

CENTRAL OFFICE
Executive Summary
January 13, 2011

I. Budget Overview

The FY12 Superintendent's proposed Central Office budget reflects a decrease of \$224,267 from the FY11 budget, or a reduction of 9.6%. Payroll decreased by \$169,669 and expenses by \$54,598. The payroll decrease is predominantly attributed to the elimination of the \$196,800 for the one-time teacher bonus and the 5-year teacher retention bonus negotiated with the HTA in FY11. This decrease is partially offset by certain pay adjustments that were committed to after the FY11 budget was finalized. There is also funding included in the Salary Reserve account.

II. Personnel Summary

1. Although the Staff Summary reflects a decrease of 0.2 FTE in the Business Office, the reduction of \$10,540 reflects only the elimination of funding for cross-training of personnel. The FY 11 budget documents included this funding as representative of a 0.2 FTE position whereas it actually funds extra time for existing personnel. The cross-training process will be completed in FY11 so no further funding is needed in FY12.
2. The Salary Reserve (account #1392) contains an adjustment for all personnel in the district with the exception of the custodians whose contract runs through June 30, 2013. The custodial contractual increases are funded in the Buildings & Grounds budget.
3. The Teachers Intent Offset (account #1771) went from minus \$269,729 in FY11 to minus \$274,463 in FY12, a difference of \$5,184. We continued to use an offset percentage factor of 63% to reflect recent experience. This centralized account adjusts for teacher salary increases related to lane changes (which may not be achieved) contained throughout the district budget.

III. Expense Summary

1. Regular Day Transportation (account #259) has been increased by \$41,637 to reflect a 2% inflation adjustment and anticipated higher fuel costs. A detailed analysis is attached.
2. Supplies and materials budgets have been reduced by \$7,500 to reflect FY10 actual expenses.
3. Classified Ads (account #19) have been reduced by \$15,000 as the FY11 budget included one-time funding to conduct a search for the next Superintendent.
4. Superintendent's Technology (account #318) has been increased by \$9,590 to reflect costs associated with Transfinder LE for parents \$4,500 (plus \$900 support), Surveyor energy-management software \$1,600, and other contractual increases. In addition, the annual cost of basic Transfinder \$2,750 is being funded here rather than in the transportation account.
5. Although Undistributed Equipment (account #319) has been reduced by \$85,125, the proposed FY12 budget will allow us to replace three copiers system-wide.

FY12 Budget - Regular Transportation Expenses

	<u>FY11 Budget</u>			<u>FY11 Actual</u>			<u>FY12 Budget</u>		
	<u># of Buses</u>	<u>Unit Price</u>	<u>Total Cost</u>	<u># of Buses</u>	<u>Unit Price</u>	<u>Total Cost</u>	<u># of Buses</u>	<u>Unit Price</u>	<u>Total Cost</u>
Regular Buses	24	\$51,642	\$1,239,408	24	\$52,303	\$1,255,272	24	\$53,349	\$1,280,376
Extra Bus for HS/MS	1	\$36,000	\$36,000	1	\$36,468	\$36,468	1	\$37,197	\$37,197
Kindergarten Buses	6	\$8,694	\$52,164	6	\$8,805	\$52,830	6	\$8,981	\$53,886
Connolly Subtotal			\$1,327,572			\$1,344,570			\$1,371,459
Out-of District Transportation (Nofolk Aggie)			\$7,000			\$7,268			\$7,500
Transfinder Support			\$2,750			\$2,625			\$0
Total Cost of Bus Service - GROSS			\$1,337,322			\$1,354,463			\$1,378,959
Fee Revenue Offset			(\$275,000)			(\$282,930)			(\$275,000)
Anticipated Savings Due to Fuel Adjustment			(\$30,000)			(\$40,000)			(\$30,000)
Total Cost of Bus Service - NET			\$1,032,322			\$1,031,533			\$1,073,959

Notes:

- (1) FY12 unit prices assume a 2% inflation factor (compared to FY11 actual)
- (2) FY12 Transfinder Support to be absorbed in Superintendent's Technology (account #318)
- (3) FY12 Fuel Savings is lower than FY11 projection due to anticipated rising fuel prices