

VIRTUAL TOWN HALL

PROPOSED 2020-2021 BUDGET

JUNE 22, 2020



PRE-COVID PLANNING

FISCAL YEAR 2020-2021

- Began FY 2020-2021 budgeting season in December 2019.

- Governor's proposed state budget included \$150 to \$225/pupil increase.

- Budget recommendation was set to include:
 - Average 1% salary increase for employees (*\$1.5 million*)
 - 3.3% increase in the insurance hard cap (*\$300,000*)

POST-COVID

FISCAL YEAR 2020-2021

- Projected School Aid Fund (SAF) shortfall of \$1.1 billion for the current fiscal year (FY 2019-2020).

- Projected SAF shortfall of \$963 million for FY 2020-2021.

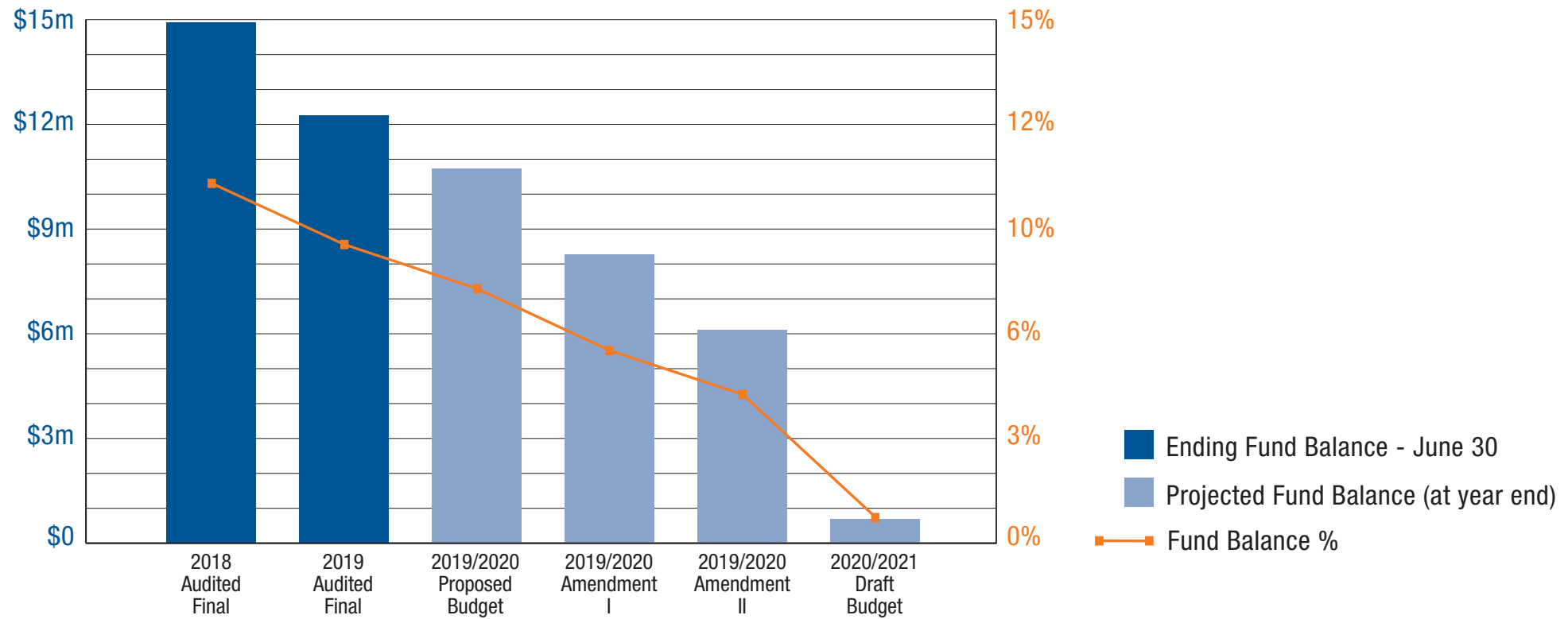
- Projected foundation cut of \$650/student if no additional revenue is found.

POST-COVID

FISCAL YEAR 2020-2021 *(continued)*

- GRPS FY 2019-2020 Amendment II included \$350/pupil cut.
 - \$1.1 million ESSER
 - \$6.15 million use of fund balance
-
- Proposed GRPS FY 2020-2021 includes \$300/pupil cut.
 - \$4.4 million ESSER
 - \$5.1 million use of fund balance
 - \$1.7 million property sales
 - \$10.6 million in cuts

GRAND RAPIDS PUBLIC SCHOOLS FUND BALANCE HISTORY



PROPOSED REDUCTIONS

FISCAL YEAR 2020-2021

ASSESSMENT <ul style="list-style-type: none"> • 0 full time equivalents • District assessment funded by alt source 	\$94,000
BOARD OF EDUCATION/SUPERINTENDENT <ul style="list-style-type: none"> • 1 contract staff • 1 contract cabinet level 	\$145,000
BUSINESS OFFICE <ul style="list-style-type: none"> • 3 full time equivalents • 1 administrator • 1 payroll specialist • 1 administrative assistant 	\$432,500
COMMUNICATIONS <ul style="list-style-type: none"> • 1 full time equivalent • 1 administrative assistant • Marketing and advertising reduction 	\$185,500
COMMUNITY/STUDENT SERVICES <ul style="list-style-type: none"> • 5 full time equivalents • 1 administrator • 4 specialists 	\$329,250

PROPOSED REDUCTIONS

FISCAL YEAR 2020-2021 *(continued)*

<p>CURRICULUM</p> <ul style="list-style-type: none"> • 1 full time equivalent • 1 administrator 	<ul style="list-style-type: none"> • Reduce licensing fees • Reduce textbook purchase 	<p>\$250,000</p>
<p>SCHOOL ADMIN</p> <ul style="list-style-type: none"> • 7 full time equivalents 	<ul style="list-style-type: none"> • 7 school administrators 	<p>\$681,000</p>
<p>EARLY CHILDHOOD</p> <ul style="list-style-type: none"> • .5 full time equivalent 	<ul style="list-style-type: none"> • .5 administrative assistant 	<p>\$25,000</p>
<p>HUMAN RESOURCES</p> <ul style="list-style-type: none"> • 2 full time equivalents • 1 administrator 	<ul style="list-style-type: none"> • 1 benefits assistant (vacant) 	<p>\$250,000</p>

PROPOSED REDUCTIONS

FISCAL YEAR 2020-2021 *(continued)*

<p>MEDIA SERVICES</p> <ul style="list-style-type: none"> • 1 full time equivalent • 1 paraprofessional 	<p>\$51,000</p>
<p>MANAGEMENT INFORMATION SYSTEMS</p> <ul style="list-style-type: none"> • 1.5 full time equivalents • 1 specialist (vacant) • .5 other (vacant) • Reduce license fees 	<p>\$241,000</p>
<p>OPERATIONS/FACILITIES</p> <ul style="list-style-type: none"> • 9 full time equivalents • 1 administrator • 4 custodial (vacant) • 4 skilled trade (vacant) 	<p>\$691,000</p>

PROPOSED REDUCTIONS

FISCAL YEAR 2020-2021 *(continued)*

<p>OTHER BUILDING CHANGES</p> <ul style="list-style-type: none"> • 10.5 full time equivalents • 3 art/music teachers • 1 physical education teacher • 3.5 administrative assistants • 3 other staff • Theme school reductions • Cell/travel/mileage reductions 	<p>\$1,194,750</p>
<p>POSITIVE BEHAVIOR INTERVENTION & SUPPORT</p> <ul style="list-style-type: none"> • 0 full time equivalents • Events, marketing, material reductions 	<p>\$43,000</p>

PROPOSED REDUCTIONS

FISCAL YEAR 2020-2021 *(continued)*

PROGRAM REDUCTIONS

OPTION A: SCHOOL CLOSURES

- 32.5 full time equivalents
- Closure of Aberdeen, East Leonard, Ken-O-Sha Schools
- Elimination of PK3-PK4 (unless GSRP) Montessori grades with increased seats at K and 1
- 3 school administrators
- 3 secretaries
- 18 teachers
- 7.5 other

NOTE: Closure consideration 13 schools with less than 260 students

OPTION B: STAFF LAYOFFS:

- Approximately 33-35 full time equivalent

OPTION C: COMBINATION OF OPTION A AND B

\$3,246,200

PROPOSED REDUCTIONS

FISCAL YEAR 2020-2021 *(continued)*

<p>PURCHASING</p> <ul style="list-style-type: none"> • 2 full time equivalents • 1 administrator (vacant) 	<ul style="list-style-type: none"> • 1 clerk 	<p>\$167,000</p>
<p>STUDENT DATA SYSTEMS</p> <ul style="list-style-type: none"> • 2 full time equivalents • 1 administrator (vacant) 	<ul style="list-style-type: none"> • 1 tech assistant (vacant) 	<p>\$225,000</p>
<p>SECURITY</p> <ul style="list-style-type: none"> • 3 full time equivalents 	<ul style="list-style-type: none"> • 3 security officers 	<p>\$222,100</p>
<p>SHARED TIME</p> <ul style="list-style-type: none"> • 0 full time equivalents 	<ul style="list-style-type: none"> • Attrition 	<p>\$158,600</p>

PROPOSED REDUCTIONS

FISCAL YEAR 2020-2021 *(continued)*

<p>SPECIAL ED</p> <ul style="list-style-type: none"> • 7 full time equivalents • 2 administrators (contract) 	<ul style="list-style-type: none"> • 1 teacher • 4 other 	\$494,250
<p>STAFF DEVELOPMENT</p> <ul style="list-style-type: none"> • 0 full time equivalents 	<ul style="list-style-type: none"> • .5 full time equivalent absorbed by Title funds 	\$56,500
<p>SUPPLY</p> <ul style="list-style-type: none"> • 6 full time equivalents • 1 administrator 	<ul style="list-style-type: none"> • 1 skilled technician (vacant) • 4 supply technicians 	\$418,500
<p>TRANSPORTATION</p> <ul style="list-style-type: none"> • Route refinement • Field trip reductions 	<ul style="list-style-type: none"> • Athletic trip reductions 	\$1,000,000

PROPOSED REDUCTIONS

FISCAL YEAR 2020-2021 *(continued)*

TOTAL FROM ABOVE	\$10,601,150
-------------------------	---------------------

STAFF REDUCTIONS

	ADMINISTRATION	GRE A	OTHER	TOTAL
CENTRAL OFFICE	11	0	30	41
SCHOOL	10	29	22	61
TOTAL	21	29	52	102

REVENUE

REVENUE	PROPOSED 2020-2021
Local Sources	
Property Taxes	\$32,655,000
Investment Income	\$80,000
Payments from local government agencies	\$21,420,000
Other	\$8,045,584
State Sources	
Restricted	\$45,487,579
Unrestricted	\$78,142,100
Federal Sources	
Restricted	\$25,897,009
Unrestricted	\$30,000
Operating Transfer In	\$744,900
TOTAL REVENUE	\$212,502,172

EXPENSES

EXPENSE	PROPOSED 2020-2021
Instruction	\$111,986,632
Support	\$99,633,504
Community Services	\$4,475,403
Facilities - Capital Outlay	\$1,410,600
Operating Transfer Out	\$69,000
TOTAL EXPENSE	\$217,575,139
Use of Fund Balance	(\$5,072,967)
Fund Balance-beginning (2019-2020 A2)	\$6,115,398
Fund Balance-projected 6/30/2021	\$1,042,431