

Board of Education Budget Session - 2012

Budget calendar - review

The Budget

1. Fund by Fund

General Fund – Formula

Referendum Fund - \$.08 rate applied to AV

Debt Service Fund – Follow amortization schedules

Pension Debt Service Fund – Follow amortization schedule

Capital Projects Fund – Build fund to maximize revenue

Transportation Fund – Maximize revenue – no appeal planned at this time

Bus Replacement Fund – Buy 10 buses in 2012 – used to **neutralize PBDS**

Special Ed. Preschool Fund – state revenue only-now a part of the GF formula

2. The role of DLGF

3. The Processes

◆ Hearings – All hearings will be held on August 24th - CPF, Bus Replacement, 2012 budget, Additional Appropriations

◆ 1782

◆ Budget order – Feb 2012

4. Rainy Day Fund

◆ Resolution to transfer funds to the Rainy Day Fund from CPF

◆ Resolution to lower appropriations in the CPF

◆ Hearing for Additional Appropriation – Rainy Day – has become part of the normal budgeting process-no longer requires a separate hearing.

NEW 2012 – I just received memo from DLGF on July 6 with some new and disturbing information about the Bus Replacement fund. There was new legislation this year that would establish a maximum levy beginning 2012. I have that calculation from DLGF and it may not be very favorable to the district for several reasons.

It appears that DLGF may be looking at and discontinuing the practice that has been used in the past to neutralize the impact of the pension bond payments. If the past practice is no longer allowed, we will be looking at dealing with a \$1.5 million financial issue.