

Newton Public Schools 2021-22 Budget Highlights

April 27, 2021

<u>Overview</u>	GENERAL FUND	SPECIAL REVENUE	DEBT SERVICE	TOTAL
2021-22 Total Expenditures	\$29,156,736	\$2,927,592	\$529,388	\$32,613,716
Less: Anticipated Revenues	\$15,830,659	\$2,927,592	\$0	\$18,758,251
Taxes to be Raised	\$13,326,077	\$0	\$529,388	\$13,855,465

Revenues - Operating revenues are up by \$1,705,389.

- Local taxes are budgeted to remain flat (minor decrease in debt service).
 - Since FY17, the general fund local tax levy has increased by an average of 1.1% per year.
 - The banked cap remainder available for FY23 is \$700,666.
- State aid is up by \$2,054,783.
 - Since FY17, state aid has increased by an average of 11.5% per year
 - The 5 year total increase in state aid is \$3,409,813.
- Sending district tuition is down by -\$1,132,146 (Andover = -\$894,298; Green = -\$237,898).
 - FY19 tuition deferred by Andover and Green in FY21 is being paid in full in FY22 in the amount of \$571,514. This has been covered by a tuition reserve in the same amount created last year, bringing the net tuition deficit down to -\$560,632.
 - Andover has agreed to defer 50% of the adjusted FY20 tuition (\$208,814) to FY23 to bring the final net tuition deficit for FY22 down to -\$351,818.
- Miscellaneous revenue is up by \$5,134, all from SEMI. Anticipated FY21 budgeted fund balance of \$250,000 is included in this budget.

Expenses - Operating expenses are up by \$1,705,389.

- Major areas of expense increase (above \$50,000) for FY22 include:

○ Administrative Assistant position	\$55,000	
○ HMS Health Teacher position	\$85,000	
○ District ESL Teacher position	\$85,000	
○ Social Security and PERS costs	\$85,089	
○ Employee Health Benefits	\$95,378	<i>lower increase, carrier change</i>
○ Purchased Instructional Technical Services	\$122,169	<i>up 88.8% from FY21</i>
○ Special Education OOD Tuitions	\$128,088	
○ Purchased Professional Educational Services	\$167,705	<i>up 94.1% from FY21</i>
○ ESIP Lease Purchase Payments	\$183,020	
○ Instructional Supplies	\$201,866	<i>up 76.5% from FY21</i>
○ Employee Salaries	\$398,320	<i>2% for open contracts</i>

Capital Projects

- There are no capital projects planned in the FY22 budget. The Board of Education is focused on saving and adding to the current capital reserve of \$365,328 for larger projects envisioned in the long range facilities plan. There is anticipation of rollback into capital reserve of unused FY21 capital outlay.
- A maintenance reserve outlay of \$35,500 is included in this budget. This allows for district flexibility to address certain maintenance issues without impacting the rest of the regular operating budget.