



2020-2021 Budget Hearing

Presented by:

Dr. Errick L. Greene, Superintendent of Schools

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June 11, 2020



Our Vision and Mission

Vision

- At Jackson Public Schools, we prepare scholars to achieve globally, to contribute locally, and to be fulfilled individually.

Mission

- At Jackson Public Schools, we develop scholars through world-class learning experiences to attain an exceptional knowledge base, critical and relevant skill sets, and the necessary dispositions for great success.



Strategic Plan

Commitment #5: A Culture of Accountability and Excellence

- A culture of accountability and excellence must permeate the entire district in order for us to achieve the goals outlined in this strategic plan. Thoughtful planning, deliberate and consistent use of systems and data analysis, and a deep commitment to professional learning will enable us to build—and sustain—a districtwide culture of accountability and excellence.



Objectives

- Provide an overview of the 2020-2021 budget process
- Overview of the 2020-2021 Proposed Budget
- Outline next steps



Budget Process for 2020-2021

- **Timeline**

- November, 2019-Current:**

- Senior Leadership Team identified over 40 budget projects that were evaluated and prioritized
 - Strategic priorities and corresponding costs were identified
 - Enrollment and staffing projections finalized
 - Revenue and expenditure projections were developed
 - Finance Committee meetings
 - Board work session-May 27,2020
 - Advertisement of Notice of Tax Effort –June 4th and June 10th
 - Public Hearing-June 11, 2020 at 5:00 p.m.
 - Budget Adoption-June 23, 2020 at noon



Budget Advertisement

MS Code 27-39-203:

- Requires a public hearing to consider the budget and tax levies
- Outlines the form and content of the hearings
- Requires it to be run in a publication for the two(2) weeks preceding the adoption of the budget
- Public hearing held not less than seven(7) days after the first advertisement
- Must explain if there is a proposed increase in ad valorem request



Highlights (2020-2021)

- **Revenue**

- Ad Valorem and other revenue collections-projected to remain flat
- Loss of revenue from 16th Section leases-approximately \$400,000.00 due to expired leases that have elected not to renew
- MAEP-reduction due to enrollment decline and/or not being fully funded
- Use of \$2,000,000.00 in fund balance

- **Expenditures**

- Teacher step increase-estimated \$1,250,000.00
- Health insurance increase (full year)-estimated \$950,000.00
- Estimated increase in general liability/property insurance-est. \$500,000.00
- Increase in charter school payments-estimated total of \$7,000,000.00(an increase of approximately \$1,486,000.00 over the current year)

- **Savings**

- Savings from Optimizing for Equity Plan, optimizing class sizes based on enrollment and evaluation of vacancies, continued reduction of central office and other vacancies—estimated \$4,000,000.00
- More detailed review of utilities to align with projected expenditures-est. \$1,000,00.00
- Reduced technology and textbook purchases in district maintenance to fully utilize CARES allocation



District Maintenance (Operating) Budget

- District Maintenance (Fund 1120)
- Exceptional Education (Fund 1130)
- Alternative Education (Fund 1140)
- Athletics (Fund 1901)
- Vocational Education (Fund 2711)
- JROTC (Fund 2901)



Debt Service

- GO Bond Series 2012A (Fund 4907-matures 4/1/2028)
- Limited Tax Notes, Series 2012B (Fund 4908-matures 10/1/2023)
- GO Bonds, Series 2015A (Fund 4910- matures 4/1/2028)
- GO Bonds, Series 2015B (Fund 4911-matures 10/1/2020)
- Limited Tax Notes, Series 2017 (Fund 4913-matures 8/1/2028)
- GO Bonds, Series 2018 (Fund 4914-matures 6/30/2039)



Debt Service Request

Fund	Series	2019-2020 Request	2020-2021 Request	Difference		2021-2022	2022-2023	2023-2024
Fund 1120:	District Maintenance	\$ 72,696,426.00	\$ 72,696,426.00	\$ -		\$ 72,696,426.00	\$ 72,696,426.00	\$ 72,696,426.00
Fund 4907:	GO Bond Series 2012A	\$ 2,238,750.00	\$ 2,231,350.00	\$ (7,400.00)		\$ 2,236,250.00	\$ 2,237,000.00	\$ 2,237,000.00
Fund 4908:	Limited Tax Notes, Series 2012B	\$ 1,200,015.63	\$ 1,196,718.76	\$ (3,296.87)		\$ 4,209,937.51	\$ 4,206,640.63	\$ 4,210,843.75
Fund 4910:	General Obligation Bonds, Series 2015A	\$ 12,745,000.00	\$ 12,761,000.00	\$ 16,000.00		\$ 12,780,500.00	\$ 12,797,250.00	\$ 12,815,250.00
Fund 4911:	General Obligation Bonds, Series 2015B	\$ 3,082,787.50	\$ 3,081,000.00	\$ (1,787.50)		\$ -	\$ -	\$ -
Fund 4913:	Limited Tax Notes, Series 2017	\$ 293,910.50	\$ 248,066.25	\$ (45,844.25)		\$ 253,446.25	\$ 258,595.25	\$ 263,513.25
Fund 4914	GO Bond Series 2018	\$ 5,108,850.00	\$ 5,108,400.00	\$ (450.00)		\$ 5,108,275.00	\$ 5,107,775.00	\$ 5,106,650.00
TOTAL REQUEST		\$ 97,365,739.63	\$ 97,322,961.01	\$ (42,778.62)		\$ 97,284,834.76	\$ 97,303,686.88	\$ 97,329,683.00



MAEP

	FY19	FY20	FY21 PROJECTED
ADA (as reported in MSIS-September and October)	23,063.47	21,449.19	\$ 19,928.08
Base student cost (BSC)	\$ 5,522.66	\$ 5,626.22	\$ 5,829.35
ADA multiplied by BSC	\$ 127,371,703.23	\$ 120,677,861.76	\$ 116,167,753.15
# of students on Free Lunch	25,595	23,935	22,510
At-Risk Multiplier Amount (5% of BSC)	\$ 276.13	\$ 281.31	\$ 291.47
At-Risk Allocation	\$ 7,067,547.35	\$ 6,733,154.85	\$ 6,560,989.70
MAEP Formula Amount Prior to Local Contribution reduction	\$ 134,439,250.58	\$ 127,411,016.61	\$ 122,728,742.85
Local Contribution Amount	\$ 30,090,020.00	\$ 29,574,953.00	\$ 29,160,089.12
MAEP Formula Less Local Contribution Amount(approx. 23%)	\$ 104,349,230.58	\$ 97,836,063.61	\$ 93,568,653.73
MAEP Formula Amount at Full Funding	\$ 104,349,230.58	\$ 97,836,063.61	\$ 93,568,653.73
Reduction Percentage	9.74000000%	9.10000000%	10.00000000%
Reduction Amount	\$ (10,163,615.06)	\$ (8,903,081.79)	\$ (9,356,865.37)
MAEP Formula Only Allocation	\$ 94,189,611.00	\$ 88,932,981.82	\$ 84,211,788.36
Add on Programs(at full funding)	\$ 20,954,328.00	\$ 20,429,026.00	\$ 21,322,593.00
Reduction Percentage	9.74000000%	9.10000000%	10.00000000%
Reduction Amount	\$ (2,040,150.00)	\$ (1,858,239.82)	\$ (2,131,457.75)
Add on Programs Allocation Amount	\$ 18,914,178.00	\$ 18,570,786.18	\$ 19,191,135.25
TOTAL MAEP ALLOCATION	\$ 113,103,789.00	\$ 107,503,561.00	\$ 103,402,923.61



District Maintenance Revenue

District Maintenance-Fund 1120				
Revenues	2019-2020 Adopted		PROJECTED 2020-2021	Difference
1120-Ad Val Taxes From Local Gov	\$ 72,696,426.00		\$ 72,696,426.00	\$ -
1310-Tuition from Individuals	200,000.00		200,000.00	-
1510-Interest Income	150,000.00		125,000.00	(25,000.00)
1911--Cell Tower Revenue	18,000.00		18,000.00	-
1920-Contributions & Donations	15,000.00		15,000.00	-
1992 Reimbursement for Bus Trips	150,000.00		100,000.00	(50,000.00)
1993-Use of School Facilities	60,000.00		60,000.00	-
1999-Miscellaneous	200,000.00		200,000.00	-
3111-Homestead Exemption Reimbursement	2,000,000.00		1,850,000.00	(150,000.00)
3150-MAEP Funds (Current)	89,653,311.00		83,752,923.61	(5,900,387.39)
3290-Other Restricted Grants In Aid	700,000.00		600,000.00	(100,000.00)
3820-Heavy Trucks	750,000.00		750,000.00	-
4490-Other Federal Funds	10,000.00		10,000.00	-
6200-Proceeds of Loans	20,000,000.00		20,000,000.00	-
6450-Insurance Loss Recoveries	40,000.00		40,000.00	-
6500-Sale of Transportation Equipment	25,000.00		-	(25,000.00)
6600-Sale of Other Property	500,000.00		300,000.00	(200,000.00)
6710-Indirect Costs	500,000.00		600,000.00	100,000.00
6720-Other Transfers In	2,050,000.00		3,500,000.00	1,450,000.00
7100-Prior Period Adjustments				-
Total Revenue	\$ 189,717,737.00		\$ 184,817,349.61	\$ (4,900,387.39)



District Maintenance Expenditures

District Maintenance-Fund 1120				
Expenditures	2019-2020 Adopted		PROJECTED 2020-2021	Difference
100-Salaries	\$ 97,379,754.52		\$ 95,809,754.52	\$ (1,570,000.00)
200-Employee Benefits	29,136,610.37		30,278,607.45	1,141,997.08
300-Purchased Prof & Tech Services	6,940,809.13		7,137,929.28	197,120.15
400-Purchased Property Services	11,964,238.38		10,284,992.75	(1,679,245.63)
500-Other Purchased Services	2,030,403.70		2,530,783.89	500,380.19
600-Supplies	6,655,756.16		5,444,831.25	(1,210,924.91)
700-Property	650,659.00		416,329.01	(234,329.99)
800-Other Objects	23,100,035.00		22,914,121.46	(185,913.54)
900-Other Uses of Funds	11,859,470.74		10,000,000.00	(1,859,470.74)
Total Expenditures	\$ 189,717,737.00		\$ 184,817,349.61	\$ (4,900,387.39)



Total Proposed Budget (All funds)

	2020-2021 Proposed
Fund 1120-District Maintenance	\$ 184,817,349.61
District Supported:	
Fund 1130-Exceptional Education	18,875,250.00
Fund 1140-Alternative Education	1,976,831.37
Fund 1901-Athletics	1,000,000.00
Fund 2711-Vocational Education	5,776,643.09
Fund 2901-JROTC	2,800,000.00
Other Funds:	
Debt Service	\$ 24,626,535.01
Child Nutrition	20,351,608.54
Federal Programs	17,684,295.00
IDEA and Preschool	6,317,845.00
CARES Allocation	12,000,000.00
Building and Buses (MAEP)	960,629.00
16th Section	850,000.00
Activity Funds (student based)	500,000.00
Capital Projects:	
Fund 3017-Storm Damage	\$ 2,234,548.34
Fund 3912-Callaway High School Lighting Project	100,000.00
Fund 3913-Limited Tax Capital Projects	83,650.69
Fund 3914-GO Bond Construction Fund	51,487,850.84
TOTAL JPS PROPOSED BUDGET	\$ 352,443,036.49



Next Steps

- Continue to work with JPS team to review the budget for opportunities to support our mission and goals or provide additional savings
- Budget adoption June 23, 2020 (noon)
- Submit ad valorem request to the City of Jackson (no later than August 15, 2020)
- Closeout 2019-2020 budget (by September 15, 2020)
- Continue our work to identify private/additional funding

