

Essex Finance Committee
December 11, 2013
7:00 pm
Manchester Essex Regional High School

Members Present: Ken Riehl, Richard Ross and Jeff Soulard

1. Transfers

None

2. Approve Minutes

None

3. Old Business

None

4. New Business

None

5. Public Comment

None

6. Attend MERSD Budget Hearing

School officials presented the initial FY15 budget. The Town share of the operating budget presented is \$6,928,355. This reflects an increase of roughly 6.9% from the prior year budget. We expect the budget to be reduced significantly in the coming weeks with the final increase in the 3% -4% range.

FY 15 Tentative Budget Summary

	FY 11 Actual	FY 12 Actual	FY 13 Actual	FY 14 Budget	FY 15 Tentative Budget	\$ Change	% Change
Expenses							
Operating Budget							
Salaries	\$11,980,273	\$12,552,154	\$13,583,019	\$14,334,912	\$14,841,092	\$506,180	3.5%
Expenses	\$6,699,739	\$6,497,237	\$6,235,061	\$6,519,495	\$7,213,758	\$694,263	10.6%
Transfer to Stabilization	\$0	\$0	\$197,423	\$0	\$0	\$0	
Total Operating Spending	\$18,680,011	\$19,049,391	\$20,015,504	\$20,854,407	\$22,054,850	\$1,200,443	5.8%
Yr/Yr Increase (excl. stabilization)	4.7%	2.0%	5.1%	4.2%	5.8%		
Revenue							
Other Sources							
Chapter 70	\$1,585,661	\$2,106,931	\$2,642,035	\$2,762,035	\$2,738,152	(\$23,883)	-0.9%
School Choice Out	(\$51,978)	(\$40,972)	(\$47,584)	(\$51,374)	(\$51,374)	\$0	0.0%
Transportation	\$132,970	\$125,929	\$96,204	\$100,000	\$96,000	(\$4,000)	-4.0%
Other Sources	\$126,051	\$23,318	\$77,292	\$25,000	\$25,000	\$0	0.0%
Bank Interest	\$30,325	\$16,650	\$5,311	\$20,000	\$20,000	\$0	0.0%
Excess & Deficiency	\$200,000	\$200,000	\$200,000	\$200,000	\$200,000	\$0	0.0%
Total Other Sources	\$2,023,029	\$2,431,856	\$2,973,258	\$3,055,661	\$3,027,778	(\$27,883)	-0.9%
Operating Assessment							
Manchester	\$10,638,906	\$10,638,906	\$10,906,880	\$11,317,664	\$12,098,717	\$781,054	6.9%
Essex	\$6,146,496	\$6,176,729	\$6,329,146	\$6,481,083	\$6,928,355	\$447,272	6.9%
Total Operating Assessment	\$16,785,402	\$16,815,635	\$17,236,025	\$17,798,746	\$19,027,072	\$1,228,326	6.9%
Yr/Yr Increase		0.18%	2.50%	3.26%	6.90%		
Total Operating Revenue	\$18,808,431	\$19,247,491	\$20,209,283	\$20,854,407	\$22,054,850	\$1,200,443	5.8%
Operating Assessment %							
Manchester	63.38%	63.27%	63.28%	63.59%	<u>Estimated</u> 63.59%		
Essex	36.62%	36.73%	36.72%	36.41%	36.41%		
Total	100.00%	100.00%	100.00%	100.00%	100.00%		

Capital Projects (New MS/HS)	FY 11 Actual	FY 12 Actual	FY 13 Actual	FY 14 Budget	FY 15 Tentative	Change	Change
Short Term Debt/Interest	\$19,889	\$58,333	\$17,000	\$0	\$0	0	NM
Long Term Debt/Interest	\$2,394,167	\$2,326,250	\$2,292,308	\$2,457,490	\$2,409,450	(48,040)	-2.1%
Total Capital Expense	\$2,414,056	\$2,384,583	\$2,309,308	\$2,457,490	\$2,409,450	(\$48,040)	-2.0%
Manchester Capital Assessment	\$1,603,052	\$1,571,668	\$1,772,822	\$1,630,860	\$1,598,794	(32,066)	-1.8%
Essex Capital Assessment	\$796,814	\$781,361	\$882,337	\$811,358	\$795,384	(15,974)	-1.8%
Reserve for Reduction of Future De	\$14,190	\$31,555	\$13,049	\$15,272	\$15,272	0	0.0%
Total Capital Revenue	\$2,414,056	\$2,384,583	\$2,668,208	\$2,457,490	\$2,409,450	(\$48,040)	-2.0%

FY 15 Tentative Budget

DOE CODE	FY 11 Actual	FY 12 Actual	FY 13 Actual	FY 14 Budget	FY 14 Adjusted Budget	FY 15 Tentative Budget	\$ Change	% Change	% of Operating Budget
1000 Administration									
Salaries	\$462,364	\$448,502	\$472,535	\$490,044	\$506,634	\$514,457	\$7,823	1.5%	
Expenses	\$131,745	\$148,446	\$207,482	\$232,416	\$232,416	\$232,000	(\$416)	-0.2%	
Total	\$594,109	\$596,949	\$680,018	\$722,460	\$739,050	\$746,457	\$7,407	1.0%	3.4%
2000 Instructional Services									
Salaries	\$10,396,952	\$11,002,429	\$11,924,643	\$12,226,802	\$12,543,259	\$13,020,269	\$477,011	3.8%	
Expenses	\$806,333	\$990,960	\$821,657	\$977,605	\$977,605	\$1,015,198	\$37,593	3.8%	
Total	\$11,203,285	\$11,993,389	\$12,746,300	\$13,204,407	\$13,520,864	\$14,035,467	\$514,604	3.8%	63.6%
3000 Other Student Services									
Salaries	\$555,957	\$540,954	\$606,771	\$647,944	\$669,084	\$680,926	\$11,841	1.8%	
Expenses	\$684,567	\$555,367	\$647,551	\$785,975	\$785,975	\$790,300	\$4,325	0.6%	
Total	\$1,240,524	\$1,096,321	\$1,254,322	\$1,433,919	\$1,455,059	\$1,471,226	\$16,166	1.1%	6.7%
4000 Operation and Maintenance									
Salaries	\$541,219	\$540,269	\$552,101	\$576,633	\$595,935	\$605,441	\$9,505	1.6%	
Expenses	\$986,233	\$992,032	\$1,155,452	\$1,105,000	\$1,105,000	\$1,108,000	\$3,000	0.3%	
Total	\$1,527,452	\$1,532,301	\$1,707,553	\$1,681,633	\$1,700,935	\$1,713,441	\$12,505	0.7%	7.8%
5000 Fixed Charges (Insurance)									
Salaries	\$23,780	\$20,000	\$26,970	\$20,000	\$20,000	\$20,000	\$0	0.0%	
Expenses	\$2,790,763	\$2,621,499	\$2,636,608	\$2,811,497	\$2,654,653	\$2,998,737	\$344,084	13.0%	
Total	\$2,814,543	\$2,641,499	\$2,663,578	\$2,831,497	\$2,674,653	\$3,018,737	\$344,084	12.9%	13.7%
9000 Programs with Other School Districts									
Salaries	\$0	\$0	\$0	\$79,000	\$0	\$0	\$0	NM	
Expenses	\$1,300,099	\$1,188,933	\$766,311	\$901,491	\$763,846	\$1,019,523	\$255,677	33.5%	
Total	\$1,300,099	\$1,188,933	\$766,311	\$980,491	\$763,846	\$1,019,523	\$255,677	33.5%	4.6%
Transfer to OPEB Trust	\$0	\$0	\$0	\$0	\$0	\$50,000	\$50,000	NM	
Transfer to Stabilization	\$0	\$0	\$197,423	\$0	\$0	\$0	\$0	NM	0.0%
Total Salaries	\$11,980,273	\$12,552,154	\$13,583,019	\$14,040,423	\$14,334,912	\$14,841,092	\$506,180	3.5%	67.3%
Total Expenses	\$6,699,739	\$6,497,237	\$6,432,484	\$6,813,984	\$6,519,495	\$7,213,758	\$694,263	10.6%	32.7%
Total Operating	\$18,680,011	\$19,049,391	\$20,015,504	\$20,854,407	\$20,854,407	\$22,054,850	\$1,200,443	5.8%	100.0%
Capital Projects (New MS/HS)									
Short Term Debt/Interest	\$19,889	\$58,333	\$17,000	\$0	\$0	\$0	\$0	NM	
Long Term Debt/Interest	\$2,394,167	\$2,326,250	\$2,292,308	\$2,457,490	\$2,457,490	\$2,409,450	(\$48,040)	-2.1%	
Cost of BAN/Bond Issuance			\$38,035						
Total Capital	\$2,414,056	\$2,384,583	\$2,347,343	\$2,457,490	\$2,457,490	\$2,409,450	(\$48,040)	-2.0%	