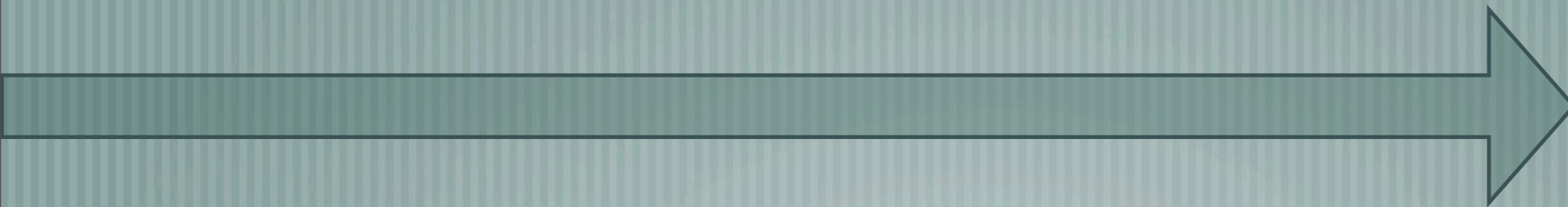


# **FY14 Budget Update**



**February 27, 2013**

# Actions to Date

— [ Preliminary Analysis (9/12/12):  
\$4.56 million

— [ Public Hearing #1 (10/24/12)

— [ Superintendent's Recommendation (1/23/13):  
\$4.41 million

— [ Public Hearing #2 (2/13/13)

# New Developments

— [ Special Education Out of District Tuition Additional Increase: \$328,086

— [ Vocational/Technical Out of District Tuition Increase: \$137,560

— [ Vocational/Technical Out of District Transportation Increase: \$35,000

— [ **Total New Cost Increases = \$500,646**

# Special Education Tuition

Original FY14 Projected Net Cost = \$4,592,233

Updated FY14 Projected Net Cost = \$4,920,319

Increase = \$328,086

# Special Education Tuition

— [ **FY13 Net Cost = 4,193,339**

— [ **FY14 Projected Net Cost = \$4,920,319**

— [ **Increase = \$726,980 (17%)**

# Special Education Tuition

## Factors in increase:

- Tuition rate increases
- Additional out-of-district students
  - Large cohort requiring education until age 22
  - Severe medical condition
  - Significant mental/behavioral health issues
  - Move-ins

## • Projections

FY13 = 70 students    FY14 = 92 students

# Special Education Tuition

Factors in overall increase:

- Assumed reduction in projected Circuit Breaker reimbursement

FY13 = \$2,405,261 (75% reimbursement)

FY14 = \$2,271,577 (65% reimbursement)

Difference = \$133,684

# Vocational/Technical Tuition

Original Projection = 133 students at Assabet HS

Updated Projection = 140 students at Assabet HS (\$16,080 each), 1 student at Norfolk Agricultural HS (\$25,000)

Increase over original projection = \$137,560

Transportation estimate for Norfolk = \$35,000



# Federal Grant Funding

— [ Sequestration may jeopardize federal grants

— [ If federal grants are reduced by 5%, potential impact of \$92,508 loss

# Federal Grant Funding

— [ **FY13 Total Federal Grant Funding = \$1,850,167**

— [ **If 5% Reduction = \$1,757,659**

— [ **Potential Loss of Federal Funding = \$92,508**

# Summary

- Initial recommendation included funds to maintain program and begin recovery
- Updated projected costs for Special Education and Vocational/Technical Education have increased need by \$500K
- These are volatile areas of the budget that will likely change again, for better or worse
- Increased mandated costs create a major challenge for the next fiscal year
- Potential cuts in federal grants may also have a large impact on funding