

Budget Planning

2011-2012

The obstacle

- Declining Enrollment
 - 2009-10 enrollment was 594
 - 2010-11 enrollment is 566
 - 2011-12 enrollment is projected at 552
- Reduction in Per Student Allocation
 - 5% reduction with declining enrollment is \$182,000
 - 10% reduction with declining enrollment is \$317,000

A Closer Look – A Balanced Budget

	2009-2010
Actual ADM	594
Actual Our Home	29
Total w/o our home	565
Average Parkston	586
Average Our Home	27.5
Average w/o Our Home SSF	558.5
Per Student Allocation	\$ 4,804.60
Small School Adjustment	\$ 29.66
Total Per Student Allocation	\$ 4,834.26
	\$ 2,832,876.36

Last Year's Legislation

	2009-2010	2010 -2011
Actual ADM	594	566.03
Actual Our Home	29	30
Total w/o our home	565	536.03
Average Parkston	586	580.015
Average Our Home		29.5
Average w/o Our Home SSF		550.515
Per Student Allocation	\$ 4,804.60	\$ 4,804.60
Small School Adjustment	\$ 29.66	\$ 135.54
Total Per Student Allocation	\$ 4,834.26	\$ 4,940.14
	\$ 2,832,876.36	\$ 2,865,355.30

	2009-2010	2010 -2011	5% -2011-12
Actual ADM	594	566.03	552
Actual Our Home	29	30	30
Total w/o our home	565	536.03	522
Average Parkston	586	580.015	559.015
Average Our Home		29.5	30
Average w/o Our Home SSF		550.515	529.015
Per Student Allocation	\$ 4,804.60	\$ 4,804.60	\$ 4,564.37
Small School Adjustment	\$ 29.66	\$ 135.54	\$ 165.27
Total Per Student Allocation	\$ 4,834.26	\$ 4,940.14	\$ 4,729.64
	\$ 2,832,876.36	\$ 2,865,355.30	\$ 2,643,939.70
	Balanced Budget	Where will this be?	(\$188,936.66)

	2009-2010	2010 -2011	5% -2011-12	10% -2011-2012
Actual ADM	594	566.03	552	552
Actual Our Home	29	30	30	30
Total w/o our home	565	536.03	522	522
Average Parkston	586	580.015	559.015	559.015
Average Our Home		29.5	30	30
Average w/o Our Home SSF		550.515	529.015	529.015
Per Student Allocation	\$ 4,804.60	\$ 4,804.60	\$ 4,564.37	\$ 4,324.14
Small School Adjustment	\$ 29.66	\$ 135.54	\$ 165.27	\$165.27
Total Per Student Allocation	\$ 4,834.26	\$ 4,940.14	\$ 4,729.64	\$ 4,489.41
	\$ 2,832,876.36	\$ 2,865,355.30	\$ 2,643,939.70	\$ 2,509,647.53
			(\$188,936.66)	(\$323,228.83)

	2009-2010	2010 -2011	5% -2011-12	10% -2011-2012	5.6% 2011-12
Actual ADM	594	566.03	552	552	552
Actual Our Home	29	30	30	30	30
Total w/o our home	565	536.03	522	522	522
Average Parkston	586	580.015	559.015	559.015	559.015
Average Our Home		29.5	30	30	30
Average w/o Our Home SSF		550.515	529.015	529.015	529.015
Per Student Allocation	\$ 4,804.60	\$ 4,804.60	\$ 4,564.37	\$ 4,324.14	\$4,535.54
Small School Adjustment	\$ 29.66	\$ 135.54	\$ 165.27	\$165.27	\$165.27
Total Per Student Allocation	\$ 4,834.26	\$ 4,940.14	\$ 4,729.64	\$ 4,489.41	\$4,700.81
	\$ 2,832,876.36	\$ 2,865,355.30	\$ 2,643,939.70	\$ 2,509,647.53	\$2,627,824.64
			(\$188,936.66)	(\$323,228.83)	(\$205,051.72)

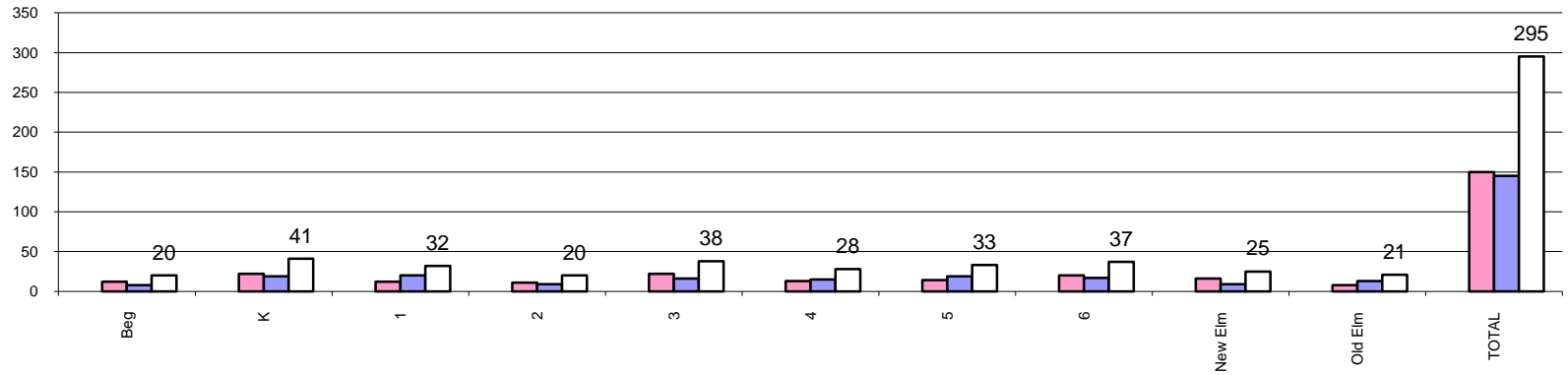
Where do we go?

- It appears we will have a structural deficit of at least \$185,000 and at a maximum of \$325,000.
- Thus we will work toward this goal.

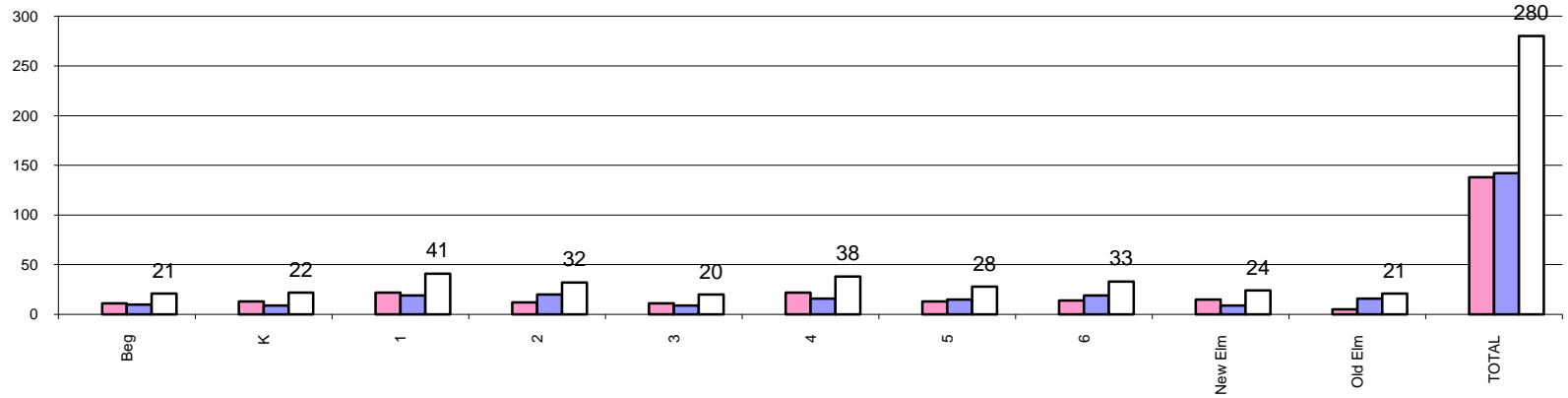
Proposal for 2011-2012

- Assuming 5% and 552 enrollment
- Retirement of Irene Thury (SPED)
 - Replace with existing general education teacher
 - Estimated savings \$50,880
- Sarah Eggers Resignation (SPED)
 - Replace with existing general education teacher
 - Estimated savings \$44,785

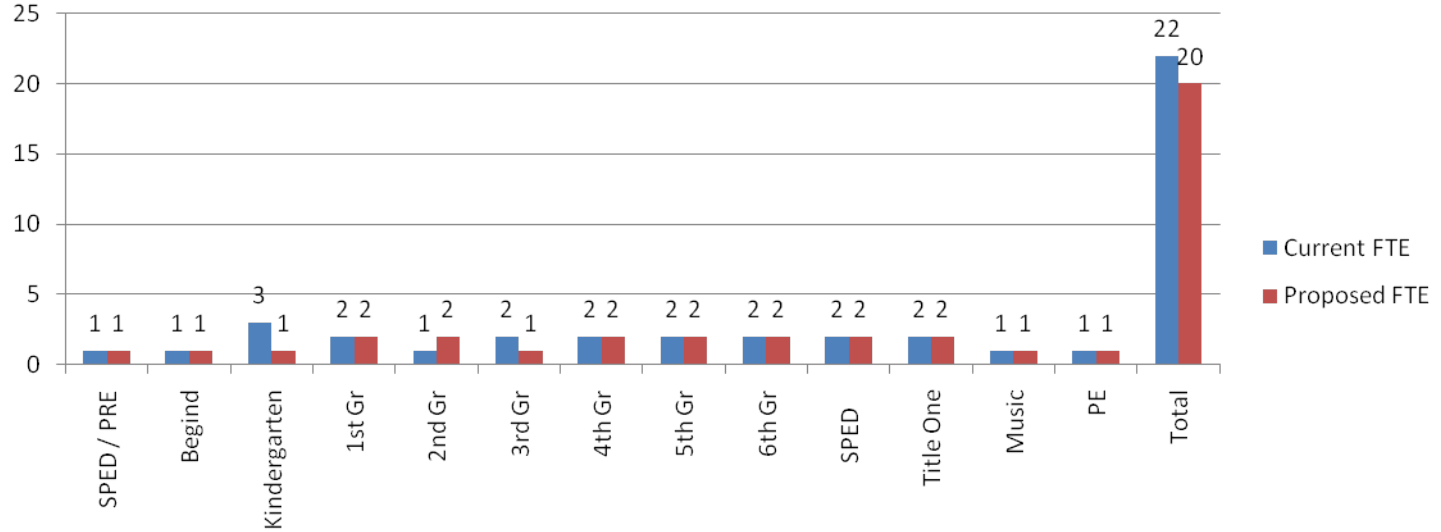
Current Enrollment



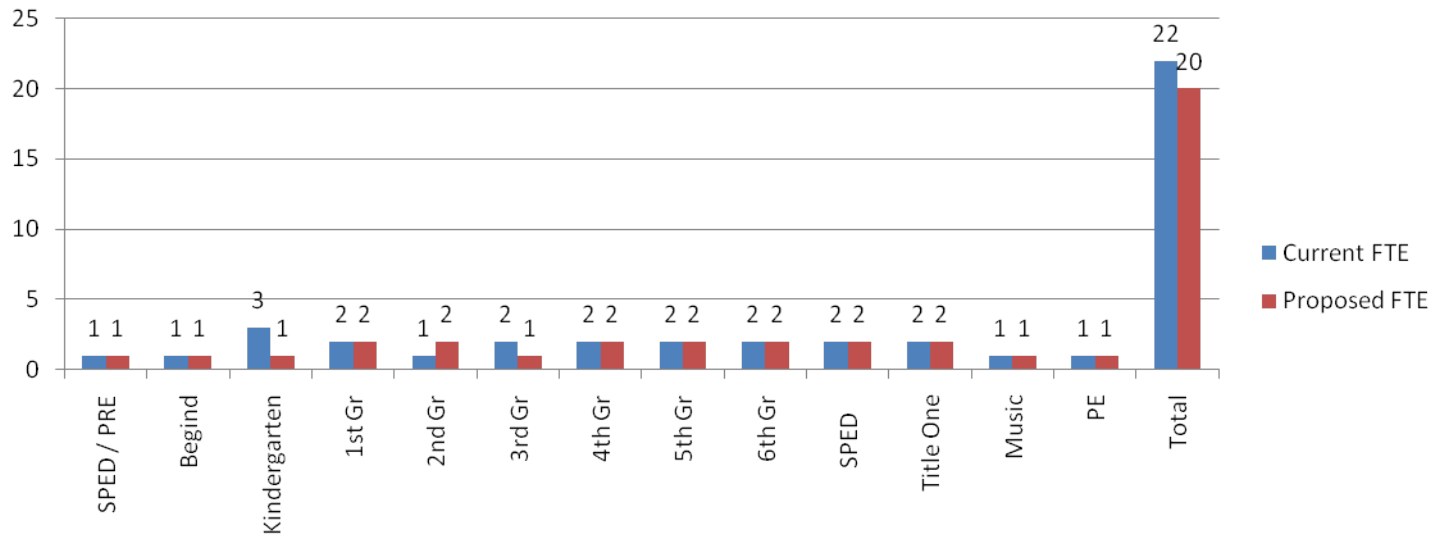
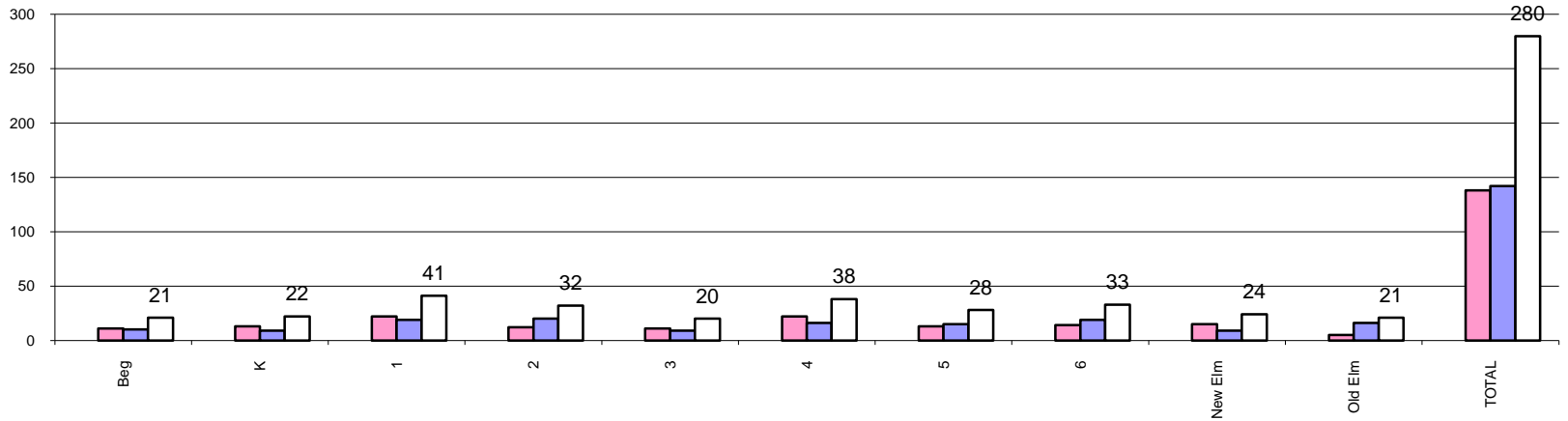
Projected 2011-2012 as of February 7, 2011



Staffing per class



Projected 2011-2012 as of February 7, 2011



One time money – 2011-2012

Savings from Mr. Monson Salary being paid by the National Association

- Estimated savings \$56,800

Reserves

- \$37,000

Options

	5% cut
General Fund	\$ (188,936.66)
Capital Outlay	
Less Elementary FTE	\$ 50,880.00
Less Elementary FTE	\$ 44,785.00
Monson Salary	\$ 56,800.00
Reserves	\$ 37,000.00
	(Do we use reserves or capital outlay?) – Pros and Cons to both
Total	\$ 189,465.00

10% Cut

- Same as the 5% reductions but add
- \$80,000 to capital outlay burden
- \$61,000 to reserves

10% option

	5% cut	10%
General Fund	\$ (188,936.66)	\$ (323,228.83)
Capital Outlay		\$ 110,000.00
Less Elementary FTE	\$ 50,880.00	\$ 50,880.00
Less Elementary FTE	\$ 44,785.00	\$ 44,785.00
Monson Salary	\$ 56,800.00	\$ 56,800.00
Reserves	\$ 37,000.00	\$ 61,000.00
Total	\$ 189,465.00	\$ 323,465.00

Remaining Structural Deficit the removal of one-time money

	5% cut	10%
General Fund	\$ (188,936.66)	\$ (323,228.83)
Capital Outlay		\$ 110,000.00
Less Elementary FTE	\$ 50,880.00	\$ 50,880.00
Less Elementary FTE	\$ 44,785.00	\$ 44,785.00
Monson Salary	\$ 56,800.00	\$ 56,800.00
Reserves	\$ 37,000.00	\$ 61,000.00
Total	\$ 189,465.00	\$ 323,465.00
Remaining Structural deficit	\$ 93,800.00	\$ 227,800.00

How to address the Structural Deficit

- We hope to take a year to study everything completely, however, we have already identified some options, weighing each for what we believe would have the least impact on the students in a total capacity

Other Options we are considering

Early Retirement Elimination	\$ 75,000.00
Classified Staff Reduction	\$ 50,000.00
Administration	\$ 90,000.00
3% salary reduction	\$ 60,000.00
All Athletics/extra curricular	\$ 175,000.00
Roll back salaries to 06-07 level	\$ 200,000.00
Opt Out	\$ 250,000.00
3 yr freeze on salary/benefits – grow out	?????

Other Things to Remember

- These calculations are based solely on the revenue side of the budget
- These calculations do not include
 - Increased energy costs?
 - Any salary increase?
 - Any insurance increase?
- As/if those numbers grow, so does deficit