

**Spring-Ford School District
May 4, 2011 Finance Meeting
Budget
2011-2012**



2011/12 Preliminary Budget

	2010/11	2011/12	Difference	Est. Tax
Revenue	\$125,463,931	\$120,922,974	(\$4,540,957)	
Expense	\$125,463,931	\$131,627,455	\$6,163,524	
Total Difference	\$ 0	\$10,704,481	\$10,704,481	12.85%
Loss In State Funding \$2,155,689 - \$1,044,888			\$1,110,801	
Total Revised Deficit			\$11,815,282	14.18%
Revenue	\$125,463,931	\$123,511,623	(\$1,952,308)	
Expense	\$125,463,931	\$123,511,623	(\$1,952,308)	3.87%

History of Act 1 Index

School Districts capped at Base Index and allowed exceptions for extraordinary expenses

Based on 50% Statewide Average Weekly Wage (SAWW) and 50% Employer Cost Index for Elementary and Secondary Education (ECI)

Operational		Value of	Allowable	Actual
Year	Base Index	Exceptions	Tax Increase	Tax Increase
2012/13	1.30%			
2011/12	1.40%	3.434%	4.8346%	3.87% TBD
2010/11	2.90%	6.72%	9.62%	2.00%
2009/10	4.10%	2.02%	6.12%	3.95%
2008/09	4.40%	3.31%	7.71%	4.32%
2007/08	3.40%	2.18%	5.58%	4.27%

Act 1 Allowable Exceptions

Maintenance of Local or Actual Instructional Expense per A.D.M.	\$	
Special Education Expenditures	\$	778,400
Health Care	\$	1,252,933
Retirement Contributions	\$	837,108
	Total	\$ 2,868,441

This represents an additional 3.4346% that can be used for allowable millage over the Act 1 index of 1.4%. Total allowable tax increase of 4.8346%

Proposed Revenue Changes

Real Estate Taxes	83,186,216	85,918,088	2,731,872
Tax Appeals in Progress			(3,000,000)
Interest Income			(450,000)
Other Local			
Total Local Sources	97,706,867	97,309,314	(397,553)
State Sources	22,098,819	20,425,917	(1,672,902)
Basic Education, Social Security, Charter Schools			
Federal Sources - Stimulus	2,059,848	1,309,342	(750,506)
Use of Fund Balance	3,598,397	4,467,050	868,653
Total Revenue	125,463,931	123,511,623	(1,952,308)

Proposed Budget Reductions 2011-2012

Description	Expenditure Reductions
Salary Contract/Support – No Increase	\$2,100,000
Current Professional Staff (Total 7) *Pending PDE Approval	
Technology Integration Specialist (1)	\$120,000
*Literacy Coach (1)	\$66,000
*Environmental Program/Supplies (1)	\$100,000
*Math Support (1)	\$66,000
*Art Teacher (1)	\$66,000

Proposed Budget Reductions 2011-2012

Description	Expenditure Reductions
*Family Consumer Science (2)	\$132,000
Current Administrative Staff (Total 1.5)	
Assistant to the Principal 5/6 (1)	\$66,000
Supervisor of Staff Development (.5)	\$55,000
Current Support Staff (Total 67)	
Aides (34)	\$1,120,803
Custodians – Outsource (29) Net	\$1,024,780

Proposed Budget Reductions 2011-2012

Description	Expenditure Reductions
Secretary (1)	\$45,000
Technology Support (2)	\$80,000
Debt Service Reduction Due to Payment from Debt Service Fund	\$1,000,000
Books (Curriculum - \$377,000 and Library \$100,000)	\$477,000
Special Education	\$400,000
Technology Budget	\$300,000
Vocational Technical Program	\$275,349

Proposed Budget Reductions 2011-2012

Description	Expenditure Reductions
Principals' Building Budgets	\$166,000
Elimination of Adult Education Program (Offset by \$100,000 in Revenue)	\$150,000
Maintenance Budget	\$150,000
Alternative Education	\$100,000
Student Support Counselor	\$65,000
Taxes – EIT County-Wide Collection	\$33,700
Co-Curricular Activities – After School Clubs 5/6	\$25,000
Transfer for Athletic to General Fund	-\$67,800
Total Reductions	\$8,115,832

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Comparison of Millage Rate

	2011/12	2010/11		
	New Millage	Millage	Difference	% Change
Per \$1,000	24.438	23.530	0.91	3.86%
Per \$100,000	\$2,443.00	\$2,353.00	\$91.00	
Per \$200,000	\$4,886.00	\$4,706.00	\$182.00	

Millage Comparison of Surrounding School Districts

	Millage	Tax per \$100,000 Assessed Value	Tax per \$200,000 Assessed Value
Spring-Ford Area S.D. 2011/12	24.43	\$2,443	\$4,886
2010/11 Millage and Assessment			
Spring-Ford Area School District	23.53	\$2,353	\$4,706
Methacton School District	25.58	\$2,558	\$5,116
Owen J. Roberts School District	26.17	\$2,617	\$5,234
Phoenixville School District	27.06	\$2,706	\$5,412
Perkiomen Valley School District	28.14	\$2,814	\$5,628
Norristown Area School District	29.637	\$2,964	\$5,927
Pottsgrove School District	34.398	\$3,440	\$6,880
Pottstown School District	36.124	\$3,612	\$7,225

Where do we go from here?

- ▣ Proposed final budget must be open for public inspection on May 16, 2011 for 20 days prior to scheduled adoption on June 20, 2011.