

Autauga County Board of Education



FY2024 Budget Hearing #2

September 14, 2023



FINANCIAL FUNDS



- ❑ General Fund – General operations of the local school district, e.g. State Funds, Property Taxes and Local Appropriations
- ❑ Special Revenue Fund – Federal programs and funds designated for a specific purpose, e.g. Title I, Title II and CNP. Also includes Local School Public Funds.
- ❑ Capital Projects Fund – Acquisition or construction of major capital expenditures
- ❑ Debt Service Fund – Payments of long-term debt
- ❑ Fiduciary Fund – Non-public local school activity monies

Foundation Program Units

| ACBOE | FY2024 | FY2023 | Change |
|----------------------------------|---------------|---------------|-------------|
| System ADM | 8,938.35 | 8,827.05 | 111.30 |
| Foundation Program Units | | | |
| Teachers | 518.63 | 508.85 | 9.78 |
| Principals | 12.00 | 12.00 | 0.00 |
| Assistant Principals | 12.50 | 12.50 | 0.00 |
| Counselors | 17.50 | 18.00 | -0.50 |
| Librarians | 14.00 | 14.00 | 0.00 |
| Career Tech Director & Counselor | 3.00 | 3.00 | 0.00 |
| Total Units | 577.63 | 568.35 | 9.28 |

Foundation Program (State and Local Funds)

| <i>Foundation Program (State and Local Funds)</i> | | | | | |
|---|-----------------|-------------------|-----------------|-------------------|------------------|
| | | <i>FY 2024</i> | | <i>FY 2023</i> | <i>Change</i> |
| Salaries | | 35,411,998 | | 32,975,070 | 2,436,928 |
| Fringe Benefits | | 13,105,289 | | 12,529,485 | 575,804 |
| Other Current Expense | (\$23,068/unit) | 13,324,853 | (\$21,175/unit) | 12,034,811 | 1,290,042 |
| Classroom Instructional Support | | | | | |
| Student Materials | (\$569.15/unit) | 328,757 | (\$900/unit) | 511,515 | -182,758 |
| Technology | (\$500/unit) | 288,815 | (\$500/unit) | 284,175 | 4,640 |
| Library Enhancement | (\$157.72 unit) | 91,104 | (\$157.72 unit) | 89,640 | 1,464 |
| Professional Development | (\$100/unit) | 57,763 | (\$100/unit) | 56,835 | 928 |
| Textbooks | (\$75/adm) | 670,378 | (\$75/adm) | 662,031 | 8,347 |
| Student Growth | | 764,075 | | 0 | 764,075 |
| Total Foundation Program | | 64,043,032 | | 59,143,562 | 4,889,470 |

State Funds

| <i>State Funds</i> | | <i>FY 2024</i> | | <i>FY 2023</i> | <i>Change</i> |
|---------------------------|--------------|----------------|--------------|----------------|---------------|
| Foundation Program-ETF | | 11,074,231 | | 11,044,885 | 29,346 |
| School Nurses Program | | 163,373 | | 146,193 | 17,180 |
| High Hopes | | 0 | | 0 | 0 |
| Salaries-1%per Act 97-238 | | 0 | | 0 | 0 |
| Technology Coordinator | | 66,840 | | 60,966 | 5,874 |
| Transportation | | | | | |
| Operating Allocation | | 686,877 | | 698,604 | -11,727 |
| Fleet Renewal | (\$7,581bus) | 106,134 | (\$7,581bus) | 106,134 | 0 |
| Current Units | | 0 | | 0 | 0 |
| Capital Purchase* | | *523,045 | | *541,636 | -18,591 |
| At Risk | | 60,242 | | 81,790 | -21,548 |
| Career Tech (O & M) | | 38,327 | | 33,900 | 4,427 |
| <i>Total State Funds</i> | | 12,719,069 | | 12,714,108 | 4,961 |

*Capital Purchase funds are not considered operating revenues.

State Funds

| <i>State Funds</i> | | <i>FY 2024</i> | | <i>FY 2023</i> | <i>Change</i> |
|---------------------------|--------------|----------------|--------------|----------------|---------------|
| Foundation Program-ETF | | 54,662,062 | | 50,500,622 | 4,161,440 |
| School Nurses Program | | 746,903 | | 548,870 | 198,033 |
| | | | | | |
| Salaries-1%per Act 97-238 | | 0 | | 0 | 0 |
| Technology Coordinator | | 68,327 | | 66,839 | 1,488 |
| Transportation | | | | | |
| Operating Allocation | | 5,877,457 | | 5,381,916 | 495,541 |
| Fleet Renewal | (\$7,581bus) | 818,748 | (\$7,581bus) | 788,424 | 30,324 |
| Current Units | | 0 | | 0 | 0 |
| Capital Purchase* | | *2,637,676 | | *2,624,623 | 13,053 |
| At Risk | | 265,874 | | 198,037 | 67,837 |
| Career Tech (O & M) | | 57,865 | | 51,101 | 6,764 |
| <i>Total State Funds</i> | | 65,134,912 | | 60,160,432 | 4,974,480 |

*Capital Purchase funds are not considered operating revenues.

State Funds - Local Match

| <i>Local Funds</i> | | <i>FY 2024</i> | | <i>FY 2023</i> | |
|--------------------------|------------------|----------------|------------------|----------------|---------|
| Foundation Program | (10.00 Mills) | 9,380,970 | (10.00 Mills) | 8,642,940 | 738,030 |
| Capital Purchase | (0.501013 Mills) | 470,214 | (0.525333 Mills) | 454,440 | 15,774 |
| <i>Total Local Funds</i> | | 9,851,184 | | 9,097,380 | 753,804 |

TOTAL PROPOSED BUDGET- REVENUES & OTHER FUND SOURCES FY 2024



| | |
|--|----------------------|
| <input type="checkbox"/> General Fund | \$84,516,796 |
| <input type="checkbox"/> Special Revenue Fund | \$18,013,316 |
| <input type="checkbox"/> Debt Service | \$ 4,152,312 |
| <input type="checkbox"/> Capital Projects Fund | \$ 500,000 |
| <input type="checkbox"/> Fiduciary Fund (Expendable Trust) | \$ 509,361 |
| Total Revenues | \$107,691,786 |

TOTAL PROPOSED BUDGET- EXPENDITURES & OTHER FUND USES FY 2024



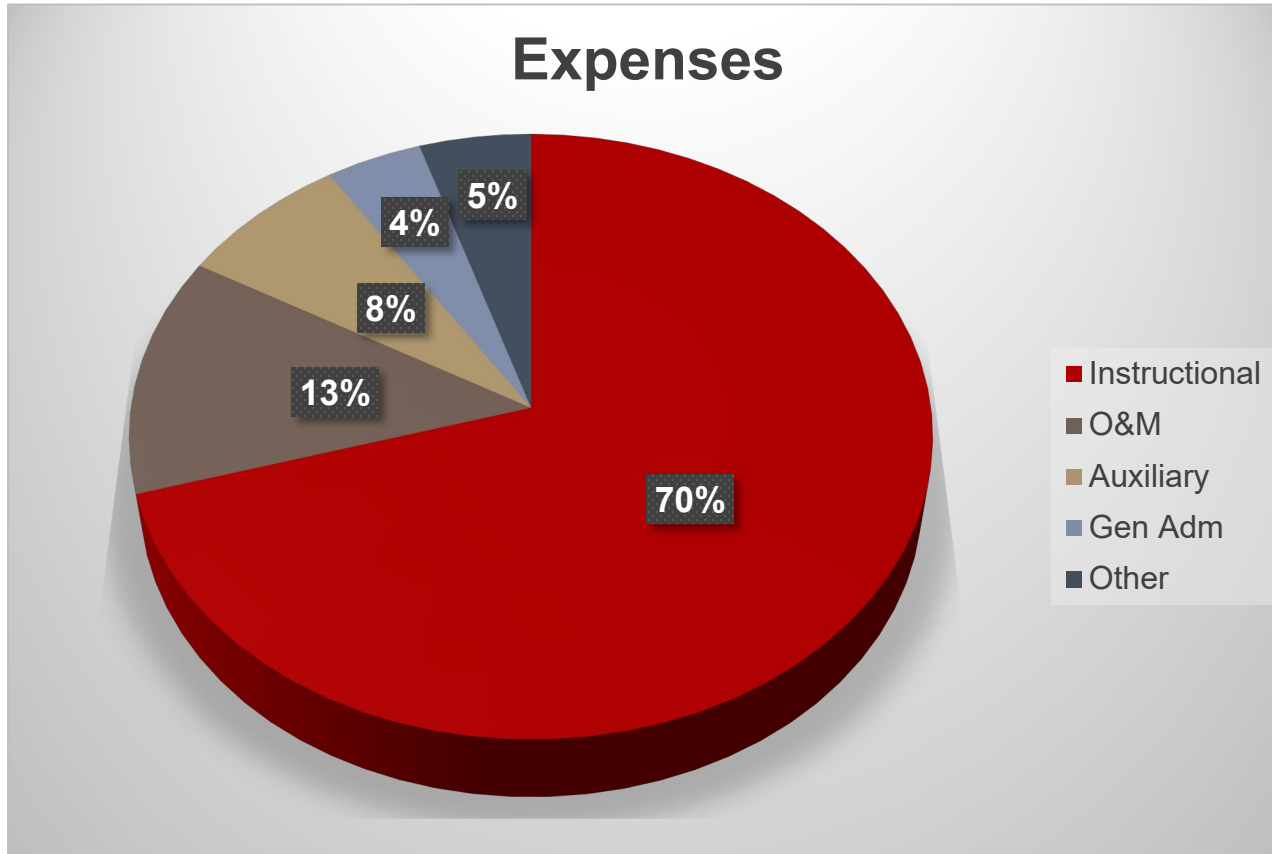
| | |
|--|----------------------|
| <input type="checkbox"/> General Fund | \$89,268,023 |
| <input type="checkbox"/> Special Revenue Fund | \$17,759,678 |
| <input type="checkbox"/> Debt Service | \$ 4,037,872 |
| <input type="checkbox"/> Capital Projects Fund | \$24,520,659 |
| <input type="checkbox"/> Fiduciary Fund (Expendable Trust) | \$ 467,364 |
| Total Expenditures | \$136,053,595 |

GF Expenditures by Function



| | |
|--------------------------|---------------------|
| □ Instructional | \$62,891,115 |
| □ Operations (O&M) | \$11,422,396 |
| □ Auxiliary | \$ 6,758,481 |
| □ General Administrative | \$ 3,791,198 |
| □ Capital Outlay | |
| □ Debt Service | |
| □ Other Expenditures | <u>\$ 4,404,833</u> |
| | \$89,268,023 |

Proposed Budget General Fund Operating Expenditures & Other Fund Uses For the year ended September 30, 2024



PROPOSED TOTAL FUND EQUITY
GENERAL FUND
FY 2024



| | |
|--------------------------------------|--------------|
| Total Revenues & Other Fund Sources | \$84,516,796 |
| Total Expenditures & Other Fund Uses | \$89,268,023 |

| | |
|--|---------------|
| Excess of Revenues Over (Under) Expenditures | \$(4,751,226) |
| Fund Balance Beginning of the Year | \$33,962,798 |

| | |
|--------------|---------------|
| Fund Balance | \$ 29,211,571 |
|--------------|---------------|

| | |
|--|---------------------|
| Unreserved Fund Balance - End of the Year | \$29,211,571 |
|--|---------------------|

Status of Debt



- **2015 bond** remaining balance as of 9/30/23 \$6,745,000.00.
 - Paid with 2120 capital funds from state and 6111 general fund (required match from state)
 - Date of liquidation: 2028
- **2017 bond** remaining balance as of 9/30/23 \$1,149,356.68.
 - Paid with 1320 fleet renewal funds from state
 - Date of liquidation: 2026
- **2018 bond** remaining balance as of 9/30/23 \$4,940,000.00
 - Paid with 1320 fleet renewal funds from state and 2120 capital funds from state
 - Date of liquidation: 2032
- **2021 bond** remaining balance as of 9/30/23 \$28,855,000.00
 - Paid with 1320 fleet renewal from state, 2120 capital funds from state, and 6111 general fund
 - Date of liquidation: 2051

Local Revenues



- Total budgeted \$19,644,770
- Allocations of Local Revenues:
 - State foundation \$9,380,970
 - Capital match \$470,214
 - CNP pass thru \$2,351,175
 - Bond debt (see previous bond slides)
 - Special Ed Maintenance of Effort
 - PreK matching funds
 - Coaching Supplements

Local Revenues / Uses



- 6001 (taxes such as county use, tags, etc.) \$1,229,287
 - Teacher allocated, Underfunded Reading Coaches (ARI), Transfers to Local Schools to assist with additional pay, Transportation needs in excess of state funding
- 6010 (1/2 cent sales tax) \$3,630,000
 - Maintenance and Utilities for the district wide to include athletics
- 6011 (1 cent sales tax) \$6,965,000
 - All athletic board paid supplements, all centralized support personnel professional development, materials and supplies, maintenance vehicles/equipment, technology, CNP pass thru, SPED maintenance of effort

Local Revenues / Uses



- Ad valorem taxes \$9,380,970
 - 100 % of Ad Val taxes received goes to meet the required state match

- Local Revenues are almost fully allocated for required obligations or maintaining the district's basic operations at a bare minimum.

**STATE OF ALABAMA
DEPARTMENT OF EDUCATION
LEA Budget System
Combined Budget for Revenues, Expenditures, and Changes in Fund Balances
Governmental and Expendable Trust Funds
Fiscal Year 2024, Fiscal Period 00**

001 - Autauga County Schools

| | GOVERNMENTAL | | | FIDUCIARY | | Total |
|---|-------------------------|------------------------|-----------------------|--------------------------|----------------------|--------------------------|
| | General | Special Revenue | Debt Service | Capital Projects | Expendable Trust | |
| Revenues | | | | | | |
| State Sources | \$64,184,849.00 | \$75,000.00 | \$3,456,424.00 | \$0.00 | \$0.00 | \$67,716,273.00 |
| Federal Sources | \$127,598.00 | \$11,703,598.00 | \$0.00 | \$0.00 | \$0.00 | \$11,831,196.00 |
| Local Sources | \$19,254,953.85 | \$3,184,155.00 | \$695,888.15 | \$0.00 | \$479,461.00 | \$23,614,458.00 |
| Other Sources | \$186,500.00 | \$135,800.00 | \$0.00 | \$0.00 | \$0.00 | \$322,300.00 |
| Total Revenues: | \$83,753,900.85 | \$15,098,553.00 | \$4,152,312.15 | \$0.00 | \$479,461.00 | \$103,484,227.00 |
| Expenditures | | | | | | |
| Instructional Services | \$48,639,267.25 | \$6,262,845.73 | \$0.00 | \$0.00 | \$161,315.00 | \$55,063,427.98 |
| Instructional Support Services | \$14,251,848.00 | \$1,420,564.54 | \$0.00 | \$0.00 | \$67,300.00 | \$15,739,712.54 |
| Operation & Maintenance Services | \$11,422,395.50 | \$498,562.00 | \$0.00 | \$0.00 | \$23,120.00 | \$11,944,077.50 |
| Auxiliary Services | \$6,758,481.00 | \$8,314,593.50 | \$0.00 | \$0.00 | \$10,354.00 | \$15,083,428.50 |
| General Administrative Services | \$3,791,197.75 | \$213,103.14 | \$0.00 | \$0.00 | \$0.00 | \$4,004,300.89 |
| Capital Outlay | \$0.00 | \$0.00 | \$0.00 | \$24,520,659.48 | \$0.00 | \$24,520,659.48 |
| Debt Service | \$0.00 | \$0.00 | \$4,037,871.89 | \$0.00 | \$0.00 | \$4,037,871.89 |
| Other Expenditures | \$1,366,330.00 | \$489,669.59 | \$0.00 | \$0.00 | \$159,310.00 | \$2,015,309.59 |
| Total Expenditures: | \$86,229,519.50 | \$17,199,338.50 | \$4,037,871.89 | \$24,520,659.48 | \$421,399.00 | \$132,408,788.37 |
| Other Fund Sources (Uses) | | | | | | |
| Other Fund Sources: | \$762,895.44 | \$2,914,763.20 | \$0.00 | \$500,000.00 | \$29,900.00 | \$4,207,558.64 |
| Other Fund Uses: | \$3,038,503.20 | \$560,338.80 | \$0.00 | \$0.00 | \$45,965.00 | \$3,644,807.00 |
| Total Other Fund Sources (Uses): | (\$2,275,607.76) | \$2,354,424.40 | \$0.00 | \$500,000.00 | (\$16,065.00) | \$562,751.64 |
| Excess Revenues and Other Sources Over (Under) Expenditures and Other Fund Uses: | (\$4,751,226.41) | \$253,638.90 | \$114,440.26 | (\$24,020,659.48) | \$41,997.00 | (\$28,361,809.73) |
| Beginning Fund Balance - October 1: | \$33,962,797.73 | \$1,967,596.69 | \$4,434,893.28 | \$25,005,014.92 | \$449,888.84 | \$65,820,191.46 |
| Ending Fund Balance - September 30: | \$29,211,571.32 | \$2,221,235.59 | \$4,549,333.54 | \$984,355.44 | \$491,885.84 | \$37,458,381.73 |

Budget Challenges

- ❑ Student enrollment decrease will have a devastating effect on the financial stability of the District. This affects our state foundation program funding. Units will decrease and, thusly, our appropriation. Won't know the outcome of student counts until after the 20 day.
- ❑ Federal funding utilized to support teacher units in Autaugaville and Billingsley due to lack of earned units to support the K12 schools.
- ❑ Federal revenues that help support our classrooms are decreasing as a result of ADM decreases and federal funding decreases. This affects our ability to conduct/provide professional development for teachers, teacher units, and services.
- ❑ Current funding is not adequate to meet the demands (i.e. Instructional Programming, Building Renovations, Pre-K, & At-Risk Programs, Deferred Maintenance, etc.).

Budget Challenges

- ❑ Utilizing teachers units to ensure each school has a full time Assistant Principal and Counselor. Not all schools earn those positions.
- ❑ Increase in special education population does not equate to the funds currently received. Additional support staff needed without adequate funding resulting in the use of local revenues.
- ❑ How to maintain additional summer programs and provide the additional instructional tools after utilizing CARES/ESSER money.
- ❑ For three years, custodial supplies have been paid through ESSER funds, after 2024 will go back to general fund.
- ❑ Instructional materials and software will have to be reviewed and a reduction in variety of offerings will be necessary after 2024 due to ending of ESSER funds.

Budget Challenges

- ❑ Current technology infrastructure needs to be constantly updated to maintain adequate support for staff and students.
- ❑ A small support staff for maintenance and technology serving a district of this size requires use of outside contract services.
- ❑ Uncertainty of the Child Nutrition Program CEP program and affects of federal funding. Could require additional services to be provided to schools depending on poverty rates.
- ❑ Administrative support staff on Teacher salary schedule without those positions being funded or fully funded.
- ❑ Second Chance program is majority locally funded with only three staff members funded under the State At Risk program.

Budget Challenges

- ❑ Funds received from the state for capital projects are absorbed solely by bond debt.
- ❑ Funds received from the state for bus renewal are absorbed solely by bond debt.
- ❑ Local revenues are allocated to bond debt, required state match, CNP pass thru, SPED maintenance of effort, therefore cannot build up adequate reserves for renovations, upgrades, or infrastructure.

Questions & Answers