



**2011-2012
FINAL BUDGET
OVERVIEW**

Northwestern Lehigh School District
2011-2012 Budget Summary
June 15, 2011

	Actual 2009-10	Final Budget 2010-11	Jan 12, 2011 Budget 2011-12	March 10, 2011 Budget 2011-12	May 11, 2011 Proposed Final 2011-12	June 15, 2011 Final 2011-12	Change from 2010-11	Change from 5/11/11
Total Building & Department Budgets	\$2,754,086	\$3,517,711	\$3,517,711	\$3,517,711	\$4,371,021	\$4,136,396	\$618,685	(\$234,625)
Total Salaries	16,385,972	16,574,883	17,072,151	17,072,151	16,383,830	16,383,830	(191,054)	-
Total Benefits	5,434,551	6,844,969	7,131,949	7,131,949	6,408,168	6,408,168	(436,801)	-
District Wide	7,483,485	9,435,655	9,029,390	9,029,390	8,903,948	8,875,627	(560,028)	(28,321)
Grant Expenditures	373,136	558,847	227,000	227,000	227,000	213,142	(345,705)	(13,858)
Estimated Total Expenditures	\$32,431,230	\$36,932,065	\$36,978,201	\$36,978,201	\$36,293,967	\$36,017,163	(\$914,903)	(\$276,804)
Estimated Total Revenue	\$35,838,822	\$36,681,961	\$35,279,293	\$34,923,590	\$35,231,624	\$35,281,565	(\$1,400,396)	\$49,941
Excess/(Shortfall)	\$3,407,592	(\$250,104)	(\$1,698,908)	(\$2,054,611)	(\$1,062,343)	(\$735,598)		
Estimated Millage Increase- 0.86 mills			369,391	369,391	-	-		
Estimated Use of Fund Balance		\$250,104	\$1,329,517	\$1,685,220	\$1,062,343	\$735,598		(\$326,745)

Northwestern Lehigh School District
2011-2012 Final Budget Highlights
Changes from Proposed Final Budget
June 15, 2011

The following represents changes to the Final Budget (June 15th) since the Proposed Final Budget (May 11th)

Total Revenues (0 millage increase)- **\$35,281,565**

- Changes from Proposed Final Budget (May 11, 2011)
 - Assessed value changes \$ 7,434
 - Actual Homestead/Farmstead amount (36)
 - Restored SS reimbursement 56,401
 - Decrease in Title I (5,552)
 - Decrease in Title II (8,306)
- Net Increase to Revenues \$ 49,941

Total Expenditures - **\$36,017,163**

- Changes from Proposed Final Budget (May 11, 2011)
 - Decrease in electric estimates \$ (234,325)
 - Decrease from estimate for Insurance (2,837)
 - Decrease to OPEB Annual Required Contribution (25,784)
 - Decrease to grant expenditures (13,858)
- Net Decrease to Expenditures \$ (276,804)

Net Change to Proposed Final Budget \$ (326,745)

Estimated Use of Fund Balance \$ 735,598

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2011-2012 FINAL BUDGET
REVENUES AND OTHER FINANCING SOURCES
SUMMARIZED VARIANCES FROM 2010-2011 BUDGET**

CATEGORY	KEY ASSUMPTIONS	CHANGE FROM 2010-2011
LOCAL REVENUE		
Current Real Estate Tax	Est. assessment growth of \$933K from 7/10 to 4/11	\$ 50,248
	Est. reduction in assessment appeals \$1.5M	\$ (74,232)
	Increase collection rate from 95.5% to 96%	\$ 108,999
Interim Real Estate Tax	Reduction based on actual experience in 0910 & 1011	\$ (50,000)
Real Estate Transfer Tax	Reduction based on actual experience in 0910 & 1011	\$ (50,000)
Earnings on Investments	Increase based on projected interest rates	\$ 50,000
IDEA	Reduction based on 1011 actual	\$ (29,000)
ARRA IDEA	Elimination of Federal Stimulus Funds	\$ (375,000)
Contributions	Reduction in estimated EITC funds	\$ (57,500)
All Other Local Sources (net)		<u>\$ 4,647</u>
	LOCAL REVENUE- TOTAL CHANGE	\$ (421,838)
STATE REVENUE		
Basic Education Funding	Estimate based on State Estimate	\$ 249,568
Cyber/Charter Reimbursement	Elimination of funding	\$ (180,000)
Rental & Sinking Fund Payments	Reduction based on debt payments	\$ (188,000)
PA Accountability Grant	Elimination of funding	\$ (232,733)
Retirement Reimbursement	Increase in Employer Contribution Rate	\$ 15,905
All Other State Sources (net)		<u>\$ (4,733)</u>
	STATE REVENUE- TOTAL CHANGE	\$ (339,993)
FEDERAL REVENUE		
Title I	Reduction in allocation	\$ (5,552)
Title II	Reduction in allocation	\$ (8,306)
ARRA SFSF	Elimination of Federal Stimulus Funds	<u>\$ (624,707)</u>
	FEDERAL REVENUE- TOTAL CHANGE	\$ (638,565)
	TOTAL REVENUE & OTHER FINANCING SOURCES	<u>\$ (1,400,396)</u>

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2011-2012 FINAL BUDGET
EXPENDITURES AND OTHER FINANCING USES
SUMMARIZED VARIANCES FROM 2010-2011 BUDGET**

CATEGORY	KEY ASSUMPTIONS	CHANGE FROM 2010-2011
SALARIES	Increases on existing staff	\$ 635,790
	Non-Replacements, Re-Organizations, Attritional Savings	\$ (733,480)
	Reclassification of budget dollars to professional services	\$ (57,364)
	SALARIES- TOTAL CHANGE	\$ (155,054)
BENEFITS		
Health Benefits (medical, dental, RX)	Estimated Increases to premiums	\$ 116,222
	Elimination of Transportation Driver health benefits	\$ (311,208)
	Stabilization of healthcare participation levels	\$ (135,521)
	Reclassification of budget dollars to professional services	\$ (48,533)
PSERS	Estimated rate increase from 8.22% to 9.50%	\$ 209,289
OPEB	Reduction in Annual Required Contribution (ARC)	\$ (25,782)
Other (FICA, Life, LTD, W/C, etc)	Estimated rates for existing staff	\$ 54,224
	Non-Replacements, Re-Organizations, Attritional Savings	\$ (357,275)
	BENEFITS- TOTAL CHANGE	\$ (498,584)
PURCHASED PROFESSIONAL & TECHNICAL SERVICES		
Tax Collection Services	Reduction based on historical costs	\$ (22,500)
Educational Services (IU, Other LEA's)	Reduction based on identified services	\$ (102,352)
Other Professional Services	Increase based on anticipated charges	\$ 12,771
	Reclassification of budget dollars from salaries & benefits	\$ 105,897
Other Services (net)		\$ 2,511
	PURCH PROF & TECH SVCS- TOTAL CHANGE	\$ (3,673)
PURCHASED PROPERTY SERVICES		
Repairs & Maintenance	Transportation & B&G estimates	\$ 43,845
Technology	Reclassification of budget transfer funds/additional tech funds	\$ 99,350
Electric	Reduction in budgeted electric usage and rate	\$ (104,150)
Other Services (net)		\$ 26,067
	PURCH PTY SVCS- TOTAL CHANGE	\$ 65,112
OTHER PURCHASED SERVICES		
IU Transportation	Reduction based on estimated in-house transports	\$ (37,062)
Tech Communications	Increases based on estimated costs	\$ 17,000
Tuition Other LEA's	Reduction based on student enrollment	\$ (70,000)
Cyber/Charter School	Increase based on student enrollment	\$ 100,000
Other Services (net)		\$ (923)
	OTHER PURCH SVCS- TOTAL CHANGE	\$ 9,015
SUPPLIES		
General Supplies	Increase based on estimated needs district wide	\$ 37,767
	Reclassification of budget funds from property	\$ 49,371
Technology	Increase based on estimated needs	\$ 117,624
Electric	Reduction in budgeted electric usage and rate	\$ (130,175)
Oil /Diesel/Gasoline	Increase to price per gallon \$3.00 vs \$3.50	\$ 73,065
Non-Consumable Texts	Reclassification of budget funds to texts	\$ 150,000
Other Supplies (net)		\$ 6,733
	SUPPLIES- TOTAL CHANGE	\$ 304,385
PROPERTY		
Replacements	Increase based on planned capital purchases	\$ 49,371
OTHER FINANCING USES		
Debt	Reduction based on scheduled debt payments	\$ (391,490)
Fund Transfers	Reclassification and elimination transfers	\$ (273,000)
Other Financing Uses (net)		\$ (20,984)
	OTHER FINANCING USES- TOTAL CHANGE	\$ (685,474)
	TOTAL EXPENDITURES & OTHER FINANCING USES	\$ (914,902)

**Northwestern Lehigh School District
Five Year Budget Projection
June 2011**

	Final Budget 2009-10	Actual 2009-10	Final Budget 2010-11	Final Budget 2011-12	Preliminary Budget 2012-13	Preliminary Budget 2013-14	Preliminary Budget 2014-15	Preliminary Budget 2015-16
Building/Department Budgets								
Total Building & Department Budgets	\$3,465,012	\$2,754,086	\$3,517,711	4,136,396	4,136,396	4,136,396	4,136,396	4,136,396
Salaries-All Staff								
Total Salaries	16,631,746	16,385,972	16,574,883	16,383,830	16,874,666	17,380,228	17,900,956	18,437,306
Total Benefits-All Staff								
Medical	2,448,162	2,316,675	2,987,125	2,433,878	2,628,588	2,838,875	3,065,985	3,311,264
Prescription	537,635	534,039	602,936	548,250	592,110	639,479	690,637	745,888
Dental	153,215	144,809	162,886	153,246	160,908	168,954	177,401	186,271
PSERS	1,212,047	799,616	1,365,066	1,553,317	2,057,022	2,900,760	3,791,422	4,362,267
Social Security	1,272,329	1,241,922	1,263,454	1,253,084	1,290,912	1,329,587	1,369,423	1,410,454
Other Benefits	469,023	397,491	463,502	466,393	466,393	466,393	466,393	466,393
Total Benefits	6,092,411	5,434,551	6,844,969	6,408,168	7,195,933	8,344,048	9,561,262	10,482,537
District Wide	9,100,631	7,483,485	9,435,655	8,875,627	8,875,627	8,875,627	8,875,627	8,875,627
Grant Expenditures	178,847	373,136	558,847	213,142	213,142	213,142	213,142	213,142
Estimated Total Expenditures	\$35,468,647	\$32,431,230	\$36,932,065	36,017,163	37,295,765	38,949,441	40,687,383	42,145,008
Estimated Total Revenue	\$35,468,647	\$35,838,822	\$36,681,961	35,281,565	35,987,196	36,706,940	37,441,079	38,189,901
Excess/(Shortfall)		\$3,407,592	(\$250,104)	(735,598)	(1,308,568)	(2,242,501)	(3,246,304)	(3,955,107)
Assumptions:								
Salaries				0.00%	3.00%	3.00%	3.00%	3.00%
Medical, including RX				8.00%	8.00%	8.00%	8.00%	8.00%
Dental				5.00%	5.00%	5.00%	5.00%	5.00%
PSERS				8.65%	12.19%	16.69%	21.18%	23.66%
SS				7.65%	7.65%	7.65%	7.65%	7.65%
Revenues				2% increase	2% increase	2% increase	2% increase	2% increase

Note: Assumes increases to ONLY salaries and benefits and a 2% increase to total revenues. All other expenditure and revenue categories remain flat.