

School Board Meeting/Workshop Date:

January 26, 2009

Subject:

2009-10 Budget Assumptions

Presenter:

**Chuck Klaassen, Director
Finance and Operations**

SUGGESTED SCHOOL BOARD ACTION:

Approve 2009-10 Budget Assumptions

DESCRIPTION:

The 2009-10 Budget Assumptions will provide the framework for developing next year's budget. They are essentially the same assumptions used in generating the financial projections for the next five years, with a few additional notes.

Base Assumptions

- 2 special education staffing contingency available each year
- Non-Salary, Non-Benefits Costs are estimated to increase at 0-5% for all years
- Integration budget is approved by MDE
- Various cost containment initiatives such as travel restrictions, joint purchasing agreements, limited vendors, meeting restrictions, etc.
- Look for additional efficiencies in energy consumption, paper reduction, purchasing services and other operational functions

2008-09

- General Education Aid \$5,124 and one time \$51 per pupil
- Enrollment Projection 5,800 (includes early childhood special ed)
- \$1,825,600 budget reductions
- Hiring freeze in place till the end of the school year. Vacancies will not be filled without superintendent approval.

2009-10

- General Education Aid \$5,124 - increase 0%
- Enrollment Projection 5,940 (includes early childhood special ed)
- \$1,601,126 budget reductions
 - \$1,038,739 in staffing
 - Reduce additional \$562,387 in other expenditures
- Salaries Adjustments are between 2.0% and 4.0% for all salary costs

2010-11

- General Education Aid \$5,124 - increase 0%
- Enrollment Projection 6,072 (includes early childhood special ed)
- Hiring based on new ratios
- Salaries Adjustments are between 2.0% and 4.0% for all salary costs