



Fiscal Year 2010-2011 Budget Presentation

Special Board of Education Meeting
Monday, July 19, 2010

T. Ferrier, Director of Finance and Operations

www.cary26.org



www.cary26.org

Commitment

- Our budget work is based on the belief that the most important interactions that take place are between the teacher and the student.
- However, the cumulative impact of reductions made over the past two years, this year, and projected over the following three years will have an impact on the quality of the educational experience for Cary's students of today and tomorrow.
- Reductions implemented for FY2011 will help Cary continue to advance its commitment of maintaining a balanced budget while supporting student learning in order that all students have the opportunity to achieve at their highest level.



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



Major Factors Driving FY2011 Reductions

- CPI Historically Low Rate of 0.10%
- Previously Un-Balanced Budget
- Negative Fund Balances
- Reduction in State Funding
- Increased Unemployment Costs



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



www.cary26.org

Historical Reductions

- FY2011 represents the second consecutive year of significant budget reductions for a cumulative total of \$7.8M+.

FY2010 - \$1,200,000

- Administrative Salary Freeze
- 1 FTE Administrative Reduction
- 8.6 FTE Certified Staff Reduction
- 2.0 FTE Special Education Reduction
- Lunch Room Supervision Reduction in use of Certified Staff
- Field Trips Reduction
- Non-Replacement of Computer Leases
- BOE Legal Fee Reduction
- After School Activities/Clubs Elimination

FY2011 - \$6,600,000

- Closed One School
- Administrative Salary Freeze
- Educational Support Staff Salary Freeze/Reductions
- 5% Reduction in Transportation Salaries
- 20% Administrative Staff Reduction
- 30% Certified Staff Reduction
- Outsourced Custodial Services
- 20% Supply Reduction
- Restructured Junior High Delivery Model
- Raised Class Size to 28-31 Students
- Reduced/Eliminated Fine Arts Programs & Specials



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



FY2011 Tentative Budget Total Revenues

	FY 07 AFR	FY 08 AFR	FY 09 AFR	FY 10 YE Project	FY 11 Tentative	% Chng
Total Local	\$ 21,325,974	\$ 22,085,849	\$ 22,949,175	\$ 23,361,916	\$ 24,226,521	4%
Total State	7,557,389	7,947,867	7,970,243	7,398,791	4,450,487	-40%
Total Federal	975,582	1,153,025	1,333,069	1,713,102	1,388,458	-19%
Total Revenues	\$ 29,858,945	\$ 31,186,741	\$ 32,252,486	\$ 32,473,809	\$ 30,065,466	-7%



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



FY2011 Tentative Budget Local Revenues

	FY 07 AFR	FY 08 AFR	FY 09 AFR	FY 10 YE Project	FY 11 Tentative	% Chng
Levy Revenue	\$ 19,307,572	\$ 20,195,345	\$ 21,022,799	\$ 21,560,383	\$ 21,859,967	1%
CPPRT	319,894	342,085	299,246	205,847	223,000	8%
Student Fees/Tuition	984,940	992,634	1,198,985	1,175,352	1,138,654	-3%
Interest Income	300,715	151,994	37,963	2,707	2,900	7%
Other Local Revenue	412,853	403,791	390,181	417,626	1,002,000	140%
Total Local	\$ 21,325,974	\$ 22,085,849	\$ 22,949,175	\$ 23,361,916	\$ 24,226,521	4%

- Other Local Revenue includes \$700K of revenue for the potential sale of property.



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



FY2011 Tentative Budget State Revenues

	FY 07 AFR	FY 08 AFR	FY 09 AFR	FY 10 YE Project	FY 11 Tentative	% Chng
General State Aid	4,982,532	5,197,778	4,941,119	4,410,614	3,107,092	-30%
Other State Revenue	2,574,857	2,750,089	3,029,124	2,988,177	1,343,395	-55%
Total State	\$ 7,557,389	\$ 7,947,867	\$ 7,970,243	\$ 7,398,791	\$ 4,450,487	-40%

Actual Received \$ 1,112,408

- All non-mandated categorical grant revenues and expenditures have been removed from the FY2011 budget.
- Reimbursements for Special Education and Transportation remain in the revenue budget at 50% of prior year. The following represents potential increases in revenue levels based upon % from prior year:
 - 50%: \$0K (This is the percentage used to prepare the budget.)
 - 75%: \$672K
 - 80%: \$806K
 - 85%: \$940K



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



FY2011 Tentative Budget Federal Revenues

	FY 07 AFR	FY 08 AFR	FY 09 AFR	FY 10 YE Project	FY 11 Tentative	% Chng
Federal	975,582	1,153,025	1,333,069	1,206,036	1,157,834	-4%
ARRA Funds (NON-GSA)	-	-	-	507,066	230,624	-55%
Total Federal	\$ 975,582	\$ 1,153,025	\$ 1,333,069	\$ 1,713,102	\$ 1,388,458	-19%

- FY2011 is the final year of the ARRA grant.



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



FY2011 Tentative Budget Expenditures

	FY 07 AFR	FY 08 AFR	FY 09 AFR	FY 10 YE Project	FY 11 Tentative	% Chng
Salaries	\$ 19,113,824	\$ 20,207,296	\$ 20,531,189	\$ 20,578,973	\$ 15,856,804	-23%
Employee Benefits	3,811,533	4,453,866	4,738,778	4,975,218	3,903,731	-22%
Purchased Services	3,480,190	3,674,849	3,184,736	3,105,358	3,992,387	29%
Supplies & Materials	1,504,786	1,651,117	1,669,491	1,350,706	1,382,991	2%
Capital Outlay	229,266	292,092	51,113	471,525	141,500	-70%
Other Objects	4,457,792	4,209,760	4,325,976	4,612,155	4,787,956	4%
Total Expenditures	\$ 32,597,391	\$ 34,488,980	\$ 34,501,283	\$ 35,093,936	\$ 30,065,369	-14%

- Major Decreases:
 - Salaries and Benefits
 - Capital Outlay
- Major Increases
 - Purchased Services
 - Tuition/Other Objects



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



www.cary26.org

FY2011 Tentative Budget Conclusion

- The District is submitting a balanced and achievable budget. This did not come easily, especially given a moving revenue target, and did not come without a cost.
- The District's commitment to a balanced FY2011 budget required difficult recommendations made by Administration and adopted by the Board.
- The FY2011 budget represents a turning point for Cary Community Consolidated School District #26. A point where, for the first time in many years, the Board of Education and Administration made a commitment and a resolve to do what is best for the District within the limited resources available.
- Even with the commendable achievements made, we look to a future with \$6M of additional reductions, where ultimately the community must decide what Cary 26 will look like in years to come.



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.



www.cary26.org

FY2011 Tentative Budget

Revenues by Source	FY 07 AFR	FY 08 AFR	FY 09 AFR	FY 10 YE Project	FY 11 Tentative	% Chng
1100 Tax Levy	\$ 19,307,572	\$ 20,195,345	\$ 21,022,799	\$ 21,560,383	\$ 21,859,967	1.4%
1200 CPPRT	319,894	342,085	299,246	205,847	223,000	8.3%
1300 Tuition	3,069	(450)	17,731	79,842	67,000	-16.1%
1400 Transportation Fees	20,978	15,979	129,509	6,979	7,000	0.3%
1500 Interest Income	300,715	151,994	37,963	2,707	2,900	7.1%
1600 Sales to Pupils - Lunch	510,501	517,510	549,513	418,020	451,500	8.0%
1700 Pupil Activities	65,711	82,774	80,043	120,039	63,154	-47.4%
1800 Textbooks/Registration	384,681	376,821	422,189	550,472	550,000	-0.1%
1900 Other Local Revenue	412,853	403,791	390,181	417,626	1,002,000	139.9%
3000 Revenue from State Sources	4,982,532	5,197,778	3,813,681	3,606,868	3,107,092	-13.9%
3100 Special Education	1,213,471	1,336,188	1,392,758	1,362,614	680,907	-50.0%
3300 Bilingual	32,898	39,857	50,041	50,992	6,000	-88.2%
3500 Transportation Regular	917,002	981,224	1,222,500	1,279,216	656,488	-48.7%
3600 School Improvement	-	-	3,000	1,760	-	-100.0%
3700 Early Childhood	405,948	383,921	347,999	293,617	-	-100.0%
3800 State Library Grant	-	2,508	2,425	-	-	0.0%
3900 CDB Bond Principal	5,538	6,391	10,400	(22)	-	-100.0%
4100 Title V	18,418	4,420	11,092	-	-	0.0%
4200 Breakfast Start-Up	151,047	152,752	147,857	183,330	208,135	13.5%
4400 Title IV	6,473	2,050	2,720	11,134	-	-100.0%
4600 Federal Special Ed Preschool	687,603	889,204	982,643	852,489	855,219	0.3%
4800 ARRA Funds	-	-	1,127,438	1,310,812	230,624	-82.4%
4900 Title Funds/Medicaid	112,041	104,599	188,757	159,083	94,480	-40.6%
Total Revenues	\$ 29,858,945	\$ 31,186,741	\$ 32,252,486	\$ 32,473,809	\$ 30,065,466	-7.4%
100 Salaries	\$ 19,113,824	\$ 20,207,296	\$ 20,531,189	\$ 20,578,973	\$ 15,856,804	-22.9%
200 Employee Benefits	3,811,533	4,453,866	4,738,778	4,975,218	3,903,731	-21.5%
300 Purchased Services	3,480,190	3,674,849	3,184,736	3,105,358	3,992,387	28.6%
400 Supplies & Materials	1,504,786	1,651,117	1,669,491	1,350,706	1,382,991	2.4%
500 Capital Outlay	229,266	292,092	51,113	471,525	141,500	-70.0%
600 Other Objects	3,447,860	3,463,391	4,325,976	4,612,155	4,787,956	3.8%
Expenditures by Object	\$ 32,597,391	\$ 34,488,980	\$ 34,501,283	\$ 35,093,936	\$ 30,065,369	-14.3%
Expenditures vs. Revenues	(2,738,446)	(3,302,239)	(2,248,797)	(2,620,126)	96	



Mission: The mission of Cary Community Consolidated School District #26, in collaboration with the community and parents, is to empower our students to become life long learners.