

**Superintendent's Recommended  
Budget**

**2012 – 2013**

**Presented to the  
Board of County Commissioners**

**April 26, 2012**



## Year in Review

# Milestones

- Student Achievement and Proficiency Continue to Rise
- Achievement Gap Continues to Close
- Graduation Rate Continues Among Highest in NC – 82.8%
- Lowest Dropout Rate on Record – 2.37%
- S.A.T. and A.C.T. Scores Exceed State and National Averages
- Record \$5.7 Million in Scholarships Awarded



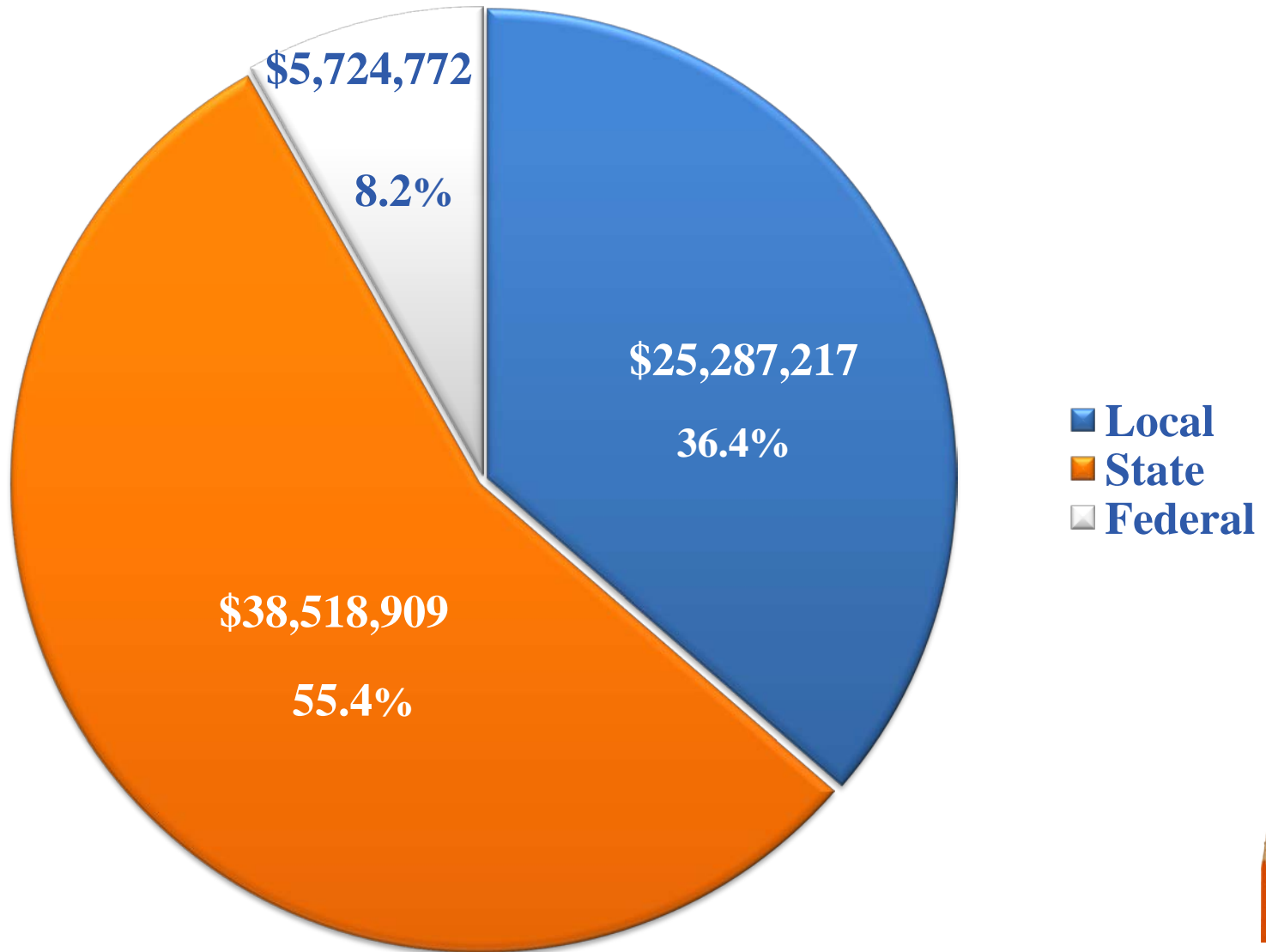
# Current Year Budget Overview

	<b>Total Revenue</b>	<b>Per Pupil Equivalent</b>	<b>% of Total Revenues</b>
Local*	\$25,287,217	\$3,449	36.4%
State	\$38,518,909	\$5,254	55.4%
Federal	\$5,724,772	\$781	8.2%
<b>Total</b>	<b>\$69,530,898</b>	<b>\$9,484</b>	

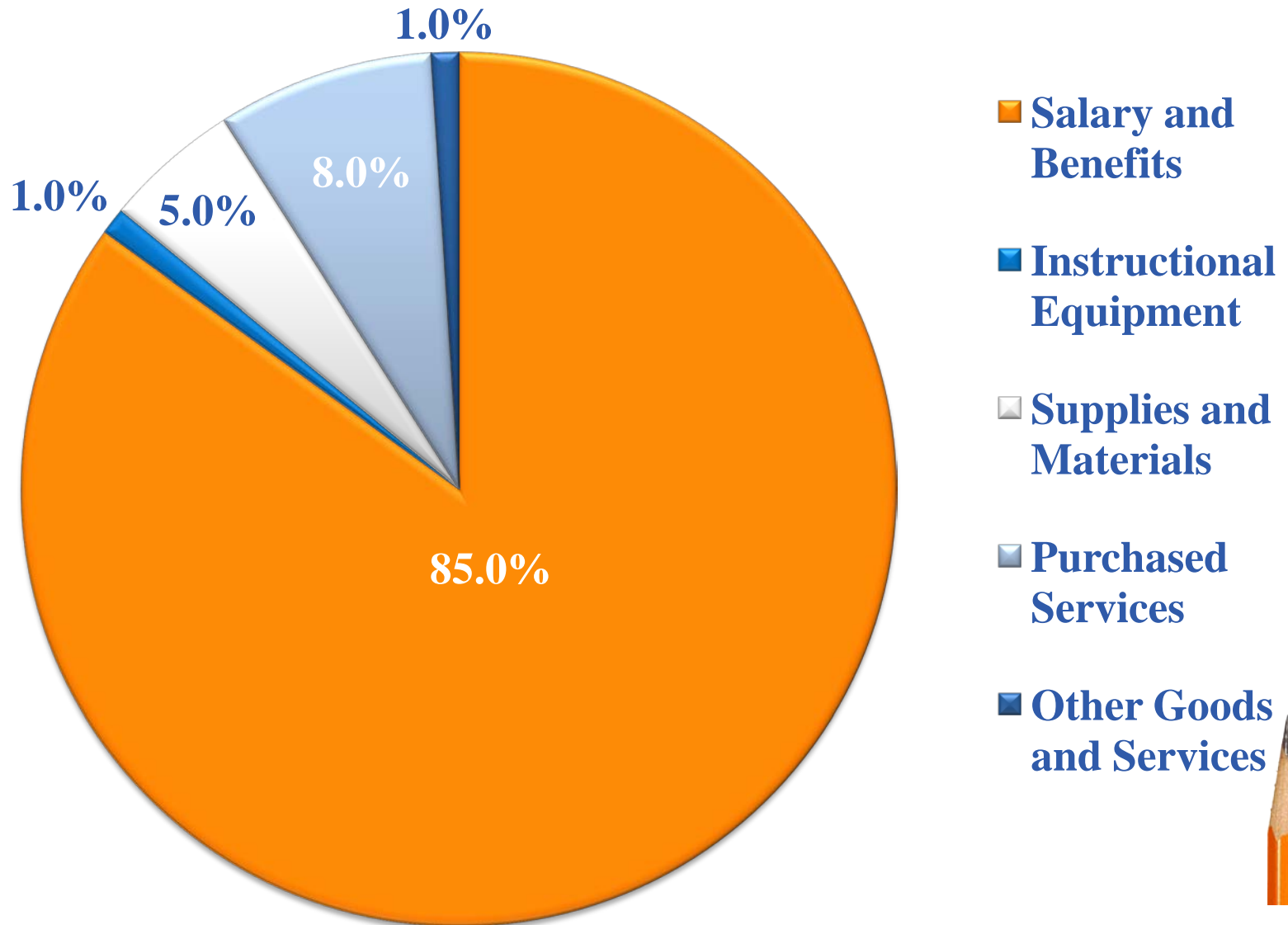
\*Local Current Expense Fund (includes per-pupil allocation) and Other Restricted Funds



# Revenue Sources for 2011-12



# How Funds are Used



# 2012 - 2013 Outlook



# 2012-13 Budget Highlights

- ✓ Increase in number of students to serve
- ✓ Loss of Federal Revenue
- ✓ Fewer State dollars
- ✓ Additional unfunded mandates





# County Student Enrollment Projection 2011-2013

	2011-12	2012-13
NC DPI Certified Students	7,272	7,420*
Less: Out-of-District	89	70
Plus: Charter School Students	254	289
<b>Total Projected by the BOCC:</b>	<b>7,437</b>	<b>7,639</b>

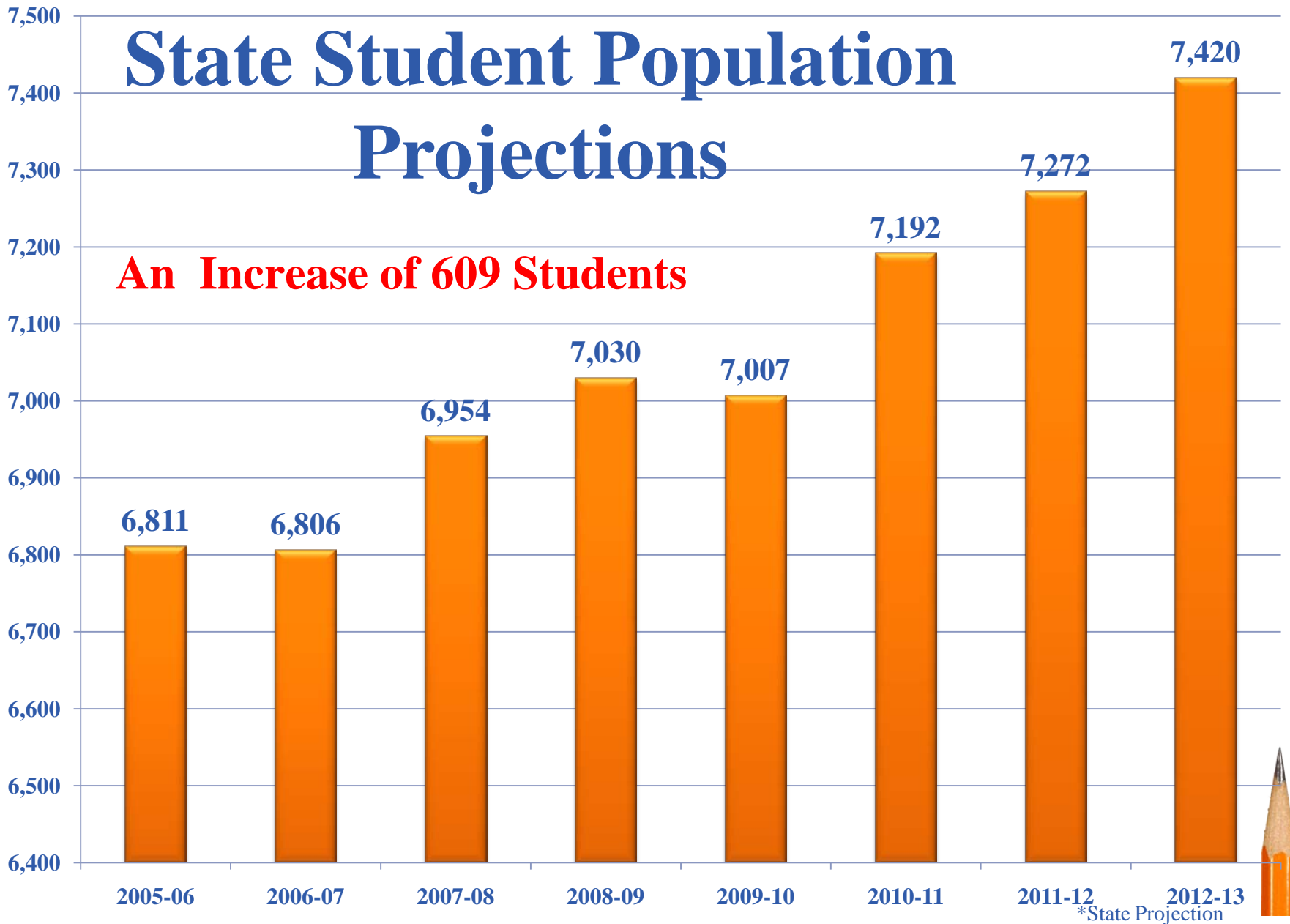
**Projected Enrollment Increase 202**

\*An Increase of 148 Students

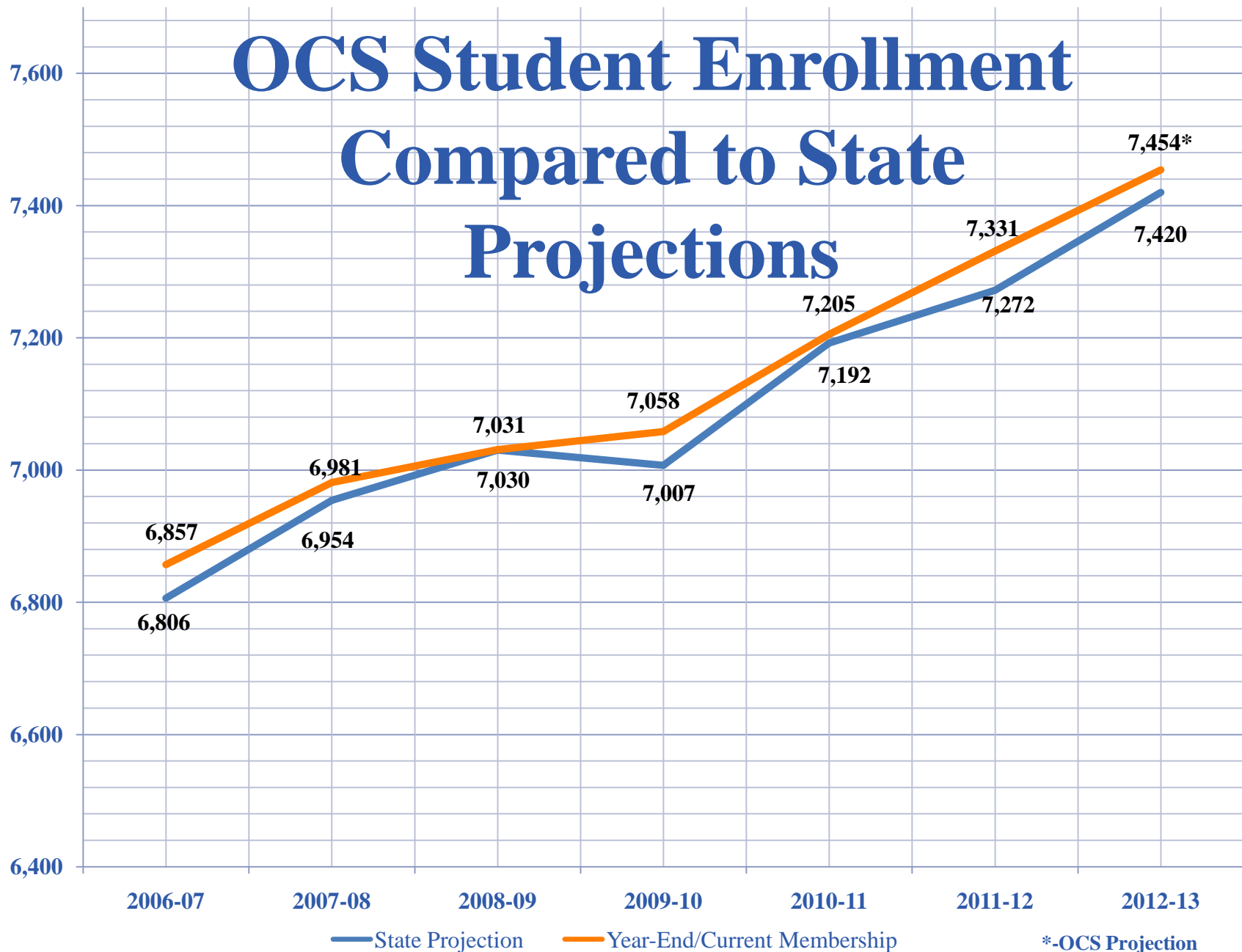


# State Student Population Projections

**An Increase of 609 Students**



# OCS Student Enrollment Compared to State Projections



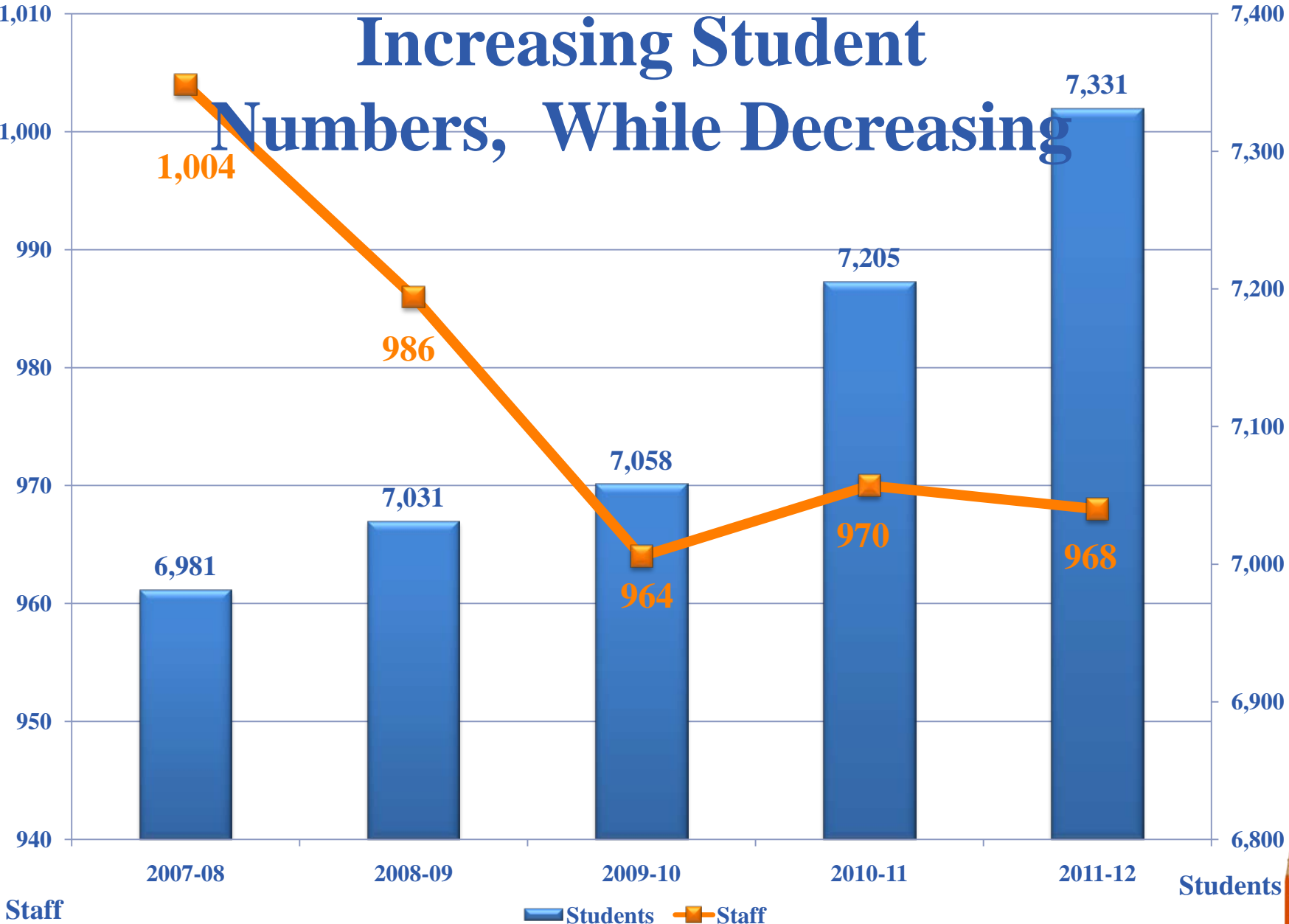
— State Projection

— Year-End/Current Membership

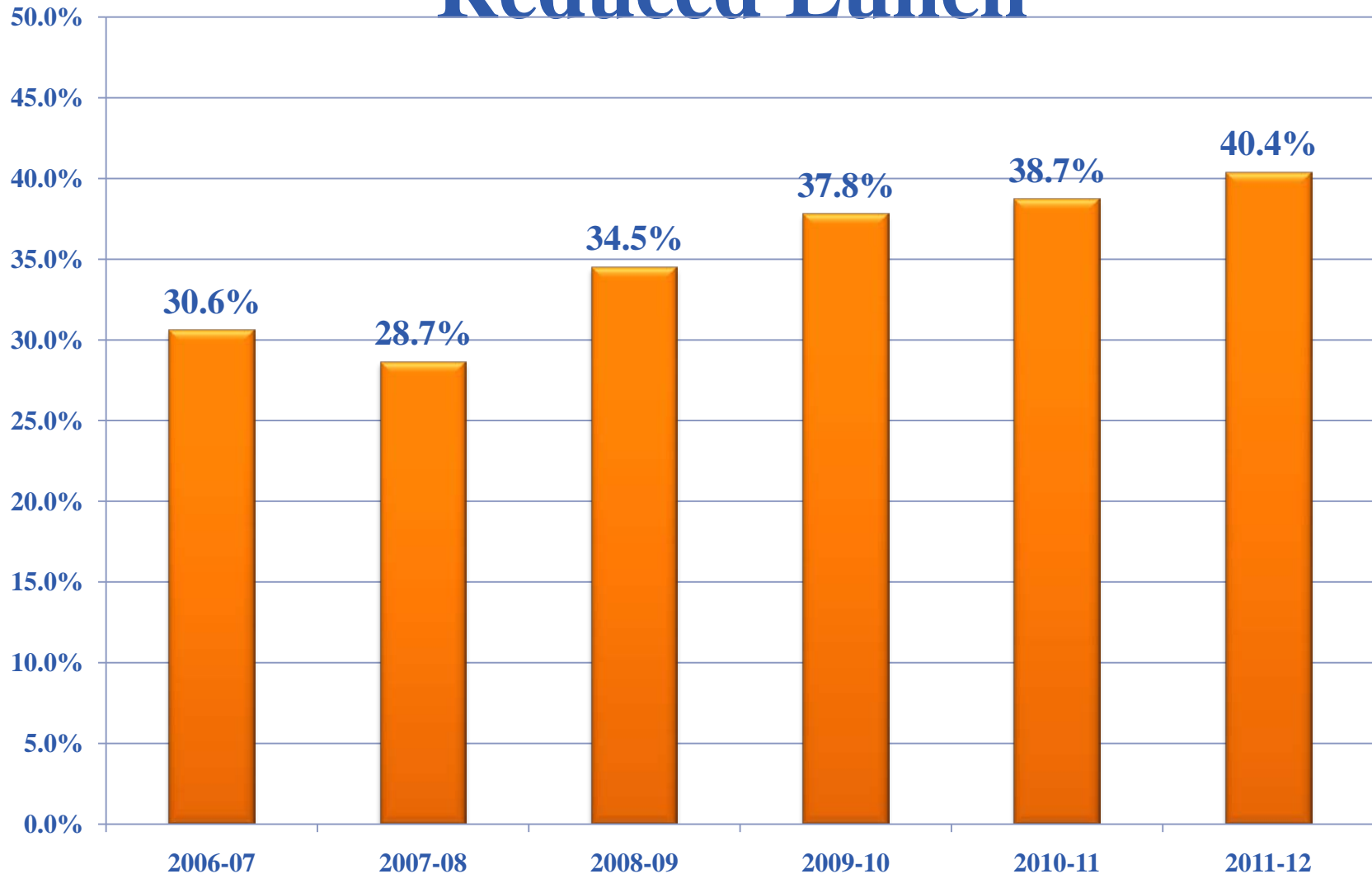
\*-OCS Projection



# Increasing Student Numbers, While Decreasing



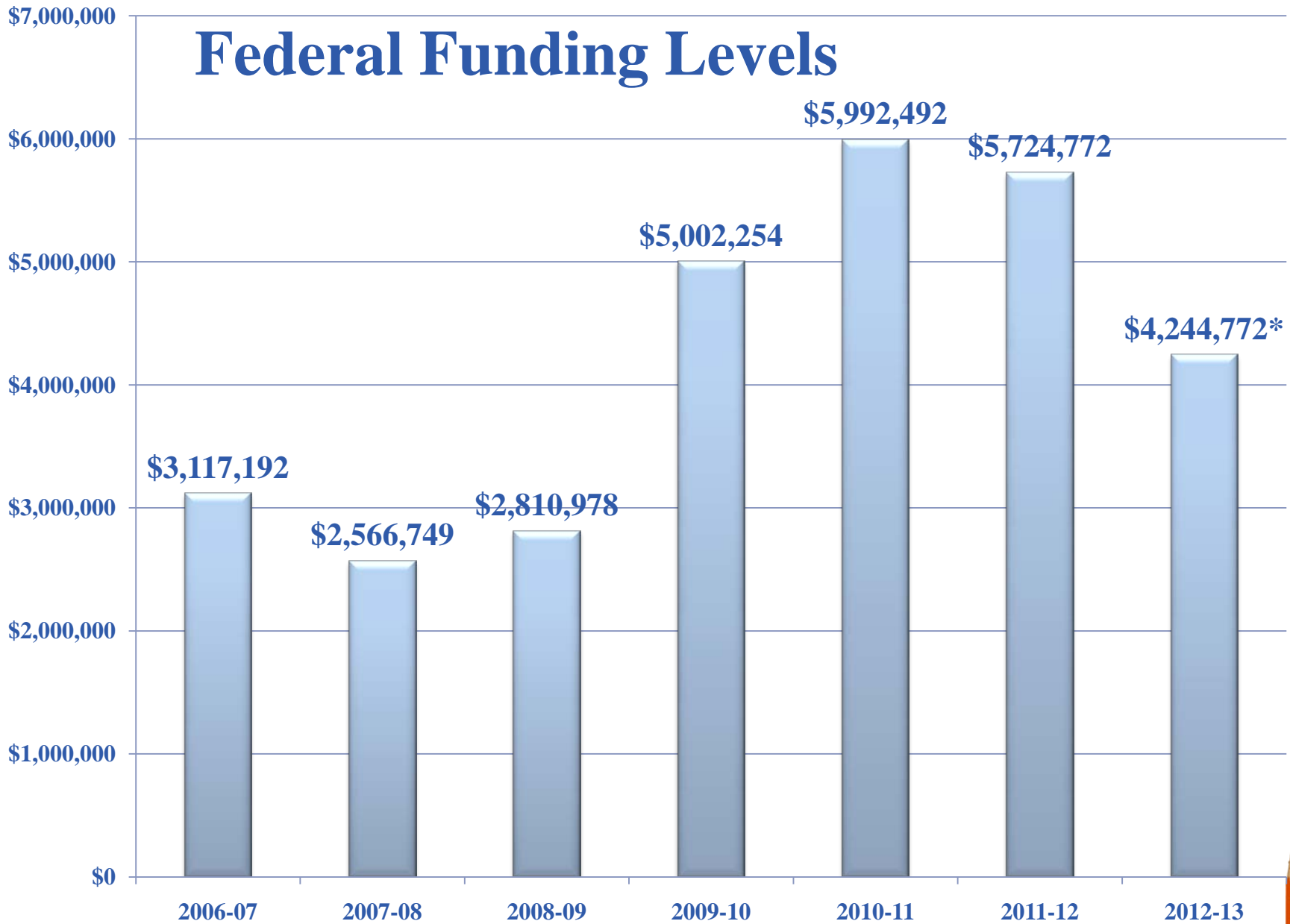
# Student Eligibility for Free and Reduced Lunch



# 2012 - 2013 Federal Funding Outlook



# Federal Funding Levels



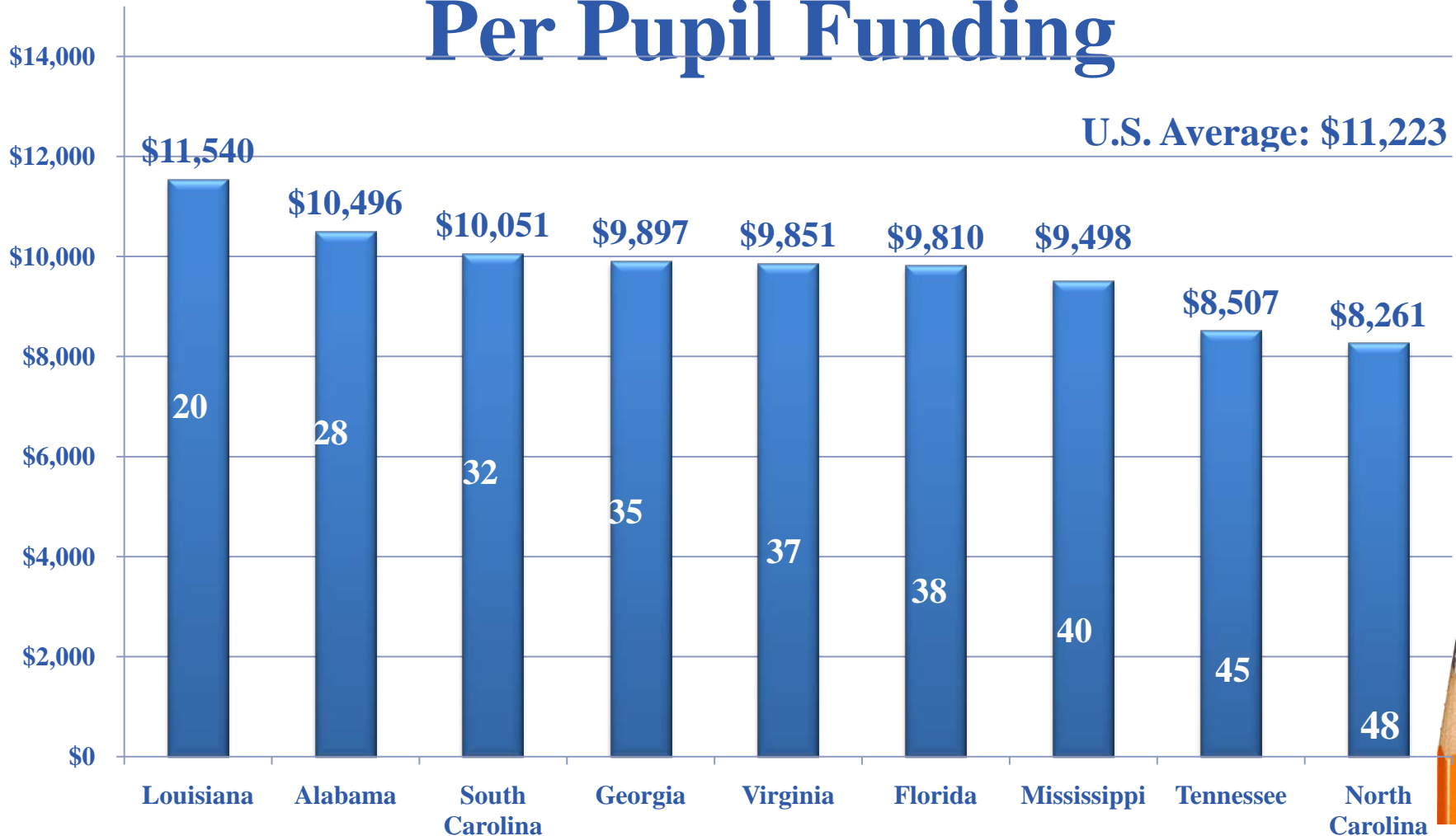
\* Projected

# 2012 - 2013 State Funding Outlook

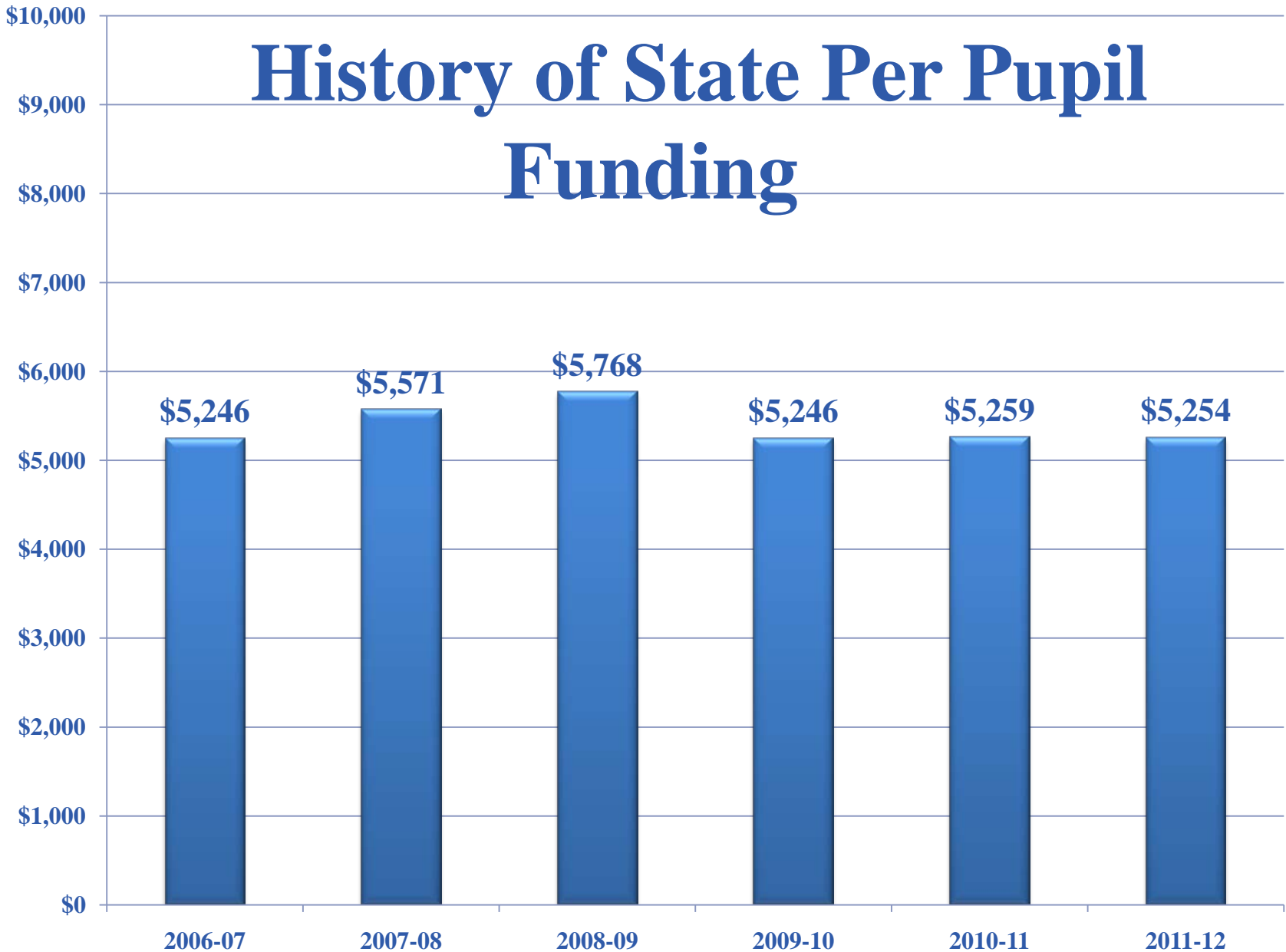




# North Carolina Currently Ranks 48<sup>th</sup> in the Nation for Combined Per Pupil Funding

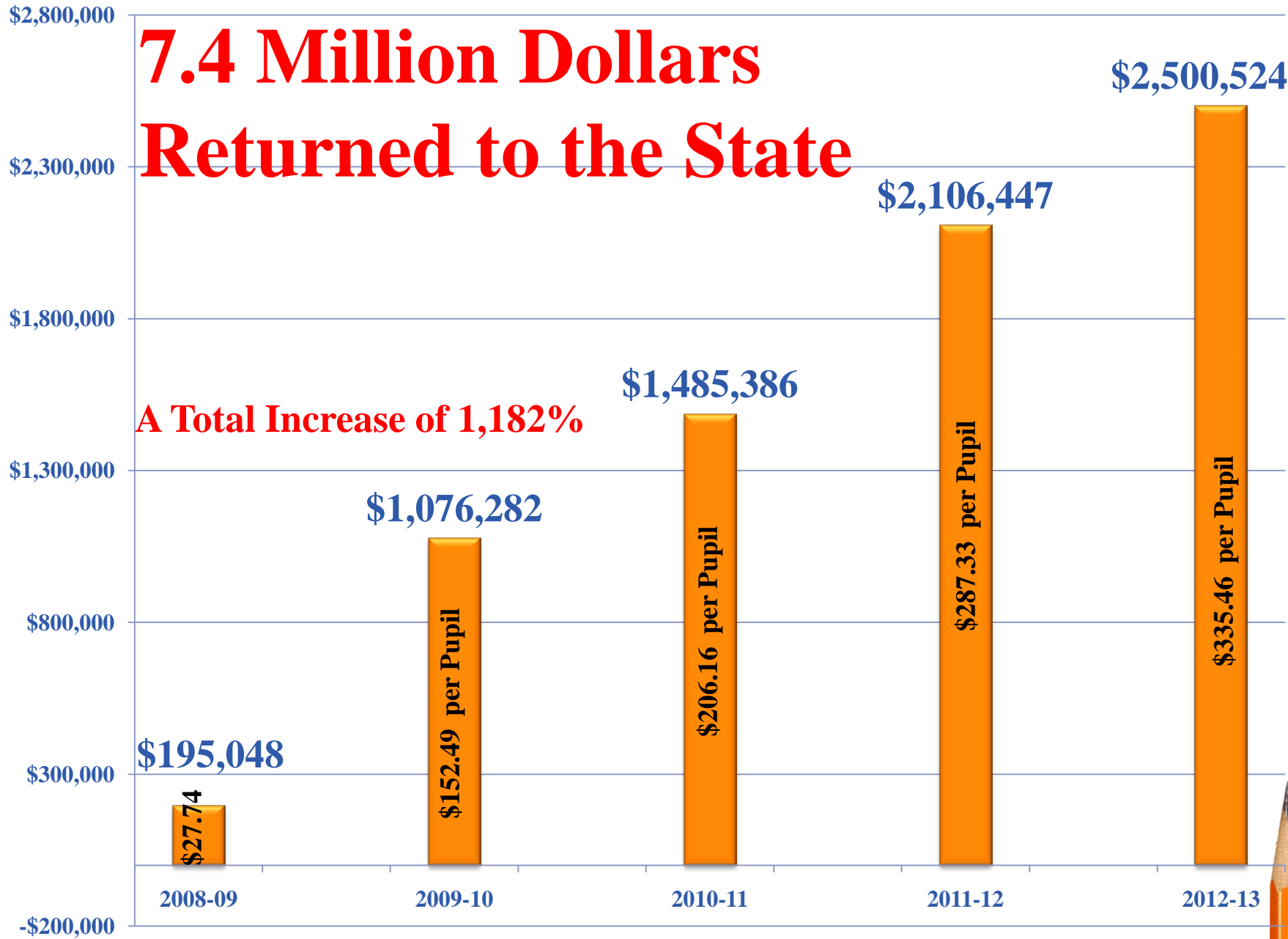


# History of State Per Pupil Funding

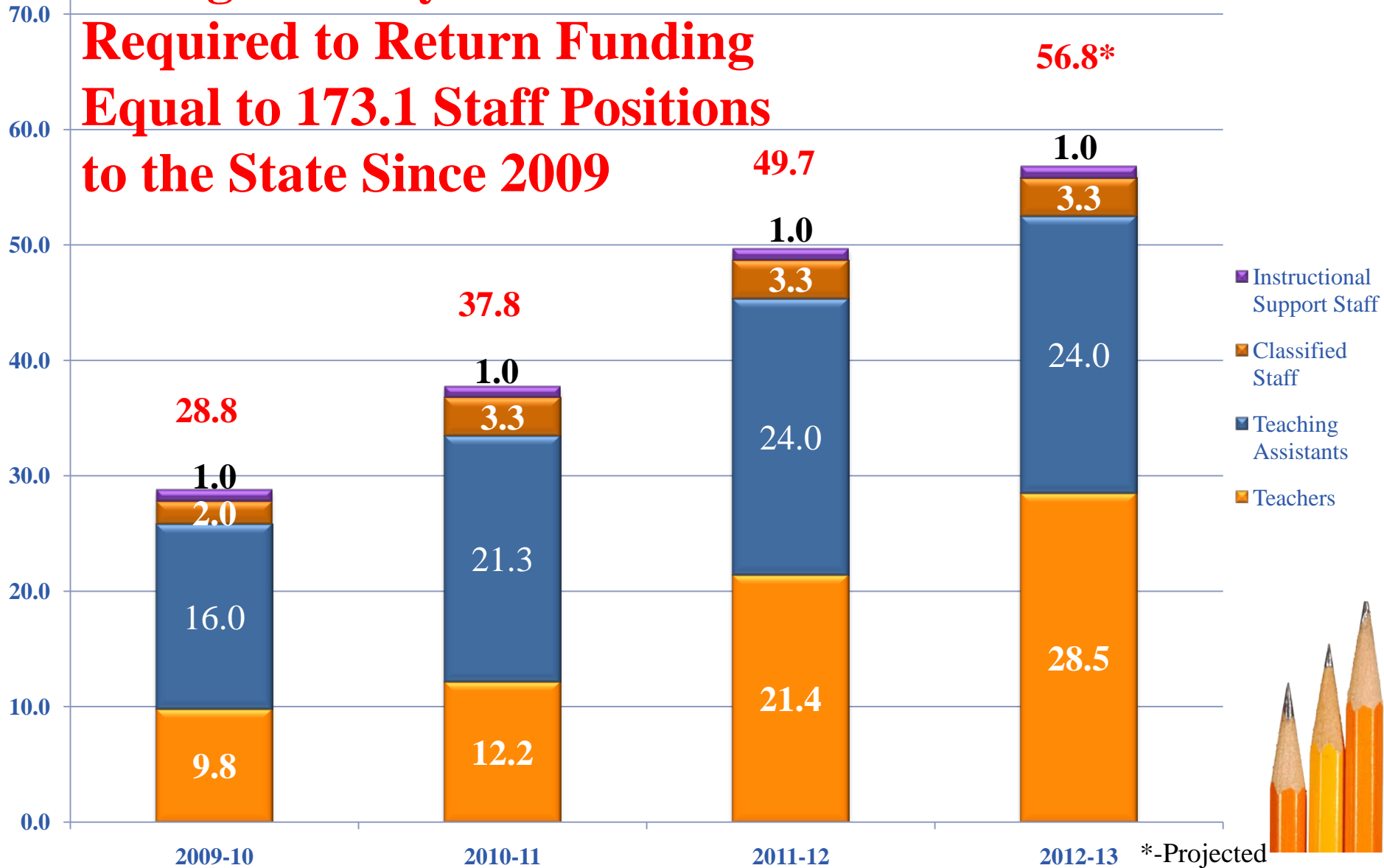


# 7.4 Million Dollars Returned to the State

A Total Increase of 1,182%



# Orange County Schools was Required to Return Funding Equal to 173.1 Staff Positions to the State Since 2009



# 2011 - 2012 State Funding Cuts

Instructional Support (-1.4%) \$33,564

➤ Reduced Funding for Guidance Counselors, Social Workers, Technology Staff and Literacy Coaches

School Technology (-14%) \$14,488

➤ Contracted Services and day-to-day operations

Instructional Supplies (-49.7%) \$239,020

➤ Classroom and instructional supplies



# 2011 - 2012 State Funding Cuts

Asst. Principal Allotment (-17.8%) \$13,004

➤ Reduced Salaries for each A.P. by 2 Months

Central Office Administration (-14.4%) \$114,795

➤ Reduced 2 State Funded District Administrative Positions



**To Protect the Classroom, OCS has  
Cut 16 Central Office Staff Positions  
Since 2007**



# Central Office Staffing Reductions 2007-2012

<b>District Nutritionist</b>	<b>2007</b>
<b>Director of Classified Employment</b>	<b>2008</b>
<b>District Lead Nurse</b>	<b>2008</b>
<b>Director of Healthy Living</b>	<b>2008</b>
<b>District Internal Auditor</b>	<b>2008</b>
<b>Foreign Language Coordinator</b>	<b>2009</b>
<b>Arts Coordinator</b>	<b>2009</b>
<b>Testing Coordinator</b>	<b>2009</b>



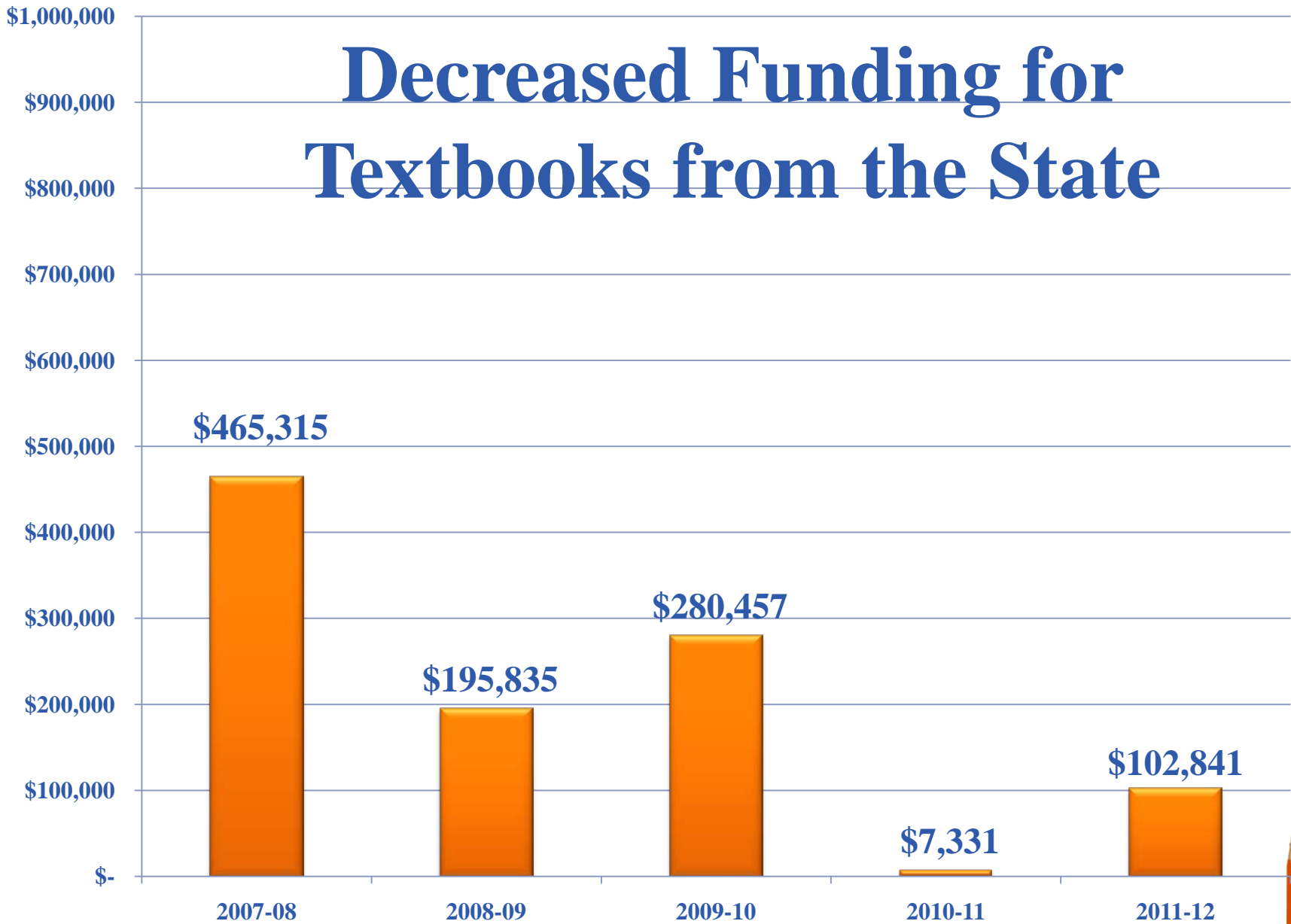


# Central Office Staffing Reductions 2007-2012

<b>CTE Coordinator</b>	<b>2009</b>
<b>District Secretary</b>	<b>2009</b>
<b>School Transportation Officer</b>	<b>2010</b>
<b>District Math and Science Coordinator</b>	<b>2011</b>
<b>District Math Specialist</b>	<b>2011</b>
<b>Reading Recovery Lead Teacher</b>	<b>2011</b>
<b>Director of Student Services</b>	<b>2011</b>
<b>School Improvement Specialist</b>	<b>2011</b>



# Decreased Funding for Textbooks from the State

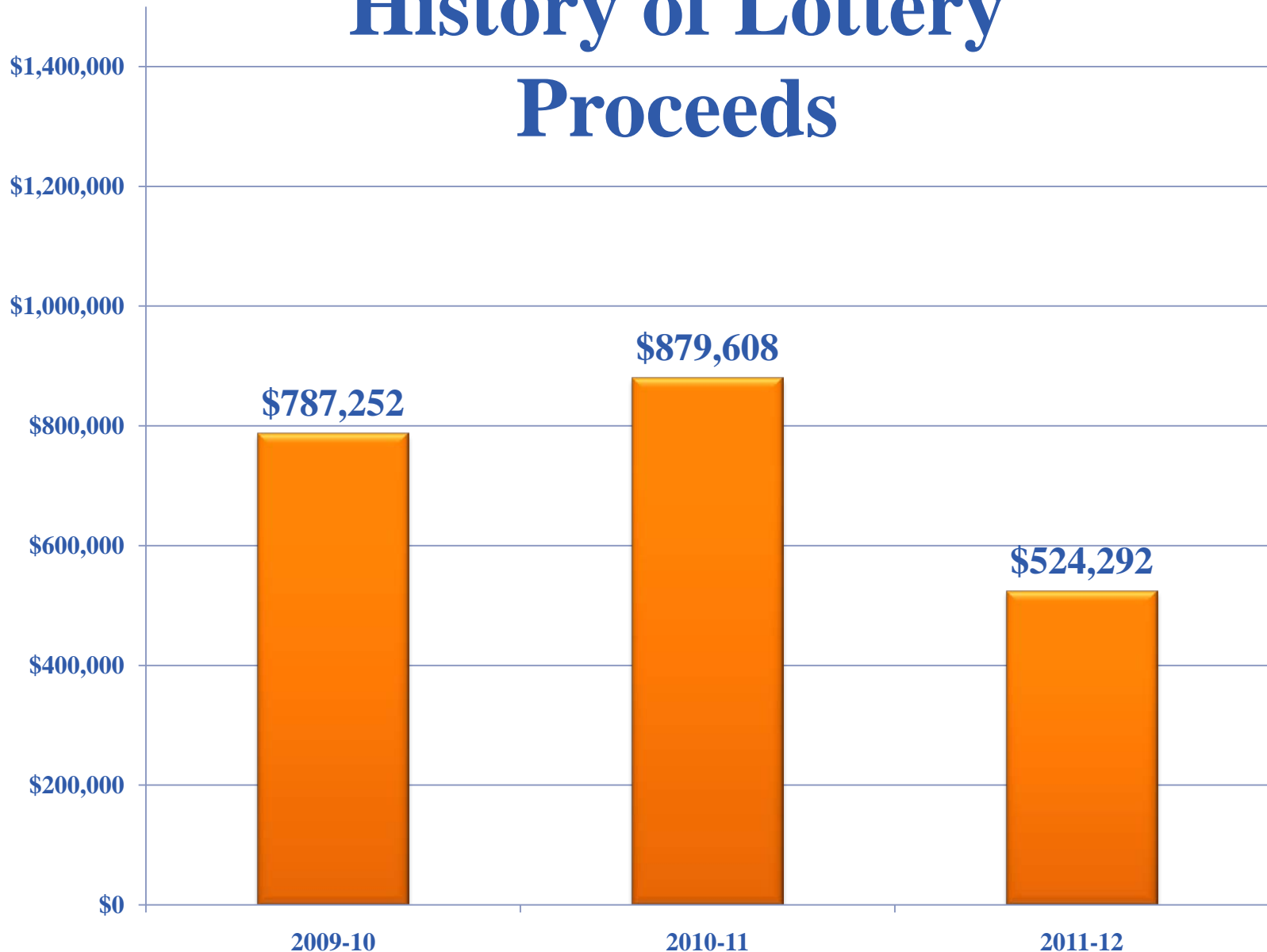


# Lottery Funds

- ✓ Cannot be Used for Day-to-Day Operations
- ✓ Cannot be Used for Technology Purchases
- ✓ Must be Used for Capital Expenditures
  - ✓ Emergency Lighting
  - ✓ Safety Upgrades
  - ✓ HVAC Upgrade
  - ✓ Phase II Construction on Partnership Academy
  - ✓ Restroom Renovations



# History of Lottery Proceeds



# 2012-13 Superintendent's Recommended Budget



# Key Initiatives for 2012 - 2013

- ✓ Meet District's Critical Funding Needs
- ✓ S.T.E.M. Initiatives and Opportunities  
(Science, Technology, Engineering and Mathematics)
- ✓ Strengthen Academic Rigor District-wide
- ✓ Continue Support of At-Risk Programs
- ✓ Increase Student Access to Technology
- ✓ Planning for Cedar Ridge High Addition & New Elementary School

# **Critical Need - \$1,406,850**

## **Protect Classroom Positions and Prevent Job Loss as a Result of Loss of Federal EduJobs Monies**

- Affects 33 Classroom Teachers & Assistants**
- Affects 1,600 Students**
- Loss Will Result in Increased Class Sizes**



# Critical Need - \$251,508

## Preserve Elementary and Middle School Foreign Language Programs

- **6 Teaching Positions funded with Federal grant**
- **Grant expires June 30, 2012**
- **Loss of teachers would result in elimination of Elementary Spanish and Middle School French Language Instruction**
- **Affects 2,100 Students**





# Critical Need - \$280,000

## Unfunded State Mandates

- **Electricity Cost Increase** **\$ 55,000**
  - **Approved by State Utilities Commission**
- **Retirement Contribution Increase** **\$170,000**
- **Hospitalization Cost Increase** **\$ 55,000**
  - **Increase of \$261 per employee**



# Critical Need - \$2,500,524

## Offset Mandated State Funding Reversions

- **The State Requires Districts to Revert Money it Originally Funded to Help Balance the State's Budget**
- **An Increase of \$394,077 from 2011-12**
- **Equivalent of 56.8 positions including 45 Teaching Positions**



# Superintendent's Funding Recommendation to Meet Critical Needs

Increase Per Pupil Allocation from Orange County to \$3,322, an increase of \$220 from Current Year Appropriation of \$3,102	\$2,307,184
Maximize State and Federal Personnel Funding Allocations as Identified in Recent Efficiency Review	\$700,000
Appropriate Fund Balance	<u>\$1,431,698</u>
<b>Total Funding Necessary to Cover Critical Needs</b>	<b>\$4,438,882</b>

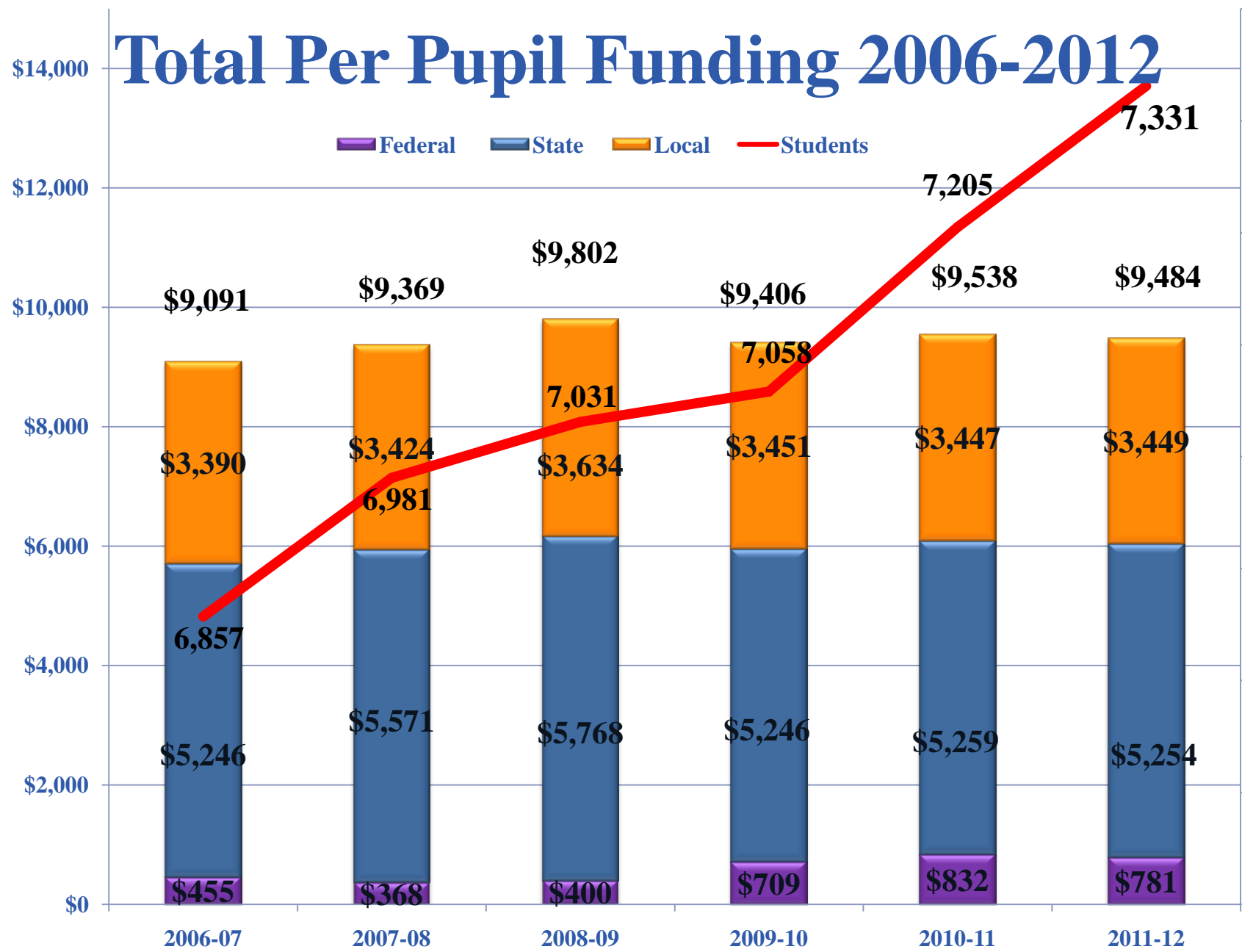
# 2012 - 13 Funding Scenarios

## 2012-13 County Appropriation Formulas

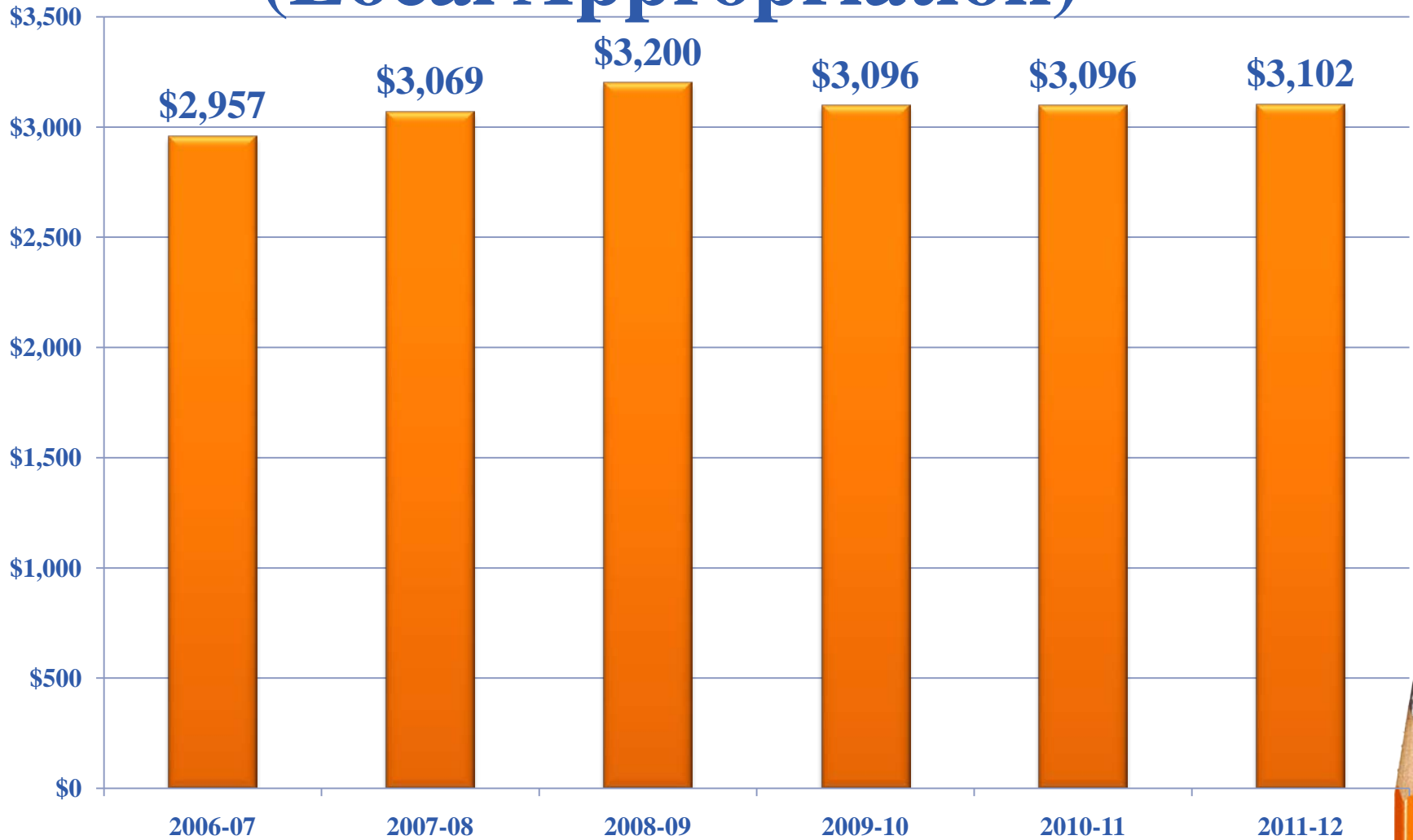
	2012-13		
	County	Projected	Per Pupil
	<u>Appropriation</u>	<u>Enrollment</u>	<u>Amount</u>
Same Dollar Amount as 2011-12	\$23,069,574	7,639	\$3,020
Same Per Pupil Amount as 2011-12	\$23,696,178	7,639	\$3,102
Increase Per Pupil Amount by \$100	\$24,460,078	7,639	\$3,202
Increase Per Pupil Amount by \$200	\$25,223,978	7,639	\$3,302
Fully Fund \$4,438,882 in Funding Losses	\$27,508,456	7,639	\$3,601
<b>Recommending \$220 Per Pupil Increase</b> <b>(Superintendent's Recommendation)</b>	<b>\$25,376,758</b>	<b>7,639</b>	<b>\$3,322</b>



# Total Per Pupil Funding 2006-2012



# Per-Pupil Allocations (Local Appropriation)



# Total Unassigned Fund Balance

\$4,875,245

\$3,078,968

\$2,008,797

\$1,018,997

\$929,122

\$-

2006-07

2007-08

2008-09

2009-10

2010-11



# The Superintendent's Recommended Local Budget Request for 2012-13:

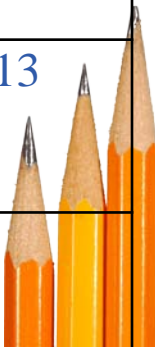
**\$25,376,758**





# Budget Calendar

<b>OCS – Work Session</b>	<b>April 9, 2012 7:00 P.M.</b>	<b>Board of Education participates in Budget Work session</b>
<b>OCS – Board Approval</b>	<b>April 16, 2012</b>	<b>Board of Education Adopts Local Current Expense Budget</b>
<b>BOCC – CIP Follow-up</b>	<b>April 19, 2012</b>	<b>Capital Investment Plan follow-up with BOCC. One hour allotted at regular work session</b>
<b>OCS – Budget Distribution</b>	<b>April 26, 2012</b>	<b>Budget due to County Commissioners From Orange County Schools</b>
<b>BOCC – Work Session</b>	<b>April 26, 2012</b>	<b>Boards of Education Fiscal Year 2012-13 Budget Presentations to BOCC @ Work Session</b>
<b>BOCC – Manager Presents</b>	<b>May 15, 2012</b>	<b>Manager presents Fiscal Year 2012-13 Annual Operating Budget to Board Of County Commissioners</b>
<b>BOCC – Budget Consideration</b>	<b>May 17, 2012</b>	<b>Public Hearing – Orange County Budget and Capital Investment Plan Public Hearings</b>



# Budget Calendar

BOCC – Budget Consideration	May 22, 2012	Public Hearing – Orange County Budget and Capital Investment Plan Public Hearings
BOCC – Work Session Discussion of School Budgets	May 24, 2012	Board of County Commissioners Participates in Board of Education Budget Work session
<b>OCS – Continuation Budget Approval</b>	<b>June 18, 2012</b>	<b>Board of Education adopts Continuation Budget</b>
BOCC – County Commissioners Adoption of Budget	June 19, 2012	County Commissioners adopt Fiscal Year 2012-13 Annual Operating Budget and 2012-17 Capital Investment Plan



For more information, please contact Donna Brinkley at 732.8126 or via email @ [donna.brinkley@orange.k12.nc.us](mailto:donna.brinkley@orange.k12.nc.us)

Please visit our district budget page @ [www.orange.k12.nc.us](http://www.orange.k12.nc.us)

