Strategic Plan Goal: Provide prudent stewardship and accountability of public resources to best support educational opportunity and student success.

- The Board is committed to directing District resources to providing educational opportunity through both an instructional core and comprehensive programming while maximizing operational efficiency and public accountability within a sustainable budget. The District must recognize a need for a 21st Century learning environment, changing student population with more diverse needs, uncertain revenue streams and escalating costs.
End Game:

- A balanced GENERAL FUND budget for the 2017-2018 school year that provides high quality educational opportunity while maximizing operational efficiency and public accountability.

- GENERAL FUND: The General Fund Budget finances the instructional costs of the district along with general maintenance and operational costs. It does not include grant monies nor federal allocations.

- The BOND LEVY proceeds CANNOT be used to fund instructional and operational costs.
LEGISLATIVE UPDATE
Bills Related to Funding

- SB 307 Llew Jones: Permissive levies and transparency
- HB 563 Kathy Kelker: Establishing Montana preschool grant program
- All others have been tabled in committees
FOLLOW-UP FROM TWO WEEKS AGO...
Property Tax Proportions
1.37% inflationary factor increases with current formulaic ANB with 3-year averaging:

- K-8: $761,042
- 9-12: $82,284
- Total Estimated Increase Was: $843,326

0.5% inflationary factor increases with current formulaic ANB with 3-year averaging:

- K-8: $430,590
- 9-12: $0
- Total Estimated Increase Is: $430,590

Based on NEW calculations provided by OPI

Based on existing law with no other legislative changes
Budget addition needs:

- Data for Achievement revenue may be gone
- Longevity increases for general fund
- Health insurance is $5,524,230 from general fund so each 1% increase is $55,000
- Each 1% of increase on the base salary schedules = $541,000 from general fund
- Other

- $214,000 Pay out of reserves
- $628,000
- $553,000 at 10%
- ?

- Yes: Pay out of reserves

Minimum of $1,181,000 in needs
Compare revenue to expenditure example:

This year’s local and state allocations (no reserves) $70,007,445

Additional STATE FUNDING:
Factors:
*Enrollment
*Inflation Applied to Parts of the Funding Formula

$233,294

New revenue amount
$70,240,739

Examples of estimated cost increases:
Contractual Obligations
10% Health Insurance
0% increase on base salaries

$1,181,000

New general fund budget amount needed to maintain comprehensive programming and staffing
$71,188,445

This year’s budget w/o reserves $70,007,445

$947,706
REDUCTIONS & OPERATIONAL CHANGES
Generated from:

- Suggestions at these meetings
- Staff input
- Legal requirements
- Accreditation standards
- Student impact
  - High school class sizes (highs and lows)
  - Student participation in programs
  - Achievement implications
PERSONNEL REDUCTIONS

- **Licensed FTE**  
  - 9-12: 2.0 Math, 2.4 English, 1.0 World Language, 2.0 Science, 0.6 MedPrep, 1.0 FCS, 3.0 IT, 1.0 HPE, 1.0 Guidance Counselor, 0.4 Art  
    - 14.4 FTE  
  - K-8: 1.0 Instructional Coach, 1.0 Intervention Teacher, 1.0 MS Advocate, 2.0 Student Support Teachers  
    - 5 FTE  
  - K-12: 1.0 Assessment Specialist  
    - 1 FTE

- **Classified FTE**  
  - K-12: 1.0 Clerical, 1.0 Buildings & Grounds, .75 Prevention Specialist  
    - 2.75 FTE

TOTAL GFPS PERSONNEL:  $1,096,116  23.15 FTE
SUPPLIES

- 15% Reduction in School Allocations
  - $218,400
- Professional/Curriculum Development
  - $21,000
- Cabinet
  - $8,000

TOTAL SUPPLIES: $247,400
**TEXTBOOKS**

- Partially suspend textbook adoptions (1/3 of budget)
  - $126,000

**TOTAL TEXTBOOKS:** $126,000

**PROFESSIONAL DEVELOPMENT**

- Eliminate New Teacher Training for 2nd and 3rd year teachers and only 1 day for new teachers
  - $87,300
- Other
  - $35,200

**TOTAL PROFESSIONAL DEVELOPMENT:** $122,500
STIPENDS/HOURLY PAID FOR WORK OUTSIDE OF CONTRACTS

- Teacher Tech Stipends $22,000
- Curriculum Committees $18,000
- Administrative $15,000
- Assessment $14,500
- MS Advocate Summer Work $10,000
- Special Projects $16,000

TOTAL STIPENDS/HOURLY: $95,500
TECHNOLOGY
- Successmaker Program Subscription and Maintenance
  - $55,000
TOTAL TECHNOLOGY: $55,000

COMMUNITY COLLABORATIONS
- GFC-MSU Career Pathway Advisor
  - $27,000
- GFPS Foundation
  - $25,000
- Paris Gibson Square Artist in Residence
  - $4,800
TOTAL COMMUNITY: $56,800

ADMINISTRATOR BENEFITS
- Cell Phone Stipends
  - $23,520
TOTAL ADMIN BENEFIT: $23,520
## REDUCTIONS & OPERATIONAL CHANGE TOTALS

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
<th>FTE</th>
</tr>
</thead>
<tbody>
<tr>
<td>GFPS PERSONNEL:</td>
<td>$1,096,116</td>
<td>23.15 FTE</td>
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<tr>
<td>SUPPLIES:</td>
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<td>STIPENDS/HOURLY:</td>
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<td>TECHNOLOGY:</td>
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<td>COMMUNITY:</td>
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<tr>
<td>ADMIN BENEFIT:</td>
<td>$ 23,520</td>
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**GRAND TOTAL**  $1,822,836
Re�ovine Balancing Option 1:
Elementary Operational Levy

- Maximum elementary levy available with a vote: $1.2M
- Estimated tax increase of a $1M levy (7.62 mills) on a:
  - $100K home = $10.20/year or 85¢/month
  - $150K home = $15.44/year or $1.29/month
  - $200K home = $20.57/year or $1.71/month
- Use it for:
  - $948K shortfall
  - Salary increases
  - Data for Achievement and/or
  - Other operational increases
- Utilize reductions & operational changes to offset additional salary increases
Revenue Balancing Option 2: NO OPERATIONAL LEVY

BUT A TECHNOLOGY LEVY

- Consider a $1 M technology levy in the high school for 10 years (6.90 mills... existing .55 mills)
  - Estimate tax increase on a:
    - $100K home = $9.31/year or 78¢/month
    - $150K home = $13.97/year or $1.17/month
    - $200K home = $18.63/year or $1.55/month
  - For all allowable costs listed in the statute (equipment, cloud storage, training)
  - Find offsets of these in the general fund to cover a portion of the $948K shortfall (approximately $250K)

- Utilize reductions and operational changes to offset:
  - Remainder of the $948K shortfall ($698K) and
  - Salary increases
Revenue Balancing Option 3:  
OPERATIONAL LEVY  
AND A  
TECHNOLOGY LEVY

- Combined tax increase on a:
  - $100K home = $19.51/year or $1.63/month
  - $150K home = $29.41/year or $2.46/month
  - $200K home = $39.20/year or $3.26/month

- Find offsets of allowable technology costs in the general fund to cover a portion of the $948K shortfall (maybe $250K)

- Use operational levy for remainder of the $948K shortfall ($698K)

- Utilize reductions and operational changes to offset salary increases
Revenue Balancing Option 4: 
No Levy (don’t ask or it/they fail)

Utilize reductions and operational changes noted earlier to offset:

- $948K shortfall and
- Salary increases
<table>
<thead>
<tr>
<th>Option 1: Elementary Operational Levy</th>
<th>Option 2: High School Technology Levy</th>
<th>Option 3: Both</th>
<th>Option 4: Neither</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cost</strong></td>
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<td><strong>Cost</strong></td>
<td><strong>Cost</strong></td>
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<tr>
<td>$10.29 per year or 86¢ per month</td>
<td>$9.31 per year or 78¢ per month</td>
<td>$19.60 per year or $1.63 per month</td>
<td>$0</td>
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<tr>
<td><strong>$948K Shortfall</strong></td>
<td><strong>Covers</strong></td>
<td><strong>Covers</strong></td>
<td><strong>Does not cover</strong></td>
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<tr>
<td><strong>Other Needs</strong></td>
<td><strong>Would require an approximate $1M in reductions and operational changes to cover costs and salary increases</strong></td>
<td><strong>Would require an approximate $1.75M in reductions and operational changes to cover costs and salary increases</strong></td>
<td><strong>Would require an approximate $750K in reductions and operational changes to cover costs and salary increases</strong></td>
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<td><strong>Possible FTE Impact</strong></td>
<td>-15</td>
<td>-21</td>
<td>-12 to -15</td>
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<td></td>
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<td>-24</td>
</tr>
</tbody>
</table>

- Covers May partially cover with offsets allowed for cloud storage, equipment & training
- Shortfall Covers Does not cover
- Other Needs Would require an approximate $1M in reductions and operational changes to cover costs and salary increases
- FTE Impact -15
- Possible FTE Impact -15
- -21
- -12 to -15
- -24
PLEASE TURN IN THE SURVEY

WEBSITE: YES or NO

March 27, Board Meeting

PARIS GIBSON EDUCATION CENTER

5:30 PM

THANK YOU FOR COMING!