

The background features abstract, overlapping geometric shapes in various shades of green, ranging from light lime to dark forest green. These shapes are primarily located on the left and right sides of the slide, framing the central white area.

Budget Update FY22 & FY23

Presentation to School Committee

September 6, 2022

FY22 Budget Update

- ▶ General Fund Revenue: +\$235K vs. budget
 - ▶ \$150K excess transportation aid: recommend transfer to Transportation Stabilization to offset FY23 expense (*compares to \$91K transfer in prior year*)
 - ▶ \$53K Medicaid surplus (partly due to higher OOD)
 - ▶ \$36K health insurance reimbursements (from FY21 COVID-suppressed utilization)
 - ▶ \$85K revenue surplus after funding Transportation Stabilization - reduces \$335K E&D use/need to \$250K
- ▶ General Fund Expense: +\$100K vs. budget (0.3%)
 - ▶ In-line with June presentation to School Committee
 - ▶ \$100K savings would reduce E&D use/need further to \$150K (\$185K return/unused)
- ▶ COVID
 - ▶ \$220K deficit through FY22
 - ▶ \$167K additional non CARES expenses pending 2nd FEMA reimbursement

FY22 Reserves Update

- ▶ **School Choice: \$1.49 million est. at year end**
 - ▶ \$116K temp. reduction from OOD costs - reimbursed by sending towns in FY23
- ▶ **Stabilization: \$389K at year end**
 - ▶ \$75K spent in FY22 to close out EES Playground (\$366K total)
 - ▶ \$43K EES tech (\$170K total)
 - ▶ \$45 security equalization (\$23K EES; \$22K MSHS), Phase 1
- ▶ **E&D: \$1.23 million est.**
 - ▶ \$1.58 million FY21 + \$185K FY22 return - \$530K FY23 commitment
- ▶ **Facilities Rental: \$270K**
 - ▶ *+23K in FY22 vs. FY21*
- ▶ **Total: \$3.16 million FY22 ending balance* (11% of FY23 budget)**
 - ▶ **net of \$220K COVID deficit*

FY23 Reserves Needs

► Stabilization Commitments- \$227K

- \$100K EES Boiler (est.)
- \$71K Gale contract - turf design
- \$47K Habeeb FCI contract for EES & MSHS
- \$8.2K Project Adventure equalization at EES

Commitments + Phase 2 Security Proposals brings Stabilization balance to \$80K at FY23 year end

► FY23 Security Equalization Proposals (Phase 2) - \$82K

Priority	School	Security	\$81,500	Notes
1	EES	Gym Door	\$5,000	
1	EES	Ext. Cameras	\$12,000	
1a	District	Panic Buttons	\$5,000	
1a	EES	Alarm	\$12,000	
1a	EES	Door Alert	\$2,500	
2	EES	Rekey Int.	\$20,000	Doors between classrooms, locker room
2	EES	Rekey Ext.	\$10,000	
3	District	Raptor	TBD	Future
3	MSHS	Won Door	\$15,000	Future

Reserves Outlook

- ▶ \$2.9 million heading into FY24 available to fund:
 - ▶ \$800K Hyland Field replacement (updated estimate from Gale)
 - ▶ \$400K Brook Street Field replacement (plug assumption 50% share w/MBTS)
 - ▶ Any near-term findings from Habeeb FCI at EES & MSHS (report due Nov/Dec)
 - ▶ Operating deficit of >\$1 million if FY24 revenue correction does not materialize

FY23 Update

▶ Revenue

- ▶ Chapter 70 signed by Governor 7/28/22 - +\$36K vs. MERSD budget
- ▶ FY22 Circuit Breaker reimbursement (offsets FY23 expense): +\$110K vs. budget due to rising OOD and DESE's new transportation reimbursements

▶ Expense:

- ▶ Staffing: potential for \$100K overage on LT subs needed for leaves
 - ▶ Health Insurance: \$50K savings compared to 10% budgeted rate assumption
 - ▶ OOD/Transportation: \$53K over budget estimates, due to transportation
 - ▶ Utilities: estimated \$150K-200K potential overage due to global spike in rates
- ▶ Full FY23 forecast precedes development of FY24 budget as school year staffing and health insurance enrollment tend to stabilize by October