

2011/2012 General Fund Preliminary Budget



NOVEMBER 8, 2010

FIRST DRAFT

New Initiatives



- **Expand Health Occupations – Health Sciences**
 - Hire new full time instructor
 - High demand programs currently fully enrolled
- **Expand Culinary Arts**
 - Hire half-time instructor
 - Use Food Court
- **Start new Building Trades Program**
 - Use current Construction Carpentry Instructor
 - Use existing lab with minimal investment

Challenges



- **Many unknowns:**
 - Teachers' salaries
 - ✦ 3 out of 4 Member SD are negotiating
 - Medical & Prescription benefit cost
 - ✦ First Look - November 2010
 - ✦ Second Look – May 2011
 - PSERS
 - ✦ Projected rates
 - ✦ Pension reform

Assumptions



- **Salaries & Wages**
 - Teachers
 - Administrative & Support Staff
- **Medical & Prescription Benefits**
- **PSERS**
- **Dental**
- **Workers' Compensation**

Overall Budget Change 2011/12 vs. 2010/11



General Fund + Lease Rental = 3.45% increase

\$9,870,942 vs. \$9,541,735

Increase \$329,207

General Fund Contribution 2011/12 vs. 2010/11



- Member District Contribution of 3.36%
- \$7,221,183 vs. \$6,937,015
- \$284,168 increase
- Allocated using 3 year averaging of ADM

Lease Rental

2011/12 vs. 2010/11

- **Member District Contribution - Lease Rental**
- **\$1,465,499 vs. \$1,467,050**
- **Decrease \$1,551**
- **Allocated based on STEB Market Value**
 - **STEB – State Tax Equalization Board**

General Fund Expenditures 2011/12 vs. 2010/11



- Expenditure Budget Increase = 4.10%
- \$8,405,685 vs. \$7,858,776
- Increase \$330,758

Components of Increase



New teaching positions	\$138,430
Net increase – salaries & wages	\$ 120,403
Net increase – health insurance	\$32,639
Net increase - PSERS	\$44,553
Supplies for new Health program	\$9,580
All other	<u>(\$14,847)</u>
Net increase	\$330,758

Going Forward



- Reduce unknowns
- Look for savings
- Present revised budget in February 2011
- Questions