

# Lincoln-Sudbury Regional High School FY 2019 Budget

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PRESENTATION TO  
SUDBURY TOWN MEETING  
MAY 7, 2018

# The budget supports

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- LS Core Values

  - Fostering cooperative and caring relationships

  - Respecting human differences

  - Pursuing academic excellence

  - Cultivating Community

- Our school goals for improvement

  - What students should be able to do by the time they graduate

  - Access to equity and excellence for all students

  - Ensuring social emotional supports for students and staff

  - Cultivating Community

- Capacity to recruit and retain high quality faculty and staff

- An educational program that fosters student growth for post-graduate success

# Lincoln-Sudbury FY 19 Budget Overview

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Incorporates new teacher compensation agreement

Maintains our current educational program

Partially restores instructional capital budget reduced in FY18

Reallocation and increase of FTE to balance class size

Addresses and satisfies Lincoln Budget Guidance

Addresses and satisfies Sudbury Budget Guidance

# Budget Financial Assumptions

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- Newly negotiated agreements for compensation

	COLA Effective Day 1	COLA Midyear
July 1, 2018 – June 30, 2019	0.5%	1.5%
July 1, 2019 – June 30, 2020	0.0%	3.0%
July 1, 2020 – June 30, 2021	0.5%	2.0%

- 0.58 FTE net increase to staffing Science, Math, Instr Technology (math/science)
- Federal grants level funded
- State grants reflect Governor’s Budget released January 2018

**(continued)**

# Budget Financial Assumptions

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- Reduction to anticipated state Circuit Breaker reimbursement
- 10% increase to health insurance
- 6.8 % increase to non MTRS pension funding
- 5% increase in regular education transportation
- Partial restoration of funding for instructional capital (\$25,000)
- 2% increase to expenses
- Increase contribution to fund OPEB accrued liability (\$24,402)
- No adjustment to current student fee structure

Lincoln-Sudbury Regional High School

In-District Enrollment

Five Year Cohort Survival Enrollment Projection by Grade

Grade Level	FY17 Actual Enrollment 10/1/2016	FY18 Actual Enrollment 10/1/2017	FY19 Projected Enrollment	FY20 Projected Enrollment	FY21 Projected Enrollment	FY22 Projected Enrollment	FY23 Projected Enrollment
9	369	409	392	360	372	371	346
10	378	359	410	388	356	368	367
11	380	374	354	399	378	347	359
12	443	387	380	356	402	381	349
<b>Total Projected Enrollment</b>	<b>1570</b>	<b>1529</b>	<b>1535</b>	<b>1503</b>	<b>1508</b>	<b>1467</b>	<b>1422</b>

# Proposed adjustments to educational program

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Add:	0.25 FTE	Science *
	0.25 FTE	Math *
	0.25 FTE	Instructional Technology (Math/Science Staff) *
Reduce:	-0.17 FTE	Wellness
<b>Net increase</b>	<b>0.58 FTE</b>	

- To address large class sizes
- DESE Guideline for IT is 1.0 FTE per 60 to 120 instructional staff. LS currently has .75 per 150 instructional staff

# OPEB Funding History

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FY 16 = \$75,984

FY 17 = \$238,114 (213% increase on annual contribution from FY 16)

FY 18 = \$358,707 (42 % increase on annual contribution from FY 17)

FY 19 = \$383,109 (7% increase on annual contribution from FY 18)

Total contribution to date = \$734,984

Plus \$383,109 = \$1,118,093 plus interest at end of FY19 ... over 34% increase in one year.



# Projected Trust Contribution (OPEB Normal)

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FY19	370,414	383,109
FY20	382,414	
FY21	394,714	
FY22	407,321	
FY23	420,244	
FY24	433,490	
FY25	447,066	
FY26	460,982	
FY27	475,247	
FY28	489,867	
FY29	491,432	

Per Sudbury Town Manager's Office analysis and recommendations following this outlined projection of incremental increases will culminate in fully funding the ARC by FY29.

# Recommended FY 19 Budget

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FY18 30,764,174

FY19 32,105,742

1,341,572

1,091,572

Sudbury guidance

250,000

from E & D

- FY17 E & D is projected to be \$1.1 million
- Projected E & D minus \$250K = projected to be \$850K

**Lincoln Sudbury Regional School District**  
 FY 19 Proposed Budget: Major Account Categories  
 January 22, 2018

	<b>FY 18 Budget</b>	<b>FY 18 Projected</b>	<b>FY 19 Budget</b>	<b>FY 19 Budget Growth from FY 18 Budget</b>	<b>% Change</b>
Salary Accounts	\$ 18,947,787	\$ 18,950,000	\$ 19,728,702	\$ 780,915	4.12%
Contracted Services (Busing, Legal Etc.)	\$ 1,839,287	\$ 1,860,562	\$ 1,926,525	\$ 87,238	4.74%
Instructional Support (Supplies, Texts, Equip)	\$ 521,170	\$ 493,777	\$ 548,394	\$ 27,224	5.22%
Insurance and Pensions	\$ 3,750,261	\$ 3,750,000	\$ 4,082,401	\$ 332,140	8.86%
Out of District Tuition (Incl. Circuit Breaker)	\$ 4,977,000	\$ 4,983,653	\$ 4,940,810	\$ (36,190)	-0.73%
Utilities/Building/Grounds	\$ 1,119,103	\$ 1,089,462	\$ 1,096,885	\$ (22,218)	-1.99%
Debt Service	\$ 670,800	\$ 670,800	\$ 649,675	\$ (21,125)	-3.15%
OPEB	\$ 358,707	\$ 358,707	\$ 383,109	\$ 24,402	6.80%
Other	\$ 234,594	\$ 215,611	\$ 249,241	\$ 14,647	6.24%
(Circuit Breaker Funding)	\$ (1,654,539)	\$ (1,654,539)	\$ (1,500,000)	\$ 154,539	-9.34%
<b>TOTAL APPROPRIATED BUDGET</b>	\$ 30,764,170	\$ 30,718,033	\$ 32,105,742	\$ 1,341,572	4.36%
<b>Total with OPEB without Debt</b>	\$ 30,093,370	\$ 30,047,233	\$ 31,456,067	\$ 1,362,697	4.53%

# Assessment

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

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

How much each town pays of the total assessment is determined by a blending of two formulas. One determined by the state and the other determined by the regional agreement between Lincoln and Sudbury.

# Assessment

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1. Minimum Contribution is determined annually by the state. The FY18 minimum contribution number is equal to \$14,4404. 87.20% is from Sudbury and 12.80% is from Lincoln.
2. The Apportionment Ratio represents each town's relative share of the Assessment based on a three year rolling average of in-school enrollment established each year on October 1. The FY19 Apportionment Ratio is applied to the budget net of the Minimum Contribution. For FY19, the ratios will be 86.95% for Sudbury and 13.05% for Lincoln – as determined by the regional agreement.
3. The final Net Assessment takes into account the Minimum Contribution. Apportionment calculations also includes debt service and OPEB funding. The blended apportionment ratio is 87.05% for Sudbury and 12.95% for Lincoln based on the FY18 minimum contribution rate.

**\*Note: These are preliminary estimates based o the Governor's version of the budget released January 2018. These estimates are subject to approval by state legislature.**

**Lincoln Sudbury Regional School District**

FY 19 Preliminary Revenue Forecast: January 2018

<b>Category</b>	<b>FY 16 Actual</b>	<b>FY 17 Actual</b>	<b>FY 18 Budget</b>	<b>FY 19 Budget</b>
<b>State Revenues</b>				
Chapter 70 Aid	\$2,862,021	\$2,955,040	\$2,986,366	\$3,034,456
Reg Trans Reimb	\$297,341	\$300,463	\$325,903	\$340,972
	\$3,159,362	\$3,255,503	\$3,312,269	\$3,375,428
<b>Other Revenues</b>				
Medicaid	\$21,500	\$51,474	\$35,000	\$35,000
E-rate	\$3,146	\$0	\$2,500	\$2,500
Transcripts	\$7,587	\$9,763	\$7,500	\$7,500
Other Misc	\$16,939	\$24,378	\$10,000	\$10,000
E & D (or other sources)	\$0	\$0	\$0	\$250,000
Interest Income	\$11,331	\$9,579	\$10,000	\$10,000
	\$60,503	\$95,194	\$65,000	\$315,000
	\$3,219,865	\$3,350,697	\$3,377,269	\$3,643,599
<b>**Preliminary and estimated**</b>				
<b>Assessments - Operating/Debt/OPEB</b>				
Lincoln * FY 19 is an estimate	\$3,977,668	\$3,672,047	\$3,688,139	<b>\$3,684,359</b>
Sudbury *FY 19 is an estimate	\$22,071,385	\$22,879,135	\$23,698,762	<b>\$24,762,715</b>
	\$26,049,053	\$26,551,182	\$27,386,901	\$28,463,647
<b>Total Revenue</b>	\$29,268,918	\$29,901,879	\$30,764,170	\$32,105,742

# Thank You!

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