
West Bloomfield School District
2009-2010 BUDGET

Public Hearing
June 22, 2009 – 7:00 P.M.



Media Center
West Bloomfield High School

Revenue Assumptions

1.	Taxable Value	\$2.059 Billion
2.	Hold Harmless Millage Levy	3.7878 Mills
3.	Non-homestead Millage Levy	17.8597 Mills
4.	Foundation Allowance	\$9,375/Pupil
5.	Foundation Allowance Increase	\$0/Pupil
6.	Fall K-12 Enrollment	6,759 Pupils
7.	Net Enrollment Increase/-Decrease	42 Pupils
8.	Blended Count	25% & 75%

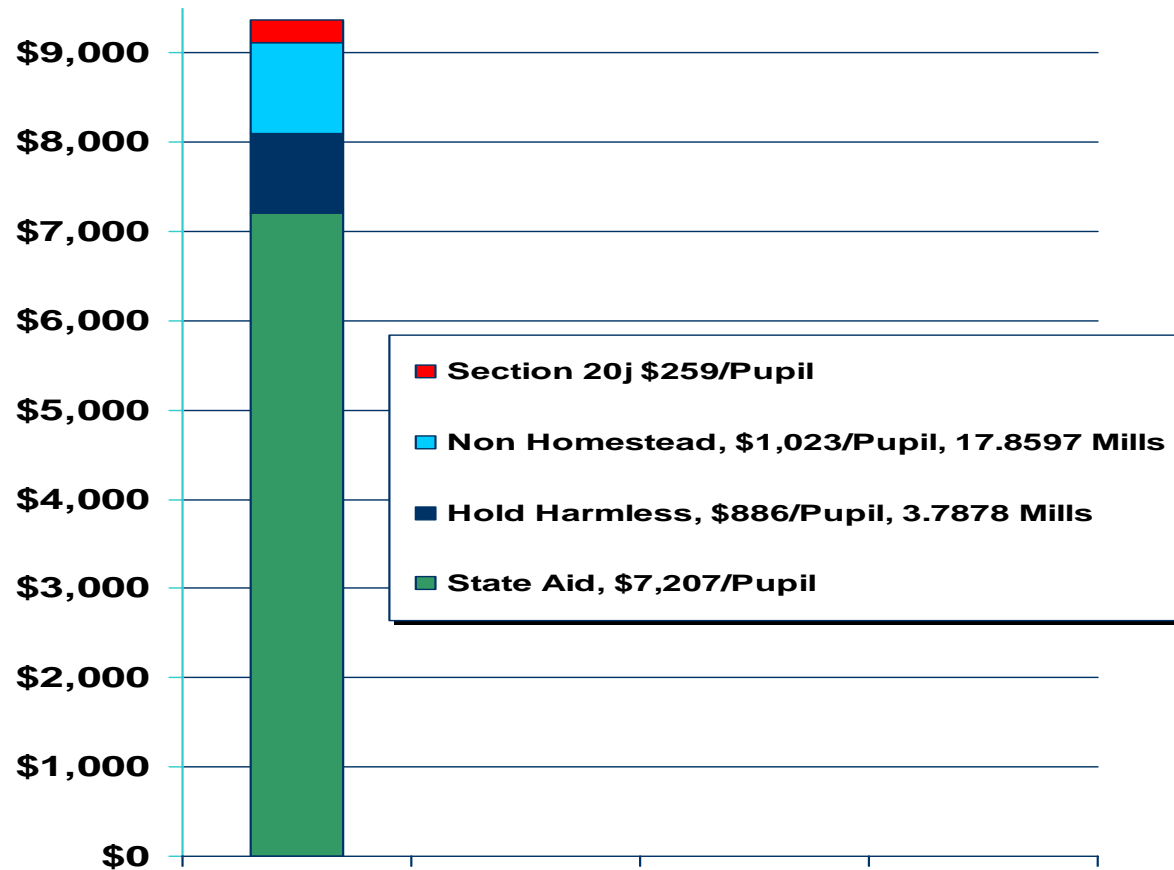
School Millage Rates

	2007-08	2008-09	2009-10
Non-Homestead	17.8597	17.8597	17.8597
Homestead	3.3717	3.2079	3.7878
State Education Tax	6.0000	6.0000	6.0000
Total Operating	27.2314	27.0676	27.6475
Debt Service	6.2000	6.2000	6.2000
Total	33.4314	33.2676	33.8475

Enrollment

Building and/or Program	Sept. 2007-08 Actual	Sept. 2008-09 Actual	Sept. 2009-10 Budget
High School	1959	1953	1951
Middle School	1560	1547	1559
Elementary	3018	3160	3192
Laker Academy	80	57	57
Sub-Total K-12	6617	6717	6759
Refuge	26	34	34
OEC	N/A	96	144
Total	6643	6847	6937

*2009-10 Foundation Allowance
\$9,375/Pupil
No Increase*



Expenditure Assumptions

1.	Health Insurance Increase	11.0%
2.	Retirement Rate 16.54% to 16.94%	2.4%
3.	Step Increase	3.0%
4.	Pay Increase (contract settlement)	1.5%
5.	General Inflation Increase	3.0%
6.	Impact of Contract Negotiations	T.B.D.
7.	Impact of Health Care Proposals	T.B.D.

Staff Reductions

Area	Positions	Amount
Administration	2	\$248,000
Clerical	2	100,000
CMMT	2	85,000
Transportation	5	150,000
Teaching Staff (not returning)	28	2,132,000
Teaching Staff (layoff)	24	1,472,000
Total	63	\$4,187,000

Other Budget Reductions

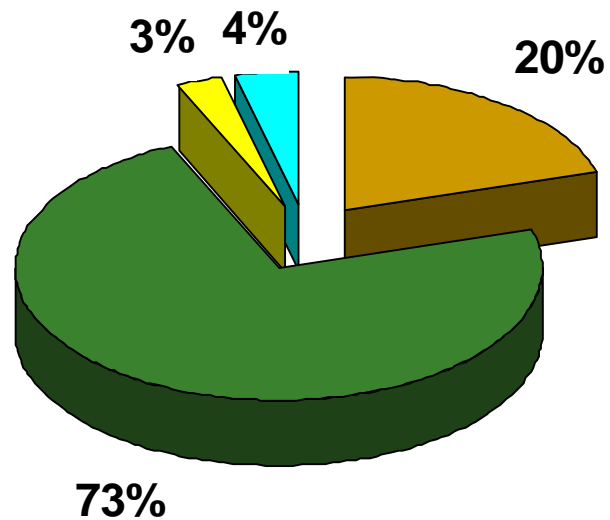
Area	Description	Amount
Energy	Elec./Heating/Fuel	\$170,000
Supplies & Materials	District Wide	150,000
Substitute Employees	All Staff	127,000
Transportation & Field Trips	Bus Utilization	101,000
Overtime	All Staff	75,000
Athletics	Supplies	10,000
Total		\$633,000

General Operating Budget Summary

	<u>2007-08</u> <u>Actual</u>	<u>%</u>	<u>2008-09</u> <u>Budget</u>	<u>%</u>	<u>2009-10</u> <u>Forecast</u>	<u>%</u>
Foundation Allowance	\$9,319		\$9,375		\$9,375	
Blended Enrollment	6,678		6,794		6,916	
Revenue						
Local sources	\$15,889,550	22.1%	\$13,868,317	19.7%	\$14,412,466	20.2%
State sources	50,830,111	70.6%	49,594,065	70.6%	52,060,247	73.1%
Federal sources	2,089,766	2.9%	3,999,607	5.7%	1,996,179	2.8%
Interdistrict sources	2,942,893	4.1%	2,467,666	3.5%	2,347,066	3.3%
Transfers & Other	236,232	0.3%	334,130	0.5%	380,130	0.5%
Total Revenue	<u>71,988,552</u>	100%	<u>70,263,785</u>	100%	<u>71,196,088</u>	100%
Expenditures						
Instruction	54,983,006	76.5%	57,296,065	77.3%	55,854,805	77.2%
Support Services	15,743,061	21.9%	15,866,512	21.4%	15,495,244	21.4%
Transfers & Other	1,102,491	1.5%	982,749	1.3%	972,067	1.3%
Total Expenses	<u>71,828,558</u>	100%	<u>74,145,326</u>	100%	<u>72,322,116</u>	100.0%
Net Revenue/(Expenses)	159,994		-3,881,541		-1,126,028	
Beginning Fund Balance	<u>5,055,006</u>		<u>5,215,000</u>		<u>1,333,459</u>	
Ending Fund Balance	<u>\$5,215,000</u>		<u>\$1,333,459</u>		<u>\$207,431</u>	
Percent Fund Balance	7.3%		1.8%		0.3%	

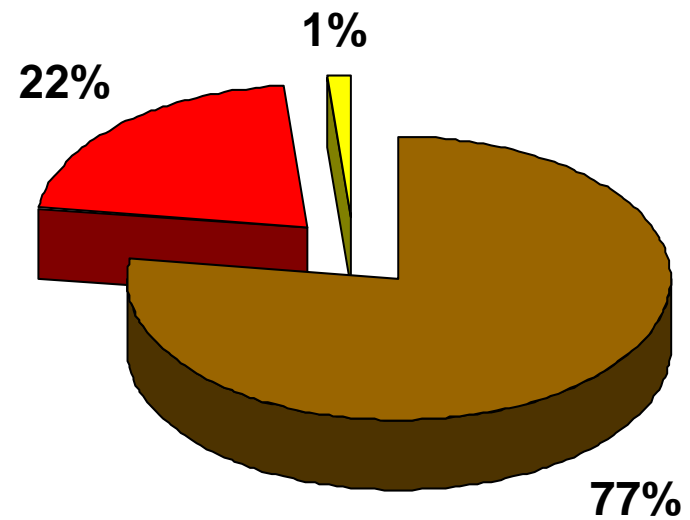
Sources and Uses of Funds

2009-10 Revenue Dollar



Local State Federal Other

2009-10 Expenditure Dollar



Instruction Support Transfers

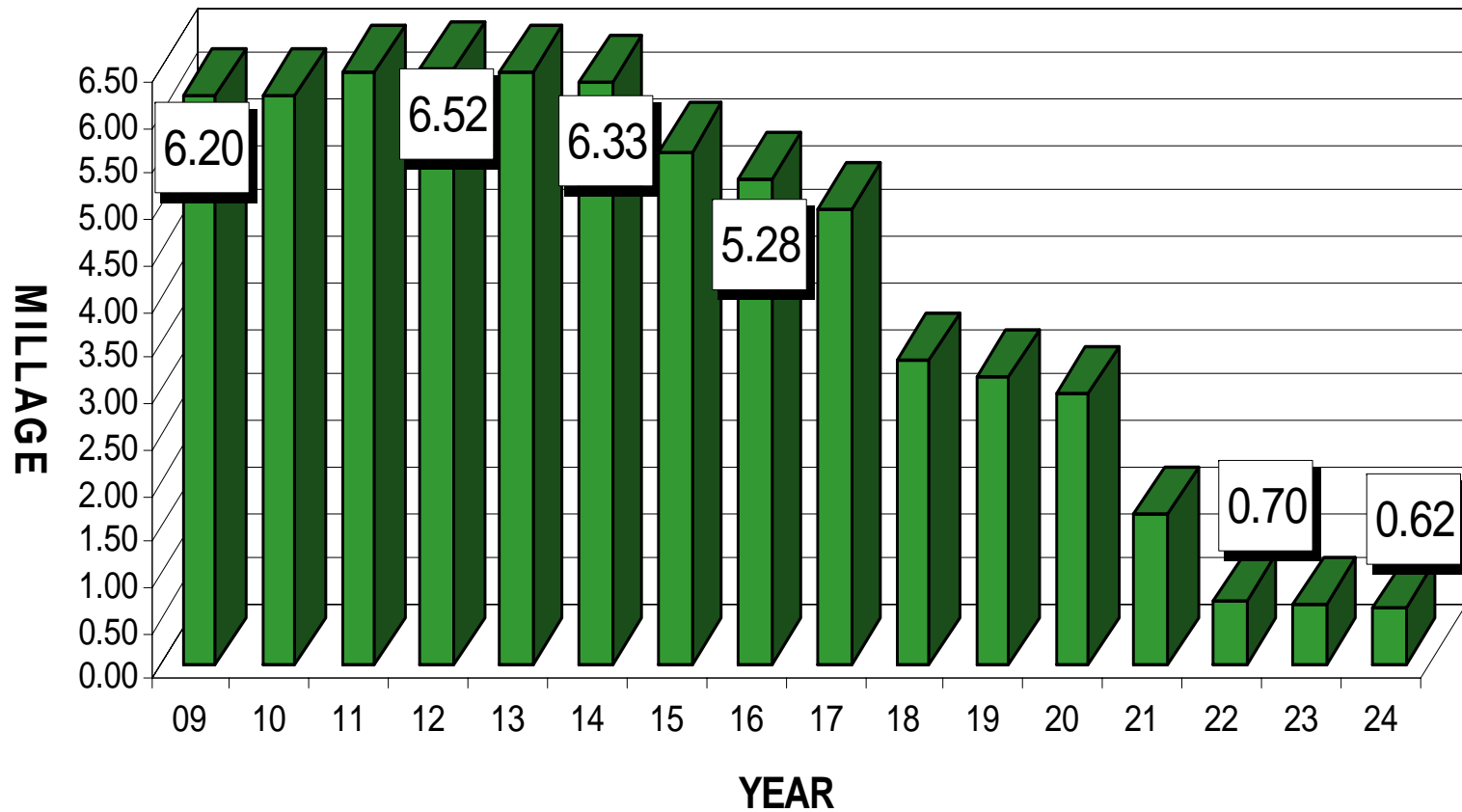
Oakland School Statistics – Percentage Analysis - 2007-08 School Year

Category	Low	High	Avg.	West Bloomfield
Instruction & Support	72.24%	81.46%	75.89%	76.55%
General Administration	0.37%	2.62%	1.24%	1.02%
Business Services	0.87%	3.84%	1.80%	1.48%
Operations & Maint.	9.33%	14.49%	10.98%	9.44%
Transportation	1.56%	7.65%	4.51%	7.09%
Other Support	.65%	4.18%	2.63%	2.88%

Other District Operating Funds

	<u>Center Programs</u>	<u>Debt Service</u>	<u>Community Services</u>	<u>Athletics CoCurr.</u>	<u>Food & Nutrition</u>	<u>Capital Projects</u>
Revenue	\$2,982,147	\$12,914,820	\$2,806,656	\$1,164,622	\$2,095,618	\$0
Expenses	2,982,147	13,142,750	2,806,656	1,164,622	2,095,618	85,373
Net Revenue/(Expenses)	<u>0</u>	<u>-227,930</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>-85,373</u>
Beginning Fund Balance	0	1,483,682	0	0	237,984	85,373
Ending Fund Balance	<u>\$0</u>	<u>\$1,255,752</u>	<u>\$0</u>	<u>\$0</u>	<u>\$237,984</u>	<u>\$0</u>

WEST BLOOMFIELD SCHOOL DISTRICT PROJECTED DEBT TAX MILLAGE 2009 - 2024



Status of School Aid Fund

- For 2008-09 an estimated shortfall of \$425 million in state aid.
 - For 2009-10 the shortfall is expected to grow to \$870 million in state aid.
 - For 2010-11 the shortfall is expected to get worse due to the elimination of ARRA federal stimulus funding.
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What Might This Mean For West Bloomfield?

	Year	Per Pupil	Amount
1	2008-09	\$370	\$2,452,730
2	2009-10	\$95 – Low	\$640,490
2	2009-10	\$125 – High	\$842,750
3	2010-11	\$300 – Low	\$2,022,600
3	2010-11	\$600 – High	\$4,045,200

1. Reimbursed with federal stimulus funds
2. Est. reduction required after use of federal stimulus funds
3. Est. reduction required and no federal stimulus funds

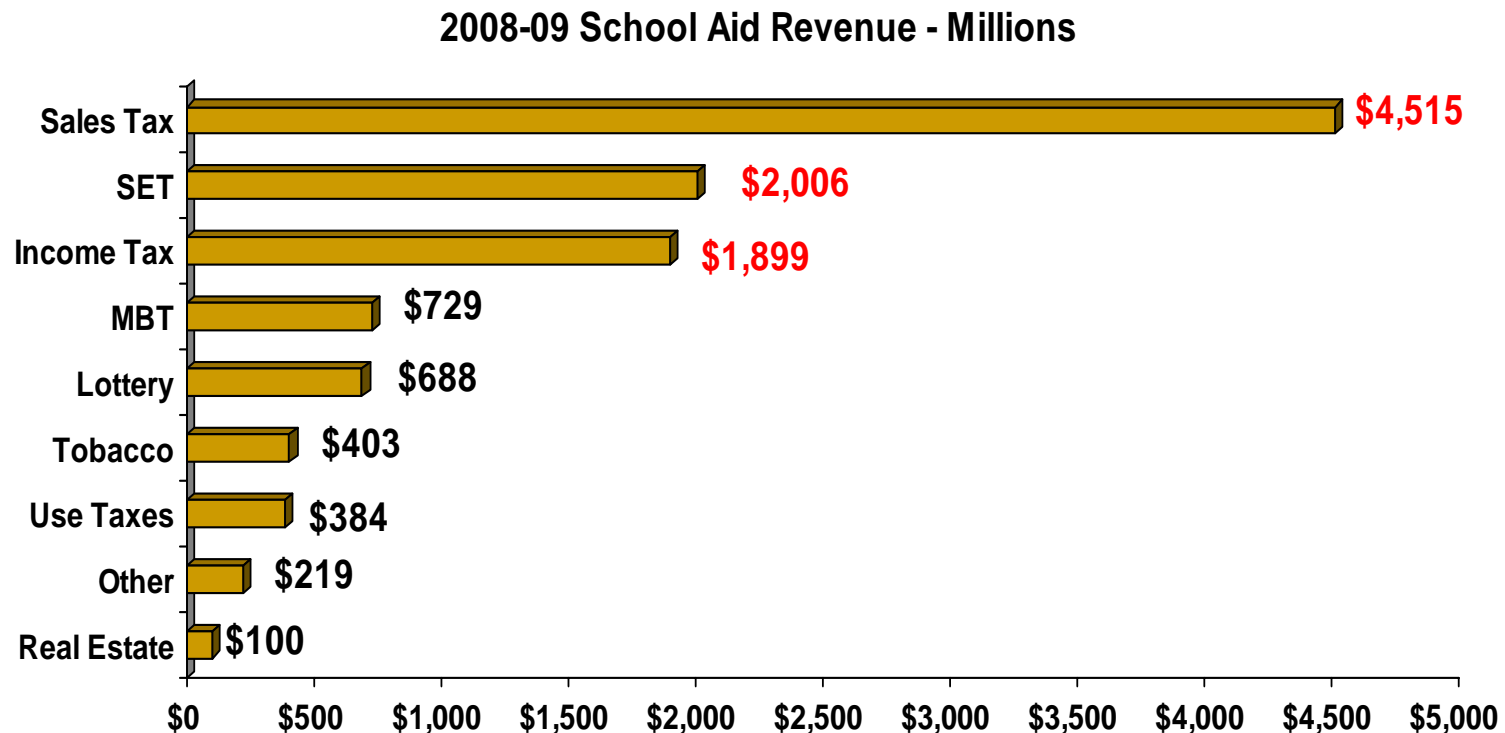
**West Bloomfield School District
2009-10 To 2011-12 General Fund Forecast
As Of June 22, 2009**

	2007-08		2008-09		2009-10		2010-11		2011-12	
	<u>Actual</u>	%	<u>Budget</u>	%	<u>Forecast</u>	%	<u>Forecast</u>	%	<u>Forecast</u>	%
Foundation Allowance	\$9,319		\$9,375		\$9,375		\$9,075		\$9,075	
Blended Enrollment	6,678		6,794		6,916		6,866		6,816	
Revenue										
Local sources	\$15,889,550	22.1	\$13,868,317	19.7	\$14,412,466	20.2	\$13,906,756	20.3	\$13,816,006	20.4
State sources	50,830,111	70.6	49,594,065	70.6	52,060,247	73.1	50,037,407	73.2	49,674,407	73.5
Federal sources	2,089,766	2.9	3,999,607	5.7	1,996,179	2.8	1,996,179	2.9	1,966,179	2.9
Interdistrict sources	2,942,893	4.1	2,467,666	3.5	2,347,066	3.3	2,047,066	3.0	1,747,066	2.6
Transfers & Other	236,232	0.3	334,130	0.5	380,130	0.5	380,130	0.6	380,130	0.6
Total Revenue	<u>71,988,552</u>	<u>100.0</u>	<u>70,263,785</u>	<u>100.0</u>	<u>71,196,088</u>	<u>100.0</u>	<u>68,367,538</u>	<u>100.0</u>	<u>67,583,788</u>	<u>100.0</u>
Expenditures										
Salaries & Wages	42,916,671	59.7	43,486,842	58.7	41,703,237	57.7	41,591,644	56.6	42,839,393	56.2
Insurance, Retirement, FICA	20,472,051	28.5	21,297,524	28.7	21,591,070	29.9	22,670,624	30.8	23,804,155	31.2
Purchased Services	4,285,816	6.0	5,043,432	6.8	4,760,856	6.6	4,856,073	6.6	4,953,195	6.5
Supplies & Materials	3,150,689	4.4	3,187,747	4.3	3,138,979	4.3	3,295,928	4.5	3,460,724	4.5
Transfers & Other	1,003,331	1.4	1,129,781	1.5	1,127,974	1.6	1,127,974	1.5	1,127,974	1.5
Total Expenses	<u>71,828,558</u>	<u>100.0</u>	<u>74,145,326</u>	<u>100.0</u>	<u>72,322,116</u>	<u>100.0</u>	<u>73,542,243</u>	<u>100.0</u>	<u>76,185,441</u>	<u>100.0</u>
Net Revenue/(Expenses)	159,994		-3,881,541		-1,126,028		-5,174,705		-8,601,653	
Beginning Fund Balance	<u>5,055,006</u>		<u>5,215,000</u>		<u>1,333,459</u>		<u>207,431</u>		<u>-4,967,274</u>	
Ending Fund Balance	<u>\$5,215,000</u>		<u>\$1,333,459</u>		<u>\$207,431</u>		<u>-\$4,967,274</u>		<u>-\$13,568,927</u>	
Percent Fund Balance	7.3%		1.8%		0.3%		-6.8%		-17.8%	

Forecast Assumptions

	2010-11	2011-12
Foundation Allowance	-\$300/Pupil	Stable
Enrollment	-50 Students	-50 Students
PA -18 Sp. Ed. Funding	-\$300,000	-\$300,000
2nd Year VSI Savings	\$1.1 million	N/A
Salaries/Wages	3% Increase	3% Increase
Insurance, Retirement	5% Increase	5% Increase
Supplies Materials	5% Increase	5% Increase
Purchased Services	2% Increase	2% Increase

Sales Tax, State Education Tax, & Income Tax - Three Largest Sources Of School Aid Revenue



How Did We Get Here?

- Unemployment rate highest in the nation
 - Income tax collections down over 20% this year
 - Sales tax revenue is down over 7% this year
 - Personal income has declined for the first time in decades
 - Property tax reductions
 - Over 17 million vehicles were sold in 2000; estimates for this year are less than 9 million
 - Proposal A has been “tweaked” enough times to cost the school aid fund over \$500 million per year
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Recommendation

- *It is recommended that the 2009-10 budget be adopted that provides estimated revenue, \$71,196,088 and estimated expenditures, \$72,322,116 leaving an operating deficit of \$1,126,028 and a projected June 30, 2010 fund balance of \$207,431, 0.29% of operating expenses.*
 - *The budget will be amended in late Fall of 2009 after the 2009-10 School Aid Bill is approved by the Legislature and signed into law by the Governor and the actual September student count is known.*
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