

**MIDDLE BUCKS
INSTITUTE OF TECHNOLOGY**

2011/2012

PRELIMINARY

GENERAL FUND BUDGET

NOVEMBER 8, 2010

MIDDLE BUCKS INSTITUTE OF TECHNOLOGY

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MIDDLE BUCKS INSTITUTE OF TECHNOLOGY
2011/2012 BUDGET CALENDAR

<u>DATE</u>	<u>DESCRIPTION</u>
August 9, 2010	2011/2012 Budget Calendar adopted by Executive Council
September 7	Finance Committee meeting
September 14 - 17	Budget packet distributed to Management Team & professional staff
September 30	Budget packets gathered from professional staff and reviewed by Vocational Supervisors
October 4	Budget packets due to Business Manager
November 2	Preliminary budget presented to Finance Committee
November 8	Budget presentation to Executive Council
November - January	Finance Committee work sessions (if needed)
February 8, 2011	Finance Committee meeting
February 14	Budget presentation to Executive Council
March 14	2011/2012 Budget adopted
March 15 - 18	Recommended budgets sent to member district Superintendents with copies for individual School Directors
March 19 - April 30	Member School Boards approve recommended budget
May- June	Approved budget submitted to PDE

EXPLANATION OF THE MAJOR EXPENDITURE FUNCTIONS

The format of the proposed budget is from the Manual of Accounting and Financial Reporting for Pennsylvania Public Schools as prepared by the Pennsylvania Labor, Education and Community Services (LECS) Comptroller's Office, School Accounting Division, July 2010 Revision.

The following statements will serve as a brief summary of the various functions performed to accomplish the objectives of the Middle Bucks Institute of Technology.

1000 INSTRUCTION - Those activities dealing directly with the interaction between teachers and students and related costs, which can be directly attributed to a program of instruction.

1100 REGULAR PROGRAMS - Activities designed to provide our students with learning experiences of an academic nature to prepare them to function as well rounded citizens and family members.

1300 VOCATIONAL EDUCATION - Approved programs which provide organized learning experiences designed to develop skills, knowledge, attitudes, and work habits in order to prepare individuals for entrance into and progress through various levels of employment in career and technical fields.

2000 SUPPORT SERVICES - Those services that provide administrative, technical and logistical support to facilitate and enhance instruction.

2100 PUPIL PERSONNEL - Activities designed to assess and improve the well being of students to supplement the teaching process and to meet the applicable provisions of the Public School Code of 1949.

2200 INSTRUCTIONAL STAFF – Activities associated with assisting, supporting, advising and directing the instructional staff with or on the content and process of providing learning experiences for students.

2300 ADMINISTRATION - Activities concerned with establishing and administering policy in connection with operating the system.

2400 PUPIL HEALTH - Activities that provide students with appropriate nurse services.

2500 BUSINESS - Activities concerned with paying, transporting, exchanging, and maintaining goods and services for the system.

2600 OPERATION AND MAINTENANCE OF PLANT SERVICES - Activities concerned with keeping the physical plant open, comfortable, and safe for use, and keeping the grounds, buildings and equipment in effective working condition and state of repair.

2818 SYSTEM-WIDE TECHNOLOGY SERVICES – Those activities concerned with coordinating, planning, researching, developing and evaluating the LEA’s technology functions. This object category includes the costs associated with the immediate staff assigned to coordinating, planning, researching, developing and evaluating the LEA’s technology functions. Also included are all related costs associated with the school-wide technology initiative.

3000 OPERATION OF NON-INSTRUCTIONAL SERVICES - Those activities concerned with providing non-instructional services to students, staff or the community.

3200 STUDENT ACTIVITIES - School sponsored activities under the guidance and supervision of staff.

5000 OTHER FINANCING USES - The disbursement of governmental funds not classified in other functional areas that require budgetary and accounting control.

(NB. **5900 BUDGETARY RESERVE** is not an expenditure function or account. It is strictly a budgetary account.)

The following statements will serve as a brief summary of the object code (service or goods) to be obtained as a result of the budgeted expenditures within each function:

100 SALARIES - Gross salaries budgeted to employees of the system who are considered to be in positions of a permanent nature or hired temporarily, including personnel substituting for those in permanent positions.

200 EMPLOYEE BENEFITS - Amounts paid by the system on behalf of the employees. Included are retirement, FICA, group insurance, workers' compensation, tuition reimbursement, and unemployment compensation.

300 PURCHASED PROFESSIONAL AND TECHNICAL SERVICES - Services which by their nature require persons or firms with specialized skills and knowledge. Included are legal, auditing and architectural services among others.

400 PURCHASED PROPERTY SERVICE - Services purchased to operate, repair, maintain, and rent property owned by the system. Included are disposal services, building and equipment repairs and maintenance services, and construction services for renovating and remodeling paid to contractors.

500 OTHER PURCHASED SERVICES - Services rendered by organizations or personnel not applicable to 300 or 400 services. Included are transportation, fire and liability insurance, communications, advertising and travel, among others.

600 SUPPLIES - Amounts paid for items of an expendable nature that are consumed, worn out, or deteriorate in use. Included are general supplies, electricity, gasoline, and books and periodicals.

700 PROPERTY - Expenditures for the acquisition of fixed assets including initial equipment, additional equipment, and replacement of equipment.

800 OTHER OBJECTS - Amounts paid for goods and services not otherwise classified in the 100 to 700 services.

900 OTHER FINANCIAL USES - Classifies transactions, which are not properly recorded, as expenditures but require budgetary and accounting control, including outlays from current funds to retire debt service.

GENERAL FUND BUDGET HIGHLIGHTS

GENERAL OVERVIEW

In order to comply with Act 1 of 2006, a preliminary proposed General Fund Budget is presented to the Executive Council to provide an estimate of the planned operating and debt service expenditures for school year 2011/2012.

The proposed General Fund expenditures for 2011/2012 are \$8,405,443 compared to \$8,074,685 for 2010/2011, an increase of \$330,758 or 4.10% budget-to-budget. The combined proposed General Fund and Debt Service for 2011/2012 are \$9,870,942 vs. \$9,541,735 for 2010/2011. The overall combined expenditure increase is \$329,207 or 3.45%. See Table A.

Proposed General Fund Expenditures
Table A

	<u>2010/2011</u>	<u>2009/2010</u>	<u>\$ Change</u>	<u>% Change</u>
General Fund Proposed Expenditures	\$8,405,443	\$8,074,685	\$330,758	4.10%
Authority Lease Rental	1,465,499	1,467,050	-1,551	-0.11%
Total General Fund Expenditures	<u>\$9,870,942</u>	<u>\$9,541,735</u>	<u>\$329,207</u>	3.45%

This proposed financial plan provides a realistic budget to continue providing a high quality education to our students and demonstrates an effort by the Administration to continue their fiscal responsibility.

PROJECTED REVENUE & MEMBER DISTRICTS' CONTRIBUTIONS

MBIT receives its funding and revenue from local, state and federal sources. The largest portion of local revenue is Member Districts' contributions for General Fund expenditures. For 2011/2012, Members Districts' contributions are projected to be \$7,221,183 vs. \$6,937,015 for 2010/2011, an increase of \$284,168 or 4.10%. The funding from Member Districts is shared based on the average daily membership (ADM) of students. As has been the practice, a three year rolling average is used to allocate the contribution due for 2011/2012 from Member Districts.

The actual amount to be paid by each district in 2011/2012 is adjusted by the amount due to Member Districts as of June 30, 2010 for the 2009/2010 fiscal school year. Based on the net secondary vocational costs and actual ADM at year-end June 30, 2010 versus average ADM employed in budget preparation, \$332,909 is due (to be refunded) to Member Districts in 2011/2012. See Table B and the bottom of page 15 – Total Due with Adjustment = \$6,888,274.

Table B.

Due to Members for 2009/2010 - Total Due with Adjustment

<u>2009/2010</u>	<u>Centennial</u>	<u>Central Bucks</u>	<u>Council Rock</u>	<u>New Hope- Solebury</u>	<u>Total</u>
Receipts from Members (+)	\$1,956,463	\$3,478,006	\$1,155,722	\$184,265	\$6,774,456
Voc-Ed Subsidy (+)	105,811	193,650	69,191	4,881	373,533
Net Secondary Costs (-)	1,792,859	3,540,645	1,244,574	149,349	6,727,427
Physical Education(-)		87,654			87,654
Due to (from) Members	<u>\$269,415</u>	<u>\$43,358</u>	<u>(\$19,661)</u>	<u>\$39,797</u>	<u>\$332,909</u>
Proposed 2011/2012					
Receipts from Members	\$2,005,395	\$3,747,433	\$1,288,909	\$179,446	\$7,221,183
Less: Due to Members	<u>(\$269,415)</u>	<u>(\$43,358)</u>	<u>19,661</u>	<u>(\$39,797)</u>	<u>(\$332,909)</u>
Contribution Due w/Adjust.	<u>\$1,735,980</u>	<u>\$3,704,075</u>	<u>\$1,308,570</u>	<u>\$139,649</u>	<u>\$6,888,274</u>

LEASE RENTAL

The Member Districts make lease rental payments on behalf of MBIT to the Middle Bucks AVTS Authority to fund repayment of the Series of 2003 and 2006 bonds. The payments for 2011/2012 and 2010/2011 are \$1,465,499 and 1,467,050, respectively. The debt service is allocated to Member Districts using the market value as determined by the State Tax Equalization Board. As of November 1, 2010 the STEB Market Value for 2010/2011 has not been published. See page 22 for more information.

Please see Table C and page 14 for a summary of Member Districts' contributions to fund the proposed 2011/2012 and approved 2010/2011 budgets.

Proposed Member Districts' Contributions
Table C

	<u>2011/2012</u>	<u>2010/2011</u>	<u>\$ Change</u>	<u>% Change</u>
General Fund Member District Contributions	\$7,221,183	\$6,937,015	\$284,168	4.10%
Authority Lease Rental	1,465,499	1,467,050	-1,551	-0.11%
Total Projected Contributions	<u>\$8,686,682</u>	<u>\$8,404,065</u>	<u>\$282,617</u>	3.36%

State Subsidies are received in form of the Vocational Education Subsidy which is paid based on VADM. Subsidy received in 2011/2012 will be based upon the ADM from 2010/2011. Funding is projected at same level as 2010/2011. The state also pays subsidies that are equivalent to one half of the cost for Social Security and Retirement. The subsidies for Social Security and Retirement are projected at approximately one half of the related employment cost.

Federal subsidies are projected at slightly more than 2010/2011 levels.

OTHER INFORMATION

The annualized CPI-U for the Philadelphia region for August 2010 was 1.1%.

ASSUMPTIONS

As of the November 8, 2010 presentation of this preliminary budget there were many unknowns including: 3 out of 4 member school districts are negotiating their teacher contracts', final medical insurance premium rates, the PSERS contribution rate for school year 2011/2012, insurance rates, and cost of utilities. This presentation includes assumptions to deal with the unknowns.

Significant items impacting this year's budget include:

1. Object Code 100 – Salaries and wages in this budget increase \$193,746 or 2.40% of the overall increase. The increase includes changes for step and level of teachers, salary and wage adjustment for administrators and support staff, and elimination of a quarter time teaching position. It also includes the addition of a full time teaching position in the Health Care Cluster, and a half-time Culinary Arts teaching position.

It is important to note that three out of four of the member school districts are negotiating with their teachers. MBIT teachers' pay is based on the median of what the member school districts' pay their teachers. This budget has been created with consideration of the negotiations by the member school districts.

2. Object Code 200 – Benefits. Overall benefits are projected to increase by \$113,162 or 1.40% of the total increase. More specifically:
 - Medical & prescription benefit cost are budgeted using the plans offered under the teachers' contract to all eligible employees. As of November 1, 2010, the first look of 2011/2012 renewal had not been received. For budget purposes, a 15% increase in rates has been projected. Cost of the increase is \$61,355. Teachers' and all eligible staff participating in the benefits contribute 15% of premium if covered under the Personal Choice \$15/\$25/70% plan or 10% of premium if covered under the Keystone Flex POS C2F1O1 plan. The prescription plan under either plan is Future Scripts \$10/\$20/\$35 formulary/non-formulary.
 - Retirement has been budgeted using 9% as the PSERS employer contribution rate for 2011/2012 compared to 8.22% used in budgeting 2010/2011. Ultimately, the certified rate for 2010/2011 was reduced legislatively to 5.64%. The use of the 9% rate is in anticipation of enactment of pension plan reforms passed by both the Pennsylvania House and Senate.

3. Object Code 300 – Purchased Professional & Technical Services are reduced overall by \$14,554 from 2010/2011. The net reduction is primarily from the Penn State Program where the Engineering program did not roster for 2010/2011. The preliminary planning for 2011/2012 includes moving the programs from morning to after school and possible introduction of one new Penn State program.
4. Object Code 400 – Purchased Property Services are presented with a net increase of \$17,458 from 2010/2011. The net increase is driven by maintenance of environmental systems and cleaning service cost.
5. Object Code 500 – Other Purchased Services is virtually unchanged from 2010/2011 with slight decrease of \$2,765 overall.
6. Object Code 600 – Supplies includes cost to startup the expanded Health Cluster program. Utilities are anticipated to cost less for 2011/2012 as the result of entering in to cooperative purchase of electricity. Overall, supplies cost for 2011/2012 increase by \$6,233 over 2010/2011.

REVENUES

6000 REVENUE FROM LOCAL SOURCES

Revenues from local sources reflect Member Districts' contributions and other revenues stemming from operation of the School. Member Districts will be billed on the approved three-year averaging formula with adjustments made the following fiscal year based on actual district enrollment. Rental of Building is projected based on known past events, which are expected to reoccur. Interest income is projected using rate of 0.50% received on deposits.

7000 REVENUE FROM STATE SOURCES

Vocational Educational Subsidies for 2011/2011 reflect estimated ADM enrollment information from 2010/2011.

Revenues from Social Security and Retirement reimbursements are approximately one-half of budgeted Social Security and Retirement expenditures for the 2011/2012 school year.

8000 REVENUE FROM FEDERAL SOURCES

The Perkins Act Local Plan was re-authorized for six years in 2006. The funding for 2010/2011 is \$272,635 and the projection for 2011/2012 is slightly higher. Tech Prep funding is projected near the same level as received for 2010/2011.

EXPENDITURES

The following information is presented by Object Code. Functional account numbers are referenced parenthetically where appropriate.

100 SALARIES & WAGES

The teachers' salaries are calculated using an averaging formula utilizing low and high salary rates from the member school district teachers' matrices. Three of four member school districts are in negotiations with their teachers' unions. Consequently, for budget purposes, a modest increase has been projected in calculating MBIT's salary matrix.

All non-bargaining unit salaries are budgeted to provide up to a 4% increase based upon Finance Committee review and are subject to Executive Council approval. The Act 93 plan expires June 30, 2011.

200 EMPLOYEE BENEFITS

Employee benefits have been budgeted as mandated by regulations and using known contractual obligations.

For 2011/2012, the PSERS employer rate used is 9% vs. 10.59% rate posted on PSERS website. As of November 8, 2010, the Pennsylvania House and Senate have passed retirement reform legislation. It is expected that final passage will occur and will result in a lower rate than 10.59%. For fiscal years 2010/2011, 2009/2010, 2008/2009, 2007/2008, 2006/2007, 2005/2006, 2004/2005 and 2003/2004, the contribution rates are or were 5.64%, 4.78%, 4.76 %, 7.13%, 6.46%, 4.69%, 4.23% and 3.77%, respectively.

300 PURCHASED PROFESSIONAL AND TECHNICAL SERVICES

Included here are items such as Solicitor's fee, Audit fees and Technology Technical Support costs (1300, 2100, 2300, 2500, and 2800). Under Facilities (2600) are listed such items as hazardous waste disposal, water testing, security, and Right-to-Know. In addition, monies are budgeted to provide professional services (1300) as part of the University Partnerships.

400 PURCHASED PROPERTY SERVICES

Included here are all repairs, operating leases, maintenance and rental contracts as well as all non-scheduled maintenance activities (all functions). Cleaning, construction, extermination, water, and disposal services appear under Facilities.

500 OTHER PURCHASED SERVICES

Printing, advertising, postage and telephone (2100, 2300, 2500) as well as general liability and property insurance (2600) are included here. The Internet connection is reflected throughout and costs associated with marketing (2100) are also included.

600 SUPPLIES

All consumable supplies, books and software along with costs for heat, light and water are budgeted in this category.

700 PROPERTY

Equipment replacement includes instructional laboratory equipment (1300), facilities (2600) and technology equipment upgrades (2800).

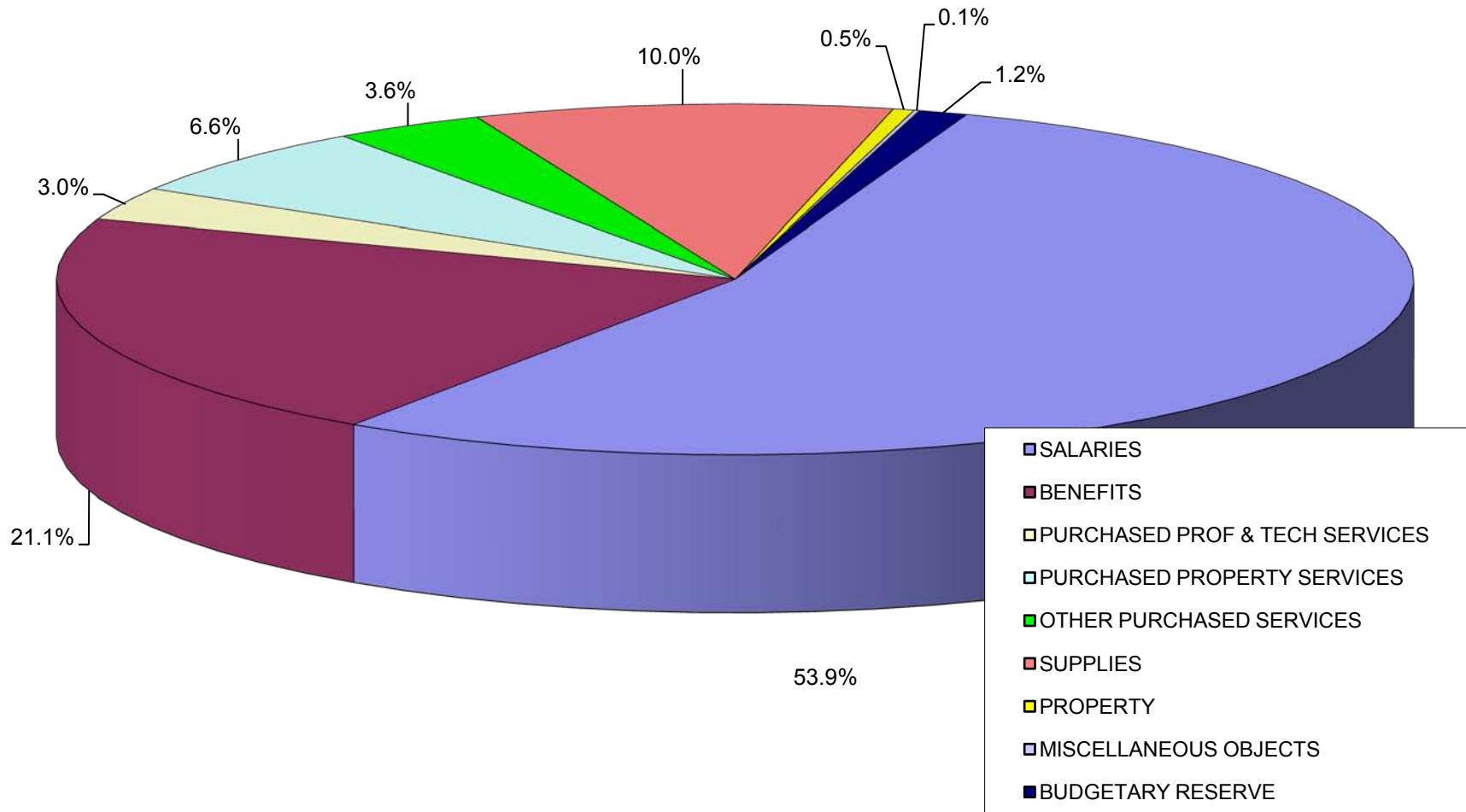
800 OTHER

Incidental dues and fees, such as PACTA, PASA, PASBO and educational trade association memberships (1300, 2100, 2300, 2500, 2600 and 2800), are reflected.

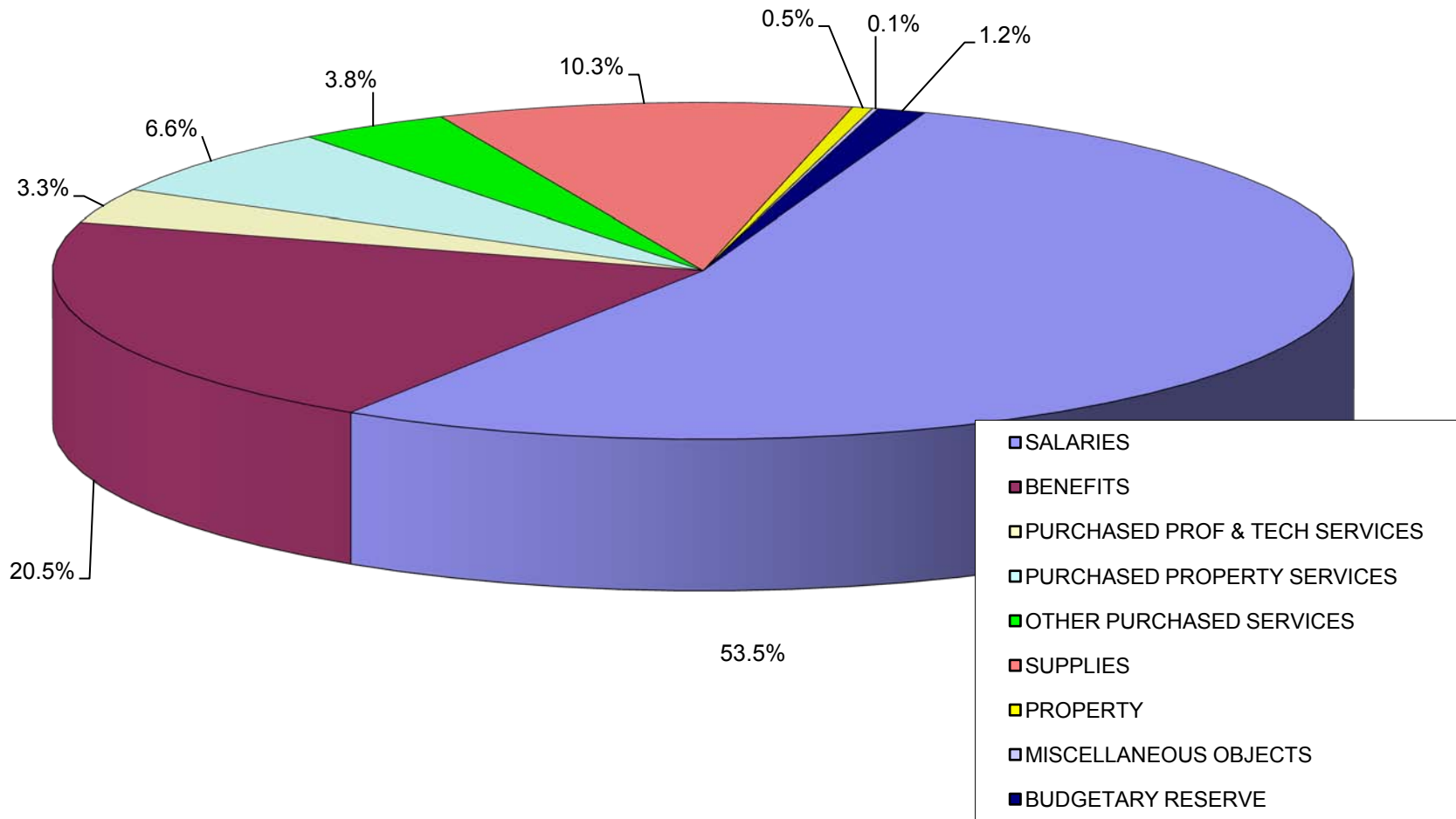
BUDGETARY RESERVE

These funds are intended as a safeguard against unanticipated revenue reductions or unanticipated expenditures and provide for the possibility of salary, benefit, insurance cost and other unknown cost adjustments. Use of these funds, once approved, is subject to Executive Council action.

MIDDLE BUCKS INSTITUTE OF TECHNOLOGY 2011/2012 PROPOSED BUDGET OBJECT CODE ANALYSIS



MIDDLE BUCKS INSTITUTE OF TECHNOLOGY 2010/2011 ADOPTED BUDGET OBJECT CODE ANALYSIS



**MIDDLE BUCKS INSTITUTE OF TECHNOLOGY
PROPOSED BUDGET SUMMARY**

BUDGETED GENERAL FUND CONTRIBUTIONS BY MEMBER DISTRICTS

		CENTENNIAL	CENTRAL BUCKS	COUNCIL ROCK	NEW HOPE- SOLEBURY	TOTAL
<u>2009- 2010</u>						
GENERAL FUND	Pg. 15	\$ 1,956,463	\$ 3,478,006	\$ 1,155,722	\$ 184,265	\$ 6,774,456
LEASE RENTAL DEBT	Pg. 22	208,172	669,175	469,524	122,229	1,469,100
2009-2010 CONTRIBUTIONS		<u>\$ 2,164,635</u>	<u>\$ 4,147,181</u>	<u>\$ 1,625,246</u>	<u>\$ 306,494</u>	<u>\$ 8,243,556</u>
Year-to-year percentage increase						2.79%
<u>2010- 2011</u>						
GENERAL FUND	Pg. 15	\$ 1,987,455	\$ 3,555,914	\$ 1,217,446	\$ 176,200	\$ 6,937,015
LEASE RENTAL DEBT	Pg. 22	205,974	669,415	470,043	121,618	1,467,050
2010-2011 CONTRIBUTIONS		<u>\$ 2,193,429</u>	<u>\$ 4,225,329</u>	<u>\$ 1,687,489</u>	<u>\$ 297,818</u>	<u>\$ 8,404,065</u>
Year-to-year percentage increase						1.95%
<u>2011- 2012</u>						
GENERAL FUND	Pg. 15	\$ 2,005,395	\$ 3,747,433	\$ 1,288,909	\$ 179,446	\$ 7,221,183
LEASE RENTAL DEBT	Pg. 22	205,756	668,707	469,546	121,490	1,465,499
2010-2011 CONTRIBUTIONS		<u>\$ 2,211,151</u>	<u>\$ 4,416,140</u>	<u>\$ 1,758,455</u>	<u>\$ 300,936</u>	<u>\$ 8,686,682</u>
Year-to-year percentage increase						3.36%

Note: General fund contribution is allocated to member districts using a three-year averaging of ADM. Lease rental debt is for the Series of 2003 and Series of 2006 Middle Bucks AVTS Authority Revenue Bonds. Lease Rental Debt is allocated based on market value as determined by Pennsylvania State Tax Equalization Board.

**MIDDLE BUCKS INSTITUTE OF TECHNOLOGY
PROPOSED BUDGET SUMMARY**

REVENUES

CODE	CATEGORY	2009/2010 APPROVED BUDGET	2010/2011 APPROVED BUDGET	2011/2012 PROPOSED BUDGET	% CHANGE
6000	REVENUE FROM LOCAL SOURCES				
6510	INTEREST	\$30,000	\$12,000	\$8,000	
6910	RENTAL OF BUILDING	40,000	40,000	30,000	
6941	TUITION - ADULT STUDENTS	61,300	61,300	61,300	
6942	TUITION - NON PARTICIPATING DISTRICT	15,300	15,300	15,300	
6946	RECEIPTS FROM MEMBER DISTRICTS	6,774,456	6,937,015	7,221,183	
6991	REFUND OF PRIOR YEARS EXPENSE	12,000	12,000	25,000	
6790/699	MISCELLANEOUS REVENUE	7,000	7,000	9,000	
	TOTAL REVENUE LOCAL SOURCES	6,940,056	7,084,615	7,369,783	4.03%
7000	REVENUE FROM STATE SOURCES				
7220	VOCATIONAL EDUCATION SUBSIDIES	335,000	335,000	335,000	
7290	OTHER STATE GRANTS	2,000	8,000	8,000	
7800	SOCIAL SECURITY-STATE SHARE	155,000	160,790	167,100	
7820	RETIREMENT-STATE SHARE	101,000	181,280	210,840	
	TOTAL REVENUE STATE SOURCES	593,000	685,070	720,940	5.24%
8000	REVENUE FROM FEDERAL SOURCES				
8521	TECH PREP	45,720	43,000	36,720	
8566	LOCAL PLAN/PERKINS	280,000	262,000	278,000	
	TOTAL REVENUE FEDERAL SOURCES	325,720	305,000	314,720	3.19%
	TOTAL PROPOSED REVENUES	\$7,858,776	\$8,074,685	\$8,405,443	4.10%

DISTRICT CONTRIBUTION BREAKDOWN

					TOTAL DUE WITH ADJUSTMENT
CENTENNIAL	27.77%	\$1,956,463	\$1,987,455	\$2,005,395	\$1,735,980
CENTRAL BUCKS	51.90%	3,478,006	\$3,555,914	\$3,747,433	\$3,704,075
COUNCIL ROCK	17.85%	1,155,722	\$1,217,446	\$1,288,909	\$1,308,570
NH/SOLEBURY	2.49%	184,265	\$176,200	\$179,446	\$139,649
	100.00%	\$6,774,456	\$6,937,015	\$7,221,183	\$6,888,274

**MIDDLE BUCKS INSTITUTE OF TECHNOLOGY
PROPOSED BUDGET SUMMARY**

EXPENSES

CODE	CATEGORY	2010/11 APPROVED BUDGET	2011/12 PROPOSED BUDGET	% CHANGE
1000	INSTRUCTIONAL SERVICES			
1100-100	SALARIES - 4 FTE	\$267,958	\$288,593	
-200	EMPLOYEE BENEFITS	123,379	118,910	
-300	PURCHASED PROF & TECH SERVICES	0	400	
-400	PURCHASED PROPERTY SERVICES	1,050	650	
-500	OTHER PURCHASED SERVICES	1,680	1,850	
-600	SUPPLIES	5,395	5,150	
-700	PROPERTY	0	0	
-800	MISCELLANEOUS OBJECTS	425	325	
1100	TOTAL REGULAR PROGRAMS	399,887	415,878	4.00%
1300-100	SALARIES - 36.5 FTE 10-11 / 37.8 FTE 11-12	2,461,126	2,592,553	
-200	EMPLOYEE BENEFITS	891,379	983,049	
-300	PURCHASED PROF & TECH SERVICES	131,140	113,092	
-400	PURCHASED PROPERTY SERVICES	169,482	170,632	
-500	OTHER PURCHASED SERVICES	80,920	83,910	
-600	SUPPLIES	295,972	313,640	
-700	PROPERTY	0	0	
-800	MISCELLANEOUS OBJECTS	2,250	2,500	
1300	TOTAL VOCATIONAL EDUCATION PROGRAMS	4,032,269	4,259,376	5.63%
2000	SUPPORT SERVICES			
2100-100	SALARIES - 6.65 FTE	426,274	453,476	
-200	EMPLOYEE BENEFITS	169,869	179,514	
-300	PURCHASED PROF & TECH SERVICES	4,081	1,000	
-400	PURCHASED PROPERTY SERVICES	4,630	4,330	
-500	OTHER PURCHASED SERVICES	48,720	47,950	
-600	SUPPLIES	23,520	23,500	
-700	PROPERTY	0	0	
-800	MISCELLANEOUS OBJECTS	970	1,200	
2100	TOTAL SUPPORT SERVICES-PUPIL PERSONNEL	678,064	710,970	4.85%

**MIDDLE BUCKS INSTITUTE OF TECHNOLOGY
PROPOSED BUDGET SUMMARY**

EXPENSES

CODE	CATEGORY	2010/11 APPROVED BUDGET	2011/12 PROPOSED BUDGET	% CHANGE
2000	SUPPORT SERVICES (con't)			
2290-300	PROFESSIONAL & TECHNICAL SERVICES	30,700	30,700	
2270-500	OTHER PURCHASED SERVICES	9,500	9,500	
2200	TOTAL INSTRUCTIONAL SUPPORT	40,200	40,200	0.00%
2300-100	SALARIES - 7 FTE	500,777	515,770	
-200	EMPLOYEE BENEFITS	190,415	199,605	
-300	PURCHASED PROF & TECH SERVICES	29,900	31,800	
-400	PURCHASED PROPERTY SERVICES	6,207	6,135	
-500	OTHER PURCHASED SERVICES	51,755	49,615	
-600	SUPPLIES	15,000	14,000	
-700	PROPERTY	0	0	
-800	MISCELLANEOUS OBJECTS	4,000	3,500	
2300	TOTAL SUPPORT SERVICES-ADMINISTRATION	798,054	820,425	2.80%
2400-100	SALARIES - 1 FTE	55,727	61,813	
-200	EMPLOYEE BENEFITS	19,640	19,966	
-300	PURCHASED PROF & TECH SERVICES	3,000	2,800	
-400	PURCHASED PROPERTY SERVICES	300	400	
-500	OTHER PURCHASED SERVICES	920	810	
-600	SUPPLIES	4,250	4,250	
-700	PROPERTY	0	0	
-800	MISCELLANEOUS OBJECTS	120	125	
2400	TOTAL SUPPORT SERVICES-PUPIL HEALTH	83,957	90,164	7.39%

**MIDDLE BUCKS INSTITUTE OF TECHNOLOGY
PROPOSED BUDGET SUMMARY**

EXPENSES

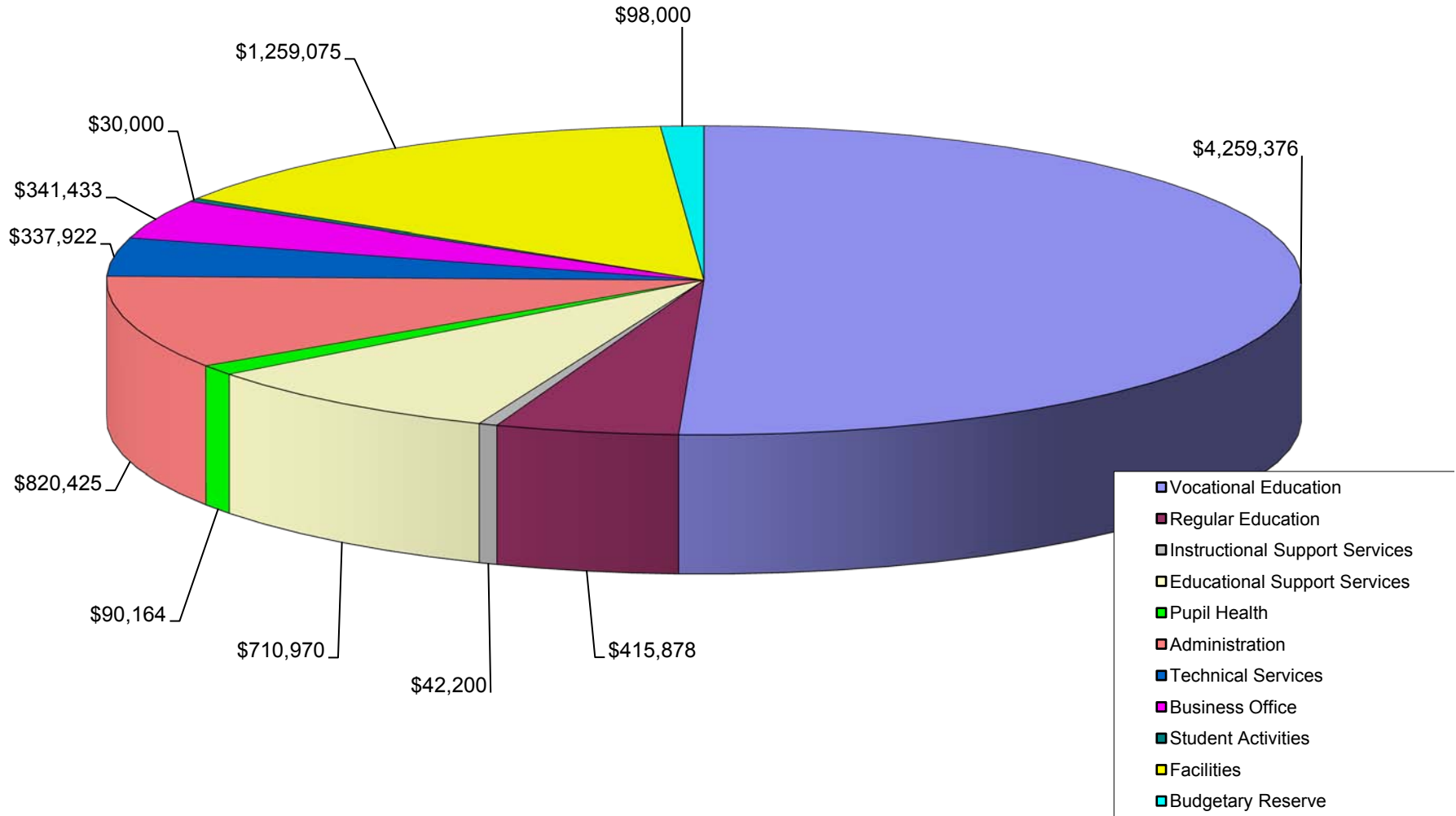
CODE	CATEGORY	2010/11 APPROVED BUDGET	2011/12 PROPOSED BUDGET	% CHANGE
2000	SUPPORT SERVICES (con't)			
2500-100	SALARIES - 3 FTE	198,374	206,577	
-200	EMPLOYEE BENEFITS	79,486	81,016	
-300	PURCHASED PROF & TECH SERVICES	26,400	31,425	
-400	PURCHASED PROPERTY SERVICES	4,565	4,565	
-500	OTHER PURCHASED SERVICES	13,325	9,450	
-600	SUPPLIES	7,400	7,400	
-700	PROPERTY	0	0	
-800	MISCELLANEOUS OBJECTS	1,000	1,000	
2500	TOTAL SUPPORT SERVICES-BUSINESS	330,550	341,433	3.29%
2600-100	SALARIES - 5 FTE	248,709	244,441	
-200	EMPLOYEE BENEFITS	116,163	118,460	
-300	PURCHASED PROF & TECH SERVICES	36,540	35,994	
-400	PURCHASED PROPERTY SERVICES	343,600	360,580	
-500	OTHER PURCHASED SERVICES	59,900	59,900	
-600	SUPPLIES	429,000	417,500	
-700	PROPERTY	19,500	21,000	
-800	MISCELLANEOUS OBJECTS	1,100	1,200	
2600	TOTAL SUPPORT SERVICES-FACILITIES	1,254,512	1,259,075	0.36%
2818-100	SALARIES - 2 FTE	163,552	169,013	
-200	EMPLOYEE BENEFITS	68,235	71,204	
-300	PURCHASED PROF & TECH SERVICES	8,000	8,000	
-400	PURCHASED PROPERTY SERVICES	6,800	6,800	
-500	OTHER PURCHASED SERVICES	10,830	10,800	
-600	SUPPLIES	49,350	50,680	
-700	PROPERTY	21,000	21,000	
-800	MISCELLANEOUS OBJECTS	425	425	
2818	TOTAL TECHNICAL SERVICES	328,192	337,922	2.96%
2834-500	OTHER PURCHASED SERVICES	2,000	2,000	
2834	TOTAL STAFF DEVELOPMENT	2,000	2,000	0.00%

**MIDDLE BUCKS INSTITUTE OF TECHNOLOGY
PROPOSED BUDGET SUMMARY**

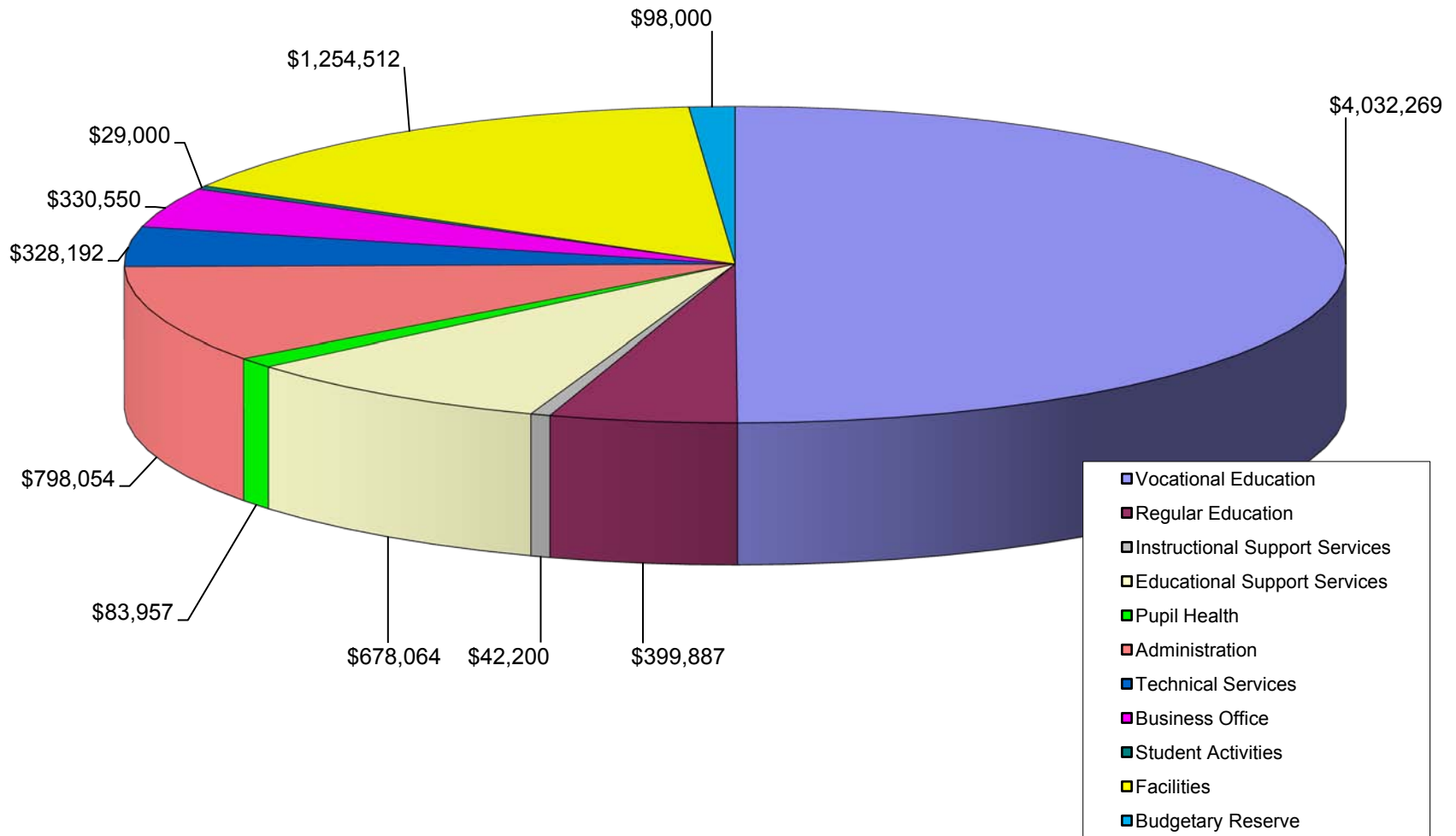
EXPENSES

CODE	CATEGORY	2010/11 APPROVED BUDGET	2011/12 PROPOSED BUDGET	% CHANGE
3000	NON-INSTRUCTIONAL SERVICES			
3200-500	OTHER PURCHASED SERVICES	25,000	26,000	
-600	SUPPLIES	3,000	3,000	
-800	MISCELLANEOUS OBJECTS	1,000	1,000	
3200	TOTAL STUDENT ACTIVITIES	29,000	30,000	3.45%
5000	OTHER FINANCING USES			
5100-300	DEBT SERVICE	0	0	
	TRANSFER TO OTHER FUND	0	0	
5900-000	BUDGETARY RESERVE	98,000	98,000	1
5900	TOTAL BUDGETARY RESERVE	98,000	98,000	0.00%
	TOTAL PROPOSED BUDGET	<u>\$8,074,685</u>	<u>\$8,405,443</u>	4.10%
1	BUDGETARY RESERVE CONSISTS OF:			
	OPERATING RESERVE	98,000	98,000	
	TOTAL BUDGET-TO-BUDGET INCREASE:	<u>\$ 215,909</u>	<u>\$ 330,758</u>	4.10%
	SUMMARY OF BUDGET-TO-BUDGET CHANGES:			
	1) Addition of one and one-half instructors with benefits		138,430	1.71%
	2) Net increase to salaries and wage cost		120,403	1.49%
	3) Net increase to medical & prescription benefit cost		32,639	0.40%
	4) Net increase for employer contribution to PSERS		44,553	0.55%
	5) Increase in program supply cost for new health program		9,580	0.12%
	6) All other		(14,847)	-0.18%
			<u>\$ 330,758</u>	4.10%

MIDDLE BUCKS INSTITUTE OF TECHNOLOGY 2011/2012 PROPOSED BUDGET EXPENDITURES BY FUNCTION



MIDDLE BUCKS INSTITUTE OF TECHNOLOGY 2010/2011 ADOPTED BUDGET EXPENDITURES BY FUNCTION



**MIDDLE BUCKS INSTITUTE OF TECHNOLOGY
PROPOSED BUDGET SUMMARY - LEASE RENTAL**

SCHOOL FACILITIES LEASE - MIDDLE BUCKS VOCATIONAL-TECHNICAL SCHOOL AUTHORITY

SERIES OF 2003 BONDS - BALANCE JULY 1, 2011	\$ 1,955,000
SERIES OF 2006 BONDS - BALANCE JULY 1, 2011	15,380,000
	<u>\$ 17,335,000</u>

LEASE RENTAL COVERING DEBT SERVICE IS PAID BY THE MEMBER DISTRICTS' DIRECTLY TO THE TRUSTEE HARLEYSVILLE NATIONAL BANK FOR THE BOND HOLDERS IN AUGUST & FEBRUARY.

	Budgeted 2010/2011	Actual 2010/2011	Projected 2011/2012
6946 LEASE REVENUE	<u>\$ 1,467,050</u>	<u>\$ 1,467,050</u>	<u>\$ 1,465,499</u>
5110 DEBT SERVICE - AUTHORITY BONDS	<u>\$ 1,467,050</u>	<u>\$ 1,467,050</u>	<u>\$ 1,465,499</u>
PRINCIPAL	\$ 630,000	\$ 630,000	\$ 650,000
INTEREST	829,050	829,050	807,499
ADMINISTRATIVE FEE	8,000	8,000	8,000
	<u>\$ 1,467,050</u>	<u>\$ 1,467,050</u>	<u>\$ 1,465,499</u>

Rental is allocated to the member districts' on the basis of the proportion which the market value of each Participating School District bears to the total market valuation of all the Participating School Districts, as certified by the State Tax Equalization Board annually. An annual administrative fee equaling \$8,000 is paid by the sending districts in addition to the debt service.

	7/1/2009 STEB Market Value 2008*	Budgeted using 7/1/2009 STEB Mkt Value 2010/2011	Actual using 7/1/2009 STEB Mkt Value 2010/2011	Projected using 7/1/2009 STEB Mkt Value 2011/2012
Centennial	14.04%	\$ 205,974	\$ 205,974	\$ 205,756
Central Bucks	45.63%	669,415	669,415	668,707
Council Rock	32.04%	470,043	470,043	469,546
New Hope-Solebury	8.29%	121,618	121,618	121,490
	<u>100.00%</u>	<u>\$ 1,467,050</u>	<u>\$ 1,467,050</u>	<u>\$ 1,465,499</u>

The most current STEB available is 2008 market value published July 1, 2009. For budgeting purposes Member School Districts can use the Projected 2011/2012 amounts. Projection may change when STEB and PDE publish 2009 market values for Bucks County.

MIDDLE BUCKS INSTITUTE OF TECHNOLOGY - PAC & FINANCE COMMITTEES						
COMMITTEE UPDATE						
NOVEMBER 1, 2010						
DESCRIPTION	2010/2011 APPROVED BUDGET	2011/2012 PROPOSED BUDGET	\$ INCREASE/ (DECREASE) LINE ITEM	% INCREASE/ (DECREASE) LINE ITEM	% INCREASE/ (DECREASE) BUD. TO BUD.	
100 SALARIES & WAGES:						
BARGAINING UNIT	\$ 2,758,059	\$ 2,894,903	\$ 136,844	4.96%	1.43%	
ADMIN & SUPPORT SERVICES	1,456,325	1,512,424	56,099	3.85%	0.59%	
SUBSTITUTES & TEMPORARY	108,113	108,916	803	0.74%	0.01%	
200 BENEFITS:						
MEDICAL & PRESCRIPTION	732,797	810,151	77,354	10.56%	0.81%	
DENTAL/VISION/LIFE/LTD/CONTRACTUAL	204,205	189,833	(14,372)	-7.04%	-0.15%	
STATUTORY (FICA, PSERS, WC & UC)	721,605	787,777	66,172	9.17%	0.69%	
300 PROFESSIONAL & TECHNICAL SERVICES	269,720	255,167	(14,553)	-5.40%	-0.15%	
400 PURCHASED PROPERTY SERVICES	536,634	554,092	17,458	3.25%	0.18%	
500 OTHER PURCHASED SERVICES	304,550	301,785	(2,765)	-0.91%	-0.03%	
600 SUPPLIES:						
INSTRUCTIONAL SUPPLIES	300,367	318,790	18,423	6.13%	0.19%	
UTILITIES	344,500	331,500	(13,000)	-3.77%	-0.14%	
ALL OTHER SUPPLIES	188,020	188,830	810	0.43%	0.01%	
700 EQUIPMENT	40,500	42,000	1,500	3.70%	0.02%	
800 OTHER	11,290	11,275	(15)	-0.13%	0.00%	
5900 BUDGETARY RESERVE	98,000	98,000	-	0.00%	0.00%	
5110 AUTHORITY LEASE RENTAL	1,467,050	1,465,499	(1,551)	-0.11%	-0.02%	
TOTAL EXPENDITURES	\$ 9,541,735	\$ 9,870,942	\$ 329,207	3.45%	3.45%	
6000 LOCAL REVENUE						
<i>EDUCATION AND LEASE RENTAL</i>						
CENTENNIAL	\$ 2,193,429	\$ 2,211,151	\$ 17,722	0.81%	0.19%	
CENTRAL BUCKS	4,225,329	4,416,140	190,811	4.52%	2.00%	
COUNCIL ROCK	1,687,489	1,758,455	70,966	4.21%	0.74%	
NEW HOPE-SOLEBURY	297,818	300,936	3,118	1.05%	0.03%	
<i>RECEIPTS FROM MEMBERS</i>	8,404,065	8,686,682	282,617	3.36%	2.96%	
OTHER LOCAL SOURCES	147,600	148,600	1,000	0.68%	0.01%	
7000 STATE SOURCES	685,070	720,940	35,870	5.24%	0.38%	
8000 FEDERAL SOURCES	305,000	314,720	9,720	3.19%	0.10%	
TOTAL REVENUE	\$ 9,541,735	\$ 9,870,942	\$ 329,207	3.45%	3.45%	