



To: Michael Wood, Superintendent
From: George King, Assistant Superintendent
Date: April 6, 2015
Subject: Third Quarter Financial Report

Attached is the 3rd quarter financial report for FY 2015.

Superintendent
Michael L. Wood

There are two significant financial issues that challenge us as we end the third quarter. Both have received significant public mention in recent weeks, and the first was noted in the last quarterly report.

Assistant Superintendent
George P. King, Jr.

As of now the deficit for special education out of district tuitions is approximately \$380,000. This figure has been holding steady over this quarter, but it is not out of the question it gets slightly larger before the end of the fiscal year.

Director of Human Resources
Monica Visco

The second issue which just developed this quarter is of course the snow removal costs. Due to the need of not only clear our parking lots, but also our roofs, the deficit in this account is about \$210,000.

Director of Facilities and Maintenance
Bill Cleary

The other line item of concern that remains is the budget for long term substitutes. We have had a larger number than normal leaves of absences this year. We should be able to balance this from our salary line items, but that limits our liquidity for other shortfalls.

Director of Special Education
Tracy Conte

The energy line items have also been taxed by a long and cold winter. As of today we believe there will be sufficient resources to close out without a deficit. This will be very close and some of it is dependent on the weather warming soon. If that does not happen there could be a deficit in these accounts. This would not seem to be a major amount of money, but in a tight year it is of concern and needs to be monitored.

Director of Athletics
Tania Rich

By the end of the fiscal year we will have to balance out the deficits. The special education deficit can be covered at this time by the only significant projected surplus we currently have, namely the insurance and benefits control line item. ***Therefore, I recommend the school committee vote to transfer \$390,000 from the control line "insurance and benefits" to the control line "special education/out of district tuitions."***

As of this time I am not able to identify a source of funds to satisfy the snow and ice deficit. I am reasonably confident that by the end of the fiscal year I will be able to identify the necessary funds in smaller sums from various payroll and operation accounts. This is contingent upon no other significant variances during this fiscal year. If we were to have such a happenstance we will of course bring it forward immediately.

If you have any questions, please let me know.