

**I recommend approving the FY 16 General Fund adjustment of \$280,400 as presented.**

- A. Pursuant to school board direction, the superintendent presented expense reductions of \$235,400 and revenue increases of \$60,000 for a total budget reduction of \$295,400 at the February 2, 2015 meeting.
- B. The budget proposal was posted on the website. Informational/input meetings were conducted with the teachers, and an informational/input meeting with for the community was conducted.
- C. The February 2, 2015 proposal was modified so that instructional time, staffing, buildings and grounds, administrative budgets, and custodial accounting total expense reductions of \$210,400 while revenue increases including transportation, activities, and Federal Special Education monies in the amount of \$70,000 result in a total budget adjustment of \$280,400.
- D. Changes to the final proposal from the February 2, 2015 include
  - i. The teacher FTE reduction was changed from 3.4 to 2.3.
  - ii. A classroom teacher was added back reducing the average first grade class size from 26 to 23.
  - iii. Middle school music lessons were added back.
  - iv. 8th grade health will be offered in lieu of 8th world languages/cultures to increase wellness education.
  - v. \$20,000 of administrative budget adjustments were added.
  - vi. \$10,000 of custodian salaries will be charged to community ed for custodial time which pertains to community ed activities.
  - vii. The unreserved general fund balance will increase by \$65,000 instead of \$80,000.
- E. A list of items considered for the budget adjustment, but not included is also attached.