

AVERILL PARK CENTRAL SCHOOL DISTRICT

2012 – 2013 SCHOOL BUDGET



OBJECTIVES

- Provide you with an update on our 2012-2013 school budget in response to the Governor's proposed budget
- Share with you our plans as we move forward
- Ask for your ideas and suggestions as we develop our 2012-2013 school budget

PERFECT STORM



- **REDUCED REVENUES**
- **INCREASED COSTS**
- **NO MANDATE RELIEF**
- **PROPERTY TAX LEVY CAP**

2011-2012 Rollover Expense Budget

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Personnel Salaries	28,821,754	29,589,745	767,991	2.66%

2011-2012 Rollover Expense Budget Personnel Salaries

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Teaching Staff	19,882,802	20,551,623	668,821	3.36%
Support Services	7,557,206	7,616,118	58,912	0.78%
Administrators	1,381,746	1,422,004	40,258	2.91%
Total Salaries	28,821,754	29,589,745	767,991	2.66%

2011-2012 Rollover Expense Budget

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Personnel Salaries	28,821,754	29,589,745	767,991	2.66%
Personnel Benefits	12,427,957	14,562,393	2,134,436	17.17%

2011-2012 Rollover Expense Budget Personnel Benefits

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Health Insurance	7,338,354	8,351,560	962,206	13.04%
State and Federal Mandates	2,500,885	2,556,115	55,230	2.21%
Retirement System (ERS & TRS)	2,538,718	3,654,718	1,116,000	43.96%
Total	12,427,957	14,562,393	2,134,436	17.17%

ECR: TRS +2.49%,
8.62% to 11.11%
ERS +4.4%, 11.9%
to 16.3%

2011-2012 Rollover Expense Budget Personnel Salaries

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Teaching Staff	19,882,802	20,377,621	494,819	2.49%
Support Services	7,557,206	7,901,118	343,912	4.56%
Administrators	1,381,746	1,422,004	40,258	2.91%
Total Salaries	28,821,754	29,589,745	767,991	2.66%

TRS +2.49%:
Budget increase on
base salaries
\$495,082

TRS +2.49%:
Budget increase on
base salaries
\$34,405

2011-2012 Rollover Expense Budget Personnel Salaries

	2010-2011 Budget	ERS +4.4%: Budget increase on base salaries \$332,517	\$ Difference	% Difference
Teaching Staff	19,882,802		668,821	3.36%
Support Services	7,557,206	7,616,118	58,912	0.78%
Administrators	1,381,746	1,422,004	40,258	2.91%
Total Salaries	28,821,754	29,589,745	767,991	2.66%

2011-2012 Rollover Expense Budget Personnel Benefits

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Health Insurance	7,338,354	8,351,560	963,206	13.04%
State and Federal Mandates	2,500,885	2,556,115	55,230	2.21%
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Total	12,427,957	14,562,393	2,134,436	17.17%

2011-2012 Rollover Expense Budget

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Personnel Salaries	28,821,754	29,589,745	767,991	2.66%
Personnel Benefits	12,427,957	14,562,393	2,134,436	17.17%
Non-Personnel Items	7,456,190	7,568,033	111,843	1.50%
Capital Expenses	6,731,768	6,692,085	(39,683)	-0.59%
Total Expense Budget	55,437,669	58,412,256	2,974,587	5.37%

2011-2012 Rollover Revenue Budget

Operating Aid: Foundation, Transportation, BOCES, Education Materials & Hardware and Special Ed.	2010-2011 Budget	2011-2012 Rollover		
State Aid - Operating	20,702,953	20,754,406		
Less: GAP Elimination Adjustment	(2,589,982)	(4,244,152)	(1,654,170)	63.87%
Net Operating Aid	18,112,971	16,510,254	(1,602,717)	-8.85%
Gov. Paterson's 2010-11 Executive Budget included a, "One time Gap Elimination Adjustment"	6,316,028	6,162,847		
	24,428,999	22,673,101		

Gov. Cuomo's Executive Budget recommends a second year of Gap Elimination Adjustments of \$2.79 billion for school year 2011-12

AP's cut per student was \$332 above the State average of \$937. An avg. cut would have = \$1.1 million more State Aid.

2011-2012 Rollover Revenue Budget

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Fund Balance	3,712,369	477,249	(3,235,120)	-87.14%
ERS Reserve Transfer	-	1,100,000	1,100,000	100.00%
Debt Service Transfer	650,000	2,077,107	1,427,107	219.55%
Total Fund Balance & Reserves	4,362,369	3,654,356	(708,013)	-16.23%

\$6,811,143 of Fund Balance has been used to balance the budget and reduce taxes since 2008-09

Gov. Cuomo: "Most school districts in NY have enough money in the bank to absorb the cut"

2011-2012 Rollover Revenue Budget

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Federal Jobs Restoration Funds	----	1,114,365	1,114,365	100.00%
Misc (Interest, BOCES Refund, Tuition, Medicaid)	2,127,733	1,890,733	(237,000)	-11.14%
Total Other	2,127,733	3,005,098	877,365	88.86%

2011-2012 Rollover Revenue Budget

	2010-2011 Budget	2011-2012 Rollover	\$ Difference	% Difference
Total State Aid	24,428,999	22,673,101	(1,755,898)	-7.19%
Total Fund Balance & Reserves	4,362,369	3,654,356	(708,013)	-16.23%
Total Other	2,127,733	3,005,098	877,365	88.86%
Total Revenue (Before Tax Levy)	30,919,101	29,332,555	(1,586,546)	-5.13%
TAX LEVY	24,518,568	29,079,701	4,561,133	18.60%
TOTAL REVENUE	55,437,669	58,412,256	2,974,587	5.37%

2011-12 Rollover Expense Budget = \$58,412,256

2011-2012 Adopted Revenue Budget

	2010-2011 Budget	2011-2012 Budget	\$ Difference	% Difference
Total State Aid	24,428,999	22,673,101	(1,755,898)	-7.19%
Total Fund Balance & Reserves	4,362,369	3,654,356	(708,013)	-16.23%
Total Other	2,127,733	3,005,098	877,365	88.86%
Total Revenue (Before Tax Levy)	30,919,101	29,332,555	(1,586,546)	-5.13%
TAX LEVY	24,518,568	29,079,763	4,561,195	18.65%
TOTAL REVENUE	55,437,669	58,412,318	2,974,649	-5.37%

2011-2012 Adopted Revenue Budget

	2010-2011 Budget	2011-2012 Adopted	\$ Difference	% Difference
Total State Aid	24,428,999	22,673,101	(1,755,898)	-7.19%
Total Fund Balance & Reserves	4,362,369	3,654,356	(708,013)	-16.23%
Total Other	2,127,733	3,005,098	877,365	88.86%
Total Revenue (Before Tax Levy)	30,919,101	29,332,555	(1,586,546)	-5.13%
TAX LEVY	24,518,568	25,711,763	-\$3,367,938 Budget Cuts Enacted	18.60%
TOTAL REVENUE	55,437,669	55,044,318		4.87%

2011-2012 Adopted Expense Budget vs Rollover Budget

	2011-2012 Rollover	2011-2012 Adopted	\$ Difference	% Difference
Personnel Salaries	29,589,745	27,188,303	(2,401,442)	-8.12%
Personnel Benefits	14,562,393	13,869,541	(692,852)	-4.76%
Non-Personnel Items	7,568,033	7,294,389	(273,644)	-3.62%
Capital Expenses	6,692,085	6,692,085	----	0.00%
Total Expense Budget	58,412,256	55,044,318	(3,367,938)	-5.77%

2012-2013 Rollover Budget

2011-12 Tax Levy:
\$25,711,763 x 2%
Tax Levy Cap =
\$514,235

	2011-2012 Adopted	2012-2013 Rollover	\$ Difference	% Difference
Personnel Salaries	27,188,303	27,929,088	740,785	2.72%
Personnel Benefits	13,869,541	14,762,418	892,877	6.44%
Non-Personnel Items	7,294,389	7,399,617	105,228	1.44%
Capital Expenses	6,692,085	6,693,992	1,907	0.03%
Total Expense Budget	55,044,318	56,785,115	1,740,797	3.16%

ECR: TRS +1.39%,
11.11% to 12.50%
ERS +2.60%, 16.3%
to 18.9%

2012-2013 Rollover Revenue Budget

	2011-2012 Adopted	2012-2013 Rollover	\$ Difference	% Difference	
State Aid - Operating	20,754,406	20,735,094	(19,312)	-0.09%	
Less: GAP Elimination Adjustment	(4,244,152)	(3,987,618)	256,534	-6.04%	
Net Operating Aid	16,510,254	16,747,476	237,222	1.44%	
State Aid - Building					
	2010-11	\$2,589,982	458	46,611	0.76%
	2011-12	4,244,152			
Total State Aid	2012-13	3,987,618	934	23,833	1.25%
		\$10,821,752			

2002-03 Budget v. 2012-13 Budget
 TRS/ERS: Then \$419,000 - Now \$3.8 million
 Health Insurance: Then \$4 million - Now \$8.3 million

State Operating Aid was last at this level in the **2002-03** school year, ten years ago!!

2012-2013 Rollover Revenue Budget

	2011-2012 Adopted	2012-2013 Rollover	\$ Difference	% Difference
Fund Balance	477,249	550,000	72,751	15.24%
ERS Reserve Transfer	1,100,000	450,958	(649,042)	-59.00%
Debt Service Transfer	2,077,107	----	(2,077,107)	-100.00%
Total Fund Balance & Reserves	3,654,356	1,000,958	(2,653,398)	-72.61%

Comptroller DiNapoli - Spring 2011: "Most districts have enough reserves to cover the cost for one year, but after that the reserves would be gone".

6/30/09 AP had Fund Balance and Reserves of about \$9.4 million, as of 6/30/12 this amount will be approximately \$1.5 million.

2012-2013 Rollover Revenue Budget

	2011-2012 Adopted	2012-2013 Rollover	\$ Difference	% Difference
Federal Jobs Restoration Funds	1,114,365	-----	(1,114,365)	-100.00%
Misc (Interest, BOCES Refund, Tuition, Medicaid)	1,890,733	1,839,634	(51,099)	-2.7%
Total Other	3,005,098	1,839,634	(1,165,464)	-102.70%

2012-2013 Revenue

2009-10, the last "Normal" year for State Aid, AP's Aid was **\$27,480,589**, \$4.5 million more than the 2012-13 State Aid proposed by the Governor.

Governor Cuomo's budget proposal provides AP a State Aid increase of \$283,833, but appearances can be deceiving!

	2011-2012 Adopted	2012-2013 Rollover	Difference	% Difference
Total State Aid	22,673,101	22,956,934	283,833	1.25%
Total Fund Balance & Reserves	3,654,356	1,000,958	(2,653,398)	-72.61%
Total Other	3,005,098	1,839,634	(1,165,464)	-102.70 %
Total Revenue (Before Tax Levy)	29,332,555	25,797,526	(3,535,029)	-12.05%
TAX LEVY	25,711,763	30,987,598	5,275,826	20.52%
TOTAL REVENUE	55,044,318	56,785,115	1,740,797	3.16%

2012-13 Rollover Expense Budget = \$56,785,115

Summary of Budget Changes

09-10 Adopted Budget v. 12-13 Rollover Budget

	2009-2010 Actual	2012-2013 Rollover	\$ Difference	% Difference
Personnel Salaries	28,224,633	27,929,088	(295,545)	-1.05%
Personnel Benefits	11,996,188	14,762,418	2,766,230	23.06%
Non-Personnel Items	7,707,001	7,399,800	(307,201)	-3.99%
Total Expense Budget	47,927,822	50,091,306	2,163,484	4.51%

The NYS School Report Card Latest Fiscal Accountability Supplement for Averill Park CSD

		General Education	Special Education
This School District	Instructional Expenditures	\$27,721,364	\$10,983,027
	Pupils	3,461	542
	Expenditures Per Pupil	\$8,010	\$20,264
Similar District Group	Instructional Expenditures	\$7,988,861,195	\$2,951,989,735
	Pupils	828,326	115,502
	Expenditures Per Pupil	\$9,645	\$25,558
Total of All School Districts in NY State	Instructional Expenditures	\$29,417,505,000	\$10,926,323,899
	Pupils	2,705,290	411,516
	Expenditures Per Pupil	\$10,874	\$26,551

17%
lower

21%
lower

26%
lower

24%
lower

Tax Levy Increases Prior to 2% Tax Levy Cap Law

School Year	Tax Levy Increase
2008-09	2.59%
2009-10	0.00%
2010-11	1.96%
2011-12	4.87%
4 year average	2.36%

2012-2013 Rollover Revenue Budget Under 2% Tax Levy Cap

	2011-2012 Adopted	2012-2013 Rollover	\$ Difference	% Difference
Total State Aid	22,673,101	22,956,934	283,833	1.25%
Total Fund Balance & Reserves	3,654,356	1,000,958	(2,653,398)	-72.61%
Total Other	3,005,098	1,839,634	(1,165,464)	-102.70 %
Total Revenue (Before Tax Levy)	29,332,555	25,797,526	(3,535,029)	-12.05%
TAX LEVY	25,711,763	20,285,998	5,425,765	20.60%
TOTAL REVENUE	55,044,318	50,085,525	(4,958,793)	-8.99%

2012-2013 Revenue Budget Under 2% Tax Levy Cap

	2011-2012 Adopted	2012-2013 Rollover	\$ Difference	% Difference
Total State Aid	22,673,101	22,956,934	283,833	1.25%
Total Fund Balance & Reserves	3,654,356	1,000,958	(2,653,398)	-72.61%
Total Other	3,005,098	1,839,634	(1,165,464)	-102.70 %
Total Revenue (Before Tax Levy)	29,332,555	25,797,526	(3,535,029)	-12.05%
TAX LEVY	25,711,763	26,225,998	-\$4,761,591 Budget Cuts To Achieve 2% Tax Levy Cap	20.52%
TOTAL REVENUE	55,044,318	52,023,524		2.00%

STEPS SO FAR

- Presentation to the Chancellor of the Board of Regents and the Commissioner of Education
- Presentation to Senator Roy McDonald
- Presentation to Assemblyman Steve McLaughlin
- Alliance For Quality Education
- Statewide School Finance Consortium

NEXT STEPS

- Freeze all spending
- Continue to pursue revenue streams
- Community and Staff Input
- “Think outside the box”
- Other