



2024-2025 Budget Hearing

District Administrative Center
September 9th, 2024
5:30 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
 - **NEW BUILDINGS** are inefficient and expensive
 - We have **LOWERED** the mill levy 16 of the last 18 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
 - Major improvements within master agreement and staff as a whole
 - Smaller class sizes cost more

CASH BALANCES

Unencumbered Cash Balance by Fund (pg 144 Budget Document)

July 1, 2022	July 1, 2023	July 1, 2024
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July 1 Beginning Balances of Highlighted Funds* (See page 144 of Budget Support Document)

TOTAL	\$1,673,954	\$2,014,914	\$2,757,747
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Total Expenditures (including Transfers) for General Fund and Supplemental General (LOB) Fund

General	\$37,242,844	\$40,392,541	\$46,101,560
LOB	\$9,477,867	\$10,342,222	\$12,043,327
Total	\$46,720,711	\$50,734,763	\$58,144,887

CASH BALANCE

Percentage	3.58%	3.97%	4.74%
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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

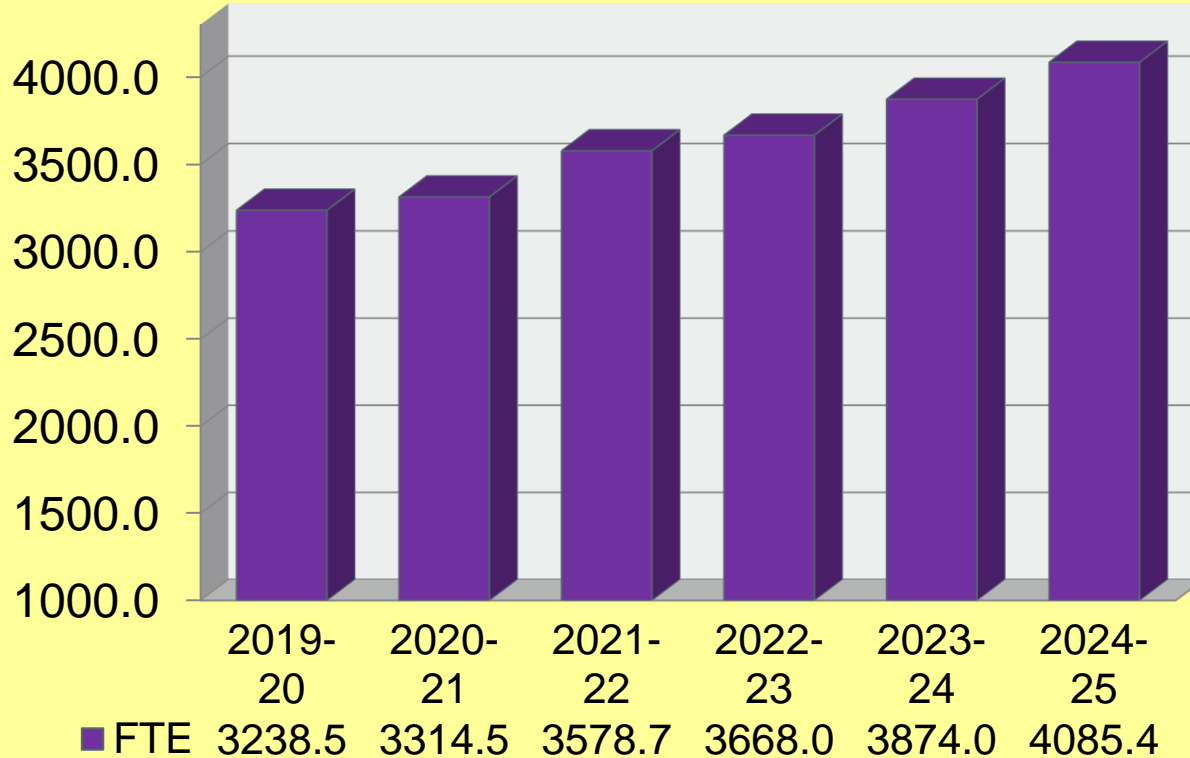
National \$3,830 – Spring Hill \$1,126 = \$2,704/student

\$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)



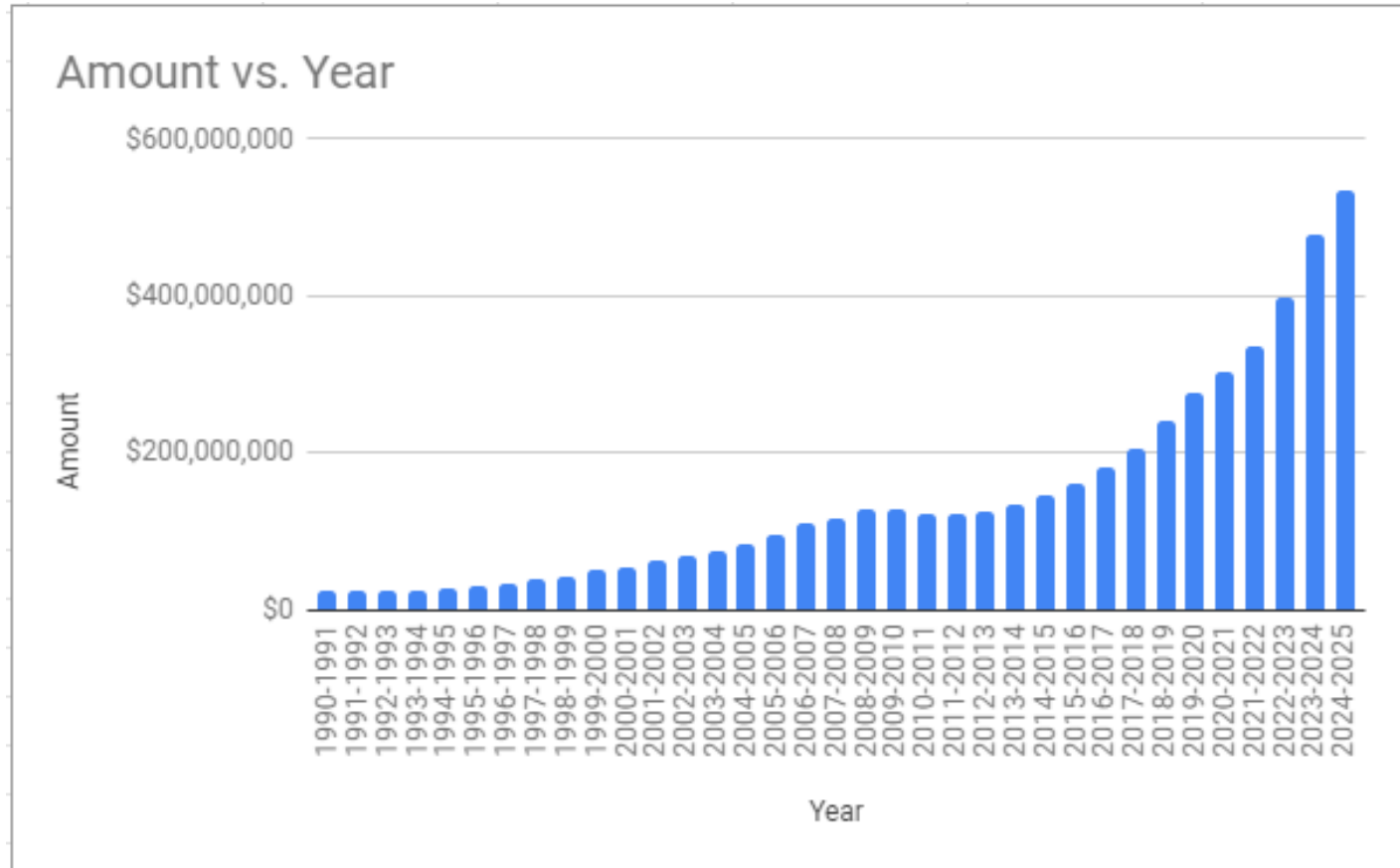
Growth in JoCo?

District	2019-20	2020-21	2021-22	2022-23	2023-24
Blue Valley	0%	(2.7%)	0.3%	0.0%	0.2%
Spring Hill	5%	2.2%	8.0%	2.3%	5.1%
Gardner	1%	(4.6%)	0.1%	1.3%	(1.5%)
De Soto	0.6%	(5.4%)	4.7%	0.3%	(1.3%)
Olathe	0%	(3.1%)	(1.1%)	0.1%	(1.4%)
Shawnee Mission	0%	(4.7%)	0.8%	0.5%	(0.5%)

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

Source: KSDE 2024 legal max spreadsheet

Assessed Valuation History



State Aid

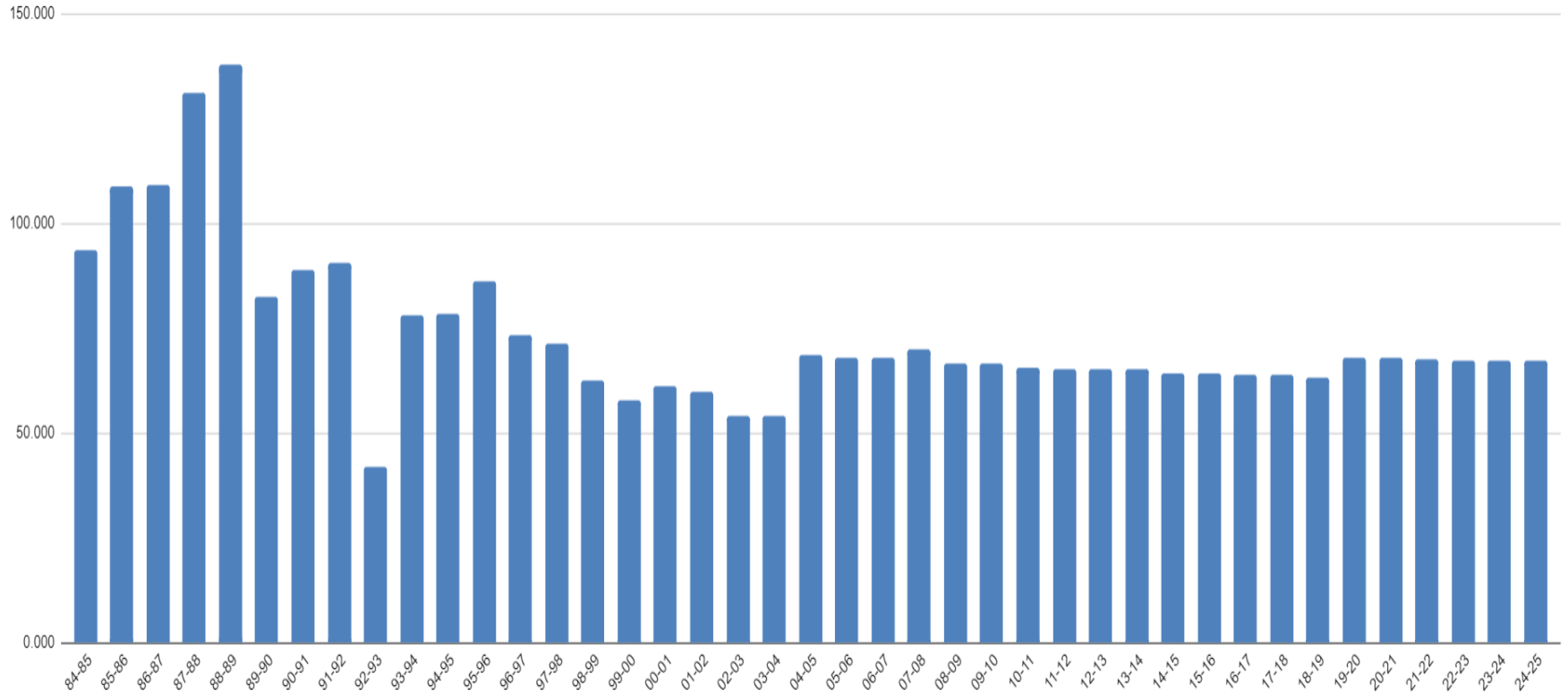
School Year	Valuation	Enrollment	A.V.P.P.	State Aid LOB	State Aid Bond
2020-2021	\$303,457,767	5731.4	\$52,947	57.0%	45/13%
2021-2022	\$337,105,915	5290.1	\$63,724	58.2%	59/23%
2022-2023	\$397,654,179	5235.2	\$75,958	57.8%	52/12%
2023-2024	\$477,348,826	5518.2	\$86,504	56.4%	49/0%
2024-2025	\$535,876,671	5881.2	\$91,117	51.3%	45/0%

Note: State Aid Increases as AVPP Decreases

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

Mill Levy History

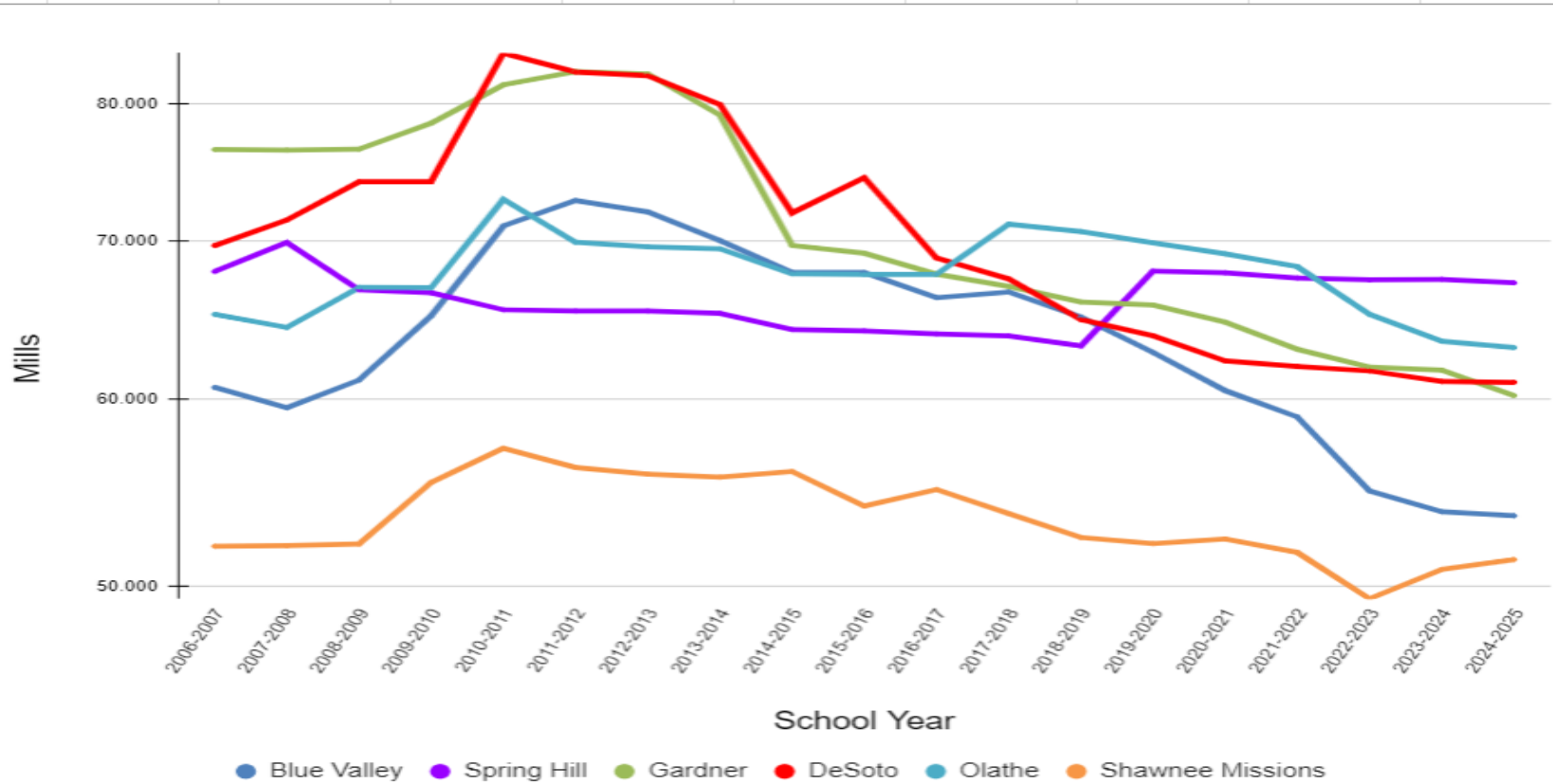
Total Mills



MILL LEVY BREAKDOWN

FUND	MILLS 2020-2021	MILLS 2021-2022	MILLS 2022-2023	MILLS 2023-2024	MILLS 2024-2025
General	20.000	20.000	20.000	20.000	20.000
Supplemental General	11.338	9.072	9.288	8.751	10.128
Capital Outlay	8.000	7.969	8.000	7.992	8.000
Bond & Interest	18.722	18.712	17.708	20.826	22.037
Special Assessment	0.000	1.240	0.788	0.407	0.115
Extraordinary Growth	9.815	10.053	11.128	6.823	3.118
Cost of Living	0.000	0.000	0.000	2.647	3.812
Special Liability Expense	0.000	0.488	0.494	0.000	0.000
TOTAL:	67.875	67.534	67.406	67.446	67.210

JOCO MILL LEVY COMPARISON



JoCo 10 Year Mill Levy

	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Blue Valley	67.889	66.255	66.614	64.999	62.797	60.503	58.967	54.870	53.758	53.550
Spring Hill	64.136	63.948	63.821	63.206	67.980	67.875	67.534	67.409	67.446	67.210
Gardner	69.185	67.787	66.981	65.969	65.775	64.682	62.995	61.901	61.722	60.208
DeSoto	74.461	68.864	67.467	64.841	63.829	62.284	61.949	61.673	61.042	60.998
Olathe	67.764	67.774	71.174	70.665	69.878	69.138	68.282	65.168	63.482	63.097
Shawnee Mission	54.059	54.940	53.663	52.427	52.121	52.341	51.667	49.386	50.822	51.316

NOTE: 2024-25 is estimated until October final assessed values are determined.

NEXT LEGISLATIVE TARGET

- Delayed Enrollment (FIXED IN FY25) Big victory!!!!
- Different State Aid Calculations
Pre -2015 = 45%, Post-2015 = 0%
 - Post-2015 Debt Payments = $\$7,913,721 \times 45\% = \$3,561,174$
 $\$3,561,174 / \$535,877 \text{ per mill} = 6.65 \text{ mills}$
- Lack of New Facility Weighting
 - General = $300 \times 25\% \times \$5,378 = \$403,350$ (6+ teachers)
 - Supplemental of 33% = $\$133,105$ (2+ teachers)
 $\$536,455 / \$535,877 \text{ per mill} = 1 \text{ mill}$

NEW FACILITY RECEIVED

GENERAL FUND STATE AID RECEIVED:					
Year	Buildings	Student FTE	WTD FTE	BSAPP	Funding
2006-07	PCES(1)	176.5	44.1	\$4,316	\$190,336
2007-08	PCES(2), SHHS(1)	724.0	181.0	\$4,374	\$791,694
2008-09	SHHS(2)	571.8	143.0	\$4,400	\$629,200
2012-13	PCES(1)	145.6	36.4	\$3,838	\$139,703
2013-14	PCES(2), WCES(1)	557.2	139.3	\$3,838	\$534,633
2014-15	WCES(2)	431.5	107.9	\$3,852	\$415,631
				TOTAL	\$2,701,197

NEW FACILITY LOST OUT

GENERAL FUND STATE AID - LOST REVENUE:					
Year	Buildings	Student FTE	WTD FTE	BSAPP	Funding
2018-19	TSES(1), SHHS(1)	591.0	147.8	\$4,165	\$615,379
2019-20	WSMS(1), TSES(2), SHHS(2)	972.0	243.0	\$4,436	\$1,077,948
2020-21	WSMS(2)	320.0	80.0	\$4,569	\$365,520
2021-22	DCES(1)	228.0	57.0	\$4,706	\$268,242
2022-23	DCES(2)	240.0	60.0	\$4,846	\$290,760
2023-24	FSMS(1)	283.0	70.8	\$5,088	\$359,976
2024-25	FSMS(2)	300.0	75.0	\$5,378	\$403,350
			TOTAL		\$3,381,175
Note: SHHS expansion numbers are a rough estimate (300 & 350)					

Promises Kept 4-0

2003 Bond Election \$48.6 million

Total levy would increase by 14.5 mills to 68.539 - Today it is 67.210.

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 67.210.

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 18 years



Questions?