

**CONSIDERATION OF PRELIMINARY BUDGET FOR
*NORMANDY SCHOOLS COLLABORATIVE***

STATUTORY AUTHORITY:

Sections 161.092, and 162.081, RSMo

Consent
Item

Action
Item

Report
Item

DEPARTMENT GOALS NO. 1:

All Missouri students will graduate college and career ready.

SUMMARY:

On May 20, 2014, the State Board of Education determined that the only feasible way to maintain schools in the Normandy district was to lapse the Normandy School District effective June 30, 2014, with direct oversight by the State Board of Education effective immediately. The State Board also authorized the establishment of the *Normandy Schools Collaborative* to be governed by a Joint Executive Governing Board to provide leadership to the new local education agency, pursuant to Missouri law, Section 162.081, RSMo.

Budget options will be provided based upon Board decisions pertaining to the Operating Policy for Transfer from the *Normandy Schools Collaborative*.

PRESENTER:

Ronald Lankford, Deputy Commissioner, Financial and Administrative Services, will lead the discussion of this agenda item.

RECOMMENDATION:

The Department recommends that the State Board of Education approve the preliminary budget for the *Normandy Schools Collaborative*.

Budget Option E					
Normandy Schools Collaborative Option E	General Incidental Fund	Special Revenue Teachers Fund	Debt Service Fund	Capital Projects Fund	Total All Funds
Ending Fund Balances 6-30-14	\$0	\$0	\$5,900,000	\$1,740,000	\$7,640,000
Projected Revenue FY 15	\$21,485,077	\$26,482,295	\$4,231,240	\$0	\$52,198,612
Total Revenue and Balances	\$21,485,077	\$26,482,295	\$10,131,240	\$1,740,000	\$59,838,612
Transfer To		\$1,794,002	\$0	\$0	\$1,794,002
Transfer From	\$1,794,002	\$0	\$0	\$0	\$1,794,002
Est. Total Available Revenue FY 15	\$19,691,075	\$28,276,297	\$10,131,240	\$1,740,000	\$59,838,612
Projected Expenditures FY 15					
Normandy Schools Collaborative	\$18,179,251	\$21,175,721	\$5,449,598	\$1,740,000	\$46,544,571
Transfer Costs Tuition		\$6,512,400			\$6,512,400
Transfer Costs Transportation	\$900,000				\$900,000
Est. Total Expenditures FY 15	\$19,079,251	\$27,688,121	\$5,449,598	\$1,740,000	\$53,956,971
Est. Ending Fund Balances FY 15	\$611,824	\$588,176	\$4,681,642	\$0	\$5,881,642
Est. Restricted Fund Balances	\$0	\$0	\$0		\$0
Est. Unrestricted Fund Balances	\$611,824	\$588,176			\$1,200,000

Budget Option F					
Normandy Schools Collaborative Option F	General Incidental Fund	Special Revenue Teachers Fund	Debt Service Fund	Capital Projects Fund	Total All Funds
Ending Fund Balances 6-30-14	\$0	\$0	\$5,900,000	\$1,740,000	\$7,640,000
Projected Revenue FY 15	\$21,485,077	\$26,482,295	\$4,231,240	\$0	\$52,198,612
Total Revenue and Balances	\$21,485,077	\$26,482,295	\$10,131,240	\$1,740,000	\$59,838,612
Transfer To		\$1,794,002	\$0	\$0	\$1,794,002
Transfer From	\$1,794,002	\$0	\$0	\$0	\$1,794,002
Est. Total Available Revenue FY 15	\$19,691,075	\$28,276,297	\$10,131,240	\$1,740,000	\$59,838,612
Projected Expenditures FY 15					
Normandy Schools Collaborative	\$18,179,251	\$22,123,637	\$5,449,598	\$1,740,000	\$47,492,486
Transfer Costs Tuition		\$5,564,484			\$5,564,484
Transfer Costs Transportation	\$900,000				\$900,000
Est. Total Expenditures FY 15	\$19,079,251	\$27,688,121	\$5,449,598	\$1,740,000	\$53,956,970
Est. Ending Fund Balances FY 15	\$611,824	\$588,176	\$4,681,642	\$0	\$5,881,642
Est. Restricted Fund Balances	\$0	\$0	\$0		\$0
Est. Unrestricted Fund Balances	\$611,824	\$588,176			\$1,200,000

Budget Option G					
Normandy Schools Collaborative Option G	General Incidental Fund	Special Revenue Teachers Fund	Debt Service Fund	Capital Projects Fund	Total All Funds
Ending Fund Balances 6-30-14	\$0	\$0	\$5,900,000	\$1,740,000	\$7,640,000
Projected Revenue FY 15	\$21,485,077	\$26,482,295	\$4,231,240	\$0	\$52,198,612
Total Revenue and Balances	\$21,485,077	\$26,482,295	\$10,131,240	\$1,740,000	\$59,838,612
Transfer To		\$2,794,002	\$0	\$0	\$2,794,002
Transfer From	\$2,794,002	\$0	\$0	\$0	\$2,794,002
Est. Total Available Revenue FY 15	\$18,691,075	\$29,276,297	\$10,131,240	\$1,740	\$59,838,612
Projected Expenditures FY 15					
Normandy Schools Collaborative	\$18,179,251	\$23,165,621	\$5,449,598	\$1,740,000	\$48,534,470
Transfer Costs Tuition		\$4,522,500			\$4,522,500
Transfer Costs Transportation	\$0				\$0
Est. Total Expenditures FY 15	\$18,179,251	\$27,688,121	\$5,449,598	\$1,740	\$53,056,970
Est. Ending Fund Balances FY 15	\$511,824	\$1,588,176	\$4,681,642	\$0	\$6,781,642
Est. Restricted Fund Balances	\$0	\$0	\$0		\$0
Est. Unrestricted Fund Balances	\$511,824	\$1,588,176			\$2,100,000



Transfer Budget Options						
Financial Considerations	Projected Number of Transfer Students	Projected Tuition Per ADA	Total Tuition	Projected Transportation	Projected Cost to Continue	Required Additional Cuts Above \$9.2 Made
A. Maintain current transfers as per the 2013-14 school year, but allow no additional transfers 6/11/2014:	900	\$12,173	\$10,955,700	\$900,000	\$11,855,700	\$5,743,876
B. Maintain current transfers as per 2013-14 but allow new transfers 6/11/2014:	1,022	\$12,173	\$12,440,806	\$900,000	\$13,340,806	\$7,228,982
C. Maintain current transfers as per 2013-14 school year, allow no new transfers, but no transportation 6/11/2014: (assumes 75% of 400 students transported cannot make alternative transportation arrangements)	625	\$12,173	\$7,608,125	\$0	\$7,608,125	\$1,496,301
D. Allow transfers, and continue transportation arrangement for only students who attended the Normandy School District for at least one semester in the 2012-13 school year:	769	\$12,173	\$9,361,037	\$900,000	\$10,261,037	\$4,149,213
E. Maintain current transfers as per the 2013-14 school year, but allow no additional transfers 6/11/2014 with modified tuition:	900	\$7,236	\$6,512,400	\$900,000	\$7,412,400	\$1,300,576
F. Allow transfers, and continue transportation arrangement for only students who attended the Normandy School District for at least one semester in the 2012-13 school year with modified tuition:	769	\$7,236	\$5,564,484	\$900,000	\$6,464,484	\$352,660
G. Allow transfers for only students who attended the Normandy School District for at least one semester in the 2012-13 school year with modified tuition but no transportation: (assumes 75% of 400 students transported cannot make alternative transportation arrangements)	625	\$7,236	\$4,522,500	\$0	\$4,522,500	\$0