

# **Wyoming Area School District**

## **Information for Proposed Preliminary Budget For 2012-2013 School Year Meeting 1**

**Presented:  
December 19, 2011**

# 2012-2013 BUDGET TIMELINE OVERVIEW

(for a more detailed timeline visit [www.wyomingarea.org](http://www.wyomingarea.org) and scroll half way down on right hand side 2012-2013 Budget Timeline)

If the district elects not to increase taxes above the index a resolution must be adopted by January 5, 2012.

If the district is not able to ensure millage increase up to the index, the district has until January 25, 2012 to adopt a preliminary budget.

- \* Preliminary budget needs to be available for public inspection 20 days prior to adoption.
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## **PROPOSED WYOMING AREA SCHOOL DISTRICT 2012-2013 BUDGET TIMELINE**

December 19, 2011 – General Budget Meeting designed to discuss budget timeline, financial condition review (prior and current), and 2012-2013 budget challenges.

January 3, 2012 through January 15, 2012 – Additional budget meetings at District request.

January 17, 2012 – Detailed budget presentation to be made at work session.

January 24, 2012 – Detailed budget presentation updated and adoption of preliminary budget.

# Wyoming Area School District Eight Year History of Audited Revenue and Expenditures General Fund

	Actual 2003-2004	Actual 2004-2005	Actual 2005-2006	Actual 2006-2007	Actual 2007-2008	Actual 2008-2009	Actual 2009-2010	Actual 2010-2011
Total Revenues and Other Financing Sources	20,961,584	22,651,134	24,044,959	24,095,342	25,947,843	27,550,231	28,931,157	28,989,959
Total Expenditures and Other Financing Sources	22,374,073	23,045,170	23,849,008	25,088,271	26,139,772	27,140,725	28,463,523	28,356,656
Financing Sources Over(Under) Expenditures and Other Financing Uses	(1,412,489)	(394,036)	195,951	(992,929)	(191,929)	409,506	467,634	633,303

(1,284,989)

*\* Source=Amounts Extracted from Audit Reports Prepared by Independent Certified Public Accounting Firm Engaged by the District.*

*\*\* Expenditures over or under Revenue for the years 07/08, 08/09, and 09/10 include \$3,280,350 of Capital Project Transfers to General Fund.*

# Wyoming Area School District

## Eight Year History of Audited Revenue and Expenditures General Fund

	Actual 2003-2004	Actual 2004-2005	Actual 2005-2006	Actual 2006-2007	Actual 2007-2008	Actual 2008-2009	Actual 2009-2010	Actual 2010-2011
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<b>Financing Sources Over(Under) Expenditures and Other Financing Uses</b>	(1,412,489)	(394,036)	195,951	(992,929)	(191,929)	409,506	467,633	633,303
<b>Fund Balance- Beginning</b>	3,899,000	2,486,511	2,092,475	2,288,426	1,295,497	1,103,568	1,513,074	1,980,707
<b>Fund Balance- Total Ending</b>	2,486,511	2,092,475	2,288,426	1,295,497	1,103,568	1,513,074	1,980,707**	2,614,010

*\* Source=Amounts Extracted from Audit Reports Prepared by Independent Certified Public Accounting Firm Engaged by the District*

*\*\* Ending Fund Balance @ 09/10 includes \$3,280,350 of Capital Project Transfers*

# Wyoming Area School District

## Summary of Capital Project Transfers to General Fund

Capital Project Transfer 07/08

8/31/07

601,648.25

2/28/08

340,070.00

Total for 07/08

941,718.25

Capital Project Transfer 08/09

8/27/08

1,186,320.00

Total for 08/09

1,186,320.00

Capital Project Transfer 09/10

8/20/09

1,152,311.50

Total for 09/10

1,152,311.50

Total Capital Project Transfers (3) Thru 09/10 3,280,349.75

# Wyoming Area School District

## General Impact of Stimulus Funding

Account	Actual 09/10	Actual 10/11	Governor Adopted Final 11/12
Basic Ed Funding (BEF)	6,458,897	6,537,381	7,241,732
<b>Stimulus:</b>			
ARRA - Basic Ed Fiscal Stabilization	868,127	901,862	NONE
ARRA - Education Jobs	NONE	535,561	NONE
<b>Other Stimulus:</b>			
ARRA - Title I Part A	121,384	148,455	NONE
ARRA - IDEA Funding	336,243	192,752	NONE
<b>Total Funding</b>	<b>7,784,650</b>	<b>8,316,011</b>	<b>7,241,732</b>

# Wyoming Area School District Eight Year History of Fund Balance General Fund

	Actual *	Actual *	Actual *	Actual *	Actual *	Actual *	Actual *	Actual
	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011
Total Revenues and Other Financing Sources	20,961,584	22,651,134	24,044,959	24,095,342	25,947,843	27,550,231	28,931,157	28,989,959
Total Expenditures and Other Financing Sources	22,374,073	23,045,170	23,849,008	25,088,271	26,139,772	27,140,725	28,463,523	28,356,656
Financing Sources Over(Under) Expenditures and Other Financing Uses	(1,412,489)	(394,036)	195,951	(992,929)	(191,929)	409,506	467,633	633,303
Fund Balance - Beginning	3,899,000	2,486,511	2,092,475	2,288,426	1,295,497	1,103,568	1,513,074	1,980,707
Fund Balance - Ending	2,486,511	2,092,475	2,288,426	1,295,497	1,103,568	1,513,074	1,980,707	2,614,010
Adjustment for Capital Project Transfer 07-08	-	-	-	-	(941,718)	(941,718)	(941,718)	(941,718)
Adjustment for Capital Project Transfer 08-09	-	-	-	-	-	(1,186,320)	(1,186,320)	(1,186,320)
Adjustment for Capital Project Transfer 09-10	-	-	-	-	-	-	(1,152,312)	(1,152,312)
Adjusted Fund Balance - Ending	2,486,511	2,092,475	2,288,426	1,295,497	161,850	(614,964)	(1,299,643)	(666,340)

*\* Source=Amounts Extracted from Audit Reports Prepared by Independent Certified Public Accounting Firm Engaged by the District*

# WYOMING AREA SCHOOL DISTRICT

## FINAL BUDGET

### 2011-2012

	FINAL BUDGET 11/12	
<b><u>REVENUE:</u></b>		
LOCAL SOURCES	15,831,431	56.42%
STATE SOURCES	11,615,601	41.40%
FEDERAL SOURCES	610,661	2.18%
OTHER SOURCES	0	0.00%
TOTAL REVENUES	28,057,693	100%
<b><u>EXPENDITURES:</u></b>		
PERSONNEL SERVICES-SALARIES	13,859,000	47.97%
PERSONNEL SERVICES-BENEFITS	5,672,472	19.63%
PURCHASED PROF. & TECH. SERVICES	2,052,211	7.10%
PURCHASED PROPERTY SERVICES	435,697	1.51%
OTHER PURCHASED SERVICES	2,863,094	9.91%
SUPPLIES	1,303,989	4.51%
PROPERTY	45,828	0.16%
DUES, FEES AND OTHER	115,883	0.40%
DEBT PYMT/TRANSFERS/OTHER	2,341,493	8.10%
BUDGETARY RESERVE-CONTINGENCY	200,000	0.69%
TOTAL EXPENDITURES	28,889,667	100.00%
REVENUE OVER (UNDER) EXPENDITURES	(831,974)	
ESTIMATED BEGINNING FUND BALANCE - JUNE 30, 2011	1,675,317 **	
ESTIMATED ENDING FUND BALANCE - JUNE 30, 2012	843,343	

<i>** Actual Audited Fund Bal @ 6/30/10</i>	1,980,706
<i>Estimated Expenditures over Revenue as per 10/11 Bud</i>	(1,290,389)
<i>Preliminary Restated Fund Balance @ 6/30/11</i>	690,317
<i>Revenue/Expense-Favorable Variance (Net) 10/11</i>	575,000
<i>Retirement-Favorable Variance (Net) 10/11</i>	160,000
<i>Contingency-Favorable Variance 10/11</i>	250,000
***ESTIMATED FUND BALANCE - JUNE 30, 2011	1,675,317 **

# WYOMING AREA SCHOOL DISTRICT

## FINAL 11/12 BUDGET VS. 11/12 FINAL AS ADJUSTED FOR 06/30/11 AUDIT RESULTS

	<u>FINAL BUDGET 11/12</u>			<u>11/12 FINAL AS ADJUSTED FOR 6/30/11 AUDIT RESULT</u>
<b>REVENUE:</b>				
LOCAL SOURCES	15,831,431	56.42%		15,831,431
STATE SOURCES	11,615,601	41.40%		11,615,601
FEDERAL SOURCES	610,661	2.18%		610,661
OTHER SOURCES	0	0.00%		0
TOTAL REVENUES	28,057,693	100.00%		28,057,693
<b>EXPENDITURES:</b>				
PERSONNEL SERVICES-SALARIES	13,859,000	47.97%		13,859,000
PERSONNEL SERVICES-BENEFITS	5,672,472	19.63%		5,672,472
PURCHASED PROF. & TECH. SERVICES	2,052,211	7.10%		2,052,211
PURCHASED PROPERTY SERVICES	435,697	1.51%		435,697
OTHER PURCHASED SERVICES	2,863,094	9.91%		2,863,094
SUPPLIES	1,303,989	4.51%		1,303,989
PROPERTY	45,828	0.16%		45,828
DUES, FEES AND OTHER	115,883	0.40%		115,883
DEBT PYMT/TRANSFERS/OTHER	2,341,493	8.10%		2,341,493
BUDGETARY RESERVE-CONTINGENCY	200,000	0.69%		200,000
TOTAL EXPENDITURES	28,889,667	100.00%		28,889,667
<b>REVENUE OVER (UNDER) EXPENDITURES</b>	<b>(831,974)</b>			<b>(831,974)</b>
<b>ESTIMATED BEGINNING FUND BALANCE - JUNE 30, 2011</b>	<b>1,675,317</b>			<b>2,600,000</b>
<b>ESTIMATED ENDING FUND BALANCE - JUNE 30, 2012</b>	<b>843,343</b>			<b>1,768,026</b>
<b>**Actual Audited Fund Balance @ 6/30/10</b>	<b>1,980,706</b>			<b>1,980,706</b>
<b>Estimated Expenditures over Revenues as per 10/11 Bud</b>	<b>(1,290,389)</b>			<b>(1,290,389)</b>
<b>Preliminary Restated Fund Balance @ 6/30/11</b>	<b>690,317</b>			<b>690,317</b>
<b>Revenue/Expense-Favorable Variance (Net) 10/11</b>	<b>575,000</b>			<b>1,499,683</b>
<b>Retirement-Favorable Variance (Net) 10/11</b>	<b>160,000</b>			<b>160,000</b>
<b>Contingency-Favorable Variance 10/11</b>	<b>250,000</b>			<b>250,000</b>
<b>**ESTIMATED FUND BALANCE-JUNE 30, 2011</b>	<b>1,675,317</b>	<b>VS.</b>		<b>2,600,000</b>
	<b>Estimated Audited Fund Balance at June 30, 2011</b>			

MILLAGE RATE: LUZERNE COUNTY - 13.0799(Rebalanced), WYOMING COUNTY - 71.7295(Rebalanced)

# Wyoming Area School District Index Calculation 2012-2013 School Year

	12-13 Adjusted Index	12-13 Max Tax Increase	
WYOMING AREA LUZERNE COUNTY	2.3%	0.2977	Mills
		<u>\$907,610</u>	1 MILL (NET) 11/10/10
		\$270,195	
WYOMING AREA WYOMING COUNTY	2.3%	1.6172	Mills
		<u>\$8,287</u>	1 MILL (NET) 11/10/10
		\$13,401	
		\$283,596	TOTAL REVENUE PROVIDED BY MILAGE INCREASE TO THE INDEX

# Potential Qualifying Exceptions 2012-2013 School Year

<b>Retirement Contributions</b>	<b><u>208,654</u></b>
<b>TOTAL POTENTIAL QUALIFYING EXCEPTIONS</b>	<b><u>\$208,654</u></b>

*\*Calculations subject to revision pending release of updated forms from the Pennsylvania Department of Education.*

*\*\*Final exceptions are approved by Pennsylvania Department of Education.*

# Wyoming Area School District

## Material Budget Issues for 12/13

* Approximate Expense over Revenue Estimated from 11/12 Budget	831,000
* Health Care Increase 12/13 (9.9%)	326,000
* Elimination of Health Care Return of Premium	260,000
* Increase Retirement Contribution (Net of Reimbursement)	225,000
* Amount Attributable to Professional Contract 11/12 and 12/13	Not Known
* Montgomery Avenue Exposure Due to Potential Insurance/FEMA Shortfall - \$0 to \$600,000	Not Known
* Assessed Value Reduction Due to Flood Conditions	Not Known
* <u>Fiscal impact of Health Care Trust lawsuit on current/future premiums</u>	<u>Not Known</u>
* District Index for 12/13 Calculated to be 2.3% and Yielding \$283,596 in Additional Revenue (Subject to Adjustment of Assessed Valuation From Flood)	283,596
* Very Preliminary Retirement Contribution Exception for 12/13	208,654
* State Funding Adjustment for Subsidy Received in 11/12 Subsequent to District Budget Adoption	114,000

\* LISTING INTENDED NOT TO BE ALL INCLUSIVE

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