
Proposed Budget FY 2018-19



DURHAM
PUBLIC SCHOOLS



Superintendent's Message

■ Pathway to the Strategic Plan

- This is a *continuation budget* because we are required to submit one before the Strategic Planning Committee will have completed its work.
- This budget prepares DPS to adjust itself nimbly to a new district- and community-wide focus.
- We can use our fund balance to fund Strategic Plan priorities in 2018-19 rather than wait for the next budget cycle.



Superintendent's Message

■ Pathway to the Strategic Plan

- Fund balance is stronger than in recent years due to:
 - Intentional effort to reduce dependence for funding operations
 - Vacant positions/lapsed salaries
- *Future budgets* will tie program evaluation, departmental objectives, and academic and financial benchmarks to the budget development process *guided by the Strategic Plan.*



Superintendent's Message

- **Continuation budget, but not business as usual**
 - Budget tied to Four Principles
 - High expectations
 - Outstanding support
 - Accountability
 - Celebrating success
 - Transformational leadership
 - Changing organizational culture
 - Addressing equity
 - Meaningfully evaluating programs and practices

Budget Proposal: Summary of Changes



Funding Source	FY 2017-18 Budget	Increase / (Decrease)	FY 2018-19 Budget Proposal
State	\$207,623,363	\$2,007,050	\$209,630,413
Local - DPS	\$120,087,314	\$4,694,223	\$124,781,537
Federal	\$32,013,032	(\$216,229)	\$31,796,803
Capital Outlay	\$20,219,767	(\$2,473,767)	\$17,746,000
Child Nutrition	\$17,221,380	\$172,033	\$17,393,413
Grant*	\$8,805,786	(\$44,875)	\$8,760,911
DPS Subtotal	\$405,970,642	\$4,138,435	\$410,109,077
Local - Charters	\$21,800,444	\$1,014,516	\$22,814,960
Grand Total	\$427,771,086	\$5,152,951	\$432,924,037

*Includes \$1.5 M in Durham county pre-k funding for The Whitted School and \$508k in quarter-cent local option sales tax revenue for district-wide for pre-k programs.

Legend

DPS
Charters

County Appropriation Request Breakout

	FY 2017-18 Budget	Proposed Increase	FY 2018-19 Proposed Budget	% Increase
Local County Appropriation - DPS	\$110,356,617	\$3,971,000	\$114,327,617	3.60%
Local County Appropriation - Charters	\$21,800,444	\$1,014,516	\$22,814,960	4.65%
Total Local County Appropriation	\$132,157,061	\$4,985,516	\$137,142,577	3.77%



Summary of Requested County Appropriation Increase

		Increase / (Decrease)
Salary & Benefit Increases	Certified Salary: 3%	\$550,000
	Classified Salary: 1.5%	\$275,000
	Hospitalization: \$5,869 to \$6,104	\$220,000
	Retirement: 17.13% to 18.44%	\$500,000
	Supplement Cost: Maintaining Current Percentage	\$620,000
Fixed Cost Increases	Utilities: 3% Increase	\$187,000
	Contracts	\$150,000
DPS Enrollment	231 Student Decrease: 33,181 to 32,950	(\$781,000)
New Money Initiatives	Replacing Five City Provided School Resource Officers	\$300,000
	Custodial Services	\$1,200,000
	Teacher Deferred Needs	\$750,000
Total DPS Requirements		\$3,971,000
Charter Schools	300 Student Increase: 6,506 to 6,806	\$1,014,516
Total Requested County Appropriation Increase		\$4,985,516

Legend

DPS
Charters

Local Fund Balance Usage & Capital Outlay Fund Breakout

Local Fund Balance Usage

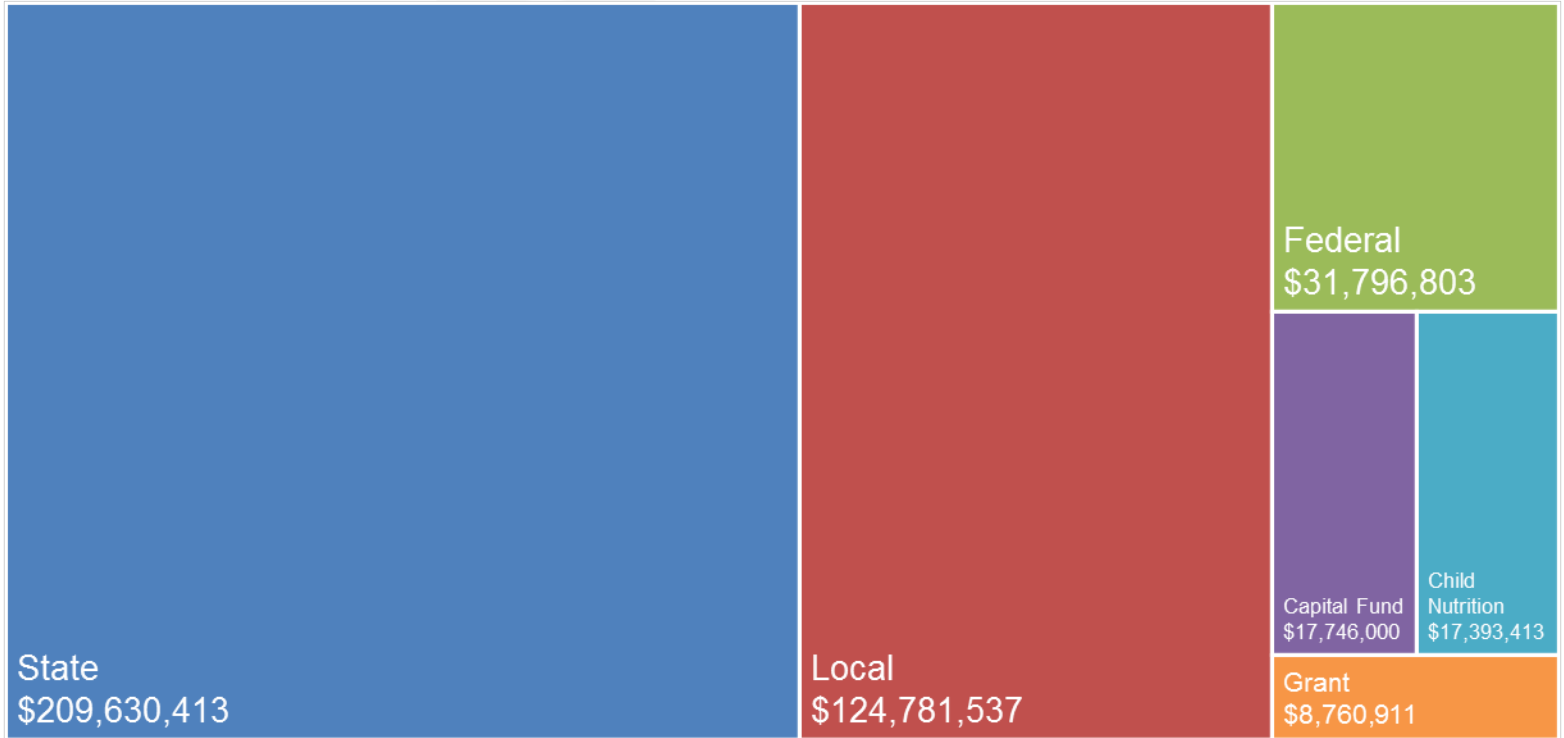
Continued Use of 2017-18 Funding for Schools and Operations	\$1,014,157
Additional MOEs for Office Support & Assistant Principals	\$96,823
Transformational Positions Added to Support School Turnaround	\$516,533
Total Local Fund Balance Appropriated	\$1,627,513

Capital Outlay Breakout

	FY 2017-18 Budget	Increase / (Decrease)	FY 2018-19 Budget Proposal
County Appropriation	\$1,370,000	\$0	\$1,370,000
Fund Balance Appropriated	\$550,000	\$356,000	\$906,000
Local Bond Proceeds	\$16,527,244	(\$3,017,244)	\$13,510,000
State Bond Proceeds	\$1,212,523	\$287,477	\$1,500,000
Miscellaneous Revenues	\$450,000	(\$100,000)	\$350,000
City Appropriation - Holton	\$110,000	\$0	\$110,000
Total	\$20,219,767	(\$2,473,767)	\$17,746,000



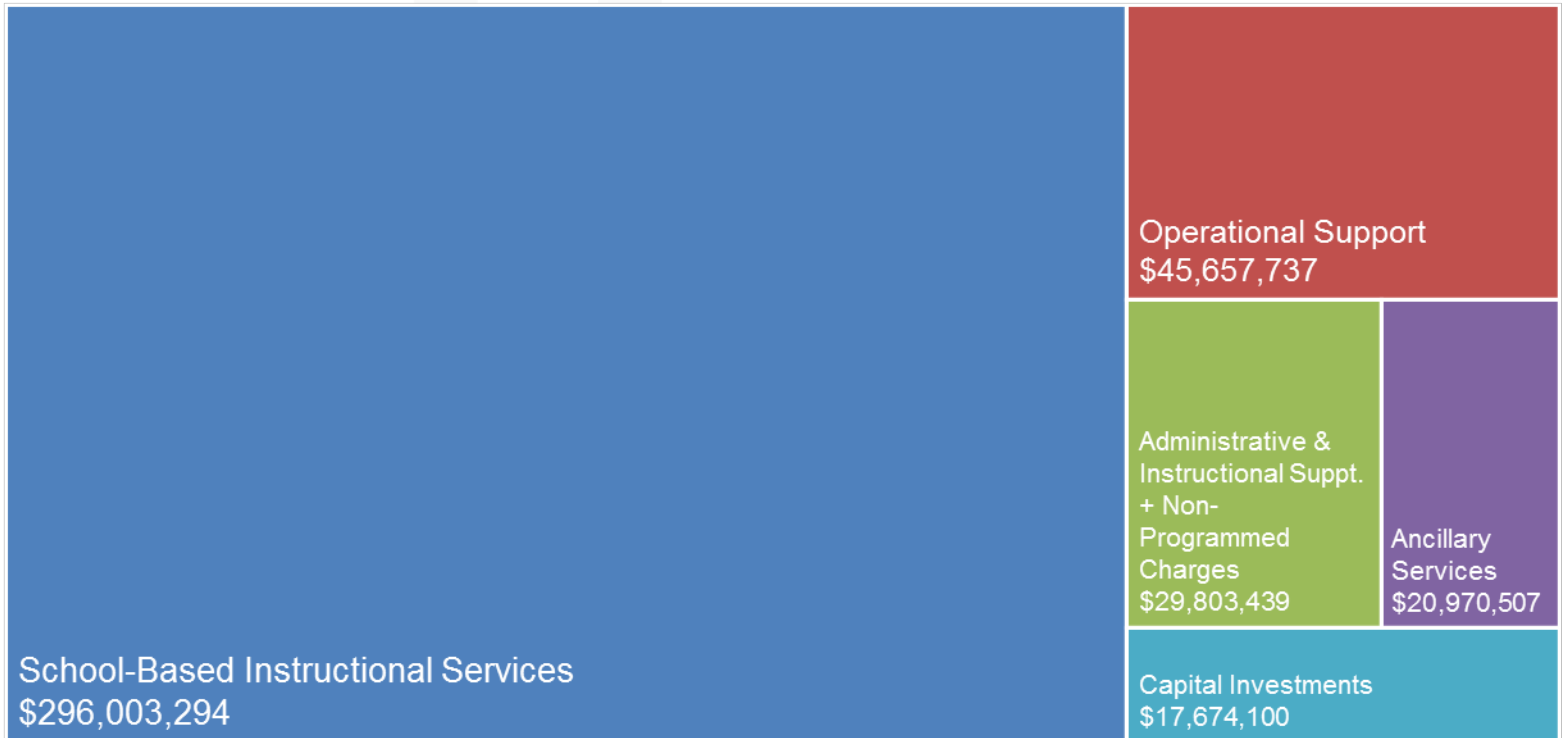
Budget at a Glance: Revenue Sources



Fund Source	Revenue	Per Pupil	% of Total	Positions
State	\$209,630,413	\$6,362	51.1%	3,267
Local	\$124,781,537	\$3,787	30.4%	1,060
Federal	\$31,796,803	\$965	7.8%	285
Capital Fund	\$17,746,000	\$539	4.3%	0
Child Nutrition	\$17,393,413	\$528	4.2%	215
Grant	\$8,760,911	\$266	2.1%	133
Total	\$410,109,077	\$12,446	100.0%	4,960

*In addition to \$124.8 M in local funds for DPS, an estimated \$22.8 M in local pass-through funding will be distributed to charter schools serving an estimated 6,806 Durham county students.

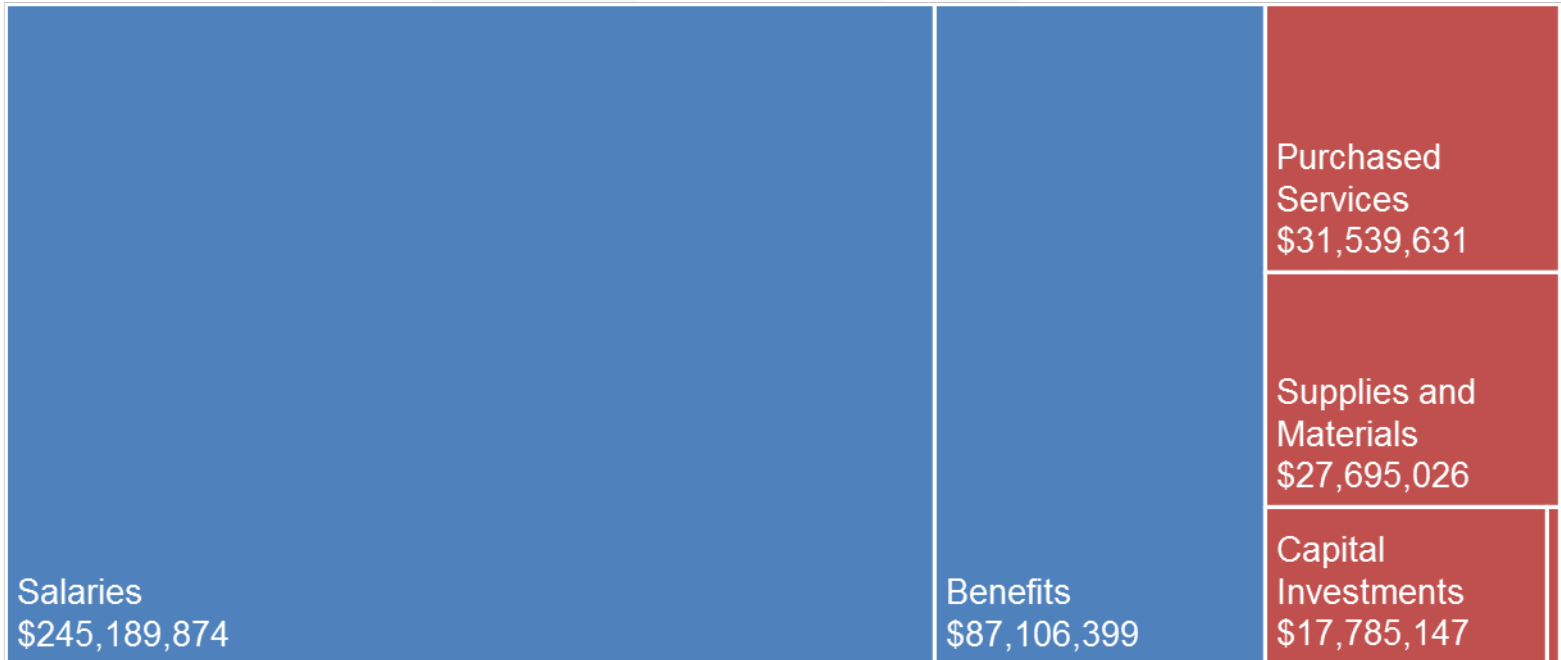
Budget at a Glance: Spending by Purpose



Purpose	Budget	% of Total	Positions
School-Based Instructional Services	\$296,003,294	72.2%	3,805
Operational Support	\$45,657,737	11.1%	667
Administrative & Instructional Support	\$25,772,809	6.3%	192
Ancillary Services	\$20,970,507	5.1%	296
Capital Investments	\$17,674,100	4.3%	0
Non-Programmed Charges	\$4,030,630	1.0%	0
Total	\$410,109,077	100.0%	4,960

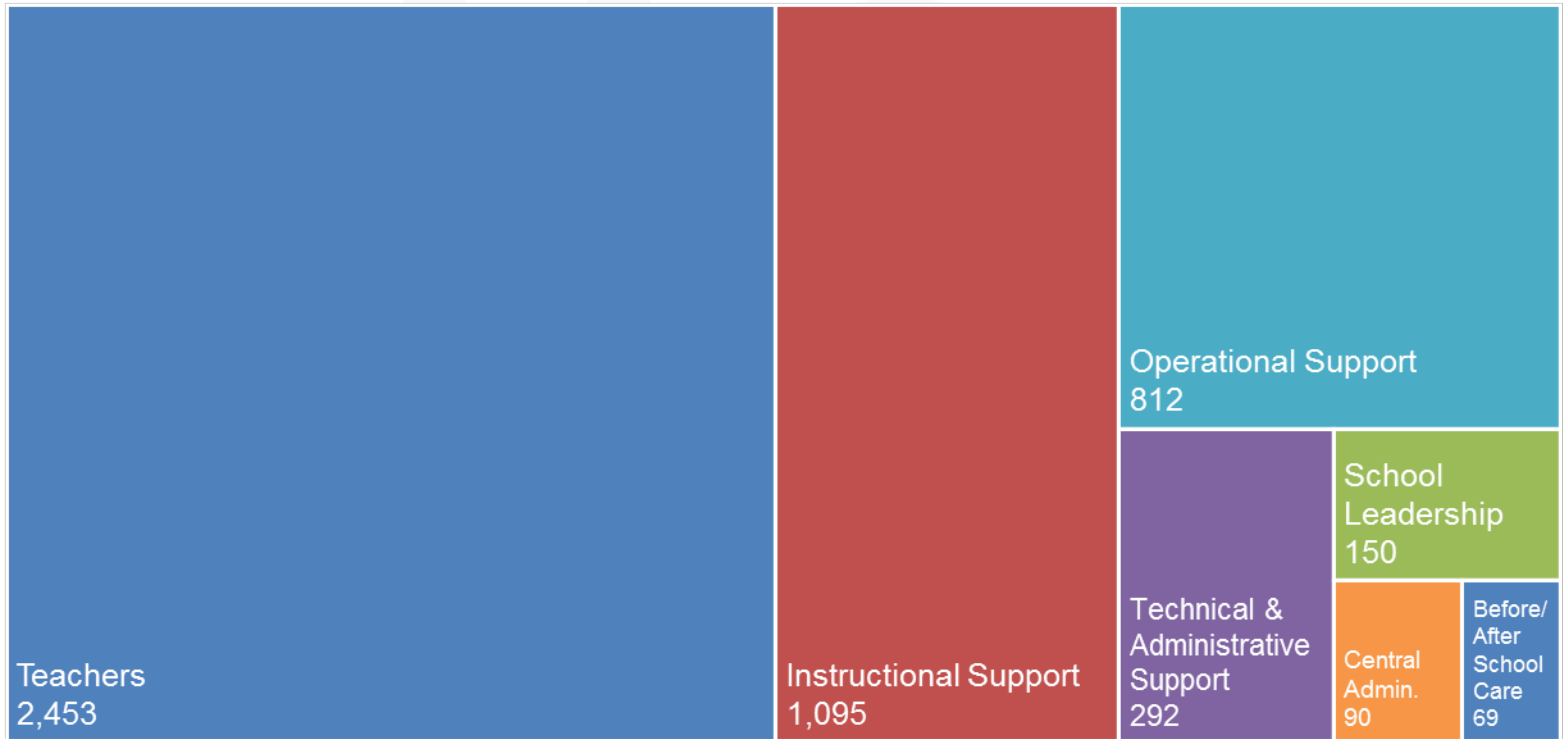
Budget at a Glance: Spending by Category

■ Personnel ■ Non-Personnel



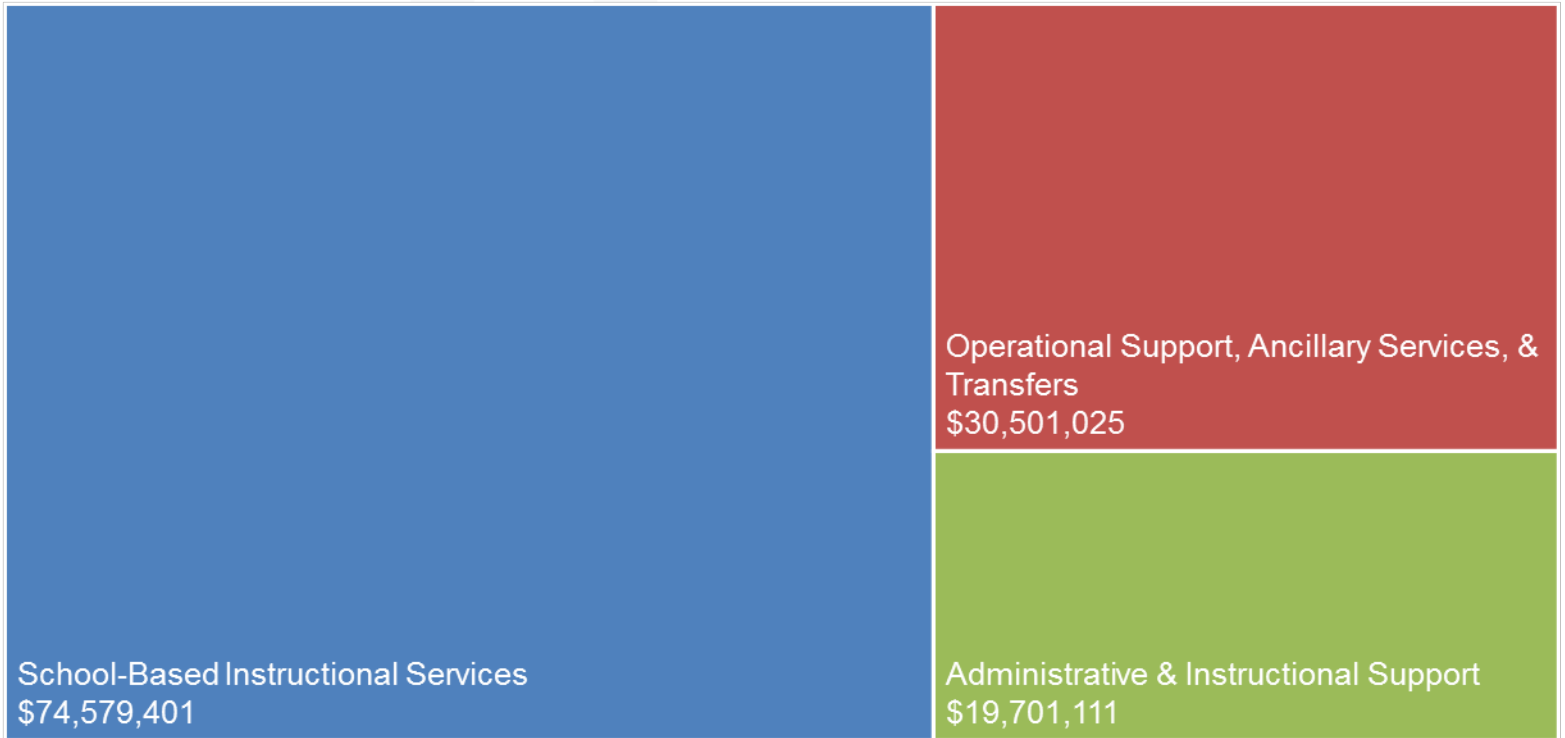
Category	Budget	% of Total
Salaries	\$245,189,874	59.8%
Benefits	\$87,106,399	21.2%
Purchased Services	\$31,539,631	7.7%
Supplies and Materials	\$27,695,026	6.8%
Capital Investments	\$17,785,147	4.3%
Transfers	\$793,000	0.2%
Total	\$410,109,077	100.0%

Budget at a Glance: District Personnel



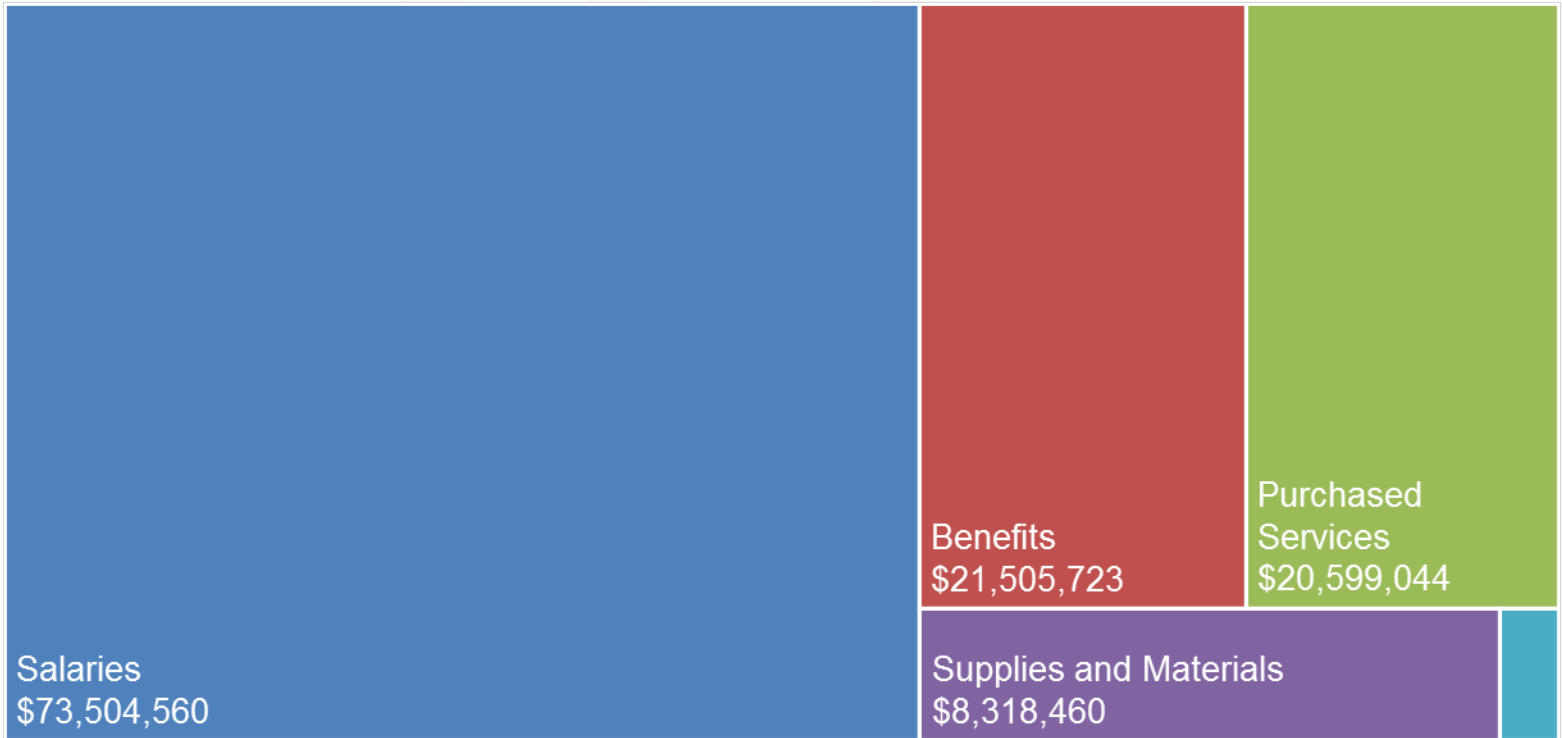
Personnel Category	FTEs	% of Total
Teachers	2,453	49.5%
Instructional Support	1,095	22.1%
Operational Support	812	16.4%
Technical & Administrative Support	292	5.9%
School Leadership	150	3.0%
Central Admin.	90	1.8%
Before/After School Care	69	1.4%
Total	4,960	100.0%

Budget at a Glance: Local Spending by Purpose



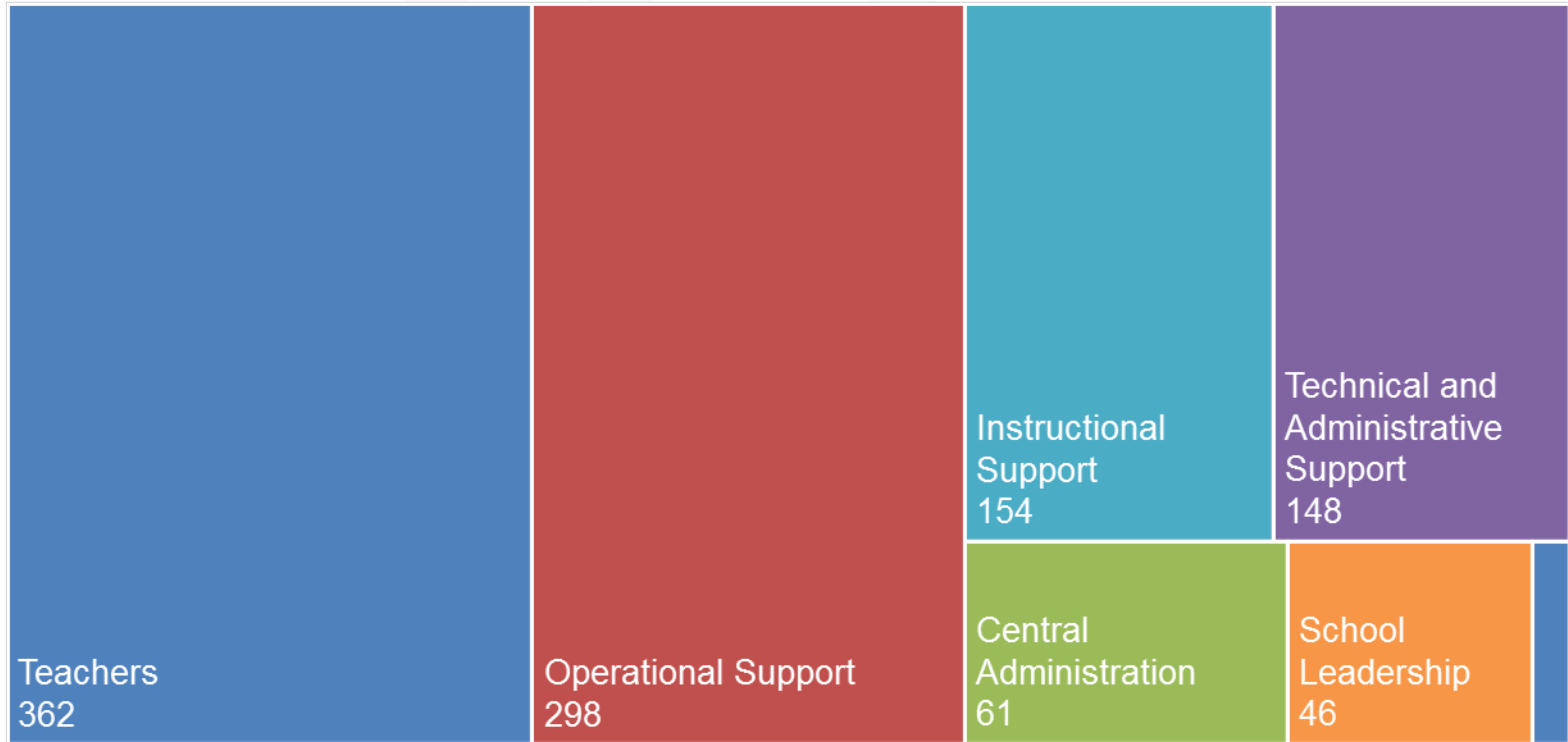
Purpose	Budget	% of Total	Positions
School-Based Instructional Services	\$74,579,401	59.8%	623
Operational Support	\$28,872,003	23.1%	313
Administrative & Instructional Support	\$19,701,111	15.8%	133
Ancillary Services	\$836,022	0.7%	8
Transfers	\$793,000	0.6%	0
Total	\$124,781,537	100.0%	1,077

Budget at a Glance: Local Spending by Category



Category	Budget	% of Total
Salaries	\$73,504,560	58.9%
Benefits	\$21,505,723	17.2%
Purchased Services	\$20,599,044	16.5%
Supplies and Materials	\$8,318,460	6.7%
Transfers	\$793,000	0.6%
Capital Investments	\$60,750	0.0%
Total	\$124,781,537	100.0%

Budget at a Glance: Locally Funded Positions



Personnel Category	FTEs	% of Total
Teachers	362	33.6%
Operational Support	298	27.7%
Instructional Support	154	14.3%
Technical and Administrative Support	148	13.8%
Central Administration	61	5.7%
School Leadership	46	4.3%
Before/After School Care	7	0.6%
Total	1,077	100.0%

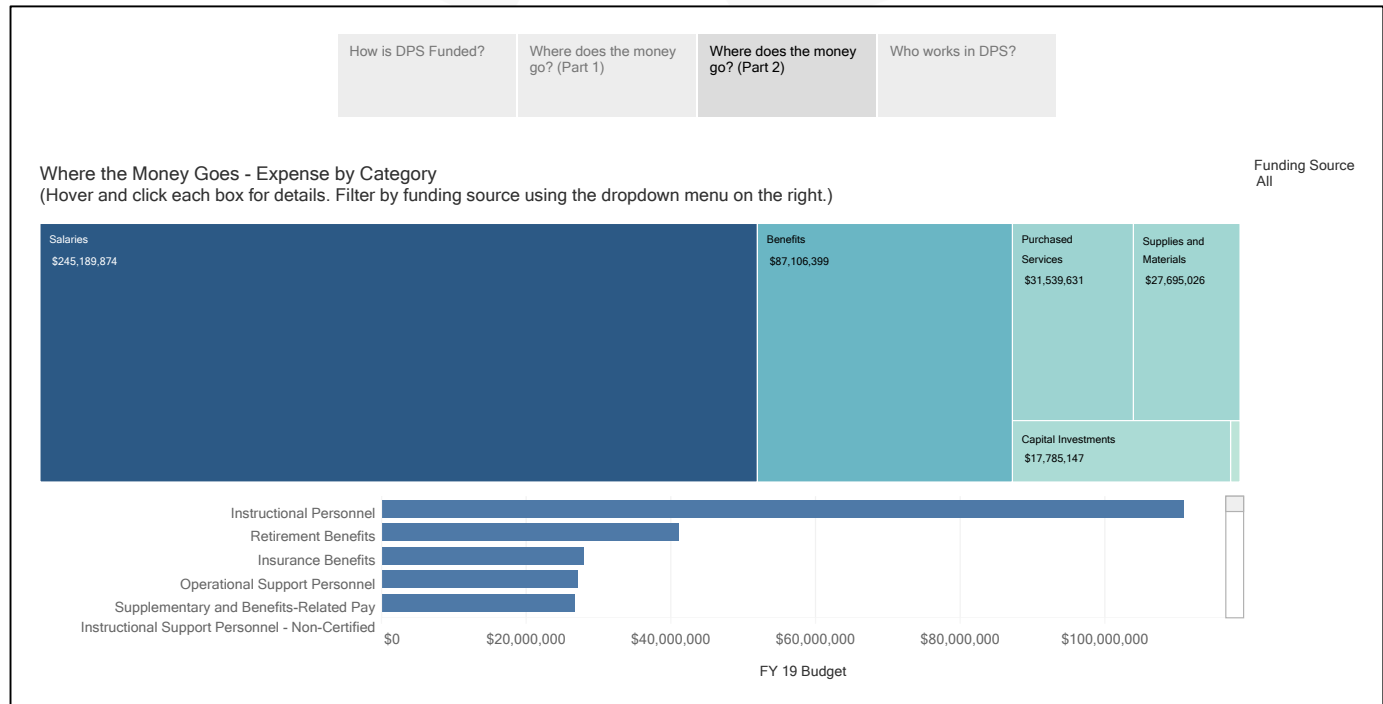
Interactive Online Tools: Budget Summary

Description:

Interactive summary of DPS revenues, expenditures, and personnel.

Value:

Quickly summarizes complex financial information, providing enhanced transparency and accessibility for all stakeholders.



Interactive Online Tools: Capital Budget Summary

Description:

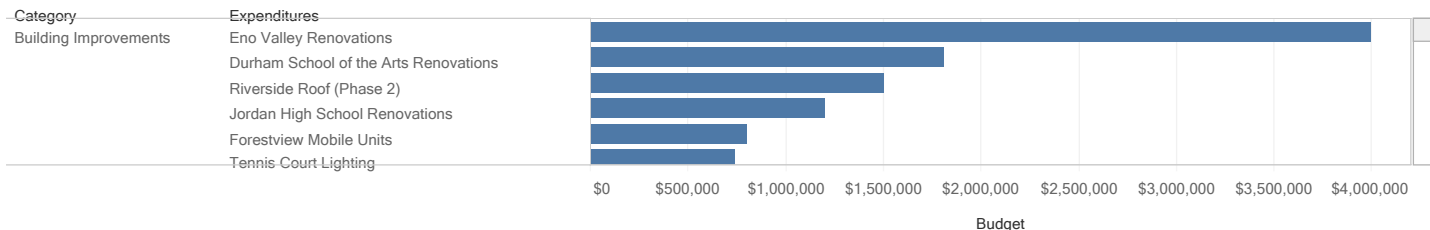
Summary of 2018-19 capital budget by revenue source and category.

Value:

Provides taxpayers with accessibility and transparency over the use of school capital funds.

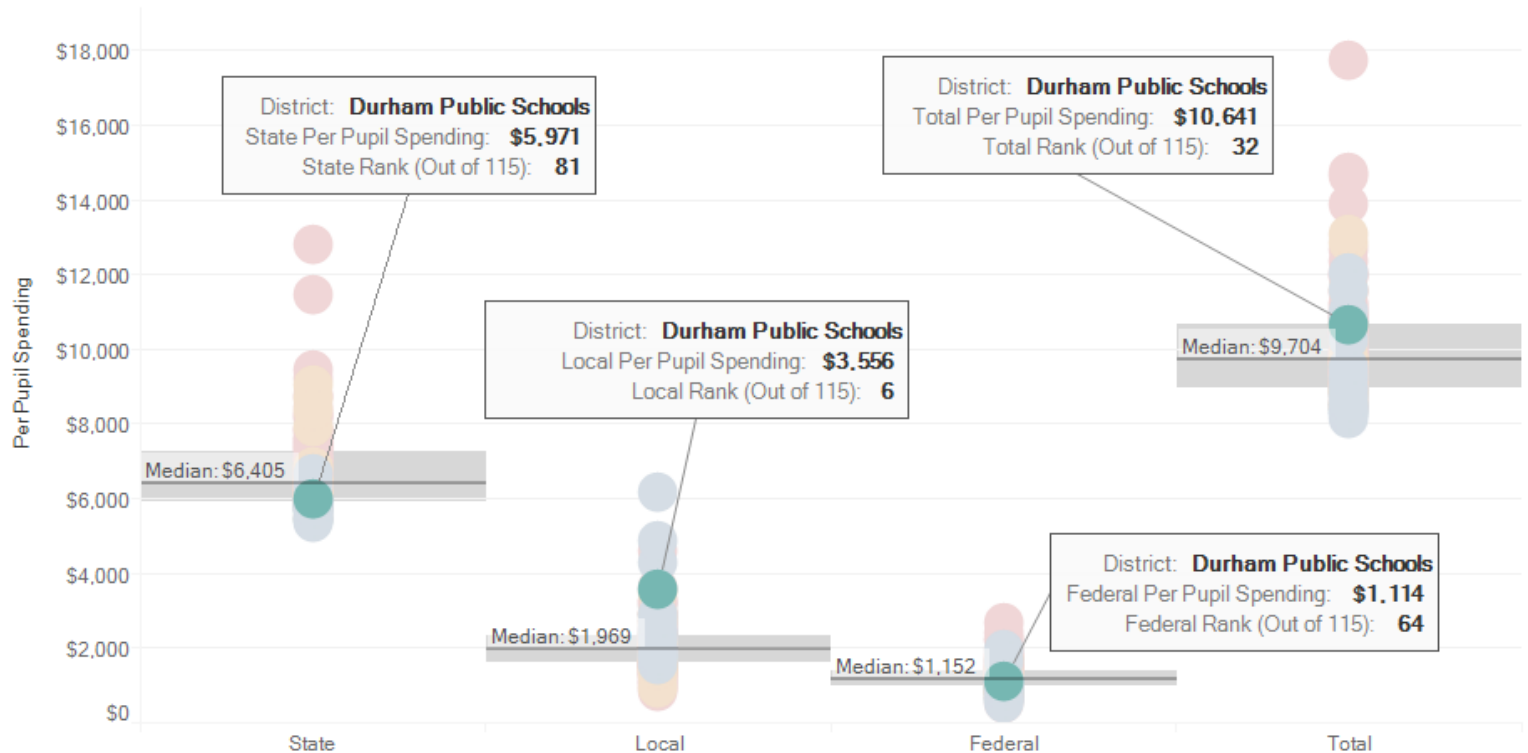


2018-19 Capital Budget: Summary of \$17.7 M Planned Expenditures by Revenue Source and Category

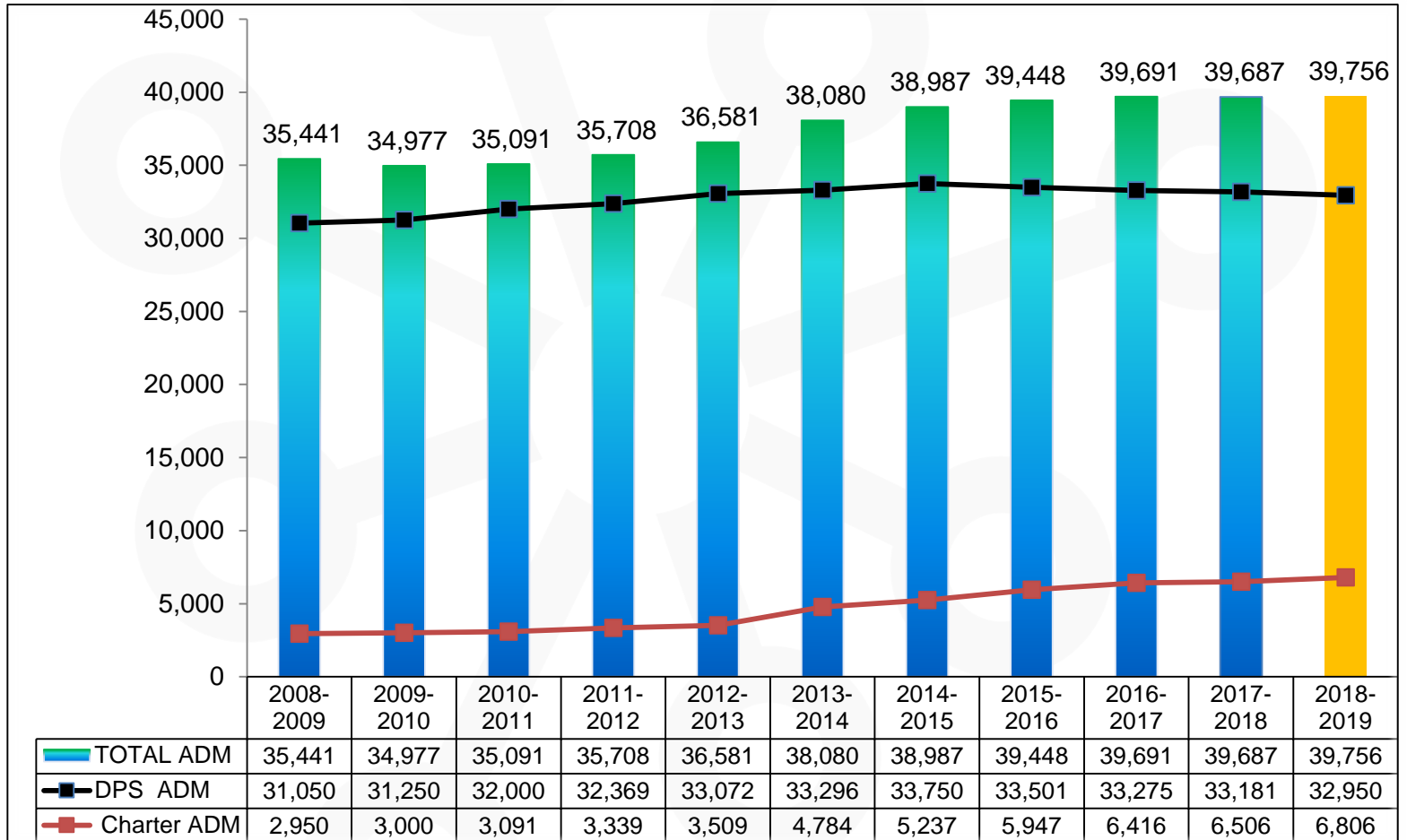


DPS Per Pupil Spending – State Comparison

North Carolina School District Per Pupil Spending by Funding Source (2016-17)



Durham County Student Growth





Potential Budget Risk

- State legislative impact
- State legislated compensation & benefit rate increases beyond estimates
- Increasing charter school enrollment and decrease of DPS enrollment
 - Currently 16% of each dollar of new local funding goes to charter schools (\$1M request is only \$840K for DPS)
- Future impact of in-house custodial services

2018-19 Budget Timeline

- March 22 Superintendent's Initial Budget Request
- April 26 - Superintendent's Message and Proposed Budget
- May 3 - Budget Hearing/Special Called Meeting: 2018-19 Budget Approved by DPS BOE
- May 14 – County Manager's Budget Presentation
- May 15 - Budget Delivered to County
- May/June – Board of Education Budget Presentation to the County
- June 11 – County Budget Hearing
- June 25 – County Budget Approval



Questions:

