

# Somerset Berkley Regional School District

## FY20 Budget Public Hearing

March 14, 2019



## ***Our Strategic Plan Is...***

***The roadmap for where the District needs to focus their efforts and financial responsibility. Every annual budget must be focused on this Plan with specific actions steps planned for and applied.***

## **2017-2020 District Strategy Objectives**

<b>Objective I Student Learning</b>
<b>Promote 21st century skills and cultivate partnerships that extend and support teaching and learning to prepare students for success in collect, careers, and life in a rapidly changing and challenging global society.</b>

<b>Objective II Teaching</b>
<b>Create a collaborative learning culture that fosters creativity, inquiry, collaboration, reflection, and date-use to address individual student needs in order to improve learning for all students.</b>

<b>Objective III Family &amp; Community Engagement</b>
<b>Increase parent and community engagement and build community support for vision, mission and ongoing success of Somerset Berkley Regional High School</b>

<b>Objective IV Sustainable Funding Model</b>
<b>Support the goals of the district by improving efficiencies, developing key performance indicators (KPIs) and constructing a model of sustainable funding.</b>

# *What Drives the Budget?*

- Staffing and Labor Costs
  - All collective bargaining unit contracts settled for FY20. Salaries and Fringe Benefits equal approximately 72% of total gross costs.
- Enrollment Changes – Increase of 27 students from PY, excludes school choice students
- Changes in Contracted Services (transportation, maintenance and technology)
- Special Education Tuitions and related services
- Current Fiscal Climates in both Member Towns (Somerset and Berkley)
  - Somerset recognizes an increase of 18 students for FY20.
  - Berkley recognizes an increase of 9 students for FY20.

# *SBRSD FY20 Preliminary Budget Timeline*

- **November 2018 - met with Administration to review FY20 budget requests**
- **December 2018 – continual review of budget projections and review with Administration**
- **January 2019 –**
  - **Chapter 70 Figures and Department of Revenue Cherry Sheets published**
  - **Continual review of budget projections and review with Administration**
- **February 2019 –**
  - **High School Content Coordinators and Principal were requested to submit FY20 requests – zero based budget technique used**
  - **Requests reviewed and updated**
  - **Reviewed Budget highlights and initiatives with Budget subcommittee and Administration**
- **Budget Subcommittee Meetings for the FY20 Budget:**
  - **December 6, 2018 – reviewed non negotiables (special education, bargaining units, transportation, etc.) – budget at 5.95% increase**
  - **January 3, 2019**
  - **January 24, 2019**
  - **February 6, 2019**
  - **February 13, 2019**
  - **February 26, 2019**
  - **February 28, 2019 – FY20 Preliminary Budget Voted**

*Note: FY21 Budget Timeline will begin sooner next year.*

# *FY20 Prelim Budget – as voted on 2/28/19*

- FY20 Gross Budget - \$19,123,939 less Revenue of \$1,514,475 bring General Fund Net Budget to \$17,609,464
- Current General Fund Net Budget - \$17,609,464 (Includes \$15,425,075 operating expenditures and \$2,184,389 for debt service)
- Total net budget increase is \$380,538 or 2.53% increase over FY19
- Includes new initiatives on following slides
- Includes reductions to teaching staff due to scheduling changes
- Projected Revenue increasing by \$197,112

# *Changes in Teaching Staff Included in FY20 Prelim Budget*

- Position Additions:
  - Grant Writer Position (split with K8) - \$15,600
  - Special Education Transition Program Teacher (Age 18-22 Students) - \$68,000\*
  - Special Education Teacher for Instructional Strategies (Co-teaching) - \$53,000
  - Paraprofessional for Transition Program Classroom - \$20,000
    - Total for New Positions - \$156,600
- Position Reductions:
  - 2.0 FTE positions due to scheduling changes
    - Total reductions in Position costs - \$124,264
    - Reduction represent salary increases over 2%
- Net in Positions - \$32,336 – or 0.21% increase over FY19 net budget

\* Average teacher salary for FY20

# *Special Education Transition Teacher and Paraprofessional*

- For school year 2019-2020, we will have seven (7) students with moderate disabilities who will have attended high school for four years and are in need of a Transition Program to continue working on and acquiring life skills. (Age 18-22)
- Currently, we do not have a program at the high school to maintain the services for these students.
- These students will spend their time both in school and out in the community.
- A paraprofessional will also be needed for these students to aid in the support of their needs.

# *Special Education Teacher for Co-Taught Classrooms*

- We are requesting an additional special education teacher position to support an increase in the co-taught model specific classrooms.
- Currently, the composition of co-taught classrooms has at least 50% or more students with IEPs; therefore, we need to lower the number of students with IEPs in these classrooms.
- Because of the required ratio of 50% general education students and 50% special education students in a co-taught classroom, we do require an additional co-taught classroom to bring the ratios down to at least 50% per regulations.
- While considered a new position, we feel this is a student centered decision for the co-taught classrooms to ensure we keep a 50%/50% ratio.



# *Other Operating Cost Increases*

- Transportation Contract for FY20:
  - Increase of \$70,428, however total transportation charges are only increasing by \$18,866 due to reductions in special education transportation
- Contracted Turf Management Proposal:
  - Proposal also includes contracted vendor to apply fertilizer, grub control, weed spray, herbicide, aeration work and top dressing to all athletic fields. Frequency will range from once to twice per year depending on treatments afforded. – Total annual contracted cost = \$27,023
- New Maintenance Plan for external window cleaning:
  - Window cleaning to be done every other year, beginning with FY20 – total cost \$4k
- Bristol County Retirement System (BCRS) Assessment for FY20 - \$287,282, increase of \$75,686 from FY19:
  - Each member of BCRS pays the percentage in accordance with their unit cost for active and retiree members as well as the municipality's total accrued liability.
  - Demographic changes does affect the assessment, including new retirements.
- Teacher laptop renewal:
  - Teachers received new laptops during the 2013-2014 school year before the new school opened.
  - Laptops are at end of life – new lease required – Total cost \$9,100 for FY20



FY20 Chapter 70 Foundation Budget

763 SOMERSET BERKLEY

	Base Foundation Components			Incremental Costs Above the Base						High Needs Increment	TOTAL*
	High School	Early College or Innovation Pathways	Vocational	Special Ed In District	Special Ed Out of Dist	EL PK-5	EL 6-8	EL High	EcoDis		
Foundation Enrollment	967	0	45	38	10	0	0	2	157	0	1,012
1 Administration	378,996	0	17,637	102,789	28,029	0	0	259	8,180	0	535,890
2 Instructional Leadership	684,501	0	31,854	0	0	0	0	453	38,759	0	755,566
3 Classroom and Specialist Teachers	4,061,729	0	321,328	339,179	0	0	0	3,169	378,365	0	5,103,769
4 Other Teaching Services	482,417	0	22,450	316,686	428	0	0	453	0	0	822,434
5 Professional Development	130,555	0	10,044	16,362	0	0	0	129	18,356	0	175,447
6 Instructional Equipment & Tech*	726,846	0	59,192	14,281	0	0	0	323	2,813	0	803,455
7 Guidance and Psychological	381,085	0	17,734	0	0	0	0	194	15,322	0	414,335
8 Pupil Services	513,332	0	23,888	0	0	0	0	65	79,613	0	616,898
9 Operations and Maintenance	916,165	0	79,792	114,820	0	0	0	776	0	0	1,111,553
10 Employee Benefits/Fixed Charges*	935,914	0	62,813	128,244	0	0	0	711	61,203	0	1,188,885
11 Special Ed Tuition*	0	0	0	0	266,121	0	0	0	0	0	266,121
12 Total	9,211,539	0	646,731	1,032,361	294,579	0	0	6,531	602,612	0	11,794,352

**Foundation Budget per Pupil 11,654**

**Increment Per Student \$ 9,526 \$ 14,372 \$ 27,167 \$ 29,458 \$ 3,266 \$ 3,838 \$ 11,654**

- Actual Special Education Tuitions for FY20 = \$1.6m with average OOD tuition of \$84,221
- Employee Benefits/Fixed Charges for FY20 = \$2.5m
- Net School Spending comparison listed on next slide
- New category for FY20 – **Early College or Innovation Pathways** - to encourage and support approved program expansion over the next 7 to 10 years.

# Net School Spending and Analysis

- **Below is a comparison of proposed FY18 Foundation Budget and actual FY18 expenditures. The total expenditures for both columns does not include transportation.**
- **Largest areas of difference are employee benefits/fixed charges and special education tuitions.**

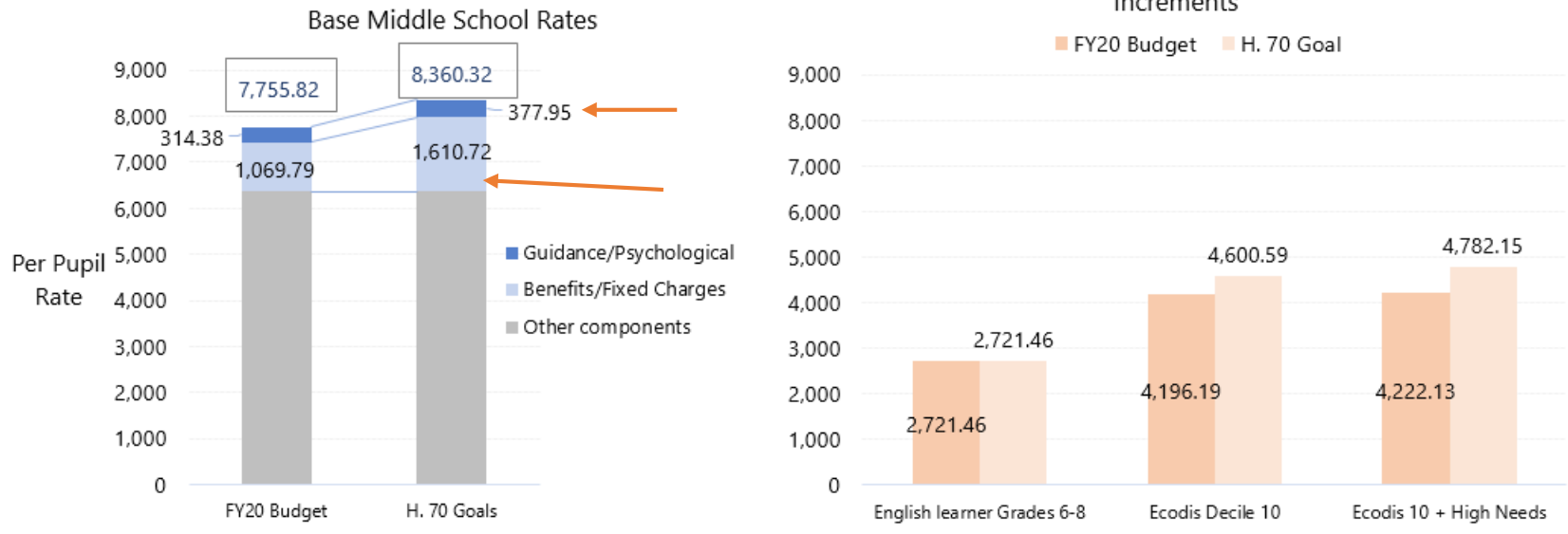
	Foundation Budget FY18	Actual Spending FY18	Over/(Under) Foundation Budget
Administration	\$ 477,158	\$ 474,552	\$ (2,606)
Instruction, Specialists, PD, Inst. Equipment	\$ 7,402,293	\$ 7,704,046	\$ 301,753
Pupil Services (Athletics, School Nurse, Clubs, School Security)	\$ 486,933	\$ 754,403	\$ 267,470
Operations and Maintenance	\$ 1,081,742	\$ 1,050,634	\$ (31,108)
Employee Benefits/Fixed Charges	\$ 967,622	\$ 2,415,421	\$ 1,447,799
Special Ed Tuition	\$ 217,056	\$ 1,134,946	\$ 917,890
<b>Total*</b>	<b>\$ 10,632,805</b>	<b>\$ 13,534,002</b>	<b>\$ 2,901,197</b>
* Total excludes regular and special education transportation			

# Governors House Bill 1 Proposal

## H.70 Goal Rates



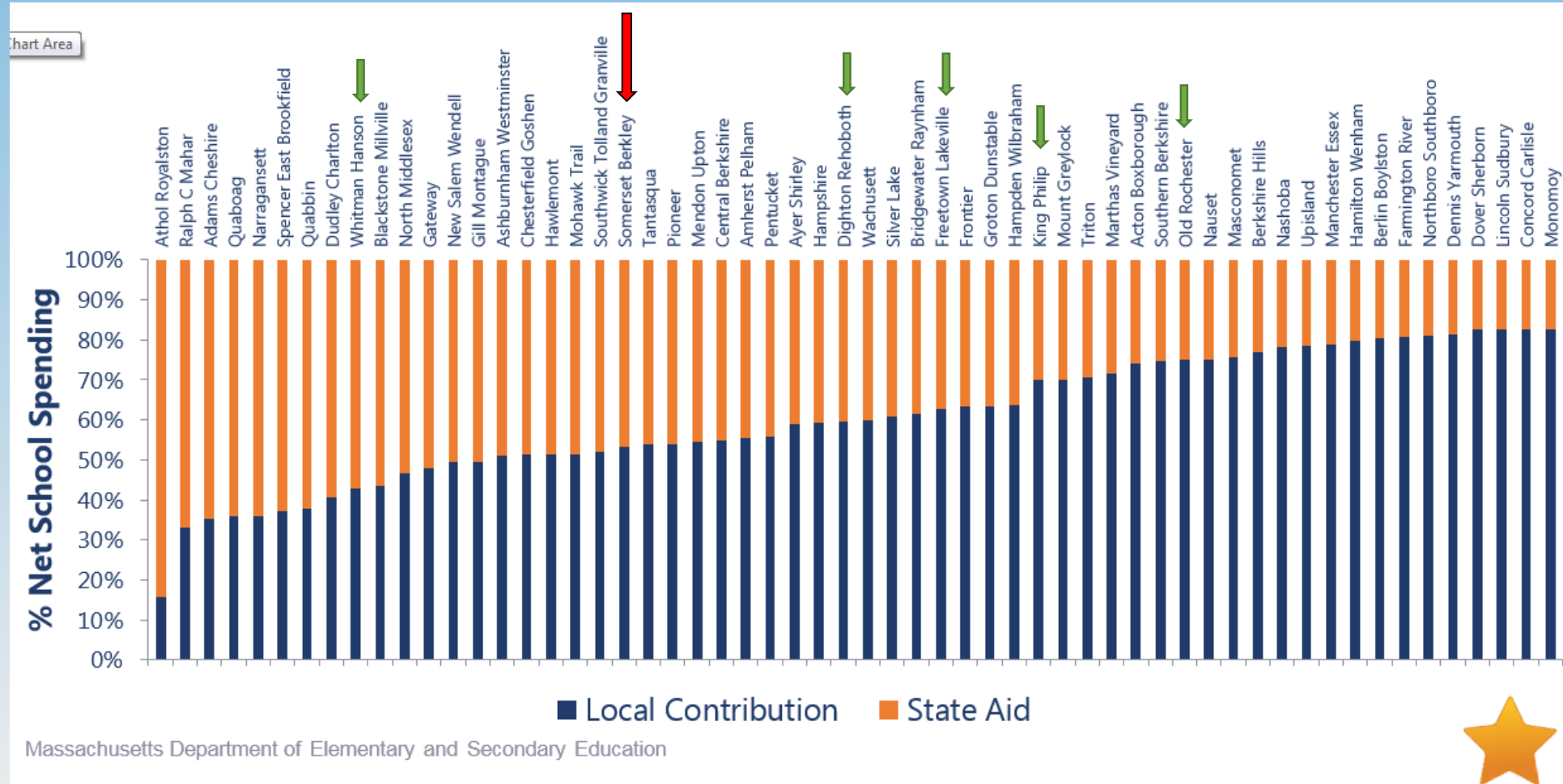
- [An Act to Promote Equity and Excellence in Education](#) (H. 70) presents goal rates for the foundation budget changes listed above.
- An example for middle school students:



*There are new goals to be phased in beginning FY20 for foundation budgets.*

- *House 1 budget proposal sets targets for changes to the foundation budget over the next 7 years.*
- *Set goal at 3x the statewide foundation budget per pupil for out of district tuitions.*
- *Set goal based on GIC premium rates for active and retired municipal employee.*

# Districts receive different levels of Chapter 70 aid, because their community's ability to pay differs



*Somerset Berkley RSD receives approximately 48% of the annual required net school spending figure from Chapter 70 State Aid.*

# Required Contribution Analysis – Town of Berkley

- All School District's within a Community have a Foundation Budget that gets added together.
- State dictates a Community's Contribution as a % of Foundation Budget (FY20 Berkley 52.11% based on Property Values & Residential Income)
- This Percentage (52.11%) gets multiplied by the total Foundation for each School District for the Fiscal Year to come up with a Required Contribution for education per District.
- Regardless of net budget increases, based on enrollment for 4 School Dept.'s, Berkley would have to pay at least \$150,904 in additional assessment for FY20.

	Berkley	Somerset Berkley	Bristol Plymouth	Bristol County	Combined Total for All Districts	
A	FY19 foundation enrollment	769	261	92	12	1,134
B	FY19 foundation budget	\$ 7,473,874	\$ 2,913,030	\$ 1,495,986	\$ 193,188	\$ 12,076,078
C	Each district's share of municipality's combined FY19 foundation	61.89%	24.12%	12.39%	1.60%	100%
D	<b>FY19 required contribution</b>	\$ 3,819,740	\$ 1,488,788	\$ 764,567	\$ 98,734	\$ 6,171,829
D/B	<b>% of Required Contribution to Foundation Budget</b>	51.11%	51.11%	51.11%	51.11%	51.11%
E	FY20 foundation enrollment	742	270	89	10	1,111
F	FY20 foundation budget	\$ 7,577,773	\$ 3,146,715	\$ 1,502,759	\$ 170,668	\$ 12,397,915
G	Each district's share of municipality's total FY20 foundation	61.12%	25.38%	12.12%	1.38%	100.00%
H	<b>FY20 Required Contribution</b>	\$ 3,948,630	\$ 1,639,692	\$ 783,058	\$ 88,932	\$ 6,460,312
H/F	<b>% of Required Contribution to Foundation Budget</b>	52.11%	52.11%	52.11%	52.11%	52.11%
E-A	<b>Enrollment Increase/(Decrease) from Prior Year (FY19)</b>	-27	9	-3	-2	-23
H-D	<b>Required Contribution Increase(Decrease) from Prior Year (FY19)</b>	\$ 128,890	\$ 150,904	\$ 18,491	\$ (9,802)	\$ 288,483
	<b>Increase of Required Contribution as Percentage of Foundation Budget</b>	1.7%	5.2%	1.2%	-5.1%	2.4%



# Required Contribution Analysis – Town of Berkley (cont.)

	Berkley	Somerset Berkley	Bristol Plymouth	Bristol County	Combined Total for All Districts	
A	FY19 foundation enrollment	769	261	92	12	1,134
B	FY19 foundation budget	\$ 7,473,874	\$ 2,913,030	\$ 1,495,986	\$ 193,188	\$ 12,076,078
C	Each district's share of municipality's combined FY19 foundation	61.89%	24.12%	12.39%	1.60%	100%
D	<b>FY19 required contribution</b>	\$ 3,819,740	\$ 1,488,788	\$ 764,567	\$ 98,734	\$ 6,171,829
D/B	<b>% of Required Contribution to Foundation Budget</b>	51.11%	51.11%	51.11%	51.11%	51.11%
E	FY20 foundation enrollment	742	270	89	10	1,111
F	FY20 foundation budget	\$ 7,577,773	\$ 3,146,715	\$ 1,502,759	\$ 170,668	\$ 12,397,915
G	Each district's share of municipality's total FY20 foundation	61.12%	25.38%	12.12%	1.38%	100.00%
H	<b>FY20 Required Contribution</b>	\$ 3,948,630	\$ 1,639,692	\$ 783,058	\$ 88,932	\$ 6,460,312
H/F	<b>% of Required Contribution to Foundation Budget</b>	52.11%	52.11%	52.11%	52.11%	52.11%
E-A	<b>Enrollment Increase/(Decrease) from Prior Year (FY19)</b>	-27	9	-3	-2	-23
H-D	<b>Required Contribution Increase(Decrease) from Prior Year (FY19)</b>	\$ 128,890	\$ 150,904	\$ 18,491	\$ (9,802)	\$ 288,483
	<b>Increase of Required Contribution as Percentage of Foundation Budget</b>	1.7%	5.2%	1.2%	-5.1%	2.4%

- *The most important factor with the SBRSD assessments for Berkley is the percentage of total high school students.*
- *For FY20; 73% attend SBRSD, 24% attend Bristol Plymouth and 3% attend Bristol Agriculture.*
- *Any fluctuation with high school population will adjust the Required Contribution for each District. This will tie directly into assessment fluctuations in combination with operating budget changes and Chapter 70 Aid contributions.*

# Required Contribution Analysis – Town of Somerset

- The Town of Somerset will recognize an increase of \$68,927 in additional assessment for FY20, simply due to increase in FY20 Required Contribution.

273 Somerset		Greater Fall				Combined Total for All Districts
		Somerset	Somerset Berkley	River	Bristol County	
A	FY19 foundation enrollment	1,789	724	115	19	2,647
B	FY19 foundation budget	\$ 17,656,517	\$ 8,080,588	\$ 1,912,175	\$ 305,881	\$ 27,955,161
C	Each district's share of municipality's combined FY19 foundation	63.2%	28.9%	6.8%	1.1%	100.0%
D	FY19 required contribution	\$ 9,557,082	\$ 4,382,811	\$ 1,034,184	\$ 165,118	\$ 15,139,195
D/B	<b>% of Required Contribution to Foundation Budget</b>	54%	54%	54%	54%	54%
E	FY20 foundation enrollment	1,778	742	120	21	2,661
F	FY20 foundation budget	\$ 18,325,803	\$ 8,647,638	\$ 2,088,274	\$ 358,403	\$ 29,420,118
G	Each district's share of municipality's total FY20 foundation	62.29%	29.39%	7.10%	1.22%	100.00%
H	<b>FY20 Required Contribution</b>	\$ 9,433,983	\$ 4,451,738	\$ 1,075,028	\$ 184,503	\$ 15,145,252
H/F	<b>% of Required Contribution to Foundation Budget</b>	51.48%	51.48%	51.48%	51.48%	51.48%
E-A	<b>Enrollment Increase/(Decrease) from Prior Year (FY19)</b>	-14	16	5	2	
H-C	<b>Required Contribution Increase(Decrease) from Prior Year (FY19)</b>	\$ (123,099)	\$ 68,927	\$ 40,844	\$ 19,385	\$ 6,057



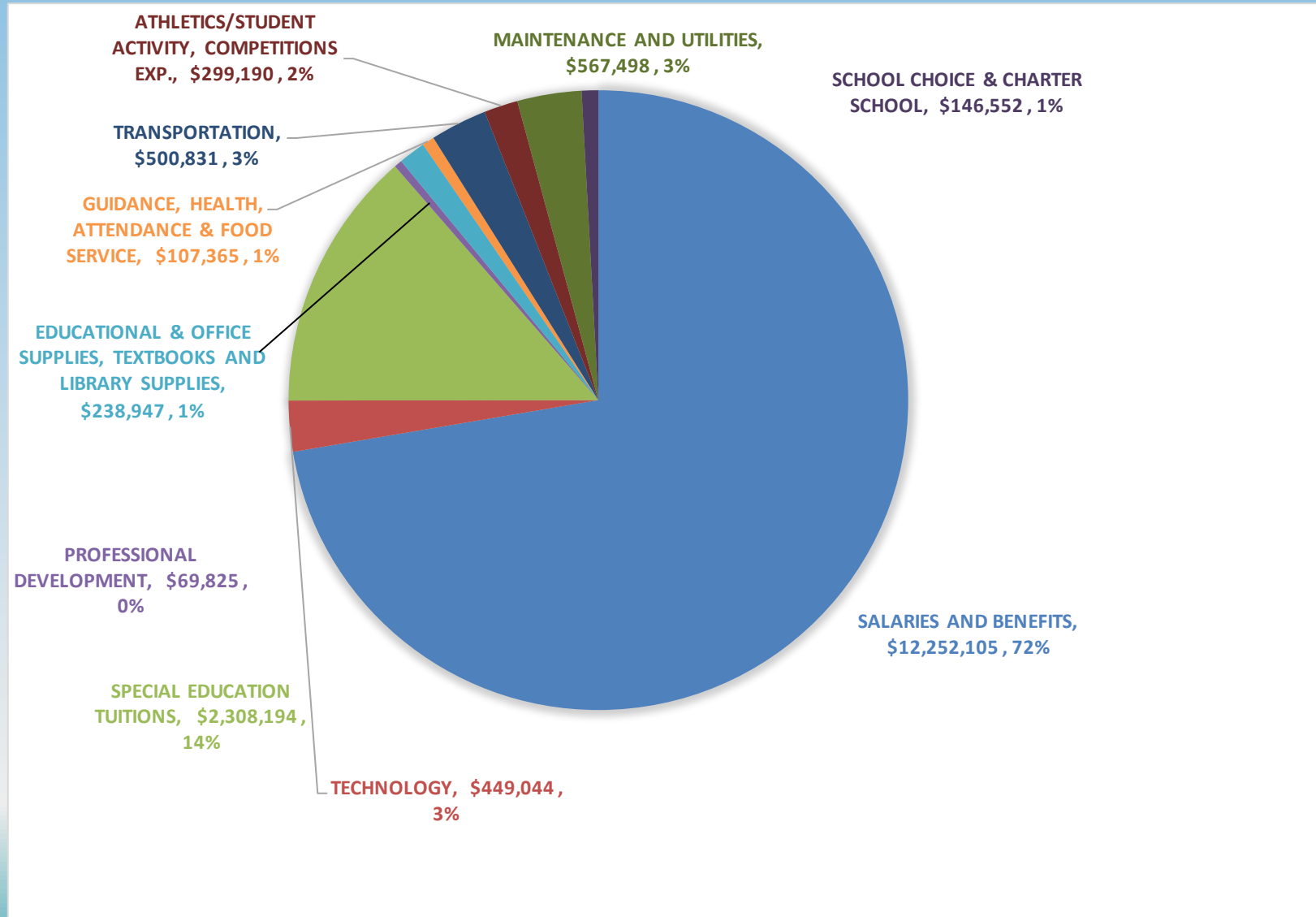
# FY20 SBRSD

## Gross Operating Costs w/ Prior Year Budgets

	<u>FY18 BUDGET</u>	<u>FY19 BUDGET</u>	<u>FY20 BUDGET</u>	<u>FY20 INCREASE/ (DECREASE)</u>	<u>FY20 G. COSTS. OF TO</u>
SALARIES AND BENEFITS	\$ 11,915,517	\$ 11,939,101	\$ 12,252,105	\$ 313,004	
TECHNOLOGY	\$ 309,884	\$ 419,721	\$ 449,044	\$ 29,323	
SPECIAL EDUCATION TUITIONS	\$ 2,004,315	\$ 2,256,847	\$ 2,308,194	\$ 51,346	
PROFESSIONAL DEVELOPMENT	\$ 82,735	\$ 66,150	\$ 69,825	\$ 3,675	
EDUCATIONAL & OFFICE SUPPLIES, TEXTBOOKS AND	\$ 230,063	\$ 221,406	\$ 238,947	\$ 17,541	
GUIDANCE, HEALTH, ATTENDANCE & FOOD SERVICE	\$ 66,395	\$ 79,845	\$ 107,365	\$ 27,520	
TRANSPORTATION	\$ 479,381	\$ 483,705	\$ 500,831	\$ 17,127	
ATHLETICS/STUDENT ACTIVITY, COMPETITIONS EXP.	\$ 265,210	\$ 273,590	\$ 299,190	\$ 25,600	
MAINTENANCE AND UTILITIES	\$ 544,679	\$ 520,623	\$ 567,498	\$ 46,875	
SCHOOL CHOICE & CHARTER SCHOOL	\$ 98,410	\$ 100,911	\$ 146,552	\$ 45,641	
<b>TOTAL FY20 GROSS OPERATING EXPENDITURES</b>	<b>\$ 15,996,589</b>	<b>\$ 16,361,898</b>	<b>\$ 16,939,550</b>	<b>\$ 577,652</b>	

**FY20 Gross Operating Costs total excludes Debt Service of \$2,184,389 – Brings total Gross Budget to \$19,123,939.**

# Preliminary FY20 Gross Operating Budget Expenses



# District Revenue Sources

*The FY20 Preliminary Gross Operating Budget of \$16,939,550 is the actual cost of operating the SBRSD, excluding Debt Service. It is offset by other District Revenue Sources totaling \$1,514,475. This brings the Net FY20 Tentative Operating Budget to \$15,425,075.*

CIRCUIT BREAKER	\$ 405,000	
IDEA GRANT	\$ 206,000	
TITLE I GRANT	\$ 24,000	
SCHOOL CHOICE REVOLVING	\$ 496,280	
REGIONAL TRANSPORTATION AID	\$ 187,195	
HOMELESS TRANSPORTATION AID	\$ 10,000	
PARKING FEES	\$ 10,000	
USER FEES (ATHLETICS)	\$ 78,000	
TECH FEES (\$30/STUDENT)	\$ 28,000	
FACILITY USE FUNDS	\$ 10,000	
ATHLETIC REVOLVING	\$ 60,000	
TOTAL REVENUE SOURCES	<u>\$ 1,514,475</u>	

# Historical Changes in Net Operating Budget

<u>Fiscal Year</u>	<u>Net Budget</u>	<u>Increase/Decrease)</u>	<u>Increase/Decrease)</u>
		<u>Dollars</u>	<u>Percentage</u>
FY14	\$ 13,381,225	\$ 81,225	0.6%
FY15	\$ 13,418,803	\$ 37,578	0.3%
FY16	\$ 13,262,824	\$ (155,979)	-1.2%
FY17	\$ 14,039,006	\$ 776,182	5.9%
FY18	\$ 14,530,171	\$ 491,165	3.5%
FY19	\$ 15,044,537	\$ 514,366	3.5%
FY20 (Proposed)	\$ 15,425,075	\$ 380,538	2.5%

*The Net FY20 Tentative Budget is \$380,538 more than Net FY19 Adopted Budget, for an increase of 2.53%.*

*Increase in Operating Expenditures - \$577,648*  
*Increase in Revenue Sources - (\$197,110)*  
*Total - \$380,538*

# *FY20 Capital Budget Summary*

<b><i>Long Term Bond Issuances</i></b>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
- \$9.28M Bond Issuance - February 2014 (3.67%)	\$ 285,000	\$ 300,250	\$ 585,250	
Less: \$52k Premium credit		\$ (2,909)	\$ (2,909)	\$
- \$9M Bond Issuance - August 2014 (2.933%)	\$ 380,000	\$ 235,225	\$ 615,225	\$
Less: \$138k Premium credit		\$ (9,909)	\$ (9,909)	\$
- \$6.275M Bond Issuance - February 2015 (2.67%)	\$ 270,000	\$ 149,515	\$ 419,515	\$
Less: \$87k Premium credit		\$ (6,297)	\$ (6,297)	\$
- \$5,978,500 Bond Issuance - July 2015 (2.92%)	\$ 240,000	\$ 166,715	\$ 406,715	\$
Less: \$109k Premium credit		\$ (8,147)	\$ (8,147)	
- \$2.5M February 2018 Borrowing (2.98%)	\$ 90,000	\$ 88,763	\$ 178,763	
Less: \$41k Premium credit		\$ (3,817)	\$ (3,817)	
<b>Total Long Term Issuance Payments</b>	<b>\$ 1,265,000</b>	<b>\$ 909,389</b>	<b>\$ 2,174,389</b>	
Stabilization	\$ 10,000		\$ 10,000	
<b>GRAND TOTAL FOR FY20 CAPITAL BUDGET</b>	<b>\$ 1,275,000</b>	<b>\$ 909,389</b>	<b>\$ 2,184,389</b>	

# FY20 Chapter 70 Numbers & Member Town Assessments – OVERVIEW

	Total	Somerset	Berkley
	FY19 (EST-GOV)		
Students	985	724	261
Student %		73.5%	26.5%
<b>Total Budget</b>	\$17,234,832		
<b>Net Operating Budget</b>	\$15,044,537		
<b>STEP 1:</b>			
Minimum Local Contribution	\$ 5,864,853	\$ 4,376,065	\$ 1,488,788
<b>STEP 2:</b>			
Above Minimum	\$ 9,179,684	\$ 6,747,301	\$ 2,432,383
<b>STEP 3:</b>			
Above Min + MLC	\$ 15,044,537	\$ 11,123,366	\$ 3,921,171
<b>STEP 4:</b>			
Chapter 70 Allocation			
<b>a.) Foundation Aid</b>			
Foundation Budget	\$ 10,993,618	\$ 8,080,588	\$ 2,913,030
Less: MLC	\$ (5,864,853)	\$ (4,376,065)	\$ (1,488,788)
Total Foundation Aid	\$ 5,128,765	\$ 3,704,523	\$ 1,424,242
<b>b.) Excess Foundation Aid</b>			
		\$ -	\$ -
<b>c.) Total Chapter 70</b>			
	\$ 5,128,765	\$ 3,704,523	\$ 1,424,242
<b>STEP 5:</b>			
(Less Charter School Reimb.)	\$ (5,608)	\$ (4,021)	\$ (1,587)
(Less Interest income)	\$ (3,700)	\$ (2,720)	\$ (980)
(Less Medicaid & E-Rate)	\$ (59,200)	\$ (43,514)	\$ (15,686)
Less: Television Production	\$ (80,400)	\$ (80,400)	\$ -
	\$ (148,908)	\$ (130,654)	\$ (18,254)
<b>STEP 6:</b>			
Operating Assessment (Step 3-4c-5)	\$ 9,766,864	\$ 7,288,188	\$ 2,478,676
Less: Use of E&D		\$ -	\$ -
Adj. Operating Assessment	\$ 9,766,864	\$ 7,288,188	\$ 2,478,676
Increase from PY \$			
Increase from PY %			
<b>STEP 7:</b>			
Capital Assessment	\$ 2,190,295	\$ 1,609,922	\$ 580,373
Less: Return of E&D	\$ -	\$ -	\$ -
Total Capital Assessment	\$ 2,190,295	\$ 1,609,922	\$ 580,373
Increase from PY \$	\$ 105,302	\$ 114,861	\$ (9,559)
Increase from PY %	5.1%	7.7%	-1.6%
<b>STEP 8:</b>			
Total Assessment	\$ 11,957,159	\$ 8,898,111	\$ 3,059,048
Increase from PY \$			
Increase from PY %			

	Total	Somerset	Berkley
	FY20 (EST-GOV)		
Students	1,012	742	270
Student %		73.3%	26.7%
<b>Total Budget</b>	\$17,609,464		
<b>Net Operating Budget</b>	\$15,425,075	2.53%	% inc./(dec.)
		\$380,538	\$ inc./(dec.)
<b>STEP 1:</b>			
Minimum Local Contribution (Per Prior Slide)	\$ 6,091,430	\$ 4,451,738	\$ 1,639,692
Increase over Prior Year	\$ 226,577	\$ 75,673	\$ 150,904
<b>STEP 2:</b>			
Above Minimum (Allocated based on Enrollment)	\$ 9,333,645	\$ 6,843,443	\$ 2,490,202
Increase over Prior Year	\$ 153,961	\$ 96,143	\$ 57,818
<b>STEP 3:</b>			
Above Min + MLC	\$ 15,425,075	\$ 11,295,181	\$ 4,129,894
Increase over Prior Year	\$ 380,538	\$ 171,816	\$ 208,722
<b>STEP 4:</b>			
Chapter 70 Allocation			
<b>a.) Foundation Aid</b>			
Foundation Budget (prior slide)	\$ 11,794,353	\$ 8,647,638	\$ 3,146,715
Less: MLC (above)	\$ (6,091,430)	\$ (4,451,738)	\$ (1,639,692)
Total Foundation Aid	\$ 5,702,923	\$ 4,195,900	\$ 1,507,023
<b>b.) Excess Foundation Aid</b>			
		\$ -	\$ -
<b>c.) Total Chapter 70</b>			
	\$ 5,702,923	\$ 4,195,900	\$ 1,507,023
Increase over Prior Year	\$ 574,158	\$ 491,377	\$ 82,781
<b>STEP 5:</b>			
(Less Charter School Reimb.)	\$ (9,906)	\$ (7,263)	\$ (2,643)
(Less Interest income)	\$ (20,000)	\$ (14,664)	\$ (5,336)
(Less Medicaid & E-Rate)	\$ (123,000)	\$ (90,184)	\$ (32,816)
(Less: Television Production)	\$ (80,400)	\$ (80,400)	\$ -
Total Other Revenue	\$ (233,306)	\$ (192,511)	\$ (40,795)
(Increase) over Prior Year	\$ (84,398)	\$ (61,857)	\$ (22,541)
<b>STEP 6:</b>			
Operating Assessment (Step 3-4c-5)	\$ 9,488,846	\$ 6,906,770	\$ 2,582,076
Less: Use of E&D	\$ (10,399)	\$ (7,625)	\$ (2,774)
Adj. Operating Assessment	\$ 9,478,447	\$ 6,899,146	\$ 2,579,301
Increase/(Decrease) from PY \$	\$ (288,417)	\$ (389,043)	\$ 100,626
Increase/(Decrease) from PY %	-3.0%	-5.34%	4.06%
<b>STEP 7:</b>			
Capital Assessment	\$ 2,184,389	\$ 1,601,597	\$ 582,792
Less: Return of E&D	\$ -	\$ -	\$ -
Total Capital Assessment	\$ 2,184,389	\$ 1,601,597	\$ 582,792
(Allocated Based on Enrollment)			
Increase/(Decrease) from PY \$	\$ (5,906)	\$ (8,325)	\$ 2,419
Increase/(Decrease) from PY %	-0.3%	-0.5%	0.4%
<b>STEP 8:</b>			
Total Assessment	\$ 11,662,836	\$ 8,500,743	\$ 3,162,093
Increase/(Decrease) from PY \$	\$ (294,323)	\$ (397,368)	\$ 103,045
Increase/(Decrease) from PY %	-2.5%	-4.5%	3.4%

FY20 BERKLEY COMPARISON FROM PRIOR YEAR	
\$ 150,904	MLC INCREASE
\$ 57,818	OVER MLC
\$ (82,781)	INCREASE CHAPTER 70
\$ (22,541)	INCREASE OTHER REVENUE
\$ 103,400	TOTAL INCREASE ASSESSMENT

## SBRSD Assessment Calculation – Steps 1 thru 4

	Total	Somerset	Berkley
	FY20 (EST-GOV)		
Students	1,012	742	270
Student %		73.3%	26.7%
<b>Total Budget</b>	\$17,609,464		
<b>Net Operating Budget</b>	\$15,425,075	2.53%	% inc./.(dec.)
		\$380,538	\$ inc./.(dec.)
<b>STEP 1:</b>			
Minimum Local Contribution (Per Prior Slide)	\$ 6,091,430	\$ 4,451,738	\$ 1,639,692
Increase over Prior Year	\$ 226,577	\$ 75,673	\$ 150,904
<b>STEP 2:</b>			
Above Minimum (Allocated based on Enrollment)	\$ 9,333,645	\$ 6,843,443	\$ 2,490,202
Increase over Prior Year	\$ 153,961	\$ 96,143	\$ 57,818
<b>STEP 3:</b>			
Above Min + MLC	\$ 15,425,075	\$ 11,295,181	\$ 4,129,894
Increase over Prior Year	\$ 380,538	\$ 171,816	\$ 208,722
<b>STEP 4:</b>			
Chapter 70 Allocation			
<b>a.) Foundation Aid</b>			
Foundation Budget (prior slide)	\$ 11,794,353	\$ 8,647,638	\$ 3,146,715
Less: MLC (above)	\$ (6,091,430)	\$ (4,451,738)	\$ (1,639,692)
Total Foundation Aid	\$ 5,702,923	\$ 4,195,900	\$ 1,507,023
<b>b.) Excess Foundation Aid</b>		\$ -	\$ -
<b>c.) Total Chapter 70</b>	\$ 5,702,923	\$ 4,195,900	\$ 1,507,023
Increase over Prior Year	\$ 574,158	\$ 491,377	\$ 82,781

## SBRSD Assessment Calculation – Steps 5 thru 8

	Total	Somerset	Berkley
	FY20 (EST-GOV)		
Students	1,012	742	270
Student %		73.3%	26.7%
<b>STEP 5:</b>			
(Less Charter School Reimb.)	\$ (9,906)	\$ (7,263)	\$ (2,643)
(Less Interest income)	\$ (20,000)	\$ (14,664)	\$ (5,336)
(Less Medicaid & E-Rate)	\$ (123,000)	\$ (90,184)	\$ (32,816)
(Less: Television Production)	\$ (80,400)	\$ (80,400)	\$ -
Total Other Revenue	\$ (233,306)	\$ (192,511)	\$ (40,795)
Increase over Prior Year	\$ (84,398)	\$ (61,857)	\$ (22,541)
<b>STEP 6:</b>			
Operating Assessment (Step 3-4c-5)	\$ 9,488,846	\$ 6,906,770	\$ 2,582,076
Less: Use of E&D	\$ (10,399)	\$ (7,625)	\$ (2,774)
<b>Adj. Operating Assessment</b>	<b>\$ 9,478,447</b>	<b>\$ 6,899,146</b>	<b>\$ 2,579,301</b>
Increase/(Decrease) from PY \$	\$ (288,417)	\$ (389,043)	\$ 100,626
Increase/(Decrease) from PY %	-3.0%	-5.34%	4.06%
<b>STEP 7:</b>			
Capital Assessment	\$ 2,184,389	\$ 1,601,597	\$ 582,792
Less: Return of E&D	\$ -	\$ -	\$ -
<b>Total Capital Assessment</b>	<b>\$ 2,184,389</b>	<b>\$ 1,601,597</b>	<b>\$ 582,792</b>
(Allocated Based on Enrollment)			
Increase/(Decrease) from PY \$	\$ (5,906)	\$ (8,325)	\$ 2,419
Increase/(Decrease) from PY %	-0.3%	-0.5%	0.4%
<b>STEP 8:</b>			
<b>Total Assessment</b>	<b>\$ 11,662,836</b>	<b>\$ 8,500,743</b>	<b>\$ 3,162,093</b>
Increase/(Decrease) from PY \$	\$ (294,323)	\$ (397,368)	\$ 103,045
Increase/(Decrease) from PY %	-2.5%	-4.5%	3.4%

# Historical Changes to Assessments

<u>Fiscal Year</u>	<u>Operational Assessment</u>	<u>Somerset Allocation</u>	<u>Dollar Change (\$)</u>	<u>Percentage Change (%)</u>	<u>Berkley Allocation</u>	<u>Dollar Change (\$)</u>	<u>Percentage Change (%)</u>
FY14	\$ 9,323,960	\$ 7,651,883	\$ (73,446)	-1.0%	\$ 1,637,206	\$ (57,698)	-3.4%
FY15	\$ 9,261,812	\$ 7,465,508	\$ (186,375)	-2.4%	\$ 1,796,304	\$ 159,098	9.7%
FY16	\$ 9,109,266	\$ 7,075,915	\$ (389,592)	-5.2%	\$ 2,033,351	\$ 237,046	13.2%
FY17	\$ 9,725,009	\$ 7,384,458	\$ 308,543	4.4%	\$ 2,340,551	\$ 307,200	15.1%
FY18	\$ 9,462,960	\$ 7,030,991	\$ (353,467)	-4.8%	\$ 2,461,968	\$ 121,417	5.2%
FY19	\$ 9,766,864	\$ 7,288,188	\$ 257,197	3.7%	\$ 2,478,676	\$ 16,708	0.7%
FY20 (Proposed)	\$ 9,478,447	\$ 6,899,146	\$ (389,043)	-5.3%	\$ 2,579,301	\$ 100,626	4.1%



## *Excess & Deficiency (E&D) and Stabilization Fund*

As of June 30, 2018, the excess and deficiency (E&D) balance was \$872,141.

As of January 31, 2019, the balance in the SBRSD Stabilization Account is \$406,980.

Utilizing these funds will be part of ongoing budget discussions. Once the SBRSD long range maintenance plan is completed, the Stabilization Fund will be utilized for some of the replacement costs.

# Summary

- *The SBRSD FY20 Tentative Budget is 2.53% higher than the FY19 Adopted Budget.*
  - *Reconfiguration of specific staffing levels:*
    - *Reduction of two teacher positions due to scheduling changes*
    - *Addition of one Transition Program Special Education Teacher and one Paraprofessional*
    - *Addition of one Instructional Strategies Teacher to support co-teaching model*
    - *Addition of part time grant writer to be split with Somerset K8*
- *The FY20 budget is considered a level service budget with the following exceptions:*
  - *Teacher laptop renewal - \$9,100 (we would consider this a necessity for our teachers)*
  - *Part time grant writer position - \$15,600 (new position)*
  - *Increased athletic field maintenance - \$27,023*
  - *Special Education teacher for co-taught classrooms (while a new position, we feel this is a necessity to continue the 50/50 ratio for classroom instruction)*
- *Proposed FY20 General Fund Net Budget - \$17,609,464 (Includes \$15,425,075 operating expenditures and \$2,184,389 for debt service)*

*Questions?*