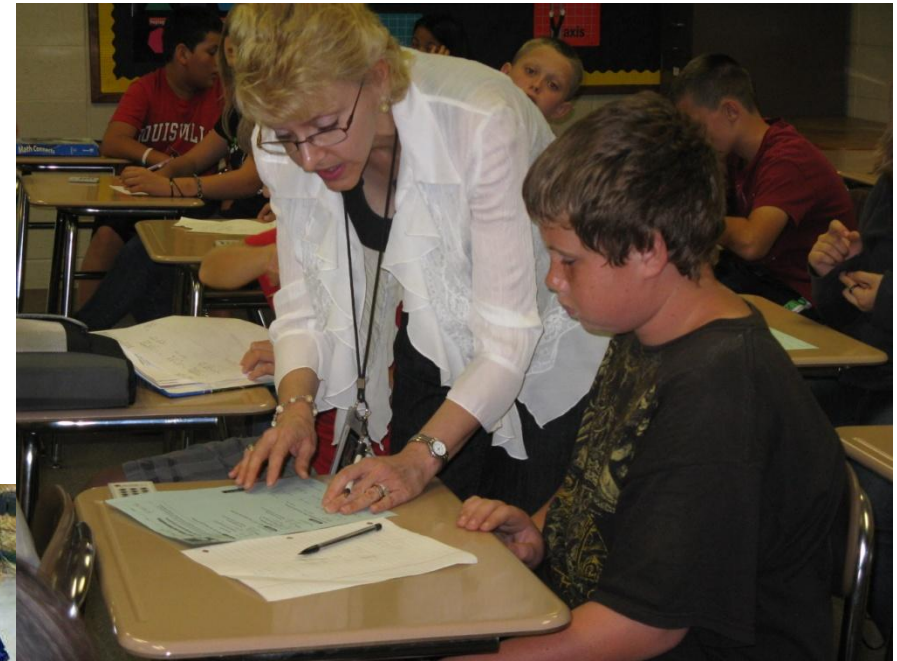


# 2011-2012 Budget Summary



## USD 373 Newton Public Schools

*USD 373 is designated by Standard & Poor's as an Efficient Frontier District*



**Rev. 8/17/11 to reflect  
adopted budget**



## **Board Members**

Renee Erickson, President	Walton, KS
Carol Sue Stayrook Hobbs, Vice President	Newton, KS
Barbara Bunting	Newton, KS
Robin Gay	Newton, KS
Tim Hodge	North Newton, KS
Matt Treaster	Newton, KS
Randall Zohn	Newton, KS

## **Key Staff**

Superintendent: Gary Jantz  
Assistant Superintendent for Business Services: Dr. Russell Miller  
Assistant Superintendent for Instructional Services: Janet Neufeld  
Assistant Superintendent for Human Services: Jill Lachenmayr  
Director of Special Education Services: Sherri Buss Rawlins

## Introduction

Newton Unified School District 373 serves approximately 3,700 Pre-Kindergarten through 12<sup>th</sup> grade students in Harvey County. Hundreds of adults are also served through the adult education programs at Axtell Educational Center and vocational/technical programs at Newton High School, both sponsored in conjunction with Hutchinson Community College/Area Vocational School. District attendance centers include an early education center, five elementary schools, a 5/6 Grade Center, one middle school, one high school and an alternative program at Eby Learning Center on the Youthville campus. A Learning Center contracted through the Education Services and Staff Development Association of Central Kansas (ESSDACK) offers a non-traditional computer assisted high school diploma program. A new educational option offered this year is Heartland Virtual Academy which will offer virtual instruction for K-8 students in a contractual arrangement with ESSDACK. Teachers employed by the Newton Schools also staff selected programs at St. Mary's School. Educational services are offered to students at Prairie View through a contractual arrangement. USD 373 is the sponsoring district for the Harvey County Special Education Cooperative which serves over 900 special needs students. The district is the second largest employer in Harvey County and the largest in the City of Newton.

# The District's Accomplishments & Challenges

## Accomplishments:

- In 2007 the voters of USD 373 approved a \$29,910,000 bond issue to renovate and add needed classroom space to district schools. Those projects are now near completion. The Northridge addition was completed in 2008; the Educational Technology Center addition and the vocational improvements in the summer of 2009; Chisholm Middle School renovations and additions in 2010; and Newton High School, Santa Fe 5/6 Center and Cooper Early Childhood Center were complete for the start of the 2010-11 school year. A remodel of the Santa Fe offices this summer will complete all projects.

# Accomplishments (Continued)

- The district has completed its first year with reorganized K-8 schools. The elementary schools went from K-5 to K-4 attendance centers. A 5/6 center housed all 5<sup>th</sup> and 6<sup>th</sup> grade students in the district and the district moved to one middle school that accommodates all 7<sup>th</sup> and 8<sup>th</sup> grade students. The new arrangement has allowed for more collaboration among 5-6 and 7-8 teachers and new learning opportunities for students at those levels. K-4 buildings have room to accommodate future growth as well as expanded programs to benefit students.

# Accomplishments (Continued)

- Overall State Reading and Math Assessment scores at all levels have continued to improve over the past decade. The district is achieving at record high levels in reading K-12.
- Instructional Services is working to create a district plan to implement the common core standards. A district team has been selected that will create a three year plan for implementation.



# Accomplishments (Continued)

- A committee has been working to organize the district's Multi-Tiered System of Supports (MTSS) model. MTSS is a system-wide structure that insures all students' needs are met. The district goal for MTSS is to help students learn by specifically identifying skill deficiencies, providing effective instructional strategies to address those deficiencies and continuously monitoring student progress by collecting data to further assist in modifying instruction. The first year of K-12 planning has been completed. For the 2011-2012 school year, MTSS will be fully implemented district wide.

# Accomplishments (Continued)

- Walton Rural Life Center Charter School named a finalist in the Intel® Schools of Distinction Awards
- The Cooper Early Education Center welcomed Newton Community Child Care, Health Ministries, Harvey County Health Department and Harvey County Partnership into the building, working toward the vision of a one-stop-shop for early childhood services.
- Cooper Early Education Center worked with the Community Development Institute on the transition of Head Start services from the Mid-Kansas Community Action Program.
- Cooper Early Education Center received funding from the United Methodist Health Ministries Foundation for early childhood fitness and nutrition activities.

# Accomplishments (Continued)

- The Harvey County Special Education Cooperative successfully laid the foundation for Project SEARCH to begin at Newton Medical Center in the 2011-12 school year with seven students ages 18-21.
- The district received a \$250,000 federal grant from the U.S. Department of Education to create a technology rich media center and provide other technology resources to strengthen teaching and learning at Newton High School.
- Bond funds were used to purchase equipment for a distance learning lab at the high school. The equipment will be used to offer distance learning classes for students as well as provide for professional learning opportunities for staff.

# Challenges

- The biggest challenge facing the district over the next few years is dealing with loss of state aid. Due to state-wide tax cuts, the faltering economy and declining enrollment, the district has had to cut approximately \$3 million over the last three years. Loss of new facilities weighting and reductions in LOB state aid will likely lead to further cuts in 2012-13.
- Conducting a search for and hiring a new Superintendent for USD 373.

# Challenges (Continued)

- The continued challenges of meeting the increasing Adequate Yearly Progress requirements of the Elementary and Secondary Education Act.
- Increased testing requirements for ESEA and State accreditation
- Meeting the increasing needs of at-risk students
- Maintaining and updating instructional technology in the face of significant budget cuts and loss of capital outlay state aid

# Challenges (Continued)

- Funding and hiring highly qualified special education professionals to keep special education caseloads at a reasonable level
- Meeting the needs of students with increasing behavioral and emotional needs
- Providing affordable health insurance coverage for all staff and understanding and meeting the requirements of the federal health insurance reform legislation

# 2011-12 Budget Highlights

- Overall, the expected budget is down from the previous year.
- The expected general fund budget is projected to be down \$551,004 from last year, due primarily to the continued reduction of the Base State Aid Per Pupil (BSAPP). When the loss of special education stimulus funds is factored in, the reduction is nearly \$1.2 million.
- The Local Option Budget will remain the same dollar amount, but due to more districts utilizing their LOB authority the state aid has been prorated. This has resulted in an increase of 1.66 Mills required to maintain the LOB funding at its current level.

# 2011-2012 Budget Highlights

- State aid has decreased by over \$3.07 million over the last four years. General fund base state aid alone has been cut \$653 per student. Cuts include:

□ General Fund/SpEd ARRA funds	\$2,113,078*
□ Capital Outlay State Aid	\$250,000
□ Professional Development	\$25,000
□ Parents as Teachers	\$5,228
□ Drivers Education	\$17,000
□ National Board Certification	\$2,000
□ Mentoring Program Funds	\$10,863
□ LOB State Aid	<u>\$644,179</u>
	\$3,067,348

**\*Without new facilities weighting, the general fund cut would be \$332,640 greater & total loss of state aid would be \$3.4 million.**

# 2011-12 Budget Highlights

- In order to compensate for the loss in state aid and for the increase in operating costs, the district made budget adjustments in a wide range of staffing and programs. The district's goal has been to make staff cuts through attrition instead of terminations or layoffs. Over the last two years, 30 full or part-time positions have not been filled.

# 2011-2012 Budget Highlights

## **Budget Adjustments/Reductions for 2011-12 Include:**

- \$300,000 transferred from Contingency Reserve to the General Fund
- \$500,000 of special education balances budgeted to reduce assessments to members of the cooperative
- Reduced 1.0 Maintenance Position at NHS
- Reduced salary of retired employees to pay KPERS penalty
- Reduced athletic budget
- Cut supplies and copy budgets by 10%
- Cut non-federal out-of-district travel
- Eliminated remainder of field trip money
- Reduced district's share of Axtell lease payment
- Eliminated two administrative positions
- Cut remaining LOB textbook funds
- Reduced library allotments for buying books
- Did not fill four licensed positions
- Reduced Capital Outlay mill levy resulting in loss of \$206,273
- Savings from ESSDACK taking over Learning Center
- Savings in Axtell utilities, maintenance, and custodial costs
- New revenue expected from virtual school

# 2011-2012 Budget Highlights

- Although the cost of the district's health insurance decreased significantly for employees, the district's contribution is expected to increase \$100,000 due to more employees enrolling in health coverage.
- The district's alternative high school program (formerly at Axtell Education Center) will be relocated and redesigned to meet student needs within the comprehensive high school setting.

# 2011-2012 Budget Highlights

- The Educational Services & Staff Development Association of Central Kansas (ESSDACK) will assume operation of the Learning Center. This agreement, in addition to the relocation of the Alternative program, saved leasing and staffing costs the district previously incurred at Axtell; any weightings reflected in Learning Center enrollment will remain with the district.
- ESSDACK will also operate the district's new virtual school, anticipating up to 50 students in the first year. Budgeting for this program resulted in an increase in the general fund budget of approximately \$200,000 over the previous year. The BSAPP generated by the program will support the agreement; any weightings in virtual school enrollment will remain with the district.

# 2011-2012 Budget Highlights

- The budget includes over \$3.85 million for debt service on construction bonds. This is a slight increase over last year. Also included in the general fund budget is \$332,640 in new facilities weighting. This weighting factor is generated for two years and requires at least a 25% LOB. This is the final year of new facilities weighting for the district.

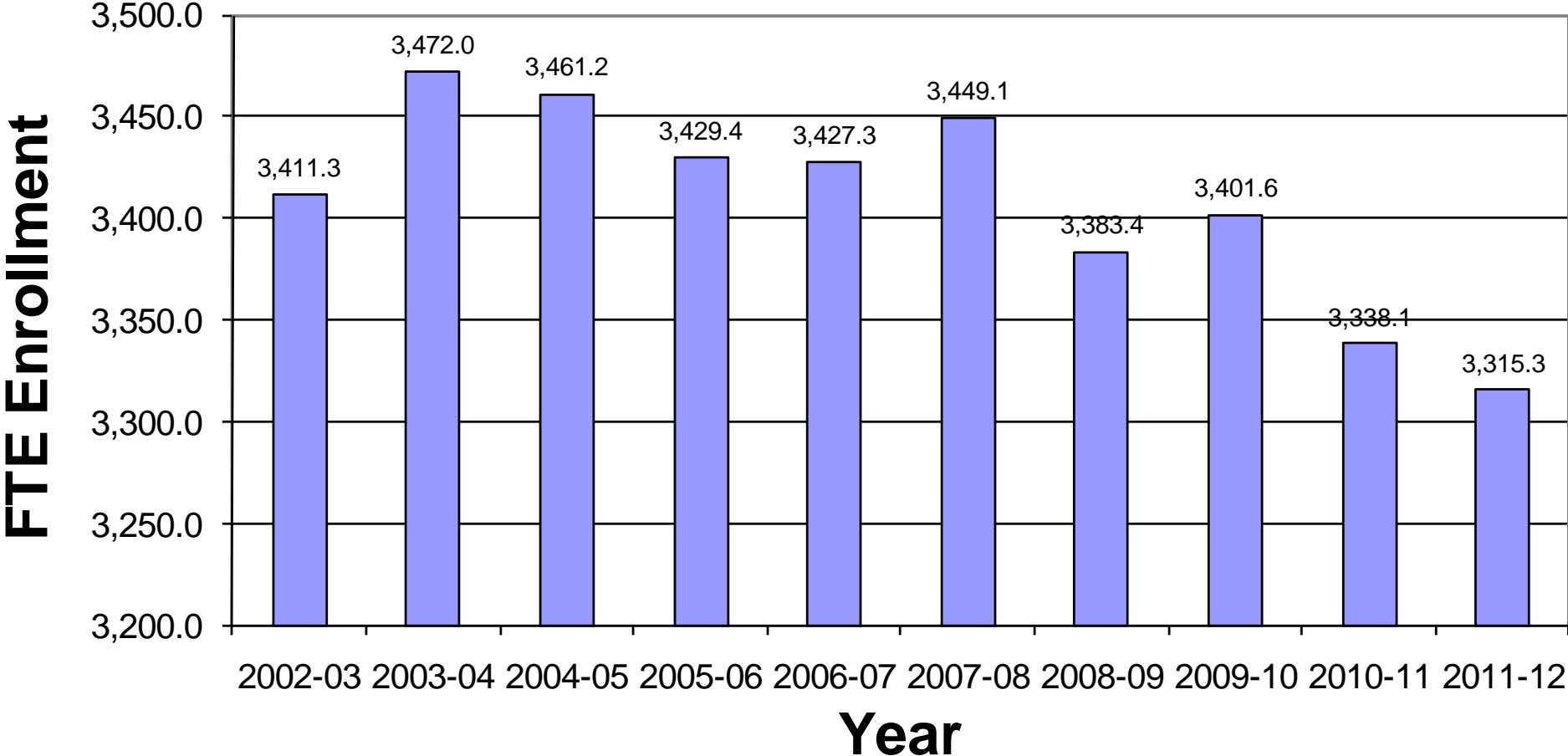


# 2011-12 Budget Highlights



The budget has been built on the basis of an additional 100 students over actual expectations. This allows for growth without having to republish the budget. A slight decrease of about 23 students is expected from last year. The school finance law allows us to use the current year's enrollment, the previous year's enrollment or an average of three years to compute general fund budget authority. The chart in the next slide shows enrollment history using expected rather than budgeted enrollment for 2011-12.

# Enrollment History



## ESTIMATED GENERAL FUND BUDGET AUTHORITY

		2010-11	2010-11	2011-12	2011-12
		Expected	Audited	Expected	Published
1	Unadjusted Enrollment	3364.0	3338.1	3315.3	3415.3
2	Adjusted Enrollment	3401.6	3401.6	3351.7	3415.3
3	High Enrollment Weighting	119.2	119.2	117.4	119.7
4	Bilingual weighted enrollment	43.3	41.7	41.7	41.7
5	Vocational weighted enrollment	66.1	73.5	73.5	73.5
6	At-risk weighting	662.1	689.9	689.9	689.9
7	High Density At-Risk	87.1	90.8	90.8	90.8
8	At-risk non-proficient weighting	8.3	8.3	1.4	1.4
9	New facilities weighting	115.0	126.1	88.0	88.0
10	Transportation weighting	71.3	69.6	70.7	70.7
11	Virtual enrollment weighting			52.5	52.5
12	Weighted Enrollment without Special Ed.	4574.0	4620.7	4525.1	4591.0
13	Base State Aid	4,012	3,937	3,780	3,780
14	Budget Authority without Special Education	18,351,073	18,191,665	17,303,317	17,552,419
15	Special Education State Aid	2,525,369	2,739,395	3,022,121	3,022,121
16	Sub-Total General Fund Budget Authority	20,876,442	20,931,060	20,325,438	20,574,540

## ESTIMATED GENERAL FUND BUDGET AUTHORITY - Continued

		2010-11	2010-11	2011-12	2011-12
		Expected	Audited	Expected	Published
16	Sub-Total General Fund Budget Authority	20,876,442	20,931,060	20,325,438	20,574,540
17	Transfer to General Fund (SB111 - one year provision to transfer balances)			300,000	300,000
18	General Fund Budget Authority w/Transfer			20,625,438	20,874,540
19	Change in General Fund (without transfer from fund balances)			-551,004	-301,902
	Loss of Stimulus Funds (Special Education)			-631,633	-631,633
	Net loss from FY11 to FY12			-1,182,637	-933,535
	Cumulative 3 Year Cut in General Fund (\$4,433 Base)			-2,113,078	-1,863,616
	Other Losses in State Aid - Capital Outlay, Parents as Teachers, Driver Education, National Board Cert, Prof. Development, LOB State Aid, Teacher Mentor Program			-954,270	-954,270
	Net Cumulative 3 Year Cut			-3,067,348	-2,817,886
	Current LOB		6,360,000	6,360,000	6,360,000
	Maximum LOB			6,992,195	7,116,673

# 2011-12 Budget Highlights

- No new Local Option Budget (LOB) dollars are included in this budget. The state aid percentage in the LOB decreased this year to 49.5%. While Newton's LOB state aid should have been 59.5%, sufficient dollars were not budgeted by the Legislature resulting in all districts only receiving 83% of their statutory state aid. In the final analysis, this means that it takes a higher local mill levy to generate the same dollars compared to last year. Those districts that receive no state aid in the LOB were not impacted by the Legislature's failure to fund the law.
- Because the district spends under the per pupil average for its enrollment category, it is eligible to have a 30% LOB next year by board resolution. The actual LOB will be approximately 26.9%, about the same as last year.

# COMPARISON OF TOTAL MILL LEVIES

INCLUDES THE LAST 8 YEARS PLUS THE FINAL YEAR UNDER THE PREVIOUS FINANCE FORMULA

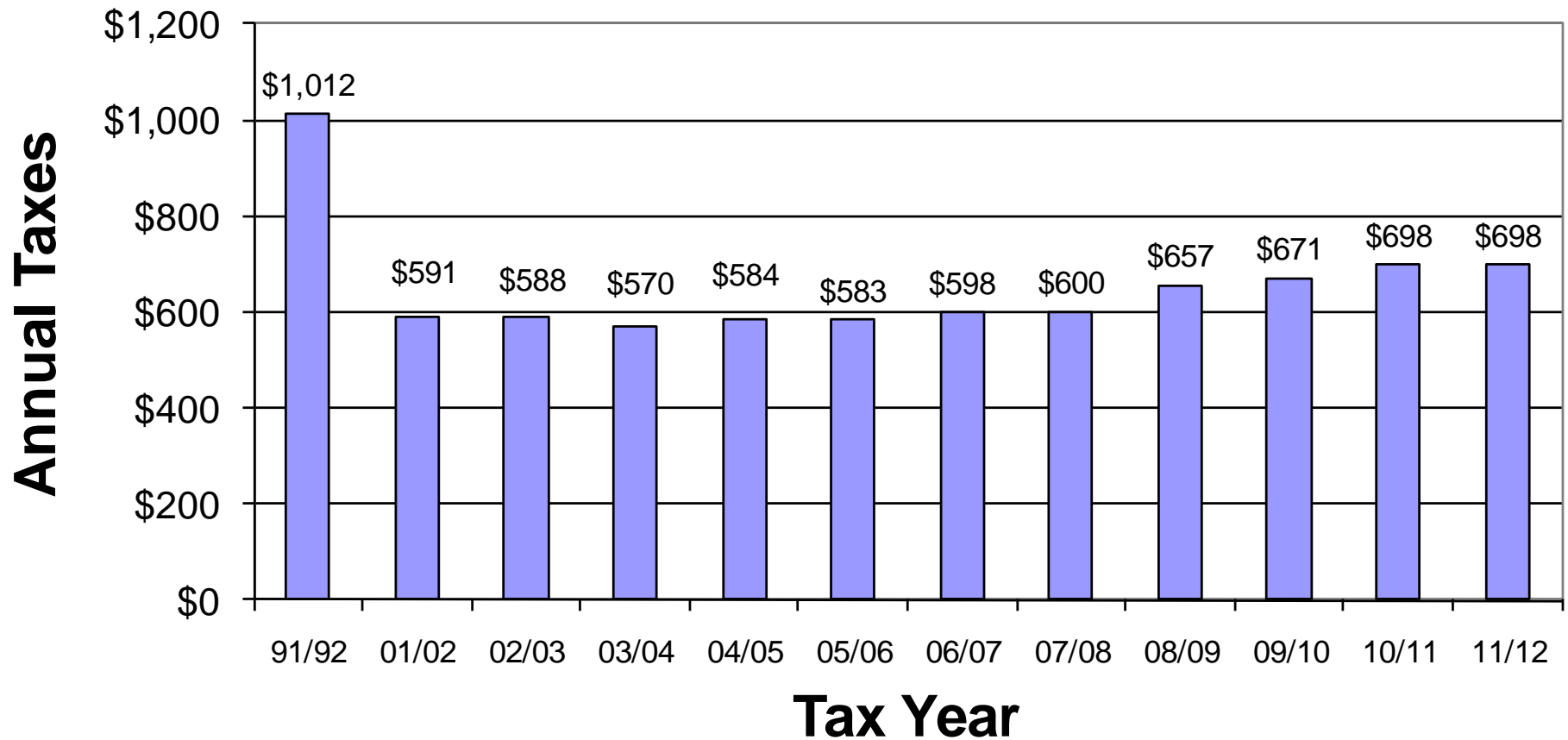
## *Newton Unified School District 373*

	1991-92	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
<b>GENERAL LEVY</b>	80.20	20.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00
<b>LOB LEVY</b>	0.00	14.83	14.20	15.52	15.63	16.61	17.37	19.53	21.19
<b>CAPITAL OUTLAY</b>	4.00	3.99	3.98	3.96	4.01	4.00	4.00	4.00	2.34
<b>BOND &amp; INTEREST</b>	0.00	9.57	9.63	9.65	9.70	13.18	13.48	13.48	13.48
<b>TOTAL USD LEVY</b>	84.20	48.39	47.81	49.13	49.34	53.79	54.85	57.01	57.01
<b>CHANGE</b>		-35.81	-0.58	1.32	0.21	4.45	1.06	2.16	0.00
<b>REC COMMISSION</b>	3.80	6.29	6.64	6.91	6.86	7.35	7.52	7.71	8.01
<b>GRAND TOTAL</b>	88.00	54.68	54.45	56.04	56.20	61.14	62.37	64.72	65.02
<b>CHANGE</b>		-33.32	-0.23	1.59	0.16	4.94	1.23	2.35	0.30

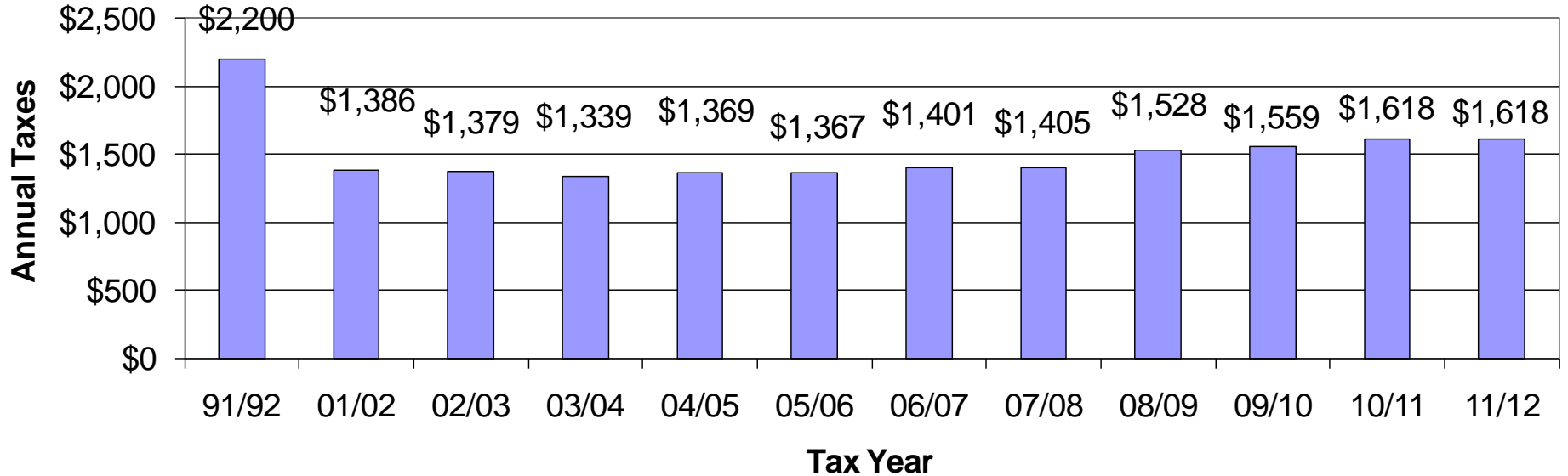
The general fund mill levy is established by the Legislature. It has been 20 mills since 1998. The Legislature also sets the maximum amount of the supplemental general fund (or LOB-local option budget). The current limit without protest for Newton USD 373 is 30% of the general fund. This budget proposes a 26.9% LOB. 49.5% of Newton's LOB this year is funded by state aid, with the balance raised through local property taxes. The capital outlay mill levy is limited by resolution to 8 mills. Currently, the mill levy to pay off all the construction bonds is estimated at 13.48 mills. The Recreation Commission Board establishes the annual levy for that fund.

***Slides 25-29 have been adjusted to reflect the actual mill levy adopted for Capital Outlay.***

# USD 373 Annual Property Tax per \$100,000 of Appraised Residential Property



# USD 373 Annual Property Taxes per \$100,000 of Appraised Commercial Property

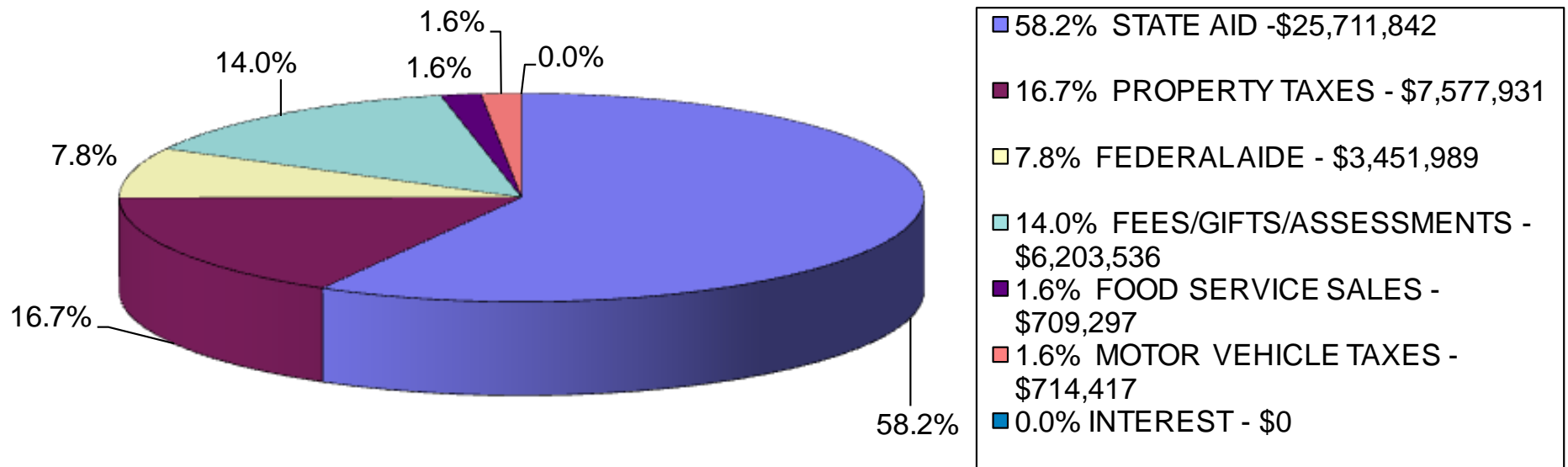


# Revenue Sources



The following chart shows revenue for all funds without transfers. State aid remains by far the largest source at 58.2% of total revenue, which is about the same as last year. The percentage from property & motor vehicle taxes makes up 18.3%, and special education assessments/fees/gifts revenue accounts for 14% of the budget. Due to the loss of ARRA funds, the federal aid portion of the budget is down to 7.8%.

## REVENUE SOURCES ALL USD FUNDS WITHOUT TRANSFERS AND BALANCES 2011-2012





# Explanation of Charts & Expenditure Summaries

The following charts summarize all funds as well as combined General & Supplemental General (LOB). The General and Supplemental General funds are the district's primary operating funds. Other funds within the budget are special funds which receive special designated state or federal dollars and must be spent for specific purposes. In some cases these special funds are paid for in whole or part by transfers from the general and supplemental general funds or by fees. In some cases balances are used to fund part or all of the expenditures in these funds.

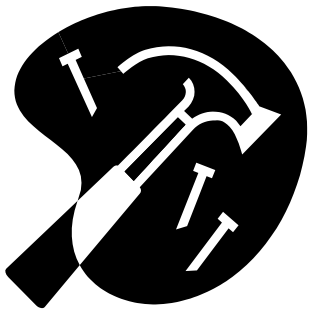
Each of the following charts are broken into seven major expenditure areas. The major expenditure areas for this year are:

# Explanation of Charts & Expenditure Summaries

- Instruction and Instructional Support – These are all costs associated directly with instructing students at the building level. It includes salaries for certified teachers and support staff, aides and paraprofessionals at the building level and all supplies, equipment and materials. Included are all expenses related to student activities and curriculum and instruction as well as technology support.
- Building Administration – These are costs associated directly with building administration. It includes building principals and secretarial support.
- General Administration – These are costs associated with district-wide administration, including board of education expenses.



# Explanation of Charts & Expenditure Summaries



- Operations & Maintenance – These are costs associated with all maintenance, custodial services and utilities. It also includes security services such as the cost for school resource officers.
- Capital Improvements – These are costs associated with the construction, remodeling, or repair of buildings and building systems.
- Debt Service – Costs associated with the repayment of principal and interest on general obligation bonds.



# Explanation of Charts & Expenditure Summaries



- Other costs – The primary expenditures in this area are regular education and special education transportation, business services, food service, employee services and community service operations such as latchkey. Since latchkey is a self-funded operation handled on a reimbursable basis in the budget, there is no money budgeted for 2011-12. Actual expenses are reported in 09-10 and 10-11. We are allowed to exceed our general fund budget authority by the amount of latchkey revenue.

- Note: Transfers are not included since they represent money that is simply moved from one fund to another. Be aware, however, that this will cause individual funds in the following charts to not match up with the published budget. In the published budget, transfers are subtracted from the total budget and not from the individual funds.



- Note: Duplicated special education expenses in the cooperative have been subtracted in the summary of all funds to give a more accurate picture of actual expenses. The district's share of special education costs are already included in the regular special education fund. The only unduplicated costs are those paid with federal and miscellaneous revenue. Unfortunately, there is still duplication in the published budget.

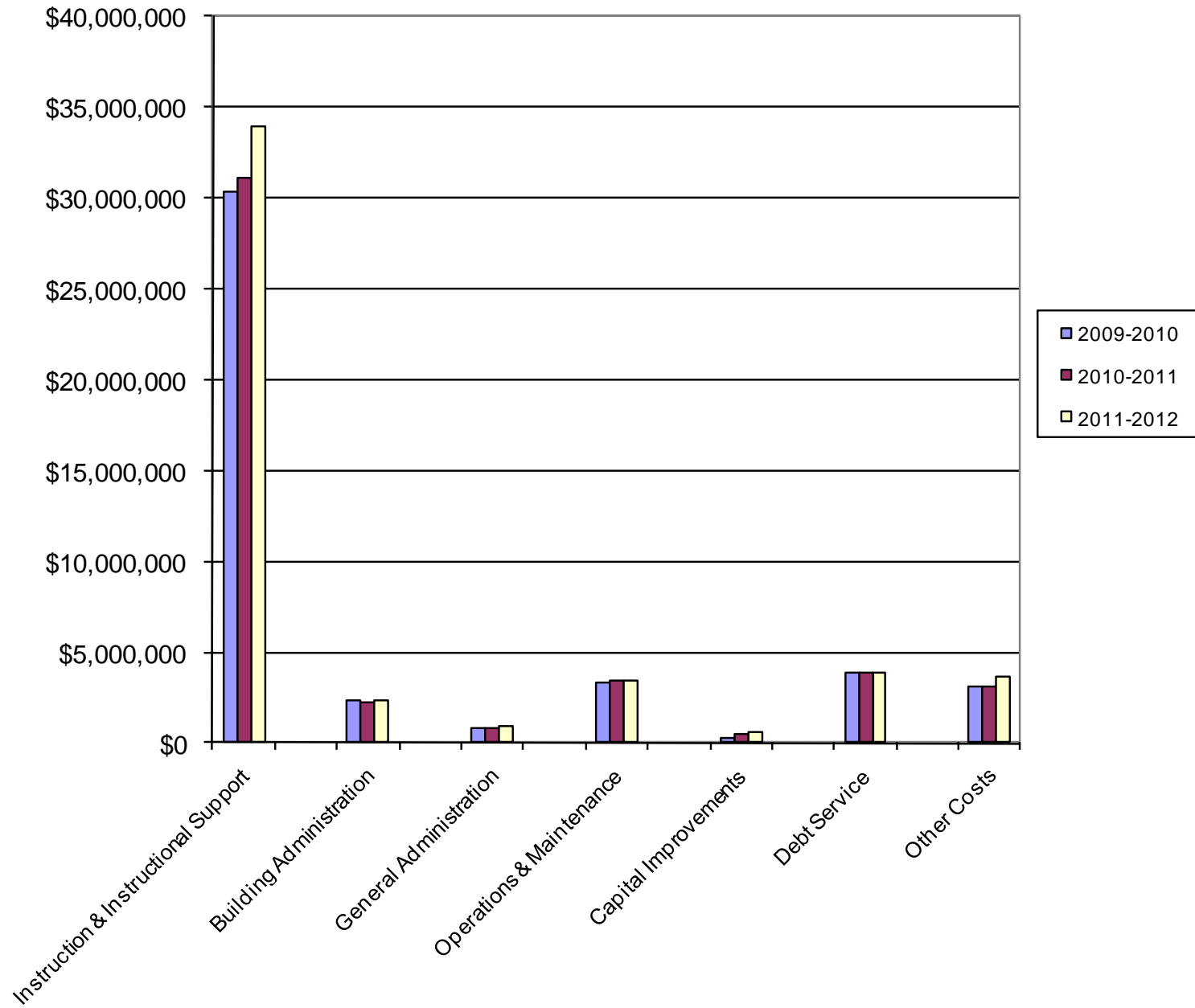
## Summary of Total Expenditures (All Funds)

	2009-2010	% of	2010-2011	% of	2011-2012	% of
	Actual	Total	Actual	Total	Budget	Total
<b>Instruction &amp; Instructional Support</b>	30,369,998	69%	31,126,646	69%	33,990,256	70%
<b>Building Administration</b>	2,295,200	5%	2,263,246	5%	2,334,836	5%
<b>General Administration</b>	855,292	2%	827,896	2%	889,281	2%
<b>Operations &amp; Maintenance</b>	3,313,001	8%	3,414,561	8%	3,467,802	7%
<b>Capital Improvements</b>	286,366	1%	463,258	1%	600,000	1%
<b>Debt Service</b>	3,815,682	9%	3,844,749	9%	3,851,443	8%
<b>Other Costs</b>	3,107,016	7%	3,066,239	7%	3,598,521	7%
<b>Total Expenditures</b>	44,042,555	100%	45,006,595	100%	48,732,139	100%
<b>Less Duplicated Cooperative Expenses</b>	5,573,316		5,903,214		8,095,566	
<b>Net USD Expenditures</b>	38,469,239		39,103,381		40,636,573	
<b>Amount Per Pupil</b>	10,791		11,041		11,396	

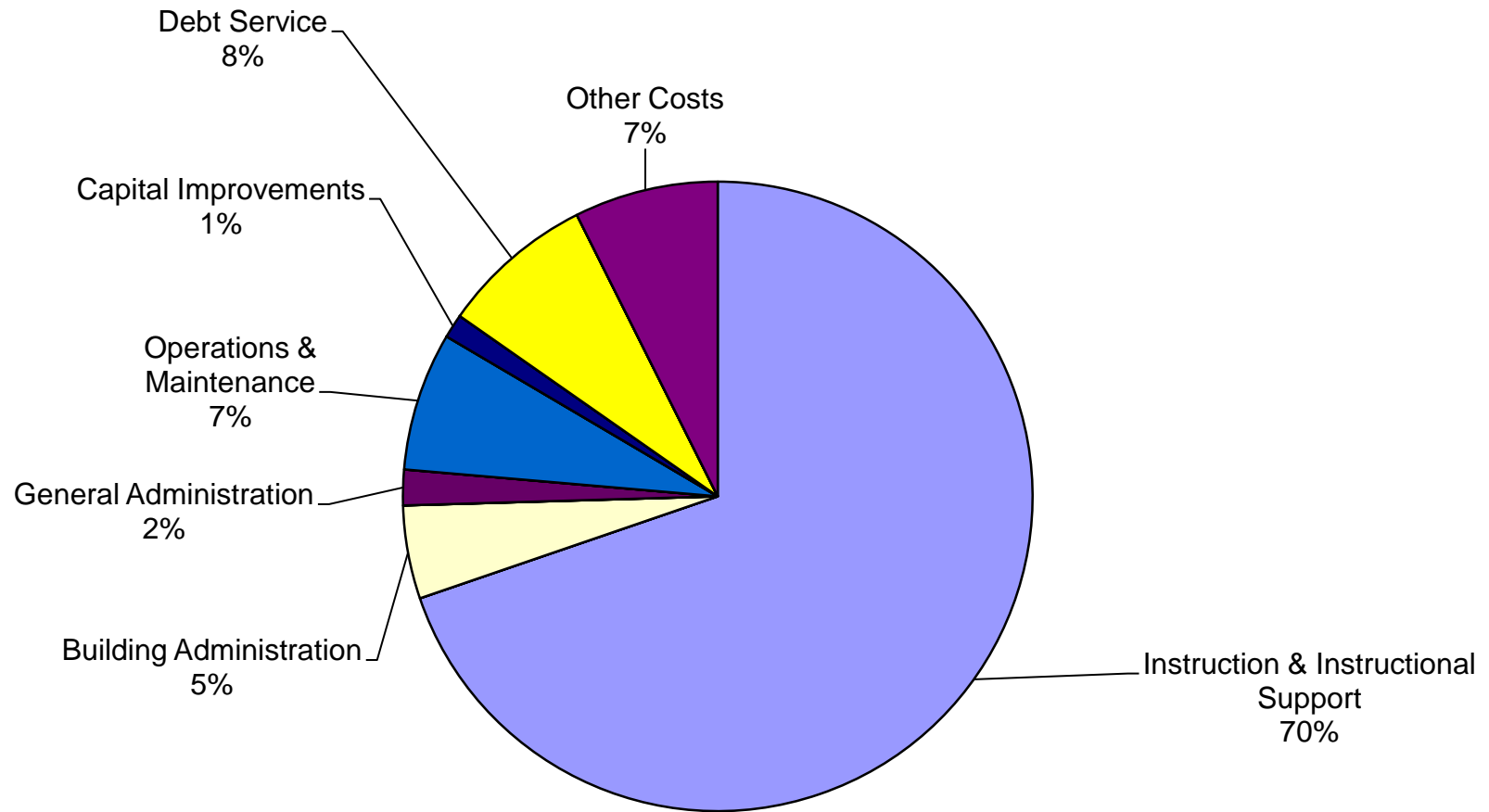
# All Funds Expenditures

- Note that the amount spent on instruction & support is up in the 2011-12 budget. Much of this is due to a \$1.2 million increase in the KPERs budget because the State of Kansas delayed the final quarter payment last year and increased the KPERs contribution for 2011-12. Some increase is due to the fact that the money budgeted for the 100 extra students in the general fund and the special education balances are budgeted as being totally spent in instruction and support functions. If the 100 extra students do not materialize, we will not have the authority to spend that money. Also, we do not intend to spend the bulk of the special education balances if they are not needed but to use those balances to help with state and federal aid deficits in future years and to stabilize district assessments. The overall expenditures are up for 2011-12, due primarily to the KPERs increase previously mentioned.

## Summary of Total Expenditures (All Funds)

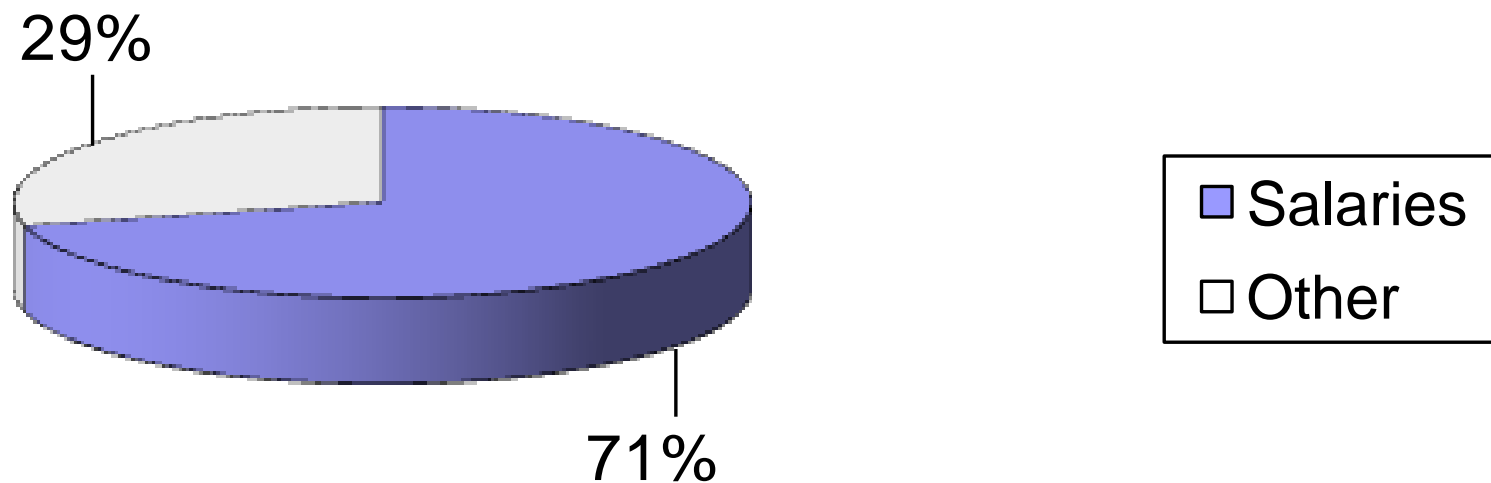


## 2011-2012 Summary of Total Expenditures By Function (All Funds)





## Salaries and Benefits as a Percentage of Total Costs (All Funds)



## Summary of General & Supplemental General Fund Expenditures By Function

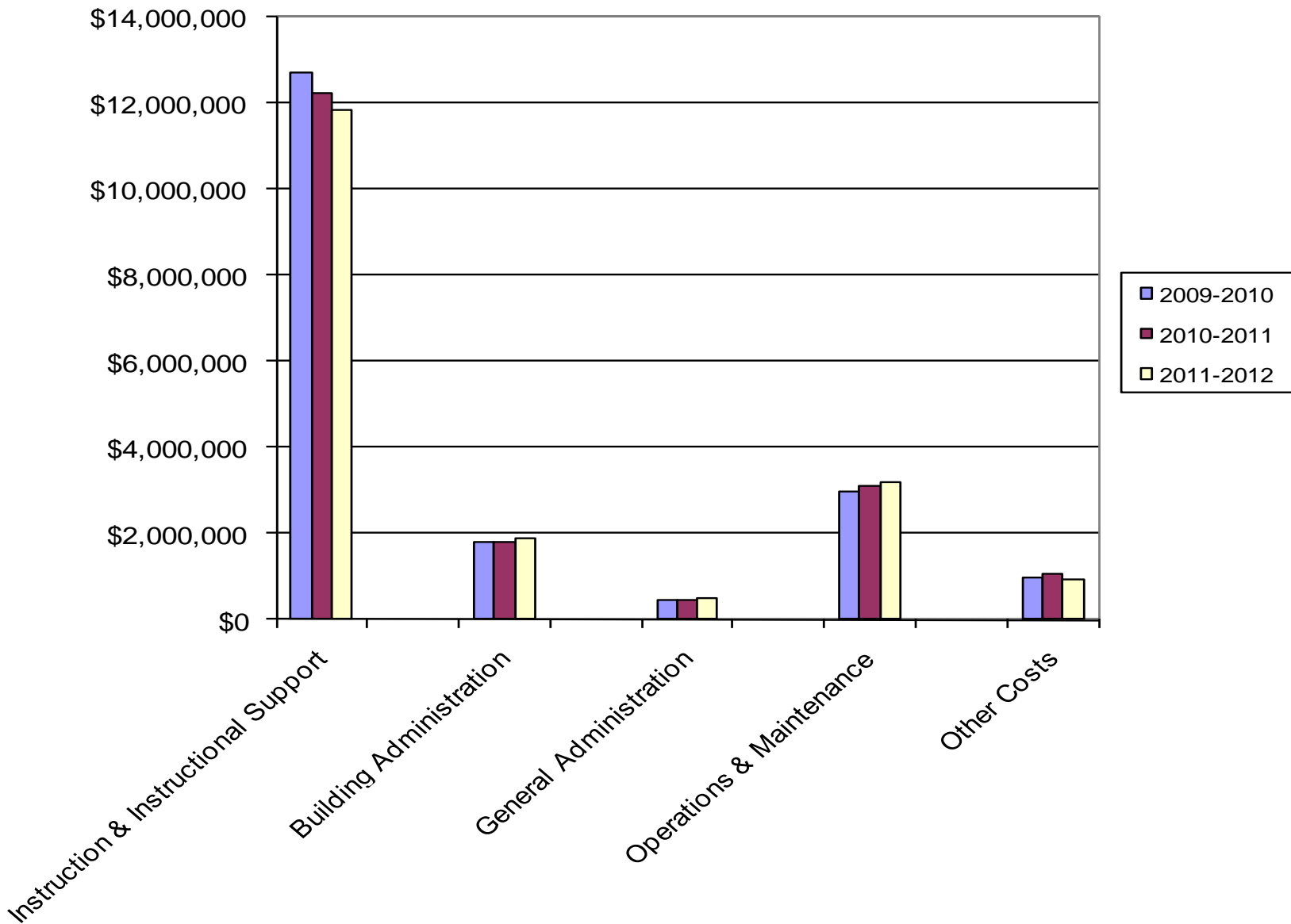


	<b>2009-2010 Actual</b>	<b>% of Total</b>	<b>2010-2011 Actual</b>	<b>% of Total</b>	<b>2011-2012 Budget</b>	<b>% of Total</b>
Instruction & Instructional Support	12,722,942	67%	12,230,342	65%	11,845,396	65%
Building Administration	1,789,255	9%	1,811,587	10%	1,887,208	10%
General Administration	459,335	2%	469,023	3%	479,158	3%
Operations & Maintenance	2,984,491	16%	3,114,379	17%	3,183,496	17%
Other Costs	999,374	5%	1,075,275	6%	933,178	5%
<b>Total Expenditures Without Transfers</b>	<b>18,955,397</b>	<b>100%</b>	<b>18,700,606</b>	<b>100%</b>	<b>18,328,436</b>	<b>100%</b>
<b>Amount Per Pupil</b>	<b>5,384</b>		<b>5,317</b>		<b>5,226</b>	

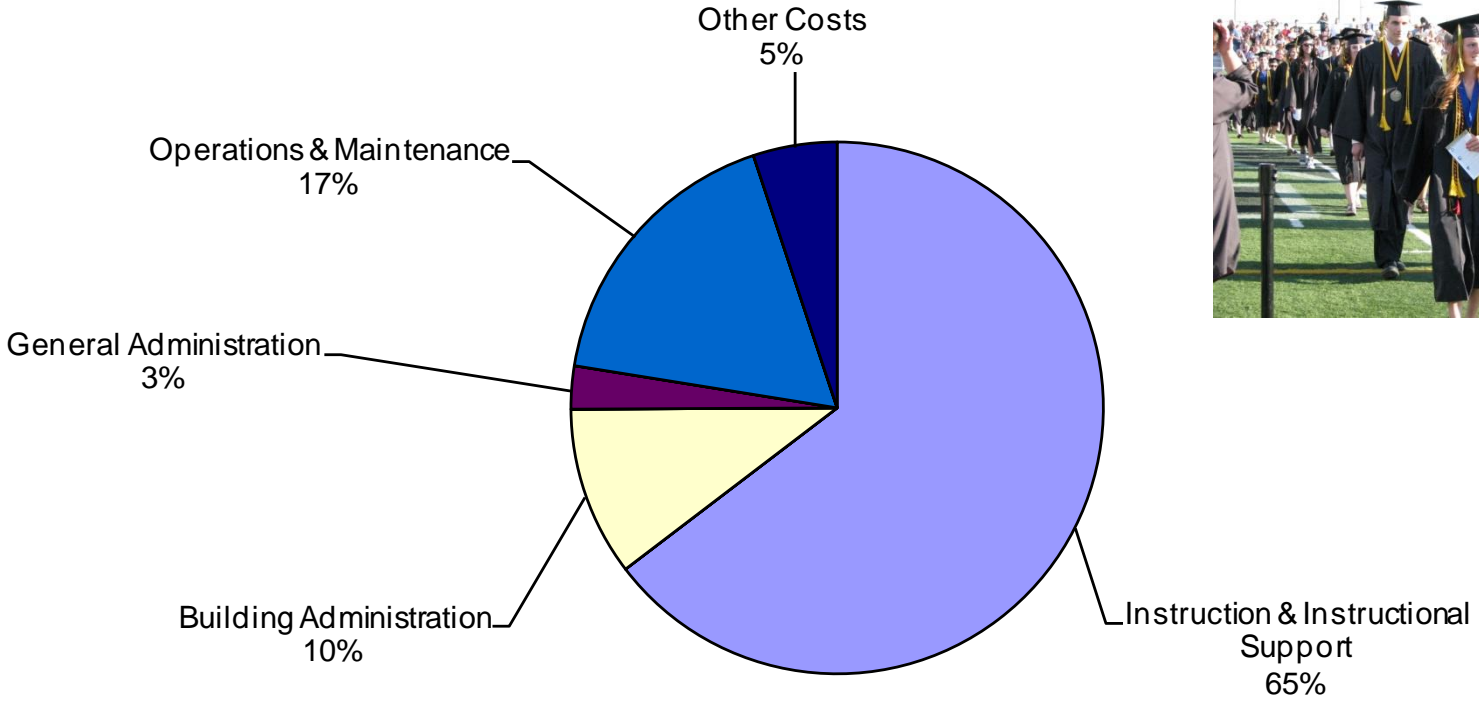
# General Fund & LOB Budgeted Expenditures

- You will notice that budgeted expenditures for instruction and instructional support in the General & LOB funds decreased over the last two years. That is because salaries that had been spent in the General & LOB funds were moved to the at-risk and vocational funds as appropriate. Also, decreases reflect the elimination of positions, particularly in the instructional support areas.

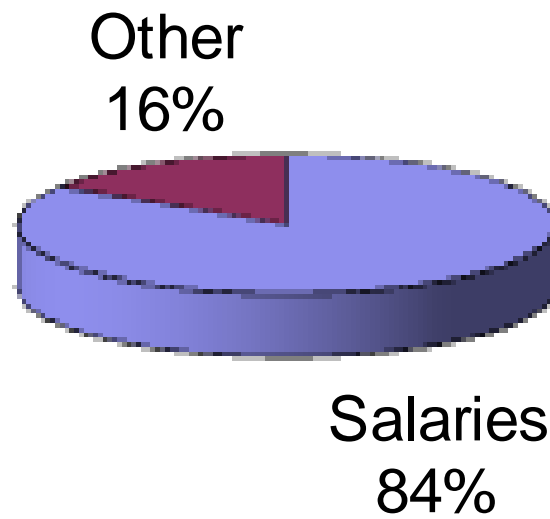
## Summary of General Fund & Supplemental General Fund Expenditures By Function



# 2010-2011 General Fund Expenditures



## Salaries as a Percentage of Total Costs (General Fund & LOB)



# The Published Budget

The published budget consists of a notice of hearing that shows the total budgeted dollars for each fund as well as the estimated mill levies for each fund. A history of actual costs and mill levies is also published for the previous two years. The published budget lists the maximum amount that can be spent in each fund. The actual amount spent will almost always be less except for the supplemental general fund (LOB) for two primary reasons. First, some contingency has to be built into each fund to allow for unplanned expenditures or unexpected increases in costs. An example would be an unexpected increase in the number of ELL students making it necessary to hire an additional teacher. Even though money will be moved from somewhere else in the budget, we must still publish the budget high enough in the Bilingual fund to allow for the increased expenditure. A second reason the budgeted amount will almost always be underspent is that all balances are shown as spent in the budget even if we intend to have a balance at year end (bond & interest, capital outlay and rec commission funds are exceptions). Some funds must have a balance for cash flow purposes but they are still shown as totally spent in the budget. To get a better comparison of the current year's budget with previous years, a history of budgeted amounts for the past three years is shown in slides 47-48. This gives a better picture of the expected increases or decreases in each fund.

**Note: The budget as adopted for 2011-12 was lower than what was published – modifications have been made in this publication to reflect the final adopted budget.**

**Slides 45-46 note the budget as published, not what was adopted following the budget hearing.**

**NOTICE OF HEARING 2011-2012 BUDGET**

The governing body of Unified School District 373 will meet on the 15th day of August, 2011 at 7:00 PM, at 308 E. 1st St. for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of tax to be levied. Detailed budget information (including budget profile) is available at McKinley Administrative Center and will be available at this hearing.

The Amount of 2011 Tax to be Levied and Expenditures (published below) establish the maximum limits of the 2011-2012 Budget. The "Est. Tax Rate" in the far right column, shown for comparative purposes, is subject to slight change depending on final assessed valuation.

	Code	2009-2010 Actual		2010-2011 Actual		PROPOSED BUDGET 2011-2012		
		Actual	Actual	Actual	Actual	Expenditures	Amount of 2011 Tax to be Levied	Est. Tax Rate*
		Expenditures	Tax Rate*	Expenditures	Tax Rate*			
Line		(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>OPERATING</b>								
General	06	21,442,584	20.000	21,584,845	20.000	20,874,540	2,600,079	20.000
Supplemental General (LOB)	08	6,040,000	17.376	6,360,000	19.530	6,360,000	3,134,460	21.189
<b>SPECIAL REVENUE</b>								
Adult Education	10	158,187	0.000	11,593	0.000	51,009	0	0.000
Bilingual Education	14	500,787		557,931		553,812		
Virtual Education	15	0		0		198,450		
Capital Outlay	16	705,549	4.000	799,098	4.001	1,525,000	591,718	4.000
Driver Training	18	23,793		47,129		67,394		
Food Service	24	1,685,708		1,653,615		2,052,480		
Professional Development	26	103,224		106,875		146,771		
Parent Education Program	28	147,950		144,538		169,481		
Summer School	29	9,388		9,174		20,007		
Special Education	30	4,158,053		4,229,623		4,840,059		
Vocational Education	34	1,234,429		1,288,971		1,316,179		
Federal Funds	07	1,227,402		1,269,661		1,013,579		
Gifts and Grants	35	124,864		148,378		130,000		
At Risk (4Yr Old)	11	138,176		149,695		159,785		
At Risk (K-12)	13	2,041,680		2,699,420		2,545,220		

STATE OF KANSAS								
Budget Form USD-A								
2011-2012		2009-2010 Actual		2010-2011 Actual		PROPOSED BUDGET 2011-2012		
	Code	Actual	Actual	Actual	Actual		Amount of 2011	Est.
Fund—Continued	99	Expenditures	Tax Rate*	Expenditures	Tax Rate*	Expenditures	Tax to be Levied	Tax Rate*
	Line	(1)	(2)	(3)	(4)	(5)	(6)	(7)
KPERS Special Retirement Contribution	51	1,725,912		1,482,518		2,698,182		
Contingency Reserve	53	0		0				
Textbook & Student Material Revolving	55	366,931		215,646				
Activity Fund	56	0		239,549				
<b>DEBT SERVICE</b>								
Bond and Interest #1	62	3,815,682	13.477	3,844,749	13.480	3,851,443	1,994,033	13.480
<b>COOPERATIVES**</b>								
Special Education	78	6,919,443		7,407,826		9,064,852		
<b>TOTAL USD EXPENDITURES</b>	<b>100</b>	<b>52,569,742</b>	<b>54.853</b>	<b>54,250,834</b>	<b>57.011</b>	<b>57,638,243</b>	<b>8,320,290</b>	<b>58.669</b>
Less: Transfers	105	8,527,187	xxxxxx	9,244,239	xxxxxx	9,206,104	xxxxxxxx	xxxxxxxx
<b>NET USD EXPENDITURES</b>	<b>110</b>	<b>44,042,555</b>	<b>xxxxxx</b>	<b>45,006,595</b>	<b>xxxxxx</b>	<b>48,432,139</b>	<b>xxxxxxxx</b>	<b>xxxxxxxx</b>
<b>TOTAL USD TAXES LEVIED</b>	<b>115</b>	<b>7,518,291</b>	<b>xxxxxx</b>	<b>7,755,127</b>	<b>xxxxxx</b>	<b>8,320,290</b>	<b>xxxxxxxx</b>	<b>xxxxxxxx</b>
<b>OTHER</b>								
Recreation Commission	84	1,020,000	6.250	976,300	6.250	1,031,300	983,766	6.650
Rec Comm Emp Benefits & Spec Liab	86	218,000	1.270	218,000	1.461	215,000	201,220	1.360
<b>TOTAL OTHER</b>	<b>120</b>	<b>1,238,000</b>	<b>7.520</b>	<b>1,194,300</b>	<b>7.711</b>	<b>1,246,300</b>	<b>1,184,986</b>	<b>8.010</b>
<b>TOTAL TAXES LEVIED</b>	<b>125</b>	<b>8,597,963</b>		<b>8,852,492</b>		<b>9,505,276</b>		
Assessed Valuation - General Fund	128	\$125,533,219		\$124,239,279		\$130,003,966		
Assessed Valuation - All Other Funds	130	\$143,389,489		\$142,139,406		\$147,929,414		
Outstanding Indebtedness, July 1		2009		2010		2011		
General Obligation Bonds	135	48,160,000		46,535,000		44,820,000		
Capital Outlay Bonds	140	0		0		0		
Temporary Note	145	0		0		0		
No-Fund Warrant	150	0		0		0		
Lease Purchase Principal	153	0		0		0		
<b>TOTAL USD DEBT</b>	<b>155</b>	<b>48,160,000</b>		<b>46,535,000</b>		<b>44,820,000</b>		

\* Tax Rates are expressed in Mills

\*\* Sponsoring District Only

**The comparison tables on slides 47-48 were modified to reflect the actual adopted budget, which has a lower Capital Outlay mill levy than proposed in the published budget.**

### Comparison of Budgeted Expenditures for the Last 3 Years

	2009-2010 Budgeted		2010-11 Budgeted		PROPOSED BUDGET 2011-2012		
	Budgeted	Tax	Budgeted	Tax	Expenditures	Amount of 2010 Tax to be Levied	Est. Tax Rate*
	Expenditures	Rate*	Expenditures	Rate*			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>OPERATING</b>							
General	21,198,824	20.000	21,251,965	20.000	20,874,540	2,600,079	20.000
Supplemental General (LOB)	6,040,000	16.992	6,360,000	19.525	6,360,000	3,134,460	21.189
<b>SPECIAL REVENUE</b>							
Adult Education	206,991		50,602		51,009		
Adult Supplemental Education	0		0		0		
Bilingual Education	543,633		572,968		553,812		
Virtual Education					198,450		
Capital Outlay	1,660,000	4.000	1,695,000	4.000	1,525,000	421,895	2.340
Driver Training	65,259		64,559		67,394		
Extraordinary School Program	0		0		0		
Food Service	1,901,237		1,953,992		2,052,480		
Professional Development	172,778		172,646		146,771		
Parent Education Program	190,319		175,445		169,481		
Summer School	21,510		21,526		20,007		
Special Education	4,400,657		4,417,584		4,840,059		
Vocational Education	1,302,016		1,295,355		1,316,179		
Federal Funds	1,349,966		1,253,842		1,013,579		
Gifts and Grants	95,000		120,000		130,000		
At Risk (4 Yr Old)	138,176		155,324		159,785		
At Risk (K-12)	2,118,891		2,810,737		2,545,220		
Declining Enrollment							

## Comparison of Budgeted Expenditures for the Last 3 Years

Fund—Continued	2009-2010 Budgeted		2010-11 Budgeted		PROPOSED BUDGET 2011-2012		
	Budgeted		Budgeted		Expenditures	Amount of 2010 Tax to be Levied	Est. Tax Rate*
	Budgeted Expenditures (1)	Tax Rate* (2)	Budgeted Expenditures (3)	Tax Rate* (4)			
KPERS Special Retirement Contribution	1,952,735		1,952,869		2,698,182		
Contingency Reserve							
Textbook & Student Material Revolving							
<b>DEBT SERVICE</b>							
Bond and Interest #1	3,816,183	13.179	3,845,276	13.477	3,851,443	1,994,033	13.480
Bond and Interest #2							
No-Fund Warrant							
Special Assessment							
Temporary Note							
<b>COOPERATIVES**</b>							
Special Education	8,267,046		8,696,669		9,064,852		
<b>TOTAL USD EXPENDITURES</b>	<b>55,441,221</b>	<b>54.171</b>	<b>56,866,359</b>	<b>57.002</b>	<b>57,638,243</b>	<b>8,320,290</b>	<b>58.669</b>
Less: Transfers	7,864,875	xxxxxxx	8,562,625	xxxxxxx	9,206,104	xxxxxxx	xxxxxxx
<b>NET USD EXPENDITURES</b>	<b>47,576,346</b>	<b>xxxxxxx</b>	<b>48,303,734</b>	<b>xxxxxxx</b>	<b>48,432,139</b>	<b>xxxxxxx</b>	<b>xxxxxxx</b>
Less: Duplicated Exp & Other Dist's Share	6,814,085		7,322,877		8,095,566		
<b>ACTUAL NET USD EXPENDITURES</b>	<b>40,762,261</b>		<b>40,980,857</b>		<b>40,336,573</b>		
		xxxxxxx		xxxxxxx		xxxxxxx	xxxxxxx
<b>OTHER</b>							
Historical Museum	0	0.000	0	0.000	0	0	0.000
Public Library Board	0	0.000	0	0.000	0	0	0.000
Public Library Board Employee Benefits	0	0.000	0	0.000	0	0	0.000
Recreation Commission	1,020,000	6.242	977,500	6.250	1,031,300	888,614	6.650
Rec Comm Emp Benefits & Spec Liab	218,000	1.242	218,000	1.460	215,000	207,607	1.360
<b>TOTAL OTHER</b>	<b>1,238,000</b>	<b>7.484</b>	<b>1,195,500</b>	<b>7.710</b>	<b>1,246,300</b>	<b>1,096,221</b>	<b>8.010</b>

# Additional Budget Information

- Included with the full copy of the budget is the budget profile. It breaks down various funds by function similar to what has been done in this budget summary. It also includes a summary of each function by fund. The profile also references the KSDE website where information is available about our buildings and the district.
- Another reporting requirement in the budget is a summary of FTE staff and salaries by job function. A two year history and budgeted FTE are provided.

USD# 373  
AVERAGE SALARY

	2009-10 Actual			2010-11 Actual			2011-12 Contracted		
	FTE	Total Salary	Average Salary	FTE	Total Salary	Average Salary	FTE	Total Salary	Average Salary
Administrators (Certified/Non-Certified)	30.3	2,408,831	79,499	29.9	2,404,142	80,406	27.9	2,200,543	78,873
Teachers (Full Time)	284.0	14,039,193	49,434	281.2	14,083,814	50,085	279.0	14,082,339	50,474
Other Certified (Licensed) Personnel	39.8	2,492,067	62,615	38.1	2,519,594	66,131	36.6	2,322,548	63,458
Classified Personnel	230.2	6,305,829	27,393	229.5	6,552,439	28,551	227.0	6,455,573	28,439
Substitutes/Temporary Help	XXXX	387,507	XXXXXXXX	XXXX	321,963	XXXXXXXX	XXXX	368,300	XXXXXXXX

**DEFINITIONS**

Administrators: \*Certified (Licensed) - Superintendent; Assistant Superintendent; Administrative Assistants; Principals; Assistant Principals; Directors/Supervisors Special Education; Directors/Supervisors of Health; Directors/Supervisors of VocEd; Instructional Coordinators/Supervisors; All Other Directors/Supervisors.

\*\* Non-Certified - Assistant Superintendents; Business Managers; Business Services (Directors/Coordinators/Supervisors); Food Service (Directors/Coordinators/Supervisors); Transportation (Directors/Coordinators/Supervisors); Custodial Maintenance (Directors/Coordinators/Supervisors); Other (Directors/Coordinators/Supervisors).

Teachers (Full Time Only): \*Practical Arts/Vocational Teachers; Special Education Teachers; Prekindergarten Teachers; Kindergarten Teachers; Reading Specialists/Teachers; All Other Teachers.

Other Certified (Licensed) Personnel: Part-Time Teachers; Library Media Specialists; School Counselors; Clinical or School Psychologists; Speech Pathologists; Audiologists; Nurses (RN); Social Workers.

Classified Personnel: \*\*Attendance Services Staff; Library Media Aides; Security Officers; Regular Education Teacher Aides; Secretarial/Clerical; Special Education Paraprofessionals; Nurses (LPN); Food Service Workers; Custodians, Bus Drivers.

Substitutes/Temporary: \*\*Substitute Teachers, Coaching Assistants and other short term temporary help.

Total Salary: Report total salary including employee reduction plans\*\*\*, supplemental and extra pay for summer school, and board paid fringe benefits (employer paid)\*\*\*\*.

\*FTE for Certified Administrators, Teachers and Other Certified (Licensed) Personnel is defined by the local school board. **Generally** FTE for teachers with a 9-10 month contract should be reported as 1.0; FTE for Principals with a 10-12 month contract should be reported as 1.0; FTE for Superintendents with a 12 month contract should be reported as 1.0.

\*\*FTE of 1.0 for Non-Certified Administrators, Classified Personnel and Substitutes/Temporary should be based upon 2,080 hours.

\*\*\*Employee reduction plans include benefits received by employees under a Section 125 Salary Reduction Agreement. Does not include social security, workers' compensation, and unemployment insurance.

\*\*\*\*Board paid fringe benefits (employer paid) include group life, group health, disability income, accidental death and dismemberment, and hospital surgical, and/or medical expense insurance. Does not include social security, workers' compensation, and unemployment insurance.

# Additional Budget Information

Finally, a single form showing budgeted expenditures by fund, revenue sources, and cash balances is included with the budget (see slide 53). Note that the bulk of cash balances are in three funds: bond and interest, capital outlay, and Co-op Special education. The balance in the bond and interest fund is there to make a \$2.8 million debt payment that is due September 1. The balance in the capital outlay fund includes money set aside for capital projects for this year as well as approximately one year's worth of expenditures that we try to keep on hand for emergency purchases and repairs. The balance in the Co-op special education fund is used to reduce assessments to the districts and provide for services required for severely handicapped students.

# Additional Budget Information

Balances in some of the other funds are required for cash flow purposes. The fees and state aid for summer school and driver education programs are collected in the previous fiscal year while most of the costs occur in the budgeted fiscal year. At-risk summer school expenses are now paid out of the at-risk fund so a balance was maintained there. The food service program does not receive federal and state dollars for nearly three months and so must have a balance to purchase supplies and pay salaries to start the year.

The balances in other funds are used to fund the majority of the costs for that program the following year. A good example is the professional development fund. The balance in that fund must pay for professional development activities for the year. At the end of next year we will attempt to transfer money to provide for professional development the following year if funds are available.

The supplemental general fund (LOB) balance is the result of more taxes received than budgeted last year and was used to keep the mill levy down in the current year.

# Sources of Revenue & Proposed Budget for 2011-12

***This table has been adjusted from the published budget to show lower adopted budget.***

Fund	2011-12	July 1, 2011	Estimated Sources of Revenue--2011-12					Estimated
	Amount		State	Federal	Local			July 1, 2012
	Budgeted	Cash Balance			Interest	Transfers	Other	Cash Balance
General	20,874,540	4,358	18,165,244	0		300,000	2,404,938	XXXXXXXXXX
Supplemental General	6,360,000	72,540	3,145,109				3,142,351	XXXXXXXXXX
Adult Education	51,009	51,009	0	0	0	0	0	0
At Risk (4yr Old)	159,785	15,000		0	0	144,785	0	0
Adult Supplemental Education	0	0			0	0	0	0
At Risk (K-12)	2,545,220	40,011		0	0	2,505,209	0	0
Bilingual Education	553,812	0		0	0	553,812	0	0
Virtual Education	198,450	0			0	198,450	0	0
Capital Outlay	1,525,000	1,275,709		0	0	0	421,895	172,604
Driver Training	67,394	56,442	10,952		0	0	0	0
Declining Enrollment	0	0					0	0
Extraordinary School Program	0	0			0	0	0	0
Food Service	2,052,480	323,421	14,839	1,004,923	0	0	709,297	0
Professional Development	146,771	146,771		0	0	0	0	0
Parent Education Program	169,481	38,174	60,120	0	0	0	71,187	0
Summer School	20,007	13,007		0	0	0	7,000	0
Special Education	4,840,059	380,000	0	25,000	0	4,430,058	5,001	0
Vocational Education	1,316,179	50,179		29,110	0	1,073,790	163,100	0
Special Liability Expense Fund	0	0				0	0	0
Special Reserve Fund		0						XXXXXXXXXX
Gifts and Grants	130,000	107,173					70,000	47,173
Textbook & Student Materials Revolving		203,869						XXXXXXXXXX
School Retirement	0	0			0		0	0
Extraordinary Growth Facilities	0	0					0	0
KPERS Special Retirement Contribution	2,698,182	0	2,698,182					XXXXXXXXXX
Contingency Reserve		1,267,148						XXXXXXXXXX
Activity Funds		160,056						XXXXXXXXXX
Tuition Reimbursement		0	0	0			0	0
Bond and Interest #1	3,851,443	2,188,707	1,617,396	0	0		2,116,891	2,071,551
Bond and Interest #2	0	0	0	0	0		0	0
No Fund Warrant	0	0					0	0
Special Assessment		0					0	0
Temporary Note	0	0			0		0	0
Coop Special Education	9,064,852	1,797,909	0	1,379,694	0	0	5,887,249	0
Federal Funds	1,013,579	317	XXXXXXXXXXXX	1,013,262	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	0
Cost of Living	0	0	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	0	0
<b>SUBTOTAL</b>	<b>57,638,243</b>	<b>8,191,800</b>	<b>25,711,842</b>	<b>3,451,989</b>	<b>0</b>	<b>9,206,104</b>	<b>14,998,909</b>	<b>2,291,328</b>
Less Transfers	9,206,104							
<b>TOTAL Budget Expenditures</b>	<b>\$48,432,139</b>							

