

# **HILDALE PUBLIC SCHOOLS COMMUNITY FORUM**

**MARCH 24, 2016**

**A FINANCIAL UPDATE & A PLAN FOR THE FUTURE**



# A FEW THINGS....

FIRST – THANK YOU!! FOR YOUR TIME!!!

- WE WON'T HAVE ENOUGH TIME....BUT WE'LL EXCHANGE AS MUCH INFO AS WE CAN!
- GONNA MOVE FAST AND FURIOUS TO COVER SOME GROUND!
- NEED YOUR INPUT!
- THIS POWERPOINT AND THE RESULTS OF THIS MEETING WILL BE POSTED ON OUR WEBSITE UNDER THE DISTRICT TAB – GIVE ME A WEEK OR SO

# SO LET'S GET STARTED

- INTRODUCTIONS
- PURPOSE: TO ENCOURAGE COMMUNICATION IN DETERMINING NEEDS OF THE DISTRICT & FACILITY/BOND PLANNING

# OUR SCHEDULE TONIGHT

- |           |   |
|-----------|---|
| 6:00-7:00 | REVIEW OF STATE AND LOCAL FINANCES                    |
| 7:00-7:15 | REVIEW OF INFO COLLECTED FROM LAST FORUM &<br>SURVEYS |
| 7:15-7:30 | OTHER IDEAS OF DISTRICT NEEDS                         |
| 7:30-7:45 | BOND PROCESS  |
| 7:45-8:00 | FINAL INPUT/COMMENTS                                  |

# WHEN DID THIS FINANCIAL CRISIS START?

SINCE 2008, IT'S NOT BEEN GOOD.

BUT WE SAW IT COMING!!!

- MADE CUTS IN 2014-15
- MADE MAJOR CUTS FOR 2015-16
- PLANNING FOR CUTS FOR 2016-17

# STATE ISSUES

- \$1.3 BILLION IN THE HOLE
  - WHY? OIL & GAS; PERSONAL INCOME TAX REDUCED 2.5% IN 8 YRS; TAX INCENTIVES AND EXEMPTIONS; MOTOR VEHICLE CAP
  - REMEMBER: WHEN OIL WAS \$100 BARREL, THEY STILL DIDN'T FULLY FUND EDUCATION
  - OTHERS ISSUES EXPECTED: ESA/VOUCHERS & CONSOLIDATION ARE NOT DEAD!!!
- SCHOOLS FUNDS CUT 4 TIMES SINCE LAST JUNE: JULY, AGAIN IN DEC, AGAIN IN JAN, AGAIN IN MAR – PAID PER STUDENT ADM; BOTH FBA & FORMULA CUT
- LEGISLATURE IN THE PROCESS OF USING \$51 MILLION FROM RAINY DAY FUND FOR SCHOOLS – THIS YEAR! DON'T KNOW WHAT THEY WILL COVER
- CONSISTENTLY HEARING SCHOOLS WILL TAKE A 10% CUT NEXT YEAR (ESTIMATED FOR HILLDALE: -\$669,162)
- POLITICAL STATEMENT: YOU MUST BE INVOLVED WITH WHO IS MAKING DECISIONS IN THE LEGISLATURE! 1/3 OF THE HOUSE & SENATE WILL BE REPLACED THIS FALL – WE MUST HAVE EDUCATION FRIENDLY REPLACEMENTS!!!

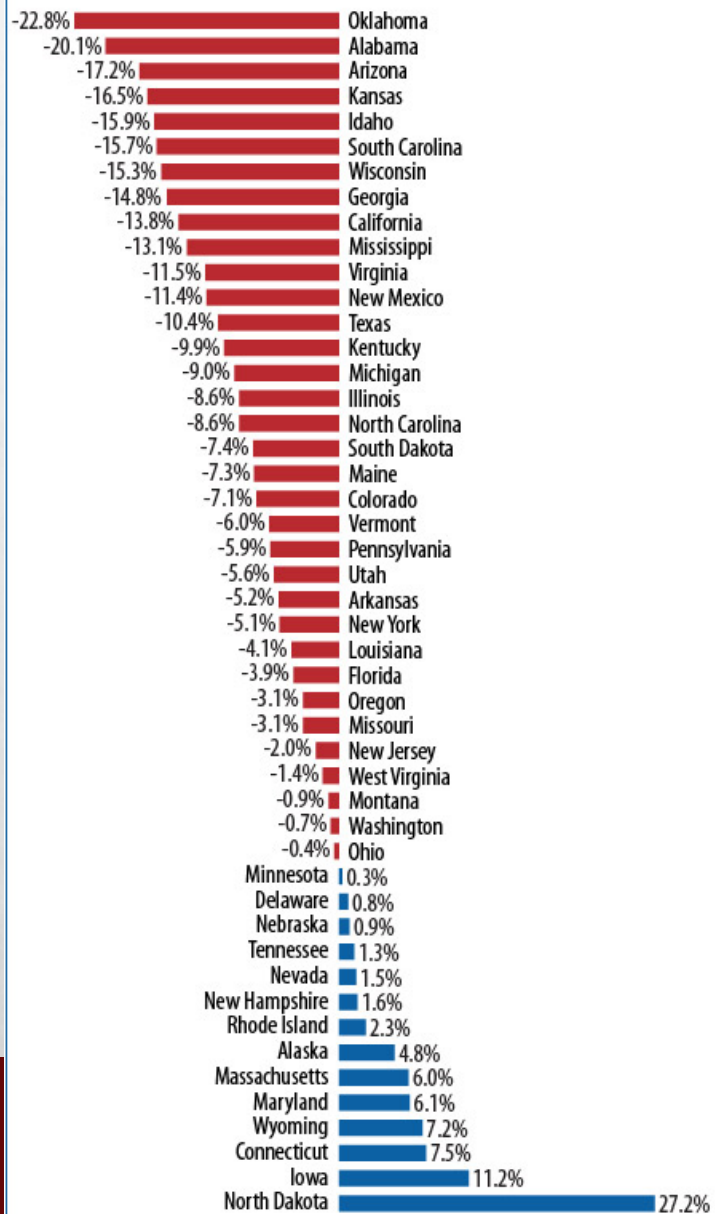
# JUST AN EXAMPLE OF LEGISLATION!

- HB 2819 BY REP. DENNEY (R-CUSHING)
- WOULD HAVE REQUIRED SCHOOLS TO SELL OR LEASE CERTAIN SCHOOL BUILDINGS (WHERE FULL-TIME STUDENT INSTRUCTION DID NOT TAKE PLACE) TO CHARTER SCHOOLS, ON DEMAND, FOR \$1.00.
- BILL WAS LAID OVER AND IS NOW DORMANT.

Figure 1

## Per-Student Spending Remains More Than 10% Lower Than 2008 in 13 States

Percent change in spending per student, inflation-adjusted, FY08 to FY14



Sources: CBPP budget analysis and National Center for Education Statistics enrollment estimates.

Center on Budget and Policy Priorities | cbpp.org

Per-student Spending Remains More than 10% Lower Than 2008 in 13 States – Percent change in spending per student, inflation-adjusted, FY08 to FY14

Oklahoma is #1 – 22.8% drop in per student spending! About \$1million for Hilldale.

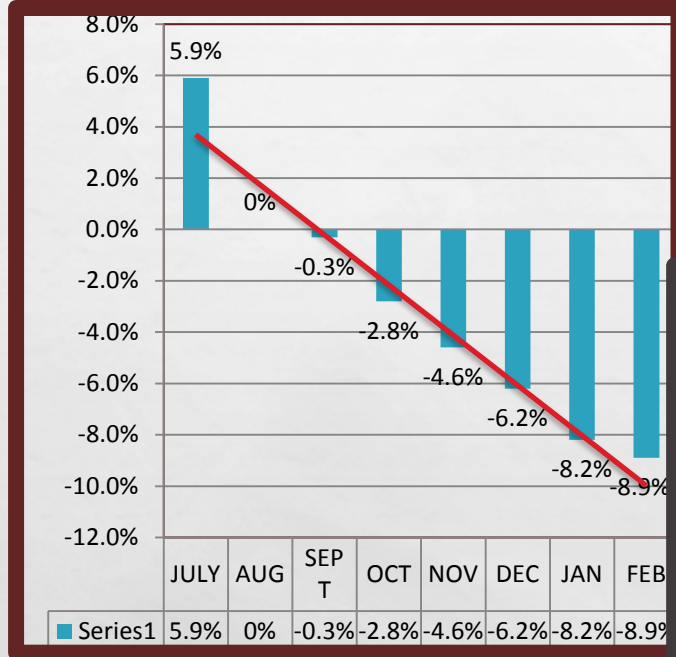
Sources: CBPP budget analysis and National Center for Education Statistics enrollment estimates

Center on Budget and Policy Priorities / cbpp.org

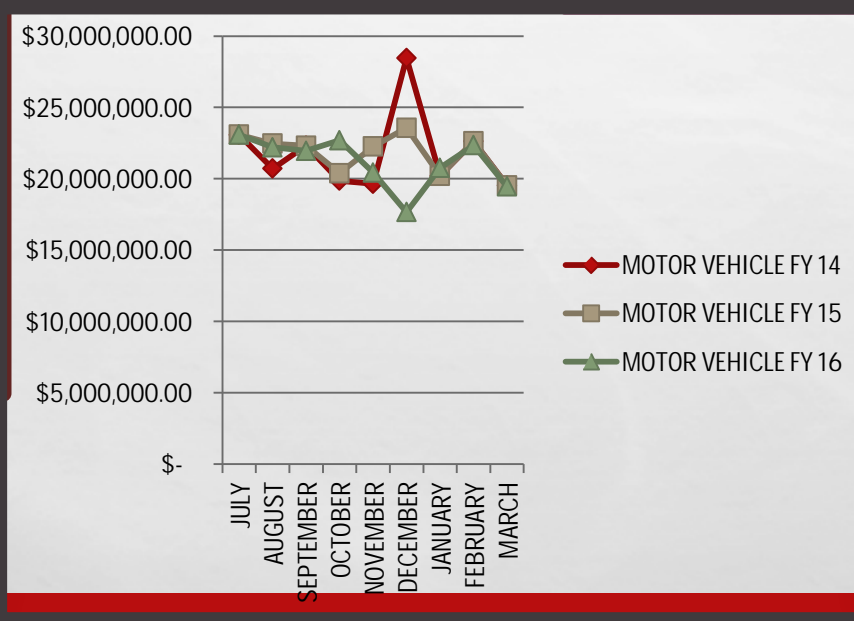


# STATE REVENUE

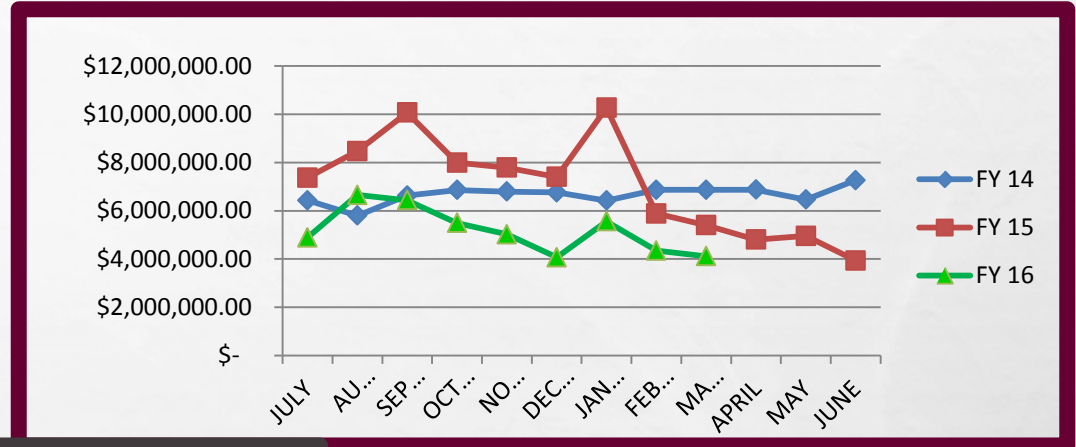
## 2016 General Revenue Failure



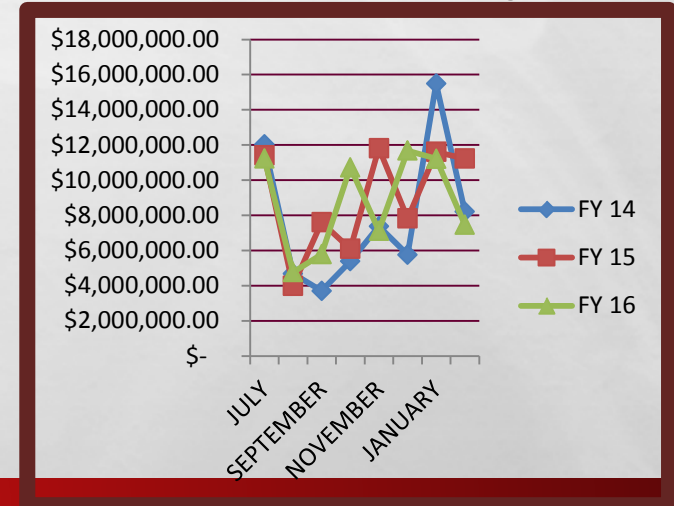
## Motor Vehicle Tax



## Gross Production



## School Land Earnings



# WHAT ARE SOME OF THE SOLUTIONS?

- ONE PENNY SALES TAX - "THE BOREN PLAN"; PROBABLY ON NOV BALLOT - ONLY FOR TEACHER PAY RAISE OF \$5,000, WHICH IS NEEDED! BUT DOES NOT ASSIST WITH OPERATIONAL EXPENSES!
- POTTAWATTAMIE COUNTY - SALES TAX FOR SCHOOL OPERATIONAL EXPENSES
- LOCALLY - MORE STRINGENT USE OF FEDERAL FUNDS TO SAVE GENERAL FUND; BOND ISSUES
- PRESS YOUR ELECTED OFFICIALS!!

# SO WHAT MONEY DO WE HAVE?

- TYPES OF SCHOOL MONEY – GENERAL, BUILDING, ACTIVITY, BOND
  - BUILDING FUND – COMPRISED OF FUNDS FROM SDE FOR MAINTENANCE OF *FACILITIES ONLY*
  - ACTIVITY FUND – LOCAL FUNDS RAISED FOR SPECIFIC, BOARD APPROVED PURPOSE; *NOT FOR SALARY*
  - BOND FUND – LOCALLY VOTED ADDITIONAL TAX; CAN ONLY BE SPENT ON FACILITIES, TRANSPORTATION, TEXTBOOKS, TECHNOLOGY; THINK OF IT LIKE A HOUSE LOAN; *NOT FOR SALARY*
  - GENERAL FUND – COMPRISED OF STATE AID (LOCAL AND FEDERAL REVENUE RUN THROUGH GF); THE MAIN FUNDING SOURCE FOR EXPENDITURES, ESPECIALLY *SALARY*; THIS IS WHAT YOU HEAR ABOUT BEING CUT; FUNDS ALLOCATED TO THE SDE FROM THE LEGISLATURE FOR DISSEMINATION TO DISTRICTS; WE ARE HEAVILY RELIANT ON STATE AID IN OUR GENERAL FUND.
    - CHILD NUTRITION – COMPRISED OF STATE, FEDERAL AND LOCAL FUNDS; CAN ONLY BE SPENT ON CHILD NUTRITION, INCLUDING *SALARIES* OF THOSE PROVIDING SERVICES
    - FEDERAL IS REIMBURSABLE, VERY SPECIFIC PURPOSE SUBJECT TO SDE/FEDERAL APPROVAL, *SOME SPECIFIC SALARY* CAN BE PAID
- AMOUNT OF STATE AID VARIES, DISTRICT TO DISTRICT, DUE TO OFF-SET WITH LOCAL AD VALOREM (CHARGEABLES)

# HILLDALE'S FINANCES

- WHERE ARE WE AS A DISTRICT? APPROX \$12 MIL BUDGET
  - SALARY/BENEFITS = 76%
  - STATE FUNDS = 65.2%
  - LOCAL FUNDS = 25.7%
  - FEDERAL FUNDS = 9.2%
- STATE AID IS BASED ON PER WEIGHTED ADM (OURS IS 2921.16)
  - EXAMPLE: A PRE-K STUDENT =  $1.3 \times \$3000 = \$3,900$   
A PRE-K/AUTISTIC/LSE/ELL STUDENT =  $4.2 \times \$3000 = \$12,600$
- THEN THE STATE TAKES AWAY OUR CHARGEABLES (\$1,903,616)
- AS OF 3/4/16, OUR STATE AID IS \$6,037,898 – TO GENERAL FUND

# WHERE DOES OUR MONEY GO? (2014-15)

• UTILITIES: ELECTRICITY	\$138,268.44	GAS	\$51,258.86	WATER	\$22,157.78
• FUEL	\$57,830.66				
• WORKER'S COMP	\$70,204.00				
• LEGAL FEES	\$18,641.00				
• PROPERTY INSURANCE	\$109,423.00				
• CLEANING SUPPLIES	\$60,188.58				
• REPAIRS	\$89,702.63				
• COMMUNICATION SERVICES	\$43,951.99				
• TECHNOLOGY SERVICES	\$96,696.34				
• TECHNOLOGY EQUIP	\$910,528.13	(\$283,000 GRANT)			
• MISC SUPPLIES	\$225,088.14				
• SUBS	\$80,437.50				

# ADMINISTRATIVE STRUCTURE

## WHY TWO ASSISTANT SUPERINTENDENTS?

(STRUCTURE IN PLACE SINCE 2011 - INSTEAD OF MULTIPLE DIRECTORS)

NO SPED DIRECTOR

NO CHILD NUTRITION DIRECTOR

NO FEDERAL PROGRAMS DIRECTOR

NO TRANSPORTATION DIRECTOR

NO HR/PERSONNEL DIRECTOR

NO FACILITIES/MAINTENANCE DIRECTOR

NO SHIPPING/RECEIVING COORDINATOR

NO ATHLETIC DIRECTOR

NO CURRICULUM DIRECTOR

NO ASSESSMENT COORDINATOR

NO ENROLLMENT DIRECTOR

NO BUSINESS MANAGER

NO INSTRUCTIONAL COACHES

DISTRICT ADMIN: SUPT, TWO ASST SUPT, ONE TECHNOLOGY DIRECTOR

# THE GOOD NEWS!

- WE HAVE BEEN VERY GOOD STEWARDS OF DISTRICT MONEY!
- CARRY-OVER – MAXIMUM 14% (WITH SOME EXCLUSIONS)
  - WE WENT UP \$300,000 LAST YEAR
  - TRY TO HIT CLOSE TO THE MAXIMUM EVERY YEAR
- WE ARE OK...BUT WE CAN'T STAY THAT WAY WITH CONTINUED CUTS. EVERY \$ WE DON'T GET EATS INTO THE "SAVINGS ACCOUNT" WHICH IS NOT REPLENISHED!
- WE WILL FINISH THIS YEAR SOLVENT, BECAUSE.....

# WE HAVE BEEN CUTTING!

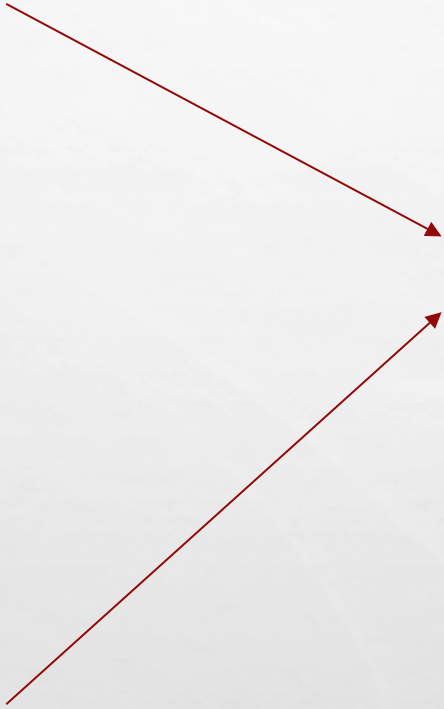
## 2014-15 - \$190,000

- CUT 1 ADMIN - \$60,000
- CUT 2 TCHRS - \$100,000
- CUT 2 SUPPORT - \$30,000

## 2015-16 - \$374,500

- 5 TCHRS - \$250,000
- 2 SPED PARAS (1 ELEM, 1 MS) - \$30,000
- .5 DEAN OF STDTS - \$5,500
- 1 MAINTENANCE - \$30,000
- 1 CHILD NUTRITION - \$10,000
- 2 CUSTODIAL - \$30,000
- 1 ADMIN SUPPORT - \$19,000
- LIMIT TRAVEL - ? (MOSTLY FEDERAL PROGRAM FUNDS)

\$564,500





REMEMBER: EVERY  
CUT/REDUCTION IS UNPOPULAR  
WITH SOMEONE.

IF THIS CONTINUES, *EVERYTHING*  
IS ON THE TABLE!!

# WHAT ARE WE CONSIDERING?

- CUT # OF ATHLETIC COACHING PERIODS (7)  
- \$40,000
- REDUCE NIGHT ALT ED - \$10,000
- ELEM GT AFTER SCHOOL - \$50,000
- REDUCE INDIAN ED STAFF - \$25,000 (FED)
- REDUCE HS SAT SCHOOL - \$1,500
- SPORTS REIMBURSE GF - \$???
- REDUCE HS COUNSELORS - \$25,000
- INSTALL PROGRAMMABLE THERMO-  
STATS - \$?
- TEACHERS ASSIST WITH CLEANING
- WEATHERSTRIP DOORS - \$1,500
- REDUCE ENERGY CONSUMPTION – STAFF OUT  
OF BLDGS ON OFF HOURS - ?
- CUT 10% OF LOCAL BUDGETS - \$10,000
- REDUCE 4 SECRETARY CONTRACTS - \$3,000
- CUT OVER-TIME - \$20,000
- REVIEW # OF TCHRS BY GRADE/SUBJECT  
- \$50,000 PER POSITION
- REDUCE STAFF THROUGH RETIREMENTS  
- \$60,000
- STAFF FURLOUGHS
- MOVING GF EXPENSES TO FEDERAL, AS  
POSSIBLE

# EVERYTHING ON THE TABLE NEXT YEAR??

- CUTTING ALL NON-REQUIRED AIDES
- CUT TRANSPORTATION
- NO SALARY INCREASES/STEPS ON TEACHER SCALE
- REDUCE/NO SUBSTITUTE PAY - VOLUNTEERS
- NO BUILDING IMPROVEMENT/SUMMER MAINTENANCE
- NO TRANSPORTATION WITHIN 1.5 MILES FROM SCHOOL SITE
- ELIMINATE/REDUCE ACTIVITY TRIPS/FIELD TRIPS
- INCREASE MEAL PRICES
- SCHOOL RESOURCE OFFICERS
- REDUCE/ELIMINATE SCHOOL ACTIVITIES/ATHLETICS
- REDUCE NUMBER OF TEACHERS/INCREASE CLASS SIZE
- SHORTEN SCHOOL WEEK/YEAR
- REDUCE SUPPORT/ADMIN CONTRACTS

# WHAT NEEDS HAVE BEEN IDENTIFIED?

## FALL COMMUNITY FORUM FEEDBACK

- COLLEGE READINESS FOR HS, ADD CLASSES
- LESS EMPHASIS ON TESTING, MORE ON LEARNING
- UPDATED TEXTBOOKS, IPADS, CHROMEBOOKS
- PHYSICAL CONNECTION BETWEEN THE TWO ELEMENTARY BUILDINGS
- COUNSELORS THAT ACTUALLY HAVE TIME TO WORK WITH KIDS
- KEEP OUR SROS
- CENTRAL OFFICE AT SITES
- LOWER CLASS SIZE
- MORE VOLUNTEERS
- 4 DAY WEEK
- POSITIVE COMMUNITY SUPPORT AND PARTNERSHIP WITH SCHOOLS
- FOOTBALL FIELD TURF
- 5<sup>TH</sup>/6<sup>TH</sup> GRADE CENTER
- WRESTLING FACILITY
- MORE SPACE, CLASSROOMS
- BETTER USE OF SCHOOL WAY APP, REMIND 101
- QUALITY TECHNOLOGY FOR TWO-WAY COMMUNICATION
- HAVE A BOND ISSUE
- TALK TO CITY FOR IMPROVEMENT OF OUR AREA/BUSINESSES TO COME TO THIS DISTRICT
- ELECT STATE LEGISLATORS THAT ARE PRO-EDUCATION

# WHAT NEEDS HAVE BEEN IDENTIFIED?

## FALL COMMUNITY SURVEY FEEDBACK

### PLEASE RANK IN ORDER OF IMPORTANCE

- MORE CLASSROOMS/  
SMALLER ELEMENTARIES
- TURF FOOTBALL
- HOLD BOND ISSUE FOR  
MORE FACILITIES
- INCREASE CLASS  
OFFERINGS
- SAFER ENTRANCES, ESP AT  
ELEM

### WOULD YOU SUPPORT A TAX INCREASE FOR A BOND ISSUE?

- 90% - YES
- 10% - NO

### HOW MUCH INCREASE WOULD YOU BE WILLING TO PAY?

- 51.1% - 5-7% INCREASE
- 40.9% - 8-10% INCREASE
- 8% - 11-13% INCREASE

### Other repeated concerns:

- Laptops for all students
- New buildings/classrooms
- New elem gym

# WHAT NEEDS HAVE BEEN IDENTIFIED?

## SENIOR STUDENT SURVEY FEEDBACK

### PLEASE RANK IN ORDER OF IMPORTANCE

- IMPROVING ACADEMIC PROGRAMS
- EARLY CHILDHOOD PROGRAMS
- CHILD NUTRITION
- HONORS/AP PROGRAMS

### PLEASE RANK IN ORDER OF IMPORTANCE

- INCREASE CLASS OFFERINGS
- ADDITIONAL CLASSROOMS
- HOLD A BOND ISSUE FOR IMPROVED FACILITIES
- SAFER ENTRANCES
- MORE USE OF REMIND/ SCHOOL APP FOR COMMUNICATION
- TURF ON FOOTBALL FIELD

### WOULD YOU VOTE FOR A TAX INCREASE FOR A BOND ISSUE?

- YES - 72%
- NO - 28%

### HOW MUCH OF AN INCREASE WOULD YOU APPROVE?

- 5-7% INCREASE - 62%
- 8-10% INCREASE - 37%
- 11-13% INCREASE - 2%

# WHAT NEEDS HAVE BEEN IDENTIFIED?

## SPRING COMMUNITY SURVEY FEEDBACK

### PLEASE RANK IN ORDER OF IMPORTANCE

- ADDITIONAL CLASSROOMS/ SMALLER ELEMENTARIES
- SAFER ENTRANCES, ESP AT ELEM
- INCREASE CLASS OFFERINGS
- HOLD BOND ISSUE FOR MORE FACILITIES
- MORE US OF REMIND/ SCHOOL APP TO COMMUNICATE
- TURF FOOTBALL

### WOULD YOU SUPPORT A TAX INCREASE FOR A BOND ISSUE?

- 86% - YES
- 14% - NO

### HOW MUCH INCREASE WOULD YOU BE WILLING TO PAY?

- 57.5% - 5-7% INCREASE
- 32.5% - 8-10% INCREASE
- 10% - 11-13% INCREASE

### Other repeated concerns:

- Technology
- Textbooks
- Stop transfers

# SO.....WHAT WOULD A BOND ISSUE DO FOR US?

- PAY FOR THINGS THAT NOW COME OUT OF GENERAL FUND – TEXTBOOKS, TECHNOLOGY, BUSES
- ALLOW MAINTENANCE, RENOVATION AND BUILDING FACILITIES



# WHAT'S OUR 2013 BOND SITUATION?

- \$7.9 MILLION APPROVED; RAISED TAXES \$1.60 MONTHLY FOR EVERY \$100 OF PROPERTY TAXES
- WE HAD QSCB FUNDS PAYING MOST OF THE INTEREST (\$1.7 MIL)
- \$7.2 MILLION EXPENDABLE FUNDS
- COMPLETED: ELEMENTARY CAFETERIA/SAFEROOM, PARKING LOT REMODEL, MS-HS KITCHEN, MS DINING/SAFEROOM, HS DINING, MS-HS BAND/SAFEROOM, MS CLASSROOMS
- JUST UNDER 1% UNDER ORIGINAL BUDGET, SAFEROOMS NOT ORIGINALLY INCLUDED
- DOES NOT PAY OFF UNTIL JULY 2024

# SPECIFICS ON A BOND

- APPROVING \$10 MILLION GIVES \$8 MILLION EXPENDABLE – 10 YRS
  - RAISES PROPERTY TAXES \$1.02 MONTHLY FOR EVERY \$100 NOW PAID
- APPROVING \$8.3 MILLION GIVES \$6 MILLION EXPENDABLE – 10 YRS
  - RAISES PROPERTY TAXES \$.83 MONTHLY FOR EVERY \$100 NOW PAID
- APPROVING \$5.2 MILLION GIVES \$4 MILLION EXPENDABLE – 10 YRS
  - RAISES PROPERTY TAXES \$.71 MONTHLY FOR EVERY \$100 NOW PAID

# LET'S LOOK AT AN EXAMPLE: A HOUSE IN THE DISTRICT

## \$10.7 MIL FOR \$8 MIL

NOW

- MONTHLY TAXES=\$73.25

INCREASE WITH NEW BOND

- MONTHLY INCREASE \$8.40
- MONTHLY TAXES=\$81.65

## \$8.3 MIL FOR \$6 MIL

NOW

- MONTHLY TAXES=\$73.25

INCREASE WITH NEW BOND

- MONTHLY INCREASE \$6.85
- MONTHLY TAXES=\$80.10

## \$5.2 MIL FOR \$4 MIL

NOW

- MONTHLY TAXES=\$73.25

INCREASE WITH NEW BOND

- MONTHLY INCREASE \$5.86
- MONTHLY TAXES=\$79.11

# POTENTIAL BOND EXPENDITURES

## ANNUAL PROGRAMS

- TECHNOLOGY - \$500,000
  - \$50,000 X 10 YRS
- TEXTBOOKS - \$500,000
  - \$50,000 X 10 YRS
- SECURITY - \$100,000
  - \$10,000 X 10 YRS
- TRANSPORTATION - \$500,000
  - \$100,000 EVERY 2 YRS

## ATHLETIC FACILITIES

- TURF - \$900,000
- BSBL/SFBL FACILITY - \$685,000
- FTBL FIELDHOUSE EXPANSION - \$675,000
- ALL SPORTS LOCKER ROOM - \$875,000

## MISC FACILITIES

- ELEM SECURED ENTRANCE - \$1,200,000
- 5<sup>TH</sup> GR CENTER (8 RMS) - \$5,200,000
- ELEM OLD CAFÉ REMODEL - \$450,000
- ELEM GYM - \$2,200,000

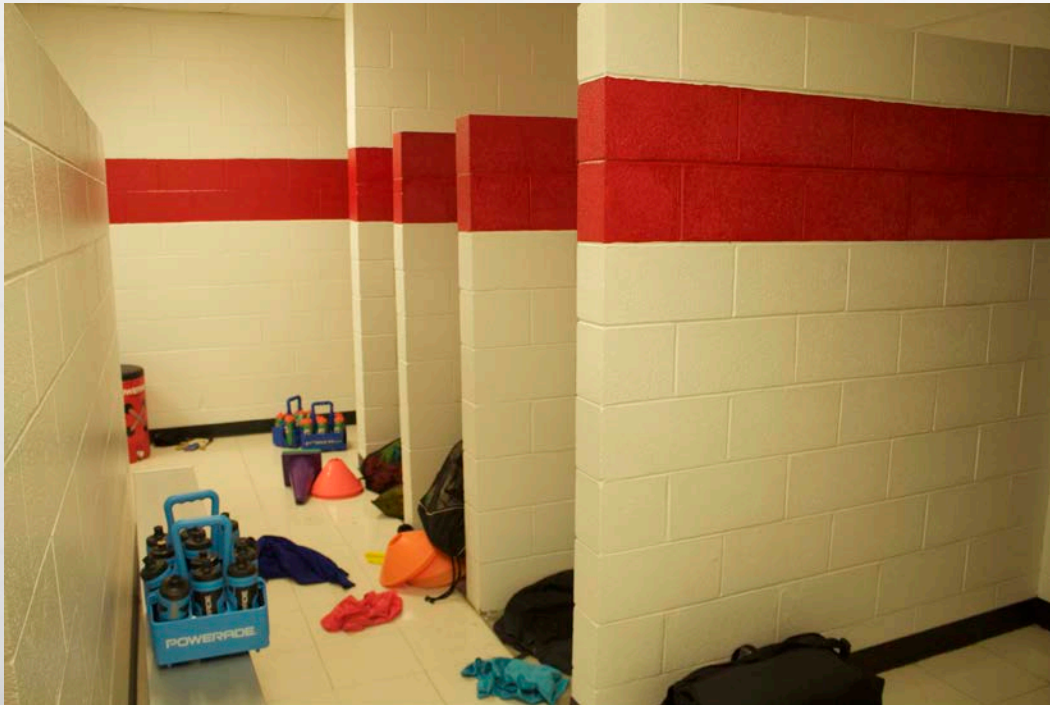
# ELEMENTARY



# ELEMENTARY ENTRANCE



# SOCCER



# FOOTBALL





# BASEBALL/SOFTBALL



SO.....

QUESTIONS? COMMENTS??

CONCERNS???

# NEXT.....

YOU HAVE 2 LARGE DOTS. THEY GO ON THE YELLOW SHEETS.

- FIRST ONE IS WILL YOU SUPPORT ANOTHER BOND ISSUE?
- SECOND ONE IS HOW MUCH WILL YOU SUPPORT?

# NEXT.....

YOU HAVE 6 SMALL DOTS. THEY GO ON THE WHITE SHEETS.

- SELECT THE 6 ITEMS ON THE LIST THAT YOU WOULD LIKE ON A BOND.
- REMEMBER, THEY CANNOT EXCEED WHAT YOU SAY YOU ARE WILLING TO APPROVE IN A BOND!  
(\$4 MILLION, \$6 MILLION, \$8 MILLION??)

THANK YOU, THANK YOU, THANK YOU!!!

WE SO APPRECIATE YOUR TIME AND INPUT!