

SOMERSET BERKLEY  
REGIONAL SCHOOL DISTRICT



SOMERSET PUBLIC SCHOOLS

*All Students Achieving Excellence*

# Fiscal Year 2022-2023 Preliminary Budget

## Public Hearing March 22, 2022

*Somerset Berkley Regional School District*  
*FY23 Budget Public Hearing*  
*Agenda*

- FY23 Tentative Budget
- Budget Process / Timeline
- Components of the Initial FY23 Budget Proposal
- Adjustments to the Initial FY23 Budget Proposal
- Preliminary Budget by Major Functions and Revenue Sources
- Debt Service Detail
- Regional School District Assessments
- Report on Regional School District Excess/Deficiency and Stabilization Funds
- Summary
- Questions

# *FY23 Budget Process*

The district is in the process of building a new strategic plan that builds upon the objectives below. These objectives have been informed by feedback from all major stakeholders including students, staff, families, and representatives from the community. These objectives provide the roadmap for where the District needs to focus its efforts and financial responsibility.

## *2021-2026 District Strategy Objectives*

<b>Objective I</b>	<b>Objective II</b>	<b>Objective III</b>	<b>Objective IV</b>
Deliver engaging, relevant, and authentic learning experiences to all students that demonstrate real world connections.	Foster and embrace a school culture of belonging that celebrates diversity, encourages inclusivity, and responds effectively to the academic and social-emotional learning of all students.	Maintain healthy, secure, and safe facilities that positively impact teaching and learning.	Strengthen family and community partnerships to support student academic and social-emotional growth.

Emerging themes from the many discussions that took place emphasized social-emotional learning, financial literacy, cultural diversity, and world language offerings, civics, college and career readiness skills, and more student supports for all students. Additionally, the Student Opportunity Act plan addresses closing achievement gaps for students with disabilities and the school's "high needs" population.

The Budget Subcommittee and Administration consider the current financial realities in both member communities.

While simultaneously following the District Strategic Plan and meeting the needs of all our students.

The pandemic has created an uncertainty we have never experienced, compounded by the unprecedented economic stresses at the local, state and nation levels.

# *FY23 Budget Process*

- October 15, 2021 – SBRSD Budget Subcommittee met with Administration to review FY22 Financial Report, reviewed Maintenance Capital Projects and Security
- November 2021 – The High School Administration met with the District Leadership Team to review FY23 budget process
- December 21, 2021 – Principal submitted the draft FY23 building level budget
- January 4, 2022 – District leadership presented the FY22 preliminary Regular Transportation, Special Education Out of District Tuition, and Special Education Transportation
- January 5, 2022 – District leadership presented the FY23 preliminary Curriculum Budget and Technology Budget
- January 10 – January 14, 2022 – School Administration and District Leadership met with Content Coordinators to review budget request in detail and made adjustments as needed.
- January 11, 2022 – District leadership presented the FY23 preliminary new staff request, salary budget by function and Maintenance & Grounds Budget.

# *FY23 Budget Process*

- January 18, 2022 – Review the FY22 Year to Date Financial report. The first draft of the FY23 Preliminary Budget detail by line item was presented
- January 31, 2022 – Continued review of the FY23 preliminary Budget detail by line item. Adjustments were made to the Technology budget and Special Education Out of District Tuition with the use of Circuit Breaker Funds, Continued discussion with Special Education Out of District Tuition and Transportation
- February 15, 2022 – District leadership presented to the School Committee the FY23 preliminary Budget detail by line item and a draft assessment sheet
- March 8, 2022 – Somerset Berkley Regional Budget Subcommittee unanimously approved an FY23 Preliminary budget for consideration by the SB School Committee
- March 17, 2022 – Somerset Berkley Regional School Committee approved FY23 Preliminary budget as recommended by the Budget Subcommittee
- March 22, 2022 – Public Hearing on the FY23 Preliminary Budget

# *FY23 Budget Drivers: Contracted Services and Increased Expenses*

- **Staffing and Labor Costs**
  - Custodians expires 6/30/2023
  - Admin Assistant expires 7/31/2023
  - Teachers' Contract expires 8/31/2024
  - Café and Paraprofessional Staff contract expires 7/31/24
  - Salaries and Fringe Benefits equal approximately 70% of total gross costs
- **Enrollment Changes (excludes school choice students)**
  - Somerset recognizes a decrease of 24 student for the FY23 assessment
  - Berkley recognizes a decrease of 18 students for the FY23 assessment
- **Special Education OOD Tuitions are relatively flat for the FY23 as compared to FY22**

# *FY23 Budget Drivers: State Mandates*

- **Student Opportunity Act (SOA)** – Chapter 70 increase is required to be used to fund initiatives that will close achievement gaps and prepare students for college and careers (Innovation Pathways);
  - Reading specialist
  - Co-teaching model
  - Capstone project
  - Innovation Pathways / Project Lead the Way
- **Recent Tiered Focused Monitoring Review** identified the need for a reading specialist and the implementation of an in-school suspension program.



# *FY23 Preliminary Budget - Other Considerations*

- Evaluated Expenses Related to Student Activities
- Reviewed Course Enrollment and Staffing Levels
- Identified One-Time Expenditures that could be Funded through E&D
- Analyzed Impact of School Choice
- Considered the impact of these increased assessments on member communities

# *Adjustments to FY23 Initial Budget Proposal - Net Operating Budget \$18,719,317 (7.05% increase)*

## Reductions February 13 (\$580,260)

- 1.00 FTE BCBA & Bathroom Monitors change to part-time with benefits \$176,660
- Technology Computer Labs purchased in FY22 and use of E&D
- Special Tuition use of Circuit Breaker Carryover funds

## Reductions March 8 (\$70,605)

- Eliminated / Reduced (2.60) FTEs: In-School Suspension (.60) and Part-time Bathroom Monitors (2.00) \$83,367
- Reduction in Educational Supplies, \$20,813; Technology \$9,720; and Transportation \$7,262

## Increases March 8

- Spec Education Transportation \$10,013
- Medical Insurance Rate Renewal \$40,544

# *FY23 Preliminary Budget*

Net Operating Budget	\$18,068,452
Capital Assessment - Debt Service	<u>\$ 2,176,648</u>
Total Gross Budget	\$20,245,100

## Expenditure:

- Total Net Operating Budget increases by \$582,376 or 3.33% over FY22.
  - The increases include \$738,592 staff contractual increases, new staff requests, educational supplies and transportation costs.
  - Offset reductions in the amount of (\$156,216) in OOD tuition, textbooks, technology and the use of Circuit Breaker funds to cover special education costs.
- Continued implementation of Innovation Pathways (Healthcare, Biotechnology, and Computer Science/IT).

## Revenue:

- Chapter 70 is anticipated to increase per the Governor's proposed budget by \$530k.
- School Choice revenue is relatively flat over FY22.

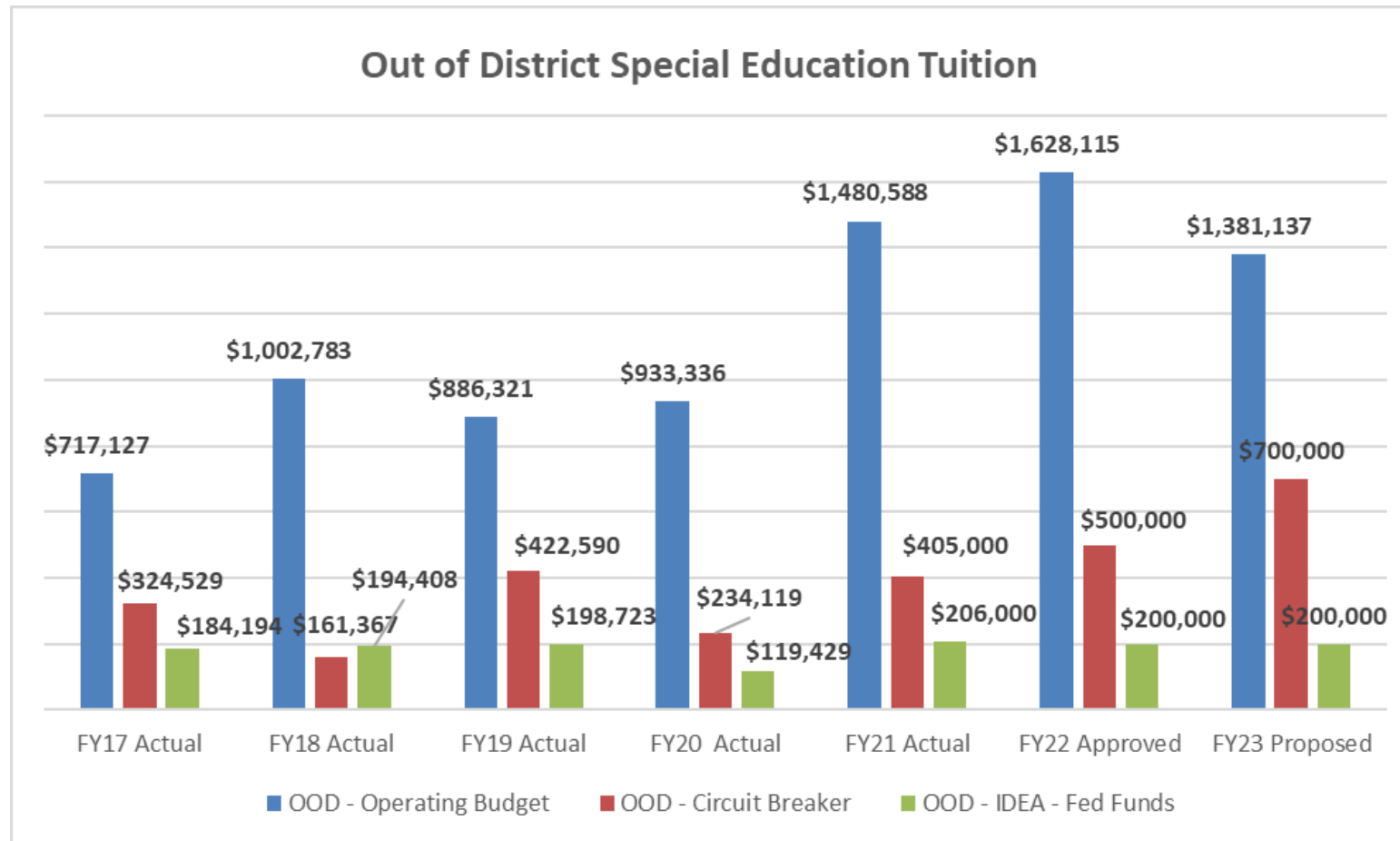
# *SBRSD FY23 Preliminary Budget Comparison of Net Operating Costs*

<b>OPERATING BUDGET</b>	<b>FY21-22 Approved Budget</b>	<b>FY22-23 Adjusted Preliminary Budget</b>	<b>FY23 Incr/Decr</b>	<b>Percent Change</b>
SALARIES	9,919,328	10,456,524	537,196	5.42%
TECHNOLOGY (*)	507,871	494,838	(13,033)	-2.57%
SPECIAL EDUCATION	2,308,978	2,150,675	(158,303)	-6.86%
PROFESSIONAL DEVELOPMENT	64,630	64,630	-	0.00%
TEXTBOOKS & LIBRARY BOOKS	39,236	25,016	(14,220)	-36.24%
EDUCATIONAL & OFFICE SUPPLIES	237,732	299,763	62,031	26.09%
COMPETITIONS	23,825	28,225	4,400	18.47%
GUIDANCE, HEALTH AND SECURITY	117,708	111,745	(5,963)	-5.07%
REGULAR/HOMELESS TRANSPORTATION	352,447	435,961	83,514	23.70%
ATHLETICS / STUDENT ACTIVITIES	115,698	134,592	18,894	16.33%
MAINTENANCE	609,000	638,280	29,280	4.81%
EMPLOYEE BENEFITS & INSURANCE	2,762,952	2,818,803	55,851	2.02%
SCHOOL CHOICE/CHARTER SCHOOL	346,271	329,000	(17,271)	-4.99%
TV STUDIO EXPENSES - REVOLVING	80,400	80,400	-	0.00%
<b>NET OPERATING BUDGET</b>	<b>17,486,076</b>	<b>18,068,452</b>	<b>582,376</b>	<b>3.33%</b>

# *SBRSD FY23 Preliminary Budget Comparison of Net Capital Assessments*

<b>CAPITAL ASSESSMENT</b>				
CAPITAL (DEBT SERVICES)	<u>2,176,771</u>	<u>2,176,648</u>	<u>(123)</u>	
<b>TOTAL CAPITAL ASSESSMENT</b>	<u>2,176,771</u>	<u>2,176,648</u>	<u>(123)</u>	<b>-0.01%</b>
<b>GROSS OPERATING BUDGET</b>	<u>19,662,847</u>	<u>20,245,100</u>	<u>582,253</u>	<b>2.96%</b>

# Major Increases - FY23 Budget: Tuitions



- Special Education Decrease of \$16,978

# Major Increases - FY23 Budget: Transportation

Transportation Category	FY22 Approved Budget	FY23 Preliminary Budget	FY23 Preliminary Change
Out of District Transportation - SPED	\$567,135	\$601,825	\$34,690
In District Transportation - SPED	\$130,628	\$164,393	\$33,765
Regular Education - Basic Routes	\$526,185	\$545,361	\$19,176
Homeless Transportation	\$0	\$75,600	\$75,600
Regional Transportation Bonus	(\$173,738)	(\$185,000)	(\$11,262)
<b>TOTAL:</b>	<b>\$1,050,210</b>	<b>\$1,202,179</b>	<b>\$151,969</b>

# *FY23 Annual Debt Service 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%)	\$ 315,000	\$ 273,700	\$ 588,700
Less: \$52k Premium credit		\$ (2,652)	\$ (2,652)
- \$9M Bond Issuance - August 2014 (2.933%)	\$ 405,000	\$ 197,875	\$ 602,875
Less: \$138k Premium credit		\$ (8,336)	\$ (8,336)
- \$6.275M Bond Issuance - February 2015 (2.67%)	\$ 295,000	\$ 124,615	\$ 419,615
Less: \$87k Premium credit		\$ (5,248)	\$ (5,248)
- \$5,978,500 Bond Issuance - July 2015 (2.92%)	\$ 265,000	\$ 142,090	\$ 407,090
Less: \$109k Premium credit		\$ (6,944)	\$ (6,944)
- \$2.5M February 2018 Borrowing (2.98%)	\$ 100,000	\$ 74,763	\$ 174,763
Less: \$41k Premium credit		\$ (3,215)	\$ (3,215)
<b>Total Long Term Issuance Payments</b>	<b>\$ 1,380,000</b>	<b>\$ 786,648</b>	<b>\$ 2,166,648</b>
Stabilization	\$ 10,000		\$ 10,000
<b>TOTAL FY23 CAPITAL BUDGET</b>	<b>\$ 1,390,000</b>	<b>\$ 786,648</b>	<b>\$ 2,176,648</b>
		FY22 Approved	<b>\$ 2,181,944</b>
		FY23 Change	<b>\$ (5,296)</b>



# *FY23 Preliminary Budget – District Revenue Sources*

The FY23 Preliminary Gross Operating Budget of \$19,662,501 is the actual cost of operating the SBRSD, excluding Debt Service and Other Capital Expenses. It is offset by other District Revenue Sources totaling \$1,594,049. This brings the Adjusted FY23 Preliminary Gross Operating Budget to \$18,068,452 and increase of \$582,376.

	Approved Budget 2021-22	Preliminary Budget 2022-23	FY23 Incr/(Decr)
<b>ASSESSMENTS W/ CAPITAL</b>	13,373,365	13,425,523	52,158
		-	-
<b>TOTAL ASSESSMENTS</b>	13,373,365	13,425,523	52,158
<b>UNRESTRICTED - STATE AID</b>			
Chapter 70 - Inclusive Student Opportunity Act	6,054,825	6,584,920	530,095
Charter School Reimbursement	16,257	16,257	-
Interest Income	15,000	15,000	-
Medicaid Reimbursement	114,000	114,000	-
eRates	9,000	9,000	-
TELEVISION PRODUCTION	80,400	80,400	-
<b>TOTAL REVENUE</b>	6,289,482	6,819,577	530,095
<b>GROSS OPERATING BUDGET</b>	19,662,847	20,245,100	582,253

# *FY23 Preliminary Budget – District Revenue Sources*

The FY23 Preliminary Gross Operating Budget of \$19,662,501 is the actual cost of operating the SBRSD, excluding Debt Service and Other Capital Expenses. It is offset by other District Revenue Sources totaling \$1,594,049. This brings the Adjusted FY23 Preliminary Gross Operating Budget to \$18,068,452, which is an increase of \$542,376.

	<b>Approved Budget 2021-22</b>	<b>Preliminary Budget 2022-23</b>	<b>FY23 Incr/(Decr)</b>
<b>SPECIAL REVENUE FUNDS</b>			
<b>RESTRICTED - OTHER PROGRAMS</b>			
CIRCUIT BREAKER	500,000	500,000	-
CIRCUIT BREAKER - Pr Year Carryover	200,000	200,000	-
IDEA GRANT	200,000	200,000	-
TITLE I	24,000	24,000	-
REGIONAL TRANSPORTATION	173,738	185,000	11,262
SCHOOL CHOICE - RECEIVING	299,049	299,049	-
PARKING FEES	10,000	10,000	-
USER FEES (ATHLETICS, CLUBS)	78,000	78,000	-
TECH FEES	28,000	28,000	-
FACILITY USE	10,000	10,000	-
ATHLETICS REVOLVING	60,000	60,000	-
<b>TOTAL - SPECIAL REVENUE FUNDS</b>	<b>1,582,787</b>	<b>1,594,049</b>	<b>11,262</b>

FY23 Chapter 70 Foundation Budget

763 Somerset Berkley



	Base Foundation Components		Incremental Costs Above the Base							TOTAL
	6	7	8	9	10	11	12	13	14	
	High School	Vocational	Special Ed In-District	Special Ed Tuition d-Out	English Learners PK-5	English learners 6-8	English learners High School/Voc	Low Income		
<b>Foundation Enrollment</b>	<b>930</b>	<b>52</b>	<b>39</b>	<b>9</b>	<b>0</b>	<b>0</b>	<b>2</b>	<b>266</b>	<b>982</b>	
1 Administration	393,957	22,028	114,021	29,365	0	0	199	15,925	575,496	
2 Instructional Leadership	711,524	39,784	0	0	0	0	349	75,454	827,111	
3 Classroom & Specialist Teachers	4,222,033	401,323	376,239	0	0	0	2,441	736,583	5,738,619	
4 Other Teaching Services	501,456	28,038	351,289	449	0	0	349	0	881,581	
5 Professional Development	135,706	12,545	18,149	0	0	0	100	35,737	202,237	
6 Instructional Materials, Equipment & Technology	755,532	73,928	15,841	0	0	0	249	5,477	851,027	
7 Guidance & Psychological Services	396,124	22,149	0	0	0	0	149	29,827	448,249	
8 Pupil Services	533,588	29,835	0	0	0	0	50	154,988	718,460	
9 Operations & Maintenance	952,320	99,656	127,366	0	0	0	598	0	1,179,940	
10 Employee Benefits/Fixed Charges*	1,140,329	86,994	144,448	0	0	0	548	119,149	1,491,469	
11 Special Education Tuition*	0	0	0	278,805	0	0	0	0	278,805	
<b>12 Total</b>	<b>9,742,568</b>	<b>816,281</b>	<b>1,147,355</b>	<b>308,619</b>	<b>0</b>	<b>0</b>	<b>5,031</b>	<b>1,173,140</b>	<b>13,192,994</b>	
<b>Foundation Budget per Pupil</b>										
Increment Per Student	<b>10,476</b>	<b>15,698</b>	<b>29,419</b>	<b>34,291</b>			<b>2,515</b>	<b>4,410</b>	<b>13,435</b>	

\*Increase of (\$13,435 - \$12,329) \$1,106 per pupil (8.97% increase) from FY22

Massachusetts Department of Elementary and Secondary Education  
**FY23 Chapter 70 Summary**



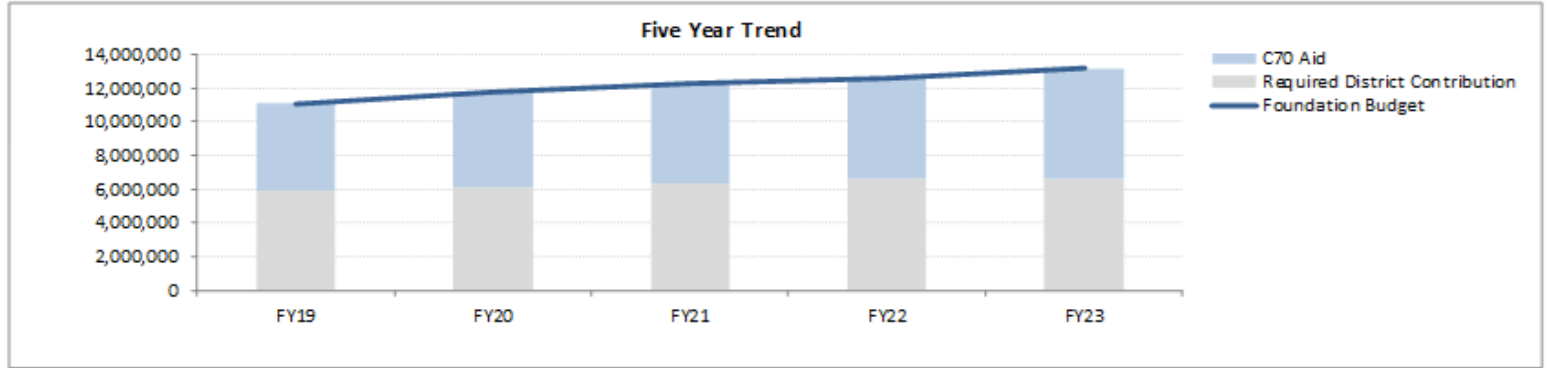
**763 Somerset Berkley**

**Aid Calculation FY23**

<b>Prior Year Aid</b>	
1 Chapter 70 FY22	<b>6,054,825</b>
<b>Foundation Aid</b>	
2 Foundation budget FY23	13,192,994
3 Required district contribution FY23	6,608,074
4 Foundation aid (2-3)	6,584,920
5 Increase over FY22 (4- 1)	<b>530,095</b>
<b>Minimum Aid</b>	
6 Minimum \$30 per pupil increase	29,460
7 Minimum aid amount (if line 6- line 5 > 0, then line 6- line 5, otherwise 0)	<b>0</b>
<b>Subtotal</b>	
8 Sum of 1,5,7	<b>6,584,920</b>
<b>Minimum Aid Adjustment</b>	
9 Minimum aid adjustment	6,319,467
10 Aid adjustment increment (if line 9- line 8 > 0, then line 9- line 8, otherwise 0)	<b>0</b>
<b>Non-Operating District Reduction to Foundation</b>	
11 Reduction to foundation	<b>0</b>
<b>FY23 Chapter 70 Aid</b>	
12 Sum of 1,5,7,10 minus 11	<b>6,584,920</b>

**Comparison to FY22**

	FY22	FY23	Change	Pct Chg
Enrollment	1,024	982	-42	-4.10%
Foundation budget	12,639,534	13,192,994	553,459	4.38%
Required district contribution	6,636,166	6,608,074	-28,092	-0.42%
Chapter 70 aid	<b>6,054,825</b>	<b>6,584,920</b>	530,095	8.75%
Required net school spending (NSS)	12,690,991	13,192,994	502,003	3.96%
Target aid share	45.88%	45.89%		
C70 % of foundation	47.90%	49.91%		
Required NSS % of foundation	100.41%	100.00%		



## *Factors that affect the member Community's Preliminary Assessment:*

Minimum Local Contribution (MLC): DESE has calculated Berkley's MLC to increase by \$30k and Somerset's MLC will decrease by (\$54k).

### Chapter 70 Revenue:

- Changes in enrollment per October 1, 2021:
  - Somerset had 24 fewer students
  - Berkley had 18 fewer students
- This slight enrollment shift decreases Berkley's share of Chapter 70 aid from 26.86% to 26.17% a decrease of (.69%). This results in a small portion of Charter 70 Funds allocated to Berkley.

Capital Assessment: Due to the enrollment shift, Berkley's assessment will decrease by (\$15k) and Somerset's will increase by the same amount.

The adjusted Preliminary Total Assessment for Berkley will increase by \$112,730 or 3.44% and Somerset will decrease by (\$60,572) or (.6%).

# FY23 Preliminary Assessment Calculation (page 1 of 2):

Calculated March 13, 2022	FY21-22 ALTERNATIVE CURRENT FORMULA			FY22-23 ALTERNATIVE Estimated Chapter 70 per Gov		
	Total	Somerset	Berkley	Total	Somerset	Berkley
Student Enrollment (DESE)	1,024	749	275	982	725	257
Student %		73.14%	26.86%		73.83%	26.17%
<b>STEP 1: TOTAL ADJUSTED BASE OPERATING BUDGET</b>						
Total Operating Budget	\$ 19,662,847			\$ 20,245,100		
Less: Total Transportation Cost (from Step 7)	\$ 919,582			\$ 1,126,579		
Less: Capital Assessment	\$ 2,176,771			\$ 2,176,648		
Less: OOD Special Education Tuition (from OOD Distb)	1,598,115			\$ 1,381,137		
Total Adjusted Base Operating Budget	\$ 14,968,379			\$ 15,560,736		
<b>STEP 2: STATE DETERMINED MIN LOCAL CONTRIBUTION</b>						
Minimum Local Contribution (DESE)	\$ 6,632,979	\$ 4,827,369	\$ 1,805,610	\$ 6,608,074	\$ 4,772,886	\$ 1,835,188
<b>STEP 3: AMT. ABOVE MIN IS ASSESSED PER PUPIL</b>						
Above Minimum	\$ 8,335,400	\$ 6,096,889	\$ 2,238,511	\$ 8,952,662	\$ 6,609,654	\$ 2,343,008
<b>STEP 4: BASE OPERATING ASSESSMENT</b>						
Above Minimum plus MLC	\$ 14,968,379	\$ 10,924,258	\$ 4,044,121	\$ 15,560,736	\$ 11,382,540	\$ 4,178,196
<b>STEP 5: CHAPTER 70 DIVIDED PER PUPIL</b>						
Chapter 70 (DESE)	\$ 6,054,825	\$ 4,428,773	\$ 1,626,052	\$ 6,584,920	\$ 4,861,575	\$ 1,723,345
<b>STEP 6: OTHER GENERAL FUND REVENUE SOURCES</b>						
(Less Charter School Reimb.)	\$ (16,257)	\$ (11,891)	\$ (4,366)	\$ (16,257)	\$ (12,002)	\$ (4,255)
(Less Interest income)	\$ (15,000)	\$ (10,972)	\$ (4,028)	\$ (15,000)	\$ (11,074)	\$ (3,926)
(Less Medicaid & E-Rate)	\$ (123,000)	\$ (89,968)	\$ (33,032)	\$ (123,000)	\$ (90,810)	\$ (32,190)
(Less: Television Production)	\$ (80,400)	\$ (80,400)		\$ (80,400)	\$ (80,400)	
SRO Adj						
Total Other Revenue	\$ (234,657)	\$ (193,231)	\$ (41,426)	\$ (234,657)	\$ (194,286)	\$ (40,371)
<b>STEP 7: TOTAL OPERATING ASSESSMENT</b>						
Base Oper Assessment less Chap 70 and Other Revenue	\$ 8,678,897	\$ 6,302,254	\$ 2,376,643	\$ 8,741,159	\$ 6,326,678	\$ 2,414,481

# FY23 Preliminary Assessment Calculation (page 2 of 2):

Calculated March 13, 2022	FY21-22 <u>ALTERNATIVE</u> CURRENT FORMULA			FY22-23 <u>ALTERNATIVE</u> Estimated Chapter 70 per Gov		
	Total	Somerset	Berkley	Total	Somerset	Berkley
	Total Transportation Costs	\$ 1,093,320			\$ 1,311,579	
Less: Transportation Aid	\$ (173,738)			\$ (185,000)		
Net Transportation Costs	\$ 919,582	\$ 672,624	\$ 246,958	\$ 1,126,579	\$ 831,741	\$ 294,838
Add: OOD Special Education Tuition	\$ 1,598,115	\$ 1,529,475	\$ 68,640	\$ 1,381,137	\$ 1,270,555	\$ 110,582
<b>TOTAL OPERATING ASSESSMENT</b>	\$ 11,196,594	\$ 8,504,353	\$ 2,692,241	\$ 11,248,875	\$ 8,428,975	\$ 2,819,900
- Cost per student		\$ 11,354.28	\$ 9,789.97		\$ 11,626.17	\$ 10,972.38
- Cost per student excluding OOD					\$ 9,873.68	\$ 10,542.10
<b>Assessment Change</b>				\$ (75,379)	\$ 127,660	
				-0.89%	4.74%	
<b>STEP 8: CAPITAL ASSESSMENT</b>						
Capital Assessment	\$ 2,176,771	\$ 1,592,189	\$ 584,582	\$ 2,176,648	\$ 1,606,996	\$ 569,652
<b>STEP 9: TOTAL ASSESSMENT</b>						
Total Assessment	\$ 13,373,365	\$ 10,096,542	\$ 3,276,823	\$ 13,425,523	\$ 10,035,970	\$ 3,389,553
Change from previous year				\$ (60,572)	\$ 112,730	
				-0.60%	3.44%	
<b>OOD Distribution</b>						
Total OOD Special Educ Tuition Budget by District	\$ 2,298,115	\$ 2,152,782	\$ 145,333	\$ 2,281,137	\$ 2,096,857	\$ 184,280
Circuit Breaker and IDEA funds as % of OOD below	(700,000)	(623,307)	(76,693)	(900,000)	(826,302)	(73,698)
NET OOD ASSESSMENT (carried in row 46 above)	\$ 1,598,115	\$ 1,529,475	\$ 68,640	\$ 1,381,137	\$ 1,270,555	\$ 110,582
Current Year Estimated OOD (Project Amount)	\$ 2,057,102	\$ 1,831,723	\$ 225,379	\$ 2,105,486	\$ 1,933,074	\$ 172,412
% of Total OOD Special Education Tuition		89.04%	10.96%		91.81%	8.19%

# *Historical Changes in Net Operating Budget*

<b>Fiscal Year</b>	<b>Net Budget</b>	<b>Dollars (Incr/Decr)</b>	<b>Percentage (Incr/Decr)</b>
<b>FY14</b>	<b>\$ 13,381,225</b>	<b>\$ 81,225</b>	<b>0.61%</b>
<b>FY15</b>	<b>\$ 13,418,803</b>	<b>\$ 37,578</b>	<b>0.28%</b>
<b>FY16</b>	<b>\$ 13,262,824</b>	<b>\$ (155,979)</b>	<b>-1.16%</b>
<b>FY17</b>	<b>\$ 14,039,006</b>	<b>\$ 776,182</b>	<b>5.85%</b>
<b>FY18</b>	<b>\$ 14,530,171</b>	<b>\$ 491,165</b>	<b>3.50%</b>
<b>FY19</b>	<b>\$ 15,218,439</b>	<b>\$ 688,268</b>	<b>4.74%</b>
<b>FY20</b>	<b>\$ 15,710,075</b>	<b>\$ 491,636</b>	<b>3.23%</b>
<b>FY21</b>	<b>\$ 16,345,124</b>	<b>\$ 635,049</b>	<b>4.04%</b>
<b>FY22</b>	<b>\$ 17,486,076</b>	<b>\$ 1,140,952</b>	<b>6.98%</b>
<b>FY23 (Preliminary)</b>	<b>\$ 18,068,452</b>	<b>\$ 582,376</b>	<b>3.33%</b>

*The FY23 Preliminary Net Operating Budget is \$582,376 more than FY22 Adjusted Net Operating Budget, for an increase of 3.33%.*



# SBRSD Historical Changes to Operating 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	\$9,289,089	\$7,651,883	(\$73,446)	-0.95%	\$1,637,206	(\$57,698)	-3.40%
FY15	\$9,261,812	\$7,465,508	(\$186,375)	-2.44%	\$1,796,304	\$159,098	9.72%
FY16	\$9,109,266	\$7,075,915	(\$389,593)	-5.22%	\$2,033,351	\$237,047	13.20%
FY17	\$9,725,009	\$7,384,458	\$308,543	4.36%	\$2,340,551	\$307,200	15.11%
FY18	\$9,492,959	\$7,030,991	(\$353,467)	-4.79%	\$2,461,968	\$121,417	5.19%
FY19	\$9,766,864	\$7,288,188	\$257,197	3.66%	\$2,478,676	\$16,708	0.68%
FY20	\$9,478,447	\$6,899,146	(\$389,042)	-5.34%	\$2,579,301	\$100,625	4.06%
FY21	\$9,962,037	\$7,124,678	\$225,532	3.27%	\$2,837,359	\$258,058	10.00%
FY22	\$11,196,594	\$8,504,353	\$1,379,675	19.36%	\$2,692,241	(\$145,118)	-5.11%
FY23 (Preliminary) Alternative	\$11,248,875	\$8,428,975	(\$75,378)	-0.89%	\$2,819,900	\$127,659	4.74%

Since 2012, Somerset Operating Assessment has **increased** a total of \$109,370. The Preliminary FY23 Alternative Operating Assessment - Somerset's cost per student will increase from \$11,354 to \$11,626.

Since 2012, Berkley Operating Assessment has **increased** a total of \$1,362,544. The Preliminary FY23 Alternative Operating Assessment - Berkley's cost per student will increase from \$9,790 to \$10,972.

**The Per Pupil Expenditures (PPE) changes are a result of changes in enrollment by the member communities.**

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

Excess and Deficiency (E&D) Funds Balance as of June 30, 2021 was \$1,054,568

On February 14 SBRSD School Committee approved the use of E&D in the amount of \$139,500:

- Technology Purchases \$77,500
- OPEB Contributions \$62,000

Adjusted E&D Fund Balance \$915,068

*Certified E&D at the 5% Cap as of June 30, 2021 is \$983,142*

As of January 31, 2022, the balance in the SBRSD Stabilization Account is \$440,233.

# Summary

- \$21, 839,149 Total Budget
- (\$1,594,049) Less Other Sources (IDEA, Circuit Breaker, Federal Grant and Misc Revenue
- \$20,245,100 Gross Operating Budget a \$582,253 or 3.33% increase over FY22
- (\$2,176,648) Less Capital Assessment
- \$18,068,452 Net Operating Budget

## Assessment Breakdown

	Somerset		Berkley		Total
	Operating Assessment	Capital Assessment	Operating Assessment	Capital Assessment	
FY22	\$ 8,504,353	\$ 1,592,189	\$ 2,692,241	\$ 584,582	\$ 13,373,365
FY23	\$ 8,428,975	\$ 1,606,996	\$ 2,819,900	\$ 569,652	\$ 13,425,523
	\$ (75,378)	\$ 14,807	\$ 127,659	\$ (14,930)	\$ 52,158
Precent Change	-0.89%	0.93%	4.74%	-2.55%	0.39%



*Questions?*