

**GENERAL ASSEMBLY FY12 ADOPTED BUDGET**

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

**Composite index for FY12 is .3727**

<b>State Funding Source</b>	<b>School Operating Budget for FY11</b>	<b>Governor Proposed for FY12</b>	<b>House Proposed</b>	<b>Senate Proposed</b>	<b>General Assembly Adopted</b>
Sales Tax	11,363,928	12,243,505	12,243,505	12,243,505	12,243,505
Basic Aid (Note 1)	32,575,685	33,018,547	32,131,081	32,979,623	32,979,623
Composite Index Hold Harmless (Note 2)	635,502	0	0	0	0
Special Education - SOQ	3,129,976	3,082,778	3,082,778	3,082,778	3,082,778
Voc Ed - SOQ	442,623	435,948	435,948	435,948	435,948
Textbooks	415,276	376,628	182,553	588,141	315,752
Employer Shared Benefits (Note 3)	3,066,744	3,814,549	3,292,967	3,612,144	3,612,144
Technology Initiative	544,000	544,000	544,000	544,000	544,000
Support for Personnel and Op Costs (Note 1)	0	0	704,477	0	0
Support for Construction and Op Costs (Note 4)	0	0	0	1,004,925	1,003,454
Other State Funds	<u>2,348,618</u>	<u>2,276,418</u>	<u>2,269,897</u>	<u>2,275,613</u>	<u>2,275,613</u>
<b>Total State Revenue (Note 5)</b>	<b>54,522,352</b>	<b>55,792,373</b>	<b>54,887,206</b>	<b>56,766,677</b>	<b>56,492,817</b>
<b>Change in State revenue as compared to FY11</b>		<b>1,270,021</b>			
<b>Change in State revenue as compared to FY12 Governor Proposed</b>			<b>(905,167)</b>	<b>974,304</b>	<b>700,444</b>
<b>VRS retirement expenditure increase or (decrease)</b>		<b>2,217,098</b>	<b>(1,372,816)</b>	<b>(569,718)</b>	<b>(569,718)</b>
<b>NET ADDITION OR (REDUCTION) TO AVAILABLE RESOURCES</b>		<b>(947,077)</b>	<b>467,649</b>	<b>1,544,022</b>	<b>1,270,162</b>

**Notes:**

1. The House proposal for Basic Aid eliminates funding for school bus replacement and lottery funding for textbooks. The funds that are freed up with those reductions are included in a new line item called Support for Personnel and Operating Costs to fund at the discretion of the School Board a 2% one-time, non-recurring bonus. The state funding for the 2% bonus only covers the state share of SOQ funded positions. Additionally, the School Division would be required to provide the funds to extend the 2% bonus to non-SOQ funded positions.

In effect, if the school division provides the 2% bonus, funding for other programs and services will have to be cut since there is no new state funding supporting that initiative.

If the School Division does not provide a 2% one-time, non-recurring bonus payment the Personnel and Operating Costs funding may be used to purchase buses, textbooks, or other one-time educational related items.

The House proposal also eliminates funding for resource teachers for grades 6 and 7.

The General Assembly adopted budget for Basic Aid was the same as the Senate proposal.

2. The Governor's Proposed and the House FY12 budgets eliminate the hold harmless provision. The Senate proposal restores the hold harmless by way of an increase in per pupil funding of \$129.81 (see note 4) and an additional \$16.6 million that "makes whole" all school divisions affected by the hold harmless payment.

The General Assembly adopted budget for the hold harmless was the same as the Senate version except that the per pupil amount was changed to \$129.62

3. Employer Shared Benefits reflect the VRS rates (not including the employee share):

	Retirement and RHCC
Rates in FY11	9.53
GA approved in 2010 for FY12	10.76
Governor Proposed for FY12	12.76
House Proposed for FY12	10.76
Senate Proposed for FY12	11.93
General Assembly Adopted for FY12	11.93

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

4. The Senate included funding for an account titled "Support for Construction and Operating Costs". For the York County School Division the amount included in the account is \$1,004,925. These are one-time funds that may be used for any educational purpose

The General Assembly approved the Senate version with the slightly lower per pupil amount as noted in Note 2 above  
These are one-time funds that must be used for operational costs of the school division and may NOT be used for capital expenses or debt service.

5. Not included in the revenue projections above for FY12 is \$1,265,438 in one-time federal Jobs Funds that has not been allocated.

file: FY12 revenue est

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