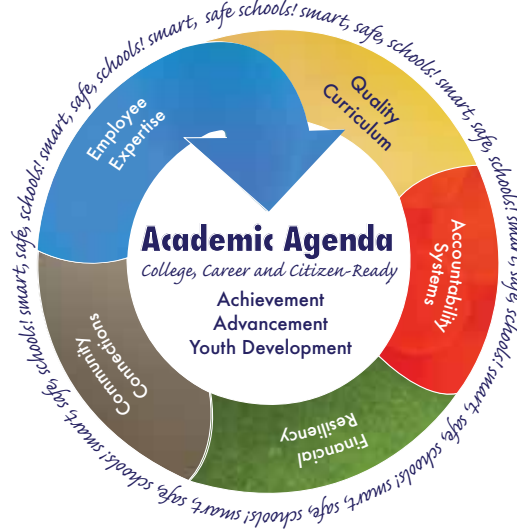


FY 2012 Budget Development

Budget Priorities

Academic Supports

Quality Curriculum
Financial Resiliency
Employee Expertise
Accountability Systems
Community Connections



Student Benchmarks

Achievement
Advancement
Youth Development



How is 2012 different from 2011?

	FY 2011	FY 2012
Revenue changes	-\$20.7 Million	+0.8 Million
Major Expenditure changes		
Virginia Retirement System	-\$5.2 Million	+\$3.7 Million
City Pension		+\$2.1 Million
Health Insurance		+\$2.4 Million
OPEB/HRA*		+\$1.2 Million
1% Salary Increase		+\$2.0 Million
Fuel Costs		+\$0.7 Million
Utilities		-\$0.6 Million
Total Major Expenditure Changes	-\$5.2 Million	+\$11.5 Million

* Other Post Employment Benefits / Health Reimbursement Accounts

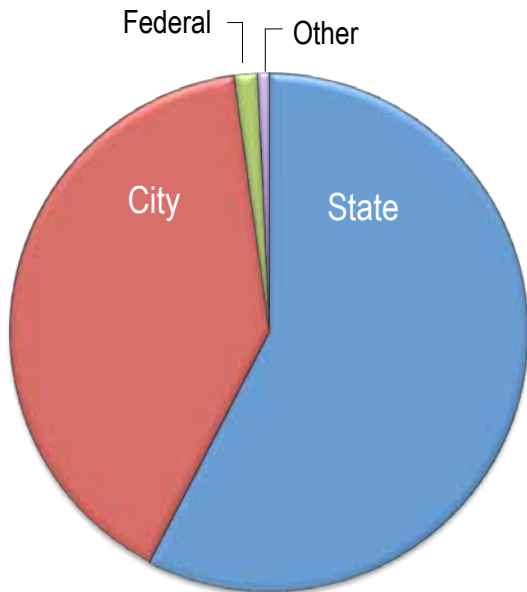
While the total proposed budget of \$279 million represents an increase in revenue of less than one percent or \$806,000, there is also more than \$9 million in increased employee benefit costs.

Budget Impact

- Increased costs of employee benefits
- An increase in funding from the state and City of Newport News will allow a 1 percent pay increase for all employees.
- Class sizes remain the same
- Repurpose Marshall / Magruder and expand early childhood center capacity
- Increase funding for dual enrollment / begin Early College Program
- Additional funding for middle school math tutors
- Continue funding five graduation coaches and eight ELL teachers
- Adopt math textbook K-12 despite decrease in state funding
- Lower maintenance costs for new student information system
- Postpone upgrade to Windows 7
- Reduce summer school costs based on anticipated lower enrollment
- Utilities/fuel increase

FY 2012 Budget At-A-Glance

School Board Proposed Operating Budget: \$279,026,498



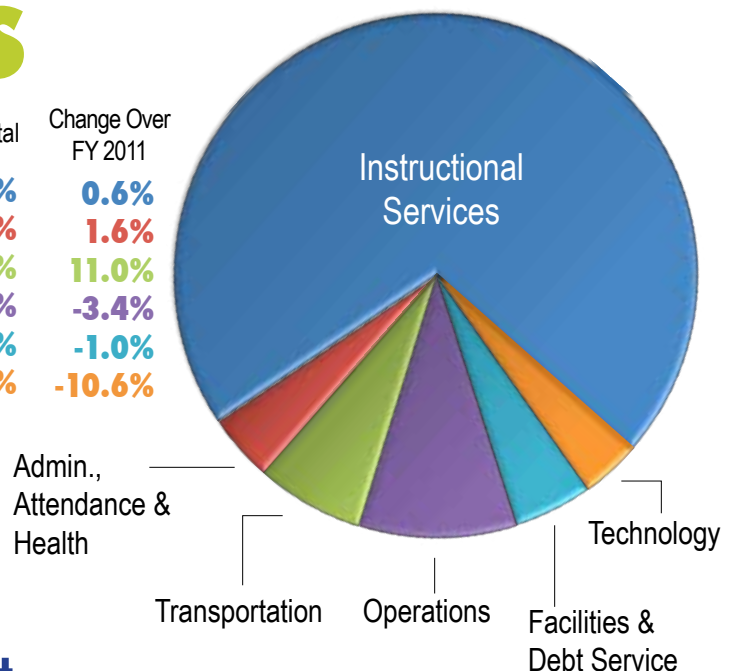
Revenues

Proposed revenue for Newport News Public Schools is expected to increase by \$807,000 or 0.3% from the previous fiscal year.

		% of Total	Change Over FY 2011
State	\$160.8 Million	57.6%	-1.3%
City	\$112.2 Million	40.2%	2.7%
Federal	\$4.1 Million	1.5%	0.0%
Other	\$1.9 Million	0.7%	0.0%

Expenditures

		% of Total	Change Over FY 2011
Instructional Services	\$197.5 Million	70.8%	0.6%
Admin., Attendance & Health	\$12.1 Million	4.3%	1.6%
Transportation	\$18.4 Million	6.6%	11.0%
Operations	\$27.3 Million	9.8%	-3.4%
Facilities & Debt Service	\$13.6 Million	4.9%	-1.0%
Technology	\$10.1 Million	3.6%	-10.6%



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