



FWCS 2011 Budget

September 13, 2010



WE ARE YOUR SCHOOLS



Budget Adoption Calendar

* Board Meetings

**August 30 and
September 6**

Budget and levy advertised

***September 13**

Public budget presentation

Hearings:

Bus Replacement Fund Plan

Capital Projects Fund Plan

Adoption:

Bus Replacement Fund Plan

Capital Projects Fund Plan

September 14

**Capital Projects Fund Plan adoption
advertised**

***September 27**

Budget hearing

***October 11**

Budget adoption

By Feb. 2011:

**Budget order issued by Dept. of
Local Government Finance**



Board Approval Required

1. 2011 Appropriations (budget) & 2011 Maximum Levy (property tax)
2. Bus Replacement Fund Plan – 12 years
3. Capital Projects Fund Plan – 3 years
 - Closing of budgets for completed projects
4. 2011 Pension Bond tax neutrality
5. 2010 Transfer to General Fund



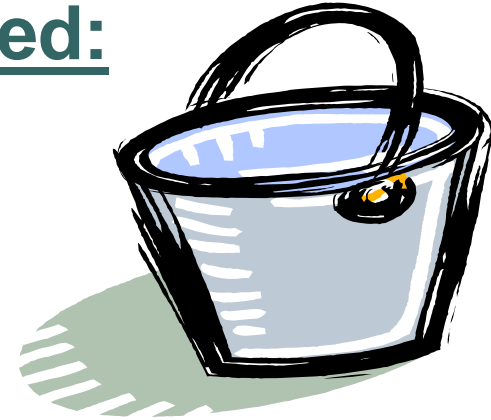
Funds to Approve

○ Property Tax Supported:

- Racial Balance
- Capital Projects
- Transportation
 - Operations
 - Bus Replacement
- Debt Service & Pension Bond
- Museum of Art

○ Other:

- General



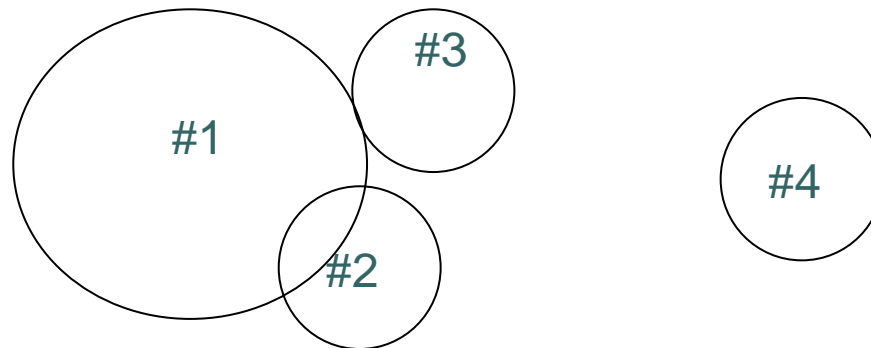


Introduction

- Budget Priorities
 - Board Goals
 - Four Circle Model, State Expenditure Categories
- Budget Process
 - Five-year financial projection of each fund
 - Impact of current economic situation
- Future Outlook
 - Additional reductions likely

Four Circle Model for Budget Priorities

1. In the classroom (Academic Achievement)
2. Touches classroom (Instructional Support)
3. Outside classroom, but touches academics (Overhead and Operational)
4. Outside the classroom (Non-operational)





2008-09 Expenditures by State Category

	<u>All Funds</u>		<u>Without Debt</u>	
	<u>State</u>	<u>FWCS</u>	<u>State</u>	<u>FWCS</u>
1 Academic Achievement	50.0%	61.0%	56.8%	64.1%
2 Instructional Support	7.7%	9.3%	8.8%	9.8%
Subtotal – Instruction	57.8%	70.4%	65.6%	73.9%
3 Overhead & Operational	23.0%	19.7%	26.1%	20.7%
4 Non-Operational	19.2%	10.0%	8.3%	5.5%
	100.0%	100.0%	100.0%	100.0%

Includes budgeted funds and grants.



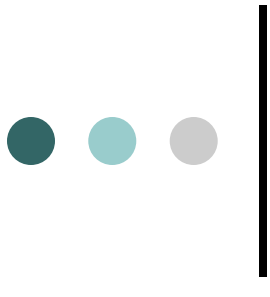
Property Tax Calculation Components

- **Assessed Value**
- **Deductions**
 - Homestead
 - Mortgage
 - 65 or Over Deduction
 - Disabled Veteran's Deduction
- **Property Tax Relief for homesteads**
- **Circuit Breaker**



Assessed Value - FWCS

- **2010 pay 2011 estimated the same as 2009 pay 2010 - \$7 billion**
- Impacts revenue of fix rated funds
 - Capital Projects Fund
 - Racial Balance



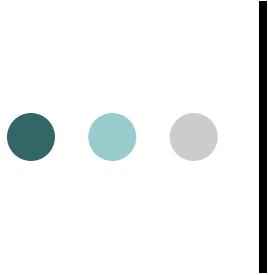
Property Tax Calculation 2010

Example – all units Wayne Township

(before Circuit Breaker)

		<u>Residential</u>	<u>Rental</u>	<u>Business & Other</u>
Gross assessed value		\$100,000	\$100,000	\$100,000
<u>Deductions:</u>				
Homestead standard deduction		(45,000)		
Supplemental homestead deduction (new 2009)		(19,250)		
Mortgage deduction		(3,000)	(3,000)	(3,000)
Net assessed value		32,750	97,000	97,000
Gross tax - All units Wayne Township	\$ 2.9703	973	2,881	2,881
<u>Credits:</u>				
State property tax relief	3.7370%	(36)		
Local property tax relief	9.0390%	(88)		
Tax calculation		\$849	\$2,881	\$2,881

*State property tax relief is zero in 2011



Circuit Breaker Impact 2010

Example – all units Wayne Township

	<u>Residential</u>	<u>Rental</u>	<u>Business & Other</u>
Gross assessed value	\$100,000	\$100,000	\$100,000
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Supplemental homestead deduction (new 2009)	(19,250)		
Mortgage deduction	(3,000)	(3,000)	(3,000)
Net assessed value	32,750	97,000	97,000
Gross tax - All units Wayne Township \$ 2.9703	973	2,881	2,881
Credits:			
State property tax relief 3.7370%	(36)		
Local property tax relief 9.0390%	(88)		
Tax calculation	\$849	\$2,881	\$2,881
Circuit breaker percent % of gross a.v.	1.0%	2.0%	3.0%
Tax cap	\$1,000	\$2,000	\$3,000
Lesser of tax calculation or cap	\$849	\$2,000	\$2,881
Savings due to tax cap	\$0	\$881	\$0
<i>Property Value to Begin Benefiting from Circuit Breaker</i>	<i>\$125,000</i>	<i>\$10,000</i>	<i>none</i>



Circuit Breaker (Tax Cap) Impact

	<u>Actual 2009</u>	<u>Estimate 2010</u>	<u>Estimate 2011</u>
Countywide revenue loss	\$ 4,759,622	\$ 24,607,392	\$ 26,837,000
FWCS revenue loss	\$ 1,157,045	\$ 4,126,614	\$ 4,155,100
<i>Statewide relief provided to schools</i>	<i>\$50 million</i>	<i>\$70 million</i>	<i>none</i>
less estimated FWCS portion of relief	FWCS not eligible	(1,500,000)	n/a
FWCS Net Circuit Breaker Loss	\$ 1,157,045	\$ 2,626,614	\$ 4,155,100
Percent of Property Tax Levy	1.9%	4.5%	6.7%



Circuit Breaker Revenue Loss

By Fund

	2009 <u>Actual</u>	% of <u>Levy</u>	2010 <u>Estimated</u>	% of <u>Levy</u>	2011 <u>Estimated</u>	% of <u>Levy</u>
General Fund	20,926	2.1%	-	0.0%	-	0.0%
Racial Balance	132,076	2.1%	302,000	4.8%	445,000	7.1%
Capital Projects	399,180	2.1%	953,000	4.8%	1,301,000	7.1%
Debt Service & Pension Debt	234,363	1.6%	577,000	3.7%	975,000	5.6%
Museum of Art	4,554	2.0%	6,000	5.0%	12,000	6.9%
Bus Replacement	24,741	2.1%	29,000	4.8%	242,000	7.1%
Transportation	341,205	2.1%	761,000	4.8%	1,179,000	7.1%
Total	1,157,045	1.9%	2,628,000	4.5%	4,154,000	6.7%



Circuit Breaker (Tax Cap) Example – Residential

<u>Taxing Unit Number & Name</u>	<u>2010 Tax Rate</u>	<u>Assessed Value</u>	<u>1% Cap</u>	<u>Plus Referendum</u>	<u>Total Tax Cap</u>	<u>Tax</u>	<u>Savings Due to Cap</u>
67 WAYNE (not in city limits)	1.8660	670,000	6,700	-	6,700	6,720	20
	1.8660	660,000	6,600	-	6,600	6,596	-
74 WAYNE (in Fort Wayne)	2.9703	125,000	1,250	-	1,250	1,257	7
	2.9703	120,000	1,200	-	1,200	1,174	-

A higher tax rate results in reaching tax cap sooner.

A lower tax rate requires a larger assessed value to be eligible for the tax cap.



Circuit Breaker “Tipping Point” for Selected Taxing Districts—Residential

<u>Taxing Unit Number & Name</u>	<u>2010 Tax Rate</u>	<u>Assessed Value Tipping Point</u>	<u>1% Cap</u>	<u>Plus SACS Referendum</u>	<u>Total Tax Cap</u>
38 ABOITE (not in city limits)	1.8233	1,000,000	10,000	856	10,856
75 ABOITE (in Fort Wayne)	3.0545	130,000	1,300	66	1,366
39 ADAMS (not in city limits)	1.9698	420,000	4,200	-	4,200
41 ADAMS (in New Haven)	2.7564	140,000	1,400	-	1,400
69 ADAMS (in Fort Wayne, FWCS)	2.8927	130,000	1,300	-	1,300
70 ADAMS (in Fort Wayne, EACS)	2.9099	130,000	1,300	-	1,300
57 PERRY (not in city limits)	2.1439	230,000	2,300	-	2,300
91 PERRY (in Fort Wayne)	3.3629	110,000	1,100	-	1,100
59 PLEASANT (not in city limits)	1.7618	900,000	9,000	-	9,000
71 PLEASANT (in Fort Wayne)	2.8661	140,000	1,400	-	1,400
63 ST. JOSEPH (not in city limits)	1.7110	1,050,000	10,500	-	10,500
72 ST. JOSEPH (in Fort Wayne)	2.8757	130,000	1,300	-	1,300
85 ST. JOSEPH (in New Haven)	2.7222	140,000	1,400	-	1,400
65 WASHINGTON (not in city limits)	1.7209	1,000,000	10,000	-	10,000
73 WASHINGTON (in Fort Wayne)	2.8601	140,000	1,400	-	1,400
67 WAYNE (not in city limits)	1.8660	670,000	6,700	-	6,700
74 WAYNE (in Fort Wayne)	2.9703	125,000	1,250	-	1,250



Circuit Breaker “Tipping Point” for Selected Taxing Districts—Residential

<u>Taxing Unit</u>	<u>2010 Tax Rate</u>	<u>Assessed Value Tipping Point</u>	<u>1% Cap</u>	<u>Plus SACS Referendum</u>	<u>Total Tax Cap</u>
42 CEDAR CREEK	1.6429	1,350,000	13,500	-	13,500
43 GRABILL	2.3785	200,000	2,000	-	2,000
53 WOODBURN	2.3821	190,000	1,900	-	1,900
55 MONROE	1.6926	1,100,000	11,000	-	11,000
56 MONROEVILLE	2.6529	150,000	1,500	-	1,500
61 SCIPIO	1.6459	1,350,000	13,500	-	13,500
79 ZANESVILLE	2.1195	370,000	3,700	270	3,970
82 LEO-CEDARVILLE	1.9638	450,000	4,500	-	4,500



Major Budget Impacts

- Teacher allocations
- Stimulus Funds
- Self-Insured health insurance
- Continued General Fund revenue uncertainty
- 2010 General Fund cuts
- Pension bond tax neutrality
- Declining Capital Projects budget
- Bus Replacement Plan reinstated



Total Teachers – All Funds



	09-10	Budget 10-11	
	<u>FTE</u>	<u>FTE</u>	<u>Change</u>
Classroom Teachers K-12	1,362.04	1,270.70	(91.34)
Class Size Reduction Teachers (Title grants)	27.00	28.00	1.00
Media Teachers - Secondary	18.98	16.00	(2.98)
Preschool	29.00	30.00	1.00
Magnet Resource	21.77	21.60	(0.17)
ELL	46.00	49.00	3.00
Alternative Programs	26.50	26.50	-
Special Ed Services	271.40	257.90	(13.50)
District Instructional Coaches	29.00	26.00	(3.00)
Building Instructional Coaches	65.50	62.50	(3.00)
Student Intervention	112.50	107.50	(5.00)
Title I Support	19.00	19.00	-
Career Center	39.00	38.00	(1.00)
Continuing Ed	4.00	4.00	-
FWEA Representative	1.00	1.00	-
	2,072.69	1,957.70	(114.99)



Total Teachers – By Fund



	09-10	Budget 10-11	
	<u>FTE</u>	<u>FTE</u>	<u>Change</u>
<u>By Funding Source</u>			
General Fund	1,630.92	1,528.10	(102.82)
Racial Balance	68.27	67.10	(1.17)
Special Ed - Federal	100.00	99.00	(1.00)
Title I	121.50	121.50	-
Stimulus - IDEA	62.00	59.00	(3.00)
Stimulus - Title I	23.00	20.50	(2.50)
Other Grants	32.40	28.90	(3.50)
Career Center	34.60	33.60	(1.00)
	2,072.69	1,957.70	(114.99)



Stimulus Funds

Ends June 2011

- Total for 2 years – Teacher Coaches and Student Interventionists
 - Special Ed (IDEA) \$9.2 million
 - Preschool Special Ed \$340,000
 - Title I \$9.1 million
- Food Service Equipment \$38,500
- Transportation Equipment \$99,000



Stimulus Fund Expenditures After June 2011

Recommendation:

- Continue positions of Teacher Coaches & Student Interventionists
- General Fund annual cost \$5.8 million
- Could require cuts to other areas
- May benefit from Education Jobs Fund Program (New Stimulus), est. \$6.2 million

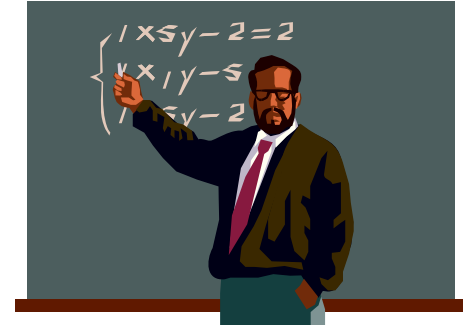


Health Insurance

- Plan is self-insured
 - FWCS budgets contribute 90% of est. cost (estimate \$40 million)
 - Employees contribute 10% of est. cost (estimate \$4.8 million)
- Estimated cost increasing 6% for employee and associated fund
- Staffing cuts results in net budget reduction for General Fund, about \$2.5 million
- Strategic Plan for Health Insurance



General Fund



- Revenue funded primarily by State taxes
- Expenditures:
 - Salaries & fringe benefits
 - Teachers, administrators, custodial, clerical
 - Operating costs
 - Utilities, insurance, legal
 - School materials & supplies



General Fund Budget Uncertainty Continues

- 2010 & 2011 school funding formula set June 2009
- December 2009, Governor announced school cuts of \$300 million, \$9.1 million or 4.6% for FWCS (described as a “reset”)
- Possible that more cuts will be announced
- Education Jobs Fund Program (New Stimulus)



General Fund Formula Options

1. **Use State's original 2011 formula, \$202 million**
2. **Assume State's \$300 million "reset" in effect,
Reduce \$202 million by 4.6% or \$9.2 million**
3. **Consider that additional cuts could occur,
each 1% equals \$1.8 million to FWCS**



General Fund Funding Formula

<u>Funding</u>	<u>Calculation</u>	<u>2010</u>	<u>2011</u>
Tuition Support	formula	\$179,823,082	\$181,591,256
Academic Honors Diploma	\$900 per diploma	574,200	537,300
Special Education	based on exceptionality	16,077,345	15,542,086
Vocational Education	based on course	1,455,570	1,455,900
Prime Time	formula	3,015,449	2,944,386
Total State Revenue per Formula		\$200,945,647	\$202,070,928
Estimated Governor Reduction		(9,098,130)	(9,224,594)
Estimated State Revenue		\$191,847,517	\$192,846,334

0.5%



Tuition Support - Factors

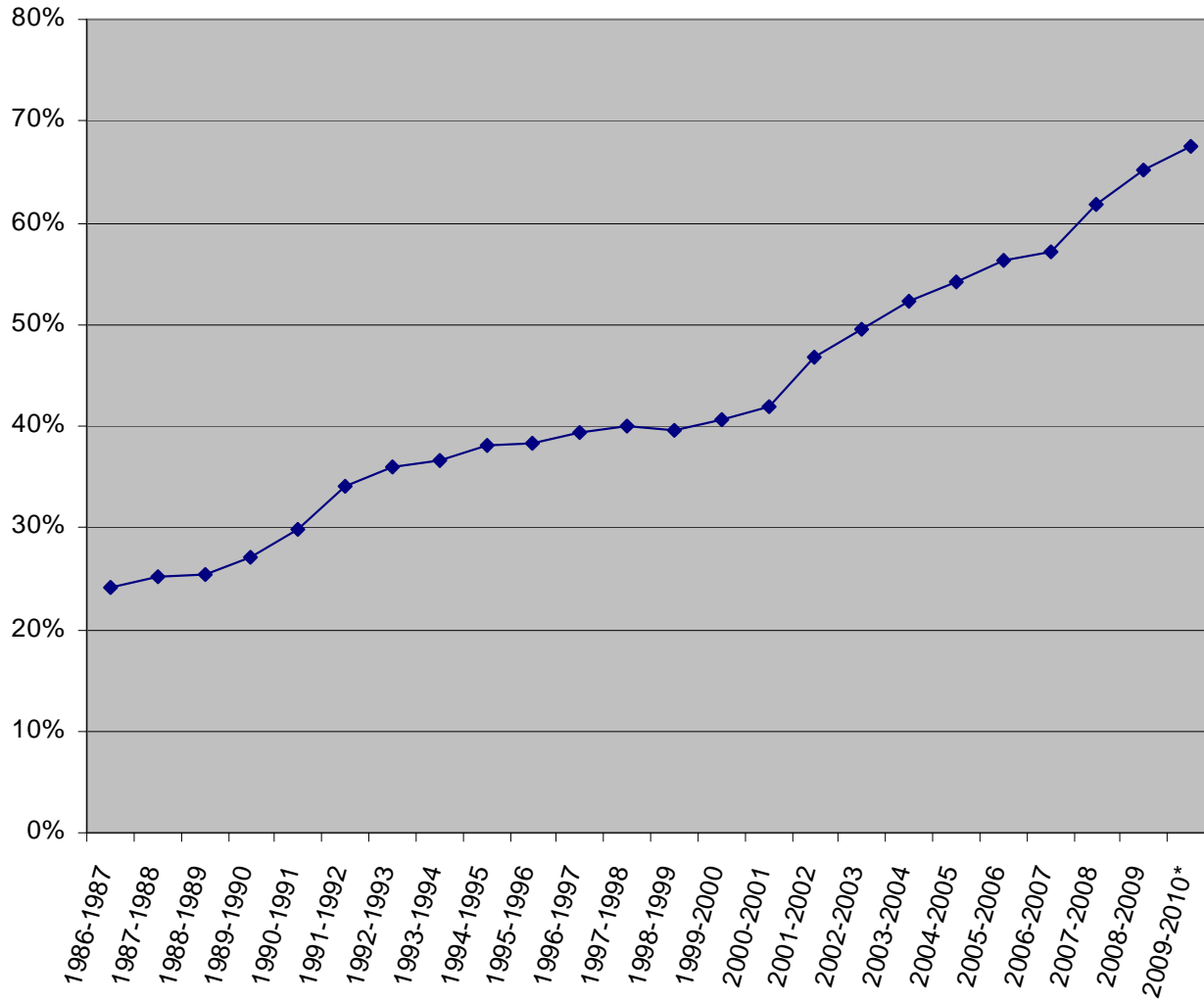
- Enrollment – past 3 years and next estimate
- Complexity Index – uses rate of students on free & reduced lunch price only
- Prior year revenue
- State Foundation Amount:
 - 2009 - \$4,825
 - 2010 - \$4,550
 - 2011 - \$4,505



Tuition Support – Complexity Index

Free & reduced lunch rate (08-09 rate)	62.53%	
Times State multiplier	0.4974	
	0.311	
Plus 1	1	
Calculated index	1.311	1.311
Additional index provided for being over 1.25	-1.25	
	0.061	0.061
Equals Complexity Index <i>FWCS is 15th highest in state</i>		1.372
Multiplied by per pupil State Foundation amount		\$ 4,505
Calculated Formula per pupil		\$6,181

**Percentage of Free & Reduced Lunches
1986 - 2010**



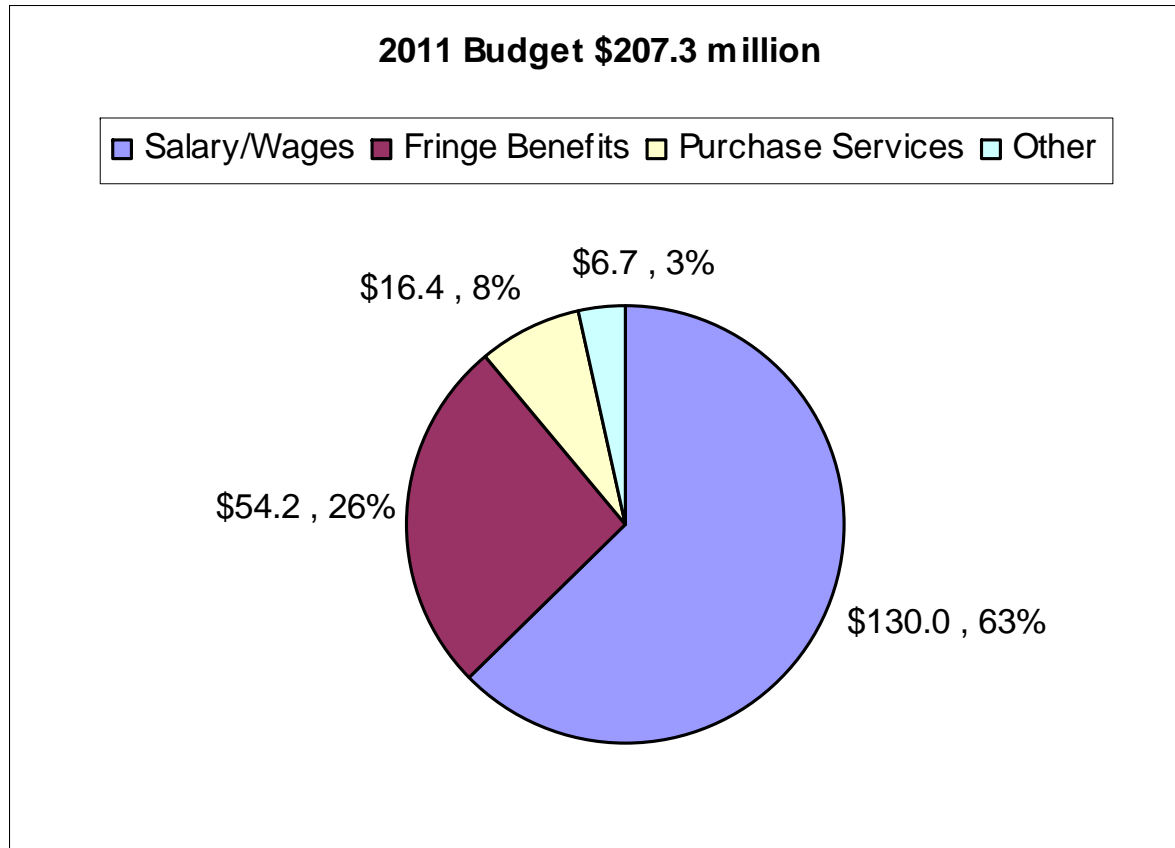


Transfer to General Fund

- One time transfer allowed from property tax supported funds
- Allowed amount based on 5% of Capital Projects Fund regular levy
 - FWCS allowed \$775,000
 - Recommend transfer from Transportation Fund
- Additional 5% allowed if no pay increase provided
 - FWCS not eligible due to contractual obligations



General Fund Expenditures





Summary of 2010 General Fund Cuts

Changes at Schools:

Reduce Teacher Allocations	\$	5,890,140
<u>School Closings:</u>		
Elmhurst		1,672,458
Pleasant Center		382,527
Reduce Summer School		1,584,760

Changes in Service Delivery:

Change Custodial Service Delivery		2,000,000
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Reductions to Central Office:

Health Insurance Efficiencies		605,400
Academic Division Reorganization		452,338
Change in Long-Term Sub Pay		350,000
Business Division		452,335
Nutrition Services Payment of Utilities		250,000
Change in Teacher Substitute Rate		240,000
Administrative Step Freeze		231,710
Continuing Education		217,662
Special Education		177,210
Federal Programs & Accountability		155,914
Technology		95,316
Media Services		74,611
Student Services		72,387
CAO and COO		41,000
Human Resources		21,600
Public Affairs		19,540
Professional Development		12,250
ELL		2,000

\$ 15,001,158



Cuts by State Expenditure Category

	2010 Original General Fund Budget		Cuts	% of Budget	Adjusted Budget	
1 Academic Achievement	\$174.7	80.5%	\$9.8	5.6%	\$164.9	81.6%
2 Instructional Support	15.8	7.3%	1.4	8.9%	14.4	7.1%
Subtotal - Instruction	190.5	87.7%	11.2	5.9%	179.3	88.7%
3 Overhead & Operational	26.2	12.1%	3.7	14.1%	\$22.5	11.1%
4 Non-Operational	0.4	0.2%	0.1	25.0%	0.3	0.1%
	\$217.1	100.0%	\$15.0	6.9%	\$202.1	100.0%



General Fund Positions Reduced

	<u>Teachers</u>	<u>Administrators</u>	<u>Custodians</u>	<u>Other</u>	<u>Total</u>
Teachers	91				91
School Closures		5		29	34
Custodians			217		217
Central Office		4		9	13
Total	91	9	217	38	355
% of Group	5.2%	4.8%	100.0%	6.5%	13.0%

*Custodians are outsourced and not FWCS employees



Future General Fund Budget Cut Scenarios (in millions)

	2011 State Revenue also Reduced by 4.6% "Reset"	Some Stimulus Positions will be Maintained after Funding Ends	Will Receive \$6.2 Million in Federal Jobs Funding	Projected Cuts Required in the Fall				Total Cuts 4 Years
				2011	2012	2013	2014	
A	✓	✓		\$8.0	\$6.0	\$1.0		\$15.0
B	✓	✓	✓	\$4.0	\$8.0	\$3.0		\$15.0
C		✓				\$2.0	\$4.0	\$6.0
D		✓	✓				\$2.0	\$2.0

Revenue growth for each scenario	0.5%	1.3%	2.0%	2.0%
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Pension Bond Fund

- 2004 State requirement to actuarially fund retirement severance plans
- Severance plans were a \$1.7 million cost to FWCS General Fund
- Issued a \$40 million bond to actuarially fund
- Annual debt service levy about \$3.8 million, last payment 2021
- **Must reduce budgets of other funds in order for annual bond payment to be tax neutral**



Pension Bond Tax Neutrality Recommendation

	<u>2010</u>	<u>2011</u>	<u>Since Inception 2005</u>
Capital Projects Fund	\$ 1,800,000	\$ 2,300,000	\$ 19,811,862
Bus Replacement	906,346	900,758	5,707,104
Transportation	1,000,000	675,000	1,675,000
	\$ 3,706,346	\$ 3,875,758	\$ 27,193,966



Debt Service Fund

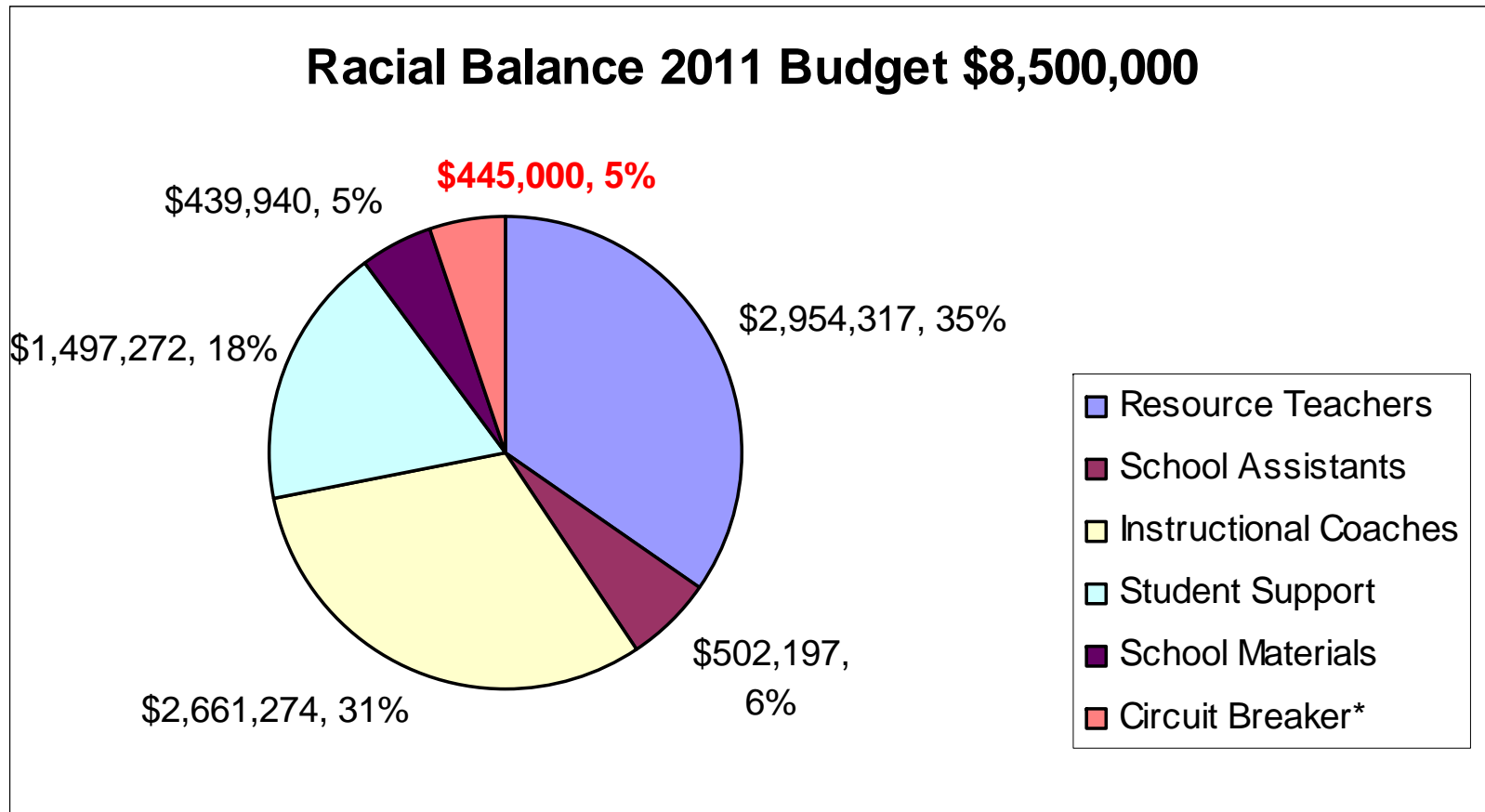
	<u>Final</u> <u>Payment</u>	<u>2010</u>	<u>2011</u>	<u>Change</u>
South Side	2012	\$ 3,757,050	\$ 3,757,732	\$ 682
North Side	2018	3,735,000	3,735,000	-
Food Service Center	2018	1,281,700	1,280,000	(1,700)
New Tech - Project 1	2010	2,040,000	-	(2,040,000)
New Tech - Project 2	2022	104,426	171,075	66,649
New Tech - Project 3 (anticipated)		-	46,667	46,667
State Technology Loans	2012	2,579,631	3,084,218	504,587
Interest on tax anticipation warrants (if needed)		50,000	50,000	-
Unfunded textbooks		81,024	272,127	191,103
		<hr/>	<hr/>	
		\$ 13,628,831	\$ 12,396,819	\$ (1,232,012)



Racial Balance Fund

- Established in 1989
- Funding provided by a reduction in CPF
- Provides resources that encourage racial balance in a school
 - Magnet schools
 - Student Support
 - Teacher Coaches
- Anticipate cut of \$1.2 million Fall '11

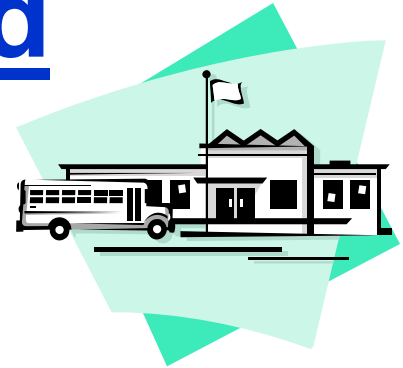
Racial Balance Expenses



* \$445,000 unavailable due to circuit breaker

Capital Projects Fund

(CPF)

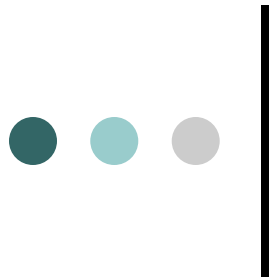


- 3-year Plan Required
- Building construction, renovation, repair, maintenance
 - 63 buildings, average age 53 years
- Equipment & Technology purchases and repairs
- Lower than other districts due to Racial Balance Fund



Capital Projects Fund Budget Overview

	<u>2011</u>
Total to approve	\$ 26,952,100
Required reduction:	
Pension Bond tax neutrality	2,300,000
Potential reductions:	
Assessed value adjustment	3,000,000
Circuit breaker	1,700,000
Total Reductions	<u>7,000,000</u>
Proposed Expenditures	\$ 19,952,100



Capital Projects Fund Budget Overview

	<u>2010</u>	<u>2011</u>
Improvements & Replacements	\$ 15,299,146	\$ 13,773,074
Utilities & Insurance	6,179,026	6,179,026
	<hr/>	
Total expected budget	\$ 21,478,172	\$ 19,952,100
Difference		\$ (1,526,072)



Capital Projects Detail

	<u>2010</u>	<u>2011</u>
Improvements & Replacements:		
Building Improvements	\$ 6,682,077	\$ 5,282,242
Equipment	1,605,000	1,575,000
Building & Equipment Repair	3,290,600	3,360,000
Technology	2,718,469	2,802,832
Energy Savings Contracts	253,000	253,000
Emergency Allocation	600,000	400,000
Land	150,000	100,000
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	\$ 15,299,146	\$ 13,773,074



Building Improvements

	<u>2010</u>	<u>2011</u>	<u>% of total</u>	<u>Change</u>
Roof Replacement	\$ 2,542,077	\$ 1,355,000	25.7%	\$ (1,187,077)
HVAC Replacement	1,400,000	1,400,000	26.5%	-
Mechanical/Electrical	600,000	600,000	11.4%	-
Traffic/Safety	525,000	500,000	9.5%	(25,000)
General Building Systems	420,000	405,368	7.7%	(14,632)
Site Improvements	300,000	300,000	5.7%	-
Hazardous Materials	270,000	160,000	3.0%	(110,000)
School Sports Facilities	245,000	200,000	3.8%	(45,000)
A.D.A. Projects	180,000	180,000	3.4%	-
Professional Services	100,000	120,000	2.3%	20,000
School Programmatic Needs	100,000	61,874	1.2%	(38,126)
Major Project	-	-	0.0%	-
	\$ 6,682,077	\$ 5,282,242	100.0%	\$ (1,399,835)



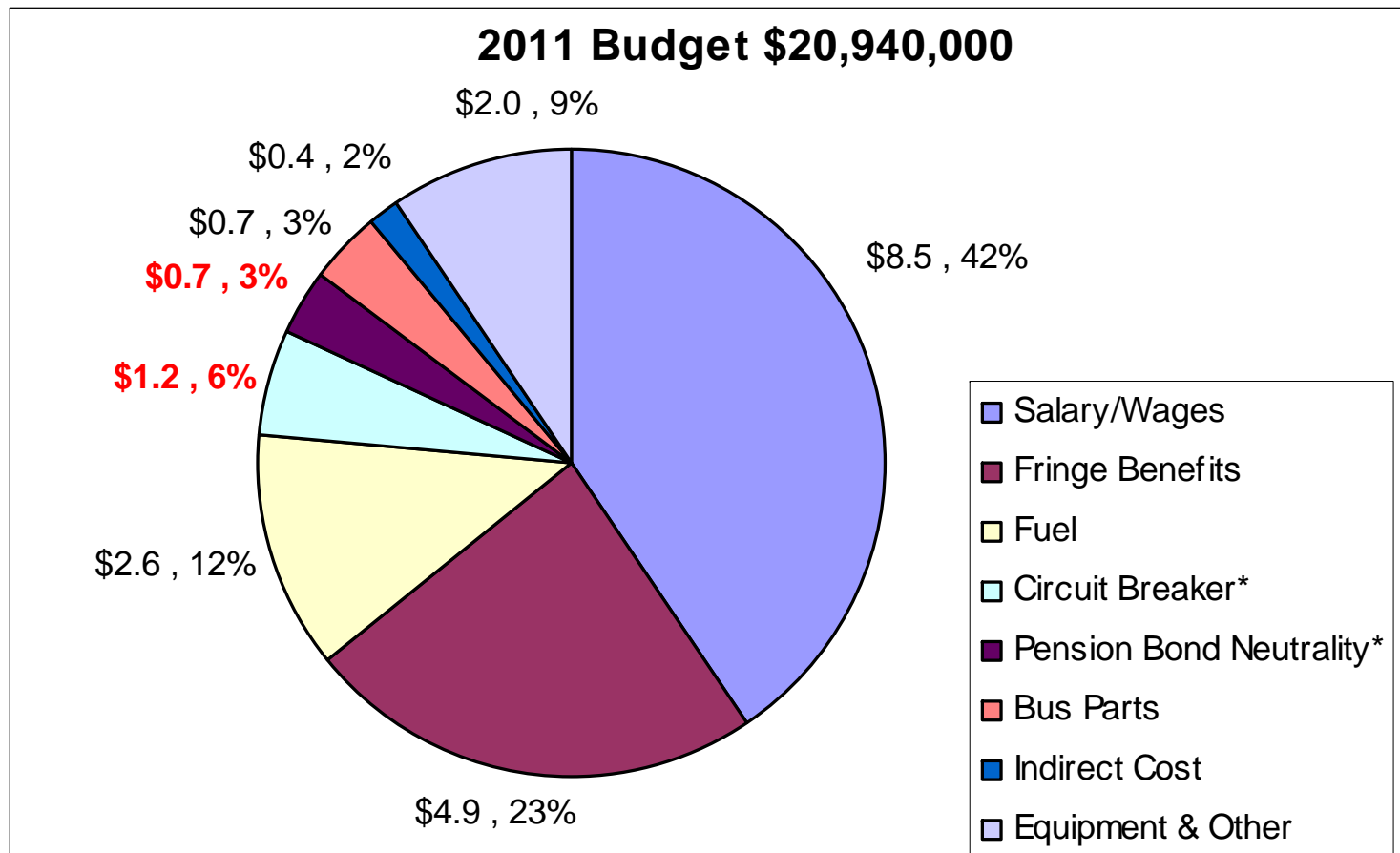
Transportation Funds



- Operations
 - Annual budget determined by state formula, supported by property taxes
- Bus Replacement
 - Annual budget determined by 12 year replacement plan (*previously 10 years, 2011 first year buses eligible to replace again*)
 - Pension bond tax neutrality further lengthens replacement plan



Transportation Operations



*\$1.9 million not available due to circuit breaker & pension bond neutrality



Bus Replacement Plan

DETERMINING 2011 PURCHASES

Capacity & Type	<u>2010 Inventory</u>	<u>Eligible For Replacement</u>	<u>Reduced for Tax Neutrality & Circuit Breaker</u>	<u>2011 Plan</u>
15 MS & HS	44	15	-15	0
24 with lifts	45	2		2
48 Spec Ed	44	6		6
84 Reg	217	23	-3	20
	350	46	-18	28

HISTORY

Capacity & Type	<u>2008 Purchased</u>	<u>2009 Purchased</u>	<u>2010 Purchased</u>	<u>2011 Plan</u>
15 MS & HS				
24 with lifts	2	4	3	2
48 Spec Ed	6			6
84 Reg	20	2	2	20
	28	6	5	28



Museum of Art Fund



- Pass through to Fort Wayne Museum of Art
- To provide ongoing programs for our students
- Budget same at \$185,500



2011 Expected Budget

	<u>2011 Budget to Approve</u>	Reductions			<u>2011 Budget Expected</u>
		<u>Assessed Value Allowance</u>	<u>Tax Neutrality</u>	<u>Est. Circuit Breaker</u>	
General	\$ 207,261,000				\$ 207,261,000
Racial Balance	8,500,000			445,000	8,055,000
Capital Projects	26,952,100	3,000,000	2,300,000	1,700,000	19,952,100
Pension Debt	3,888,728				3,888,728
Debt Service	12,396,819				12,396,819
Museum of Art	185,500			12,000	173,500
Bus Replacement	4,454,411		900,758	242,000	3,311,653
Transportation	20,940,000		675,000	1,179,000	19,086,000
	\$ 284,578,558	\$ 3,000,000	\$ 3,875,758	\$ 3,578,000	\$ 274,124,800



2010 & 2011 Budget Comparison

	<u>Approved 2010 Budget</u>	<u>2011 Budget Expected</u>	<u>Change</u>
General	\$ 217,157,000	\$ 207,261,000	\$ (9,896,000)
Racial Balance	8,735,000	8,055,000	(680,000)
Capital Projects	27,278,172	19,952,100	(7,326,072)
Pension Debt	3,887,307	3,888,728	1,421
Debt Service	13,696,640	12,396,819	(1,299,821)
Museum of Art	185,500	173,500	(12,000)
Bus Replacement	1,563,994	3,311,653	1,747,659
Transportation	21,356,000	19,086,000	(2,270,000)
	\$ 293,859,613	\$ 274,124,800	\$ (19,734,813)
			-6.7%



2011 Budget & Levy by Fund

	<u>2011 Budget Expected</u>	<u>Expected Levy</u>
General	\$ 207,261,000	\$ -
Racial Balance	8,055,000	6,286,046
Capital Projects	19,952,100	18,363,182
Pension Debt	3,888,728	3,645,758
Debt Service	12,396,819	13,759,733
Museum of Art	173,500	173,707
Bus Replacement	3,311,653	3,417,004
Transportation	19,086,000	16,631,501
	<hr/>	<hr/>
	\$ 274,124,800	\$ 62,276,931



Historical Property Tax Levies & Rates

	<u>Levy</u>	<u>FWCS</u> <u>Tax Rate</u>	<u>All Units</u> <u>Wayne Township</u>	<u>FWCS %</u>
2006	\$ 110,353,239	\$1.4743	\$3.4662	43%
2007	\$ 110,900,854	\$1.3812	\$3.2601	42%
2008	\$ 111,190,099	\$1.3540	\$3.2651	41%
2009*	\$ 59,650,698	\$0.8294	\$2.8565	29%
2010	\$ 58,416,290	\$0.8271	\$2.9703	28%
2011 estimated	\$ 62,276,931	\$0.8817		

* State assumed General Fund & Special Ed Preschool levy



2011 Estimated FWCS Tax Rates

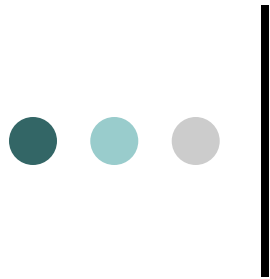
(per \$100 of assessed value)

<u>Fund</u>	<u>2011 Tax Rate</u>	<u>2010 Tax Rate</u>	
Racial Balance	\$0.0890	\$0.0890	
Capital Projects	0.2600	0.2813	
Pension Debt	0.0516	0.0517	
Debt Service	0.1948	0.1703	
Museum of Art	0.0025	0.0017	
Bus Replacement	0.0484	0.0086	
Transportation	0.2355	0.2245	
Total FWCS rate	\$0.8817	\$0.8271	6.6%
Estimated Tax Bill (FWCS portion)			
\$100,000 home before allowed credits	\$289	\$271	\$18



Legislative Advocacy

- Circuit Breaker – constitutional amendment
- School Funding Formula
 - Equity in formula
 - Restoration Grant inequitable
 - English Language Learners (ELL)
 - Full-Day Kindergarten



Restoration Grant

	Statewide		FWCS
	<u>2010</u>	<u>2011</u>	<u>2011</u>
RESTORATION GRANT in formula	\$81 million	\$157.4 million	zero
Districts Receiving Restoration Grant (of 344)	252	282	
% of Districts Receiving	73%	82%	

	<u>Per Pupil</u>		<u>IF FWCS Received Same As Others in 2011</u>
Average Restoration Amount	\$145	\$219	\$6.4 million
If Distributed to All Districts Equally Instead	\$80	\$156	\$4.6 million

RESTORATION GRANTS - District & Enrollment			
Fort Wayne Community Schools (31,549)		zero	zero
TOP THREE:			
Indianapolis (33,372)	\$12.3 million	\$19.1 million	
Gary (11,798)	\$4.9 million	\$9.6 million	
Hamilton Southeastern Schools (17,937)	\$2.1 million	\$4 million	

Source: Legislative Services Biennial Budget Simulation



ELL (English Language Learners)

- Additional funding should be provided, similar to Special Education, based on exceptionality
- FWCS has about **2,300 ELL students** classified in **proficiency levels 1-4**, those that require special assistance outside of the classroom
- Although some Federal and State funding supports these students, the services required cost about \$3.7 million more or about \$1,600 per ELL student in proficiency levels 1-4



Full-Day Kindergarten



	2010	2011
FWCS Per pupil funding (1st – 12th grade)	\$6,064	\$6,181
<u>Kindergarten Funding:</u>		
One-half per pupil funding	½ = \$3,032	½ = \$3,091
State grant for kindergarten	<u>1,020</u>	<u>1,020</u>
Total kindergarten funding	\$4,052	\$4,111
Difference	\$2,012	\$2,070
*Kindergarten students	2,412	2,436
=Total not funded	\$4.8 million	\$5 million



Next Steps – 2011 Budget

September 13	Bus Replacement Fund Plan hearing Capital Projects Fund Plan Hearing Bus Replacement Fund Plan adoption Capital Projects Fund Plan adoption
September 27	Budget hearing
October 11	Budget adoption
2011	Determine future budget reductions



FWCS 2011 Budget

September 13, 2010



WE ARE YOUR SCHOOLS