

 **Source Reference:** 2026-04-06_Ron_Hoga

 **Original File:**

20260406102059RonHoganrhogan@CITYOFMALDENORG_MertzToni_tmertz@maldenpsorgTimSippel

From: Ron Hogan
To: "Mertz, Toni" , Tim Sippel
Date: Mon, 06 Apr 2026 14:20:59 +0000
Subject: School Budget Target

Hi Toni and Tim,

This morning Sue Shillue (insurance consultant) sent us a revised 'budget' for FY27 insurance. I can't stress enough this is based upon a mapping scenario versus actual enrollment, which won't be known until early May. That said, this is the only thing we have to go on until the actuals come in and the revised estimates went down a bit.

The other significant variable is whether or not the estimated \$1.7 million 'expense' for year 1 for sharing the cost savings can/will be covered by the Trust balance. We won't know that until the dust settles which Sue says is 12 to 15 months. We will budget for it on the City side because of both the timing and uncertainty, but for the NSS purposes I've only assumed a small expense (\$300k). It's a compromise so we don't end up with a big NSS deficit.

With the revised figures, I proposed to the Mayor that we up the YOY increase to \$3.1 million. I know that's not much but every bit helps. If the actuals for insurance after enrollment further move in the right direction, we'll respond. Unfortunately our goal is simply to stay in projected line with NSS and as we know it's highly dependent on estimates.

I've attached the sheet above for insurance.

Please let me know if you have any questions.

Ronald B. Hogan
Chief Strategy and Innovation Officer
7 Jackson Street Malden, MA 02148

rhogan@cityofmaiden.org

(617) 548-9256