
Butler Area School District

2011-12 Proposed General Fund Budget

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Butler Area School District

Fiscal Year	Rank / Size	Equalized Mills	Rank	Instructional Expense per WADM	Rank	Total Expenditures per ADM	Rank	#1 in Expense - ADM	#501 AIE Per WADM
2002-03	20	17.2	371	\$ 4,735.94	458	\$ 7,644.31	480	\$ 22,985.22	\$ 6,789.53
2003-04	23	18.2	357	\$ 5,011.65	446	\$ 8,128.76	475	\$ 22,248.18	\$ 7,335.32
2004-05	24	17.2	377	\$ 5,198.32	445	\$ 8,717.39	462	\$ 25,023.58	\$ 7,821.99
2005-06	24	18.3	367	\$ 5,341.63	453	\$ 9,169.59	461	\$ 27,106.36	\$ 4,505.78
2006-07	25	17.6	348	\$ 5,511.23	461	\$ 9,584.42	475	\$ 23,009.15	\$ 4,521.97
2007-08	26	17.9	356	\$ 5,795.70	439	\$ 10,129.34	468	\$ 32,105.31	\$ 4,521.97
2008-09	29	16.1	328	\$ 6,187.80	431	\$ 10,531.27	463	\$ 27,376.89	\$ 5,050.54

BUTLER AREA SCHOOL DISTRICT

General Fund Budget

2011-2012 Fiscal Year

5/16/2011

		2007-2008	2008-2009	2009-2010	2010-2011	2010-2011	2011-2012
		Actual	Actual	Actual	Budget	Projections	Budget
FUNCTION	REVENUES:						
6000	Local Sources	\$43,036,842	\$40,412,337	\$40,181,929	\$41,639,058	\$41,672,562	\$43,441,684
7000	State Sources	37,998,928	40,215,240	38,313,102	43,057,673	39,497,692	39,572,142
8000	Federal Sources	4,234,705	3,764,886	7,368,008	5,035,252	8,001,188	3,915,000
9000	Other Sources	661	88,714	42,673	0	0	
	TOTAL OPERATING REVENUE	85,271,136	84,481,177	\$85,905,712	\$89,731,983	\$89,171,442	\$86,928,826
	Bond Refinancing Revenue	0	0	0	0		0
	Transfer From Capital Projects	0	0	0	0		0
	TOTAL REVENUES AND OTHER FINANCING:	\$85,271,140	\$84,481,177	\$85,905,712	\$89,731,983	\$89,171,442	\$86,928,826
	EXPENDITURES:						
1100	Instruction - Regular Prog	38,025,704	38,159,936	38,798,358	41,214,605	39,649,593	38,695,740
1200	Instruction - Special Prog	10,583,148	10,781,989	11,569,283	12,840,751	12,677,822	12,372,130
1300	Instruction - Voc Ed	1,150,030	1,183,771	1,102,153	1,288,838	1,288,838	1,298,033
1400	Other Instructional Prog	988,474	831,008	903,118	993,034	1,028,590	945,573
2100	Pupil Personnel	1,824,669	1,994,699	2,001,265	2,227,558	2,134,390	2,218,862
2200	Instructional Support Staff	2,022,626	2,085,343	2,132,198	2,282,542	2,132,168	2,025,003
2300	Administration	4,684,771	4,866,477	4,900,602	5,360,599	5,077,019	5,084,945
2400	Pupil Health	963,932	947,622	1,008,546	1,124,472	1,070,331	1,072,694
2500	Business	1,215,170	1,231,826	1,231,189	1,386,373	1,297,473	1,370,368
2600	Oper & Maint-Physical Plant	7,636,864	8,024,602	8,208,367	9,395,442	8,678,156	8,883,070
2700	Pupil Transportation	5,258,041	5,606,071	5,925,303	6,876,590	6,368,951	6,734,047
2800	Central	337,719	318,073	355,527	375,188	332,411	353,212
2900	Other Support Services	92,271	91,521	90,839	95,500	95,500	95,500
3100	Food Services	0	0	0	0	0	0
3200	Student Activities	1,151,599	1,212,221	1,299,435	1,509,862	1,430,363	1,454,229
3300	Community Service	75,252	74,923	77,678	84,707	92,955	64,870
4400	Construction & Site Improvement	0	0	0	0	0	0
5000	Debt Service/Budget Reserve	7,204,200	7,719,853	6,775,848	7,659,230	7,649,230	8,077,680
	TOTAL OPERATING EXPENDITURES	83,214,470	85,129,935	86,379,709	94,715,291	91,003,790	90,745,956
	TOTAL EXPENDITURES:	\$83,214,470	\$85,129,935	\$ 86,379,709	94,715,291	91,003,790	90,745,956
	EXCESS (DEFICIT) REVENUE OVER EXPENDITURES	2,056,670	(648,758)	(473,997)	(\$4,983,308)	(\$1,832,348)	(\$3,817,130)
	FUND BALANCE, BEGINNING OF YEAR	10,559,178	14,416,099	11,967,341			8,581,996
	Total Fund Balance		13,767,341	11,493,344			
	PRIOR PERIOD ADJUSTMENT		0	0			
	Unreserved, designated fund balance	0	(1,800,000)	(6,062,308)			
	FUND BALANCE, END OF YEAR	\$12,615,848	\$11,967,341	\$ 5,431,036	\$5,431,036	\$8,581,996	\$4,764,866

Revenue Reductions Over the last few years.....

■ Loss of Interest Earnings	\$1,000,000
■ Real Estate Transfer Tax	\$ 200,000
■ Earned Income Tax (400,000)	\$ 200,000
■ Federal Programs	\$ 500,000 +
■ Drug Free Program	\$ 25,000
■ State Funding	\$3,900,000
■ Stimulus (ARRA)	\$ 2,616,216
■ Alternative Ed	<u>\$ 90,000</u>
Total	\$ 8,531,216.00

2011-12 Proposed Budget

- \$86,928,826 in Revenue
 - Total decrease of 3.12%
- \$90,745,956 in Expenditures
 - Total decrease of 4.19%

Our expenditure budget reflects a 4.19% decrease over last year's budget

Budget Adjustments (as reflected in the proposed budget)

- Revenue
 - \$2,031,679 in additions
- Expenditures
 - \$6,629,290 in reductions
- Staffing Eliminations through Attrition
 - Administration 1
 - Professional Staff 20
 - Clerical 3
 - Paraprofessional 1
 - Health Techs 1
 - Custodial/Maintenance 1
 - Security Guard 1
- Furloughs (proposed)
 - Paraprofessionals/ fulltime and part time 19
 - Intervention Specialist 1

Adjustments to Revenue – Phase I

Beginning Deficit	\$	(12,478,099.00)	
Revenue Adjustments			
Tax Increase @ Index 1.67 mills	\$	732,523.15	
Reduction in State share of Soc Sec & Retirement	\$	(185,692.00)	
Increase Earned Income Tax	\$	35,000.00	
Increase Revenue from Rentals	\$	5,000.00	
Increase Revenue from Title I	\$	100,000.00	
Increase Revenue from ACCESS	\$	100,000.00	
Increase Miscellaneous Revenue - ERATE	\$	44,847.85	
Incorporated Municipal Revenue Service - Del Taxes	\$	1,200,000.00	
			\$ 2,031,679.00
Revised Deficit	\$	(10,446,420.00)	

Taxation

2011-2012 Budget

Township/Municipality	Assessed Valuation '2011	2011-12	Millage @ 100%	% Collected	Current Value Collected	Chg in Assessed Value	Additional Revenue
Butler Township	156,763,783.00	0.08980	14,077,387.71	95%	13,373,518.33	440,452.00	37,574.96
Center Township	81,391,948.00	0.08980	7,308,996.93	96%	7,016,637.05	369,584.00	31,861.10
Butler City	69,473,973.00	0.08980	6,238,762.78	92%	5,739,661.75	(79,523.00)	(6,569.87)
Clearfield Township	17,071,436.00	0.08980	1,533,014.95	91%	1,395,043.61	148,438.00	12,130.06
Conno Boro	3,609,337.00	0.08980	324,118.46	92%	298,188.99	188,089.00	15,539.16
Conno Township	38,990,372.00	0.08980	3,501,335.41	93%	3,256,241.93	520,901.00	43,502.53
East Butler	6,315,892.00	0.08980	567,167.10	95%	538,808.75	41,617.00	3,550.35
Oakland Township	21,281,243.00	0.08980	1,911,055.62	93%	1,777,281.73	23,498.00	1,962.41
Summit Township	33,850,684.00	0.08980	3,039,791.42	91%	2,766,210.20	216,758.00	17,713.03
	428,748,668.00		38,501,630.39	0.93111111	36,161,592.32	1,869,814.00	157,263.72

Amt per mill \$400,939.07 2010-2011

Amt per mill 402,009.18 2011-2012

**Act 1 Homestead/Farmstead Approval
For the Tax Year 2011
Certified**

	Minimum	Maximum	Average	Count	Median
Butler Area School District					
Homestead	413	173,970	17,437	14,454	15,825
Farmstead	30	7,068	1,457	115	1,319

Amount per Mill \$402,690

Millage	88.13	89.8	
Current Paid	\$ 1,536.72	\$ 1,565.84	\$ 29.12

Estimated reduction of taxes \$135.00

Various Assessments		@.08813	1.67 Mills
\$	22,820	2,011.13	38.11
\$	32,200	2,837.79	53.77
\$	56,700	4,996.97	94.69
\$	77,330	6,815.09	129.14

Debt Service

Revised Bond Issue Payment Schedule 2011-12

Updated 02/25/11

Bond Issue Date	Payment Due	Lease #	Principal	Other Fees Call Program Only	Interest	Total Payment	Reimbursement Percentage	Aid Ratio (actual)	Reimbursement Amount	Sent Bank of NY	Filed PDE	Received PDE	Date Received
2001AA		11897	Completed										
2002A	10/1/2011	22287	205,000.00		109,310.00	314,310.00	0.3548	0.6142	68,493.86				
2002C		Non-reimb	Completed		-	-			-				
2002D		21035	Completed		-								
2003A	9/15/2011	32737	200,000.00		60,763.13	260,763.13	0.3690	0.6142	59,099.30				
2003B	9/15/2011	31897	1,905,000.00		331,518.75	2,236,518.75	0.6867	0.6142	943,299.06				
2003C			Completed		-				-				
2007	10/1/2011	72287	40,000.00		652,982.75	692,982.75	0.5029	0.6142	214,049.33				
2008	10/1/2011	81666	845,000.00		1,101,528.13	1,946,528.13	0.5250	0.6142	627,667.73				
2001AA		11897	Completed		-								
2002A	4/1/2011	22287	-		104,800.00	104,800.00	0.3521	0.5930	21,881.75				
2002C		Non-reimb	Completed		-	-			-				
2002D		21035	Completed		-								
2003A	3/15/2012	32737	-		57,113.13	57,113.13	0.3690	0.5930	12,497.32				
2003B	3/15/2012	31897	-		283,893.75	283,893.75	0.6867	0.5930	115,605.25				
2003C			Completed		-				-				
2007	4/1/2012	72287	-		652,048.75	652,048.75	0.5029	0.5930	194,453.78				
2008	4/1/2012	81666	-		1,087,796.88	1,087,796.88	0.5250	0.5930	338,658.36				
			3,195,000.00										
						7,636,755.27			2,595,705.75				
VO-Tech			170,000.00		19,424.73	189,424.73			54,703.25				
						7,826,180.00			2,650,409.00				

*2008 GOB = .88 increase in 2010-2011
.67 increase in 2011-2012

Additional Reductions – Phase II

Expenditure Adjustments

Eliminate Textbook Adoptions (line item)	\$	632,050.00	
Reduce Self-insured Dental	\$	75,000.00	
Reduce Conferences	\$	20,000.00	
Eliminate Extended Day Kdg. Transportation	\$	75,000.00	
Eliminate donation to Butler Public Library	\$	8,000.00	
Eliminate Elementary Homework Hour and After-school tutoring	\$	44,556.00	
BEA and Administration Contribution			
• Freeze all Salaries in Supplementals 2010-11 Rate	\$	38,538.00	
• Tuition Reimbursement stays at 2010-11 Rate	\$	38,000.00	
• Freeze Department Chairs Salary at 2010-11 Rate	\$	1,550.00	
• Hourly Rates Remain at 2010-11 Level also reduction in Supervision Hours and Elimination of some Timesheeting for Supervision Hours	\$	368,475.00	
• Increase Health Insurance Contribution	\$	324,960.00	
			\$ 1,626,129.00
Revised Deficit	\$	(8,865,138.85)	

Additional Reductions – Phase III

Professional Staff - Eliminate through Attrition - 10	\$	882,658.00	
Clerical Staff - Eliminate through Attrition - 2	\$	65,823.00	
Paraprofessional - Eliminate through Attrition - 1	\$	28,218.00	
Health Techs - Eliminate through Attrition - 1	\$	20,541.00	
Special Education Savings Adjustment	\$	<u>215,900.00</u>	
			\$ 1,213,140.00
Revised Deficit	\$	(7,651,998.85)	

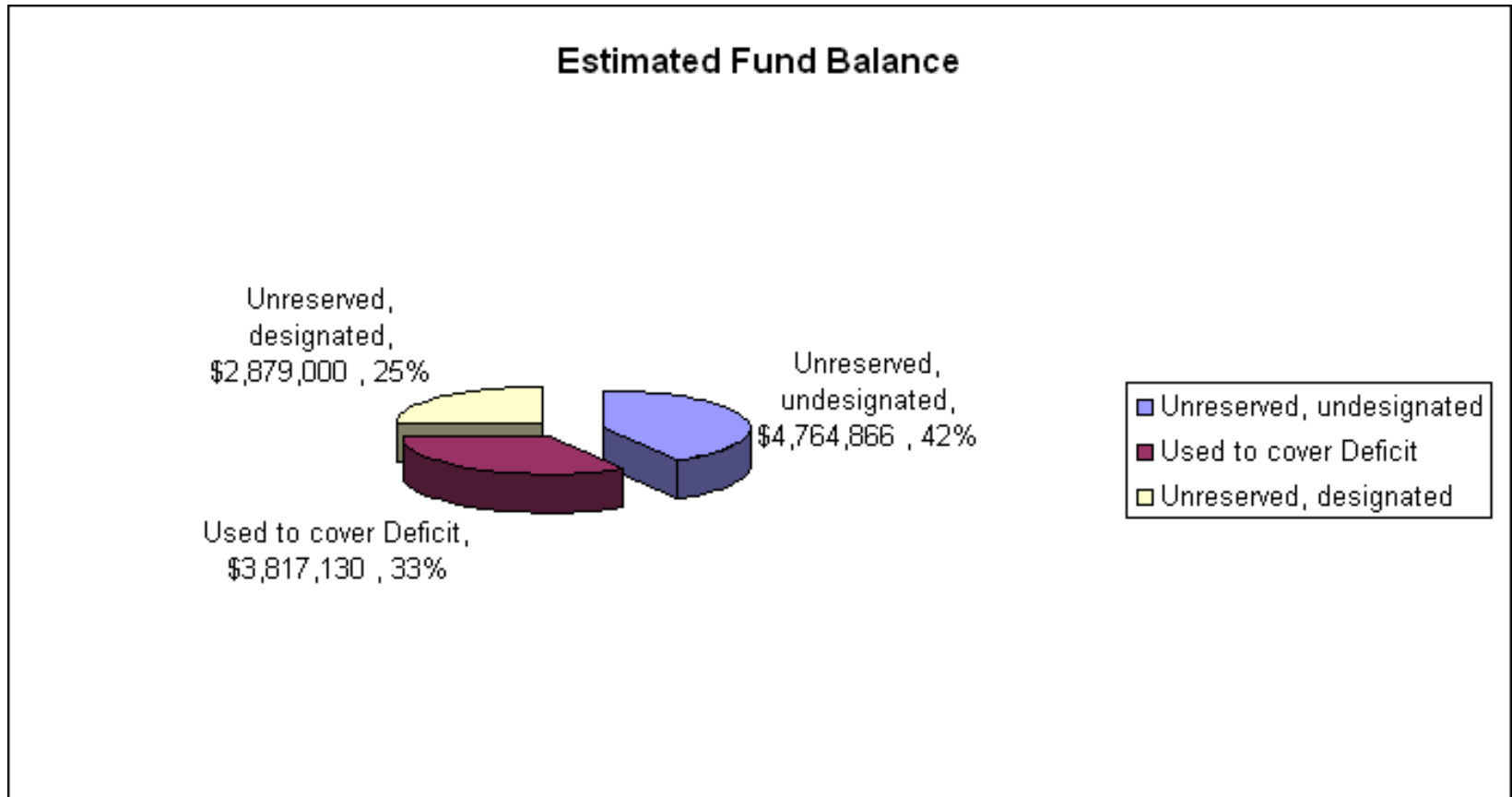
Additional Reductions – Phase IV

Administrative - Eliminate through Attrition - 1			
Professional - Eliminate through Attrition - 10 + 1 furlough			
Professional - Replace (lower salary) - 6			
Clerical Staff - Eliminate through Attrition - 1			
Clerical Staff - Reassignment of some clerical staff			
Maintenance - Eliminate through Attrition - 1			
Total Savings	\$	1,651,872.00	
Add insurance for replacements	\$	(129,154.00)	
Fulough of paraprofessionals - fulltime and part time - 19	\$	407,123.00	
Reduce Guidance Counselor Extra Days	\$	9,000.00	
Eliminate School Police Clothing Allowance	\$	1,800.00	
Eliminate Clerical Overtime in Maintenance	\$	3,000.00	
Reduce Line Item for Professional Substitutes	\$	35,606.00	
Reduce Salaries -2 professional leave w/o pay	\$	58,154.00	
Eliminate Security Guard - Admin Bldg	\$	17,264.00	
Reduced line item for VERI Contributions	\$	50,000.00	
Reduced Field Trips	\$	50,000.00	
Reduce Vocational Tech Contribution	\$	71,057.00	
Reduce Staff Development Function	\$	19,027.00	
Reduce IU Transportation	\$	15,000.00	
Reduce Non-public Transportation Category	\$	83,310.00	
Gas Tank Lease with Bus Contractor	\$	30,000.00	
Custodial/Maintenance/Grounds - Reduction in Supplies	\$	73,605.00	
Eliminate Advertising	\$	15,000.00	
Eliminate purchase of Athletic Uniforms - one year	\$	30,000.00	
Reduce General Supplies in all departments - 26%	\$	472,807.00	
Reduce Natural Gas Costs	\$	411,140.00	
Textbook Replacements	\$	100,597.00	
Library Books	\$	43,995.00	
Equipment	\$	96,100.00	
General Overview of All Line Items - Reduced	\$	<u>173,718.00</u>	
			\$ 3,790,021.00
Total Remaining Deficit	\$	(3,817,130.00)	

2011-12 Proposed Budget

- Includes use of \$3,817,130 of fund balance
- Additional adjustments to the budget can be made until final adoption in June.
- Additional revenue that may be allocated to the district from State sources will be used to decrease the amount taken from fund balance.
- The district is considering the possibility of incorporating a student activity fee. This was not included in the proposed budget, but will be discussed further and a decision made prior to adoption of the final budget.

Fund Balance



Fund Balance

Fund Balance Estimate

Designated (for future cap projects & retirement - cannot use)	2,879,000.00
Estimated Undesignated at 6/30/11	8,581,996.00
Used to cover 2011-12 budget deficit	(3,817,130.00)
Total Undesignated Fund Balance for 2011-12	4,764,866.00

Retirement

Public School Employees' Retirement System of Pennsylvania
 Projection of Contribution Rates and Funded Ratios As of June 30, 2010
 Market Returns Set by User

Fiscal Year Ending June	Appropriation Payroll (thousands)	Fiscal Year Market Rate of Return	Pension Rate Floor	Employee Contribution Rate	Employer Normal Cost	Class T-E & T-F Members Shared Risk		Employer Unfunded Liability Rate	Preliminary Employer Pension Rate	Health Care Contribution	Total Employer Contribution Rate	Projected Total Employer Contribution (thousands)	Funded Ratio	Unfunded Accrued Liability (\$ Millions)	GASB Compliant?
						Appropriation Payroll (\$1,000)	Additional Member Contribution								
2009	\$ 12,500,000	(26.54) %	4.00 %	7.29 %	6.68 %			(3.37) %	3.31 %	0.76 %	4.76 %		79.2 %	\$ 15,739.2	
2010	12,899,000	14.59	4.00	7.32	7.35			(3.72)	3.63	0.78	4.78		75.1	19,698.6	
2011	13,510,000	8.00	4.00	7.34	8.08			(0.50)	7.58	0.64	5.64	\$ 761,964	71.4	23,443.1	
2012	14,112,000	8.00	4.00	7.37	8.12			10.15	18.27	0.65	8.65	1,220,688	68.0	27,235.8	
2013	14,565,146	8.00	4.00	7.39	8.05			11.28	19.33	0.69	12.19	1,775,491	64.9	30,899.3	
2014	15,031,927	8.00	4.00	7.40	7.72			12.98	20.70	0.69	16.69	2,508,829	62.5	34,186.3	
2015	15,528,583	8.00	4.00	7.42	7.42			14.53	21.95	0.68	21.18	3,288,954	60.8	37,012.4	yes
2016	16,058,316	8.00	7.14	7.43	7.14	\$ 1,943,645	0.00 %	15.86	23.00	0.66	23.66	3,799,398	59.3	39,732.6	yes
2017	16,624,603	8.00	6.89	7.44	6.89	2,573,495	0.00	16.96	23.85	0.65	24.50	4,073,028	57.5	42,930.9	yes
2018	17,226,433	8.00	6.65	7.45	6.65	3,218,600	0.00	17.99	24.64	0.63	25.27	4,353,120	56.3	45,654.5	yes
2019	17,869,493	8.00	6.43	7.46	6.43	3,879,299	0.00	19.19	25.62	0.62	26.24	4,688,955	57.1	46,411.6	yes
2020	18,555,740	8.00	6.21	7.47	6.21	4,553,352	0.00	20.15	26.36	0.60	26.96	5,002,628	58.0	47,086.0	yes
2021	19,283,872	8.00	6.02	7.47	6.02	5,259,307	0.00	20.37	26.39	0.57	26.96	5,198,932	59.0	47,534.6	yes
2022	20,054,674	8.00	5.84	7.47	5.84	5,996,802	0.00	20.62	26.46	0.57	27.03	5,420,778	60.3	47,721.6	yes
2023	20,859,762	8.00	5.65	7.48	5.65	6,771,890	0.00	20.83	26.48	0.57	27.05	5,642,566	61.8	47,627.6	yes
2024	21,697,618	8.00	5.48	7.48	5.48	7,591,178	0.00	21.00	26.48	0.57	27.05	5,869,206	63.4	47,233.5	yes
2025	22,571,207	8.00	5.31	7.48	5.31	8,458,498	0.00	21.13	26.44	0.57	27.01	6,096,483	65.3	46,520.1	yes
2026	23,478,297	8.00	5.14	7.48	5.14	9,384,075	0.00	21.24	26.38	0.57	26.95	6,327,401	67.3	45,467.8	yes
2027	24,413,100	8.00	4.97	7.49	4.97	10,365,999	0.00	21.32	26.29	0.57	26.86	6,557,359	69.4	44,057.9	yes
2028	25,373,860	8.00	4.81	7.49	4.81	11,414,873	0.00	21.40	26.21	0.57	26.78	6,795,120	71.7	42,274.8	yes
2029	26,362,159	8.00	4.64	7.49	4.64	12,532,411	0.00	21.46	26.10	0.57	26.67	7,030,788	74.1	40,098.8	yes
2030	27,376,641	8.00	4.47	7.49	4.47	13,717,521	0.00	21.53	26.00	0.57	26.57	7,273,974	76.6	37,493.6	yes
2031	28,418,854	8.00	4.31	7.49	4.31	14,980,910	0.00	21.59	25.90	0.57	26.47	7,522,471	79.3	34,420.7	yes
2032	29,490,217	8.00	4.15	7.49	4.15	16,318,234	0.00	21.66	25.81	0.57	26.38	7,779,519	82.1	30,837.1	yes
2033	30,591,497	8.00	3.99	7.49	3.99	17,738,216	0.00	21.73	25.72	0.57	26.29	8,042,505	85.1	26,696.1	yes
2034	31,728,081	8.00	3.83	7.49	3.83	19,242,046	0.00	21.80	25.63	0.57	26.20	8,312,757	88.1	21,945.7	yes
2035	32,908,017	8.00	3.67	7.50	3.67	20,831,782	0.00	21.87	25.54	0.57	26.11	8,592,283	91.4	16,529.2	yes
2036	34,136,505	8.00	3.52	7.50	3.52	22,506,369	0.00	11.17	14.69	0.57	15.26	5,209,231	92.9	14,057.2	yes
2037	35,412,663	8.00	3.37	7.50	3.37	24,260,081	0.00	10.10	13.47	0.57	14.04	4,971,938	94.3	11,619.7	yes
2038	36,743,837	8.00	3.23	7.50	3.23	26,103,348	0.00	8.43	11.66	0.57	12.23	4,493,771	95.5	9,462.3	yes
2039	38,132,725	8.00	3.10	7.50	3.10	28,029,043	0.00	6.93	10.03	0.57	10.60	4,042,069	96.5	7,586.0	yes
2040	39,585,813	8.00	2.98	7.50	2.98	30,040,892	0.00	5.65	8.63	0.57	9.20	3,641,895	97.4	5,965.2	yes
2041	41,106,104	8.00	2.87	7.50	2.87	32,144,640	0.00	4.60	7.47	0.57	8.04	3,304,931	98.1	4,559.4	yes
2042	42,693,996	8.00	2.76	7.50	2.76	34,321,252	0.00	3.60	6.36	0.57	6.93	2,958,694	98.6	3,392.3	yes
2043	44,343,227	8.00	2.66	7.50	2.66	36,645,249	0.00	2.41	5.07	0.57	5.64	2,500,958	99.0	2,596.7	yes
2044	46,056,166	8.00	2.56	7.50	2.56	39,126,611	0.00	1.45	4.01	0.57	4.58	2,109,372	99.2	2,137.4	yes

Next Steps.....

- Begin working on 2012-13 fiscal year budget in the summer
- Demographic Study
- Possible Transportation Study
- Special Education Programs

Specific Eliminations included in the Budget

- Building budgets eliminated – all purchasing approved by central office
- Extended guidance office hours at secondary eliminated
- Move up days for 6th graders to JHS eliminated
- Behavior modification seminars for secondary eliminated
- Advanced Placement test reimbursement eliminated
- Paid cafeteria supervision and PM bus supervision eliminated
- Conditioning and weight room supervision hours cut in half for athletics
- Fitness rooms restricted to PE classes and supervised athletic teams
- Reduction in paid filming and BTTV broadcasts
- Reduction in secondary Starfish training activities
- Eliminate funding JHS Step Teen Parenting and student Study Skills programs
- Eliminate Teen Parenting Program at SHS due to departmental staff reductions
- Increase tuition for PSAT Prep classes (Fall 2011) and Summer School (2012)

Specific Eliminations Included in the Budget

- Library books and periodical orders (limited to items pertinent to essential operations)
- Time sheeting opportunities during the teacher work day (security bag checking and bus supervision are two examples) will be eliminated
- PTO field trip reimbursements of \$800 per building - eliminated
- Eliminate Floating Classroom/Wetlands Study Fieldtrips
- Elementary reading specialist positions created through the Accountability Block Grant will be reduced
- One elementary physical education position is being eliminated -- *All schedules will be adjusted accordingly.*
- One elementary instrumental and one vocal music teacher position will be eliminated – *This may require the elementary instrumental music program to begin in fifth grade rather than fourth grade. All schedules will be adjusted accordingly.*
- The elementary Academic Coaches and Classrooms for the Future Technology Coach
- Reassignment of some clerical positions