

“Smart Investments for a Smart Town”

Cumberland Public Schools
Budget Presentation
to
Cumberland Town Council

May 28, 2009

Achievement Matters. Collaboration Matters. Equity Matters.

District Vision

100% of the students,
100% of the time

What is the worth
of a public school education?

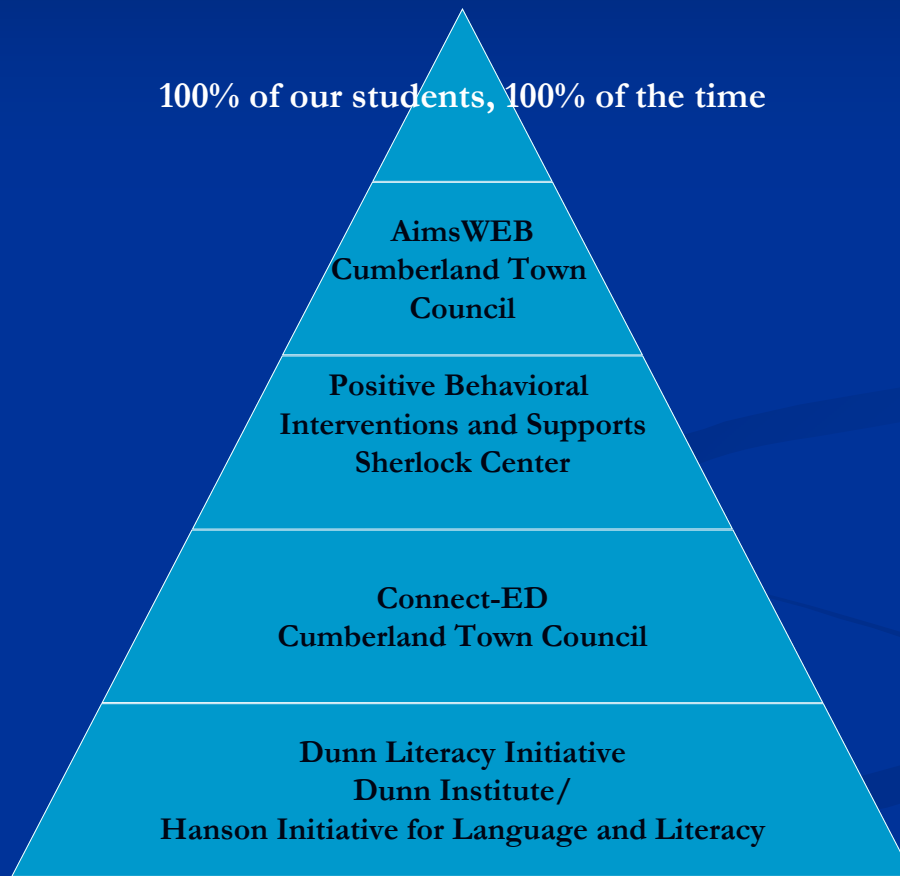
Cumberland Public Schools

‘Return on Investments’

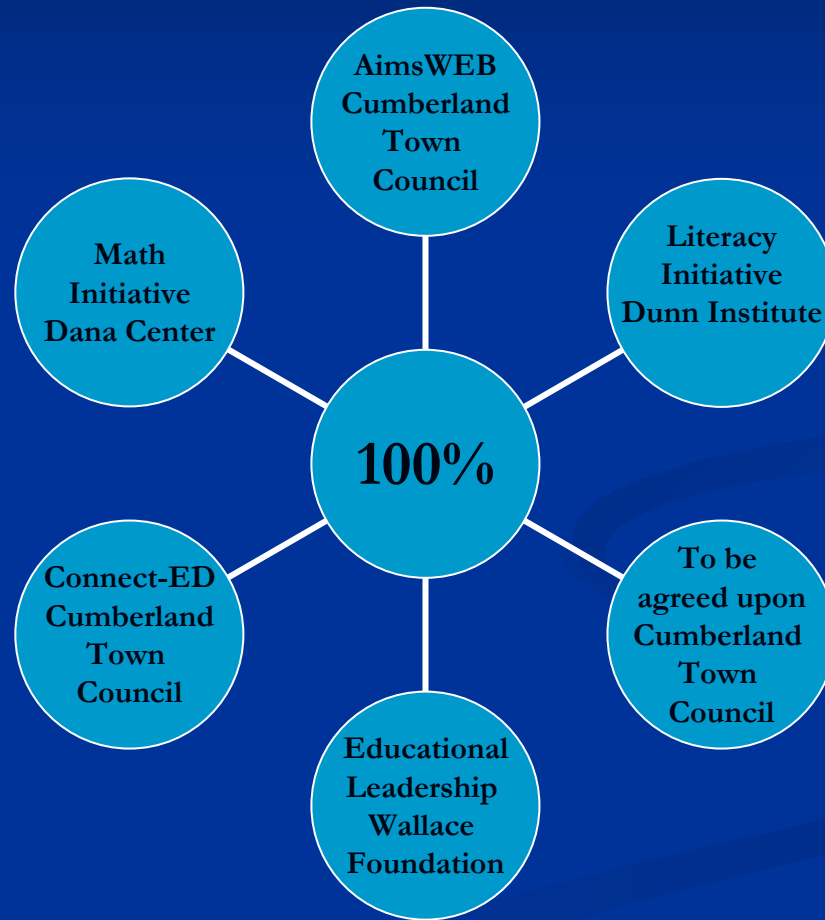
- *District Made Adequate Yearly Progress (47/49)*
- All Schools Met Targets for “*All Students*”
- Cumberland High School *Met All Targets*
- North Cumberland Middle School *Met All Targets*
- Joseph L. McCourt Middle School *Met All Targets*
- Community School *Met All Targets*
- John J. McLaughlin Cumberland Hill School *Met All Targets*
- Garvin Memorial School *Met All Targets*
- B. F. Norton Met All Targets except:
 - * Students with Disabilities in Math, ELA
- Ashton School Met All Targets except:
 - * Students with Disabilities in Math, ELA
 - * Economically Disadvantaged in Math, ELA

How can we build on our
collaboration
to create more advantages
for student learning
in Cumberland ?

Collaboration Yields School Improvement Results



Collaboration Creates Advantages for Student Learning



Key Strategies

- Comply with the law
- Embrace zero-based budgeting practices
- Respond to the highest priorities through analysis of resources
- Build in anticipated efficiencies
- Use fund balance to close school department budget gap

The truth is...

- The district has embraced zero-based budgeting practices.
- Multiple sources of data have been used to support the proposed FY 10 budget.
- Reconciling FY 06, FY 07, FY 08, FY 09 budgets impacted proposed expenditures and required the consolidation of JJM Cumberland Hill Annex and relocation of Cumberland Preschool Center.
- We will always continue to have a responsibility to maintain and improve our facilities, the town's largest assets.

Fact versus Myth

Myth: The school department fund balance is unnecessary, too large and unlawful.

- Fact 1: RIGL 16-7-23 states, “All state and local funds unexpended by the end of the fiscal year of appropriation shall remain a surplus of the School Committee and shall not revert to the municipality.”
- Fact 2: The school department has always had a fund balance. UNC Chapel Hill Institute recommends...an undesignated fund balance of 8%, in contrast to the 1.8% currently in our undesignated fund balance.
- Fact 3: The entire amount of undesignated fund balance has been appropriated in the FY 09 and FY 10 budgets.
- Fact 4: The entire school fund balance would support approximately two weeks of bills.

FY 2009-2010 Budget

Revenue Adjustments

Fiscal Year 2009 General Fund Budget		\$52,419,112	
Town Appropriation	1.8% Increase	650,000	
State Aid	(11% Decrease)	(1,357,386)	
Retiree & COBRA Health/Life Insurance		71,799	
Interest Income		(67,000)	
Fund Balance (Surplus)		122,985	
Reimbursement Town Master Lease		(75,637)	
Medicaid Reimbursement		0	
All other		26,245	
Fiscal Year 2010 Proposed			
General Fund Budget		\$51,790,118	(1.20%)

FY 2009-2010 Budget

Expenditures

Fiscal Year 2009 General Fund Budget	\$52,419,112	
Salaries	657,921	
Healthcare Claims	(513,250)	
Retirement	(114,744)	
Other Fringes	8,198	
Transportation	191,373	
Utilities	33,000	
Special Education Tuitions/Therapists*	17,409	
Capital Equipment	(133,476)	
Reductions/Concessions	(639,219)	
All other	(69,682)	
<u>Facilities Management Contract</u>	<u>(200,000)</u>	
Fiscal Year 2009		
Proposed General Fund Budget	\$51,790,118	(1.20%)

**NRIC Disbursement*

Budget Comparisons: Appropriations

	Fiscal Year 2008		Fiscal Year 2009		Fiscal Year 2010	
Salaries	\$29,408,946	57.2%	\$29,530,269	56.3%	\$29,548,971	57.1%
Medical	\$6,487,067	12.6%	\$7,462,010	14.3%	\$6,948,760	13.4%
Pension	\$3,658,147	7.1%	\$4,203,892	8.0%	\$4,089,147	7.9%
Other Fringes	\$1,792,361	3.5%	\$2,090,065	4.0%	\$2,098,403	4.0%
Therapist/Tuitions	\$3,606,353	7.0%	\$2,960,382	5.7%	\$2,964,009	5.7%
Transportation	\$2,301,196	4.5%	\$2,086,237	4.0%	\$2,338,301	4.5%
Supplies/Textbooks	\$869,736	1.7%	\$520,694	1.0%	\$444,543	0.9%
Utilities	\$1,304,814	2.5%	\$1,383,985	2.6%	\$1,416,985	2.7%
Capital Improvement Equipment	\$427,863	0.9%	\$380,387	0.7%	\$305,250	0.6%
All Other	<u>\$1,555,294</u>	<u>3.0%</u>	<u>\$1,801,191</u>	3.4%	<u>\$1,635,749</u>	3.2%
	\$51,411,777	100%	\$52,419,112	100%	\$51,790,118	100%

Budget Comparisons: Revenues

	Fiscal Year 2008		Fiscal Year 2009		Fiscal Year 2010	
Local Appropriation	\$35,658,031	69.4%	\$36,308,031	69.3%	\$36,958,031	71.4%
Local Appropriation Capital	\$100,000	.19%	\$100,000	.20%	\$100,000	.20%
Local Appropriation Master Lease	\$397,953	0.77%	\$380,887	0.70%	\$305,250	0.60%
State Aid	\$12,590,773	24.5%	\$12,851,773	24.5%	\$11,494,387	22.2%
Medicaid	\$641,000	1.2%	\$375,000	0.7%	\$375,000	0.7%
Fund Balance	\$167,355	.33%	\$508,780	1.0%	\$562,165	1.1%
All Other	<u>\$1,856,665</u>	<u>3.5%</u>	<u>\$1,894,641</u>	<u>3.6%</u>	<u>\$1,995,285</u>	<u>3.8%</u>
	\$51,411,777	100%	\$52,419,112	100%	\$51,790,118	100%
Total Town Support		70.36%		71.07%		72.1%

Town and State Financial Support

Town of Cumberland

Town Appropriation

- FY 2007 34,764,531
- FY 2008 35,758,031 2.8%
- FY 2009 36,408,031 1.8%

Request for Town Appropriation

- FY 2010 37,058,031 1.8%

State of Rhode Island

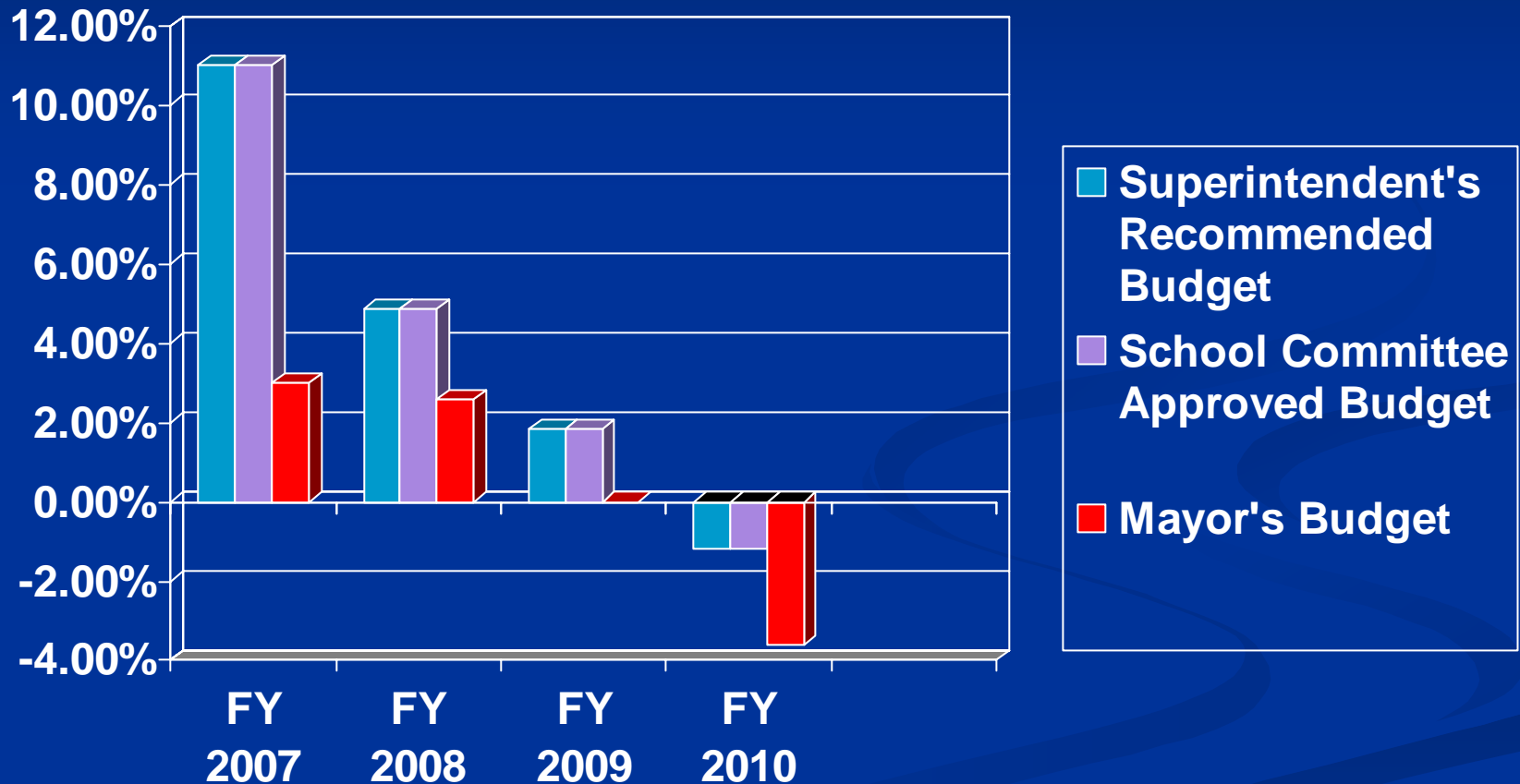
State Aid

- FY 2007 12,590,773
- FY 2008 12,590,773 0%
- FY 2009 12,590,773 0%

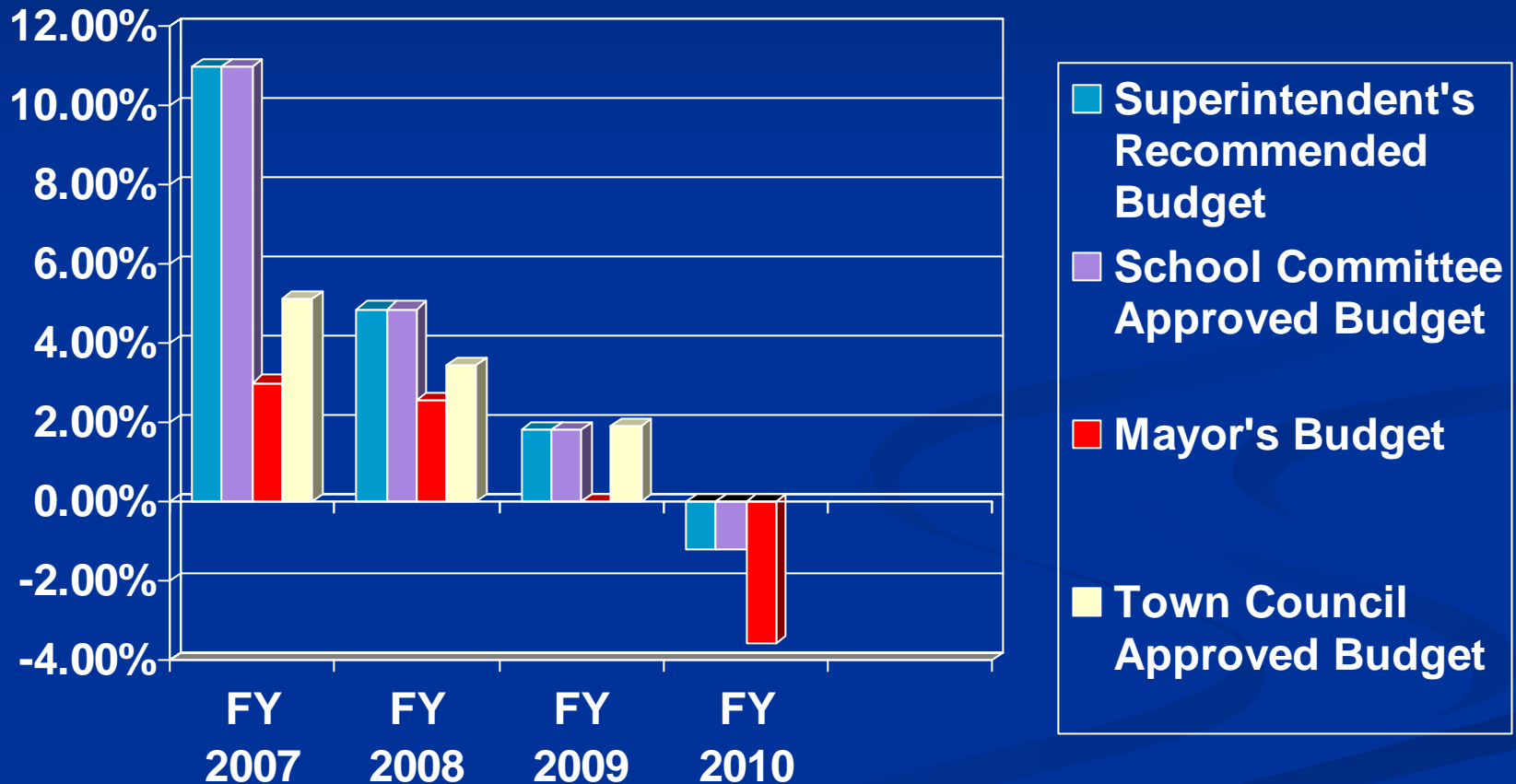
Anticipated Reduction in State Aid

- FY 2010 11,494,387 (11%)

School Budget Historical Analysis



School Budget Historical Analysis



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