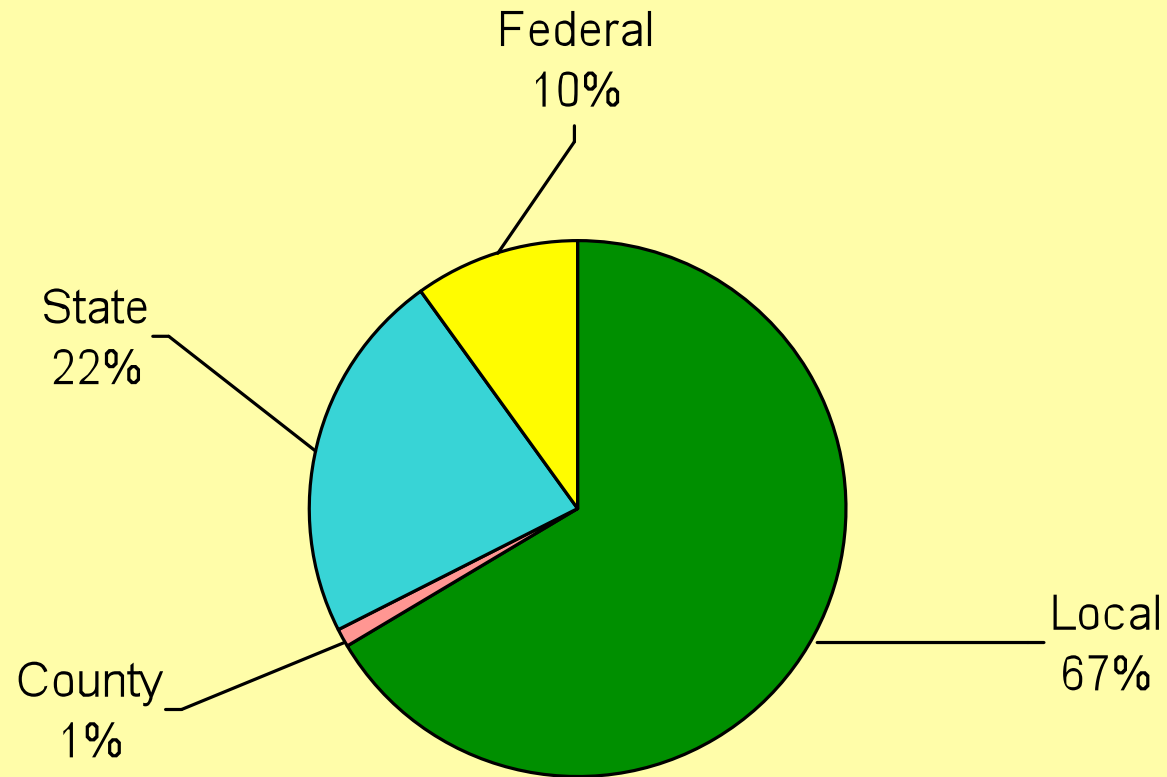


# Elementary School Consolidation

Presented April 22, 2010

# SY10 Operating Revenue



# Destination U. City Schools

- Long-term balanced budget (through 2014-15)
  - Control deficit with expenditure reductions
    - Approximately \$1.7 million in SY09-10
  - Increase tax rate between SY10-11 and SY14-15
  - Consolidate from 6 to 4 elementary schools
    - Operate 6 schools until construction is complete

# Increasing the Tax Rate

- Attorney General Opinion 107-2003
  - District has been setting an operating tax rate below the legal maximum since 2004
- Planned increases for owner of \$100,000 house:
  - 2009: No increase
  - 2010: \$65 per year
  - 2011: No increase
  - 2012: \$22 per year
  - 2013: No increase
  - 2014: \$9 per year
  - 2015: No increase

# Transition Timeline – Plan A

- SY09-10: Operate 6 elementary schools
  - Barbara Jordan students to McNair building
- SY10-11: Operate 6 elementary schools
  - Barbara Jordan students to McNair
- SY11-12: Operate 6 elementary schools
  - Pershing students to McNair
  - 6<sup>th</sup> grade students to Brittany Woods
- SY12-13: Operate 4 elementary schools
  - Implement new boundary changes

# Revenue Reductions

## ■ SY09-10

- Property tax revenue decrease of approx. \$240,000
- Sales tax revenue decrease of approx. \$130,000
- State Aid Formula revenue decrease of approx. \$150,000 (2%)

## ■ SY10-11

- Estimated State Aid Formula decrease of approx. \$300,000 (4%)

## ■ SY11-12

- Very concerning revenue projections at State level
- No specific estimates of revenue reductions, but districts are urged to prepare for unprecedented reductions in State revenue

# Transition Timeline – Plan B

- SY09-10: Operate 6 elementary schools
  - Barbara Jordan students to McNair building
- SY10-11: Operate 6 elementary schools
  - Barbara Jordan students to McNair
- SY11-12: Operate 4 elementary schools
  - Implement new boundary changes
  - Pershing students to Nathaniel Hawthorne
  - 6<sup>th</sup> grade students to Brittany Woods

# Plan A: Budget Projection

	2009-2010 Projected	2010-2011 Projected	2011-2012 Projected	2012-2013 Projected	2013-2014 Projected	2014-2015 Projected
1) Tax Levy Increase		2,040,000		755,000		305,000
2) Adjusted Operating Revenue	37,746,783	39,351,783	38,676,783	39,656,783	40,406,783	40,936,783
3) Budget Reductions		665,000	750,000	1,385,000		
4) Adjusted Operating Expenditures	40,724,298	39,693,779	39,413,793	38,857,417	39,726,787	40,638,405
5) Surplus (Deficit)	(2,977,515)	(341,996)	(737,010)	799,366	679,996	298,378
6) Ending Fund Balance	4,318,291	3,976,295	3,239,285	4,038,651	4,718,647	5,017,025
7) Fund Balance Percentage	10.60%	10.02%	8.22%	10.39%	11.88%	12.35%

# Plan B: Budget Projection

	2009-2010 Projected	2010-2011 Projected	2011-2012 Projected	2012-2013 Projected	2013-2014 Projected	2014-2015 Projected
1) Tax Levy Increase		2,040,000		755,000		305,000
2) Adjusted Operating Revenue	37,746,783	39,351,783	38,676,783	39,656,783	40,406,783	40,936,783
3) Budget Reductions		665,000	1,385,000			
4) Adjusted Operating Expenditures	40,724,298	39,693,779	38,778,793	39,607,417	40,476,787	41,388,405
5) Surplus (Deficit)	(2,977,515)	(341,996)	(102,010)	49,366	(70,004)	(451,622)
6) Ending Fund Balance	4,318,291	3,976,295	3,874,285	3,923,651	3,853,647	3,402,025
7) Fund Balance Percentage	10.60%	10.02%	9.99%	9.91%	9.52%	8.22%

# Logistics- Plan A

- Pershing will have 17 classrooms K-5<sup>th</sup> grade
  - Would require relocation of McNair Administration and reconfiguration of space to classrooms or the addition of trailers to serve as classrooms
  - Funds would need to be expended for Administration relocation, space modification, or for the rental of the trailers, then to re-establish the space after Pershing vacates

# Logistics- Plan A

- Lieberman Learning Center remains at Brittany Woods
  - LLC would share building space with 6<sup>th</sup>, 7<sup>th</sup> and 8<sup>th</sup> grades
  - Would require schedule to be manipulated to allow multiple teachers to share classrooms
  - 6<sup>th</sup> grade students would not received dedicated classroom space until the 2012-2013 school year

# Logistics- Plan A

- Adult Education and Literacy Program remains at the Freedom School
  - Funds would be expended for rent at the Freedom School
  - AEL would use the Freedom School and other satellite locations for programming until 2012-2013 school year

# Logistics- Plan B

- Pershing students will occupy the Nathaniel Hawthorne Building for the 2011-2012 school year
  - There is a sufficient number of classrooms at Nathaniel Hawthorne to house the Pershing students
  - Minimal modifications would be needed to the building to make it suitable

# Logistics- Plan B

- Lieberman Learning Center returns to the McNair Building for the 2011-2012 school year
  - LLC would reoccupy their previously held space
  - 6<sup>th</sup>, 7<sup>th</sup> and 8<sup>th</sup> grade students would receive dedicated classroom space

# Logistics- Plan B

- Adult Education and Literacy Program would return to the McNair Building for the 2011-2012 school year
  - AEL would re-occupy their previously held space
  - Funds would not be needed for rental of the space at the Freedom School