

Wyoming Area School District

Final Budget For 2012-2013 School Year

Presented:
June 26th, 2012



Wyoming Area School District

2012-2013 Adopted Preliminary to Final Budget

		Adopted Preliminary 2012-2013	Adjustment for Proposed Budget		May Proposed 2012-2013	Adjustment for Final Budget		2012-2013 Final
REVENUE:								
6000	LOCAL SOURCES	16,515,873	(375,600)	A	16,140,273	732	A	16,141,005
7000	STATE SOURCES	11,569,515	623,040	B	12,192,555	(19,268)	B	12,173,287
8000	FEDERAL SOURCES	562,598	(13,598)	C	549,000	229,453	C	778,453
9000	OTHER SOURCES	-	-		-	-		-
TOTAL REVENUES		28,647,986	233,842		28,881,828	210,917		29,092,745
EXPENDITURES:								
100	PERSONNEL SERVICES-SALARIES	13,768,633	(184,591)	D	13,584,042	(185,076)	D	13,398,966
200	PERSONNEL SERVICES-BENEFITS	6,525,370	(243,530)	E	6,281,840	117,258	E	6,399,098
300	PURCHASED PROF. & TECH. SERVICES	2,136,650	(65,350)	F	2,071,300	113,000	F	2,184,300
400	PURCHASED PROPERTY SERVICES	488,962	-		488,962	-		488,962
500	OTHER PURCHASED SERVICES	3,056,815	(16,817)	G	3,039,998	67,203	G	3,107,201
600	SUPPLIES	1,316,674	(95,204)	H	1,221,470	31,227	H	1,252,697
700	PROPERTY	45,828	-		45,828	-		45,828
800	DUES, FEES AND OTHER	108,777	-		108,777	31,523	I	140,300
900	DEBT PYMT/TRANSFERS/OTHER	2,335,383	(90,000)	I	2,245,383	137,654	J	2,383,037
	BUDGETARY RESERVE-CONTINGENCY	200,000	-		200,000	50,000	K	250,000
TOTAL EXPENDITURES		29,983,092	(695,492)		29,287,600	362,789		29,650,389
REVENUE OVER (UNDER) EXPENDITURES		(1,335,106)	929,334		(405,772)	(151,872)		(557,644)
ESTIMATED BEGINNING FUND BALANCE - 7/1/12		1,982,036	882,500	J	2,864,536	225,000	L	3,089,536
ESTIMATED ENDING FUND BALANCE - 6/30/13		646,930	1,811,834		2,458,764	73,128		2,531,892

Wyoming Area School District

Summary of Changes for Proposed Final 12-13

A. LOCAL SOURCES (\$375,600)

Reduction (\$475,600) due to PDE calculation and allocation of state property tax reduction revenue that is utilized for the homestead/farmstead calculation and increase delinquent tax revenue \$100,000.

B. STATE SOURCES \$623,040

Increase due to PDE calculation and allocation of state property tax reduction \$475,600 and adjustment for state subsidies as provided in the Governor's February 2012 proposal \$147,440.

C. FEDERAL SOURCES (\$13,598)

Decrease in Federal Subsidy compared to current year.

D. SALARIES (\$184,591)

Adjustments for elimination of open positions, adjustment for long term substitute positions, reduction in unused sick days and other.

E. BENEFITS (\$243,530)

Adjustments for benefits for health care rate and tuition reimbursement.

F. PURCHASED PROPERTY SERVICES (\$65,350)

Decrease in educational and other consultants and computer support and applications.

G. OTHER PURCHASED SERVICES (\$16,817)

Decrease in Vo-Tech tuition projection.

H. SUPPLIES (\$95,204)

Decrease in various supply line items.

I. DEBT PAYMENT (\$90,000)

Decrease in debt service due to refinancing of Energy Reduction Loan.

J. FUND BALANCE ADJUSTMENT \$882,500

Estimated 2011-2012 favorable revenue variance (see pages 4 &5).

Wyoming Area School District

Summary of Revenue Changes for Final Budget 12-13

A. LOCAL SOURCES \$732

- **Increase** of **\$9,493** due to adjustment for IDEA funding.
- **Decrease** of **\$8,761** due to adjustment of assessed value for Wyoming County.

B. STATE SOURCES (\$19,268)

- **Decrease** for Retirement Reimbursement from PDE due to adjustment of salaries subject to retirement.

C. FEDERAL SOURCES \$229,453

- **Increase** for Title I of **\$226,540** based on information received from the State.
- **Increase** for Title II of **\$2,913** based on information received from the State.

Wyoming Area School District

Summary of Expenditure Changes for Final Budget 12-13

D. SALARIES (\$185,076)

- Adjustment for retirement and staff analysis.

E. BENEFITS \$117,258

- **Increase** of **\$62,258** due to retirement and staff analysis.
- **Increase** of **\$55,000** due to increase in workman's compensation insurance.

F. PURCHASED PROFESSIONAL & TECH. SERVICES \$113,000

- Restoring consulting and public relations services in an **increase** of **\$30,000**.
- **Increase** of **\$83,000** for contracted services with Step-by-Step. Costs covered by Title I funding.

G. OTHER PURCHASED SERVICES \$67,203

- **Increase** of **\$67,203** due to increase in insurance coverage.

H. SUPPLIES \$31,227

- **Increase** of **\$31,227** for supplies to be purchased utilizing Title I funding.

I. DUES, FEES & OTHER \$31,523

- **Increase** of **\$31,523** for indirect costs utilizing Title I funding.

J. DEBT PYMT/TRANSFERS/OTHER \$137,654

- **Increase** of **\$137,654** for debt service payment due in 2012-2013 on \$2,000,000 Montgomery Avenue Loan.

K. CONTINGENCY \$50,000

- Potential **decrease** in Luzerne County tax revenue in 12-13 due to flood.

L. ESTIMATED FAVORABLE FUND BALANCE ADJUSTMENT \$225,000

Wyoming Area School District

Final Budget 2012-2013

		2012-2013
<u>REVENUE:</u>		<u>Final</u>
6000	LOCAL SOURCES	16,141,005
7000	STATE SOURCES	12,173,287
8000	FEDERAL SOURCES	778,453
9000	OTHER SOURCES	-
	TOTAL REVENUES	29,092,745
 <u>EXPENDITURES:</u>		
100	PERSONNEL SERVICES-SALARIES	13,398,966
200	PERSONNEL SERVICES-BENEFITS	6,399,098
300	PURCHASED PROF. & TECH. SERVICES	2,184,300
400	PURCHASED PROPERTY SERVICES	488,962
500	OTHER PURCHASED SERVICES	3,107,201
600	SUPPLIES	1,252,697
700	PROPERTY	45,828
800	DUES, FEES AND OTHER	140,300
900	DEBT PYMT/TRANSFERS/OTHER	2,383,037
	BUDGETARY RESERVE-CONTINGENCY	250,000
	TOTAL EXPENDITURES	29,650,389
	REVENUE OVER (UNDER) EXPENDITURES	(557,644)
	ESTIMATED BEGINNING FUND BALANCE - 7/1/12	3,089,536
	ESTIMATED ENDING FUND BALANCE - 6/30/13	2,531,892

UNASSIGNED & ASSIGNED FUND BALANCE	2,614,010
BUDGETED EXCESS EXPENDITURES OVER REVENUE 11/12	(831,974)
ESTIMATED BEGINNING FUND BALANCE-6/30/12	1,782,036
ESTIMATED REVENUE/EXPENDITURE ADJUSTMENT	1,307,500
TENTATIVE 7/1/12 FUND BALANCE	3,089,536

	<i>2012-2013 Proposed Final</i>	<i>2012-2013 Final</i>
<i>Millage – Luzerne County</i>	<i>13.5500 mills</i>	<i>13.5408 mills</i>
<i>Wyoming County</i>	<i>73.6110 mills</i>	<i>77.3780 mills</i>

****Local Revenue includes increase to index (2.3%) plus exceptions approved by PDE.**

*****Luzerne County 3.5% total increase & Wyoming County 7.87% total increase.**

Wyoming Area School District

Highlights of Budget Items

- Local Real Estate Taxes include allowable index (2.3%) plus exceptions approved from PDE reflecting a 3.5% total increase in Luzerne County and a 7.87% total increase in Wyoming County.
- Real Estate Collection Percentage utilized approximates 89.5% for Luzerne and Wyoming Counties.
- Local & State Revenue adjusted for State Property Tax Reduction of \$475,600.
- State Subsidies projected as of Governor's February 2012 preliminary budget. To date there has not been any additional formal information received regarding budgeted subsidies.
- Currently there is no revenue budgeted as per the Governor's February 2012 preliminary budget for Accountability Block Grant (2011-2012 amount received=\$118,496).

Wyoming Area School District

Highlights of Budget Items

- Salary for 2012/2013 are stated at the following:
 - Professional Staff calculated at 2010/2011 rates (Note: Professional contract expired August 31, 2010, however salaries adjusted for step movement in 2010/2011).
 - Support Staff calculated as per Collective Bargaining Agreement.
 - Administration calculated at 2011/2012 rates.
- Blue Cross Benefits calculated at Consortium Rate which approximates 10.3% increase. Retirement Cost calculated at 12.36% of salaries budgeted.
- LIU 18 Special Education Cost Projected Based on the new LIU contract and census.
- Purchased Property Services, Other Purchased Services, and Supplies calculated utilizing analytical review of current costs.
- Debt Service Amount reflects costs associated with Current Obligations related to Construction, Furnishing and Other Improvements to the District along with refinancing of Energy Reduction Loan.

Wyoming Area School District Impact of Potential Millage Increase Luzerne County

		ASSESSED VALUE						
	Millage	117,000	130,000	140,000	150,000	160,000	170,000	180,000
		REAL ESTATE TAXES						
Rebalanced	13.0826	1,530.66	1,700.74	1,831.56	1,962.39	2,093.22	2,224.04	2,354.87
3.5% Exceptions	13.5408	53.57	59.53	64.10	68.68	73.26	77.84	82.42

Impact of Potential Millage Increase Wyoming County

		ASSESSED VALUE						
	Millage	16,243	20,000	30,000	40,000	50,000	60,000	70,000
		REAL ESTATE TAXES						
Rebalanced	71.7295	1,165.10	1,434.59	2,151.89	2,869.18	3,586.48	4,303.77	5,021.07
7.87% Exceptions	77.3780	91.69	112.90	169.35	225.80	282.26	338.71	395.16

Wyoming Area School District

Impact of Potential Local Tax Increase

Health Insurance Increase of 15%

		13/14		14/15		
REVENUE:		2012-2013	Estimated Adjustment	Estimated 2013-2014	Estimated Adjustment	Estimated 2014-2015
6000	LOCAL SOURCES	16,141,005	-	16,141,005	-	16,141,005
7000	STATE SOURCES	12,173,287	272,590 A	12,445,877	279,420 C	12,725,297
8000	FEDERAL SOURCES	778,453	-	778,453	-	778,453
9000	OTHER SOURCES	-	-	-	-	-
TOTAL REVENUES		29,092,745	272,590	29,365,335	279,420	29,644,755
EXPENDITURES:						
100	PERSONNEL SERVICES-SALARIES	13,398,966	-	13,398,966	-	13,398,966
200	PERSONNEL SERVICES-BENEFITS	6,399,098	1,087,742 B	7,486,840	1,182,788 D	8,669,628
300	PURCHASED PROF. & TECH. SERVICES	2,184,300	-	2,184,300	-	2,184,300
400	PURCHASED PROPERTY SERVICES	488,962	-	488,962	-	488,962
500	OTHER PURCHASED SERVICES	3,107,201	-	3,107,201	-	3,107,201
600	SUPPLIES	1,252,697	-	1,252,697	-	1,252,697
700	PROPERTY	45,828	-	45,828	-	45,828
800	DUES, FEES AND OTHER	140,300	-	140,300	-	140,300
900	DEBT PYMT/TRANSFERS/OTHER	2,383,037	-	2,383,037	-	2,383,037
	BUDGETARY RESERVE-CONTINGENCY	250,000	-	250,000	-	250,000
TOTAL EXPENDITURES		29,650,389	1,087,742	30,738,131	1,182,788	31,920,919
REVENUE OVER (UNDER) EXPENDITURES		(557,644)	(815,152)	(1,372,796)	(903,368)	(2,276,164)
ESTIMATED BEGINNING FUND BALANCE - 7/1/12		3,089,536		2,531,892		1,159,096
ESTIMATED ENDING FUND BALANCE - 6/30/13		2,531,892	(815,152)	1,159,096	(903,368)	(1,117,068)

Expenditure Assumptions:

All Health Insurance increased by 15% per year in projection.

Retirement rate per PSERS increases from 12.36% in 12-13 to 16.75% in 13-14 and 21.25% in 14-15.

Revenue Assumptions:

Local and State Revenue - level funding with the exception of retirement reimbursement, which is calculated as a percentage of salaries.

Wyoming Area School District Summary of Changes

A. STATE SOURCES \$272,590

Increase for reimbursement of PSERS (Retirement) from PDE.

B. BENEFITS \$1,087,742

**Increase in Health Insurance Benefits of \$542,562 based on a 15% increase.
Increase in PSERS expenses due to increase in wages and retirement rate -
\$545,180.**

C. STATE SOURCES \$279,420

Increase for reimbursement of PSERS (Retirement) from PDE.

D. BENEFITS \$1,182,788

**Increase in Health Insurance Benefits of \$623,948 based on a 15% increase.
Increase in PSERS expenses due to increase in wages and retirement rate -
\$558,840.**

Wyoming Area School District

Final Budget 2012-2013

		2012-2013
<u>REVENUE:</u>		<u>Final</u>
6000	LOCAL SOURCES	16,141,005
7000	STATE SOURCES	12,173,287
8000	FEDERAL SOURCES	778,453
9000	OTHER SOURCES	-
	TOTAL REVENUES	29,092,745
 <u>EXPENDITURES:</u>		
100	PERSONNEL SERVICES-SALARIES	13,398,966
200	PERSONNEL SERVICES-BENEFITS	6,399,098
300	PURCHASED PROF. & TECH. SERVICES	2,184,300
400	PURCHASED PROPERTY SERVICES	488,962
500	OTHER PURCHASED SERVICES	3,107,201
600	SUPPLIES	1,252,697
700	PROPERTY	45,828
800	DUES, FEES AND OTHER	140,300
900	DEBT PYMT/TRANSFERS/OTHER	2,383,037
	BUDGETARY RESERVE-CONTINGENCY	250,000
	TOTAL EXPENDITURES	29,650,389
	REVENUE OVER (UNDER) EXPENDITURES	(557,644)
	ESTIMATED BEGINNING FUND BALANCE - 7/1/12	3,089,536
	ESTIMATED ENDING FUND BALANCE - 6/30/13	2,531,892

UNASSIGNED & ASSIGNED FUND BALANCE	2,614,010
BUDGETED EXCESS EXPENDITURES OVER REVENUE 11/12	(831,974)
ESTIMATED BEGINNING FUND BALANCE-6/30/12	1,782,036
ESTIMATED REVENUE/EXPENDITURE ADJUSTMENT	1,307,500
TENTATIVE 7/1/12 FUND BALANCE	3,089,536

	<i>2012-2013 Proposed Final</i>	<i>2012-2013 Final</i>
<i>Millage – Luzerne County</i>	<i>13.5500 mills</i>	<i>13.5408 mills</i>
<i>Wyoming County</i>	<i>73.6110 mills</i>	<i>77.3780 mills</i>

****Local Revenue includes increase to index (2.3%) plus exceptions approved by PDE.**

*****Luzerne County 3.5% total increase & Wyoming County 7.87% total increase.**