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Millburn School District 24

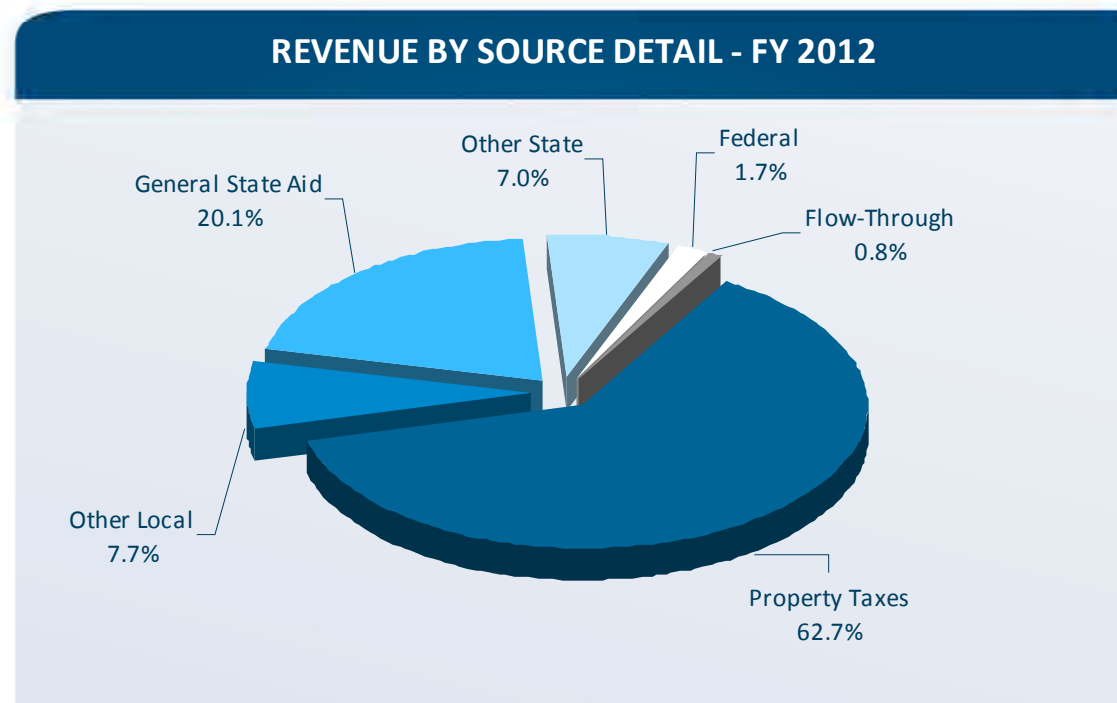
PMA Financial Planning Program
Presented by
Howard Crouse, Vice President
PMA Financial Network, Inc.
June 18, 2012

Updated Information (Highlighted in Bold)

- **District's FY2012 preliminary actuals**
- **LY11 Tax Extension Report**
 - **Existing property went down 10.57%**
 - **New property higher than anticipated at \$778,181**
- **Current scattergram and projected FTEs for certified staff (not reconciled for FY13)**
- **Using estimated ADA for FY12 for GSA calculation**

Revenue by Source

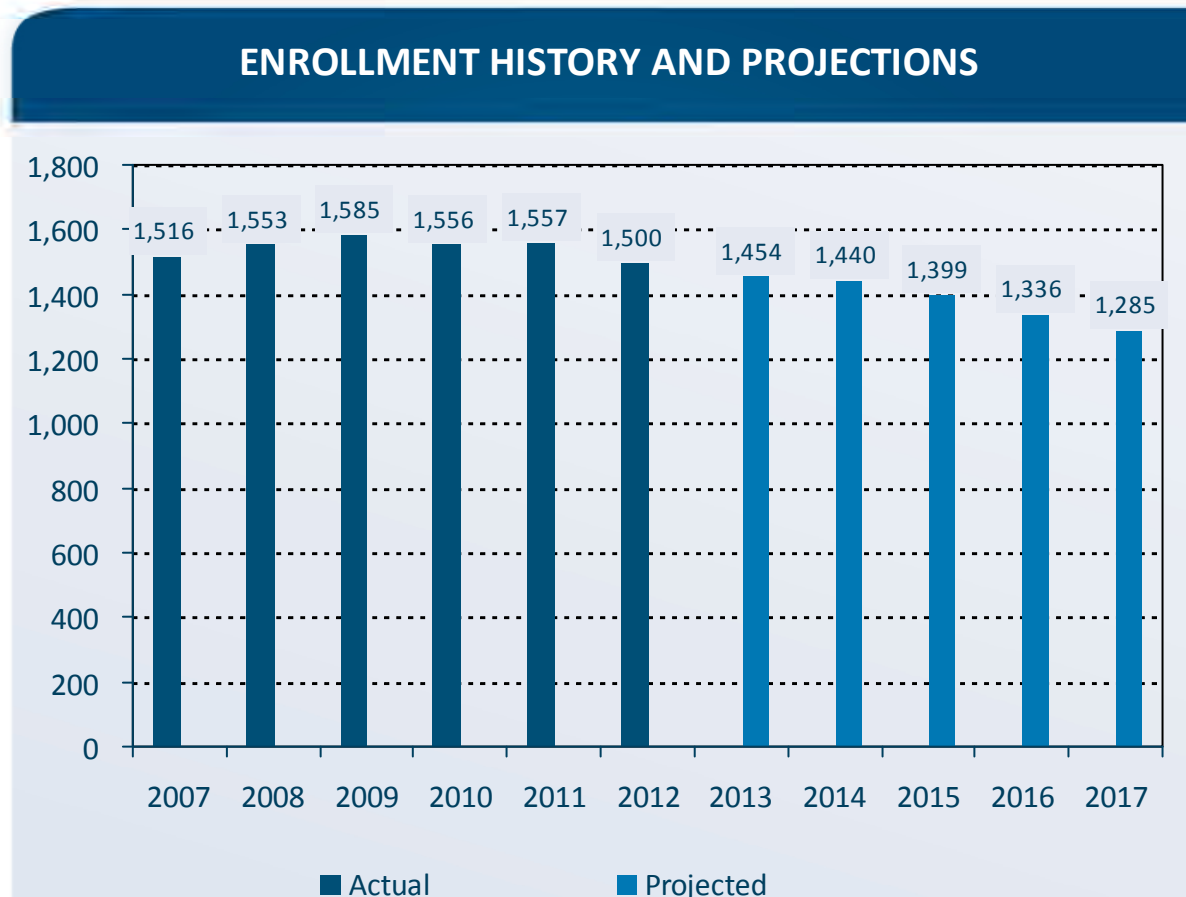
Original FY12 Budget = \$14,135,874



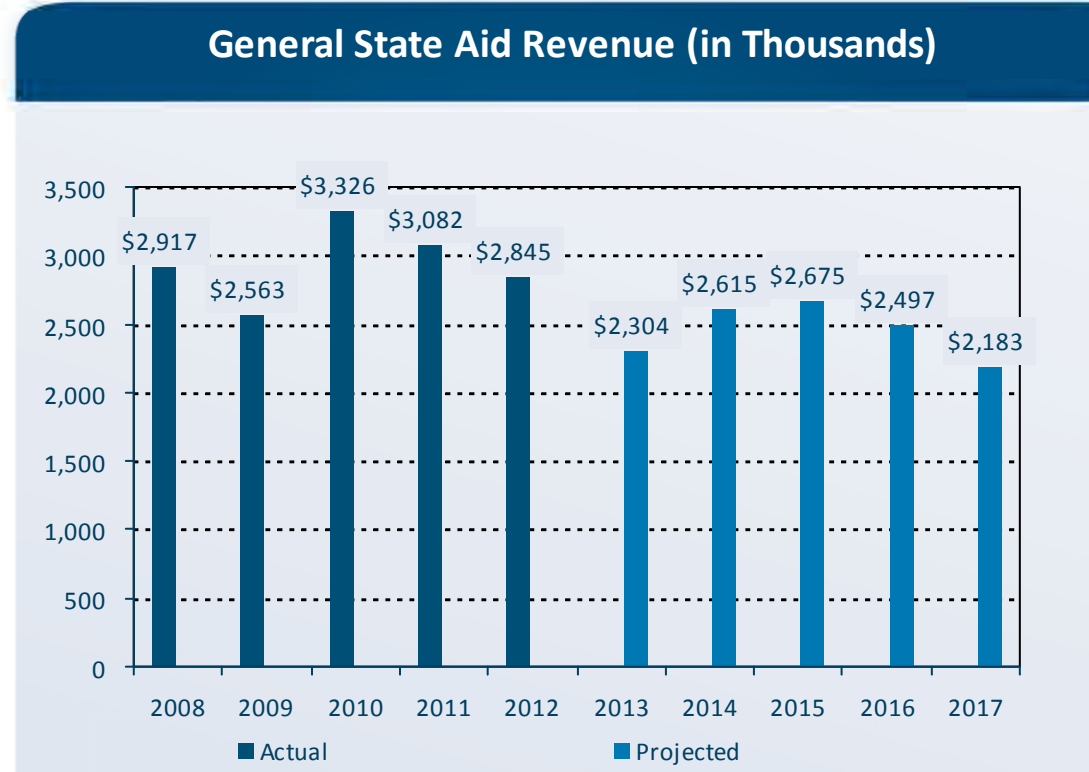
Revenue Assumptions

- Existing EAV: -10% in LY11, -5% in LY12, then flat
- New Construction: \$200,000 in LY12 and 13, then increasing
- CPI: 3% for LY12, then 2.5%
- GSA Foundation Level and Proration – Flat for FY13-16, then \$100; prorated in FY12-15 5%
 - » **GSA prorated 11% in FY13 through FY17**
 - » **No increase in GSA Foundation Level of \$6,119**
- All other revenues held flat, or very small increases

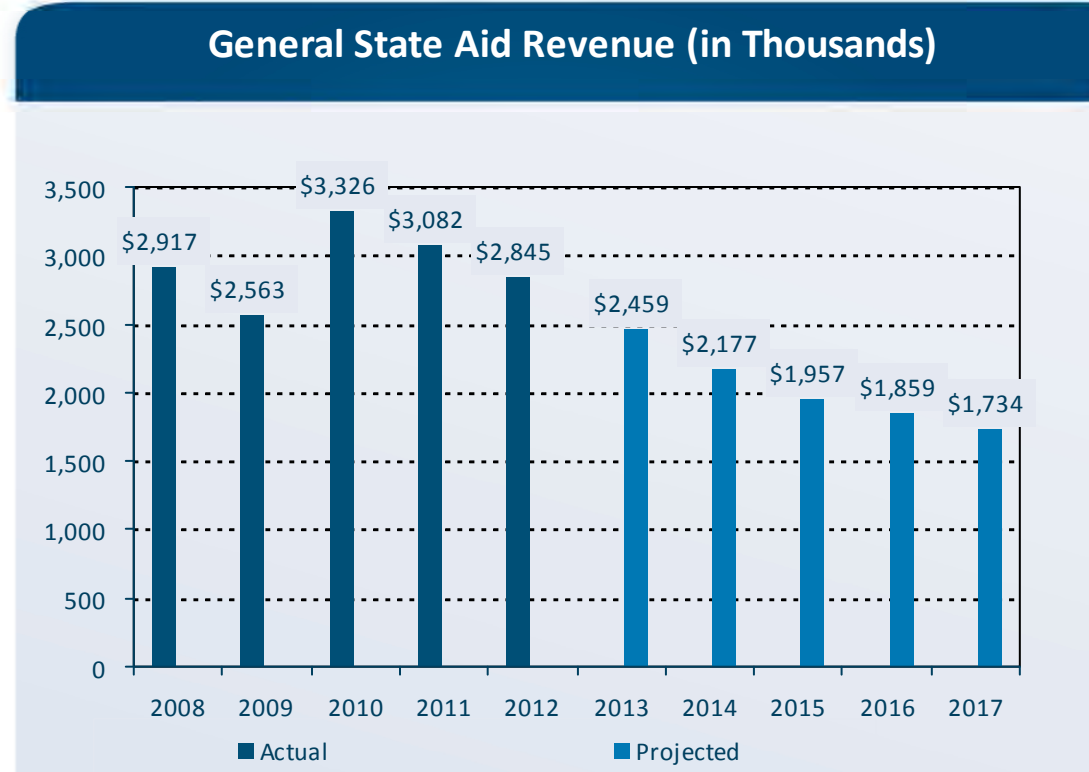
Enrollment Projections



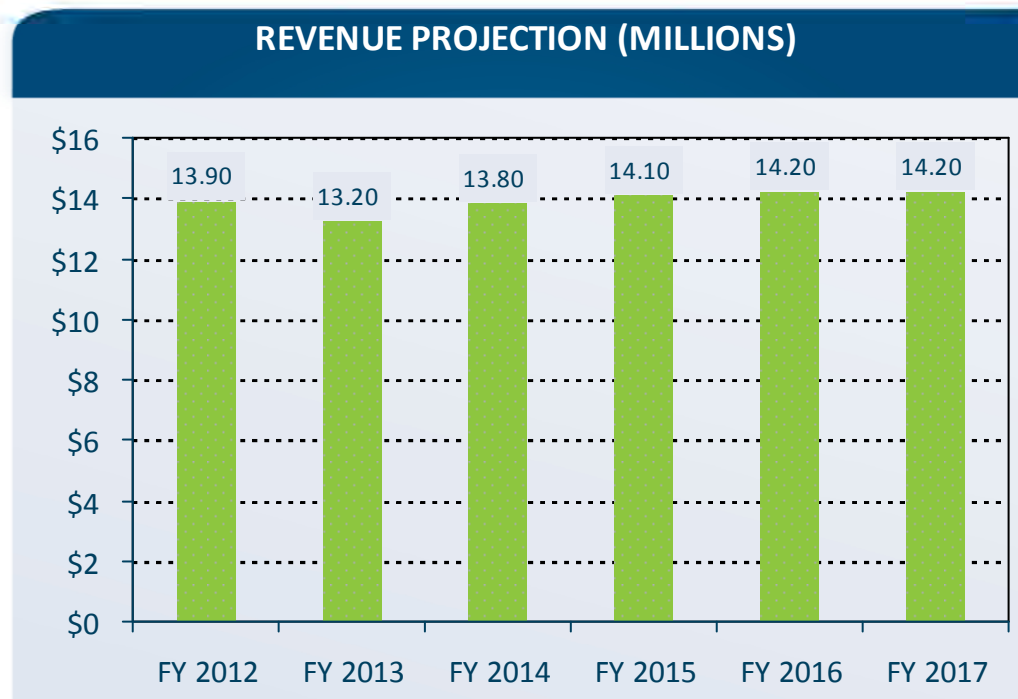
UPDATED General State Aid



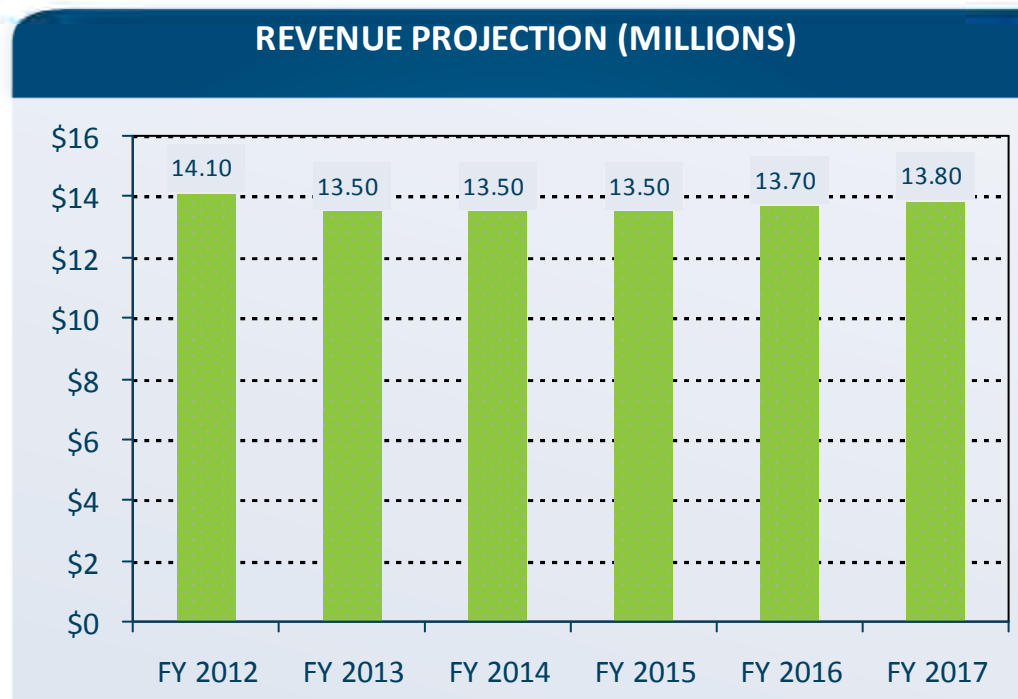
General State Aid (February)



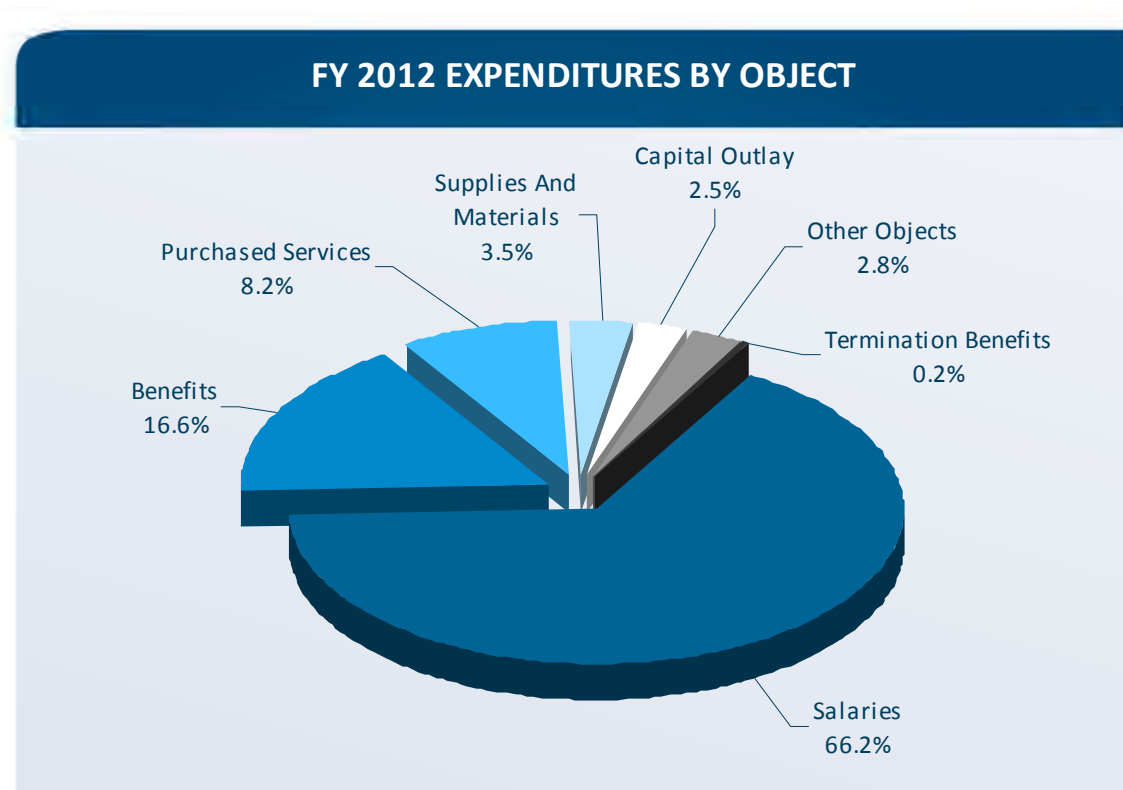
UPDATED REVENUE PROJECTIONS



FEBRUARY Aggregate Revenue Projections



Expenditure by Object FY12 Budget = \$14,034,306



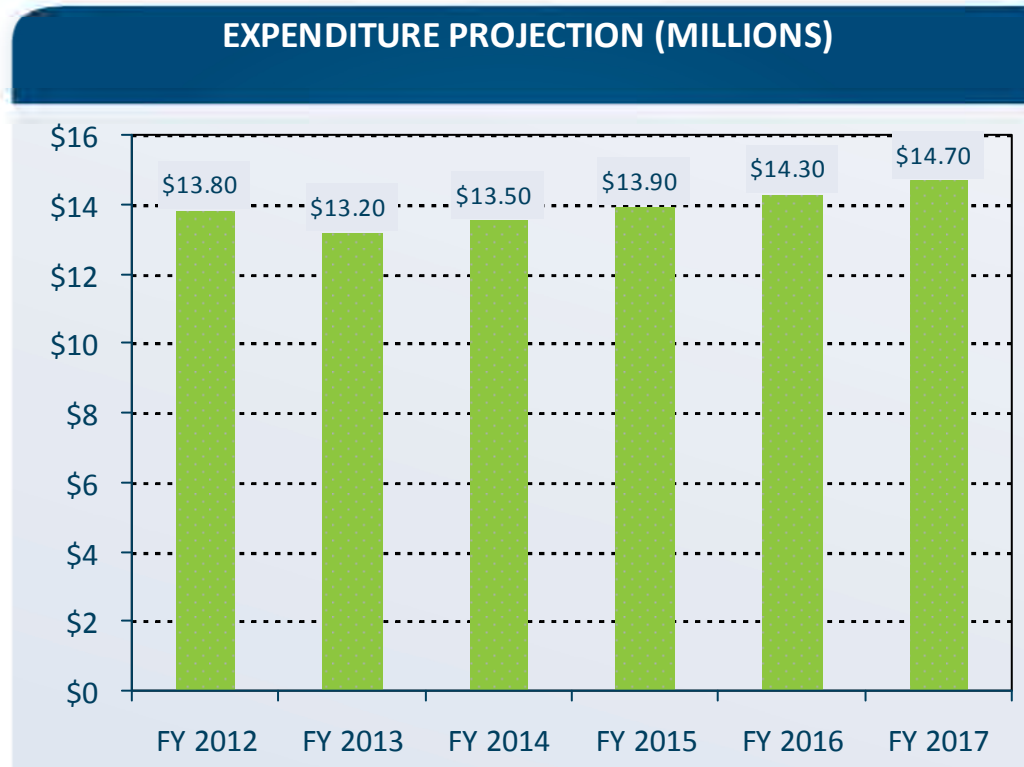
Current Expenditures

- **District expects FY12 actuals to be better than budget by about \$180,000 in the operating funds**
- Certified staff reduced from 127 to 106.2, **to 96.2 in FY13**
- 3.5% for supplies is one of lowest among our districts
- Some of capital expenditures are funded with technology fees
- 83% of budget for salaries and benefits
- All illustrate the depth of cuts that have occurred over the last few years
- Very little room is left to cut other than staff

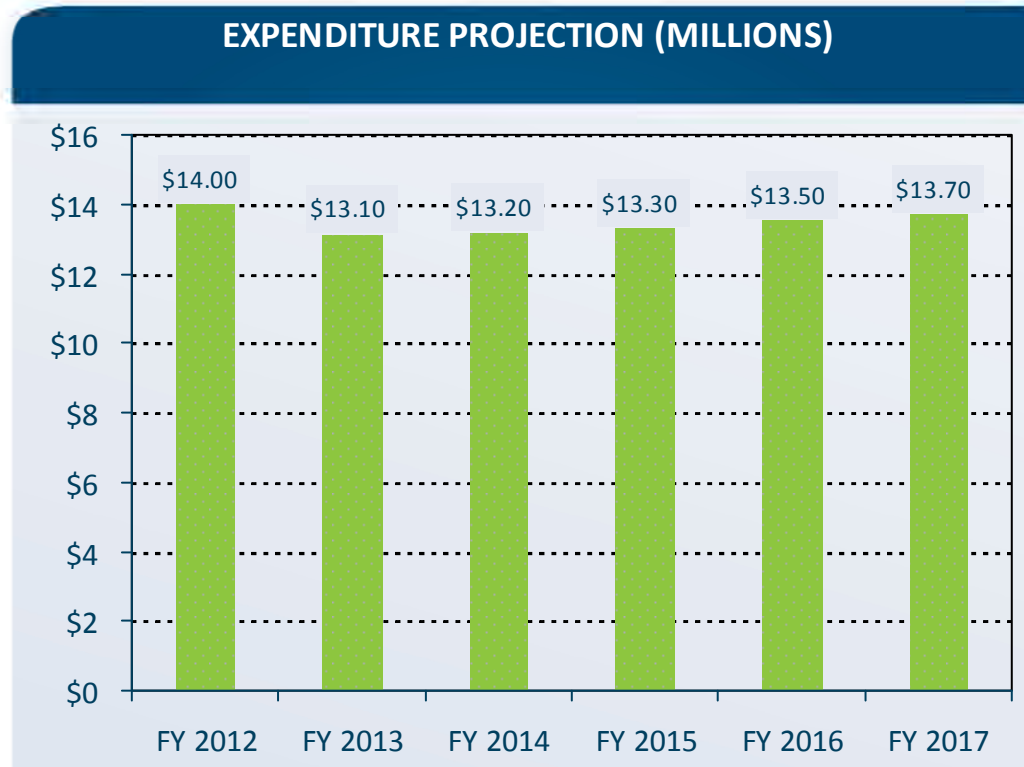
Expenditure Assumptions

- Eliminate an administrative position in FY13
- Reduce 10.0 FTE certified staff in FY13
- **Slight/modest increases in salary/benefit costs are assumed in each year** (frozen for five years)
- Medical insurance increases 3% in FY13, 8% beyond
- Most expenditures assumed flat
 - Tuition 5% increases
 - O&M purchased services and supplies 4% in FY13, then flat
 - Transportation Fund overall reduction in FY13, then flat
 - **Expenditure planning fine-tuned and reduced**

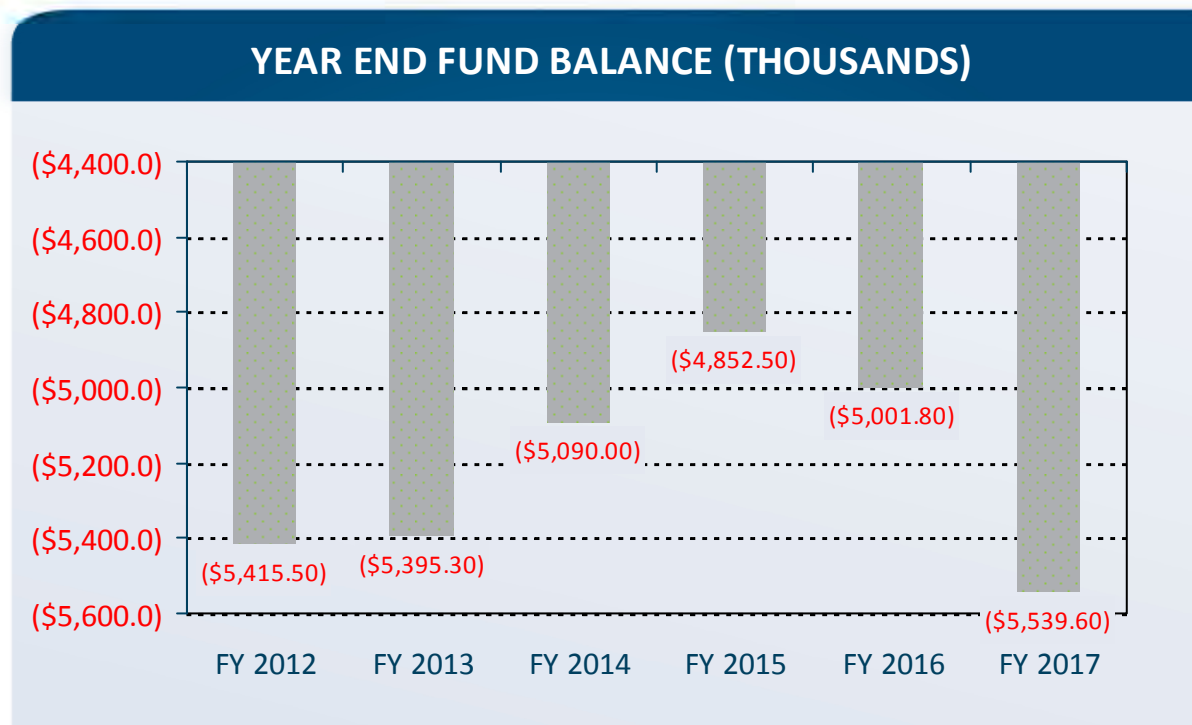
UPDATED Expenditure Projections



February Aggregate Expenditure Projections

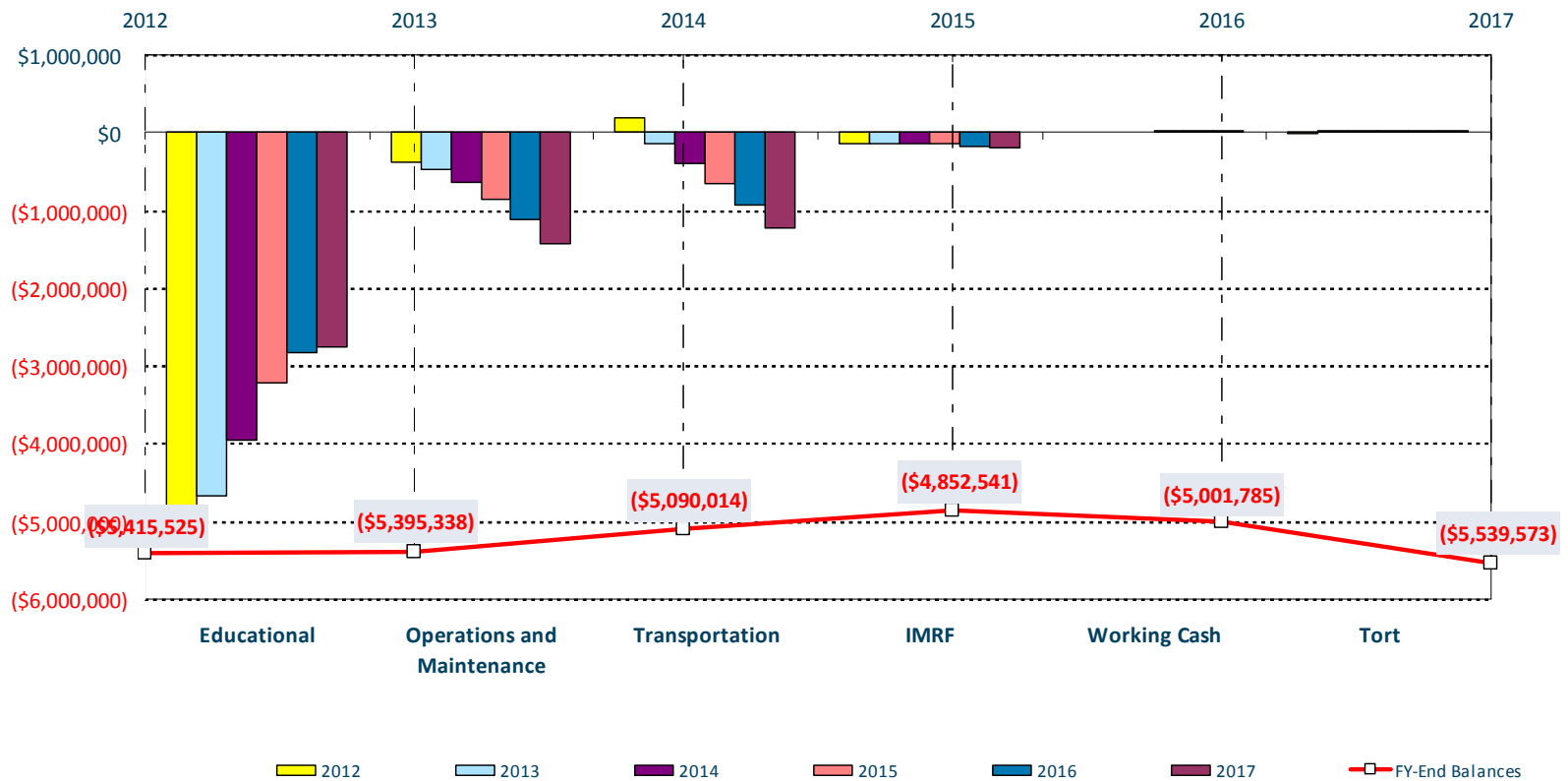


Aggregate Revenue and Expenditure Projections Fund Balances



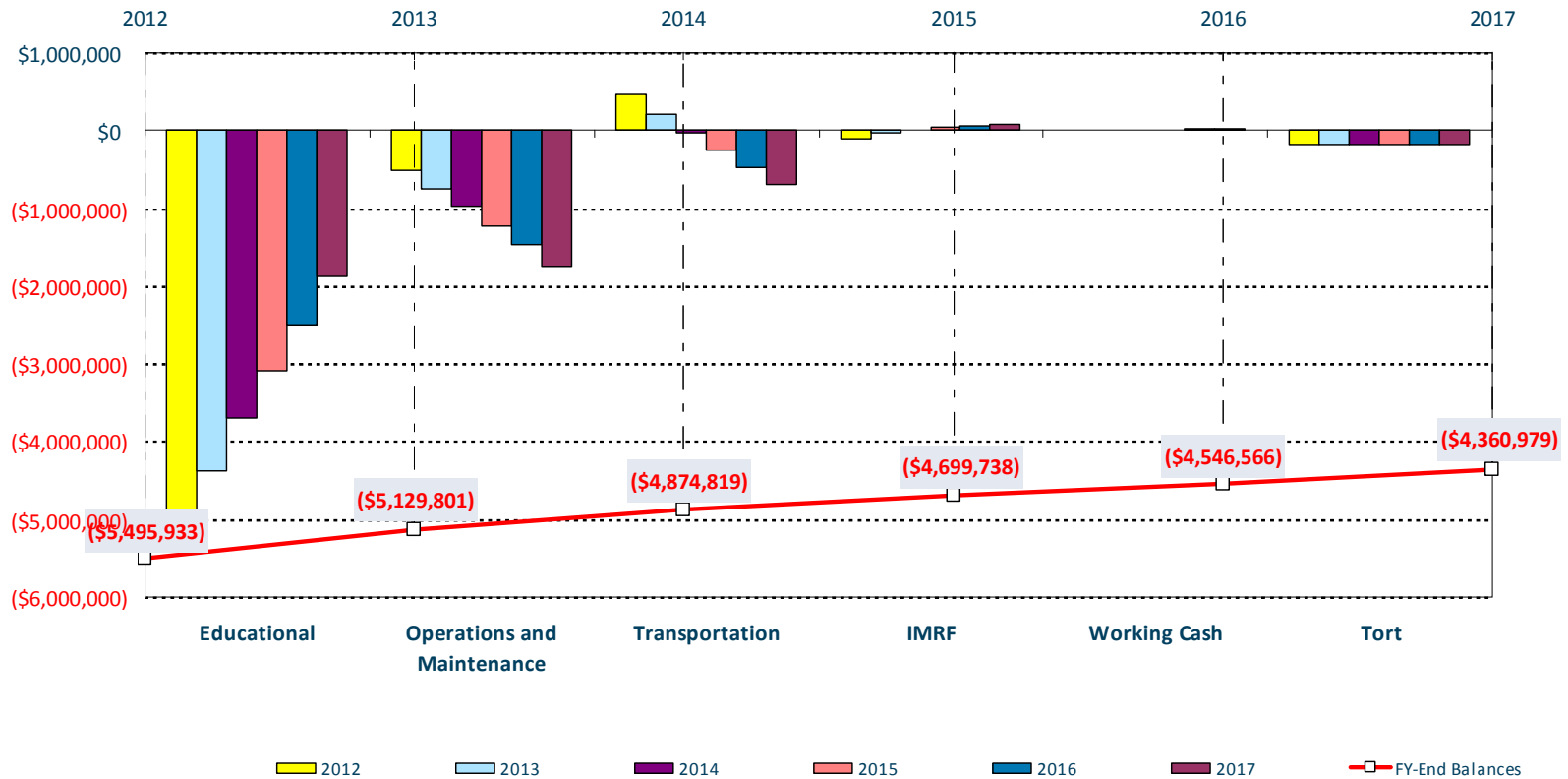
UPDATED PROJECTIONS

Aggregate View - Projection Summary



FEBRUARY Projections

Aggregate View - Projection Summary



Observations

- The District made the certified teaching staff cuts it said it would make
- The District has a projected surplus in FY12
- Projected State and Federal revenues are decreasing next year by **\$950,000** (\$750,000)
- **EAV decreases are increasing GSA dollars in FY14 and FY15**
- State revenues are expected to **increase in FY14 and FY15, then decrease** (continue to decrease)
- Expenditure projections are austere



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