

Lincoln-Sudbury Regional High School

Proposed FY18 Operating Budget

Presentation to Sudbury Town Meeting

May 1, 2017

Total Recommended FY18 Budget

- **\$30,093,370 (w/requested OPEB, w/o debt) 3.36%**
 - 100% OPEB Normal 2013 = \$358,707 = 1.17% of total budget
 - Satisfies Sudbury Town Guidance
 - Satisfies Lincoln Town Guidance

Reference: 1% of total budget = \$307,642

Budget Program Assumptions

- Retains current educational program with no new initiatives
- Incorporates 1.0 Beacon Program
 - Three year grant covered FY15-17
- Incorporates .25 Mandarin Language
 - Completes implementation of 2-year pilot

Budget Financial Assumptions

- Adherence to negotiated contracts for compensation
- Incorporates staffing for Beacon and Mandarin Language (\$85,000)
- Federal grants level funded
- Increase circuit breaker reimbursement (\$154,539)
- Incorporates new Minimum Contribution Rates
- Incorporates Governor's Budget Chapter 70 Numbers
- Incorporates Governor's Regional Transportation Recommendation
- 12 % increase to health insurance
- Out of district tuition expense level funded
- Utilities level funded
- 5 % increase in regular education transportation
- No adjustment to current user fee structure
- 3.3% increase to non MTRS pension funding
- Reduction to instructional capital (small equipment) (\$100,000)
- Instructional expense lines are level funded
- Continued projected decline to debt
- Fall Lincoln budget guideline
2.5% increase over Spring 2016 TM excluding insurance and pension
- Fall Sudbury budget guideline
3.36% including funding for OPEB Liability

Lincoln Sudbury Regional School District

FY18 Preliminary Budget Forecast: February 14, 2017

Major Account Categories			FY 18 Forecast	%
FY 17 Budget	Preliminary	NOP Preliminary	Growth from	Growth from
	FY18 Forecast	FY18 Forecast	FY 17 Budget	FY 17 Budget

Salary Accounts	\$18,204,601	\$18,937,247	\$18,937,247	\$732,646	4.02%
Contracted Services (Busing, Legal, Etc.)	\$1,767,789	\$1,814,787	\$1,789,787	\$21,998	1.24%
Instructional Support (Eq, Texts, Supplies)	\$617,501	\$642,867	\$517,867	(\$99,634)	-16.14%
Insurances & Pensions	\$3,459,965	\$3,811,851	\$3,751,261	\$291,296	8.42%
Out of District Tuitions (including Circuit Breaker)	\$4,987,830	\$4,977,000	\$4,977,000	(\$10,830)	-0.22%
Utilities/Building/Grounds	\$1,088,433	\$1,174,616	\$1,174,616	\$86,183	7.92%
Debt Service	\$692,075	\$670,800	\$670,800	(\$21,275)	-3.07%
Other	\$251,374	\$241,424	\$241,424	(\$9,950)	-3.96%
(Circuit Breaker Funding)	(\$1,500,000)	(\$1,500,000)	(\$1,654,539)	\$154,539	10.30%
TOTAL APPROPRIATED BUDGET	\$29,569,568	\$30,770,592	\$30,405,463	\$835,895	2.83%
OPEB	\$238,114	\$358,707	\$358,707	\$120,593	50.65%
Total with OPEB and DEBT	\$29,807,682	\$31,129,299	\$30,764,170	\$956,488	3.21%

Assessment

The Assessment is the total amount each town is charged for the costs to operate Lincoln-Sudbury Regional High School.

It is the net operating cost after we subtract out other revenue sources such as Chapter 70 State Aid, Regional Transportation Aid, Circuit Breaker Reimbursement, Medicaid, and other receipts.

How much each town pays of the total assessment is determined by various formulas. [At this date we offer a preliminary assessment based on the release of the Governor's Budget. No budget is finalized until it is affirmed by the State Legislature.](#)

Estimated Assessments

1 **Minimum Contribution** is determined annually by the state. Based on the Governor's Budget we are projecting **\$14,353,914** to be the FY 18 minimum contribution : **87.04% is from Sudbury and 12.96% is from Lincoln. Actual number will be affirmed when the budget is approved by the legislature later this year.**

2 **The Apportionment Ratio** represents each town's relative share of the Assessment based on a three year rolling average of in-school enrollment. The FY17 Apportionment Ratio is applied to the budget net of the Minimum Contribution. For FY18, the ratios will be 85.97% for Sudbury and 14.03% for Lincoln – as determined by the regional agreement.

3. The final Net Assessment takes into account the Minimum Contribution, Apportionment calculations and then also includes debt service and OPEB funding. **The estimated blended apportionment ratio is 86.53% for Sudbury and 13.47% for Lincoln.**

Lincoln Sudbury Regional School District

FY 18 Preliminary Revenue Forecast: February 14, 2017

Category	FY 15 Actual	FY 16 Actual	FY 17 Budget	FY 18 Budget
State Revenues				
Chapter 70 Aid	\$2,820,120	\$2,862,021	\$2,895,361	\$2,986,366
Reg Trans Reimb	\$283,706	\$297,341	\$300,239	\$325,903
	\$3,103,826	\$3,159,362	\$3,195,600	\$3,312,269
Other Revenues				
Medicaid	\$42,601	\$21,500	\$35,000	\$35,000
E-rate	\$3,879	\$3,146	\$2,500	\$2,500
Transcripts	\$21,815	\$7,587	\$10,000	\$7,500
Other Misc	\$62,711	\$16,939	\$10,000	\$10,000
E & D	\$0	\$0	\$0	\$0
Interest Income	\$5,662	\$11,331	\$3,500	\$10,000
	\$136,668	\$60,503	\$61,000	\$65,000
	\$3,240,494	\$3,219,865	\$3,256,600	\$3,377,269
Preliminary and estimated				
Assessments - Operating/Debt/OPEB				
Lincoln * FY 18 is an estimate	\$3,666,847	\$3,977,668	\$3,671,947	\$3,688,139
Sudbury *FY 18 is an estimate	\$21,415,348	\$22,071,385	\$22,879,135	\$23,698,762
	\$25,082,195	\$26,049,053	\$26,551,082	\$27,386,901
Total Revenue	\$28,322,689	\$29,268,918	\$29,807,682	\$30,764,170

THANK YOU

Bella Wong
Superintendent/Principal

Sherry Kersey
Director of Finance and Operations

Lincoln Sudbury Regional High School Committee

Lincoln Sudbury Regional High School District Staff

Lincoln and Sudbury Town-Wide Departments