



South Fayette School District

2008-2009 Proposed Preliminary Budget

Board Presentation: November 20, 2007

The mission of the South Fayette School District, as an integral part of the community, is to foster development and growth of each student's full academic, artistic and athletic potential by providing exemplary opportunities in a caring, safe, positive environment; to promote lifelong learning, and to cultivate ethical, responsible, contributing members in a global society.



Objectives of Presentation

- **Provide an overview of current financial status of the South Fayette School District**
- **Provide the financial data reflective of the October 2007 Building/Department presentations of the 2008-2009 budget**
- **Describe the millage necessary to support the budget as presented in October, 2007**
- **Describe specific items that generate increases in expenditures**
- **Describe revenue increases and the discrepancy with expenditure increases**
- **Illustrate the long-term effects of utilizing “fund balance” to balance the budget**
- **Present a three-year projection of enrollment and budgetary revenues and expenditures**
- **Present options for adoption of a balanced budget with little or no use of fund balance.**



Timeline for Budget Approval

- **November 20, 2007** **Presentation of Proposed Preliminary Budget
(Data as presented by Buildings/Departments in October, 2007)**
- **November 27, 2007** **Discussion of Proposed Preliminary Budget**
- **January 2, 2008** **Proposed Preliminary budget will be on display on website and in
central office (The PA Department of Education requires a minimum
of 20 days)**
- **January 15, 2008** **Discussion of Proposed Preliminary Budget**
- **January 22, 2008** **Board Adoption of Preliminary Budget
(PDE deadline for adoption 1/23/08)**
- **February-June, 2008** **Discuss any changes, recommendations etc. to the Preliminary Budget**
- **May 20, 2008** **Deadline to pass Proposed Final Budget (Board Committee Meeting)**
- **May 27/June 17, 2008** **Discussion of Proposed Final Budget**
- **June 24, 2008** **Board Approval of Final 2008-2009 Budget**



The Budget as Presented Reflects Presentations of Projected Expenditures by Building/Department

October 16, 2007 Building/Department Budget Presentations

- **High School**
- **Middle School**
- **Elementary School**
- **Athletics**

October 23, 2007 Building/Department Budget Presentations

- **Community/Public Relations**
- **Assistant Superintendent for Curriculum, Assessment and Instruction**
- **Pupil Personnel/Special Education**
- **Technology**
- **Business Office/Superintendent's Office/Board of School Directors**
- **Maintenance/Custodial and Facilities/Grounds**
- **Transportation**



Budget Summaries

Information for 08-09 Proposed Budget Reflects all Data Presented to School Board in October 2007

	2005-06 Actual 20.29 mills	2006-07 Actual 21.19 mills (0.9 mill increase)	2007-08 Budgeted 23.14 mills (1.95 mill increase)	2007-08 Estimated (as of Oct. 2007) 23.14 mills	2008-09 Proposed Nov. 20, 2007 Reflects 23.14 mills
6000 Local Revenue	\$19,867,287	\$20,499,763	\$22,231,049	\$22,051,581	\$22,535,094
7000 State Revenue	\$5,299,647	\$5,676,507	\$6,028,284	\$6,272,957	\$6,198,751
8000 Federal	\$336,263	\$314,134	\$264,105	\$264,105	\$241,605
9000 Other	\$10,000	----	----	----	----
TOTAL REVENUES	\$25,513,197	\$26,490,404	\$28,523,438	\$28,588,643	\$28,975,450
1000 Instruction Expense	\$12,194,831	\$13,169,864	\$14,400,424	\$14,089,461	\$16,188,748
2000 Support Expense	\$8,546,024	\$9,075,295	\$9,963,199	\$9,701,037	\$10,865,636
3000 Operation Non-Instructional Expense	\$788,687	\$780,900	\$792,680	\$806,108	\$906,005
5000 Other Financing Expenses	\$3,640,195	\$4,539,886	\$4,475,453	\$4,475,453	\$4,473,118
TOTAL EXPENDITURES	\$25,169,737	\$27,565,945	\$29,631,756	\$29,072,059	\$32,433,507



Budget Summaries

Including Fund Balance Information

	2005-06 Actual 20.29 mills	2006-07 Actual 21.19 mills (0.9 mill increase)	2007-08 Budgeted 23.14 mills (1.95 mill increase)	2007-08 Estimated (as of Oct. 2007) 23.14 mills	2008-09 Proposed Nov. 20, 2007 Reflects 23.14 mils
Total Revenues	\$25,513,197	\$26,490,404	\$28,523,438	\$28,588,643	\$28,975,450
Total Expenditures	\$25,169,737	\$27,565,945	\$29,631,756	\$29,072,059	\$32,433,507
Results of Operations (Difference)	\$343,460*	(-\$1,075,541)**	(-\$1,108,318)***	(-\$483,416)	(-\$3,458,057)
Beginning Fund Balance	\$2,621,752	\$2,965,213	\$1,889,672	\$1,889,672	\$1,406,256
Ending Fund Balance	\$2,965,213	\$1,889,672	\$781,354	\$1,406,256	(-\$2,051,801)

*In 2005-2006, the results of operations would have been a deficit; however, the one time reimbursement from the sale of our portion of the Pathfinder School (\$131,625) and the refinancing of 2001 bonds (\$380,987) generated a small surplus.

**In 2006-07, the Board of School Directors voted to allocate \$2,046,045 from fund balance to balance the 06-07 annual budget while increasing millage by .9 mils (\$1,075,451 was actually utilized in 2006-2007 to balance the budget.)

*** In 2007-08, the Board of School Directors voted to allocate \$1,108,318 from fund balance to balance the 07-08 annual budget while increasing millage by 1.95 mils.



Revenue





2008-09 Revenue - All Sources

Local: \$22,535,094

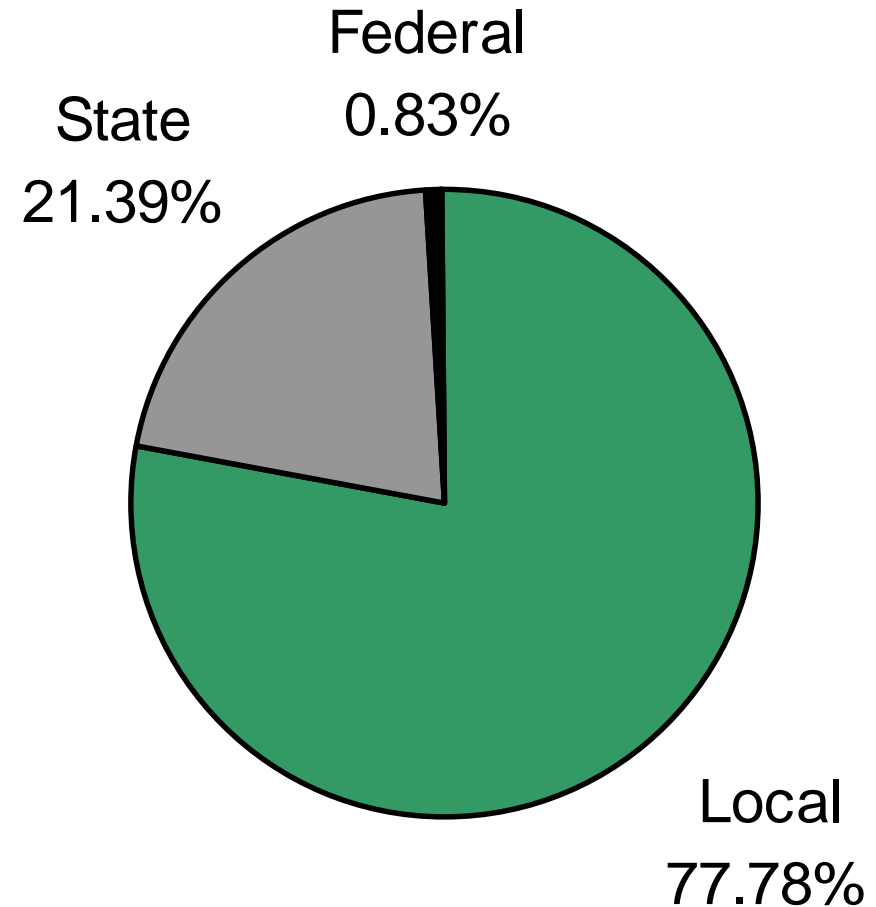
Current Real Estate Taxes, Interim Taxes, Delinquent Taxes, PURTA, Per Capita Tax, Occupational Privilege Tax, Real Estate Transfer Tax, Current and Delinquent Earned Income, Interest Earnings, IDEIA Passthrough Funds

State: \$6,198,751

Consists of: Basic Education Subsidy, Special Education Subsidy, Home Bound Instruction, Charter School Reimbursement, Transportation, Debt Service, Retirement, Social Security, Classrooms for the Future Grant, Accountability Block Grant, Dual Enrollment Funding

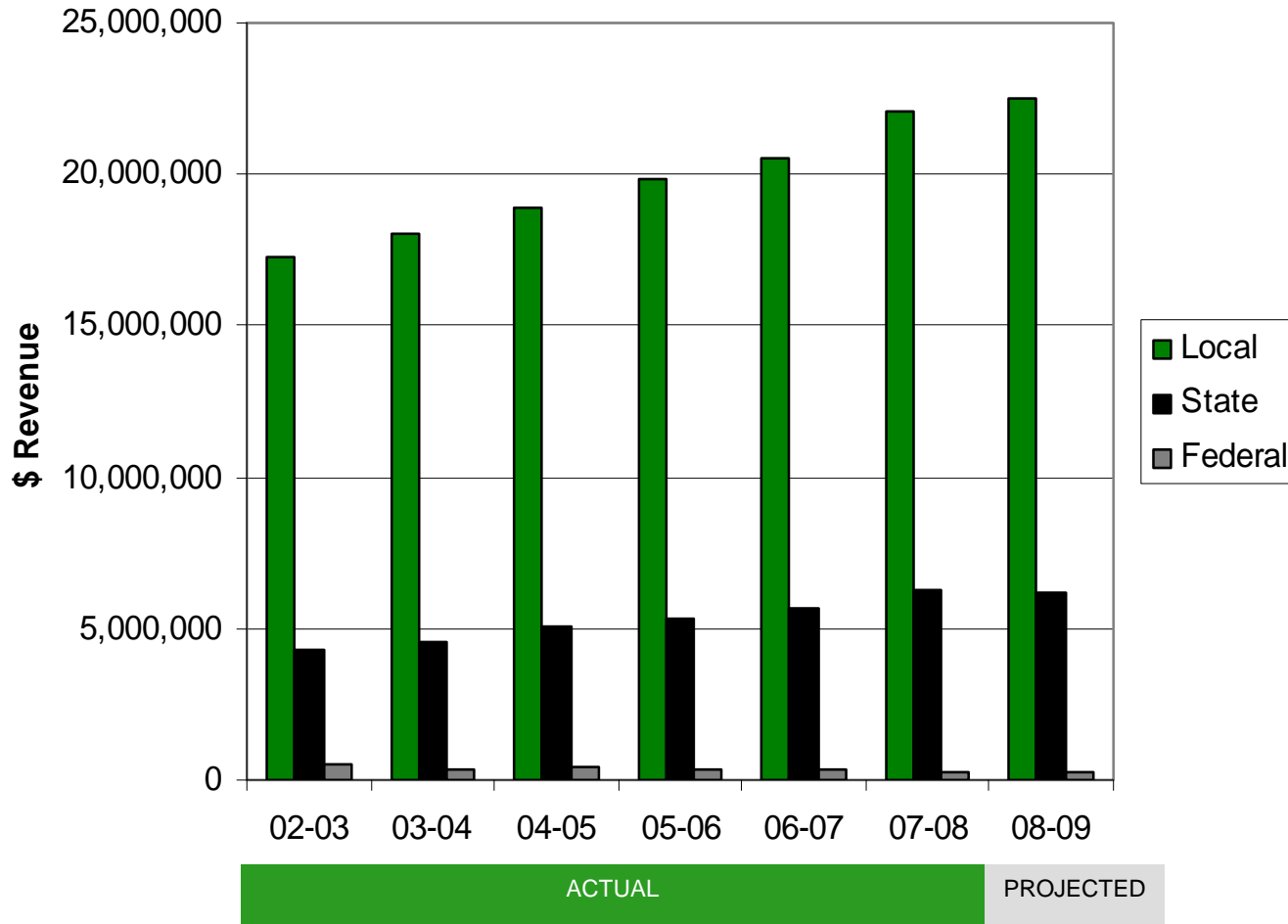
Federal: \$241,605

Title I, Title IIA, Title IID, Title V, Safe and Drug Free Schools, ACCESS Reimbursement





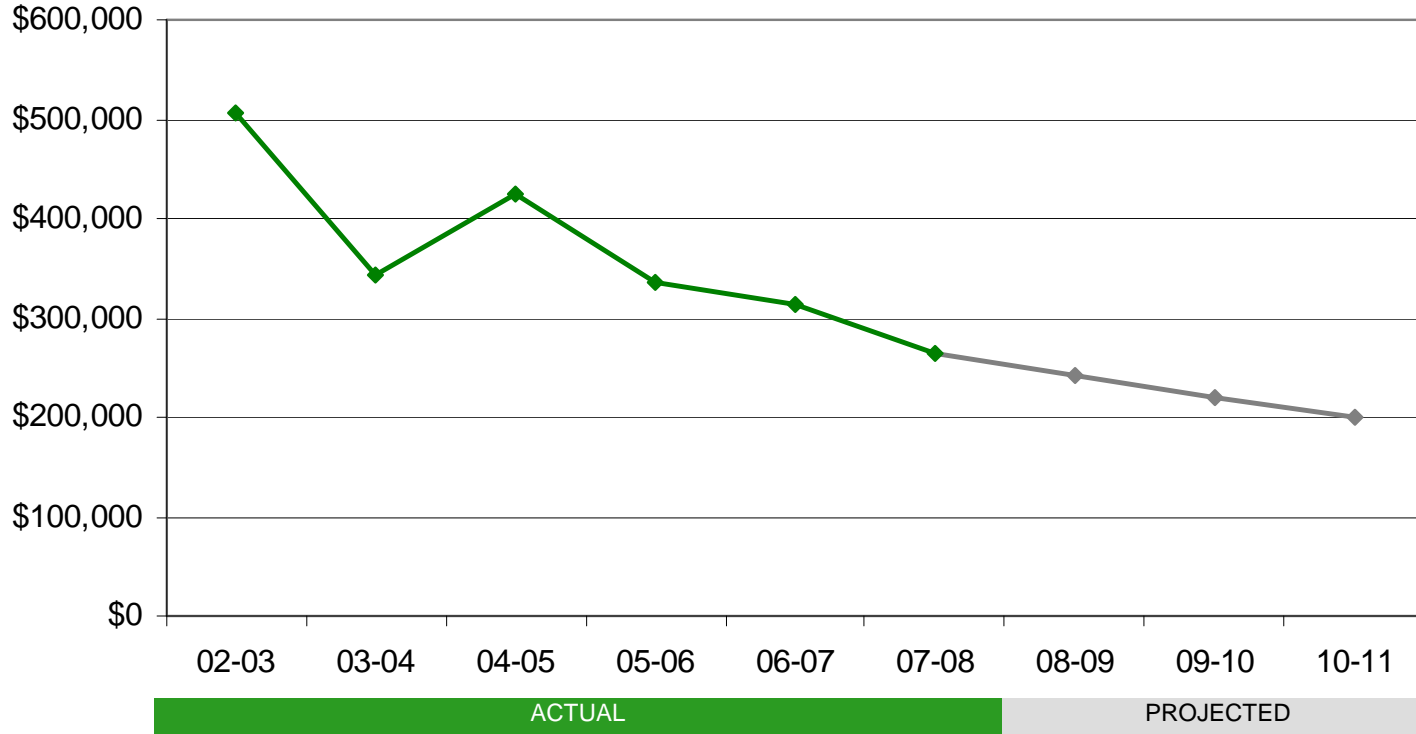
Revenue – Historical Review





Revenue Focus: Federal

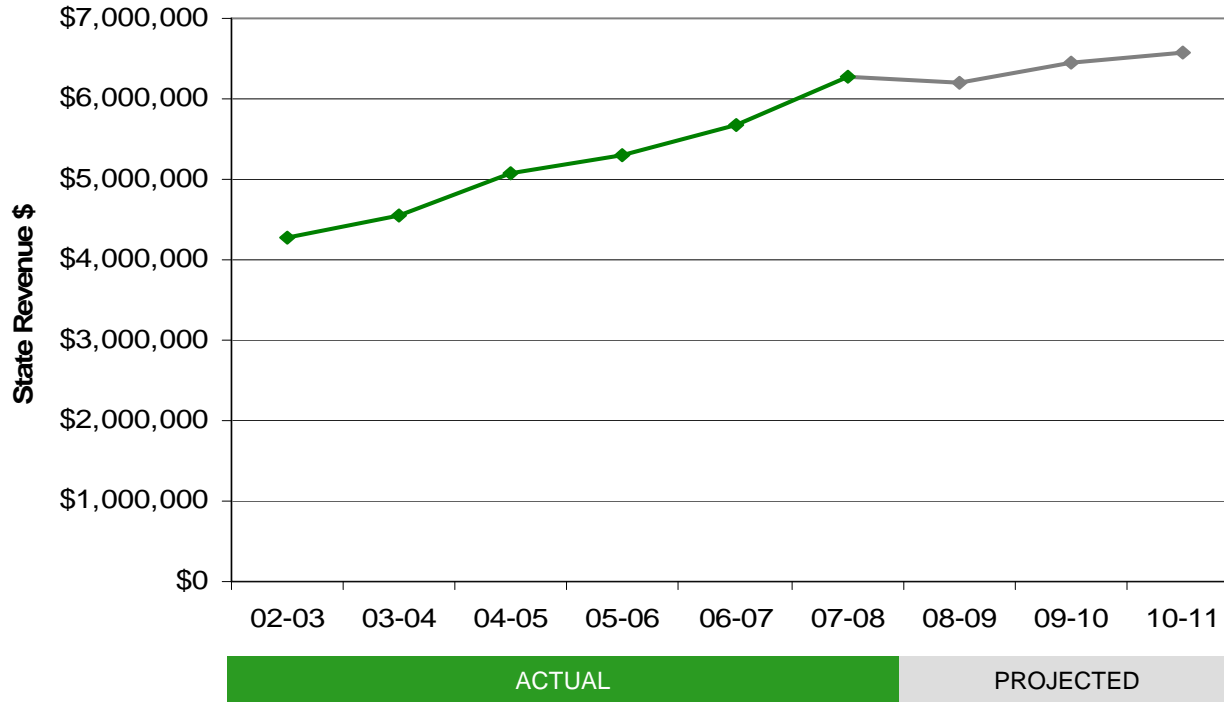
(Title I, IIA, IID, & V, Safe & Drug Free Schools, ACCESS Reimbursement)



	02-03	03-04	04-05	05-06	06-07	07-08	08-09	09-10	10-11
Local	\$17,278,840	\$18,052,161	\$18,910,066	\$19,867,287	\$20,499,763	\$22,051,581	\$22,535,094	\$22,952,396	\$23,378,254
State	\$4,267,067	\$4,545,938	\$5,082,300	\$5,299,647	\$5,676,507	\$6,272,957	\$6,198,751	\$6,439,591	\$6,585,975
Federal	\$506,096	\$343,127	\$424,086	\$336,236	\$314,134	\$264,105	\$241,605	\$219,999	\$200,953
Total	\$22,052,003	\$22,941,226	\$24,416,452	\$25,503,170	\$26,490,404	\$28,588,643	\$28,975,450	\$29,611,986	\$30,165,182

Revenue Focus: State

(Basic Education Subsidy, Special Education Subsidy, Home Bound Instruction, Charter School Reimbursement, Transportation, Debt Service, Retirement, Social Security, Classrooms for the Future Grant, Accountability Block Grant, Dual Enrollment Funding)

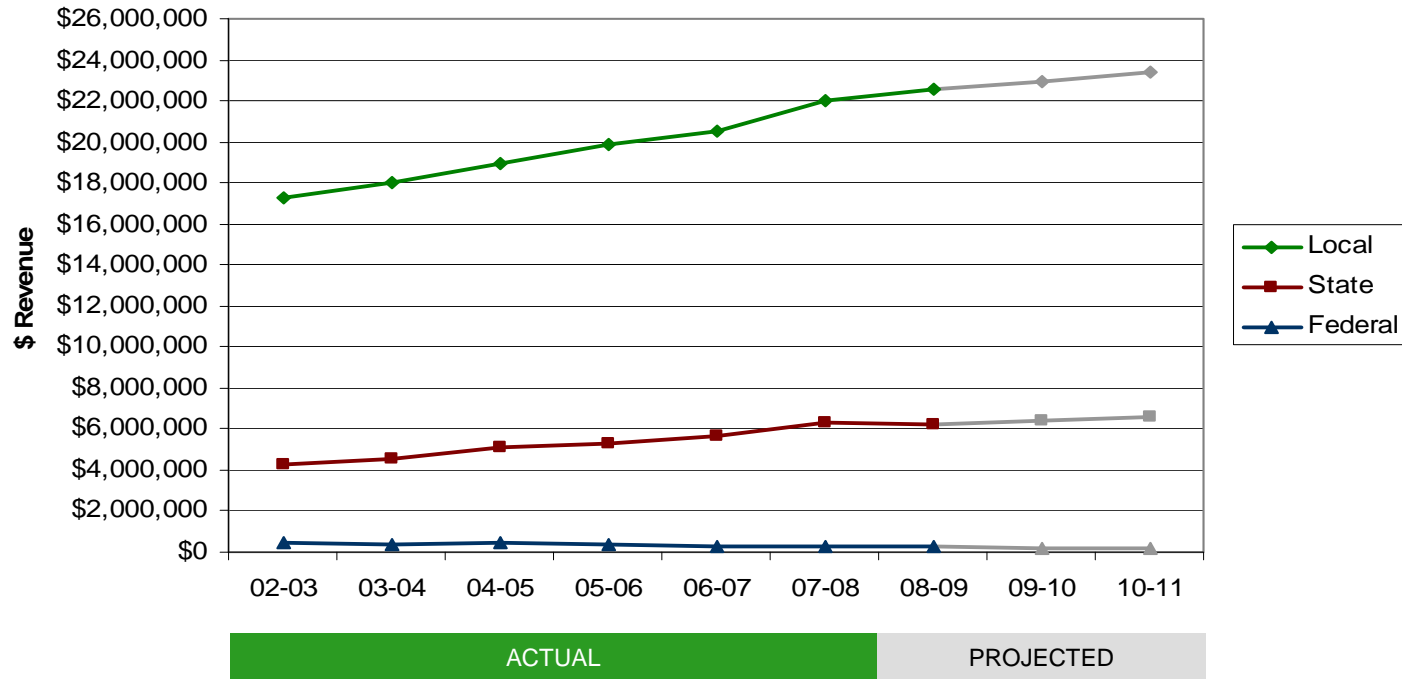


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Revenue Focus: Local

(Comparisons to State & Federal)

(Current Real Estate Taxes, Interim Taxes, Delinquent Taxes, PURTA, Per Capita Tax, Occupational Privilege Tax, Real Estate Transfer Tax, Current and Delinquent Earned Income, Interest Earnings, IDEIA Passthrough Funds)



	02-03	03-04	04-05	05-06	06-07	07-08	08-09	09-10	10-11
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Revenue Focus: Local

Taxes Levied	2007-08 Rate of Taxation
Current Real Estate Taxes	23.14 mills (\$23.14 per thousand of assessed value)
Interim Real Estate Taxes	23.14 mills (\$23.14 per thousand of assessed value)
Section 679 Per Capita Tax	\$5.00 per resident (over the age of 18)
Act 511 Per Capita Tax	\$5.00 per resident (over the age of 18)
Occupation Privilege Tax	\$5.00 per person employed in the Township
Earned Income Tax	½% of resident's earned income
Real Estate Transfer Tax	½% of property sale price



History of Assessed Property Valuations

<u>School Year</u>	<u>Assessed Value</u>	<u>% Inc</u>	<u>Tax Levy</u>	<u>Net Revenue</u>	<u>Millage</u>
2003-2004	\$749,345,966	2.15%	\$ 15,204,230	\$ 14,444,018	20.29
2004-2005	\$772,361,781	3.07%	\$ 15,671,221	\$ 14,839,000	20.29
2005-2006	\$801,057,893	3.72%	\$ 16,253,262	\$ 15,440,791	20.29
2006-2007	\$833,284,638	4.02%	\$ 17,657,301	\$ 16,774,436	21.19
2007-2008	\$839,675,848	0.77%	\$ 19,430,099	\$ 18,458,594	23.14
2008-2009	\$853,621,428**	1.67%	\$ 19,752,800	\$ 18,765,160	23.14

****08-09 Assessment calculated as follows:**

Taxable Valuation (per Jordan Tax) at 7/1/07	\$850,735,628
+Properties added to rolls from 7/1 to 11/1/07	\$ 2,885,800
08-09 assessment as of 11/1/07	<u>\$853,621,428</u>



Student Enrollment

	2002- 2003	2003- 2004	2004- 2005	2005- 2006	2006- 2007	2007- 2008 <small>(10/1/07)</small>	2008- 2009 <small>(projected)</small>	2009- 2010 <small>(projected)</small>	2010- 2011 <small>(projected)</small>
Elementary (K-4)	705	751	794	805	831	893	908	940	973
Middle School (5-8)	566	573	585	605	654	666	717	719	708
High School (9-12)	522	542	544	585	622	618	646	663	714
TOTALS	1793	1866	1923	1995	2107	2177	2271	2322	2395

2002-2003

Special Education
Enrollment increased
18.98% from 158 to 188.

Student Activity Costs
Increased 51.55% (18 new
athletic teams, MS and ES
arts programs)

Teaching Staff Increased from 129 to 152
Administrative Team Increased from 10 to 13 (HS
and ES Assistant Principals, and HR Director)
Paraeducators Increased from 19 to 22
Custodians Increased from 18 to 25
Maintenance Increased from 3 to 4

Debt Service Increased from \$2,574,112
to \$4,140,464 (60.85%) with the
completion of the High School, Middle
School Addition/Renovation,
Elementary Renovation, Stadium
(Admin Offices, Football/Soccer Fields,
Softball Field/Fieldhouse), Bus Garage,
Army Base Property Acquisition (22
acres), Nagel Property Purchase (9.2
acres), Iagnemma Property Purchase
(6.9 acres)

Increase in Cost of Utilities:
Diesel: 228.87%
Electric: 20.29%
Natural Gas: 47.81%
Water: 59.68%

Revenue Increased from
\$22,052,003 to \$26,490,404

Overall Enrollment
increased by 17.51%
from 1,793 to 2,107
students.

2006 - 2007



Debt Service

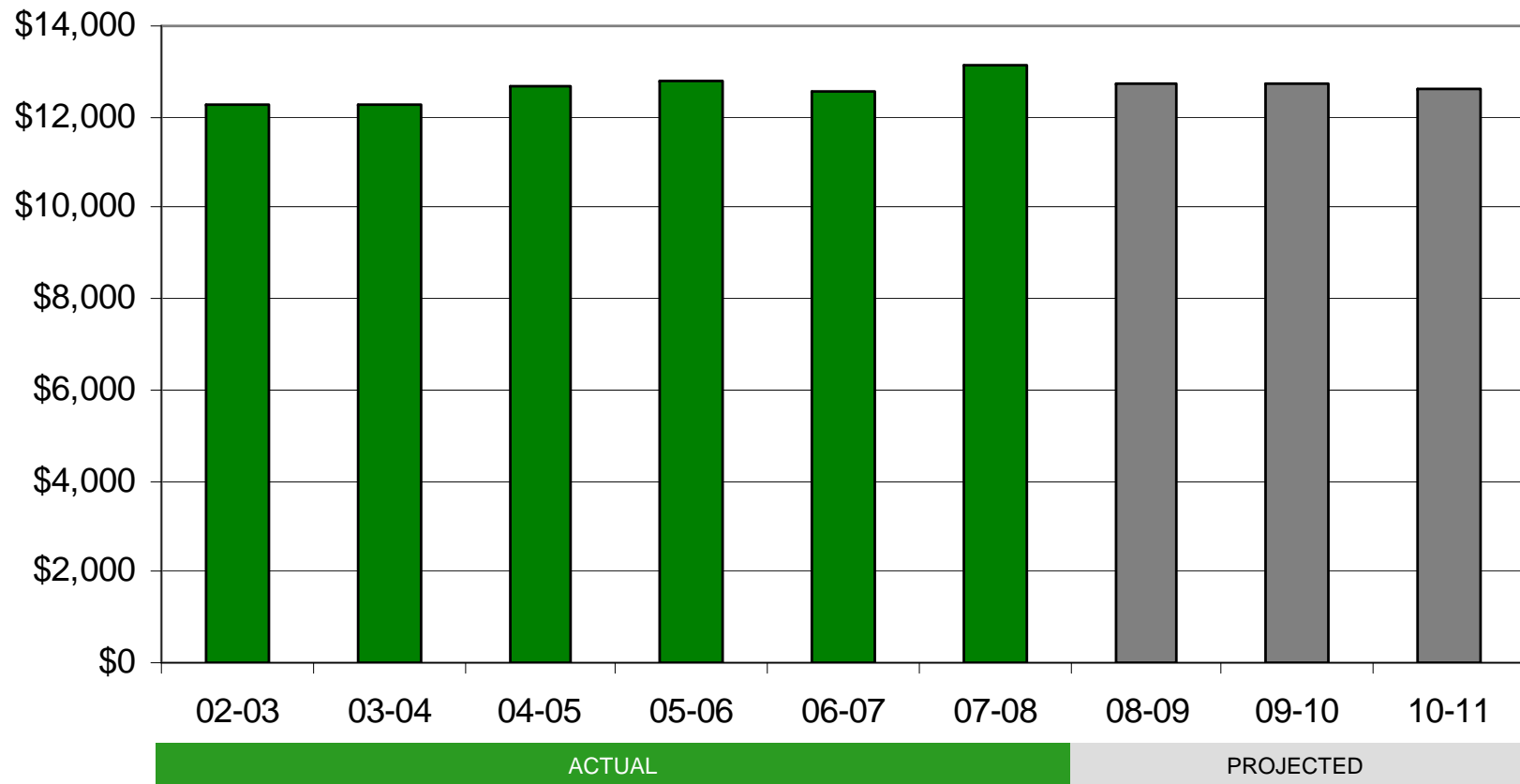
School Year	Debt Service	Annual Difference
2002-2003	\$2,574,112	
2003-2004	\$2,851,392	\$+277,280
2004-2005	\$3,538,073	\$+686,681
2005-2006	\$3,528,504	(\$-9,569)
2006-2007	\$4,140,464	\$+611,960
2007-2008	\$4,368,696	\$+228,232
2008-2009	\$4,373,116	\$+4,420

Debt service has increased since 2002 due to the completion of the High School, the addition and renovation of the Middle School, the renovation of the Elementary School, and the building of the Stadium complex including the turf field, softball field and fieldhouse, natural grass field, and administrative offices, Army Base Property Acquisition (22 acres), Nagel Property Purchase (9.2 acres), Iagnemma Property Purchase (6.9 acres)

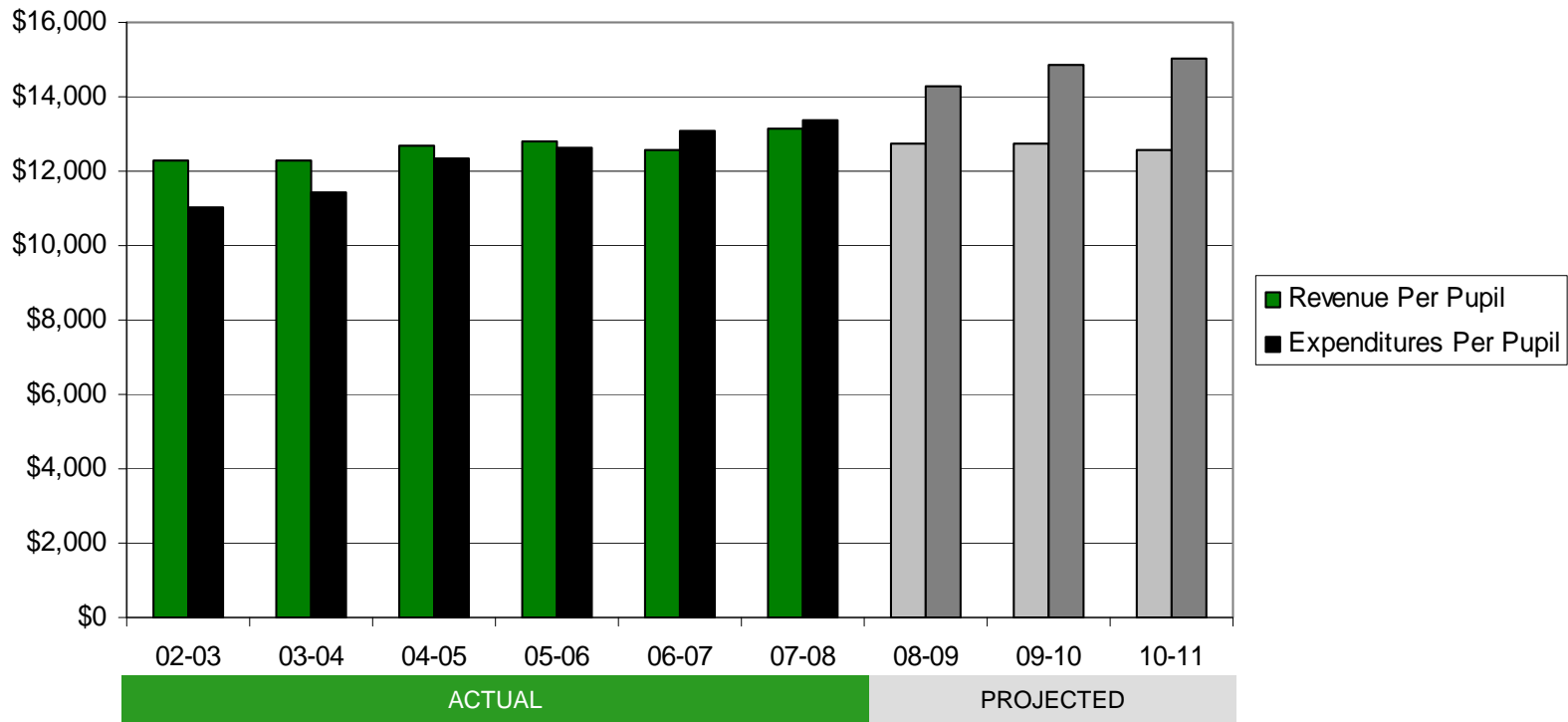


Total Revenue: Per Pupil

(Federal+State+Local Revenue Divided by Annual Enrollment)



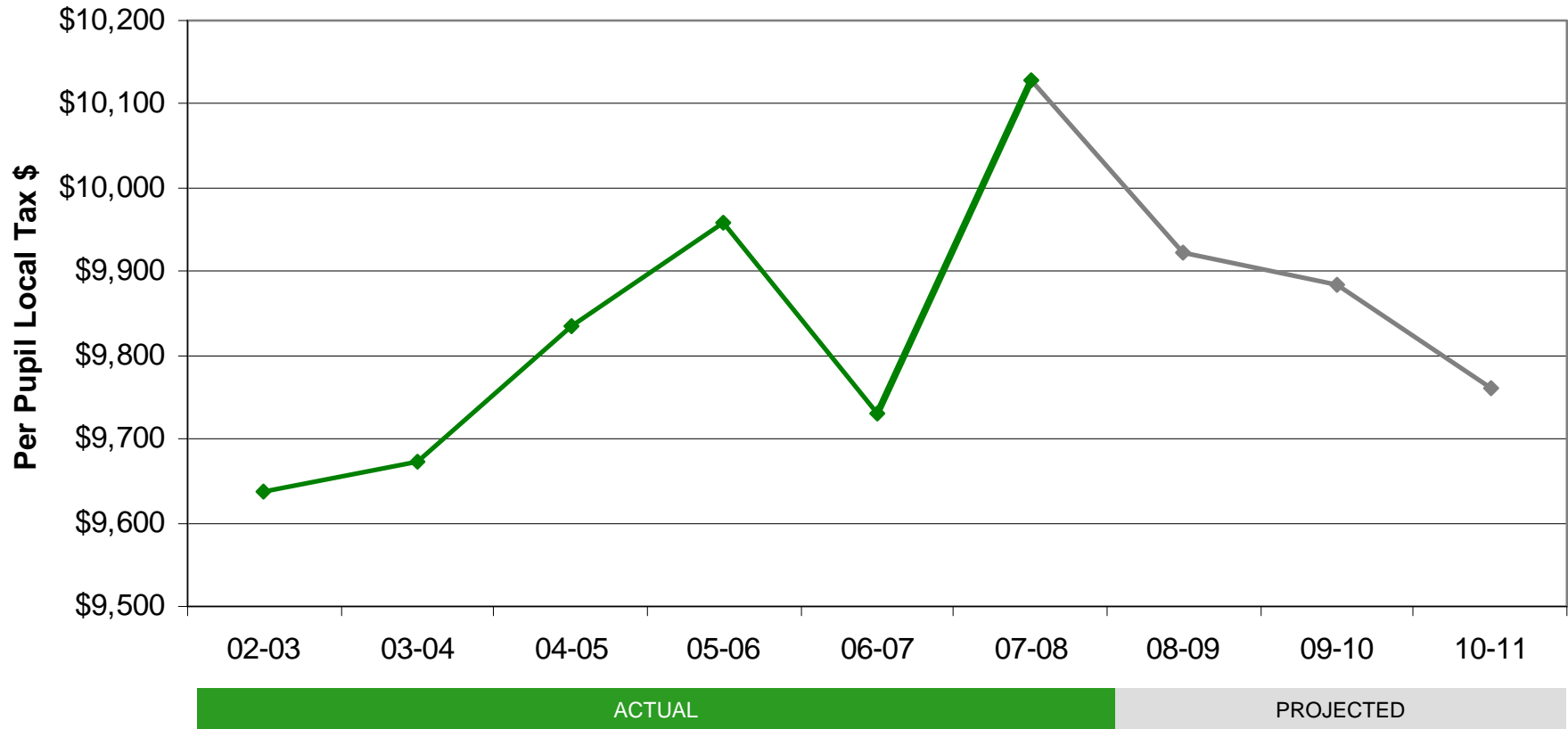
Revenue Per Pupil and Expenditures Per Pupil



	02-03	03-04	04-05	05-06	06-07	07-08	08-09	09-10	10-11
Revenue Per Pupil	\$12,298.94	\$12,294.33	\$12,697.06	\$12,783.54	\$12,572.57	\$13,132.13	\$12,758.89	\$12,752.79	\$12,595.07
Expenditures Per Pupil	\$11,047.91	\$11,443.80	\$12,344.39	\$12,612.25	\$13,083.03	\$13,354.18	\$14,281.60	\$14,848.29	\$15,000.71

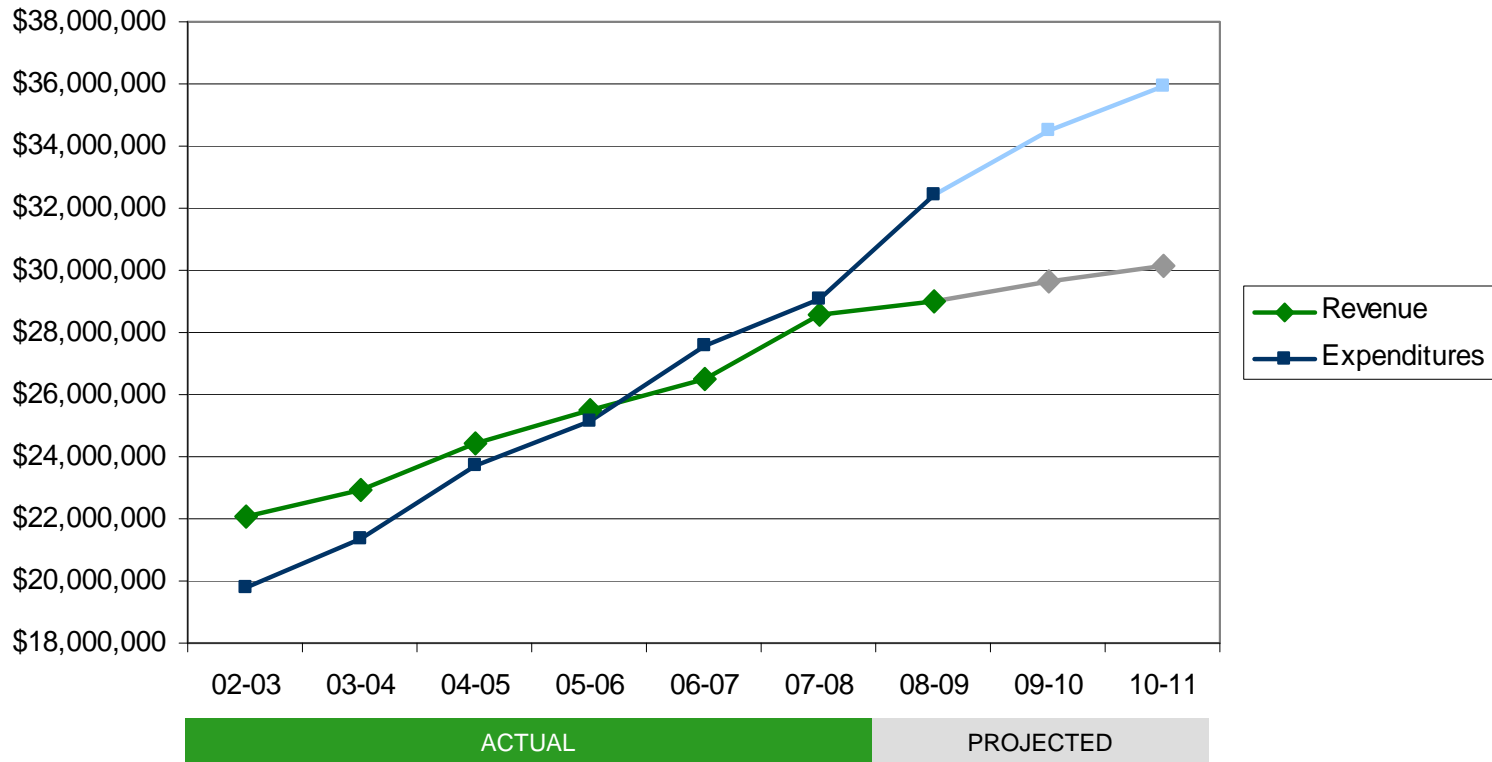


Local Revenue Per Pupil





Revenue & Expenditures



	02-03	03-04	04-05	05-06	06-07	07-08	08-09	09-10	10-11
Revenue	\$22,052,003	\$22,941,226	\$24,416,452	\$25,503,170	\$26,490,404	\$28,588,643	\$28,975,450	\$29,611,986	\$30,165,182
Expenditures	\$19,808,908	\$21,354,136	\$23,738,263	\$25,161,437	\$27,565,945	\$29,072,059	\$32,433,507	\$34,477,740	\$35,926,690

Department/Building Budgets

As Presented In Detail by Each Dept/Building at Oct 2007 Board Meetings (does not include staff compensation and benefits)

	2007-08	2008-09 proposed	Difference
Elementary School	\$163,606	\$162,479	(-\$1,127)
Explanation	Budget includes textbooks, workbooks and supplies, replacement classroom furniture, first aid supplies, library books, Global Connect, piano tuning, membership dues and fees, etc.		
Middle School	\$110,841	\$140,370	\$29,529
Explanation	Budget includes textbooks, library books, workbooks and supplies, Global Connect, Tech. Ed. maintenance, piano tuning, membership dues and fees; Increases are due to map and science supplies for new staff to setup new classrooms, new instruments (conga set, hand chimes, euphonium), new textbooks (Microsoft Word, other subjects as indicated by enrollment/wear), new piano, furniture for 2 new classrooms		
High School	\$195,101	\$228,257	\$33,156
Explanation	Budget includes textbooks, workbooks and supplies, Global Connect, instrument repair and tuning, diplomas, awards night supplies, tuition assistance for AP tests, dues and fees, library supplies, subscriptions; Increases are due to new textbooks (Microsoft Office, new novel in Language Arts), library books, one new instrument (bassoon).		

Department budgets presented in October, 2007 have been rounded to the nearest dollar amount.



Department/Building Budgets

(does not include staff compensation and benefits)

	2007-08	2008-09 proposed	Difference
Athletics	\$177,178	\$237,441	\$60,263
Explanation	Supplies for all District sports (51 teams), medical supplies, UPMC trainers, ambulance costs, maintenance for equipment, cleaning and reconditioning of uniforms, awards and letters; increases due to new football and cheerleading uniforms, weight equipment, hash lines on field (possible state mandate), medical full-body whirlpool		
Curriculum & Assessment	\$88,076	\$93,348	\$5,272
Explanation	Standardized testing supplies, curriculum development, test scoring, staff development, subscription fees for Blended Schools, PA Educator, etc.; Increases due to increases enrollment and cost increases		
Community & Public Relations	\$39,900	\$38,550	(-\$1,350)
Explanation	Printing and postage for district mailings (calendar, report card, newsletters, postcards), newspaper subscriptions, dues and fees, Act 1 required mailings		

Department budgets presented in October, 2007 have been rounded to the nearest dollar amount.



Department/Building Budgets

(does not include staff compensation and benefits)

	2007-08	2008-09 proposed	Difference
Business Office/Human Resources/Copy Center	\$314,870	\$320,230	\$5,360
Explanation	Copy center, audit fees, equipment maintenance, District telephone service, CSIU software maintenance costs, general supplies, membership dues and fees, employment advertising; Difference due to transfer of advertising fees from School Board to Business Office budget		
Superintendent's Office/ School Board	\$88,690	\$63,190	(-\$25,500)
Explanation	Security bonds, School Leaders Liability Insurance, advertising (meetings etc.), Student Accident Insurance Policy, general supplies, dues and memberships; Decrease due to transfer of employment advertising fees from School Board to Business Office budget		
Special Education	\$1,204,178	\$1,319,952	\$115,774
Explanation	IU contract services, tuition for outside placements, ESL services, supplies for Gifted programs, Social worker services, psychological evaluations; Increase due to Gateway Rehab facility opening in District (this increase will be offset by revenue), increase in Cyber Charter School costs		

Department budgets presented in October, 2007 have been rounded to the nearest dollar amount.



Department/Building Budgets

(does not include staff compensation and benefits)

	2007-08	2008-09 proposed	Difference
Building Grounds	\$171,835	\$251,780	\$79,945
Explanation	Snow removal, lawn maintenance, repair of equipment, fields maintenance, pest control; Increase due to plans for repair of roadway to bus garage, resurfacing and painting of Elementary playground, and new stairs from stadium parking lot to Elementary field		
Maintenance	\$1,315,411	\$1,363,934	\$48,523
Explanation	Boiler water treatments, swimming pool water testing, sewage water testing, trash and recycle hauling, all district utilities, building and equipment maintenance services; Increases due to gates for stadium, maintenance truck, heat pumps in classroom, replacement windows in former administration building, utility increases, barracks building demolition		
Custodial	\$154,300	\$155,050	\$750
Explanation	Laundry service (mats, mops), exterior window cleaning, gym floor refinishing, equipment maintenance, general cleaning supplies		

Department budgets presented in October, 2007 have been rounded to the nearest dollar amount.



Department/Building Budgets

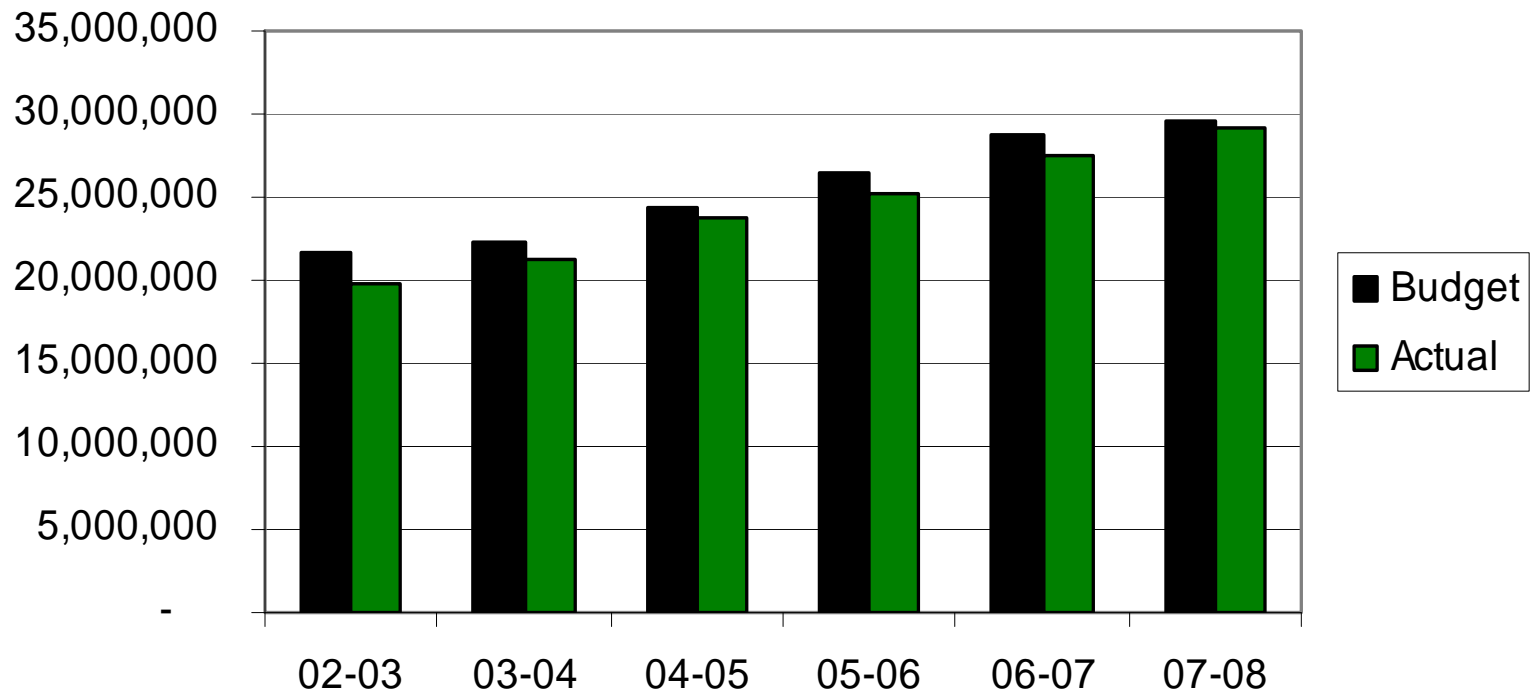
(does not include staff compensation and benefits)

	2007-08	2008-09 proposed	Difference
Transportation	\$682,964	\$902,462	\$219,498
Explanation	Fuel, outside repairs, equipment rental (radios, repeater fee), vehicle rental, contracted carriers (students going to outside schools), insurance, required drug testing, parts and supplies, replacement busses, license fees and required first aid classes; Increase due to rising diesel costs, lease/purchase of 7 new school busses		
Technology	\$306,495	\$868,485	\$561,990
Explanation	Repair and maintenance of equipment, LCD projectors, security system monitors, memory upgrades, laptops for new staff, laptop rotation, replacement computers, mobile cart, membership dues and fee; Increases due to replacement of aging technology equipment, security system monitors, mobile carts needed to free up classroom space, Classrooms for the Future (to be utilized if funding support not provided by PDE)		
TOTALS	\$5,013,445	\$6,145,528	\$1,132,083

Department budgets presented in October, 2007 have been rounded to the nearest dollar amount.



Expenditures: 2002-2003 to Present

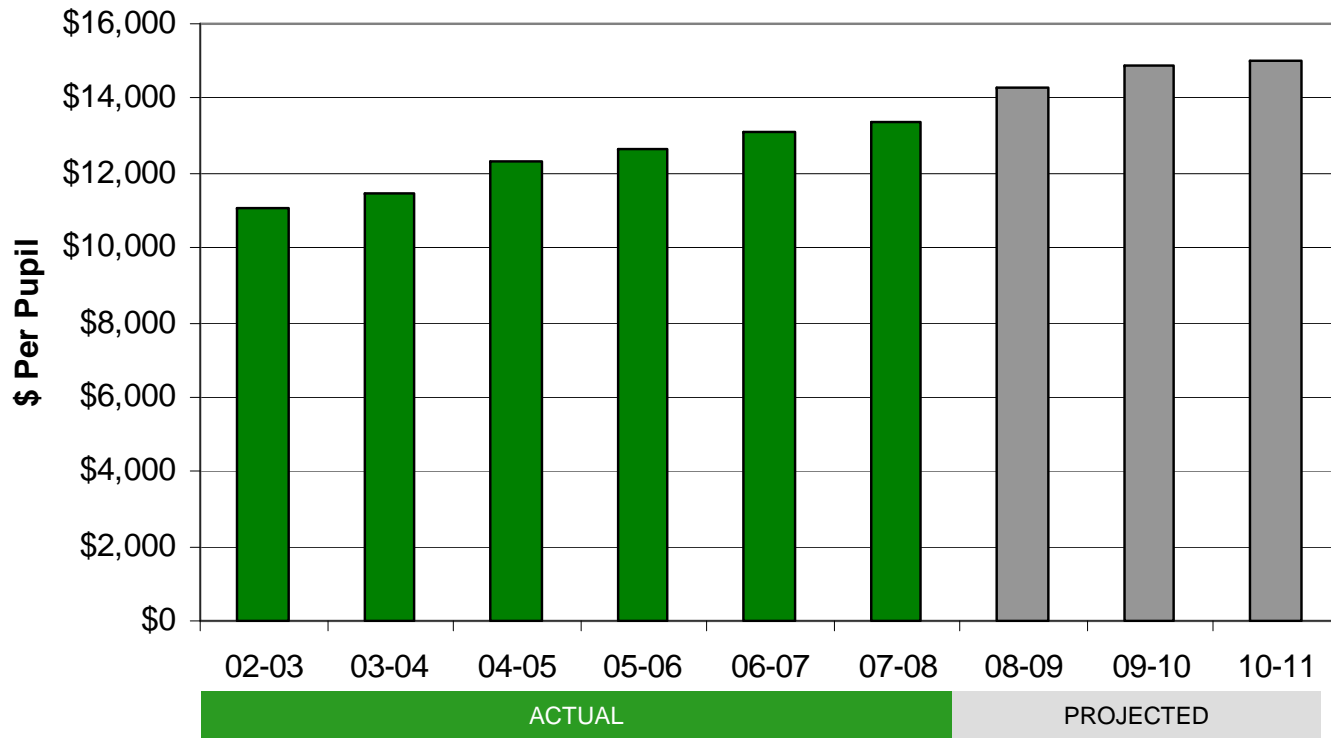


	02-03	03-04	04-05	05-06	06-07	07-08*
Budgeted	\$21,641,168	\$22,299,817	\$24,289,702	\$26,414,832	\$28,706,181	\$29,631,756
Actual \$ Spent	\$19,808,908	\$21,354,126	\$23,738,263	\$25,161,437	\$27,565,945	\$29,072,059*

*07-08 data is estimated.



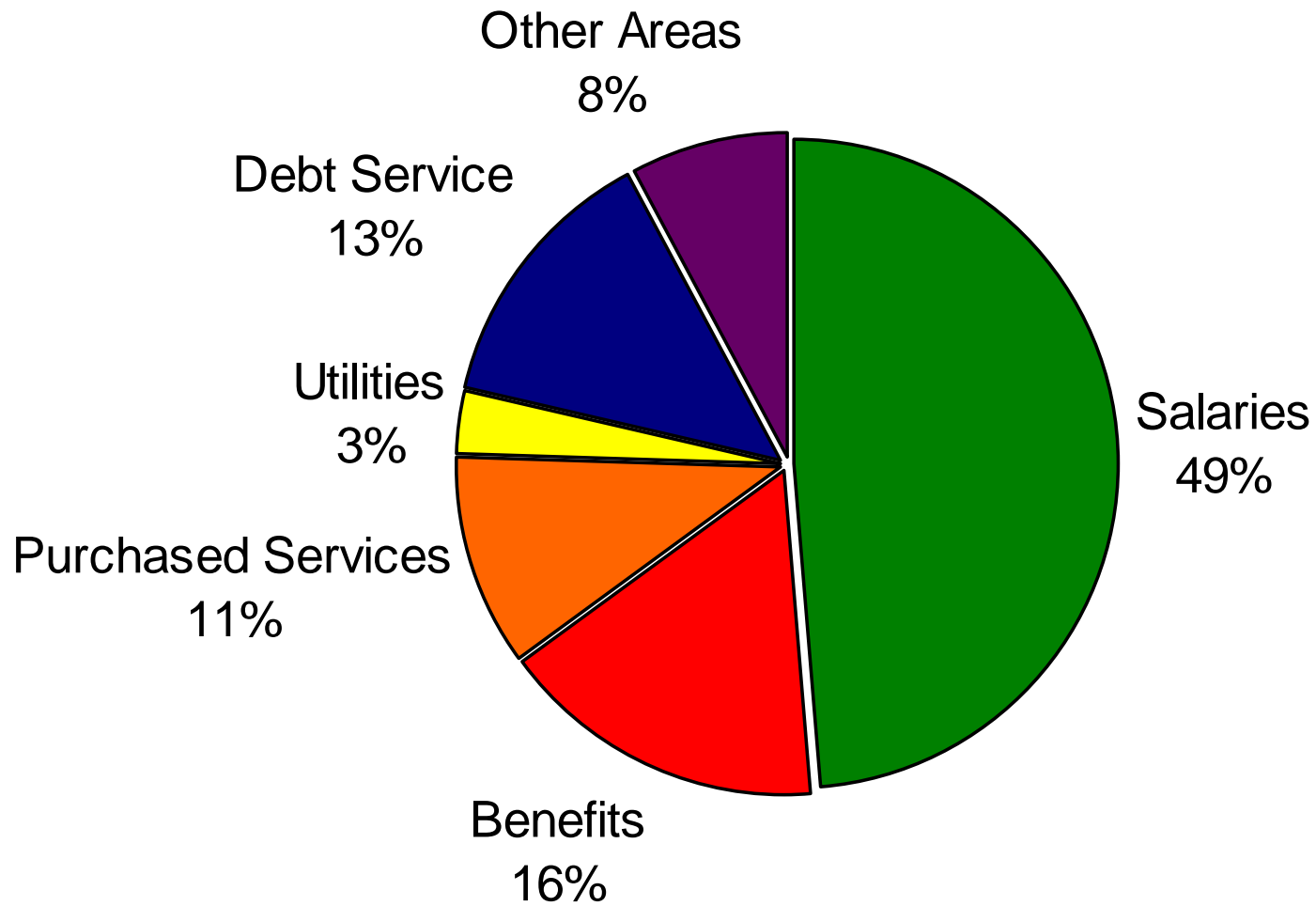
Expenditures Per Pupil: 2002-03 to Present & Projected



	02-03	03-04	04-05	05-06	06-07	07-08	08-09	09-10	10-11
Expenditures	\$19,808,908	\$21,354,136	\$23,738,263	\$25,161,437	\$27,565,945	\$29,072,059	\$32,433,507	\$34,477,740	\$35,926,690
Enrollment	1793	1866	1923	1995	2107	2177	2271	2322	2395
Per Pupil Expenditures	\$11,047.91	\$11,443.80	\$12,344.39	\$12,612.25	\$13,083.03	\$13,354.18	\$14,281.60	\$14,848.29	\$15,000.71



Expenditures 2008-2009





“As Needed” or “Contingency” Items in 2008-09 Budget

Expenditures in 2008-2009 Budget that are proposed
but identified “As Needed” or “Contingency”

<u>Item/Department/Building</u>	<u>Amount</u>
Teacher	\$66,063.14
Teacher	\$66,063.14
Teacher	\$66,063.14
Paraeducator	\$28,212.42
Paraeducator	\$28,212.42
TOTAL “As Needed” STAFF	\$254,614.27



“As Needed” or “Contingency” Items in 2008-09 Budget

Expenditures in 2008-2009 Budget that are proposed
but identified “As Needed” or “Contingency”

Special Education Placements	Amount
Children's Institute	\$21,087.00
Pressley Ridge	\$20,880.00
Tillotson School	\$14,760.00
Watson Institute	\$17,500.00
Pathfinder	\$50,000.00
Cyber Charter Schools (3)	\$34,215.80
Wesley Highlands	\$14,853.60
Holy Family Institute	\$26,460.20
Wesley Academy (2)	\$30,346.00
Cooperative Work	\$ 4,299.75
Total Special Education “As Needed”	\$234,402.35



“As Needed” or “Contingency” Items in 2008-09 Budget

Expenditures in 2008-2009 Budget that are proposed
but “As Needed” or “Contingency”

<u>Contingency Budgets</u>	<u>Amount</u>
Custodial/Maintenance	\$25,000.00
<u>Athletic Fund Transfer</u>	<u>\$14,000.00</u>
Total Contingencies	\$39,000.00
“As Needed” GRAND TOTAL (Includes Staff, Special Education, Maintenance/Custodial, Athletics)	\$528,016.61



Expenditures Associated with New Proposed Items for 08-09

Budgeted Amount

Staff

HS English Teacher	\$66,063.14
HS Math Teacher	\$66,063.14
MS Grade 5 Teacher	\$66,063.14
MS Grade 7-8 Teacher	\$66,063.14
MS Grade 7-8 Teacher	\$66,063.14
MS Grade 7-8 Teacher	\$66,063.14
ES Grade 1 Teacher	\$66,063.14
ES Grade 2 Teacher	\$66,063.14
ESL Teacher	\$66,063.14
Psychologist/Social Worker	\$84,039.22
Pupil Personnel Cler. Asst./ACCESS Coord.	\$46,225.47
Bus Driver	\$33,636.71
Receptionist (Move to 12 Months)	\$ 5,857.06
Receptionist (Move to 12 Months)	\$ 5,857.06



Expenditures Associated with New Proposed Items for 08-09

Elementary

Student Desks	\$10,000
---------------	----------

Middle School

Instruments	\$12,280
-------------	----------

Text books (Microsoft Word, Math, Science Social Studies)	\$11,202
--	----------

Furniture for new classrooms	\$10,982
------------------------------	----------

High School

Textbooks (AP French, books required for AP Audit, Business Technology, Pre- Calculus, Probability and Statistics, new Language Arts novel)	\$ 27,519
--	-----------

Bassoon	\$1,250
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Expenditures Associated with New Proposed Items for 08-09

Athletics

Football Uniforms	\$18,018
Cheerleader Uniforms	\$9,126.50
Weight Equipment	\$10,296
Tackling Sled	\$1,100
Medical Whirlpool	\$3,295
Kwik Goals and Nets	\$4,788

Transportation

Lease/Purchase of 7 New Busses	\$96,336
--------------------------------	----------



Expenditures Associated with New Proposed Items for 08-09

Grounds

Bus roadway repairs, New stairway from stadium lot, Elementary playground resurfacing and painting	\$81,500
--	----------

Maintenance

Pick-up Truck	\$25,000
Demolition of Barracks	\$50,000
Replacements Windows/Doors for former Administration Building	\$38,000



Expenditures Associated with New Proposed Items for 08-09

Technology

Laptops for New Staff (12 computers)	\$20,881
Laptops for Staff Rotation (50 computers)	\$78,500
HS Mobile Cart (32 computers)	\$57,926
Elem. Mobile Cart (26 computers)	\$47,564
HS Yearbook Computers (10 computers)	\$13,750
HS Tech Ed Computers (26 computers)	\$35,750
Replacement Computers in	
Business Tech Classroom (32 computers)	\$44,000
HS/MS School Security Monitors	\$15,495
Computers for Music Curriculum	\$18,562
Video Scoreboard Equipment	\$55,000



Summary of Cost Changes That Influence Budget

Existing Staff Salary and Social Security	\$	713,096.52
Existing Staff Retirement Contribution	\$	159,456.50
Existing Staff Health Insurance	\$	27,384.00
Tuition Reimbursement	\$	27,500.00
New Staff (Net)	\$	857,755.86
<u>Building/Dept. Budget Increases</u>	<u>\$</u>	<u>1,132,080.24</u>
TOTAL	\$	2,917,273.12
<u>Amounts Budgeted last year not this year</u>	<u>\$</u>	<u>115,522.58</u>
NET TOTAL	\$	2,801,750.58

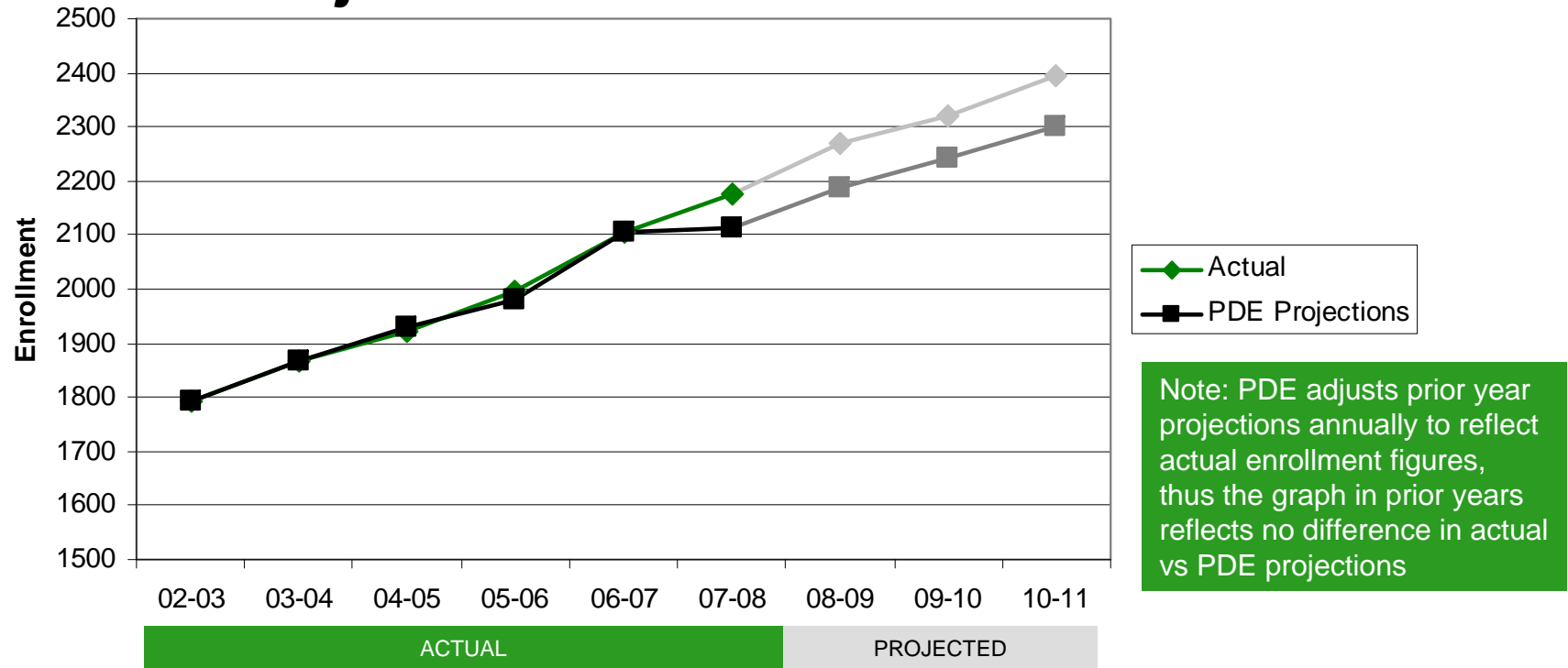


Student Enrollment

	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008 (10/1/07)	2008-2009	2009-2010	2010-2011
Elementary (K-4)	705	751	794	805	831	893	908	940	973
Middle School (5-8)	566	573	585	605	654	666	717	719	708
High School (9-12)	522	542	544	585	622	618	646	663	714
TOTALS	1793	1866	1923	1995	2107	2177	2271	2322	2395



Student Enrollment Compared to PA Dept. of Education Projections



Projections done by the PA Department of Education (PDE) are lower than actual enrollment trends indicate.

South Fayette projections account for growth at the grade levels where data typically shows an influx of students (Grades 1, 5, 7 and 9).

Enrollment & Staff by Grade – Current and Projections

Grade Levels	Projected 07-08 Enrollment	Actual 07-08 Enrollment (10-1-07)	# Core Subject Staff	Projected 08-09 Enrollment	# Core Subject Staff projected
K	175	184	5	190	5
1	174	189	9	194	10 (+1)
2	163	167	8	189	9 (+1)
3	156	168	8	167	8
4	183	185	8	168	8
Elem. Total	851	893		908	
5	155	163	7	190	8 (+1)
6	178	183	7.5	162	7.5
7	168	176	6.5	187	8 (+1.5)
8	148	144	7	176	8.5 (+1.5)
Middle Total	649	666		715	5 th Gr. Teacher, Grades 7/8 Science/Lang. Arts/Social Studies
9	160	176		153	English
10	154	147		176	Math
11	175	169		147	
12	131	126		168	
HS Total	620	622		644	
TOTAL	2120	2177		2267	

District-wide Staffing in South Fayette 2005-2006 Through Projected 2010-2011

	05-06	06-07	07-08	08-09 Proposed	Explanation for proposed 08-09 additional staff	09-10 Projected	10-11 Projected
Faculty	143	149	157 (159.5 budgeted)	169	2 Teachers: Elementary (Gr.1&2) 4 Teachers: MS (1 - 5 th grade, 3 – 7 th &8 th grade Science/Social Studies/Language Arts) 2 Teachers: HS (English, Math) 1 Teacher: 1 ESL Teacher 3 Teachers: As Needed (2 regular-ed teachers, 1 special education teacher)	175	181
Paraeducators	18	21	24	26	2 Paraeducators: As Needed	28	30
Student Monitors	6	8	11	11		12	12



District-wide Staffing in South Fayette 2005-2006 Through Projected 2010-2011

	05-06	06-07	07-08	08-09 Proposed	Explanation for proposed 08-09 additional staff	09-10 Projected	10-11 Projected
Administration	10	10	10	11	Psychologist/Social Worker	11	11
Other Leadership Positions (PR, HR, Business Mgr)	3	3	3	3		3	3
Clerical Assistants	16	19	19	20	Pupil Personnel Clerical Assistant/ ACCESS Coordinator; 2 Current Receptionists Become 12 Month Employees	20	20
Technology Staff	6	7	7	7		7	7
Custodian Staff	22	25	26	26		26	26



District-wide Staffing in South Fayette 2005-2006 Through Projected 2010-2011

	05-06	06-07	07-08	08-09 Proposed	Explanation for proposed 08-09 additional staff	09-10 Projected	10-11 Projected
Transportation Staff (Director/Drivers/ Mechanics/Aides)	36	38	42	43	Bus Driver	44	45
Food Service Staff	27	27	28	28		28	28
TOTAL (all categories)	290	316	331	348		358	367



Compensation Increases

(Existing School District Staff - Does not include 2008-2009 Proposed Positions)

	Salary Increases	SS Tax (7.65%)	Totals
Faculty*	\$506,646	\$38,758.42	\$545,404.42
Administrators* and Leadership Team	\$48,620.38	\$3,719.46	\$52,339.84
Custodial/Maintenance*	\$20,606	\$1,576.36	\$22,182.36
Transportation*	\$37,223	\$2,847.56	\$40,070.56
Assistants (Clerical)	\$15,267.91	\$1,168	\$16,435.91
Coaches and Activity Sponsors*	\$17,812	\$1,362.62	\$19,174.62
Paraeducators/Student Monitors*	\$16,246	\$1,242.82	\$17,488.82
TOTALS	\$662,421.29	\$50,675.24	\$713,096.53

*Compensation set by existing contract/agreements.

Annual Compensation for Proposed Additional 2008-09 Staff

	Total Salary	Benefits (Healthcare, retirement, payroll taxes)	Totals
Faculty (12 proposed)	\$534,600	\$258,157.74	\$792,757.74
Administrators and Leadership Team (1 psychologist/social worker)	\$60,000	\$24,039.22	\$84,039.22
Transportation (1 bus driver)	\$22,413	\$11,223.71	\$33,636.71
Assistants/Clerical (1 pupil personnel, 2 current receptionists in ES and Admin to 12 months)	\$37,316	\$20,330.39	\$57,646.39
Paraeducators/Student Monitors (2 as needed paraeducators)	\$35,501.90	\$20,922.93	\$56,424.83
TOTALS	\$689,830.90	\$334,673.99	\$1,024,504.89



Annual Compensation for Additional 2008-2009 Staff (continued)

	Salary	Benefits	Total
Compensation Totals	\$689,830.90	\$334,673.99	\$1,024,504.89
Staff & Benefits Budgeted but not utilized to date	- \$108,812.50	- \$57,936.52	- \$166,749.02
New Monies Budgeted for Additional Staff in 08-09	\$581,018.40	\$276,737.47	\$857,755.87



Employee Benefits



Group Health Insurance - Group Life Insurance - Retirement
Workers Compensation - Social Security - Tuition Reimbursement

Health Insurance ACSHIC Costs and Employee Enrollment Comparisons for 2007-2008 and 2008-2009

		07-08 (total enrolled)	08-09 (projected enrollment)		07-08 (total enrolled)	08-09 (projected enrollment)
	Keystone	144	161	PPO Blue (formerly Select Blue)	88	88
Family	\$13,903	45	62	\$14,603	28	28
Two Person	\$13,371	30	30	\$14,045	40	40
Parent /Child	\$11,040	0	0	\$12,052	1	1
Parent /Children	\$12,144	5	5	\$12,052	1	1
Single	\$ 4,922	64	64	\$ 5,170	18	18

ACSHIC (Allegheny County School Health Insurance Consortium) is currently projecting a 9% increase; however the goal for ACSHIC is for healthcare increases to be at 8%. **The above numbers reflect an 8% increase.**

Total Staff Health Insurance Costs: \$2,726,829
 Contributions of Staff: \$ 329,130



Employee Health Insurance Contributions

Faculty (Professional Staff other than those currently under Act 93 Agreement)

- 6% of premium (up to a 10% premium increase)

Support Staff hired prior to 8/20/96 and Clerical Staff*

- \$30/month Health Insurance Premium; \$15/month Dental Insurance Premium
- 100% of Vision Coverage

Full-time Support Employees hired after 8/20/96*

- 30% of Health Insurance Premium; 40% of Dental Insurance Premium
- 100% of Vision Coverage

Part-Year Support Employees (working 4 or more hours per day – bus drivers, paraeducators)

- 50% of Premiums for Health and Dental and 100% of Vision

Total Staff Health Insurance Costs:	\$2,726,829
Contributions of Staff:	\$ 329,130

*Employees with Individual Coverage pay no premium.

State Mandated Retirement Contributions

State Mandated Retirement Contribution (PA School Employees Retirement System - PSERS)

Current Rate: 7.13%
 Proposed Rate: 8.00% (estimate based on Allegheny County Intermediate Unit information)
 An increase of: 12.2%
 Cost of increase for existing staff = \$159,447

PSERS estimates the rate to be 12% at this time, but hopes to bring it to single digits

2003-04	3.77%	2009-10	4.73%*
2004-05	4.23%	2010-11	4.73%*
2005-06	4.69%	2011-12	4.73%*
2006-07	6.46%	2012-13	11.89%*
2007-08	7.13%	2013-14	10.26%*
2008-09	8.00%	2014-15	9.08%*

*These numbers are estimates from PSERS. Last year, the estimated rate for 08-09 was 4.97%.



Significant Unknown Information

- County Assessment Information
 - Should be available by mid-January (*at discretion of the County*)

- Commonwealth of PA Subsidies
 - Will be known when State budget is presented (*usually in February*)

- Retirement of District Personnel and overall effect on 2008-09 Budget (*will be known in February 2008*).



General Information & District Comparisons





2007 TAX BLOTTER (January 2007) FROM ALLEGHENY COUNTY

CLASS	ASSESSMENT	PARCELS	% Assessment	AVERAGE Assessment	AVERAGE Tax Bill
Agriculture	\$4,266,400	65	.51%	\$65,637	\$1,519
Commercial	\$138,245,160	251	16.46%	\$550,778	\$12,745
Industrial	\$19,364,490	34	2.31%	\$569,544	\$13,179
Other	\$605,900	8	.07%	\$75,738	\$1,753
Utilities	\$42,500	5	.01%	\$8,500	\$197
Residential	\$677,151,398	6,136	80.64%	\$110,357.14	\$2,554
TOTALS	\$839,675,848	6,499	100.00%	\$129,200.78	\$2,990



School District Millage Ranking in Allegheny County 2007-2008

1 Wilkinsburg	35.00	15 Riverview	23.36	29 Pine Richland	20.20
2 Brentwood	28.27	16 South Fayette	23.14	30 West Jeff.	19.99
3 East Allegheny	25.54	17 Bethel Park	22.75	31 Fox Chapel	19.71
4 Sto-Rocks	25.00	18 Upper St. Clair	22.45	32 Moon Area	19.61
5 South Park	24.70	19 Allegheny Valley	22.23	33 Gateway	19.41
6 Shaler Area	24.70	20 Plum	22.20	34 Quaker Valley	19.41
7 Woodland Hls	24.65	21 Cornell	21.74	35 North Allegheny	19.34
8 Baldwin	24.61	22 West Allegheny	21.50	36 Chartiers Valley	19.32
9 Northgate	24.50	23 Elizabeth-Forward	21.36	37 North Hills	19.10
10 Carlynton	24.15	24 Keystone Oaks	21.31	38 Montour	18.90
11 Deer Lakes	24.035	25 Steel Valley	21.21	39 Avonworth	18.80
12 Highlands	23.71	26 Duquesne Area	21.10	40 So. Allegheny	18.11
13 Mt. Lebanon	23.56	27 West Mifflin Area	21.092	41 McKeesport	17.71
14 Penn Hills	23.39	28 Hampton	20.53	42 Clairton	3.1 mills/ 75.0 land



How Millage Affects the Taxpayer

Average South Fayette
Home Value

(according to 1/07 data):

\$110,357



If a house is assessed at \$100,000

1 mill of taxes = $.001 \times 100,000 =$

- \$100 per year or 8.33 per month or 28.8 cents per day

1.5 mills of taxes = $.0015 \times \$100,000$

- \$150 per year or 12.50 per month or 41.7 cents per day

2 mills of taxes = $.002 \times \$100,000 =$

- \$200 per year or \$16.66 per month or 55.5 cents per day

3 mills of taxes = $.003 \times \$100,000 =$

- \$300 per year or \$25 per month or 82.2 cents per day



Local Tax Bill Comparisons

(Based on \$100,000 Assessed Value)

School District/ Municipality	School Millage	School Tax	Municipality Millage	Municipality Tax	County Millage	County Tax	TOTAL
South Fayette/ South Fayette	23.14	\$2314.00	4.00	\$400.00	4.69	\$469.00	\$3183.00
Upper St. Clair/ Upper St. Clair	22.45	\$2245.00	2.60	\$260.00	4.69	\$469.00	\$2974.00
Mt. Lebanon/ Mt. Lebanon	23.56	\$2356.00	4.97	\$497.00	4.69	\$469.00	\$3322.00
Chartiers Valley/ Scott Twp.	19.32	\$1932.00	5.00	\$500.00	4.69	\$469.00	\$2901.00
Chartiers Valley/ Bridgeville	19.32	\$1932.00	4.75	\$475.00	4.69	\$469.00	\$2876.00
West Allegheny/ North Fayette	21.50	\$2150.00	2.90	\$290.00	4.69	\$469.00	\$2909.00
Canon McMillan/ Cecil Township*	94.50	\$2362.50	16.00	\$400.00	21.40	\$535.00	\$3297.50
Peters Twp/ Peters Twp*	89.50	\$2237.50	12.00	\$300.00	21.40	\$535.00	\$3072.50

*Washington County assessments are based on 25% of market value. The assessed value of property is determined by each County independently.



Aid Ratio

"Aid ratio" is a general term for three numerical values: market value aid ratio (MV AR), personal income aid ratio (PI AR), and market value/personal income aid ratio (MV/PI AR). Various state subsidies use aid ratios in their calculations. The MV/PI AR represents the combined market value and income wealth for each pupil in a school district.

The MV AR is used in the Pupil Transportation and School Building Rentals and Sinking Fund subsidies; the MV/PI AR is used in all other state subsidies that require an aid ratio.

Market Value (MV): Sales value of taxable real estate as certified by the State Tax Equalization Board. The 2004 market value is used in the calculation of the market value aid ratio for payable year 2006-07. Note: 'State Total' market value includes Clean & Green.

Personal Income (PI): Personal income, excluding out-of-state income, reported on PA-40 income tax form. Data is certified by the Department of Revenue. The 2004 personal income is used in the calculation of the personal income aid ratio for payable year 2006-07. Note: 'State Total' personal income includes out-of-state income.

Weighted Average Daily Membership (WADM): Calculated by weighting half-time kindergarten ADM at 0.5, full-time kindergarten and elementary ADM at 1.0, and secondary ADM at 1.36. The 2004-05 WADM is used in the calculation of the aid ratios for payable year 2006-07.



Aid Ratio Calculation Methodology

Market Value Aid Ratio (MV AR):

$$1 - \left(\frac{\text{District Mkt Value/ SD WADM}}{\text{State Total Mkt Value/ State Total WADM}} \times 0.05 \right)$$

Personal Income Aid Ratio (PI AR):

$$1 - \left(\frac{\text{District Personal Income/SD WADM}}{\text{State Total Personal Income/ State Total WADM}} \times 0.05 \right)$$

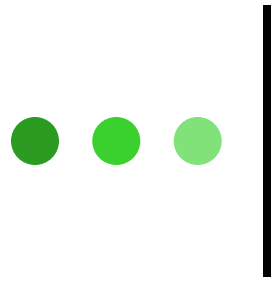
Market Value/Personal Income Aid Ratio(MV/PI AR): $(0.6 \times \text{MV AR}) + (0.4 \times \text{PI AR})$

a. MV/WADM and PI/WADM calculations are truncated to nearest dollar; b. District divided by State calculations are truncated at four decimals; c. When multiplying by 0.5, truncate at four decimals; d. For MV/PI AR, when multiplying by 0.6 or 0.4, truncate at four decimals

Market Value (MV): Sales value of taxable real estate as certified by the State Tax Equalization Board. The 2004 market value is used in the calculation of the market value aid ratio for payable year 2006-07. Note: 'State Total' market value includes Clean & Green.

Personal Income (PI): Personal income, excluding out-of-state income, reported on PA-40 income tax form. Data is certified by the Department of Revenue. The 2004 personal income is used in the calculation of the personal income aid ratio for payable year 2006-07. Note: 'State Total' personal income includes out-of-state income.

Weighted Average Daily Membership (WADM): Calculated by weighting half-time kindergarten ADM at 0.5, full-time kindergarten and elementary ADM at 1.0, and secondary ADM at 1.36. The 2004-05 WADM is used in the calculation of the aid ratios for payable year 2006-07.



South Fayette Aid Ratio

2007-2008 AID RATIO	=	0.4143
2007-2008 MV AID RATIO	=	0.4729
2007-2008 PI AID RATIO	=	0.3277
MARKET VALUE (2005 Used by State in 2007-2008 Calculation)	=	\$624,190.800
PERSONAL VALUE (2005 Used by State in 2007-2008 Calculation)	=	\$351,703,138
WADM (2005-2006 Used by State in 2007-2008 Calculation)	=	\$2,282.695
MV per WADM (2005-2006 Used by State in 2007-2008 Calculation)	=	\$273,444
PI per WADM (2005-2006 Used by State in 2007-2008 Calculation)	=	\$154,073



Other District Comparisons: Aid Ratio

DISTRICT	2007 – 2008 MV / PI AID RATIO	RANK OUT OF 501 DISTRICTS 1 - LEAST WEALTHY 501 - MOST WEALTHY	2005 – 2006 MARKET VALUE Per WEIGHTED MEMBERSHIP	2005 – 2006 PERSONAL INCOME Per WEIGHTED MEMBERSHIP
SOUTH FAYETTE	0.4143	396	\$ 273,444	\$ 154,073
CHARTIERS VALLEY	0.3580	429	\$ 304,383	\$ 165,940
UPPER ST. CLAIR	0.3148	449	\$ 300,514	\$ 193,418
MT. LEBANON	0.3331	441	\$ 303,263	\$ 181,106
WEST ALLEGHENY	0.4515	376	\$ 292,670	\$ 119,989
BETHEL PARK	0.4472	378	\$ 274,391	\$ 134,848
MOON	0.3299	444	\$ 331,314	\$ 164,172
CARLYNTON	0.4879	352	\$ 239,457	\$ 134,511
SOUTH PARK	0.6043	227	\$ 174,062	\$ 111,273
PETERS TOWNSHIP	0.3764	422	\$ 291,349	\$ 164,265
CANON McMILLAN	0.4610	371	\$ 268,062	\$ 131,030
FORT CHERRY	0.6312	197	\$ 169,007	\$ 99,271
PINE RICHLAND	0.4147	395	\$ 271,579	\$ 155,256
WEST JEFFERSON HILLS	0.4896	350	\$ 245,015	\$ 129,676



Other District Comparisons: Fund Balance

DISTRICT	2005 – 2006 UNDESIGNATED FUND BALANCE	UNRESERVED DESIGNATED FUND BALANCE	2005 – 2006 DEBT SERVICE
SOUTH FAYETTE	\$ 2,757,288		\$ 56,832,017
CHARTIERS VALLEY	\$ 824,789		\$ 53,820,000
UPPER ST. CLAIR	\$ 3,067,333		\$ 73,242,005
MT. LEBANON	\$ 4,087,364		\$ 77,443,871
WEST ALLEGHENY	\$ 2,318,803		\$ 83,350,000
BETHEL PARK	\$ 5,155,112		\$ 25,321,919
MOON	\$ 2,330,020		\$ 92,894,036
CARLYNTON	\$ 4,128,666		\$ 7,459,118
SOUTH PARK	\$ 4,106,564		\$ 56,760,293
PETERS TOWNSHIP	\$ 3,106,827		\$ 58,950,000
CANON McMILLAN	\$ 1,781,465		\$ 97,379,196
FORT CHERRY	\$ 1,214,712		\$ 11,924,615
PINE RICHLAND	\$ 6,297,083	\$ 1,879,517	\$ 104,129,620
WEST JEFFERSON HILLS	\$ 4,659,950		\$ 10,146,449



The Index: Act 1 of 2006

The *base index* is calculated by averaging the percent increases in the Pennsylvania statewide average weekly wage and the Federal employment cost index for elementary/secondary schools.

Additionally, for school districts with a market value/personal income aid ratio (MV/PI AR) greater than 0.4000, the value of their index is adjusted upward by multiplying the base index by the sum of 0.75 and their MV/PI AR.

For example, if the base index is 4.4% and the school district's MV/PI AR is 0.6000, the school district's *adjusted index* is $4.4\% \times (0.75 + 0.6000) = 5.9\%$.



Value of a Gross Mill of Tax & Collection Rate

	Value of a <u>Gross</u> Mill of Tax in South Fayette School District	Value of a <u>Collected</u> Mill of Tax (based on 95% collection rate)
2003-2004	\$749,346	\$711,879
2004-2005	\$772,362	\$733,744
2005-2006	\$801,097	\$761,042
2006-2007	\$833,285	\$791,620
2007-2008	\$839,676	\$797,692
2008-2009	\$853,618	\$810,937

Collection Rate

Why don't taxing jurisdictions collect 100% of the real estate tax levied?

- 2% Discount
- Exonerations
- Uncollectibles
- Appeal Dispositions
- County Administrative Changes (A4)



Proposed Budget: Summary of 2008-2009

Proposed Revenue	\$28,975,450
Proposed Expenditures	\$32,433,507
Difference (results of operations)	(-\$3,458,057)
Available Fund Balance	\$1,406,256



PROPOSED Millage Needed to BALANCE the 2008-09 Budget as of November 20, 2007

2.531 mills* – maintaining a 0% fund balance

- Generating \$2,052,481.50

3.765 mills* – maintaining a 3.083% (\$1,000,000)
fund balance

- Generating \$3,053,177.80 and utilizing \$406,256 of fund balance

*Act 1 does not permit the Board of School Directors to increase millage as needed above without referendum.



Three Year Budget Projections

	2008-2009 Estimated as of Oct. 2007 23.14 mills	2009-2010 Estimated as of Oct. 2007 23.14 mills	2010-2011 Estimated as of Oct. 2007 23.14 mills
Total Revenues	\$28,975,450.00	\$29,611,985.51	\$30,165,181.19
Total Expenditures	\$32,433,507.00	\$34,477,739.52	\$35,926,689.53
Results of Operations	(-\$3,458,057.00)	(-\$4,865,754.01)	(-\$5,761,508.34)
Beginning Fund Balance	\$1,406,256	(-\$2,051,801.00)	(-\$6,917,555.01)
Ending Fund Balance	(-\$2,051,801.00)	(-\$6,917,555.01)	(-\$12,679,063.35)



Present Financial Facts

(Relative to 08-09 Budget)

- I. **The PA Department of Education, through Act 1 permits the Board of School Directors to increase millage without referendum and without application for exceptions by 5.1% (.051 x 23.14 mills = 1.18 mills)**

**1.18 mills x \$810,937 (value of collected mill) = \$956,905.66
This results in a \$2,501,151.40 deficit.**

Using All of Fund Balance (\$1,406,256) would result in a **\$1,094,895.40 deficit.**

Using all but \$1,000,000 of Fund Balance, would result in a **\$2,094,895.40 deficit.**



Present Financial Facts

(Relative to 2008-2009 Budget)

- II. The Board of School Directors may apply for exceptions, thus allowing millage to be increased above 1.18 mills for increased enrollment, retirement and health care costs and increased special education costs.**
- III. The Board of School Directors may place a referendum on the May ballot which asks the public to vote on a millage increase to maintain current programs, class size and amenities.**
- IV. No expenditures are included in the proposed 2008 – 2009 Budget, or future proposed budgets, for construction at this time.**



Balancing the Budget

To “Balance” the 2008 – 2009 Budget, it is recommended that the Board of School Directors:

- A) Increase millage by the PDE Index – 1.18 mills generating \$956,905.66**
- B) Use \$406,256 of Fund Balance, maintaining a \$1,000,000 Fund Balance (3.083%)**
- C) Use a combination of decreases in expenditures and increases in revenues equivalent to a net \$2,094,895.40 to balance the proposed preliminary budget.**



For Consideration...

Decrease Expenditures	\$ Amount	Comments
High School English Teacher	\$66,063.14	We would not be able to offer the Media/Scoreboard class to train students on operating the Scoreboard; class sizes would increase in some English classes to 30 or more.
High School Math Teacher	\$66,063.14	Class sizes in several math classes would exceed 30 students. This is NOT an appropriate educational setting if we want students to be successful in math, particularly those who struggle.
MS Grade 5 Teacher	\$66,063.14	Without this teacher classes for Math and Language Arts in Grade 5 would consist of 32/33 students each.
MS Grade 7-8 Teacher	\$66,063.14	Without this teacher, classes in grade 7 and 8 Social Studies and Science would consist of 31/32 students each.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
MS Grade 7-8 Teacher	\$66,063.14	Without this teacher, classes in grade 7 and 8 Social Studies and Science would consist of 31/32 students each.
MS Grade 7-8 Teacher	\$66,063.14	Without this teacher, classes in grade 7 and 8 Social Studies and Science would consist of 31/32 students each.
ES Grade 2 Teacher	\$66,063.14	The result of this would be larger class size. Based on projected enrollment this would place at least 24 students in each classroom.
ES Grade 1 Teacher	\$66,063.14	The result of this would be larger class size. Based on projected enrollment this would place at least 22 students in each classroom.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Psychologist/Social Worker	\$84,039.22	<p>Services are needed for students who have multiple issues related to social, emotional, behavioral, academic, and family issues, etc. which impact the students in the school learning environment. This results in fewer referrals for special education evaluations. We now have 3 days of social worker services from AIU and costs continue to rise. SF has seen an increase in students with mental illness diagnoses and Autism Spectrum Disorders requiring services for "groups" and "individual" counseling. Our current contracted social worker is currently meeting with 28 students (K-12) and some weeks he cannot manage to see each child at least once. We also have a second contracted social worker for one day in this district who is running 4 groups at the elementary school and middle schools and she is individually counseling 4 students. This new position would deliver these services and could also be utilized to complete multi-disciplinary team evaluations when necessary and to attend special education IEP/GIEP/504 Service Plan meetings. Our current school psychologist had 65 evaluations to complete for 06-07 and for 07-08 she currently has 23 evaluations pending (NOT including reevaluations). We must stay in compliance with evaluations (60 school days to complete) and reevaluations due to the timelines given to us through PA Special Education Mandates.</p>
Pupil Personnel Clerical Asst./ ACCESS Coordinator	\$46,225.47	<p>Due to the increasing demands of special education paperwork, documentation, growing student population and the need to do ACCESS reimbursement paperwork, it is necessary to add clerical staff to the Department of Pupil Personnel. Also, if the district takes over programs from the Allegheny Intermediate Unit such as English-as-a-Second-Language, School Psychologist/Social Worker and Speech and Language Therapist it will be necessary to have additional clerical support to meet the increased demands of administrative responsibilities in supervising these programs from the Department of Pupil Personnel.</p>



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Bus Driver	\$33,636.71	Monies would not be available to create a new bus run if one is deemed necessary.
Elementary Receptionist (move to 12 months)	\$5,857.06	Due to increased enrollment, extra help is needed during the summer months to prepare for the upcoming school year.
Administration Receptionist (move to 12 months)	\$5,857.06	The receptionist supports the business office and HR staff and summer hirings and budget rollover make summer a busy period in administration.
All Field Trips (other than competitions)	\$9,428	Students' opportunities to learn would be limited to what they can learn within the boundaries of our buildings. Field trips would be cancelled or parents could be asked to pay for their child's field trip.
All After-School Activity Busses	\$14,552	MANY High School students, particularly ninth and tenth graders, would not be able to stay after school for activities because they would not have a way to get home. Clubs and activities at the high school, most of which are very large and do many things throughout the year, would not be able to be sustained; Only those Middle School students who can provide their own transportation would have the opportunities to be tutored, participate in clubs, or be involved in the sports programs offered.
Lease/Purchase of 2 New Busses ⁷⁴	\$32,760	Program to implement upgrade of bus fleet would be extended. Older busses are prone to more maintenance, breakdowns, etc.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Technology: Classrooms for the Future (continuation if funding is not provided)	\$200,000	Addition of mobile cart, interactive whiteboard, LCD Projector & productivity tools to support 21 st century learning
Laptops for New Staff (12)	\$20,881	Necessary for any new staff members hired
Laptop Rotation for Staff (remove 45 of 50 requested)	\$70,650	Computers are currently 5 yrs + old, replaced computers are moved into Elementary. Older computers will not support Office 2007.
HS Mobile Cart Replacement (32 computers)	\$57,926	Computers are 5 years old, replaced computers are moved into Elementary. Older computers will not support Office 2007.
ES Mobile Cart (26 computers)	\$47,564	Requested due to increased enrollment and cross curricular technology integration. For 2008-2009 school year we would have the computer lab and 26 computers on a mobile cart. Teachers will have access to the lab once a week and would have access to the mobile cart on a limited basis. There are 25 class slots per week on the mobile cart. The elementary technology is aging therefore some older computers malfunction.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
HS Yearbook Computer Replacement (11)	\$13,750	Computers are 5 years old and used to produce HS Yearbook in house. Current systems are not designed to handle the software, performance is slow.
HS Tech Ed Computer Replacement (26)	\$35,750	Computers no longer meet CAD Software Minimum specifications for hardware. No updated software could be used and class size would be limited to 20 (current # of computers in classroom)
Replacement Computers in Business Tech Classroom (32)	\$44,000	Computers are 5 years old and are used an integral part of the Business Ed Curriculum. Without these computers, there will be a computer shortage in the elementary building. This was slated to be year one of a three year rotation.
HS/MS School Security System	\$15,494.68	Requested in order to assure safety and security in the HS/MS buildings. Once MS/HS visitors sign in and leave the main office, staff cannot see what direction they turn or into what areas of the building they go.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Computers for Music Curriculum (Finale 2008)	\$18,562.90	Curriculum will not be revised to include music composition.
HS Study Island Math Software (to be purchased only through Accountability Grant)	\$5,000	Software utilized for remediation, reinforcement, PSSA preparation and enrichment of the math curriculum. Utilized for after-school PSSA tutoring and SAT Prep course.
Grade 2 Software Adoption (to be purchased only through Accountability Grant)	\$5,000	Software adoption for remediation, reinforcement, PSSA preparation and enrichment of curriculum. This would be purchased through the Accountability Grant. This software would allow teachers to differentiate instruction.
Video Scoreboard Equipment	\$55,000	Partial equipment required to produce Live Video Feed for Stadium Scoreboard
Demolition of Barracks Buildings	\$50,000	To maintain safety, all utilities would need to be cut off from the building if it is not demolished.
Replacement Windows/Doors for former Administration Building	\$38,000	Building would remain unusable due to current state of windows, etc.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Football Uniforms	\$18,018	It has been 5 years since new uniforms were ordered; this is the standard rotation.
Cheerleading Uniforms	\$9,126.50	It has been 5 years since new uniforms were ordered and more are needed due to a larger squad; this is the standard rotation.
Elementary – New Desks	\$10,000	We would have to use the old desks and chairs to handle the increased enrollment.
Middle School – New Desks, Classroom Set-up	\$10,982.70	The middle school currently has only 17 desks available in storage for new students. Present classrooms cannot be accommodated beyond this number if student enrollment increases, and no new classrooms can be set up if enrollment warrants it.
Library Books (all buildings) ES – \$4,000, MS - \$8,000, HS - \$10,000	\$22,000	HS – We would continue to lag behind in the numbers needed for an effective collection for a high school library. MS – We are still rebuilding the library as it was depleted during the move of the high school from the building and the move from the elementary school. Also, if a 3-5 building is decided upon, more books would most likely be moved out of the middle school to accommodate the library at that site. ES - We would not be able to add to our library collection and would not be able to add the most recent literature. Many children read literature series and this would prevent the library from adding new books from the series.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Bus Roadway Repairs, New Stairway from Stadium Lot, Elementary Playground sealing and repainting	\$81,500	Roadway repairs will likely cost more at a later time as damage will continue to mount; The stairs would have heavy usage with track, band and football using both areas – students are currently walking up the steep grassy hill; Repairs to the Elementary Playground will likely cost more in the future and may result in a complete resurfacing
Additional Social Worker Services (not covered by IDEIA Component 3)	\$38,545	Services would not be offered beyond our IDEIA allotment.
Senior Banquet (Cost for Student Meals)	\$4,250	Students would pay for their own meals; attendance would most likely drop. Currently, nearly every senior is in attendance at this traditional (and very special) end of the year event.
District Contribution for Spring Musical	\$2,500	Students would have to fundraise to maintain standards of the annual production



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Maintenance Pick-up Truck	\$25,000	Employees would continue to be reimbursed by District for mileage.
All Standardized Testing (other than PSSA)	\$48,253	District would have no standardized scores or IQ scores to compare in future years; scores are used for screening and to show student progress from year to year on a norm reference test
Weight Equipment	\$10,296	No new stations could be added in weight room to accommodate increased participation. This equipment will help our athletes prepare for their competition.
New Instruments (conga set, hand chimes, bassoon, euphonium, piano)	\$330; \$1,100; \$3,350; \$1,250; \$7,500	<p>The middle school piano used for performances is in deplorable condition. It is difficult to keep it tuned and many service calls are required. The sound is too small for the auditorium.</p> <p>Percussion instruments are lacking in the general music classes. Due to the size of the class and the curriculum requirements, additional instruments are necessary to accommodate all students and composition requirements.</p> <p>Hand chimes address the need for gross motor skill development, at an age where fine motor skills are not yet developed. These are also a natural bridge to the MIE keyboards used in the upper grade levels.</p> <p>The middle school band has one euphonium. A band of this size (74 students currently) should have four. We currently borrow one from the high school which leaves them with only two, an insufficient number for the 79-member band at that level.</p> <p>The High School Bassoon was requested last year and was cut from the budget. If cut again, we would not have a workable bassoon to adequately perform the high school concert band repertoire. Currently, the bassoon that we own is beyond repair.</p>



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Football Tackling Sled	\$1,100	The sled will help our players practice the safety and proper technique for tackling in football.
Medical Full-Body Whirlpool	\$3,295	Treatment of injury is limited.
Kwik Goals and Nets	\$4,788	Due to the increased number of participants in soccer, additional goals are needed. Failure to purchase would result in less efficient practices.
Travel District – Put additional limitations on conference travels (# of staff, location, etc.)	\$5,000	Additional limitations on conference and travel would affect professional development and the ability to stay current with instructional strategies that lead to student achievement.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Repair of Media Equipment (6 years old)	\$2,600	Media equipment would not be repaired this year.
Black vinyl gate for track and field/cross country	\$5,000	This was requested so that electronic timing devise could be used for cross county as well as track.
Barrier gate and operator for stadium access	\$11,000	Access will have to be monitored by a worker at the game.
Hash Marks on Field (possible state mandate)	\$9,000	District would not be able to implement state mandate this year should it be necessary.
UPMC Sports Performance Services (reduced)	\$10,000	Reduced services for weight/performance training for student athletes.
Hall of Fame Framing	\$1,000	Fewer items would be put on display each year. Some funds remain in PR Budget that covers entire District.
Girls Basketball Practice Uniforms	\$2,096	Girls would not have uniforms for practice.
Golf Pants/Shirts	\$2,000	Golfers would purchase their own uniforms.



For Consideration...

Decrease Expenditures	\$ Amount	Comments
Boys Basketball Practice Uniforms	\$2,307	Boys would not have practice uniforms.
Girls 7/8 Grade Soccer Green Uniform	\$1,758	The team would not have uniforms (currently wear t-shirts)
Girls Soccer Varsity Uniforms	\$1,609	Uniforms for increased participation could not be provided.
Boys 7/8 Grade Soccer Green Uniform	\$1,625	The team would not have uniforms (currently wear t-shirts)
Boys JV Soccer Green Uniform	\$1,484	Uniforms for increased participation could not be provided.
Volleyball Game Shorts	\$528	Players would not have new game shorts.



For Consideration...

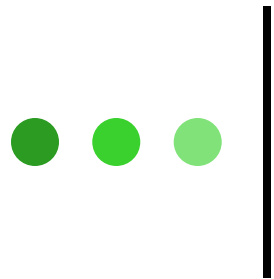
Decrease Expenditures	\$ Amount	Comments
Elimination of Middle School Sports Programs – Transportation to Games	\$5,500	Middle School sports programs would not be offered. Consideration could be given to having these programs operated by Township Recreation.
Elimination of Middle School Sports Programs – Coaches Salaries (Social Security/Retirements)	\$58,572	
Elimination of Middle School Sports Programs – Supplies (Equipment, Ambulance, Trainers, Reconditioning of Equipment, Awards)	\$22,483.70	
Hockey Club Contribution	\$4,500	Hockey program would be completely funded by participants. No district funding would be provided.



For Consideration...

Increase Revenues*	\$ Amount	Comments
Activity Fee Charge	\$81,250	\$100 HS: Estimated 350 Students \$75 MS: Estimated 350 Students \$50 ES: Estimated 400 Students
Determine Fee for Community/Athletic Groups to Use Facilities		
Reduce Fitness Center Hours and/or Increase Fees		

*Additional ideas will be requested from the District's Revenue Generating Committee.



Summary

Proposed 08-09 Revenue		\$28,975,450
1.18 Millage Increase	+	\$ 956,906
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08-09 Revenue with		
Proposed 1.18 mill increase		\$29,932,356
Proposed Activity Fee Revenue		\$ 81,250
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		\$30,013,606
Proposed 08-09 Expenditures		\$32,433,507
Total of Suggested Eliminated Items		-\$ 1,889,686
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Resulting Expenditure Total		\$30,543,821
NEW Revenue Total		\$30,013,606
NEW Expenditure Total		\$30,543,821
<hr/>		
Results of Operations		(-\$ 530,215)

\$530,215 of existing fund balance could be used to balance the budget – leaving \$876,041 (2.86%) remaining fund balance.

● ● ● | Send Us Your Ideas

To offer your ideas for reductions in expenditures or ways to generate additional revenue, please send an e-mail to budget@southfayette.org





Next Steps

- **November 27, 2007** **Discussion of Proposed Preliminary Budget**
- **January 2, 2008** **Proposed Preliminary budget will be on display on website and in central office (The PA Department of Education requires a minimum of 20 days)**
- **January 15, 2008** **Discussion of Proposed Preliminary Budget**
- **January 22, 2008** **Board Adoption of Preliminary Budget (PDE deadline for adoption 1/23/08)**
- **February-June, 2008** **Discuss any changes, recommendations etc. to the Preliminary Budget**
- **May 20, 2008** **Deadline to pass Proposed Final Budget (Board Committee Meeting)**
- **May 27/June 17, 2008** **Discussion of Proposed Final Budget**
- **June 24, 2008** **Board Approval of Final 2008-2009 Budget**



Strategic Plan

- We will be engaging in a strategic vision for the district that must include financing our education.

Anyone interesting in taking part, should submit their name to Mrs. Ruth Bell at bell@southfayette.org



Timeline for Public Comment on 2008-2009 Budget

The Budget will be available on the South Fayette website at www.southfayette.org and in the District Administration Offices for public review by January 2, 2008.

Members of the community may also make public comment with regard to the budget during Board meetings on the following dates:

November 27, 2007

January 15, 2008

January 22, 2008

February 19, 2008

February 26, 2008

March 18, 2008

March 25, 2008

April 18, 2008

April 25, 2008

May 20, 2008

May 27, 2008

June 17, 2008

June 24, 2008

All meetings of the Board of School Directors take place in the High School Conference Center at 7 p.m. on the designated dates.