

Proposed Budget 2012-13

Revenues

Tax Analysis

Contingency Budget



March 27, 2012

Proposed Add-Back

0.2 FTE Teaching Position - Technology

- ▶ Approximate Costs = \$40,000
- ▶ Funding Source:
 - Realize from retirement savings
 - No increase to the proposed budget

Proposed Budget 2012-13

- ▶ **Approved 2011-12 Budget:**
\$111,448,488

 - ▶ **Proposed 2012-13 Budget:**
\$112,202,888
- Increase: \$ 754,400**
or 0.68%

Revenues

Proposed Revenue Sources

Revenues	2012-13 Proposed Budget	% Budget
Real Property Taxes	101,032,134	90.04%
State Sources	6,199,063	5.52%
Other Financing Sources	3,000,000	2.67%
Tax Revenues	752,500	0.67%
Charges for Services	372,500	0.33%
Use of Money and Property	325,000	0.29%
Miscellaneous Revenues	521,691	0.46%
TOTAL	\$ 112,202,888	100%

General Fund Revenues

	2010-11 APPROVED	2011-12 APPROVED	2012-13 PROPOSED	Approved vs. Proposed
<u>Real Property Taxes</u>				
Town of New Castle	89,209,260	90,887,025	92,194,155	
Town of Mt. Pleasant	8,924,245	8,057,557	8,837,979	
TOTAL \$	\$ 98,133,505	\$ 98,944,582	\$ 101,032,134	2.11%
<u>State Sources</u>				
State Aid	6,717,851	6,344,215	6,199,063	
TOTAL \$	\$ 6,717,851	\$ 6,344,215	\$ 6,199,063	-2.29%
<u>Other Financing Sources</u>				
Appropriated Fund Balance	2,430,000	2,204,180	3,000,000	
Transfer In From Debt Service Fund	-	367,400	-	
Transfer In From Capital Projects Fund	223,301	13,894	-	
Transfer In From Retirement Contributions Fund	-	1,664,526	-	
TOTAL \$	\$ 2,653,301	\$ 4,250,000	\$ 3,000,000	-29.41%

General Fund Revenues (cont'd)

	2010-11 APPROVED	2011-12 APPROVED	2012-13 PROPOSED	Approved vs. Proposed
Tax Revenues				
Sales Tax	675,000	725,000	752,500	
MTA Tax	205,000	198,500	-	
TOTAL	\$ 880,000	\$ 923,500	\$ 752,500	-19%
Charges For Services				
Continuing Education Tuition	250,000	239,500	260,000	
Borderline Property Tax	110,000	110,000	112,500	
TOTAL	\$ 360,000	\$ 349,500	\$ 372,500	6.58%
Use of Money & Property				
Interest & Earnings	280,000	250,000	200,000	
Rental of Real Property/Equipment	50,000	75,000	125,000	
TOTAL	\$ 330,000	\$ 325,000	\$ 325,000	0.00%
Miscellaneous Revenues				
Refund of Prior Years' Expenditures	90,000	90,000	215,000	
Buildings & Grounds Usage - Town of New Castle	81,691	81,691	81,691	
Loss Compensation & Insurance Recoveries	25,000	5,000	-	
Unclassified Revenue	120,000	135,000	225,000	
TOTAL	\$ 316,691	\$ 311,691	\$ 521,691	67.37%
TOTAL REVENUE	\$ 109,391,348	\$ 111,448,488	\$ 112,202,888	0.68%

State Aid Projections

	Adopted 2011-12	Proposed 2012-13	Variance \$	Variance %
Foundation Aid	\$3,631,997	\$3,631,997		
BOCES Aid	\$742,306	\$471,152		
Excess Cost Aid	\$434,841	\$522,634		
Software, Textbook, Library	\$338,044	\$335,806		
Transportation Aid	\$956,083	\$918,591		
Building Aid	\$1,546,510	\$1,611,394		
Gap Elimination Adjustment	-\$1,305,566	-\$1,292,511		
Total	\$6,344,215	\$6,199,063	-\$145,152	-2.29%

Revenues:

2011-12 Approved vs. 2012-13 Projected

Categories	Approved 2011-12	Proposed 2012-13	\$ Increase	% Increase
Real Property Taxes	\$98,944,582	\$101,032,134	\$2,087,552	2.11%
State Aid	\$6,344,215	\$6,199,063	-\$145,152	-2.29%
Unappropriated Fund Balance	\$4,250,000	\$3,000,000	-\$1,250,000	-29.4%
Tax Revenues	\$923,500	\$752,500	-\$171,000	-18.52%
Charges for Services	\$349,500	\$372,500	\$23,000	6.58%
Use of Money & Property	\$325,000	\$325,000	\$0	0.0%
Other	\$311,691	\$521,691	\$210,000	67.37%
TOTAL	\$111,448,488	\$112,202,888	\$754,400	0.68%

Revenues: % of Budget

Categories	Approved 2011-12	Approved 2011-12		Proposed 2012-13	Proposed 2012-13
	\$ Amount	% of Budget		\$ Amount	% of Budget
Real Property Taxes	\$98,944,582	88.8%		\$101,032,134	90.0%
State Aid	\$6,344,215	5.7%		\$6,199,063	5.5%
Unappropriated Fund Balance	\$4,250,000	3.8%		\$3,000,000	2.7%
Tax Revenues	\$923,500	0.8%		\$752,500	0.7%
Charges for Services	\$349,500	0.3%		\$372,500	0.3%
Use of Money & Property	\$325,000	0.3%		\$325,000	0.3%
Other	\$311,691	0.3%		\$521,691	0.5%
TOTAL	\$111,448,488	100%		\$112,202,888	100%

Tax Levy Limit Calculation Worksheet for School Year 2012-13

BASIC FORMULA

Prior Year Tax Levy (2011-12)		\$ 98,944,582
<u>Tax Base Growth Factor (ORPS)</u>	x	<u>1.0055</u>
		\$ 99,488,777

Prior Year Exemptions

Debt Service	4,553,375	
Capital Expenditures	100,000	
Lease Purchase: EPC	134,177	
Less: Bldg Aid	<u>(1,527,725)</u>	
	3,259,827	- <u>(3,259,827)</u>

ADJUSTED PRIOR YEAR LEVY = \$ 96,228,950

Allowable Growth Factor (Lesser of CPI or 2%) x 1.02

TAX LEVY LIMIT BEFORE EXCLUSIONS: \$ 98,153,529

+ EXCLUSIONS

Available Carryover (None for Initial Year) + \$ -

Current Year Exemptions

Debt Service	3,931,556	
Capital Expenditures	100,000	
Lease Purchase: EPC	482,028	
Less: Bldg Aid	<u>(1,611,394)</u>	
		+ \$ 2,902,190

PENSIONS	Salary Base	Rate	Exemptions
TRS	48,702,187	0.0049	N/A
ERS	8,223,641	0.006	49,342

+ \$ 49,342

TAX LEVY LIMIT WITH EXCLUSIONS: \$ 101,105,061

TAX CAP LIMIT: \$ 2,160,479



Tax Analysis

Tax Assessment

Assessed Taxable Valuation	New Castle	Mt. Pleasant
2011-12 - Final	\$926,712,041	\$6,770,746
2012-13 - as of 3/ 15/ 12	\$925,079,036	\$6,767,145
\$ Decrease	-\$1,633,005	-\$3,601
% Decrease	-0.18%	-0.05%

Equalization Rates

Equalization	New Castle	Mt. Pleasant
20 11-12	18.47	1.52
20 12-13	20.05	1.53
% Increase	8.55%	0.66%

Tax Analysis 2012-13

Estimated:

Tax Analysis 2012-13 (Estimated)

School District Budget	112,202,888	
Less: Revenue from sources other than current local property taxes	8,170,754	
Allocation from unappropriated fund balance	3,000,000	
Tax Levy	101,032,134	
	New Castle	Mt. Pleasant
Assessed Taxable Valuation	925,079,036	6,767,145
Equalization Rate	20.05%	1.53%
Full Taxable Valuation	4,613,860,529	442,297,059
Portion of Tax Levy	91.3%	8.7%
Tax Levy	92,194,155	8,837,979
Rate Per \$1,000		
School District Proposed 2012-13 Budget	99.660841	1,306.012983
Compared to School District Actual 2011-12	98.06	1,191.60
\$ Increase per @1,000	1.60	114.41
% Increase	1.63%	9.60%

Tax Analysis 2012-13

July 1, 2011 vs. March 15, 2012 - Assessments

Tax Analysis 2012-13 (Estimated)

Based on July 1, 2011 Assessments

Based on March 15, 2012 Assessments

School District Budget	112,202,888		112,202,888	
Less: Revenue from sources other than current local property taxes	8,170,754		8,170,754	
Allocation from unappropriated fund balance	3,000,000		3,000,000	
Tax Levy	101,032,134		101,032,134	
	New Castle	Mt. Pleasant	New Castle	Mt. Pleasant
Assessed Taxable Valuation	926,712,041	6,770,746	925,079,036	6,767,145
Equalization Rate	20.05%	1.53%	20.05%	1.53%
Full Taxable Valuation	4,622,005,192	442,532,418	4,613,860,529	442,297,059
Portion of Tax Levy	91.3%	8.7%	91.3%	8.7%
Tax Levy	92,204,083	8,828,051	92,194,155	8,837,979
Rate Per \$1,000				
School District Proposed 2012-13 Budget	99.495938	1,303.851992	99.660841	1,306.012983
Compared to School District Actual 2011-12	98.06	1,191.60	98.06	1,191.60
\$ Increase per @1,000	1.43	112.25	1.60	114.41
% Increase	1.46%	9.42%	1.63%	9.60%

Tax Analysis 2012-13

July 1, 2011 vs. March 15, 2012 – Equalization Rates

Tax Analysis 2012-13 (Estimated)

Based on July 1, 2011 Equalation Rates

Based on March 15, 2012 Equalization Rates

School Dsistrict Budget	112,202,888		112,202,888	
Less: Revenue from sources other than current local property taxes	8,170,754		8,170,754	
Allocation from unappropriated fund balance	3,000,000		3,000,000	
Tax Levy	101,032,134		101,032,134	
	New Castle	Mt. Pleasant	New Castle	Mt. Pleasant
Assessed Taxable Valuation	925,079,036	6,767,145	925,079,036	6,767,145
Equalization Rate	18.47%	1.52%	20.05%	1.53%
Full Taxable Valuation	5,008,549,193	445,206,908	4,613,860,529	442,297,059
Portion of Tax Levy	91.8%	8.2%	91.3%	8.7%
Tax Levy	92,784,570	8,247,564	92,194,155	8,837,979
Rate Per \$1,000				
School District Proposed 2012-13 Budget	100.299073	1,218.765709	99.660841	1,306.012983
Compared to School District Actual 2011-12	98.06	1,191.60	98.06	1,191.60
\$ Increase per @1,000	2.24	27.17	1.60	114.41
% Increase	2.28%	2.28%	1.63%	9.60%

Tax Analysis 2012-13

July 1, 2011 vs. March 15, 2012 – Assessments & Equalization rates

Tax Analysis 2012-13 (Estimated)

Based on 7/1/11 Assessments & Ers

Based on 3/15/12 Assessments & Ers

School District Budget	112,202,888		112,202,888	
Less: Revenue from sources other than current local property taxes	8,170,754		8,170,754	
Allocation from unappropriated fund balance	3,000,000		3,000,000	
Tax Levy	101,032,134		101,032,134	
	New Castle	Mt. Pleasant	New Castle	Mt. Pleasant
Assessed Taxable Valuation	926,712,041	6,770,746	925,079,036	6,767,145
Equalization Rate	18.47%	1.52%	20.05%	1.53%
Full Taxable Valuation	5,017,390,585	445,443,816	4,613,860,529	442,297,059
Portion of Tax Levy	91.8%	8.2%	91.3%	8.7%
Tax Levy	92,793,894	8,238,240	92,194,155	8,837,979
Rate Per \$1,000				
School District Proposed 2012-13 Budget	100.132393	1,216.740328	99.660841	1,306.012983
Compared to School District Actual 2011-12	98.06	1,191.60	98.06	1,191.60
\$ Increase per @1,000	2.07	25.14	1.60	114.41
% Increase	2.11%	2.11%	1.63%	9.60%

Four Most Recent Budgets

(2009-10 to 2012-13 proposed)

	Approved 2008-09	Approved 2009-10	Approved 2010-11	Approved 2011-12	Proposed 2012-13	Cumulative \$ Increase	Cumulative % Increase
Budget	\$107,347,134	\$107,347,134	\$109,391,348	\$111,448,488	\$112,202,888	\$4,855,754	4.52%
Tax Levy	\$95,824,257	\$95,909,088	\$98,133,505	\$98,944,582	\$101,032,134	\$5,207,877	5.43%

Tax Rates/\$1,000

New Castle	93.32	93.30	95.62	98.06	99.66	6.34	6.79%
Mt. Pleasant	1,104.88	1,132.87	1,273.65	1,191.60	1,306.01	201.13	18.20%

Four Most Recent Tax Rates

(2009-10 to 2012-13 proposed)

Tax Rates/\$1,000

	Approved 2008-09	Approved 2009-10	Approved 2010-11	Approved 2011-12	Estimated 2012-13	Cumulative Increase	Cumulative % Increase
New Castle	93.32	93.30	95.62	98.06	99.66	6.34	6.79%
Mt. Pleasant	1,104.88	1,132.87	1,273.65	1,191.60	1,306.01	201.13	18.20%

Equalization

New Castle	16.45	17	17.45	18.47	20.05	3.6	21.88%
Mt. Pleasant	1.4	1.4	1.31	1.52	1.53	0.13	9.29%

Assessment

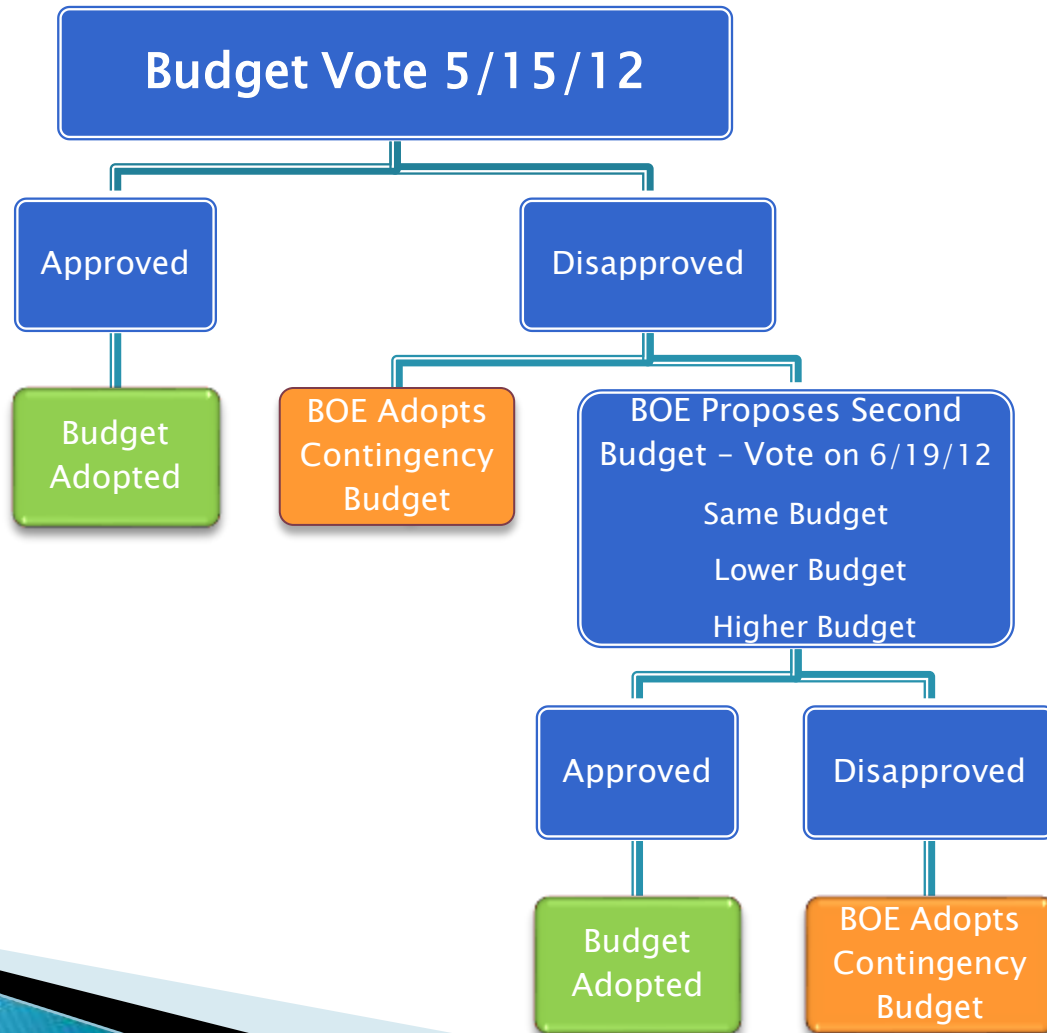
New Castle	\$935,018,518	\$941,685,265	\$933,825,033	\$926,712,041	\$925,079,036	-\$9,939,482	-1.06%
Mt. Pleasant	\$7,148,097	\$7,109,503	\$6,945,201	\$6,770,746	\$6,767,145	-\$380,952	-5.33%

Contingency Budget

What is a Contingency Budget?

- ▶ When voters reject the proposed budget(s)
- ▶ BOE is empowered to levy tax sufficient to pay for cost of items: 1) authorized by statute, and 2) “ordinary contingent expenses”
- ▶ Must be within the cap:
Lesser of: 120% of CPI (1.6%) or 4%
- ▶ The contingency budget may not include a levy higher than the prior year’s levy (0% levy growth)
- ▶ Information must be included in the Budget Notice

When does a district go to a contingency budget?



What does a Contingency Budget mean?

- ▶ How much is the reduction?

How to get to a Contingency Budget

- ▶ How much is the reduction?

\$2,087,552

- ▶ How to get there?

- 1) Reduce Expenditures

- Personnel

- Non-personnel

- 2) Use more fund balance

Revenues:

2011-12 Approved vs. 2012-13 Projected

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TOTAL	\$111,448,488	\$112,202,888	\$754,400	0.68%

Budget Calendar

- ▶ Budget Preview
 - January 10, 2012
- ▶ Superintendent's Recommended Budget to BOE
 - February 28, 2012
- ▶ Budget Presentations
 - March 6, 2012: Curriculum/Athletics
 - March 13, 2012: Special Education/Technology
 - March 20, 2012: Operations & Maintenance/Non-instructional/
Fund Balance
 - March 27, 2012: Revenue/Tax rates/Contingency
- ▶ Budget Adoption
 - April 10, 2012
- ▶ Budget Hearing
 - May 1, 2012
- ▶ Budget Vote
 - May 15, 2012

PTA Sponsored Budget Meetings

Community Forum on the Proposed Budget *Bell Auditorium*

- Wednesday, March 7 – 7:30 pm
- Thursday, March 8 – 9:30 am

Community Q&A on the Adopted Budget *Seven Bridges Lower Commons*

- Wednesday, May 2 – 9:30 am
- Wednesday, May 2 – 7:30 pm