

Q-11 Madison School & Community Recreation

**Lawrie Kobza (dw, ma, lc, rp)**

**Question:** Impact from eliminating the customary increase in the MSCR budget (is it \$300,000 per year increase?).

**Analysis:**

Eliminating an annual increase in budget (averaging 4%) would mean a decrease in programs and services to the public. The MSCR budget takes into account increases in staff costs which reflect MMSD's negotiated wage and benefit agreements, increases in transportation and service costs, and minimal wage increases for seasonal staff that return year to year.

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**Beth Moss (rp, dw)**

**Question:** If we increase rental fees for facilities (eg pool) and assuming that MSCR is the primary renter, could the increase in rental fees be subsidized using Fund 80, therefore, moving that amount of money from under the revenue limits?

**Analysis:** Madison School Community Recreation (MSCR) utilizes District facilities, operations and services to maintain its enterprise. These services have a fixed cost to the District and can be recouped by charging MSCR a base year amount.

**Indirect Charge Process:**

In the past the amount assessed MSCR was a static Amount of \$250,000. The last couple of years the amount has varied. This amount is an annual transfer from Community Service (Fund 80) to General Fund (Fund 10). The assessment for the 2007-08 fiscal year the amount is \$400,000 and covers the following:

\$	250,000	Hoyt - Custodians, Utilities, Facilities Space (Lease space would be \$20-25/sq ft)
	<u>150,000</u>	Indirect Costs for Central Operations (Accounting, Payroll, etc.)
\$	<b>400,000</b>	

**Other Maintenance/Operations Related Charges**

In addition MSCR will fund through the Community Services Fund 80 the following related services:

- 7.5 Custodians which have expenditures in Fund 80 ORG 543
- .5 Custodian for Allied Drive which has expenditures in Fund 80 ORG 543
- 2.0 Shop Custodians at Pflaum Road which have expenditures in Fund 80 ORG 543
- \$80,000 for the rental of District facilities of programming at the MSCR rate. This had been booked as a journal entry under the old AS400 system. This is now expended in Fund 80 ORG 700's and the revenue recorded as a permit fee to Fund 10.