



SICPS

2009-2010 Budget

Presentation

Mar 31 2009



SICPS 2009-2010 Budget Key Components

- Sending 5th thru 8th to Ocean City
- Separate Classes for Grades PK thru 4th in SICPS
- New Roof
- Flat Taxes

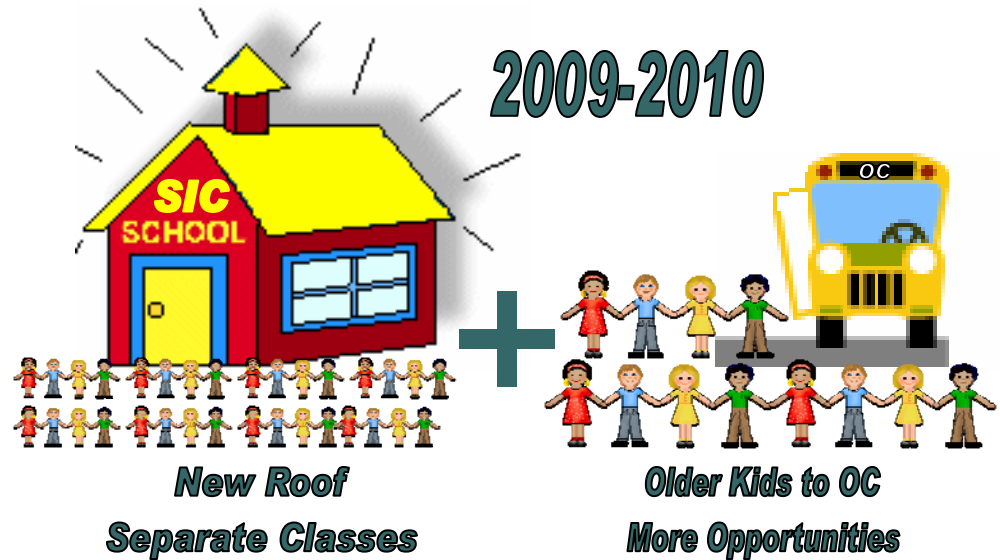


2008-2009



**Cost per Pupil:
\$43,000 for 66 Kids**

**Taxes 08-09:
\$3,196,187**



2009-2010

**New Roof
Separate Classes**

**Older Kids to OC
More Opportunities**

**Cost per Pupil:
\$34,000 for 55 Kids**



**Tuition & Transportation
per Intermediate Pupil
\$21,500 for 23 Kids**

**Taxes 09-10:
\$3,196,187**

Replacing the Roof

*CLEARLY A SIGNIFICANT HEALTH & SAFETY ISSUE
WHICH CANNOT BE FORESTALLED ANY LONGER*

Comments from Garrison Roof Assessment

- Failed Flashing – Water Down Wall Cavities
- Standing Water Between Roofs
- Failed Field
- Obsolete Equipment
- Insulation between the Roofs is Saturated
- Ballasted Roof Incompatible with Wind Zone



Plan of Action agreed to in October 08:

Replace 30,000 sq ft Roof (all Roofs except Flat Roof section of Relocatable which is slated to be demolished sometime next year)

Replace the Ventilation Fans in the Upper Level Roof

Apply for Grant Under Level 1 Priority – Safety & Health Issue



Replacing the Roof

Cost for Roof Replacement - \$928,000

includes new exhaust fans, architectural costs, costs to secure grant, bond attorney fees, etc



Grant Secured in Jan 09- \$360,000

Cost to District - \$540,000

Capital Reserve - \$193,000

Remainder to be Financed \$375,000

How to Finance the \$347,000?

Bond vs Lease Purchase



Bond

- Requires Referendum
- Does not Affect Tax Caps
- Timelines could jeopardize Sept deadline for replacement
- If failed, safety issue would have required board to appeal, but grant money would likely be lost and costs increased.

Lease Purchase

- No Referendum Required
- Can only be used if Taxes are within Caps, which could mean more pressure on Surplus

On March 17th the Board voted to pursue a Lease Purchase



Other Safety Issues identified in QSAC

- Gym Lights
- Removal of Unused Relocatable
- Handicap Entrance



District is currently pursuing grant money for these repairs. District expects to acquire \$80,000 in State Funds or 40% of the approximately \$200,000 in repair costs.

It is anticipated that the board will bring the remaining \$120,000 to a referendum in **Sep 09**.

Cost Per Pupil – How is this calculated?



Includes
\$100,000
Encumbrances

	08-09 Original Budget	08-09 Revised Budget
Tot'l Gen'l Fund Expense	\$3,971,760	\$4,071,609
Less Outgoing Tuition	(\$917,118)	(\$925,719)
Less all Transportation	(\$232,964)	(\$287,860)
Less Emergency Reserve	(\$40,000)	(\$40,000)
Less Capital Outlay	(\$10,949)	(\$3,949)
Subtotal	\$2,770,729	\$2,814,081
Students at SICPS	77	65.5
Cost Per Pupil	\$35,983	\$42,963

$$\$2,770,729 / 65.5 = \$42,301$$

SICPS 2009-10 Budget Presentation

Mar 31 2009

Revenue



All \$ in 000's



Minimum Required by Law

Revenue:	08/09 Budget	08/09 Revised	09/10 Budget
Budgeted Fund Balance	\$398	\$404	\$443
Withdrawal from Cap Reserve			\$193
Local Tax Levy	\$3,196	\$3,196	\$3,196
Tuition	\$0	\$0	\$0
Int Earned on Cap Reserve	\$4	\$4	\$0
Unrestricted Misc Revenues	\$19	\$19	\$15
State Aid	\$355	\$349	\$349
Adj for Encumbrances		\$100	
Total Operating Budget	\$3,972	\$4,072	\$4,196

08/09 Expenditures include \$100K of encumbrances from 07/08 School Year

SIC School Budget Review
all \$ in 000's

Mar 31 2009



Expenditures:	07/08 Actual	08/09 Budget	08/09 Revised
Instruction	\$1,014	\$1,103	\$1,037
Benefits	\$461	\$540	\$493
Tuition to Other Schools	\$900	\$917	\$926
Guidance, CST, etc	\$651	\$696	\$690
Administration incl Legal	\$181	\$120	\$268
Oper & Maintenance	\$259	\$278	\$293
Transportation	\$215	\$232	\$288
Emergency Reserve Incr		\$40	\$40
Transf to Cover Food Deficit	\$23	\$33	\$33
Capital Outlay	\$0	\$11	\$4
General Fund	\$3,702	\$3,972	\$4,072

- a) 07/08 Actual is understated by encumbrances of \$100K which are reflected in 08/09 Revised.
- b) Legal Fees in 08/09 include costs associated with resolving some long-running litigation as well as work done to lay foundation for expanding send-recv with OC.

SIC School Budget Review
all \$ in 000's



Mar 31 2009

Expenditures:	08/09 Revised	09/10 Prelim PK-8th	09/10 Revised PK-4th
Instruction	\$1,037	\$962	\$747
Benefits	\$493	\$443	\$326
Tuition to Other Schools	\$926	\$1,105	\$1,622
Guidance, CST, etc	\$690	\$601	\$344
Administration incl Legal	\$268	\$134	\$94
Oper & Maintenance	\$293	\$309	\$327
Transportation	\$288	\$270	\$305
Emergency Reserve Incr	\$40	\$91	\$91
Transf to Cover Food Deficit	\$33	\$22	\$22
Capital Outlay	\$4	\$66	\$317
General Fund	\$4,072	\$4,003	\$4,196

Includes \$193,000 of Capital Reserve to be applied towards Roof Project + \$80,000 in Debt Service for Lease Purchase + \$44,000 to replenish Capital Reserve

RECAP OF SURPLUS POSITION

Surplus @ 6/30/08	\$1,031,272
Amt Budgeted 08-09	\$397,842
Capital Reserve	\$193,109
“Free” Surplus	\$440,321
 During 08-09	
Added to Emergency Reserve	\$40,000
Add’ Bal Anticipated 08-09	\$100,000
 Appropriated for 09-10 Budget	\$442,688
Appropriated for Roof 09-10	\$193,000
Added to Cap Reserve 09-10	\$ 43,698
Added to Emergency Reserve 09-10	\$ 91,107
 Subtotal	\$272,547

