

GOVERNOR MCDONNELL'S FY13 PROPOSED BUDGET

FY13 estimates are based an enrollment projection of 12,350 as compared to 12,410 for FY12

Composite index for FY12 is .3727 and .4049 for FY13

State Funding Source	School Operating Budget for FY12	Governor Proposed for FY13	Difference	
			\$	%
Sales Tax	12,243,505	12,160,235	(83,270)	-0.68%
Basic Aid	32,979,623	31,531,977	(1,447,646)	-4.39%
Support for Operating Costs	1,003,454	0	(1,003,454)	-100.00%
Special Education - SOQ	3,082,778	3,064,735	(18,043)	-0.59%
Voc Ed - SOQ	435,948	264,581	(171,367)	-39.31%
Textbooks	315,752	659,469	343,717	108.86%
Employer Shared Benefits (Note 1)	3,612,144	4,894,756	1,282,612	35.51%
Technology Initiative	544,000	544,000	-	0.00%
At Risk	73,202	106,983	33,781	46.15%
Other State Funds	<u>2,202,411</u>	<u>2,174,429</u>	<u>(27,982)</u>	-1.27%
Total State Revenue	56,492,817	55,401,165	(1,091,652)	-1.93%

Change in State revenue as compared to FY12 (1,091,652)

VRS expenditure increases:

Professional Group

VRS retirement rate increase	3,272,087
VRS RHCC rate increase	313,089
VRS group life rate increase	558,649

Non-Professional Group

VRS retirement rate increase	249,628
VRS group life rate increase	110,474

Total VRS increased cost 4,503,927

NET REDUCTION TO AVAILABLE RESOURCES (5,595,579)

Note 1:

Employer Shared Benefits reflect the following VRS rates.
The adjustments in these rates also impacts the expenditure side of the budget.

Professional Group		
	Retirement and RHCC	Group Life
Rates in FY12	11.93	0.28
Governor Proposed for FY13	<u>17.77</u>	<u>1.32</u>
Increase in rate	5.84	1.04

Non-professional group		
	Retirement	Group Life
Rates in FY12	11.64	0.28
VRS actuarial rate for FY13	<u>13.99</u>	<u>1.32</u>
Increase in rate	2.35	1.04

Note 2:

Increases for state and federal grants will be added to revenues and expenditures when the amounts are determined.