

BALTIMORE COUNTY PUBLIC SCHOOLS

DATE: October 23, 2012

TO: **BOARD OF EDUCATION**

FROM: S. Dallas Dance, Superintendent

SUBJECT: **SUPERINTENDENT'S UPDATE ON FISCAL YEAR 2014
OPERATING BUDGET**

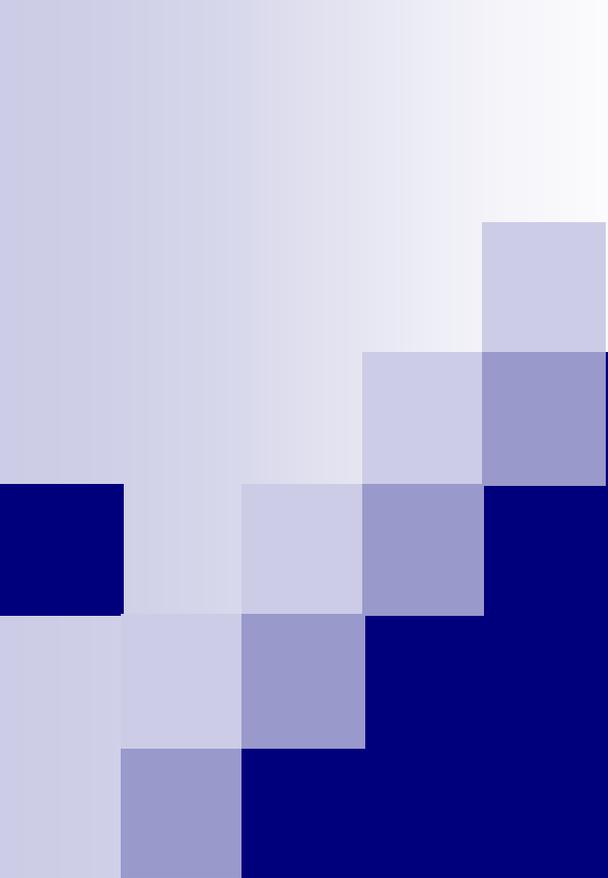
ORIGINATOR: Michael G. Sines, Chief Operations Officer

**RESOURCE
PERSON(S):** Barbara Burnopp, Chief Financial Officer
George Sarris, Director, Office of Budget and Reporting

INFORMATION

The process of collecting input for development of the FY14 operating budget process has begun. The public has been invited to the area advisory council pre-budget meetings held earlier this month. Board members have met in groups of two with budget staff to express their ideas. Budget meetings have been held with account managers and supervisors. A focus group was held with a group of principals representing all levels. Parents and employees were encouraged to provide public input into the budget process through a ConnectEd message on October 2, 2012. In addition, staff is studying a number of expenditure objects for possible realignment.

Attached is a summary on the first look at FY14 financial information. Additional updates will be provided to the Board in November and December. The superintendent's proposed budget will be released at the Board meeting on January 8, 2013.



Team BCPS Fiscal Leadership – Moving Forward in FY2014



October 23, 2012

Fiscal Leadership

Responsibility and Accountability

Revenue Profile

- 54.2% of general fund from Baltimore County government
- 43.7% of general fund from the state of Maryland
- No authority to tax, bond, or issue debt
- State aid to education fully funded
- Year two of state pension costs fully funded by Baltimore County government
- County government revenue projected at Maintenance of Effort for fourth consecutive year

Fiscal Leadership

Responsibility and Accountability

Fiscal Plan for FY2014

- Provide employee compensation, including step increments, health care, and retirement totaling \$47.4 million
- Built-in costs - \$2.5 million est.
 - Includes transportation, utilities, special education, and relocation costs
- New enrollment growth 9/30/13 – 808 students
- Academics, safety, and infrastructure initiatives



October 23, 2012

FY2014 Operating Budget

Approximate Balanced Budget Estimates – 10/23/12 (in millions)

REVENUE AND EXPENDITURE PROJECTIONS					FY2014	FY2014	FY2014
over/under from FY2013					Projection	Projection	Projection
					#1	#2	#3
REVENUE							
State					\$8.00	\$10.66	\$13.33
Revenue Adjustment for Enrollment*					7.95	7.95	7.95
County use of Fund Balance					7.08	7.08	7.08
County Funding above MOE					0.00	0.00	0.00
County Funding for Teacher Pensions					19.97	19.97	19.97
County Revenue Adjustment for Enrollment*					10.04	10.04	10.04
TOTAL REVENUE					\$53.04	\$55.70	\$58.37
EXPENDITURES							
Compensation					\$15.13	\$15.13	\$15.13
Employee Health Care Cost Sharing					-6.71	-6.71	-6.71
Teacher Staffing for Enrollment Growth*					4.07	4.07	4.07
Health Insurance/OPEB/FICA/Workers' Comp					13.09	13.09	13.09
State Pension Cost Sharing					21.84	21.84	21.84
Built-in Costs					2.53	2.53	2.53
Other Goals /One-Times/On-Going					5.50	5.50	5.50
TOTAL EXPENDITURES					\$55.44	\$55.44	\$55.44
Percentage of FY2013 General Fund Budget					-0.19%	0.02%	0.23%
PROJECTED BUDGET SHORTFALL/EXCESS					(\$2.41)	\$0.26	\$2.92

* Pending updated enrollment reports



October 23, 2012

Achieving Deliberate Excellence

- Collaborate with staff and community to establish fiscal priorities
- Review programs for efficiency
- Redirect resources to priorities
- Pursue new resources from all possible sources, including grants, the Education Foundation, and local government
- Prepare for implementation on July 1, 2013

Blueprint 2.0

Baltimore County Public Schools
*Building a Culture of Deliberate
Excellence*

Academics

Safety

Communication

Organizational
Effectiveness

TEAM BCPS