



SALEM SCHOOL DISTRICT

200 Hartford Road, Salem, CT 06420

To: Skip Dickson - Board of Finance, Chairman
From: Sean Reith - Board of Education, Chairman
Date: March 14, 2024
Re: Budget Updates

Since the Board of Education approved the 2024-2025 budget increase of 6.31%, a few line item assumptions have formally changed. Please see below:

Medical Insurance (Page 2a/line20 & page 5a/line 10 of budget) - The final increase for medical insurance is 2%. The current budget includes an assumption of a 5% increase. The reduction will save approximately \$24,000.00.

Service Contracts (Page 3a /line 17 of budget) The bids for the HVAC full maintenance contract were received and reviewed. The vendor we chose has a contracted amount of \$24,424.00, which is approximately \$10,000.00 less than we included in the budget.

These two former assumptions, reduce the budget by \$34,302.00. As a result of the recent BoF reduction of \$90,000.00, we will be identifying areas to reduce that total \$55,698.00. We have a Budget SubCommittee and Full Board meeting scheduled for Monday to discuss ways to make further reductions totalling \$55,698 that minimize the impact to maintaining our programming. We will provide an additional update to the Board of Finance after Monday's meeting.