

Estimated General Fund Impact of K-12 School Aid Budget as Passed by Legislature

Presented to the Warren Woods Board of Education

July 15, 2024

Budget Presented to the Governor on July 11, 2024

| Funding Source | FY 2023-2024 Per Pupil | FY 2024-2025 Per Pupil | Net Change Per Pupil |
|---|---------------------------|---------------------------|-------------------------|
| Foundation Allowance | \$9,608 | \$9,608 | \$0 |
| Sec. 31aa Mental Health and School Safety | \$230 | \$15 | (\$215) |
| Sec. 20f Categorical Offset Payments | \$14 | \$0 | (\$14) |
| Sec. 147f MPSERS 0.5 UAAL Rate Reimb. | \$41 | \$0 | (\$41) |
| Sec. 147a(4) MPSERS Cost Offset | <u>\$0</u> | <u>\$422</u> | <u>\$422</u> |
| | \$9,893 | \$10,045 | \$152 |

Overall Net Change in Funding

*Assuming no line-item veto changes by Governor

| | |
|-----------------------|-----------------|
| Net Funding Increase* | \$152 per Pupil |
| 23-24 Enrollment | 3,093 |
| Net Change | \$470,136 |

Challenges

- Section 147a(4) MPSERS UAAL Rate Cap Offset
 - MPSERS Rate is not being reduced
 - "there is allocated for 2024-2025 an amount not to exceed \$598,000,000.00 for payments to participating entities. The amount allocated to each participating entity under this subsection is based on each participating entity's percentage of the total statewide payroll for all participating entities for the immediately preceding fiscal year. The amount allocated in this subsection represents an amount to effectively reduce each participating entity's unfunded actuarial accrued liability from 20.96% to an estimated 15.21% of covered payroll. It is the intent of the legislature that the allocation under this subsection be used to support student mental health, school safety, the educator workforce, and academic interventions."
 - What happens in 2025-2026 if there isn't \$598,000,000 to allocate again?

Challenges

Section 31aa Mental Health and School Safety Grant Awarded Allocation - \$711,412.00

| Description | Salary | Benefits | Totals |
|--|----------------|----------------|----------------|
| 2 FTE School Social Workers | 137,971 | 107,795 | 245,766 |
| 1.25 FTE School Nurse | <u>93,876</u> | <u>80,559</u> | <u>174,435</u> |
| Total Salaries | 137,971 | 107,795 | 420,201 |
| Lightspeed student identification solution | | | 8,613 |
| Care Solice mental health access contract | | | 25,480 |
| Building School Safety Glass | | | 75,000 |
| Classroom Nightshade Door Coverings | | | 6,542 |
| Vape Detection Systems | | | 21,451 |
| Partially fund District Safety Managers | | | 154,125 |
| Section 31aa Funding | | | <u>711,412</u> |