



MSAD No. 75
FY 2019 Budget Process

Superintendent's
Budget Recommendations

Presentation to Selectmen
and Town Managers

Maintenance of Effort Budget

MOE Budget Definition:

The level of spending required to maintain the current level of staffing, programs and services

Item	Amount
FY 2018 (Current Operating Budget)	\$38,043,490
Increase Required to Maintain Current Services	\$464,843
FY 2019 Maintenance of Effort Budget	\$38,508,333
Remove CTE Assessment Flow-through	(\$741,964)
Revised FY 2019 Maintenance-of-Effort Budget	\$37,766,369
% increase over FY 2018 (Net of CTE Adjustment)	1.2%

Superintendent's Proposed Budget Summary

Item	Amount
Revised FY 2019 Maintenance-of-Effort Budget	\$37,766,369
Proposed New Resources	\$520,087
Proposed Reductions to Current Budget	(\$256,318)
Superintendent's Recommended Budget	\$38,030,138
% increase over FY 2018	1.9%

Note: The above numbers exclude Adult Education. The recommended budget includes a 2% increase of \$2,783 in the AE local share.

Superintendent's Proposed Budget Priorities for New Resources

Item	Cost
Establish New Preschool Program	\$163,287
Hire a new teacher for Williams-Cone School	\$67,337
Hire an additional ELD staff person	\$38,839
Provide one additional day for Ed. Techs. (before opening)	\$10,765
Provide 5 new Co-curricular stipends (BCS, BHM, MAMS, MTA)	\$7,260
Maintain School-based Health Clinic	\$41,829
Fund new Business/Human Resources Software	\$108,000
Increase support for Food Services (to decrease FB deficit)	\$15,000
Lease/purchase 4 additional buses (eligible for state subsidy)	\$67,770
Cost of New Resources	\$520,087

Priorities For New Resources

Additional Information

- The Board must still approve the addition of a preschool program next year. However, the District will lose over \$213,000 in state subsidy if it doesn't provide new preschool services.
- Funding for the MTA school-based health center is to replace the loss of state funding; this is not a new service.
- The purchase of a new software package for business/HR needs will lead to a savings of \$65,000/year within two years.
- Principals and district administrators requested an additional \$451,649 in new resources not included in the Superintendent's budget recommendation.

Superintendent's Proposed Budget Potential Budget Reductions

Item	Savings
Reduce School Allocations	(\$20,456)
Reduce Facilities & Transportation repair lines	(\$8,000)
Defer replacing WES fire alarm system (it's fully functional)	(\$19,450)
Eliminate SPED Center teaching position (currently vacant)	(\$76,222)
Eliminate SPED high school position (through attrition)	(\$67,190)
Eliminate one teaching position (position/school TBD)	(\$65,000)
Savings from Resource Reductions	(\$256,318)

Note: School allocations are still increasing 5% between FY 2017 and FY 2019.

Changes in the State Funding Formula (Essential Programs & Services)

Town	FY 2018	FY 2019	\$ Change
EPS Approved Allocation	\$29,393,296	\$30,124,723	\$731,427
Less Municipal Contributions	(\$15,349,152)	(\$16,376,201)	(\$1,027,049)
State Subsidy to MSAD 75	\$14,044,521	\$13,748,521	(\$295,623)
Add. Loss W/O Preschool (Estimated)			(\$213,000)
Total Loss Maintaining Only Current Grade Levels			(\$508,623)

Note #1: For comparison purposes the FY 2018 Allocation for Education subtracts out the CTE state subsidy of \$741,964.

Note #2: Within the funding formula the mill rate for calculating the municipal contribution is increasing from 8.19 to 8.51

Estimated Increase in Local Contributions by Town Based on Recommended Budget

Town	FY 2018	FY 2019	\$ Increase	% Increase
Bowdoin	\$2,848,416	\$2,954,778	\$106,362	3.73%
Bowdoinham	\$2,917,227	\$3,066,588	\$149,360	5.12%
Harpswell	\$7,758,379	\$7,830,822	\$72,443	0.93%
Topsham	\$9,691,775	\$10,349,864	\$658,089	6.79%
Total	\$23,215,798	\$24,202,052	\$986,254	4.25%

Note: This total includes Adult Education.

Increase in State Valuation by Town

Town	FY 2018	FY 2019	% Increase
Bowdoin	\$221,716,667	\$227,825,000	2.76%
Bowdoinham	\$239,266,667	\$250,000,000	4.49%
Harpswell	\$1,832,183,333	\$1,857,650,000	1.39%
Topsham	\$816,700,000	\$868,100,000	6.29%
Total	\$3,109,866,667	\$3,203,575,000	3.01%

Note: The formula for calculating state valuation by town has been changed. FY 2018 State valuation is based on a three-year average; FY 2019 state valuation is based on a two-year average.

Estimated Increase in Local Property Taxes Based on Recommended Budget

Town	Local Assessed Value of an Average Home	Annual Tax Increase
Bowdoin	\$117,600	\$57
Bowdoinham	\$179,000	\$100
Harpswell	\$430,000	\$17
Topsham	\$204,300	\$134

Note: Based on January 2018 numbers for local valuation and typical home value

The FY 2019 Budget Process

Desired Outcomes

- A budget that is centered around the needs of students
- A budget that supports the goals of the District and our individual schools
- A budget that strikes the right balance between the needs of students and the needs of taxpayers within the context of state down-shifting of financial responsibility to the local level

Questions and Discussion

For Further Information go to:

link75.org

