

The following assumptions were used by the administration of the Tiverton School Department to project funds available for fiscal years 2009 and 2010:
 Rationale for line items projections is provided at the bottom of the document and is referenced based on Line # (first column)

| Line # | FY 2008 | FY 2009 | FY 2010 | Projection based on: |
|--|--|---------------------|---------------------|---|
| Revenues | | | | |
| 1 | FY08 Base (Operating Budget from Taxation) | \$19,308,255 | \$19,308,255 | \$19,308,255 |
| 2 | Maximum S3050 Increase from Taxation-FY2009 | 5.00% | \$965,413 | \$965,413 |
| 3 | FY10 Increase S3050 Increase from Taxation-FY2010 | | 4.75% | \$962,999 |
| 4 | General State Aid | \$5,108,170 | \$5,108,170 | \$5,108,170 |
| 5 | Other | \$177,962 | | |
| 6 | <u>Total Anticipated Revenues</u> | <u>\$24,594,387</u> | <u>\$25,381,837</u> | <u>\$26,344,837</u> |
| 7 | Additional Revenue for the Fiscal Year: | \$965,413 | \$962,999 | |
| Additional Expenses for the Fiscal Year: | | | | |
| 8 | Certified Retirement | (203,303) | (229,733) | 3-year actual increase: 13.3%/year |
| 9 | Non Certified Retirement | (6,477) | (7,414) | 12% increase projected (no 3-year history) |
| 10 | Health Insurance | (186,784) | (205,462) | 9% projected, 15.6% average last 4 years (FY07: 4.6%) |
| 11 | Transportation | (30,572) | (31,565) | 3.25% increase/year |
| 12 | Special Education Transportation | (9,905) | (10,599) | 3-year actual increase: 7%/year |
| 13 | Special Education Tuition | (125,708) | (142,050) | 3-year actual increase: 13.3%/year |
| 14 | Special Education Assessment | (85,632) | (91,797) | 3-year actual increase: 7%/year |
| 15 | Heating Fuel | (45,935) | (53,065) | 3-year actual increase: 16%/year |
| 16 | Light & Power | (16,500) | (17,589) | 3-year actual increase: 7%/year |
| Less additional savings for estimated expense reductions: | | | | |
| 17 | One-time unemployment insurance adjustment | 20,000 | | |
| 18 | <u>Sub-total Additional Expenditures/Savings</u> | <u>\$(690,816)</u> | <u>\$(789,274)</u> | |
| 19 | <u>Projected Step Increases</u> | <u>\$(287,793)</u> | <u>\$(304,464)</u> | |
| 20 | <u>Projected shortfall with no additional expenditures</u> | <u>\$(13,196)</u> | <u>\$(130,739)</u> | |

Line Descriptions

- 1 Local contribution (from local taxes: real estate, excise, etc.) to the operating budget. The State mandates a maximum increase of 5.25% from FY07 (5.25% already included in the FY08 base).
- 2 Local additional contribution to the operating budget calculated based on the maximum allowed increase of 5.00% from FY08.
- 3 Local additional contribution to the operating budget calculated based on the maximum allowed increase of 4.75% from FY09.
- 4 General State aid is based on a vote of the General Assembly, there is currently no formula-based calculation. Based on this and other uncertainties we have assumed funding at current levels.
- 5 Per the State, the original FY08 estimated revenues from General State Aid decreased from the time the budget was created to the time of Town Meeting by \$177,962.
- 6 Total anticipated revenues for the Tiverton School Department.
- 7 Represents projected "new" revenue for the department, based on S3050/Paiva-Weed caps.
- 8 Represents the amount Tiverton is charged by the Employee's Retirement System of Rhode Island to fund the employers portion of retirement expenses for teachers.
- 9 Represents the amount Tiverton is charged by the Employee's Retirement System of Rhode Island to fund the employers portion of retirement expenses for support staff and administrators.
- 10 Represents Tiverton's portion of health insurance costs. Currently teachers pay a fixed amount for family (\$1,000) or individual (\$675) coverage and Tiverton pays the balance.
- 11 Transportation related costs for the school district. Expenditure increases are based on the average increases of the past three years.
- 12,13 & 14 Special education related transportation, tuition and assessments cost estimate increases are based on the average increases of the past three years. The costs are our estimate to meet all Federal and State special education requirements.
- 15 Heating fuel future expenditure increases are based on the average increases of the past three years.
- 16 Light and power future expenditure increases are based on the average increases of the past three years.
- 17 FY08 unemployment benefits/expenses are for positions eliminated in FY07 that are not expected to continue into FY09.
- 18 Represents the subtotal of estimated additional expenditures, less anticipated cost saving(s).
- 19 Represents the estimated cost of the teachers step increases as determined by the most recent contract language. Annual step increases range from \$2,594 to \$6,165.
- 20 Estimate of shortfall under the current health insurance (co-pay) and salary step structures to fund salary increases and/or any other expenditures not included above.