

# Proposed Budget Changes After the January 22<sup>nd</sup> Preliminary Budget Adoption

# Reducing Expenditures

	Budget Savings
With declining enrollment, we will need to make staff reductions through attrition (approximately five elementary and five secondary teachers) and eliminate some portable classrooms.	\$1,130,000
We are in the process of revising the Prescription (R <sub>x</sub> ) plan with our current provider that will yield savings in 2013-14.	\$300,000
The School Board has been implementing a long range capital plan to minimize future borrowing and debt payments, while still keeping the 27 facilities in our school district up to date. The proposed increase in this plan can be delayed which will result in savings for 2013-14.	\$2,800,000
We made some contractual changes to our self-funded health care insurance stop loss premiums that will provide budgetary savings in 2013-14.	\$563,000
Reduce school building budgets as a result of lower copying costs	\$72,455
Budget adjustments to payroll, auto property and casualty insurance, and electric utilities.	\$172,400
Reduce two school bus mechanics due to the transfer of 44 buses to First Student for operation (this has already happened through attrition)	\$130,000

# Revenue Adjustments

	Budget Savings
Increase in Basic Instructional Subsidies per Governor Corbett's budget	\$453,141
Increase Real Estate Transfer Tax, Interim Real Estate Tax, and Real Estate revenue estimates due to improving home sales and assessment growth	\$260,000
Estimating increased Earned Income Tax collections due to improving wage growth.	\$490,000
Reduce state Special Education subsidies by 1/2% per Governor Corbett's budget	(\$37,000)
Reduce federal program subsidies by 5.3% due to sequestration	(\$243,996)

# Revenue & Expense Adjustments

<b>Expense Adjustments</b>	<b>Budget Savings</b>
With declining enrollment, we will need to make staff reductions through attrition (approximately five elementary and five secondary teachers) and eliminate some portable classrooms.	\$1,130,000
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<b>Total Budget Savings Since January 2013 Preliminary Budget Approval</b>	<b>\$6,090,000</b>
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# Summary

- ⌘ The Adjustments to Revenues and Expenditures = \$6,090,000 in Budgetary relief.
- ⌘ The Preliminary Budget Called for a Tax Increase of about 3% which is 3.7mills or \$6,090,000 in a Real Estate Tax Increase.
- ⌘ This Would Have Increased Taxes by \$148 for the Typical Homeowner Assessed at \$40,000.
- ⌘ The Proposed Adjustments Made Tonight Eliminates the Need for a Millage Increase for 2013-14.

Current	2012-13 Millage Rate =	122.8
<u>Proposed</u>	<u>2013-14 Millage Rate =</u>	<u>122.8</u>
	No Tax Increase for 2013-14	0.0

