

FY12-13 Budget Workshop

School Board of Volusia County
April 24, 2012



Agenda

1. Call to Order
 - Dr. Al Williams, Chairman
Volusia County School Board
2. Introductory Comments and Overview of Agenda
 - Dr. Margaret Smith
Superintendent of Schools
3. Presentation on Background Information and Current Status of the Volusia County School District Budget
 - Dr. Robert Moll, Deputy Superintendent
for Financial and Business
4. Further Discussion, Comments from School Board Members
 - Dr. Al Williams, Chairman
Volusia County School Board
5. Closing Comments
 - Dr. Margaret Smith
Superintendent of Schools
6. Adjournment
 - Dr. Al Williams, Chairman
Volusia County School Board

Program/General Measures Taken Since 2007

- 🍎 Hiring Freeze for Non-Essential Positions
- 🍎 Closure of Schools
- 🍎 Closure of Ancillary Facilities(EDC, Euclid, CLC East, CLC West)
- 🍎 Closure of Administrative Complex (EDC)
- 🍎 Curriculum Program/Project Reductions
- 🍎 Non-Salary School Allocation Reductions
- 🍎 Elimination of Block Schedule
- 🍎 Class Load Supplement Reductions
- 🍎 Substitute Budgets Reduced
- 🍎 Extra Duty Supplements Reduced
- 🍎 Consolidation of Bus Routes & Stops
- 🍎 General Reductions in Staff
- 🍎 Salary Reductions (Level 9 and above and School/District Administrators)
- 🍎 Non-Salary Department Budget Reductions
- 🍎 Athletic Staff/Programs
- 🍎 Pay to Participate
- 🍎 Mandatory Closure Dates – Winter/Spring Break
- 🍎 Four-Day Work Week Summer /Spring Break
- 🍎 Energy Conservation Initiative
- 🍎 Capital Millage Transfer Imposed
- 🍎 Instructional Materials Flexibility
- 🍎 0.25 Mill Tax Levy for Critical Needs

5 Years of FTE Measures Taken

	2007-08 Board Budget Workshop 4-22-08	2008-09 Board Budget Workshops: 5-6-08 & 5-27-08	2009-10 Board Budget Workshops: 5-15-09 & 6-23-09	2010-11 Board Budget Workshops: 5-11-10 & 6-22-10	2011-12 Actuals as of April 2012	Totals
Teachers	34.0	383.0	180.1	90.9	29.6	717.6
Teachers on Assignment			9.0		1.9	10.9
Paraprofessionals	175.1	35.0	49.8	21.6	(6.2)	275.3
Campus Advisors	12.0	(4.0)			3.0	11.0
Clerical		26.0	11.1		8.3	45.4
Custodial		26.8	2.0		(2.4)	26.4
Assistant Principals	10.0		13.0		(1.0)	22.0
Principals			2.0		1.0	3.0
Central Office	<u>19.1</u>	<u>192.6</u>	<u>54.4</u>	<u>139.5</u>	<u>37.0</u>	<u>442.6</u>
Total FTE Personnel Reductions	250.2	659.4	321.4	252.0	71.2	1,554.2

Budget Calendar

April 24

General Fund Budget Workshop

April 27

School Staffing Distribution

May 22

Capital Budget Presentation

May/June

General Budget Update

June 27

Approval to Advertise the Tentative Budget and Millage Rates for 2012-13

July 1

Property Appraiser certifies tax roll to the Department of Revenue

July 15

Department of Revenue certifies taxable value to the Commissioner of Education

July 18

Department of Education (DOE) computes required local effort millage and certifies rate to each school district

July 21

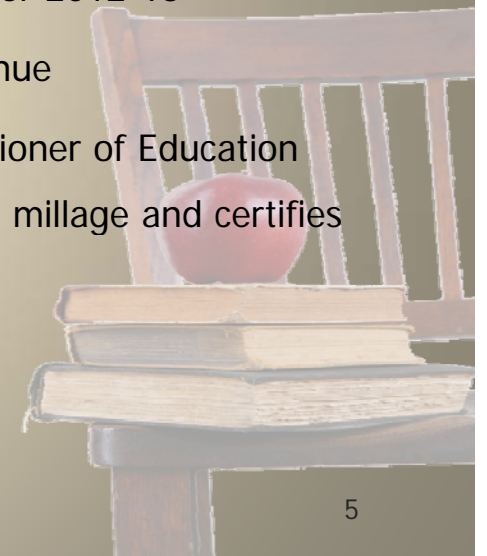
TRIM Advertisement appears in newspaper

July 24

Public Hearing and Adoption of Tentative Budget

Sept. 11

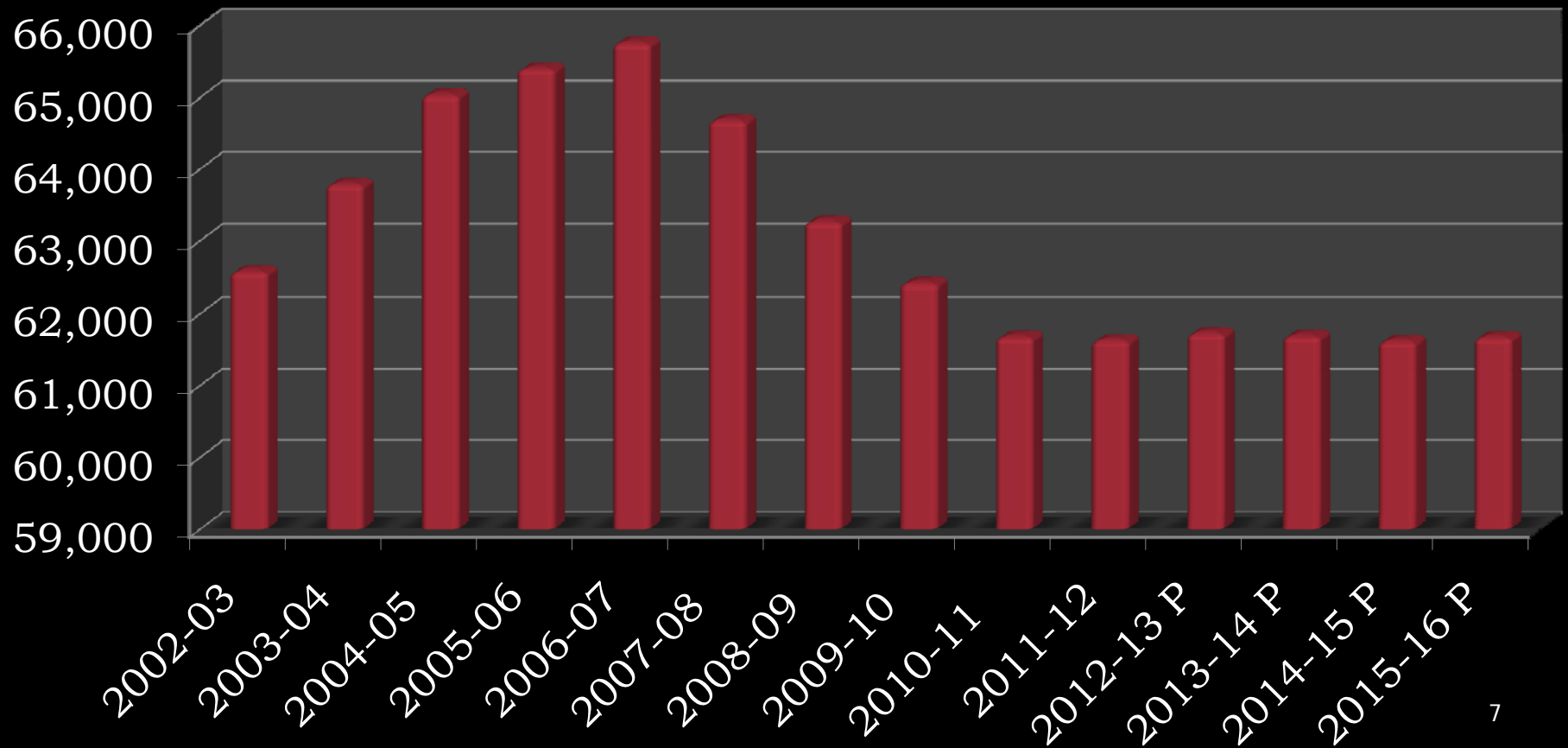
Public Hearing and Adoption of Final Budget



Critical Timelines

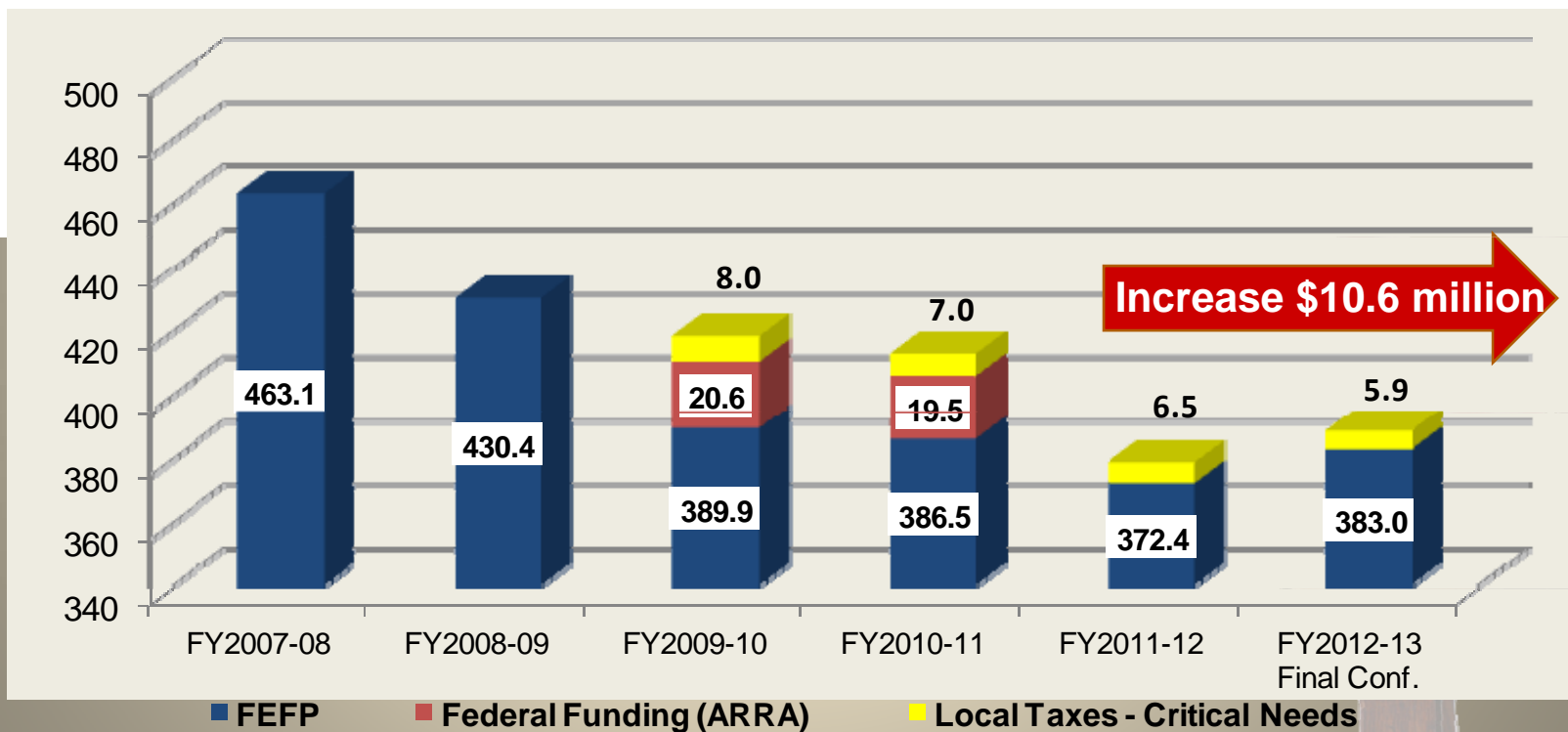
Staffing Process	Reappointment Process	Preliminary Budget	Tentative Budget	Final Budget
<p><u>March 2012</u> Projected Enrollments sent to schools for input</p> <p><u>April 2012</u> Staffing calculated</p> <p><u>April 27</u> Principals receive Staffing Sheets</p>	<p><u>April 30 - May 3</u> Reappointment process</p> <p><u>May 7 - 11</u> Displacement process</p> <p><u>May 25</u> AFSCME/VESA (9/10 month) Non-reappointment notifications</p> <p><u>June 11 & 12</u> VTO Non-reappointment notifications</p> <p><u>June 12</u> AFSCME/VESA/Non-Bargaining (11/12 month) Non-reappointment notifications</p>	<p><u>March 9</u> Legislative Session ends</p> <p><u>April 24</u> Budget Workshop</p> <p><u>May 2012</u> Capital Budget Presentation</p> <p><u>May/June 2012</u> General Budget Update</p>	<p><u>July 1</u> Tax Roll Certified</p> <p><u>July 15</u> Required Local Effort Certified</p> <p><u>July 24</u> Public Hearing on Tentative Budget and Millage Rates</p>	<p><u>September 2012</u> Approve 2011-12 Annual Financial Report & 2011-12 Final Budget Amendment</p> <p><u>September 11</u> Public Hearing and Adoption of Final Budget</p>

20-Day Student Enrollment History

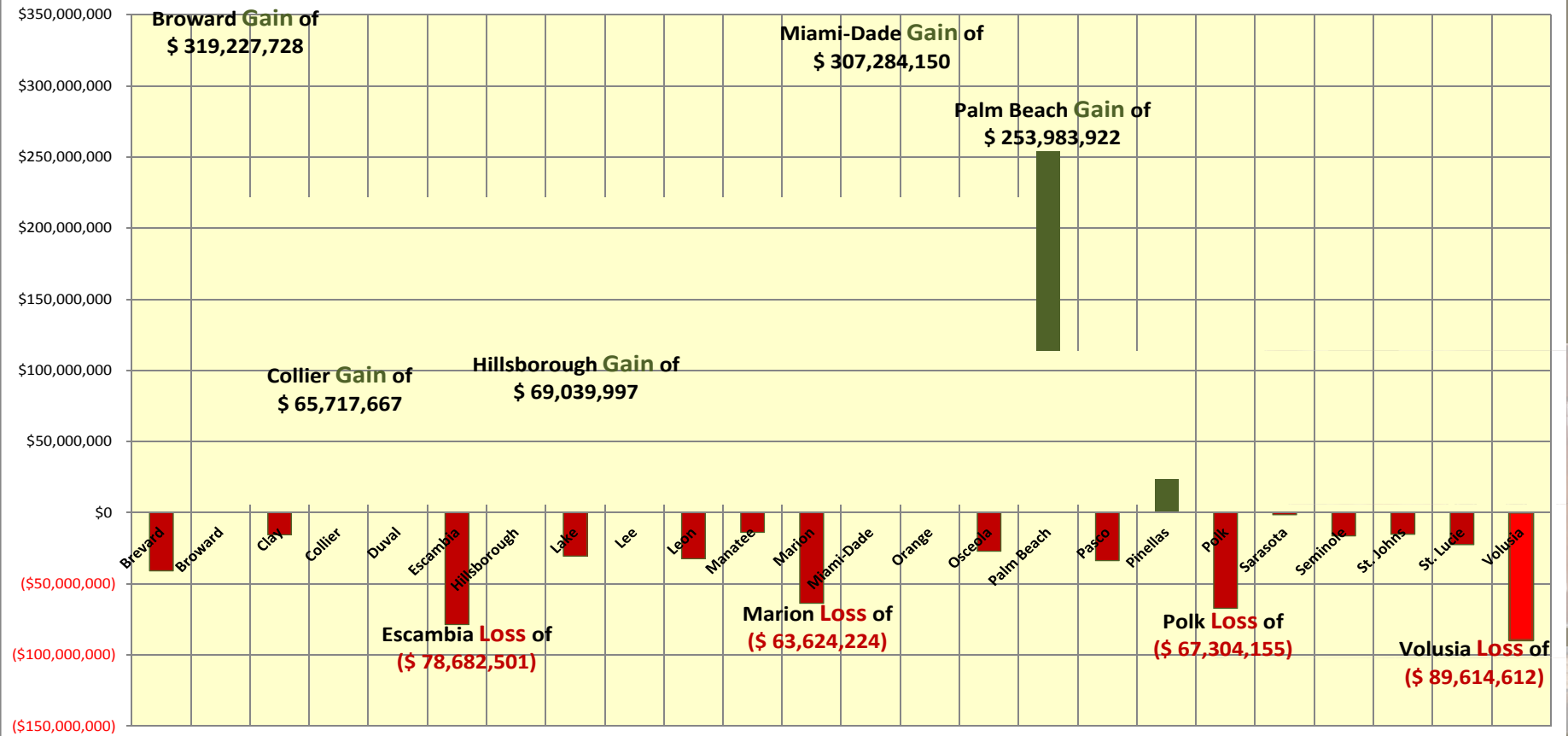


Volusia Florida Education Finance Program (FEFP) Revenue Reductions

Volusia Cuts = \$80.1 Million since July 2007



Funding Gain or Loss FY04 - FY12 Due to DCD Factor Application



FEFP Funding Comparison

	2010-2011 Final Calc	2011-2012 3 rd Calc	2012-2013 Conference	Conf vs 3 rd Difference
Formula Component				
Unweighted FTE	61,410.23	61,352.12	61,487.05	134.93
Weighted FTE	66,304.69	66,344.74	66,798.88	454.14
Base Student Allocation (BSA)	3,623.76	3,479.22	3,582.98	103.76
District Cost Differential (DCD)	0.9610	0.9647	0.9672	0.0025
School Taxable Value	29,341,153,505	26,911,266,380	24,646,501,741	(2,264,764,639)

FEFP Funding Comparison

	2010-2011 Final Calc	2011-2012 3 rd Calc	2012-2013 Conference	Conf. vs 3 rd Difference
Required Local Effort Millage	5.698	5.551	5.537	(0.014)
Discretionary Millage	0.748	0.748	0.748	-
Prior Period Funding Adj.	0.041	0.014	0.000	(0.014)
.25 Critical Needs Millage	0.250	0.250	0.250	-
Total Millage	6.696	6.563	6.535	(0.028)

FEFP Funding Comparison

	2010-2011 Final Calc	2011-2012 3rd Calc	2012-2013 Conference	Conf. vs 3rd Difference
WFTE x BSA x DCD	\$230,901,664	\$222,679,721	\$231,488,730	\$8,809,009
ESE Guaranteed Allocation	23,941,486	22,394,840	22,353,726	(41,114)
Compression Adjustment - .748 mills	3,316,152	3,862,729	4,484,251	621,522
Critical Operating Millage Compression - .25 mills	1,108,455	1,291,462	1,499,054	207,592
Declining Enrollment Allocation	609,417	54,633	-	(54,633)

FEFP Funding Comparison

	2010-2011 Final Calc	2011-2012 3rd Calc	2012-2013 Conference	Conf. vs 3rd Difference
Safe Schools	1,618,046	1,621,466	1,618,021	(3,445)
Reading Instruction	2,214,825	2,117,699	2,796,708	679,009
Supplemental Academic Instruction	16,734,376	15,857,799	16,272,502	414,703
DJJ Supplemental Funding	290,010	237,976	238,519	543
Merit Award Program (MAP)	10,196	26,559	-	(26,559)
Student Transportation	10,578,285	10,369,673	10,493,506	123,833

FEFP Funding Comparison

	2010-2011 Final Calc	2011-2012 3 rd Calc	2012-2013 Conference	Conf. vs 3 rd Difference
Instructional Materials	4,971,838	4,725,988	4,723,507	(2,481)
Teacher Lead	777,992	735,749	736,023	274
Proration to available funds	-	(708,772)	-	708,772
Virtual Education Contribution	-	104,209	198,796	94,587
ARRA - Stabilization	19,134,780	-	-	-
ARRA - Discretionary	382,032	-	-	-
Total FEFP	\$316,589,554	\$285,371,731	\$296,903,343	\$11,531,612
Required Local Effort Taxes	(160,498,457)	(143,409,062)	(131,008,973)	12,400,089
Total State FEFP	\$156,091,097	\$141,962,669	\$165,894,370	\$23,931,701

FEFP Funding Comparison

	2010-2011 Final Calc	2011-2012 3 rd Calc	2012-2013 Conference	Conf. vs 3 rd Difference
Categoricals				
Class-size Reduction	65,290,080	65,273,950	66,188,384	914,434
Total Categorical Funding	65,290,080	65,273,950	66,188,384	914,434
Lottery	224,727	172,001	-	(172,001)
School Recognition	2,409,481	2,248,849	2,221,382	(27,467)

FEFP Funding Comparison

	2010-2011 Final Calc	2011-2012 3 rd Calc	2012-2013 Conference	Conf vs 3 rd Difference
Total State Funding	\$224,015,385	\$209,657,469	\$234,304,136	\$24,646,667
Local Funding				
Total Required Local Effort	160,498,457	143,409,062	131,008,973	(12,400,089)
Discretionary Local Effort	21,069,296	19,324,442	17,698,160	(1,626,282)
Additional Discretionary Local Effort	-	-	-	-
Total Local Funding	\$181,792,480	\$162,733,504	\$148,707,133	\$(14,026,371)
Total Funding	\$405,807,865	\$372,390,973	\$383,011,269	\$ 10,620,296

Base Student Allocation (BSA) History

2000 01 thru 2012 13

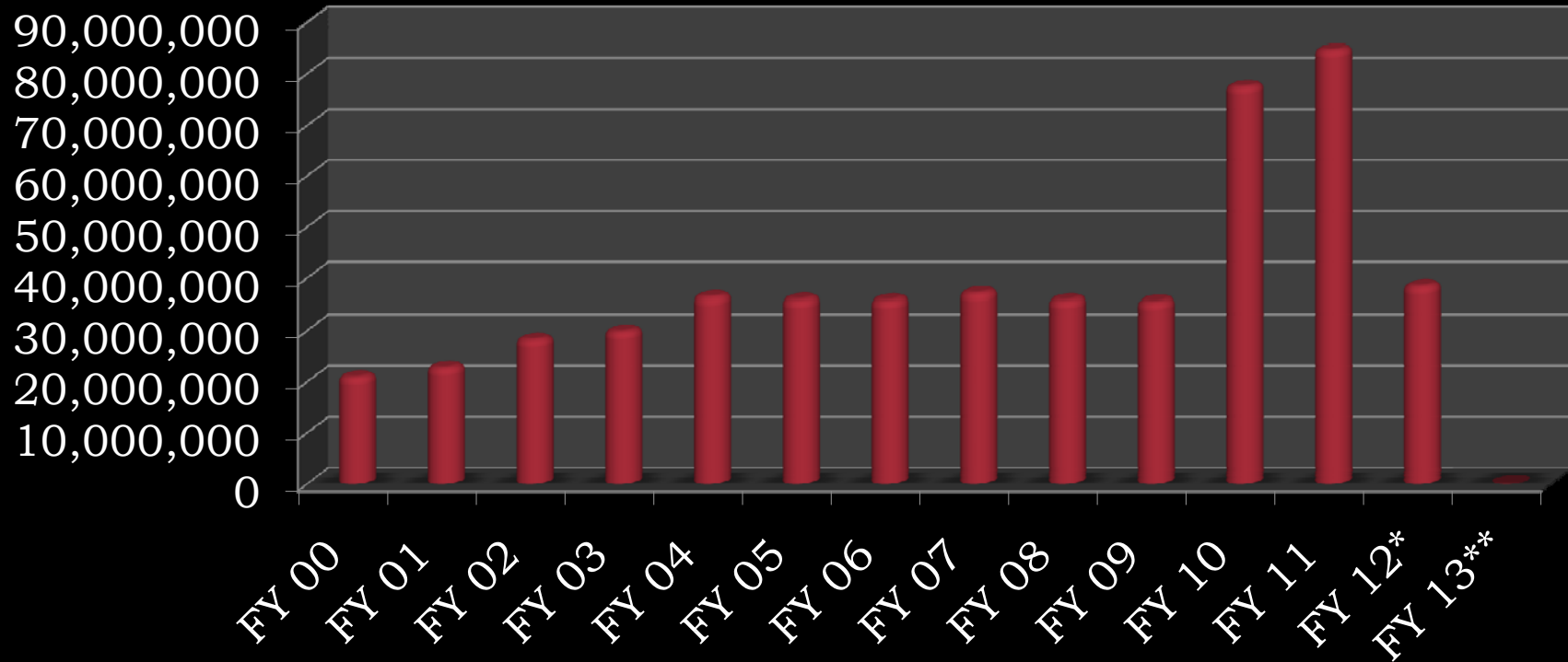
Fiscal Year	BSA
2000-01	3,416.73
2001-02	3,298.48
2002-03	3,537.11
2003-04	3,630.03
2004-05	3,670.26
2005-06	3,742.42
2006-07	3,981.61
2007-08	4,079.74
2008-09	3,886.14
2009-10	3,630.62
2010-11	3,623.76
2011-12	3,479.22
2012-13	3,582.98

Federal Programs

Year	Amount (\$)	Year	Amount (\$)
FY 99	18,602,610	FY 07	37,093,309
FY 00	20,886,091	FY 08	35,715,692
FY 01	22,728,653	FY 09	35,438,574
FY 02	28,212,946	FY 10	77,461,892
FY 03	29,807,597	FY 11	84,543,325
FY 04	36,310,148	FY 12*	38,376,290
FY 05	35,828,066	FY 13	TBD
FY 06	35,702,138		

* *Projected Expenditure* ** *TBD*

Federal Programs



** Projected Expenditures*

*** TBD*

Status of Federal Programs-ARRA

Description	FTE	Salary/Benefits	Gen. Oper. Fund
Stabilization Funds			
Primary Teacher	165.0	\$ 8,474,926	√
Intermediate Teacher	64.0	3,210,862	√
Core Teacher	141.0	7,344,376	√
Total Stabilization Funds	370.0	\$ 19,030,164	19,030,164
IDEA ARRA (Part B & Preschool)			
Elementary Asst. Principal	8.4	\$ 613,144	√
Asst. Director, Appl. Systems	0.1	10,774	-
IEP Facilitator	42.4	2,594,406	√ 19.4 fte
Social Worker	10.3	821,032	√
Psychologist	11.4	855,688	√
Instructional Support Teacher	11.0	684,099	-
ESE Teacher on Assignment	5.0	312,772	-
Coordinator, ESE programs	0.3	26,698	-
Computer Programmer	0.8	41,847	-
Bus Assistant	19.0	384,656	√
Speech Clinician	2.0	134,206	√
Total IDEA ARRA	110.7	6,479,322	4,125,789

√ = General fund will fund for FY2011-12

- = General fund will NOT fund for FY2011-12

Status of Federal Programs-ARRA

Description	FTE	Salary/Benefits	Gen. Oper. Fund
Title I ARRA (Part A & D)			
Math Fusion Teacher	1.0	\$ 76,694	-
Intensive Math Teacher	5.5	305,199	-
Intensive Reading Teacher	21.5	1,239,746	-
Academic Coach	16.8	1,038,718	-
Math Coach	0.5	37,701	-
Reading Coach	0.9	61,540	-
Writing Coach	0.5	27,258	-
Academic Intervention Teacher	4.3	232,760	-
Core Teacher	3.0	170,130	-
Non-Core Teacher	5.9	313,989	-
Other Teacher, School-Based	3.9	246,997	-
Student Advocate	7.2	440,252	-
Supplemental Instruction Teacher	1.1	89,786	-
Paraprofessional 2, Parent Liaison	6.6	149,032	-
Paraprofessional 2, Title I	0.9	24,876	-
Paraprofessional 3, SYSOP	1.6	35,582	-
Total Title I ARRA	81.2	\$ 4,490,260	

√ = General fund will fund for FY2011-12

- = General fund will NOT fund for FY2011-12

Status of Federal Programs-ARRA

Description	FTE	Salary/Benefits	Gen. Oper. Fund
Education Jobs Fund			
Elem PE Teacher	47	2,316,684	√
Elem Music Teacher	13	625,348	√
Elem Art Teacher	20.5	1,013,006	√
Non-Core Teacher	186.2	8,455,298	√
Total Education Jobs Fund	266.7	\$12,410,336	\$12,410,336

√ = General fund will fund for FY2011-12

- = General fund will NOT fund for FY2011-12

Fund Balance and Deficit Reconciliation

Unassigned Balance – End of FY 11	\$ 49.2 M
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Primarily Appropriated for Preserving Teaching Positions (Non Recurring)	(26.7 M)
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Unassigned Balance – For Adopted FY 12	*(22.5 M)
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FOR FY 2013

Beginning Deficit due to Non-Recurring Revenue	\$ (26.7 M)
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*Includes 5% Fund Balance Reserve per Board Policy.

2012-13 General Fund Budget Projection

	Amount
Net Recurring Budget Deficit	\$ (26,700,000)
Balances & Revenues:	
Committed/Assigned Balance from 2012 for cost of step	,495,673
Estimated Revenue from the Final Conference Report	10,620,296
Less increase in Reading Allocation	(679,009)
Less increase in SAI Allocation	(414,703)
Reduction in Capital Transfer	(2,000,000)
Total Balances & Revenues	13,022,257
Net Remaining Budget Deficit	\$ (13,677,743)

2012-13 General Fund Budget Projection

	Amount
Net Remaining Budget Deficit	\$ (13,677,743)
Projected Cost Increases:	
Property Insurance	(468,000)
Unemployment	(500,000)
Retirement Rate-5.18%	(929,169)
Two New Charter Schools	(1,785,411)
Salary Lapse adjustment	(2,000,000)
Cost of a step	(5,495,673)
Total Projected Cost Increases	\$ (11,178,253)
Net Remaining Budget Deficit	\$ (24,855,996)

2012-13 General Fund Budget Projection

	Amount
Net Remaining Budget Deficit	\$ (24,855,996)
Savings Measures:	
ESE Scholarships-Based on FY12 3rd Calculation	400,000
Diesel	700,000
Electricity	1,000,000
FTE Fluctuations-Reduced from \$2 million to \$1 million	1,000,000
Charter Schools-Based on actual vs. budgeted fte	1,200,000
Retirements	1,364,084
Total Savings Measures	\$ 5,664,084
Net Remaining Deficit	\$ (19,191,912)

Retirement Rate

Year	Rate	Year	Rate
FY 99	16.45	FY 07	9.85
FY 00	10.15	FY 08	9.85
FY 01	9.15	FY 09	9.85
FY 02	7.30	FY 10	9.85
FY 03	5.76	FY 11	10.77
FY 04	7.39	FY 12	4.91
FY 05	7.39	FY 13	5.18
FY 06	7.83		

Health Insurance

Year	Rate (\$)	Year	Rate (\$)
FY 99	2,399	FY 07	5,116
FY 00	2,878	FY 08	5,656
FY 01	3,108	FY 09	5,884
FY 02	3,543	FY 10	6,140
FY 03	3,938	FY 11	6,502
FY 04	4,332	FY 12	6,879
FY 05	4,562	FY 13	6,879
FY 06	5,116		

Comparison of FY 08 to FY 12

	FY 08	FY 12*
Property Values	\$41.3 billion	\$26.9 billion
Required Local Effort Millage	4.791 mills	5.551 mills
Ad Valorem Taxes-General	\$217.1 million	\$168.7 million*
Total Revenues-General	\$476.4 million	\$404.2 million*
FEFP Revenue	\$463.1 million	\$372.4 million*
Base Student Allocation	4,079.74	3,479.22
District Cost Differential	.9605	.9672
FRS Rate	9.85	4.91
Department Positions	1,489.5	1,211.4
School Positions	6,739.1	5,708.2
Number of Schools	76	78
Charter Schools	4	9
Charter School Expenditures	\$4.2 million	\$12.5 million*
Salary Expenditures	\$324.4 million	\$281.7 million*
Enrollment	64,696	61,636

*FY12 is based on projections

Reductions Under Consideration

- 🍎 3% Reduction in Central Office Positions
- 🍎 Reduction in Teaching Positions
- 🍎 Reduction in Non-Teaching Positions



General Fund Financial Projections (Based on Final Conference Revenue)

<u>Staffing Adjustments Under Consideration</u>	2012-2013	2012-2013
Amount Needed	\$ 19,191,912	\$ 19,191,912
3% Central Office Position Goal	1,124,253	1,124,253
<u>Class size Scenarios:</u>	225 Positions	250 Positions
Class size formula adjustments	11,590,425	12,878,250
Class size Reserve	(2,500,000)	(2,500,000)
Net Class size Savings	9,090,425	10,378,250
<u>Remaining Deficit</u>	(8,977,234)	(7,689,409)