FY19 Budget Development: Status Update

Dr. Joseph M. Sawyer, Superintendent Mr. Patrick C. Collins, Asst. Superintendent for Finance and Operations

14 February 2018

Financial Overview

Superintendent's Recommendation [Level Services]	Jan. 31, 2018	\$66,413,028	\$4,038,028	6.47%
Town Manager's Recommendation [Balanced Budget]	Feb. 7, 2018	\$63,877,000	\$1,502,000	2.41%
Difference			\$2,536,028	4.06%

Recent Appropriation History

• For context:

	FY14	FY15	FY16	FY17	FY18
\$\$ Increase	\$2,176,169	\$ 5,155,632	\$ 1,259,241	\$ 1,951,864	\$ 1,967,617
% Increase	4.36%	9.91%	2.20%	3.34%	3.26%

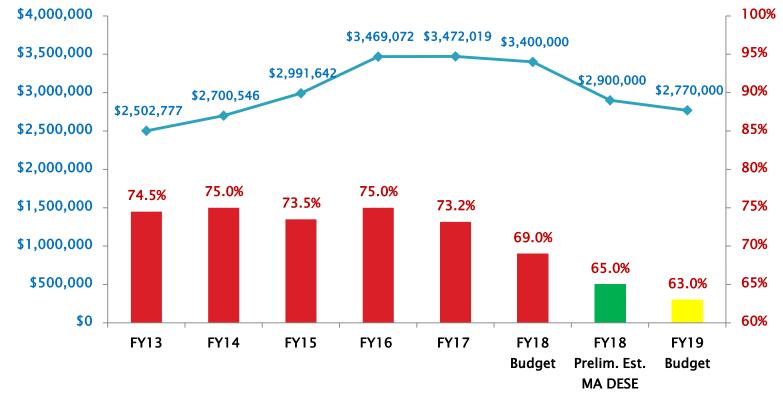
3-Year Annual Avg.	2.93%	\$	1,726,241	
5-Year Annual Avg.*	4.61%	\$	2,502,105	
*5-Year Ann. Avg. Includes Override				

State Budget Process

- It's expected that the remainder of the state budget process will have little impact on Shrewsbury.
 - The chart below shows some examples, if we received additional Chapter 70 education aid on a per student basis.

FY18	FY19					
Base C. 70 Aid	Gov. Budget	Add	'/New Aid	Add'l Aid/Pupil		
\$ 19,706,033	\$ 19,826,778	\$	120,745	\$20/pupil add'l		
			W	hat if	Amt. Beyor	nd Gov. Budget
		\$	150,925	\$25/pupil	\$	30,180
		\$	181,110	\$30/pupil	\$	60,365
		\$	241,480	\$40/pupil	\$	120,735
		In FY18 we rec'd \$30 more/pupil				

Adverse Impact: Declining State Circuit Breaker Funding



🛑 Reim. Percent 🛛 🛶 Reim. Amount

If we received 75% reimbursement in FY18, we'd get another <u>\$456,110.</u>

Local Budget Process

The Town Manager, along with municipal department heads, will be presenting his balanced budget plan to the Finance Committee and Board of Selectmen in the coming weeks.

Decision-making Timeline

Date	Event[s]	Notes
2/28	School Committee Meeting	 -Curriculum & Instruction Budget -Technology Budget -Program and services fees recommendation -Public Hearing -2018-2019 School Choice Report, Public Hearing and Vote
3/14	School Committee Meeting	-Vote on program and services fees
3/17	Finance Committee Hearing on School Budget	-Presentation and status update
3/21	School Committee Budget Workshop	-Budget Reduction Planning

Decision-making Timeline

Date	Event[s]	Notes
3/28	School Committee Meeting	Superintendent's Budget Reduction Plan
4/24	Board of Selectmen	Vote on FY19 Budget
4/25	School Committee Meeting	Vote on FY19 Budget
4/26	Finance Committee	Vote on FY19 Budget
5/21	Annual Town Meeting	Request approval

Summary

- Initial gap is \$2,536,028
- Significant additional revenue is unlikely
- Administration is beginning reduction planning
- Magnitude of the gap will jeopardize district's ability to maintain existing program while addressing mandates, enrollment growth, and strategic priorities