JORDAN SCHOOL DISTRICT

BUDGET

For the Year Ending June 30, 2021

Budget Hearing: June 23, 2020
Budget Summary

- Balanced budget
- No certified tax increase
- Budget reduction
- Tax rate transfer
- Bond construction impacts
Major Budget Variables

- Operational changes
- State revenues
- Enrollment
- Assessed valuation per student
- Uncertainty due to Covid-19
Operational Changes

• Bond school construction
  – General obligation proceeds for two new schools - Antelope Canyon Elementary and Hidden Valley Middle School will open in FY 2020-21
  – Lease revenue bond for an elementary school in Daybreak
• Blackridge Elementary is moving to a traditional calendar for FY 2020-21
• Expansion of middle school ALPS program
• Majestic Elementary becoming a magnet arts school
State Revenues

2020 3rd Special Session - HJR 301

• The legislature of the State of Utah urges... state and local government entities... and local education entities to:
  • Refrain from committing to new or expanded expenditures for the fiscal year beginning on July 1, 2020 and ending on June 30, 2021, notwithstanding current budgets;
  • Begin planning for a budget for the fiscal year that begins on July 1, 2020 and ending on June 30, 2021, that may be equal to or less than the previous years budget; and
  • Assume fixed state funding levels included in the 2020 general session base budget bills, which provided funding for public education enrollment growth, when making initial budget and spending allocations for the fiscal year beginning on July 1, 2020 and ending on June 30, 2021.
Enrollment

The 2020-21 projected enrollment represents an increase of 2,014 students (3.6%) from the October 1, 2019 enrollment.
Assessed Valuation per Student

Jordan School District

Data Source for 2011-12 through 2018-19: Utah State Board of Education
Assessed Valuation per Student
School Districts in Salt Lake County Five-Year Comparison

Data Source: Utah State Board of Education
## AV Per Student Yield Without Equity

**School Districts in Salt Lake County**

**2019-20 Comparison**

<table>
<thead>
<tr>
<th>District</th>
<th>AV / Student*</th>
<th>0.001 Tax Yield / Student</th>
<th>$ Generated / Student at JSD Tax Levy</th>
<th>$ Amount / Student &gt; JSD</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salt Lake</td>
<td>$ 1,169,234</td>
<td>$ 1,169</td>
<td>$ 5,864</td>
<td>$ 3,860</td>
</tr>
<tr>
<td>Canyons</td>
<td>653,987</td>
<td>654</td>
<td>3,280</td>
<td>1,276</td>
</tr>
<tr>
<td>Murray</td>
<td>645,655</td>
<td>646</td>
<td>3,238</td>
<td>1,234</td>
</tr>
<tr>
<td>Granite</td>
<td>459,250</td>
<td>459</td>
<td>2,303</td>
<td>299</td>
</tr>
<tr>
<td>Jordan</td>
<td>399,563</td>
<td>400</td>
<td>2,004</td>
<td>-</td>
</tr>
</tbody>
</table>

*Data Source: Utah State Board of Education

*Data Source: Utah State Board of Education
## AV Per Student Yield With Equity

*School Districts in Salt Lake County*

*2019-20 Comparison*

<table>
<thead>
<tr>
<th>District</th>
<th>$ Generated / Student at JSD Tax Levy</th>
<th>Equity / Student</th>
<th>Total $ / Student</th>
<th>$ Generated / Student &gt; JSD</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salt Lake</td>
<td>$ 5,864</td>
<td>$ -</td>
<td>$ 5,864</td>
<td>$ 3,560</td>
</tr>
<tr>
<td>Canyons</td>
<td>3,280</td>
<td>-</td>
<td>3,280</td>
<td>976</td>
</tr>
<tr>
<td>Murray</td>
<td>3,238</td>
<td>-</td>
<td>3,238</td>
<td>934</td>
</tr>
<tr>
<td>Granite</td>
<td>2,303</td>
<td>365</td>
<td>2,668</td>
<td>364</td>
</tr>
<tr>
<td>Jordan</td>
<td>2,004</td>
<td>300</td>
<td>2,304</td>
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</tr>
</tbody>
</table>
### Tax Rates

#### Statewide School Districts – 2019-20 Comparison

**Total Tax Rate for Fiscal Year 2019-20**

<table>
<thead>
<tr>
<th>District</th>
<th>Tax Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>South Sanpete</td>
<td>0.005635</td>
</tr>
<tr>
<td>Tooele</td>
<td>0.005615</td>
</tr>
<tr>
<td>Morgan</td>
<td>0.005585</td>
</tr>
<tr>
<td>Duchesne</td>
<td>0.005595</td>
</tr>
<tr>
<td>Nebo</td>
<td>0.005575</td>
</tr>
<tr>
<td>Juab</td>
<td>0.005565</td>
</tr>
<tr>
<td>Logan</td>
<td>0.005555</td>
</tr>
<tr>
<td>Ogden</td>
<td>0.005545</td>
</tr>
<tr>
<td>Carbon</td>
<td>0.005535</td>
</tr>
<tr>
<td>Wasatch</td>
<td>0.005525</td>
</tr>
<tr>
<td>Timic</td>
<td>0.005515</td>
</tr>
<tr>
<td>Davis</td>
<td>0.005505</td>
</tr>
<tr>
<td>San Juan</td>
<td>0.005495</td>
</tr>
<tr>
<td>Cache</td>
<td>0.005485</td>
</tr>
<tr>
<td>Granite</td>
<td>0.005475</td>
</tr>
<tr>
<td>Uintah</td>
<td>0.005465</td>
</tr>
<tr>
<td>Grand</td>
<td>0.005455</td>
</tr>
<tr>
<td>North Sanpete</td>
<td>0.005445</td>
</tr>
<tr>
<td>Box Elder</td>
<td>0.005435</td>
</tr>
<tr>
<td>Provo</td>
<td>0.005425</td>
</tr>
<tr>
<td>Canyons</td>
<td>0.005415</td>
</tr>
<tr>
<td>Districts Average</td>
<td>0.005405</td>
</tr>
<tr>
<td>Sevier</td>
<td>0.005395</td>
</tr>
<tr>
<td>Millard</td>
<td>0.005385</td>
</tr>
<tr>
<td>Alpine</td>
<td>0.005375</td>
</tr>
<tr>
<td>Jordan</td>
<td>0.005365</td>
</tr>
<tr>
<td>Garfield</td>
<td>0.005355</td>
</tr>
<tr>
<td>Washington</td>
<td>0.005345</td>
</tr>
<tr>
<td>Murray</td>
<td>0.005335</td>
</tr>
<tr>
<td>Iron</td>
<td>0.005325</td>
</tr>
<tr>
<td>Beaver</td>
<td>0.005315</td>
</tr>
<tr>
<td>Weber</td>
<td>0.005305</td>
</tr>
<tr>
<td>Emery</td>
<td>0.005295</td>
</tr>
<tr>
<td>South Summit</td>
<td>0.005285</td>
</tr>
<tr>
<td>Salt Lake</td>
<td>0.005275</td>
</tr>
<tr>
<td>North Summit</td>
<td>0.005265</td>
</tr>
<tr>
<td>Pine</td>
<td>0.005255</td>
</tr>
<tr>
<td>Daggett</td>
<td>0.005245</td>
</tr>
<tr>
<td>Kane</td>
<td>0.005235</td>
</tr>
<tr>
<td>Rich</td>
<td>0.005225</td>
</tr>
<tr>
<td>Wayne</td>
<td>0.005215</td>
</tr>
<tr>
<td>Park City</td>
<td>0.005205</td>
</tr>
</tbody>
</table>

**Budget for the Year Ending June 30, 2021**
Uncertainty due to COVID - 19

Factors that can affect JSD funding and operations:

– Potential Enrollment Decrease
  • National survey of parents found a majority of parents have a more favorable view of homeschooling after their experience during the COVID shutdown
  • 23% of families who had children attending traditional public schools say they currently plan to send their children to another type of school or homeschool when the lockdowns are over

– Unemployment at 70 year high for Utah and Nation
  • The current unemployment rate is 8.5% for Utah and 13.3% for the nation
  • Could impact collection rates and state funding

– Cost of Sanitation and Personal Protective Equipment
  • Current CDC recommendations are onerous and costly
Financial Overview

District-wide
General Fund
Debt Service Fund
Capital Projects Fund
Nutrition Services Fund
Self-Insurance Fund
Pass-Through Taxes Fund
Non K-12 Fund
Jordan Education Fund
Student Activities Fund
District-wide

Revenue Sources

- State Funding: 48.4%
- Local Funding: 46.2%
- Federal Funding: 5.4%
District-wide

Financial Overview

Notes:
1) The 2019-20 estimated revenues are overstated by the deferred revenue that will be determined as of June 30, 2020.
2) The 2019-20 estimated expenditures are overstated by the deferred revenue and school carry-overs that will be determined as of June 30, 2020.
3) The 2020-21 estimated expenditures are overstated by contingencies.
4) Fund balance amounts are as of the end of the fiscal year indicated.
General Fund

• **Purpose**
  – Salaries and benefits
  – Textbooks and supplies
  – Utilities
General Fund - Budget Reductions/Increase

- Reduce school allocation - $288,000
- Reduce district allocation - $361,000
- Hiring freeze - $1,250,000
- Shift property tax revenue from the Capital Projects Fund - $5,600,000
  – Can now do an inter-fund transfer instead
# General Fund

## Fund Balance Details

*On November 23, 2010, the Board of Education committed fund balance to fully cover these benefits.*

<table>
<thead>
<tr>
<th>Purpose</th>
<th>Projected 2020-21</th>
<th>Purpose</th>
</tr>
</thead>
<tbody>
<tr>
<td>Inventories</td>
<td>$ 1.3</td>
<td>Inventory items</td>
</tr>
<tr>
<td>Economic Stabilization</td>
<td>23.1</td>
<td>Rainy day fund</td>
</tr>
<tr>
<td>Educator Grants</td>
<td>3.4</td>
<td>Educator grants</td>
</tr>
<tr>
<td>Personnel</td>
<td>10.0</td>
<td>Health insurance</td>
</tr>
<tr>
<td>Compensated Absences</td>
<td>4.2</td>
<td>Vacation accrual*</td>
</tr>
<tr>
<td>Retiree Benefits</td>
<td>27.9</td>
<td>Frozen retirement reserve*</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$ 69.9</strong></td>
<td></td>
</tr>
</tbody>
</table>

*Millions*
### General Fund

**Fund Balance Details**

<table>
<thead>
<tr>
<th>FUND BALANCE</th>
<th>Actual 2018-19</th>
<th>Final 2019-20</th>
<th>Amended 2020-21</th>
<th>Proposed 2020-21</th>
</tr>
</thead>
<tbody>
<tr>
<td>Nonspendable</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inventories</td>
<td>$1,029,193</td>
<td>$1,300,000</td>
<td>$1,300,000</td>
<td></td>
</tr>
<tr>
<td>Restricted for</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Programs</td>
<td>5,533,034</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Committed to</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contractual Obligations</td>
<td>3,243,064</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Economic Stabilization</td>
<td>19,800,000</td>
<td>23,100,000</td>
<td>23,100,000</td>
<td></td>
</tr>
<tr>
<td>Compensated Absences</td>
<td>4,201,347</td>
<td>4,200,000</td>
<td>4,200,000</td>
<td></td>
</tr>
<tr>
<td>Retiree Benefits</td>
<td>38,119,984</td>
<td>33,000,000</td>
<td>27,900,000</td>
<td></td>
</tr>
<tr>
<td>West Jordan Feeder</td>
<td>2,330,261</td>
<td>1,200,000</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Educator Grants</td>
<td>7,947,828</td>
<td>5,447,828</td>
<td>3,447,828</td>
<td></td>
</tr>
<tr>
<td>Assigned to</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Educational Programs</td>
<td>6,227,246</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Personnel</td>
<td>42,398,492</td>
<td>10,000,000</td>
<td>10,000,000</td>
<td></td>
</tr>
<tr>
<td>Unassigned</td>
<td>31,947,781</td>
<td>44,357,501</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total Fund Balance</td>
<td>$162,778,230</td>
<td>$122,605,329</td>
<td>$69,947,828</td>
<td></td>
</tr>
<tr>
<td>Without contingencies and carry-overs</td>
<td>$140,608,673</td>
<td>$120,534,038</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
General Fund

Financial Overview

Notes:
1) The 2019-20 estimated revenues are overstated by the deferred revenue that will be determined as of June 30, 2020.
2) The 2019-20 estimated expenditures are overstated by the deferred revenue and school carry-overs that will be determined as of June 30, 2020.
3) The 2020-21 estimated expenditures are overstated by contingencies.
4) Fund balance amounts are as of the end of the fiscal year indicated.
General Fund

Summary of Functions

Function Name/Examples of Activity

INSTRUCTION
Student classroom costs; teachers, substitutes, textbooks, supplies, etc.

SUPPORT SERVICES

Students
Nurses, psychologists, counselors, Guidance, Planning and Student Services

Instructional Staff
Curriculum, teacher professional development, media centers, testing

District Administration
Board of Education, superintendent, business administrator, administrators of schools, legal services

School Administration
Principals, assistant principals, office staff, registrars, school postage

Business
Accounting, Payroll, Purchasing, liability premiums

Operations and Maintenance
Utilities, Custodial, Maintenance, Central Warehouse, property management

Transportation
Student transportation to and from school, field trips

Other Central
Human Resources, Information Systems, Communications, Insurance Services
General Fund

Proposed Expenditures

General Fund Budgeted Expenditures by Function

- Instruction: 67.4%
- Support Services Personnel, Planning and Data Processing: 1.5%
- Support Services Student Transportation: 3.2%
- Support Services Operation & Maintenance of Facilities: 9.0%
- Support Services Business: 0.9%
- Support Services School Administration: 6.2%
- Support Services General District Administration: 0.8%
- Support Services Instructional Staff: 4.6%
- Support Services Students: 6.3%
General Fund

Proposed Expenditures

Expenditures by Object

- Salaries & Wages: 62.2%
- Supplies: 6.5%
- Purchased Services: 2.6%
- Benefits: 23.7%
- Utilities: 3.5%
- Textbooks: 0.9%
- Equipment: 0.4%
- Other: 0.2%

Budget for the Year Ending June 30, 2021
Debt Service Fund

• **Purpose**
  – Mortgage payments for bonded indebtedness
Debt Service Fund

Financial Overview

Note: Fund balance amounts are as of the end of the fiscal year indicated.
Debt Service Fund

Outstanding Debt – General Obligation Bonds

2021 Additional legal debt incurring capacity: $1.3 billion

Note: $9 million outstanding Qualified School Construction Bonds are not included above; they are repaid from the Capital Projects Fund and are due June 15, 2027

Budget for the Year Ending June 30, 2021
Long Term Debt Per Student

Statewide School Districts – 2018-19 Comparison

Budget for the Year Ending June 30, 2021
Capital Projects Fund

• **Purpose**
  – Building, remodeling and renovation
  – New construction
  – Equipment purchases
  – Buses
Capital Projects Fund

Financial Overview

Note: Fund balance amounts are as of the end of the fiscal year indicated.
Capital Projects Fund Budget Reduction

• Shift property tax revenue to the General Fund – $5,600,000
  – Can now do an inter-fund transfer instead
Capital Projects Fund

Total authorized in the 2016 bond election  

<table>
<thead>
<tr>
<th>Series</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Series 2017</td>
<td>$38,850,000</td>
</tr>
<tr>
<td>Series 2018</td>
<td>$77,475,000</td>
</tr>
<tr>
<td>Series 2019 a &amp; 2019 b</td>
<td>$80,000,000</td>
</tr>
<tr>
<td>Series 2020</td>
<td>$48,675,000</td>
</tr>
</tbody>
</table>

Total authorized in the 2016 bond election  

$245,000,000

Remaining bond authorization  

$ -
Capital Projects Fund

• Bond construction schools
  – Mountain Ridge High School (Herriman) – 2019
  – Mountain Creek Middle School (South Jordan) – 2019
  – Rebuild of West Jordan Middle School (West Jordan) – 2019
  – Mountain Point Elementary School (Bluffdale) – 2019
  – Ridge View Elementary School (Herriman) – 2019
  – Hidden Valley Middle School (Bluffdale) - 2020
  – Antelope Canyon Elementary School (West Jordan) – 2020
Nutrition Services Fund

• **Purpose**
  – School lunch and breakfast programs

*Note:*
1) Local property taxes are not involved in the operation of the Nutrition Services program
2) No increase in lunch/breakfast prices for 2020-21
3) Student lunch/breakfast prices have not increased since 2009-10
Nutrition Services Fund

Financial Overview

Note: Fund balance amounts are as of the end of the fiscal year indicated.
Self-Insurance Fund

- **Purpose**
  - Health and Accident
  - Workers’ Compensation
  - Disability
  - Life Insurance

**Note:**
1) No premium increase for the 2020-21 fiscal year
2) Last premium increase was for the 2015-16 fiscal year
Self-Insurance Fund

Financial Overview

Note: Fund balance amounts are as of the end of the fiscal year indicated.
Pass-Through Taxes Fund

• Purpose

– Utah State Auditor required school districts to recognize tax increment sent to municipalities as revenue and as expenditure beginning in 2014-15

– Utah State Board of Education required school districts to report contributions to the Charter School Local Replacement Fund in the Tax Increment Fund beginning in 2017-18
Pass-Through Taxes Fund

Financial Overview

Note: Tax revenues collected are transferred to other governmental agencies; therefore, the fund balance will always be zero.
Pass-Through Taxes Fund

Jordan School District Local Replacement Contributions to Charter Schools

- 2011-12: $1,375,684
- 2012-13: $1,634,056
- 2013-14: $1,708,284
- 2014-15: $1,900,194
- 2015-16: $2,799,210
- 2016-17: $2,629,637
- 2017-18: $3,155,825
- 2018-19: $3,670,325
- 2019-20: $3,571,432
- 2020-21: $3,572,041

Budget for the Year Ending June 30, 2021
Non-K through 12 Fund

• Purpose:
  – Contained programs like preschool, adult education, and early intervention.
  – On June 30, 2019 the Non K-12 Fund was collapsed into the General Fund.
Non-K through 12 Fund

Budget for the Year Ending June 30, 2021
Jordan Education Foundation Fund

• Purpose
  – Support the mission and vision of Jordan School District
  – Community outreach to spread the word about the positive things happening within Jordan School District
**Student Activities Fund**

- **Purpose**
  - Student Fees
  - Student Activities
  - School Donations
  - School Fundraisers
  - Extracurricular Activities

- **Change was made at the state level on how these activities are recognized.**
  - Funds entering the District for any of the items above must now be recognized as revenue instead of as a liability which is why there is a significant increase from 2016-17 to 2017-18.
Student Activities Fund

![Graph showing the Student Activities Fund budget for the years 2016-17 to 2020-21. The graph displays the revenue, expenditures, and fund balance for each year.]

Budget for the Year Ending June 30, 2021
Tax Rates

- The proposed 2020-21 tax rate reflects a certified tax rate with Jordan School District plus new growth.

- Tax rates moving from Capital Projects to Board Local Levy totaling $5,600,000 in revenue.
  - Can now do an inter-fund transfer instead
## Tax Rates

<table>
<thead>
<tr>
<th>Description</th>
<th>2016-17</th>
<th>2017-18</th>
<th>2018-19</th>
<th>2019-20</th>
<th>2020-21</th>
<th>Change from Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>General Fund</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Basic Program (set by Legislature)</td>
<td>0.001675</td>
<td>0.001568</td>
<td>0.001666</td>
<td>0.001661</td>
<td>0.001628</td>
<td>(0.000033)</td>
</tr>
<tr>
<td>Voted Leeway</td>
<td>0.001600</td>
<td>0.001600</td>
<td>0.001600</td>
<td>0.001600</td>
<td>0.001571</td>
<td>(0.000029)</td>
</tr>
<tr>
<td>Board Local Levy</td>
<td>0.000451</td>
<td>0.000380</td>
<td>0.000246</td>
<td>0.000554</td>
<td>0.000747</td>
<td>0.000193</td>
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<tr>
<td>K-3 Reading</td>
<td>0.000121</td>
<td>0.000121</td>
<td>0.000121</td>
<td>0.000121</td>
<td>0.000121</td>
<td>0.000000</td>
</tr>
<tr>
<td><strong>Non K-12</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Recreation</td>
<td>0.000072</td>
<td>0.000038</td>
<td>0.000033</td>
<td>-</td>
<td>-</td>
<td>0.000000</td>
</tr>
<tr>
<td><strong>Capital Projects Fund</strong></td>
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<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital Outlay</td>
<td>0.002222</td>
<td>0.002105</td>
<td>0.001969</td>
<td>0.001874</td>
<td>0.001634</td>
<td>(0.000240)</td>
</tr>
<tr>
<td><strong>Debt Service Fund</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General Obligation Debt</td>
<td>0.000765</td>
<td>0.000612</td>
<td>0.000866</td>
<td>0.000866</td>
<td>0.000866</td>
<td>0.000000</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>0.006906</td>
<td>0.006424</td>
<td>0.006501</td>
<td>0.006676</td>
<td>0.006567</td>
<td>(0.000109)</td>
</tr>
</tbody>
</table>
Property Tax History

Property Tax Per $100,000 of Home Value

- Truth-
- In-
- Taxation hearing held

Budget for the Year Ending June 30, 2021

* Truth-In-Taxation hearing held
Truth-in-Taxation Hearing

A Truth-in-Taxation hearing is not scheduled this year.
Board Action

1. Adopt the 2019-20 final amended budget

2. Adopt the 2020-21 proposed budget and set the property tax rates as follows:
   a. Basic School Levy – the certified tax rate
   b. Voted/Board Levies – a combined rate reflecting the certified tax rates plus 0.000206 from the Capital Local Levy (or a fund transfer)
   c. Debt Service Levy – 0.000866
   d. Capital Local Levy – the certified tax rate less 0.000206 to the Voted/Board Levies (or a fund transfer)

   For a total certified tax rate of 0.006567

3. Authorize any budget adjustments necessary to reflect funds received from the Certified Tax Rate
Questions?