

Worcester Public Schools

Worcester, Massachusetts

**FY11 BUDGET
UPDATE**
May 2010



FY11 BUDGET

May 2010 Update



Focus of the FY11 Budget:

Based on the input and priorities of the School Committee, staff, parents, community members and students

- **Low Elementary Class Size**
- **School Safety**
- **Early Literacy**
- **Comprehensive curriculum programming**
- **College Preparation, AP classes, increased rigor and relevance of courses**

FY11 BUDGET

Summary of Budget Status:



Budget Deficit Status:

| | |
|---------------------------------------|-----------------------------|
| Governor's Budget: | -\$14,224,141 |
| House & Senate Ch70: | -\$ 1,271,591 |
| City Contribution: | -\$ 425,415 |
| Est. 8% Title 1 Reduction: | <u>-\$ 883,428</u> |
| <u>Current Budget Deficit:</u> | <u>-\$16,804,575</u> |

FY11 BUDGET

May 2010 Update



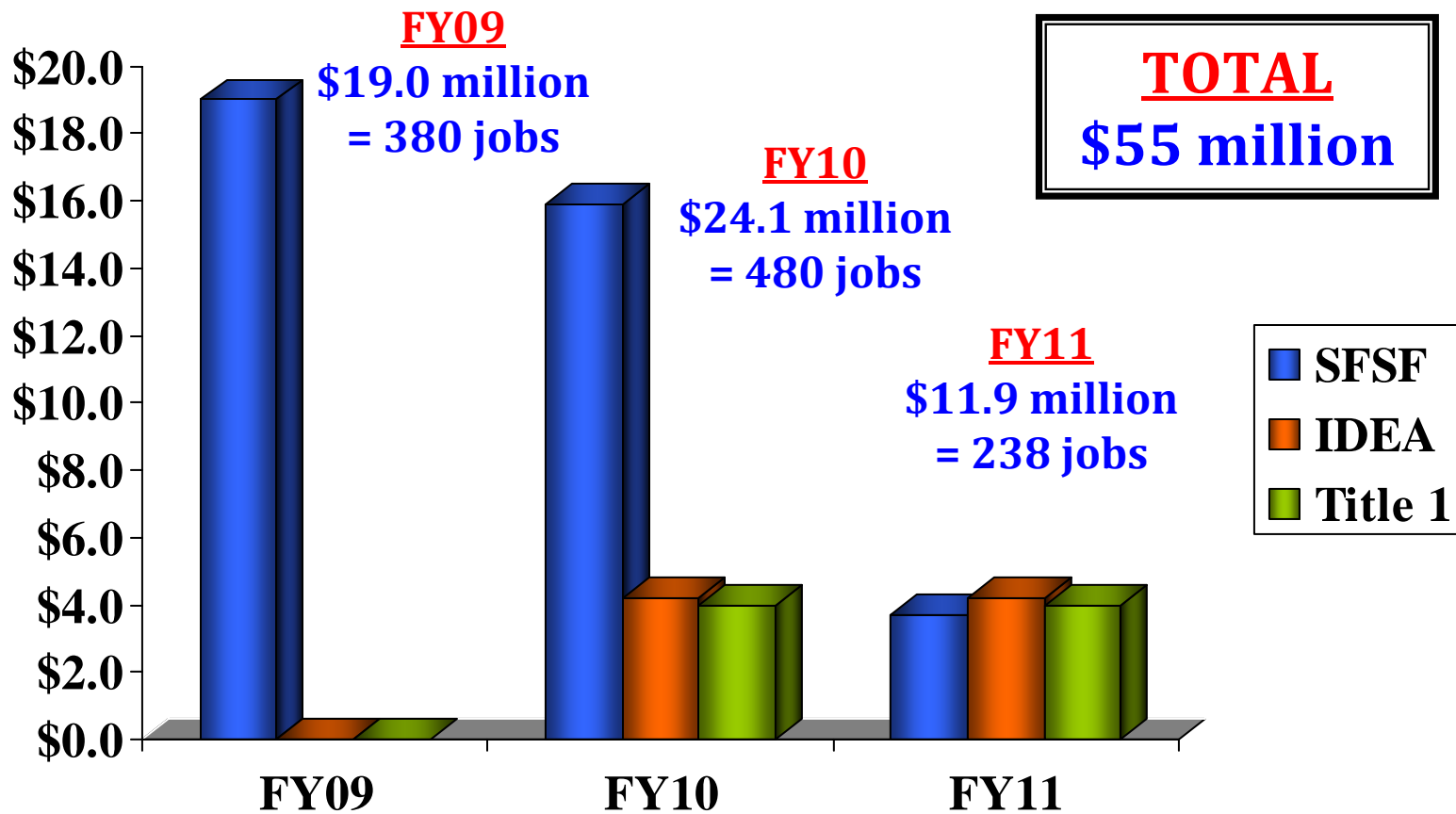
FY11 Budget will use \$8.2 million in federal stimulus (IDEA and Title 1):

**Reduces Projected Deficit
from \$16.8 million
to
\$8.6 million**



FY11 BUDGET

Use of Federal Stimulus Funds



FY11 BUDGET

May 2010 Budget (House Budget)



Revenue Estimates:

| | |
|---------------------------|----------------------|
| Chapter 70 State Aid | \$187,838,166 |
| ARRA-SFSF | \$ 3,674,638 |
| Charter Reimbursement | \$ 4,447,297 |
| City Contribution | \$ 93,234,746 |
| Federal Grants (non-ARRA) | \$ 25,008,541 |
| State Grants | <u>\$ 4,803,456</u> |
| Total Revenue: | \$319,006,844 |



FY11 BUDGET

May 2010 Update – State Aid

| Revenue Item | FY10 Budget | FY11 HWM Budget | Change |
|------------------------------|------------------------|----------------------------|----------------------|
| Chapter 70 | \$176,884,068 | \$187,838,166 | \$10,954,098 |
| SFSF | \$15,900,327 | \$3,674,638 | -\$12,225,689 |
| Charter Reimburse | \$4,566,823 | \$4,447,297 | -\$119,526 |
| Total | \$197,351,218 | \$195,960,101 | -\$1,391,117 |

FY11 Foundation Budget



Foundation Budget Level

Enrollment: (+244): +\$ 7,264,725
Inflation (-2.2%): -\$ 6,041,091
Foundation Growth: \$ 1,223,634

Enrollment Change:
Enrollment Growth: 244 students
ELL Students: +773 (14%)
Low Income Students: +1,367 (9%)

FY11 Foundation Budget



Foundation Budget Level

Foundation Growth: \$1,223,634

| | |
|---------------------------|-----------------------------|
| City Contribution | \$ 2,495,225 |
| Chapter 70 Change: | <u>-\$ 1,271,591</u> |
| Total NSS Growth: | \$ 1,223,634 |



FY11 BUDGET

May 2010 Budget-City Contribution

| Revenue Item | FY10 | FY11 | Change |
|----------------------|---------------------|---------------------|--------------------|
| FY10 Base | \$90,004,484 | \$90,004,484 | \$0 |
| FY94 Medicaid | \$400,000 | \$400,000 | \$0 |
| FY09 Medicaid | \$130,000 | \$130,000 | \$0 |
| FY10 INET | \$130,000 | \$130,000 | \$0 |
| FY11 Growth | | \$2,570,262 | \$2,570,262 |
| Total | \$90,664,484 | \$93,234,746 | \$2,570,262 |

FY11 BUDGET

Governor's Budget



Major State & Federal Grants:

| | |
|----------------------------------|----------------------------|
| Federal Grants (non-ARRA) | \$25,008,541 |
| State Grants | <u>\$ 4,803,456</u> |
| Total Grants | \$29,811,997 |

State grants appear to be level funded in State Budget.

Actual state & federal grant allocations will be known in June.

FY11 BUDGET

May 2010 Budget – Level Service



Cost Estimates:

| | |
|------------------------------------|-----------------------------|
| Employee Salaries | \$203,254,504 |
| Health Ins & Retirement | \$ 58,058,444 |
| Tuition Assessments | \$ 40,606,330 |
| Student Transportation | \$ 10,472,179 |
| All Other Cost Centers | <u>\$ 23,419,962</u> |
| Total Costs: | \$335,811,419 |

FY11 BUDGET

May 2010 Budget – Level Service



Budget Status:

Total Revenue **\$319,006,844**

Total Costs **\$335,811,419**

Difference: **-\$ 16,804,575**

FY11 BUDGET

May 2010 Update



Recommended Budget Solutions:

| | | |
|----------------------------|------------|-------------------|
| <i>FY11 ARRA Stimulus:</i> | \$ | 8,174,141 |
| School Choice/ARRA: | \$ | 2,000,000 |
| Cut 140 Positions: | \$ | 3,590,434 |
| Operational Reductions: | \$ | 2,200,000 |
| Other Funding Sources: | \$ | <u>840,000</u> |
| Budget Solutions: | -\$ | 16,804,575 |

FY11 BUDGET

May 2010 Update



Recommended Budget Solutions:

- Reduce **22** central office and systemwide positions
- Reduce **31** secondary teacher positions
- Reduce **72** tutor positions (part-time)
- Reduce **15** school-based clerical positions

FY11 BUDGET

Summary of Reductions since FY02:



- Made **\$60 million** in budget cuts
 - **\$41 million** from general fund
 - **\$19 million** from state/federal grants
- Reduced **820 positions** (21%)
- Closed **8 Schools**
- Reduced Instructional Supply Spending by **52%** (\$130 per pupil to \$63)
- Reduced Technology Spending by **86%**
- Eliminated **Extended Day** at 10 Schools
- Reduced **Pre-K** from **full-day** to **half-day**
- Reduced **staff development, building maintenance, athletics, and fine arts.**

FY11 BUDGET

May 2010 Update



Other Budget Actions:

- **Compliance Requirements**
 - **English Language Learners**
 - **Coordinated Program Review**
 - **Special Education**
- **Student Achievement**
 - **WPS Compact**



FY11 BUDGET

May 2010 Update



Other Budget Actions:

- Increase **8** elementary classroom positions
- Increase **11** special education positions
- Increase **8** ESL positions



FY11 BUDGET

School-Based Budget Reductions



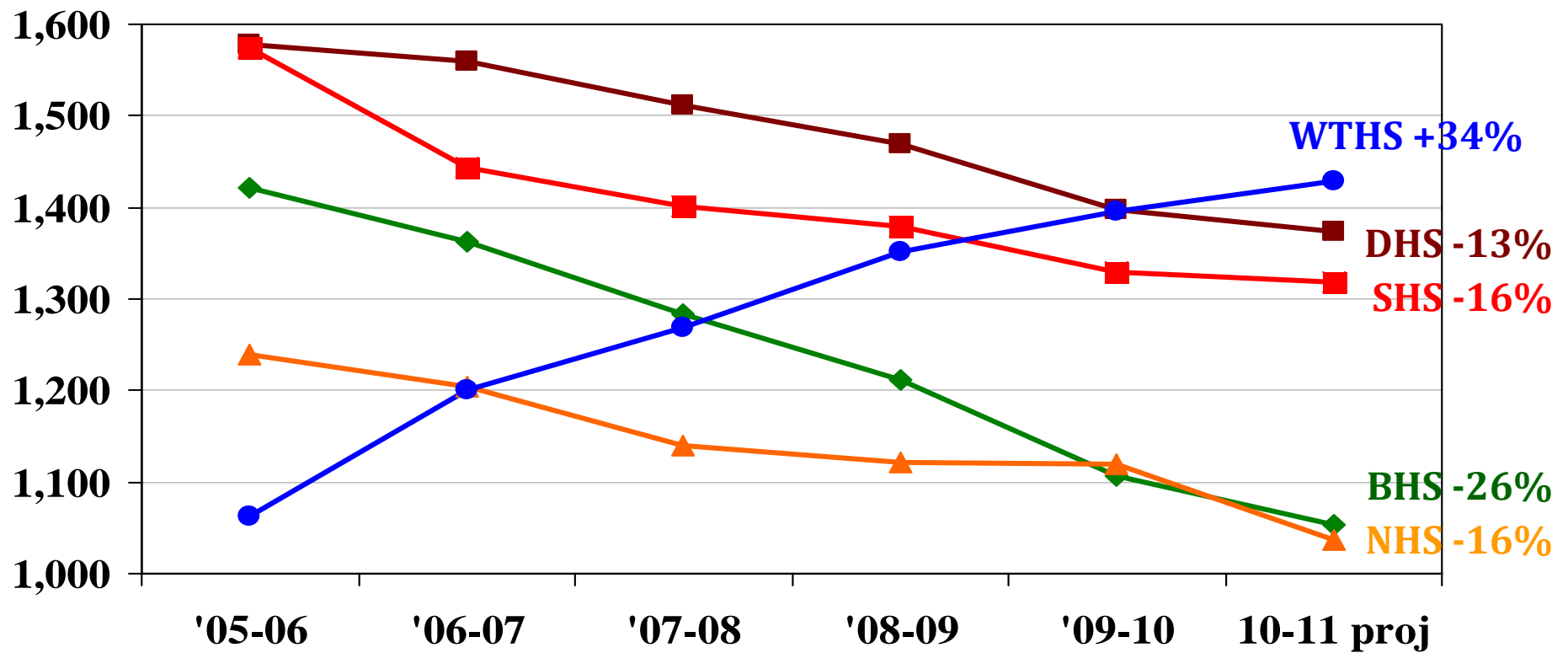
High School Reductions:

- Enrollment decline 10% since 2005-06
- Increases teacher loads and class size to match elementary levels
- Does NOT reduce graduation requirement below 24 credits
- Does NOT eliminate course offerings or AP classes
- Converts some enrichment classes to 21st century courses



FY11 BUDGET

High School Enrollments 2005-2010

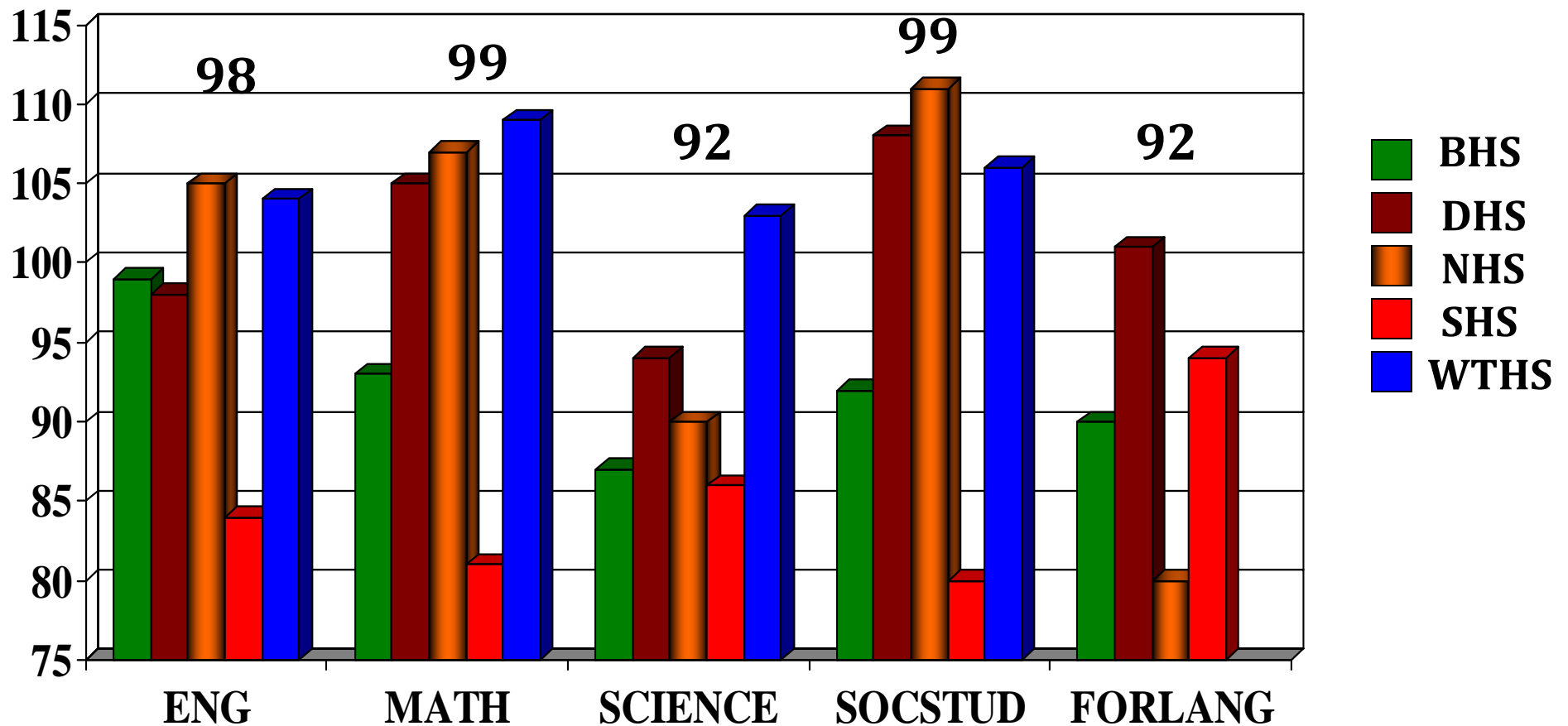


FY11 BUDGET

High School Staffing – Current Year



Average Teacher Load by Core Subject Area
CONTRACT LIMIT = 125



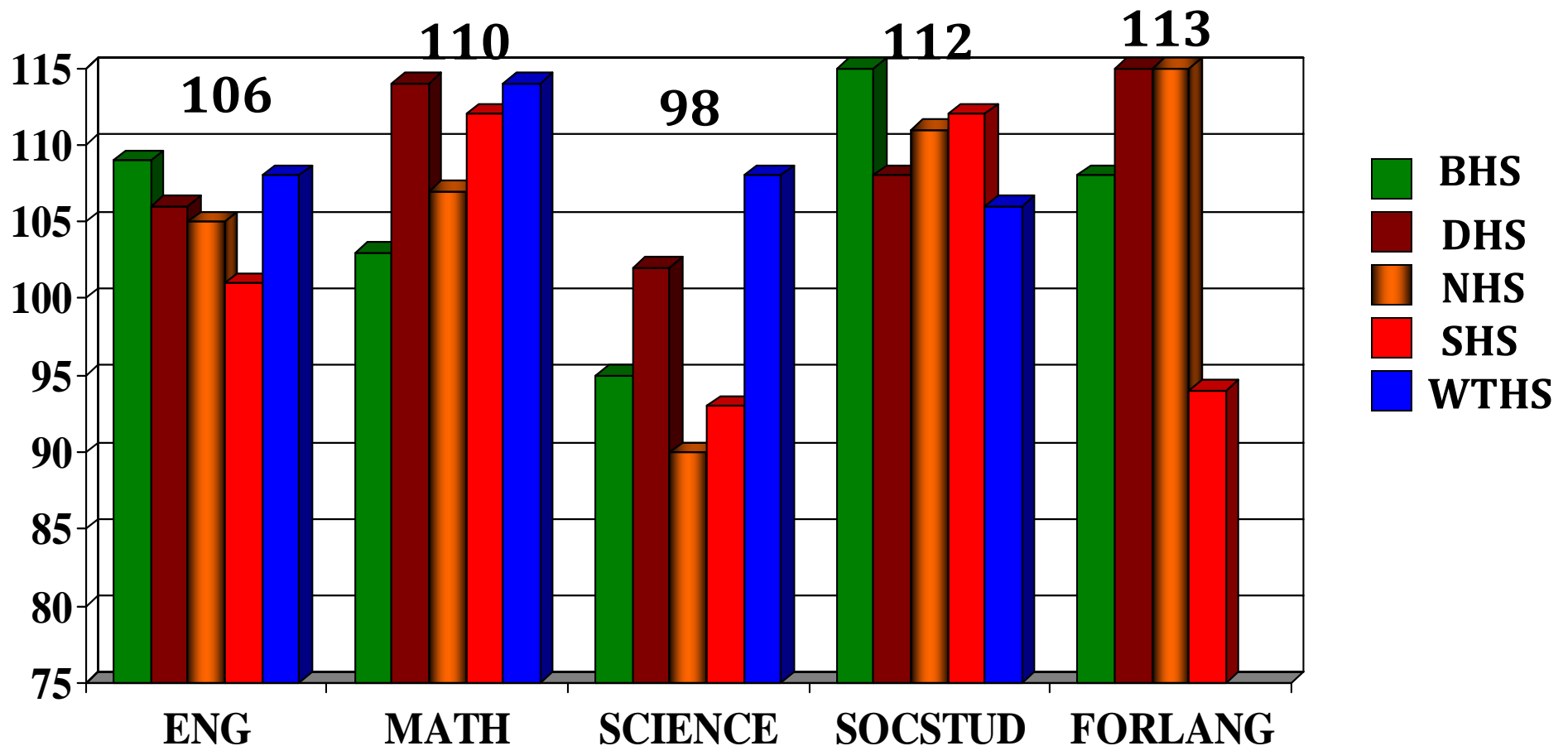
FY11 BUDGET

High School Staffing - Recommended



Average Teacher Load by Core Subject Area

CONTRACT LIMIT = 125



FY11 BUDGET

School-Based Budget Reductions



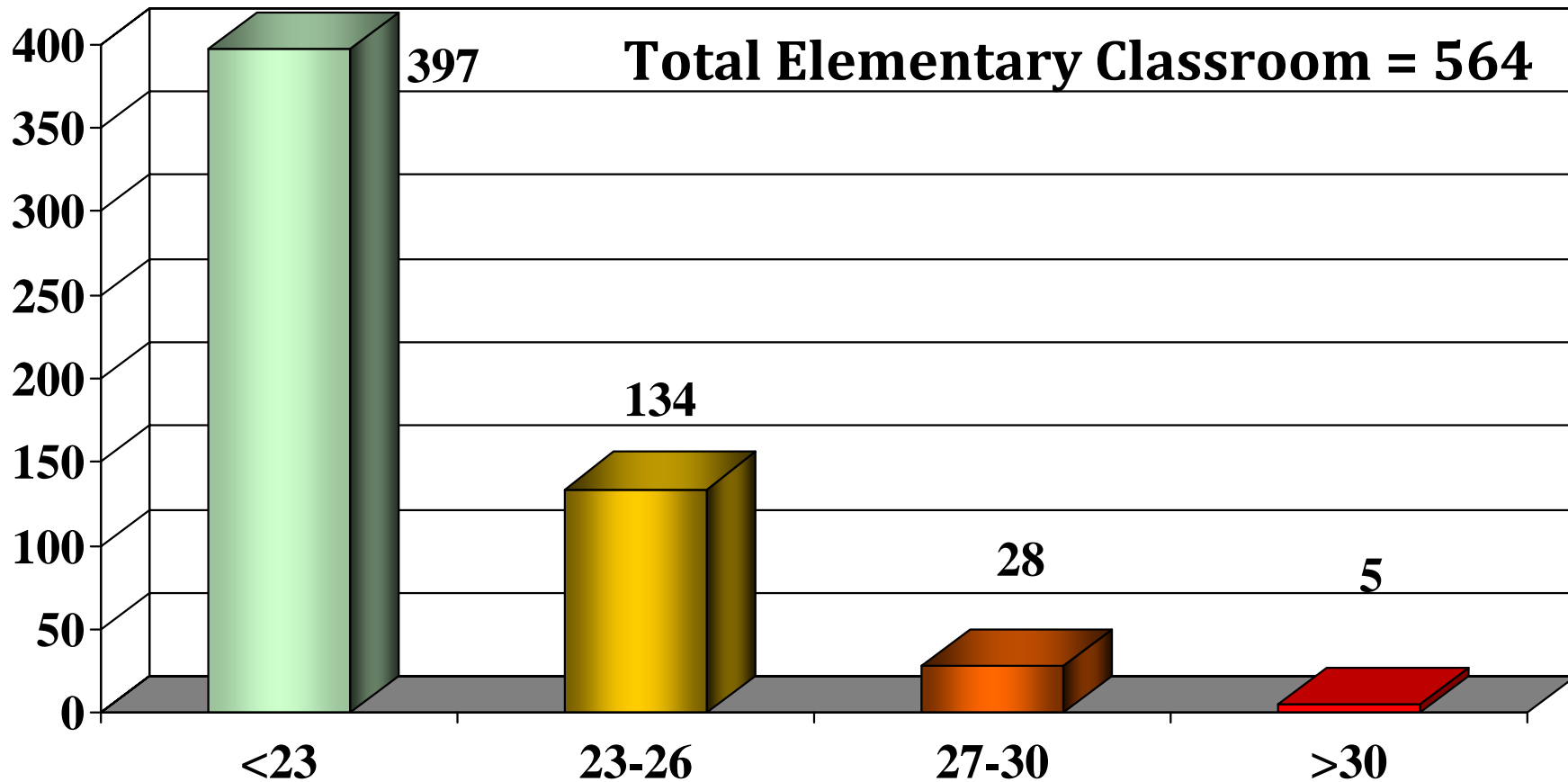
Elementary School Staffing:

- Increase of 8 teachers to address class size and enrollment increases.
- A reduction of just 1 teacher will create a class size of at least 28 somewhere in the system.



FY11 BUDGET

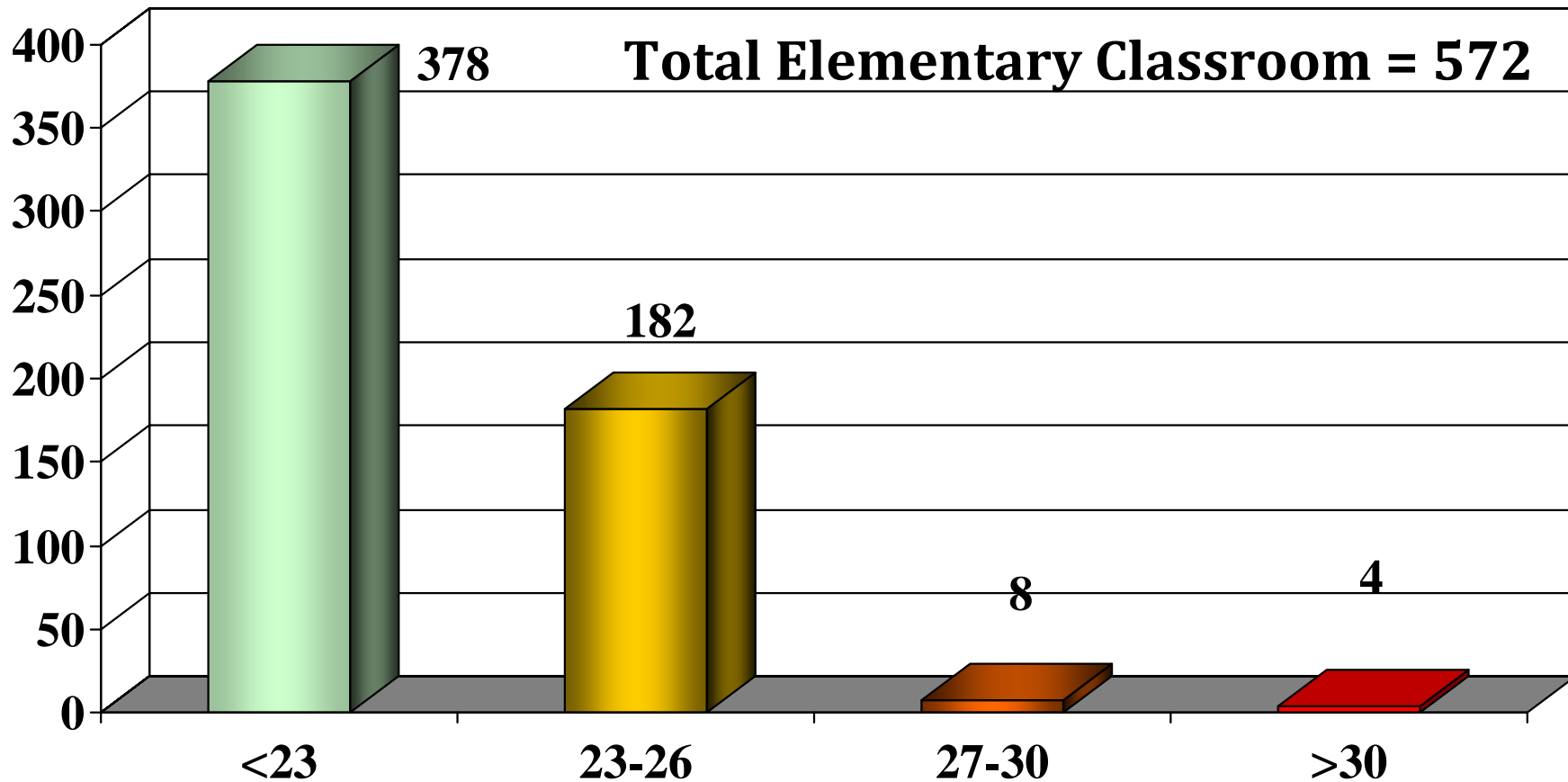
Elementary Class Size – Current Year





FY11 BUDGET

Elementary Class Size – FY11 Projected



FY11 BUDGET

Budget Savings to Reduce Deficit:



Operational Savings & Reductions:

- **Re-bid special education transportation contract (\$350,000)**
- **Utility savings (\$400,000)**
- **Health insurance rates (\$450,000)**
- **Pre-purchase instructional supplies in FY10 (\$200,000)**
- **Reallocation of federal stimulus funds (\$800,000)**
 - **Staff Development, SES, New Teacher Training**

FY11 BUDGET

Budget Savings to Reduce Deficit:



Central Office Changes:

- **Centralize Student Registration: Restructure Parent Information Center to be Pre-K to Grade 12 Registration Center.**
- **Restructure Teaching & Learning Support to Schools: Realignment and Reduction of Positions**
- **Consolidation of Finance & Operations Functions**

FY11 BUDGET

May 2010 Update



Budget Priorities:

If new revenue or other cost savings are identified, the Administration would recommend the following to the School Committee:

- **Elementary Class Size Reduction**
- **Restore Secondary Positions**
- **Restore Math/English Intervention Tutors**

Looking Forward to FY12...



**The FY11 Budget uses
\$8.2 million**

in IDEA and Title 1 stimulus funds.

& \$2.0 million

in SFSF and School Choice Funds

**These funds will not be
available in FY12**

FY11 BUDGET

May 2010 Update



Items to Watch:

- **State Budget Process**

- ✓ **Governor's Budget**

- ✓ **House of Representatives Budget**

- State Senate Budget – May/June**

- Retirement Schedule Extension (State Budget)**

- Legislative Conference Committee – June**

FY11 BUDGET

May 2010 Update



Next Steps:

- **Develop final Budget recommendations based on House Estimates; on-going updates to School Committee**
- **Budget to School Committee at end of May based on House Budget**
- **Budget Sessions: June 3rd and 17th, 4pm City Hall**