2011–2012 Proposed Budget - First Reading

School District Five of Lexington & Richland Counties

Summary of Changes in Expenditures: Discussion to First Reading

	Discussion	First Reading	Difference
Software Subscription Instr.	83,500	33,000	(50,500)
Software Subscription Board	20,000	12,000	(8,000)
Teacher – Interpreter	75,000	0	(75,000)
Legal Services	0	75,000	75,000
SDE Consolidated Funding	53,151	192,997	139,846
Property & Casualty Insurance	0	100,000	100,000
Workers Comp. Insurance	0	115,000	115,000
Total Changes from Discussion to First Reading			296,346

135-Day Enrollment

Year	Enrollment	Increase	Percent
2000-2001	14,617		
2001-2002	14,765	148	1.01%
2002-2003	15,035	270	1.82%
2003-2004	15,377	342	2.27%
2004-2005	15,902	525	3.41%
2005-2006	16,393	491	3.08%
2006-2007	16,567	174	1.06%
2007-2008	16,505	(62)	-0.37%
2008-2009	16,427	(78)	-0.49%
2009-2010	16,323	(104)	-0.64%
2010-2011	16,367	45	0.28%
2011-2012*	16,392	24	0.15%

*Projected

Percent of Change in Enrollment

Total Growth Since 2000-2001	**1,775**
Average growth Per Year	**161**
Percent Change in Enrollment	**12.15%**

Per Pupil Expenditures for District Leadership 2008–2009

District	Per Pupil Expenditures
Lexington 1	$ 179
Lexington 2	169
Lexington 3	1052
Lexington 4	460
Lex./Rich. 5	186
Richland 1	379
Richland 2	273

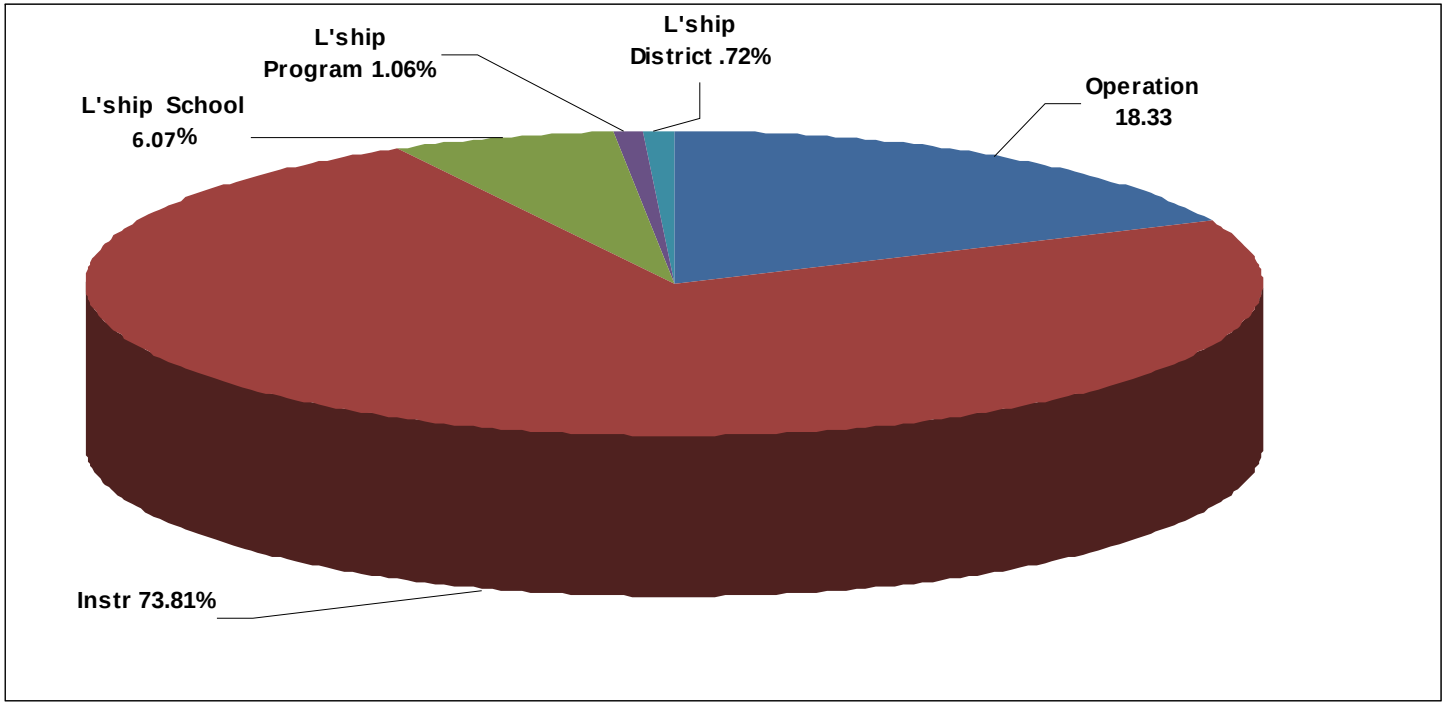
Source: In$ite SC Department Of Education Website, FY09

Per Pupil Expenditures for School Leadership 2008–2009

District	Per Pupil Expenditures
Lexington 1	$ 437
Lexington 2	607
Lexington 3	596
Lexington 4	493
Lex./Rich. 5	634
Richland 1	644
Richland 2	718

Source: In$ite SC Department of Education Website, Fy09

Current Operating Expenditures



Source: In$ite State Department of Education Website, FY2009

Federal, State and Local Grant Summary for FY 2010-11

Total Grants Awarded	**$**	**1,675,829**
Grants Pending		**180,000**
Grants Not Awarded		**2,276,154**
Total Submitted	**$**	**4,131,983**

Source: District's Instructional Services Department

Federal Stimulus Funds

Funds received	2009-10	$4,640,087
Funds projected	2010-11	$3,385,270
Funds projected	2011-12	0

Use of Fund Balance

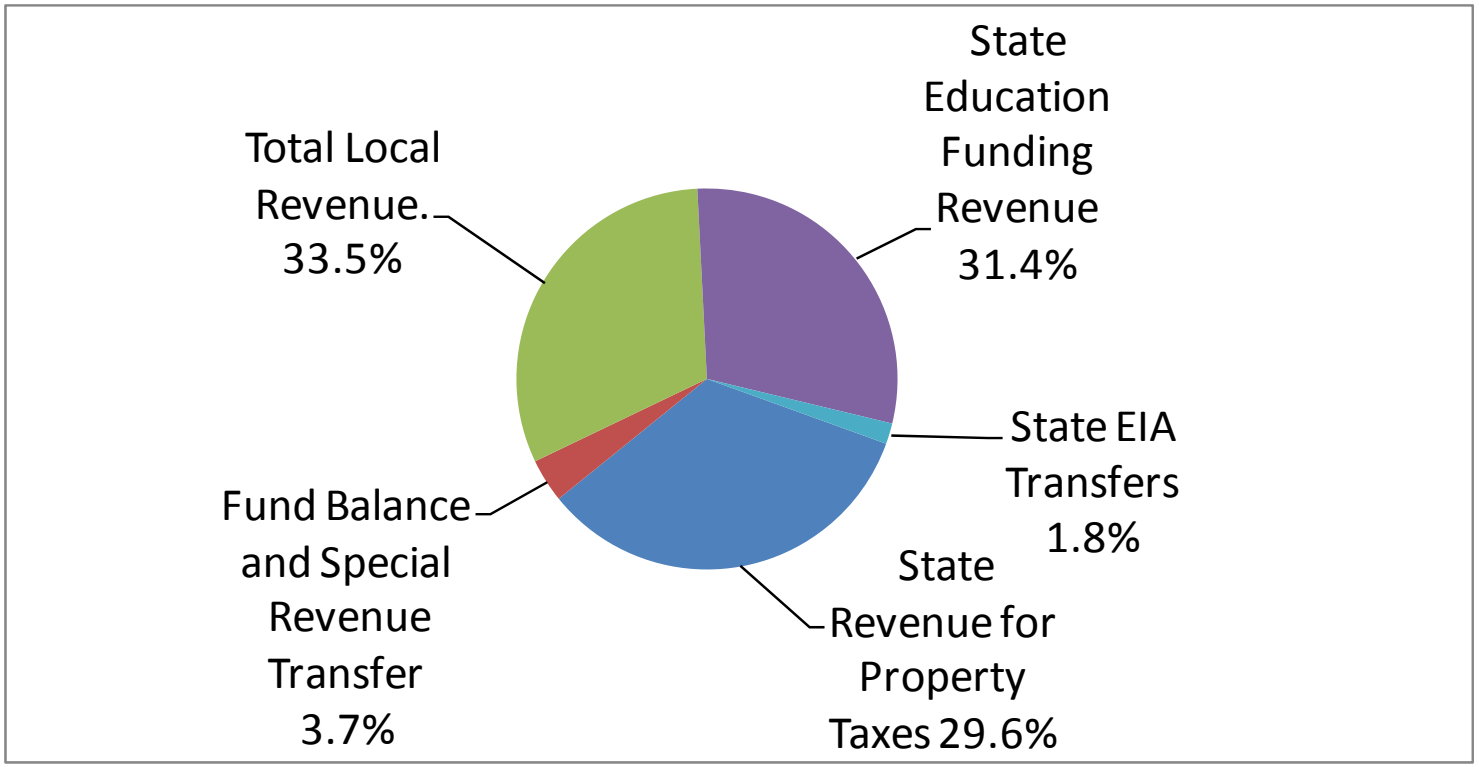
- When used for recurring expenditures, a replacement of revenue must be found.
- Unless replaced with other revenue, the amount of fund balance used will double each year.
- To comply with policy and to maintain the district's bond rating, the district needs to maintain a fund balance equal to at least 8.5% of the operating budget which is approximately $12 million.

Change in Fund Balance FY 2009 to FY 2010

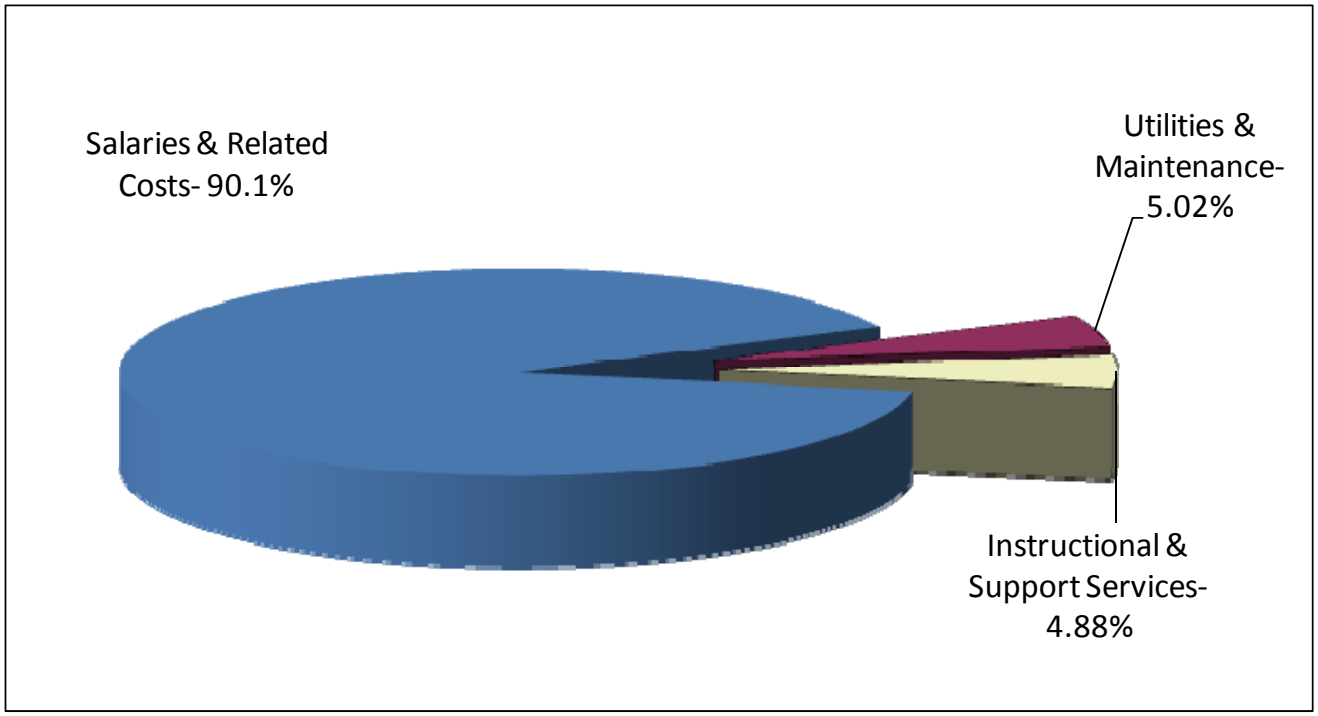
- FY 2009 Fund Balance 24,963,536
- Reserved 3,470,904
- Unreserved Fund Balance 21,492,632

- FY 2010 Fund Balance 23,076,777
- Reserved 5,701,580
- Unreserved Fund Balance 17,375,197

Anticipated General Fund Revenue



Anticipated Operating Expenditures



Stimulus Funds Analysis

	From			To		
Description	Positions	Cost		General Fund	Spec. Rev.	Cuts
Certified	11.5	683,976		2.0	7.5	2
Para/TA/ Clerical	23.0	482,930			6.0	17
Reading Intervention	6.0	283,895		6.0		
Supplies		443,866				443,866
Utilities		3,467,981		3,467,981		

Budget Analysis : FY 10-11 to FY 11-12

FY 10-11 Approved Budget	138,665,956
Increases	2,460,200
Decreases	(2,291,804)
FY 11-12 Proposed Budget	138,834,352

BUDGETED GENERAL FUND REVENUE

	FY 2010-2011 APPROVED REVENUE	FY 2011-2012 PROJECTED REVENUE
Local Tax Revenue	$48,036,471	$46,802,758
Other Local Revenue	$ 39,200	$ 65,000
TOTAL LOCAL REVENUE	**$48,075,671**	**$46,867,758**
State Education Finance Act Funding	$24,915,653	$27,626,993
State EIA & Indirect Cost Transfers	$3,058,673	$3,052,880
State Revenue For Property Taxes	$40,415,508	$40,976,904
Other State Revenue	$15,438,815	$15,811,083
TOTAL STATE REVENUE	**$83,828,649**	**$87,467,860**
Federal Stimulus Funds	**$3,385,270**	**0**
Operational Fund Balance (Used to balance)	**$3,376,366**	**$4,498,734**
TOTAL FUNDS AVAILABLE	**$138,665,956**	**$138,834,352**

Summary of Expenditure Increases in Proposed Budget : First Reading

	Second Reading
Furlough Day for all Staff	516,000
3.6% Increase in Health/Dental	354,200
5.0% Increase in Utilities	157,500
Software Subscription Instructional	33,000
Software Subscription Board	12,000
Teacher - Homebound	91,210
Legal Services	75,000
Security (Board Meetings)	8,500
Summer school (Middle/High)	36,490
Adult Ed. Stipends	14,228
Transportation	8,000
Bus Drivers	225,830
3.5% Maintenance Incr (HVAC/Landscaping)	56,340
Title I Stimulus 6.0 FTE salaries/fringe	283,895
SDE Consolidated Funding Reduction	192,997
Reduction in State Funding for Nurses	180,010
Property & Casualty Insurance	100,000
Workers Comp Insurance	115,000
	2,460,200

Summary of Expenditure Reductions in Proposed Budget : First Reading

		Second Reading
2 Furlough Days for Administrators		73,895
SROs (2)		73,714
Position Reclassification		164,248
Perm Sub Fringe		23,330
Support/Certified FTE Reductions		
Elementary (3)	1 Certified, 2 Support	178,946
Middle (11.5)	9.5 Certified, 2 Support	619,547
High (11)	11 Certified	672,539
Athletics		40,000
Early Childhood Coord		119,428
Parent Coord (contract reduction)		16,211
Supplies		121,988
Copier Contract Renego.		66,348
Additional LOA Savings		121,610
		2,291,804

Reduction in General Fund FTE's

Grade Level	FTE	Amount
Elementary Schools	3.0	$ 178,946
Middle Schools	11.5	619,547
High Schools	11.0	672,539
District	1.16	135,639
Total	26.66	$ 1,606,671

Reductions in FTE's by Fund

Fund	FTE's
General	26.66
Special Revenue	19.00
Total FTE's	45.66

BUDGETED GENERAL FUND REVENUE

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TOTAL FUNDS AVAILABLE	**$138,665,956**	**$138,934,352**

Considerations in Services and Operations

- *Renegotiation of Print Shop contract*
- *Reduce paper and printing*
- *Cut contracted services*
- Warehousing
- *Reduction of supply allocations*
- *Increase or add extracurricular activity fees*
- *Limit travel*
- *Energy conservation and coordination*

Considerations in Staffing and Salary

- *Suspend Board Policy on pupil teacher ratios*
- *Freeze salaries*
- *Use more furlough days*
- *Reduce contracts of selected administrators*
- Reduce or eliminate National Board supplement
- *Eliminate use of substitutes for selected support positions*
- Eliminate extra planning periods
- *Eliminate selected courses – low enrollment*
- *Review double blocking*
- *Eliminate/ Reduce LOA positions or increase % deduction*
- Change leave buy back policy

Recommended Options to Balance Budget

Recommended	First Reading	Second Reading
Millage Increase (8.17Mills)	1,722,612	1,722,612
Fund Balance (up to 2.5M)	2,500,000	2,500,000
Recommended for Mid-Year Cuts (If Needed)		
Additional Furlough (1 Day Teachers/2 Days Administration)	409,822	409,822
Additional Furlough (1 Day) Support Staff	106,965	106,965
Additional Furlough (1 Day) Administration	36,947	36,947
Not Recommended		
NBCT Supplement (312 teachers) (2,000 + 21% fringe)	755,040	755,040
Teacher Supply Funds (Pending State Approval)	355,025	355,025
Total	5,886,411	5,886,411

Act 388 Calculation of Allowable Millage Increase

Consumer Price Increase (CPI)	1.64%
Population Growth for Lex./Rich. 5	2.18%
Allowable Percentage Increase *	3.82%
FY 2009 Millage Rate	213.8
Allowable Percentage Increase *	x 3.82%
FY 2010 Allowable Millage Increase	8.17

Additional Costs
Businesses and Homeowners

Costs per $100,000 of Value = $6.00 per Mill

Automobile Valued at	$18,000
Assessment %	x.06
	$ 1,080
Value of a Mill	x.001
Cost per Mill	$ 1.80
Cost for 8 Mills	$ 8.64

Current Local Effort for GF Budget FY 2010-2011 School Districts in Lexington and Richland Counties

- Lexington 1 254.90 Mills
- Lexington 2 146.46 Mills
- Lexington 3 248.01 Mills
- Lexington 4 319.72 Mills
- Lexington 5 213.80 Mills
- Richland 1 235.40 Mills
- Richland 2 258.30 Mills

Fund Balance Analysis

Unrestricted Fund Balance	17,375,197
Board Policy requirement (8.5%)	-11,786,606
Fund Balance used FY 10-11	-3,376,366
Remaining Amount of Unrestricted Fund Balance	2,212,225

Fund Balance information from Audited Comprehensive Annual Financial Report FY 09-10

FURLOUGH ANALYSIS

	Teachers	Support Staff	Administration		Total Savings
Salary	377,743	120,280	83,093		581,116
Retirement @ 19.39%	-73,244	-23,322	-16,112		-112,678
Worker's Comp @ .67%	2,531	806	557		3,894
FICA@ 7.65%	28,897	9,201	6,357		44,455
Totals	335,927	106,965	73,895		
				Net Savings	516,787

* Retirement is owed to SCRS on Furlough Days

Suggested Options Recommended to Balance Budget

Recommended	First Reading	Second Reading
Millage Increase (8.17 Mills)	1,722,612	1,722,612
Fund Balance (up to 2.5M)	2,500,000	2,500,000
Recommended for Mid-Year Cuts (If needed)		
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