



Montgomery County Public Schools

Budget Planning Update

FY 2012-13

January 12, 2012

Presentation Outline

- Review background information
- Discuss changes to worksheet
- Next steps

SUMMARY PAST BUDGETS

DESCRIPTION	BUDGET FY 2008-2012			
	FTE	COST	TOTAL	PERCENT
		INC./(DEC.)		CHANGE
FY 2008-2009 BUDGET	1,551.43		\$ 97,385,738	
FY 2009-2010 BUDGET	(3.50)	(\$961,014.00)	\$ 96,424,724	-0.99%
FY 2010-2011 BUDGET	(35.86)	(\$7,807,904.00)	\$ 88,616,820	-8.10%
FY 2011-2012 BUDGET	(0.68)	\$2,663,983.00	\$ 91,280,803	3.01%
TOTAL CHANGES	(40.04)	(\$6,104,935.00)	\$ 91,280,803	-6.27%

Governor's Proposed Budget

FY 2012-13

- Increase in Local Composite Index of 5.04% reduces State funds – **(\$1,914,811)**
- Increase VRS contribution rate by 5.33% to 16.66% - Increases expenditures \$2,694,842
- Increase Retiree Health Ins. Credit Rate by 1.05% to 1.11% - Increases Expenditures \$511,280
- Increase Group Life Ins. Rate by .20% to .48% - Increases Expenditures \$139,965
- Eliminate Composite Index Hold Harmless payment – no offset to soften loss of State revenue
- **Net Impact of Governor's Proposal– Shortfall of \$5,287,898**

BUDGET WORKSHEET FY 2012-13

DESCRIPTION	FTE	COST	TOTAL	FTE	COST	TOTAL
Operating Budget FY 2011-12	1,514.89	INC./(DEC.)	91,280,803	1,514.89	INC./(DEC.)	91,280,803
Base Budget Adjustments:						
Salary Savings Retirement/Rollover						
Benefit Savings Retirement/Rollover						
Reduce Instruction Supply Budget (-5.0%) for total of (-41.4%)					(47,759)	
Reduce Instructional Equipment Budget (- 5.0%) for total of (-59.5%)					(22,985)	
Reduce Contract/Purchased Services Budget (-5.0) for total of (-55%)					(54,235)	
Reduce Travel Budget (-5.0%) for total of (- 35%)					(10,072)	
Reduce Office Supply Budget (-5.0%) for total of (-55%)					(8,030)	
Reduce Vehicle Replacement Budget (-5.0%) for total of (-55%)					(1,562)	
Reduce Budget for Postage					(15,000)	

BUDGET WORKSHEET FY 2012-2013

DESCRIPTION	FTE	COST	TOTAL	FTE	COST	TOTAL
Increase Budget for Textbooks to Match State Increase					349,018	
Additional Utility Cost New EME & PFE		153,340			153,340	
Increase in Utilities for Rate Increases (defer to 2013-2014 budget)		148,506			-	
Building Repair Budget		1,000,000			250,000	
Technology Budget Line		250,000			150,000	
Furniture for Bldg. C (Request from other source, bond or capital)		500,000			# See Notes	
Cost to return BMS to Blacksburg (Will impact the 2013-14 budget)					* See Notes	
Start Up of BHS and AHS (Maximize the use of bond funds)		300,000			& See notes	
Subtotal Base Budget Adjustments			2,351,846			742,716

BUDGET WORKSHEET FY 2012-2013

DESCRIPTION	FTE	COST	TOTAL	FTE	COST	TOTAL
COMPENSATION CHANGES:						
Salary Schedule Changes (Step Inc.1.6%)		-			-	
VRS Contribution Rate Increase (5.33% professional)+(2.43% Non-professional)		2,595,355			2,694,842	
VRS Group Health Ins Increase (1.05% professional only))		511,280			511,280	
VRS GLI Contribution Rate Increase (.20% professional + non-professional)		105,575			139,965	
Increase Health Insurance (10.0%)		1,050,443			1,050,443	
Savings Health Insurance Retirement Incentive (20 @ \$19,756)					(395,120)	
Part-time Benefits (\$1,601,958)						
Subtotal Compensation			4,262,653			4,001,410

BUDGET WORKSHEET FY 2012-2013

DESCRIPTION	FTE	COST	TOTAL	FTE	COST	TOTAL
STAFFING CHANGES:						
Loss of Job Stimulus Funds - Save Positions (16 FTE)	(16.00)	(1,166,757)		(16.00)	(1,166,757)	
Reduce Staffing Full-Time Equivalents (FTE's)						
Subtotal Staffing Requests	(16.00)		(1,166,757)	(16.00)		(1,166,757)
TOTAL BUDGET INC./(DEC.)	(16.00)		5,447,742	(16.00)		3,577,369
PERCENT CHANGE IN BUDGET			5.97%			3.92%
TOTAL BUDGET WITH PROPOSED CHANGES	1,498.89		96,728,545	1,498.89		94,858,172

BUDGET WORKSHEET FY 2012-2013

PROJECTED REVENUE INC./(DEC.):	FY 2010-2011	Inc./(Dec.)	FY 2011-2012	FY 2010-2011	Inc./(Dec.)	FY 2011-2012
State	\$ 47,679,874	(1,146,823)	\$ 46,533,051	\$ 47,679,874	(1,146,823)	\$ 46,533,051
Supplemental Support for School Operating Costs	\$ 767,988	(767,988)	\$ -	\$ 767,988	(767,988)	\$ -
Jobs Stimulus Year 2 Plan	\$ 1,166,757	(1,166,757)	\$ -	\$ 1,166,757	(1,166,757)	\$ -
Federal	\$ 4,382,074	4,562	\$ 4,386,636	\$ 4,382,074	4,562	\$ 4,386,636
County	\$ 36,414,191	-	\$ 36,414,191	\$ 36,414,191	-	\$ 36,414,191
Recordation Tax	\$ 186,658	38,342	\$ 225,000	\$ 186,658	38,342	\$ 225,000
Local	\$ 420,000	48,500	\$ 468,500	\$ 420,000	48,500	\$ 468,500
Reserve from 2008-09 Budget	\$ -	-		\$ -	-	
Balance of 2008-09 Reserve	\$ 263,261	(263,261)	\$ -	\$ 263,261	(263,261)	\$ -
TOTAL PROJECTED STATE, FEDERAL, & LOCAL REVENUE	91,280,803	(3,253,425)	\$ 88,027,378	91,280,803	(3,253,425)	\$ 88,027,378
ADDITIONAL FUNDS REQUIRED			8,701,167			6,830,794

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.	

School Board Decisions

- What are the School Board's priorities for budget reductions – i.e. PTR's, Salaries, Positions, Programs, Benefits, Other?
- What additional information is requested?
- What level of budget request do we want to send to the Board of Supervisors? This is initial budget request to the BOS. Initial budget will be revised and final approval planned by May 2012.



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