

2013 / 2014 General Fund Budget

Middle Bucks Institute of Technology

February 11, 2013

Update

First look November 12, 2012 budget-to-budget increase:

General Fund & Lease Rental \$199,230 – 2.03%

Unknowns:

- Health insurance costs
 - Retirement
 - Insurance
 - Utilities
 - State subsidies
 - Federal grants
 - Contract negotiations
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- Goal – to be at or under the Act 1 Index - 1.70%

Status – General Fund & Lease Rental

- Budget-to-budget increase \$145,661 – 1.49%

	2013/14	2012/13	\$	%
General Fund	\$8,470,459	\$8,324,418	\$146,041	1.75%
Authority Lease	\$1,467,119	\$1,467,499	(\$380)	(0.03%)
Total Expenditures	\$9,937,578	\$9,791,917	\$145,661	1.49%

Assumptions

- Teachers' salaries
 - Net decrease due to retirements
- Admin, Instructional Assistants and Support Staff
 - Used 3% increase on 2012/13 pay rates
- Medical & prescription benefit cost
 - 5.1% increase on 2012/13 rates – first look
- PSERS pension cost increase to 16.93% from 12.36% of payroll
- Increase in Professional & Technical Services for testing of aging transformers and labor negotiations
- Increased supplies for program growth – BFO, Computerized Drafting & Engineering Graphics, Web Design and new half day program – Administrative Sciences & Business Technology
- Utilities – electricity rates will be lower in 2013/14

Components of Increase

• Net decrease salaries & wages	\$ (14,975)
• Net decrease health insurance & contract benefits	(90,854)
• Increase on account of employer's PSERS rate	199,353
• Net increase in Purchased Professional Services	27,540
• Net decrease in Purchased Property Services	(16,898)
• Net increase in Other Purchased Services	22,440
• Net increase program supplies	21,565
• Decrease in electric and gas utilities	(30,000)
• Net increase in non-instructional supplies	17,680
• Increase in equipment – classroom & IT	10,000
• All other – net	<u>190</u>
• Total	<u>\$146,041</u>

General Fund – Receipts from Member School Districts

	2013/14	2012/13	\$ Change	% Change
General Fund	\$7,190,719	\$7,171,968	\$18,751	0.26%
Authority Lease	\$1,467,119	\$1,467,499	(\$380)	(0.03%)
Total Expenditures	\$8,657,838	\$8,639,467	\$18,371	0.21%

Other Revenue

	2013/2014	2012/2013	\$ Change	% Change
Other Local	\$95,300	\$109,300	-\$14,000	-12.81%
State	\$898,000	\$799,000	\$99,000	12.39%
Federal	\$286,440	\$244,150	\$42,290	17.32%
Total	\$1,279,740	\$1,152,450	\$127,290	11.05%

State & Federal Revenue

- Increase from state subsidies is primarily due to increased employer contribution for PSERS
 - Total state \$893,000 vs. \$799,000
- Increase from federal sources reflects increase funding for Carl D. Perkins Grant for 2012/2013
 - Projected for 2012/2013 = \$244,150
 - Actual received 2012/2013 = \$318,270
 - Projected for 2013/2014 = \$286,440 - 10% less than actual

Other Budgets

Governmental

- Capital Reserve Fund
 - Funded at discretion of Executive Council using unspent current year budget contribution – proposed \$100,000
 - Funds to be used for acquisition of program equipment & capital repairs and maintenance to facilities

Traffic signal	\$30,000
Digital Road Sign	\$75,000
Concrete walkway & stairs	\$35,000
Renovation Staff Lounge	\$25,000
Matching funds	\$50,000

Other Budgets

Governmental

- Adult Education \$155,195 vs. \$149,575
 - Fall & Spring Evening Programs
 - Industry Specific Training
- Production Fund \$326,619 vs. \$319,049
 - Live work
 - Student Built Modular House
 - Aspirations
 - Salon Extreme
 - Student fees
 - MBIT Summer School Consortium
 - Summer Enrichment Camp

Other Budgets

Proprietary & Fiduciary

- Proprietary
 - Li'l Bucks Preschool Partners in Learning
 - Educational Programs for Toddlers & Preschool Children
- Fiduciary
 - Student Activities Fund - CTSO
 - Skills USA
 - HOSA
 - FFA

Next step

- Goal – to be within ACT 1 Index - 1.49% vs. 1.70%
- Finalize General Fund & Lease Rental Budget
 - March 11, 2013 Executive Council Meeting
- Finalize Other Budgets
 - March 11, 2013 Executive Council Meeting
- Questions