

# FY12 PRELIMINARY BUDGET

LINCOLN-SUDBURY REGIONAL SCHOOL DISTRICT



# BUDGET GUIDELINES

	LINCOLN 2% No Override (excluding P&I)	SUDBURY 2.64% No Override
FY'11 Operating FY'11 Pensions/ Insurance	20,368,237	20,368,237 3,597,769 <b>23,966,006</b>
Increase / (Decrease)	407,364	\$ 632,703
FY'12 Operating FY'12 Pensions/ Insurance	20,775,601 3,890,614 <b>24,666,215</b>	20,708,095 3,890,614 <b>24,598,709</b>
<b>Total FY'11 Budget</b>		

Sudbury guidelines projected revenues assuming level State Aid; a reduction in State Aid would result in a lower percentage increase for a no override budget. Total budget increase under Lincoln's guidelines is \$700,209 taking into account the P&I increase, which is \$67,506 more than the Sudbury total increase.



01/25/2011

# BUDGET ASSUMPTIONS

- ARRA Positions moved into Operating
- Compensation based on negotiated settlements (steps and COLA)



01/25/2011

# BUDGET ASSUMPTIONS

- ARRA Positions moved into Operating
- Compensation based on negotiated settlements (steps and COLA)
- Known and projected costs for utilities, Special Education, health insurance and other contracts as of January, 2011



01/25/2011

# BUDGET ASSUMPTIONS

- ARRA Positions moved into Operating
- Compensation based on negotiated settlements (steps and COLA)
- Known and projected costs for utilities, Special Education, health insurance and other contracts as of January, 2011



01/25/2011

# BUDGET ASSUMPTIONS

- ARRA Positions moved into Operating
- Compensation based on negotiated settlements (steps and COLA)
- Known and projected costs for utilities, Special Education, health insurance and other contracts as of January, 2011
- Level funding of general expenses



01/25/2011

# BUDGET ASSUMPTIONS

- ARRA Positions moved into Operating
- Compensation based on negotiated settlements (steps and COLA)
- Known and projected costs for utilities, Special Education, health insurance and other contracts as of January, 2011
- Level funding of general expenses



01/25/2011

# BUDGET ASSUMPTIONS

- ARRA Positions moved into Operating
- Compensation based on negotiated settlements (steps and COLA)
- Known and projected costs for utilities, Special Education, health insurance and other contracts as of January, 2011
- Level funding of general expenses
- Athletic, Activity and other Fees continue at same amounts



01/25/2011

# BUDGET ASSUMPTIONS

- ARRA Positions moved into Operating
- Compensation based on negotiated settlements (steps and COLA)
- Known and projected costs for utilities, Special Education, health insurance and other contracts as of January, 2011
- Level funding of general expenses
- Athletic, Activity and other Fees continue at same amounts



01/25/2011

# BUDGET DRIVERS



01/25/2011

# BUDGET DRIVERS

- Loss of ARRA funding



01/25/2011

# BUDGET DRIVERS

- Loss of ARRA funding
- Special Education
  - Out of District Placements
  - Related Transportation Costs
  - Reduction in Circuit Breaker reimbursement on tuitions and services
  - from 72% to 40% in FY11
  - Circuit Breaker reserves used up in FY11



01/25/2011

# BUDGET DRIVERS

- Loss of ARRA funding
- Special Education
  - Out of District Placements
  - Related Transportation Costs
  - Reduction in Circuit Breaker reimbursement on tuitions and services
  - from 72% to 40% in FY11
  - Circuit Breaker reserves used up in FY11
- Health Insurance increases (estimated at 15%)



01/25/2011

# % CHANGES FROM FY'11 TO

Special Ed Placements	↑	21.1%
Special Ed Transport.	↑	10.3%
Circuit Breaker Loss	↑	25.2%
Health Insurance	↑	13.25%
Middlesex Retirement	↑	11.5%
Salaries	↑	5.1%



01/25/2011

# MITIGATING STRATEGIES

- Apply Contingency funds at end of FY11 to preserve Circuit Breaker funds to carry over into FY12
- Apply additional Athletic fee revenues to offset more of the Athletics program, thereby reducing the overall budget



01/25/2011

# BUDGET CHANGES

	FY'11	FY'12	\$ Inc	% Inc	% of Budget
Salaries	15,356,635	16,138,742	782,107	5.1 %	60.2%
Pensions & Ins	3,597,769	4,029,893	432,124	12.0%	15.7%
Mandates	3,363,728	4,016,749	653,021	19.4%	13.6%
Utilities	791,166	791,024	-142		2.9%
Contractual	851,698	860,468	8,770		3.4%
Operational	281,710	285,871	4,161		0.7%
Dept Budgets	908,577	890,433	-18,144	-2.0%	3.5%
Contingency	194,414	30,000	-164,414	-85.0%	
Fees & Offsets	-1,379,691	-1,412,379	-32,688	2.4%	
<b>TOTAL</b>	<b>23,966,006</b>	<b>25,630,801</b>	<b>1,664,79</b>	<b>6.94%</b>	<b>100%</b>

Salaries increase by 4.1% without ARRA positions



# BUDGET REDUCTION

Total Level Staff Budget     \$25,630,802

Lowest No Override Budget  
per Guidelines                     \$24,598,709

Required to Reduce                \$ 1,032,093

This is approximately the equivalent of 15 teaching  
FTEs  
and 5 support staff FTEs



*These reductions were based on a Sudbury FinCom no override model that, in September, assumed level State Aid.*

01/25/2011

# ENROLLMENTS

Grade	FY'11	FY'12Proj	Proj
9	406	393	-13
10	417	403	-14
11	409	412	+3
12	377	404	+27
Total	1,609	1,612	3

FY'11 projection was 1,630 versus actual of 1,609

FY'12 projection based on 10-year average is 1,612

FY'12 projection is an increase of 3 students over FY'11  
October 1 actual

Previous models to project enrollments have not been accurate  
predictors during this economic downturn



01/25/2011

# ASSESSMENT



01/25/2011

# ASSESSMENT

- Apportionment ratio 15.12% – shifts of .52% more cost to Sudbury



01/25/2011

# ASSESSMENT

- Apportionment ratio 15.12% – shifts of .52% more cost to Sudbury
- Two versions: Level Chapter 70 and 10% reduction in Chapter 70



01/25/2011

10

# ASSESSMENT

- Apportionment ratio 15.12% – shifts of .52% more cost to Sudbury
- Two versions: Level Chapter 70 and 10% reduction in Chapter 70
- Level Regional Transportation Reimbursement



01/25/2011

10

# ASSESSMENT

- Apportionment ratio 15.12% – shifts of .52% more cost to Sudbury
- Two versions: Level Chapter 70 and 10% reduction in Chapter 70
- Level Regional Transportation Reimbursement
- Estimated Receipts assumed to be flat



01/25/2011

10

# ASSESSMENT

- Apportionment ratio 15.12% – shifts of .52% more cost to Sudbury
- Two versions: Level Chapter 70 and 10% reduction in Chapter 70
- Level Regional Transportation Reimbursement
- Estimated Receipts assumed to be flat
- Reapportionment higher



01/25/2011

10

# ASSESSMENT LEVEL STATE AID

Lincoln's Share	Lincoln 2% No Override	Sudbury 2.64% No Override
Total Budget	\$3,729,532	\$3,719,325
Revenue Offsets	- 491,641	- 491,641
Assessment within Levy	\$3,237,891	\$3,227,684
Debt Service	\$ 390,660	\$ 390,660
Total Estimated Assessment	\$3,628,551	\$3,618,344



01/25/2011

# ASSESSMENT - 10% STATE AID

Lincoln's Share	Lincoln 2% No Override	Sudbury 2.64% No Override
Total Budget	\$3,722,132	\$3,711,945
Revenue Offsets	- 453,074	- 453,074
Assessment within Levy	\$3,269,058	\$3,258,871
Debt Service	\$ 389,885	\$ 389,885
Total Estimated Assessment	\$3,658,943	\$3,648,756



01/25/2011

# REAPPORTIONMENT

	FY'11 (from FY'09)	FY'12 (from FY'10)
Operating Budget Surplus	\$ 188,697.03	\$284,108.00
Regional Transportation	\$ 23,832.00	\$ 54,803.00
Chapter 70 Aid	\$ -265,251.00	
ARRA Stabilization	\$ 265,251.00	\$ -5,978.00
Interest, Misc. Receipts, Voids	\$ 98,622.84	\$117,229.50
Unspent Encumbered Funds	\$ 14,420.12	\$ 5,654.33
<b>Total Reapportionment</b>	<b>\$ 325,571.99</b>	<b>\$455,816.83</b>





01/25/2011