

SPECIAL BOARD MEETING
JUNE 7, 2006
DISTRICT ADMINISTRATION OFFICE

TRUSTEES PRESENT: Chairman Alexander (arrived at 7:10 p.m.), Trustee Gridley, Trustee House (arrived at 7:00 p.m.), Trustee Rodney, Toni Reynolds

OTHERS PRESENT: Tim McMurtrey, Doug Johnson, Cliff Ogborn, Sharon Whitman, Ernie Elliott, Jackie Harper, Sandy Herrboldt, Phil Raney, Paul Shrum, Kathy LeFevre, Connie Donahue, Nikki Cruser

A special meeting of the Board of Trustees of Mountain Home School District No. 193 was convened at 6:36 p.m. on June 7, 2006, at the District Administration Office, 470 North 3rd East, Mountain Home, Idaho, in said district, pursuant to authority provided by Title 33-510, and Title 67-2340 through 67-2347, Idaho Code, and pursuant to affirmation by the Clerk that notice of the special meeting had been given to each trustee and had been announced by written and posted public notice as required by law. A copy of the Notice of a Special Meeting of School Trustees so posted follows:

NOTICE OF SPECIAL MEETING OF THE BOARD OF TRUSTEES

MOUNTAIN HOME SCHOOL DISTRICT NO. 193
Mountain Home, Elmore County, Idaho

NOTICE IS HEREBY GIVEN, that a special meeting of the Board of Trustees of the Mountain Home School District No. 193 will be held on Wednesday, June 7, 2006, at 6:30 p.m., at the District Administration Office, 470 North 3rd East, Mountain Home, Idaho, in said District, during which the following business will be conducted:

- I. Budget Work Session
- II. Adjourn

This Special Meeting of the Board of Trustees of the Mountain Home School District No. 193 is called pursuant to Title 33 and Chapter 23, Title 67-2343(2), Idaho Code.

Dated the 2nd day of June 2006.

Sharon M. Whitman
Clerk, School District No. 193
Mountain Home, Elmore, Idaho

At 6:36 p.m., Vice-Chairman Gridley convened the special meeting of the Board of Trustees to discuss the proposed budget for the 2006-2007 school year.

- I. **BUDGET WORK SESSION** – Mr. Ogborn reviewed the proposed budget for FY06-07. He explained that the local tax revenue increased, but the revenue is offset by the decrease in state funding. Federal funding decreased significantly. Overall, there is a decline in revenue. He estimated a negative (-\$188,000.00) FY07 budget. Mr. Ogborn reviewed the Summary statement, which included the different fund accounts including HB 743. He also mentioned that there is a proposal by a Senate subcommittee to substantially cut funding from Improving Teacher Quality (ITQ), Technology, and Safe and Drug Free Schools. Mr. Ogborn then reviewed the Financial Summary and explained the Support Unit history, its reduction, and how it affects the amount of money the state gives the district. Mr. Ogborn continued to review the proposed FY06-07 budget comparing it with the actual FY05-06 budget. FY05 audited fund

balance was at \$2,340,152.00, and an anticipated FY06 budget loss of income of (-\$1,447,000.00) leaving an estimated FY06 Fund Balance of \$893,152.00, which will be consumed in its entirety for the FY06-07 when there will be expenses in excess of revenue for the FY07 of (-\$1,081,166.00) leaving a deficit fund balance for FY07 of (-\$188,014.00). Mr. Ogborn explained how Support Units determine the amount the state pays MHSD for salaries, and how Support Units determine what the state allows our district in staffing and salaries.

Discussion ensued regarding the district's outlook, enrollment issues, staffing, and possible solutions to rectify issues. The District won't replace some staff that are retiring or resigning; those students will be absorbed into other classrooms. Some programs (PAT, Bruneau/Grand View Special Ed Consortium, TVRF dues, Board Travel, etc.) have been eliminated due to budget cuts. Staff members at the two base schools have been informed that major changes might occur affecting the demographics of the base schools depending on the enrollment figures for those two schools. Class populations will increase. Contingency plans are in place. Everything will depend on enrollment figures.

Chairman Alexander and the other Trustees asked Mr. Ogborn to submit a negative fund balance for FY06-07 with the budget hearing set for 20 June 2006. The Board also stated registration day enrollment figures will determine what the demographics of the district will be.

- II. **ADJOURN** – All business of the Board having been completed the meeting adjourned at 7:39 p.m.

Chairman Alexander

Clerk Whitman