

GOVERNOR MCDONNELL'S FY12 PROPOSED BUDGET

FY12 estimates are based an enrollment projection of 12,410 as compared to 12,600 for FY11

Composite index for FY12 is .3727

State Funding Source	School Operating Budget for FY11	General Assembly Approved in 2010 for FY12	Governor Proposed for FY12
Sales Tax	11,363,928	11,742,093	12,243,505
Basic Aid	32,575,685	33,255,235	33,018,547
Composite Index Hold Harmless (Note 1)	635,502	314,220	0
Special Education - SOQ	3,129,976	3,082,778	3,082,778
Voc Ed - SOQ	442,623	435,948	435,948
Textbooks	415,276	376,628	376,628
Employer Shared Benefits (Note 2)	3,066,744	3,331,892	3,814,549
Technology Initiative	544,000	544,000	544,000
At Risk	74,162	73,132	73,262
Limited English Proficiency	92,779	95,440	110,577
Other State Funds	<u>2,181,677</u>	<u>2,189,827</u>	<u>2,092,579</u>
Total State Revenue (Note 3)	54,522,352	55,441,193	55,792,373
Change in State revenue as compared to FY11		918,841	1,270,021
VRS expenditure increases:			
VRS retirement rate increase		844,282	2,217,098
NET REDUCTION OR ADDITION TO AVAILABLE RESOURCES		74,559	(947,077)

Notes:

1. Last year the state approved a 50% hold harmless for the increase in the composite index from .3632 in FY10 to .3727 in FY12. The Governor's Proposed FY12 budget eliminates the hold harmless provision.
2. Employer Shared Benefits reflect the VRS rates (not including the employee share):

	Retirement and RHCC	Group life insurance
Rates in FY11	9.53	0.28
GA approved in 2010 for FY12	10.76	0.28
Governor Proposed for FY12	12.76	0.28

The adjustments in these rates also impact the expenditure side of the budget

3. Not included in the revenue projections above for FY12 for is \$1,491,267 in one-time federal Jobs Funds that is has not been allocated.

file: FY12 revenue est
1/10/2011