FY05 SUMMARY OVERVIEW

School Board Approved Adjustments to Budget

Analysis assumes the FY04E School Operating Budget as the base

TOTAL REVENUE AND OTHER RESOURCES AVAILABLE  10,615,231

EXPENDITURE ISSUES

Licensed Staff

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Step</td>
<td>510,000</td>
</tr>
<tr>
<td>Market Adjustment 7.0% avg</td>
<td>2,624,136</td>
</tr>
<tr>
<td>VRS Retirement rate increase 9.44% to 11.58%</td>
<td>902,000</td>
</tr>
<tr>
<td>VRS Group Life premium holiday</td>
<td>-</td>
</tr>
<tr>
<td>Adjust supplement schedule by 5%</td>
<td>41,500</td>
</tr>
</tbody>
</table>

Non-Licensed Staff

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Step</td>
<td>445,000</td>
</tr>
<tr>
<td>Market Adjustment 2%</td>
<td>392,000</td>
</tr>
<tr>
<td>VRS Retirement rate increase</td>
<td>491,000</td>
</tr>
<tr>
<td>VRS Group Life premium holiday</td>
<td>-</td>
</tr>
</tbody>
</table>

Conversion of all school assistant principals to 12 months  104,000

Convert teacher assistants from 5,000
comp to overtime pay

Increase tuition reimbursement to $600 for licensed and non-licensed staff 6,500

Middle School Magnet School of the Arts 0.2 FTE's 80,000

One time cost to reserve group life cost in budget for reinstatement in FY07 (In FY03 and FY04 it was directed to textbooks, instructional software, etc.) 337,000

Increase the daily rate for sick leave at retirement from $20 per day to $30 per day 48,000

**COST REQUIRED TO MAINTAIN CURRENT LEVEL OF SERVICE**

<table>
<thead>
<tr>
<th>Description</th>
<th>Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>Technology replacement</td>
<td>1,007,345</td>
</tr>
<tr>
<td>Teachers for additional enrollment - 22.5 FTE's</td>
<td>900,000</td>
</tr>
<tr>
<td>Elementary resource teachers - 4 FTE’s</td>
<td>160,000</td>
</tr>
<tr>
<td>Middle School Guidance Counselor - .5 FTE</td>
<td>20,000</td>
</tr>
<tr>
<td>Teacher Assistants for additional enrollment - 8 FTE's</td>
<td>116,000</td>
</tr>
<tr>
<td>Special Education Instructional Specialist - 1 FTE</td>
<td>45,000</td>
</tr>
<tr>
<td>Athletic trainers</td>
<td>60,000</td>
</tr>
<tr>
<td>Bus drivers for additional enrollment - 2 FTE's</td>
<td>28,000</td>
</tr>
<tr>
<td>Two replacement busses</td>
<td>107,000</td>
</tr>
</tbody>
</table>
Utilities (bus fuel $62,410, electricity $42,000, water $21,000, natural gas $22,000, and telephone service $17,000) 147,210

Security system contract (ASI) 87,000

Software licenses and contracts for instruction and operations (Web Sense $55,000, Kronos HR $44,900, Softsearch $10,000, miscellaneous contracts $45,100.) 163,050

Grounds Maintenance (6.9% increase) 61,822

High School Deputies / Combined Video Services 36,898

Postage 4,900

Tuition increases for New Horizons / IB 67,600

One-time expenditures

  Elementary playground equipment (10 schools) 1,000,000

  Replacement buses (8) 410,570

  Convert teacher assistants to bi-weekly pay period (Pay for 3 transition days) 56,700

  One-time payment to licensed staff in December, 2004 150,000

Total Expenditures 10,615,231

UNALLOCATED FUNDS

Note 1: The VRS professional rate of 11.58% includes the
retiree health care credit of 9.55%.
The VRS non-professional rate is 11.5%

Note 2: The FY05 revenue projections also include a reduction in general supply fees of $5. New fees $20 E, $25 M, and $30 H.

May 24, 2004