

Thompson School District

School Finance & TSD Budget Overview

PART A - REVENUES

December 2012

Presentation Overview

- 1. *District Funds Overview***
- 2. *CO School Finance Act***
- 3. *Mill Levy Overrides***
- 4. *Mill Levy Calculations & Comparisons***
- 5. *General Fund Reserves***

SECTION 1

DISTRICT FUNDS OVERVIEW

2012-13 TSD BUDGET

GOVERNMENTAL		06.30.12 (A)	REVENUES	EXPENSES	NET	06.30.13
1	GENERAL FUND	28.6	110.7	114.0	(3.3)	25.3
2	FEDERAL GRANTS	0.1	6.6	6.6	-	0.1
3	STATE & LOCAL GRANTS	0.8	1.3	1.3	-	0.8
4	CAPITAL RESERVE	2.3	1.3	2.4	(1.1)	1.3
5	BUILDING FUND	0.8	0.0	0.9	(0.9)	(0.1)
6	LAND RESERVE	1.3	0.3	1.4	(1.1)	0.2
7	FEE SUPPORTED	1.4	1.7	1.7	0.0	1.4
8	BOND REDEMPTION	14.1	10.4	12.2	(1.8)	12.3
9	INTERFUND TRANSFERS		(2.2)	(2.2)		
10	TOTALS	49.3	130.0	138.2	(8.2)	41.2

PROPRIETARY/FIDUCIARY		06.30.12 (A)	REVENUES	EXPENSES	NET	06.30.13
11	NUTRITION SERVICES	1.1	4.6	4.5	0.1	1.3
12	MEMORIAL TRUST	0.1	0.1	0.1	(0.0)	0.1
13	STUDENT ACTIVITIES	1.2	2.7	2.7	(0.0)	1.1
14	TOTALS	2.4	7.4	7.3	0.1	2.4

BASIC FUND PURPOSES

GOVERNMENTAL	DESCRIPTION	RESTRICTED?
1 GENERAL FUND	Easily the largest fund, also the broadest in scope.	No
2 FEDERAL GRANTS	Primarily Head Start, IDEA, & Title grants.	Yes
3 STATE & LOCAL GRANTS	EC SPED, GT, ELPA, CO Integration Project, Con Ball I-pads, etc.	Yes
4 CAPITAL RESERVE	Capital items. 100% funded with GF Transfers.	No
5 BUILDING FUND	Capital items. 100% funded w/periodic debt proceeds (7-10 years)	Yes
6 LAND RESERVE	100% funded with builders "Payments in Lieu of."	Yes
7 FEE SUPPORTED	Primarily Tuition Kinder, Aquatics, Elective Class Fees, Facility Use, etc.	Yes
8 BOND REDEMPTION	100% to service bonded debt principal & interest payments	Yes
9 INTERFUND TRANSFERS	Monies moved between funds. Typically <u>from</u> General Fund.	

PROPRIETARY/FIDUCIARY	DESCRIPTION	RESTRICTED?
11 NUTRITION SERVICES	School breakfast, lunch and snack programs.	Yes
12 MEMORIAL TRUST	Gifts and scholarships as designated by donor.	Yes
13 STUDENT ACTIVITIES	Athletics & Activities. Ticket sales, participation fees & assoc. expense	Yes

SECTION 2

COLORADO SCHOOL FINANCE ACT

SCHOOL FINANCE ACT

TOTAL PROGRAM

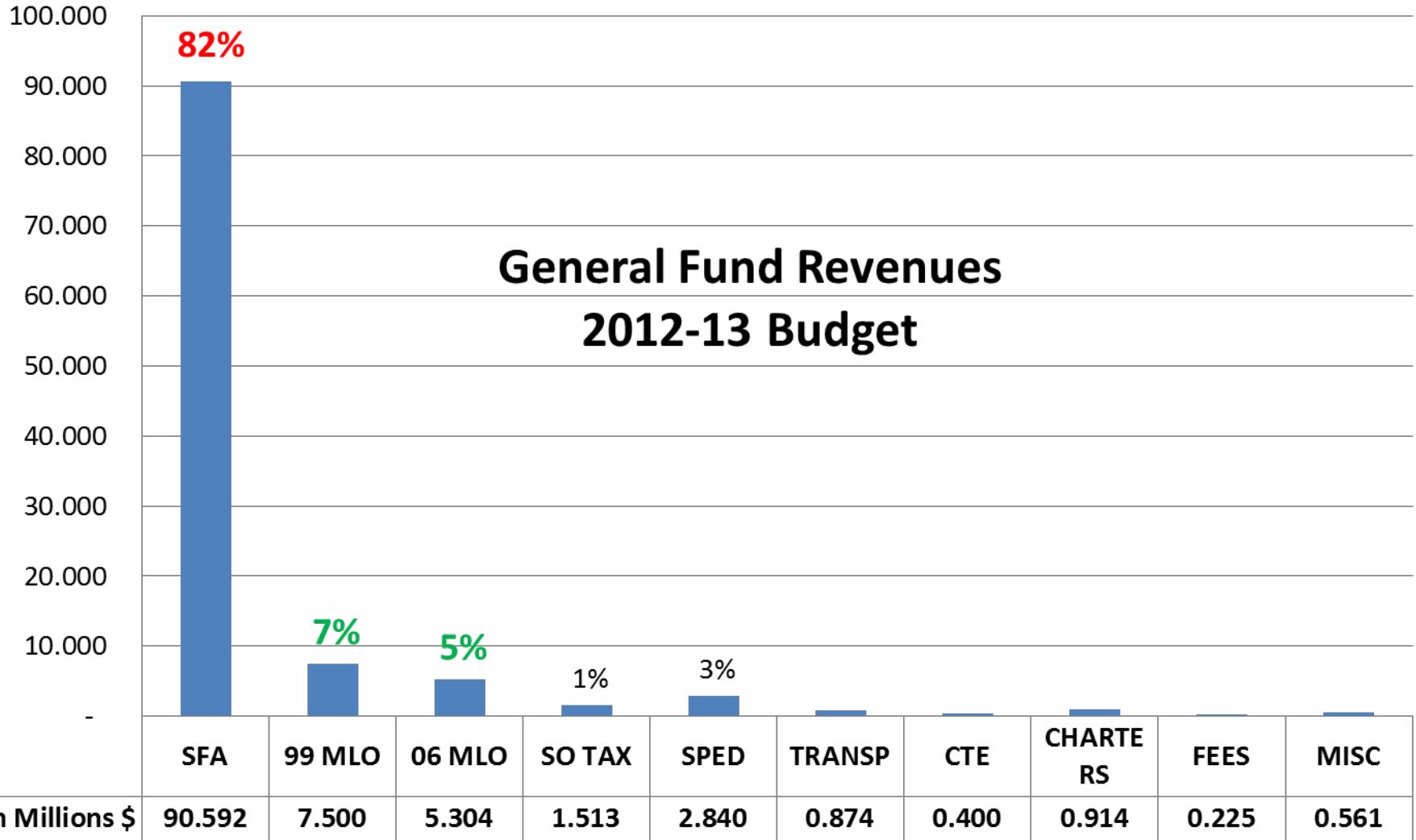
FORMULA

$$\begin{aligned} & \text{FUNDED PUPIL COUNT (FPC)} \\ & \quad \times \\ & \text{PER PUPIL REVENUE (PPR)} \\ & \quad = \\ & \text{TOTAL PROGRAM \$} \end{aligned}$$

$$14,752.6 \times \$6,141 = 90.6 \text{ M}$$

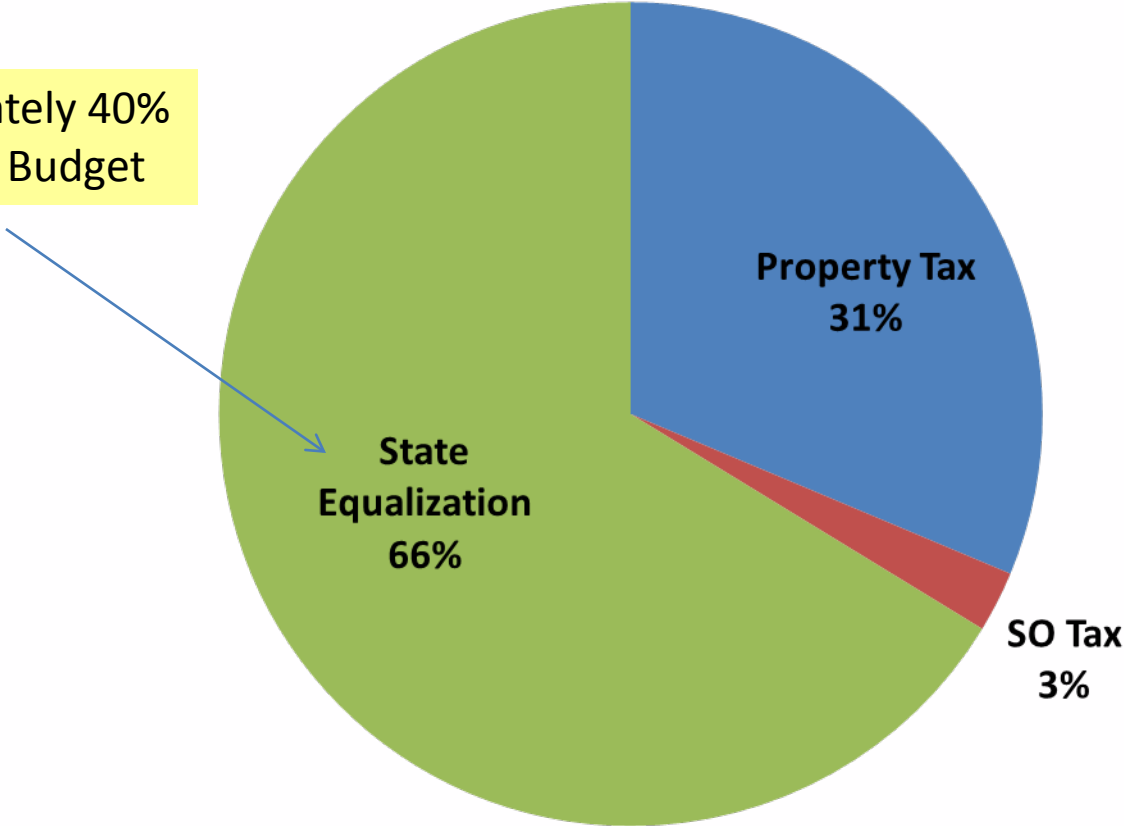
Per 12/13 District Budget

GENERAL FUND REVENUES



WHO PAYS FOR TSD SCHOOL FINANCE ACT?

Approximately 40%
of State's Budget



TSD SCHOOL FINANCE ACT PPR CALCULATIONS

- Base Funding \$5,843.26

- Cost of Living Factor – cost of housing, goods & services 1.011 – 1.650
- Personnel Costs Factor – based upon enrollment .7986 - .905
- Size Factor – purchasing power differences 1.0297 – 2.4312

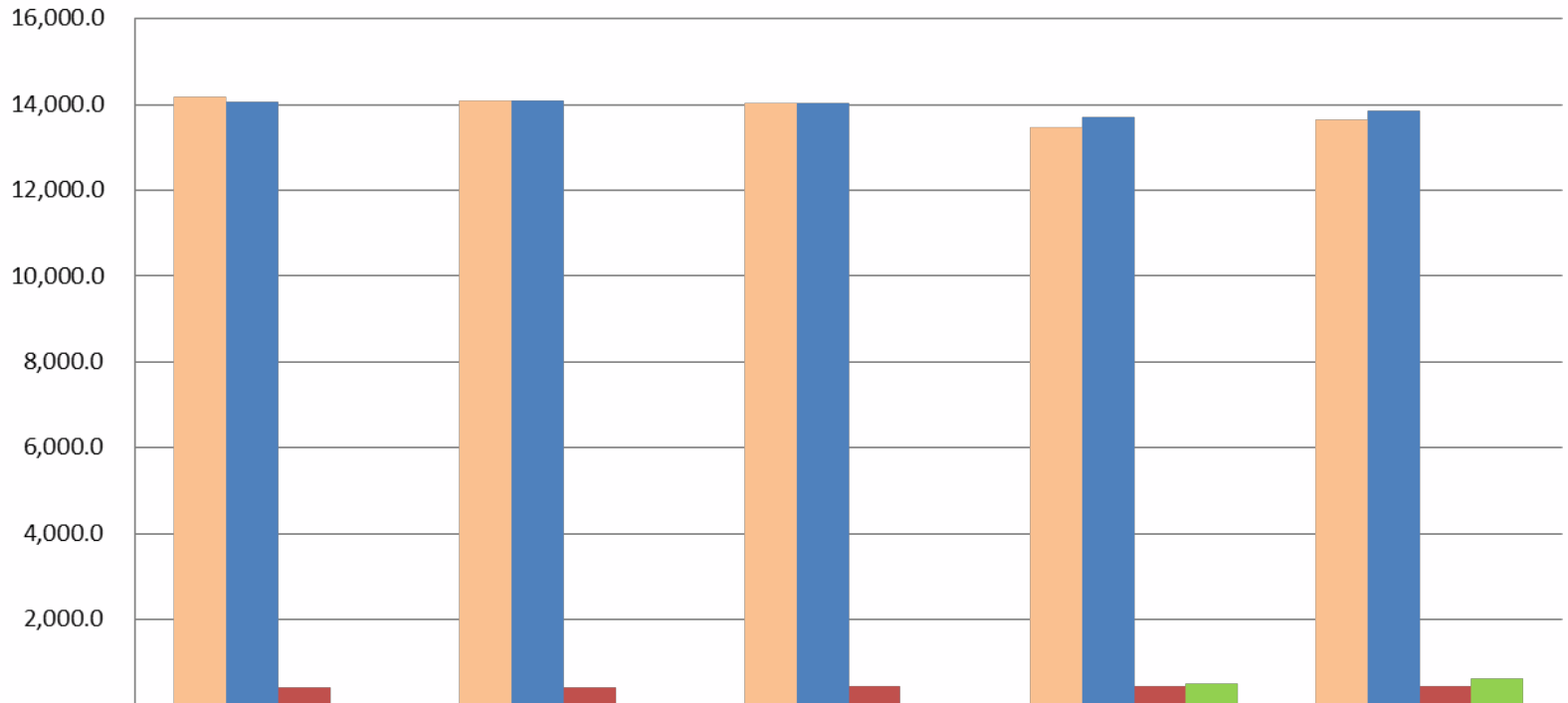
- At Risk Funding – based upon district’s Free & Reduced count 12% - 30%
- Negative Factor – adjust to state’s ability to afford, pro-rata 16.11%

TSD SCHOOL FINANCE ACT FACTS

- 18th largest in CO according to enrollment
- CO Highest PPR is \$15,000
- CO Weighted average is \$6,568 PPR
- TSD is one of 14 floor funded districts at \$6,141 PPR
- 7% below the CO weighted average
- 12/13 TSD SFA revenues are \$17 M below statute
- Over 4 years TSD has lost \$43 M versus statute
- Statewide 12/13 SFA Revenues are \$1 B below statute

SCHOOL FINANCE ACT

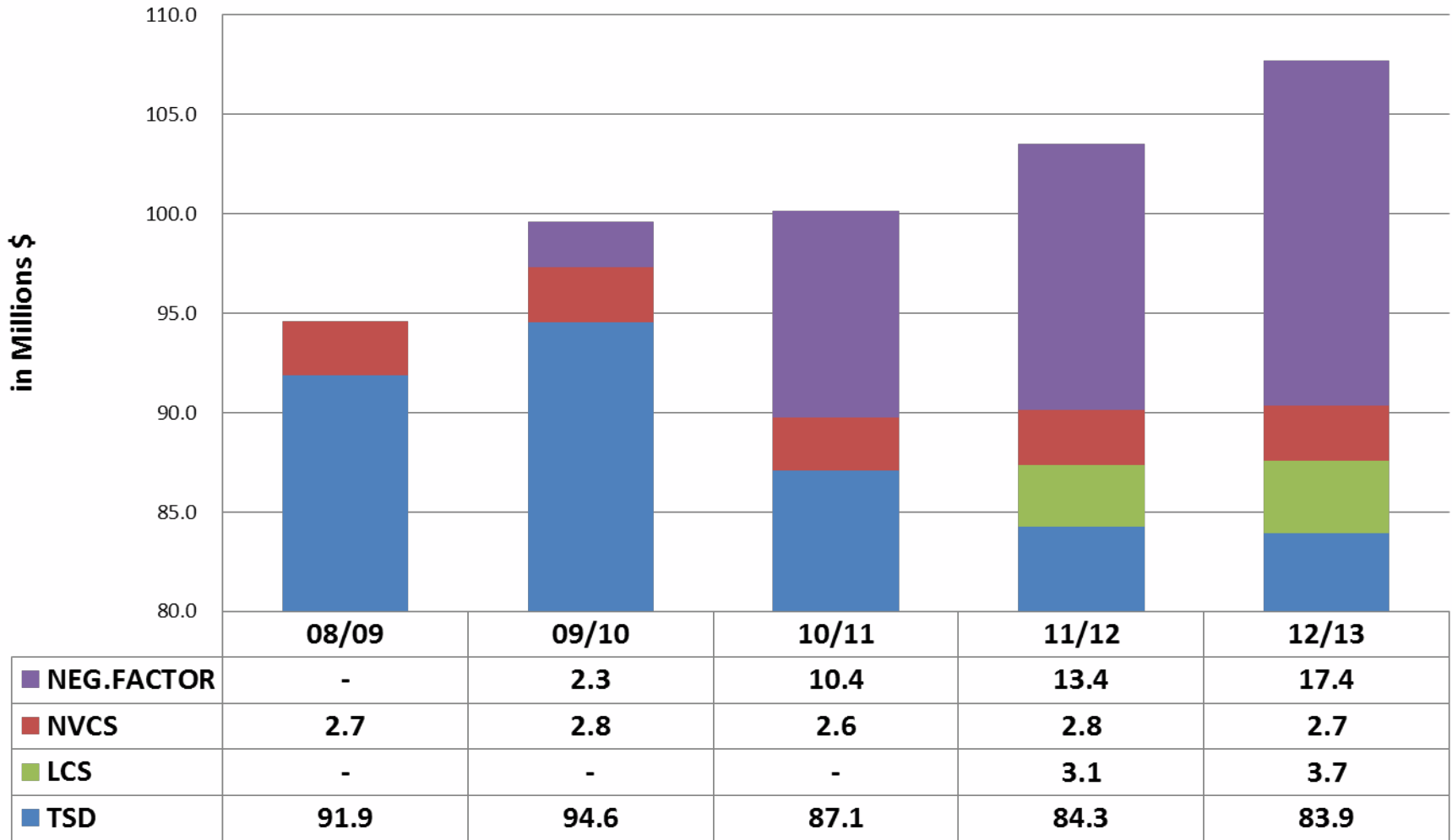
TSD Funded Pupil Count History



	08/09	09/10	10/11	11/12	12/13
■ TSD-BUDGET	14,169.2	14,079.7	14,020.8	13,462.3	13,656.4
■ TSD-ACTUAL	14,073.6	14,079.9	14,045.3	13,719.4	13,846.1
■ NVCS-ACTUAL	412.8	411.8	425.2	448.2	451.2
■ LCS-ACTUAL				505.3	606.5

SCHOOL FINANCE ACT

Total Program \$ History



CATEGORICAL PROGRAM FUNDING

Per 12/13 Budget

- Special Education ⁽¹⁾ = \$2.84 million
- Transportation ⁽²⁾ = \$.874 million
- Vocational Education ⁽²⁾ = \$.400 million
- ELPA ⁽³⁾ = \$62,000
- Gifted & Talented ⁽³⁾ = \$139,000

(1) based upon qualified students

(2) based upon qualified expenses

(3) accounted for in TSD State & Local Grants Fund

SECTION 3

TSD MILL LEVY OVERRIDES

1999 MLO BALLOT LANGUAGE

"SHALL THOMPSON SCHOOL DISTRICT NO. R2-J'S TAXES BE INCREASED \$7,500,000 ANNUALLY (OR SUCH LESSER AMOUNT AS THE BOARD OF EDUCATION MAY ANNUALLY DETERMINE) TO BE DEPOSITED IN THE GENERAL FUND OF THE DISTRICT FOR EDUCATIONAL PURPOSES TO BE APPROVED BY THE BOARD OF EDUCATION WHICH SHALL INCLUDE BUT NOT BE LIMITED TO:

- PURCHASING ADDITIONAL TEXTBOOKS, LIBRARY BOOKS, AND INSTRUCTIONAL MATERIALS FOR STUDENTS AT ALL SCHOOLS;
- HIRING ADDITIONAL STAFF TO IMPROVE THE INSTRUCTIONAL STAFF-TO-STUDENT RATIOS AT ALL SCHOOLS, TO ENHANCE READING INSTRUCTION IN THE PRIMARY GRADES, AND TO PROVIDE MORE ADEQUATE SERVICES TO TARGETED STUDENT POPULATIONS;
- FUNDING NEW COSTS FOR OPERATING MOUNTAIN VIEW HIGH SCHOOL;
- INCREASING SUPPORT FOR DISTRICT TECHNOLOGY INSTRUCTION BY EMPLOYING ADDITIONAL PERSONNEL AND SYSTEMATICALLY REPLACING EQUIPMENT;
- IMPROVING SCHOOL CLIMATE AND INCREASING SECURITY BY HIRING ADDITIONAL COUNSELORS AND PSYCHOLOGISTS, EXTENDING THE "PEOPLE OFFERING PEOPLE SUPPORT" PROGRAM ("POPS") TO ALL SCHOOLS, AND PROVIDING MORE CAMPUS MONITORS AT SECONDARY SCHOOLS;

2006 MLO BALLOT LANGUAGE

SHALL THOMPSON SCHOOL DISTRICT R2-J'S TAXES BE INCREASED \$6,540,000 ANNUALLY (OR SUCH LESSER AMOUNT AS THE BOARD OF EDUCATION MAY ANNUALLY DETERMINE), TO BE DEPOSITED IN THE GENERAL FUND OF THE DISTRICT FOR EDUCATIONAL PURPOSES AS APPROVED BY THE BOARD OF EDUCATION WITH EXPENDITURES REPORTED TO THE PUBLIC ANNUALLY, WHICH PURPOSES SHALL INCLUDE BUT NOT BE LIMITED TO:

- RESTORING 54 TEACHING POSITIONS IN ORDER TO REDUCE CLASS SIZE AND RETURN THE STUDENT-TEACHER RATIO TO THE 2005-06 LEVEL;
- MAINTAINING ADVANCED COLLEGE PREPARATORY CLASSES FOR QUALIFIED HIGH SCHOOL STUDENTS;
- FUNDING UTILITY AND OPERATING COSTS OF NEW SCHOOLS AND ADDITIONS AUTHORIZED IN THE 2005 BOND;
- SUPPORTING LITERACY AND MATH INSTRUCTION FOR STUDENTS;
- PROVIDING STUDENTS WITH ADEQUATE ACCESS TO CURRENT COMPUTER COMMUNICATION TECHNOLOGY;

MILL LEVY OVERRIDES

1999 MLO (7% GF \$)

- 1 Licensed FTE for class sizes
- 2 MVHS Operating Costs - FTE & Utilities
- 3 Technology Replacement Cycle & staffing
- 4 Counselors & Psychologists

Never more than 8.5 mills

Maximum of \$7.5 million per year

Indefinite duration

99 MLO Reserves exhausted in 2010-11

12/13 deficit = \$1.1 million

2006 MLO (5% GF \$)

- 1 Restore 54 teacher FTE
- 2 Staff & Utilities
 - Coyote Ridge Elementary
 - Ponderosa Elementary
 - High Plains Elementary
 - MVHS Addition
 - Ferguson High School
- 3 Support Staff - Grounds, Electrician, Bus Driver
- 4 Instructional Coaches, HS AP's, GT, Spanish in EL
- 5 Technology - Bandwidth, SIS Software Support

Never more than 4.15 mills

Maximum of \$6.54 million per year

Indefinite duration

06 MLO Reserves exhausted in 2011-12

12/13 deficit = \$1.5 million

SECTION 4

MILL LEVY CALCULATIONS & COMPARISONS

MILL LEVY & TAX CALCULATIONS

DESCRIPTION	IN MILLIONS \$			/ 1000	REVENUE	PER \$100,000 MARKET VALUE	
	MARKET VALUE	ASSESSED VALUE	MILL LEVY			RESIDENT.	NON-RESID.
						7.9%	29.0%
SCHOOL FINANCE ACT	11,237	1,278	22.360	1,000	28,576,361	\$ 178	\$ 648
1999 MILL LEVY OVERRIDE	11,237	1,278	5.868	1,000	7,500,000	\$ 47	\$ 170
2006 MILL LEVY OVERRIDE	11,237	1,278	4.150	1,000	5,303,752	\$ 33	\$ 120
ABATEMENTS	11,237	1,278	0.277	1,000	354,009	\$ 2	\$ 8
BOND REDEMPTION	11,237	1,278	9.655	1,000	12,339,211	\$ 77	\$ 280
TOTALS FOR FISCAL 2012			42.310		54,073,333	\$ 337	\$ 1,227
					Preliminary 2013	\$ 325	\$ 1,185

* Yellow shading indicates that factor is fixed and drives the calculation.

TOP 20 DISTRICTS – MILLS COMPARISON

DISTRICT	FPC	Assessed Value	Mills Levied at 12.15.11					TOTAL	AV per FPC
			SFA	Other	Override	Abate.	Bonds		
ADAMS 12	40,182	1,730,572,217	27.000	-	20.456	0.055	22.765	70.276	
WESTMINSTER	9,511	512,605,120	27.000	1.012	15.304	0.029	18.128	61.473	
ACADEMY	21,889	1,303,656,770	26.952	-	16.887	0.587	15.790	60.216	
LITTLETON	15,050	1,259,563,640	25.353	1.838	21.038	1.057	8.244	57.530	
CHERRY CREEK	49,396	4,291,424,053	25.712	1.594	12.295	2.066	12.700	54.367	
AURORA	35,566	1,744,742,197	26.010	-	12.178	0.971	15.000	54.159	
POUDRE	25,496	2,347,459,805	27.000	-	13.591	0.270	11.339	52.200	92,072
WINDSOR <i>(NOT TOP 20)</i>	4,448	465,852,650	27.000	-	5.571	0.906	15.514	48.991	104,728
DOUGLAS COUNTY	57,946	4,530,705,305	25.440	-	7.441	0.460	15.447	48.788	
JEFFCO	81,192	6,967,338,635	26.252	-	10.664	0.555	11.250	48.721	
ST VRAIN	25,493	2,338,523,416	24.995	-	7.320	0.159	15.140	47.614	91,731
FALCON	14,028	658,494,180	24.459	-	9.800	0.371	11.212	45.842	
BRIGHTON	14,228	777,457,975	26.262	-	0.965	0.077	18.325	45.629	
BOULDER VALLEY	28,149	4,727,938,464	25.023	1.544	12.096	0.181	5.999	44.843	167,962
CO SPRGS D11	28,244	2,307,248,850	24.026	-	12.568	0.330	7.080	44.004	
THOMPSON	14,470	1,278,012,549	22.360	-	10.018	0.277	9.655	42.310	88,322
DPS	72,770	10,200,816,964	25.541	-	7.584	1.182	7.958	42.265	
HARRISON	10,358	560,942,740	18.092	-	10.250	0.305	12.500	41.147	
GREELEY	18,574	946,532,840	27.000	-	-	0.244	10.612	37.856	50,959
PUEBLO CITY	17,204	924,200,763	27.000	-	-	0.079	8.800	35.879	
MESA	21,025	1,737,738,630	24.214	-	4.691	0.278	5.640	34.823	

OVERRIDE & BONDING CAPACITIES

MILL LEVY OVERRIDE CAPACITY CALCULATIONS

1	13/14 TOTAL PROGRAM \$ ESTIMATE	\$	110,072,837
2	CAPACITY FACTOR PER STATUTE		<u>25%</u>
3	TSD MLO CAPACITY	\$	<u>27,518,209</u>
4	1999 MLO	\$	7,500,000
5	2006 MLO	\$	<u>6,540,000</u>
6	CAPACITY COMMITTED		<u>14,040,000</u>
7	CAPACITY AVAILABLE - \$	\$	13,478,209
8	CAPACITY AVAILABLE - %		49%

BONDING CAPACITY CALCULATIONS - HIGHER OF

9	PRELIM. ASSESSED VALUATION - 12.10.12	\$	1,288,841,479	
10	CAPACITY FACTOR PER STATUTE		<u>20%</u>	
11	TSD BONDING CAPACITY	\$	<u>257,768,296</u>	
12	PRELIM. ACTUAL VALUATION - 12.10.12	\$	11,389,322,067	
13	CAPACITY FACTOR PER STATUTE		<u>6%</u>	
14	TSD BONDING CAPACITY	\$	<u>683,359,324</u>	
15	CURRENT BONDED DEBT - AS OF 6.30.12	\$	110,402,113	
16	REMAINING CAPACITY - PER ASS.VALUE	\$	147,366,183	57%
17	REMAINING CAPACITY - PER ACT.VALUE	\$	572,957,211	84%

Other Revenue Sources Available...

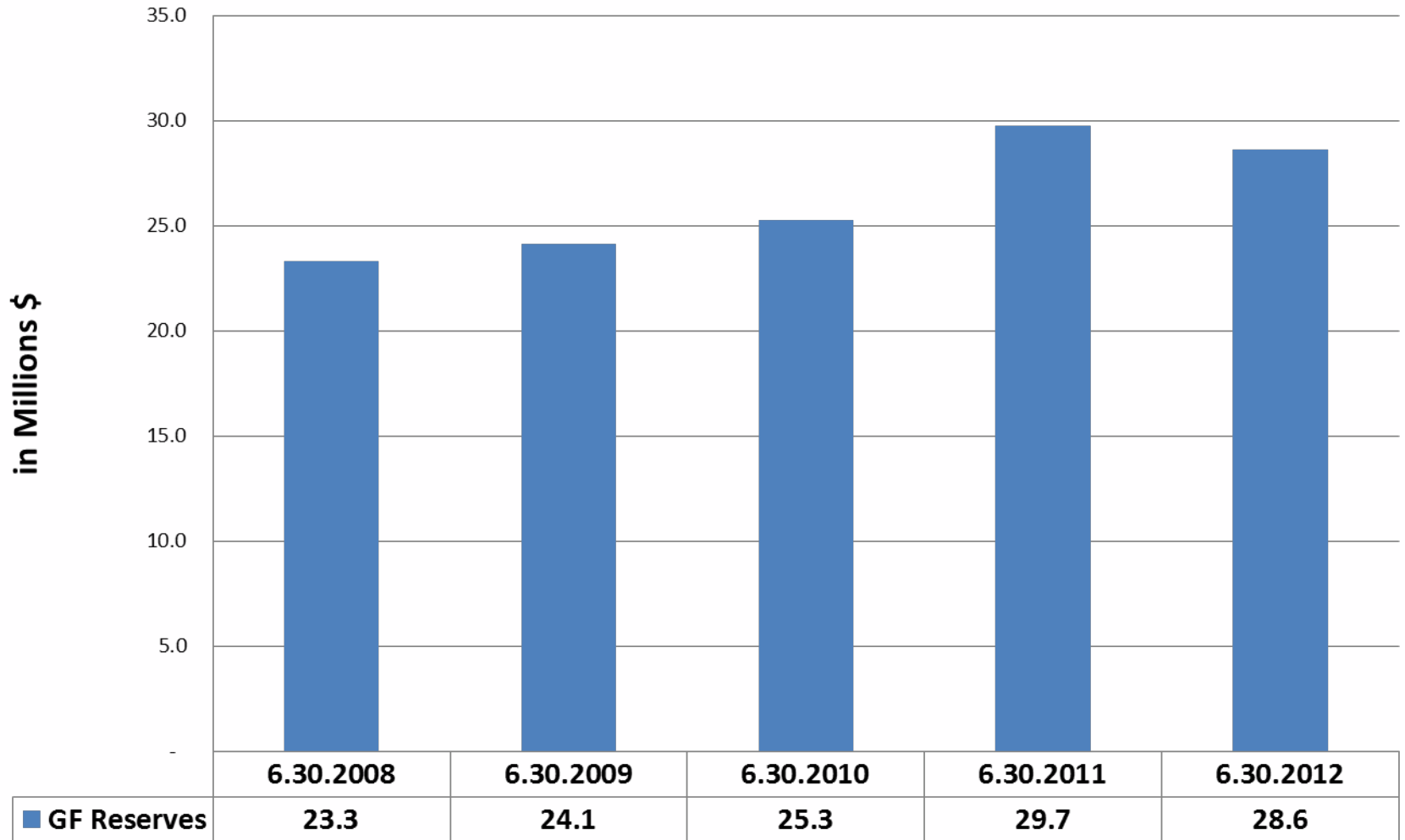
1. Special Building & Technology Override
2. Transportation Override

SECTION 5

GENERAL FUND

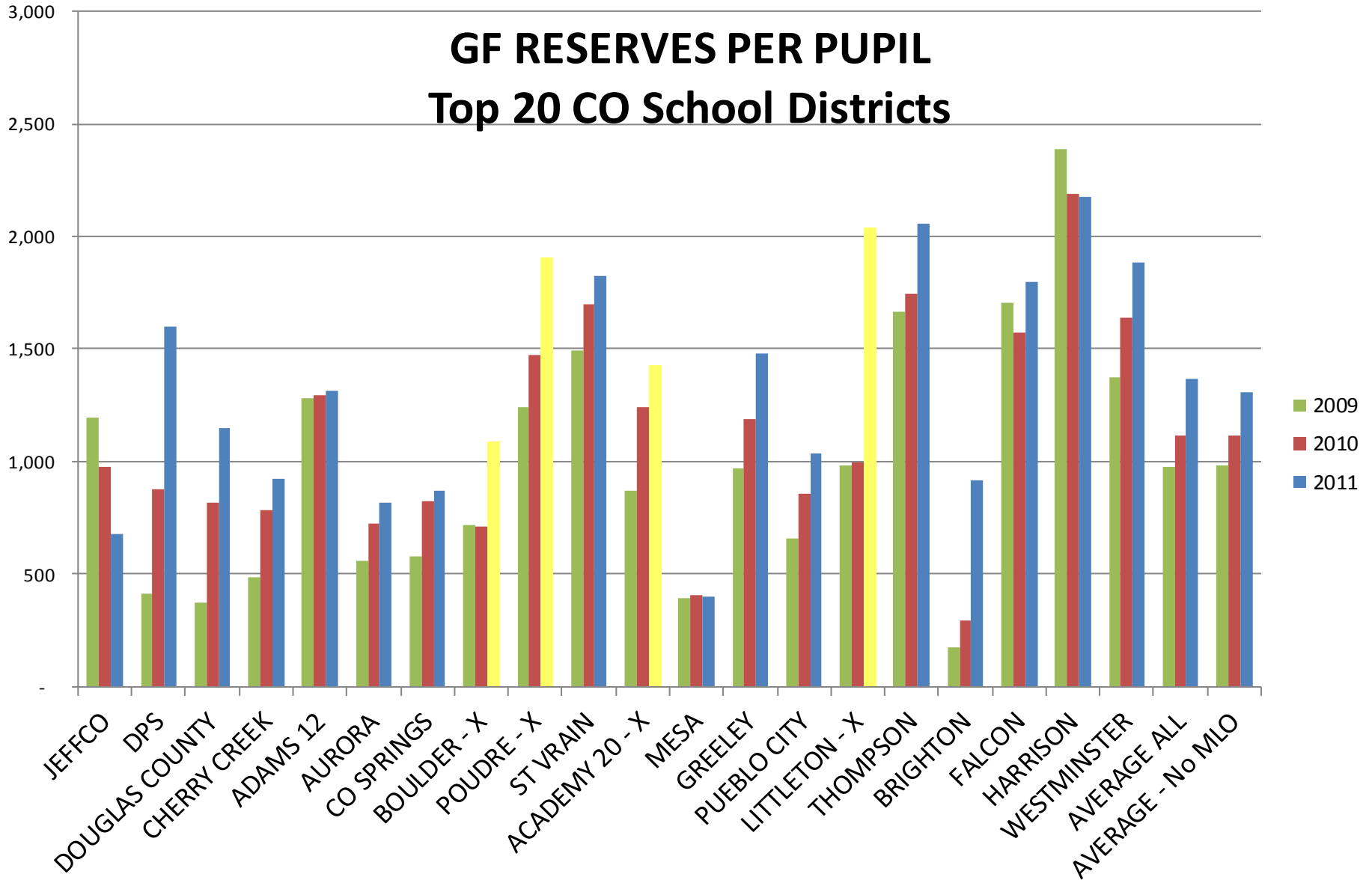
RESERVES

TSD General Fund Reserves



GF RESERVES PER PUPIL

Top 20 CO School Districts



GF RESERVES – AVAILABILITY & USES

GF RESERVES ANALYSIS

	Restricted	
	by Statute	by Policy
TABOR @ 3%	3,350,577	
Multi Year Obligations - Severance	386,927	
Colorado Preschool Program	180,177	
Carryover at 06.30.12	770,586	
12/13 Budget Deficit	3,272,269	
Funds 16 17 18		612,165
Appendix A - IFAS & Infinite Campus		750,000
Policy DB @ 2%		2,233,718
Policy DB @ 3%		3,350,577
Subtotals	7,960,536	6,946,460
Total Restricted	14,906,996	
Unrestricted	13,711,766	
Total GF Reserves at 06.30.12	<u>28,618,762</u>	

POSSIBLE USES - GF UNRESTRICTED RESERVES

- Appropriate Emergency Reserve
- Future Budget Deficits
- Facilities Maintenance Support
- 21st Century Technology Infrastructure
- 21st Century Learning Materials Support
- Next TSD Bond Issue Timing
- Current Year Budget Deviations
- Other?

Discussion...