

*Middletown Public Schools*  
*BUDGET Workshop*

March 20, 2008

## *Budget Goals for March 20, 2008*

- Provide a detailed cost analysis budget by school and by program.
- Continue to work with members of the Budget Subcommittee, two School Committee and two Town Council
- Meet the challenge of the Rhode Island Senate 3050 statute, 5.0% tax cap
- Articulate to both the school community and community at large the specific expected shortfalls in local, State and Federal dollars and the impact on programs and personnel.

## GENERAL FUND BUDGET SUMMARY

March 20, 2008

	ACTUAL EXPENDITURES 2005-2006	ACTUAL EXPENDITURES 2006-2007	BUDGET 2007-2008	REQUEST 2008-2009	CHANGE	PERCENT INCREASE
<b>I. INSTRUCTION</b>	<b>11,931,991</b>	<b>11,334,587</b>	<b>11,532,281</b>	<b>11,025,173</b>	<b>(507,108)</b>	<b>-4.40%</b>
<b>II. INSTRUCTIONAL IMPROVEMENT</b>	<b>1,258,329</b>	<b>1,518,365</b>	<b>1,288,312</b>	<b>1,304,620</b>	<b>16,308</b>	<b>1.27%</b>
<b>III. SPECIAL EDUCATION</b>	<b>5,522,461</b>	<b>6,605,774</b>	<b>6,558,040</b>	<b>7,563,335</b>	<b>1,005,295</b>	<b>15.33%</b>
<b>IV. GENERAL SERVICES</b>	<b>604,360</b>	<b>624,951</b>	<b>426,170</b>	<b>439,364</b>	<b>13,194</b>	<b>3.10%</b>
<b>V. LIFE SUPPORT</b>	<b>4,076,018</b>	<b>4,448,727</b>	<b>4,496,761</b>	<b>4,625,654</b>	<b>128,893</b>	<b>2.87%</b>
<b>VI. ADMINISTRATION</b>	<b>1,949,249</b>	<b>2,080,290</b>	<b>2,148,013</b>	<b>2,215,702</b>	<b>67,689</b>	<b>3.15%</b>
<b>VII. OTHER</b>	<b>63,758</b>	<b>53,152</b>	<b>77,900</b>	<b>155,900</b>	<b>78,000</b>	<b>100.13%</b>
<b>VIII. EMPLOYEE BENEFITS</b>	<b>4,598,663</b>	<b>4,970,693</b>	<b>5,402,166</b>	<b>5,678,363</b>	<b>276,197</b>	<b>5.11%</b>
<b>TOTAL OPERATIONS</b>	<b>30,004,829</b>	<b>31,636,540</b>	<b>31,929,643</b>	<b>33,008,110</b>	<b>1,078,467</b>	<b>3.38%</b>
<b>AMORTIZATION</b>	<b>922,335</b>	<b>903,960</b>	<b>878,335</b>	<b>0</b>	<b>(878,335)</b>	<b>-100.00%</b>
<b>TOTAL BUDGET</b>	<b>30,927,164</b>	<b>32,540,500</b>	<b>32,807,978</b>	<b>33,008,110</b>	<b>200,132</b>	<b>0.61%</b>

<b>Number of Students</b>	<b>2,463</b>	<b>2,407</b>	<b>2,415</b>	<b>2,343</b>	
<b>Number of Certified Staff</b>	<b>252.55</b>	<b>231.50</b>	<b>216.30</b>	<b>200.60</b>	

## Bonded Debt Transfer to Town:

2008-2009 Bonded Debt Housing Aid Reimbursement	\$ 258,033	
2008-2009 Bonded Debt Tax Appropriation	\$ 602,077	
2008-2009 Total Bonded Debt Revenue/Expense that will be transferred to the Town		\$ 860,110

## Adjusted Tax Appropriation as a result of Bonded Debt transfer:

2007-2008 Tax appropriation	\$ 21,204,855
2008-2009 5% Tax appropriation increase	\$ 1,060,243
2008-2009 Tax appropriation before Bonded Debt transfer	\$ 22,265,098
2008-2009 Bonded Debt transfer to Town	\$ (602,077)
<b>2008-2009 Adjusted Tax appropriation</b>	<b>\$ 21,663,021</b>

## 2008-2009 Budget Adjustments

### Salary and Benefits:

#### Reductions

3.0 Elementary Teachers
3.0 Reading Teachers
1.0 ESL Teacher
3.7 High School Teachers
5.0 Gaudet School Teachers
1.0 Teacher Assistant

#### Additions

1.0 Elementary Nurse/teacher (Restricted Budget)
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### Purchased Services:

Mileage reimbursement increased
Mentorship stipends reduced
Rental expense reduced
Payroll Service fees increased

### Supplies:

Textbook lines increased
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### Fringe Benefits:

Health Insurance increase reduced from 10% to 6.5%
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### Revenues:

Tuition revenues increased
Housing Aid reduced by the reimbursement for bonded debt
Tax Appropriation reduced by the bonded debt amount

## 2008-2009 Unrestricted Budget Reconciliation

<b>2007-2008 Unrestricted Budget</b>	<b>\$ 32,807,977</b>
<b>2008-2009 Maximum allowed Budget Request based on 5% tax appropriation increase</b>	<b>\$ 33,868,220</b>
<b>2008-2009 Bonded debt transferred to Town</b>	<b>\$ (860,110)</b>
<b>2008-2009 Adjusted Maximum allowed Budget request</b>	<b>\$ 33,008,110</b>

<b>January, 2008 Preliminary Draft Unrestricted Budget</b>	<b>\$ 35,200,352</b>
<b>Adjustments made 2/14/08</b>	<b>\$ (1,332,132)</b>
<b>2008-2009 Draft Budget as of 2/14/08</b>	<b>\$ 33,868,220</b>
<b>2008-2009 Bonded Debt transfer to Town</b>	<b>\$ (860,110)</b>
<b>2008-2009 Proposed Budget as of 3/20/08</b>	<b>\$ 33,008,110</b>

## GENERAL FUND 2008-2009 BUDGET ADJUSTMENTS:

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
<b>TOTAL BUDGET</b>	<b>*30,004,829</b>	<b>*31,636,540</b>	<b>*31,929,642</b>	<b>33,008,110</b>	<b>1,078,468</b>	<b>3.38%</b>

**1. MOVED ALL EMPLOYEES UP STEPS ON SALARY SCALE**

**2. INCREASED ALL NON-CERTIFIED SALARIES**

**3. INCREASED TEACHER SALARIES**

**4. INCREASED LONGEVITY**

**5. INCREASED DIRECTORS, GRADE LEADERS AND HEAD TEACHER STIPENDS**

**6. MADE POSITION ELIMINATION ADJUSTMENTS ANTICIPATING SCHOOL COMMITTEE APPROVAL**

**\* BONDED DEBT HAS BEEN DEDUCTED FOR COMPARISON PURPOSES.**

## INSTRUCTION:

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
I. INSTRUCTION	11,931,991	11,334,587	11,532,281	11,025,173	(507,108)	-4.40%

1. INCREASED TRAVEL EXPENSE \$1,000 BASED ON FEDERAL RATE INCREASE (\$ .505)

2. DECREASED VOCATIONAL ED. TUITION BASED ON 07/08 RATES AND REDUCED ENROLLMENT

3. ADDED: \$20,000 ELEMENTARY, \$20,000 GAUDET SCHOOL, \$30,000 HIGH SCHOOL TEXTS

4. REDUCED: 3.0 ELEMENTARY TEACHERS

3.0 READING TEACHERS

3.7 HIGH SCHOOL TEACHERS

5.0 GAUDET SCHOOL TEACHERS

## INSTRUCTIONAL IMPROVEMENT:

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
<b>II. INSTRUCTIONAL IMPROVEMENT</b>	<b>1,258,329</b>	<b>1,518,365</b>	<b>1,288,312</b>	<b>1,304,620</b>	<b>16,308</b>	<b>1.27%</b>

**1. UPDATED CURRICULUM RATE +\$2,489**

**2. REDUCED MENTORSHIPS -\$5,300**

**3. ADDED \$10,000 TO TESTING**

**4. REDUCED 3 HOUR H.S. LIBRARY ASSISTANT AND MADE 6 HOUR H.S. LIBRARY ASSISTANT TO 3 HOURS**

## SPECIAL EDUCATION:

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
III. SPECIAL EDUCATION	5,522,461	6,605,774	6,558,040	7,563,335	1,005,295	15.33%

1. INCREASED REGIONAL SPED BUDGET BY 5%

2. UPDATED SPED FRINGES (BC = 6.5%, DD = 6%, ERS = 14.86%)

3. SPED TRANSPORTATION RATE UPDATED TO REFLECT ESTIMATED BID RATE +4%

4. INCREASED TUITION BASED ON THIS YEAR'S ENROLLMENT PLUS 5%

5. REDUCED 1 ESL TEACHER

6. REGIONAL CONTRIBUTION INCREASED AS A RESULT OF REDUCED MEDICAID REIMBURSEMENT FUNDS

## GENERAL SERVICES:

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
IV. GENERAL SERVICES	604,360	624,951	426,170	439,364	13,194	3.10%

1. ADJUSTED TEACHER SALARIES

2. ADJUSTED CLERICAL SALARIES

## LIFE SUPPORT:

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
<b>V. LIFE SUPPORT</b>	<b>4,076,018</b>	<b>4,448,727</b>	<b>4,496,761</b>	<b>4,625,654</b>	<b>128,893</b>	<b>2.87%</b>

**1. INCREASED COACHES' POINTS FROM \$267 TO \$274**

**2. INCREASED EXTRA CURRICULAR STIPEND RATE BY 2.7%**

**3. INCREASED BUS RATE TO REFLECT ESTIMATED BID RATE**

**4. INCREASED ELECTRICITY 5% +\$16,300**

**INCREASED FUEL/NATURAL GAS 5% +\$19,097**

**5. DECREASED RENT \$5,000 (STORAGE CONTAINERS TO GO AWAY)**

**6. INCREASED PROPERTY/LIABILITY INSURANCE 5% +\$8,300**

**7. ADJUSTED NURSE AND CUSTODIAL SALARIES**

**8. ADDED 1 NURSE/TEACHER TO THE RESTRICTED BUDGET**

## ADMINISTRATION:

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
VI. ADMINISTRATION	1,949,249	2,080,290	2,148,013	2,215,702	67,689	3.15%

1. ADJUSTED PURCHASED SERVICES - PAYROLL SERVICES +\$3,000

2. ADJUSTED ADMINISTRATOR SALARIES

3. ADJUSTED CLERICAL SALARIES

**OTHER:**

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
VII. OTHER	63,758	53,152	77,900	155,900	78,000	100.13%

**1. INCREASED LEGAL FEES + \$78,000**

## BENEFITS:

	ACTUAL	ACTUAL				
	EXPENDITURES	EXPENDITURES	BUDGET	REQUEST	CHANGE	PERCENT
	2005-2006	2006-2007	2007-2008	2008-2009		INCREASE
VIII. EMPLOYEE BENEFITS	4,598,663	4,970,693	5,402,166	5,678,363	276,197	5.11%

1. LIFE INSURANCE DECREASED BASED ON SALARY REDUCTION

2. CERTIFIED RETIREMENT INCREASED FROM 13.04% TO 14.86% OF SALARY

3. INCREASED BLUE CROSS 6.5% (AS PER BLUE CROSS)

4. INCREASED DELTA DENTAL 6+% (AS PER DELTA DENTAL)

5. FICA/MEDICARE INCREASED BASED ON SALARY INCREASES

6. NON-CERTIFIED RETIREMENT INCREASED RATE FROM 9.97% TO 11.65% OF SALARY

# REVENUES:

1. LEVEL FUNDED STATE AID

2. LEVEL FUNDED IMPACT AID

3. INCREASED TAX APPROPRIATION BY 5% LESS BONDED DEBT APPROPRIATION

4. INCREASED TUITIONS

5. ADJUSTED HOUSING AID BASED ON PROJECTS COMPLETED AND 2008-2009 BONDED DEBT RECEIPTS TRANSFERRED TO TOWN

**Additional budget reductions may be necessary if:**

- State Aid is reduced
- Tax appropriation is not increased by 5%
- Increased enrollment requires reinstatement of eliminated positions
- Additional State/Federal Mandates

**Possible reductions could include:**

- Reduction of one bus
- Elimination of High School Dean
- Realignment/reduction of Sports
- ??????