

Finance Committee Minutes

September 26, 2022

6:30 – 8:30

Present: Brian Cisneros, Michael Williams, Heather Smith, Dr. Jim Morse, (Sue Caswell was not present)

1. Update on Athletic Costs

- a. Athletic Director Andy Lathrop presented a spreadsheet with all the sports and their unique costs. The spreadsheet is attached to these minutes. A discussion ensued about what parents contribute and how PTO fundraising is used.

Questions asked included:

How is equity achieved? Is it even possible given the extreme range of the costs of individual sports.

Andy shared that the question is a tough one and there is no clear answer, though the program is Title 1 compliant.

What is the cost of a given sport when broken down by student?

Andy said he would break that cost down and send it to the superintendent.

Have transportation practices changed over the years?

Andy shared we used to provide much more transportation than we do today, largely due to the fact the fleet does not have the drivers to accommodate all requests.

What sports charge admission and what do the ticket cost?

How are ticket funds, PTO funds, and booster funds used?

Andy shared that all outside funding sources are given back to the groups who raise them to support the sports who raised them, except for Volleyball ticket sales that are used to support 68 Hours of Hunger.

Other

Andy will provide tickets prices for sports that charge.

Andy will provide per student costs.

Andy will work with Assistant Principal Mike McCann to use a similar format to outline the costs of clubs at ORHS.

2. FY 23-24 Budget Goal & Drivers

The Finance Committee review the estimated cost drivers provided by Sue Caswell (attached to these minutes).

A lengthy discussion ensued regarding what is necessary to maintain the services currently provided, about 3.33%. The committee discussed the current inflation rate, which is at record high, and its impact on capital accounts, books, and supplies.

To maintain services, it will require approximately \$1,653,450 which includes a counselor and a tutor moving from grant funds to the operating budget, and the maintenance building solar array being purchased from Revision Solar. It also includes an estimate of 10% increase on insurance and the additional bond payment for the new middle school.

The 'maintenance' budget also includes all projected labor costs and a \$75,000 increase in utilities.

Items not included in a maintenance level budget include an increase in professional development accounts of \$140,000, an estimated of \$80,000 for an elementary World language position nor an electric bus estimated at \$85,000. Heather noted we should also add funds to support a 2nd SRO to discuss with the full board. The maintenance level budget includes a savings in retirement cost of \$265,000.

Again, lengthy discussion ensued, this time on the range low to high, of what the Finance Committee should present to the full board for consideration. Concern was expressed that capital improvement was level funded in the 'maintenance' level budget. The committee decided to include an additional \$200,000 to bring to the full board for discussion.

Heather raised a concern she had that the \$900,000 which the full board placed in the 22-23 budget would create a cliff that would add to the proposed budget. Michael, Brian, and I attempted but failed to adequately explain why this would not be so. I called Sue Caswell after the meeting and she shared it would not because the \$900,000 is considered a revenue, not an expense.

The Finance Committee concluded their discussion by agreeing to bring forward for full Board consideration the following range:

3%, 3.62%, and 4.32%

The meeting concluded at 8:30 p.m.

Sport	Season	# of Teams	Equipment (Est.)	Equipment (Avg.)	Uniforms (Est.)	Uniforms (Avg.)	Recreation	Recreation (Avg.)	Travel	Travel (Avg.)	Notes
B & G Soccer	Fall	7 (includes Unified)	23,800	7,800	1500	7,500	0	40,600	Fully District Funded		
Girls Field Hockey	Fall	2	8,731	2,240	1500	4,290	0	16,761	Fully District Funded		
Girls Volleyball	Fall	3	9,773	3,260	600	2,100	0	15,733	Fully District Funded		
Coed Golf	Fall	2	2,078	0	500	800	5,000	8,378	Fully District Funded	(cost of program has increased almost 5K in last 3 years)	
B & G Cross Country	Fall	4	8,976	2,000	500	3,600	0	15,076	Fully District Funded		
Football	Fall	3	0	0	0	0	0	0	Cooperative with PHS-Fully funded by participants per SB agreement		Avg \$450
Spirit	Fall	1	0	0	0	0	0	0	Cooperative with PHS-Fully funded by participants per SB agreement		Avg \$250
Fall Totals 56,548											
B & G Basketball	Winter	7 (includes Unified)	29,612	8,000	1500	7,800	0	46,912	Fully District Funded		
B & G Hockey	Winter	3	18,625	3,720	1500	10,200	13,880	47,925	Partial District Funding- Boosters pay for practice ice- Boys and Girls close to \$40,000		Avg. \$550
B & G Swimming	Winter	2	10,220	2,660	400	0	10,470	23,750	Partial District Funding- Meets pay for balance of pool time, approx. \$12,000		
B & G Indoor Track	Winter	2	8,976	0	400	3,600	1,378	14,354	Fully District Funded		
Coed Alpine Ski	Winter	1	0	0	0	0	0	0	Team fundraises per SB agreement. District does provide transport to meets and practice		Avg. \$75
Coed Wrestling	Winter	1	0	0	0	0	0	0	Have not had a team in 3 years		
Winter Totals 132,941											
B & G Lacrosse	Spring	4	17,462	4,480	1800	8500	0	32,242	Fully District Funded		
Baseball	Spring	3	11,431	5,180	2200	7200	0	26,011	Fully District Funded		
Softball	Spring	2	8,731	4,480	1500	4800	0	19,511	Fully District Funded		
B & G Tennis	Spring	2	7,480	0	1000	4500	0	12,980	Fully District Funded		
B & G Track	Spring	2	12,417	180	1000	3600	0	17197	Fully District Funded		
Unified Volleyball	Spring	1	2,078	280	500	2500	0	5358	Fully District Funded		
Spring Totals 113,299											

Transportation costs not included in these calculations

To: Finance Committee
 From: Jim Morse/Sue Caswell
 Date: September 26, 2022

RE: **Budget Drivers for 2023-24** Updated 9/27/22

2023-24 Budget Drivers	
ORMS Counselor (End of Grant)	\$100K
ORMS Tutor (End of Grant)	\$ 50K
Solar Array Purchase of the Maintenance Bldg.	\$ 18K
Health Insurance	\$600K
MS Bond	<u>\$107,298</u>
	\$875,298
NEGOTIATED AGREEMENTS	
ORESPA	\$ 75,527
ORPaSS	\$131,958
Guild	\$701,554
ORAA	\$ 69,113
Non-Bargaining Staff	\$30K
Utilities	\$75,000
	<u>\$1,083,152</u>
	\$1,958,450

Yet To Be Discussed:

PD Increase \$140K
 World Language \$ 80K
 Electric Bus \$ 85K
\$ 305K

Retirement Rates 2021-22	
Employee 14.06	Teacher 21.02
2022-23	
Employee 13.53	Teacher 19.94
Estimated Savings: \$265,000	

BUDGET GOAL FY24

2023 base	\$	50,916,142	
Level funding additions	\$	1,958,450	
Retirement savings	\$	(265,000)	
"Level Funding"	\$	1,693,450	3.326%
"Yet to be discussed"	\$	305,000	0.599%
Additional CIP	\$	200,000	0.393%
Level+YTBD+Add'l CIP	\$	2,198,450	4.318%

Total increase %	Increase \$	Above level funding
3.00%	\$ 1,527,484	\$ (165,966)
3.32%	\$ 1,690,416	\$ (3,034)
3.50%	\$ 1,782,065	\$ 88,615
3.65%	\$ 1,858,439	\$ 164,989
3.82%	\$ 1,944,997	\$ 251,547
3.93%	\$ 2,001,004	\$ 307,554
4.00%	\$ 2,036,646	\$ 343,196
4.32%	\$ 2,199,577	\$ 506,127