

**Arlington Public Schools  
FY10 Proposed Budget - Impact & Clarification - 5/26/2009**

		School Committee Vote 4/28/09	Recommendation 5/26/09
<b>REVENUE</b>	<b>Scenario 3 - Five Year Financial Plan (original figure)</b>	<b>\$37,476,597</b>	\$37,476,597
	Revised: Town Manager increased revenue projection 4.29.09		\$16,858
	Revised: Town Manager decreased revenue projection 5.5.09		(\$726,214)
	<b>Subtotal Town Revenue Contribution</b>	<b>\$37,476,597</b>	<b>\$36,767,241</b>
	<b>TOTAL OPERATING BUDGET</b>	<b>\$38,639,952</b>	<b>\$38,430,596</b>
	FY10 grant revenue	\$2,678,556	\$2,678,556
	FY10 revenue/fee projection (circuit breaker adjusted to 65%)	\$3,898,250	\$3,898,250
	Subtotal School Revenue Contribution	\$7,740,161	\$8,240,161
	<b>Total Revenue All Sources</b>	<b>\$45,216,758</b>	<b>\$45,007,402</b>
<b>SALARIES &amp; EXPENSES</b>	FY10 salary commitment	\$33,626,599	\$33,626,599
	FY10 expense commitment	\$12,918,185	\$12,918,185
	<b>Salaries &amp; Expenses</b>	<b>\$46,544,783</b>	<b>\$46,544,783</b>
	<b>REVENUE - EXPENSES</b>	<b>→ (\$1,328,025)</b>	<b>→ (\$1,537,381)</b>
<b>BUDGET OFFSETS</b>	SPED cost saving initiatives & expense reductions	\$400,000	
	<i>Impact: reduction contracted services/streamline transportation</i>		
	Foreign students F-1 Visa	\$100,000	
	<i>Impact: revenue generator - more student applications in FY10</i>		
	LABBB	\$250,000	
	<i>Impact: monies due APS - LABBB free cash distribution</i>		
	Custodial - streamline purchasing and operations	\$75,000	
	<i>Impact: increased efficiency - use of better/greener products, strategic cleaning practices</i>		
	Extra Revenue	<b>\$825,000</b>	<b>\$825,000</b>
	New Educational Investments Not in Original Budget <i>(0.4 Elementary Gifted &amp; Talented - 0.5 Middle School Inclusion Facilitator)</i>	<b>\$48,846</b>	<b>\$48,846</b>
<b>FY10 SHORTFALL</b>	<b>→ (\$551,871)</b>	<b>→ (\$761,227)</b>	

**TIER 1 REDUCTIONS**

A	High School (0.5 FTE) <i>Impact: larger class sizes in some departments (TBD)</i>	\$24,350
B	Administrative Secretary <i>Impact: Fractional reduction per voluntary FTE modifications - more intense workload</i>	\$30,000
C	Advertising <i>Impact: Fewer Boston Globe ads - move towards web based platform (craigslist, etc)</i>	\$15,000
D	Custodial overtime/detail changes <i>Impact: Increased analysis on OT coverage ~ streamline workload</i>	\$75,000
E	Food service grey billing <i>Impact: Limited use of in house catering - reduced offerings for PD/Workshops/Meetings</i>	\$4,000
F	METCO expense adjustment <i>Impact: All spending must be inclusive of grant w/o funds from operating budget</i>	\$50,000
G	MTRS early retirement - no approp needed <i>Impact: None ~ FY09 was the 15th final year payment</i>	\$83,148
H	Professional contracted services <i>Impact: None - Nagle &amp; Associates, soil tests are decreasing re: Peirce field remediation</i>	\$2,500
I	Secretarial substitutes <i>Impact: Limited coverage ~ some work will be delayed if secretaries are out</i>	\$5,000
J	Substitutes (Districtwide daily and perm) <i>Impact: Mostly HS, eliminate all permanent subs - students will be in study hall</i>	\$50,000
K	Telephone changes/cell expense <i>Impact: Minimal - change FY10 cell contract- modify existing plans</i>	\$5,000
L	Athletics <i>Impact: New uniforms will not be purchased (tbd), modify supply orders</i>	\$14,200
M	High School House Dean (0.5) <i>Impact: Change in administrative structure at the HS - less support for the Principal</i>	\$46,052
N	Middle School - 2.0 FTE <i>Impact: 1.0 Finance~ Math Assistant position</i>	\$97,400
O	Partial reduction 19/hour week clerks <i>Impact: Fractional reduction - less secretarial support for Elementary school Principals</i>	\$20,000
P	Secretary - House Dean <i>Impact: Position eliminated - not necessarily person - dependent on other Admin changes</i>	\$30,221

**Administrative Team Recommended Reductions**

**\$551,871**

**\$551,871**

**TIER 2 REDUCTIONS:**

Q	Add Thompson 4th grade teacher <i>Impact: Needed due to class size</i>	(\$48,000)
R	Reading Coach retiring - do not replace retiree/add 0.5 reading teacher <i>Impact: Loss of a senior reading coach</i>	\$25,000
S	1.0 FTE reduction at Bishop <i>Impact: 23 children per classroom</i>	\$48,000
T	Districtwide Stipends <i>Impact: Less stipends for professional development</i>	\$10,769
U	Administration Secretary <i>Impact: Less administrative help - increased work loads</i>	\$10,000
V	1.0 FTE reduction at Stratton <i>Impact: 25 children per classroom</i>	\$48,000

W	1.0 FTE reduction at Brackett <i>Impact: larger class size</i>	\$48,000
X	0.25 FTE Ottoson Language Based Program <i>Impact: Restructure special education programming</i>	\$14,337
Y	0.5 FTE reduction High School English <i>Impact: Larger class sizes</i>	\$24,000
Z	Ottoson - Do not hire Inclusion Facilitator <i>Impact: Benefit not realized</i>	\$24,000
AA	Textbooks - Districtwide <i>Impact: reduced spending on textbooks</i>	\$5,250
<b>Administrative Team Recommended Reductions</b>		<b>\$209,356</b>

**TOTAL TIER 1 AND TIER 2 REDUCTIONS** → **\$761,227**

The Senate voted their budget last Friday, which has Chapter 70 aid down \$79 million from the House Budget; unrestricted local aid down \$264 million and special education circuit breaker budgeted at 42% reimbursement, down from 75%. The Senate and House budgets now go to a House/Senate conference committee to develop a compromise budget. Since state revenues are down considerably since the House passed its budget and the Governor proposed his, it's likely that the compromise budget will be closer in numbers to the Senate's budget than the House's budget.

Arlington had budgeted circuit breaker at 65%. A reduction to 42% will mean a loss of about \$500,000 to the district. (Circuit breaker is the money that the state reimburses a district for the cost of special education services above \$37,000. A percentage is applied to the difference between the actual cost and \$37,000).

The best estimate at the moment is that all of the reductions in total would result in a loss of about \$1 million to Arlington. However, it is possible the loss could be lower. IF the town and schools split these losses proportionally, the school district would need to reduce the FY10 budget by another \$500,000 on top of what has already been cut. Outlined below are Tier 3 and Tier 4 recommendations if, in fact, additional cuts are needed.

**TIER 3 REDUCTIONS**

BB	1.0 FTE Stratton Elementary <i>Impact: Class sizes in fourth grade will be 26/26</i>	\$48,500
CC	1.0 FTE Dallin Elementary <i>Impact: The creation of a K-1 class will result in the reduction of 1 teacher</i>	\$48,500
DD	1.0 FTE Brackett Elementary <i>Impact: Class sizes in fifth grade will be 27/27/27</i>	\$48,500
EE	1.0 FTE Bishop Elementary <i>Impact: Grade affected TBD</i>	\$48,500
FF	0.4 FTE High School Math <i>Impact: FTE savings due to moving to three levels of math</i>	\$20,000
GG	0.35 Middle School Health <i>Impact: Savings due to restructuring health curriculum into FACS</i>	\$18,000
HH	High School and Districtwide Stipends <i>Impact: HS activities w/ low participation will not be offered; reduced stipends district-wide for all activities</i>	\$16,000
<b>Administrative Team Recommended Reductions</b>		<b>\$248,000</b>

**TIER 4 REDUCTIONS**

II	0.5 FTE High School Transition Counselor	\$25,000
	<b>Impact:</b>	
JJ	1.0 Special Education Teacher	\$48,500
	<b>Impact: savings from non-replacement of a special education liaison</b>	
KK	1.0 FTE Peirce Elementary	\$32,900
	<b>Impact: Only 1 5th grade class with an enrollment of 32 students</b>	
LL	1.0 FTE Thompson Elementary	\$32,900
	<b>Impact: Class sizes of 27/27 in fourth grade</b>	
MM	1.0 FTE Hardy Elementary	\$17,300
	<b>Impact: Class sizes of 31/31</b>	
NN	0.7 FTE Middle School ACE	\$34,000
	<b>Impact: ACE will not be offered as a pull-out elective</b>	
OO	Administration	\$20,000
	<b>Impact: Savings due to not hiring K-12 English Director</b>	
PP	0.5 FTE High School Assistant Principal	\$46,000
	<b>Impact: Non-replacement of retiring House Dean (second 1/2 of position)</b>	
QQ	1.0 FTE Middle School Teacher	\$48,500
	<b>Impact: One cluster in 6th grade reduced to three core teachers</b>	
RR	Athletics	\$50,000
	<b>Impact: TBD ~ modified transportation services, limited equipment &amp; supply purchases</b>	

**Administrative Team Recommended Reductions**

**\$355,100**

**TOTAL TIER 1 + TIER 2 + TIER 3 + TIER 4 REDUCTIONS**

**\$1,364,327**

**POTENTIAL FEES/ADDBACKS**

High School "fines and lost textbook account"	(\$45,000)
<b>Impact: Funds to be used to restore partial HS Principal position</b>	
High School Activity Fees	(\$7,000)
<b>Impact: Realistic revenue from \$50 activity fee</b>	

**Administrative Team Recommendations**

**(\$52,000)**

**POTENTIAL OFFSETS REQUIRING INCREASED FEES (SC Approval Needed)**

Increase Full Day Kindergarten 5% to \$2,540	(\$38,000)
<b>Impact: Tuition cap per DESE is \$4,000. Average FDK fees are \$2,680</b>	
Increase Athletic fees 5%	(\$9,000)
<b>Impact: 1st sport = \$247, 2nd sport = \$194 ~ Maximum/Cap = \$893</b>	

**Administrative Team Recommendations**

**(\$47,000)**