

FY 2012 Preliminary Budget

Red Clay Consolidated

School District

August 17, 2011

Recommendation to the Board of Education

Budget Development Process

- Review FY11 budget to actual
 - Ending balance \$23.8M
- Develop assumptions based on information and estimates
 - Final State Budget
 - State budget eliminated \$5.3M; Tax Relief, Flexibility Block Grant, 10% Transportation cut
 - 1.5% Pension Increase
 - 27th pay
 - Federal Funds/State Fiscal Stabilization
 - All expire 9/30/11
 - Needs-Based Funding fully implemented in FY12
 - Funding priorities
 - Strategic plan/operational needs
 - Enrollment
 - Financial System Conversion
 - Carry Over allowances

FY11 Budget vs. Actual highlights

Revenues: 102.4% of Projected Revenues

-State revenues \$3.8M higher due to increase in units
and Divisions I, II and III funding (needs-based pilot)

Expenditures: 98% of Projected Expenditures

Carry forward balance \$23,817,643

FY 2012 Tax Rates

Tax Category	2011-2012 Rates	2010-2011 Rates	Difference	Local Tax Rate Dollar Value
Current Expense	\$1.226	\$1.226	\$0.000	\$60,779,338
Tuition	\$0.272	\$0.297	(\$0.025)	\$13,675,891
Debt Service	\$0.141	\$0.141	\$0.000	\$7,089,341
Minor Cap.	\$0.023	\$0.023	\$0.000	\$1,476,293
TOTAL	\$1.662	\$1.687	(\$0.025)	\$83,020,864
<i>Includes both residential and non-residential properties.</i>				
<i>Assumes 98% collection rate</i>				
<i>Per \$100 of assessed value</i>				

FY 2012 Operating Budget Summary

	FY2011 Final Budget	FY2012 Preliminary Budget	FY2012 Prelim vs. FY 2011 Final Budget
Total Local Revenues	60,293,824	60,018,896	(274,928)
Opening Balance - 8000	19,739,552	23,817,643	4,078,091
Total Local Funds Available	\$80,033,376	\$83,836,539	\$3,803,163
Total State Revenue	94,920,395	101,079,443	6,159,048
Total Stimulus - State Stabilization	4,346,217	3,439,514	(906,703)
TOTAL CURRENT YEAR REVENUE	159,560,436	164,537,853	4,977,417
Revenue Available with Local Carry-Forward	\$179,299,988	\$188,355,496	9,055,508
Total Expenditures - Division 32	\$158,478,698	\$166,660,481	\$8,181,783
Current Year Revenues/Expenses	1,081,738	(2,122,627)	(3,204,366)
Carry-Forward Balance (local funds)	\$23,085,821	\$21,695,016	(\$1,390,805)

FY2012 Preliminary Budget - Revenues

- Local
 - Current Expense Tax Receipts (\$266,287)
 - Interest (\$211,556)
 - FY11 State Choice payment \$135,416 in FY12
 - Indirect (\$526,691)
 - Charter school payments (\$212,205) FY11 payment in FY12
 - Opening balance \$23,817,643; Total local revenues \$83,836,539
- State
 - Division I \$5,421,078
 - Division II \$397,474
 - Division III \$822,283
 - Transportation (\$586,955)
 - State cuts appear as federal SFSF; removed from budget in 2011
 - Anticipates cashing in 2 academic excellence units
 - Total State Revenues \$101,079,443

FY12 Preliminary Budget Expenditures

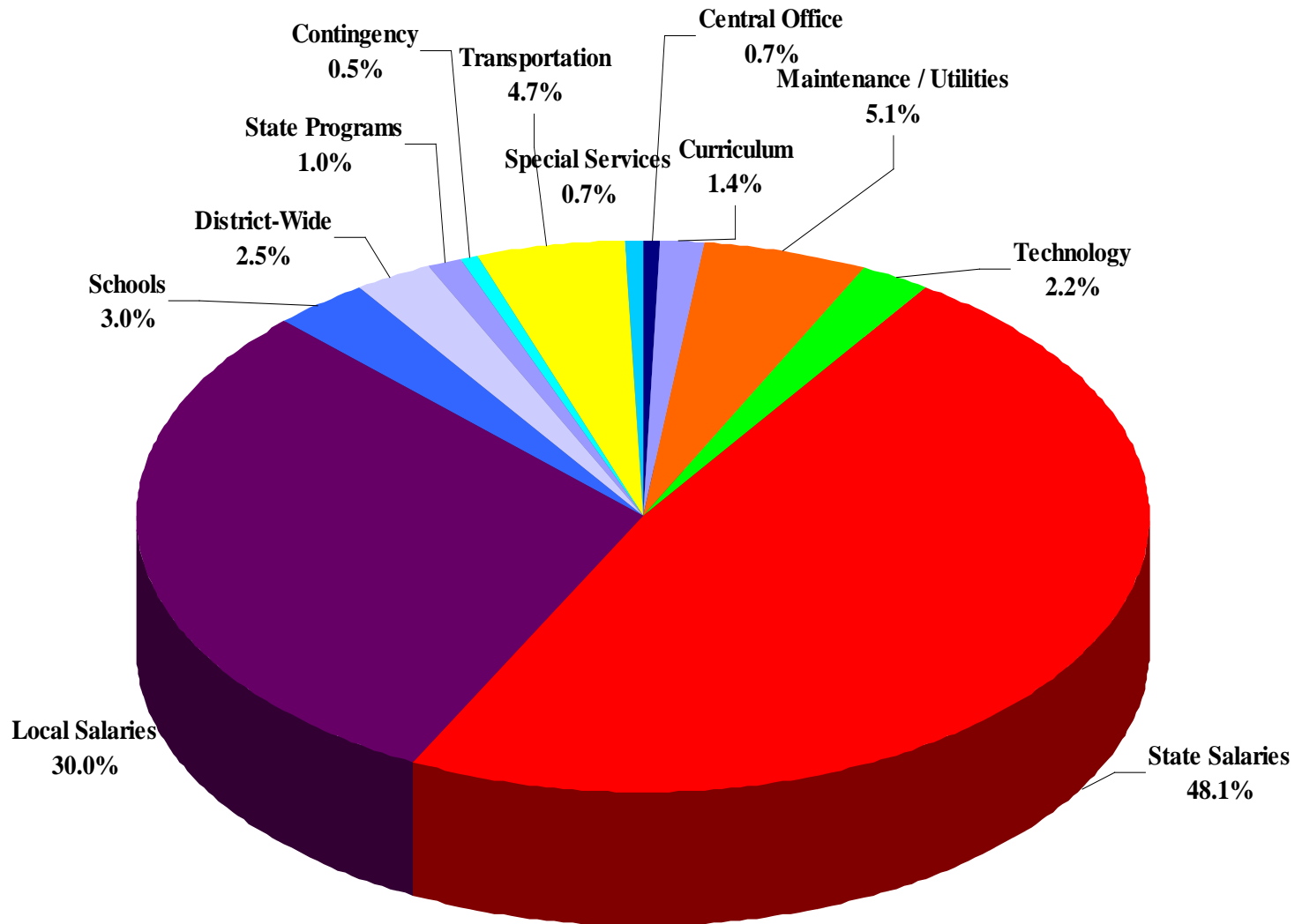
Referendum Initiatives

- Curriculum and Instruction \$250,055
- Technology refreshment \$400,000
- Continued base budget support Library, Performing Arts, Security, School and program budgets
- Operational cost increases: Technology, Special Services, Maintenance
- Salaries and Benefits
 - State Division I \$5,421,078 vs. budget \$3,010,542 vs. actual
 - 27th Pay
 - Pension Increase
 - Steps and Lanes
 - Needs based funding support
 - Local \$2,322,503
- Alternative Education - \$500,000 Alternative Education middle school contract

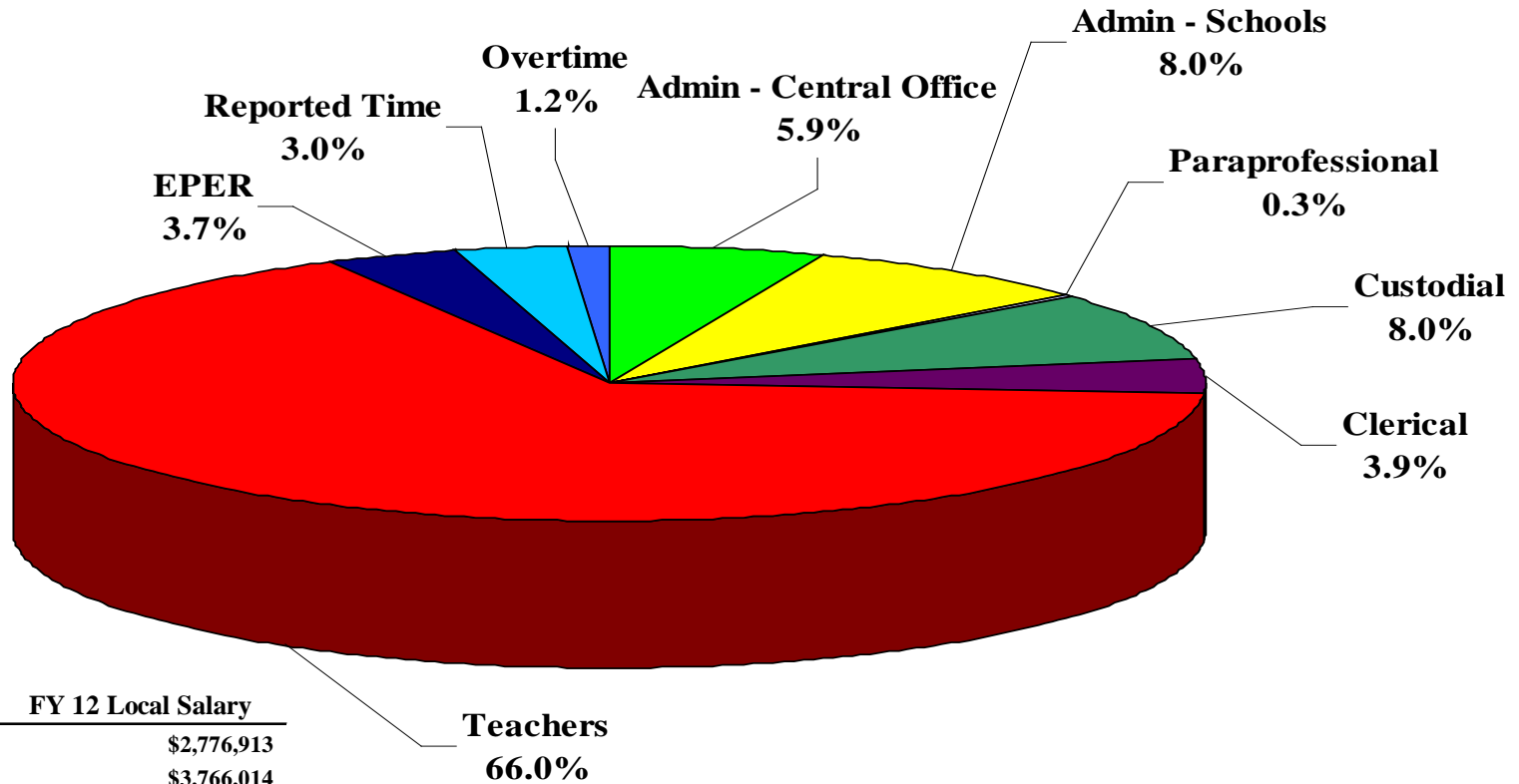
FY12 Preliminary Budget Expenditures

- Adult Ed (\$62,836) estimated reduction in state grant
- State Stabilization/Federal Funds (\$1,451,731)
- Research and Assessment \$150,525 moved from RTTT
- Student Services – \$357,800 moved from State Fiscal Stabilization
- Security/School Supervision \$275,000 SRO's moved from SFSF
- Maintenance – \$39,000 additional Lease for trailers at Linden Hill
- Operations/Utilities (\$306,490)
- Transportation net \$400,483 and (\$304,700)
- Lease/District Office (\$182,291)
- One-time District Improvements net (\$143,783) Lindel Hill trailer installation

FY12 Preliminary Budget - Breakdown of Expenditures



FY 2012 Salary Budget by Classification - Div. 32



Classification	FY 12 Local Salary
Admin - Central Office	\$2,776,913
Admin - Schools	\$3,766,014
Paraprofessional	\$160,899
Custodial	\$3,782,346
Clerical	\$1,844,553
Teachers	\$31,115,426
EPER	\$1,741,895
Reported Time	\$1,431,185
Overtime	\$548,047
Total	\$47,167,279

FY 2012 Federal Budget

CATEGORY		FFY10	FFY11	FFY12	Difference
Title I:		5,010,723	4,960,378	4,911,522	(48,856)
Title II: Teacher Quality and Technology		1,904,614	1,834,019	1,561,374	(272,645)
Title III: Bilingual		266,985	256,656	205,954	(50,702)
Title IV: Drug Free Schools		143,488	-	-	-
Title V: Innovative Education		-	-	-	-
Others:					-
	IDEA 6-21:	3,837,864	3,792,446	3,712,123	(80,323)
	Vocational Education (Perkins)	336,085	318,109	385,145	67,036
	IDEA PreSchool	387,783	384,186	367,577	(16,609)
	Subtotal	11,887,542	11,545,794	11,143,695	(402,099)
ARRA Stimulus					-
	Title I	4,114,299			-
	IDEA Pre-School	446,766			-
	IDEA 6-21	3,906,087			-
	1003(g)	180,000			-
	Subtotal	8,647,152			-
					-
Race to the Top	(total 3 year allocation \$7,893,194)		2,214,500	2,348,699	134,199
EdJobs (2 year allocation)			3,250,055	-	(3,250,055)
TOTAL		20,534,694	17,010,349	13,492,394	(3,517,955)

FY 2012 Nutrition Services

REVENUE

Carryover Balance	\$2,253,854.89
State Support	\$1,596,000.00
Federal Support	\$4,253,230.00
FFVP Federal Support	\$236,250.00
Sales and Other Revenue	\$2,280,000.00
Total Estimated Revenue	\$10,619,334.89
	-\$2,253,854.89
	\$8,365,480.00

EXPENDITURES

Salaries & Benefits	\$3,615,000.00
Food and Other	\$4,047,500.00
Equipment / Computers	\$350,000.00
Total Estimated Expenditures	\$8,012,500.00

\$352,980.00

FY 2012 Tuition Budget Summary

	FY11 Final Budget	FY12 Preliminary Budget	Difference FY11 vs. FY12
Revenue			
Opening Balance -Tuition Funds	1,872,893	1,822,796	(50,097)
Tuition Tax	14,816,700	13,675,891	(1,140,809)
Tuition billing	669,184	582,037	(87,147)
State Revenue (1st State, Unique Alt)	617,358	609,638	(7,720)
Stabilization - State LEP	423,023	-	(423,023)
Total Tuition Revenue	18,399,158	16,690,362	(1,708,796)
Expenditures			
Tuition Payments to Other Agencies	2,408,258	2,574,853	166,595
*Unique Alternatives/Private Placement	762,206	786,846	24,640
Consortium	314,175	343,222	29,047
Meadowood Program	4,800,000	2,900,000	(1,900,000)
Intensive Learning Centers	4,840,000	3,640,000	(1,200,000)
*ELL/LEP	1,823,023	1,700,000	(123,023)
**First State School	729,000	679,500	(49,500)
Needs-Based Local Unit Funding	-	1,250,000	1,250,000
Tuition Contingency	444,501	410,277	(34,224)
Total Expenditures	16,121,163	14,284,697	(1,836,466)
Ending Balance - FY 2012	2,277,995	2,405,665	127,670

FY 2012 Debt Service

Debt Service Tax Rate Requirements:	FY 2012
Revenue From Debt Service Tax:	\$7,089,341
Balance Available July 1, 2011:	\$3,562,142
CSW Rent	\$238,849
Interest Income	<u>\$59,118</u>
Available Funds	\$10,949,450
Estimated Debt Service amount	
including first four months of FY2013	<u>\$10,947,200</u>
Balance at Year End of October 2013	\$2,250
Tax Rate:	14.1 cents per \$100 of assessed value

FY 2012 Match Tax

Revenue From Match Tax:	\$1,156,417
Balance Available July 1, 2011:	\$319,876
TOTAL AVAILABLE FUNDS	\$1,476,293
Expenditures:	
Minor Capital Improvement	\$769,342
State Technology Maintenance	\$625,922
Asbestos Contingency	\$25,000
TOTAL EXPENDITURES	\$1,420,264
Projected Balance 6/30/12	\$56,029

Total FY2012 Budgeted Expenditures

<u>Source</u>	<u>Total Budgeted Expenditures</u>
State/local Operating	\$166,660,481
Match Tax	\$1,420,264
Debt Service	\$10,947,200
Tuition	\$14,284,697
Federal Programs	\$13,492,394
Nutrition	\$8,012,500
Total	<u>\$214,817,536</u>

- Questions
- Next Steps
 - August 31 Financial Position Report
 - September 21, 2011 Board of Education meeting
 - September 30 Count
 - Monthly Community Financial Review Committee
 - Final Budget Presented December, 2011