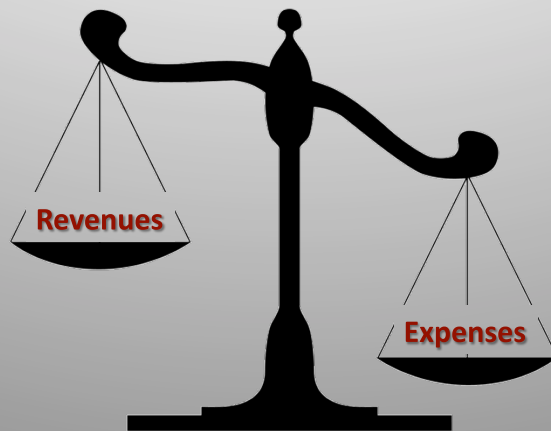




Budget Proposal 2012-2013

February 20, 2012

**Understanding Budget Challenges includes
Understanding Budget Practices**



Budget Development Process Notes

- Budget balances current and future needs
- District has set priorities for 2012-2013
- Recommended changes to preliminary budget included in proposal

Since January's Preliminary Budget...

- Preliminary budget included gap of \$1.4 million
- Assumption of state revenues for everything but state's share of pension expenses would fall \$500,000
- Governor's proposed budget includes increased revenue just over \$100,000
- SCASD preliminary budget included 3.3% tax increase

Key Aspects of this Proposal

- Property Tax
 - Increase of 2.7% or 1 mill
 - Total proposed tax rate would equal 37.85 mills
 - Median Homeowner would pay additional \$70 in 2012-2013
- Act 1 Index of 1.7%
 - District would use approximately \$783,000 worth of exceptions for pension expenses to arrive at 2.7%
- Total Revenue
 - \$116,752,202

SCASD Millage Rate History

	2009-2012	2010-2011	2011-2012	2012-2013
Real Estate Millage Rate	34.85	35.90	36.85	37.85
% Real Estate Tax Increase	3.3%	3.0%	2.6%	2.7%

Required Cost Reallocations / Reductions

The proposed budget parameters would require a net reduction in expenses over the preliminary budget of \$1,282,419.

Budget Strategies

1. Attritional savings of \$600,000
2. Unemployment compensation costs: \$100,000 lower than 2011-2012

Budget Strategies

3. Freeze allocations for everything but supplies, equipment, debt service and personnel at 2011-2012 level
4. Reduce supply and equipment expenses by \$515,000 compared to 2011-2012 level

Budget Strategies Not Proposed at This Time

- Student extra- and co-curricular participation fees
- Decreasing contributions of \$1 million to Capital Reserve Fund
- Changing PSERS pre-funding strategy

Next Steps

- Staff Forum - February 29, 2012
–3:30 p.m. in High School South Aud.
- Student Forum - March 1, 2012
–3:30 p.m. in High School North Aud.
- Community Forum - March 1, 2012
–7:00 p.m. in High School South Aud.

Parameters

School board discussion regarding
budget proposal