

2012 / 2013 General Fund Budget

November 14, 2011

First Draft

Challenges

Many unknowns

- Health insurance costs
- Retirement
- Insurance
- Utilities
- State subsidies
- Federal grants

Assumptions

- Teachers' salaries
 - 1 out of 4 Member SD negotiating as of July 1, 2012
 - Increases are minimal due to reduction of one and a half instructors
 - Used 2% increase on 2011/12 pay rates for Administrators & all others
- Medical & prescription benefit cost
 - 12% increase on 2011/12 rates
- PSERS used 12.19% employer rate
- Elimination of Penn State Programs
- Increased supplies for program growth – BFO, Dental Assisting, Health Occupations & Health Sciences

Status

- Budget-to-budget increase \$216,967

	2012/13	2011/12	\$	%
General Fund	\$8,400,684	\$8,185,717	\$214,967	2.63%
Authority Lease	\$1,467,499	\$1,465,499	\$2,000	0.13%
Total Expenditures	\$9,868,183	\$9,651,216	\$216,967	2.25%

Components of Increase

• Elimination of physical ed	(\$105,683)
• Net increase salaries & wages	92,351
• Net increase health insurance	116,608
• Net reduction ISS	(17,450)
• Net increase PSERS	160,759
• Elimination of PSU program	(110,092)
• Net increase Purchased Property Services	9,792
• Net increase program supplies	15,785
• Increase natural gas	10,000
• All other – net	<u>34,897</u>
• Total	<u>\$214,967</u>

Next step

- Gather more information
- Look for budget savings
- Goal – to be within ACT 1 Index
- Next presentation: February 13, 2012