

Fall Budget Update

October 20, 2010

I. Introduction

- A. **Fall Budget Assumption Update** – Provide the Board of Education with additional 2010-11 Fall Budget information.
- B. **Erik Kass, Assistant Superintendent for Business Services**
- C. **Background information** - On June 1, 2010 the Board of Education was presented and approved the 2010-11 Amended Preliminary budget. At that time the budget was built on our best assumptions known to us in the spring.

On September 27, 2010 the Board of Education was provided an update outlining the Fall Budget Assumptions that will impact the final 2010-11 budget. These factors included: Fund Balance, Equalized Property Value, Equalization Aid, Categorical Aid and Membership.

During the October 11, 2010 Board of Education Operational Support Committee meeting the Board was provided updated information regarding the 2010-11 tax rate and levy impact, a working budget profile, an overview of equity use, detailed ARRA reports, 2010-11 budget administrative amendments, and an alternative regarding the original 4k startup borrowing plan.

- D. **Describe the action requested of the BOE** – This is intended to provide the Board of Education with an update.

II. Summary of Current Information

- A. **Provide a brief synthesis of the topic** – The attachments will provide the Board of Education with a revised 2010-11 Working Budget Profile by Department, an ARRA grant summary report and an overview of the anticipated 2010-11 Salary Savings.
- B. **Clearly label any recommendations** – This is intended to provide the Board of Education with an update.
- C. **Link each element summarized to supporting detail** –

The revised 2010-11 Working Budget Profile by Department provides FTE and expenditures by department with their associated funding sources as of October 11, 2010. This document has been revised in order to correct a few minor assumptions that weren't correct. For example, the original document showed that MSCR received General State Aid, and that is not the case. This new document is titled "REVISED" and is in the same format, with the corrections necessary to make it accurate.

The ARRA Grant Summary report provides the 2009-10 Budget and Actuals, 2010-11 Budget and Actuals as of October 12, 2010, the total two year award and total committed expenditures to date, and the percent of award remaining to be expended.

The Projected Salary Savings Overview outlines the major adjustments that go into finalizing the 2010-11 budget, to include Salary & Benefit adjustments along with adjustments to Open Enrollment.

The Four Year Old Kindergarten Funding Scenarios outlines three distinct scenarios for the Board's consideration on how to fund this program for the first four years. This memorandum also includes Administrations recommendation for the funding to be used for this program.

III. Implications

- A. Budget** – The Budget Profile by Department and ARRA summary will have no budget implications. The overview of anticipated Salary Savings in the 2010-11 budget will be included as a part of the remaining Fall Budget process and any further necessary budget adjustments that will be presented to the Board of Education on October 25, 2010.
- B. Strategic Plan** – This update provides information regarding the District budget which provides resources for the Strategic Plan and District goals.
- C. Equity Plan** – The final budget proposal addresses several equity considerations related to staffing and the allocation of resources to schools.
- D. Implications for other aspects of the organization** - None

IV. Supporting documentation –

- 2010-11 Budget Profile by Department
- ARRA Grant Award Summary Report
- 2010-11 Projected Salary Savings Overview
- Four Year Old Kindergarten Funding Scenarios