

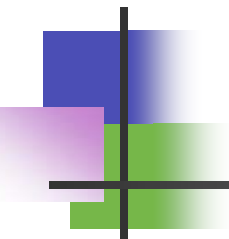
2012–2013 Budget Workshop
May 7, 2012



Lexington Richland

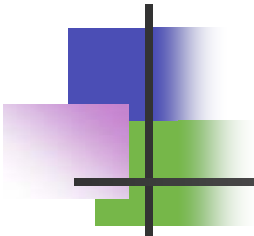
School District 5

Projected Revenue 2012-2013



	FY 2010-2011	FY 2011-2012	FY 2012-2013
	<u>Audited</u>	<u>Approved</u>	<u>Proposed</u>
Local	49,011,010	50,510,133	51,890,310
State	82,608,766	85,825,279	89,150,109
Transfers	3,004,090	3,052,880	2,658,430
MOE			1,081,360
Fund Balance		<u>2,935,628</u>	<u>2,333,819</u>
Total	134,623,866	142,323,920	147,114,298

135-Day Average Daily Membership



Year	Enrollment	Increase	Percent
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)	-0.47%
2009-2010	16,323	(104)	-0.63%
2010-2011	16,367	44	0.27%
2011-2012	16,339	(28)	-0.17%
2012-2013*	16,274	(65)	-0.40%
2013-2014*	16,245	(29)	-0.18%
2014-2015*	16,276	31	0.19%
2015-2016*	16,329	54	0.33%
2016-2017*	16,364	35	0.21%

*Projected



Per Pupil Expenditures for District Leadership 2009–2010

<u>District</u>	<u>Per Pupil Expenditures</u>
Lexington 1	\$ 183
Lexington 2	149
Lexington 3	847
Lexington 4	268
Lex./Rich. 5	180
Richland 1	359
Richland 2	291

Source: In\$ite SC Department Of Education Website, FY10



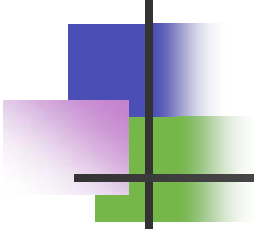
Per Pupil Expenditures for School Leadership 2009–2010

<u>District</u>	<u>Per Pupil Expenditures</u>
Lexington 1	\$ 448
Lexington 2	593
Lexington 3	567
Lexington 4	486
Lex./Rich. 5	588
Richland 1	621
Richland 2	734

Source: In\$ite SC Department of Education Website, FY10

Current Local Effort for GF Budget FY 2011-2012

School Districts in Lexington and Richland Counties



• Lexington 1	259.90 Mills
• Lexington 2	146.46 Mills
• Lexington 3	253.02 Mills
• Lexington 4	319.72 Mills
• Lex/Rich 5	221.97 Mills
• Richland 1	236.70 Mills
• Richland 2	269.40 Mills

- Source: County Assessors Millage Schedule (Tax year 2011)



FY 13 House Projections

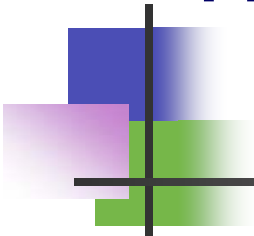
Revenue Type	FY 11-12 Allocation	FY 12-13 Projection	Difference
Student Health & Fitness	120,965.05	118,943.82	(2021.23)
Employer Contribution (Fringe)	12,946,220.81	12,924,252.00	(21,968.81)
Retiree Insurance	3,252,096.00	3,252,096.00	0.00
Education Finance Act	28,703,176.15	30,749,856.00	2,046,679.85
Professional Development	114,420.26	114,616.20	195.95
Handicapped Student Services	43,926.55	0.00	(43,926.55)
At Risk student Learning	1,894,932.17	2,048,372.53	153,440.36
Early Intervention Preschool	84,933.00	0.00	(84,933.00)
High Achieving Students	1,317,074.01	1,344,503.62	27,429.62
Teacher Salary Supplement	1,954,077.00	1,954,077.00	0.00
Teacher Salary Supplement Fringe	409,183.72	409,183.72	0.00
Reading	77,377.74	152,287.80	74,910.05
Aid To Districts	536,717.00	168,056.00	(368,661.00)
Aid To Districts Special Education	1,081,630.00	690,015.00	(391,615.00)
K-5 Enhancement	568,639.11	559,900.34	(8,738.77)
Totals for Projections	53,105,368.57	54,486,160.03	1,380,791.46



Budget Analysis : FY 11-12 to FY 12-13

FY 11-12 Approved Budget	142,323,920
Increases	5,539,085
Decreases	(748,707)
FY 12-13 Proposed Budget	147,114,298

Summary of Expenditure Increases in Proposed Budget : Discussion



	Discussion
2% Cost of Living Increase All Staff	\$2,056,092
4.6% Increase in Health/Dental	460,506
1.0% Increase in Retirement	912,318
Facility Insurance Increase – The Center	30,000
Teachers : 21 District-wide	1,404,948
Support Staff: The Center/NHS	535,221
RTI Purchase Services	70,000
Security (Board Meetings/The Center)	20,000
Transportation – McKinney Vento (Homeless) Act	50,000
	\$5,539,085



Summary of Expenditure Reductions in Proposed Budget

Close Warehouse :

Supplies	222,580
Purchase Services	88,740
Reclassify Position - Salary Savings	15,680
Trailer Rental	4,735
Energy Costs	6,000
Teachers – 4.5 Reductions due to Opening of The Center	289,713
5% Reduction in Schools Allocation	121,259
	748,707



Teacher and Staff Increases FY 12-13

Teacher:	FTE
CHS/CMS – Band	1
CES/CMS – AGP/Core	4
LES – Lead Teacher	1
The Center	11.5
CRMS – Orchestra	.5
NRES – Core Course	2
HEC – Core Course	1
Reductions Due to The Center	-4.5
Total	16.5
Support:	
Asst. Director – The Center	1
Clerical/Facility – The Center	3
Principal/Secretary – NHS	2
Total	6

Projected Annual Costs – The Center

Description	Projected New Cost *	Actual New Cost	All Cost Total
Assistant Director 1.0	113,937	116,333	116,333
Teachers/Cert. Staff 11.5	556,681	893,397	849,048
Support 7.5	271,804	201,292	535,221
Teacher Reduction @ High Schools		(289,713)	
Total Staff Costs	942,422	921,309	1,500,602
Utilities	144,300	151,300	152,500
Maintenance	10,800	10,800	9,600
Supplies	0	130,082	130,082
Total Operating Costs	155,100	292,182	292,182
Total Additional Cost	1,097,522	1,213,491	1,792,784

* September 12, 2012 Vision 2015

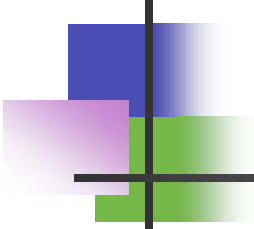
Projected Annual New Costs – New HS

Description	Projected New Staff *	Budgeted New Staff (Actual)
Principal	133,553	144,844
Teachers/Certified Staff	340,021	
Support (Facility Supervisor to CATS)	341,692	
Secretary		52,888
Total Staff Costs	815,266	197,732
Utilities	238,750	
Maintenance	10,800	
Supplies		
Total Operating Costs	249,550	0
Total Additional Cost New HS	1,064,816	197,732

* September 12, 2012 Vision 2015

Transportation Costs Comparison

FY 10-11 – FY 11-12



	FY 10-11 Actual	FY 11-12 Budgeted
Salaries & Bonuses	\$2,839,441	\$3,028,311
Fringe Benefits	744,435	875,759
Contracted Services	153,728	210,725
Supplies & Materials	81,682	68,635
Insurance	1,043	1,050
Totals	\$3,820,329	\$4,184,480



McKinney – Vento Act Costs to District

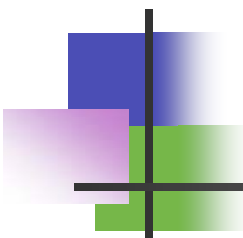
McKinney –Vento Grant Funds for Transportation	\$ 7,738
McKinney – Vento Transportation Cost YTD	\$ 56,735
Cost to the District – General Fund	\$48,997

Principals FY 12-13 – Additional Request - Elementary Schools

	FTE (New)	Cost	Current Positions
RTI Interventionist	12.5	871,867.10	
Registrar – 20 extra days		42,319.03	12
InTec Specialist	6.5	375,421.35	
AA to AP- 20 extra days		139,517.72	7
Professional Dev. Funds		49,790.36	
Instructional Supplies		95,500.00	
RTI Instructional Asst.	7	222,013.13	
Certified Staff	2	124,442.15	
Literacy Library Supplies		21,000.00	
Stipends		21,000.00	55
Clerical Staff	1.0	54,349.69	
Custodian	1.0	35,894.22	
Lego Grant Match		<u>10,000.00</u>	

\$2,063,115

Listed in Order of Priority



Principals FY 12-13 – Additional Request - Middle Schools

	FTE (New)	Cost	Current Positions
Instructional Assistants	2.0	71,833	
Certified Staff (increase to FT)		18,832	1.0
		\$90,665	

Listed in Order of Priority



Principals FY 12-13 – Additional Request - High Schools

	FTE (New)	Cost	Current Positions
Instructional Staff – Certified	4.5	245,444	
Administrative Assistant	1	74,682	
IB Instructional Supplies/Training		53,896	
Clerical Staff	3.0	130,176	.5
Guidance Staff	.5	33,300	
Custodian	2	75,144	
AA to AP – 20 extra days		8,682	1
Registrar – 20 extra days		4,545	1
Stipends	1	3,400	
Lego Grant Match		10,000	
		\$639,269	

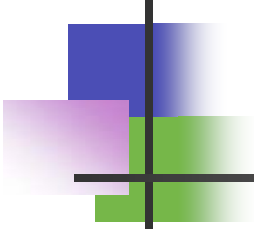
Listed in Order of Priority



BUDGETED GENERAL FUND REVENUE

	FY 2011-2012	FY 2012-2013
	APPROVED	PROJECTED
	<u>REVENUE</u>	<u>REVENUE</u>
Local Tax Revenue	\$50,445,133	\$51,818,810
Other Local Revenue	\$ 65,000	\$ 71,500
TOTAL LOCAL REVENUE	\$50,510,133	\$51,890,310
State Education Finance Act Funding	\$29,037,292	\$30,749,856
State EIA & Indirect Cost Transfers	\$3,052,880	\$2,658,430
State Revenue For Property Taxes	\$40,976,904	\$41,607,411
Other State Revenue	\$15,811,083	\$16,792,842
TOTAL STATE REVENUE	\$88,878,159	\$91,808,539
Maintenance of Effort		\$1,081,630
Operational Fund Balance (Used to balance)	\$2,935,628	\$2,333,819
TOTAL FUNDS AVAILABLE	\$142,323,920	\$147,114,298

COST OF LIVING ANALYSIS



	Teachers	Support Staff	Administration	Increased Costs
Salary	1,355,200	512,736	188,156	2,056,092
Retirement	262,773	99,420	36,483	398,676
Worker's Comp.	9,080	3,435	1,261	13,776
FICA	103,673	39,224	14,394	157,291
Totals	1,730,726	654,815	240,294	2,625,835



Fund Balance Analysis

Total Fund Balance	24,646,085
Board Policy requirement (8.5%)	(12,097,533)
Assigned Start up cost new schools	(3,000,000)
School parking lots maintenance	(247,951)
For use in FY 11-12	(2,935,628)
Unreserved Fund Balance	6,364,973

Tax Anticipation Note Analysis

TAN 2011 A

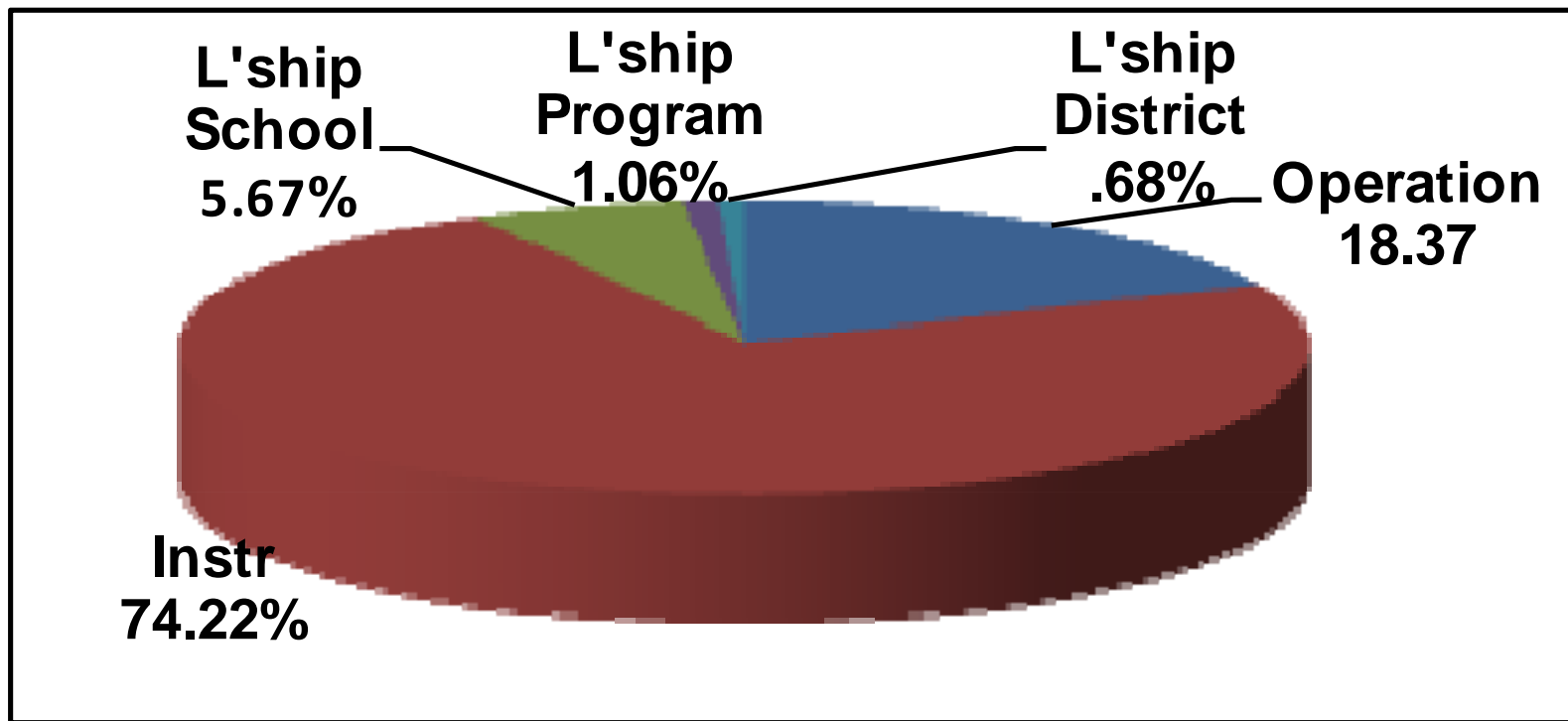
Amount Borrowed November 18, 2011	\$9,368,425
Amount Repaid February 21, 2012	<u>\$9,397,489</u>
Cost of Financing	\$29,064
Interest lost if amount borrowed had been available to invest	<u>\$23,243</u>
Total Cost of Financing	\$52,307



Projected Changes in Fund Balance Assigned for the Opening of New Schools - FY 12-13

Assigned for the Start up cost new schools	\$3,000,000
Less :Projected Start up Cost FY 12-13 – The Center	(\$1,213,491)
Less: Projected Start up cost FY 12-13 – NHS	(\$197,732)
Projected Amount remaining in Assigned Fund Balance for the opening of new schools	1,588,777

Current Operating Expenditures



Source: In\$ite State Department of Education Website, FY2010



Revenue and Expenditure Projections – Next Five Years With No Millage Increase

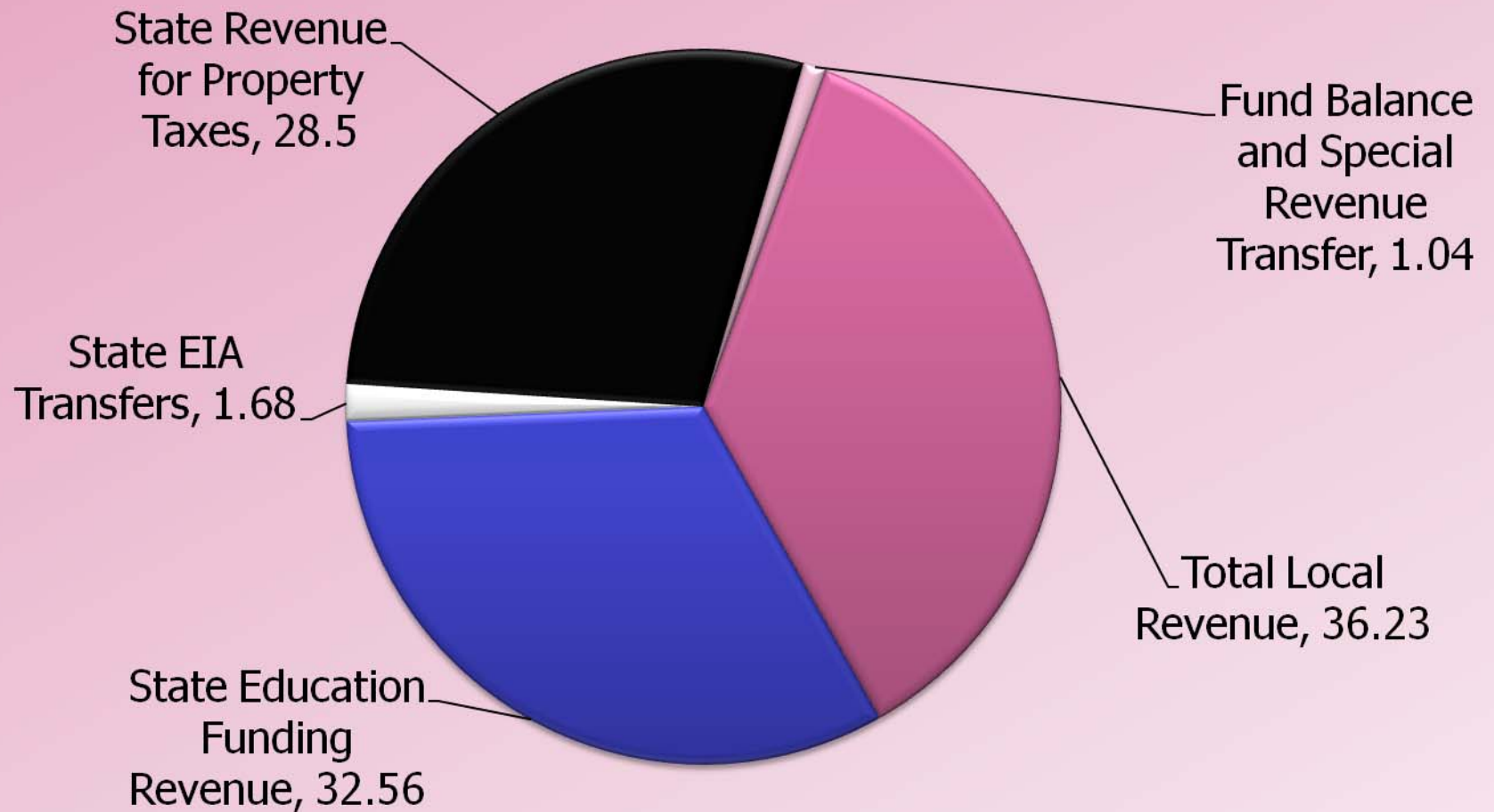
Revenue	Projected FY 11-12	Projected FY 12-13	Projected FY 13-14	Projected FY 14-15	Projected FY 15-16
Local Sources	51,992,881	52,772,774	54,224,026	56,121,866	58,226,436
State Sources	86,333,095	88,059,757	90,481,400	93,648,249	97,160,059
Total Rev. All Sources	138,325,976	140,832,531	144,705,426	149,770,116	155,386,495
% of Change	5.10%	1.81%	2.75%	3.50%	3.75%
Other Financing Sources(Uses)	2,578,542	3,100,000	3,150,000	3,175,000	3,250,000
Fund Balance Previous Year	24,646,085	25,038,199	24,263,495	22,460,006	20,744,452
Totals Funds Available	165,550,603	168,970,730	172,118,921	175,405,122	179,380,947
Total Expenditures	140,512,404	144,707,235	149,658,914	154,660,670	158,522,493



Fee Schedule Example

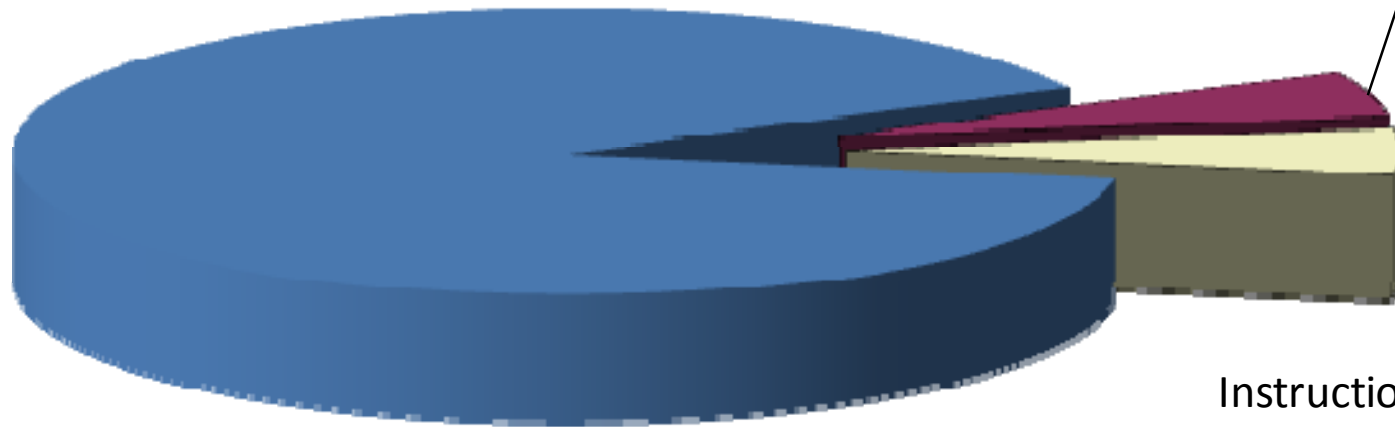
Class	Location	Fee	Total Fees
One Fee Covers All Courses	The Center	65.00	65.00
Activity Fee	The Center	10.00	10.00
Activity Fee + Club Fee	High School	17.00	17.00
English 4	High School	8.50	8.50
AP Math	High School	18.00	18.00
Accounting 1	High school	31.00	4.00
Business Law	High school	10.00	4.00
Activity/Phone Fee	High school	9.00	9.00
Parking Fee	High School	40.00	40.00

Anticipated General Fund Revenue



Anticipated Operating Expenditures

Salaries & Related
Costs- 90.1%



Instructional &
Support Services-
4.88%

Utilities &
Maintenance-
5.02%



Act 388 Calculation of Allowable Millage Increase

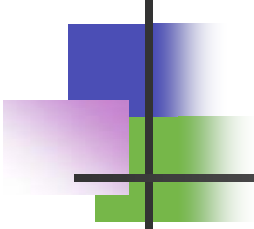
Consumer Price Increase (CPI)	3.16%
Population Growth for Lex./Rich. 5	1.02%
Allowable Percentage Increase	4.18%
FY 2011 Millage Rate	221.97
Allowable Percentage Increase	x 4.18%
FY 2012 Allowable Millage Increase	<hr/> 9.27 <hr/>



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 2010 to FY 2011



• FY 2010 Fund Balance	23,076,777
• Reserved	(5,701,580)
• Unreserved Fund Balance	17,375,197
• FY 2011 Fund Balance	24,646,085
• Reserved/Assigned	(18,281,112)
• Unreserved Fund Balance	6,364,973

Source: Audited Comprehensive Annual Financial Report FY 09-10, FY 10-11