



FY17 Budget Community Meetings

Seward High School Library, February 16, 5:30 pm

Soldotna High School Library, February 17, 5:30 pm

Homer High School Library, February 23, 5:30 pm



Budget Process – So far.....

October 15, 2015 LYNC Meetings with D/O to School Sites

November 2, 2015 Board Meeting and Work Session

December 8, 2015 Board Work Session

January 11, 2016 FY17 Preliminary Budget Information to Board

February 1, 2016 FY17 Preliminary Budget Document to Board

February 2, 2016 Meeting with Key Communicators

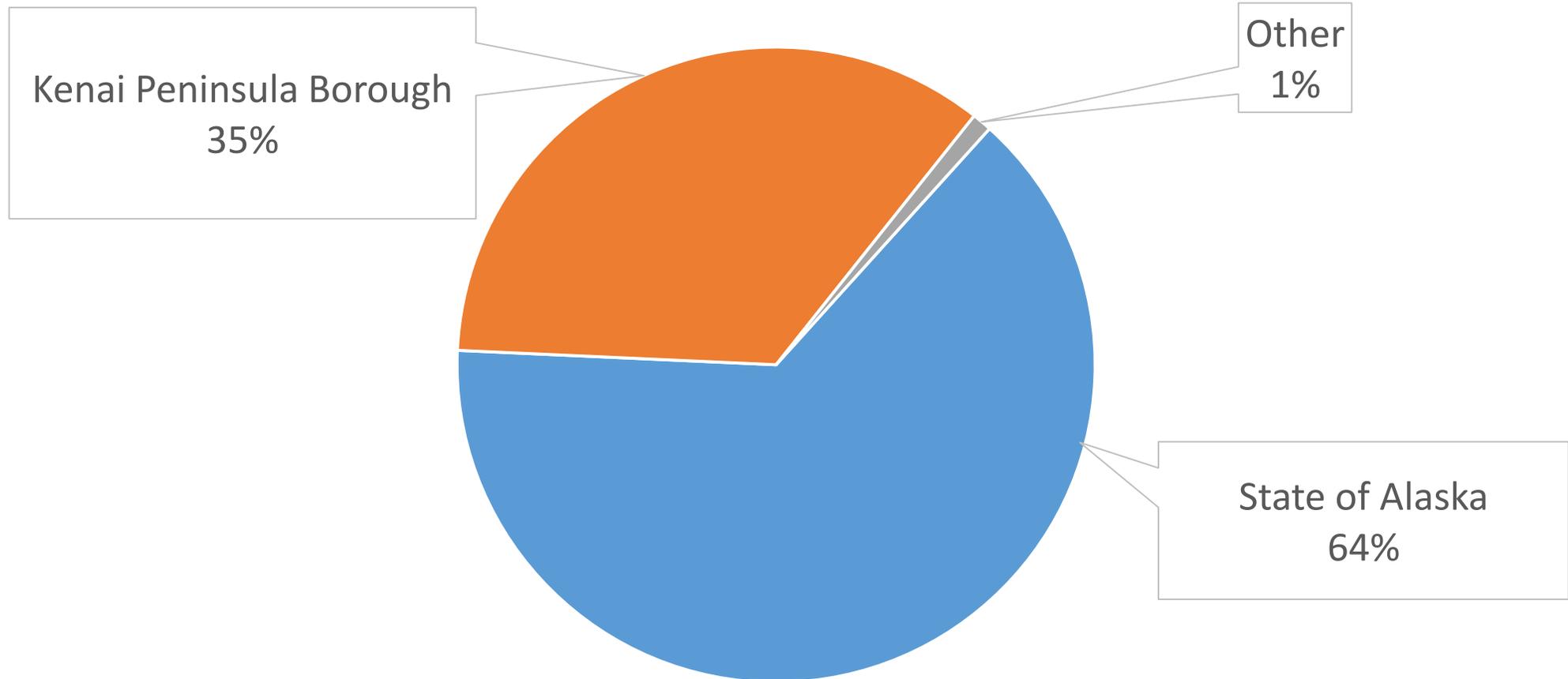


FY17 Projected Revenues

State of Alaska	\$ 88,425,034
Kenai Peninsula Borough	48,238,432
Other	<u>1,380,000</u>
Total Projected Revenue	<u>\$ 138,043,466</u>



FY17 Projected Revenue

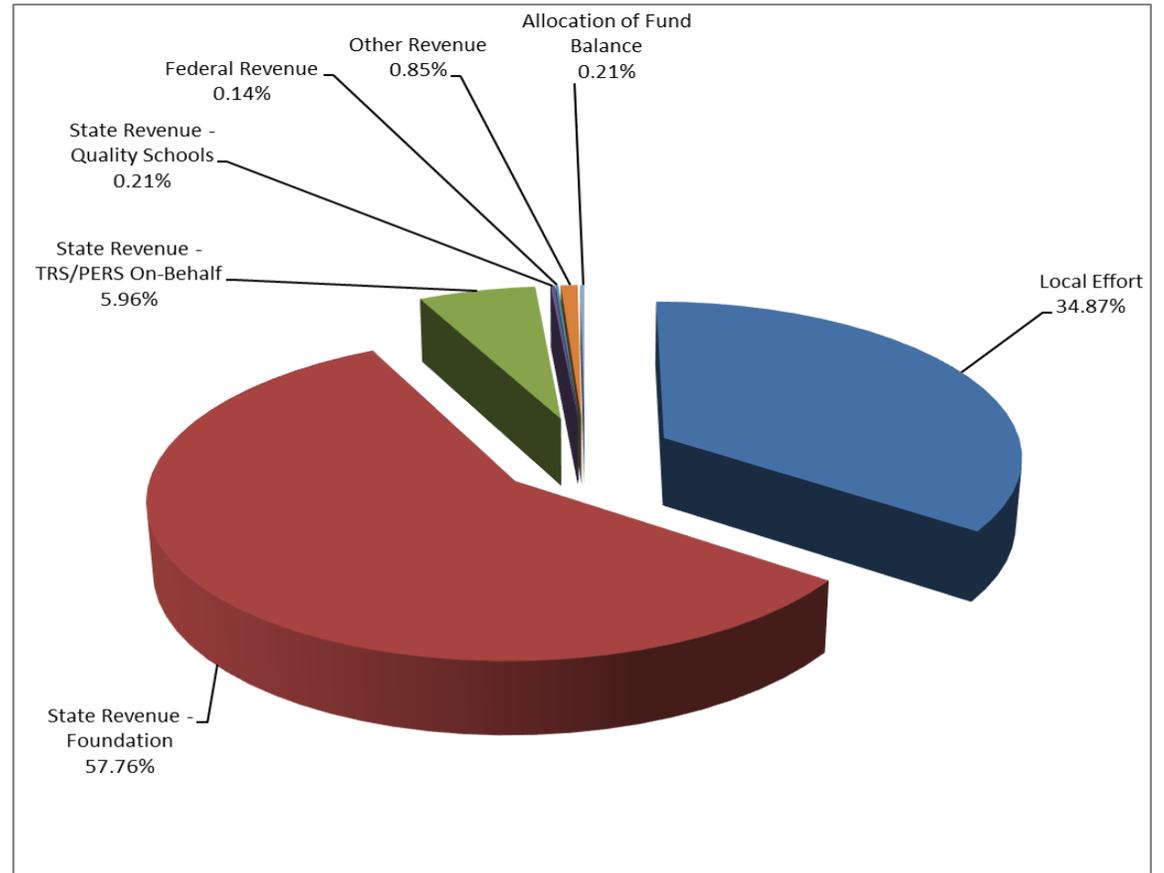




FY17 Projected Revenue by Source

Revenue

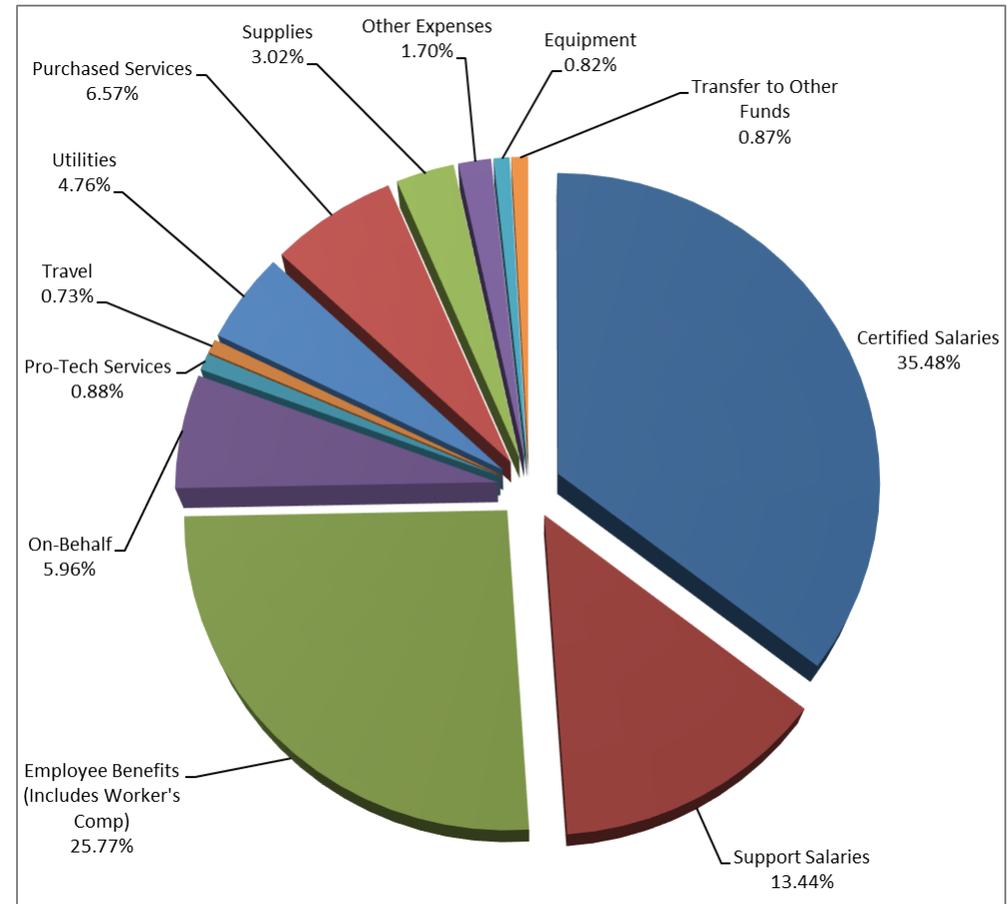
Local Effort	\$ 48,238,432	34.87%
State Revenue - Foundation	79,893,547	57.76%
State Revenue - TRS/PERS On-Behalf	8,247,847	5.96%
State Revenue - Quality Schools	283,640	0.21%
Federal Revenue	200,000	0.14%
Other Revenue	1,180,000	0.85%
Allocation of Fund Balance	284,294	0.21%
Total Revenue Budget	\$ 138,327,760	100.00%





FY17 Projected Expenditures by Object

Code	Object Code Description	Preliminary FY17 Budget	% of Total
-31XX	Certified Salaries	\$ 49,083,961	35.48%
-32XX	Support Salaries	18,585,073	13.44%
-35XX	Employee Benefits (Includes Worker's Comp)	35,648,667	25.77%
-35XX	On-Behalf	8,247,847	5.96%
-41XX	Professional/Technical Services	1,222,818	0.88%
-42XX	Travel	1,011,271	0.73%
-43XX	Utilities (includes In-Kind Utilities)	6,579,765	4.76%
-44XX	Purchased Services	9,092,516	6.57%
-45XX	Supplies	4,174,748	3.02%
-4901	Other Expenses	2,344,679	1.70%
-51XX	Equipment	1,136,415	0.82%
-5500	Transfer to Other Funds	1,200,000	0.87%
		<u>\$ 138,327,760</u>	<u>100.00%</u>





FY17 Status Quo Projected Expenditures

\$ 142,925,589



FY17 Status Quo Budget

Revenue	\$ 138,043,466
Expenditures and Transfers	<u>142,925,589</u>
Deficit	(\$4,882,123)



Recent Deficit History

FY12	(\$2,994,764)
FY13	(\$740,979)
FY14	(\$1,226,433)
FY15	(\$1,147,325)



Recent Budget Reduction History

- FY15 \$1,254,000 Budget Reduction
- FY16 \$1,375,000 Budget Reduction



FY15 Budget Reduction Detail

Change PTR certificated staffing formulas by .5	(\$ 650,000)
District Office staffing	(150,000)
Technology expenditures	(50,000)
Supplies expenditures	(50,000)
Software expenditures	(100,000)
Utilities (convert to Natural Gas)	(250,000)
School Board travel	(4,000)

Total Reductions	(\$1,254,000)



FY16 Budget Reduction Detail

Student Travel State Competitions	(\$25,000)
Curriculum Supplies	(50,000)
Utilities	(550,000)
Restructuring Pool Operations & Distance Ed 2.0 FTE	(200,000)
PTR Reductions of 2.5 FTE Elementary & 4.38 Secondary	(550,000)

Total Reductions	(\$1,375,000)



FY17 Budget Reduction Detail

5.26 FTE at District Office	(\$642,348)
Supplies, Travel, Pro/Tech, Software, Equipment at D/O	(415,050)
25.65 FTE Teachers, 1.0 FTE Counselor, 2.0 FTE School Admin	(2,537,995)
Transfer to Food Service	(100,000)
2% Reduction in Estimated Salary/Benefits due to change in budget process	(902,436)

Total Reductions to FY17 Preliminary Budget	(\$4,597,829)



FY17 Current Budget Balance After Reductions

Revenues	\$ 138,043,466
Expenditures	\$ (138,327,760)
Net Deficit	\$ (284,294)

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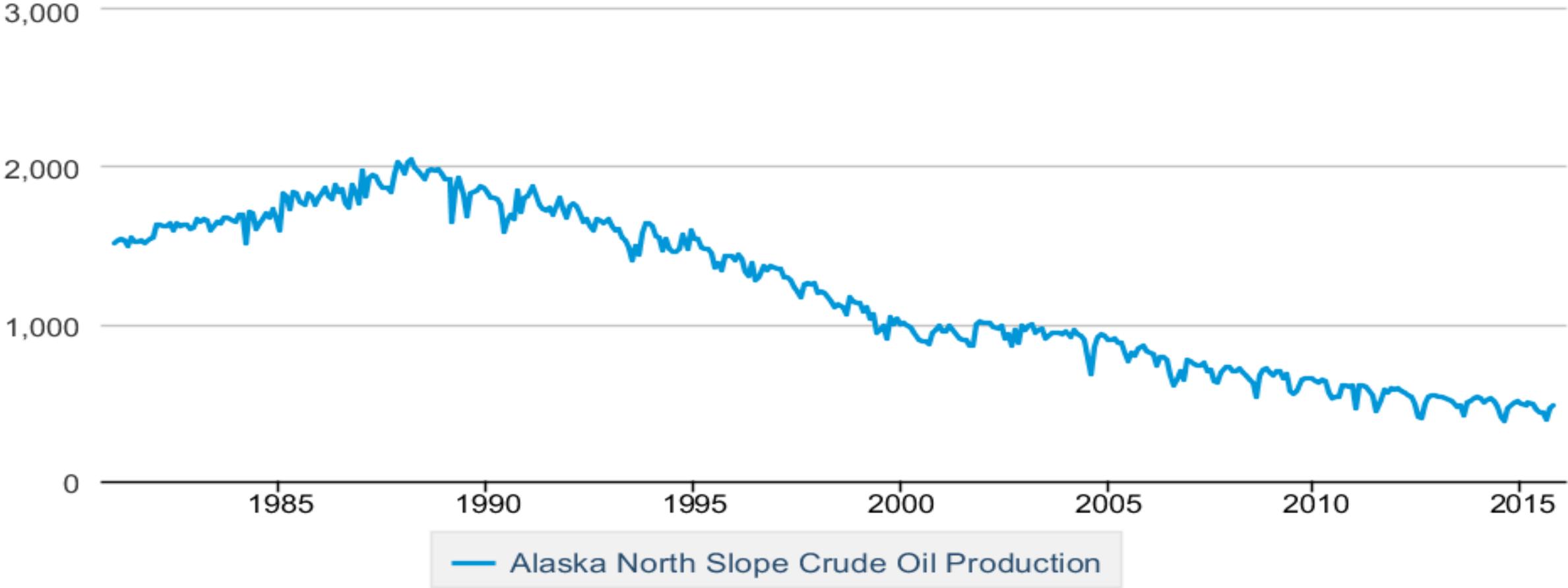
— WTI Crude Oil Price

State of Alaska FY16 Budget Assumptions

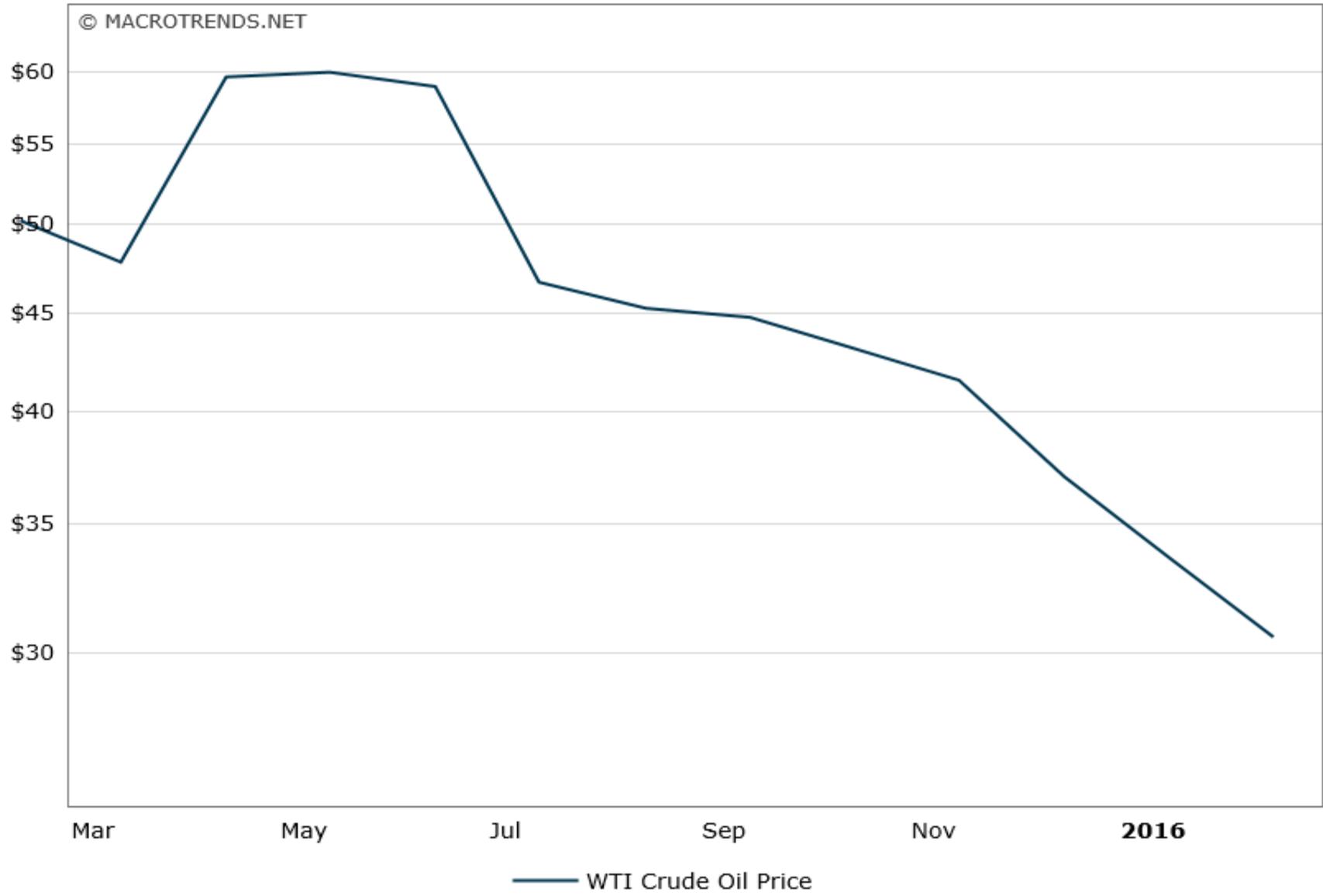
- Oil averaging \$67.49 per barrel from July 2015 to June 2016
- With production of 500,000 barrels per day for same time period

Alaska North Slope Crude Oil Production

Thousand Barrels per Day



Source: U.S. Energy Information Administration





FY17 Budget-Revenue Scenarios

State of Alaska Foundation Revenue

	BSA	Foundation	Change +/-
Current FY17 Projected	\$5,880	\$79,893,547	
Governor's Proposed	\$5,930	\$80,779,922	\$886,375
Rolled Back to FY14 Level	\$5,680	\$76,348,047	(\$3,545,500)
5% Reduction to BSA	\$5,586	\$74,681,662	(\$5,211,885)



FY17 Budget-Revenue Scenarios

Kenai Peninsula Borough Appropriation

	Total Required Local Budgeted plus Additional Appropriation	Local plus Additional Allowable	Increase/ (Decrease) Allowed
Current FY17 Projected	\$48,238,432	\$48,318,824	\$80,392 *
Governor's Proposed	\$48,238,432	\$48,522,690	\$284,258
Rolled Back to FY14 Level	\$48,238,432	\$47,503,359	(\$735,073)
5% Reduction to BSA	\$48,238,432	\$47,120,090	(\$1,118,342)

*Current budget figures reflect the Borough FY16 budgeted appropriation



FY17 Budget-Revenue Scenarios Combined Changes

	BSA	Total Combined Change +/-
Current FY17 Projected	\$5,880	\$80,392
Governor's Proposed	\$5,930	\$1,170,633
Rolled Back to FY14 Level	\$5,680	(\$4,280,573)
5% Reduction to BSA	\$5,586	(\$6,330,227)



FY17 Continued Budget Outlook

- KPBSD FY17 Budget to date figured on flat revenue
- Current legislative discussion includes educational funding reductions
- State of AK legislators need to hear from parents and community members
- We need a multiple revenue stream fiscal plan that funds current BSA



Kenai Peninsula Legislative Contacts

Kenai Peninsula Legislators

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