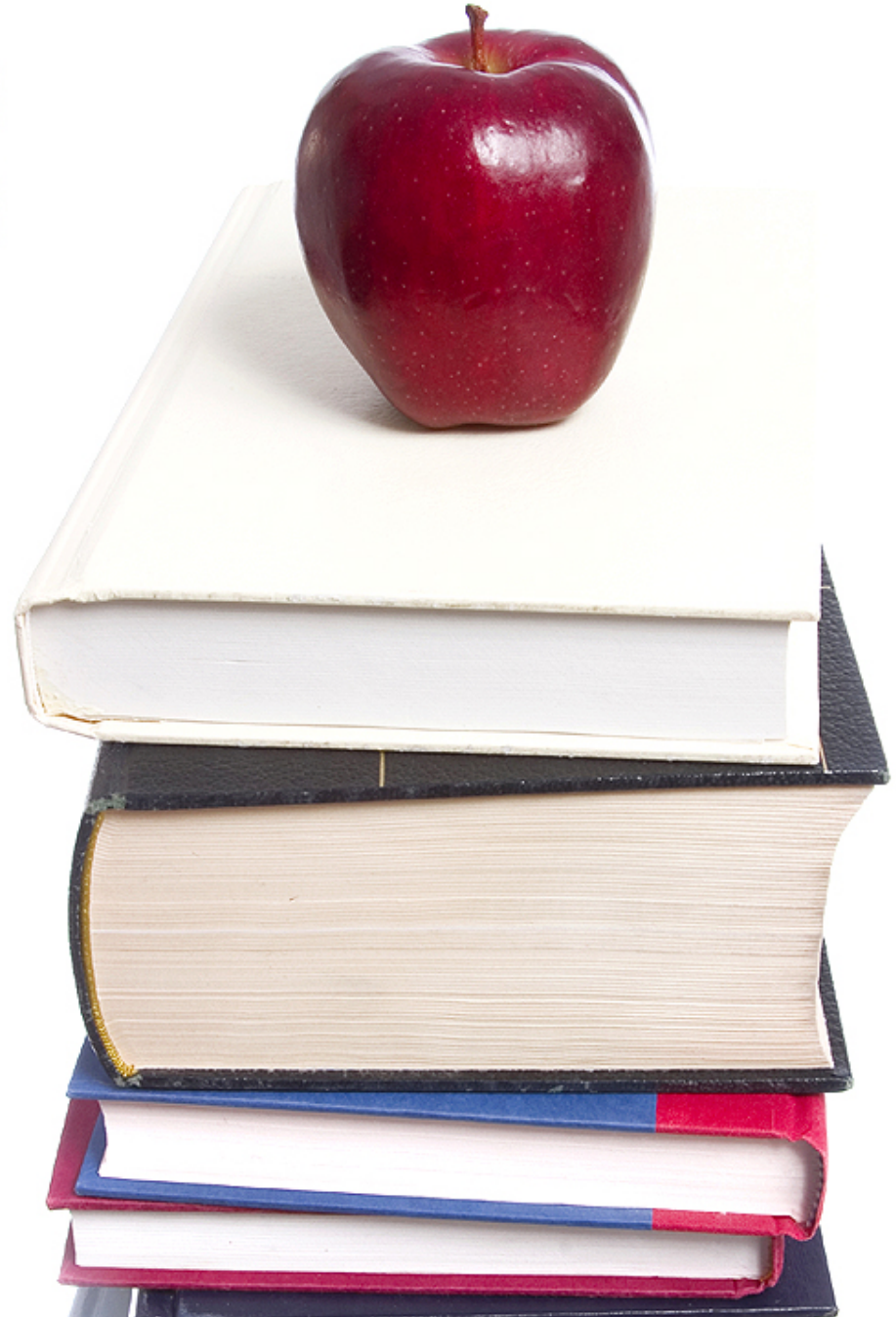


NORRISTOWN AREA SCHOOL DISTRICT

2010-11 PRELIMINARY
GENERAL FUND BUDGET

SCHEDULED FOR ADOPTION –
FEBRUARY 16, 2010



NASD 2010-11 PRELIMINARY BUDGET

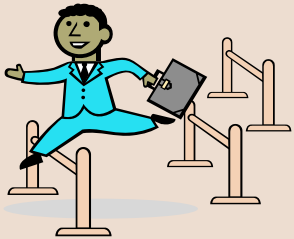
- OVERVIEW

- Act 1 of 2006 requires NASD to:

- Place our 2010-11 Preliminary Annual Budget on “Public Display” by January 28, 2010
 - Adopt our 2010-11 Preliminary Annual Budget by February 17, 2010
 - This document will be discussed publicly on January 25, 2010, and is scheduled for adoption on February 16, 2010

- Compliance Issue At This Point

- By No Means is this is our 2010-11 Final Budget



NASD 2010-11 PRELIMINARY BUDGET

- OVERVIEW

- 2010-11 Educational Goals / Initiatives (Preliminary)

- Student Achievement in Grades K-12
 - Continuation of Pilot Pre-K Program
 - Improved Collaboration Across Content Areas
 - Strategic Improvements in ESL & Special Education Programs & Initiatives
 - Investment in Instructional Materials
 - Continued Integration of Technology in our Instructional Programs
 - Safe & Secure Learning Environment
 - Staff, Community & Family Engagement



NASD 2010-11 PRELIMINARY BUDGET

OVERVIEW

- Our 2010-11 Preliminary Budget is a “working document” as there are many factors that are unknown or not final at this point, including:
 - Wages & Benefits related to both our support & teachers contracts (currently negotiating)
 - Program needs / changes
 - State & Federal Revenue Levels
 - Staffing needs (currently being reviewed)
 - Opportunities to save dollars via attrition or staff retirements



NASD 2010-11 PRELIMINARY BUDGET

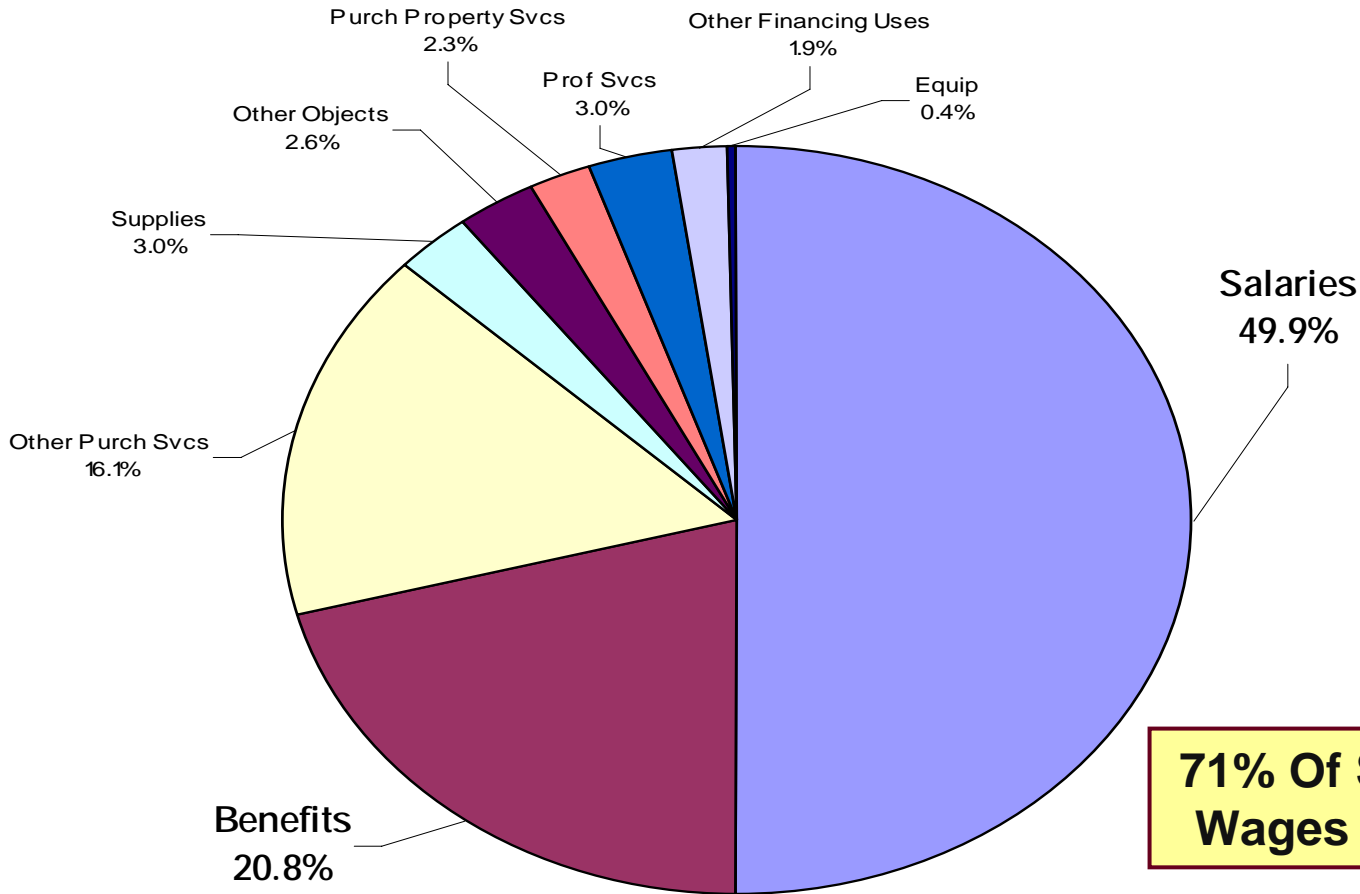
OVERVIEW

- Our 2010-11 Preliminary Budget is a “working document”
 - will be reviewed, refined, and reduced over the next six months
- Also being impacted by stagnant local economy, as well as electric deregulation
- At this early date, we are projecting a significant revenue shortfall
- As a result, the 2010-11 Preliminary Budget calls for an 11.953% tax increase, which we publicly commit to reduce between now and June 2010.

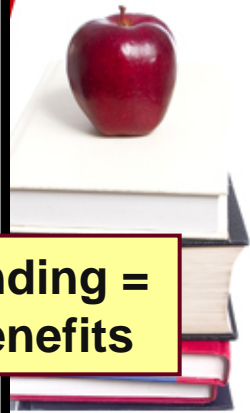


NASD 2010-11 PRELIMINARY BUDGET

2010-11
Preliminary Budget



**71% Of Spending =
Wages & Benefits**



NASD 2010-11 PRELIMINARY BUDGET

- NASD will be aggressively looking to reduce costs before presentation of Final Budget:
 - Second internal staff audit will be performed
 - Vacancies created by retirements & resignations will be examined closely before being posted
 - Targeted goal for special education has already been set:
 - Must reduce costs of out-of-district placements & corresponding transportation by 10% for the 2010-11 school year
 - Transition & implementation meetings have already begun



NASD 2010-11 PRELIMINARY BUDGET

➤ In 2009-10, we were able to reduce our needed tax increase from **6.455%** (projected at the time the Preliminary Budget was adopted) to a **0.00%** tax increase by the end of June.

➤ We expect to be able to reduce the projected tax increase for the 2010-11 school year in a similar manner

- At this point, we need to comply with the legal hurdle as prescribed by Act 1
- Then, begin the task of examining each line item, each program, and each position very closely.



NASD 2010-11 PRELIMINARY BUDGET

- We will continue to share information with the public as we move through the next few months
- Additional meetings may be scheduled



Thank You!

