



KPBSD FY18 Budget 101



WE NEED A FISCAL PLAN!

Where does revenue come from?

KPBSD receives funding from three sources:

1. Borough, or "local" funding (\$ linked to state funding)
2. State funding (this is a constitutional mandate)
3. Federal and Grant funds (designated expenditure categories that are non-transferable to other expenses)

A school district does not have authority to raise its own revenue.

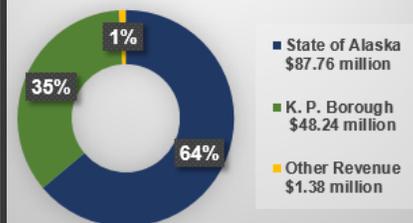
What is an expenditure?

Primary expenses are staff and classroom instruction. Like a business, planning and operations, information systems, utilities, etc. are also included.

How-to balance the budget:

- ◆ Align revenues and expenditures
- ◆ Request that the state legislature, and Kenai Peninsula Borough fully fund education
- ◆ If available, use General Fund reserves (savings account) to fund deficit, in order to avoid staff reductions and increased class sizes

FY18 projected General Fund Revenue



GO-TO RESOURCES

KPBSD [Finance webpage](http://bit.ly/KPBSDfinance)
<http://bit.ly/KPBSDfinance>

FY18 budget & funding [videos](http://bit.ly/VideoFY18Budget)
<http://bit.ly/VideoFY18Budget>

[KPBSD and the Legislature](https://bit.ly/KPBSDandTheLegislature)
<https://bit.ly/KPBSDandTheLegislature>

[Blog and announcements](http://bit.ly/KPBSDnews)
<http://bit.ly/KPBSDnews>

www.KPBSD.org

BALANCING THE FY18 BUDGET

Status Quo Revenue projects a deficit of	(\$3.45 million)*
Projected FY18 Expenditure Reductions	(2.48 million)
Use of Fund Balance	1.13 million

*The [Alaska State Legislature](#) may recommend and vote to make additional reductions to education funding. The [Kenai Peninsula Borough](#) has the ability to increase support to education funding, by contributing to the maximum allowable contribution, also called a *cap*.

The mission of the Kenai Peninsula Borough School District is to develop productive, responsible citizens who are prepared to be successful in a dynamic world.

KPBSD Fiscal Reality

OUR CHALLENGE

“Alaska is addressing its ongoing fiscal challenges, and it is important that everyone is involved in the conversation to ensure a long-term fiscal plan is finally implemented.”

— Superintendent Sean Dusek, Kenai Peninsula Borough School District

Think in terms of this:

If the Alaska State legislature passes additional revenue cuts to state education funding, the KPBSD \$3.45 million budget deficit will increase. And, state reductions can affect the Kenai Peninsula Borough maximum allowable contribution to KPBSD. **This is the additional state funding impact to KPBSD:**

1% Reduction to BSA = (\$ 1.05 million)

3% Reduction to BSA = (\$ 3.18 million)

5% Reduction to BSA = (\$5.29 million)

Ten KPBSD teachers equates to one million dollars.

KPBSD Reductions:

For several years, budget reductions have come through efficiencies, Pupil to Teacher Ratio (PTR) increases, and reduction of staff.

The effects of these cuts have been kept as far away from the classroom as possible and most of the public do not realize these are already in effect. **But, \$8,550,530 has been reduced since FY15.**

FY15 Budget Reductions	(\$1,254,000)
FY16 Budget Reductions	(1,375,000)
FY17 Budget Reductions	(3,436,829)
FY18 Budget Reductions	<u>(2,484,701)</u>

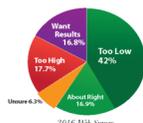
Total Budget Reductions (\$8,550,530)

Further reductions to education funding in FY18 will increase the deficit, thus likely impact KPBSD staff, classroom instruction and support.

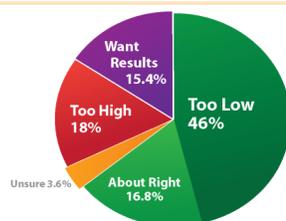
K-12 EDUCATION FUNDING

K-12 funding for K-12 education:

- 1) Too low
- 2) About right
- 3) Too high
- 4) I care more about results than funding
- 5) Unsure



ALASKA SENATE MAJORITY



Over 7,000 Alaskans responded to this Alaska Senate Majority survey

WHAT CAN YOU DO? #IDEAS

- ✓ Advocate for a **state fiscal plan**
- ✓ Ask your principal or school site council about the **impact of education funding reductions to your school** and KPBSD
- ✓ Contact **your state legislator** via phone, email, or town hall meeting
- ✓ **Testify** at a legislative hearing via an LIO office, make a telephone call, or write a letter
- ✓ Attend a **Borough Assembly meeting**
- ✓ **Share your #golden story** about the impact of schools and K-12 education
- ✓ **Talk** to family, friends, elected officials, community partners