certified Teacher = \$100,000

A reduction of 10.0 FTE Certified Teachers for every \$1 million in loss of revenue.

**Quick Facts about KPBSD**

8,781 Projected Enrollment for FY18 School Year

44 Schools located in a geographic region encompassing roughly 25,600 Square miles

4 Schools are only accessible by boat or by air.

681.64 Certified General Fund Staff

410.14 Support General Fund Staff