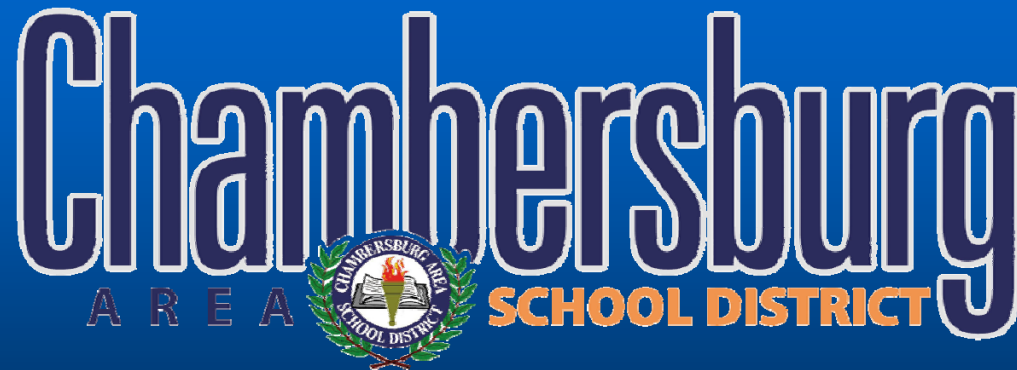


Proposed Tentative Budget 2010-2011

April 14, 2010



Budget Timeline

- Preliminary Budget
 - Presented January 13, 2010
 - Available for public January 27, 2010
 - Approved February 17, 2010

Budget Timeline

- Tentative Budget

- Presented & Approval Requested April 14, 2010
- PDE 2028 available for public inspection April 22, 2010
- Budget Hearing preceding April 28, 2010 board meeting
- Final Budget Approval requested May 12, 2010

Preliminary Budget Overview

- 5.5% real estate tax increase
- Assumptions included:
 - Closing of Marion & Coldbrook
 - Return of Academic Center students
 - Delay of Academic Center construction
 - \$1M reduction in supplies; textbook & technology cuts
 - No increase in salary budget
 - \$1.3 M deficit –to be addressed through staffing cuts
 - These cuts were undetermined at the time; retirement incentive was not in place therefore vacancies were not identified.

Tentative Budget Overview

- 5.5% real estate tax increase
- Changes from Preliminary Budget:
 - Marion: (+\$75,000)
 - Academic Center students: (+\$212,000)
 - Debt Service for Academic Center: (+\$124,000)
 - Contracted salary obligations: (+\$120,000)
 - Awarded/Pending Real Estate Tax Appeals : (+\$1,183,719)
 - (\$584,175 paid in 09-10 for appeals; unbudgeted expenses)
 - \$1,300,000 deficit + \$1,714,719 additional expenses above
= \$3,014,719 deficit

Addressing the Deficit

- The retirement incentive passed by the board in early 2010:
 - Allowed us to address deficit with specific staffing reductions
 - By March we knew of 30 retirements and 12 resignations
 - Allowed us to prepare accurate staffing plans and budgets before final budget approval in May
 - Limited furloughs to one

Personnel Realignment

- Addresses deficit through staffing reductions

Employee Group	Payroll Reductions	% of Payroll Reduction
TEACHERS	\$2,186,274	6.6%
ADMINISTRATION	\$600,383	14.6%
SUPPORT	\$228,061	6.5%
TOTAL:	\$3,014,719	

POSITION CHANGES	39
ATTRITION/TRANSFERS	38
FURLOUGH/POSITIONS ABOLISHED	1

Personnel Realignment

- Positions and assignments may change
- All employee groups affected
- Specific staffing plans known to date will be announced after budget approval in May

Balanced Budget

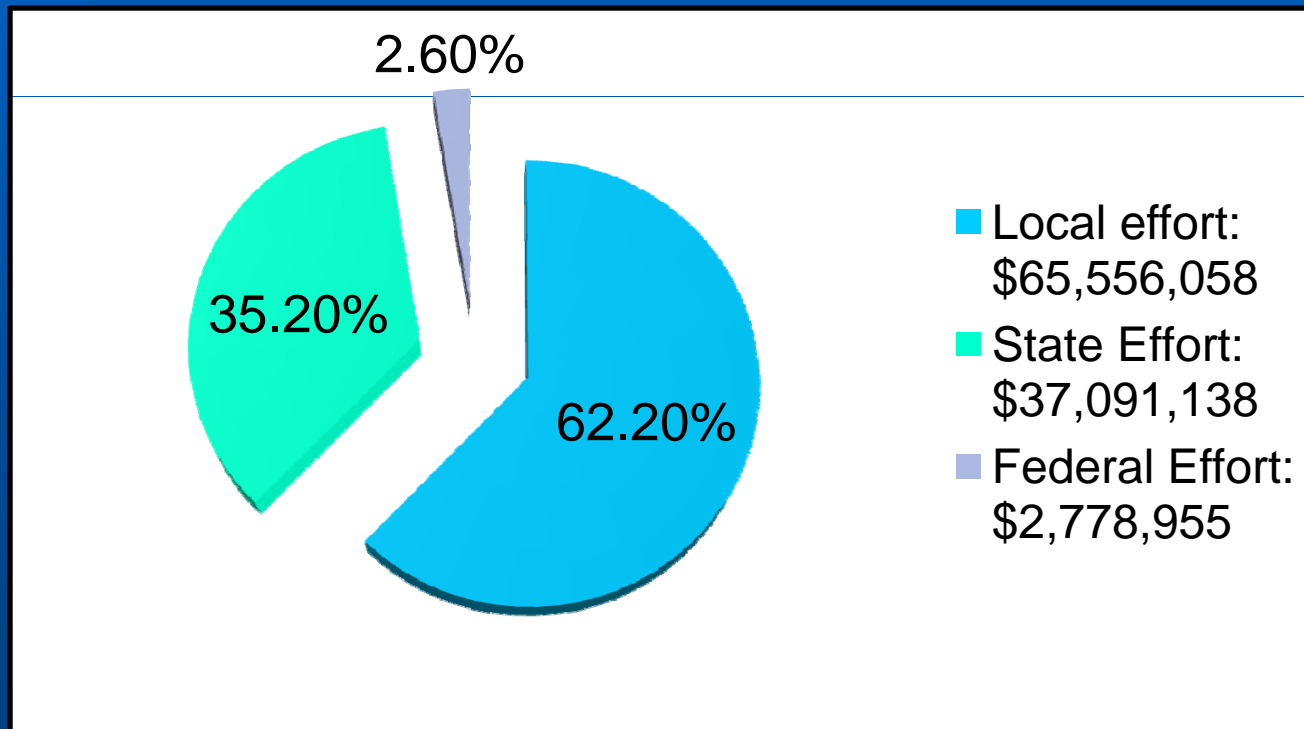
- Goal is to bring revenues and expenditures back into balance
- Tentative budget reflects maintaining fund balance at \$2.8 M – same as last audited amount from end of 2008-2009

Revenue

- No major changes from Preliminary to Tentative
- Recommended Real Estate Tax 5.5% increase

Revenue Source	\$ Budgeted
Earned Income Tax	\$14,250,000
Real Estate Transfer Tax	\$800,000
Investment Income	\$103,300
Real Estate Tax (includes 5.5% increase)	\$47,690,061
Other Local Revenue	\$2,712,697
State Revenue	\$37,091,138
Federal Revenue	\$2,778,955
TOTAL	\$105,426,151

Revenue Sources



Balanced Tentative Budget

Revenues	\$105,426,151
Expenditures	\$105,426,151
Real Estate Tax Rate 5.5% (mills)	89.621

Budget Timeline

What's Next?

- April 22, 2010 – PDE 2028 available for public inspection
- April 28, 2010 – Budget hearing preceding board meeting
- May 12, 2010 – Final adoption of General Fund Budget
- Staffing changes announced after Final Budget approval

Proposed Tentative Budget 2010-2011

April 14, 2010

