



2023-2024
Budget Hearing

District Administrative Center
September 11, 2023
6:15 PM

WHY CAN'T WE DROP LEVY MORE?

- Thin cash balances.....why are they thin?
 - After effects of **BLOCK GRANT** funding.....penalized millions of dollars
 - **NET 365**... hire staff for growth....wait a year (or more) for funding
 - **NEW BUILDINGS** are inefficient and expensive
 - We have **LOWERED** the mill levy 16 of the last 17 years
 - It takes **20 YEARS** to pay off a bond issue
 - Low end on **ESSER** funding
- Budgets are based on the long-term to avoid the wave
 - Bond & Interest levy increasing for long-term protection
- Salaries & Benefits make up 70%+ of the budget
 - We want to attract & retain high quality staff
 - Smaller class sizes cost more

CASH BALANCES

Cash Balances as of 7/1/2022

Rank	Org #	Organization Name	TOTAL CASH BALANCES	2 MONTH OF OPERATING EXPENSES	PERCENTAGE OF 2 MONTH OF OPERATING EXPENSES
1	D0282	West Elk	250,026	\$ 1,724,669.84	14%
2	D0511	Attica	114,520	\$ 512,202.99	22%
3	D0469	Lansing	1,050,473	\$ 4,607,877.19	23%
4	D0404	Riverton	397,886	\$ 1,515,685.09	26%
5	D0205	Bluestem	300,747	\$ 1,129,233.64	27%
6	D0491	Eudora	904,924	\$ 3,190,446.86	28%
7	D0446	Independence	1,271,418	\$ 4,328,337.69	29%
8	D0102	Cimarron-Ensign	446,706	\$ 1,482,758.48	30%
9	D0471	Dexter	172,383	\$ 568,022.09	30%
10	D0108	Washington Co. Schools	299,820	\$ 926,407.15	32%
14	D0233	Olathe	23,676,115	\$ 61,056,745.45	39%
23	D0230	Spring Hill	3,666,913	\$ 8,079,448.28	45%
35	D0231	Gardner Edgerton	5,700,457	\$ 11,458,984.76	50%
80	D0232	De Soto	8,372,585	\$ 12,113,763.33	69%
158	D0512	Shawnee Mission Pub Sch	49,617,113	\$ 47,972,429.49	103%
165	D0229	Blue Valley	40,468,146	\$ 38,488,135.81	105%
282	D0202	Turner-Kansas City	18,456,583	\$ 7,751,528.78	238%
283	D0101	Erie-Galesburg	2,660,928	\$ 1,111,334.11	239%
284	D0439	Sedgwick Public Schools	2,694,160	\$ 1,053,668.56	256%
285	D0502	Lewis	823,843	\$ 304,164.67	271%
286	D0494	Syracuse	4,518,934	\$ 1,252,403.98	361%

ESSER FUNDING

National - \$189.2 billion/49.4 million = \$3,830/student

Kansas - \$1.285 billion/476,435 = \$2,697/student

Spring Hill - \$3,817,964/3,392 = \$1,126/student

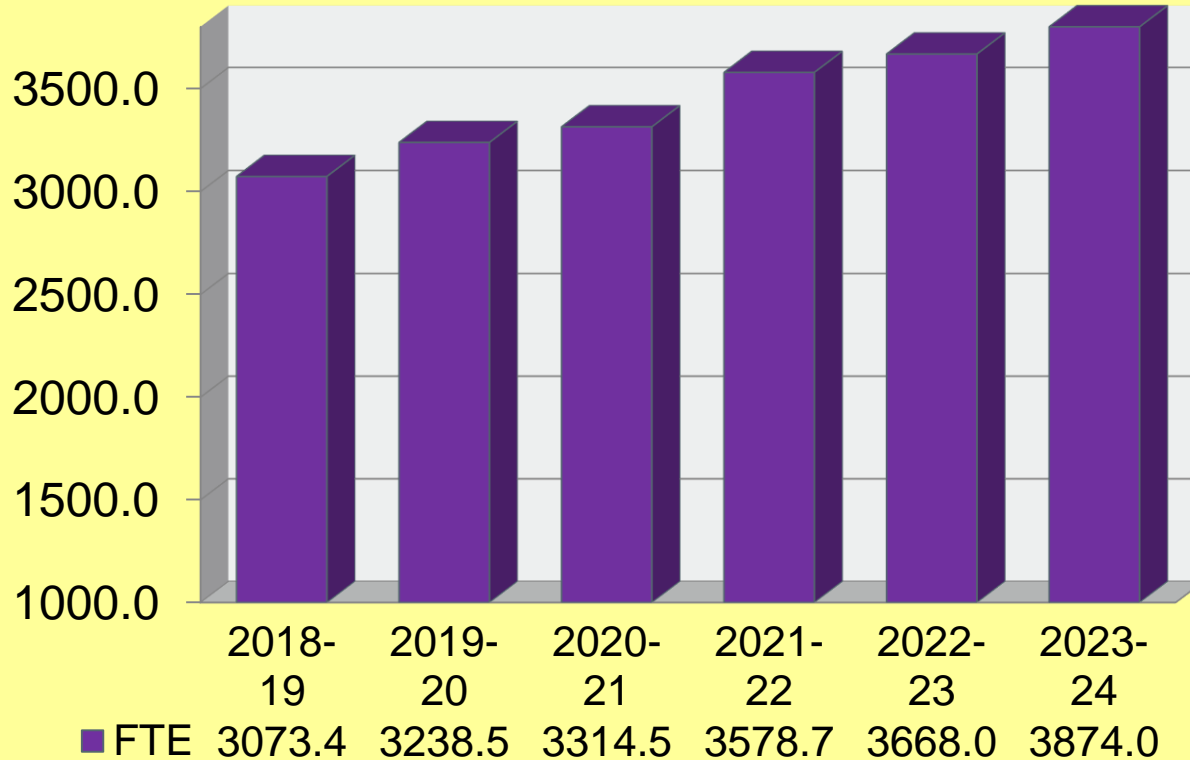
National \$3,830 – Spring Hill \$1,126 = \$2,704/student

\$2,704 x 3,392 = **\$9,171,968**

One district (in Kansas) with approximately 3,900 students is receiving \$14,729,093 or \$3,772/student

Increasing Enrollment

September 20th FTE (excluding virtual)



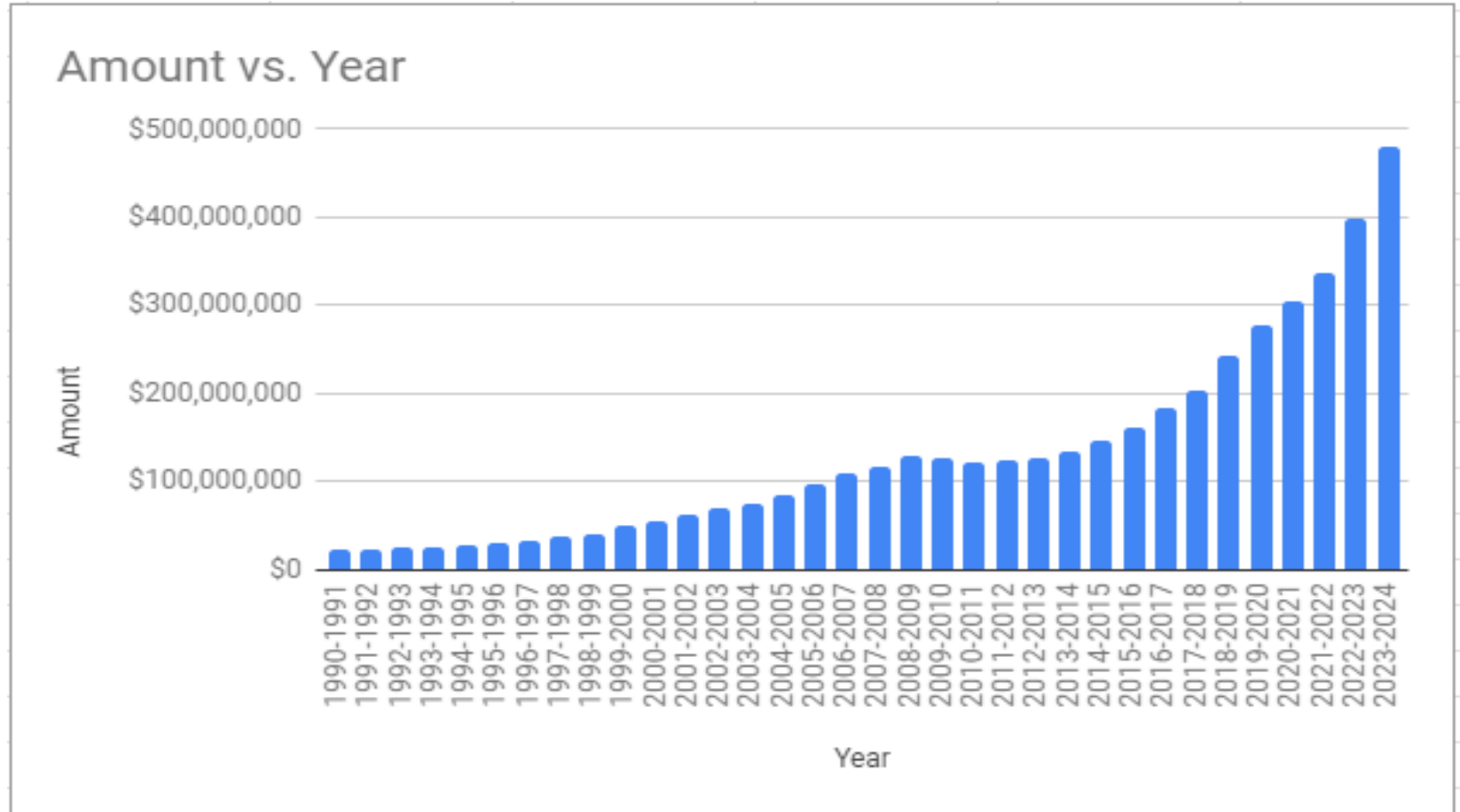
Growth in JoCo?

District	2018-19	2019-20	2020-21	2021-22	2022-23
Blue Valley	0%	0%	(2.7%)	0.3%	0.0%
Spring Hill	7%	5%	2.2%	8.0%	2.3%
Gardner	0%	1%	(4.6%)	0.1%	1.3%
De Soto	1%	0.6%	(5.4%)	4.7%	0.3%
Olathe	0%	0%	(3.1%)	(1.1%)	0.1%
Shawnee Mission	0%	0%	(4.7%)	0.8%	0.5%

Data is based on FTE Enrollment and excludes 4 year old at-risk and virtual.

Source: KSDE 2023 legal max spreadsheet

Assessed Valuation History



State Aid

School Year	Valuation	Enrollment	A.V.P.P.	State Aid LOB	State Aid Bond
2019-2020	\$277,390,718	4411.7	\$62,876	58.2%	50/19%
2020-2021	\$303,457,767	5731.4	\$52,947	57.0%	45/13%
2021-2022	\$337,105,915	5290.1	\$63,724	58.2%	59/23%
2022-2023	\$397,654,179	5235.2	\$75,958	57.8%	52/12%
2023-2024	\$480,478,494	5565.7	\$86,328	56.4%	49/0%

Note: State Aid Increases as AVPP Decreases

Starting in 2017-18 Bond State Aid varies based on issued date

Mill Levy History

Total Mills

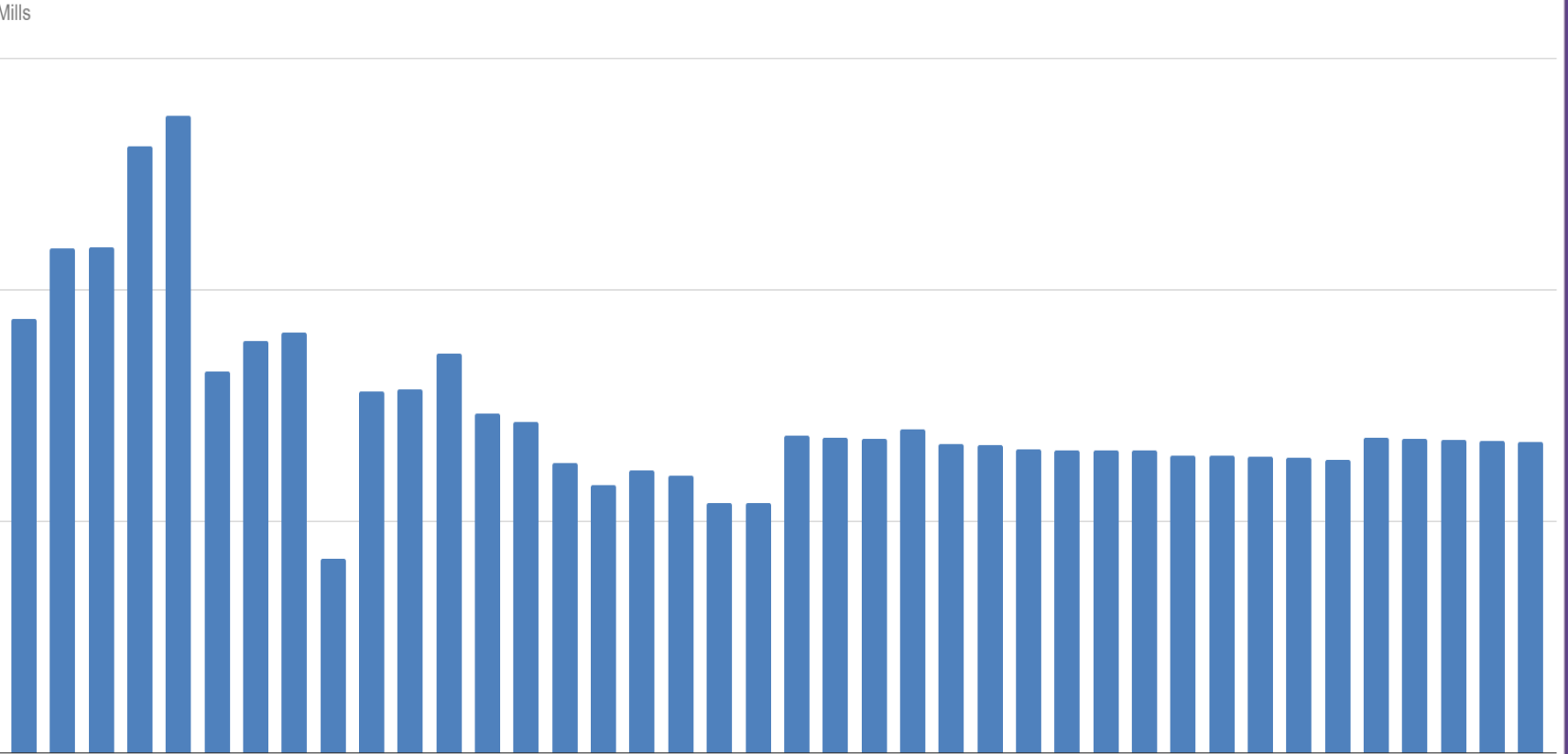
150.000

100.000

50.000

0.000

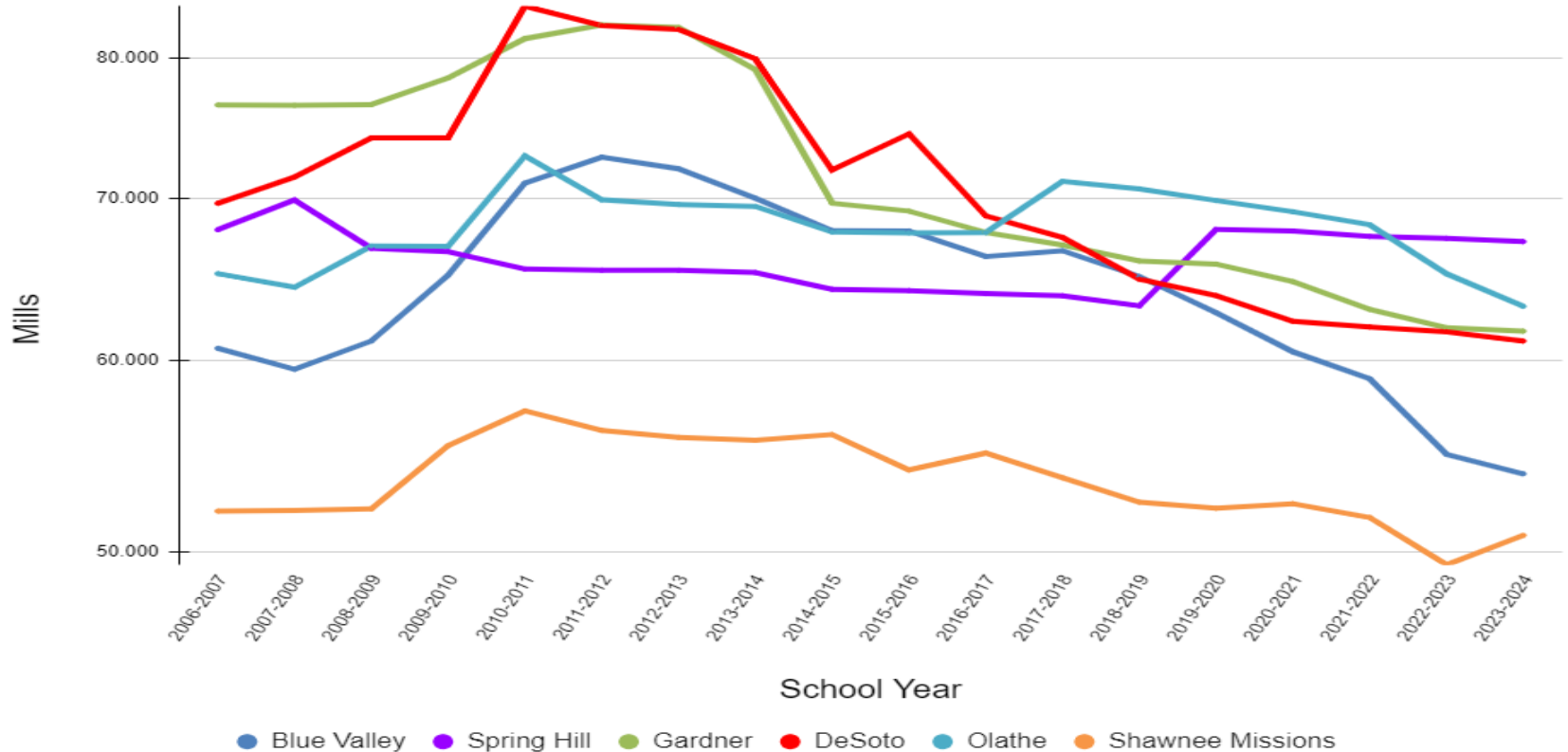
84-85 85-86 86-87 87-88 88-89 89-90 90-91 91-92 92-93 93-94 94-95 95-96 96-97 97-98 98-99 99-00 00-01 01-02 02-03 03-04 04-05 05-06 06-07 07-08 08-09 09-10 10-11 11-12 12-13 13-14 14-15 15-16 16-17 17-18 18-19 19-20 20-21 21-22 22-23 23-24



MILL LEVY BREAKDOWN

FUND	MILLS 2019-2020	MILLS 2020-2021	MILLS 2021-2022	MILLS 2022-2023	MILLS 2023-2024
General	20.000	20.000	20.000	20.000	20.000
Supplemental General	9.027	11.338	9.072	9.288	8.694
Capital Outlay	8.000	8.000	7.969	8.000	8.000
Bond & Interest	23.319	18.722	18.712	17.708	20.691
Special Assessment	0.000	0.000	1.240	0.788	0.404
Extraordinary Growth	7.634	9.815	10.053	11.128	6.779
Cost of Living	0.000	0.000	0.000	0.000	2.630
Special Liability Expense	0.000	0.000	0.488	0.494	0.000
TOTAL:	67.980	67.875	67.534	67.406	67.198

JOCO MILL LEVY COMPARISON



JoCo 10 Year Mill Levy

	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
Blue Valley	67.907	67.889	66.255	66.614	64.999	62.797	60.503	58.967	54.870	53.859
Spring Hill	64.217	64.136	63.948	63.821	63.206	67.980	67.875	67.534	67.409	67.198
Gardner	69.711	69.185	67.787	66.981	65.969	65.775	64.682	62.995	61.901	61.707
DeSoto	71.951	74.461	68.864	67.467	64.841	63.829	62.284	61.949	61.673	61.126
Olathe	67.811	67.764	67.774	71.174	70.665	69.878	69.138	68.282	65.168	63.174
Shawnee Mission	55.911	54.059	54.940	53.663	52.427	52.121	52.341	51.667	49.386	50.799

NOTE: 2023-24 is estimated until October final assessed values are determined.

FIGHTING FOR FAIRNESS

- Delayed Enrollment
 - General = $150 \times \$5,088 = \$763,200$
 - Supplemental of 33% = $\$251,856$
 $\$1,015,056 / \$480,479 \text{ per mill} = 2.11 \text{ mills}$
- Different State Aid Calculations
Pre -2015 = 49%, Post-2015 = 0%
 - Post-2015 Debt Payments = $\$7,769,926 \times 49\% = \$3,807,264$
 $\$3,807,264 / \$480,479 \text{ per mill} = 7.92 \text{ mills}$
- Lack of New Facility Weighting
 - General = $280 \times 25\% \times \$5,088 = \$356,160$ (6.5 teachers)
 - Supplemental of 33% = $\$117,533$ (2.0 teachers)
 $\$473,693 / \$480,479 \text{ per mill} = 0.99 \text{ mills}$

Promises Kept 4-0

2003 Bond Election \$48.6 million

Total levy would increase by 14.5 mills to 68.539 - Today it is 67.409.

2011 Bond Election \$39.0 million

No increase bond election - We have not raised the mill levy for this bond election

2016 Bond Election \$82.4 million

No increase bond election for 2 years - We have not raised the mill levy for this bond election

2018 Bond Election \$72.0 million

Total levy would increase by 4.25 mills – Levy went to 67.98 and today is 67.198.

Important note: When promises are made heading into a bond issue, they are based on the circumstances on that day and what we know about the foreseeable future. The levy is only “guaranteed” until the next bond issue needs to be considered, or something major happens unexpectedly (recession, changes to finance formula, covid-19, etc.).

Final Thoughts

Responsible fiscal management has resulted in:

- 2016 bond projects completed and below budget.
- 2018 bond projects nearing completion and within budget, as well as land purchased for future development.
- Restructuring of existing debt since 2007 has saved the district more than \$10 million in interest payments.
- A mill levy decrease 16 of the last 17 years



Questions?