

**TENTATIVE
GENERAL FUND
2011-2012 BUDGET**

Newton County School System

GENERAL FUND

Projected for 2011-2012

<i>Resources</i>	<i>\$138,630,061</i>
<i>Expenditures</i>	<i>\$131,158,750</i>
<i>Fund Balance</i>	<i>\$7,471,311</i>

Ten-Year Millage Comparisons

	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	FY 10	FY 11	FY 12
M&O	17.21	17.21	17.21	18.21	18.21	18.21	18.21	18.21	20.00	20.00
Debt Service	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.12*
TOTAL	18.21	18.21	18.21	19.21	19.21	19.21	19.21	19.21	21.00	21.12

*Debt Service is estimated at the maximum "roll-up" rate. The final confirmed rate will be available in late July.

History of State Reductions Noted on the QBE Allotment FY 2006 - FY 2012

	Description		State Revenue Reductions
FY 2006	Austerity Reduction Noted on Allotment	\$	2,848,138
FY 2007	Formula Adjustment Noted on Allotment	\$	1,729,297
FY 2008	Formula Adjustment Noted on Allotment	\$	1,526,941
FY 2009	Formula Adjustment Noted on Allotment	\$	4,299,494
FY 2010	Formula Adjustment Noted on Allotment	\$	7,832,721
FY 2011	Formula Adjustment Noted on Allotment	\$	11,599,332
FY 2012	Formula Adjustment Noted on Allotment	\$	13,926,623
	Total Revenue Lost Due to State Cuts	\$	43,762,546

ESTIMATED SOURCES OF GENERAL FUND REVENUES

Beginning Fund Balance	\$ 11,394,127	
Ad Valorem (20.00 mills)	37,632,779	
Real Estate and Intangible Taxes	400,000	
Other Local	<u>400,350</u>	
Total Local Sources*	49,827,256	35.94%
Total State Sources	<u>88,802,805</u>	<u>64.06%</u>
Total Local and State Sources	\$ 138,630,061	100%

*Includes Beginning Fund Balance

Student Enrollment

PK-5 Elementary School Enrollment

	<u>Actual</u> March 2011	<u>Minimum</u> <u>Projection</u>	<u>Maximum</u> <u>Projection</u>
East Newton	629	507	567
Fairview Theme (K-5)	553	0	0
Fairview	0	445	505
Ficquett	777	0	0
Flint Hill	0	1124	1184
Heard Mixon	498	415	475
Live Oak	1085	801	861
Livingston	583	504	564
Mansfield	488	431	491
Middle Ridge	552	668	728
Oak Hill	683	675	735
Palmer Stone	695	0	0
Porterdale	486	451	511
Rocky Plains	961	698	758
South Salem	833	873	933
NC Theme School @ FQ	0	763	823
West Newton	726	668	728
TOTAL	9,549	9,023	9,863

Minimum Projected Increase 526
Maximum Projected Increase (314)

Middle School Enrollment

	<u>Actual</u> Mar-11	<u>Minimum</u> <u>Projection</u>	<u>Maximum</u> <u>Projection</u>
Clements	683	710	770
Cousins	869	865	925
Indian Creek	948	946	1006
Liberty	982	953	1013
Veterans	792	699	759
Charter Challenge	74	44	104
Sharp	37	0	0
TOTAL	4,385	4,217	4,577

Minimum Projected Increase	-168
Maximum Projected Increase	192

High School Enrollment

	<u>Actual</u> Mar-11	<u>Minimum</u> <u>Projection</u>	<u>Maximum</u> <u>Projection</u>
Alcovy	1840	1970	2030
Eastside	1350	1395	1455
Newton	1888	1870	1930
Sharp	112	0	0
Charter	75	45	105
TOTAL	5,265	5,280	5,520

Minimum Projected Increase 15

Maximum Projected Increase 255

System Enrollment

	<u>Actual</u> Mar-11	<u>Minimum Projection</u> Nov. 2011	<u>Maximum Projection</u> Nov. 2011
All Elementary Schools (PK-5)	9,549	9,023	9,863
All Middle Schools (6-8)	4,385	4,217	4,577
All High Schools (9-12)	5,265	5,280	5,520
TOTAL	19,199	18,520	19,960

Minimum Projected Increase = -679
Maximum Projected Increase = 761

Required Maximum Class Size Comparison FY 2011 and FY 2012

<u>Program Area</u>	FY 2011		FY 2012	
	<u>System Average Class Sizes FY 2011</u>	<u>Maximum Individual Class Sizes FY 2011</u>	<u>System Average Class Sizes FY 2012</u>	<u>Maximum Individual Class Sizes FY 2012</u>
Regular Kindergarten	N/A	21	N/A	21
With full-time paraprofessional	N/A	23	N/A	23
Regular 1-3	N/A	25	N/A	25
Grades 4-5 (English, Math, Science, Social Studies)	N/A	30	N/A	30
Grades 6-8 (English, Math, Science, Social Studies)	N/A	31	N/A	31
Grades 9-12 (English, Math, Social Studies, Foreign Language)	30	32	30	32
Grades 9-12 (Science)	28	30	28	30

2011-2012 School Level Position Allotments

All Funds

	FY 11	FY 12	Difference
Teachers (PK-12)	1302.00	1234.00	-68.0
Counselors	38.5	36.5	-2.0
Graduation Coaches	3.0	3.0	0.0
Psychologists	7.0	7.0	0.0
Media Specialists	22.5	22.0	-0.5
Paraprofessionals	302.0	262.0	-40.0
Secretaries/Clerks/Receptionists	74.0	73.0	-1.0
Registrars/Apprenticeship Coord.	5.0	4.0	-1.0
Nurses	18.0	18.0	0.0
Principals	23.0	22.5	-0.5
Assistant Principals	43.0	41.5	-1.5
Custodians/Facility Coordinators	151.00	121.00	-30.0
School Food Service	187.4	192.0	4.7
TOTAL	2176.34	2036.50	-139.84

2011-2012 System Level Position Allotments and Summary

All Funds

	FY 11	FY 12	Difference
Social Workers	4.0	4.0	0.0
Maintenance	18.5	10.0	-8.5
School Bus Mechanics	6.0	5.0	-1.0
Transportation Support (INCLUDES Zone Supervisors)	6.0	10.0	4.0
Purchasing Services	4.0	4.0	0.0
School Food Service Support	8.0	8.0	0.0
Technology Specialists	16.0	16.0	0.0
Bus Drivers	245.0	197.0	-48.0
Bus Monitors	52.0	18.0	-34.0
Central Office Administration	15.0	13.5	-1.5
Central Office Support	24.0	24.0	0.0
TOTAL	398.5	309.5	-89.0
School Level	2176.34	2038.50	-139.84
System Level	398.5	309.5	-89.0
TOTAL	2574.84	2348.00	-228.84

Comparison of Budgeted Expenditures

<u>FY 2011</u>	<u>FY 2012</u>	<u>Difference</u>	<u>% Difference</u>
\$ 137,151,150	\$ 131,158,750	\$ (5,992,400)	-4.37%

Major Expenditures by Categories

Salaries and Benefits	\$	112,255,830	85.6%
Utilities and Fuel		5,003,000	3.8%
Repairs and Maintenance		5,736,890	4.4%
Instructional Textbooks & Supplies		2,339,924	1.8%
Equipment and Furniture		568,992	0.4%
All Other (Professional learning, insurance, professional services, Challenge Charter, fees, etc.)		<u>5,254,114</u>	<u>4.0%</u>
TOTAL	\$	131,158,750	100%

Projected Costs of Education From Local Property Taxes In Newton County

Hourly Cost Per Student from
Local Property Taxes = \$1.47

(\$37,632,779/18,000/178 days/8 hours per day)

Projected Value of 1 Mill

$$1 \text{ Mill} = \$2,031,459,000 \times .975 \times .001$$

$$1 \text{ Mill} = \$1,980,673$$

For Comparison FY 11

$$1 \text{ Mill} = \$2,305,930$$

Difference of

\$325,257

General Fund Expenditures Per Student (FTE) 2009-2010

State Average	\$8,761
Newton County	<u>\$8,027</u>
Difference	\$734

Data from the State Department of Education

BOARD APPROVED REDUCTIONS FOR 2011-2012: Includes *Stakeholder Surveys* items 1. (Change in high scheduling - \$2,820,000); 2. (Contract with Ombudsman - \$1,941,962); 3. (Implement 3-tier transportation - \$1,477,441); 5. (Reorganize/reduce maintenance-custodial \$954,000); 9. (Reduce 1% Board contribution to .5% - \$422,000); 10. (Eliminate two Asst. Principals - \$215,000); 11. (Reduce the number of SROs - \$171,428 plus \$42,857 for elimination of Sharp SRO); 12. Require a 10% cut in all Central Office budgets - \$160,000); 13. (Combine NCCA CEO and Director of CTAE - \$65,000); for a grand total of **\$8,269,688** in expenditure cuts.

This chart is inclusive of the following updates:

1. The Special Education Maintenance of Effort amount as it stands now at \$798,070 is added to expenses in this fiscal year 2010-2011.
2. The total amount of increase in classified employee insurance is \$911,601 per year; however food service will have to pay \$192,338 leaving \$719,263 per year to be paid from General Fund. \$719,263 was added to total expenses for each of the years beginning with 2011-2012.
3. A preliminary QBE allotment was received on May 4. The equalization grant increased by \$757,257. Our QBE T&E (training and experience) amount increased by \$99,947. The state QBE allotment in total is \$2,278,213 more than we originally expected it to be when we were told to prepare for a 4% cut.
4. Expenditures for FY 2012-2013 and 2013-2014 include \$1,000,000 for textbook adoptions. FY 2012-2013 includes a K-12 math adoption and FY 2013-2014 includes a K-12 science adoption.

GENERAL FUND	PROJECTED 2010-2011	PROJECTED 2011-2012	PROJECTED 2012-2013	PROJECTED 2013-2014
BEGINNING FUND BALANCE	\$8,967,465	\$11,394,127	\$7,471,311	\$2,548,492
TOTAL REVENUES	\$139,577,812	\$127,235,934	\$127,235,934	\$127,235,934
TOTAL EXPENDITURES	\$137,151,150	\$131,158,750	\$132,158,750	\$132,158,750
ENDING FUND BALANCE	\$11,394,127	\$7,471,311	\$2,548,495	(\$2,374,324)

\$7,471,311 represents 13.15 days of operating expenses

\$2,548,495 represents 4.49 days of operating expenses

We would need to cut \$6,836,189 from the 2013-2014 budget to maintain a minimal fund balance of \$4,461,865 (3.4% of the total budget). Various experts throughout the state have recommended that we maintain a fund balance of at least 7% of budget which would amount to \$9,181,112. We would have to cut a total of \$11,555,436 to meet this recommendation.