

# Board Budget Work-Session 2020-21 Proposed Operating Budget

May 5, 2020



# Proposed 2020-21 Operating Budget

## This Afternoon

- Review of new locally funded positions included within Proposed Budget
- Unplanned COVID-19 related Savings and estimated amounts
- Unplanned COVID-19 related Expenditures and estimated amounts
- Federal CARES Act Funding & Recent State Legislation
- Answer any additional questions about Board inquiries & Staff responses
- Board discussion & preparation to adopt Board's Proposed 2020-21 Budget

# Proposed 2020-21 Operating Budget

## New Locally Funded Positions in Proposed Budget

Name	Area	MOE	Fund	Purpose	PRC	Object	Level	Cost Center	Category	Position Name	Page	Formula Driven
School Counselors	Student Services	11.00	02	5830	007	131	0146	0000	Growth	Counselors	102	Yes
Class Size Phase-In	Schools	180.00	02	5110	001	121	0101	0000	Legislative Impact	Teachers	63	Yes
Magnet and Curriculum Enhancement Theme Development	Chief of Schools	30.00	02	5110	856	121	0164	0000	New or Expanding Program	Magnet Teachers	127	No
New Magnet Schools Months of Employment and Non-Personnel Theme Support	Chief of Schools	15.00	02	5110	856	131	0164	0000	New or Expanding Program	Magnet Coordinators	128	No
New Magnet Schools Months of Employment and Non-Personnel Theme Support	Chief of Schools	35.00	02	5130	856	121	0164	0000	New or Expanding Program	Magnet Teachers	128	No
School Support for Social Emotional Learning	Student Services	22.00	02	5210	007	133	0202	0000	New or Expanding Program	Psychologist	130	Targets
School Support for Social Emotional Learning	Student Services	28.00	02	5320	007	131	0213	0000	New or Expanding Program	Counselors	130	Targets
School Support for Social Emotional Learning	Student Services	28.00	02	5830	007	131	0146	0000	New or Expanding Program	Social Workers	130	Targets
Academically or Intellectually Gifted (AIG) Teachers	Academics	10.00	02	5260	034	121	0143	0000	New Schools and School Changes	AIG Teacher	73	Yes
Clerical Support	Schools	12.00	02	5820	003	151	0231	0000	New Schools and School Changes	Data Manager	70	Yes
Clerical Support	Schools	12.00	02	5400	003	151	0109	0000	New Schools and School Changes	Lead Secretary	70	Yes
Clerical Support	Schools	14.00	02	5400	003	151	0109	0000	New Schools and School Changes	Clerical Assistant	70	Yes
Instructional Facilitators (K-8)	Academics	5.00	02	5110	007	135	0157	0000	New Schools and School Changes	Instructional Facilitator	76	Yes
Literacy Coach (K-2)	Academics	1.50	02	5330	007	135	0293	0000	New Schools and School Changes	Literacy Coach	79	Yes
Maintenance Square Footage, Ground Acreage , Custodial, and Utilities	M&O	12.00	02	6540	003	173	0264	0000	New Schools and School Changes	Custodian	87	Yes
Maintenance Square Footage, Ground Acreage , Custodial, and Utilities	M&O	48.00	02	6540	003	173	0264	0000	New Schools and School Changes	Head Custodian	87	Yes
New Schools - Early Hires and Professional Learning	Schools	2.00	02	5410	848	114	0109	0000	New Schools and School Changes	Principal	71	Yes
New Schools - Early Hires and Professional Learning	Schools	6.00	02	5400	848	151	0109	0000	New Schools and School Changes	Lead Secretary	71	Yes
New Schools - Early Hires and Professional Learning	Schools	6.00	02	5820	848	151	0231	0000	New Schools and School Changes	Data Manager	71	Yes
Program Enhancement Teachers (K-5)	Academics	30.00	02	5130	001	121	0155	0000	New Schools and School Changes	Program Enhancement Teachers	80	Yes
School Library Media Coordinators	Technology	10.00	02	5810	007	131	0236	0000	New Schools and School Changes	Media Coordinators	90	Yes
School-Based Administrators	Schools	41.00	02	5420	005	116	0109	0000	New Schools and School Changes	Assistant Principals	69	Yes
Special Education Teachers and Instructional Assistants	SES	74.40	02	5210	032	142	0136	0000	Special Education Services	Instructional Assistants	107	No
Instructional Support Technicians	Technology	84.00	02	6400	801	153	0236	0810	Deferred Operational Needs	Instructional Support Technicians	122	Targets
School Psychologist	Student Services	5.50	02	5210	007	133	0202	0820	New Schools and School Changes	Psychologist	82	Yes
School Social Worker	Student Services	5.00	02	5320	007	131	0213	0820	New Schools and School Changes	Social Worker	83	Yes
Transportation District Offices	Transportation	6.00	02	6550	706	151	7000	0880	Growth	Business Processing Technician	105	Targets
Transportation District Offices	Transportation	6.00	02	6550	706	151	7000	0880	Growth	Customer Service Representative	105	Targets
Transportation District Offices	Transportation	12.00	02	6550	706	151	7000	0880	Growth	Routing Specialist	105	Targets
School Support for Social Emotional Learning	Student Services	12.00	02	6830	002	113	0146	0920	New or Expanding Program	Senior Administrator	130	No

# Proposed 2020-21 Operating Budget

## Unplanned COVID-19 Related Savings

<u>Estimated Unplanned Savings - COVID-19</u>	
Substitute Pay	\$ 4,000,000
Service Contracts	\$ 8,250,000
Utilities	\$ 1,600,000
Professional Development / Workshop / Travel	\$ 4,100,000
Fuel*	\$ 1,500,000
Other Savings from Expenditure Restriction	TBD

\*savings in inventory - not current year budget

# Proposed 2020-21 Operating Budget

## Unplanned COVID-19 Related Costs

Estimated Unplanned Expenses - COVID-19	
Student Device & Hotspot Device & Service	(\$16,100,000)
Instructional Materials - Production & Distribution	(\$215,000)
Nursing Supplies & PPE Materials	(\$60,000)
Lost Revenue / Refunds	(\$1,000,000)
Transportation Maintenance Parts	(\$300,000)
Upcoming Unplanned Expenditures through remainder of Year & Summer	???

# Proposed 2020-21 Operating Budget

## Unplanned COVID-19 Related Costs

### Estimated CNS Unplanned Expenses & Revenue Reductions - COVID-19

<b>Non-Reimbursable Non-Labor CNS Food Distribution Costs</b>	<b>(\$3,200,000)</b>
<b>Receipts Revenue Loss</b>	<b>(\$10,000,000)</b>
<b>Cost of Summer Food Distribution w/o Receipts Revenue*</b>	<b>???</b>

\*CNS Full Labor Cost approx. \$2.5 million per month

# Proposed 2020-21 Operating Budget

## State Actions in Response to COVID-19 – Emergency Leave Act

- At April 30 meeting, SBOE extends Emergency Leave Act through May 30 for all staff
- After May 31?

# Proposed 2020-21 Operating Budget

## State Actions in Response to COVID-19 - State Supplemental Funds

- \$50 million statewide
- Sourced from Summer Reading Camp funds, statewide carryforward reserve, and State Emergency Relief and Disaster Reserve
- WCPSS received \$3.8 million
- Funds are being used for Child Nutrition salaries and benefits
  - CNS Receipts Revenue stopped mid-March
  - \$3.8 million estimated to cover CNS compensation through end of April
  - Estimated entire CNS Fund Balance needed for May/June compensation w/o other source

# Proposed 2020-21 Operating Budget

## Federal Actions in Response to COVID-19

- Federal CARES Act → \$150 billion nationwide relief funds for state & local governments
- CARES Act funds 3X ARRA funds received in the previous recession
- Funds flow from Federal Government to States for distribution

# Proposed 2020-21 Operating Budget

## State Actions in Response to COVID-19

- NC General Assembly acts May 2, 2019
  - House Bill 1043 – Funding
  - Senate Bill 704 – Policy
- Appropriates \$2.7 b of \$3.5 b CARES funding NC received for immediate use & reserve
- Includes:
  - \$356.7 m for Elementary & Secondary Emergency Relief Fund Component
  - \$ 95.6 m for Governor’s Emergency Education Relief Fund Component
  - \$231.6 m for Specified Educational Purposes

# Proposed 2020-21 Operating Budget

## Federal & State Actions in Response to COVID-19

- ***Elementary and Secondary School (K-12) Emergency Relief Fund Component***
  - North Carolina K-12 Emergency Relief Award \$356.7 m
  - WCPSS will receive an estimated **\$24.4 m**
  - Form of Grant including required application
  - May targeted timing of application and June targeted award & receipt
  - Funds can be used through September 30, 2021

# Proposed 2020-21 Operating Budget

## Allowable Uses of (K-12) Emergency Relief Fund Component

- Activity for any authorized:
  - ESEA program
  - IDEA program
  - CTE or Adult Education Program
  - Homeless Youth Education Program
- Coronavirus response efforts between an LEA and other government organization
- Providing principals & other school leaders resources to address individual school needs
- Activities to address the unique needs of special student populations (e.g., low-income, disabled students, ELLs, minority students, homeless students, foster care students, etc.)

# Proposed 2020-21 Operating Budget

## Allowable Uses of (K-12) Emergency Relief Fund Component

- Implementing procedures to improve the preparedness and response efforts of LEAs
- Training or PD for staff on sanitation and minimizing the spread of infectious diseases
- Purchasing sanitation supplies
- Planning for long-term closures
- Planning for:
  - Providing meals to eligible students
  - Online learning
  - Meeting the requirements of IDEA during distance learning, etc.

# Proposed 2020-21 Operating Budget

## Allowable Uses of (K-12) Emergency Relief Fund Component

- Purchasing educational technology (including hardware, software, and connectivity) for students served by the LEA – which can also include assistive technology for disabled students
- Providing mental health services and support
- Planning & implementing summer learning and supplemental after-school programs
- “Other activities that are necessary to maintain the operation of and continuity of services in LEAs” and continuing to employ existing staff of the LEA

# Proposed 2020-21 Operating Budget

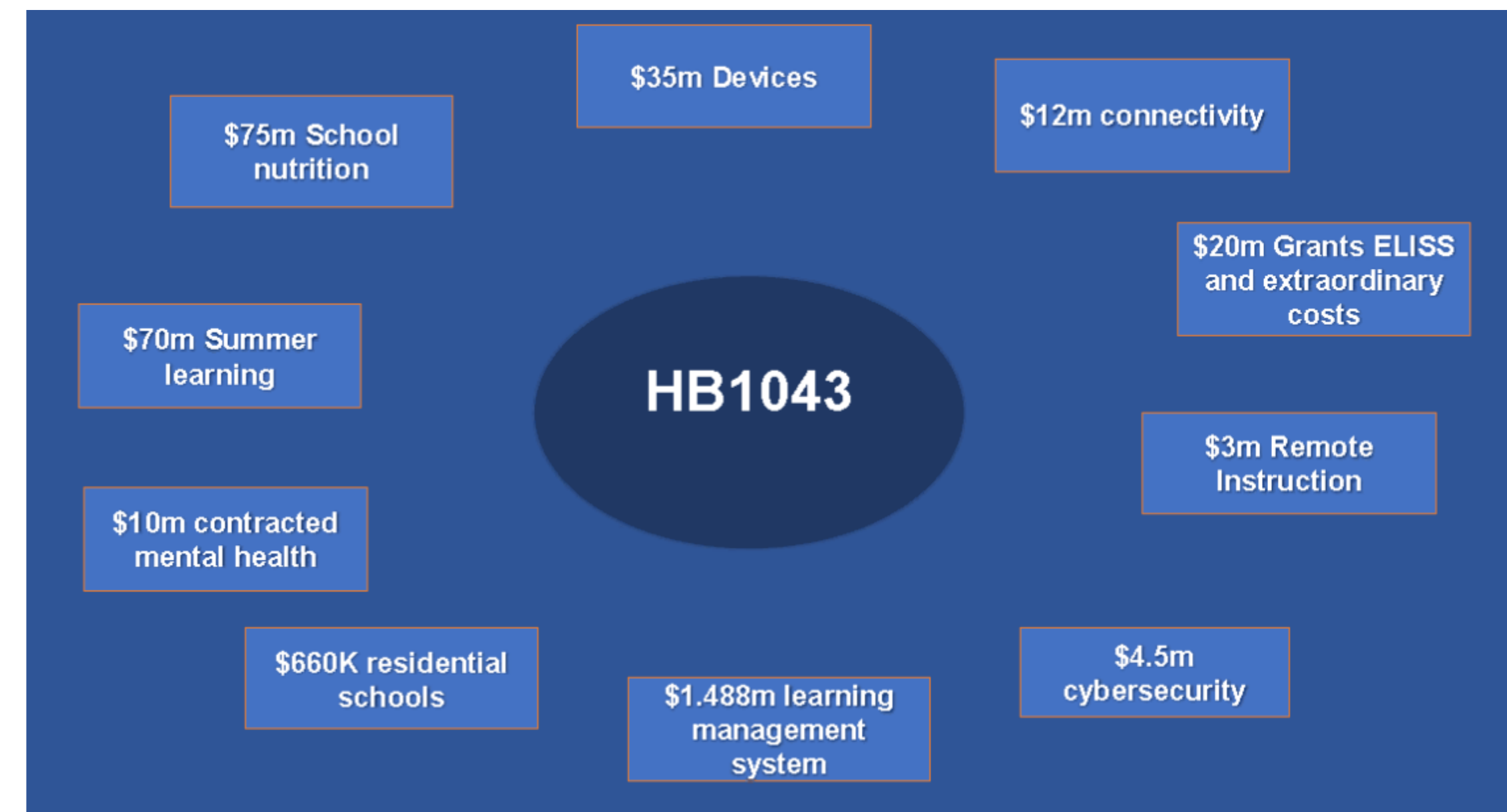
## Federal & State Actions in Response to COVID-19

- ***Governor's Emergency Education Relief Fund Component***
  - North Carolina Governor's Emergency Education Relief Fund \$95.6 m\*
  - Funding formula:
    - 60% based on relative total population 5 through 24
    - 40% based on relative Title I student population
  - Application process available to the states
  - Upon submission of Applications US DOE expects to obligate the funds in 3 business days
  - Awaiting additional information

# Proposed 2020-21 Operating Budget

## Federal & State Actions in Response to COVID-19

- ***Specified Educational Purposes***
- Designates \$231.6 million State-Wide for:
  - Child nutrition, \$75 m
  - Summer learning, \$70 m
  - Student health, \$10 m
  - Remote learning, devices & related support, \$56.5 m
  - Exceptional Children, \$15 m
  - Cybersecurity, \$4.5 m
  - Residential schools, \$600 k



# Proposed 2020-21 Operating Budget

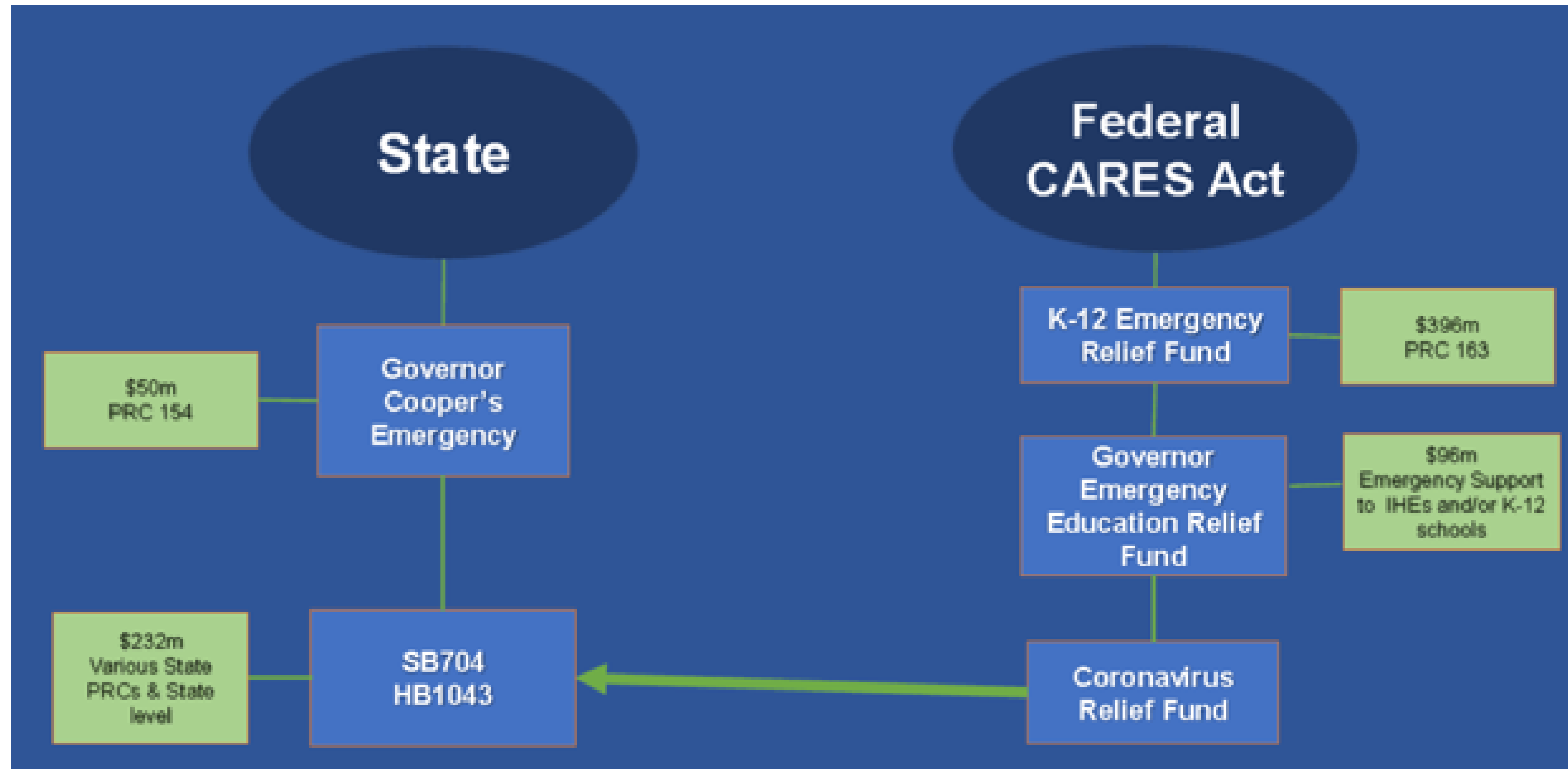
## Federal & State Actions in Response to COVID-19

- ***Specified Educational Purposes***

- Each category will be allocated in a separate program code
- School districts will definitely receive funds in these four categories:
  - \$75 million School Nutrition
  - \$70 million Summer Learning
  - \$35 million Devices
  - \$10 million Contracted Mental Health
- Some categories are grants and there will be an application process
- Must be spent by December 31, 2020
- Awaiting additional information on allotment formula & other guidelines

# Proposed 2020-21 Operating Budget

## Federal & State Actions in Response to COVID-19



# Proposed 2020-21 Operating Budget

## Board Questions, Discussion & Preparation for Approval of Board's Proposed 2020-21 Budget

- Reminder-Proposed Budget currently will require waiver of Board Policy 8101

# Proposed 2020-21 Operating Budget

## Next Steps

- ~~Board Questions → Terri Kimzey~~
- ~~Board Work-Session April 28~~
- ~~Public Hearing – April 28 Board Meeting~~
- ~~Joint Board's Meeting – TBD~~
- Additional work-sessions as required
- Board approves Budget – May 5
- Budget to County by May 15

# Board Budget Work-Session 2020-21 Proposed Operating Budget

May 5, 2020

