

Five-Year Budget Projection Forecast

**Horseheads Central School District
2010**

Budget Workshop #1

Five Year Budget Forecast Update

We've used estimates based on the best available information to create three projections: two expenditure projections and one revenue projection.

The two expenditure projections are a "turnover" budget, which is taking 2009-10 actual costs and factoring in program cost increases and historical trends. The second is a 2.95% budget increase in each year, which is equivalent to the 2009-10 budget expenditure increase. The revenue projection is based on Governor Paterson's 2010-11 state aid run and projecting revenues into the future with factors such as the stimulus monies ending in June 2011.

The following assumptions have been made in the projections:

- Slow economic recovery
- Uses Governor Paterson's January 19, 2010 state aid run
- Foundation Aid increases by 3% starting in 2012
- The tax levy increase is held at 2% each year

Data Projections **(in millions of dollars)**

To get from a turnover budget to a 2.95% budget increase:

School Year	Turnover Expenditures	2.95% Budget Increase	Reduction Needed:
2009-10	\$68.4	\$68.4	\$0
2010-11	\$71.6	\$70.5	\$1.1
2011-12	\$75.0	\$72.5	\$2.5
2012-13	\$78.0	\$74.7	\$3.3
2013-14	\$80.7	\$76.9	\$3.7
2014-15	\$84.1	\$79.2	\$4.9

Data Projections (in millions of dollars)

Additionally, we anticipate a revenue shortfall:

School Year	2.95% Budget Increase	Anticipated Revenues	Revenue Shortfall
2009-10	\$68.4	\$68.4	\$0
2010-11	\$70.5	\$65.3	\$5.2
2011-12	\$72.5	\$64.1	\$8.4
2012-13	\$74.7	\$64.1	\$10.6
2013-14	\$76.9	\$65.5	\$11.4
2014-15	\$79.2	\$66.5	\$12.7

Data Projections

(in millions of dollars)

Total Budget Gap:

School Year	Reduction Needed for 2.95% Budget	Revenue Shortfall	Total Budget Gap
2009-10	\$0	\$0	\$0
2010-11	\$1.1	\$5.2	\$6.3
2011-12	\$2.5	\$8.4	\$10.9
2012-13	\$3.3	\$10.6	\$13.9
2013-14	\$3.7	\$11.4	\$15.1
2014-15	\$4.9	\$12.7	\$17.6

Data Projections (in millions of dollars)

