



FY 2013 Financial Update

January 14, 2013 Board Meeting

Summary of FY 2013 Revenue

General Fund
(\$Millions)

	FY12 <u>Actual</u>	January <u>Forecast</u>	January Forecast <u>B / (W) Than:</u>	
			FY2013 <u>Budget</u>	December <u>Forecast</u>
Local Taxes	\$444.1	\$384.5	\$(10.5)	\$0.0
State QBE	140.1	144.0	(7.5)	0.0
Other Sources	<u>13.1</u>	<u>27.9</u>	<u>18.0</u>	<u>0.0</u>
Total Revenue	\$597.3	\$556.4	\$0.0	0.0
Fund Balance	<u>(1.7)</u>	<u>24.0</u>	<u>5.0</u>	<u>0.0</u>
Total Resources	<u>\$595.6</u>	<u>\$580.4</u>	<u>\$5.0</u>	<u>0.0</u>

- Comment:
 - Priority one E-rate funds will be received.
- Opportunities:
 - Indirect cost ratio could be increased for categorical and other programs--\$2 million.

Summary of FY 2013 Expenditures

General Fund

(\$Millions)

	FY12 <u>Actual</u>	January <u>Forecast</u>	January Forecast <u>B / (W) Than:</u>	
			FY2013 <u>Budget</u>	December <u>Forecast</u>
Salaries	\$338.4	\$322.0	(\$15.0)	\$0.0
Benefits	116.9	126.0	1.8	0.0
Charter School	42.1	36.7	6.7	0.0
Other Expenses	<u>98.2</u>	<u>95.7</u>	<u>6.6</u>	<u>0.0</u>
Total	<u>\$595.6</u>	<u>\$580.4</u>	<u>\$0.1</u>	<u>\$0.0</u>

Risks:

- Special Education and audit adjustments may increase expenditures.
- The charter school payment methodology has been challenged. If reversed, expenses could increase by \$3 million.
- Salary and Benefit estimates could increase and we will continue to monitor vacancies.
- Transportation and security costs could exceed budgets.
- Substitute costs remain higher than expected and we will work to reduce them.

Opportunities:

- Review of positions may identify positions that could be transferred to other funds and resulting in reduction of salary and benefits costs.
- Other expenses are lower when compared to same period for prior year.

Summary of Changes in Positions

General Fund

	FY13 <u>Budget</u>	FY13 <u>Payroll</u>	FY13 Payroll B / (W) Than <u>Budget</u>	FY12 <u>Payroll</u>
Regular Positions – November Payroll	5,300	5,499	<u>(199)</u>	5,588
Regular Positions – October Payroll	5,288	<u>5,478</u>	<u>(190)</u>	<u>5,576</u>
Difference – B / (W)	-	<u>(21)</u>	-	<u>(12)</u>
Hourly & Subs – November Payroll	-	1,058	-	1,117
Hourly & Subs – October Payroll	-	<u>1,037</u>	-	<u>1,135</u>
Difference – B / (W)	-	<u>(21)</u>	-	<u>18</u>

- Comment:
 - We have managed the number of positions in excess of budget over the past four months.
 - The current financial presentation shows (338-199) an improvement of 139 for fiscal year 2013.
 - Transfer and alignment of positions to budget will provide for additional gains.

Summary of Changes in Fund Balance

(\$Millions)

	FY13 <u>Forecast</u>	FY13 Forecast <u>B / (W) Budget</u>
FY13 Beginning Balance	\$80.9	N/A
Plus FY13 Revenue	556.4	\$0.0
Less FY13 Expenditures	<u>(580.4)</u>	<u>0.1</u>
FY13 Ending Balance	<u>\$56.9</u>	<u>\$0.1</u>
Change in fund balance	<u>(\$24.0)</u>	<u>\$0.1</u>

Additional Items

General Fund

- E-Rate Reimbursement Status:
 - Acknowledgment Funding Request Letters for Reimbursement: \$63.0 million
 - Funding Commitment letters: \$33.3 million
 - E-Rate Reimbursements received to date: \$15.9 million
 - Funding Commitments still pending review: \$17.4 million
 - Priority one commitments equal \$6.5 Million
 - Priority two commitments equal \$10.9 Million