

ORDINANCE 2020-06-04-0347

APPROVING THE FISCAL YEAR 2021 ANNUAL OPERATING BUDGET IN THE AMOUNT OF \$42,012,182 FOR THE "PRE-K 4 SA" PROGRAM, AS ADOPTED BY THE SAN ANTONIO EARLY CHILDHOOD EDUCATION MUNICIPAL DEVELOPMENT CORPORATION

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WHEREAS, in August 2012, City Council authorized the creation of the San Antonio Early Childhood Education Municipal Development Corporation for the purposes of developing early childhood literacy and educational programs in accordance with Chapter 379A of the Texas Local Government Code, known as the Better Jobs Act; and

WHEREAS, in November 2012, San Antonio voters approved a 1/8th of a cent sales tax for the benefit of the Corporation to fund the Pre-K 4 SA Initiative for an initial eight-year period; and

WHEREAS, the program is self-supported with the 1/8 cent sales tax approved by voters in 2012 and does not receive any revenue from the City's General Fund; and

WHEREAS, Pre-K 4 SA is governed by an eleven-member Board of Directors appointed by City Council; and

WHEREAS, the program increases the quality of early learning in San Antonio using a four-pronged approach: education centers, professional learning, family engagement, and competitive grants; and

WHEREAS, each year, 2,000 children are served directly at the four education centers and the program additionally supports more than 56,000 children through professional learning and competitive grants; and

WHEREAS, the program's business model is to partner with independent school districts to leverage state funding for Pre-K; and

WHEREAS, under terms of the memorandum of understanding (MOU) between Pre-K 4 SA and partner school districts, eligible children who are enrolled at a Pre-K 4 SA Education Center are dually enrolled in their school district; and

WHEREAS, in exchange for providing full-day prekindergarten services, Pre-K 4 SA receives the majority of the state funding from the districts; and

WHEREAS, independent evaluations demonstrate that San Antonio's investment in quality early learning has had a positive effect even beyond children enrolled in the four Education Centers; and

WHEREAS, Pre-K 4 SA closes the gap in kinder readiness and has lasting effects including better attendance, decreased need for special education services, and better 3rd grade math and reading scores; and

WHEREAS, a recent cost-benefit study by researchers from Westat, University of Pennsylvania, and Teacher's College at Columbia University calculated that after subtracting the costs of the program, Pre-K 4 SA will have returned over \$59 million in benefits to the San Antonio community in its first eight years; and

WHEREAS, HB3, which passed in the 2019 legislative session, provides additional funding to incentivize school districts to offer full-day Pre-K to eligible children; and

WHEREAS, however, HB3 does not expand the number of children eligible for public Pre-K and does not require districts to meet quality standards identified by the National Institute for Early Education Research; and

WHEREAS, even after the passage of HB3, 40% of San Antonio's 25,000 four-year-olds are not eligible for public Pre-K; and

WHEREAS, of those families who are not eligible, between 3,000 and 5,000 of those families are unable to afford high quality Pre-K in the private sector; and

WHEREAS, in preparation for possible reauthorization, Pre-K 4 SA developed and presented its value proposition to City Council on January 16, 2020; and

WHEREAS, the value proposition accounted for implementation of HB3 and consisted of the following elements:

- Continue to serve San Antonio's children and families with the greatest educational need at four best-in-class demonstration sites
- Over an 8-year period, create 3,000+ additional free seats annually for children from middle-class families (household incomes between \$45K-\$65K)
- Offer free Professional Learning to strengthen San Antonio's early learning teaching corps
- Support and strengthen families as advocates for their children and increase access to the workforce and higher education through Family Engagement
- Award grants to support quality early learning infrastructure across the city

WHEREAS, consistent with the Corporation's Bylaws, the Board of Directors adopted its FY 2021 Annual Operating Budget for the Pre-K 4 SA program; and

WHEREAS, the Corporation's Annual Budget is required to be approved by City Council prior to the start of the new program year on July 1; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Council for the City of San Antonio hereby approves the Pre-K 4 SA FY 2021 annual operating budget in the amount of \$42,012,182, as adopted by the Pre-K 4 SA Board of Directors on May 19, 2020, for the fiscal year beginning July 1, 2020 and ending on June 30, 2021. A copy of the proposed budget is attached hereto and incorporated herein for all purposes as **Attachment I**.

SECTION 2. The personnel complement set out within **Attachment II** is hereby authorized and approved.

SECTION 3. City staff is hereby authorized to take those necessary actions to implement the budget attached hereto and approved by City Council.

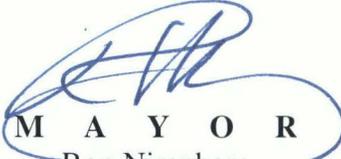
SECTION 4. The Budget Director is authorized to make budget adjustments to the Pre-K 4 SA FY 2020 budget necessary to reflect internal services and indirect cost assessments originally authorized in the City's FY 2020 adopted budget.

SECTION 5. The FY 2021 Annual Budget reflects 12 months of funding, and is contingent on the November election to re-authorize the 1/8 cent sales tax. If the sales tax is not reauthorized, the Board will return to Council with a revised 9-month budget.

SECTION 6. The financial allocations in this Ordinance are subject to approval by the Deputy Chief Financial Officer, City of San Antonio. The Deputy Chief Financial Officer may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific Cost Centers, WBS Elements, Internal Orders, General Ledger Accounts, and Fund Numbers as necessary to carry out the purpose of this Ordinance.

SECTION 7. This ordinance is effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage.

PASSED AND APPROVED this 4th day of June, 2020.


M A Y O R
Ron Nirenberg

ATTEST:


Tina Flores, Acting City Clerk

APPROVED AS TO FORM:

for 
Andrew Segovia, City Attorney



City of San Antonio

City Council

June 04, 2020

Item: 8

File Number: 20-3184

Enactment Number:

2020-06-04-0347

Ordinance approving the Fiscal Year 2021 Annual Operating Budget in the amount of \$42,012,182 for the "Pre-K 4 SA" program, as adopted by the San Antonio Early Childhood Education Municipal Development Corporation. [Carlos Contreras, Assistant City Manager; Sarah Baray, Ph.D., CEO, Pre-K 4 SA]

Councilmember Rebecca Viagran made a motion to approve. Councilmember John Courage seconded the motion. The motion passed by the following vote:

Aye: 10 Nirenberg, Treviño, Andrews-Sullivan, Viagran, Rocha Garcia,
Gonzales, Cabello Havrda, Sandoval, Pelaez and Courage

Nay: 1 Perry

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ATTACHMENT I

**SPECIAL REVENUE FUND
PRE-K 4 SA
SUMMARY OF ADOPTED BUDGET**

Description:

In November 2012, voters approved a 1/8 cent sales tax to fund the Pre-K 4 SA initiative to provide high quality pre-k for four year olds throughout San Antonio. The Fiscal Year for Pre-K 4 SA runs from July 1 through June 30.

	ACTUAL FY 2019	BUDGET FY 2020	ESTIMATED FY 2020	BUDGET FY 2021
AVAILABLE FUNDS				
Beginning Balance	\$ 8,740,134	\$ 5,767,795	\$ 7,125,688	\$ 3,963,852
<u>REVENUES</u>				
Sales Tax	\$ 37,411,238	\$ 38,034,844	\$ 35,748,177	\$ 31,530,322
State/Local Match	4,239,964	4,296,600	3,300,505	4,309,248
USDA (Food)	1,403,659	1,499,123	828,495	1,482,021
Sliding Scale Tuition	746,939	721,875	724,167	726,329
Interest/Misc Revenue	335,900	51,630	313,469	11,745
<i>Total Revenues & Transfers</i>	<u>\$ 44,137,700</u>	<u>\$ 44,604,072</u>	<u>\$ 40,914,813</u>	<u>\$ 38,059,665</u>
TOTAL AVAILABLE FUNDS	<u>\$ 52,877,834</u>	<u>\$ 50,371,867</u>	<u>\$ 48,040,501</u>	<u>\$ 42,023,517</u>
<u>APPROPRIATIONS</u>				
<u>Operating Expenses</u>				
Pre-K 4 SA Education Centers	\$ 24,748,232	\$ 26,253,150	\$ 24,896,966	\$ 24,856,646
Transportation Services	776,675	815,335	566,745	500,000
Facilities Leases & Maintenance	6,205,008	6,562,980	6,465,483	6,820,408
Competitive Grants	3,918,503	4,769,741	3,628,936	3,260,406
Professional Learning	1,897,231	2,031,961	1,545,003	1,232,214
Program Assessment	307,035	312,136	312,136	200,000
Enrollment/Attendance Services	548,078	769,446	551,088	566,921
Public Relations/Marketing	860,795	828,602	998,320	732,583
Sales Tax Collection Fee	741,936	760,697	714,964	630,606
Administration	1,500,071	1,686,199	1,569,487	1,445,947
Municipal Elections	0	0	0	900,000
<i>Subtotal Operating</i>	<u>\$ 41,503,564</u>	<u>\$ 44,790,247</u>	<u>\$ 41,249,128</u>	<u>\$ 41,145,731</u>
<u>Transfers To</u>				
General Fund-Indirect Cost	866,450	866,451	866,450	866,451
Transfers to Debt Service	3,382,132	1,990,550	1,961,071	0
<i>Subtotal Transfers</i>	<u>\$ 4,248,582</u>	<u>\$ 2,857,001</u>	<u>\$ 2,827,521</u>	<u>\$ 866,451</u>
TOTAL APPROPRIATIONS	<u>\$ 45,752,146</u>	<u>\$ 47,647,248</u>	<u>\$ 44,076,649</u>	<u>\$ 42,012,182</u>
GROSS ENDING BALANCE	<u>\$ 7,125,688</u>	<u>\$ 2,724,619</u>	<u>\$ 3,963,852</u>	<u>\$ 11,335</u>

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ATTACHMENT II

Pre-K 4 SA FY 2021 Personnel Complement

Pre-K Education Centers

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Director	4	4	0
Assistant Director	4	4	0
Master Teacher	58	58	0
Teacher	46	46	0
Assistant Teacher	101	101	0
Teacher Aide (Full Time)	65	65	0
Teacher Aide (Part Time)	31	31	0
Extended Day Manager	4	4	0
School Nurse	4	4	0
Administrative Assistant I	4	4	0
Administrative Associate	4	4	0
Nutritional Services Supervisor	4	4	0
Nutritional Services Assistant	4	4	0
Total Pre K Centers	333	333	0

Facilities Maintenance

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Special Projects Manager	2	2	0
Management Analyst	1	1	0
Building Maintenance Supervisor	1	1	0
Building Maintenance Worker	2	2	0
Custodial Services Supervisor	1	1	0
Crew Leader II	4	4	0
Building Maintenance Custodian	21	21	0
	32	32	0

Professional Learning and Program Innovation

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Director	1	1	0
Assistant Director	1	1	0
Professional Development Coach	12	12	0
Administrative Assistant II	1	1	0
	15	15	0

Curriculum & Instruction

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Assistant Director	1	1	0
Behavioral Specialist	1	1	0
Instructional Specialist	8	8	0
	10	10	0

Family Engagement & Outreach

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Family Program Coordinator	1	1	0
Special Projects Manager	1	1	0
Family Specialist	1	1	0
Parent Liaison	4	4	0
	7	7	0

Social Emotional Learning

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Licensed Specialist in School Psychology	1	1	0
Behavioral Specialist	4	4	0

Pre-K 4 SA FY 2021 Personnel Complement

5	5	0
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Public Relations/Marketing

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Graphics Designer	1	1	0
Sr. Management Analyst	1	1	0
Design Communications Coordinator	1	1	0
	<u>3</u>	<u>3</u>	<u>0</u>

Competitive Grants

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Special Projects Manager	1	1	0
Sr. Management Analyst	1	1	0
Management Analyst	1	1	0
Professional Development Coach	2	2	0
	<u>5</u>	<u>5</u>	<u>0</u>

Enrollment

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Special Projects Manager	1	1	0
Management Analyst	1	1	0
Administrative Assistant I	4	4	0
	<u>6</u>	<u>6</u>	<u>0</u>

Administration

Position Title	FY 2020 Current	FY 2021 Adopted	Net Change
Chief Executive Officer	1	1	0
Chief Operations Officer	1	1	0
Sr. Executive Secretary	1	1	0
Assistant to the Director	1	1	0
Department Fiscal Administrator	1	1	0
Fiscal Analyst	1	1	0
Senior Accountant	1	1	0
Procurement Specialist II	1	1	0
Time & Attendance Specialist	2	2	0
Employee Relations Business Partner	1	1	0
Lead Employee Relations Bus Partner	1	1	0
Nutrition Site Coordinator	1	1	0
Administrative Assistant I	1	1	0
Administrative Associate	1	1	0

Total	<u>15</u>	<u>15</u>	<u>0</u>
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	FY 2020 Current	FY 2021 Adopted	Net Change
TOTAL POSITIONS	431	431	0