

# U#46 FY'13 Budget

January 19, 2012

## Overview



Essex High School (EHS) Budget

General Fund – Including Tax Implications

Capital Plan



Center for Technology, Essex (CTE) Budget

General Fund



# Board Guidance

- **Maintain** the high level of educational quality presently found in the District.
- **Support** the essential elements of the School Action Plan analyzing current practices as well as unfunded requirements and adjusting as necessary for enrollment.
- **EHS Budget**
  - Be sensitive to the burden on tax payers by providing a proposed budget with a minimal increase to education spending.
- **CTE Budget**
  - Be sensitive to the burden on tax payers from sending districts by creating a budget that results in a minimal increase in tuition.



# At a Glance

## ■ EHS General Fund

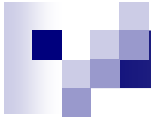
- Total budget = \$22,634,554
- Education Spending shows an increase of \$301,166 or 1.9%, but is lower than FY'11
- Includes some 'one-time' requirements and reflects budget-to-budget salary increases
- Represents an increase of \$893,310 or 4.1%

## ■ U#46 Capital Plan

- $\leq 1\%$  of the EHS General Fund budget = \$226,345

## ■ CTE Budget

- Total budget = \$8,452,319
- Tuition will be approximately \$300 or 2% higher than FY'12, but level with FY'10 & FY'11
- Represents an increase of \$159,430 or 1.9%, but level with FY'11



# EHS General Fund



# Achievements

## ■ School

- Science, Technology, Engineering, and Mathematics (STEM) Academy enters its 1<sup>st</sup> year in FY'13 – held public forum on Dec 15, 2011
- Academy of Visual and Performing Arts (AVPA) enters its 3<sup>rd</sup> year
- Life, College, and Career (LCC) and STEM received a \$50K grant for development of a fabrication laboratory (Fab Lab)
- Designated as a College Level Examination Program (CLEP) test site
- High number of advanced placement course offerings, enrollment & tests
- Increased student enrollment in on-line courses through Virtual High School (VHS) and Vermont Virtual Learning Consortium (VTVLC)



# Achievements

## ■ Students

- Highest % of students who enroll in an institution of higher education within a year of graduation – a full 6% above all other VT high schools
- Student-led effort raised over \$12K for South Royalton H.S. for Hurricane Irene relief efforts
- Group of students placed in Top 10 for the Americas in International YouTube Space Lab Competition – pitching a science experiment on the International Space Station
- Above the Influence (ATI) group won MTV contest for “unwasted weekend” – Dec 2011

## ■ Teachers

- Maria Ung won the national Milken Educator Award for preeminent teachers and \$25K
- Joe Chase named Outstanding Science Teacher of the Year by VT Academy of Science & Engineering (VASE)
- Glory Reinstein named UVM Outstanding Teacher of the Year

# FY'13 Considerations

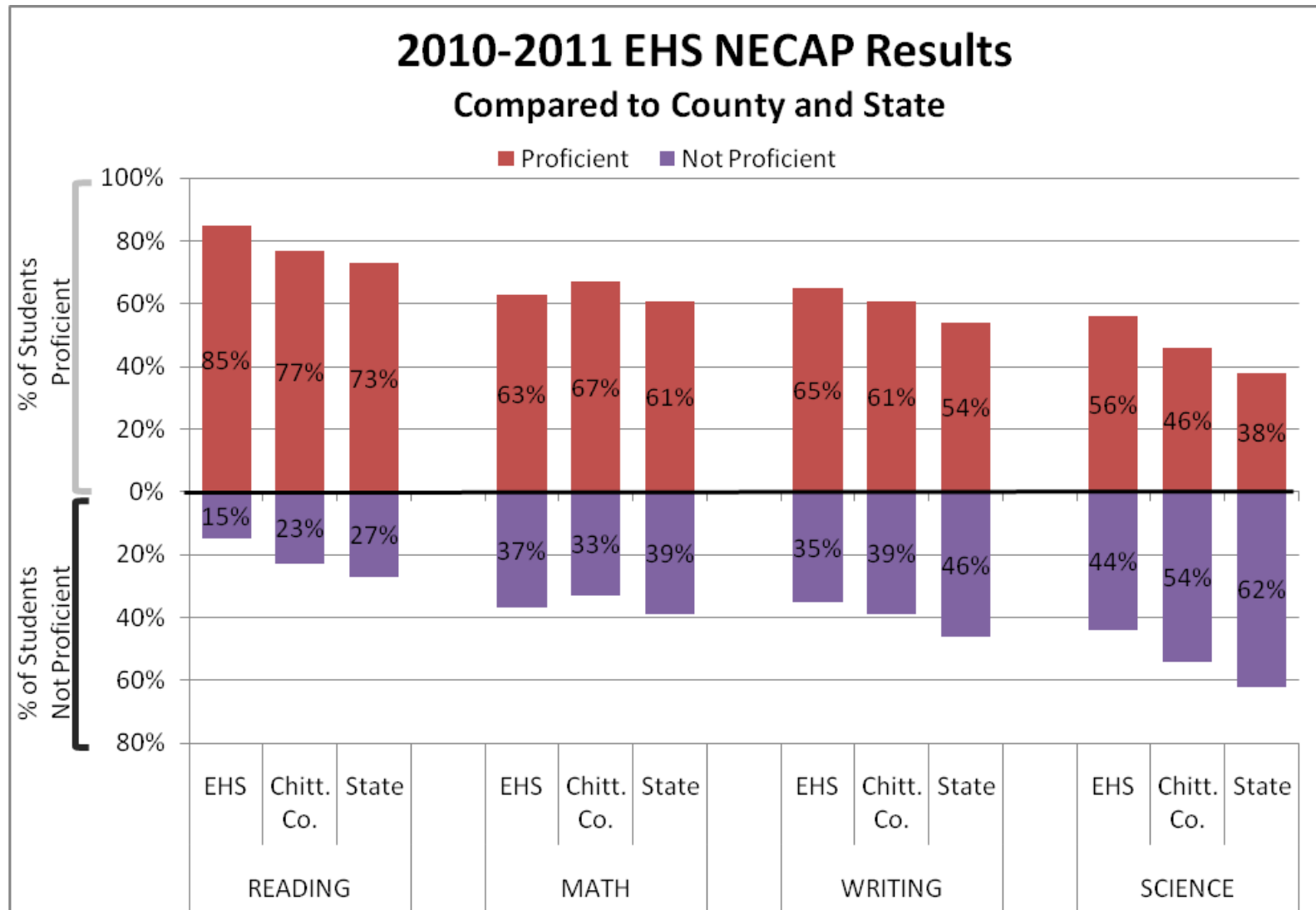
- Year following large reductions for 'Challenges for Change'
- Increased Special Education requirements
- FY'11 Fund Balance - \$978K

FY'13 Fund  
Balance  
Revenue  
(\$863K)

- Level revenue requires about \$600K
- Budget-to-budget salary increase (assumption vs. settlement) - \$188K
- Part of staffing increase for PE - \$75K
- Special article to commit \$115K for lower than anticipated future revenues
- Education Jobs Fund - \$81K
  - Use for part of one-time staffing increase for PE
  - Second and final year of availability
- Increased faculty involvement in budget development



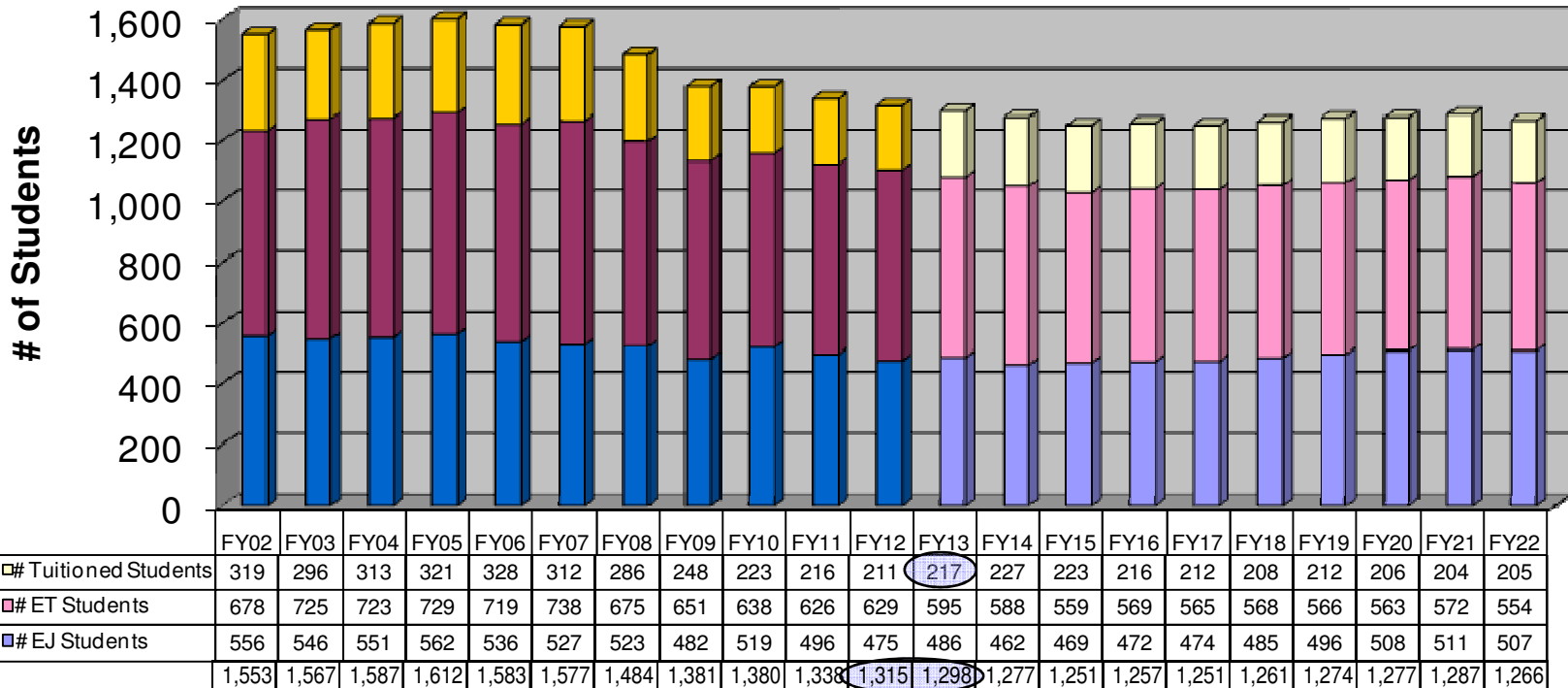
# Educational Quality – County & State





# Enrollment Projection

## Enrollment Projections



➤ **FY'12 projection was for 1,305 but the Oct 1 count was 1,315 (approx 0.8% variance)**

- 5 additional tuitioned students & 5 additional ET students

➤ **FY'13 projection shows a drop of 17 students from 1,315 to 1,298**

- Tuitioned student projection increased by 55 after adding Islands & Georgia buses
- ET – starting to decline - settling at about 560-570
- EJ – bump up next year, drops to 460-470 range for a few years, then starts increasing
- Overall – Should drop for next few years, but level off in the 1,250-1,275 range – slight improvement over last year's projections



# EHS Overview

Ed Spending lower than FY'11

Ballot article amount

Description	FY'11	FY'12	FY'13	Change	% Change
Total Expense Budget	\$22,182,502	\$21,741,244	\$22,634,554	\$893,310	4.1%
- Non-Tax Revenue	\$5,958,842	\$5,903,960	\$6,505,037	\$601,077	10.2%
+ Capital Budget	\$221,825	\$217,412	\$226,345	\$8,933	4.1%
= Education Spending (ES)	\$16,445,485	\$16,054,696	\$16,355,862	\$301,166	1.9%
÷ Equalized Pupil (EP) Count	1,246.65	1,228.00	1,209.06	(18.94)	-1.5%
= ES/EP	\$13,191.74	\$13,073.86	\$13,527.75	\$453.89	3.5%
÷ Base Education Amount	\$8,544.00	\$8,544.00	\$8,723.00	\$179.00	2.1%
= District Spending Adj (ES/EP / Base Ed Amt)	154.398%	153.018%	155.081%	2.063%	

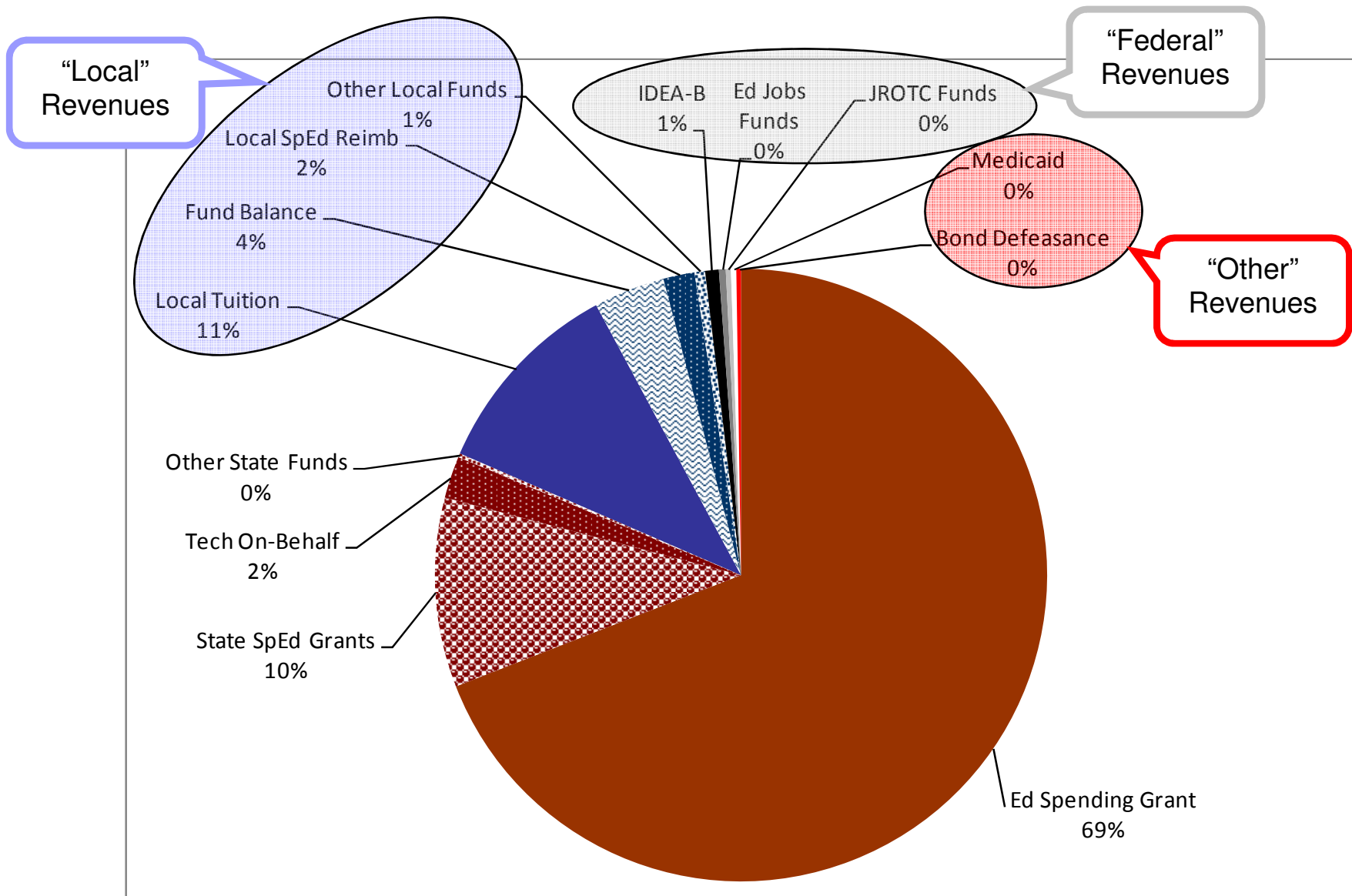
Assumption – requires Legislative action

Key factor in tax rate calculation

Change in Education Spending



# EHS Overview – Revenues (\$22.6M)





# Significant Budget Changes

## Revenues:

	FY'12	FY'13	Change
Fund Balance	\$500,000	\$863,000	\$363,000

- FY'11 available fund balance of \$978K is higher than the prior year. An increase in fund balance this year could be followed by a decrease (and tax rate increase) for FY'14.
  - \$863K is proposed as FY'13 revenue. The increase of \$350K is reasonable since there are some 'one-time' budget increases (higher than usual budget-to-budget increase due to difference in assumptions versus actual settlement and partially offsetting an FTE increase for PE graduation requirements).
  - The remaining \$115K will be shown as a separate article for use in a future year when revenues are lower than anticipated.

	FY'12	FY'13	Change
Regular Education Tuition	\$2,152,500	\$2,412,500	\$260,000

- FY'12 revenues should exceed the budget and there are six more tuitioned students projected for FY'13. Since adding bus service to the Islands & Georgia, the tuitioned student projection for FY'13 has increased by 55 – nearly \$700K in additional revenue.

	FY'12	FY'13	Change
Education Spending Grant	\$15,325,150	\$15,626,594	\$301,444

- Balances revenues with investments – minimal tax impact.



# Significant Budget Changes

	FY'12	FY'13	Change
Special Education Revenues	\$2,525,094	\$2,635,399	\$110,305

➤ Anticipated increase in student needs (and associated costs) result in a higher level of SpEd revenues from the State.

	FY'12	FY'13	Change
Tech Center On-Behalf Tuition	\$512,134	\$502,923	(\$9,211)

➤ Rate increased by \$156 per student, but six-semester average dropped 2.63 students.

	FY'12	FY'13	Change
Tech Center Unenrolled Students	\$10,000	\$0	(\$10,000)

➤ State grant that was discontinued – provided funds for overhead costs of hosting students that were not enrolled at any high school.

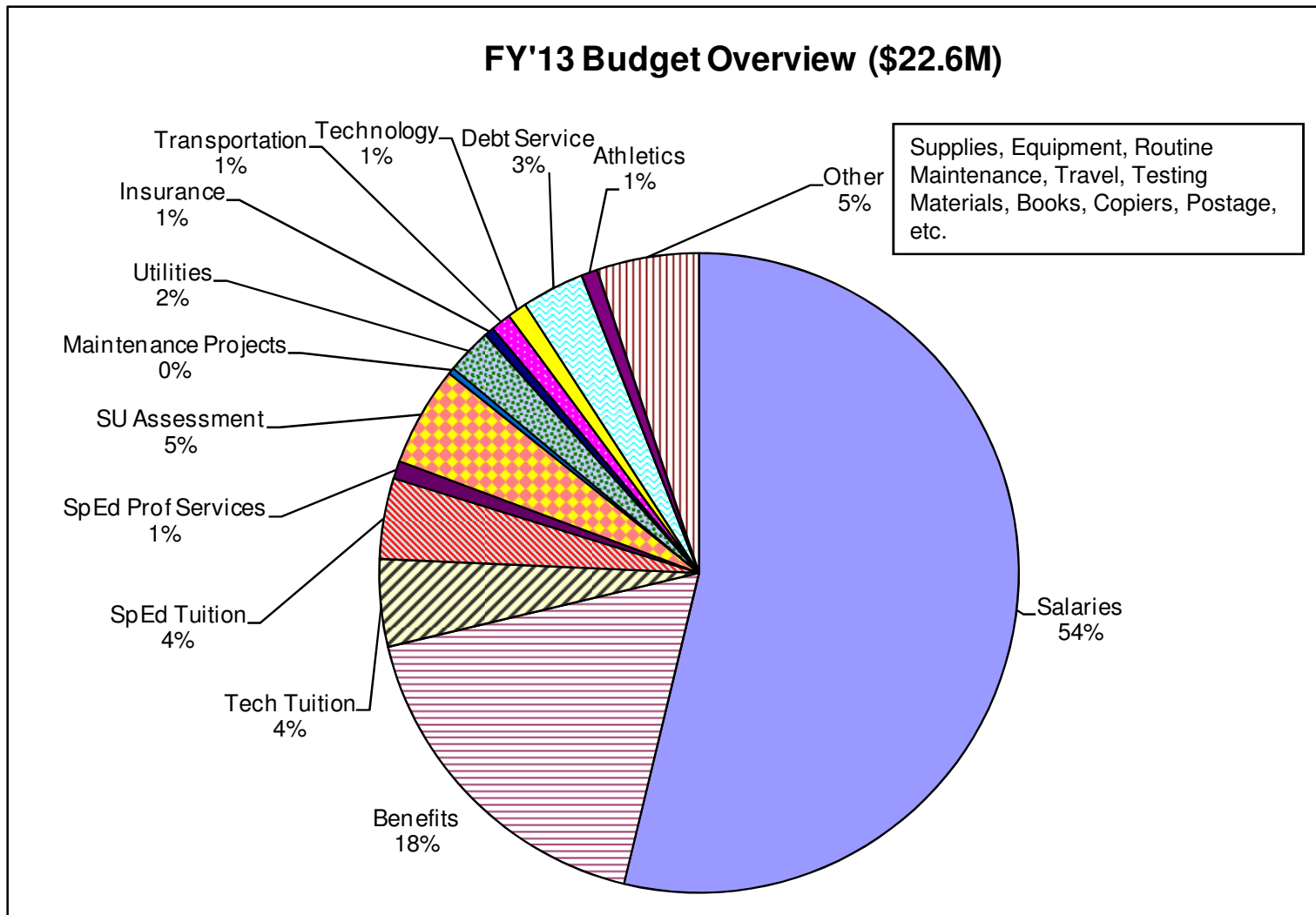
	FY'12	FY'13	Change
Education Jobs Fund (EJF)	\$202,386	\$81,138	(\$121,248)

➤ Federal funds applied to one-time, critical needs. FY'12 revenue was used to support initiatives such as 9<sup>th</sup> Grade Core, EHS Transformation, and preparation for New England Association of Schools & Colleges (NEASC) visit. FY'13 revenue will offset part of the staffing increase needed in PE to satisfy graduation requirements.

**Total Increase of \$893,310**

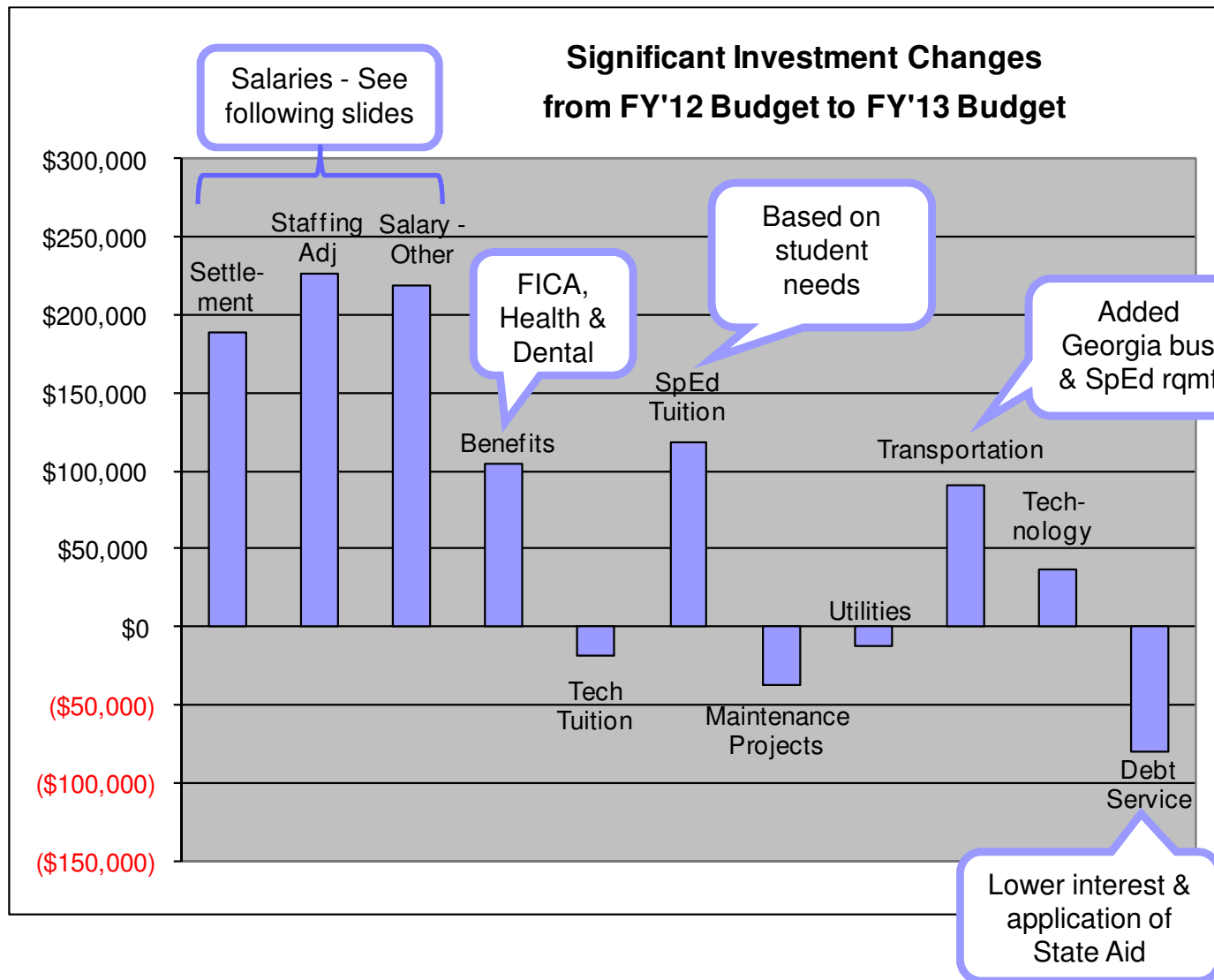


# EHS Overview – Investments (\$22.6M)





# EHS Overview – Investment Changes





# Significant Budget Changes

## Investments:

### Salary & Benefit Investment

	FY'12	FY'13	Change
Salaries	\$11,530,319	\$12,162,321	\$632,002
Benefits	\$3,856,569	\$3,960,720	\$104,151
Salaries & Benefits	\$15,386,888	\$16,123,041	\$736,153

➤ Salaries:

- Settlement (\$188K) – The FY'12 salary line assumed a 'steps-only' settlement, but the actual agreement provided teachers with a 2.7% increase – meaning the FY'12 budget is low and the budget-to-budget increase is higher than normal.

- Staffing Adjustments (\$226K) – Education Jobs Fund (EJF) money covers \$81K of this increase. Most of the increase (\$156K) is associated with 1.75 FTE needed to accommodate graduation requirements. One FTE was also added for registration uncertainties to guard against large class sizes or having to deny course requests. A new Literacy Coaching model actually saves about \$11K.

- Other Salary Changes (\$218K) – Since Salary costs make over 50% of the budget, even inflationary pay raises cause significant budget increases. Additionally, the early departure incentive (\$33K) is included in line – one employee opted for the incentive in FY'12, while four opted for the incentive in FY'13.

➤ Benefits:

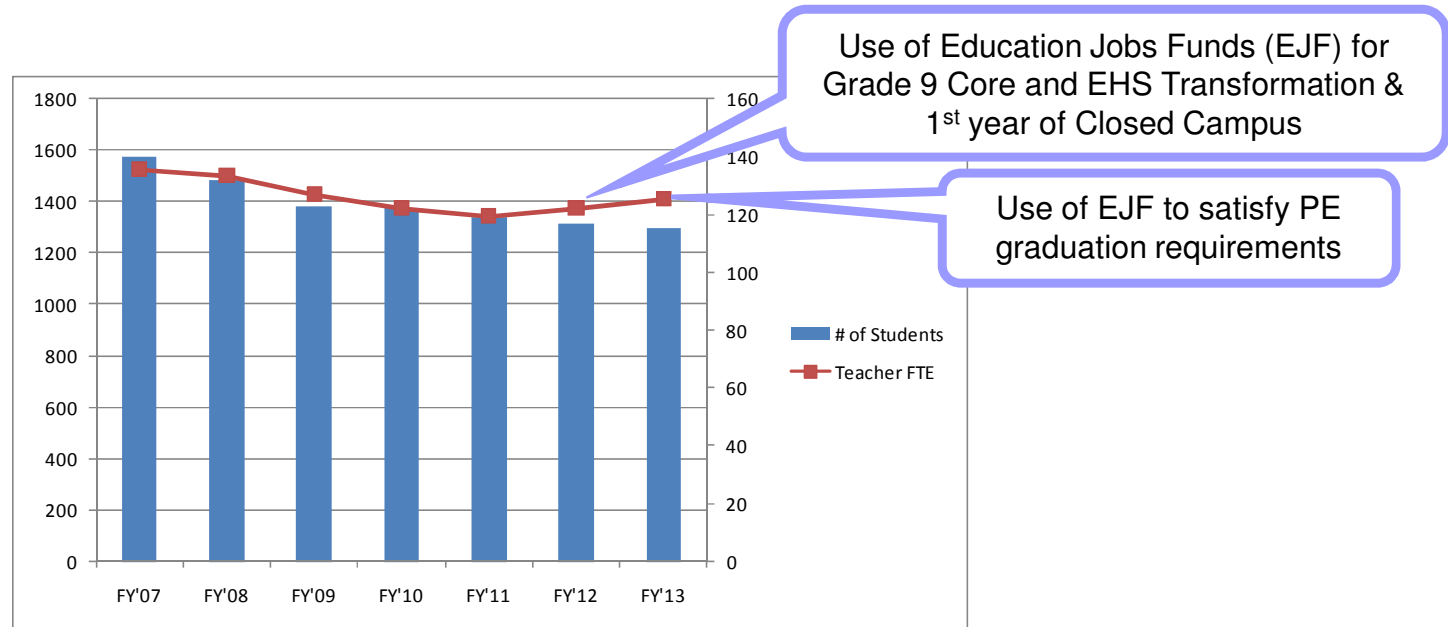
- Social Security (\$50K) – Increase in line with salary increase.

- Health (\$27K) – Fortunate that health premiums only increased 3.5%.

- Dental (\$19K) – Self-insured dental plan raised rates for the 1<sup>st</sup> time in 10-year history



# Student-Teacher Comparison



# Staffing Adjustments

Budget Adjustment	Position	FTE Adj.	Budget Impact
P.E. Graduation Requirements	PE/Health	1.750	\$156,542
Literacy Coach	English	-0.500	(\$40,154)
	Literacy Coach	1.000	\$76,322
	Mainstream TA	-1.500	(\$47,438)
Registration Uncertainties	TBD	1.000	\$80,307
<b>Staffing Adjustment Total</b>		<b>1.750</b>	<b>\$225,579</b>



# Significant Budget Changes

## Tech Tuition Investment

	FY'12	FY'13	Change
State Portion w/ Offsetting Rev	\$512,134	\$502,923	(\$9,211)
Local Portion from Tax Dollars	\$505,996	\$496,964	(\$9,032)
<b>Total Tech Tuition</b>	<b>\$1,018,130</b>	<b>\$999,887</b>	<b>(\$18,243)</b>

- Tech tuition paid for EJ and ET students attending technical centers (largely CTE).
  - The EHS six-semester average decreased by 2.63 from 68.9 to 66.27.
  - Proposed CTE budget increases tuition by \$300/student (return to FY'10 & FY'11 rate).

	FY'12	FY'13	Change
Special Education Tuition	\$804,872	\$922,656	\$117,784

- Special Education tuition is driven by necessary outside placements.
- Special Education revenues are also increasing by a similar amount.

	FY'12	FY'13	Change
Athletics	\$174,185	\$183,217	\$9,032

- Purchase of portable dugouts for lacrosse and field hockey. Also includes additional funds to make repairs to the baseball field (boosters will contribute toward this investment).



# Significant Budget Changes

	FY'12	FY'13	Change
Building Improvements	\$81,449	\$45,179	(\$36,270)

➤ Includes several projects such as energy efficiencies related to heat pump replacement and HVAC upgrades. FY'12 included installation of a back-up instantaneous hot water system.

	FY'12	FY'13	Change
Utilities	\$536,671	\$524,091	(\$12,580)

➤ Natural gas rates were lower than anticipated in FY'12. The FY'13 estimate was calculated using our three year average usage and inflating FY'11 rates by 8%. The electricity requirement is fairly stable.

	FY'12	FY'13	Change
Technology H/W & S/W	\$185,205	\$222,517	\$37,312

➤ Continues investment in hardware and software for next generation learning. Increase relates to purchase of additional mini-computers for student use. Also drives an increase in software for wireless access licenses.



# Significant Budget Changes

	FY'12	FY'13	Change
Student Transportation	\$140,625	\$231,885	\$91,260

➤ Newly negotiated contract for bus service to the Islands & Georgia increased costs by approximately \$60K. This investment is more than offset by increased tuition revenue. SpEd transportation costs account for the remainder of the increase and is driven by student need.

	FY'12	FY'13	Change
Debt Service	\$797,030	\$717,845	(\$79,185)

➤ Most of this cost relates to long term debt for the OneCampus project. The interest portion of the debt drops each year and application of State Construction Aid reduces the cost.

	FY'12	FY'13	Change
Other	\$1,139,241	\$1,185,682	\$46,441

➤ Includes all books, supplies, equipment, travel, etc. Increase is driven by NEASC visit and student intern, dual enrollment, career exploration, and leadership programs with Linked Learning for Life.

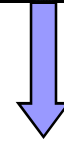
**Total Increase of \$893,310**



# Homestead Tax Rate (Grade 9-12)

## Local Spending Adjustment

Description	FY'12	FY'13	Change	% Change
Total Expense Budget	\$21,741,244	\$22,634,554	\$893,310	4.1%
- Non-Tax Revenue	\$5,903,960	\$6,505,037	\$601,077	10.2%
+ Capital Budget	\$217,412	\$226,345	\$8,933	4.1%
= Education Spending (ES)	\$16,054,696	\$16,355,862	\$301,166	1.9%
÷ Equalized Pupil (EP) Count	1,228.00	1,209.06	(18.94)	-1.5%
= ES/EP	\$13,073.86	\$13,527.75	\$453.89	3.5%
÷ Base Education Amount	\$8,544.00	\$8,723.00	\$179.00	2.1%
= District Spending Adj (ES/EP / Base Ed Amt)	153.018%	155.081%	2.063%	



Calculation of Gr 9-12 Homestead Rate	Essex Junction	Essex Town
Base Homestead Tax Rate	\$0.890	\$0.890
× U#46 District Spending Adj	155.081%	155.081%
U#46 Estimated Equalized Homestead Rate	\$1.3802	\$1.3802
× % of Equalized Pupils in Gr 9-12	34.40%	36.17%
Gr 9-12 Est <b>Equalized</b> Homestead Rate	\$0.4748	\$0.4992
÷ Common Level of Appraisal	100.99%	101.10%
Gr 9-12 Est <b>Actual</b> Homestead Rate	\$0.4701	\$0.4938

If all students in EJ & ET were Gr 9-12

EJ down from 35.89%  
ET up from 36.01%

EJ up from 99.76%  
ET up from 99.79%

➤ **Note: Tax Commissioner's recommendation was \$0.87 assuming State-wide education spending remains level with FY'12, but the Legislature will ultimately set the rate. The Base Education Amount could also be set higher. These assumptions seem to be the standard among most school districts.**



# Income Sensitivity Rate (Grade 9-12)

## Local Spending Adjustment

Description	FY'12	FY'13	Change	% Change
Total Expense Budget	\$21,741,244	<b>\$22,634,554</b>	\$893,310	4.1%
- Non-Tax Revenue	\$5,903,960	\$6,505,037	\$601,077	10.2%
+ Capital Budget	\$217,412	\$226,345	\$8,933	4.1%
= Education Spending (ES)	\$16,054,696	<b>\$16,355,862</b>	<b>\$301,166</b>	<b>1.9%</b>
÷ Equalized Pupil (EP) Count	1,228.00	1,209.06	(18.94)	-1.5%
= ES/EP	\$13,073.86	\$13,527.75	\$453.89	3.5%
÷ Base Education Amount	\$8,544.00	<b>\$8,723.00</b>	\$179.00	2.1%
= District Spending Adj (ES/EP / Base Ed Amt)	153.018%	<b>155.081%</b>	2.063%	



Income Sensitivity Rate (Gr 9-12)	Essex Junction	Essex Town
Base Rate	1.80%	1.80%
× U#46 District Spending Adj	<b>155.081%</b>	<b>155.081%</b>
U#46 Income Sensitivity Rate	2.79%	2.79%
× % of Equalized Pupils in Gr 9-12	34.400%	36.170%
Gr 9-12 Income Sensitivity Rate	<b>0.96%</b>	<b>1.01%</b>

Set by Legislature



# Tax Rate Comparisons/Implications (Grade 9-12)

Essex Junction	FY'12	FY'13	Incr/Decr
Equalized Homestead	\$0.4778	\$0.4748	(\$0.0030)
Actual Homestead	\$0.4789	\$0.4701	(\$0.0088)
Income Sensitivity	0.99%	0.96%	-0.03%
Essex Town	FY'12	FY'13	Incr/Decr
Equalized Homestead	\$0.4794	\$0.4992	\$0.0198
Actual Homestead	\$0.4804	\$0.4938	\$0.0134
Income Sensitivity	0.99%	1.01%	0.02%

(\$8.80)  
(\$15.00)

Impact per \$100K in property  
Impact per \$50K in salary

\$13.40  
\$10.00

Impact per \$100K in property  
Impact per \$50K in salary

*Tax Grids for Essex Junction & Essex Town  
can be used to estimate overall preK-12 taxes.*



# Summary

## ■ EHS General Fund

- Overall budget increase of \$893K with Education Spending increase of \$301K (1.9%), but still lower than FY'11
- Minor tax rate changes (down in EJ, up in ET – mostly because of changes in the % of grade 9-12 students in each community)
- Accommodated budget-to-budget salary increase (assumptions vs. settlement) and increased SpEd requirements without a major increase to education spending
- Reduced costs to the maximum extent possible without impacting educational quality or reducing programs
- Utilized EJF money for critical, but temporary requirements (Physical Education staffing) and guarded against a revenue 'cliff' in FY'14
- Responsible use of fund balance
  - Increases FY'13 revenue in line with one-time investment changes
  - Proposes article to commit \$128K for lower than anticipated revenues in future years to guard against a revenue 'cliff' and stabilize future tax rates <sup>24</sup>



# U#46 Capital Plan

# U#46 Capital Plan



Category	Item	FY'12	FY'13	FY'14	FY'15	FY'16
Life Safety & Security	Safety/Security	\$8,412	\$8,500	\$8,500	\$8,500	\$8,500
	Doors			\$7,000	\$7,000	\$7,000
<b>Life Safety &amp; Security Total</b>		<b>\$8,412</b>	<b>\$8,500</b>	<b>\$15,500</b>	<b>\$15,500</b>	<b>\$15,500</b>
Accessibility Improvements	Bathroom Improvements	\$25,000	\$50,000	\$25,000	\$25,000	\$25,000
<b>Accessibility Improvements Total</b>		<b>\$25,000</b>	<b>\$50,000</b>	<b>\$25,000</b>	<b>\$25,000</b>	<b>\$25,000</b>
Preventative & Routine Capital Maintenance	Replacement Vehicles	\$15,000		\$26,000		\$27,000
	Replace Kitchen Floor	\$35,000	\$56,845	\$15,000		
	Heat Plant Maintenance	\$10,000	\$20,000	\$20,000	\$20,000	\$20,000
	Roof Repair/Replacement			\$50,000	\$71,500	\$72,500
<b>Preventative &amp; Routine Capital Maintenance Total</b>		<b>\$60,000</b>	<b>\$76,845</b>	<b>\$111,000</b>	<b>\$91,500</b>	<b>\$119,500</b>
Environment Enhancements/Efficiencies	Information Technology	\$50,000	\$51,000	\$50,000	\$50,000	\$50,000
	Science & Technology Lab		\$25,000			
	Energy Efficiencies		\$15,000	\$25,000	\$25,000	\$25,000
	Re-lamping	\$24,000			\$25,000	
	Stadium Lighting	\$20,000				
	Room Dividers	\$30,000				
<b>Environment Enhancements/Efficiencies</b>		<b>\$124,000</b>	<b>\$91,000</b>	<b>\$75,000</b>	<b>\$100,000</b>	<b>\$75,000</b>
<b>Grand Total</b>		<b>\$217,412</b>	<b>\$226,345</b>	<b>\$226,500</b>	<b>\$232,000</b>	<b>\$235,000</b>

Limited to 1% of EHS General Fund budget

**Safety & Security:** Set aside for replacement/repair of security cameras/system or any necessary additional security equipment

**Doors:** Replacement of external doors

**Bathroom Improvements** (handicap-accessible): Two in Special Education area & two in English area for FY'13; Still need two near elevator on 1st & 2nd floors, boys locker room, and teacher bathrooms (estimate \$12.5K ea)

**Replacement Vehicles:** Allowance for truck replacements in FY'14 ('98 Chevy salt truck) and FY'16

**Replace Kitchen Floor:** To resolve problems related to degraded concrete sub-floor (broken tiles & hollow spots)

**Heat Plant Maintenance:** For re-tube, fire brick, and maintenance of boilers

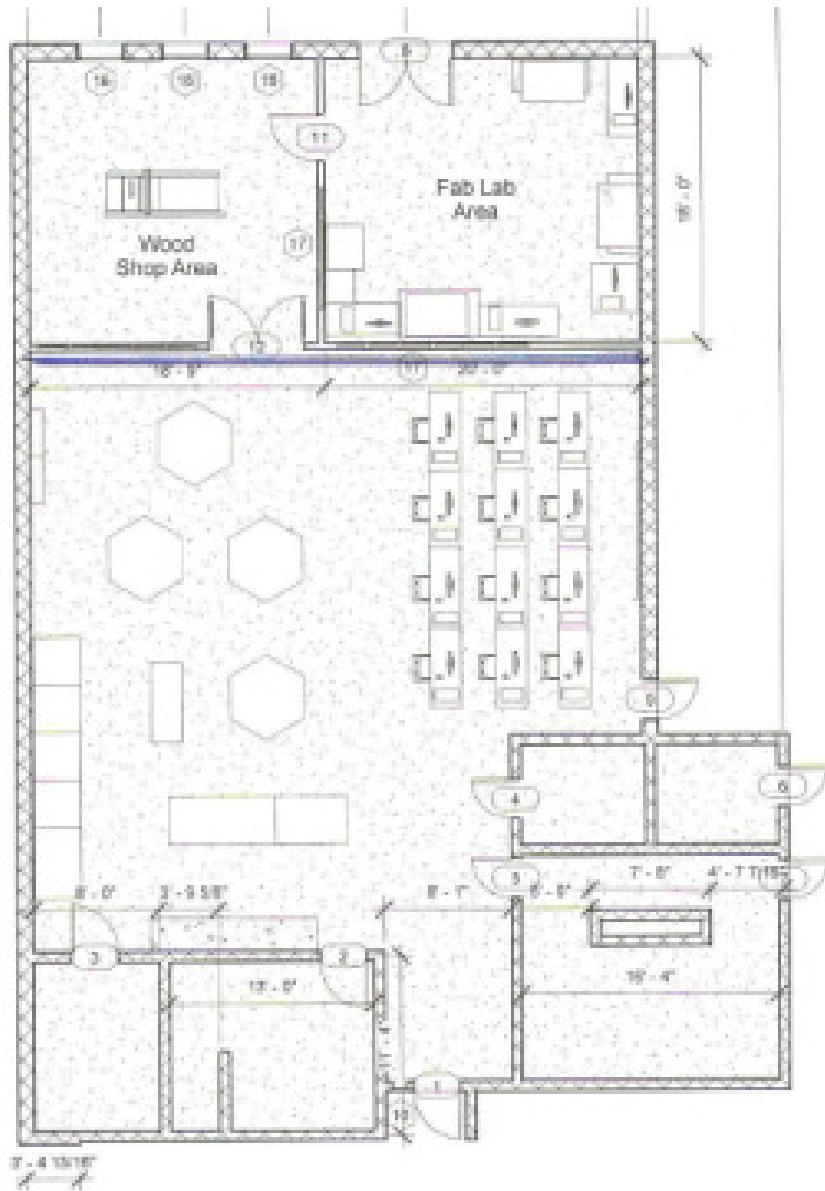
**Roof Repair/Replacement:** Roof replaced in 1995 and should be fine for several years - setting aside funds for future replacement

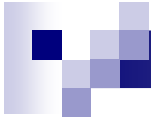
**Information Technology:** Funding for infrastructure - 5 Switches and 48 Wireless Access Points

**Science & Technology Lab:** Reconfigure space including construction of walls for multi-disciplinary instruction

**Energy Efficiencies:** Investigating sustainable energy initiatives

# Science & Technology Lab





# CTE General Fund





# Achievements

## ■ School

- Partner member in the League of Innovative Schools working on the STEM Academy initiative with EHS
- Established a 3-year Gender Equity Plan in partnership with Vermont Works for Women leading to a Gender Equity Task Force
- Increased and improved participation of the Student Council in areas of student safety and well-being including attendance at the CHIPs Student Retreat focusing on the YRBS
- Hosted 16<sup>th</sup> Annual Community Service Learning Days
  - Served 170 senior citizens over a two day period.
  - Services were provided in the areas of: Auto Technology, Computer Systems Technology, ProFoods, Cosmetology, Child Care, Dental Assisting, Medical Assisting, and Graphic Design
- Inducted 50 new members and celebrated the return of 12 members into the National Technical Honor Society
- Hosted a Chinese delegation of students and teachers for a week-long series of events



# Achievements

## ■ Students

- 327 Industry-recognized credentials awarded
- 4 students won at the State level and participated in the National Future Farmers of America Competition in Indiana
- 14 students won at the State level and participated in the National Skills USA competition
  - ★ 1<sup>st</sup> Place – Web Design
  - ★ 5<sup>th</sup> Place – Customer Service
  - ★ 11<sup>th</sup> Place – Pin Design
  - ★ 11<sup>th</sup> Place – Post Secondary Cosmetology (against college students)
  - ★ 12<sup>th</sup> Place – 3D Design
  - ★ 13<sup>th</sup> Place – Secondary Cosmetology
- 20% of students earned college credits through dual enrollment agreements & State College voucher system
- 850 adult enrollments in Skill Tech – certifications in ASE Auto, Manufacturing & Design, Licensed Nurse Assistants, Welding, & Facilities Operation
- Student Alumnus Steven Ray (2007) named 2011 ASE Technician of the Future – National award sponsored by National Institute of Automotive Service Excellence

## ■ Teachers

- Charles Brady, Director of Guidance, named UVM Outstanding Teacher of the Year
- Hugh Gibson – Future Farmers of America, Vermont Teacher of the Year

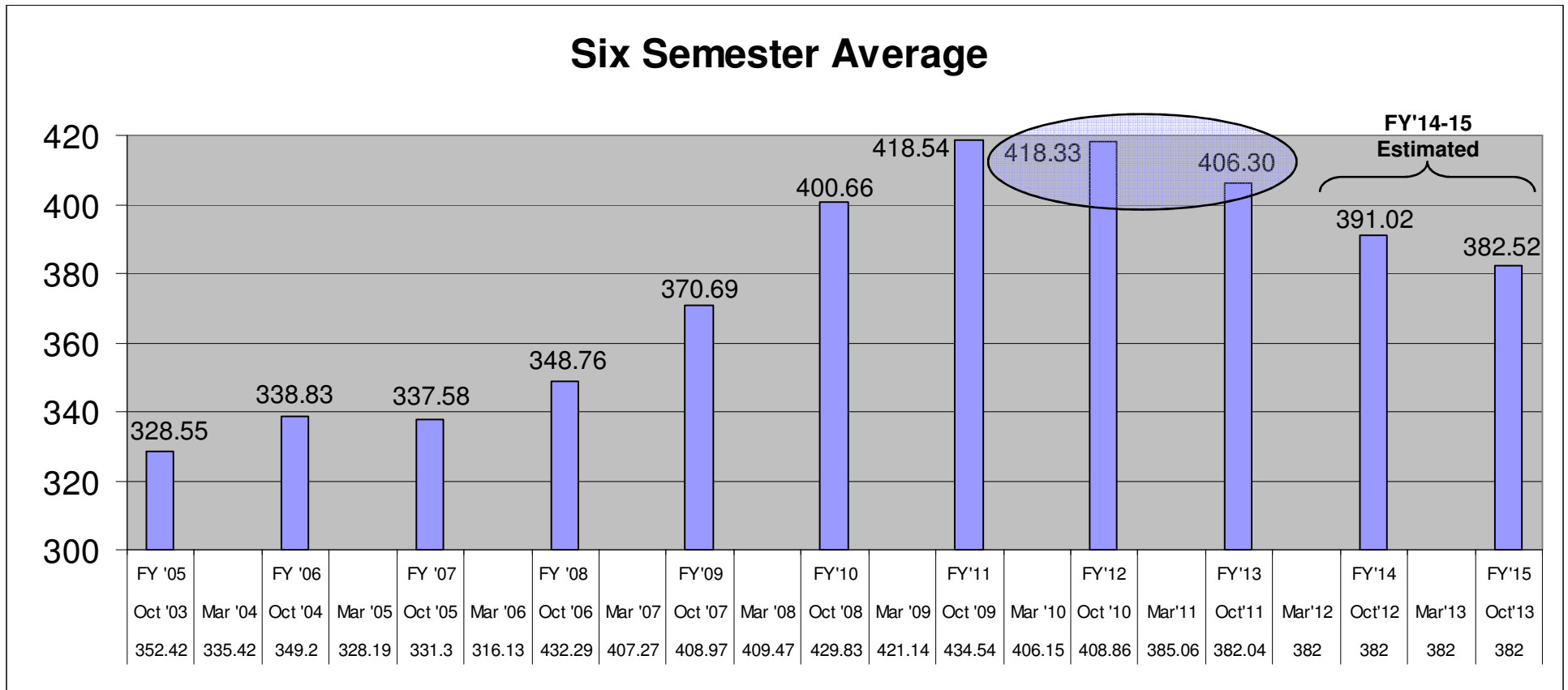
# FY'13 Considerations

- Year following large reductions for 'Challenges for Change'
- FY'12 budget assumed steps-only settlement
- Decrease in six-semester average - 11.92 students
  - Loss of \$210-215K in tuition & tuition reduction revenue
- FY'11 Fund Balance - \$359K
  - Level revenue requires about \$85K
  - Revenue loss is about \$215K
  - Article to commit \$59K for lower than anticipated future revenues

FY'13 Fund  
Balance  
Revenue  
(\$300K)



# Six Semester Average



• Actual amounts may differ slightly from DOE due to rounding.



# CTE Overview

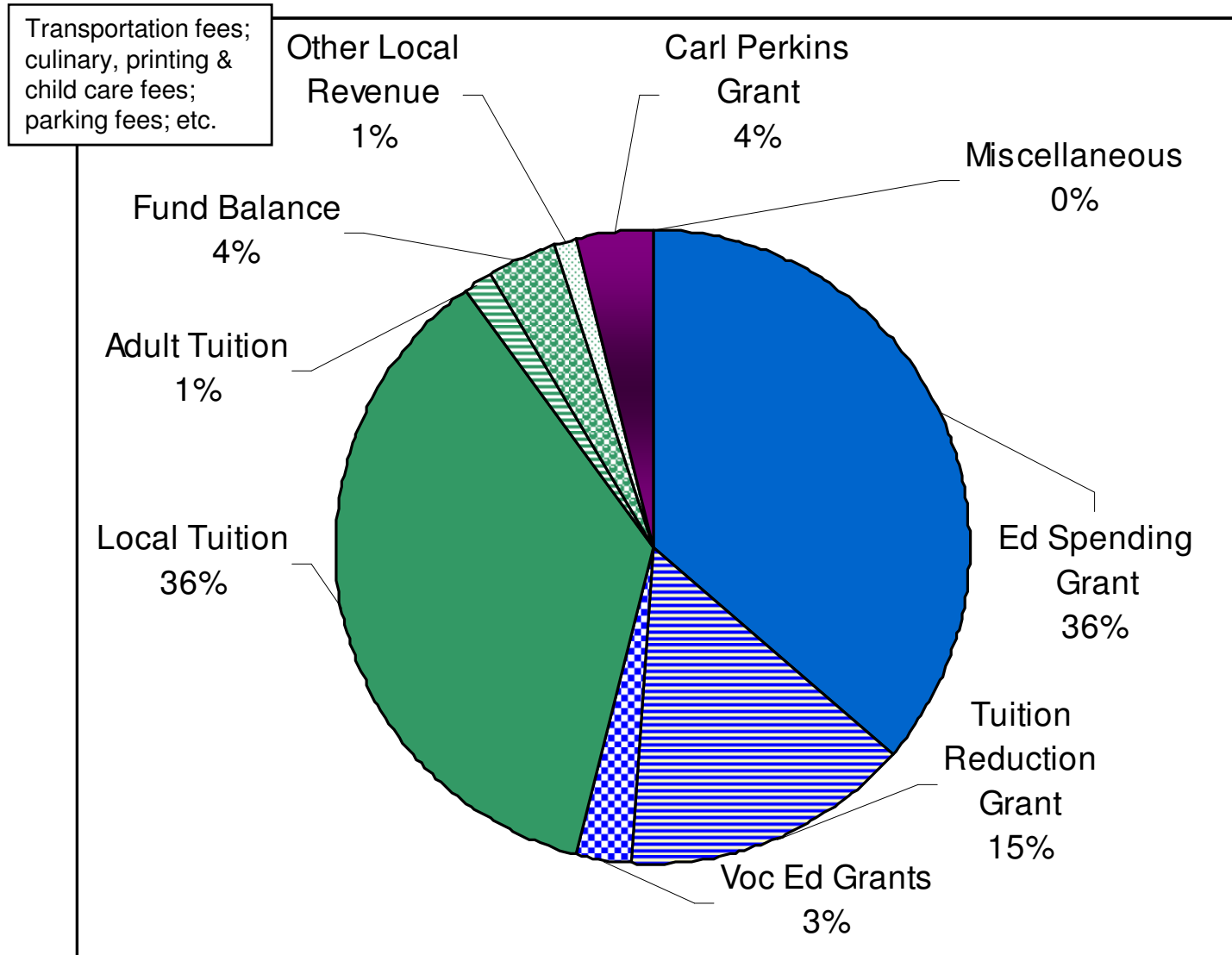
FY'11 & FY'13  
budgets are level

Description	FY'11	FY'12	FY'13	Change	% Change
Total Expenses	\$8,449,228	\$8,292,889	\$8,452,319	\$159,430	1.92%
State Revenues	(\$4,637,210)	(\$4,566,736)	(\$4,546,356)	(\$20,380)	-0.45%
Six Semester Average	418.28	418.22	406.30	(11.92)	-2.85%
Tuition	\$15,100	\$14,800	\$15,100	\$300	2.03%
State On-Behalf	\$7,433	\$7,433	\$7,589	\$156	2.10%
Amt Charged to Sending Districts	\$7,667	\$7,367	\$7,511	\$144	1.96%

Decreased six-semester average causes lower revenues and drives the need to increase tuition to the FY'11 level



# CTE Overview – Revenues (\$8.5M)





# Significant Budget Changes

## Revenues:

	FY'12	FY'13	Change
Fund Balance	\$68,000	\$300,000	\$232,000

➤ FY'11 fund balance of \$359K is higher than the prior year. An increase in fund balance this year could be followed by a decrease (and tuition increase) for FY'14.

- \$300K is proposed as FY'13 revenue. The increase of \$232K is reasonable since there is a large decrease in six-semester average (and State revenues).
- The remaining \$59K will be shown as a separate article for use in a future year when revenues are lower than anticipated.

	FY'12	FY'13	Change
Local Tuition - Sending Districts	\$3,080,861	\$3,051,596	(\$29,265)
State Tuition - Ed Spending Grant	\$3,108,629	\$3,083,398	(\$25,231)
	\$6,189,490	\$6,134,994	(\$54,496)

➤ Increasing tuition by \$300 and returning to the FY'10/11 rate of \$15,100 is not enough to compensate for the decrease in six-semester average of 11.92.

	FY'12	FY'13	Change
Carl Perkins Federal Grant	\$338,614	\$320,000	(\$18,614)

➤ Anticipate more restrictions on these Federal funds and lower amounts in future years.

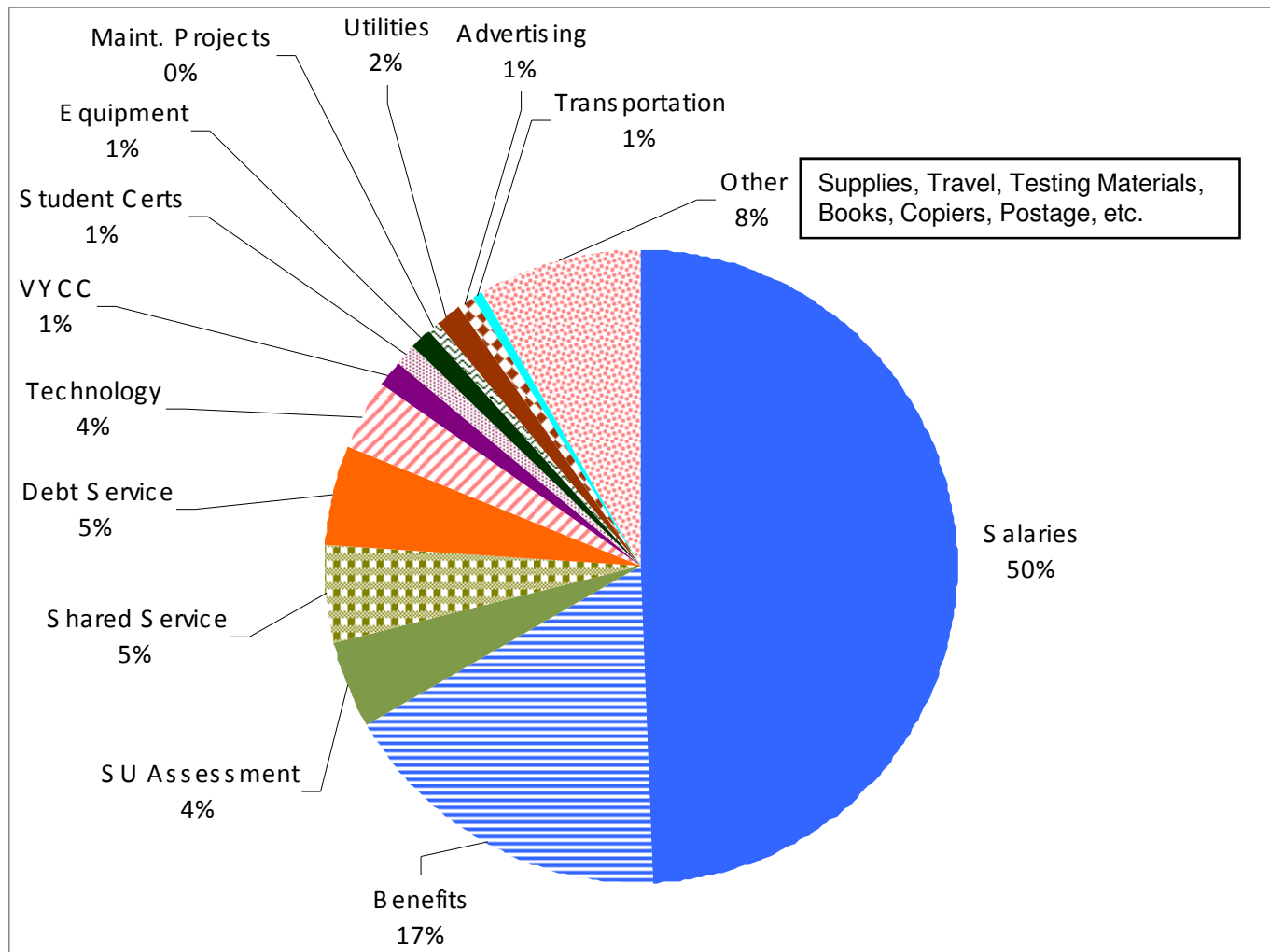
**Total Increase of \$159,430**

# CTE Tuition History

Description	FY'09	FY'10	FY'11	FY'12	FY'13
<b>Six-Semester Average</b>	370.69	400.66	418.54	418.33	406.30
<b>Announced Tuition</b>	\$15,000	\$15,100	\$15,100	\$14,800	\$15,100
<b>Tuition Billed/Received</b>	\$14,976	\$15,020	\$14,900	\$14,800	\$0
State On-Behalf	\$7,143	\$7,433	\$7,433	\$7,433	
Amt Charged to Sending Districts	\$7,833	\$7,587	\$7,467	\$7,367	
<b>Allowable Tuition</b>	\$14,990	\$14,400	\$14,963		

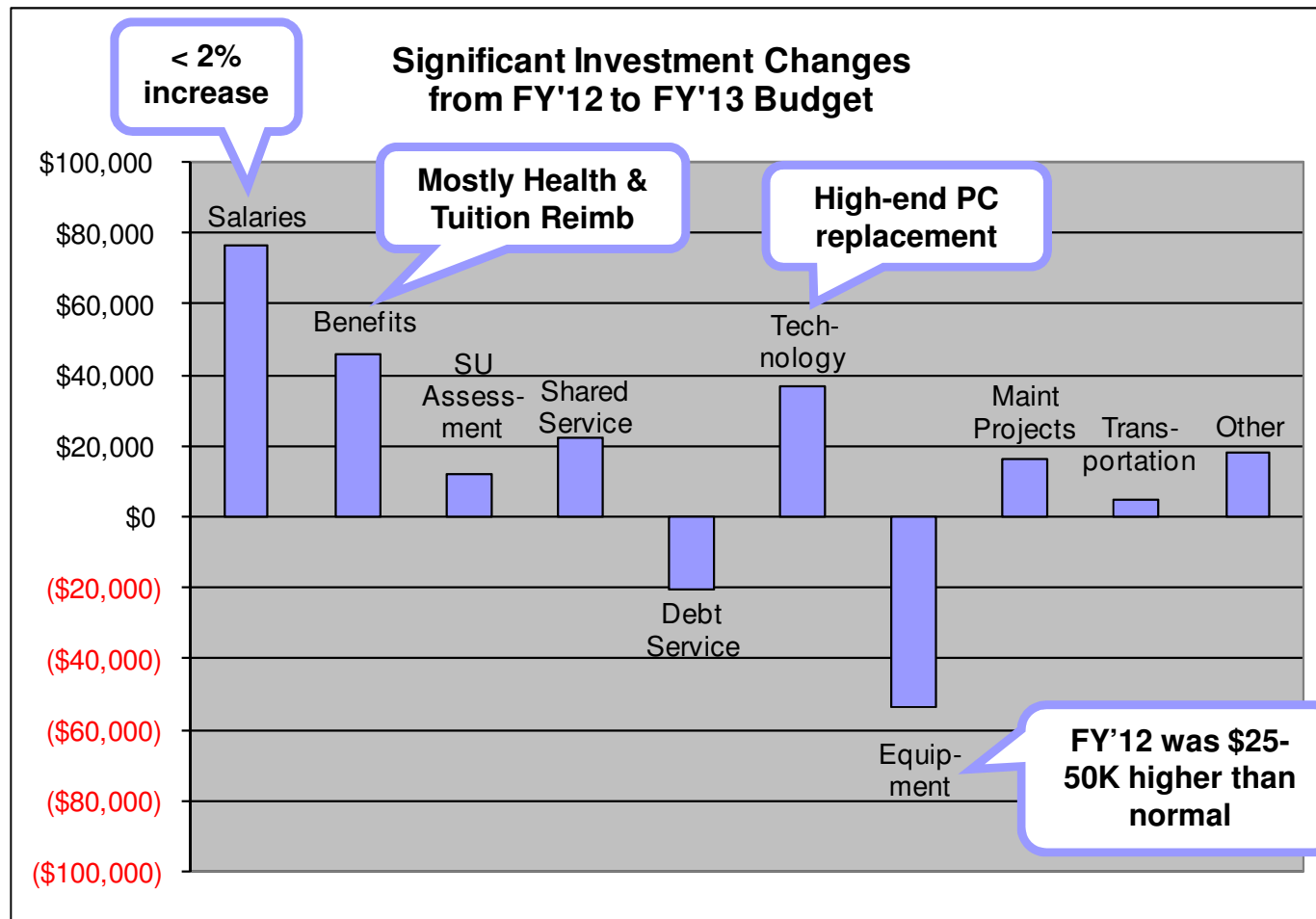


# CTE Overview – Investments (\$8.5M)





# CTE Overview – Investment Changes





# Significant Budget Changes

## Investments:

	FY'12	FY'13	Change
Salaries	\$4,100,862	\$4,177,639	\$76,777
Benefits	\$1,419,973	\$1,465,907	\$45,934
<b>Total Salary &amp; Benefits</b>	<b>\$5,520,835</b>	<b>\$5,643,546</b>	<b>\$122,711</b>

- Even with the addition of 0.5 FTE for academic support in Math, the salary line only shows a minimal increase. CTE had some 'new-hire' savings and also chose not to fill all of their teaching assistant positions in FY'12 – creating a lower budget-to-budget increase.
- Health insurance premiums only increased by 3.5%.

	FY'12	FY'13	Change
Other Professional Services	\$244,834	\$266,004	\$21,170

- Most of this requirement relates to Vermont Youth Conservation Corps programs and student certifications. However, the increase is driven by the need for training in the areas of Math and English instruction – areas where we need to show improvement in order to continue to receive the Carl Perkins Federal Grant.



# Significant Budget Changes

	FY'12	FY'13	Change
Shared Service	\$408,450	\$430,536	\$22,086

➤ Pays a portion of salaries & benefits for EHS employees who provide support to CTE. Costs for custodial, information technology, library and nurse support are allocated based on square footage, number of computer devices, and number of students.

	FY'12	FY'13	Change
Maintenance Projects	\$22,753	\$39,102	\$16,349

➤ This line includes several projects in the Cosmo 1, Automotive, and Natural Resource areas such as painting, electrical, flooring, repair of doors and steps, etc. A significant investment in maintenance projects occurred in FY'11 which caused the FY'12 requirement to be unusually low.

	FY'12	FY'13	Change
Debt Service	\$435,626	\$415,430	(\$20,196)

➤ Most of this cost relates to long term debt for the OneCampus project. The interest portion of the debt drops each year and application of State Construction Aid reduces the cost.

**Total Increase of \$159,430**



# Tax Implications

- CTE receives revenue from:
  - Federal & State Grants
  - Tuition from sending districts
  - Local revenues from programs such as Culinary, Child Care & Printing
  
- The only tax implications to Essex Town and Essex Junction residents is the amount reflected for tuition in the EHS budget (\$497K)

# Summary

## ■ CTE General Fund

- Overall budget increase of \$159K
- Tuition rate increase of \$300 (2.0%)
- Accommodated the loss of tuition revenue without a major increase in tuition
- Six-semester average peaked in FY'11-12 and dropped by 12 in FY'13 (loss of over \$200K in tuition revenue)
- Attempted to reduce costs to the maximum extent possible without impacting educational quality



**Basically a  
return to  
FY'11 levels**



# Budget Articles

## ■ EHS

- Approve total budget of \$22,634,554
- Commit \$115,000 for less than anticipated revenue in future years
  - To stabilize future tax rates

## ■ Capital Fund

- Appropriate an amount not to exceed 1% of the EHS budget to the Capital Reserve Fund

## ■ CTE

- Approve total budget of \$8,452,319
- Commit \$59,000 for less than anticipated revenue in future years
  - To stabilize future tuition rates



# U#46 Budget – The Road Ahead

Feb 6 Board Meeting w/ Budget Focus



# Informational Hearing

**Monday, April 9, 2012  
7:45 p.m.**

**- Essex High School  
Auditorium**

# Don't Forget to Vote

**Tuesday, April 10, 2012  
7:00 a.m. – 7:00 p.m.**

**- Essex High School  
(Village Residents)**

**- Essex Middle School  
(Town Residents)**