

A decorative graphic consisting of a thin yellow circle. A thick black left square bracket is positioned on the left side of the circle, and a thick yellow right square bracket is on the right side. A horizontal olive-green bar with a white gradient is centered across the circle, containing the main title text.

2011-2012 Proposed Final Budget Discussion

Northwestern Lehigh School
District

May 11, 2011

[Agenda

- 2011-12 Proposed Final Budget Discussion

[2011-2012 Budget Goals]

- Preserve instructional programs with some modifications
- Provide appropriate class sizes
- Continue looking for areas to cut-back and do things differently without negatively affecting programs
- Plan for our future

Budget Timeline

2011-2012 Budget Timeline	Dates	Estimated Revenue	Estimated Expenditures	Estimated Budget Shortfall	Estimated Budget Shortfall w/Millage Increase
Budget Overview	Jan 12, 2011	\$ 35,279,293	\$ 36,978,201	\$ (1,698,908)	\$ (1,329,517)
Budget Discussion	March 10, 2011	\$ 34,923,590	\$ 36,978,201	\$ (2,054,611)	\$ (1,685,220)
Budget Update	April 14, 2011	\$ 35,331,772	\$ 36,740,645	\$ (1,408,873)	\$ (1,033,331)
Proposed Final Budget Adoption	May 11, 2011	\$ 35,231,624	\$ 36,293,966	\$ (1,062,342)	\$ (686,800)
Final Budget Adoption	June 15, 2011	TBD	TBD	TBD	TBD

Assumes max millage increase of 0.86 mills

2011-12 Proposed Final Budget Summary

May 11th

	Actual 2009-10	Final Budget 2010-11	April 14, 2011 Budget 2011-12	May 11, 2011 Proposed Final 2011-12	Change from 4/14/11
Total Bldg & Dept Budgets	2,754,086	3,517,711	4,403,222	4,371,021	(32,201)
Total Salaries	16,385,972	16,574,883	16,546,993	16,383,830	(163,163)
Total Benefits	5,434,551	6,844,969	6,659,482	6,408,168	(251,314)
District Wide	7,483,485	9,435,655	8,903,948	8,903,948	-
Grant Expenditures	373,136	558,847	227,000	227,000	-
Estimated Total Expenditures	32,431,230	36,932,065	36,740,645	36,293,967	(446,678)
Estimated Total Revenue	35,838,822	36,681,961	35,331,772	35,231,624	(100,148)
Excess/(Shortfall)	3,407,592	(250,104)	(1,408,873)	(1,062,343)	346,530
Estimated Millage Increase- 0.86 mills			375,542	375,542	-
Excess/(Shortfall) to Balance Budget			(1,033,331)	(686,801)	346,530

(\$346,530)
Additional Reduction

Changes from April 14th

■ Revenues

- Revised Assessment from Lehigh County
 - (-) \$111,834
- Interest Earnings
 - (+) \$50,000
- Contributions/Donations
 - (-) \$35,000
- Misc. Adjustments
 - (-) \$3,314

NET REVENUE CHANGE

(-) \$100,148

■ Expenditures

- Bldg/Dept revisions
 - (-) \$32,201
- Salaries & Benefits
 - (-) \$414,477

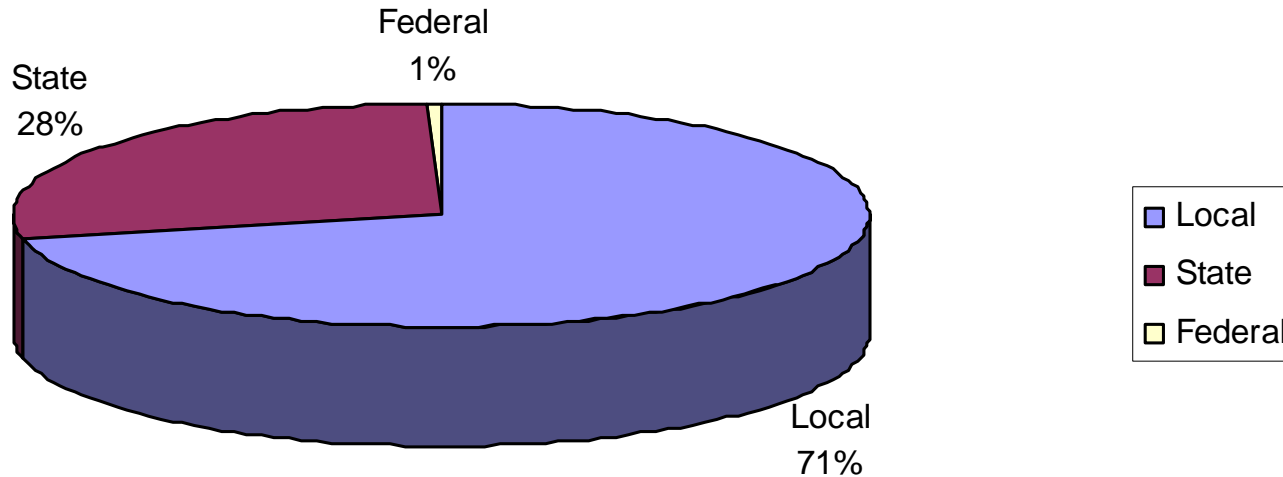
NET EXPENDITURE CHANGE

(-) \$446,678

[Revenues \$35,231,624]

NOTE: Explanations of changes can be found in the 2011-2012 Budget Overview Packet

	2011-12 Proposed Final Amount	Percentage (%) Total Budget
Local	\$25,164,018	71%
State	\$9,840,606	28%
Federal	\$227,000	1%
	\$35,231,624	100%



2011-12 Revenues

Variances compared to 2010-11

- Local Sources:
 - (-) \$429,272 reduction
- State Sources:
 - (-) \$396,358 reduction
- Federal Sources:
 - (-) \$624,707 reduction

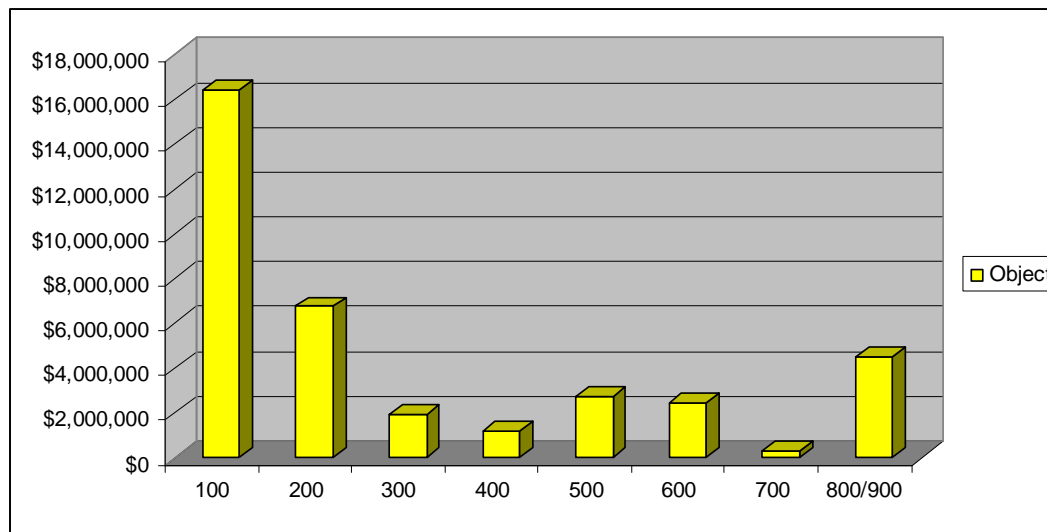
NOTE: Explanations of changes can be found in the 2011-2012 Budget Overview Packet

NET REDUCTION TO REVENUES (-) \$1,450,337

Expenditures By Object

	2010-11 Budget Amount	2011-12 Proposed Final Amount	Percentage (%) Total Budget
Salaries (100)	\$16,574,883	\$16,419,829	45%
Benefits (200)	\$7,224,969	\$6,752,168	19%
Purchased Prof & Tech Services (300)	\$1,931,757	\$1,928,084	6%
Purchased Property Services (400)	\$1,011,884	\$1,181,146	3%
Other Purchased Services (500)	\$2,695,123	\$2,713,428	7%
Supplies (600)	\$2,013,404	\$2,456,369	7%
Property (700)	\$261,613	\$310,984	1%
Other Financing Uses (800/900)	\$5,218,432	\$4,531,958	12%
	\$36,932,065	\$36,293,966	100%

NOTE:
 Explanations of
 changes can be
 found in the
 2011-2012
 Budget Overview
 Packet



2011-12 Expenditures

Variances compared to 2010-11

- Salaries (100)
 - (-) \$155,054
- Benefits (200)
 - (-) \$472,801
- Prof. & Tech. Svcs (300)
 - (-) \$3,673
- Property Svcs (400)
 - (+) \$169,262
- Other Purch. Svcs (500)
 - (+) \$18,304
- Supplies (600)
 - (+) \$442,965
- Property (700)
 - (+) \$49,371
- Other Financing Uses (800/900)
 - (-) \$686,474

NET REDUCTION TO EXPENDITURES (-) \$638,099

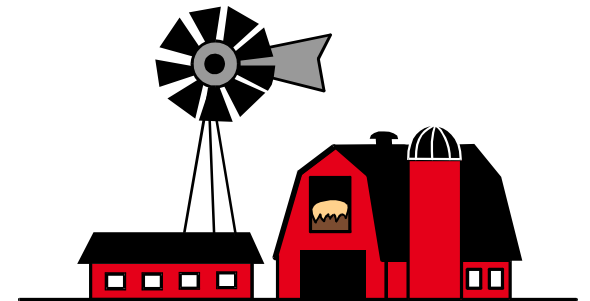
2011-12 Staffing Changes

Administration	Salary	Benefits	Total
High/Middle School	\$ (43,768)	\$ (19,328)	\$ (63,096)
Elementary	(8,241)	(1,601)	(9,842)
Operations	(93,241)	(34,923)	(128,164)
	\$ (145,250)	\$ (55,852)	\$ (201,102)
Professionals			
	Salary	Benefits	Total
High School	\$ (292,353)	\$ (84,201)	\$ (376,554)
Middle School	(115,160)	(54,888)	(170,048)
Elementary	(106,680)	(33,955)	(140,635)
	\$ (514,193)	\$ (173,044)	\$ (687,237)
Support			
	Salary	Benefits	Total
Operations	\$ (173,564)	\$ (110,069)	\$ (283,632)
Middle School	3,163	(18,310)	(15,147)
	\$ (170,401)	\$ (128,378)	\$ (298,779)
Grand Total	\$ (829,844)	\$ (357,274)	\$ (1,187,118)

Note: Post retirement benefits are not included in these amounts.

[Homestead/Farmstead Act]

- Gaming revenue
 - 2010-11 Allocation \$666,002
 - 2011-12 Allocation \$665,966 **(-) \$36 Reduction**
- Homestead properties \$148.56
 - 2010-11 4,463
 - 2011-12 4,474 **Increased by 11 ptys**
- Farmstead Properties \$6.41
 - 2010-11 210
 - 2011-12 203 **Decreased by 7 ptys**



Planned Use of Fund Balance

Proposed Final Shortfall-May 11th

\$1,062,342

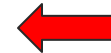


Shortfall assume 0 mill increase

Unreserved/Undesignated
Budgetary Reserve

\$400,000

\$400,000



Unreserved/Undesignated
Use of Fund Balance

Designated/Reserved

OPEB

\$75,000

Technology

\$100,000

Bus Replacements

\$25,000

Rate Stabilization Fund

\$180,192

Electric

\$150,000

Diesel/Heating Oil

\$132,150

\$662,342



Designated/Reserved
Use of Fund Balance

Total Use of Fund Balance

\$1,062,342

Estimated Fund Balance – June 30, 2011

Composition of Fund Balance	6/30/2010	Additions 2010-11	Appropriations 2011-12	Estimated Balance 6/30/2011
Unreserved/Undesignated	\$2,854,725	\$382,302	(\$400,000)	\$2,837,027
Reserved	\$2,141,403	\$380,000	(\$75,000)	\$2,446,403
Reservation for Prepaids	\$84,691	(\$84,691)	\$0	\$0
Unreserved/Designated	\$4,030,104	\$2,199,896	(\$587,342)	\$5,642,658
Total Fund Balance	\$9,110,923	\$2,877,507	(\$1,062,342)	\$10,926,088

Unreserved/Undesignated, June 30, 2011	
Total Budget	\$36,932,065
Unreserved/Undesignated - % of Budget	7.730%

**2010-11
Estimated Variances**

**2011-12
Estimated Use of
Fund Balance**

\$2,837,027
\$36,293,966
<u>7.817%</u>

**June 30, 2011 Estimated
Unreserved/Undesignated
Fund Balance**

2010-11 Budget Variances

Estimated Favorable Variance	\$ 2,877,507	
Planned Variances- Expenditures		
OPEB	(380,000)	
PSERS	(438,000)	
HBS	(300,000)	
EBP Rate Stabilization	(412,473)	
	\$ (1,530,473)	← Planned Variances
Unplanned Variances-Expenditures		
Salaries & Benefits	(262,611)	
Electric	(150,000)	
Oil/Diesel	(275,000)	
Cyber/Charter Expenditures	(100,000)	
IU Transportation	(50,000)	
Tax Collection Services	(40,000)	
Bond Refinancing Savings	(365,527)	
Budgetary Reserve	(400,000)	
Other	(126,984)	
	\$ (1,770,122)	← Unplanned Variances
Unfavorable Variances-Revenues	\$ 423,088	← REVENUE Variances
Net Variances	\$ (2,877,507)	