

**Lincoln Public Schools
Board of Education
Finance Committee
2008-09 Proposed Budget
June 10, 2008**

Budget Calendar

April 30, 2008 -Recertification of State Aid

May 14, 2008 - Finance Committee Meeting

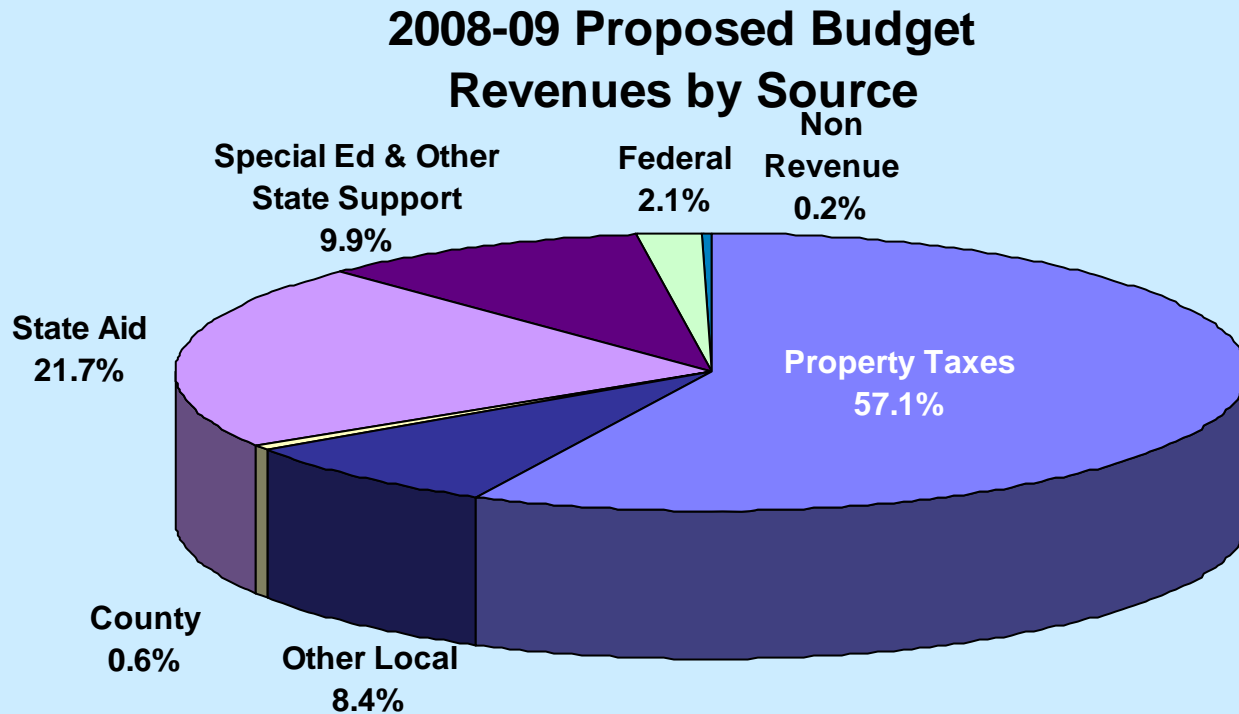
★ **June 10, 2008** - Public Hearing/Budget Presentation
6:00 p.m. at LPSDO

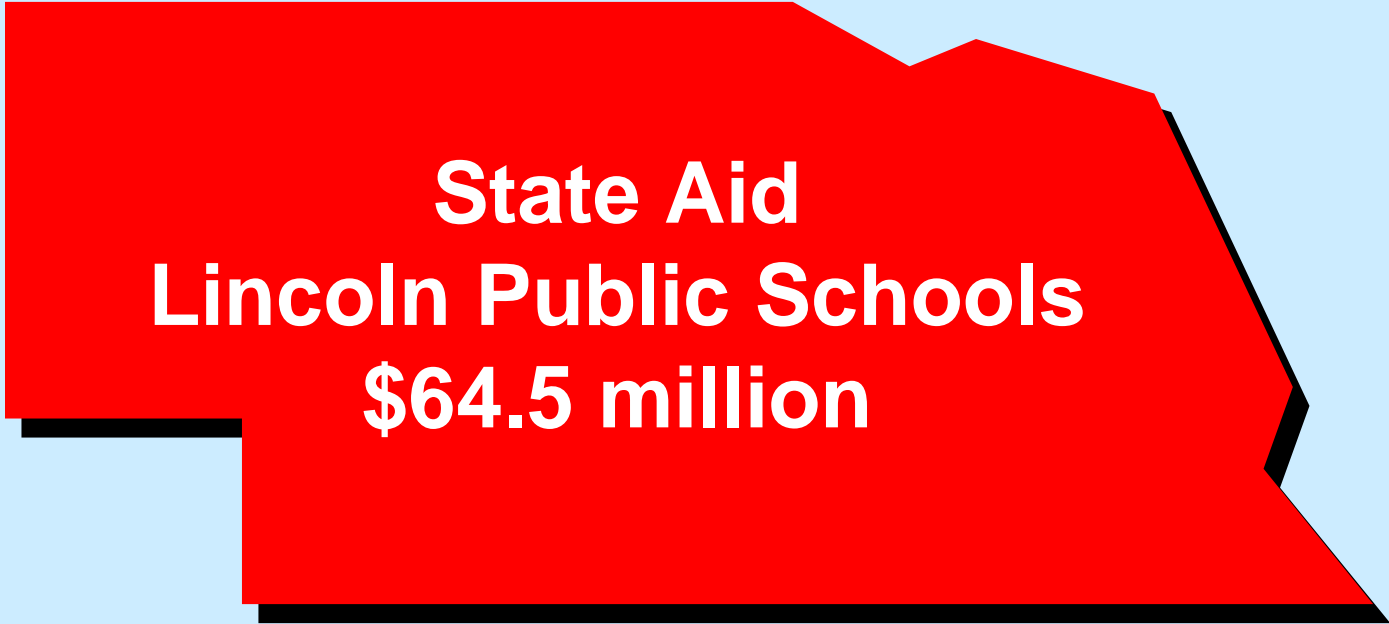
★ **June 10, 2008** - Budget Approval (First Reading)
7:00 p.m. Board Agenda Item

June 24, 2008 - Budget Approval (Second Reading/Action)
7:00 p.m. Board Agenda Item

Funding Sources

The general fund or “operating fund” of the district is funded through a combination of local, county, state, and federal funds. The largest source of funding comes from local property taxes.





**State Aid
Lincoln Public Schools
\$64.5 million**

The state aid part of state revenue to Lincoln Public Schools is 21.7% of the LPS funding for the operating budget.

2008-09 State Aid

State Aid Increase from \$51.3 million in 2007-08 to \$62.7 million in 2008-09, an increase of \$11.4 million

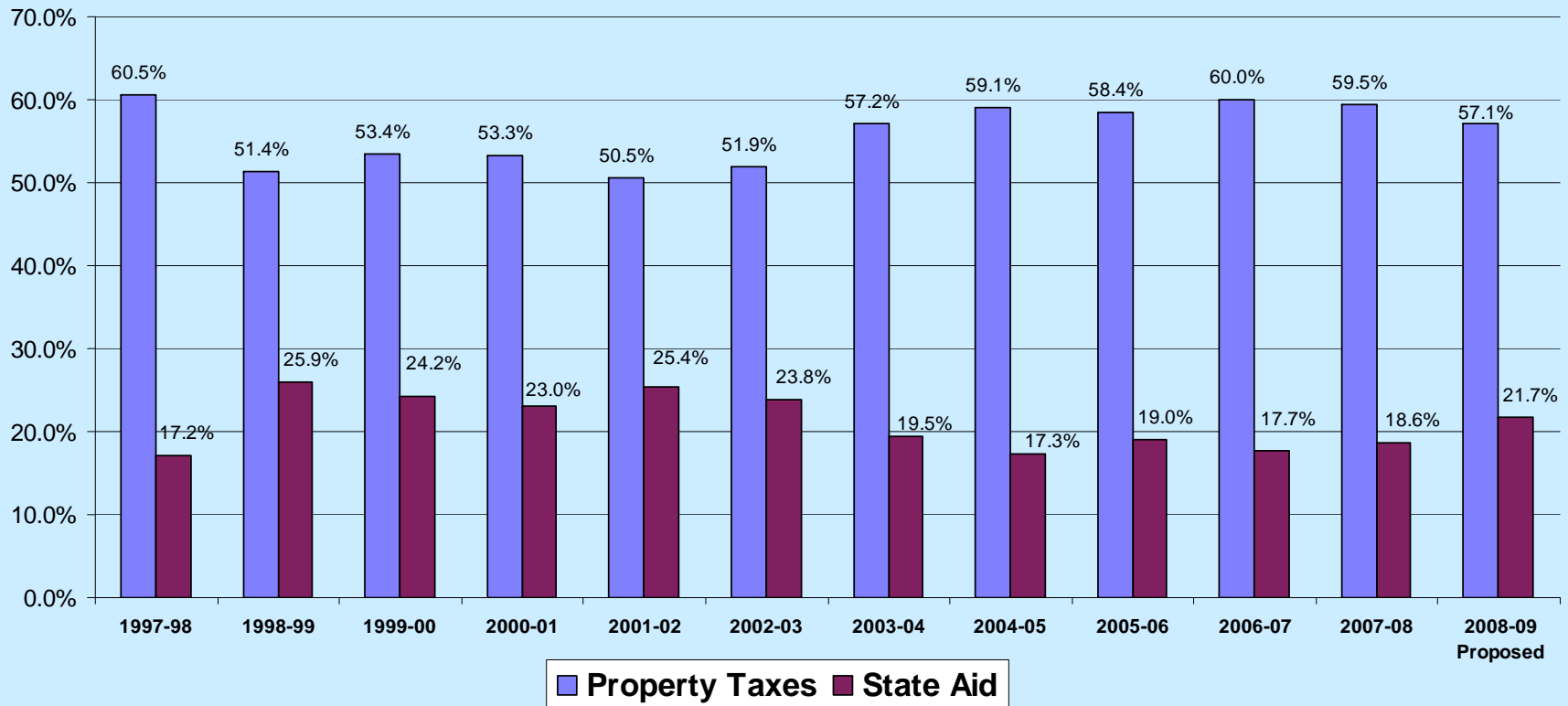
Plus \$1.8 million -- Correction in Prior Year State Aid and One-time Settlement of an Adjusted Valuation Appeal

Total State Aid -- \$64.5 million

2008-09 State Aid Components

- \$5.0 million -- Poverty Allowance (subject to recapture if we do not fully document our expenditures at 117%)
- \$5.8 million -- Limited English Proficiency Allowance (subject to recapture if we do not fully document our expenditures at 117%)
- \$6.4 million -- System Averaging Adjustment (based on the 2007-08 general fund levy of \$1.0328. Additional \$793,912 would have been received if general fund levy had been at least \$1.04)

General Fund Property Taxes and State Aid Percentages



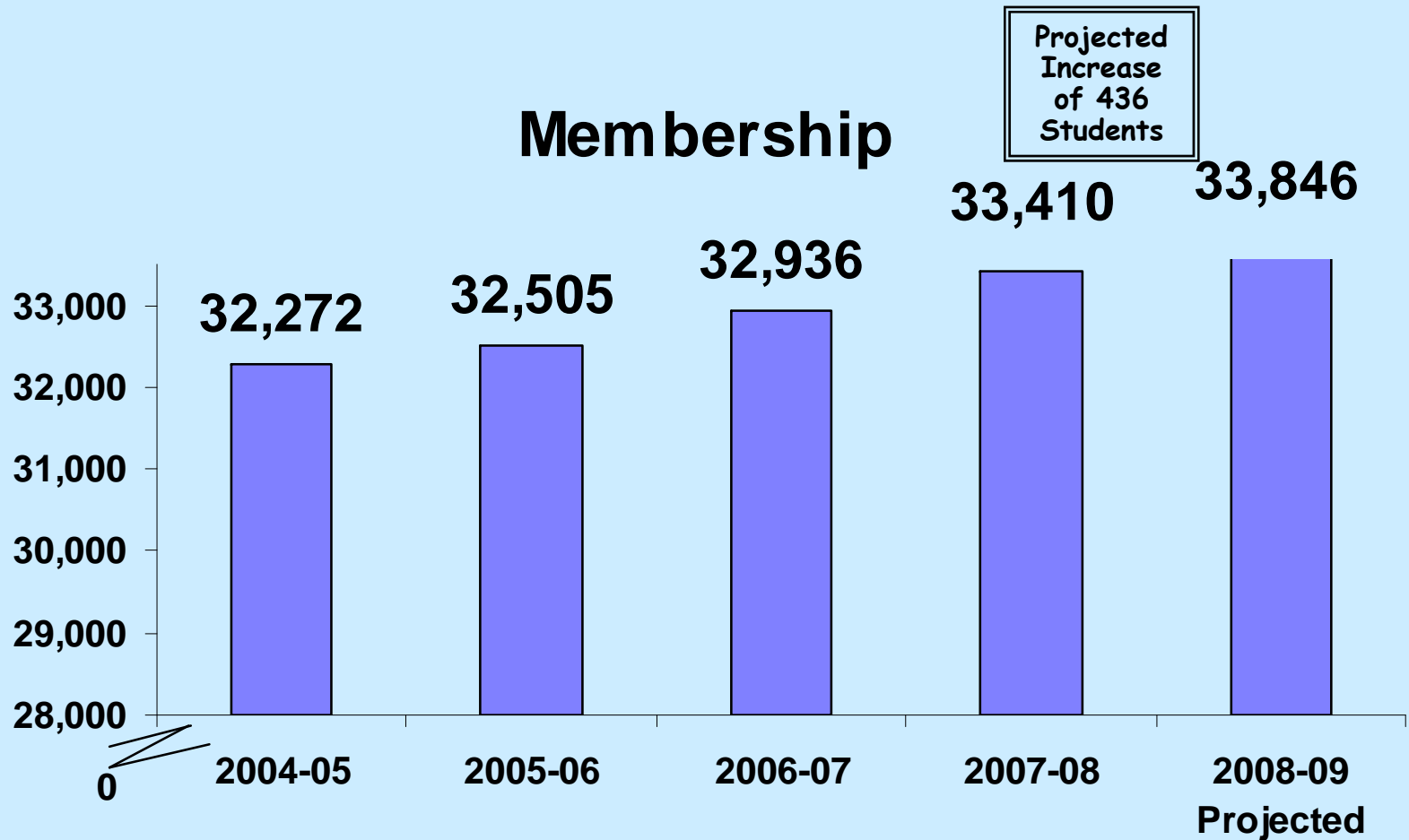
General Fund Sources of Funds

Revenue	2007-2008	2008-2009 Proposed
Property Taxes	\$157,758,323	\$168,429,146
Property Taxes for Exemptions*	\$6,727,754	\$1,500,000
State Aid	\$51,361,908	\$64,501,826
Special Ed Receipts	\$30,753,254	\$32,268,063
Other Receipts	\$29,888,100	\$30,633,000
Total Revenue	\$276,489,339	\$297,332,035
Revenues Reserved for Cash Flow	\$1,145,471	-\$4,043,415
Total Available	\$277,634,810	\$293,288,620

*Exemptions - Temporary state aid reduction and retirement incentive program.

Student Enrollment Information

(Early Childhood Special Education, Excite, and Kindergarten through 12th Grade)



All-Day Kindergarten for \$1,690,330

The Board approved a three-year implementation plan in all LPS schools beginning with the 2006-07 school year. In the third year, eleven schools will implement all-day kindergarten. The budget includes \$1,678,540 in staff and \$11,790 in start-up professional development.

Adams

Hill

Morley

Cavett

Humann

Roper

Eastridge

Kahoa

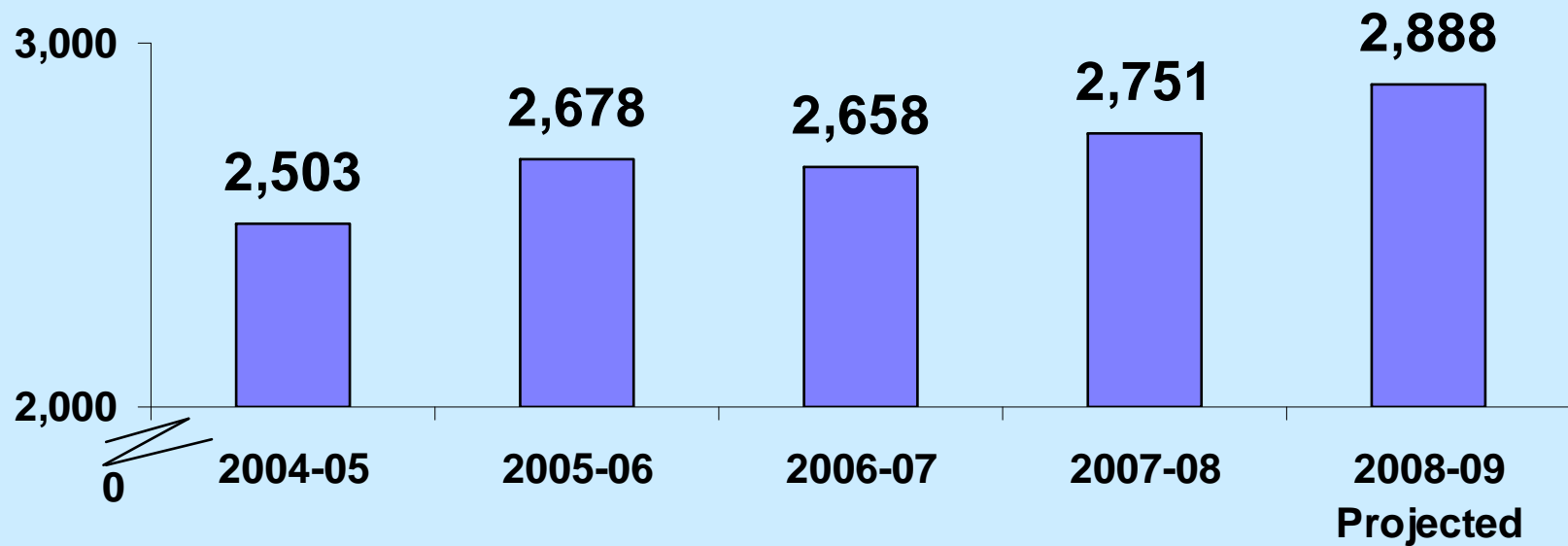
Rousseau

Fredstrom

Maxey

Student Enrollment Information

Kindergarten Membership



New Facility Start Up Costs for \$1,692,530

Start up costs for Kooser Elementary and Schoo Middle schools. Provide supplies, textbooks, staff planning and hiring as well as preparation of the facilities for opening in the fall of 2009.

New Facilities Operational Costs for \$2,093,270

New facilities operational costs provides staff and utilities. This will provide for Adams Elementary School and new additions that will be operational during the 2008-09 year.

Board Finance Committee

Proposed General Fund Expenditures Summary

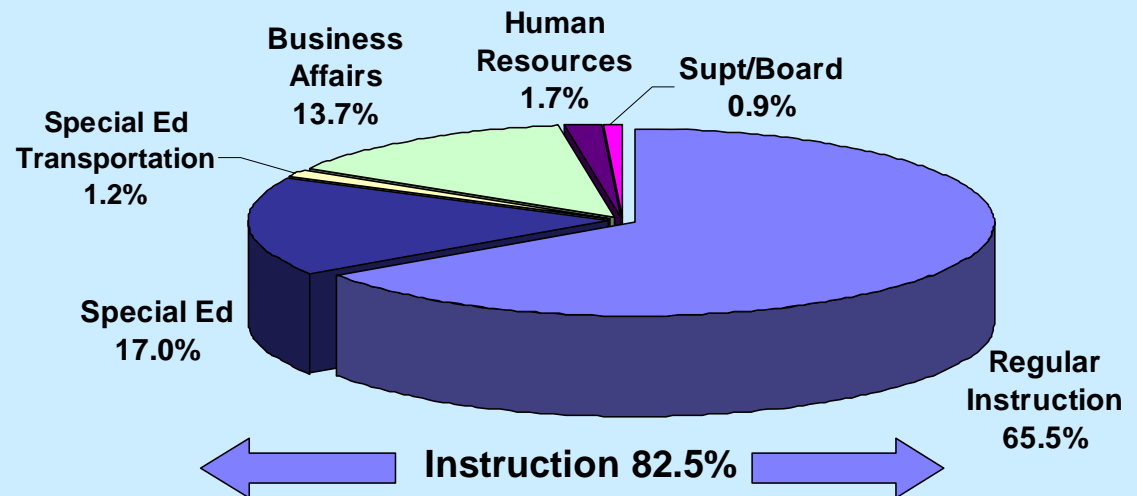
2007-2008 Budget	33,410 Students	\$ 277,634,810
Reductions:		
All Day Kindergarten Start Up Costs - Year Two		\$ (630,100)
Previous Start Up Costs for Adams Elementary School		\$ (897,420)
Hawthorne Operating Costs		\$ (397,990)
Transportation Route Reductions Due to Boundary Changes		\$ (164,800)
Retirement Incentive Program		\$ (1,250,000)
Actual vs Budgeted Personnel		\$ (2,909,330)
Reductions from 2007-08 Budget		\$ (6,249,640)
Additions and New Needs:		
All Day Kindergarten Final Year of Implementation - Year Three		\$ 1,690,330
Start up Costs for Kooser Elementary and Schoo Middle Schools		\$ 1,692,530
Operating Costs for Adams Elementary School and New Facilities		\$ 2,093,270
Early Childhood Education (State Aid Funded)		\$ 130,160
Elementary Class Size		\$ 655,050
Implementation of Statewide Online Assessment		\$ 1,000,000
Teacher Computer Replacement Cycle		\$ 703,990
Special Education		\$ 950,000
Lease Purchase for Fiber Net		\$ 1,440,000
Transportation Fuel Cost Increases		\$ 164,800
Utilities Rate and Usage Increases		\$ 300,000
Negotiated Salary & Health Insurance		\$ 11,083,320
Increase in Budget		\$ 21,903,450
2008-2009 Proposed Budget	33,846 Students	\$ 293,288,620
		5.64% Increase

Where does the money go?

LPS spends the majority of the operating budget on instruction. This includes money for teachers, counselors, media specialists, nurses, principals, office staff, paraeducators, supplies and equipment. The rest of the budget is for business affairs (maintenance, custodial, transportation, etc.), human resources, and the superintendent's office/board of education areas.

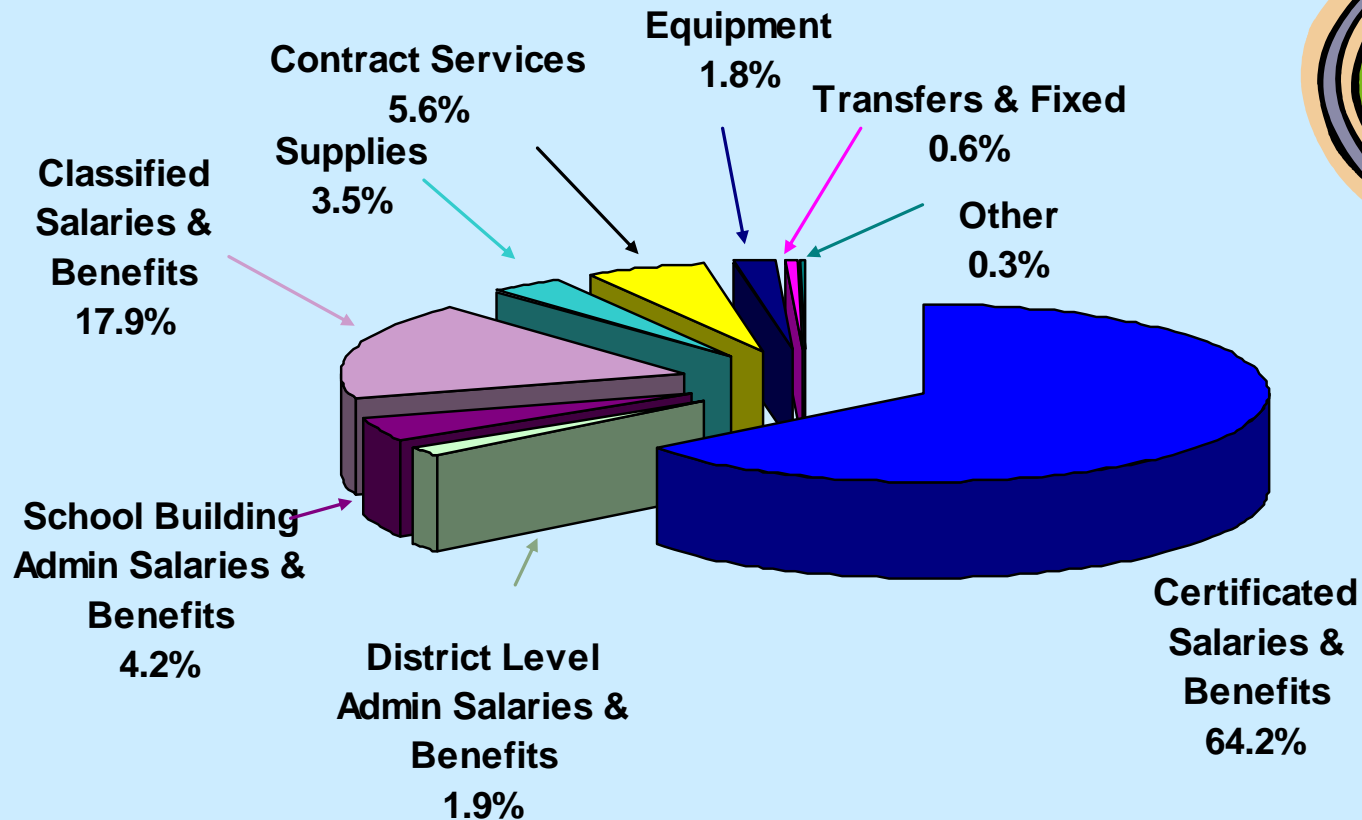


2008-2009 Proposed General Fund Expenditure Budget





Expenditure Categories



2008-2009 Proposed General Fund
Expenditure Budget: \$293,288,620

Estimated Property Tax Rate

Fund	2007-08 Actual Rate	2008-09 Estimated Rate	Estimated Change
General Fund (Other than Exemptions)	\$0.990587	\$1.023548	\$0.032961
General Fund (Start up & Operating Costs)	\$0.000000	\$0.020000	\$0.020000
General Fund for Exemptions*	\$0.042245	\$0.009294	(\$0.032951)
Subtotal General Fund	\$1.032832	\$1.052842	\$0.020010
Building Fund for 10 Year Facilities Plan	\$0.020063	\$0.000000	(\$0.020063)
Building Fund for IAQ Codes	\$0.000000	\$0.000000	\$0.000000
Bond Fund for 10 Year Facilities Plan - \$250 million Bonds	\$0.097939	\$0.099459	\$0.001520
Bond Fund for Previous School Bonds	\$0.077691	\$0.076796	(\$0.000895)
Qualified Capital Purpose Fund (Supports 10 Year Facilities Plan)	\$0.043414	\$0.042842	(\$0.000572)
Total	\$1.271939	\$1.271939	\$0.000000

Educational Service Unit #18	\$0.014125	\$0.015000	\$0.000875
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*Exemptions-Temporary state aid reduction and retirement incentive program.

Note: The 2008-09 rates are estimated until Lincoln Public Schools receives the certified valuation figure from the Lancaster County Assessor on August 20, 2008.

Need more information or want to share comments?

Look at our web site and see the
work session materials at
<http://www.lps.org/about/budget/>

Please contact Dennis Van Horn
at 436-1635 or by
e-mail at dvhorn@lps.org