

# Impact of the Governor's Proposed Budget to the MSBSD

Borough Assembly Presentation  
February 26, 2019

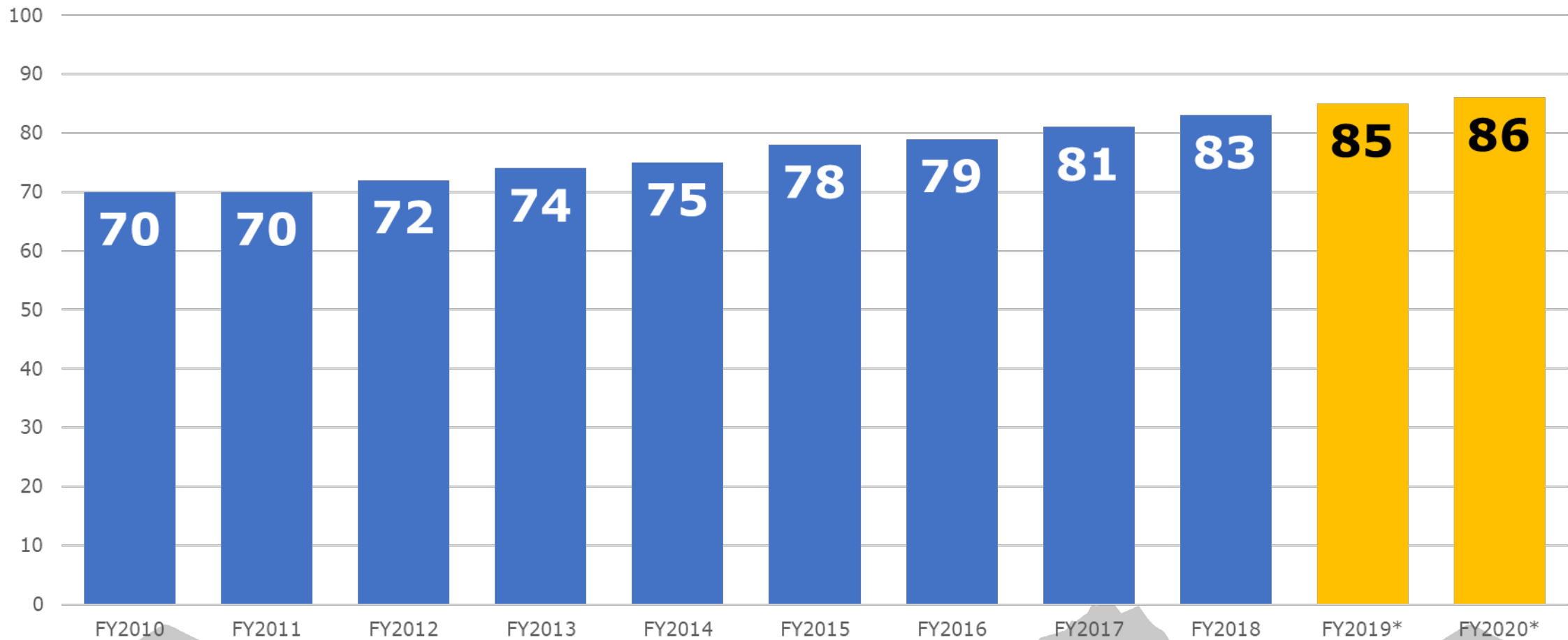
# MSBSD Student Performance Data

## ACT College Entrance Exam

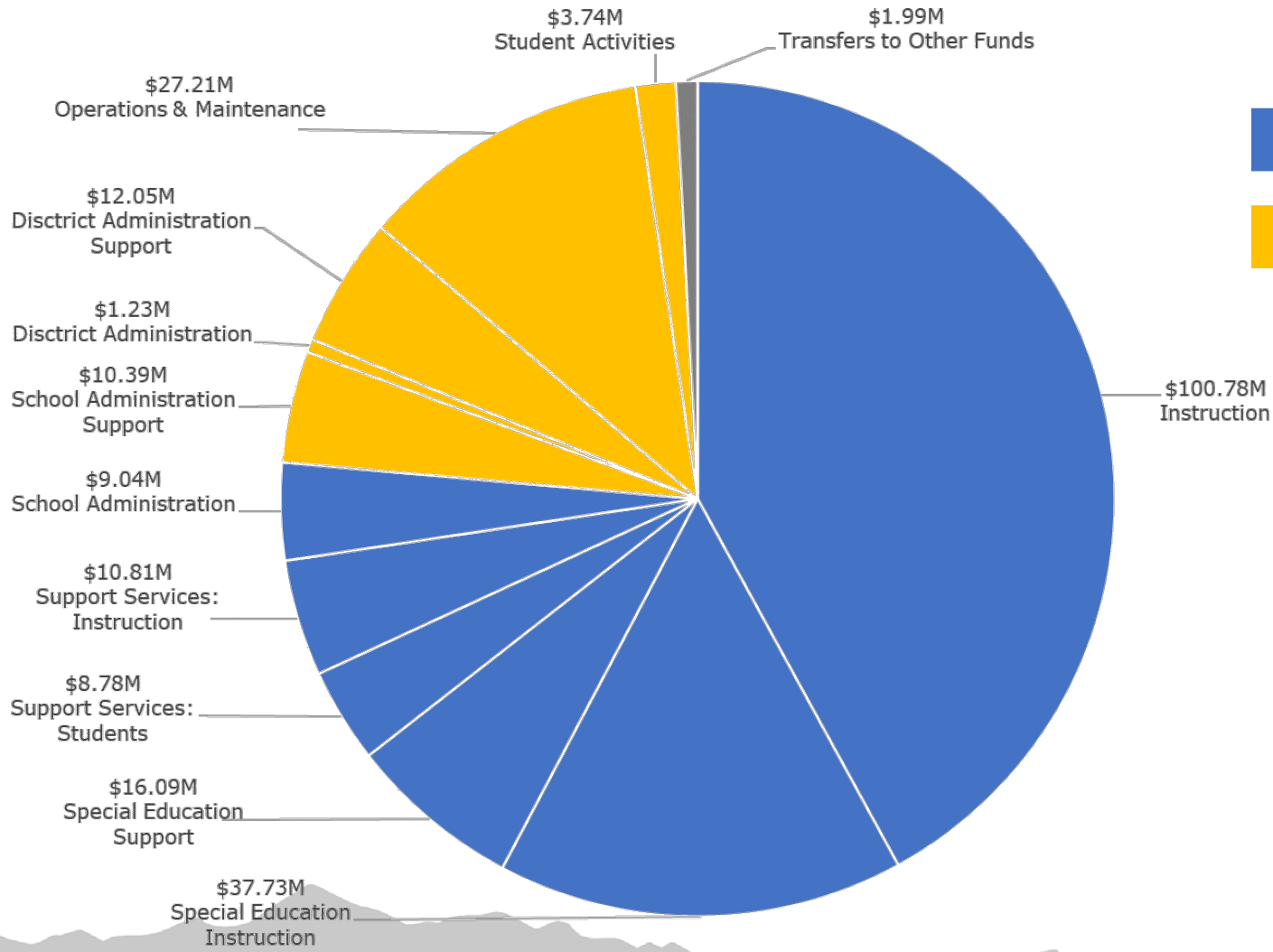
	ACT Subtest	English	Mathematics	Reading	Science	Composite	Composite Percentile Ranking
<b>FY18</b>	<b>MSBSD</b>	<b>21.1</b>	<b>21.6</b>	<b>23.3</b>	<b>22.1</b>	<b>22.1</b>	<b>63%</b>
	Alaska	19.8	20.6	21.6	20.7	20.8	56%
	National	20.2	20.5	21.3	20.7	20.8	56%

# Mat-Su Graduation Rate

9 Years Actual, 2 Years Forecast



# Expense by State Function



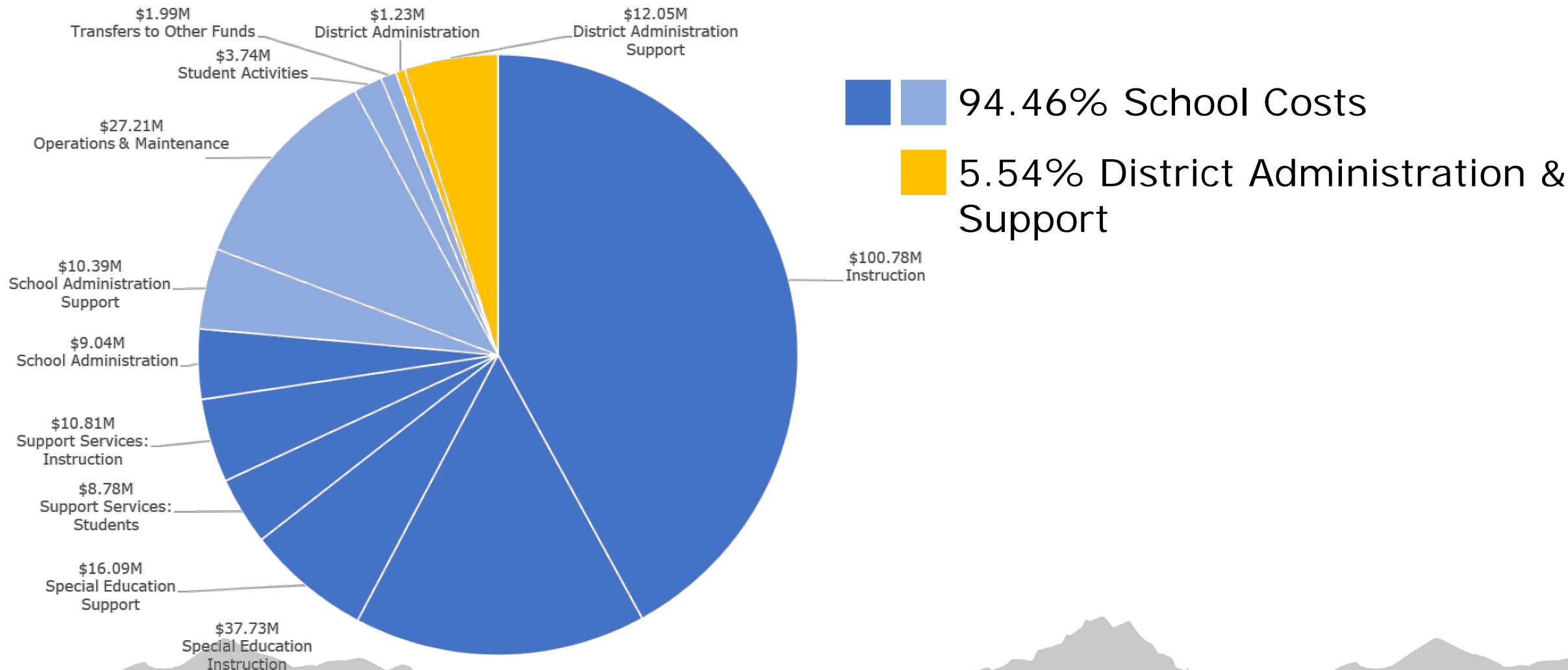
77.04% Instruction

22.96% Instructional Support

## Instruction Excludes:

- Student Activities
- School Front Office Staff & Supplies
- Building Costs
  - Custodial Staff & Supplies
  - Maintenance Staff & Supplies
  - Utilities
  - Snow Removal
  - Insurance
  - Printing Costs

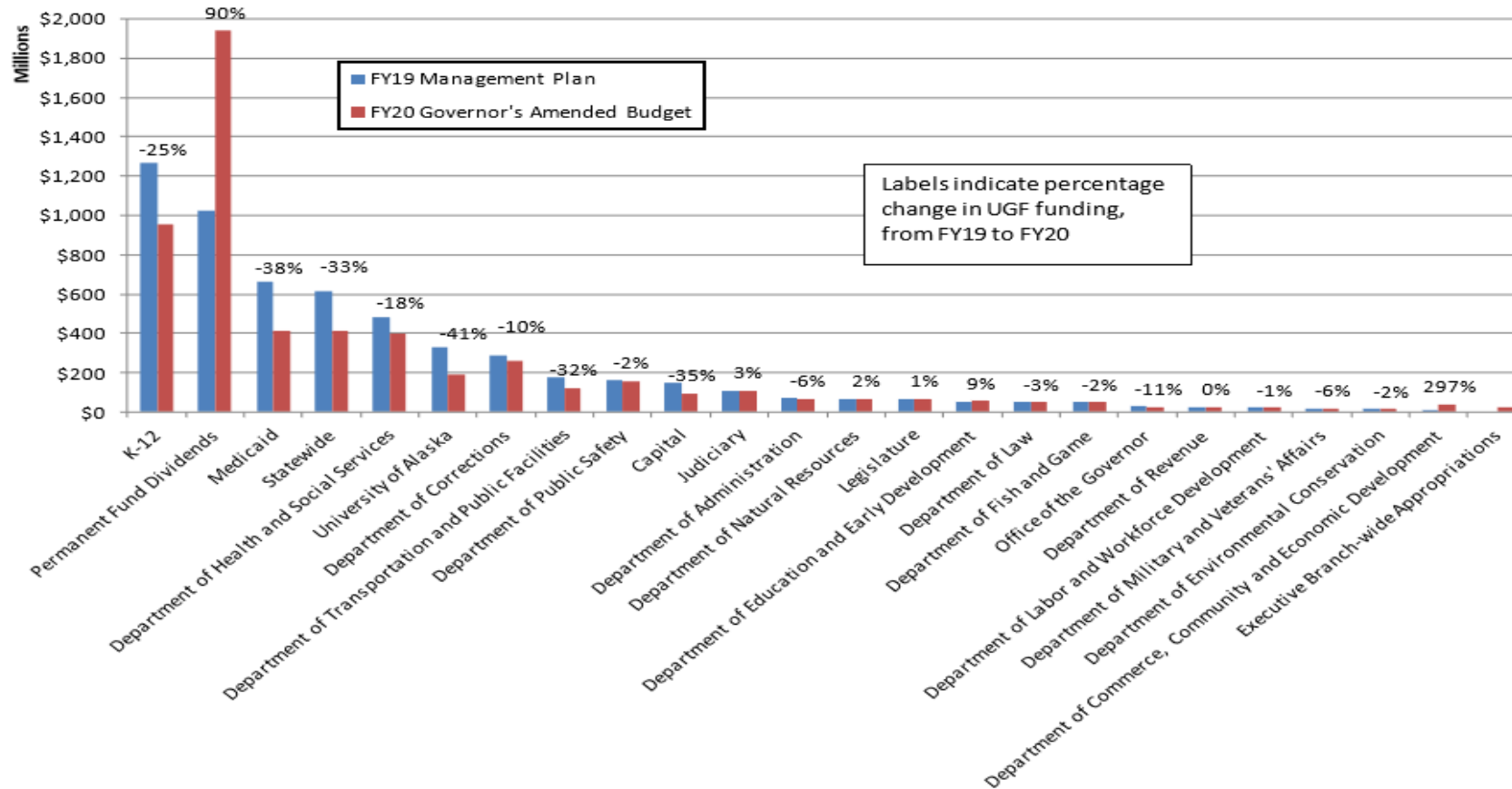
# School Costs by State Function



# Governor's Proposed Budget

- Underfunds K-12 public education funding by \$300 million
  - MSBSD portion estimated to be \$39,656,441
    - Proposal does not represent a reduction to the BSA of \$5,930
      - Local funding calculations are not impacted
      - Does not qualify for a Reduction in Force (RIF)

## A Comparison of the FY19 Budget with the Governor's Amended FY20 Budget Request (UGF only)



Legislative Finance Division

9

- 25% Reduction to K-12 Education
- PFD = 37% of State Revenue
- 60% Cost Shifting to Local Government or Use of Reserves

# Reduction Across Total Budget

	Preliminary Budget	% of Budget	State Reduction	Reduced Preliminary Budget
Salaries & Benefits	184,322,922	83.50%	(30,406,858)	153,916,064
Non-Personnel	36,416,815	16.50%	(6,007,505)	30,409,310
<b>Sub-Total</b>	<b>220,739,737</b>	<b>100.00%</b>	<b>(36,414,363)</b>	<b>184,325,374</b>
Charters	19,103,493		(3,242,078)	15,861,415
	<b>239,843,230</b>		<b>(39,656,441)</b>	<b>200,186,789</b>



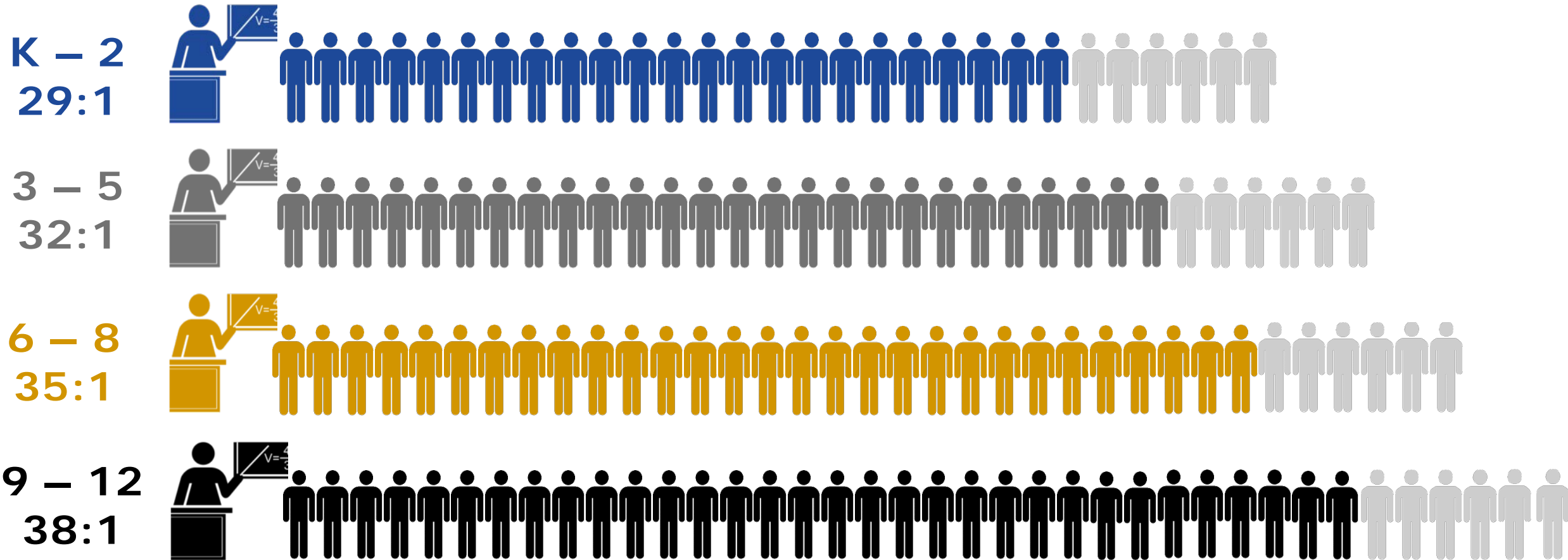
# Reduction To Charter School Budgets

	Preliminary Budget	State Reduction	Reduced Preliminary Budget
Midnight Sun Family Learning Center	2,025,881	461,381	1,564,500
Academy Charter	2,203,654	501,868	1,701,786
Twindly Bridge Charter	2,190,589	498,893	1,691,696
Birchtree Charter	3,349,255	762,771	2,586,484
American Charter Academy	1,802,698	410,553	1,392,145
Fronteras Spanish Immersion Charter	2,663,577	606,612	2,056,965
	<b>14,235,654</b>	<b>3,242,078</b>	<b>10,993,576</b>

# Staffing Reduction by Job Classification

	Average Salary & Benefits		Total FTE	Estimated Expense		Reduction to FTE	Expense Reduction
Administrators	\$	155,166	14.24	\$	2,209,872	2.75	\$ 426,706
Principals		132,924	53.99		7,176,583	10.75	1,428,936
Supervisors		116,744	29.00		3,385,577	5.75	671,278
Classroom Teachers		99,932	585.25		58,484,992	116.75	11,669,420
Other Teachers		88,035	523.01		46,042,917	104.25	9,177,655
Teacher Aides		45,316	253.51		11,488,159	50.50	2,288,442
School Support Staff		67,994	113.50		7,717,344	22.75	1,546,869
District Support Staff		82,439	78.78		6,494,832	15.75	1,298,409
Custodians		60,503	99.10		5,995,839	19.75	1,194,933
Maintenance Workers		104,327	34.00		3,547,130	6.75	704,210
<b>Total Reductions</b>						<b>355.75</b>	<b>\$30,406,858</b>

# Increased Pupil-to-Teacher Ratios



# Process for State Legislative Budget

- Governor Proposes and State Legislature Appropriates
- Senate and House
  - Education Committee and Finance Committee
    - General Session is 90 Days – Ends April 14
    - Constitution requires session end after 120 days – Ends May 14
      - Can extend in 10 day intervals with a 2/3 vote from each body
- Transmitted to Governor
  - Twenty working days (excluding Sundays)
    - Alaska State Law: Governor has line item veto authority
      - Requires  $\frac{3}{4}$  vote to override – Super Majority

# Employee Contracts

- District Executive Leadership
  - Certified (9) - No rights to position
    - Follow tenured teacher dates
    - Right to teacher position
  - Classified (7) - No rights to position
- MSPA – Principals (67)
  - Notified by March 15 for retention
    - MOA to extend to May 15
- District Mid-Level Management (38)
  - 30 Day Lay-Off Notice
- MSEA – Teachers
  - Tenured – Notified by May 15
    - 970 Individuals are Tenured
  - Non-Tenured – Notified by May 22
    - 265 Individuals are Non-Tenured
- CEA – Classified Employees
  - 14 Day Lay-Off Notice
  - 964 Individuals (793 FTE)

# Next Steps

- Budget Planning
  - Two Revenue Scenarios
    - Governor's Proposed Budget - \$1,050 Reduction to BSA & No One Time Monies
    - MSBSD Preliminary Budget – Full BSA & No One Time Monies
- Spending and Hiring Restriction Implemented
  - All staffing vacancies evaluated – Post, hold, or sub required
    - Example: Mat-Su Day School Principal Position
  - Non-essential spending suspended
  - New travel suspended