



Five Year Forecast Summary

Over the next four years, reductions in revenue from the State will outpace the revenue generated by the passage of the 4.9 mills levy.

Revenues:

The accumulated loss of revenue projected over the next four years is \$21.6 Million Dollars.

- Local revenue is generated by passing school levies. No new monies have been collected since the passage of the 5.5 mill levy in November 2006.
- State “foundation” money is expected to be reduced by 5.9 % or approximately \$636,780 in 2011-2012. This 5.9% does not include the additional \$790,677 in stimulus money that will be lost in this same fiscal year. This \$790,677 stimulus money is not the same as the Ed Jobs stimulus money which amount to \$627,103. In 2012-2013, the state predicts that we will receive an additional \$86,768 in “foundation” dollars. In 2013-2014 and 2014-2015 state funding is projected to decrease by an average of 15% each of those two years.
- The phase-out of Tangible Personal Property Tax is being accelerated. Instead of starting in Fiscal Year 2014 as projected, the phase out will begin in Fiscal Year 2012. This amount will be \$1,123,243 per year and will continue each year until the funds are completely gone.

If the 4.9 mills levy passes, it will generate \$16,451,994 over the next 3.5 years.

- If passed, the current 4.9 mills levy request will begin collections in January 2012 and will generate \$4.6 million per year.

The district will continue to reduce expenditures by more than \$3.5 Million over the next four years, even with the passage of the levy. Without the passage of the levy, additional reductions in expenditures will be needed.

Expenditures:

- Salaries and Benefits for employees have been renegotiated this year with administration and both labor organizations, resulting in lower cost to the district. In addition, all employees now pay a 10% contribution to their health care benefit premiums. In 2011-2012, there will be no additional cost to the taxpayer for salaries and benefits.
- The District reduced 17 positions in 2009, 10 positions in January 2011, and will reduce an additional 36 positions for the 2011-2012 school year. Six more positions will be eliminated in 2012-2013.
- Fees for sports and activities will continue.
- Field Trips will be eliminated or must be cost neutral to the District.
- Implementation of All Day Kindergarten has been eliminated

Other projections:

- Purchased services and supplies over the next four years are expected to increase by an average of 4.2%.

Capital Expenditures:

- Some capital expenditures are paid for by operating money; however, most of these expenses are paid by the Permanent Improvement Levy.