

CHENANGO VALLEY CENTRAL SCHOOLS

BUDGET OVERVIEW

& OPTIONS

2011-2012 DRAFT BUDGET

March 28, 2011

Budget Workshop #4



11-12 BUDGET DEVELOPMENT

- Needs-based budget developed from bottom up
- Continues to address past under-funded areas
- Developed to support an adequate fund balance and to assure ongoing financial stability
- Reviewed and approved by the OSC prior to BOE approval

11-12 BUDGET “KNOWNNS”

- 4 of 5 labor contracts have been settled
- TRS budgeted to increase 39%
- ERS budgeted to increase 30.6%
- Contingency Cap is currently set at 1.92%

BUDGET “UNKNOWNNS”

- Final state aid runs
- Impact of potential property tax cap
- Impact of any new regulations
- Impact of escalating fuel costs
- CVTA contract



OTHER CONSIDERATIONS

- Potential Capital Project
- Potential EXCEL Project
- Curriculum development to meet new Common Core Standards

SHORT TERM GOALS

- Balance proposed state aid budget cuts with:
 - Existing programs
 - Class sizes
 - Educational and extra curricular needs of the students
 - Operational needs of the District
 - Tax levy assessment to the community
 - Financial health of the District



LONG TERM GOALS

- Maintain a responsible tax levy
- Maintain acceptable class sizes
- Maintain programs



PENDING BUDGET ISSUES

- Benefits
- State Aid revenue projections
- CVTA contract

TOTAL BUDGET TO BUDGET

INCREASE



2011-2012 DRAFT EXPENSE BUDGET

	10-11 Approved Budget	11-12 Proposed Budget	\$ Change	% Change
INSTRUCTIONAL SALARIES	10,234,533	10,181,033	-53,500	-0.52%
NON-INSTRUCT SALARIES	2,581,414	3,017,951	436,537	16.91%
EQUIPMENT	160,713	282,338	121,625	75.68%
CONTRACTUAL	1,792,458	2,010,883	218,425	12.19%
MATERIAL & SUPPLIES	810,686	1,015,659	204,973	25.28%
BOCES EXPENSES	4,044,245	4,327,054	282,809	6.99%
DEBT SERVICE	3,488,420	3,471,709	-16,711	-0.48%
BENEFITS	8,700,150	9,394,871	694,721	7.99%
INTERFUND TRANSFERS	58,500	58,500	0	0.0%
TOTALS	31,871,119	33,759,999	1,888,880	5.93%

2011-2012 PROJECTED REVENUE

STATE AID	10-11 APPROVED BUDGET	11-12 PROPOSED BUDGET
TAX LEVY	17,170,390	19,690,669
STATE AID	13,021,833	12,561,786
OTHER REVENUE	978,896	807,544
RESERVES	550,000	550,000
APPROPRIATED FUND BALANCE	150,000	150,000
Totals	31,871,119	33,759,999

CONTINGENCY

- **Assumptions**

- Contingent Budget Cap = 1.92%
- \$615,019 in Ed jobs moved out of GF
- \$661,936 additional cuts were made
- Same level of levy support with Restricted and Unrestricted Fund Balance

2011-2012 TAX LEVY INITIAL PROJECTIONS

BUDGET	LEVY
CURRENT BUDGET	14.68% (subject to change)
CONTINGENCY BUDGET	10.82%



WHAT ARE OUR OPTIONS?

- Increase use of Restricted Fund Balance
- Increase use of Assigned Fund Balance
- Budget reductions

2011-2012 POSSIBLE FUND BALANCE APPROPRIATIONS

CATEGORIES	POTENTIAL USE
Retirement Contribution	Increase by \$107,000 to \$457,000
Tax Reduction	Increase from 200,000
Unemployment Insurance	Add use of this Reserve to budget
Assigned Fund Balance	Increase appropriation

HISTORICAL FINANCIAL PERSPECTIVE

SCHOOL YEAR	BUDGET INCREASE	TAX LEVY INCREASE
2001-2002	2.32%	2.81%
2002-2003	8.47%	6.80%
2003-2004	7.58%	5.43%
2004-2005	8.46%	4.71%
2005-2006	3.60%	6.90%
2006-2007	4.06%	9.38%
2007-2008	4.66%	5.90%
2008-2009	8.47%	12.15%
2009-2010	1.47%	2.88%
2010-2011	-0.07%	3.89%
AVERAGE	4.90%	6.08%

BUDGET CUTS

- *Cuts already made over the past three years*
 - 14 FT Teaching positions, 5 PT Teaching positions, 2 support staff positions
 - Operational and Maintenance Reductions
 - Other Budgetary Reductions
- *Additional reductions to be determined*

Budget Guidance

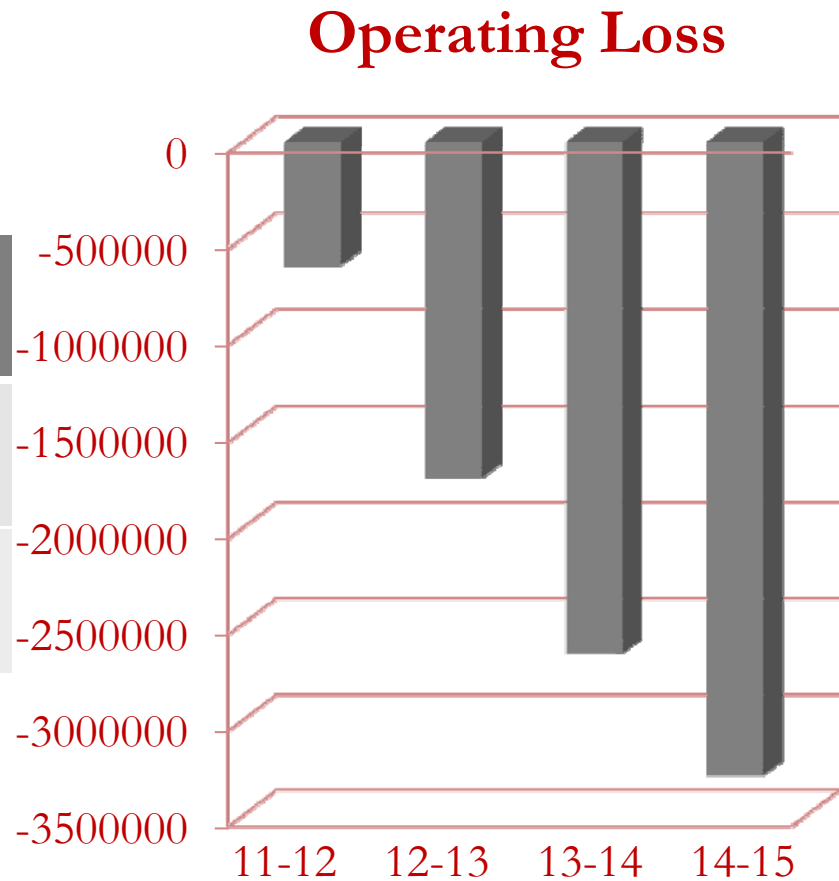


2011-2012 PROPOSED CUT LEVELS

PROPOSED TAX LEVY	REQUIRED BUDGET CUT	BUDGET CHANGE
10.82%	(661,936)	1.92% (contingency budget)
9%	(975,278)	.94%
7.25%	(1,273,861)	0%
6%	(1,490,391)	-.68%
5%	(1,662,095)	-1.22%
4%	(1,833,799)	-1.62%

LONG TERM PROJECTIONS CONTINGENCY BUDGET

	2011- 2012	2012- 2013	2013- 2014	2014- 2015
TAX LEVY	10.82%	2.00%	2.00%	2.00%
STATE AID	budget	4.00%	2.00%	2.00%



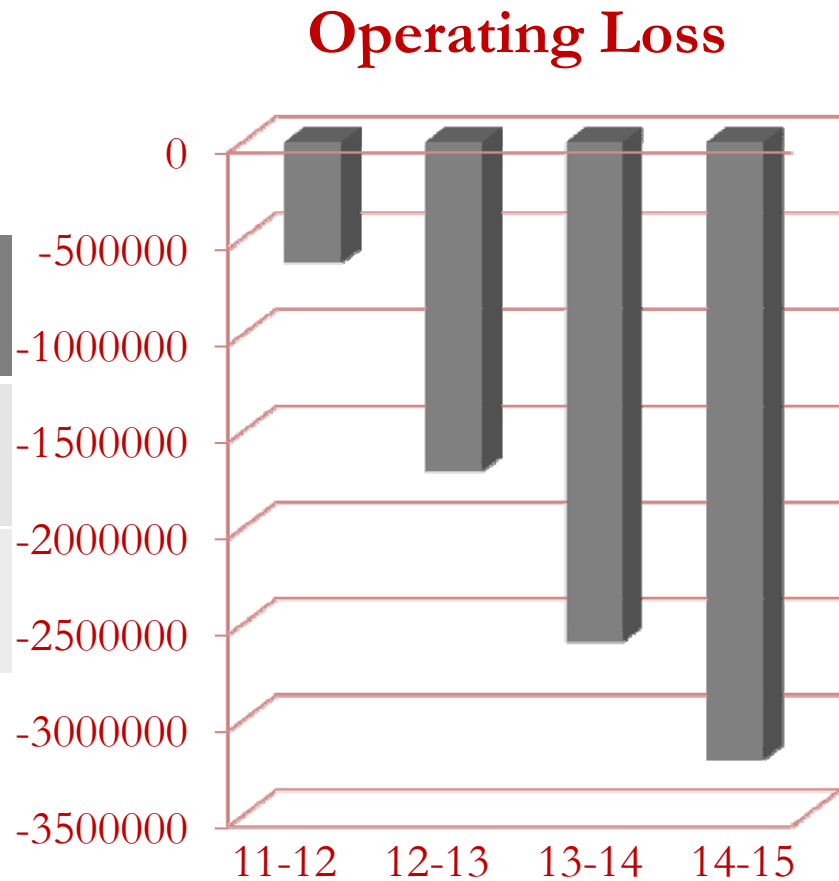
NECESSARY CUTS (10.82%)

DESCRIPTION	AMOUNT
Department budget reductions	261,611
Equipment & supplies	247,128
New support positions	31,086
Staff (enrollment)	122,515
TOTAL	662,340

LONG TERM PROJECTIONS

6% TAX LEVY

	2011-2012	2012-2013	2013-2014	2014-2015
TAX LEVY	6.00%	2.00%	2.00%	2.00%
STATE AID	budget	4.00%	2.00%	2.00%



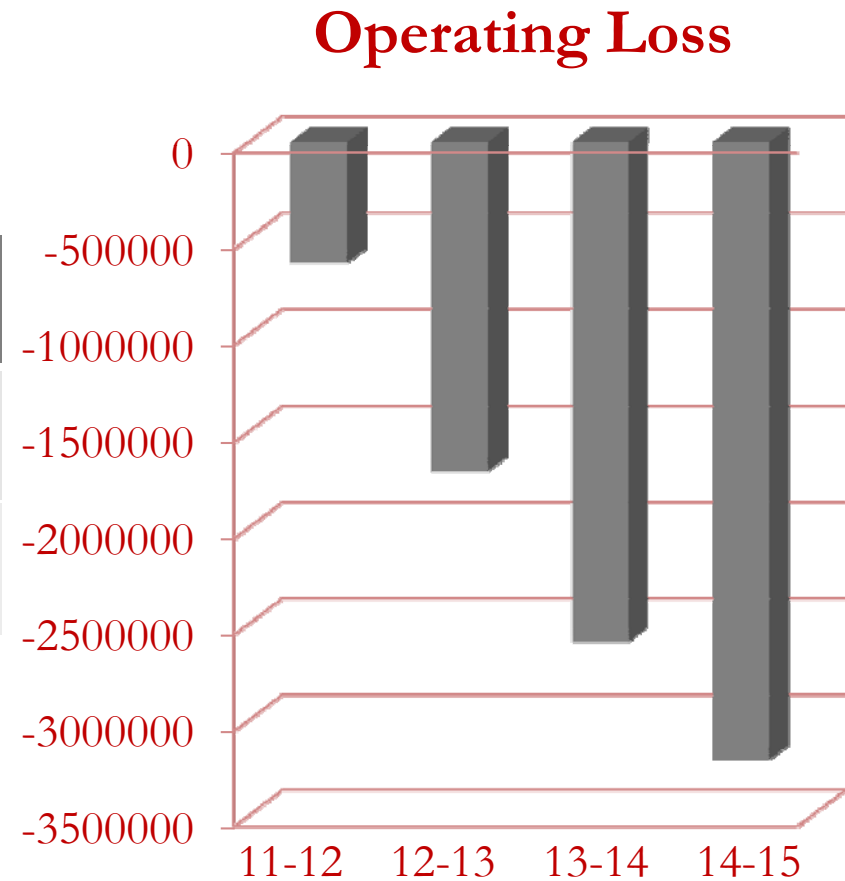
ADDITIONAL REDUCTIONS(6%)

DESCRIPTION	AMOUNT
Previous cuts	662,340
Equipment/Supplies	122,000
Open positions	97,770
Additional cuts required	610,310
TOTAL	1,492,420

LONG TERM PROJECTIONS

4% TAX LEVY

	2011-2012	2012-2013	2013-2014	2014-2015
TAX LEVY	4.00%	2.00%	2.00%	2.00%
STATE AID	budget	4.00%	2.00%	2.00%



ADDITIONAL REDUCTIONS(4%)

DESCRIPTION	AMOUNT
Previous cuts	1,492,420
Additional cuts required	343,408
TOTAL	1,833,799

POTENTIAL REDUCTIONS

DESCRIPTION	AMOUNT
Reduce BOCES 8-1-1	59,899
Department Chair stipends	51,952
Curriculum development/Inservice training increase	2,000
Conference/Travel increase	2,500

POTENTIAL REDUCTIONS

DESCRIPTION	AMOUNT
Reduce transportation to reimbursable routes (<1 mile)	114,000
Reduce transportation to 1.5 miles or greater	
Reduce transportation to 2 miles or greater	
Reduce transportation to 3 miles or greater (HS/MS)	

POTENTIAL REDUCTIONS

DESCRIPTION	AMOUNT
Modified Athletics program	90,244
JV Athletic program	98,022
Extra Curricular stipends	88,000

POTENTIAL REDUCTIONS

DESCRIPTION	AMOUNT
Half day Kindergarten (3 teachers)	120,000
Increase Elementary class size to 26 (6 teachers)	240,000
HS/MS staffing class size to 25 (5-8 teachers)	320,000

2011-2012 POSSIBLE FUND BALANCE APPROPRIATIONS

CATEGORIES	POTENTIAL USE
Retirement Contribution	Increase by \$107,000 to \$457,000
Tax Reduction	Increase from 200,000
Unemployment Insurance	Add use of this Reserve to budget
Assigned Fund Balance	Increase appropriation



INFORMATION NEEDED

- Potential programmatic reductions
- Definitive 2011-2012 State Aid numbers



PRIORITIES

NEXT BUDGET WORKSHOP
BUDGET UPDATE
& OVERVIEW

Monday, April 4, 2011 at 7:00 PM

