

FY 2011 Preliminary Budget

Red Clay Consolidated

School District

August 18, 2010

Recommendation to the Board of Education

Budget Development Process

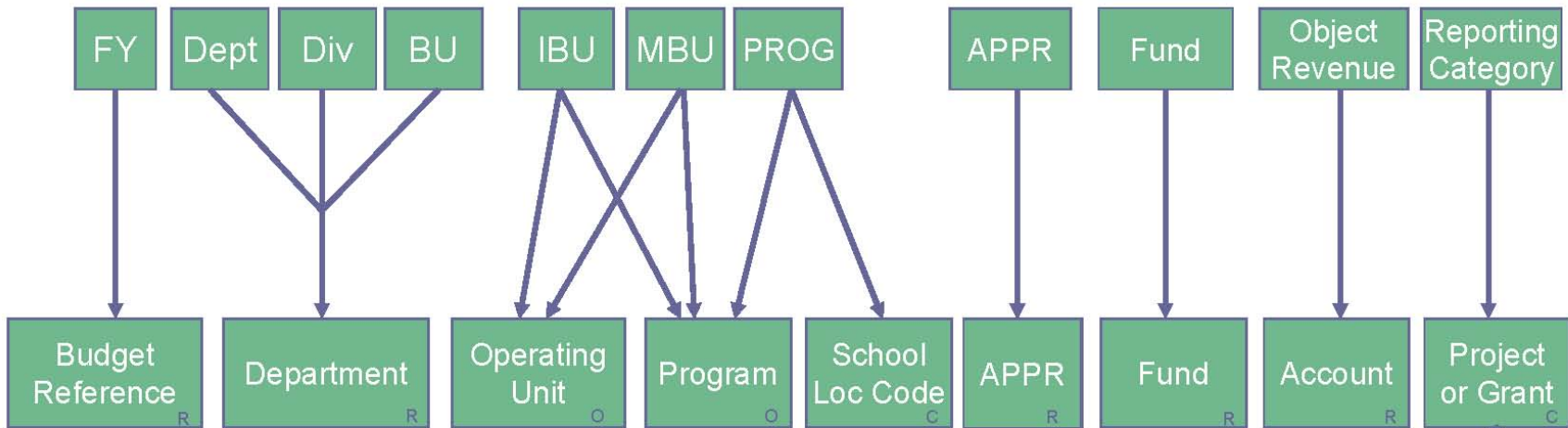
- Review FY10 budget to actual
 - Revenue/Expenditures
 - Referendum Spending and Tracking
 - Federal funds
- Develop assumptions based on information and estimates
 - Final State Budget
 - Stimulus and State Stabilization
 - Needs-Based Funding
 - Strategic plan/operational needs
 - Enrollment
 - Financial System Conversion



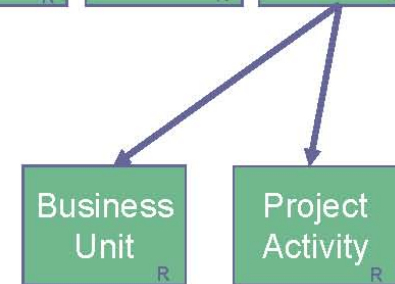
Chart of Accounts



DFMS



PeopleSoft



FY10 Budget vs. Actual highlights

	FY2010 Final Budget	FY2010 Actual	Difference
<u>Local Revenues</u>			
Total Local Funds Available	\$74,389,691	\$75,924,568	\$1,534,877
Total Stimulus - State Stabilization	6,645,308	6,645,308	0
TOTAL CURRENT YEAR REVENUE	162,434,559	163,434,420	999,861
Revenue Available with Local Carry-Forward	174,304,807	175,304,668	999,861
<u>Expenditures:</u>			
<u>Total Expenditures - Division 32</u>	160,365,896	154,378,329	(5,987,567)
Carry-Forward Balance (*all funds)	13,938,911	20,926,339	6,987,428

Carry forward balance local funds \$19,739,552

FY10 Referendum Expenditures

Referendum Initiatives (Year 2)					
Expenditures and Encumbrances through June 30, 2010					
Program	Budgeted Amount	Expenditures	Encumbrances	Balance	% Expended & Encumbered
Full Day K - Salaries	1,137,010.00	1,137,010.00	-	-	100.00%
Restore Instructional Budgets	813,071.00	813,071.00	-	-	100.00%
Operating Cost Increases	1,319,285.00	1,319,285.00	-	-	100.00%
High School Clubs	128,325.00	128,325.00	-	-	100.00%
Middle School Clubs/Athletics	271,348.00	271,348.00	-	-	100.00%
Elementary Clubs	19,962.00	19,962.00	-	-	100.00%
After School/Athletic Transporta	154,500.00	154,500.00	-	-	100.00%
Performing Arts	26,250.00	26,250.00	-	-	100.00%
Textbook	550,000.00	550,000.00	-	-	100.00%
Library	200,000.00	154,323.87	40,960.12	4,716.01	97.64%
Athletics	175,000.00	175,000.00	-	-	100.00%
Technology	500,000.00	421,769.69	75,854.00	2,376.31	99.52%
Security	200,000.00	164,390.63	1,420.00	34,189.37	82.91%
TOTAL	5,494,751.00	5,335,235.19	118,234.12	41,281.69	99.25%

FY11 looking forward...Referendum Initiatives

Initiative	Amount Percent of Value in			Percent Value in			Amount Year 3	Percent of Total	Value in cents
	Year 1	Total	cents	Amount Year 2	of Total	cents			
Full Day K - salaries	\$1,052,787	23.5%	2.08	\$1,137,010	20.7%	\$2.23	\$1,227,971	16.4%	\$2.40
Full Day K - start up expenses	\$725,000	16.2%	1.43	\$0	0.0%	\$0.00		0.0%	\$0.00
Restore instructional budgets	\$774,353	17.3%	1.53	\$813,071	14.8%	\$1.60	\$853,724	11.4%	\$1.67
Operating Cost Increases	\$447,872	10.0%	0.88	\$1,319,285	24.0%	\$2.59	\$2,459,884	32.8%	\$4.80
Restore EPER			0.00		0.0%	\$0.00		0.0%	\$0.00
High School	\$124,588	2.8%	0.25	\$128,325	2.3%	\$0.25	\$132,175	1.8%	\$0.26
Middle School clubs	\$51,681	1.2%	0.10	\$53,231	1.0%	\$0.10	\$54,828	0.7%	\$0.11
Middle school athletics	\$211,764	4.7%	0.42	\$218,117	4.0%	\$0.43	\$224,660	3.0%	\$0.44
Elementary clubs	\$19,380	0.4%	0.04	\$19,962	0.4%	\$0.04	\$20,560	0.3%	\$0.04
athletic/after school transpo	\$150,000	3.3%	0.30	\$154,500	2.8%	\$0.30	\$159,135	2.1%	\$0.31
Performing Arts	\$25,000	0.6%	0.05	\$26,250	0.5%	\$0.05	\$27,563	0.4%	\$0.05
Textbook	\$250,000	5.6%	0.49	\$550,000	10.0%	\$1.08	\$950,000	12.7%	\$1.85
Library books	\$150,000	3.3%	0.30	\$200,000	3.6%	\$0.39	\$300,000	4.0%	\$0.59
Athletics	\$150,000	3.3%	0.30	\$175,000	3.2%	\$0.34	\$180,250	2.4%	\$0.35
Technology	\$250,000	5.6%	0.49	\$500,000	9.1%	\$0.98	\$700,000	9.3%	\$1.37
Security	\$100,000	2.2%	0.20	\$200,000	3.6%	\$0.39	\$206,000	2.7%	\$0.40
TOTAL	\$4,482,425	100%	8.84	\$5,494,751	100%	10.78	\$7,496,750	100%	14.64

*additional expense per year

FY 2011 Tax Rates

Tax Category	2009-2010 Rates	2010-2011 Rates	Difference	Dollar Value
Current Expense	\$1.176	\$1.226	\$0.050	\$60,627,133
Tuition	\$0.317	\$0.297	(\$0.020)	\$14,816,700
Debt Service	\$0.151	\$0.141	(\$0.010)	\$7,034,191
Minor Cap.	\$0.030	\$0.023	(\$0.008)	\$1,465,898
TOTAL	\$1.674	\$1.687	\$0.013	\$83,943,922

Includes both residential and non-residential properties.

Assumes 97.5% collection rate

Per \$100 of assessed value

FY 2011 Operating Budget Summary

	FY2010 Final Budget	FY2011 Preliminary Budget	Difference FY2010 vs FY2011 budget	Percent Increase
Total Local Revenues	62,519,443	65,376,843	2,857,399	4.57%
Opening Balance - 8000	11,870,248	19,739,552	7,869,304	
Total Local Funds Available	\$74,389,691	\$85,116,395	\$10,726,703	14.42%
Total State Revenue	93,269,808	94,431,481	1,161,673	1.25%
Total Stimulus - State Stabilization	6,645,308	4,264,531	(2,380,777)	-35.83%
TOTAL CURRENT YEAR REVENUE	162,434,559	164,072,855	\$1,638,296	1.01%
Revenue Available with Local Carry-Forward	174,304,807	183,812,407	\$9,507,600	5.45%
Total Expenditures - Division 32	160,365,896	163,138,772	2,772,876	1.73%
Current Year Revenues/Expenses	2,068,663	934,082	(1,134,581)	-54.85%
Carry-Forward Balance (*all funds)	13,938,911	20,673,634	6,734,723	48.32%

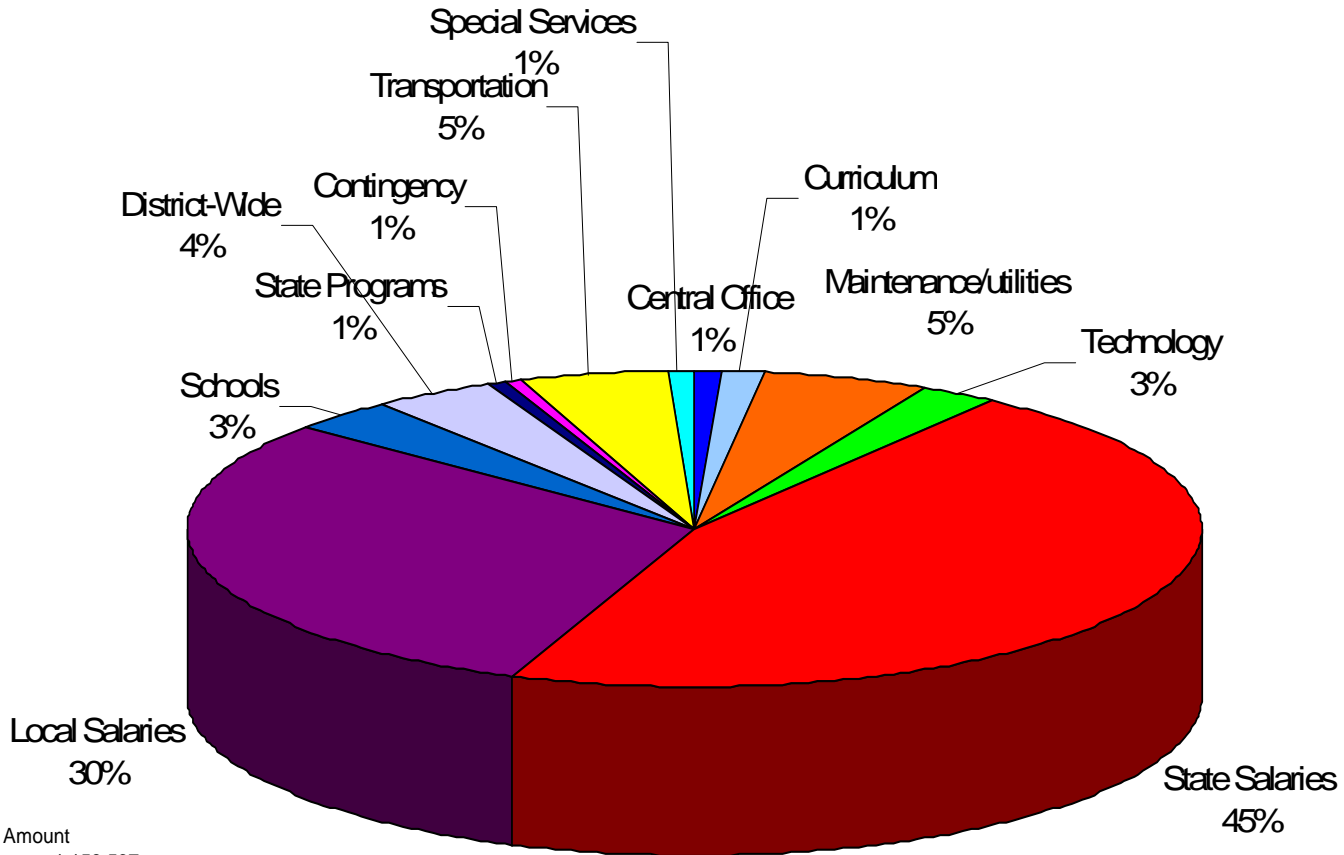
FY2011 Preliminary Budget - Revenues

	FY2010 Final Budget	FY2011 Preliminary Budget	Difference FY2010 vs FY2011 budget	Percent Increase
<u>Local Revenues</u>				
Current Expense Tax Receipts	54,918,928	58,518,724	3,599,796	6.55%
Receivable from Tuition Funds	587,114	0	(587,114)	-100.00%
Interest	903,267	580,139	(323,128)	-35.77%
MCI Technology Match Tax Receipts	620,300	624,238	3,938	0.63%
Choice Income (net of payments)	1,960,997	2,035,063	74,066	3.78%
Income from Fees	250,000	200,000	(50,000)	-20.00%
Summer School	70,428	75,000	4,572	6.49%
Senior Tax Rebate	2,108,409	2,108,409	0	0.00%
Indirect Costs	1,100,000	1,235,270	135,270	12.30%
Total Local Revenues	62,519,443	65,376,843	2,857,399	4.57%
Opening Balance - 8000	11,870,248	19,739,552	7,869,304	
Total Local Funds Available	\$74,389,691	\$85,116,395	\$10,726,703	14.42%
<u>State Revenues:</u>				
Division I	72,893,354	74,781,378	1,888,024	2.59%
Division II (includes Vocation Div II)	5,552,971	5,535,462	(17,509)	-0.32%
Division III	6,119,252	5,678,374	(440,878)	-7.20%
Tax Relief^	0	0	0	0.00%
Additional Programs:	8,704,231	8,436,267	(267,964)	-3.08%
Total State Revenue	93,269,808	94,431,481	1,161,673	1.25%
<u>Federal Stimulus - State Stabilization Funds</u>				
Total Stimulus - State Stabilization	6,645,308	4,264,531	(2,380,777)	-35.83%
TOTAL CURRENT YEAR REVENUE	162,434,559	164,072,855	\$1,638,296	1.01%

FY11 Preliminary Budget Expenditures

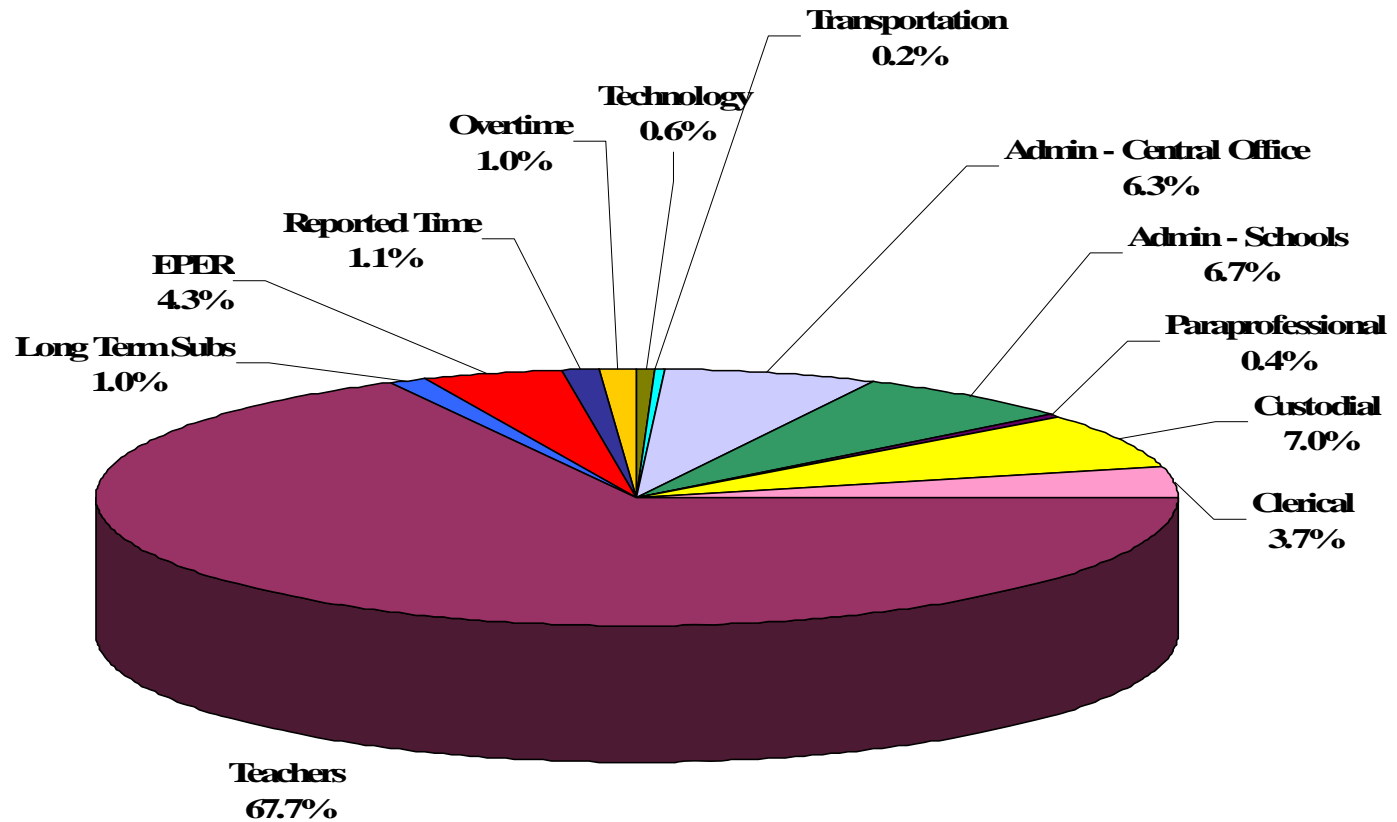
- Operating Units
- Referendum Initiatives
 - Technology refreshment
 - Library
 - Security
- Salaries and Benefits
 - State
 - Local
- State Stabilization/Federal Funds
- Needs-based funding
- Carry-Over Budgets/Conversion
- Lease/District Office
- State Assessment

Breakdown of Expenditures



Type	Amount
Central Office	1,158,537
Curriculum	2,399,945
Maintenance/utiliti	8,564,707
Technology	4,239,432
State Salaries	74,951,798
Local Salaries	49,041,996
Schools	5,642,534
District-Wide	6,378,593
State Programs	855,963
Contingency	851,164
Transportation	7,650,312
Special Services	1,448,791
Grand Total	163,183,772

FY 2011 Salary Budget by Classification - Div. 32



Technology	Transportation	Admin - Central Office	Admin - Schools
Paraprofessional	Custodial	Clerical	Teachers
Long Term Subs	EPER	Reported Time	Overtime

FY 2011 Federal Budget

CATEGORY	<u>FFY10</u>	<u>FFY11</u>	Difference
Title I:	5,010,723	4,960,378	(50,345)
Title II: Teacher Quality and Technology	1,904,614	1,834,019	(70,595)
Title III: Bilingual	266,985	256,656	(10,329)
Title IV: Drug Free Schools	143,488	-	(143,488)
Title V: Innovative Education	-	-	-
Others:			
IDEA 6-21:	3,837,864	3,792,446	(45,418)
Vocational Education (Perkins)	336,085	318,109	(17,976)
IDEA PreSchool	387,783	384,186	(3,597)
Subtotal	11,887,542	11,545,794	(341,748)
ARRA Stimulus			-
Title I	4,114,299		4,114,299
IDEA Pre-School	446,766		446,766
IDEA 6-21	3,906,087		3,906,087
1003(g)	180,000		180,000
Subtotal	8,647,152		8,647,152
Race to the Top		1,973,299	1,973,299
TOTAL	20,534,694	13,519,093	9,636,817

FY 2011 Nutrition Services

REVENUE

Carryover Balance	\$1,628,257
State Support	\$1,452,023
Federal Support	\$3,841,763
FFVP	\$215,255
Sales and Other Revenue	\$2,217,526
Total Estimated Revenue	\$9,354,824
less carryover	\$7,726,567

EXPENDITURES

Salaries	\$3,456,963
Food and Other	\$3,978,938
Equipment	\$250,000
Total Estimated Expenditures	\$7,685,901

Annual Surplus/Deficit	\$40,666
Remaining Balance	\$1,668,923

FY 2011 Tuition Budget Summary

	FY10 Final Budget	FY11 Preliminary Budget	Difference Final vs. Prelim
Revenue			
Opening Balance -Tuition Funds	1,162,170	1,872,893	710,723
Tuition Tax	15,714,685	14,816,700	(897,985)
Tuition billing	548,109	669,184	121,075
State Revenue (1st State, Unique Alt)	764,500	597,358	(167,142)
Federal Stimulus - State Stabilization LEP	423,023	423,023	0
Total Tuition Revenue	18,612,487	18,379,158	(233,329)
Expenditures			
Payable from FY07 - loan repayment	587,114	0	(587,114)
Tuition Payments to Other Agencies	2,645,321	2,293,579	(351,742)
*Unique Alternatives/Private Placement	1,037,122	762,206	(274,916)
Consortium	302,975	314,175	11,200
Meadowood Program	5,396,625	4,800,000	(596,625)
Intensive Learning Centers	4,940,000	4,840,000	(100,000)
*ELL/LEP	2,164,870	1,823,023	(341,847)
*First State School	928,119	729,000	(199,119)
Tuition Contingency	471,441	444,501	(26,940)
Total Expenditures	18,473,586	16,006,484	(2,467,102)
			0
Ending Balance - FY 2011	138,901	2,372,674	2,233,774
Remaining Payable to 32	0	0	0

*includes state funding allocations

FY 2011 Debt Service

Debt Service Tax Rate Requirements:	FY 2011
Revenue From Debt Service Tax:	\$7,034,191
Balance Available July 1, 2010:	\$3,987,470
CSW Rent	\$234,166
Interest Income	\$59,118
Available Funds	\$11,314,945
Estimated Debt Service amount	
including first four months of FY2011	\$11,250,743
Balance at Year End of October 2011	\$64,202
Tax Rate:	14.1 cents per \$100 of assessed value

FY 2011 Match Tax

Revenue From Match Tax:	\$1,122,477
Balance Available July 1, 2010:	\$343,421
TOTAL AVAILABLE FUNDS	\$1,465,898
Expenditures:	
Minor Capital Improvement	\$558,178
State Technology Maintenance	\$624,238
Asbestos Contingency	\$50,000
Minner Resource Teachers (Reading/Math)	\$118,977
TOTAL EXPENDITURES	\$1,351,393
Projected Balance 6/30/11	\$114,505

Total FY2011 Budgeted Expenditures

<u>Source</u>	<u>Total Budgeted Expenditures</u>
State/local Operating	\$163,183,772
Match Tax	\$1,351,393
Debt Service	\$11,250,743
Tuition	\$16,006,484
Federal Programs	\$13,519,093
Nutrition	\$7,685,901
Total	<u>\$212,997,386</u>

- Questions
- Next Steps
 - August 31 Financial Position Report
 - September 15, 2010 Board of Education meeting
 - September 30 Count
 - Monthly Community Financial Review Committee
 - Final Budget Presented November, 2010