

2013 BUDGET PREPARATION SCHEDULE

Scheduled	Actual	
Feb. 1, 2012	02/01	Enrollment projections completed and reviewed by Cabinet
April 1, 2012	04/01	First draft of staffing decisions made by Cabinet
June 1, 2012	06/01	Business Office review of all budgets completed
June 25, 2012	07/09	First budget draft presented to Cabinet
August 8, 2012	08/08	Budgets “closed” for further changes
August 10, 2012	08/10	First day of school for students
August 15, 2012	08/15	Budgets transferred into the Gateway system
August 20, 2012	08/20	Public discussion of the budget at regular Board meeting
August 22, 2012	08/22	Turn budget advertisement in to the newspaper
August 28, 2012	08/28	Date of 1st publication of the proposed 2013 Budget, Bus Replacement Plan, and Capital Projects Fund Plan
August 31, 2012	08/31	Submit proposed budgets, tax rates, and property tax levies to the County Auditor
Sept. 4, 2012	09/04	Date of 2nd publication of the proposed 2013 Budget, Bus Replacement Plan, and Capital Projects Fund Plan
Sept. 14, 2012	09/14	Official ADM Enrollment Count
Sept. 17, 2012		Public hearing of the proposed 2013 Budget, Bus Replacement Plan, and Capital Projects Fund Plan
Oct. 15, 2012		Proposed 2013 Budget, Bus Replacement Plan, and Capital Projects Fund Plan adopted by the Board at a regular meeting
Oct. 16, 2012		File adopted budget and tax levies with County Auditor
Oct. 19, 2012		Publish Notice of Adoption of the Capital Projects Plan
November 2012		DLGF hearing
December 2012		Auditor certifies pay-2013 Assessed Values
January 2013		DLGF provides 1782 draft notice
February 2013		Final 2013 budget received

Assessed Value History

Pay Year	Amount	Change	Comments
1997	\$298,800,670		
1998	\$314,456,610	5.24%	
1999	\$333,052,510	5.91%	
2000	\$362,445,820	8.83%	
2001	\$378,893,170	4.54%	
2002	\$1,206,194,110	X 3.18	Change to True Tax Value; should have multiplied by 3.
2003	\$2,001,044,580	65.90%	Re-assessment year
2004	\$2,059,118,680	2.90%	
2005	\$2,168,245,180	5.30%	
2006	\$2,295,503,980	5.87%	
2007	\$2,520,158,340	9.79%	Trending make-up year; inventory tax reduction of \$27,906,300
2008	\$2,623,539,190	4.10%	
2009	\$2,087,882,638	-20.42%	Decrease due to a new homeowner's deduction
2010	\$2,105,148,527	0.83%	
2011	\$2,113,790,317	0.41%	
2012	\$2,115,873,307	0.10%	
The years below are projected:			
2013	\$2,140,000,000	1%	
2014	\$2,160,000,000	1%	
2015	\$2,180,000,000	1%	

2013 BUDGET WORKSHEET

Fund	2012	2013	Change '11 to '12	Notes
General	\$41,800,000 \$0.0000	\$43,430,000 \$0.0000	+\$1,630,000 N/C	The State provided additional money through a revised formula in 2012 and 2013. Also, we expect more students in 2012-13.
Transp.	\$3,360,000 \$0.1346	\$3,445,000 \$0.1275	+\$85,000 -\$0.0071	Budget for 2013 based on new max levy increased 2.8%.
Bus Replace.	\$1,190,000 \$0.0000	\$910,000 \$0.0264	-\$280,000 +\$0.0264	We did not receive any money to buy buses in 2012. See budget pages for more detail.
Debt Service	\$12,919,000 \$0.5197	\$14,250,000 \$0.5269	+\$1,331,000 +\$0.0072	Total needs have increased, but our rate does not increase as much because our cash needs are lower.
Pension Bond Fund	\$1,055,000 \$0.0447	\$1,055,000 \$0.0431	N/C -\$0.0016	Bond payments from this fund remain basically unchanged through 2013. Our rate decreases slightly because our cash needs are lower.
CPF	\$7,025,000 \$0.2566	\$7,130,000 \$0.2761	+\$105,000 +\$0.0195	The maximum tax rate is determined by a formula, and this determines the maximum budget.
Totals	\$67,349,000 \$0.9556	\$70,220,000 \$1.0000	+\$2,871,000 +\$0.0444	4.26% increase 4.65% increase

Note: The above figures reflect tax rates after adjustments for SB199 tax neutrality.

CENTER GROVE COMMUNITY SCHOOL CORPORATION
COMPARISON of ADVERTISED and APPROVED TAX RATES

ADVERTISED

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Assessed Valuation	\$2,341,414,060	\$1,685,600,000	\$1,879,000,000	\$2,113,790,317	\$2,000,000,000	\$2,137,000,000
TAX RATE						
General	0.7404	0.0000	0.0000	0.0000	0.0000	0.0000
Referendum	0.0000	0.0000	0.0000	0.1500	0.0000	0.0000
Debt Service	0.4527	0.7215	0.6191	0.6368	0.5619	0.5753
Pension Debt	0.0430	0.0561	0.0516	0.0588	0.0473	0.0461
Capital Projects	0.3217	0.4507	0.3322	0.3538	0.3045	0.2954
Transportation Operating	0.1092	0.1626	0.1426	0.1610	0.1412	0.1495
Transportation Bus Replacement	0.0830	0.1031	0.0945	0.1094	0.1062	0.0415
SpEd Pre-School	0.0024	0.0000	0.0000	0.0000	0.0000	0.0000
ADVERTISED TOTAL TAX RATE	<u>1.7524</u>	<u>1.4940</u>	<u>1.2400</u>	<u>1.4698</u>	<u>1.1611</u>	<u>1.1078</u>

(Items in red not yet approved)

APPROVED

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Assessed Valuation	\$2,623,539,190	\$2,087,882,638	\$2,105,148,527	\$2,113,790,317	\$2,115,873,307	\$2,137,000,000
TAX RATE						
General	0.6769	0.0000	0.0000	0.0000	0.0000	0.0000
Debt Service	0.4109	0.5599	0.5372	0.5157	0.5197	0.5269
Pension Debt	0.0366	0.0460	0.0460	0.0478	0.0447	0.0431
Capital Projects	0.2730	0.2857	0.2787	0.2605	0.2566	0.2761
Transportation Operating	0.0853	0.1193	0.1257	0.1251	0.1346	0.1275
Transportation Bus Replacement	0.0323	0.0313	0.0338	0.0372	0.0000	0.0264
SpEd Pre-School	0.0019	0.0000	0.0000	0.0000	0.0000	0.0000
APPROVED TOTAL TAX RATE	<u>1.5169</u>	<u>1.0422</u>	<u>1.0214</u>	<u>0.9863</u>	<u>0.9556</u>	<u>1.0000</u>
Advertised Rate	1.7524	1.4940	1.2400	1.4698	1.1611	1.1078
Approved Rate	<u>1.5169</u>	<u>1.0422</u>	<u>1.0214</u>	<u>0.9863</u>	<u>0.9556</u>	<u>1.0000</u>
Difference	-0.2355	-0.4518	-0.2186	-0.4835	-0.2055	-0.1078



2013 Budget

CENTER GROVE COMMUNITY SCHOOL CORPORATION



Budget Hearing
September 17, 2012



Budget Adoption Calendar

- ◆ **August 20, 2012** **Budget discussed at the regular Board meeting**
- ◆ **August 28, 2012** **Budget advertised**
- ◆ **September 4, 2012** **Budget advertised the 2nd time**
- ◆ **September 17, 2012** **Budget Hearing**
Bus Replacement Plan Hearing
Capital Projects Plan Hearing
- ◆ **October 15, 2012** **Budget Adoption by the Board**
Bus Replacement Plan Adoption
Capital Projects Plan Adoption



The Complete Budget on Our Web Site

1

- Go to www.centergrove.k12.in.us/budget

2

- Click on “*2013 Budget*”

- **All pages are now “final” instead of “draft”**
- **No books printed this year!**



Agenda

◆ 2012 Major Budget Issues

- 1 Enrollment Changes
- 2 New State Gateway System
- 3 Bus Replacement Procedures
- 4 Major Changes in the General Fund
- 5 Capital Projects Fund (CPF) Needs

◆ Summary and Conclusions

- 6 Total Budget Amounts
- 7 Total Tax Rates
- 8 Operating Balance
- 9 Summary



Major Issues:

① Enrollment Changes

Past Data and 2012-13 Original Projections

	06-07	07-08	08-09	09-10	10-11	11-12	2012-13 Projected
Enrollment	7,338	7,508	7,551	7,618	7,665	7,595	7,710
Change from Previous Year	+61	+170	+43	+67	+47	-70	+115



Most Up-to-Date Enrollment Data

- Original projection from demographer: 7,710
 - Projected a range from 7,560 to 7,840
- This is the basis of the advertised budget
- Current enrollment (09-14-12): 7,589
- We continue to monitor enrollment until the final ADM report is submitted
- The State funding formula provides approximately \$4,785 per student (ADM)
- Because we have missed projections, our final revenue amount will be about \$550,000 less than budgeted



Major Issues:

② New State Gateway System

- *Gateway* is a new state system designed to allow the public to view budgets for all state agencies
- Over 2,000 state agencies will have budgets available when the system is completely implemented
- This is all new software in Skyward and in Gateway
- We have “closed” the budget earlier than normal this year



Gateway System (continued)

- Forms for advertising the budget are produced by Gateway, along with other state budget forms
- This year, the old forms and the Gateway forms are included in the budget materials
- Although designed to better inform the public, the Gateway forms are much more complicated
- Form #1 previously was 10 pages long, in the Gateway system it is 73 pages long
- This is obviously a system that will evolve and hopefully improve in future years



Major Issues:

③ Bus Replacement Procedures

- ✓ The State changed the procedures for bus replacement in 2012
- ✓ Our need for 2013 is \$1,360,000
- ✓ Based on an inflation factor, the state will allow us a budget of \$910,000
- ✓ After reducing our budget for “tax neutrality”, our actual revenue will be about \$680,000
- ✓ This is the last year we will need to reduce the budget for neutrality, since the bonds will be paid off

Bus Replacement Revenue	
2008	\$971,352
2009	\$773,951
2010	\$853,516
2011	\$907,935
2012	-\$0-
2013 (projected)	\$680,000



Major Issues:

④ Major Changes in the General Fund

<u>Object</u>	<u>Description</u>	<u>2013</u> <u>Change</u>
110	Certified Salaries	+\$970,499
120	Non-Certified Salaries	+\$244,871
211/212	FICA (Social Security)	+\$86,635
214	PERF	+\$123,108
215/216	TRF	+\$112,933
411	Water/Sewer	+\$60,000



New in the General Fund for 2013

- Raises for employees averaging 2.64%
- 3 new elementary Assistants to the Principal
- Contribute more towards health insurance
- Restructure ECAs
- More aides and teachers in KG to make all classes full-time
- 23 new teachers, replacing those who left
- Outsourced 2 more buildings (MGES and one more)
- Made instructional coaches part of the General Fund



Average Class Size Across the District by Year

Grade Level	2003	2004	2005	2006	2007	2008	2009	2010	2011	Est. 2012
K	21	19	20	20	22	21	22	24	22	24
1	20	20	20	20	21	24	23	21	22	23
2	20	22	20	21	22	24	24	23	24	23
3	22	21	21	23	24	25	25	24	24	25
4	27	26	26	27	26	25	28	26	26	25
5	25	29	26	26	25	25	25	26	27	26



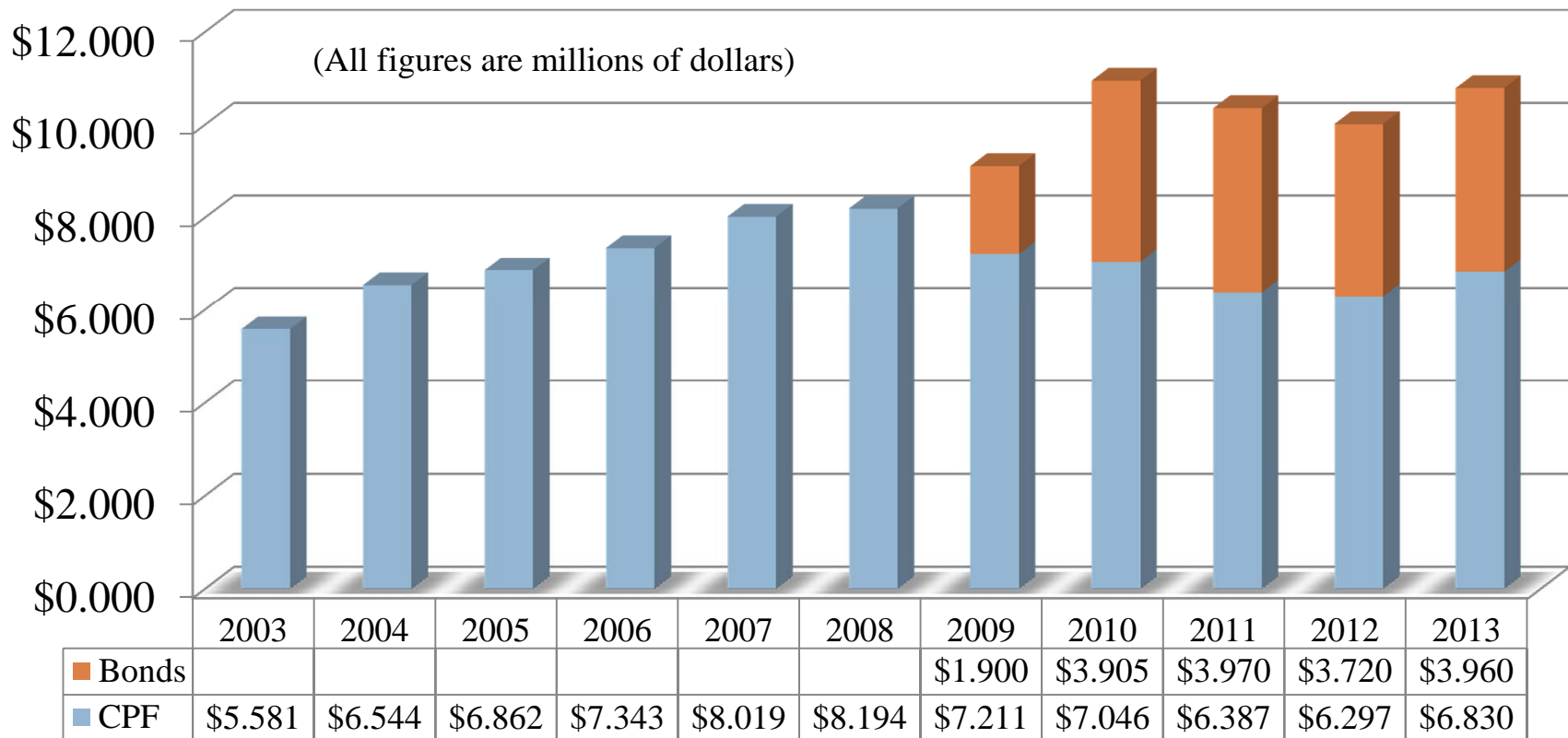
Overall Status of the 2013 General Fund Budget

- As advertised, revenue would be less than expenses by \$190,000
- Because students were less than projections, revenue will be short another \$550,000
- Need to make budget reductions of \$230,000
 - For example, with fewer students we can get by with fewer classroom aides
- This will result in expenditures for 2013 that are \$510,000 more than revenue
- This will be taken from cash balance



Major Issues:

5 Capital Projects Fund (CPF) Needs





Total 2013 Costs in CPF and Bonds

Category	Amount
Technology	\$3,392,591
Building Improvement Projects	\$2,983,884
Equipment	\$1,097,000
Utilities	\$1,300,000
Maintenance Accounts	\$1,312,000
Energy Savings Projects	\$440,823
Emergency Account	\$375,000
Professional Fees	\$188,702
Totals	\$11,090,000



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Summary:

⑥ Budget Comparison 2012-2013 (after adjustments for SB199)

	<u>2012 Budget</u>	<u>2013 Budget</u>	<u>Change</u>	<u>Percent</u>
General Fund	\$41,800,000	\$43,430,000	+\$1,630,000	+3.9%
Capital Projects	\$7,025,000	\$7,130,000	+\$105,000	+1.5%
Transportation	\$3,360,000	\$3,445,000	+\$85,000	+2.5%
Bus Replacement	\$1,190,000	\$910,000	-\$280,000	-23.5%
Debt Service	\$12,919,000	\$14,250,000	+\$1,331,000	+10.3%
Pension Bonds	<u>\$1,055,000</u>	<u>\$1,055,000</u>	<u>-\$0-</u>	+0.0%
Total	\$67,349,000	\$70,220,000	+\$2,871,000	+4.3%



Summary:

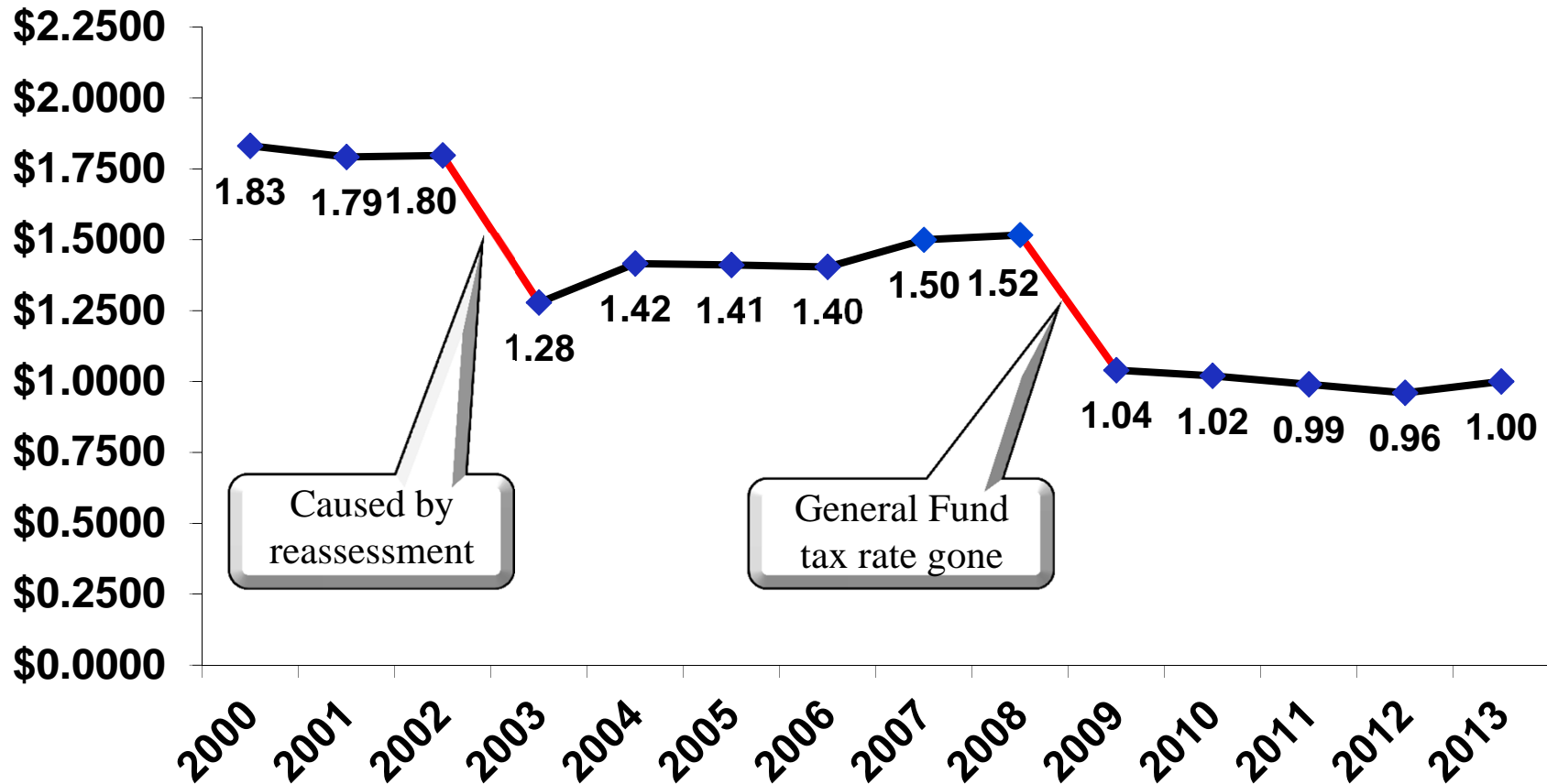
⑦ Comparison Tax Rates 2012-2013 (after adjustments for SB199)

	<u>2012 Rate</u>	<u>2013 Rate</u>	<u>Change</u>	<u>Adver.</u>
Capital Projects	\$0.2566	\$0.2761	+\$0.0195	\$0.2954
Transportation	\$0.1346	\$0.1275	-\$0.0071	\$0.1495
Bus Replacement	\$0.0000	\$0.0264	+\$0.0264	\$0.0415
Debt Service	\$0.5197	\$0.5269	+\$0.0072	\$0.5753
Pension Bond Fund	<u>\$0.0447</u>	<u>\$0.0431</u>	<u>-\$0.0016</u>	<u>\$0.0461</u>
Total	\$0.9556	\$1.0000	+\$0.0444	\$1.1078

- Rates are only estimates, based on a 1% increase in assessed value.
- The right column is the “advertised rate.” We always advertise high to guard against errors in estimation or procedures.



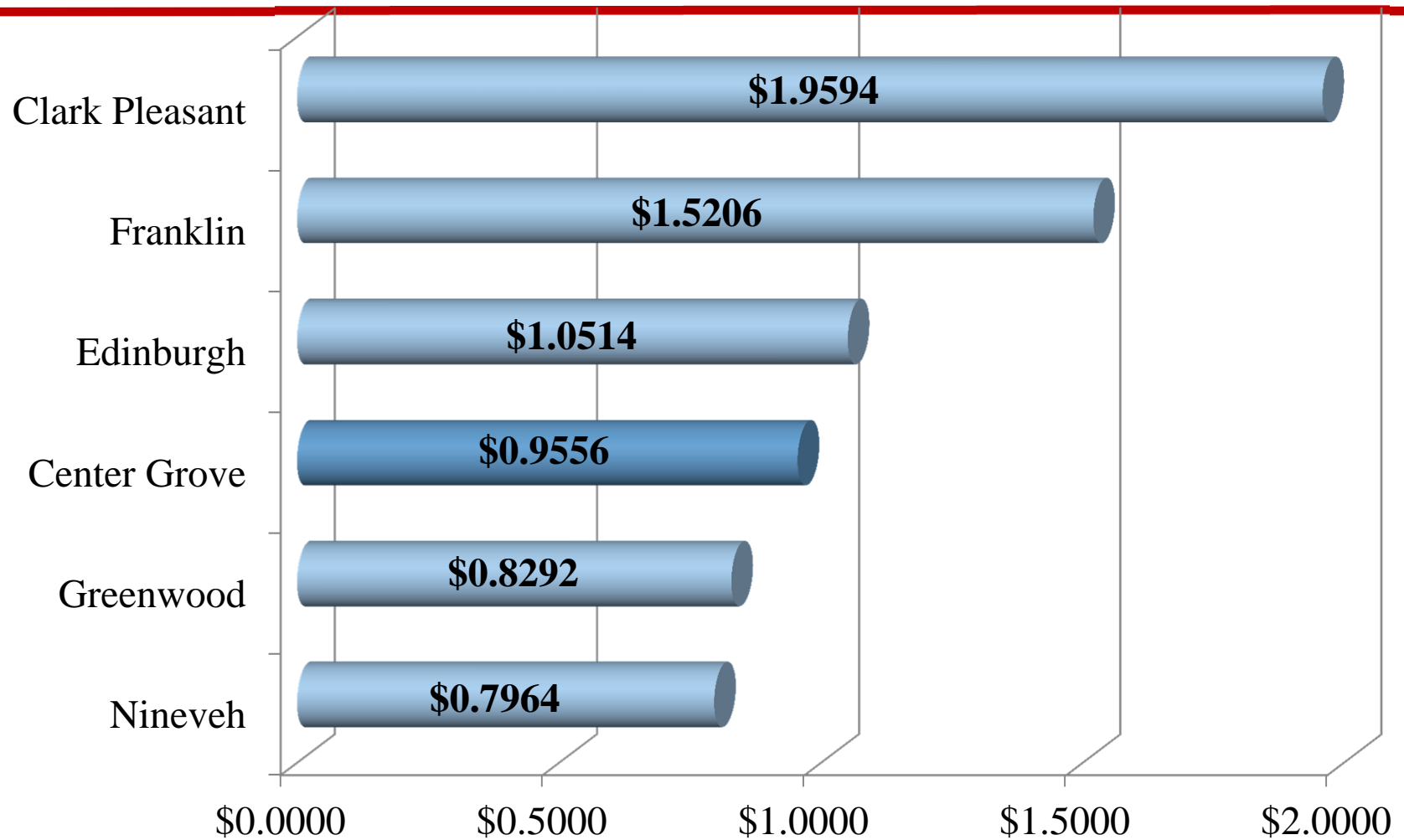
Center Grove School Tax Rate 2000-2013



Tax rates for 1995 – 2001 have been divided by three to reflect the change to true tax value that took place in 2001.



Johnson County 2012 Tax Rate Comparison





Impact-Sample Homeowner



Assume a \$300,000 home 2012 pay 2013

The tax bill for this \$300,000 house would increase \$72.

(Tax rates and bills reference school taxes only.)

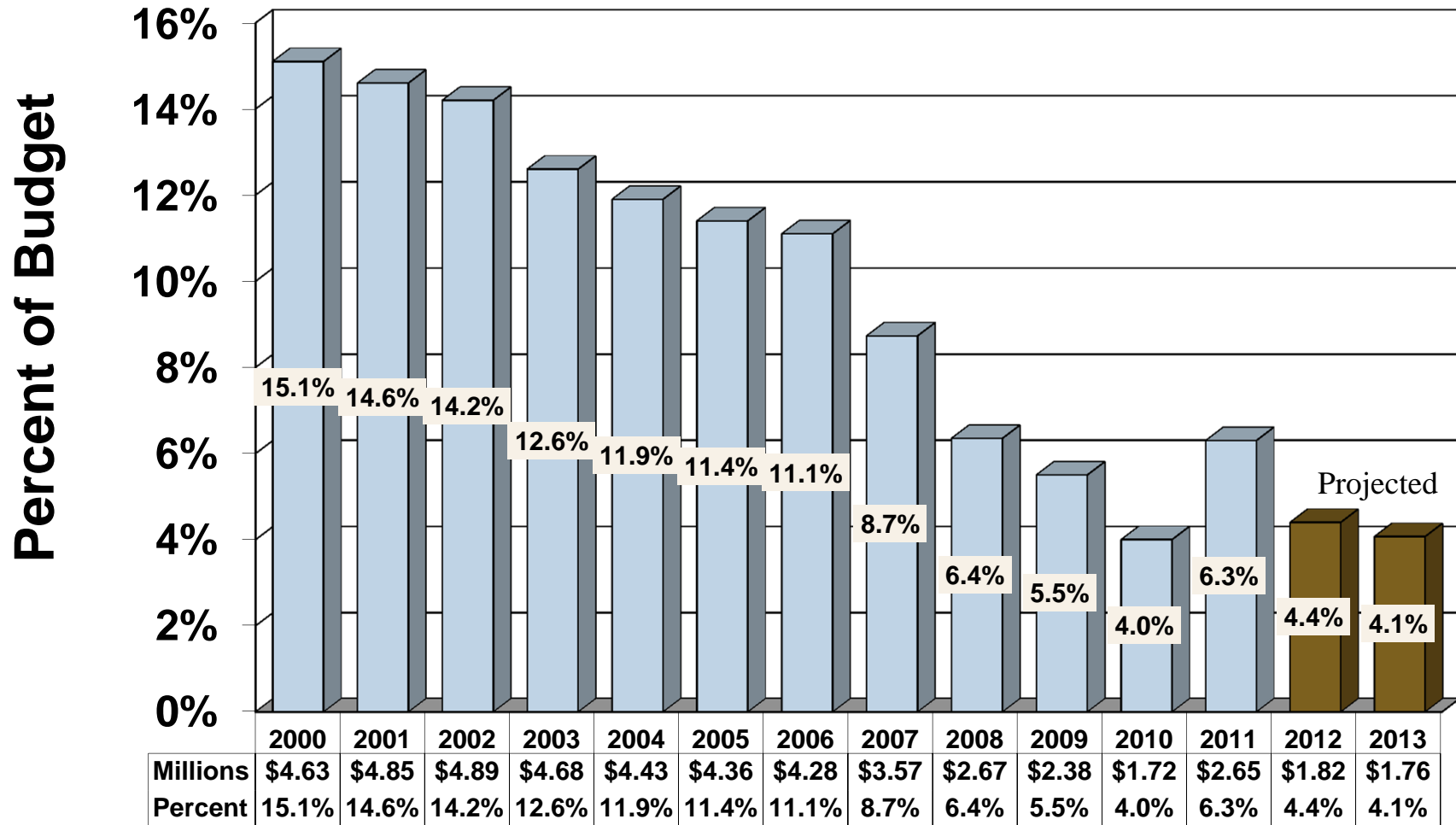
	2012	2013
Gross A.V.	\$300,000	\$300,000
- Homestead Deduction	(\$45,000)	(\$45,000)
- New Supplemental Ded. (35%)	(\$89,250)	(\$89,250)
- Mortgage Deduction	(\$3,000)	(\$3,000)
Equals Net A.V.	\$162,750	\$162,750
School District Tax Rate	\$0.9556	\$1.0000
School Tax Obligation	\$1,555.24	\$1,627.50



Summary:

⑧ General Fund Operating Balance

2000-2013





Summary:

⑨ Budget Summary – Key Facts

- ✓ **The General Fund has increased by +\$1,630,000**
- ✓ **Revenue in the General Fund will be short \$510,000**
- ✓ **All 6 funds combined have increased by +\$2,871,000 which is 4.3%**
- ✓ **We will be monitoring enrollment closely and report again when we have the final number.**
- ✓ **The total tax rate for 2013 should increase by about \$.04 which is 4.65%**



Future Activities

◆ Oct. 15 – Budget Approval

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