

School District of the City of Royal Oak
MEMORANDUM

TO: Thomas L. Moline
 FROM: John R. Schwartz
 DATE: March 19, 2010
 SUBJECT: 2010-11 Budget Development
General Fund

The following represents the most up to date list of the significant budget recommendations included in the preliminary 2010-11 projected General Fund budget. While additional progress still needs to be made in order to achieve the goal of a balanced budget, the current status of the General Fund budget is reflective of the many significant changes recommended for 2010-11. The following information is as of March 19:

Projected Revenue	\$55,477,933
Projected Expenditures	<u>57,032,379</u>
Projected Revenues Over (Under)	
Projected Expenditures	(\$1,554,446)
Anticipated Favorable Budget Variance	<u>1,000,000</u>
Projected Operating Deficiency – March 19	(\$554,446)

<u>Budget Recommendations</u>	<u>Estimated Budget Impact</u>
• One-time annual club and activity fee – ROMS - \$25	+ \$8,000
• One-time annual club and activity fee – ROHS - \$50	+ 12,500
• One-time annual Marching Band activity fee – ROHS - \$300	+ 11,000
• One-time annual Model United Nations – ROHS - \$300	+ 7,000
• One-time annual Drama Club fee – ROHS - \$300	+ 8,000
• Counseling Staff Reductions:	
▪ -0.5 fte ROMS	- 32,500
▪ -1.0 fte ROHS	- 65,000

Budget Recommendations

**Estimated
Budget Impact**

- Executive Director Reductions:
 - -1.0 fte Business and Technology - \$155,000
 - -1.0 fte Student Services - 155,000

- Elementary Classroom Teacher:
 - +1.2 fte Classroom - Upton + 78,000

- ROMS Classroom Teacher Reductions:
 - -2.4 fte Team Planning - 156,000
 - -1.8 fte Classroom - 117,000

- ROHS Teacher Reductions:
 - -0.2 fte Attendance Office - 13,000
 - -0.2 fte PE Coordinator - 13,000
 - -1.5 fte Classroom -97,500
 - -0.2 fte Department Chair - 13,000
 - -0.2 fte Medical Skills - 13,000

- ROHS Clerical/Technical Reductions:
 - -1.0 fte Media Clerk - 50,000
 - -1.0 fte Clerical -55,000

- ROHS Hall Guard Elimination:
 - -3.0 fte Hall Guards - 175,000

- Other District-wide Instructional Reductions:
 - -0.2 fte ESL Teacher - 13,000
 - -0.2 fte Music Coordinator - 13,000

- Vocational Assessment Center Elimination:
 - -1.0 fte Coordinator - 100,000
 - -1.0 fte Paraprofessional - 50,000
 - Reduced Revenue – IDEA allocation - 66,000

- Central Office Secretarial Reductions:
 - -3.0 fte secretarial - 195,000

- Elementary Media Tech Reductions:
 - -3.0 fte Media Techs - 150,000

- Crossing Guard Funding Elimination - 14,000

- ROYA Contribution Elimination - 32,250

<u>Budget Recommendations</u>	<u>Estimated Budget Impact</u>
<ul style="list-style-type: none"> • Class-Size Relief Reduction: <ul style="list-style-type: none"> ▪ -1.0 fte Paraprofessional 	- 40,000
<ul style="list-style-type: none"> • General Education Transportation Elimination 	- \$489,000
<ul style="list-style-type: none"> • Privatization of Support Services: <ul style="list-style-type: none"> ▪ Custodial, Special Education Transportation, Maintenance, Grounds - projection 	- 900,000
<ul style="list-style-type: none"> • Special Education Program Restructuring: <ul style="list-style-type: none"> ▪ -2.0 fte Early Childhood Teachers ▪ -3.5 fte MOCI/MICI/POHI Teachers ▪ +0.5 fte Resource Room/Teacher Consultant ▪ -0.8 fte Speech Therapist ▪ -0.2 fte Occupational Therapist ▪ -0.5 fte Physical Therapist ▪ -2.0 fte Social Workers – attrition through retirement 	- 130,000 - 227,500 + 32,500 - 52,000 - 13,000 - 32,500 - 240,000
<ul style="list-style-type: none"> <ul style="list-style-type: none"> ▪ -2.0 fte Early Childhood Paraprofessionals ▪ -2.0 fte Least Restrictive Environment Paraprofessionals 	- 80,000 - 80,000
<ul style="list-style-type: none"> • Reduction in Supplies, Material, and Capital Outlay 5% 	- 75,000
<ul style="list-style-type: none"> • Elimination of Band Uniform Sinking Fund Contribution 	- 5,000

The above mentioned budgetary reductions, revenue generation items, and restructuring of services have been provided to enhance productive discussion at the March 25th Board of Education Workshop. As a reminder, the above information reflects the status of the General Fund 2010-11 projected budget as of March 19. Additional changes will continue to occur through budget adoption.

Additionally, please refer to the memorandum provided on March 5, 2010 for a narrative description of recommended budget changes for 2010-11.

I recommend distribution of this document to the Board of Education in the next electronic mailing.

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