

**IN THE UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF ARKANSAS
WESTERN DIVISION**

LITTLE ROCK SCHOOL DISTRICT

PLAINTIFF

V.

4:82CV00866 BSM/HDY

**PULASKI COUNTY SPECIAL SCHOOL
DISTRICT NO. 1, ET AL.**

DEFENDANTS

MRS. LORENE JOSHUA, ET AL.

INTERVENORS

KATHERINE KNIGHT, ET AL.

INTERVENORS

ORDERS

Attached is a copy of the proposed 2009-2010 budget for the Office of Desegregation Monitoring that was received by the court today. The budget will be accepted as presented and will become effective within five days, unless the parties file objections within five days of this order.

IT IS SO ORDERED this 24th day of June, 2009.



UNITED STATES DISTRICT JUDGE

Office of Desegregation Monitoring

United States District Court • Eastern District of Arkansas

One Union National Plaza
124 West Capitol, Suite 1610
Little Rock, Arkansas 72201
(501) 376-6200 Fax (501) 371-0100

June 24, 2009

The Honorable Brian S. Miller
Judge, United States District Court
Eastern District of Arkansas
600 West Capitol, Room D258
Little Rock, AR 72201

Re: Little Rock School District v. Pulaski County Special School District, et al.
Case 4:82-cv-866 BSM

Dear Judge Miller:

Enclosed is the proposed 2009-10 ODM budget. As we did last year, we have again broken down the annual budget into two time frames, July-December and January-June. This would facilitate the closing of our office at the end of December 2009, if the case is concluded prior to that time. The format of the document follows that of ODM's prior budgets, including annotations to explain revenue calculations, definitions of budget categories, and the budgeted allocations for the year by category.

The overall 2009-10 budget of \$349,119.00 represents an 2.7% increase from the 2008-09 budget. This budget is allocated between the State of Arkansas, the PCSSD, and the NLRSD. Since LRSD was released from all obligations relating to any ODM budget after the 2006-07 fiscal year, none of our subsequent budgets have included a financial allocation for the LRSD.

I will promptly provide any additional information upon request.

Sincerely yours,



Andree Roaf
Director, Office of Desegregation Monitoring

Enc.

cc: Judge H. David Young

OFFICE OF DESEGREGATION MONITORING 2009-10 BUDGET

REVENUE	2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
	July-December	January-June	July-Dec Actual	Jan-June Projected	July-December	January-June
State of Arkansas	100,000.00	100,000.00	100,000.00	100,000.00	100,000.00	100,000.00
LRSD						
Budget allocation	0.00	0.00	0.00	0.00	0.00	0.00
Minus credit from previous year	0.00	0.00	0.00	0.00	0.00	0.00
Equals LRSD's share of the budget	0.00	0.00	0.00	0.00	0.00	0.00
NLRSD						
Budget allocation	27,094.00	21,140.00	27,094.00	21,140.00	25,802.00	25,555.00
Minus credit from previous year	2,047.00	0.00	2,047.00	0.00	270.00	0.00
Equals NLRSD's share of the budget	25,047.00	21,140.00	25,047.00	21,140.00	25,532.00	25,555.00
PCSSD						
Budget allocation	51,467.00	40,153.00	51,467.00	40,153.00	49,116.00	48,646.00
Minus credit from previous year	3,888.00	0.00	3,888.00	0.00	515.00	0.00
Equals PCSSD's share of the budget	47,579.00	40,153.00	47,579.00	40,153.00	48,601.00	48,646.00
Sale of Equipment/Furniture	0.00	0.00	0.00	0.00	0.00	0.00
Interest	0.00	0.00	1,043.50	94.00	0.00	0.00
Total Revenue	178,561.00	161,293.00	179,604.50	161,387.00	174,918.00	174,201.00

Note: The credits in the above chart reflect the projected unspent amount of our previous year's budget, including any bank interest earned and amount received for the sale of any office furniture and equipment. Every budget cycle, ODM applies this amount toward each school district's budgeted allocation. Both that allocation and the credit are determined for the proposed budget by the previous year's October 1 enrollment numbers. The allocation and the credit will be adjusted after the close of the fiscal year.

EXPENDITURES	2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
	July-December	January-June	July-Dec Actual	Jan-June Projected	July-December	January-June
Communications	2,580.00	2,580.00	2,692.80	2,592.56	2,712.00	2,602.00
Equipment	0.00	0.00	0.00	0.00	1,200.00	0.00
Periodicals	72.00	72.00	75.00	78.00	90.00	90.00
Printing & Binding	2,184.00	1,634.00	2,215.77	1,548.72	2,224.00	1,551.00
Prof & Tech Services	16,050.00	6,550.00	16,003.10	6,540.00	10,440.00	9,304.00
Rent	12,129.00	12,241.00	12,179.67	12,301.86	12,306.00	12,306.00
Repairs & Maintenance	200.00	200.00	200.00	200.00	200.00	200.00
Salaries	119,898.00	119,897.00	119,897.52	119,897.48	123,843.00	123,843.00
Benefits	24,193.00	17,869.00	20,517.46	21,862.44	20,640.00	22,655.00
Supplies	750.00	250.00	798.80	138.94	750.00	250.00
Travel	0.00	0.00	0.00	0.00	0.00	1,400.00
Insurance	505.00	0.00	466.00	0.00	513.00	0.00
Total Expenditures	178,561.00	161,293.00	175,046.12	165,160.00	174,918.00	174,201.00
Difference (Income minus Expenditures)	0.00	0.00	4,558.38	(3,773.00)	0.00	0.00

EXPENDITURES

Note: Definitions of expense categories are based on the Arkansas School Financial Accounting Manual.

Communications: Services provided by persons or businesses to assist in transmitting and receiving messages or information. This category includes telephone services as well as postage machine rental and postage.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
2,580.00	2,580.00	2,692.80	2,592.56	2,712.00	2,602.00

Equipment: Expenditures for the initial, additional, and replacement items or equipment, such as furniture and machinery.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
0.00	0.00	0.00	0.00	1,200.00	0.00

Note: The amount proposed for the July-December 2009-10 budget will allow ODM to purchase a computer in the event that one of the existing computers, which are obsolete and considered non-repairable, needs to be replaced.

Periodicals: Expenditures for periodicals and newspapers for general use. A periodical is any publication appearing at regular intervals of less than a year and continuing for an indefinite period.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
72.00	72.00	75.00	78.00	90.00	90.00

Printing and Binding: Expenditures for job printing and binding, usually according to specifications. This includes the design and printing of forms as well as printing and binding publications.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
2,184.00	1,634.00	2,215.77	1,548.72	2,224.00	1,551.00

Note: The July-December budget is higher than the January-June budget due to the printing of the enrollment report filed in December of each year.

Professional and Technical Services: Services which by their nature can be performed only by persons with specialized skills and knowledge.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
16,050.00	6,550.00	16,003.10	6,540.00	10,440.00	9,304.00

Note: The 2009-10 proposed budget is less than last year's budget because ODM does not anticipate needing the contracted services of a former ODM monitor during the 2009-10 budget year.

Rent: Expenditures for leasing or renting land and buildings for both temporary and long-range use.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
12,129.00	12,241.00	12,179.67	12,301.86	12,306.00	12,306.00

Repairs and Maintenance: Expenditures for repairs and maintenance services which restore equipment to its original state or are a part of a routine preventive maintenance program. This includes service contracts and contractual agreements covering the maintenance and operation of equipment and equipment systems.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
200.00	200.00	200.00	200.00	200.00	200.00

Salaries: Salaries are the amounts paid to employees who are considered to be in positions of a permanent or temporary nature.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
119,898.00	119,897.00	119,897.52	119,897.48	123,843.00	123,843.00

Note: The total 2009-10 salary reflects a 3.29% annual base increase, which is equal to or less than the annual step increase on the salary scales of the local districts. Following is a breakdown of each employee's budgeted 2009-10 salary, (July-December and January-June).

Name of Employee	2008-09 Salary		2009-10 Proposed Salary	
	July-December	January-June	July-December	January-June
Andree Roaf	61,458	61,457	63,480	63,480
Margie Powell	41,264	41,264	42,622	42,622
Linda Bryant	17,176	17,176	17,741	17,741
Total	119,898	119,897	123,843	123,843

Benefits: Benefits are the amounts paid on behalf of employees and not included in the gross salary, but are over and above. Such payments are fringe benefit payments.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
24,193.00	17,869.00	20,517.46	21,862.44	20,640.00	22,655.00

Below is a breakdown by category of each employee's 2009-10 budgeted fringe benefits, July-December:

Name	Car Allowance	Social Security	Retirement	Insurance	Total Benefits
Roaf	0	2,840.58	0	0	2,840.58
Powell	600.00	3,306.48	6,051.08	2,000.00	11,957.56
Bryant	0	1,357.19	2,483.74	2,000.00	5,840.93
Total	600.00	7,504.25	8,534.82	4,000.00	20,639.07

Below is a breakdown by category of each employee's 2009-10 budgeted fringe benefits, January-June:

Name	Car Allowance	Social Security	Retirement	Insurance	Total Benefits
Roaf	0	4,856.22	0	0	4,856.22
Powell	600.00	3,306.48	6,051.08	2,000.00	11,957.56
Bryant	0	1,357.19	2,483.74	2,000.00	5,840.93
Total	600.00	9,519.89	8,534.82	4,000.00	22,654.71

Note: The LRSD, through which ODM employees' insurance benefits are established, anticipates employee costs of insurance to be approximately \$4,000 per employee for the 2009-10 fiscal year.

Supplies: Expenditures for all supplies for the operation, including freight and cartage. Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use or items that lose their identity through fabrication or incorporation into different or more complex units or substances.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
750.00	250.00	798.80	138.94	750.00	250.00

Travel: Expenditures for transportation, meals, hotel, and other expenses associated with traveling or business, such as parking fees. Payments for per diem in lieu of reimbursements for subsistence (room and board) also are charged here.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
0.00	0.00	0.00	0.00	0.00	1,400.00

Note: The amount proposed for the January-June 2009-10 budget restores the prior budget item that will allow Margie Powell, ODM Monitor, to maintain her current certification by attending the National Counselor's Association Conference in Pittsburg, PA during the spring of 2010.

Insurance: Expenditures for all types of insurance coverage such as property, liability, fidelity, as well as the costs of judgments.

2008-09 Budget		2008-09 Actual/Projected		2009-10 Proposed Budget	
July-December	January-June	July-December Actual	January-June Projected	July-December	January-June
505.00	0.00	466.00	0.00	513.00	0.00

Note: The 2009-10 budget reflects an anticipated 10% increase.

OMS/ODM Budget History

Year	Budget	Amount paid by State of AR	Amount paid by LRSD after credit was applied	Amount paid by PCSSD after credit was applied	Amount paid by NLRSD after credit was applied	Total amount paid by the three school districts	Total amount paid for operation of office	# of Positions	
								full-time	part-time
1989-90	353,710	200,000	67,340	60,039	26,331	153,710	353,710	6	
1990-91	293,834	200,000	14,569	11,203	7,483	33,255	233,255	5	
1991-92	591,558	200,000	169,728	151,326	58,846	379,900	579,900	7	
1992-93 ^a	578,061	200,000	132,243	93,727	41,212	267,182	467,182	8	
1993-94 ^a	646,617	200,000	200,498	117,707	50,322	368,527	568,527	8	1
1994-95 ^a	661,768	200,000	175,061	139,974	62,253	377,288	577,288	7	1
1995-96	631,273	200,000	154,276	125,014	55,510	334,800	534,800	6	2
1996-97 ^b	730,756	200,000	223,889	184,831	80,121	488,841	688,841	6	3
1997-98	730,716	200,000	206,811	167,958	74,917	449,686	649,686	6	3
1998-99	751,639	200,000	219,128	169,294	81,228	469,650	669,650	6	3
1999-00	764,872	200,000	232,137	172,300	82,837	487,274	687,274	6	3
2000-01	784,188	200,000	253,242	186,150	87,647	527,039	727,039	5	2
2001-02 ^c	707,071	200,000	172,944	127,125	59,856	359,925	559,925	5	2
2002-03	580,538	200,000	139,586	100,359	48,277	288,222	488,222	5	1
2003-04	565,924	200,000	174,416	62,864	127,150	364,430	564,430	5	1
2004-05	480,791	200,000	130,301	48,092	93,464	271,857	471,857	4	1
2005-06	446,739	200,000	120,631	43,793	84,968	249,392	449,392	4	1
2006-07	432,141	200,000	108,032	40,178	74,997	223,207	423,207	4	1
2007-08	370,740	200,000	0	109,735	57,747	167,482	367,482	4	0
2008-09	339,854	200,000	0	87,732	46,187	133,919	333,919	3	0
2009-10	349,119	200,000	0	97,247	51,087	148,334	348,334	3	0
Total	10,732,19	3,600,000	2,894,832	2,001,934	1,197,419	6,094,185	9,694,185		

- a. The 1992-93, 1993-94, and 1994-95 budgets include salary and benefits for the Court-appointed Budget Specialist, totaling \$131,601.69.
- b. The jump in the FY1996-97 budget was caused by the legislature-mandated change in the school funding formula, whereby LEA's assumed the cost of retirement and health insurance.
- c. The FY2001-02 budget was reduced by not replacing two employees, one full-time and one part-time.