



FWCS 2006 Budget

August 8, 2005





Budget Adoption Calendar

August 8	Public presentation
August 9	Budgets advertised
August 22	Budget hearing Bus Replacement Plan hearing
September 12	Budget adoption Bus Replacement Plan adoption
Fall 2005	Budget hearing
February 15, 2006	Budget order issued

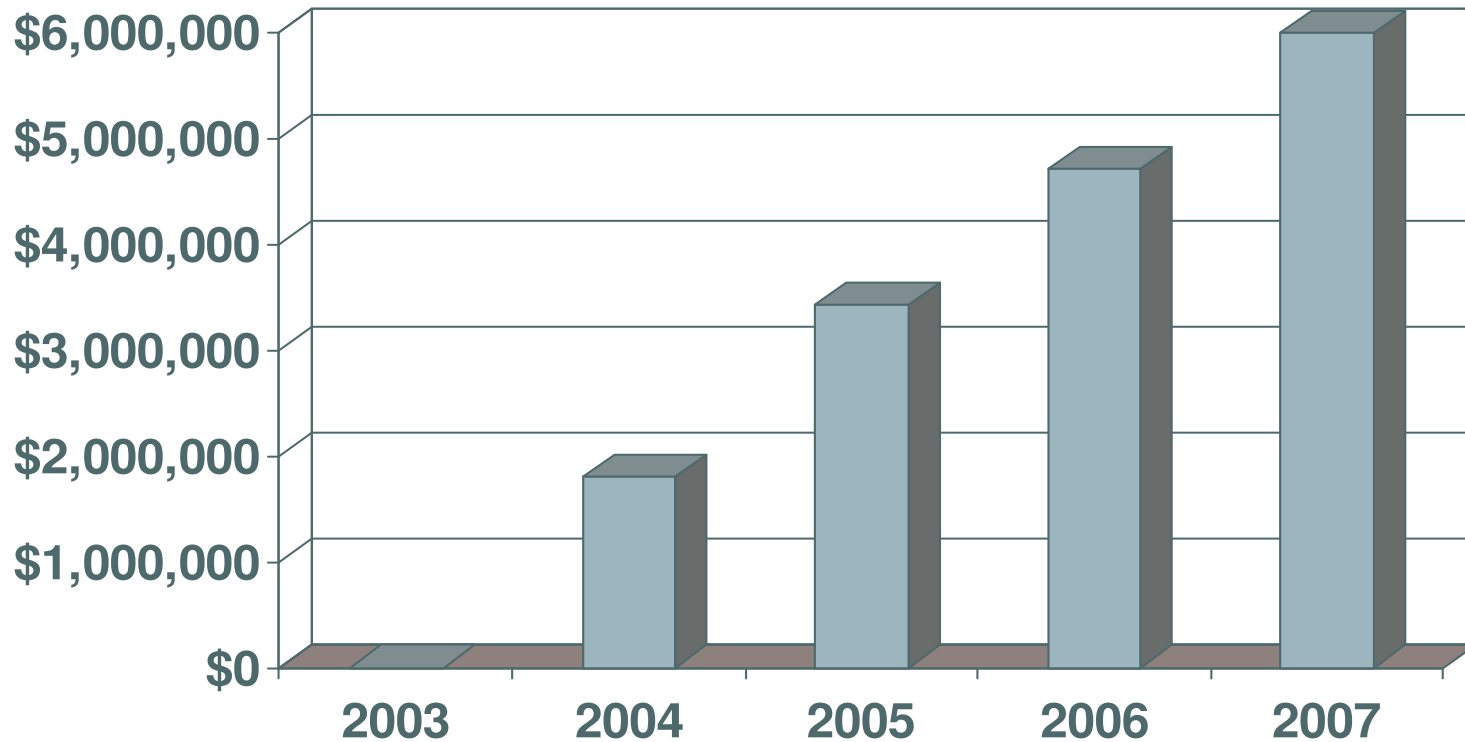


Impact of General Assembly

- ⌘ General Fund state increases less than 1% next two years
- ⌘ Property tax increases:
 - ⌊ CPF rate for utilities & insurance
 - ⌊ Transportation rate to recoup state revenue loss
 - ⌊ Debt Service rate for unfunded textbooks

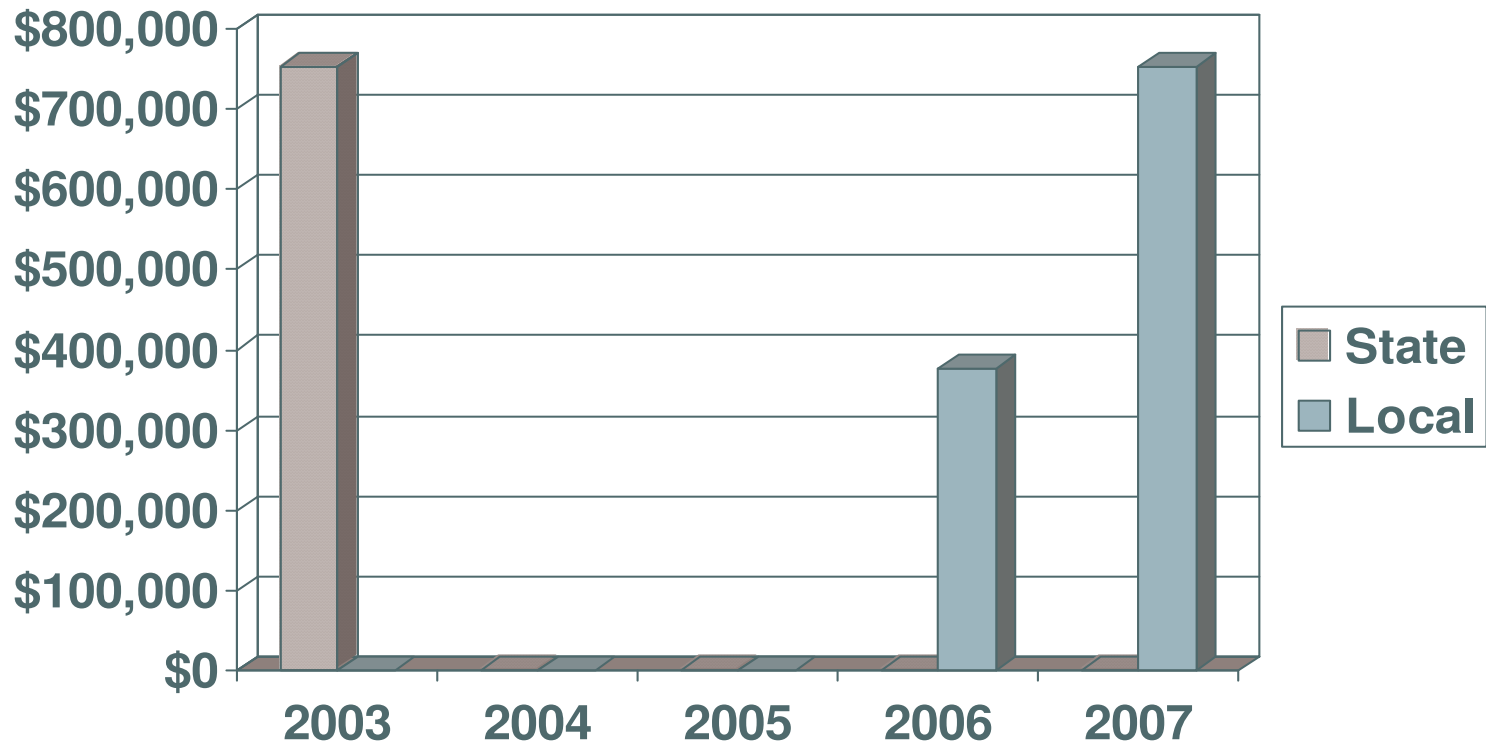


State shift to property tax - Utilities & Insurance



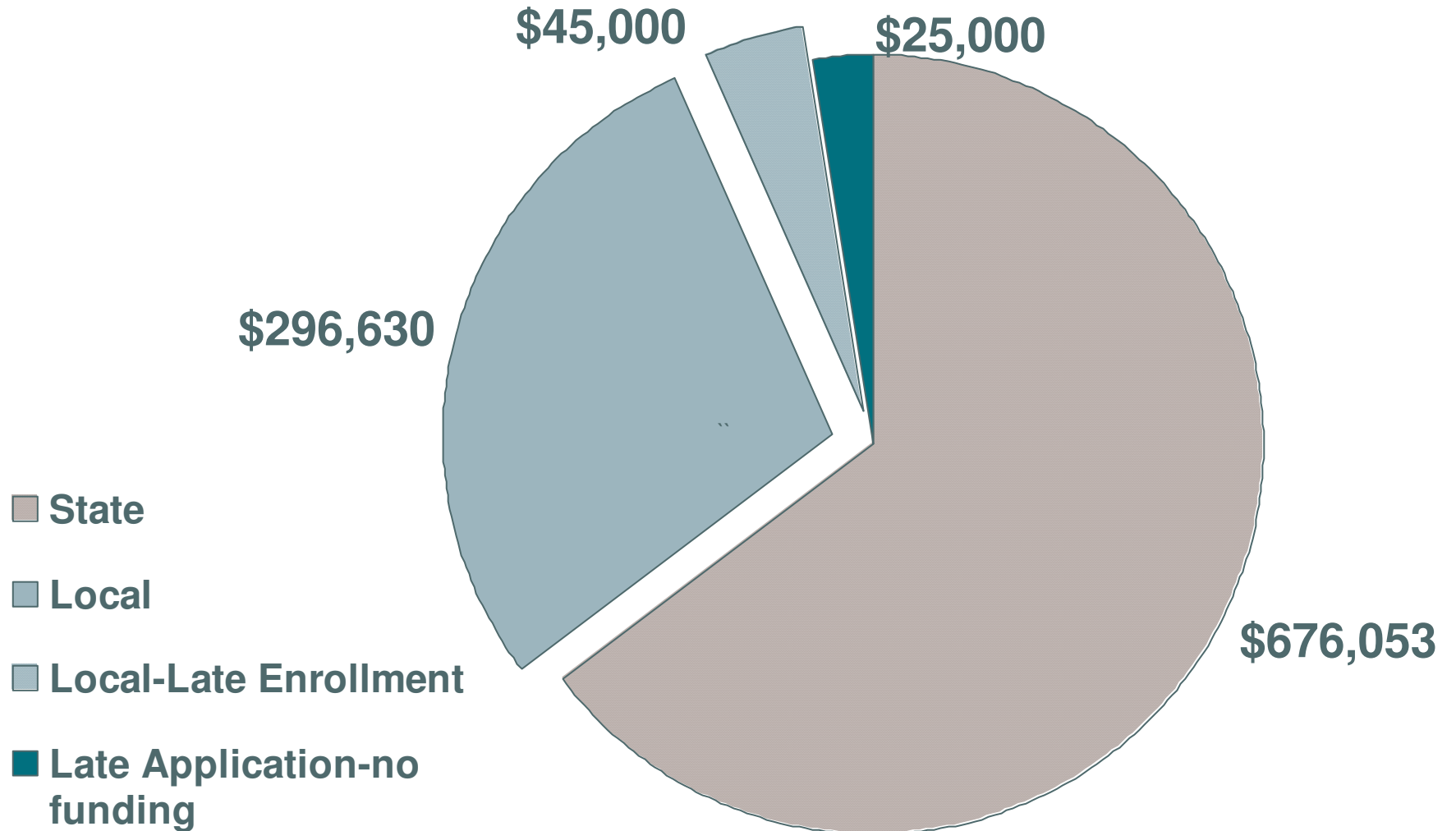


State shift to property tax - Transportation





State shift to property tax - Textbooks





Prior Legislative Impact

¢ Pension Bond

- 1 Required that school districts actuarially fund retirement benefits
- 1 Allowed districts the ability to bond the obligation
- 1 **HOWEVER**, any bond issue had to be tax neutral – cuts must be made to other budgets



Pension Bond

¢ Tax Neutrality 2006 (cuts)

┆ Capital Projects Fund \$3 million

┆ Bus Replacement \$476,000



FWCS Impacts

¢ New Food Service Center

- ┆ Debt Service Fund - \$1,328,980

¢ Geyer & Bunche changes

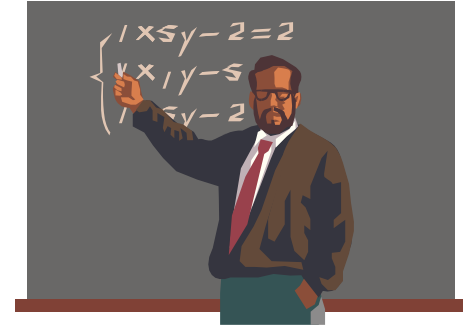
- ┆ Racial Balance Fund - \$900,000

- ┆ General Fund - \$30,000

- ┆ Capital Projects Fund - \$1,777,000



General Fund



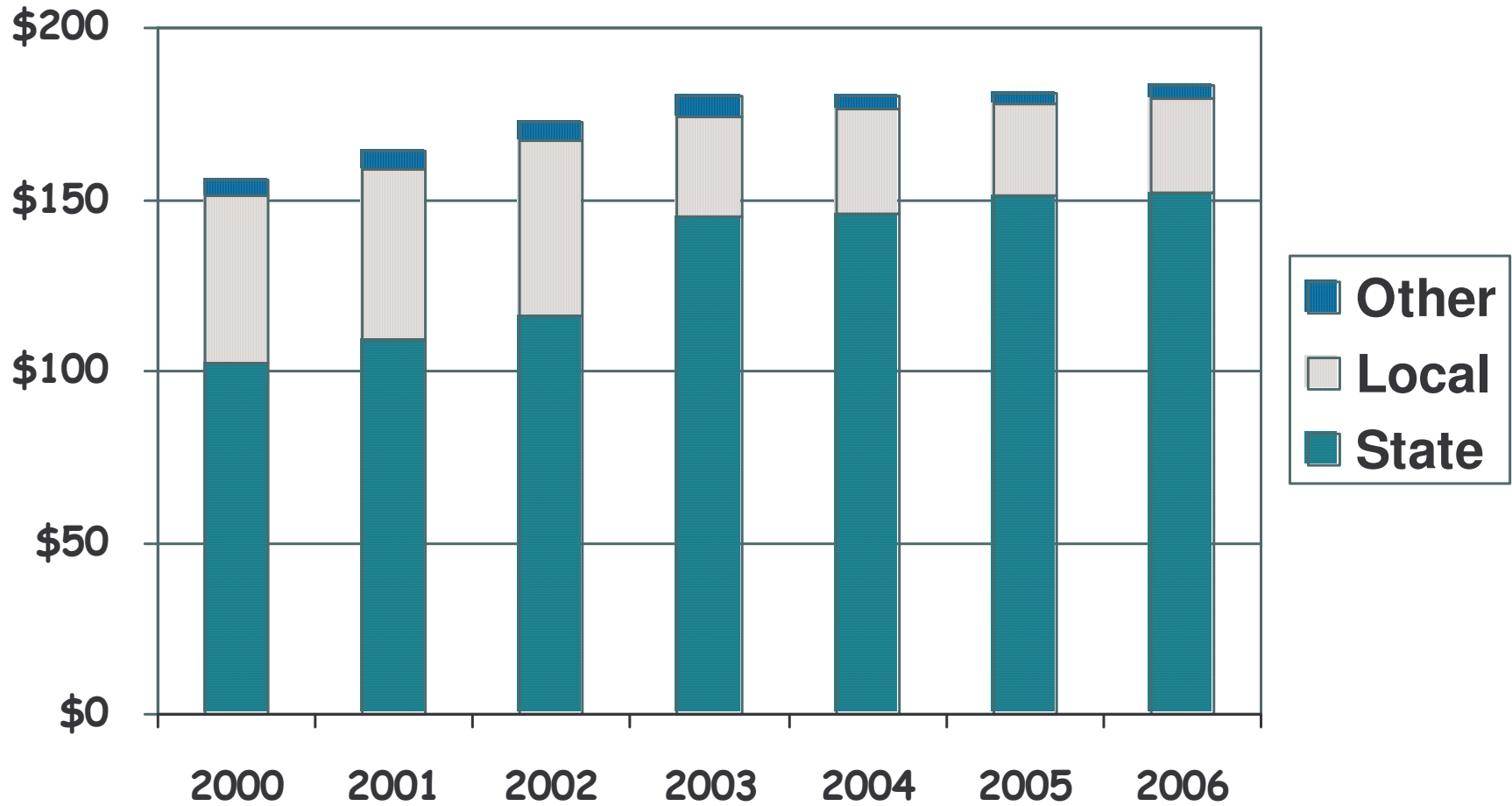
- ⌘ Salaries & fringe benefits
 - ┆ Teachers, administrators, custodial, clerical
- ⌘ Operating costs
 - ┆ Utilities, insurance, legal
- ⌘ School materials & supplies



General Fund Revenue Overview (in millions)

	2005 Revenue Estimate	2006 Revenue Budget	Change
Local	\$26.4	\$27.6	\$1.2
State	151.2	152.1	.9
Other	3.5	3.7	.2
Total	\$181.1	\$183.4	\$2.3 1.3%

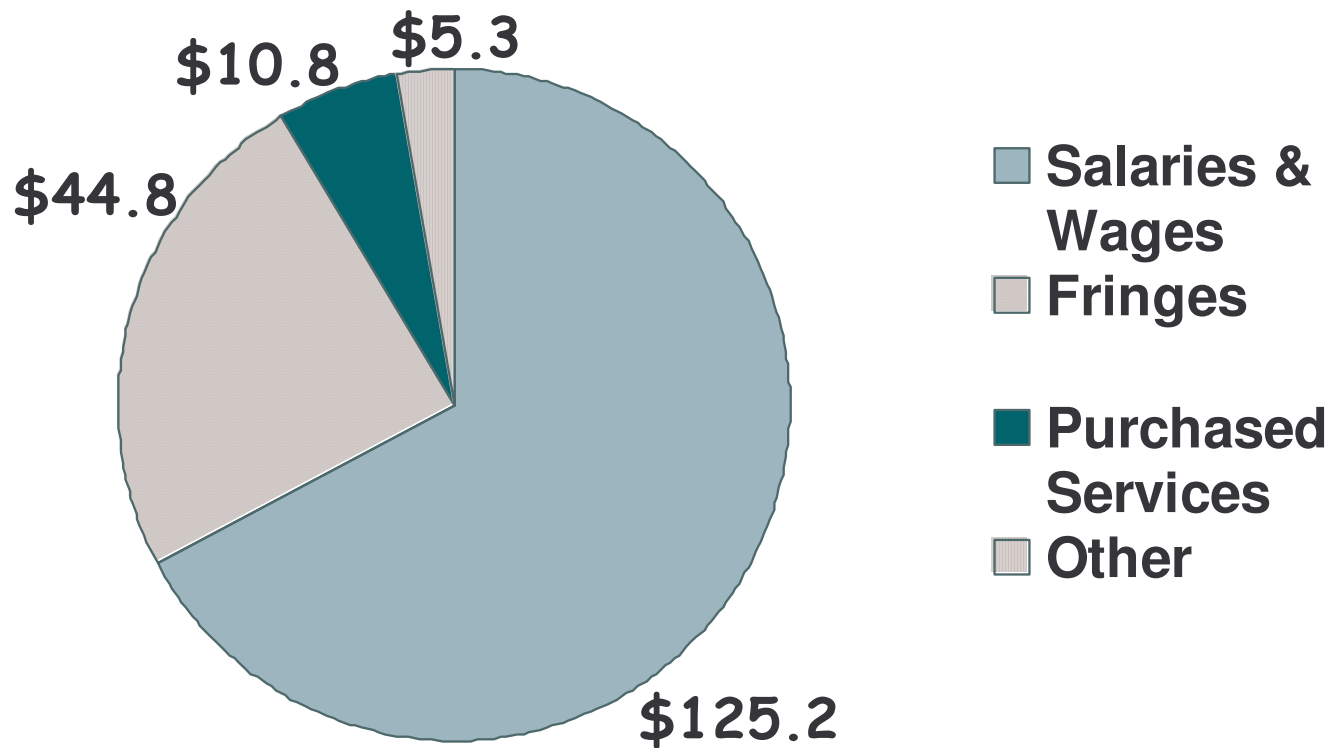
General Fund Revenue Components (in millions)





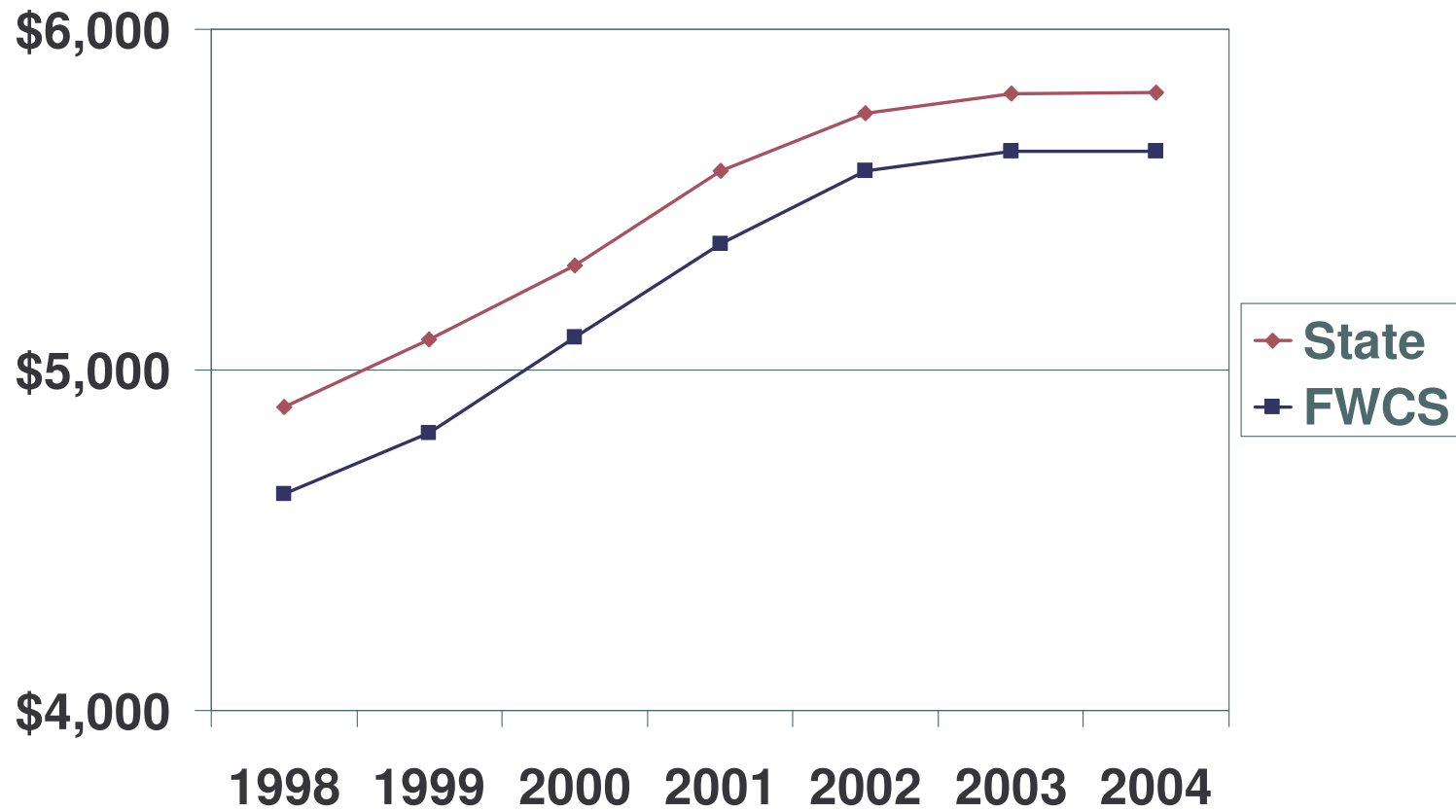
General Fund Expenditures

2006 Budget \$186.1 Million



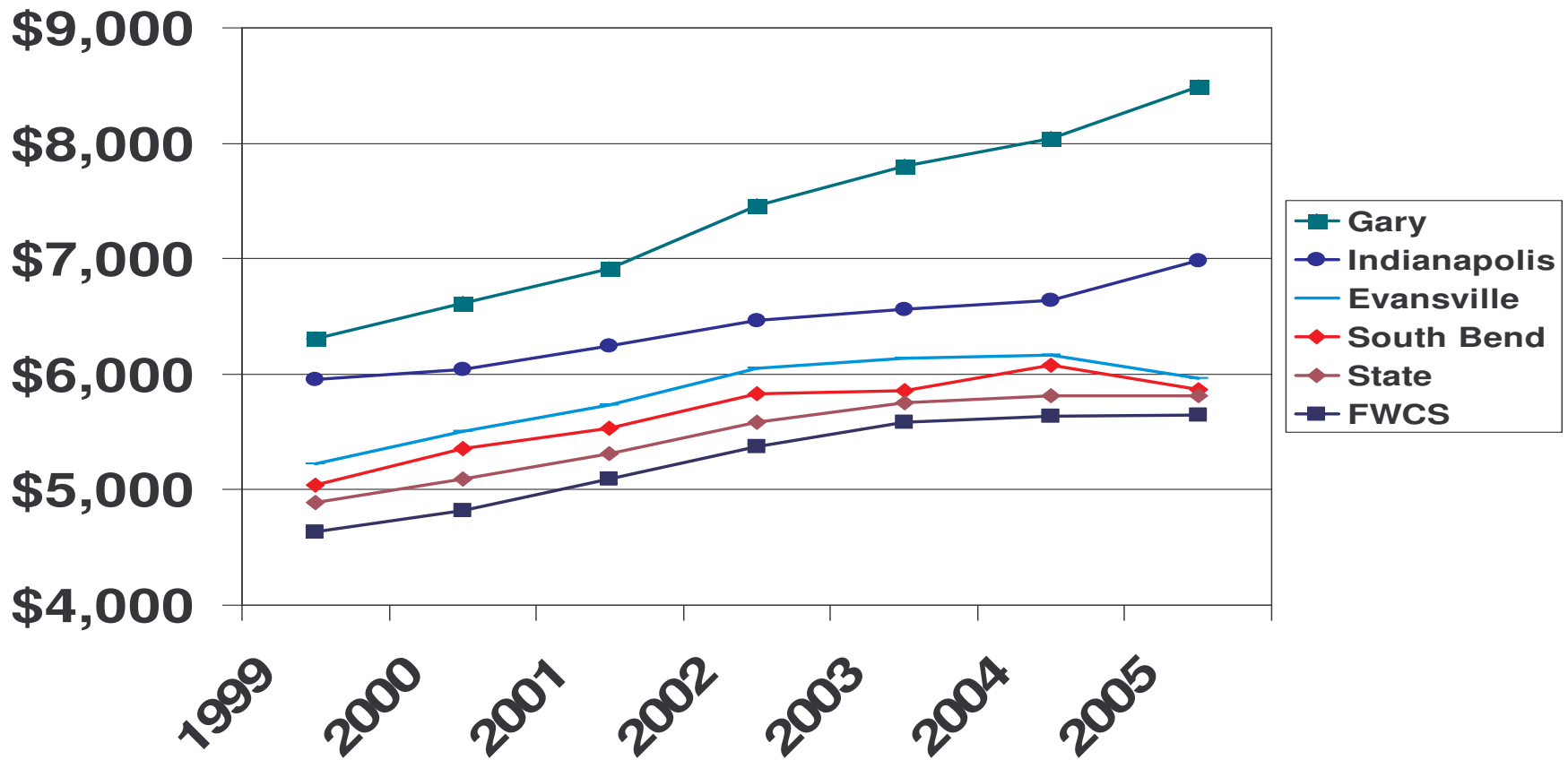


Per Pupil Expenditures



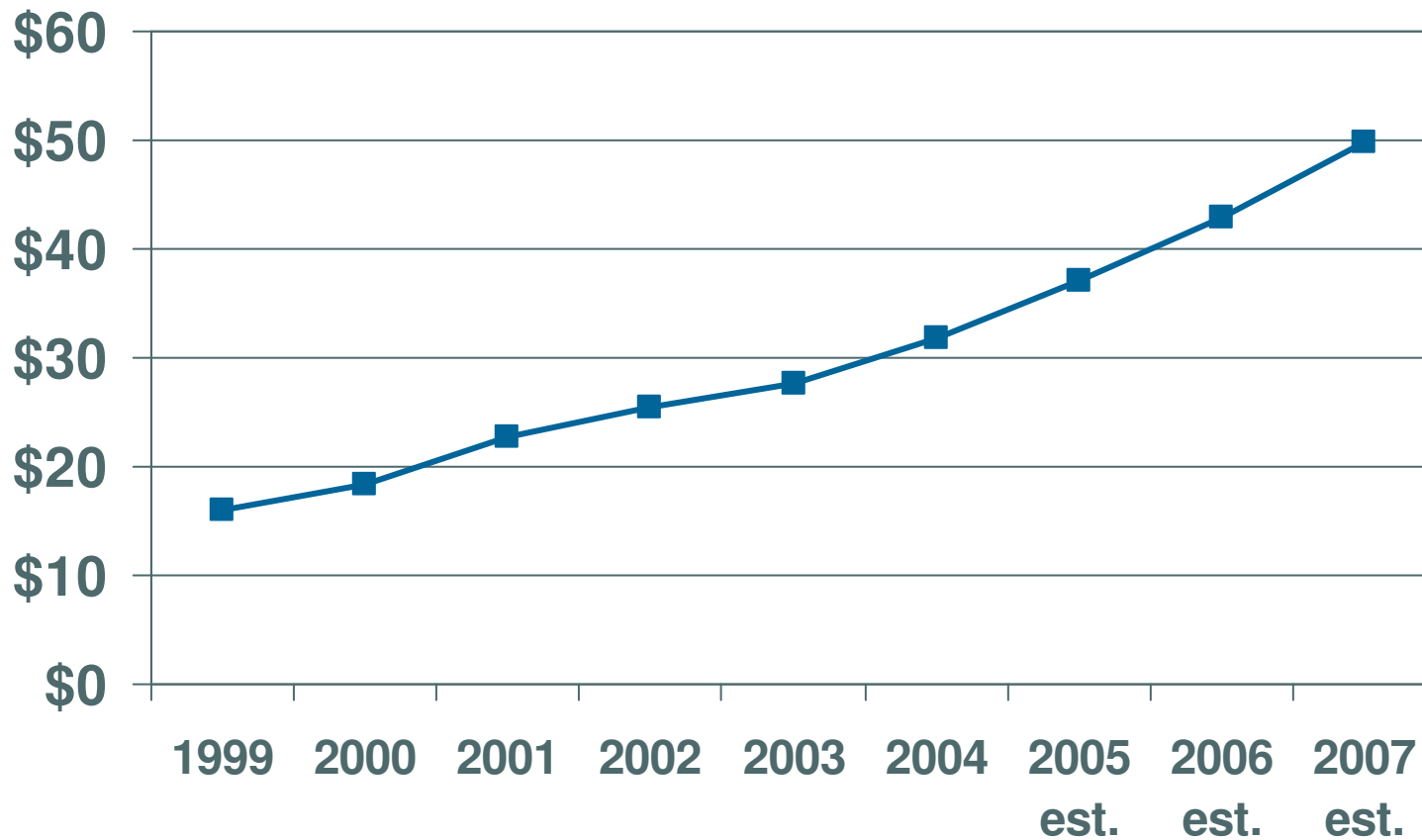


Per Pupil Expenditures Five Largest Districts





Health Insurance Fund Expenditures (in millions)





Racial Balance Fund



- ⌘ Established in 1989
- ⌘ Funding provided by a reduction in CPF
- ⌘ Provides resources that encourage racial balance in a school
 - ┆ Magnet schools
 - ┆ Reading Recovery
 - ┆ ESL support
 - ┆ Conflict Mediators & Case Managers



Racial Balance Fund Budget Overview

2005	\$8,574,000
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2006	\$9,565,000
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Difference	\$ 991,000
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Capital Projects Fund (CPF)



- ⌘ Building construction, renovation, repair, maintenance
 - ⌋ 61 buildings, average age 39 years

- ⌘ Equipment purchases

- ⌘ Lower than other districts due to Racial Balance Fund



Capital Projects Fund Budget Overview

	2005	2006
Capital Projects	\$19,431,502	\$20,169,000
Utilities & Ins.	3,434,498	4,715,000
Total expected budget	\$22,866,000	\$24,884,000
Plus CPF Unassigned -		
‡ Pension bond tax neutrality	3,500,000	3,000,000
‡ AV impact	2,500,000	2,500,000
Total to approve	\$28,866,000	\$30,384,000



Capital Projects Detail

	2005	2006
School Improvement Projects	\$1,258,502	\$1,500,000
Equipment Purchases	2,655,000	2,982,000
Technology	2,288,000	2,335,000
Physical Plant Improvement	6,310,000	6,635,000
General & Equipment Repair & Rental	4,670,000	4,452,000
Other	2,250,000	2,265,000
Total	\$19,431,502	\$20,169,000



Transportation Fund



☞ Operations

- ┆ Annual budget determined by state formula, supported by property taxes
- ┆ Increase allowed for 06 & 07

☞ Bus Replacement

- ┆ Annual budget determined by 10 year replacement plan



Transportation Operations Budget Overview

2005 adjusted \$16,068,000

2006 \$17,109,000

Difference \$ 1,041,000



Bus Replacement Budget Overview

	2005 Expenditure Budget	2006 Expenditure Budget	Change
Bus Replacement to approve 10 yr. = 33 buses	\$2,844,600	\$2,955,000	\$110,400
As Reduced (for pension bond tax neutrality)	468,997	476,523	7,526
Total – As Reduced 28 buses	\$2,375,603	\$2,478,477	\$102,874



Debt Service Fund



South Side addition & renovation	Through 2012	\$3,742,245
North Side addition & renovation	Through 2018	3,735,000
Food Service Center (NEW 2006)	Through 2018	1,328,980
Unfunded textbooks (NEW 2006)		340,660
Technology loans (CSF & STAA)		4,069,866
Interest on tax anticipation warrants		700,000
Total		\$13,916,751



Debt Service Funds Budget Overview

	2005 Expenditure Budget	2006 Expenditure Budget	Change
Debt Service-Regular <i>Inc. to total tax rate</i>	\$10,973,000	\$13,916,751	\$2,943,751 3%
Debt Service- Pension Bond <i>(tax neutral with cuts to CPF & Bus Replacement)</i>	3,883,587	3,883,671	84
Total	\$14,856,587	\$17,800,422	\$2,943,835



Special Education Preschool Fund



- ☞ Indiana mandate
 - ┆ State support fixed at \$2,750 per student since 1991

- ☞ General Fund support about \$270,000

- ☞ Serve about 488 students



Special Education Preschool Fund Budget Overview

2005 adjusted \$1,366,000

2006 \$1,370,000

Difference \$ 4,000



Museum of Art Fund



- ⌘ Pass through to Fort Wayne Museum of Art
- ⌘ To provide ongoing programs for our students



Museum of Art Fund Budget Overview

2005 adjusted	\$184,400
2006	\$185,500
Difference	\$ 1,100



2005 & 2006 Budgets Summary

	2005 Budget Original	2006 Budget To Approve	2006 Budget Expected
General	\$181,434,000	\$186,100,000	\$186,100,000
Racial Balance	8,574,000	9,565,000	9,565,000
Capital Projects	21,198,615	30,384,000	24,884,000
Transportation	17,443,603	20,064,000	19,587,477
Debt Service	14,856,587	17,800,422	17,800,422
Special Education Preschool	1,256,000	1,370,000	1,370,000
Museum of Art	129,500	185,500	185,500
Total	\$244,892,305	\$265,468,922	\$259,492,399



2006 Tax Rates

	2005 Tax Rate	Expected 2006 Tax Rate
General-Regular	.6852	.7153
General-Charter Schools	.0040	.0132
Racial Balance	.0890	.0890
Capital Projects	.2493	.2682
Transportation	.1965	.2087
Debt Service-Regular	.1327	.1747
Debt Service-Pension Bond	.0464	.0460
Special Education Preschool	.0025	.0025
Museum of Art	.0022	.0022
Total (Advertised 2006 \$2.0084)	\$1.4078	\$1.5198



Estimated Tax Bills

(of home assessed at \$100,000)

2002

\$1,072



2005

\$552



2006

\$604





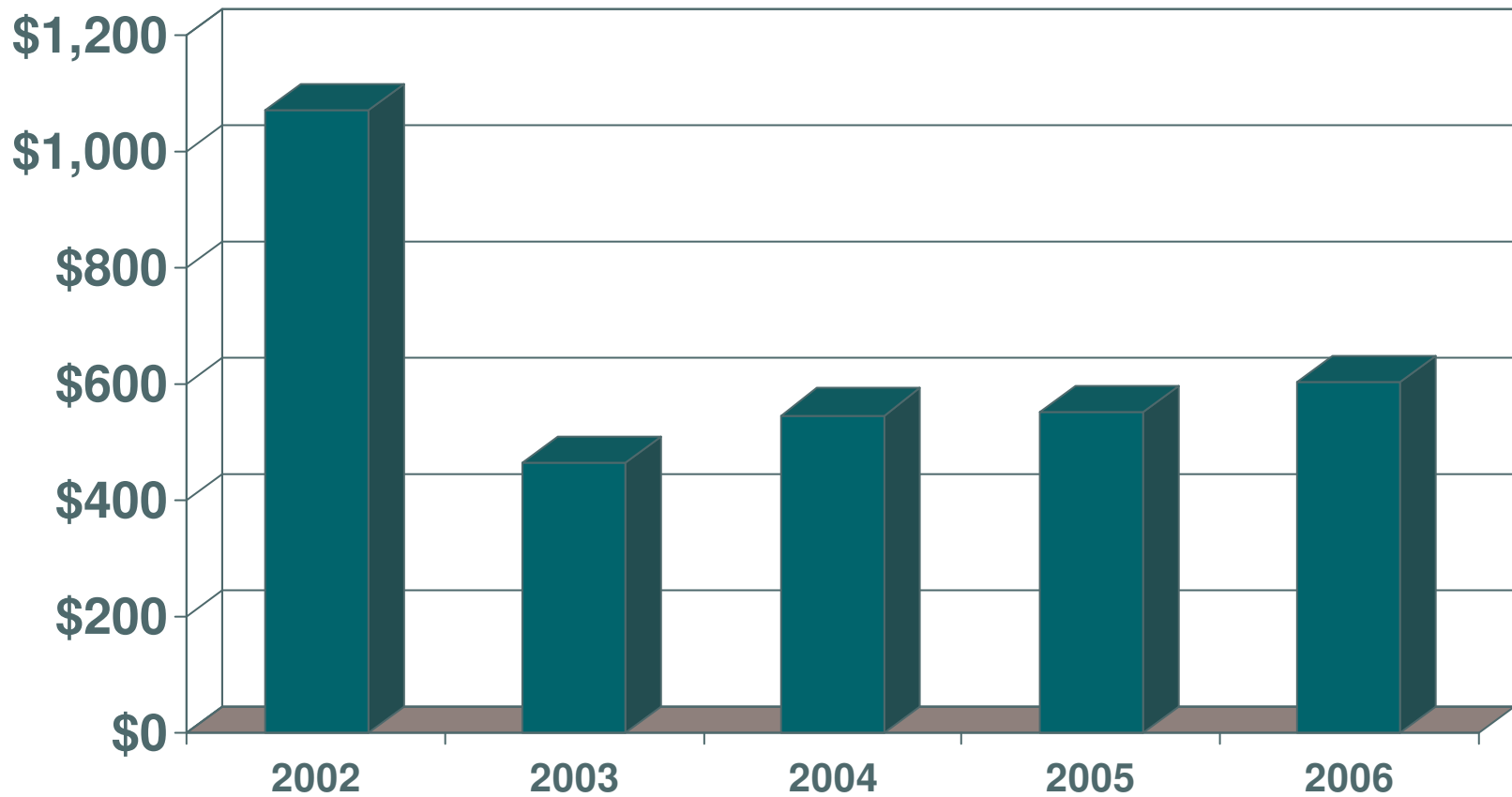
Tax Increase Includes:

General Fund Formula & other	\$12
Inc. to Utilities & Ins. in CPF	11
Textbooks	1
Reinstate Transportation loss	2
Total State increases	\$26
Food Service Center	11
Technology Loans	15
Total FWCS increases	\$26
TOTAL INCREASES	\$52



FWCS Property Tax Example

\$100,000 Home





Next Steps

- ⌘ Public hearing August 22
- ⌘ Budget adoption September 12