

2012-2013 Budget Preview

October 13, 2011

NY State Aid

	06-07	07-08	08-09	09-10	10-11	11-12	12-13
Basic Formula Aid	\$5,762,973	\$6,089,971	\$6,165,414	\$6,165,414	\$6,431,651	\$6,431,651	?
Gap Elimination Adjustment					\$1,473,825	\$1,668,565	?
Federal Restoration					\$500,994	\$428,000	expires
“Effective” Basic Formula Aid					\$5,458,820	\$5,041,934	
+ -		+\$326,998	+\$75,443	0	-\$972,831	-\$416,886	
Tax Levy % Increase	\$4,858,203 2.82	\$4,995,144 1.98	\$5,044,547 1.92	\$5,141,402 1.92	\$5,242,688 1.97	\$5,347,519 2.00	TAX CAP SET AT 2%
Budget % Increase	\$15,324,191 7.42	\$15,985,701 4.32	\$16,334,472 2.18	\$16,479,788 0.9	\$16,148,598 (2.01)	\$16,115,485 (0.21)	

Onondaga County Sales Tax Revenue

	06-07	07-08	08-09	09-10	10-11	11-12	12-13
County Sales Tax Revenue	\$237,500	\$225,500	\$247,200	\$225,000	\$100,000	\$76,130	\$50,000
+ -		\$12,000	\$11,800	\$12,200	\$125,000	\$13,870	\$26,130

Factors Effecting Spending

- Schools are a “people” business. The great majority of expenditures are “people costs”. The budget for 2011-2012 was built with concessions in the form of 0% salary increase for the Superintendent, Administrators, and LaFayette Teacher Association members. This was an important factor in creating the current spending plan.

What If?

What if each of the negotiating units received a 1% salary increase?

	Total Salaries	1% Increase	\$ for every percent
Administrative	\$451,865	\$456,384	\$4,519
LaFayette Teacher's Assoc.	\$7,067,982	\$7,138,662	\$70,680
Non-Instructional Assoc.	\$1,053,341	Set at 3.5% = \$1,093,898	\$40,057
Clerical	\$152,076	\$153,596	\$1,521
Supervisors	\$153,039	\$154,569	\$1,530

What If?

What if the Teacher Retirement System rates increase?

What if the Employee Retirement System rates increase?

	11-12 rate/cost	Projected 12-13 rate/cost	+ -
TRS	11.11% / \$835,455	13% / \$1,011,795	1.89% / \$176,340
ERS	16.3% / \$221,428	18.9% / \$267,008	2.6% / \$45,580

What If?

What If Health Care Costs Increase?

District Cost (85%)

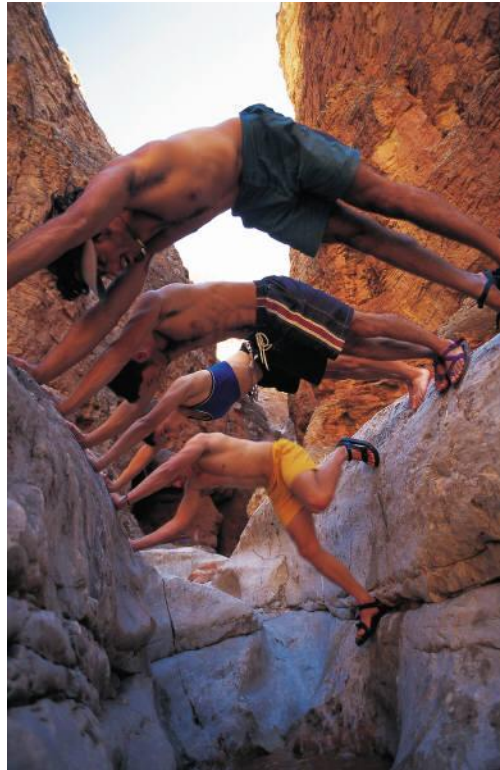
	2011-12 Cost		2012-2013 Projected Cost (+5%)	
	Single	Family	Single	Family
Employee	\$5,696	\$12,996	\$5,981	\$13,646
Retiree	varies	varies	varies	varies

	Cost 2011-12	2012-2013 Projected Cost (+5%)	+ -
Employee	\$1,384,469	\$1,453,692	\$69,223
Retiree	\$474,692	\$498,426	\$23,734

Other Variables

- Consider variables such as fuel costs, electricity, natural gas, contracts for systems we have in place such as security and building monitoring. What will happen with snow removal costs, building maintenance, bus repairs? There are many variables, beyond those mentioned previously, that could potentially affect the 2012-2013 budget.

If this happens, what's the budget gap?



Assuming State Aid Remains Flat