

# Blount County Budget Committee

## May 17, 2010 5:30 pm

### Committee Members:

Jerry Cunningham, John Keeble, Mike Lewis, Kenneth Melton & Steve Samples

- A. ROLL CALL
- B. INPUT ON ITEMS ON THE AGENDA
- C. DISCUSSION / POSSIBLE ACTION REGARDING:
  - 1. Pursuant to T.C.A § 5-12-107 (a) (1) Budget Committee will recommend FY 10-11 budget to the Commission for their review only-*Item will be under **Information Only** in the Commission packet for the May 20<sup>th</sup> Commission meeting*
- D. INPUT ON ITEMS NOT ON THE AGENDA

# FY 2010-2011 Budget

Presentation to Commission Budget  
Committee – May 17, 2010

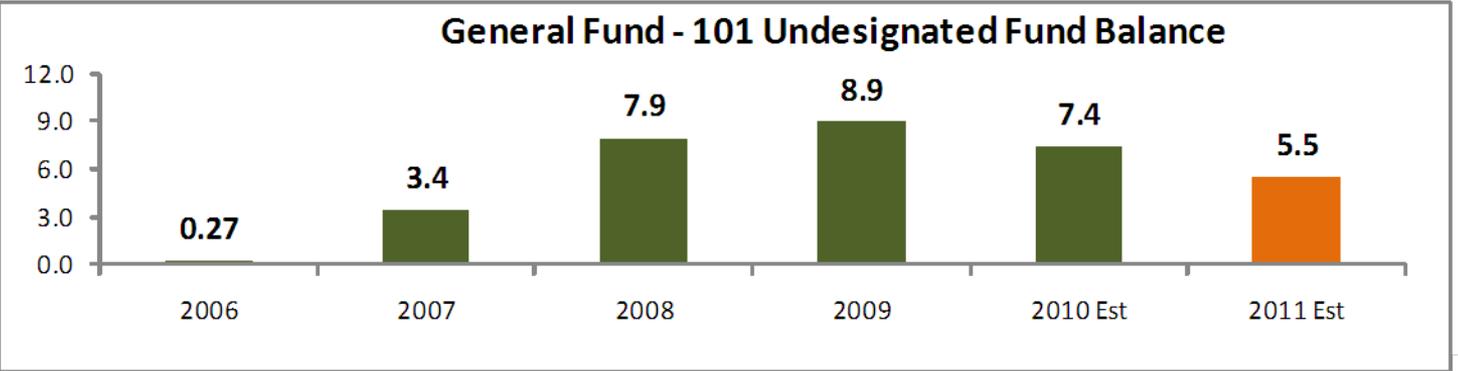
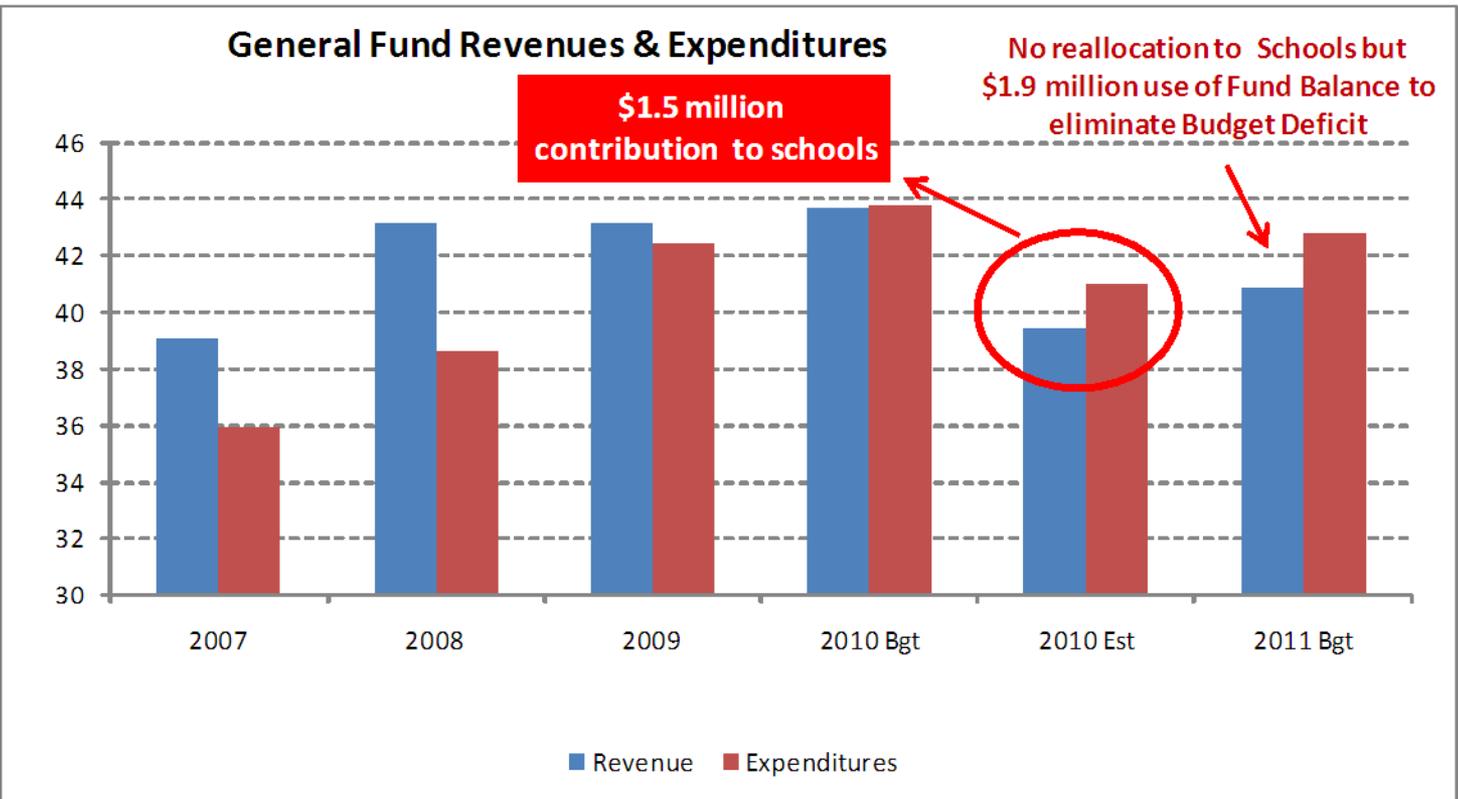
# Agenda

- Review Scenario Planning for the FY 2010-11 Budget under various property tax rates and allocations between General County, Debt Service, and Schools
  - To set the context – look at appropriations and revenues for each fund, with adoption of preliminary certified rate (\$2.04) and no reallocation of the tax rate
  - Review a new base case, balancing the budgets with reallocation of the certified property tax rate and the use of fund balance (no change in Schools appropriations from May 11 Agenda meeting)
  - Review Case B, which keeps the tax rate at its current level of 2.23, with some reallocation of tax rate and increases in the Schools appropriations budget
  - Review Case C, which sets the property tax rate at \$2.15, with some reallocation and increases in the Schools appropriations budget, but less than in Case B
- Budget Committee will select which case to recommend to the full Commission as the official FY10-11 balanced budget

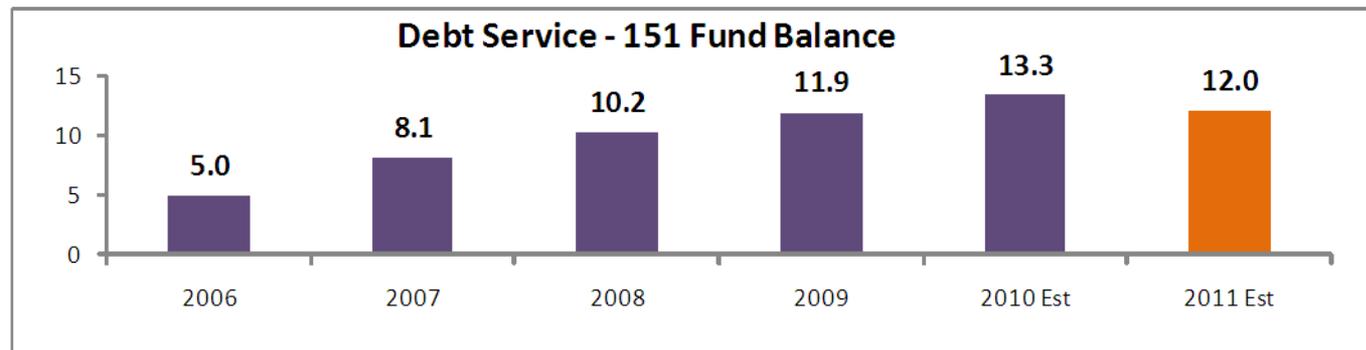
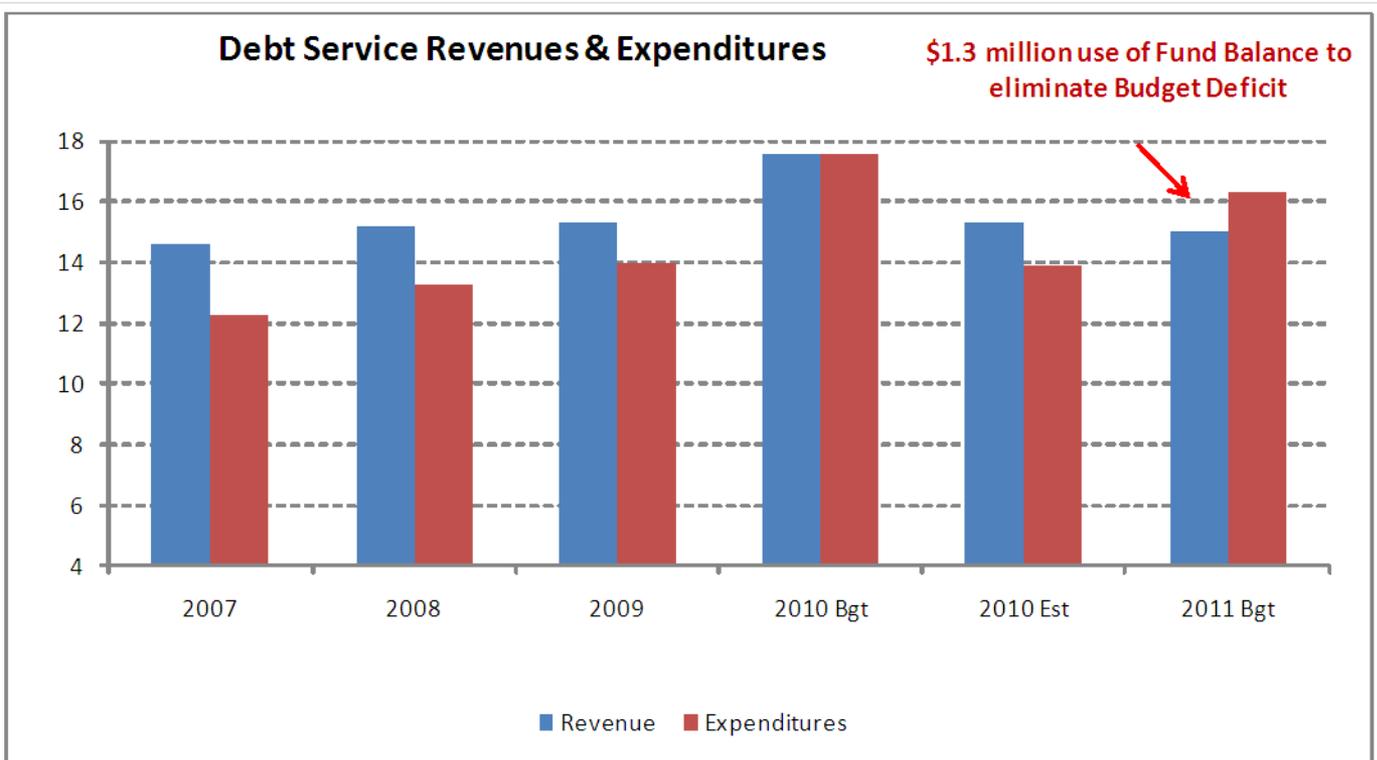
## Context

Appropriations and revenues for each fund, with adoption of preliminary certified rate (\$2.04) and no reallocation of the tax rate

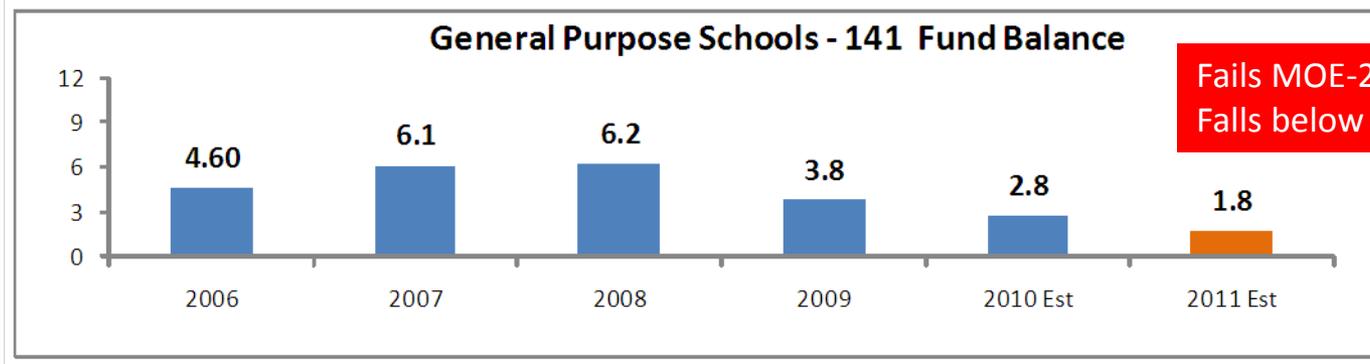
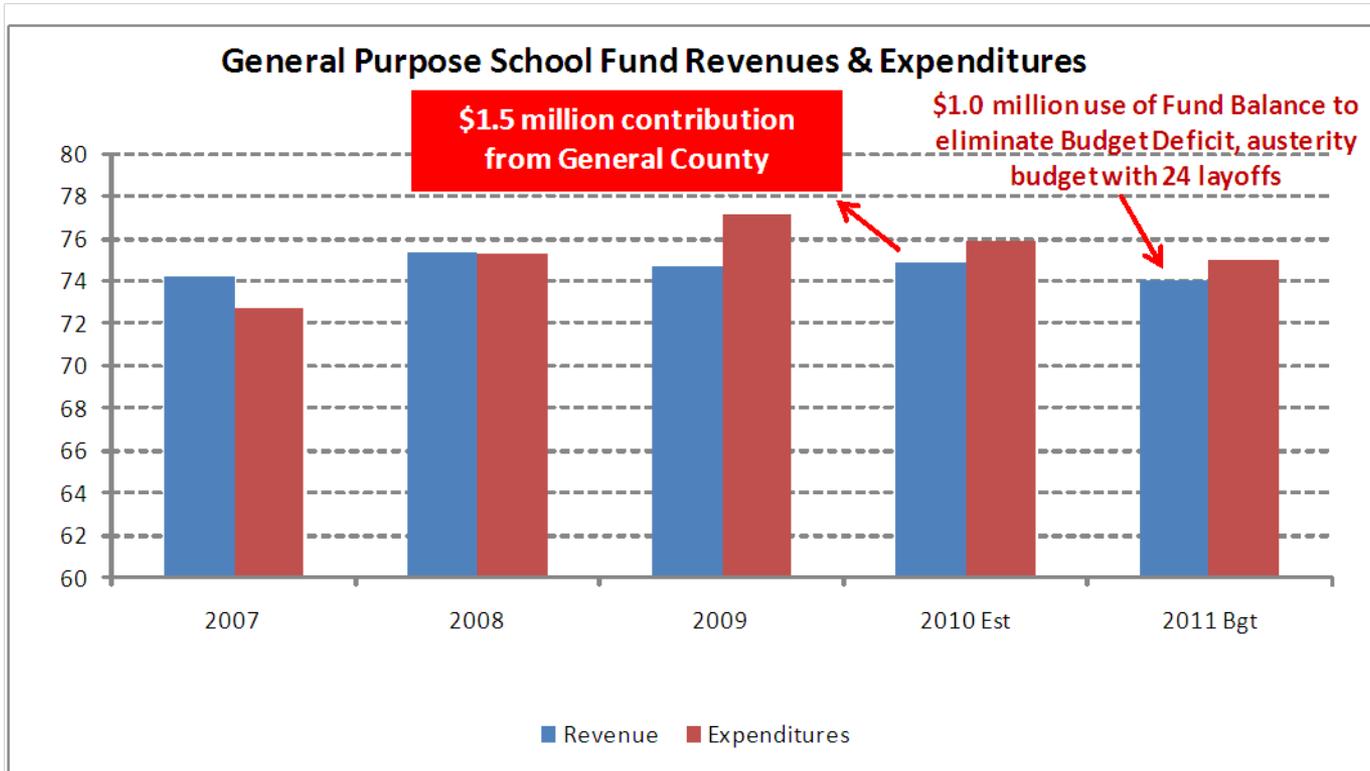
# General County



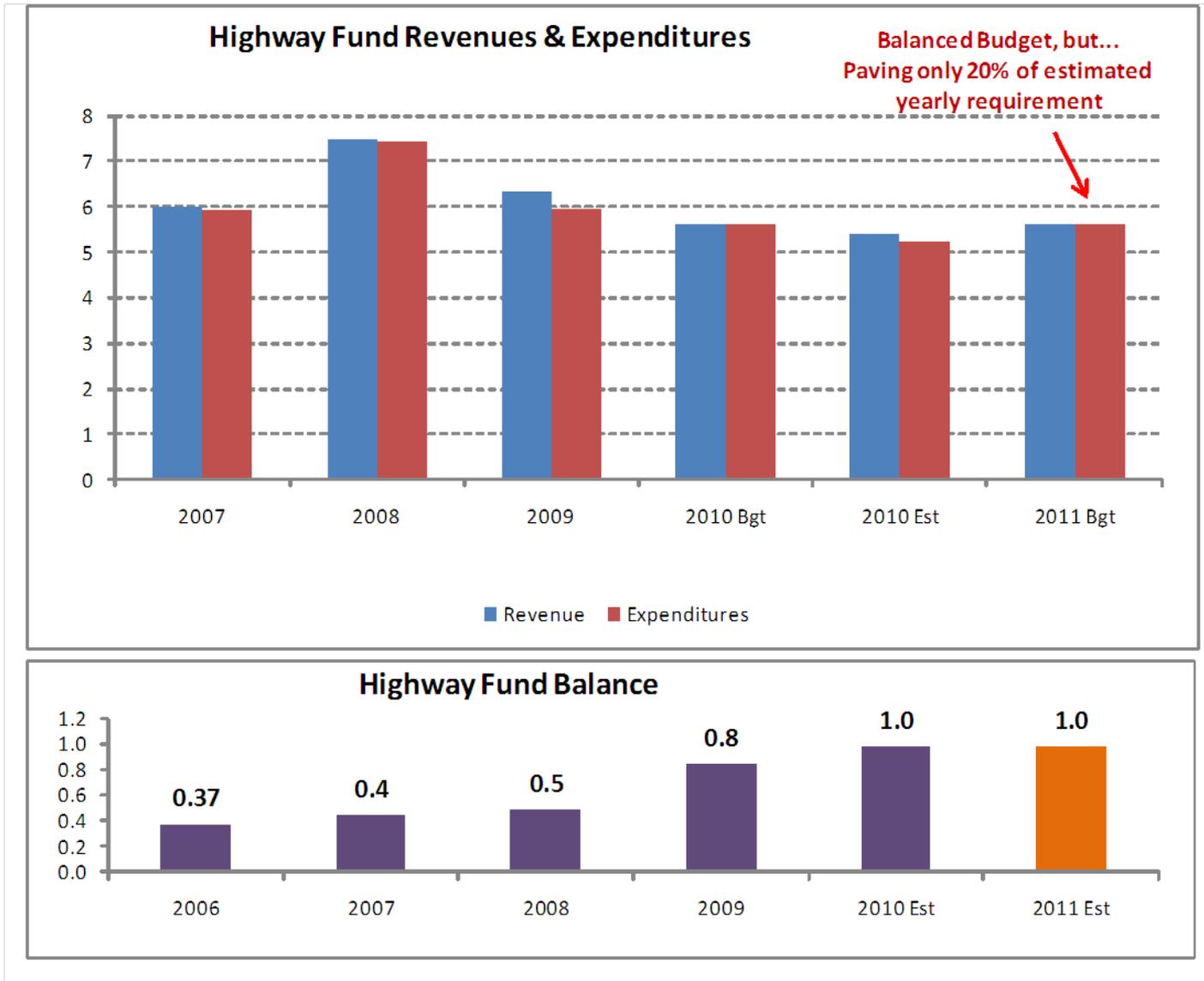
# Debt Service



# Blount County Schools



# Highway Department



## A new base case

Adoption of the Certified Tax Rate

(Assumes Revenue Neutral - i.e. 95% collection rate)

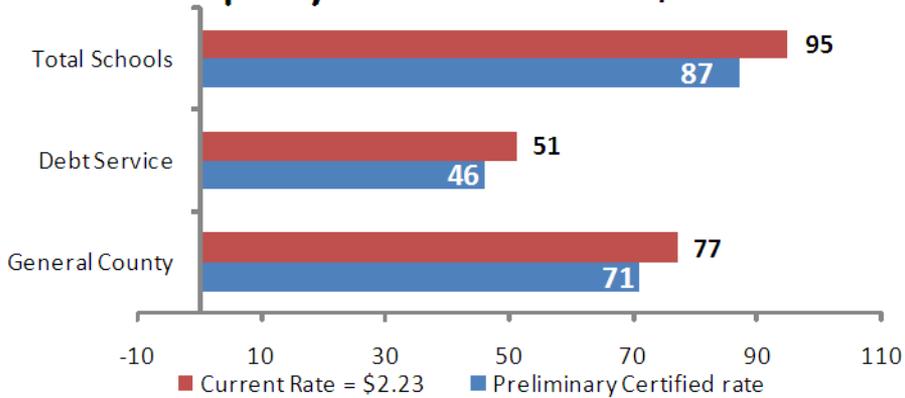
Balancing the budgets with 6c reallocation of the certified property tax rate from Debt Service Share to Schools and the use of fund balance in 101 Gen County

(no change in Schools appropriations)

# New Base Case

## Certified Tax Rate - No Reallocation

### Property Tax Allocation - \$2.04

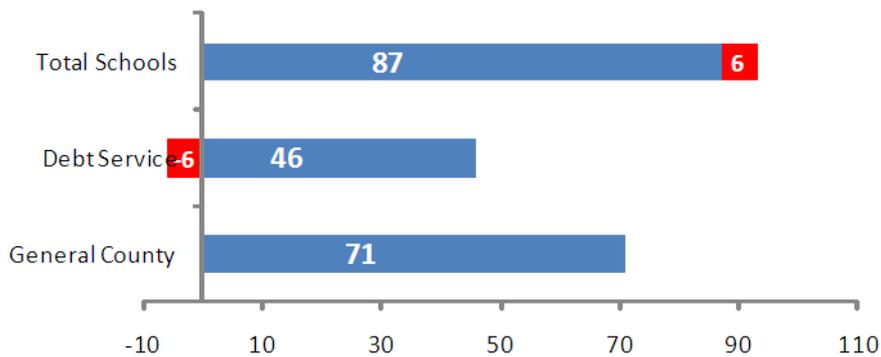


### Property Tax Allocation - \$50.6

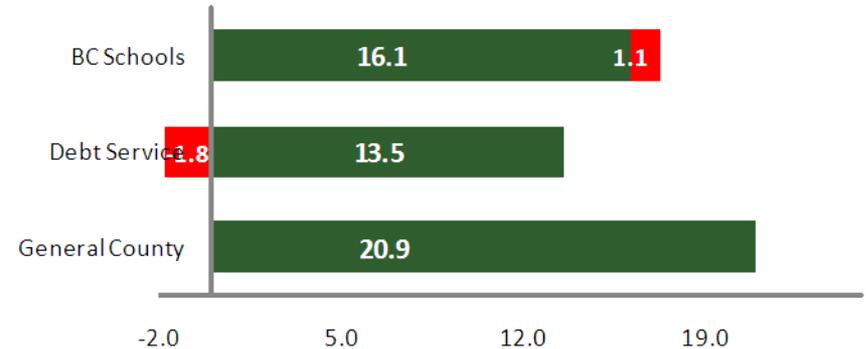


## Certified Tax Rate - 6c Reallocation

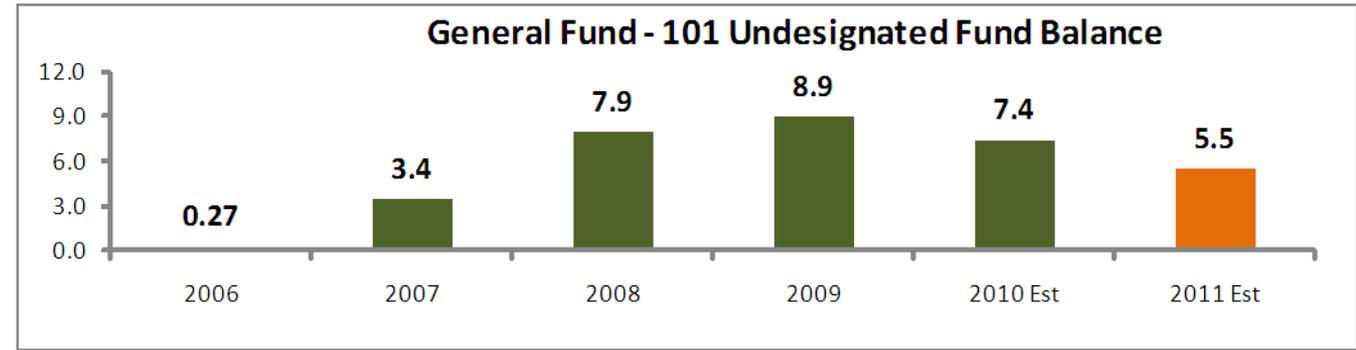
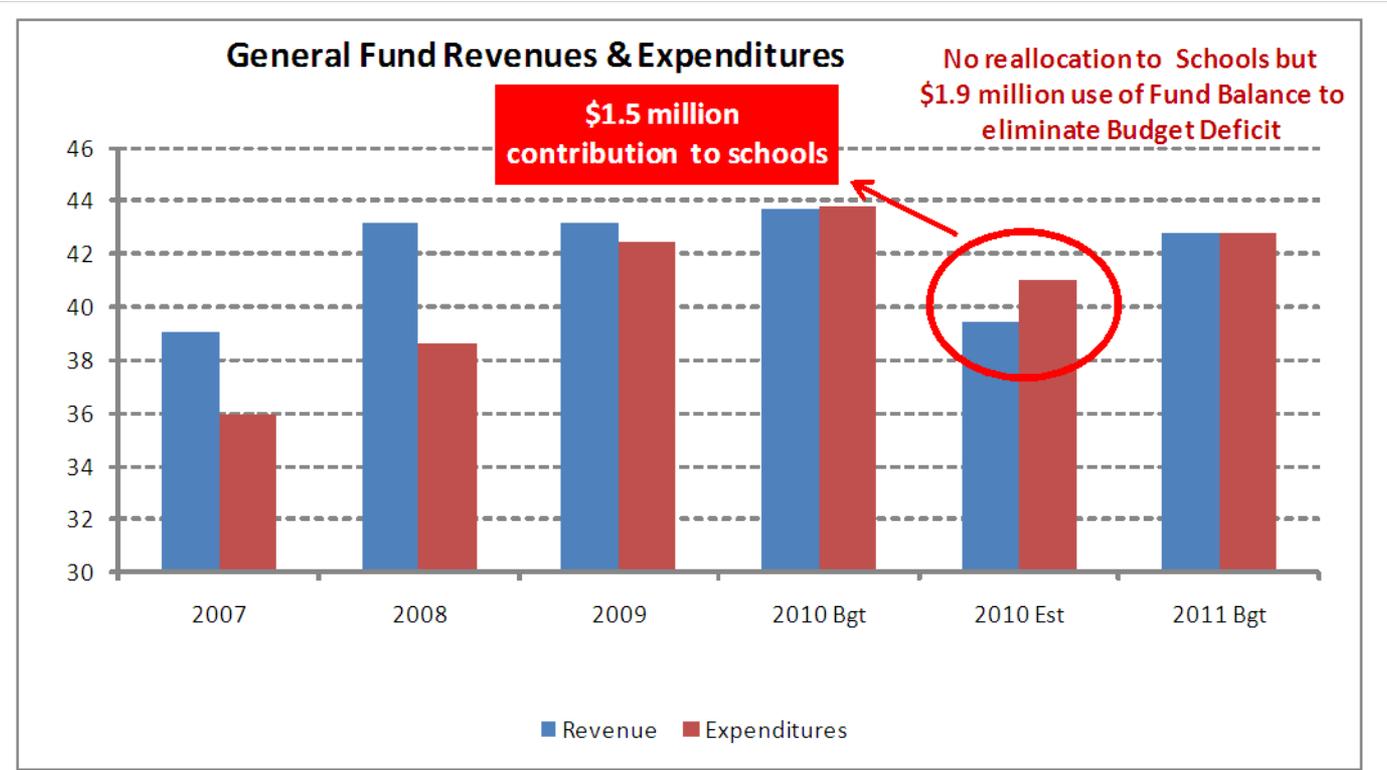
### Property Tax Allocation - \$2.04



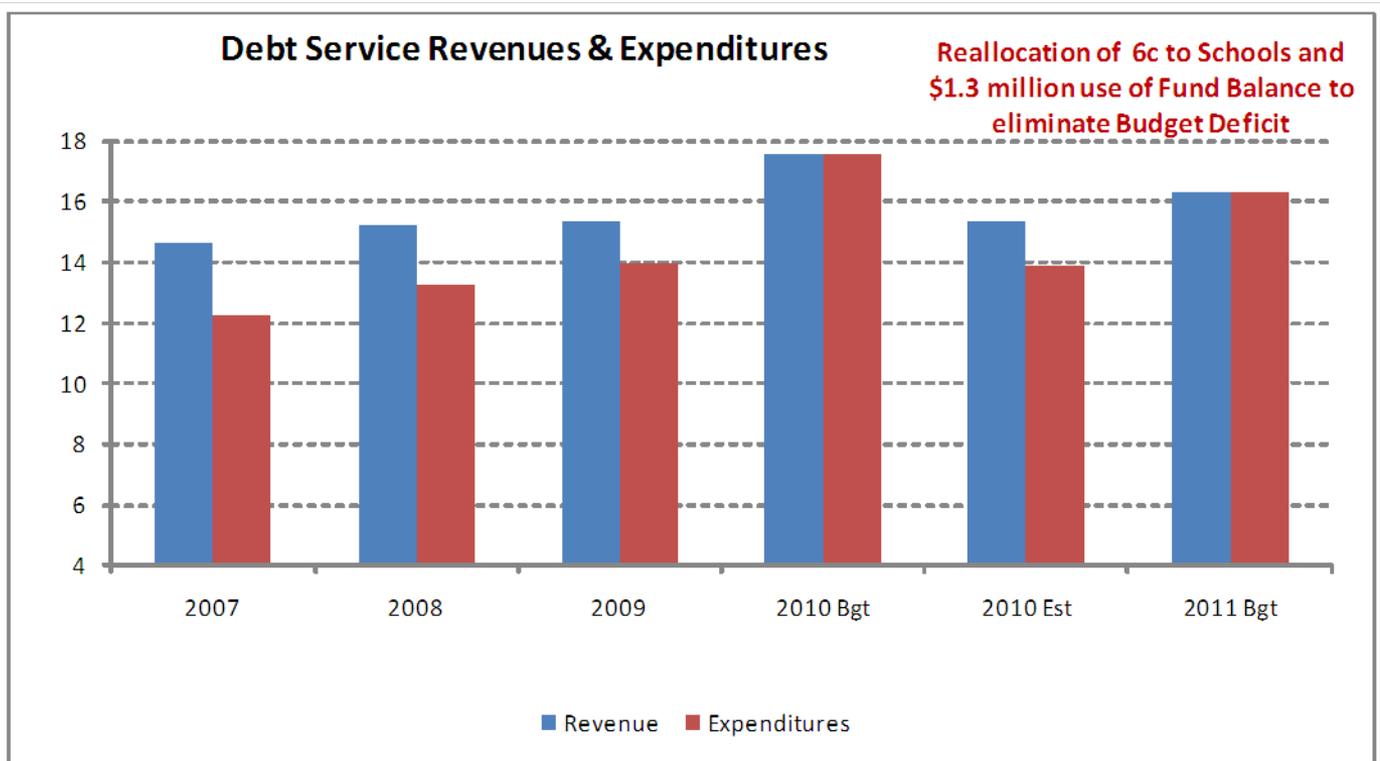
### Property Tax Allocation - \$49.8



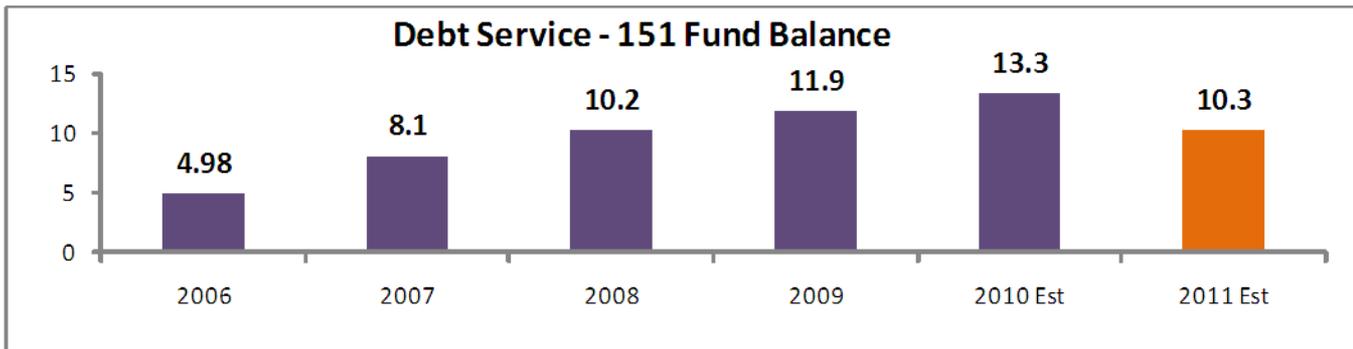
# General County



# Debt Service

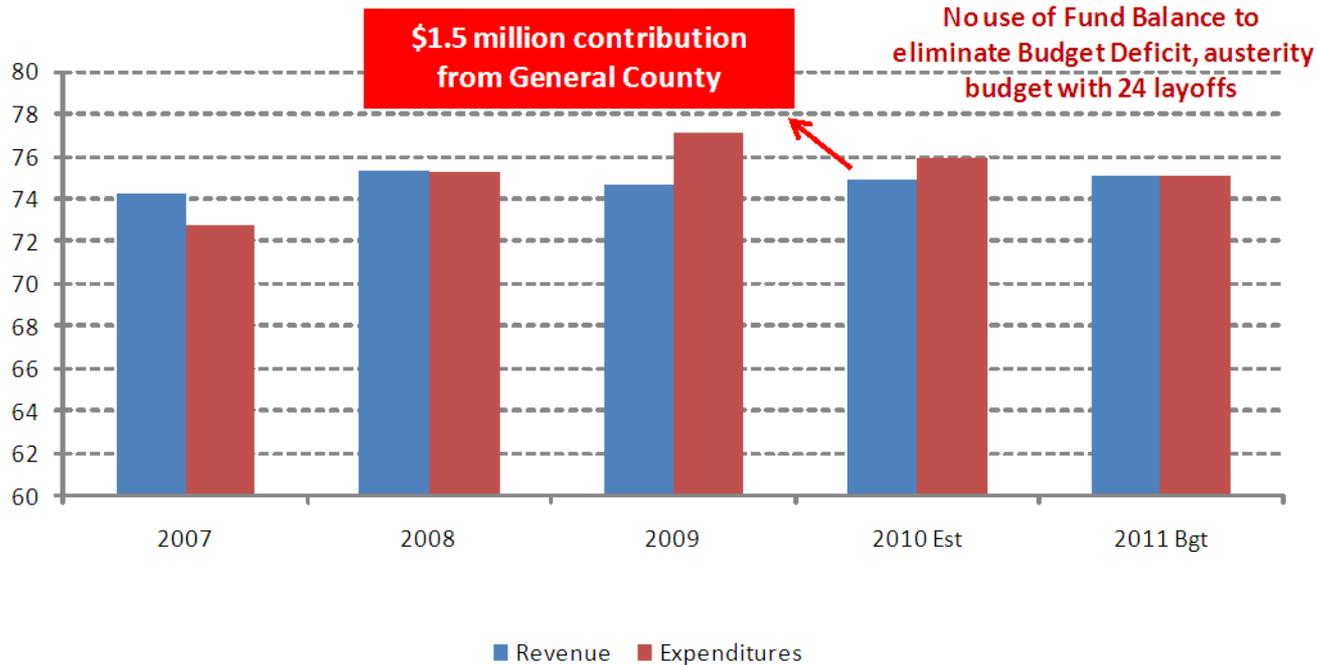


Does not provide  
For termination of  
B-18-A Swaps



# Blount County Schools

**General Purpose School Fund Revenues & Expenditures**



\$75.0 million  
Appropriations

**General Purpose Schools - 141 Fund Balance**



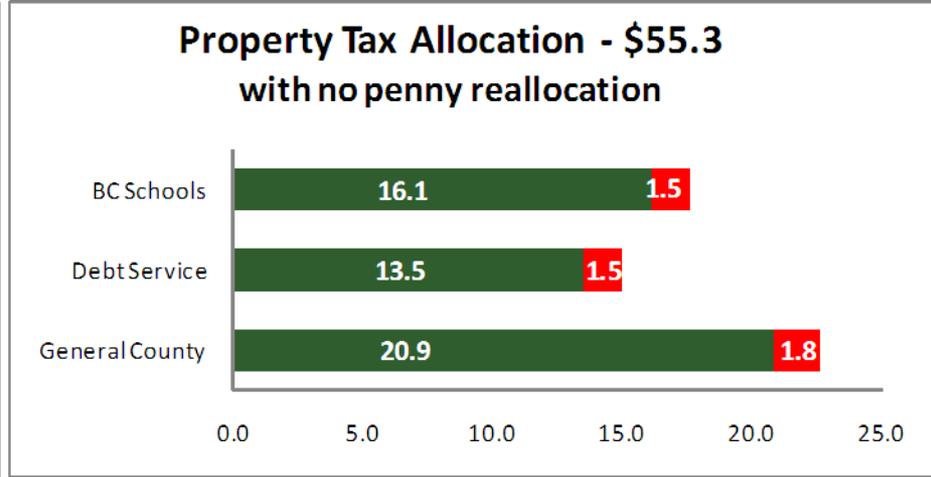
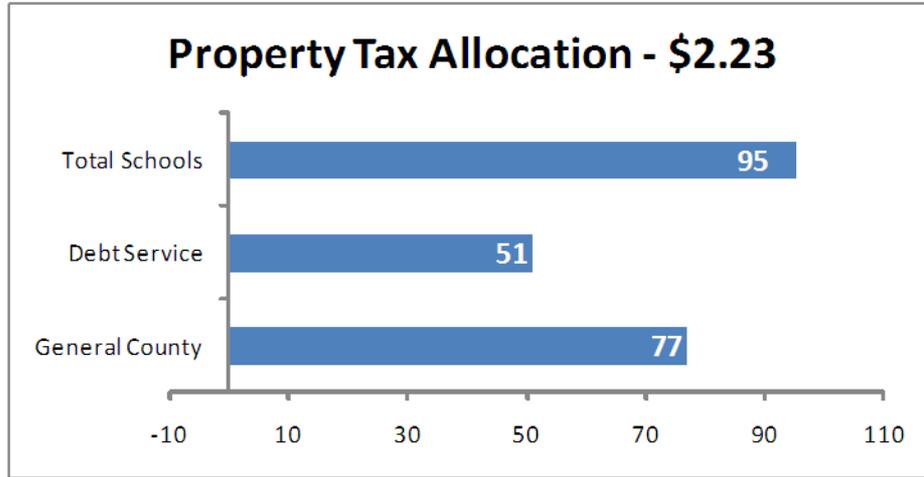
## Case B

Keeps the tax rate at its current level of 2.23, with reallocation of tax rate from Debt Service and \$1.5 million increase in the Schools appropriations budget (no layoffs plus \$500k add backs)

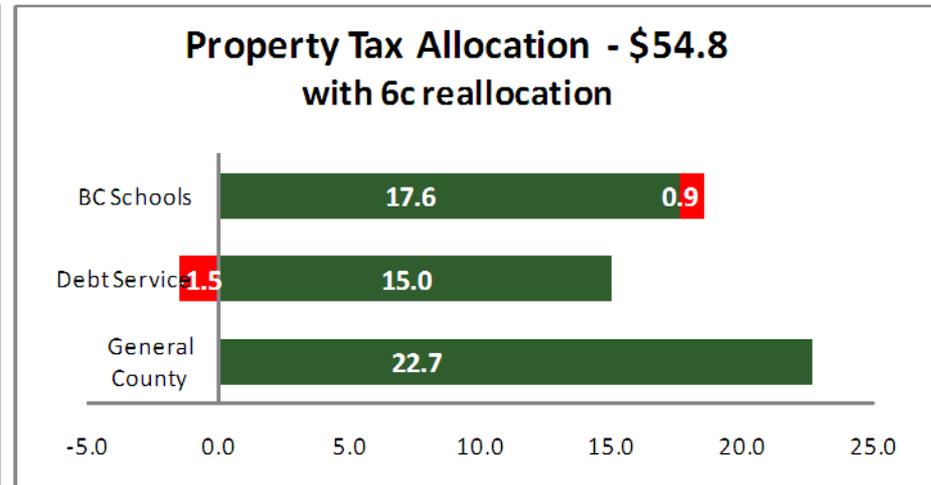
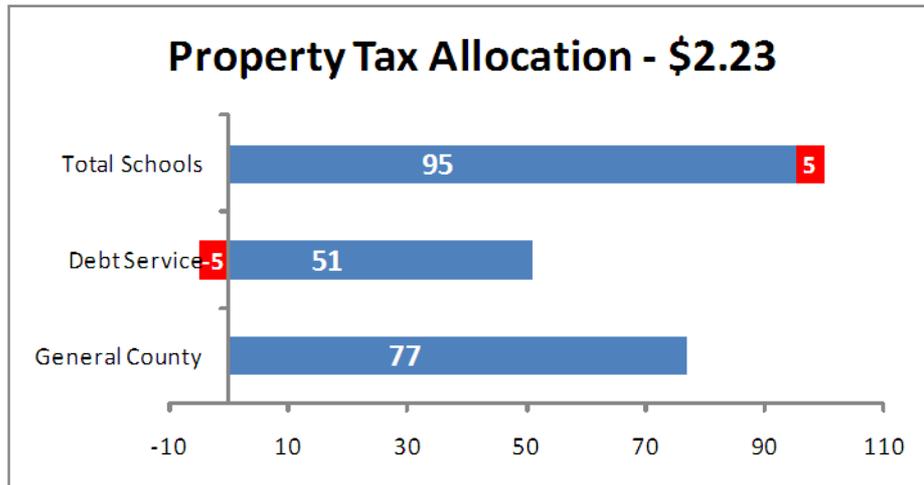
\$5.6 million Revenue Enhancement  
from increased property values  
(\$4.2 to Blount County)

# Case B - \$2.23 property Tax Rate

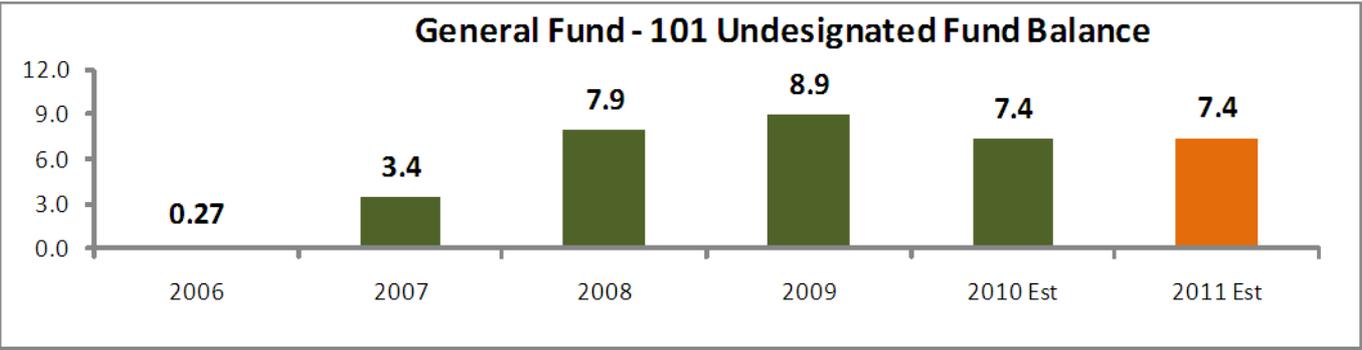
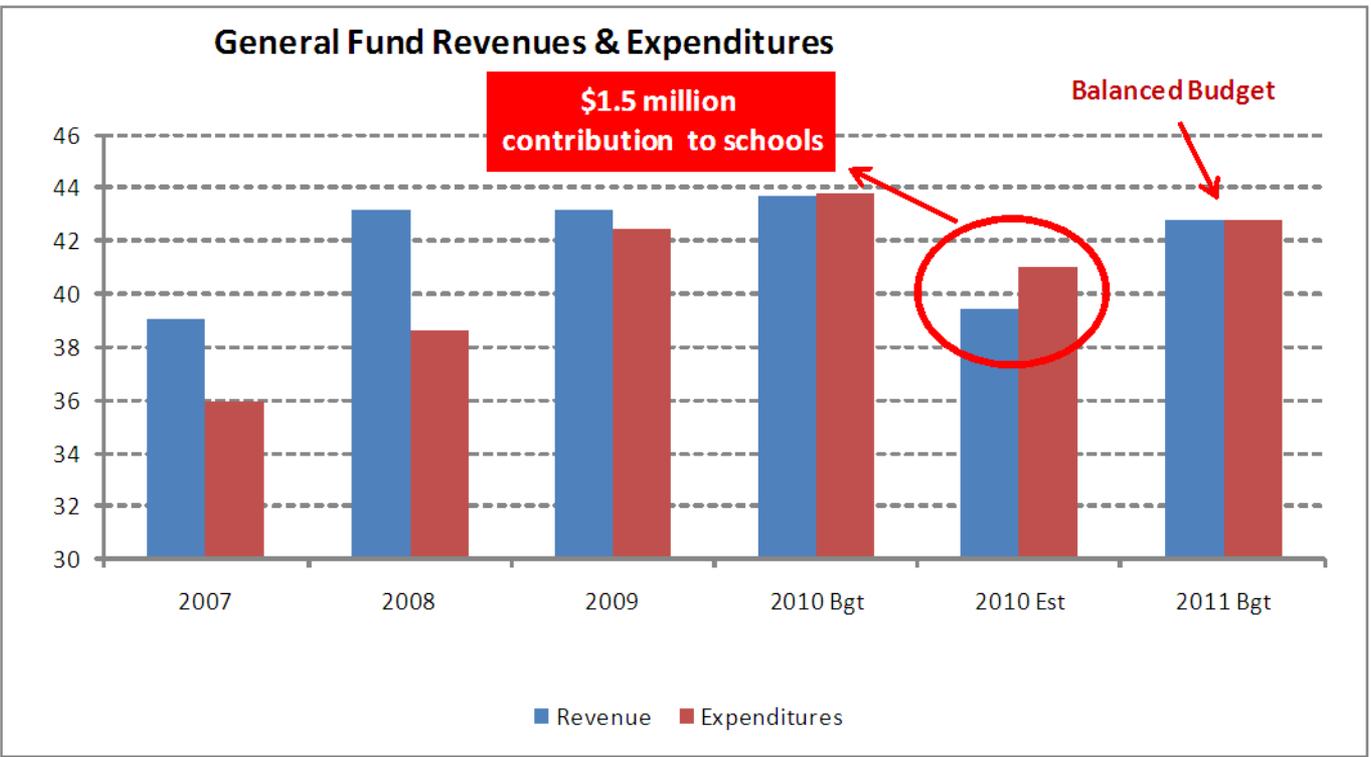
## Current Tax Rate - No Reallocation



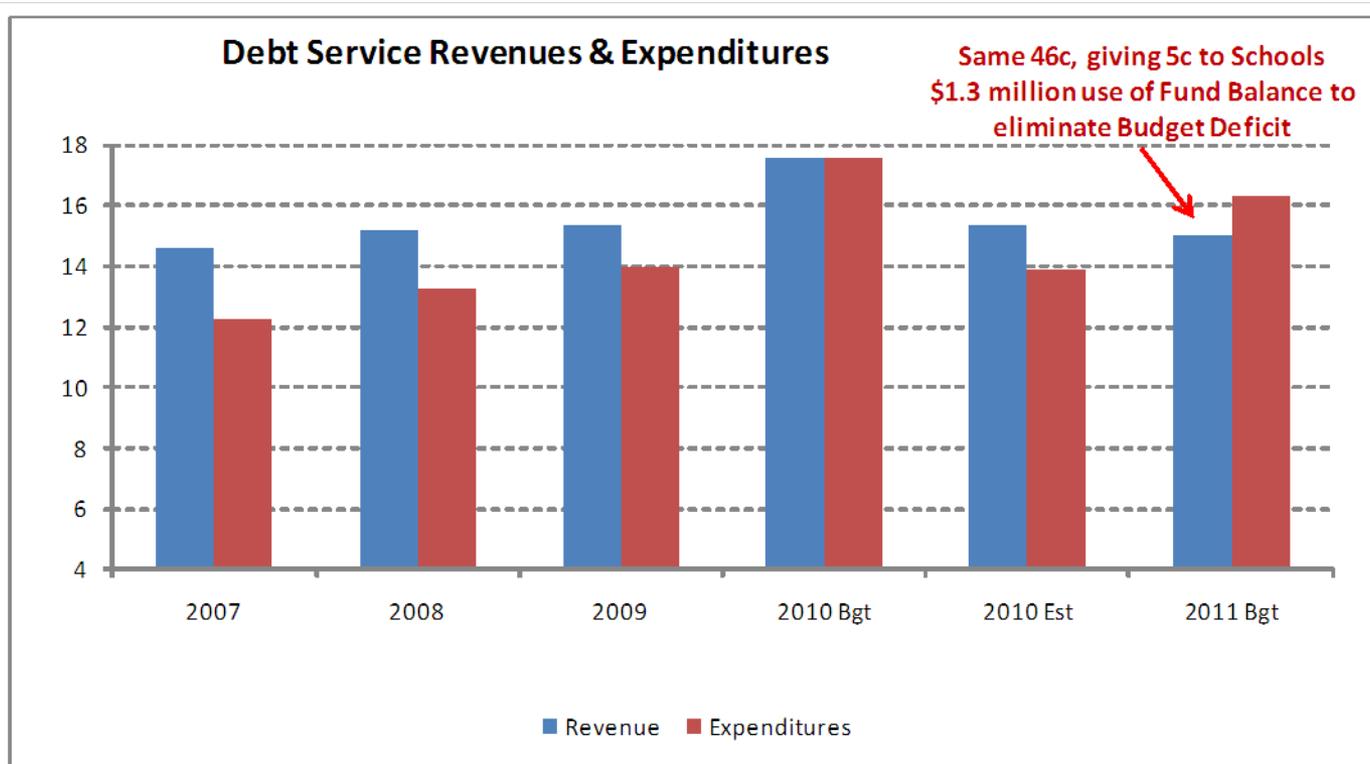
## Current Tax Rate - 6c Reallocation



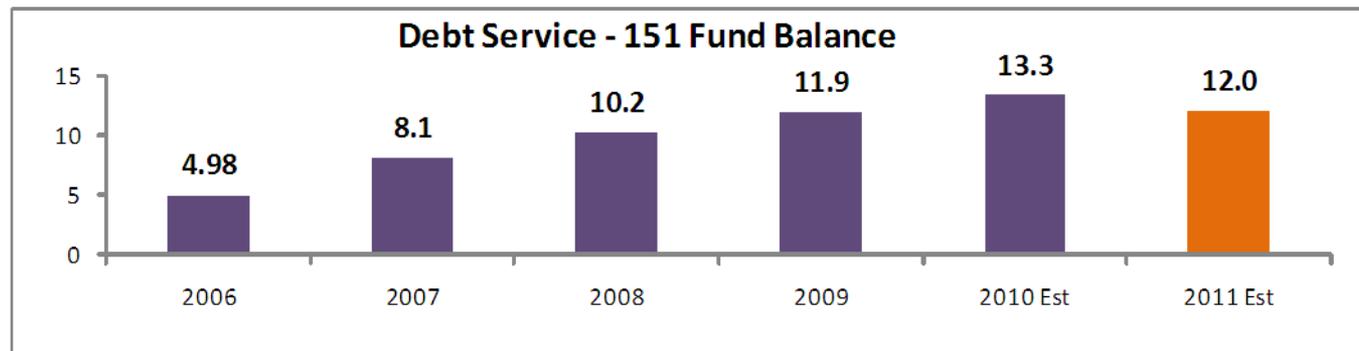
# General County



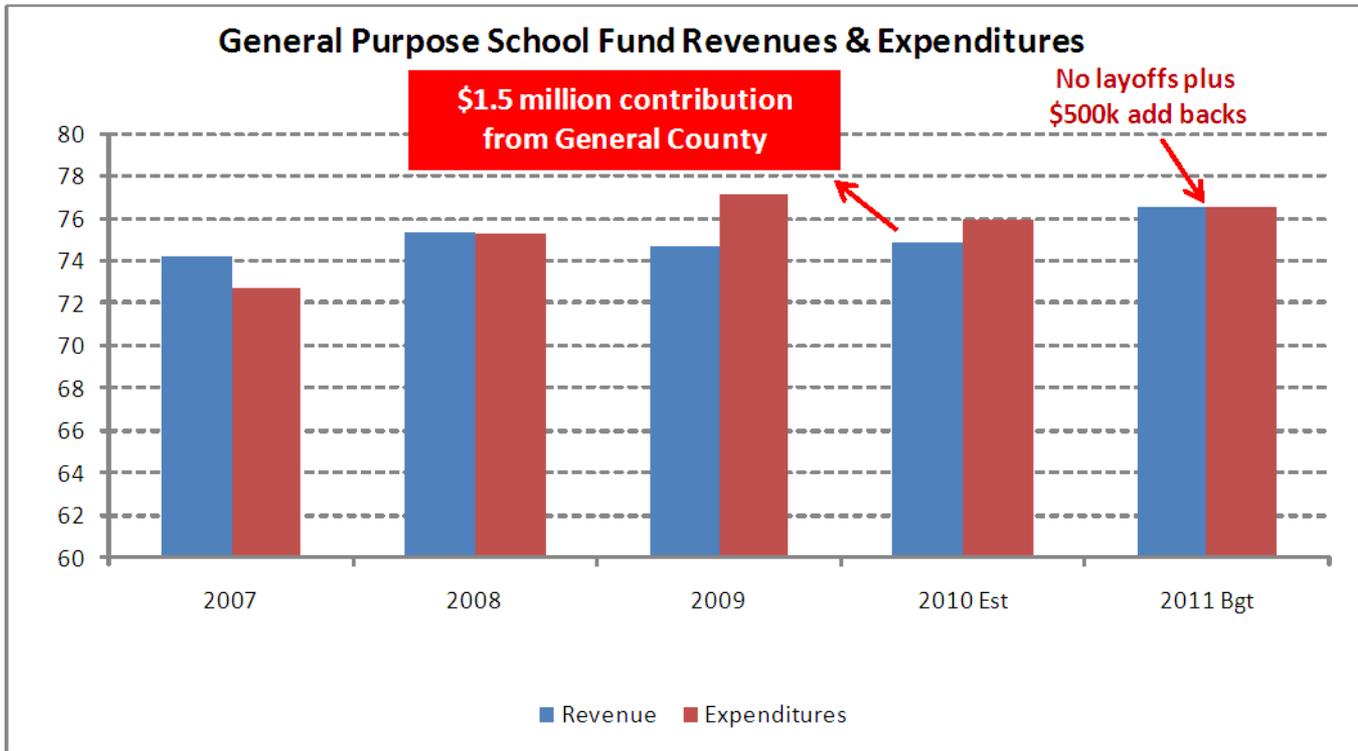
# Debt Service



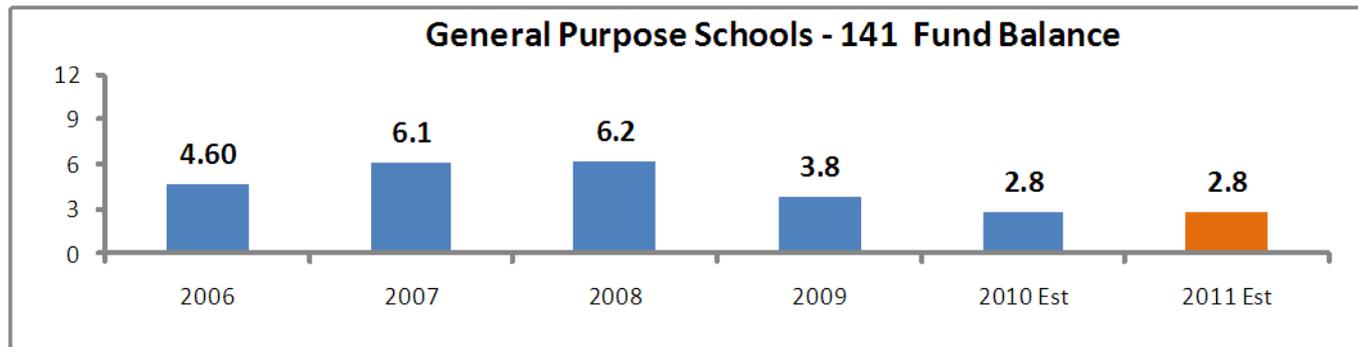
Does not provide  
For termination of  
B-18-A Swaps



# Blount County Schools



\$76.5 million  
Appropriations



# Changes in 141 Appropriations

- No-layoffs
- Athletic Supplements \$48k
- 1 day furlough for all Central Office, Principals, and All Classified \$72k
- 1 Talented & Gifted Teacher \$55k
- 4 PT Teacher Assistants \$32k
- HS Security Guards \$42k
- Replacement and repair of damaged textbooks \$15k
- Nursing supplies for school clinics \$16k
- Bus routes \$120k
- Fee waiver instructional supplies \$30k
- CTE instructional supplies \$37k
- Computer replacements \$11k
- Swim pool rental for HS swim teams \$3
- Custodial Supplies \$10k
- Planetarium operating costs \$5k

## Case C

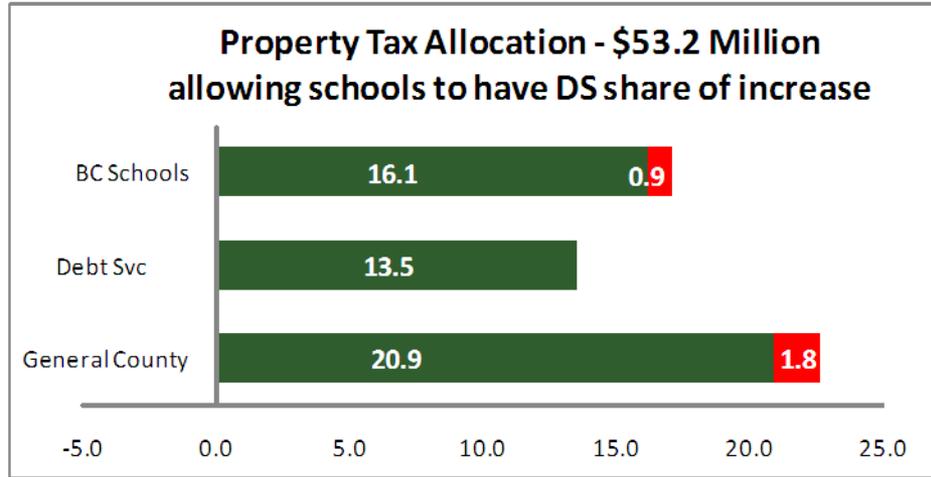
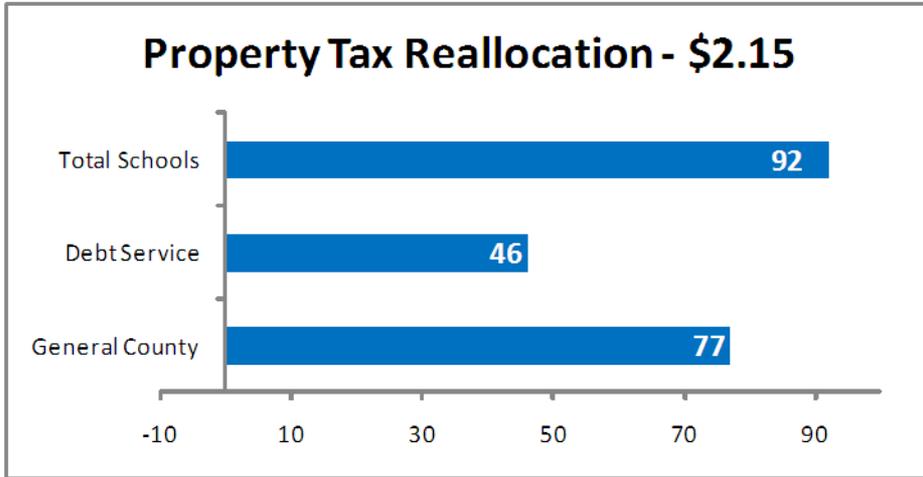
Sets the property tax rate at \$2.15, keeping Gen Cty 101 whole, with reallocation from DS to Schools

Increases in the Schools appropriations budget, but less than in Case B (no layoffs plus 120k)

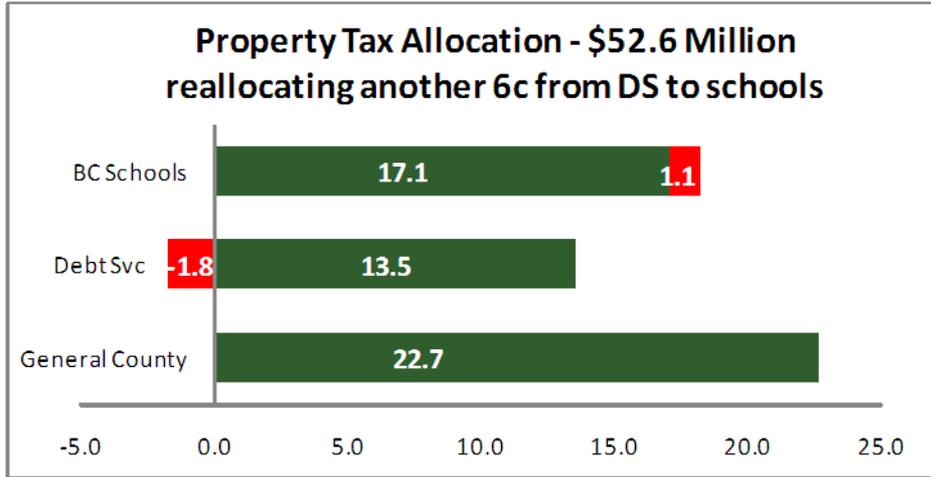
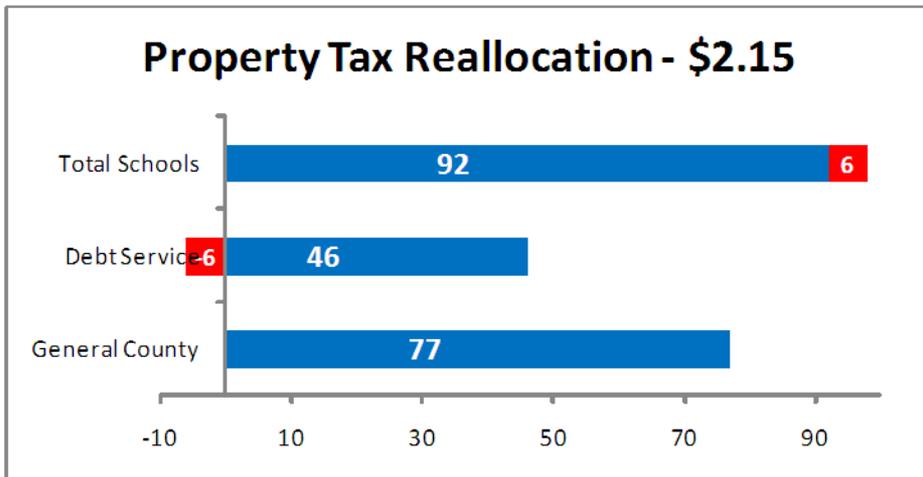
\$3.2 million Revenue Enhancement  
from increased property values  
(\$2.0 to Blount County)

# Case C - \$2.15 property Tax Rate

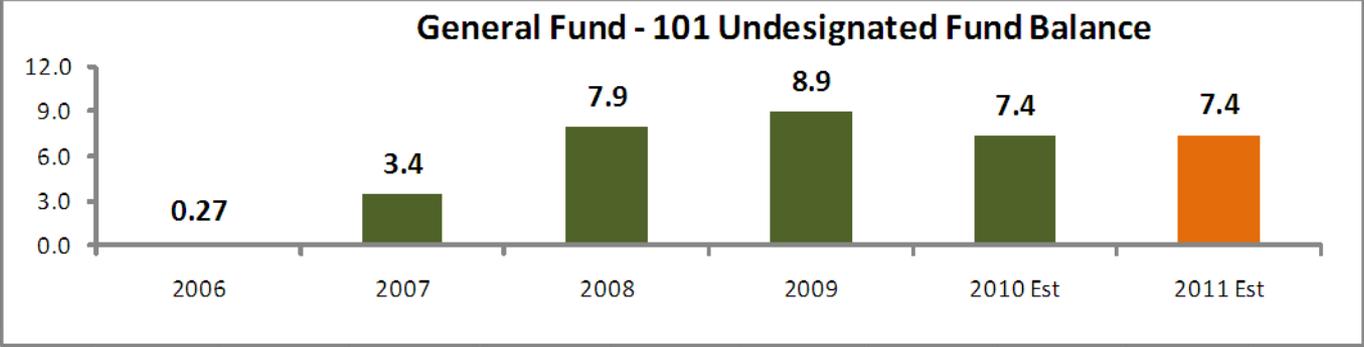
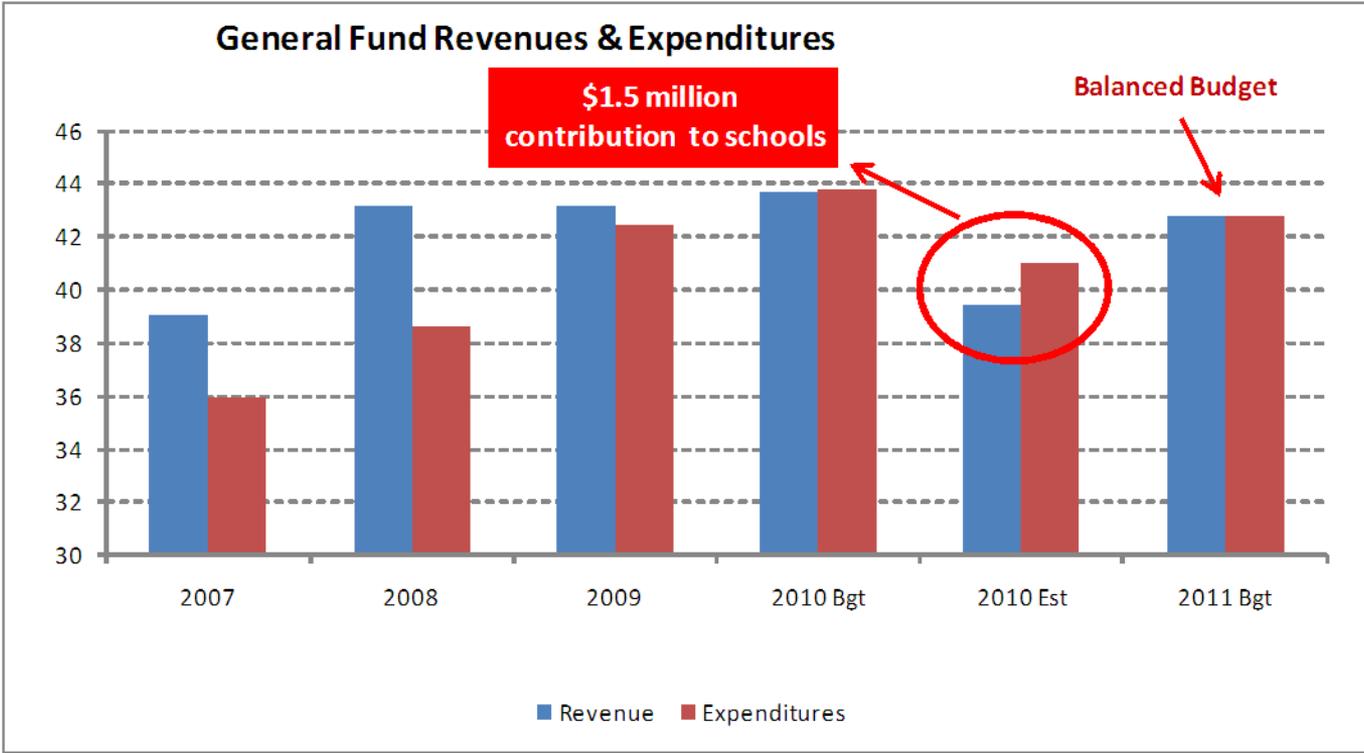
## \$2.15 Tax Rate - Reallocation from DS to Schools



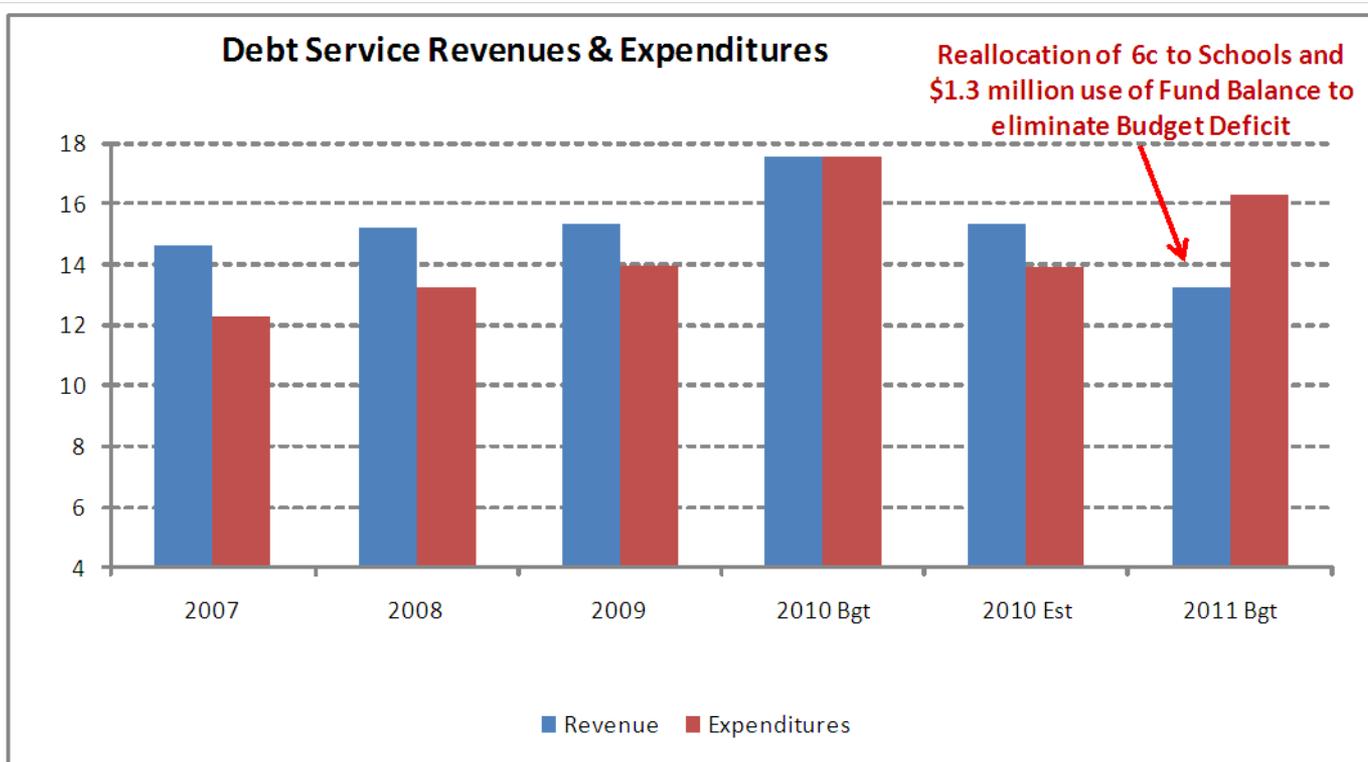
## \$2.15 Tax Rate - Further Reallocation from DS to Schools



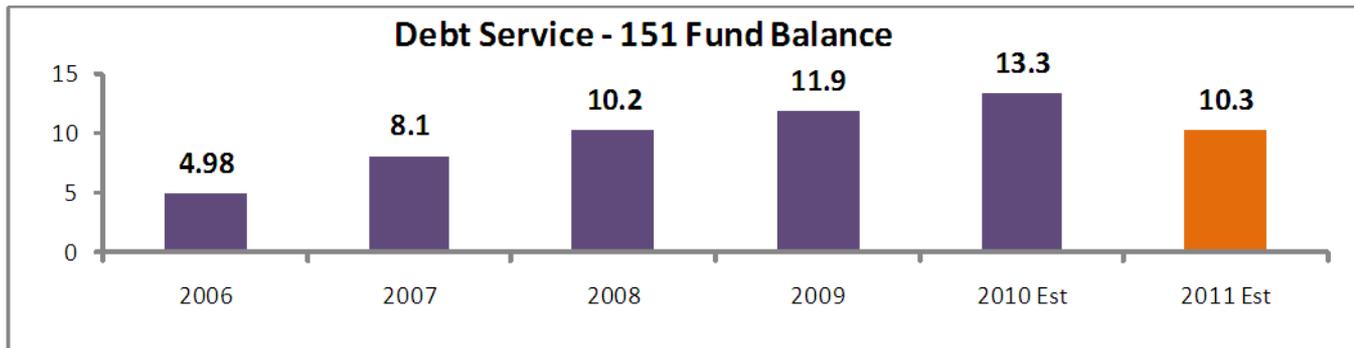
# General County



# Debt Service

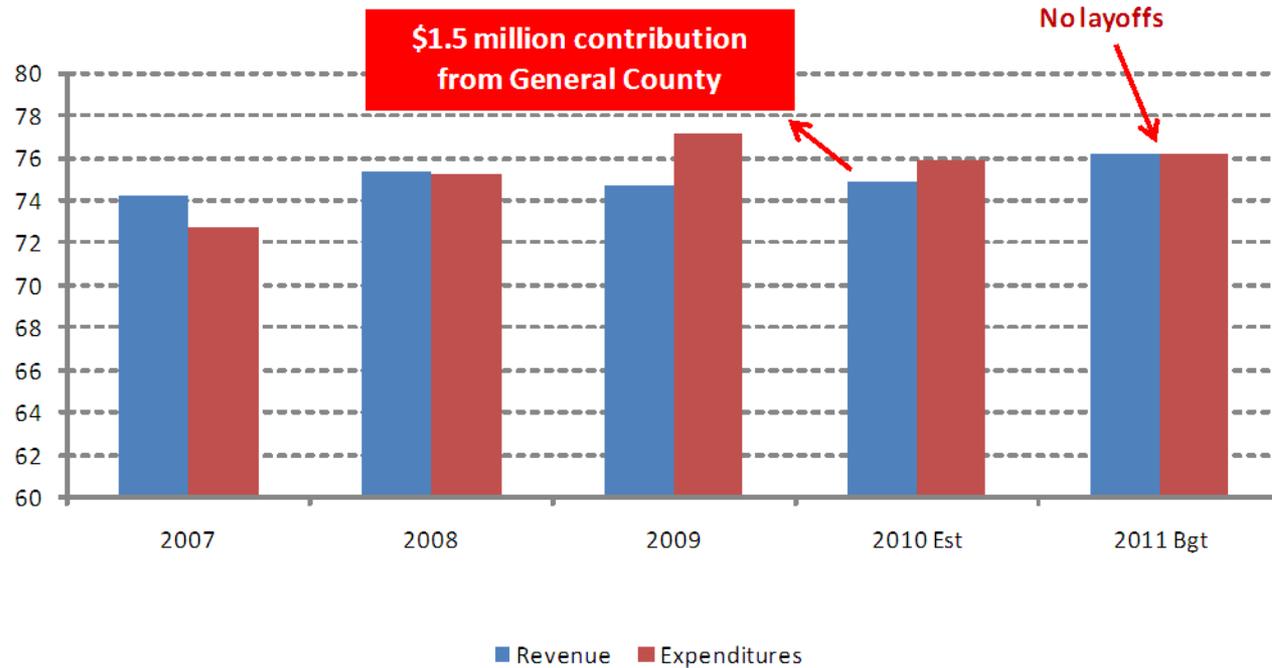


Does not provide  
For termination of  
B-18-A Swaps



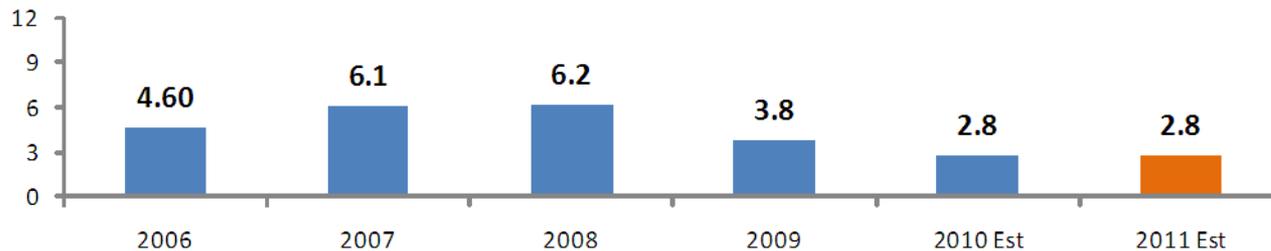
# Blount County Schools

General Purpose School Fund Revenues & Expenditures



\$76.1 million  
Appropriations

General Purpose Schools - 141 Fund Balance



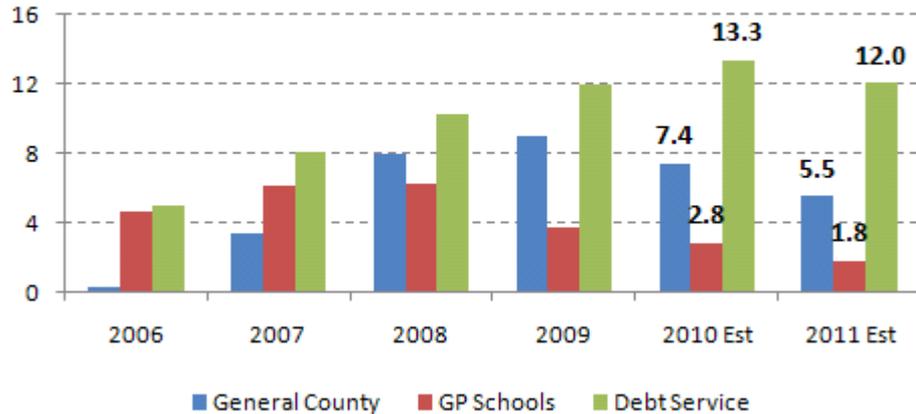
# Changes in 141 Appropriations

- No-layoffs
- Athletic Supplements \$48k
- 1 day furlough for all Central Office, Principals, and All Classified \$72k

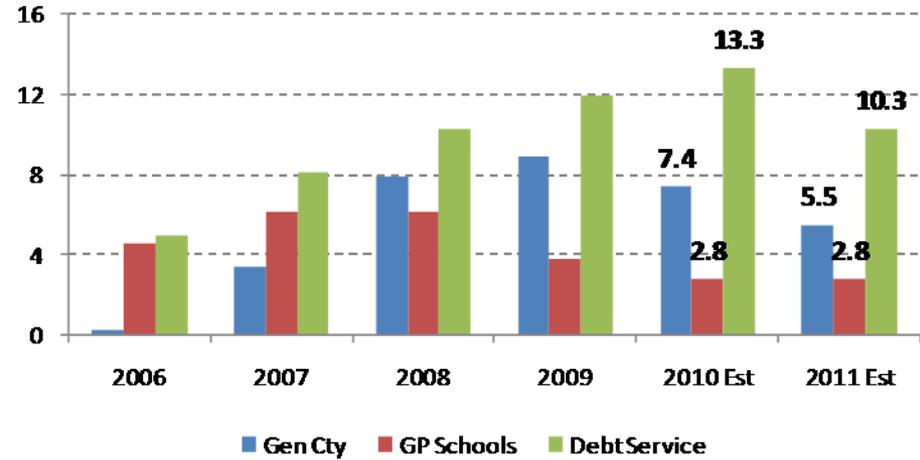
# Summary of Fund Balance trends under the various scenarios

# Fund Balance Trend Summary

**Context - Adopt Certified Rate  
No interventions**

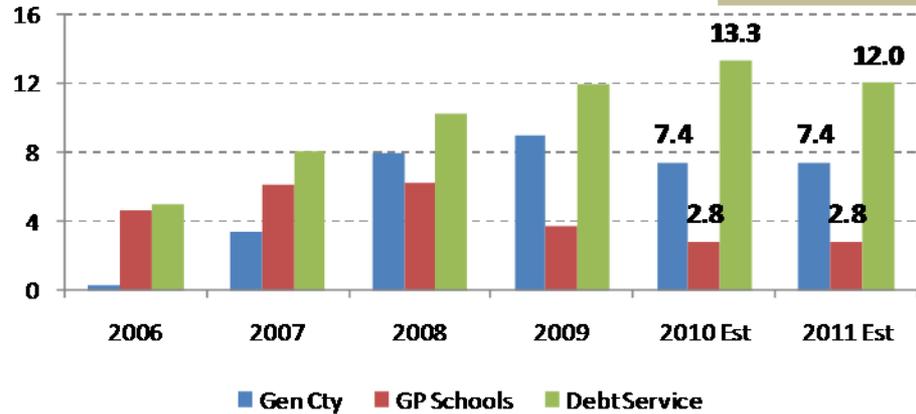


**New Base Case - Support Schools from DS Fund**



**Keep Current Tax Rate - \$2.23  
Give DS share of increase to Schools**

No Layoffs plus \$500k add back to Appropriations



**Keep Current Tax Rate - \$2.15  
Give DS share of increase plus 6c to Schools**

No Layoffs plus 120k add back to Appropriations

