



Montgomery County Public Schools

Budget Planning Update

FY 2012-13

January 4, 2012

Presentation Outline

- Background & history
- Governor's proposed budget FY 2012-13
- Projected ADM
- Expenditure impact items for planning FY 2012-13 budget
- Estimated revenue

SUMMARY PAST BUDGETS

DESCRIPTION	SCHOOL BOARD FY 2009-12 BUDGET		
	FTE	COST INC./(DEC.)	TOTAL
FY 2008-2009 BUDGET	1,551.43		\$ 97,385,738
Subtotal Base Budget Adjustments		(\$3,248,964)	
Subtotal Compensation		(\$505,737)	
Subtotal Staffing Requests	(36.54)	(\$2,350,234)	
Total Budget Changes	(36.54)	(\$6,104,935)	
TOTAL BUDGET 2011-12	1514.89		\$ 91,280,803
Percent Change in Budget			-6.27%

SUMMARY PAST BUDGETS

PROJECTED REVENUE INC./(DEC.):	FY 2008-2009	Changes	FY 2011-2012
State	\$ 54,267,715	\$ (5,819,853)	\$ 48,447,862
SFSF	\$ 3,221,940	\$ (3,221,940)	\$ -
Jobs Stimulus Plan		\$ 1,166,757	\$ 1,166,757
Federal	\$ 4,021,910	\$ 360,164	\$ 4,382,074
County	\$ 35,331,515	\$ 1,082,676	\$ 36,414,191
Recordation Tax	\$ 186,658	\$ -	\$ 186,658
Local	\$ 356,000	\$ 64,000	\$ 420,000
Reserve from 2008-09 Budget	\$ -	\$ 263,261	\$ 263,261
TOTAL PROJECTED STATE & FEDERAL REVENUE	\$ 97,385,738	\$ (6,104,935)	\$ 91,280,803

EXPENDITURE SUMMARY BY MAJOR CATEGORY

DESCRIPTION	ACTUAL FY 2010-11	PERCENT	BUDGET FY 2011-12	PERCENT
PERSONNEL:				
SALARIES	\$61,497,722.85	65.98%	\$ 61,183,955	67.03%
BENEFITS	\$18,338,628.39	19.67%	\$ 19,255,837	21.10%
SUBTTL PERS	\$79,836,351.24	85.65%	\$ 80,439,792	88.12%
ELECTRIC	\$ 1,739,568.89	1.87%	\$ 1,781,753	1.95%
HEATING	\$ 616,378.00	0.66%	\$ 800,000	0.88%
WATER, SEWAGE, GARBAGE	\$ 412,306.36	0.44%	\$ 345,711	0.38%
POSTAL SERVICES	\$ 63,070.92	0.07%	\$ 85,809	0.09%
TELECOMMUNICATIONS	\$ 551,301.20	0.59%	\$ 293,695	0.32%
INSURANCE PROPERTY	\$ 102,065.00	0.11%	\$ 96,915	0.11%
INSURANCE LIABILITY	\$ 84,971.00	0.09%	\$ 108,734	0.12%
INSURANCE VEHICLES	\$ 76,880.00	0.08%	\$ 82,813	0.09%
VEHICLE FUELS	\$ 842,861.28	0.90%	\$ 774,591	0.85%
SUBTOTAL	\$ 4,489,402.65	4.82%	\$ 4,370,021	4.79%

EXPENDITURE SUMMARY BY MAJOR CATEGORY

DESCRIPTION	ACTUAL FY 2010-11	PERCENT	BUDGET FY 2011-12	PERCENT
TEXTBOOKS	\$ 737,276.25	0.79%	\$ 503,597	0.55%
INSTRUCTIONAL SUPPLIES	\$ 1,908,725.95	2.05%	\$ 955,170	1.05%
INSTRUCTIONAL EQUIPMENT	\$ 526,382.41	0.56%	\$ 459,703	0.50%
TECHNOLOGY GRANT	\$ 620,439.39	0.67%	\$ 715,130	0.78%
PURCHASED SERVICES	\$ 1,378,967.46	1.48%	\$ 1,084,692	1.19%
MAINTENANCE CONTRACTS	\$ 497,050.31	0.53%	\$ 422,827	0.46%
TUITION	\$ 36,555.40	0.04%	\$ 141,520	0.16%
TRAVEL	\$ 222,672.29	0.24%	\$ 201,449	0.22%
MISCELLANEOUS	\$ 38,713.89	0.04%	\$ 39,622	0.04%
CUSTODIAL SUPPLIES	\$ 169,654.06	0.18%	\$ 143,449	0.16%
OFFICE SUPPLIES	\$ 221,521.03	0.24%	\$ 160,595	0.18%
BLDG MAINTENANCE SUPPLIES	\$ 483,986.35	0.52%	\$ 380,912	0.42%
VEHICLE MAINTENANCE SUPPLIES	\$ 229,953.84	0.25%	\$ 171,168	0.19%
EQUIPMENT	\$ 244,233.01	0.26%	\$ 251,799	0.28%
FURNITURE REPLACEMENT	\$ 359.00	0.00%	\$ 18,389	0.02%
TECHNOLOGY SOFTWARE	\$ 75,667.48	0.08%	\$ 69,247	0.08%
TECHNOLOGY EQUIPMENT	\$ 491,868.63	0.53%	\$ 334,564	0.37%
SCHOOL BUS REPLACEMENT	\$ 355,196.27	0.38%	\$ 181,525	0.20%
VEHICLE REPLACEMENT	\$ 47,658.63	0.05%	\$ 31,232	0.03%
CAPITAL IMPROVEMENTS	\$ 597,322.55	0.64%	\$ 204,400	0.22%
SUBTTL SERVICES, SUPPLIES, MATERIALS, & EQUIP.	\$ 8,884,204.20	9.53%	\$ 6,470,990	7.09%
TOTAL BUDGET	93,209,958.09	100.00%	91,280,803	100.00%

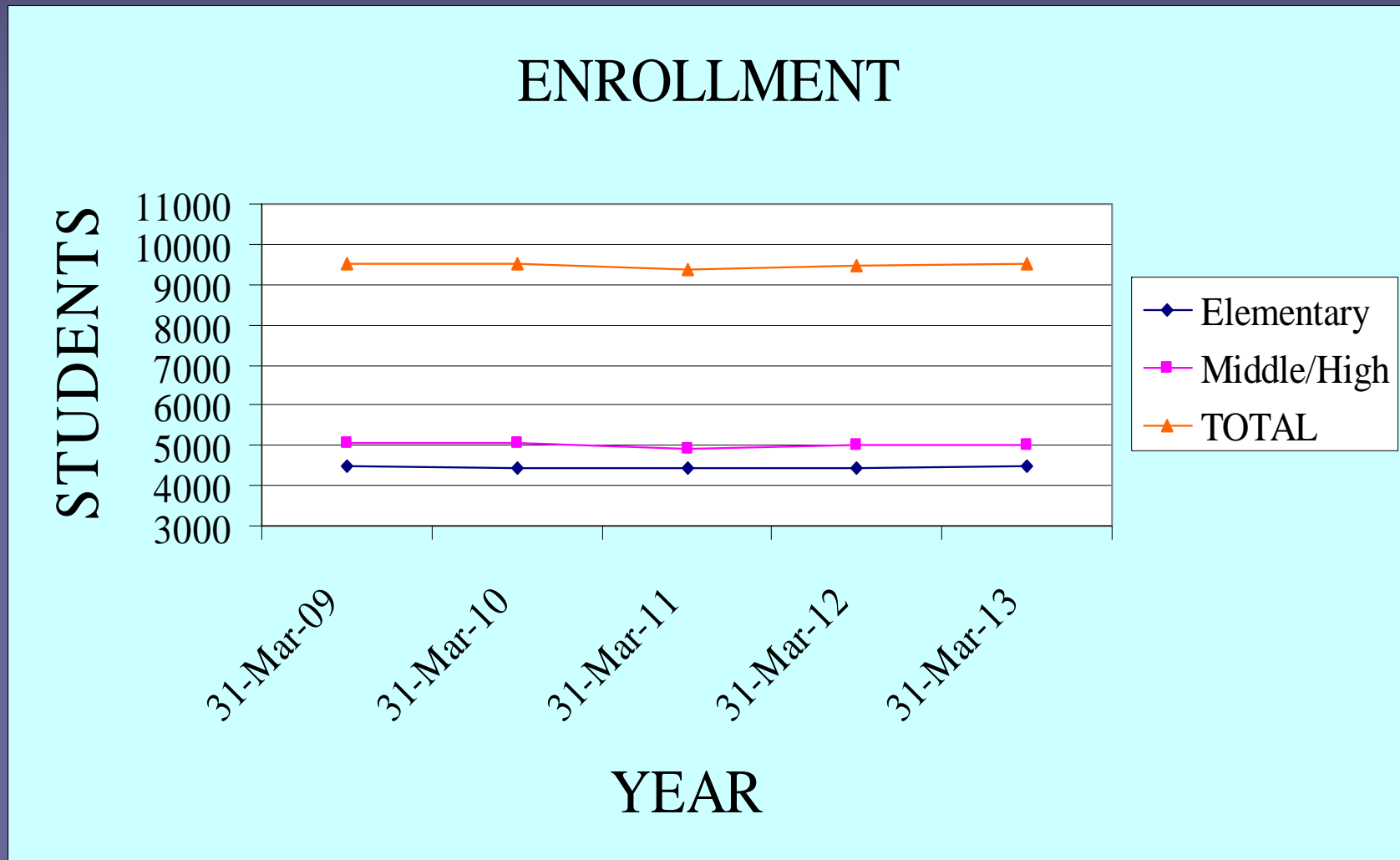
History of Revenue

YEAR	STATE REV	FEDERAL REV	LOCAL REV	COUNTY REV	STATE RECORD TAX	CARRYOVER	TOTAL REV	NET INC	INC (DEC)
FY 11-12	48,447,862	5,548,831	420,000	36,414,191	186,658	263,261	91,280,803	2,663,983	3.01%
FY 10-11	47,637,702	4,118,941	356,000	35,714,191	148,467	641,519	88,616,820	(7,807,904)	-8.10%
FY 09-10	56,781,036	3,997,050	356,000	35,103,980	186,658		96,424,724	(961,014)	-0.99%
FY 08-09	57,489,655	4,021,910	356,000	35,331,515	186,658		97,385,738	7,644,042	8.52%
FY 07-08	51,999,063	3,652,999	290,000	33,612,976	186,658		89,741,696	3,323,348	3.85%
FY 06-07	50,362,611	3,528,020	210,000	32,026,203	291,514		86,418,348	7,352,057	9.30%
FY 05-06	43,973,234	3,510,714	210,000	31,080,829	291,514		79,066,291	3,966,339	5.28%
FY 04-05	41,337,066	3,402,812	210,000	29,858,560	291,514		75,099,952	6,226,647	9.04%
FY 03-04	36,436,148	3,065,330	210,000	28,870,313	291,514		68,873,305	1,618,418	2.41%
FY 02-03	35,422,442	2,538,485	490,080	28,512,366	291,514		67,254,887		
AVG INCREASE								2,669,546	3.59%
LESS: INFLATION									-2.00%
NET REAL INCREASE									1.59%

Average Daily Membership

SCHOOL	ACTUAL	ACTUAL	ACTUAL	PROJECTED	PROJECTED
	31-Mar-09	31-Mar-10	31-Mar-11	31-Mar-12	31-Mar-13
Elementary	4471	4425	4424	4444	4478
Middle/High	5047	5070	4931	5021	5024
TOTAL	9518	9495	9355	9465	9502

Average Daily Membership



Governor's Proposed Budget FY 2012-13

- Technical updates in enrollment, SOQ, categorical, and incentive accounts
- Increase VRS contribution rate by 5.33% to 16.66%
- Increase Retiree Health Ins. Credit Rate by 1.05% to 1.11%
- Increase Group Life Ins. Rate by .20% to .48%
- Eliminate Composite Index Hold Harmless payment

Governor's Proposed Budget FY 2012-13

- Update Estimate for Sales Tax
- Increase Estimate for Lottery Proceeds
- Remove Non-personnel Inflation Factor from Basic Aid
- Change Formula Calculation for Virginia Pre-school Initiative
- Redirect Funds for New Pilot Initiatives – Minimal Funding Impact

Governor's Proposed Revenue FY 2012-13

5		PROJECTED REVENUE	PROJECTED REVENUE	NET
6		STATE FY 2011-12	STATE FY 2012-13	CHANGE
7	DESCRIPTION	ADM 9465	ADM 9502	Inc./(Dec.)
8	SOQ PROGRAM:			
9	BASIC STATE AID	\$ 24,338,168	\$ 23,200,065	\$ (1,138,103)
10	STATE SALES TAX	\$ 10,572,150	\$ 10,142,470	\$ (429,680)
11	TEXTBOOKS	\$ 4,946	\$ 211,624	\$ 206,678
12	VOCATIONAL ED	\$ 854,822	\$ 695,053	\$ (159,769)
13	GIFTED ED	\$ 274,764	\$ 259,939	\$ (14,825)
14	SPECIAL ED	\$ 3,871,123	\$ 3,447,012	\$ (424,111)
15	REMEDIAL ED	\$ 659,434	\$ 638,545	\$ (20,889)
16	RETIREMENT	\$ 1,483,727	\$ 2,559,830	\$ 1,076,103
17	SOCIAL SECURITY	\$ 1,636,374	\$ 1,531,377	\$ (104,997)
18	GROUP LIFE	\$ 61,059	\$ 96,064	\$ 35,005
19	REMEDIAL SUMMER	\$ 62,046	\$ 59,353	\$ (2,693)
20	ESL	\$ -	\$ -	\$ -
21	SUBTOTAL	\$ 43,756,567	\$ 42,841,332	\$ (915,235)

Governor's Proposed Revenue FY 2012-13

23	INCENTIVE PROGRAMS:	FY 2011-2012	FY 2012-2013	Inc./((Dec.))
24	SUPPLEMENTAL SUPPORT FOR SCHOOL OPERATING COSTS	\$ 767,988	\$ -	\$ (767,988)
25	TECHNOLOGY INITIATIVE	\$ 570,000	\$ 570,000	\$ -
26	COMPOSITE INDEX HOLD HARMLESS	\$ -	\$ -	\$ -
27	SUBTOTAL	\$ 1,337,988	\$ 570,000	\$ (767,988)
28				
29	CATEGORICAL ACCOUNTS:			
30	SP ED HOMEBOUND	\$ 66,093	\$ 71,995	\$ 5,902
31	SP ED HOSPITAL	\$ 354,885	\$ 284,670	\$ (70,215)
32	ADULT ED-STATE	\$ 9,781	\$ 9,781	\$ -
33	SPEC ED IN JAIL	\$ 4,325	\$ 1,986	\$ (2,339)
34	SUBTOTAL	\$ 435,084	\$ 368,432	\$ (66,652)

Governor's Proposed Revenue FY 2012-13

36	LOTTERY FUNDED PROGRAMS:	FY 2011-2012	FY 2012-2013	Inc./.(Dec.)
37	AT RISK	\$ 440,490	\$ 445,775	\$ 5,285
38	READING INTERVENTION	\$ 139,165	\$ 137,397	\$ (1,768)
39	ENROLLMENT LOSS	\$ -	\$ -	\$ -
40	FOSTER CARE	\$ 167,365	\$ 113,209	\$ (54,156)
41	REDUCE K-3 CLASSES	\$ 617,557	\$ 645,317	\$ 27,760
42	SOL ALGEBRA READINESS	\$ 80,354	\$ 83,727	\$ 3,373
43	AT RISK 4 YR OLDS	\$ 762,508	\$ 642,276	\$ (120,232)
44	MENTOR TEACHER PROGRAM	\$ 13,466	\$ 13,466	\$ -
45	ALTERNATIVE ED	\$ 124,185	\$ 136,439	\$ 12,255
46	ISAEP/GED FUNDING	\$ 15,717	\$ 15,717	\$ -
47	SP ED REGIONAL TUITION	\$ 21,557	\$ 21,708	\$ 151
48	VOCATIONAL EDUCATION	\$ 135,560	\$ 85,106	\$ (50,454)
49	ESL	\$ 95,545	\$ 117,724	\$ 22,179
50	TEXTBOOKS	\$ 242,708	\$ 295,426	\$ 52,718
51	SUBTOTAL	\$ 2,918,223	\$ 2,753,287	\$ (164,936)
52	GRAND TOTAL	\$ 48,447,862	\$ 46,533,051	\$ (1,914,811)

BUDGET WORKSHEET FY 2012-13

	Operating Budget FY 2011-12	1,514.89	INC./(DEC.)	91,280,803
1	Base Budget Adjustments:			
2	Salary Savings Retirement/Rollover			
3	Benefit Savings Retirement/Rollover			
4	Additional Utility Cost New EME & PFE		153,340	
5	Increase in Utilities for Rate Increases		148,506	
6	Building Repair Budget		1,000,000	
7	Technology Budget Line		250,000	
8	Furniture for Bldg. C		500,000	
9	Start Up of BHS and AHS		300,000	
10	Subtotal Base Budget Adjustments			2,351,846

BUDGET WORKSHEET FY 2012-2013

	DESCRIPTION	FTE	COST	TOTAL
11	COMPENSATION CHANGES:			
12	Salary Schedule Changes (Step Inc.1.6%)		-	
13	VRS Contribution Rate Increase (5.33%)		2,595,355	
14	VRS Group Health Ins Increase (1.05%)		511,280	
15	VRS GLI Contribution Rate Increase (.20%)		105,575	
16	Increase Health Insurance (10.0%)		1,050,443	
17	Part-time Benefits (\$1,601,958)			
18	Subtotal Compensation			4,262,653

BUDGET WORKSHEET FY 2012-2013

	DESCRIPTION	FTE	COST	TOTAL
19	STAFFING CHANGES:			
20	Loss of Job Stimulus Funds - Save Positions (16 FTE)	(16.00)	(1,166,757)	
21	Reduce Staffing Full-Time Equivalents (FTE's)			
22	Subtotal Staffing Requests	(16.00)		(1,166,757)
23	TOTAL BUDGET INC./(DEC.)	(16.00)		5,447,742
24	PERCENT CHANGE IN BUDGET			5.97%
25	TOTAL BUDGET WITH PROPOSED CHANGES	1,498.89		96,728,545

BUDGET WORKSHEET FY 2012-2013

	PROJECTED REVENUE INC./DEC.):	FY 2011-2012	Inc./Dec.)	FY 2012-2013
26	State	\$ 47,679,874	(1,146,823)	\$ 46,533,051
27	Supplemental Support for School Operating Costs	\$ 767,988	(767,988)	\$ -
28	Jobs Stimulus Year 2 Plan	\$ 1,166,757	(1,166,757)	\$ -
29	Federal	\$ 4,382,074	4,562	\$ 4,386,636
30	County	\$ 36,414,191	-	\$ 36,414,191
31	Recordation Tax	\$ 186,658	38,342	\$ 225,000
32	Local	\$ 420,000	48,500	\$ 468,500
33	Reserve from 2008-09 Budget	\$ -	-	
34	Balance of 2008-09 Reserve	\$ 263,261	(263,261)	\$ -
35				
36	TOTAL PROJECTED STATE, FEDERAL, & LOCAL REVENUE	91,280,803	(3,253,425)	\$ 88,027,378
37	ADDITIONAL FUNDS REQUIRED			8,701,167

Budget Planning Calendar

Jan.4, 2012	School Board meeting. Discussion of budget and revenue forecast.	Gov't Center
Jan.10, 12, 17, 2012	Possible School Board budget workshops.	Gov't Center
Jan. 26, 2012	School Board adopts the initial budget request for public hearing.	Gov't Center
Feb.7 2012 @ 7:00 PM	Public hearing on proposed initial budget request.	Gov't Center
Feb.7, 2012 @ 7:30 PM	School Board meeting. Approve initial budget request.	Gov't Center
Feb.10, 2012	School Board budget request forwarded to County Administration.	
Mar. 11, 2012	General Assembly approves 2012-2014 Biennium State Budget.	
Apr. 17, 2012	State revenue FY 2011-12 updated based on Mar 31 ADM.	
Apr. 30, 2012	Initial projection of year-end closeout FY 2011-12.	
April, 2012 TBD	School Board budget request updated based on actions of the General Assembly and the Board of Supervisors.	
May 1, 2012 @ 7:00 PM	Public hearing on proposed final budget.	Gov't Center
May 1, 2012 @ 7:30 PM	School Board approves final budget for FY 2012-13.	Gov't Center
May 7, 2012	Cutoff for submission of PO's for FY 2011-12. PO's must be entered, received, and approved and in Munis. Finalize 2012-13 budget documents.	
May 15, 2012	Project closeout revenue and expenditures FY 2011-12. Proposed year-end closeout plan presented.	
June 30, 2012	Close out fiscal year 2011-12.	



Montgomery County Public Schools

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