

2006-07 Recommended Budget Summary

The Budget recommended is as follows:

Maintenance & Operating – This budget includes total revenues and other sources of \$493,056,703 and an appropriation budget of \$497,073,385, including recapture. A summary of increases/decreases by object code is as follows (Reference Exhibits C, D & G):

Revenue – Increase of \$13.3M from FY 2005-06 Adopted Budget

- Local Revenue decrease of \$30.2M, due to legislated tax reduction
- State funds increase of \$39.6M, due to legislated State Funding increase
- Transfer-In increase of \$297K, due to increase in PASAR Program

Appropriations – Increased from the FY 2005-06 Adopted Budget by \$5.7M. Highlights of this increase are listed below:

- *Salary & Benefits* – Increase of \$17.2M
 - \$3,000 to \$3,100 increase for teachers, librarians, nurses and counselors
 - 3.5% raise for other employees (pay range adjustment of 1.75%)
- *Contracted Services* – Increase of \$4.07M, due to rising utility cost and service contracts
- *Supplies and Materials* – Increase of \$407K, due to rising fuel cost and supply allocation to campuses
- *Other Operating* – Decrease in insurance cost of \$139K
- Capital Outlay decrease of \$309K, due to reduction of appropriations for vehicles and technology hardware
- Purchase of WADA – Decrease of \$16.97M, due to legislation
- TIF Payment increase of \$500K

Other Subsidiary Funds – The General Fund includes transfers-in and out from the Operating Fund. The General Fund contributes to the following:

Head Start	\$ 226,853
Tuition Reimbursed Fund	\$ 1,976,856
Athletics Fund	\$ 1,059,149
Special Programs Center Fund	\$ 3,396,550
Employee Child Care Fund	\$ 13,940
Practical Parent Education	\$ 259,613
Special Events	\$ 65,699

Net Impact Operating Fund Balance – Deficit budget of \$4.02M, which is 0.8% of the entire budget. Historically, the District does not spend 1% of the budget.

The General Fund will receive a transfer-in from the PASAR Fund of \$1,555,010, the Worker's Comp Self-Insurance Fund for \$2 M and approximately \$22,900 from the Off-Campus PE and GED fee based programs.

Debt Service – This budget includes a total revenue budget of \$79,610,744 and an appropriation budget of \$82,767,101. The tax rate for debt service will increase \$0.015 to \$0.2484. This tax rate is below the amount estimated at the last bond election.

Revenue – Includes \$67.1 M in tax revenue, \$400,000 in investment earnings from the Debt Service Fund and \$1.5 M transfer from Construction Fund investment earnings.

Appropriations – Includes repayment of Unlimited Tax Bonds – Series 1997-2006.

Net Impact Fund Balance – Proposed Debt Service Budget is projecting a deficit of \$3.1M. After paying the debt service payments due in August 2007, the estimated fund balance will be \$14.8M.

Food and Nutritional Services – The proposed budget does not include a price increase, but does include the Compensation Plan increase approved by the Board of Trustees. This budget projects a slight deficit of \$560K as presented at the May 2nd Board Meeting.

Practical Parent Education – As presented to the Board of Trustees at the April Board Work Session, the budget for PPE projects a deficit of \$259,613 to be funded by the Operating fund. All expenditures previously paid from the Operating fund have been transferred to PPE, therefore creating the deficit.