

# Preliminary FY11 Budget

School Committee

January 20, 2010

# Glossary

- Stabilization – Federal funds distributed to aid state and local government with the effect of the economy
- IDEA – Individuals with Disabilities Education Act (Special Education)
- Circuit breaker – State funds to offset the cost of expensive Special Education services
- Contractual Obligations – previously bargained wage increases

# FY10 Budget

- Town Appropriation \$86,250,415
- Stabilization Stimulus \$ 3,494,000
- IDEA Stimulus (1/2) \$ 1,178,937
  
- Total \$90,923,352

As of last June following Town Meeting Action, FPS expected to spend 90.9M on the schools. This doesn't include grants for specialized programs.

# First FY10 Budget Challenge: Decreased Stabilization

- Following Legislative action in June 2009, the stabilization funds were set at less than expected.
- Expected                      \$ 3,494,000
- To Be Received              \$ 2,509,034
- Difference                     \$ (984,966)

# Second FY10 Budget Challenge: Circuit Breaker Shortfall exceeds Stimulus

First Half of IDEA Stimulus	\$ 1,178,937
Circuit Breaker at 72% (Governor's initial proposal)	\$ 3,261,746
Actual (38%)	\$ 1,834,958
Shortfall	\$(1,426,788)
Net	\$ (247,851)

# FY10 Budget Revised

- FY10 \$90,923,352
- Stabilization Reduction \$ (984,966)
  
- Budget Adjusted \$89,938,386

FPS expected to spend 90.9 million, as of 7/1, FPS revised the budget to meet available 89.9 million .

To close this FY10 gap, positions were not filled (Director of Curriculum) or partially filled or filled as late as possible, a significant portion of expenses were reserved, and money saved from energy conservation was used to offset the loss. Some of these savings were anticipated to continue into the FY11 Budget.

# FY11 Level Service

A “level service” budget predicts how much it would cost next year to run the district the same way as this year.

• FY10 Budget (TM)	\$90,923,352
• Continued Reductions from FY10	(450,000)
• Contractual Obligations	\$ 4,220,436
• Other Cost Increases	\$ 1,835,346
• Level Service Total	\$96,529,134

# What are the “other cost increases”?

# Gap from FY10 to level service

- '10 Town Appropriation \$86,250,415
- Level Service \$96,529,134
  
- Gap \$10,278,719

# Unknowns?

- Chapter 70
- Local Aid to Framingham
- Circuit Breaker
- Federal Allocations
  - Titles
  - IDEA
  - Stimulus (?)
  - Race To The Top
- Savings from retirements
- Tuition increases
- Fuel and Utilities
- Enrollment changes