

*FY 2009
Preliminary Budget*

Timothy Sheehan
Director of Business and
Finance
February 6, 2008

FY 08 Budget Review

Operating
(4.6%)

\$29,186,799

Debt service

\$5,336,875

Total budget

\$34,523,673

Excluded expenditures Not captured in FY08 budget

H/S teachers	\$25,000	
M/S teachers	\$25,000	
F/R teachers	\$100,000	
PR teachers	\$50,000	
S/U teachers	\$50,000	
BO teachers	\$60,000	
BO aides	\$50,000	\$360K
Sped tuition	\$673,000	\$1,033K

Excluded revenue Not reflected in FY08 budget

Early childhood revolving	\$310,000
School choice revolving	\$50,000
Circuit breaker (DOE)	<u>\$673,000</u>
Total	\$1,033,000

Impact of excluded entries

- No effect on town assessments – excluded revenues and expenses balance
- Understates total cost of providing basic instructional services to students
- Complicates analysis of budget vs actual expenditures
- Puts district at risk if R/F income drops

Adjusted total FY08 budget

Operating (app'd)	\$29,186,799
Off budget expenses	<u>\$1,032,954</u>
Adjusted operating	\$30,219,753
Debt service	<u>\$5,336,875</u>
Adjusted total	\$35,556,628

Other budget format changes

- Created new “payroll” category
- Shifted music teachers to regular teacher education accounts
- Established new accounts to eliminate multiple payrolls on same account

FTE Adjustments

Elementary and SPED teachers

- Net increase of two teaching positions
- Two fewer elementary teachers due to declining enrollment
- Four additional SPED teachers – two at the H/S, one each at F/R and M/S
- Additional staff will prevent outside placements, likely saving money overall

FY09 to FY08 Comparison

	FY08	FY09	Delta	%
Op	30,219,753	31,755,561	1,535,808	5.01
Db	5,336,874	4,526,911	(809,963)	(15.20)
Tot	35,556,627	36,282,472	725,845	2.04

Budget variance by category

Salary	\$912,609
Payroll	(\$37,546)
ProDev	(\$40)
Expense	\$536,121
Library	(\$14,200)
Computer	\$1,000
Utilities	<u>\$137,864</u>
Total	\$1,535,808

Budget variance by location

S.C.	(\$400)
Central	\$6,490
Curriculum	\$23,123
Technology	\$29,881
Pupil per srvcs	(\$3,798)
Maintenance	(\$36,306)
System wide	<u>\$801,675</u>
Sub total	\$820,663

Budget variance by school

High School	\$245,609
Middle School	\$231,311
Florence Roche	(\$616)
Prescott	\$118,338
Swallow Union	\$58,144
Boutwell	<u>\$62,357</u>
Sub total	\$715,143

System wide expense decreases

Unemployment	(\$201,090)
Liability/casualty insurance	(\$72,400)
Suspense-expense	(\$38,874)
Suspense-utilities	(\$32,695)
Bank charges	(\$25,000)
Revenue anticipation notes	<u>(\$15,000)</u>
Sub total	\$385,059

System wide expense increases

Health insurance	\$592,179*
Short term interest (BAN)	\$87,211
Transportation – regular ed	\$65,608
Lease of equipment	\$61,216
Retiree insurance	\$55,759
Middlesex retirement	\$51,904
New motor vehicle	\$26,500
Charter schools	<u>\$24,708</u>
Subtotal	\$965,085

Health insurance detail

1-31-07 budget (12%)	3,225,324	1
Additional 3%	<u>87,000</u>	2
Adjusted	3,312,324	3
Corrections-no override	<u>(\$194,700)</u>	4
07-01-07 app'd budget	\$3,117,624	5

Health insurance detail (con't)

Adjusted budget	\$3,312,324
12% increase FY09	\$3,709,803
7-1-07 app'd budget	<u>-\$3,117,624</u>
Apparent increase	\$592,179
Minus corrections	<u>-194,700</u>
Real increase	\$397,479

FTE analysis FY07 through FY09

FY07 Actual/FY08 budget	349.55
Driver/cross guard adj	7.80
Hourly employee adj	1.00
Grant to operating budget	<u>1.50</u>
FY08 total 7-1-07	359.85
No-override cuts	(17.09)
FY08 new positions	<u>1.7</u>
FY08 adjusted	344.46
On-hand 12-31-07	350.06
Added this year	5.60
FY 2009	352.70

Funds available vs funds required

Roll-forward	\$1,535,808
Add'l chapter 70	\$322,000
Estimated town increase	\$550,000
Shortfall	\$663,808