

**Spring Branch Independent School District  
Agenda Item Information**

**Date of Board Meeting:** March 22, 2010

**Subject:** Discussion of FY 2011 Budget  
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**Administrator Responsible:**

**Name:** Karen Wilson

**Position:** Associate Superintendent, Finance

**Purpose of Agenda Item:** Discussion

**ADDITIONAL INFORMATION AND/OR BACK-UP:**

Attached for discussion is updated information related to the FY 2011 Budget.

**Spring Branch Independent School District  
Budget Summary-General Fund**

|   | FY 2009              | FY 2010 *                   | FY 2011 *            |
|---|----------------------|-----------------------------|----------------------|
|   | Audited              | Current Budget<br>2/28/2010 | Projected<br>Budget  |
| <b>Beginning Fund Balance:</b>          |                      |                             |                      |
| Unreserved Fund Balance                 |                      |                             |                      |
| Unreserved - Designated                 | \$ 42,780,035        | \$ 28,637,270               | \$ 17,267,567        |
| Unreserved - Undesignated               | 29,261,974           | 38,968,050                  | 38,802,881           |
| Reserved Fund Balance                   | <u>1,074,267</u>     | <u>4,386,219</u>            | <u>2,886,219</u>     |
| Total Beginning Fund Balance            | <u>73,116,276</u>    | <u>71,991,539</u>           | <u>58,956,667</u>    |
| <b>Revenues:</b>                        |                      |                             |                      |
| Local Taxes                             | 177,603,922          | 181,512,351                 | 181,512,351          |
| Other Local Sources                     | 3,804,729            | 3,090,216                   | 3,088,976            |
| State Funding                           | 60,682,496           | 41,052,662                  | 50,323,424           |
| State TRS Contribution                  | 12,392,021           | 14,057,518                  | 14,057,518           |
| Other State Sources                     | 31,642               | 31,000                      | 31,000               |
| Federal and Other Sources               | <u>1,437,559</u>     | <u>10,681,563</u>           | <u>811,300</u>       |
| Total Revenues                          | <u>255,952,369</u>   | <u>250,425,310</u>          | <u>249,824,569</u>   |
| <b>Expenditures:</b>                    |                      |                             |                      |
| Payroll Costs                           | 218,353,276          | 226,340,238                 | 226,767,027          |
| Contracted Services                     | 16,648,862           | 21,421,570                  | 19,375,368           |
| Supplies & Materials                    | 8,219,761            | 9,444,879                   | 9,140,652            |
| Other Costs                             | 3,595,447            | 4,811,834                   | 4,787,597            |
| Debt Service                            | 579,292              | 366,553                     | 366,553              |
| Capital Outlay                          | 511,906              | 1,125,108                   | 807,075              |
| Expenditures before Recapture           | <u>247,908,544</u>   | <u>263,510,182</u>          | <u>261,244,272</u>   |
| Budget Reductions                       | -                    | -                           | (8,500,000)          |
| Recapture                               | <u>7,273,270</u>     | <u>-</u>                    | <u>-</u>             |
| Total Expenditures                      | <u>255,181,814</u>   | <u>263,510,182</u>          | <u>252,744,272</u>   |
| Prior Period Adjustment to Fund Balance | (2,000,000)          |                             | -                    |
| Other Financing Sources (Uses)          | <u>104,707</u>       | <u>50,000</u>               | <u>50,000</u>        |
| Change in Fund Balance                  | <u>(1,124,738)</u>   | <u>(13,034,872)</u>         | <u>(2,869,703)</u>   |
| <b>Ending Fund Balance:</b>             |                      |                             |                      |
| Unreserved Fund Balance **              |                      |                             |                      |
| Unreserved - Designated                 | 28,637,270           | 17,267,567                  | 17,267,567           |
| Unreserved - Undesignated               | 38,968,050           | 38,802,881                  | 37,244,550           |
| Reserved Fund Balance                   | <u>4,386,219</u>     | <u>2,886,219</u>            | <u>1,574,847</u>     |
| Total Ending Fund Balance               | <u>\$ 71,991,539</u> | <u>\$ 58,956,667</u>        | <u>\$ 56,086,964</u> |

\* Consolidates General Fund & State Stabilization for budget preparation

\*\* Unreserved fund balance includes \$21,018,878 resulting from the change of fiscal year at 6/30/04.

## Budget Reduction Scenarios for FY 2011

|   |               |
|---|---------------|
| <b>BUDGETARY PLANNING GOALS</b>               |               |
| Step 1 Eliminate Deficit                      | \$8.5 million |
| Step 2 Reductions to cover inflationary costs |               |

|  |           | Amount               |
|--|-----------|----------------------|
| 0 Increase in Projected Revenue  |           | \$ 2,200,000         |
| 1 Shift of General Fund items to the Federal Funds<br>Requires removing \$1M from federal programs to free up funds for the shift. |           | 1,000,000            |
| 2 Personnel Savings  |           |                      |
| Enrollment driven reductions (1.5 + 10 positions)  | 743,500   |                      |
| Attrition (Positions to be determined)   | 521,500   | 1,265,000            |
| 3 One-Time Expenditures  |           |                      |
| Student Software   | 2,300,000 |                      |
| Capital Lease on Copiers   | 100,000   | 2,400,000            |
| 4 Department Reductions by Division  |           |                      |
| Curriculum & Instruction   | 1,261,706 |                      |
| Financial Services   | 49,648    |                      |
| Community Relations  | 160,616   |                      |
| Administration & Personnel   | 325,598   |                      |
| Operations   | 901,059   |                      |
| Board of Trustees & Superintendent   | 49,700    |                      |
| Technology Services  | 393,325   | 3,141,652            |
| <b>SubTotal Possible for Step 1</b>  |           | <b>10,006,652</b>    |
| • Transportation   |           |                      |
| No buses less than 2 miles (reduction of 67 routes)  | 367,227   |                      |
| Alternative Campus Transportation  |           |                      |
| Hub & Spoke vs Front Door  | 273,354   |                      |
| Eliminate late buses   | 59,838    | 700,419              |
| • Adjustment to Pre-K Staffing   |           |                      |
| One instructional aide for every two teachers  |           | 1,000,000            |
| • Adjustment to Instructional Support  |           |                      |
| One School Improvement Specialist per Elementary Campus  |           | 1,400,000            |
| • Secondary Ratios   |           |                      |
| From 18:1 & 21:1 to 19:1 & 22:1  |           |                      |
| 34 Teachers (avg salary \$55,000)  |           | 1,870,000            |
| • Reinstate Guthrie Center Effect  |           |                      |
| 13.5 Teachers (avg salary \$55,000)  |           | 742,500              |
| • Benefits Reduction   |           |                      |
| HSA from \$3,000 to \$1,500 (67 employees)   | 100,500   |                      |
| FSA from \$500 to \$250 (3,796 employees)  | 949,000   | 1,049,500            |
| <b>GRAND TOTAL</b>   |           | <b>\$ 16,769,071</b> |