

# FY2015-2016 TUSD Proposed Budget Reductions

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# This Legislative Session....

## **INFLATION FUNDING – Permanent Increase to the base support level (BSL)**

- Inflation increase for **TUSD \$3.5M**
- Declining ADM (including Ex Ed) - **\$4.6M**

## **RETROACTIVE INFLATION INCREASE**-\$54.31 increase to the BSL

- This would offset TUSD's shortfall by **\$3.2M**

## **REPEAL OF STUDENT SUCCESS FUNDING**

- TUSD's allocation for FY14-15 was **\$815,000**

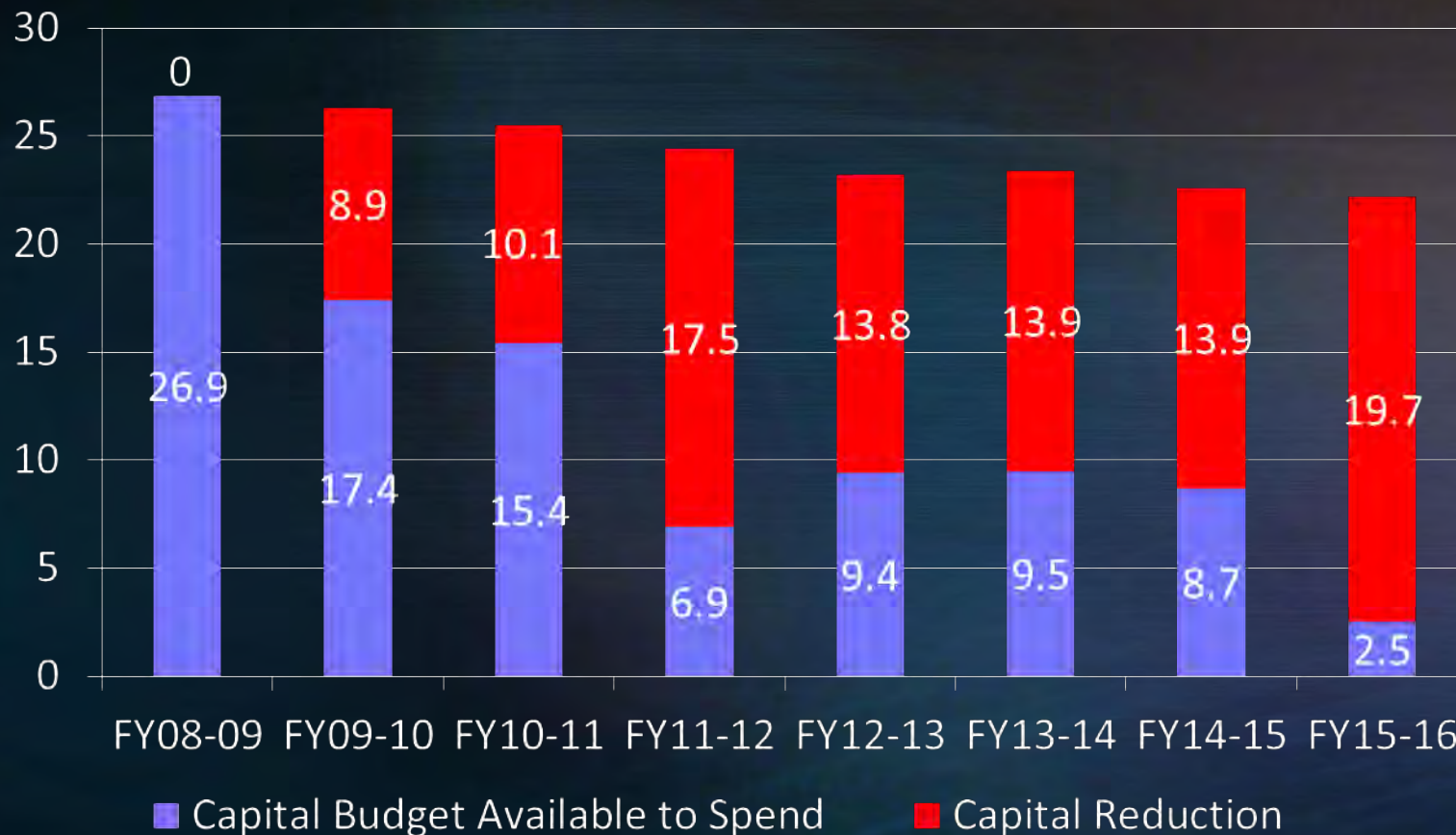
## **5% REDUCTION DISTRICT ADDITIONAL ASSISTANCE (DAA) FUND**

- **Current DAA Fund Reduction - \$14,031,140**
- **FY15-16 Additional DAA Fund Reduction -\$5,793,100**

For TUSD, this is equivalent to approximately a 90% reduction in Capital funding – from a \$22.5 M allocation approximately \$19.8 M will be cut

**FY15-16 TUSD Proposed Budget Reductions**

# TUSD Capital Funding Last 8 years



**By the end of FY15-16 TUSD will have lost \$100M in Capital funding**

**FY15-16 TUSD Proposed Budget Reductions**

# TUSD Current Capital Lease Obligations

FY2014-2015	\$11.3M
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FY2015-2016	\$10.7M
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FY2016-2017	\$9.2M
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FY2017-2018	\$7.4M
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FY2018-2019	\$3.3M
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FY2019-2020	\$2.8M
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Include ITIMI Project, Energy Performance Contract, School Buses, Computers, Instructional Software (Successmaker)

FY15-16 TUSD Proposed Budget Reductions
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# TUSD Other Capital Needs

## Amount needed in FY2015-2016 Budget

Textbooks/ Instructional Aids	\$1.8M
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Building Maintenance/ Site Improvements	\$1.4M
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Technology Equipment Software/License Renewals	\$3.0M
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Other Equipment Needs Custodial/Grounds/Vehicles/Health/Safety	\$1.3M
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FY15-16 TUSD Proposed Budget Reductions

# This Legislative Session.....

As a new requirement per the Arizona Auditor General's Office TUSD must perform the following regarding the FY2015-16 Budget:

1. Hold a public meeting to present the district's plan for proposed District Additional Assistance reductions.
2. Allow 30 days for the community to submit comments and recommendations to the governing board.  
Comments and recommendations must be e-mailed to  
[1516FYBudgetFeedback@tusd1.org](mailto:1516FYBudgetFeedback@tusd1.org)
1. Governing Board must consider the comments and recommendations of the community at a public meeting. (Proposed Budget 6/23/2015)
2. The district's budget signed by the Governing Board must include the percentage of classroom spending. (Adopted Budget 7/14/15)

FY15-16 TUSD Proposed Budget Reductions

# This Legislative Session.....

Governor and Legislature intend to have classroom spending increase in total percentage over FY2015's spending over the combined categories of instruction, instructional support and student support as defined by the Auditor General's Classroom Spending Reports.

Cuts should focus on the following categories:

School and central administration

Other Support Services

Plant operations – custodial, grounds, utilities

Student Safety – security, health services

Transportation

FY15-16 TUSD Proposed Budget Reductions

# Steps taken.....

- Postponed filling vacant positions
- Monitored spending to maximize M&O carryover for FY15-16
- Reduced Budgets in other funding sources (i.e. Indirect costs, Reserve funds)
- Other areas of review and consideration– Mandated healthcare, ASRS costs, Leased employee options, Leased substitute program, energy reduction programs
- Mandated 8% M&O Budget Reductions at all Central Administration Departments to fulfill mandated DAA reduction of **\$5,793,100**

**FY15-16 TUSD Proposed Budget Reductions**

			Projected	Projected
			Reduction	Reduction Dept only
FUNCTION	DEPARTMENT	Total Budget		
		\$100,455,400	\$4,153,841	\$6,000,000
Instruction	1000	\$9,437,523		
Student Support	2100	\$20,375,472	\$929,888	
Staff Support	2200	\$5,577,868	\$254,561	
Exec Admin	2300	\$3,302,417	\$150,714	\$304,536
Central Admin	2500	\$10,381,246	\$473,776	\$957,318
Operations	2600	\$38,422,208	\$1,753,499	\$3,543,147
Transportation	2700	\$12,958,666	\$591,403	\$1,194,998
FUNCTION	SCHOOL	\$146,545,977	\$1,846,159	\$0
Instruction	1000	\$106,093,413		
Student Support	2100	\$7,329,372	\$334,495	\$0
Staff Support	2200	\$1,284,972	\$58,643	\$0
School Admin	2400	\$19,459,503	\$888,086	\$0
Operations	2600	\$12,378,716	\$564,935	\$0
	Total Budget	\$247,001,377	\$6,000,000	\$6,000,000
	Total 1000/2100/2200	\$114,707,757		
	Total w/o 1000/2100/2200	\$132,293,620	4.54%	percent cut needed
	Total 1000/2100/2200 & schools	\$181,936,839		
	Total w/o 1000/2100/2200 & schools	\$65,064,538	9.22%	percent cut needed

## Potential FY15-16 Reductions

## FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
GOVERNING BOARD			
SUPERINTENDENT			
DEPUTY SUP'T TEACHING & LEARNING			
DEPUTY SUP'T OPERATIONS			
<b>Executive Administration</b>	<b>\$1,124,081</b>	<b>\$1,232,584</b>	<b>-\$108,503</b>

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
LEGAL SERVICES RISK MANAGEMENT			
<b>Legal Services</b>	<b>\$2,906,048</b>	<b>\$3,068,359</b>	<b>-\$162,311</b>

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
HUMAN RESOURCES			
LABOR RELATIONS			
<b>Human Resources</b>	<b>\$2,141,358</b>	<b>\$2,274,112</b>	<b>-\$132,754</b>

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
FINANCIAL SERVICES			
PURCHASING			
Finance	\$2,382,750	\$2,648,066	-\$265,316

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
OPERATIONS			
ENGINEERING			
TRANSPORTATION			
UTILITIES/ENERGY			
<b>Operations</b>	<b>\$45,475,639</b>	<b>\$49,575,493</b>	<b>-\$4,099,854</b>

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
TECHNOLOGY SERVICES COMMUNICATIONS & MEDIA OUTREACH			
<b>Technology Services</b>	<b>\$6,060,106</b>	<b>\$6,640,181</b>	<b>-\$580,075</b>

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
SECONDARY LEADERSHIP GUIDANCE/COUNSELING INTERSCHOLASTICS ELEMENTARY & K-8 LEADERSHIP GRANTS & FEDERAL PROGRAMS			
<b>Leadership</b>	<b>\$2,130,442</b>	<b>\$2,243,970</b>	<b>-\$113,529</b>

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
CURRICULUM, INSTRUCTION, & PROF. DEV. SCIENCE RESOURCE CENTER FINE ARTS/ OMA			
<b>Curriculum &amp; Instruction</b>	<b>\$1,745,105</b>	<b>\$1,662,580</b>	<b>\$82,524</b>

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015-2016 Proposed Budget	FY2014-2015 Revised Budget	Reduction
STUDENT SERVICES			
EXCEPTIONAL EDUCATION			
ALE			
HEALTH SERVICES			
SCHOOL SAFETY & SECURITY			
<b>Student Services</b>	<b>\$21,721,102</b>	<b>\$23,297,625</b>	<b>-\$1,676,523</b>

FY15-16 TUSD Proposed Budget Reductions

# Central Administration Budget Reductions

	FY2015- 2016 Proposed Budget	FY2014- 2015 Revised Budget	\$ Reduction	% Reduction
<b>SUMMARY ALL DEPARTMENTS</b>				
Executive Administration	\$1,124,081	\$1,232,584	-\$108,503	-10%
Legal Services	\$2,906,048	\$3,068,359	-\$162,311	-6%
Human Resources	\$2,141,358	\$2,274,112	-\$132,754	-6%
Finance	\$2,382,750	\$2,648,066	-\$265,316	-11%
Operations	\$45,475,639	\$49,575,493	-\$4,099,854	-9%
Technology Services	\$6,060,106	\$6,640,181	-\$580,075	-10%
Leadership	\$2,130,442	\$2,243,970	-\$113,529	-5%
Curriculum & Instruction	\$1,745,105	\$1,662,580	\$82,524	5%
Student Services	\$21,721,102	\$23,397,625	-\$1,676,523	-8%
<b>TOTAL</b>	<b>\$85,686,630</b>	<b>\$92,742,970</b>	<b>-\$7,056,340</b>	<b>-8%</b>
<b>Targeted Reduction</b>			<b>\$5,793,100</b>	
<b>Potential Reallocation to Instruction for Technology, Books, Supplies, etc.</b>			<b>-\$1,263,240</b>	

FY15-16 TUSD Proposed Budget Reductions

# Other Budget Considerations

## Current: 2014-15

Long-term at \$100/day	\$	1,101,600
Daily at \$75/day	\$	4,500,000
2014-15 Total	\$	5,601,600

## Projected: 2015-16

Long-term (Affordable Care Act)	\$	1,377,000
Daily (Affordable Care Act)	\$	5,850,000
Projected total (based on 2014-15)	\$	7,227,000

ACA Additional Cost	\$	1,625,400
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	Current: 2014-15	Projected: 2015-16 ACA
Estimated Benefits	\$ 933,600	\$ 933,600
Health Insurance	\$ -	\$ 1,625,400

# Other Budget Considerations (cont.)

<b>Projected w/ ESI: 2015-16</b>	
<b>Long-term (Affordable Care Act) at current rates</b>	<b>\$ 1,069,000</b>
<b>Daily (Affordable Care Act)</b>	<b>\$ 4,466,000</b>
<b>Projected total (based on 2014-15)</b>	<b>\$ 5,535,000</b>
<b>Mitigated Cost</b>	<b>\$ 1,692,000</b>
<b>Projected w/ ESI: 2015-16 Daily Rate of \$92</b>	
<b>Long-term (Affordable Care Act) at rate of \$107</b>	<b>\$ 1,145,000</b>
<b>Daily (Affordable Care Act) at rate of \$82</b>	<b>\$ 4,880,000</b>
<b>Projected 2015-16 (based on 2014-15)</b>	<b>\$ 6,025,000</b>
<b>Mitigated Cost</b>	<b>\$ 1,202,000</b>

# QUESTIONS??

Please E-mail comments or  
recommendations to:

[1516FYBudgetFeedback@tusd1.org](mailto:1516FYBudgetFeedback@tusd1.org)

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