



MSAD No. 75

FY 2023 Budget Process

- (1) Region Ten Budget Review
and**
- (2) Superintendent's Budget
Recommendations**

March 17, 2022



FY 2023 Budget Process

Region 10 Career & Technical Education

Highlights:

- 15 Programs Serving Grades 9-12 and 5+ Schools
- 1 New Program for FY 23: HVAC
- Last New Program: FY21 Foundations of Technology
- Enrollment Continues to Grow Year Over Year
FY18: 236 FY19: 241 FY20: 263 FY21: 262 FY22: 302
- Budget Has Increased by \$147K; \$125K for New HVAC Program
- State Subsidy is relatively flat at \$2.5 Million

FY 2023 Budget Process

Region 10 Career & Technical Education


Student Enrollment and Cost by Program (excludes CTE Center Overhead)				
Auto Collision \$145,449 # St: 29	Auto Technology \$144,635 # St: 23	Building Trades \$104,805 # St: 27	Creative Digital Media \$106,941 # St: 26	Culinary Arts \$180,171 # St: 30
Early Child Educ. \$119,653 # St: 18	Eng. & Soc. Stud. \$85,243+\$50,756 # St: 36 / 32	Emer. Medical Tech \$52,974 # St: 10	Foundations of Tech. \$117,733 # St: 32	General Trades \$106,715 # St: 16
Health Occupation \$88,701 # St: 19	HVAC (new '23) \$125,715 # St: TBD	Metal Fab/Welding \$126,524 # St: 27	Outdoor Powersports \$119,745 # St: 23	Pre-Apprentice \$41,676 # St: 24

Student Enrollment by Sending School					
MTA	BHS	FHS	HCA	Other	Total
112 (105 Prior Yr)	98 (59 Prior Yr)	62 (59 Prior Yr)	25 (30 Prior Yr)	5 (9 Prior Yr)	302 (262 Prior Yr) *373 State Ct

FY 2023 Budget Process

Region 10 Career & Technical Education

Purpose	FY 2022	FY 2023	\$ Change	Comment
Operating Budget	\$3,335,638	\$3,356,941	\$21,303	Bridge Shoring Rental and ER Go-Kits offset by savings in labor and utilities
Launch HVAC Program		<u>\$125,715</u>	<u>\$125,715</u>	Offer New Program for HVAC
Subtotal	\$3,335,638	\$3,482,656	\$147,018	
Less: State Subsidy	\$2,554,115	\$2,547,614	(\$6,501)	State Subsidy Allocation Slightly Reduced
Less: Other Revenues	<u>\$208,000</u>	<u>\$208,000</u>	<u>\$0</u>	Interest, Miscellaneous + Fund Balance
Necessary Local Funds	\$573,523	\$727,042	\$153,519	Primarily Cost of New HVAC Program



Local Allocation	Alloc %	FY 2022	FY 2023	\$ Change	% Change
Brunswick	38.17%	\$219,602	\$277,512	\$57,910	26.37%
MSAD 75	36.44%	\$210,942	\$264,934	\$53,992	25.60%
RSU 5	<u>25.39%</u>	<u>\$142,979</u>	<u>\$184,596</u>	<u>\$41,617</u>	29.11%
Total	100.00%	\$573,523	\$727,042	\$153,519	



MSAD No. 75

FY 2023 Budget Process

**Next Focus Area:
Superintendent's Budget
Recommendations**

March 17, 2022

A decorative vertical bar on the left side of the slide, featuring a textured gold background with various financial symbols including dollar signs (\$), yen signs (¥), and Euro signs (€) in a 3D, embossed style.

FY 2023 Budget Process

Desired Outcomes

- A budget that prioritizes and serves our students
- A budget that supports our District goals and the goals of our individual schools
- A budget that is fiscally responsible to the communities in M.S.A.D. No. 75

MOE Assumptions and Cost-Drivers

- Salaries & benefits are about 80% of the budget
 - Salaries for teachers are not yet finalized as negotiations are ongoing, but a placeholder of 4% has been used.
 - Salaries for administrators and support staff align to the contract.
 - Health insurance assumes an increase of 6%, and dental insurance assumes an increase of 4%.
 - It is assumed retirement and other payroll taxes shall remain steady.
- The new Maine Earned Paid Leave law will increase substitute costs at an amount as yet to be determined.
- There is a need to replace aging student devices at MTA, to be procured through Apple over a 4-year repayment period, with the goal of extending the life to six years.
- There is a need to escalate the bus replacement program to ensure safe transportation of students. This year's budget will recommend replacement of seven (7) buses and seek financial assistance from DOE.
- There is discussion of a possible School Improvement Bond to perform work at MAMS and other distressed areas of the district, estimated to cost approximately \$9 Million, that could move forward to the voters at the Budget Validation Referendum in June. The cost in FY23 would be interest only.

Maintenance of Effort Budget Article Presented January 31, 2022		FY 2022 Approved	FY 2023 Originally Proposed	\$ Change	% Change
2	Regular Instruction	\$15,457,964	\$15,788,955	\$330,991	2.1%
3	Special Education	\$9,270,012	\$9,413,386	\$143,374	1.5%
4	Career and Technical Education	\$210,942	\$225,000	\$14,058	6.7%
5	Other Instruction	\$787,949	\$787,018	(\$931)	-0.1%
6	Student and Staff Support	\$4,962,931	\$5,903,726	\$940,795	19.0%
7	System Administration	\$1,332,429	\$1,494,506	\$162,077	12.2%
8	School Administration	\$2,221,319	\$2,253,631	\$32,312	1.5%
9	Transportation and Buses	\$3,122,408	\$3,181,782	\$59,374	1.9%
10	Facilities Maintenance	\$4,687,197	\$4,771,744	\$84,546	1.8%
11	Debt Service/Other Commitments	\$4,733,491	\$4,392,485	(\$341,006)	-7.2%
12	All Other Expenditures	\$370,933	\$449,337	\$78,404	21.1%
Total - Operating Budget		\$47,157,575	\$48,661,569	\$1,503,994	3.2%
18	Adult Education/Adult Voc. Educ.	\$142,428	\$138,833	(\$3,595)	-2.5%
Total - All Articles		\$47,300,003	\$48,800,402	\$1,500,399	3.2%

FY 2023 Superintendent's Recommended Budget Summary

Cost	Budget	\$ Difference	% Difference
FY 2022 Approved Operating Budget (Exc. Adult Ed)	\$47,157,575		
Increase to Maintain Services (per Maintenance of Effort Budget Presented 1/31/22)		\$1,503,994	3.2%
<i>Additional</i> Increase in Region Ten Assessment (after Maintenance of Effort Budget 1/31/22)		\$39,934	0.1%
Decrease in Adult Education (FY 23 v 22)		(\$3,595)	-
New Resources Requests Suggested by Superintendent (add to MOE Budget)		\$682,328	1.4%
Reduction in Resources Suggested by Superintendent (delete from MOE Budget)		(\$838,018)	(1.8%)
Supt. FY 2023 Recommendations		\$1,384,643	2.9%

Other Considerations:

- 1) Revenues: Increase Use of Fund Balance to Reduce Local Impact from \$1,000,000 to \$1,600,000
- 2) Expenses: Increase Article 10 Facilities for Interest of \$43,430 on New \$9 Million Bond for MAMS/DW Project

Superintendent's Recommended Budget

New Resource Requests Included

Item	Article	Location	FY 23 Increase to MOE Budget Suggested by Superintendent
ELL Teacher (+12 Students in FY24 = +36K State Subsidy)	2	K-12	\$75,609
PT -> FT Spanish Teacher	2	Middle	\$37,805
4day -> 5day OT Specialist (WC)	3	Spec.Ed	\$15,122
2day -> 4day OT Specialist (DW)	3	Spec.Ed	\$30,244
Add. Board Cert. Behavior Analysts/SMAC	3	Spec. Ed	\$105,000
Unified Basketball Head Coach	5	Athletics	\$4,313
JV Boys Ice Hockey Head Coach	5	Athletics	\$4,313
JV Girls Ice Hockey Head Coach	5	Athletics	\$4,313
Tech Integrator	6	K-6 (or DW)	\$75,609
(3) Student Buses	9	Transport	<u>\$330,000</u>
Total Additions			\$682,328₀

Superintendent's Recommended Budget Reduction in Resources

Item	Article	Location	FY 23 Original	FY 23 Superintendent	Reduction to MOE
Instructional Equipment (MacBks)	6	Mt. Ararat High	\$600,000	\$215,100	\$384,900
IT Hardware (Access Pts & Switches)	6	District Wide	\$350,000	0	\$350,000
Food Service Local Share	12	District Wide	<u>\$449,337</u>	<u>\$346,219</u>	<u>\$103,118</u>
Total Reductions			\$1,399,337	\$561,319	\$838,018

Deferred Requests for New Resources			
BHM 2 nd /3 rd Grade Teacher \$75,609	MTA Special Ed Paras (2) \$82,916	Gifted & Talented Teacher \$75,609	PT -> FT Evening Custodians at BHM & HCS \$28,902
Fulltime Floating Custodian \$61,164	Mental Health Committee \$10,000	Additional MTA Counselor Time \$12,900	JMG Middle School Teacher \$65,000
(2) PT -> FT Stem & Art Teachers \$75,609	Additional Athletic Admin Assistant Time \$12,347	MTA Athletics Events Manager \$20,579	Varsity Volleyball Coach \$4,313
MAMS Special Ed Teacher \$75,609	(6) Districtwide Support Workers \$246,948	PT -> FT Transport Admin Assistant \$30,869	EA Sports Gaming Coach \$4,313
Facility Dump Trailer \$10,000	ER Generator \$45,000	MTA Radio System \$20,000	MAMS Field Hockey Goals \$3,500 ₁₁

School Improvement Bond

School / Location	Project	Description	Estimated Cost	Year Estimated	Estimated FY 2023 Cost
Mt. Ararat Middle	Building Envelope, Windows, Water Line		\$ 5,870,766	2022	\$ 5,873,113
Mt. Ararat Middle	Related Required Project Admin Costs		1,192,338	2022	1,192,338
Mt. Ararat Middle	Paving		177,558	2022	186,081
District Office	Paving		93,308	2022	<u>97,787</u>
	Subtotal (ties to Architect's Outline)				\$ 7,349,319
<u>Other Paving Projects Districtwide</u> (listed per RFS Priority designation)*			\$ 1,300,000	2020	\$ <u>1,650,681</u>
Paving Projects include Bowdoin, Bowdoinham, Harpswell, Williams-Cone, Woodside, MAMS, Adult Ed, District Complex & Republic Ave. [*Paving Priority Items 1, 2 and 7 are proposed to be paid as a part of FY 2023 Capital Plan Amt of \$385,000]					\$ <u>9,000,000</u>

If the voters approve a school improvement bond at the June 2022 Budget Validation Referendum, then the Maine Municipal Bond Bank would issue the bonds and release the funds in the Fall of 2022 (October). Principle payments would not commence until November 2023, so FY23 would only include an interest payment in May 2023. **\$9 Million Bond over 10 Years totals \$9,549,635: \$955K per year; FY23 interest = \$43,430.**

School Improvement Bond

Ballot Question __: Do you favor authorizing the School Board of School Administrative District No. 75 (“District”) to issue bonds or notes in the name of the District in an amount not to exceed \$9,000,000, for the construction, repair, renovation and improvement project at Mt. Ararat Middle School, as well as paving and related improvements across the District, as described below?

- Project Description: The primary focus of the project involves replacing the building envelope and windows at Mt. Ararat Middle School, as well as a water line repair. The project also involves parking lot paving and related site improvements to sidewalks, roads and playground surfaces at facilities across the District, including Bowdoin Elementary School, Bowdoinham Elementary School, Harpswell Elementary School, Williams-Cone Elementary School, Woodside Elementary School, Mt. Ararat Middle School, Mt. Ararat High School, the SAD 75 District Office including Republic Avenue and Merrymeeting Adult Education.

Article	Purpose	FY 2022 Approved at Budget Val Ref.	FY 2023 Superintendent Proposed	\$ Change	% Change	Superintendent Recommended Additions and Reductions
2	Regular Instruction	\$15,457,964	\$15,902,369	\$444,405	2.9%	ELL Teacher + ½ Spanish Teacher
3	Special Education	\$9,270,012	\$9,563,752	\$293,740	3.2%	3day OT + BCBA/SMACC Services
4	Career and Technical Education	\$210,942	\$264,934	\$53,992	25.6%	Additional Region 10 Assessment
5	Other Instruction	\$787,949	\$799,957	\$12,008	1.5%	Coaches for JV Ice Hockey & Unified BB
6	Student and Staff Support	\$4,962,931	\$5,244,435	\$281,504	5.7%	Add Tech Integrator, Reduce Technology
7	System Administration	\$1,332,429	\$1,494,506	\$162,077	12.2%	<i>No Change from 1/31/22 MOE Budget</i>
8	School Administration	\$2,221,319	\$2,253,631	\$32,312	1.5%	<i>No Change from 1/31/22 MOE Budget</i>
9	Transportation and Buses	\$3,122,408	\$3,511,782	\$389,374	12.5%	(3) Additional Student Buses
10	Facilities Maintenance	\$4,687,197	\$4,771,744	\$84,546	1.8%	<i>No Change from 1/31/22 MOE Budget</i>
11	Debt Service/Other Commitments	\$4,733,491	\$4,392,485	(\$341,006)	(7.2%)	<i>No Change from 1/31/22 MOE Budget</i>
12	All Other Expenditures	\$370,933	\$346,219	(24,714)	(6.7%)	Increased Revenue=>Less Local Support
Total - Operating Budget		\$47,157,575	\$48,545,814	\$1,388,239	2.9%	
18	Adult Education	\$142,428	\$138,833	(\$3,595)	-2.5%	<i>No Change from 1/31/22 MOE Budget</i>
Total - All Articles		\$47,300,003	\$48,684,647	\$1,384,644	2.9%	

FY 2023 Budget Process: MOE + New Resources – Reductions in Resources as Recommended by Superintendent

Fiscal Year	Total Budget
FY 2022	\$47,300,003
FY 2023	\$48,684,647
\$ Increase	\$1,384,644
% Increase	2.9%

Budget Without Adult Ed

Adult Ed FY22 \$142,428 FY23 \$138,833

Fiscal Year	Budget
FY 2022	\$47,157,575
FY 2023	\$48,545,814
\$ Increase	\$1,388,239
% Increase	2.9%

Budget Without Debt Service*

Debt Service FY22 \$4,873,504 FY23 \$4,530,276

Fiscal Year	Budget
FY 2022	\$42,426,499
FY 2023	\$44,154,371
\$ Increase	\$1,727,872
% Increase	4.1%

*Debt Service includes state-subsidized and local-only bonds that flow through Articles 10 and 11 of the MOE Budget.

Funding the FY 2023 Budget

Description	FY 2022	FY 2023	\$ Increase (Decrease)	% Increase (Decrease)
State Contribution (Preliminary EPS)	\$19,047,505	\$20,331,368	\$1,283,863	6.74%
Plus: Other Revenues	\$164,825	\$0	(\$164,825)	-
Plus: Use of Fund Balance	<u>\$1,400,000</u>	<u>\$1,600,000</u>	<u>\$200,000</u>	<u>14.3%</u>
Subtotal All External Sources	\$20,612,330	\$21,931,368	\$1,319,038	6.4%
Less: Revenues Required to Meet Expenses	<u>\$47,300,003</u>	<u>\$48,684,647</u>	<u>\$1,384,644</u>	<u>2.9%</u>
= Amount to be Raised Locally	<u>\$26,687,673</u>	<u>\$26,753,279</u>	<u>\$65,606</u>	<u>0.25%</u>

FY Budget	Total Budget	Budget Increase over PY	Use of Fund Balance
FY 20	\$42,279,971	\$4,300,803 (13.2%)	\$400,000 (208%)
FY 21	\$46,200,245	\$3,920,453 (9.3%)	\$1,100,000 (175%)
FY 22	\$47,300,003	\$1,099,578 (2.4%)	\$1,400,000 (27%)

FY 2023 Budget Process

How are Local Assessments Determined?

Rationale	Bowdoin	Bowdoinham	Harpswell	Topsham	Total
State Formula (ED279) Determines the Amount Required to Fund Essential Programs and Services ("EPS")					
Total EPS Cost by Town	\$7,065,540	\$6,265,806	\$5,370,690	\$17,983,009	\$36,685,044
- State Subsidy by Town	<u>\$5,309,946</u>	<u>\$4,127,404</u>	<u>\$66,034</u>	<u>\$10,827,984</u>	<u>\$20,331,368</u>
= Required Local Contribution by State	\$1,755,593	\$2,138,402	\$5,304,657	\$7,155,025	\$16,353,677
Next: What is the Amount to be Raised Locally (Budget Total – State Subsidy – Use of Fund Balance)					<u>\$26,753,279</u>
What is the Difference: Amount to be Raised Locally - the State's Required Contribution?					\$10,399,603
<u>Local Cost Sharing %</u> 50% Valuation per State + 50% Enrollment = Local Share	Average of 6.9% Value <u>19.3% Enroll</u> 13.10%	Average of 8.4% Value <u>17.1% Enroll</u> 12.77%	Average of 56.3% Value <u>14.6% Enroll</u> 35.49%	Average of 28.3% Value <u>49.0% Enroll</u> 38.65%	<u>100.00%</u>
Diff. of \$10,399,603 @ Cost %	\$1,361,947	\$1,327,533	\$3,690,762	\$4,019,360	\$10,399,603
Local Assessment (State Req'd Amt + Local Cost %)	\$3,117,541	\$3,465,935	\$8,995,419	\$11,174,385	\$26,753,279

FY 2023 Budget Process

Impact on Local Assessments

Town	FY 2022 Post BVR Allocation*	FY 2022 BVR Approved	FY 2023 Proposed	\$ Increase (Decrease)	% Increase (Decrease)
Bowdoin	\$3,134,418	\$3,191,370	\$3,117,541	(\$73,830)	(2.31%)
Bowdoinham	\$3,370,366	\$3,436,654	\$3,465,935	\$29,281	0.85%
Harpswell	\$8,725,238	\$8,725,238	\$8,995,419	\$270,181	3.10%
Topsham	\$11,107,652	\$11,334,411	\$11,174,385	(\$160,026)	(1.41%)
Total Revenue	\$26,337,673	\$26,687,673	\$26,753,279	\$65,606	0.25%

*Additional State Subsidy Funds of \$938K were allocated in August; \$350K in total was returned to the four towns, the balance was assigned as follows: \$350K to Capital Reserve, \$120K to Athletic Capital Reserve, and \$118K to Fund Balance.



FY 2023 Budget Process - Next Steps

Finance Committee

- Hold Budget Hearings on March 17th in Harpswell, March 22nd in Topsham and March 23rd in Bowdoin (*all meetings at 6:30 pm*)
- Hold a meeting on March 28th at 6:00 pm to deliberate budget
- Hold a meeting on April 4th at 6:00 pm to finalize budget recommendations

Board of Directors

- Hold a Public Budget Hearing on April 14th at 6:00 pm to approve the FY 2023 Budget to move forward to the voters

The Voters

- Attend the District Budget Meeting on May 19th at the Orion (6:30 pm)
- Vote in the District Budget Validation Referendum on June 14th