



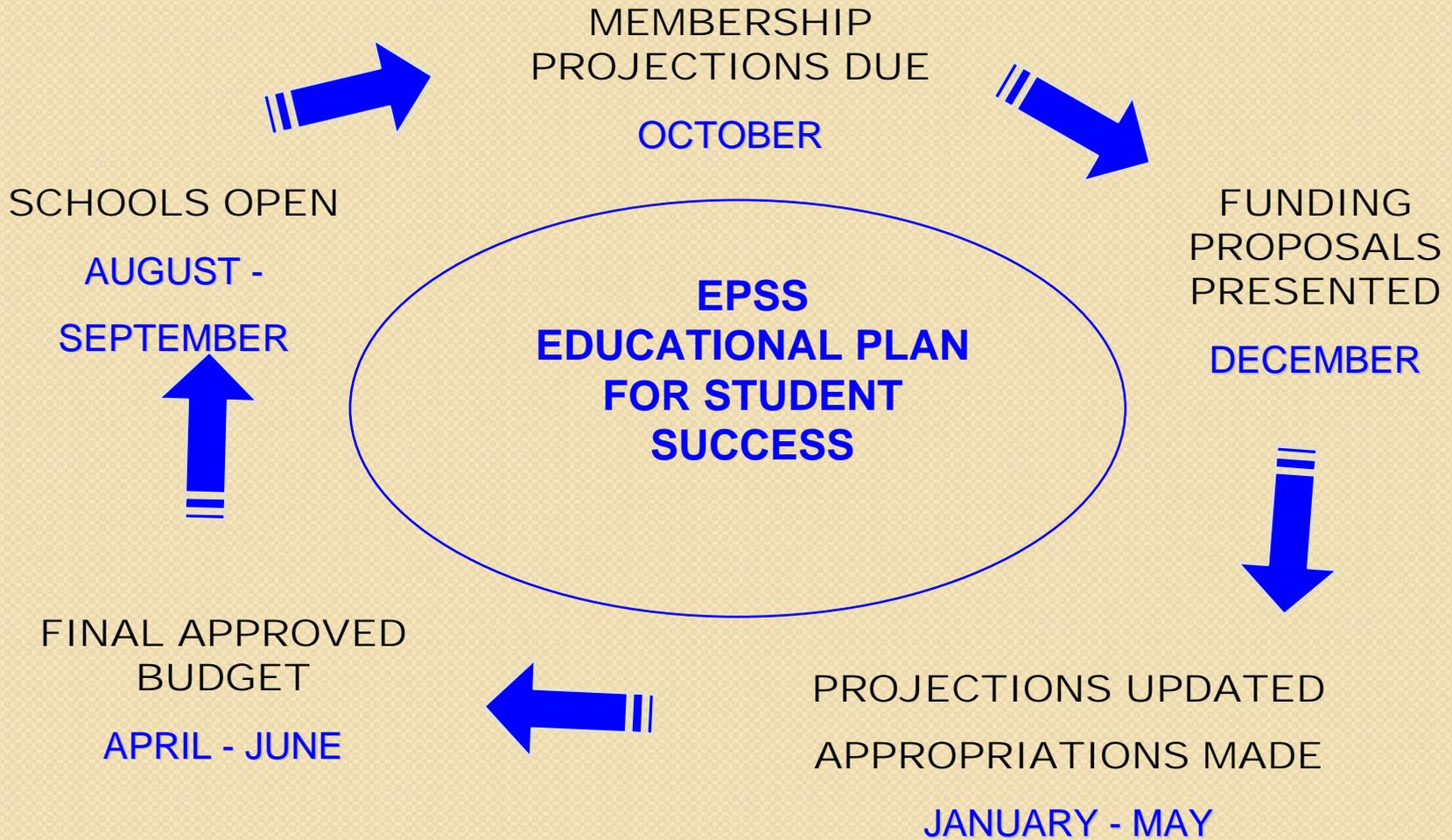
Development of FY11 Public School and Public Education Department Budgets

The Legislative Education Study Committee
Senator Cynthia Nava, Chair
Representative Rick Miera, Vice-Chair

Don Moya, Deputy Cabinet Secretary, PED
Austin Buff, Director of Administrative Services, PED

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CYCLE OF PUBLIC SCHOOL BUDGETING ACTIVITY



School District and Charter School Budget Process

- April 15 Budgets are submitted to PED
- June 20 Prior to June 20th, Local School Boards must act on the budget for the ensuing fiscal year
- July 1
PED
budget On or before July 1 of each year, approves and certifies the

School District and Charter School Budget Process

- PED Approves a total of 170 Budgets
- 89 School District budgets
- 81 Charter School Budgets
 - 33 State Charter Schools
 - 48 Local Charter Schools
- Each Budget Analyst has an average of 21 assignments.

Frequently Asked Questions

- *How is SEG determined for the ensuing fiscal year?*
 - SEG is based on the average of the 80th and 120th day membership of the prior fiscal year.
- *How is SEG determined for a new charter school with no prior year data?*
 - SEG is based on projections for budget building purposes and then adjusted after 40th day data is submitted.
- *Who can apply for supplemental emergency?*
 - Any district can apply. This administration has made a policy decision to not allow supplemental emergency for charter schools unless it is a true emergency.
- *Who applies for supplemental emergency?*
 - Typically small and rural school districts with declining enrollment struggling with economies of scale.
- *Do districts have to have a zero cash balance before they can apply for supplemental emergency?*
 - No however, a district cannot have cash and invested reserves or other resources equaling 5% or more of the school district's operational budget. Districts receiving/requesting Supplemental Emergency cannot budget emergency reserve.
- *Who reviews the applications for supplemental emergency?*
 - PED has a multidisciplinary team that reviews and approves applications.

Frequently Asked Questions

- *What happens if a school district or charter school fails to submit a budget?*
 - The PED will develop and fix the budget for the ensuing fiscal year.
- *Do local boards have to approve the budget once it is approved by PED?*
 - No. Local boards are only required to act on the budget once – by June 20th.
- *Once local boards approve the budget, can PED make changes?*
 - Yes. As long as it occurs before July 1, PED can make technical adjustments to the budget.
- *Does PED approve school site budgets?*
 - The PED approves school site budgets for charter schools. For districts, the budgets are reviewed and approved in the aggregate.

Supplemental Emergency for FY I I

\$1,989.1 Emergency Supplemental in Section 4 of the General Appropriations act (after sanding).

\$4,000.0 Emergency supplemental support in Section 5 to small rural school districts with a total membership of fewer than six hundred in their elementary, middle and high schools in financial need.

\$6,000.0 Emergency support to school districts experiencing shortfalls.

Supplemental Emergency for FY 10

Appropriation:			
Out of State Tuition:		345,950	
Regular Emergency Supplemental:		1,870,000	
Special Appropriations:			
Hold Harmless Dec. Revenue		6,000,000	
Add \$3,000,000 from Special Session		3,000,000	BALANCE \$870,000
Less Advance to Jemez Mountain		-285,000	
Sub-Total Special Appropriation		10,930,950	
Extraordinary Appropriation		4,000,000	
Total Appropriation:		14,930,950	
Supplemental Emergency	Amount Requested	Amount Budgeted	TOTAL AMOUNT APPROVED
DISTRICTS			
CHAMA	584,000.00	484,000.00	580,000.00
CIMARRON	158,000.00	100,000.00	220,000.00
CORONA	739,000.00	600,000.00	610,000.00
DES MOINES	700,000.00	600,000.00	400,000.00
DEXTER	270,000.00	0.00	270,000.00
ELIDA	298,000.00	260,000.00	280,000.00
FT. SUMNER	321,000.00	250,000.00	320,000.00
GADSDEN ¹	5,000,000.00	2,000,000.00	3,000,000.00
GRADY	304,000.00	275,000.00	285,000.00
HONDO	372,000.00	300,000.00	270,000.00
HOUSE	300,000.00	280,000.00	250,000.00
JEMEZ MOUNTAIN ¹	400,000.00	380,000.00	1,290,000.00
LAKE ARTHUR ¹	840,000.00	770,000.00	860,000.00
LOGAN	289,000.00	200,000.00	200,000.00
MAXWELL	525,000.00	480,000.00	530,000.00
MOSQUERO ¹	586,000.00	546,000.00	550,000.00
QUEMADO	100,000.00	0.00	100,000.00
QUESTA	80,000.00	70,000.00	100,000.00
RESERVE	228,000.00	120,000.00	100,000.00
RIO RANCHO ²	2,000,000.00	1,200,000.00	700,000.00
ROY ¹	721,000.00	600,000.00	700,000.00
SANTA FE (WITHDREW REQUEST)	200,000.00	200,000.00	0.00
SPRINGER	290,000.00	265,000.00	370,000.00
TAOS ¹	500,000.00	300,000.00	900,000.00
VAUGHN ¹	647,000.00	420,000.00	585,000.00
WEST LAS VEGAS	225,000.00	215,000.00	245,000.00
Sub Total	16,677,000.00	10,915,000.00	13,715,000.00
Out-of-State Tuition:	Amount Requested	Amount Budgeted	Amount Approved
ALAMOGORDO	\$15,830.00	15,830.00	6,655.59
LORDSBURG	\$298,221.00	298,221.00	339,294.41
Sub-Total	\$314,051.00	\$314,051.00	\$345,950.00
TOTAL	16,991,051.00	11,229,051.00	14,060,950.00

¹ Received \$500,000 from Special Appropriation as stipulated in HB-2

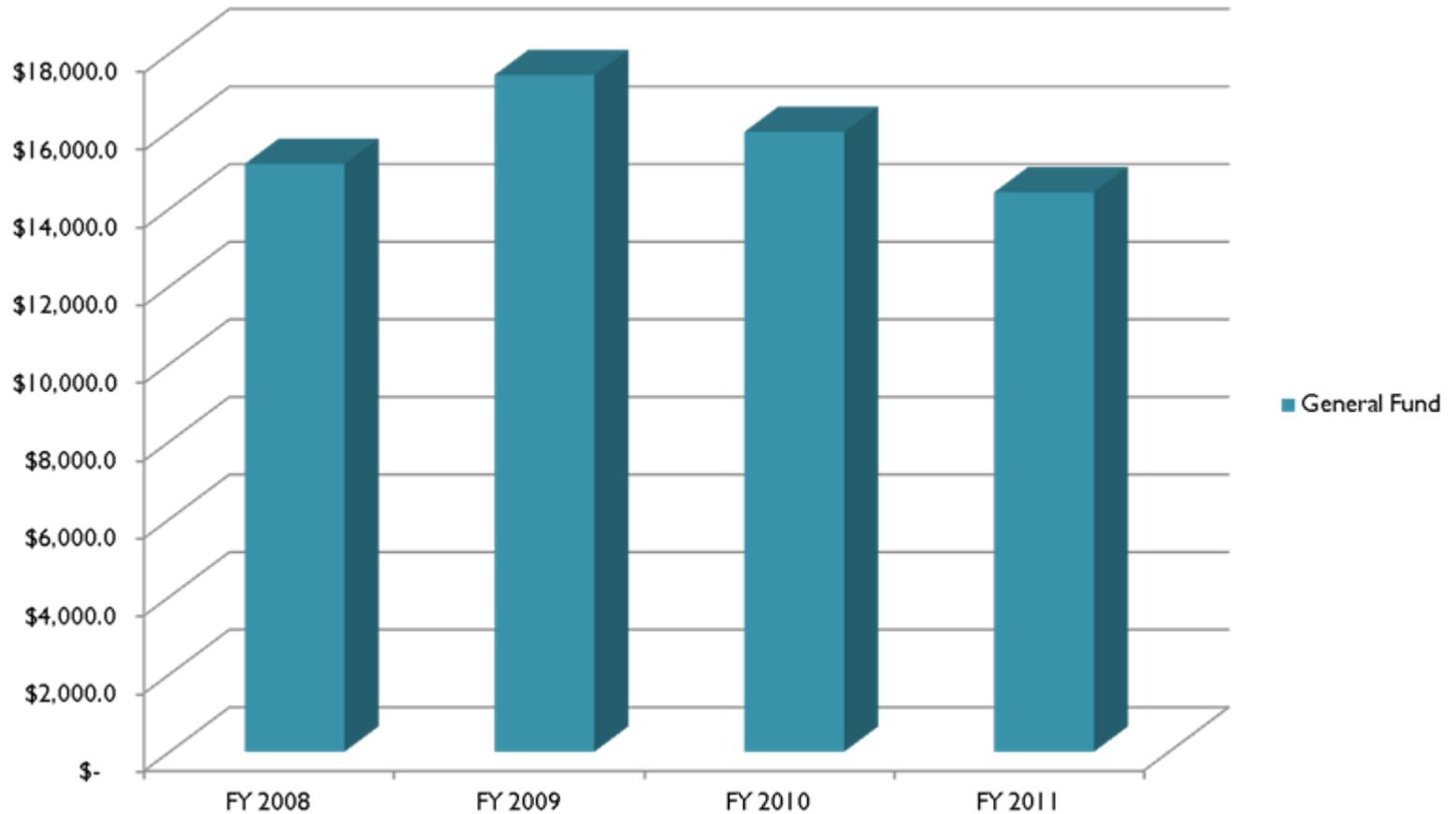
² Was denied \$500,000 from Special Appropriation in HB-2

PED Budget Process

- Budget request submitted at the end of August.
- Work with DFA and Legislature to define priorities.
- Receive General Appropriations Act from legislative session (Late February to Early April)
- Create agency budget based on direction from statute and input from programs and legislature.
- Submit operating budget by May 1st.

Budget Since 2007

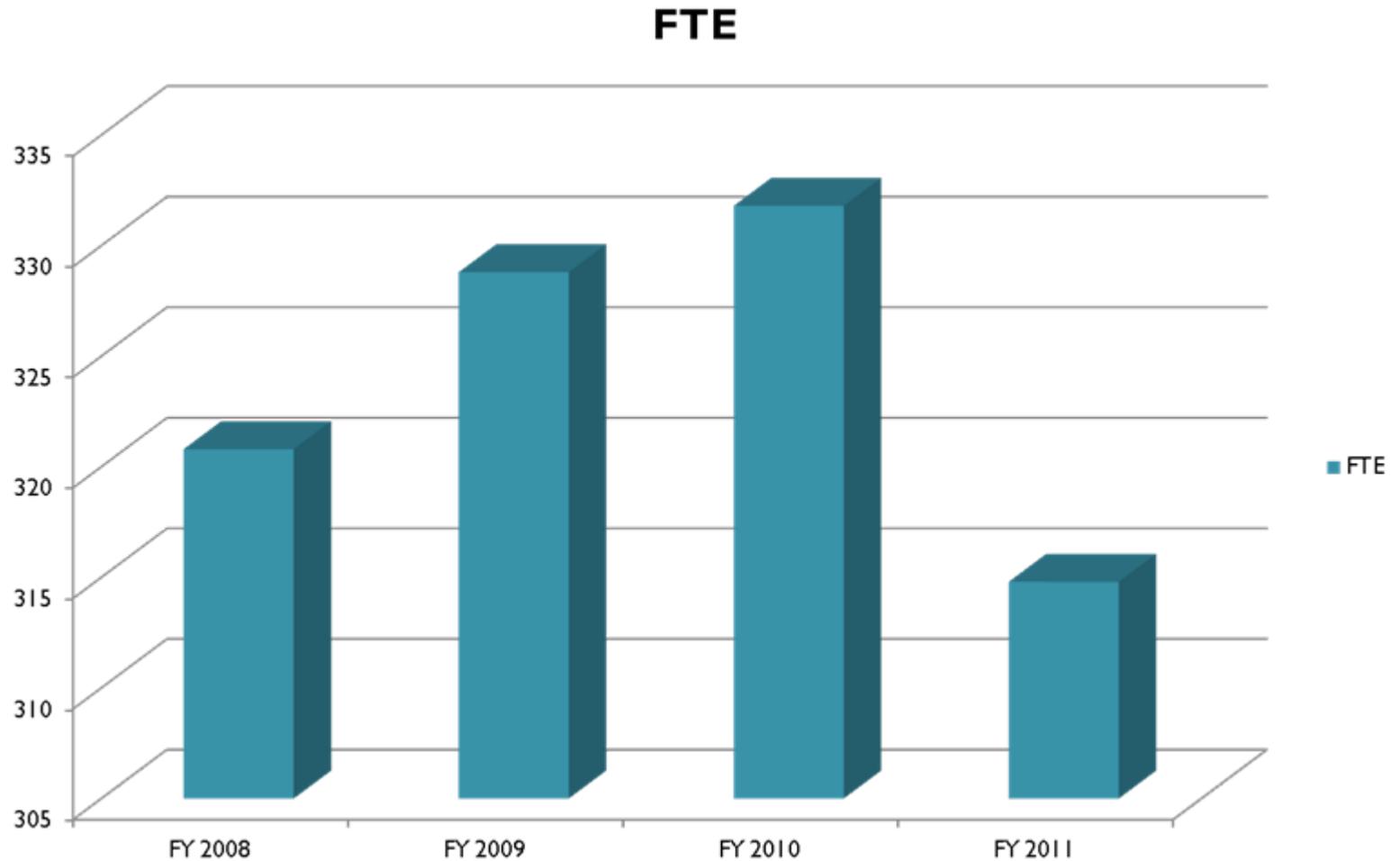
General Fund



A Brief History of Budget Cuts

- Executive Order
 - 11/2009 Agency Budget Cut by \$479.9
- Legislative Action
 - 11/2009 Special Appropriations cut by 6.5%:
Total Impact of \$2,096.0
 - 2/2009 Agency Budget cut by 3.8%:
Total Impact of \$658.8
 - 2/2009 Special Appropriations cut by \$943.5

FTE Since 2007



Agency Budget FY2011

- General Fund: \$14,423.3
- Will be supplemented by \$1,200.0 from ARRA Government Services Fund.
- GSF funds will assist with assessments, keep STARS and OBMS operating and shore up personal services so we do not have to RIF or furlough, provided there are no more cuts to FY2011.
- This year, PED will be subject to 50% rule.