



# **Spring Cove School District**

## **2012-13 Budget Workshop**

**March 26, 2012**



## 2012-13 Budget Review

**“Each budget is a resource allocation for opportunities.”**

**Academics,  
extracurriculars,  
competitions, the arts,  
and more.**



## 2012-13 Budget Review

**Our Goal:**

**Make these  
opportunities available.**

**Our Challenge:**

**See that our students access  
these opportunities.**



## 2012-13 Budget Review

**Let's not forget the  
contributions of so many  
volunteers.**



## 2012-13 Budget Review

### **Educational Stability Goals**

- 1. To maintain, as well as continually improve, the quality of our core curriculum and instruction, while offering as many non-core and extracurricular programs to reach the various motivations and interests of our students and teachers.**



## **2012-13 Budget Review**

### **Educational Stability Goals**

**2.To maintain a quality teaching and support staff.**



## **2012-13 Budget Review**

### **Educational Stability Goals**

**3.To maintain quality working conditions for our staff.**



## **2012-13 Budget Review**

### **Educational Stability Goals**

- 4. To continue to keep staffing and program levels in context with current and future enrollment.**





## 2012-13 Budget Review

### **Educational Stability Goals**

**5. To continually project how the local, state, and national economies potentially impact district revenues.**



## 2012-13 Budget Review

### **Educational Stability Goals**

- 6. To maintain a financially conservative approach, while continually looking for viable options to offer our students more educational opportunities.**



## **2012-13 Budget Review**

### **General Fund Budget 2012-13**

**Expenditures of \$22,689,418  
an increase of \$294,498**

**Revenues of \$21,526,188  
a decrease of \$272,233**



## **2012-13 Budget Review**

**Setting aside a budgetary  
reserve of \$670,000**

**The resulting budget deficit is  
\$493,230**



## 2012-13 Budget Review

***Corbett 2012-13***

***Expenditures = \$6,516,087,000***

***In 2011-12 = \$6,610,787,000***

***Net Reduction of \$94,700,000***



## 2012-13 Budget Review

### **Corbett Budget Increases:**

- Career/Tech Education (1.5%)**
- PA Assessment (42.6%)**
- Early Intervention (4.1%)**
- School Food Services (2.4%)**
- PSERS Contributions (52.6%)**



## 2012-13 Budget Review

### **Corbett Budget Level Funded:**

- Special Education**
- Approved Private Schools**
- Payments in Lieu of Taxes**



## 2012-13 Budget Review

### ***Corbett Budget Cuts By 5%:***

- Pre-K Counts**
- Head Start Supplemental Assistance**
- Education of Migrant Laborers' Children**

***and***





## 2012-13 Budget Review

### ***Corbett Budget Cuts By 5%:***

- Services to Non-Public Schools**
- Textbooks, Materials & Equipment for Nonpublic Schools**
- Safe School Initiative**



## 2012-13 Budget Review

### **Corbett Budget Cuts By 10%:**

- **Teacher Professional Development**
- **Community Education Councils**



## 2012-13 Budget Review

### **Corbett Budget Eliminates:**

- **Accountability Block Grants**
- **Mobile Science Education Program**
- **School Nutrition Incentive Program**
- **Job Training Programs**



## **2012-13 Budget Review**

***For Spring Cove SD***

***\$8,447,430***

***Now known as:***

**Student Achievement Education  
Block Grant or SAEBG**



## 2012-13 Budget Review

***\$8,447,430 SAEBG***

**\$7,302,208 = BES**

**\$423,831 = Social Security**

**\$704,614 = Pupil Transport**

**\$ 16,874 = Non-Public &  
Charter School Pupil  
Transportation**



## 2012-13 Budget Review

### No Accountability Block Grant Proposed For 2012-13

**\$113,086 = 2011-12 ABG**

**\$287,832 = 2010-11 ABG**

**\$306,942 = 2009-10 ABG**



## 2012-13 Budget Review

***Special Education Funding  
is “flat funded” again,  
for the fourth year in a row,***

**\$1,064,430 for 2012-13**



## 2012-13 Budget Review

*If Special Ed. Funding would have increased 3% over 4 years, we would have **\$98,699** more in annual recurring subsidy:*

**\$1,064,430 = 2009-10**

**\$1,096,362 = 2010-11**

**\$1,129,253 = 2011-12**

**\$1,163,131 = 2012-13**





## 2012-13 Budget Review

**We will look at many ideas tonight, including:**

- State & Local financials**
- Historical trends data**
- Many options or “What ifs?”**



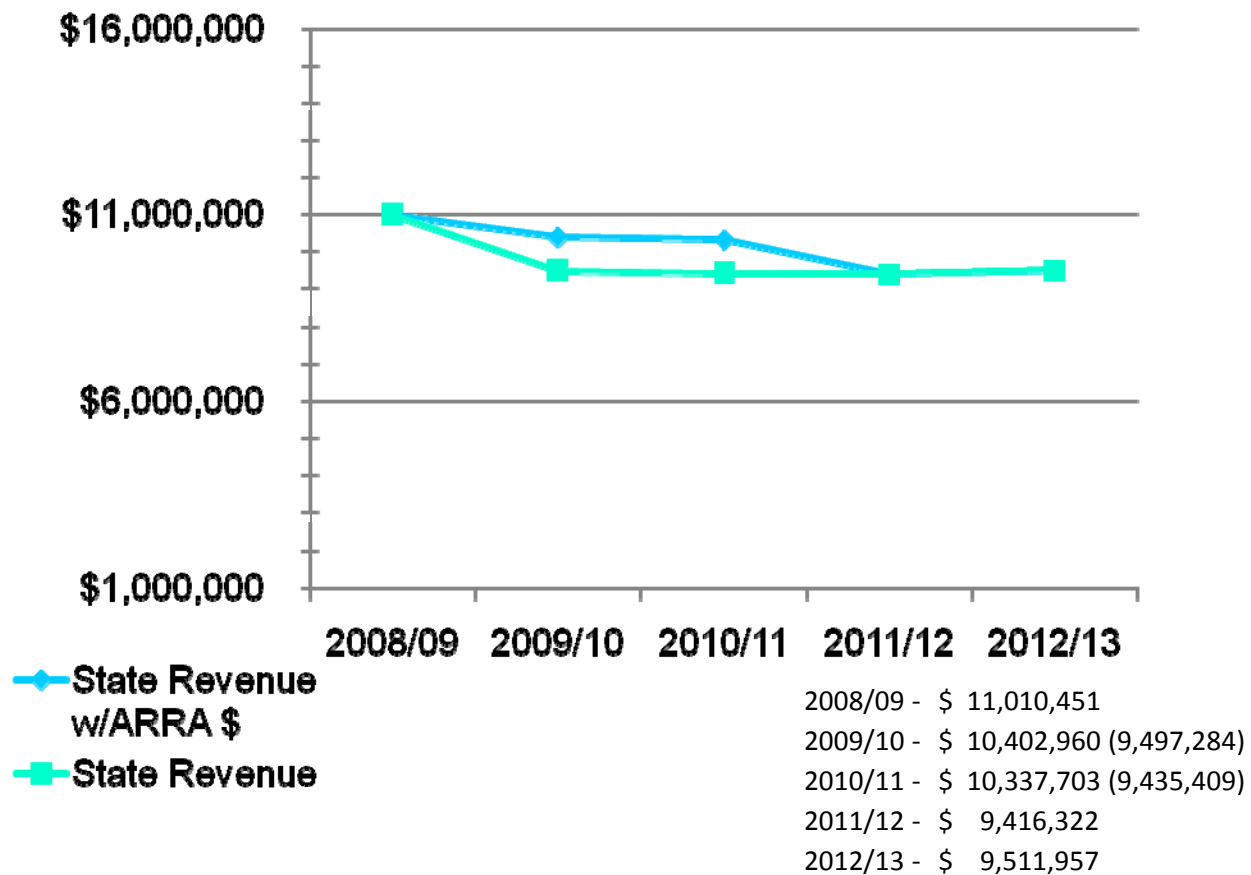
# 2012-13 Budget Review

**Historical  
Trend  
Data**



# 2012-13 Budget Review

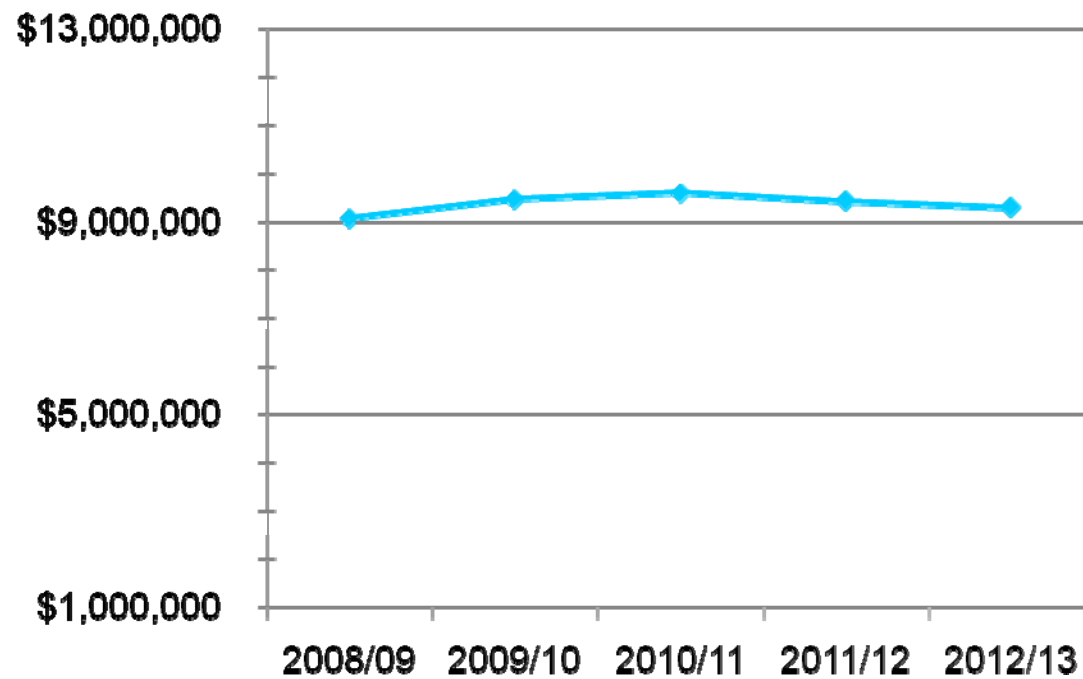
## State Revenue History





# 2012-13 Budget Review

## Local Revenue History



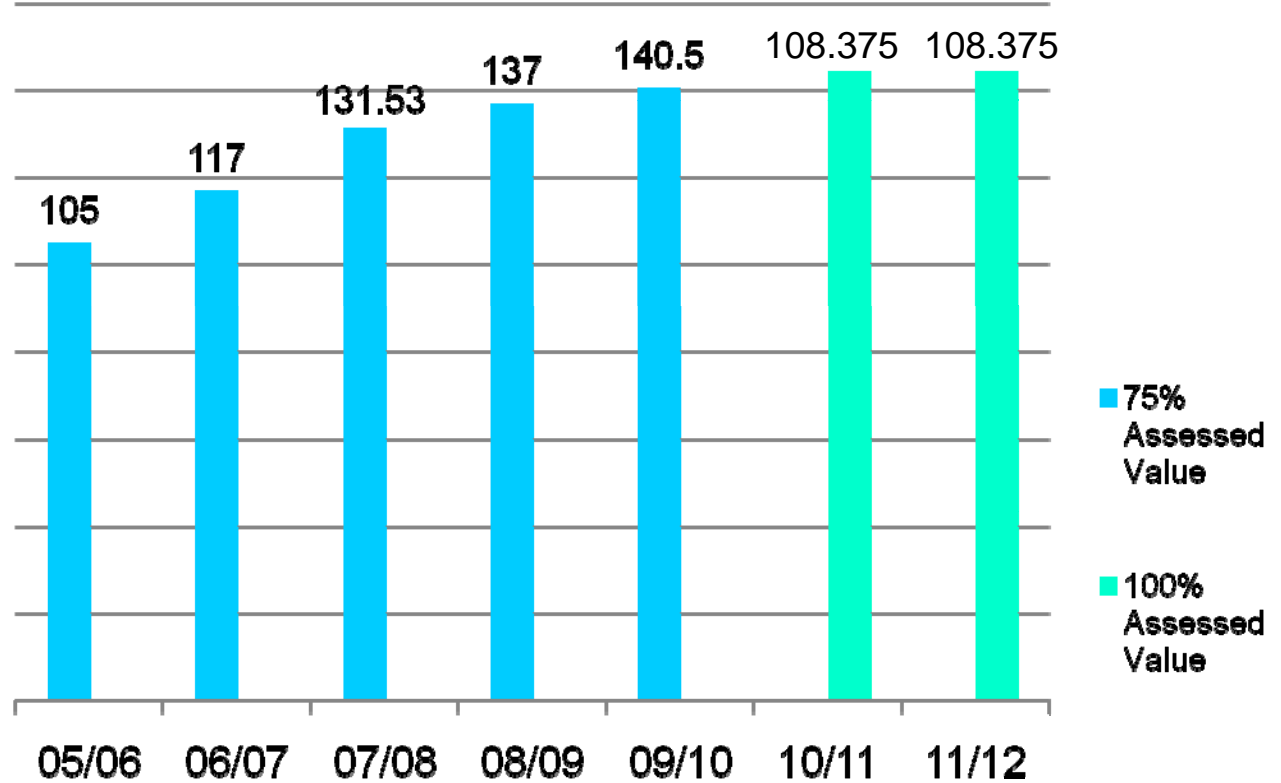
◆ Local Support

2008/09 - \$ 9,075,687  
2009/10 - \$ 9,482,324  
2010/11 - \$ 9,614,019  
2011/12 - \$ 9,433,234  
2012/13 - \$ 9,300,400



# 2012-13 Budget Review

## Millage History





# 2012-13 Budget Review

## Bond Fund Projects

- SCE Construction and Furnishings
- Roaring Spring Campus Paving after Construction
- SCMS Roof
- CHS Sewer Station Pump
- CHS Roof
- CHS Entrance/Sidewalks/Outside Lighting
- SCE Dragon
- Playfield – SCMS

continued >>>



# 2012-13 Budget Review

## Bond Fund Projects (cont'd.)

- Ballfields – Lighting, Water, Scoreboard Poles
- Athletic Field Bleacher Renovation
- MES Roof
- Maintenance Building
- SCE Playground/Rubber Mulch
- SCE ID/Door System
- ADM Office Roof
- Additional Roaring Spring Campus Paving
- CHS Paving



## 2012-13 Budget Review

### Enrollment Decline Over 21 Years

| YEAR    | TOTAL |
|---------|-------|
| 1990-91 | 2409  |
| 2001-02 | 2018  |
| 2011-12 | 1833  |

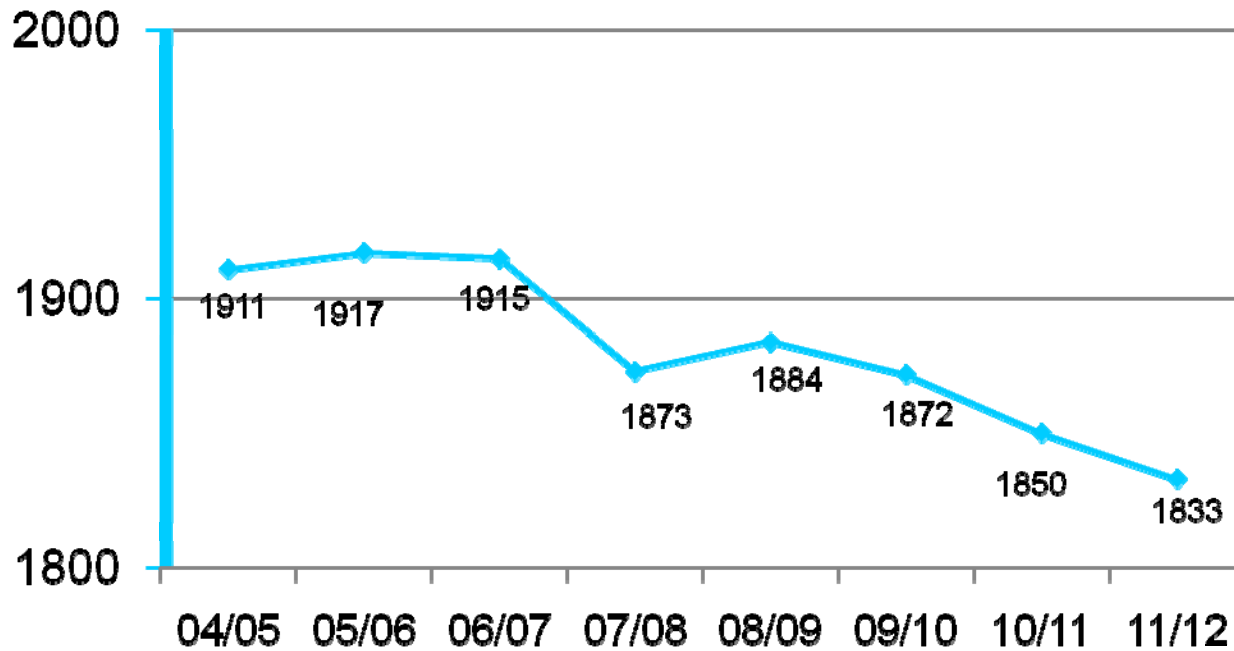
**90-02 = 16% ; 02-12 = 9%**





# 8-Year Look Back

## Enrollment History

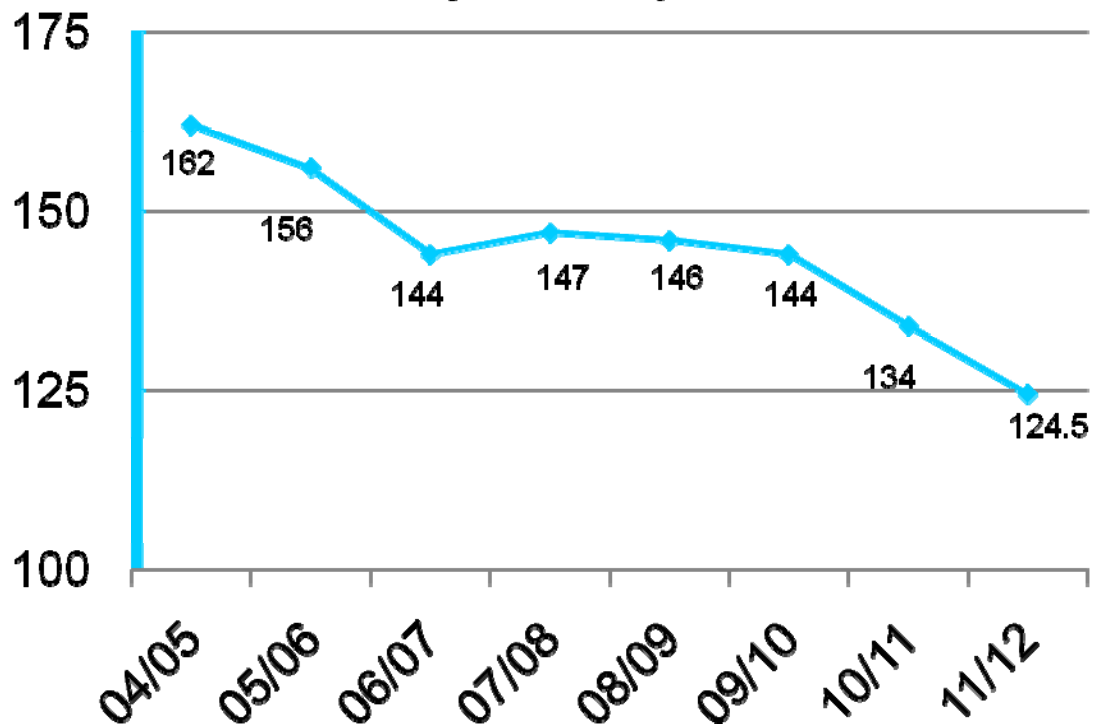


**4% decline indicates slowing trend.**



# 8-Year Look Back

## Staffing History - Teachers

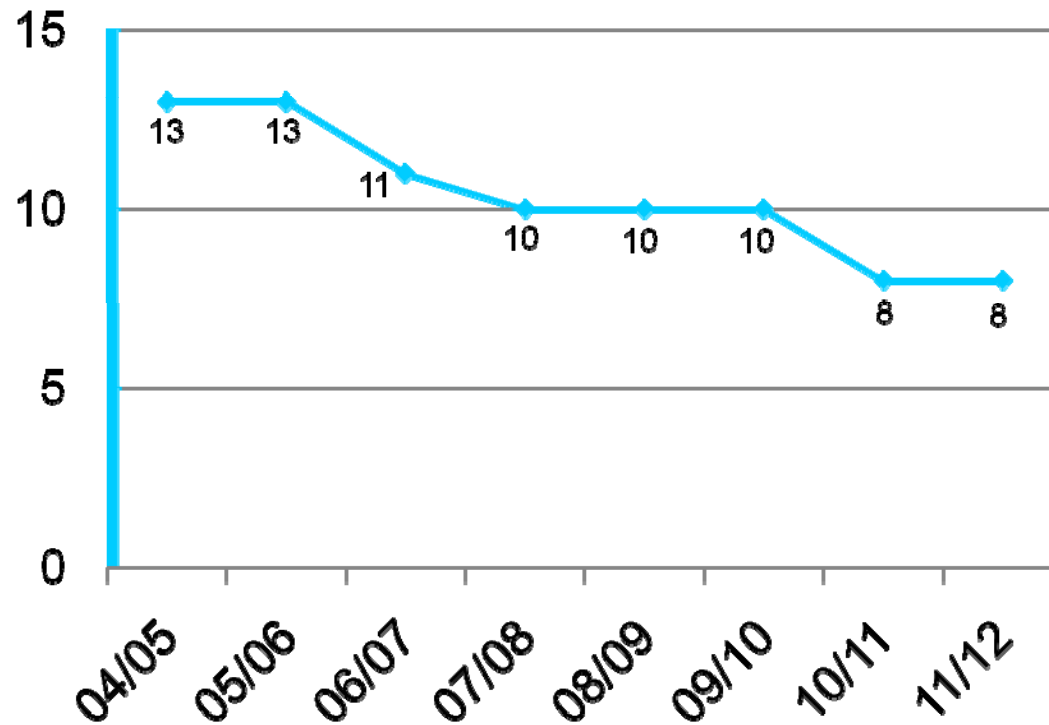


**23% decline compared to 4% student**



# 8-Year Look Back

## Staffing History - Administrators



**38% decline compared to 23% teacher**



## 2012-13 Budget Review

| Year | AYP Target %<br>- Reading | SCSD<br>Results | AYP Target %<br>- Math | SCSD<br>Results |
|------|---------------------------|-----------------|------------------------|-----------------|
| 2002 | 45                        | ✓               | 35                     | ✓               |
| 2003 | 45                        | ✓               | 35                     | ✓               |
| 2004 | 45                        | ✓               | 35                     | ✓               |
| 2005 | 54                        | ✓               | 45                     | ✓               |
| 2006 | 54                        | ✓               | 45                     | ✓               |
| 2007 | 54                        | ✓               | 45                     | ✓               |
| 2008 | 63                        | ✓               | 56                     | ✓               |
| 2009 | 63                        | ✓               | 56                     | ✓               |
| 2010 | 63                        | ✓               | 56                     | ✓               |
| 2011 | 72                        | ✓               | 67                     | ✓               |

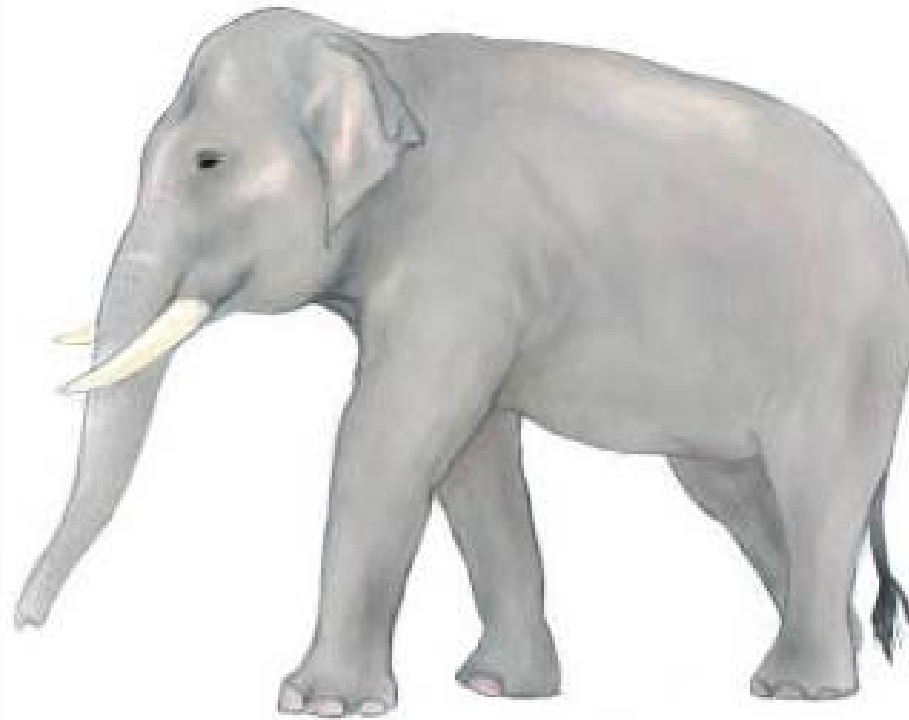


# 2012-13 Budget Review

| Salary Increase History |           |          |                |
|-------------------------|-----------|----------|----------------|
| Year                    | Support   | Teachers | Administrators |
| 2009                    | .50 cents | 3.8%     | 3.5%           |
| 2010                    | 3.3%      | 3.8%     | 3.5%           |
| 2011                    | .35 cents | 3.8%     | 0.0%           |
| 2012                    | 3.3%      | 3.8%     | 0.0%           |
| 2013                    | .35 cents | ?        | 0.0% - 2.4%    |



# 2012-13 Budget Review





## 2012-13 Budget Review

| Retirement Contribution Costs |                            |                      |
|-------------------------------|----------------------------|----------------------|
| Year                          | District Contribution Rate | Yearly Contributions |
| 2008-09                       | 4.76%                      | \$ 447,022           |
| 2009-10                       | 4.74%                      | \$ 462,098           |
| 2010-11                       | 5.64%                      | \$ 555,843           |
| 2011-12                       | 8.65%                      | \$ 815,171           |
| 2012-13                       | 12.36%                     | \$ 1,177,682         |
| 2013-14                       | 16.69%                     |                      |
| 2014-15                       | 21.18%                     |                      |



## 2012-13 Budget Review

| Healthcare Costs |              |
|------------------|--------------|
| Year             | Yearly Costs |
| 2008-09          | \$1,861,352  |
| 2009-10          | \$2,040,034  |
| 2010-11          | \$2,161,019  |
| 2011-12          | \$2,134,883  |
| 2012-13          | \$2,070,183  |





## 2012-13 Budget Review

| <b>Budget to Budget Changes</b>                    |                |                |
|----------------------------------------------------|----------------|----------------|
|                                                    | <b>2011-12</b> | <b>2012-13</b> |
| <b>Salaries &amp; Wages</b>                        | \$9,830,534    | \$9,948,545    |
| <b>Employee Benefits</b>                           | \$3,969,383    | \$4,239,912    |
| <b>Purchased Professional &amp; Tech. Services</b> | \$1,352,310    | \$1,215,421    |
| <b>Purchased Property Services</b>                 | \$713,418      | \$667,868      |



## 2012-13 Budget Review

| <b>Budget to Budget Changes</b>             |                |                |
|---------------------------------------------|----------------|----------------|
|                                             | <b>2011-12</b> | <b>2012-13</b> |
| <b>Tuition Travel<br/>Transportation</b>    | \$2,660,565    | \$2,569,836    |
| <b>Supplies</b>                             | \$963,838      | \$1,091,525    |
| <b>Property</b>                             | \$95,722       | \$121,422      |
| <b>Interest &amp; Budgetary<br/>Reserve</b> | \$1,599,149    | \$1,549,886    |
| <b>Financing &amp; Principal</b>            | \$1,210,000    | \$1,285,000    |



## 2012-13 Budget Review

| <b>Budget to Budget Changes</b>                    |                     |                     |
|----------------------------------------------------|---------------------|---------------------|
|                                                    | <b>2011-12</b>      | <b>2012-13</b>      |
| <b>Salaries &amp; Wages</b>                        | \$9,830,534         | \$9,948,548         |
| <b>Employee Benefits</b>                           | \$3,969,383         | \$4,239,912         |
| <b>Purchased Professional &amp; Tech. Services</b> | \$1,352,310         | \$1,215,421         |
| <b>Purchased Property Services</b>                 | \$713,418           | \$667,868           |
| <b>Tuition Travel Transportation</b>               | \$2,660,565         | \$2,569,836         |
| <b>Supplies</b>                                    | \$963,838           | \$1,091,525         |
| <b>Property</b>                                    | \$95,722            | \$121,422           |
| <b>Interest &amp; Budgetary Reserve</b>            | \$1,599,149         | \$1,549,886         |
| <b>Financing &amp; Principal</b>                   | \$1,210,000         | \$1,285,000         |
| <b>TOTAL BUDGET</b>                                | <b>\$22,394,919</b> | <b>\$22,689,418</b> |



# 2012-13 Budget Review

## New Money Needs

|                                                          | 2012-13     | 2013-14          | 2014-15            | 2015-16            |
|----------------------------------------------------------|-------------|------------------|--------------------|--------------------|
| <b>Healthcare - 7%</b>                                   | \$2,070,183 | \$144,913        | \$299,969          | \$465,379          |
| <b>Retirement</b>                                        | \$1,177,682 | \$256,472        | \$516,063          | \$682,467          |
| <b>Salaries – 3%</b>                                     | \$9,834,548 | \$295,036        | \$598,923          | \$911,927          |
| <b>New Funds Needed &gt;&gt;</b>                         |             | <b>\$696,421</b> | <b>\$1,414,955</b> | <b>\$2,059,773</b> |
| <b>Total New Funds Next 3 Budget Years = \$4,171,149</b> |             |                  |                    |                    |



## 2012-13 Budget Review

### Hartman Budget Planning Model

**5-year projection:**

**Max Act 1 Millage**

Out of funds 2016-17

**50% Act 1 Millage**

Out of funds 2015-16



# 2012-13 Budget Review

## Current Staffing & Recent Budgetary Actions



## 2012-13 Budget Review

### Current Staffing Levels

- **124.5 Professional** (includes 2 School Nurses)
- **42 Para-educators**
- **6 Administrators; 1 Psychologist**
- **1 Athletic Director; 3 Health Nurses**
- **4 Maintenance; 15 Custodial**
- **16 Secretarial; 26 Food Service**
- **1 Business Mgr; 1 Superintendent**



## 2012-13 Budget Review

### Recent budget measures...

Since 2003, examples of staffing cuts:

- 5 administrative positions
- 1.5 Family Consumer Sci. (0.5 in 2011-12)
- 3.0 Business Education (1.0 in 2011-12)
- 1.0 P.E. & Health
- 1.0 Librarian
- 2.0 Guidance Counselor (1.0 in 2011-12)
- 1.5 Foreign Language (1.0 in 2011-12)
- 4.0 Elementary Teachers (4.0 in 2011-12)





## 2012-13 Budget Review

### Recent budget measures...

#### Since 2003:

- We have reduced many support staff to partial benefit positions.
- We reduced health care costs by going to higher deductible plan for Support Staff & Administrative Staff in 2011-12.
- We have contracted for Food Services and for Supplemental Transportation.
- We cut 3.0 Secretarial positions in 2011-12.



## 2012-13 Budget Review

### 2012-13 Budget Cut Examples:

- Energy (Electric & Natural Gas)
- Software & Supplies
- Additional Psychological Services
- Teacher Tuition Reimbursement
- Cyber Charter School Tuition  
(Still have \$303,000 budgeted)



## 2012-13 Budget Review

**So...**

**If our trend data shows declining financial support, and if we do not expect those trends to change, we are forced to look at other staffing and service cuts.**



## 2012-13 Budget Review

**An initial review yields  
potential Alterations and  
Curtailments of \$636,756.82.**

**Other Cost Saving Measures  
yields \$495,588.91.**



# **2012-13 Budget Review**

## **A Review of Proposed Alterations and Curtailments**



## 2012-13 Budget Review

- **Eliminate 1.0 FTE of Building Trades at CHS.**
- **Would send more students to GACTC and eliminate electives.**  
**(R-Savings = \$97,234.00)**



## 2012-13 Budget Review

- **Eliminate 1.0 FTE Social Studies at CHS.**
- **Would reduce electives at CHS and would displace a position at SCMS.**  
**(R-Savings = \$73,307.43)**



## 2012-13 Budget Review

- **Eliminate 1.0 FTE Phys. Ed. Teacher at Elementary.**
- **Would require all elementary staff to teach their class P.E.; 1 less prep period per week. (R-Savings = \$74,268.27)**





## 2012-13 Budget Review

- **Eliminate 1.0 FTE Music Teacher.**
- **Would eliminate Elementary and Middle School music classes & electives at CHS.  
(R-Savings = \$74,607.97)**



## 2012-13 Budget Review

- **Eliminate 1.0 FTE Art Teacher.**
- **Would require realignment of 2 staff; fewer electives and art classes at Middle & Elem.**

**(R-Savings = \$59,925.22)**



## 2012-13 Budget Review

- **Eliminate 1.0 FTE Elementary Guidance Counselor.**
- **Counselor realignment would impact high school, middle school, and elementary.**  
**(R-Savings = \$56,925.22)**



## 2012-13 Budget Review

- **Eliminate 1.0 FTE Elementary IST Teacher.**
- **Severely limits IST interventions and likely to increase special education enrollments.**  
**(R-Savings = \$66,344.26)**



## 2012-13 Budget Review

- **Eliminate 2.0 FTE Elementary positions, 1 by attrition at SCE and 1 furlough at MES.**
- **Would increase class sizes at MES & SCE Gr. 3 to 30 per classroom.**

**(R-Savings = \$134,449.52)**



# 2012-13 Budget Review

## Elementary Class Size (-2 )

|          |             |             |             |  |             |             |             |             |
|----------|-------------|-------------|-------------|--|-------------|-------------|-------------|-------------|
| <b>K</b> | <b>M-19</b> | <b>M-19</b> | <b>M-18</b> |  | <b>S-21</b> | <b>S-21</b> | <b>S-21</b> | <b>S-21</b> |
| <b>1</b> | <b>M-21</b> | <b>M-21</b> | <b>M-21</b> |  | <b>S-21</b> | <b>S-21</b> | <b>S-21</b> | <b>S-20</b> |
| <b>2</b> | <b>M-18</b> | <b>M-18</b> | <b>M-17</b> |  | <b>S-22</b> | <b>S-22</b> | <b>S-21</b> | <b>S-21</b> |
| <b>3</b> | <b>M-30</b> | <b>M-30</b> |             |  | <b>S-30</b> | <b>S-30</b> | <b>S-30</b> |             |
| <b>4</b> | <b>M-28</b> | <b>M-27</b> |             |  | <b>S-25</b> | <b>S-24</b> | <b>S-24</b> |             |
| <b>5</b> | <b>M-28</b> | <b>M-27</b> |             |  | <b>S-29</b> | <b>S-29</b> | <b>S-28</b> |             |



## 2012-13 Budget Review

**Replace 260 Day SCMS  
Principal with 210 Day  
position.**

**(R-Savings = \$18,500)**



## 2012-13 Budget Review

**All curtailments and alterations, with the exception of the middle school principal, require PDE approval.**





# 2012-13 Budget Review

## A Review of Other Cost Savings Measures



## 2012-13 Budget Review

**Replace at retirement, 1.0  
Maintenance position.**

**(R-Savings = \$12,632.77)**



## 2012-13 Budget Review

**Further reduce Special  
Education expenditures.**

**(R-Savings = \$90,000)**



## 2012-13 Budget Review

**Reassign METZ food service revenues to cover utility costs at all schools.**

**(Savings = \$50,000)**



## 2012-13 Budget Review

**Limit summer AC in occupied areas of schools.**

**(R-Savings = \$10,000)**



## 2012-13 Budget Review

**Defer SCMS Language Arts  
program adoption for 1 year.**

**(Savings = \$72,000)**



## 2012-13 Budget Review

**Defer SCMS Science program  
adoption for 1 year.**

**(Savings = \$75,000)**



## 2012-13 Budget Review

**Reduce budgeted GACTC  
tuition to cover anticipated  
enrollment of 82 students.**

**(R-Savings = \$98,000)**





## 2012-13 Budget Review

**Reduce budgeted tuition  
reimbursement for teachers.**

**(R-Savings = \$6,000)**



## 2012-13 Budget Review

**Reduce enrollment costs for  
Blendedschools.net.**

**(R-Savings = \$6,000)**



## 2012-13 Budget Review

**Defer start-up of Varsity  
Soccer program.**

**(Savings = \$12,226)**



## 2012-13 Budget Review

**Cut budgeted increase of \$50  
per coach to 2012-13  
coaching salaries.**

**(Savings = \$2,500)**



## **2012-13 Budget Review**

**Savings for CenturyLink  
internet services.**

**(R-Savings = \$12,120)**



## 2012-13 Budget Review

**Eliminate the use of two  
curriculum software  
products.**

**(R-Savings = \$7,810)**



## 2012-13 Budget Review

**Take back English instruction  
for CHS students who attend  
GACTC.**

**(R-Savings = \$23,800)**



# 2012-13 Budget Review

**Discussion & Questions**  
**Next Steps...**



