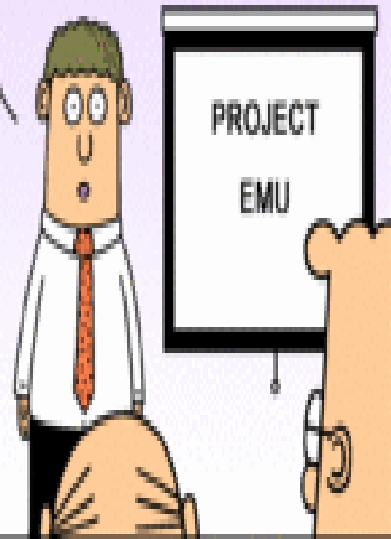


Lexington R-V School District

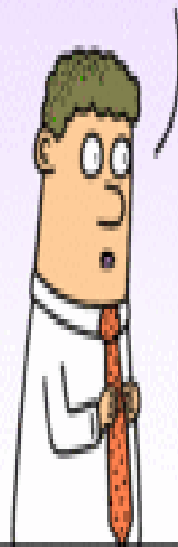
April 2012 Ballot Issue

I COULD HAVE E-MAILED
YOU MY POWERPOINT
DECK, AND YOU COULD
HAVE READ IT IN FIVE
MINUTES.



Dilbert.com DilbertCartoonist@gmail.com

BUT I PREFER MAKING
YOU SIT HERE FOR AN
HOUR WHILE I READ
EACH BULLET POINT
IN SLOW MOTION.



2/22/10 ©2010 Scott Adams, Inc./Dist. by UFS, Inc.

P-O-I-N-T
N-U-M-B-E-R
O-N-E...

YANK THIS
AS HARD AS
YOU CAN.



12-13 Financial Outlook

\$260,000	State Formula Funding due to pro-ration (Federal Money – Job Bill/ARRA gone in 2012-13)
\$90,000	Line Item Withholdings (Transportation, PAT, Career Ladder, Technology, Prof. Dev.)
\$59,000	Declining Enrollment
<u>\$251,000</u>	<u>Current Deficit</u>
\$650,000	TOTAL (\$1.41 levy value)

Tier I Reductions (12-14-11)

To Coincide with Levy Increase

	Alternative	Savings	Levy \$	
1	2.0 FTE Attrition	\$76,235	\$0.16	
2	Admin Sal/Benefits	\$16,595	\$0.03	\$177,929 in salaries
3	Non- instructional equipment	\$10,000	\$0.02	
4	1.5 Non-Instructional Classified	\$53,455	\$0.11	2.5 FTE Involuntary (non-instructional)
5	4 Day week	\$164,049	\$0.35	
6	Certified Support Staff 1.0 FTE	\$51,879	\$0.11	
	TOTAL	\$372,213	\$0.78	

Board of Education Action (2009-2011)

\$1,155,000 in cuts

- Certified Staff
 - 1.5 FTE involuntary
 - 7.0 Through attrition
- Administrative Staff
 - Eliminated – 2.5 FTE.
 - Eliminated District Paid Cell Phone Reimbursements for Administration
 - Reduced Admin. Benefits
- Classified Staff – 5.0 FTE
- Reduction in Insurance Benefits
- Cuts in certified salaries
 - Career Ladder Salaries (Teachers)
 - Incremental Salary Schedule
 - Extra duty stipends/positions
 - Extra Contract days
- Programs
 - Family and Consumer Sciences
 - Business/Marketing Combo
 - CTE Study Skills
 - PAT Reduction
- Athletic
 - Coaches - 3
 - Bus Consolidation
 - Eliminate overnight trips
 - Coaches salaries
- Maintenance/Custodial Contract
- Limited Travel Per Diem
- Consolidation of locations (Board of Education/SSC)

We have used every alternative within our means over the past three years to prevent the need for a levy increase.

Local Schools Taking Similar Action Recently

<u>District</u>	<u>Date</u>	<u>Amount</u>	<u>Approval %</u>
Concordia	2010	\$0.45	65%
Santa Fe	2010	\$0.95	75%
Higginsville	2011	\$0.62	65%

What makes Lexington R-V different from other districts?

- All districts are facing a 9% to 15% shortfall in 12-13 state revenues
 - Our balances are lower than surrounding schools
 - Fund Balance Carryover = time
 - With 10%-13% balances **we don't have the luxury of time.**
\$1,300,000 in the bank / \$650,000 shortfall = 2 years
 - We have made \$1,155,000 in reductions over three years with another set of reductions coming.
 - **There are a finite number of reductions that can be made without seriously impacting the education we provide**

Board of Education Action (2012-13) Additional Cuts + Levy Issue

Tier I Reductions (\$0.78) Approved for 12-13 \$372,213

- PLUS -

Resolution approved for a \$0.63 Levy \$300,525

BALANCES THE BUDGET (\$1.41)

If the levy does not pass we will implement

Tier II Reductions equal to the \$0.63 amount \$305,975

Impact on Your Taxes - to the penny -

$$\frac{\text{Valuation}}{\text{Valuation}} \times 0.63 / 100 = \frac{\text{Increase amount}}{\text{Increase amount}}$$

Impact on Your Taxes

■ Real and Personal Property

- The increase will cost patrons an additional \$12 per every \$10,000 of APPRAISED value.

■ Agricultural Property

- The increase will cost patrons an additional \$7.50 per every \$10,000 of APPRAISED value.

■ Commercial Property

- The increase will cost patrons an additional \$20 per every \$10,000 of APPRAISED value.

Impact on Real/Personal Property Taxes

Approximate Market value	Assessed Value (19%)	Annual increase	Monthly	Daily
\$75,000	\$14,250	\$90	\$7.48	\$0.25
\$100,000	\$19,000	\$120	\$9.98	\$0.33
\$150,000	\$28,500	\$180	\$14.96	\$0.50
\$250,000	\$47,500	\$299	\$24.94	\$0.83

Impact on Agricultural Land

Land Grade	Assessed Land Value (12%)	Annual Increase per Acre
Grade 1 Land	\$175 per Acre	\$0.13
Avg Grade Land	\$500 per Acre	\$0.38
Grade 6 Land	\$850 per Acre	\$0.64

Impact on Commercial Taxes

Appraised Commercial Value	Assessed Value (32%)	Annual Increase
\$20,000	\$6,400	\$40.42
\$50,000	\$16,000	\$50.53
\$100,000	\$32,000	\$101.05

MRVC/Lafayette County OPERATING Tax Levies

CURRENT (2001-2012)

<u>District</u>	<u>Funds 1,2 & 4</u>
Carrollton	\$4.871
Santa Fe	\$4.55
Excelsior Springs	\$4.25
Harrisonville	\$4.2072
Richmond	\$4.0956
Grain Valley	\$3.9677
Concordia	\$3.95
Wel-Nap	\$3.909
Higginsville	\$3.8862
Holden	\$3.75
Odessa	\$3.7113
Oak Grove	\$3.68
Pleasant Hill	\$3.6608
Lexington	\$3.5706

WITH \$0.63 INCREASE

<u>District</u>	<u>Funds 1,2 & 4</u>
Carrollton	\$4.8717
Santa Fe	\$4.55
Excelsior Springs	\$4.25
Harrisonville	\$4.2072
Lexington	\$4.2006
Richmond	\$4.0956
Grain Valley	\$3.9677
Concordia	\$3.95
Wel-Nap	\$3.909
Higginsville	\$3.8862
Holden	\$3.75
Odessa	\$3.7113
Oak Grove	\$3.68
Pleasant Hill	\$3.6608

Tier II Reductions - BOE 12-14-11

to be implemented if Levy Issue does not pass

	Alternative	Savings	Levy \$	
	\$600 salary cut – all employees (benefit contributions)	\$60,780	\$0.12	
	LMS Athletics	\$21,000	\$0.04	
	Minutemen Academy - 1.0 FTE	\$23,314	\$0.05	\$166,394 in salaries
	LBS Recovery Room - 1.0 FTE	\$23,106	\$0.05	
	Reduce Technology	\$25,000	\$0.05	3.0 Involuntary (1.0 instructional)
	Busing Radius	\$114,581	\$0.24	
	Certified Staff 1.0 FTE	\$38,194	\$0.08	
	TOTAL	\$305,975	\$0.63	

Misconceptions Revealed

- Teacher Salaries are too high.
 - Teachers are making \$600 to \$5,600 less than they were 4 years ago
 - Retirement, health insurance, Career Ladder, etc..

- Administrators are not facing reductions.
 - \$16,595 in Administrative salaries and benefits in this set of reductions
 - From 2009-2011 we reduced 2.5 Administrative Positions (25% of staff).
 - We are at or near state minimum for Admin:Student Ratio for accreditation.

- Tuition-Driven programs should be reduced. (Lex-La-Ray, LPN, SSC, ECC)
 - Cuts in these programs reduce tuition, and do NOT yield savings for the district.
 - Sale of SSC, lease of LPN Space – annual savings.
 - ECC move back to campus – no savings.
 - We can host the programs and control the costs – or pay someone else's tuition.

- 4-day alternative should be in Tier II.
 - \$650,000 = \$1.41 levy value
 - Tier I cuts (including 4-day week) = \$372,000 – or- \$0.78 levy value
 - Balance = \$0.63 levy issue
 - 4-day week in Tier II = \$0.98 levy issue
 - Cripple businesses and property owners. Long-term WORSE.
 - Answer: 4-day week mathematically HAS to go into Tier I.

Summary

- Including Tier I for 2012 we have made over \$1,500,000 in cuts in 4 years.
- Current levy is no longer sufficient.
- Last levy increase was 16 years ago.
- Anticipated \$650,000 budget deficit in 12-13
- Combined strategy to balance the budget and avoid drastic Tier II cuts.
 - \$372,213 in 12-13 Tier I Reductions
 - \$0.63 levy increase needed to fill gap.

Questions?