

The background features abstract, overlapping geometric shapes in various shades of blue, ranging from light sky blue to deep navy blue. The shapes are primarily triangles and polygons, creating a dynamic, layered effect. The central text is set against a white background that is partially framed by these blue shapes.

Somersworth School District 2021-2022 Proposed Budget Presentation

February 15 2021

Somersworth School District 2021-2022 Budget Process

- ▶ SAU Administrative Team met weekly to discuss the preparation of the 2021-2022 Budget.
- ▶ In October, Building Administrators submitted budgets to the Business Administrator. The directive was to submit a budget with no increase.
- ▶ Budget and Revenue Committee has been meeting on an ongoing basis to get updates on the budget as it was being created.
- ▶ Budget Binder was created for the school board with all pertinent information regarding the budget.
- ▶ Budget workshop was held on February 6th with the full board to discuss the proposed budget.

FY 2021-2022 Proposed Budget Summary

Budget Summary		
Total FY 2021-2022 Proposed Budget		27,925,422.00
Total FY 2021-2022 Estimated Revenue		8,364,485.00
Total FY 2021-2022 Net Budget		19,560,937.00
Total Amount to be Raised by Taxes	Per Tax Cap	18,896,366.00
Total Amount Over Tax Cap		664,571.00

FY 2021-2022 Budget Reductions

Tier One Budget Reductions		
Technology Reductions		12,507.00
ESOL Assistant		16,000.00
Elementary Teacher		62,000.00
Elementary Teacher		65,000.00
SAU Reductions		89,393.00
		244,900.00
Tier Two Budget Reductions		
Truancy Officer		65,000.00
Elementary Teacher		65,000.00
Building Aid Idlehurst		50,000.00
Building Aid Maple Wood		50,000.00
		230,000.00
Tier Three Budget Reductions		
Early Childhood Interventionist		94,671.00
High School Teacher		95,000.00
		189,671.00
Total Budget Reductions		664,571.00

Somersworth School District 2021-2022 Estimated Revenue

The 2021-2022 Estimated decrease in Revenue is \$2,445,686 less than Fiscal Year 2020-2021 primarily due to the following reasons:

- ▶ Decrease for one-time Building Aid for Maple Wood Project: \$(1,165,783)
- ▶ Decrease for State of NH Adequacy One-Time Payment: \$(1,175,777)
- ▶ Reduction in State of NH Adequacy Education Aid: \$(629,395)
- ▶ Reduction in Building Aid: \$(17,788)
- ▶ Reduction in Medicaid Reimbursement: \$(10,264)
- ▶ Increase in Preschool Tuition: \$8,500
- ▶ Increase in Rollinsford SAU Revenue: \$207,323
- ▶ Increase in SAU Fund Balance: \$257,000 (One-Time Revenue Source)
- ▶ Increase in Indirect Cost Revenue: \$33,400
- ▶ Increase in CTC Tuition: \$22,000
- ▶ Increase in Special Education Aid: \$25,098

Somersworth School District

2021-2022 Expenditures

The 2021-2022 Proposed Budget is \$27,260,851. The proposed expenditures change is \$1,786,391 less than the Fiscal Year 2020-2021 Approved Budget.

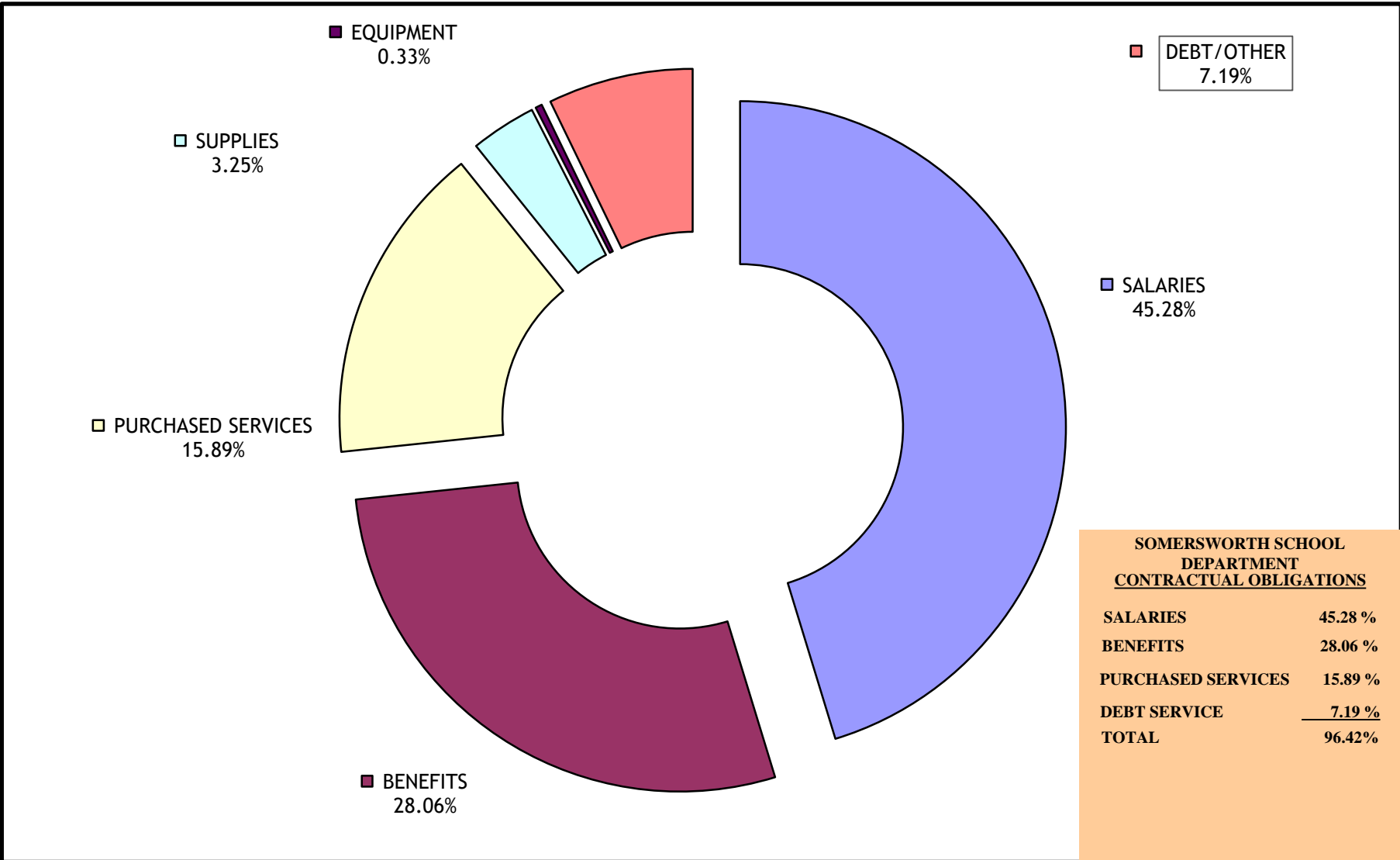
General Expenditure Items:

- ▶ Medical Insurance actual 5.5% increase for Custodians and actual 2.9% increase for all other staff over 2020-2021 actual rates using Schoolcare's *Effective Rate* which does include the Premium Holiday Credit.
- ▶ Primex Property and Liability- 2.6% Increase
- ▶ Primex Workers Compensation- 14.4% Decrease
- ▶ Northeast Delta Dental Rates- No Change
- ▶ New Hampshire Retirement Rate Increase

	RATES	RATES	%
<u>GROUP I</u>	<u>FY 2021-2023</u>	<u>FY 2019-2021</u>	<u>CHANGE</u>
Employees	14.06%	11.17%	25.87%
Teachers	21.02%	17.80%	18.09%

- ▶ Includes Teacher, SACA and Custodian Salary Increases based on negotiated contracts.
- ▶ Includes 3% Salary increase for all non-union staff
- ▶ Includes a reduction of \$1,258,526 in one-time expenditures from prior year.
- ▶ Includes a reduction of \$1,165,783 in expenditures for Phase II of the Maple Wood Renovation Project.

FY 2021-2022-Contractual Obligations



SOMERSWORTH SCHOOL DEPARTMENT CONTRACTUAL OBLIGATIONS	
SALARIES	45.28 %
BENEFITS	28.06 %
PURCHASED SERVICES	15.89 %
DEBT SERVICE	7.19 %
TOTAL	96.42%

Function 1100- Regular Education

- ▶ FY 2020-2021 Approved Budget: \$8,476,773
- ▶ FY 2021-2022 Proposed Budget: \$8,330,010
- ▶ Budget Difference: **\$(146,763)**
 - Negotiated Teacher, SACA Contract Salary and Benefit Increases
 - Health Plan Election Changes and Rate Increase
 - Track Changes
 - New Hampshire Retirement Rate Increase
 - Reduction of three Elementary Teaching Positions
 - Reduction of two Building Aide Positions
 - Reduction of High School Teaching Position
 - Misc. Increases/Decreases in supplies, print media, software

Function 1210- Special Education

- ▶ FY 2020-2021 Approved Budget: \$5,755,262
- ▶ FY 2021-2022 Proposed Budget: \$5,893,111
- ▶ Budget Difference: \$137,849
 - Negotiated Teacher, SACA Contract Salary and Benefit Increases
 - Special Education Liaison Proposed 3% Salary Increase
 - Health Plan Changes and Rate Increase
 - New Hampshire Retirement Rate Increases
 - Track Changes
 - Staff Changes
 - Special Education Contracted Services Estimated 3% Increase
 - Special Education Out of District Placement changes based on current/anticipated student needs

Function 1260- ESL

- ▶ FY 2020-2021 Approved Budget: \$265,242
- ▶ FY 2021-2022 Proposed Budget: \$263,213
- ▶ Budget Difference: **\$(2,029)**
 - Negotiated Teacher Contract Salary and Benefit Increases
 - Health Insurance Rate Increase
 - New Hampshire Retirement Rate Increase
 - Reduction of ESOL Assistant

Function 1300- Career and Technical Center

- ▶ FY 2020-2021 Approved Budget: \$805,327
- ▶ FY 2021-2022 Proposed Budget: \$838,513
- ▶ Budget Difference: \$33,186
 - Negotiated Teacher and SACA Contract Salary and Benefit Increases
 - Health Insurance Rate Increase and plan changes
 - New Hampshire Retirement Rate Increase
 - Misc. Increases/Decreases in supplies, equipment, print media

Function 1410- Co-Curricular

- ▶ FY 2020-2021 Approved Budget: \$46,564
- ▶ FY 2021-2022 Proposed Budget: \$48,309
- ▶ Budget Difference: \$1,745
 - Increases based on negotiated teacher contract Appendix C changes.
 - New Hampshire Retirement Rate Increase

Function 1420- Athletics

- ▶ FY 2020-2021 Approved Budget: \$179,111
- ▶ FY 2020-2021 Proposed Budget: \$179,877
- ▶ Budget Difference: \$766
 - Increases based on negotiated teacher contract Appendix C changes.
 - New Hampshire Retirement Rate Increases
 - Reduction of Football Reconditioning One-Time Expenditure from prior year

Function 2110- Attendance/Truant

- ▶ FY 2020-2021 Approved Budget: \$129,134
- ▶ FY 2021-2022 Proposed Budget: \$77,509
- ▶ Budget Difference: **\$(51,625)**
 - Reduction of Truancy Officer
 - School Resource Officer Estimated Increase

Function 2120- Guidance Services

- ▶ FY 2020-2021 Approved Budget: \$804,177
- ▶ FY 2021-2022 Proposed Budget: \$848,230
- ▶ Budget Difference: \$44,053
 - Negotiated Teacher Contract Salary and Benefit Increases
 - Health Insurance Rate Increase
 - Health Plan Changes
 - New Hampshire Retirement Rate Increases
 - Reclassify Testing from Function 2210

Function 2130- Nurse Services

- ▶ FY 2020-2021 Approved Budget: \$333,921
- ▶ FY 2021-2022 Proposed Budget: \$343,804
- ▶ Budget Difference: \$9,883
 - Negotiated Teacher Contract Salary and Benefit Increases
 - Health Insurance Rate Increase
 - New Hampshire Retirement Rate Increases

Function 2150- Speech Services

- ▶ FY 2020-2021 Approved Budget: \$325,052
- ▶ FY 2021-2022 Proposed Budget: \$328,690
- ▶ Budget Difference: \$3,638
 - Negotiated Teacher Contract Salary and Benefit Increases
 - Health Insurance Rate Increase
 - New Hampshire Retirement Rate Increases
 - Staff Changes

Function 2160- PT/OT Services

- ▶ FY 2020-2021 Approved Budget: \$299,295
- ▶ FY 2021-2022 Proposed Budget: \$242,208
- ▶ Budget Difference: **\$(57,087)**
 - Contracted Services based on current need/services

Function 2190- Strafford Learning Center Dues

- ▶ FY 2020-2021 Approved Budget: \$9,988
- ▶ FY 2020-2021 Proposed Budget: \$9,988
- ▶ Budget Difference: \$0
 - No Change

Function 2210- Improvement of Instruction

- ▶ FY 2020-2021 Approved Budget: \$58,118
- ▶ FY 2021-2022 Proposed Budget: \$50,363
- ▶ Budget Difference: **\$(7,755)**
 - Reclassify Testing to Guidance Function

Function 2213- Admin Professional Development

- ▶ FY 2020-2021 Approved Budget: \$18,000
- ▶ FY 2021-2022 Proposed Budget: \$18,000
- ▶ Budget Difference: \$0

Function 2222- Librarian Services

- ▶ FY 2020-2021 Approved Budget: \$345,782
- ▶ FY 2021-2022 Proposed Budget: \$348,702
- ▶ Budget Difference: \$2,920
 - Negotiated Teacher Contract Salary and Benefit Increases
 - Health Insurance Rate Increase and plan changes
 - New Hampshire Retirement Rate Increases

Function 2310/2312- School Board

- ▶ FY 2020-2021 Approved Budget: \$16,585
- ▶ FY 2021-2022 Proposed Budget: \$16,585
- ▶ Budget Difference: \$ 0

Function 2317-2319- Audit and Legal

- ▶ FY 2020-2021 Approved Budget: \$45,000
- ▶ FY 2021-2022 Proposed Budget: \$45,000
- ▶ Budget Difference: \$0

Function 2320-2324 SAU Expenditures

- ▶ FY 2020-2021 Approved Budget: \$1,048,000
- ▶ FY 2021-2022 Proposed Budget: \$1,247,749
- ▶ Budget Difference: \$199,749
 - Increase based on SAU Approved Budget
 - Offset by Revenue from Rollinsford School District based on SAU Withdrawal Plan

Function 2400- School Administration

- ▶ FY 2020-2021 Approved Budget: \$1,788,027
- ▶ FY 2021-2022 Proposed Budget: \$1,882,927
- ▶ Budget Difference: \$94,900
 - Administrator Proposed 3% Salary Increase
 - Negotiated SACA Salary and Benefit Increases
 - Health Insurance Rate Increase
 - New Hampshire Retirement Rate Increases
 - Health Plan Changes
 - Misc. Increases/Decreases in Supplies

Function 2610- Custodial and Maintenance

- ▶ FY 2020-2021 Approved Budget: \$146,631
- ▶ FY 2021-2022 Proposed Budget: \$152,855
- ▶ Budget Difference: \$6,224
 - Proposed 3% Administrator Salary Increase
 - Health Insurance Rate Increase
 - New Hampshire Retirement Rate Increase

Function 2620- Property/Liability Insurance

- ▶ FY 2020-2021 Approved Budget: \$110,952
- ▶ FY 2021-2022 Proposed Budget: \$113,839
- ▶ Budget Difference: \$2,887
 - Increase based on Primex Rate Increase

Function 2621- Custodial Services

- ▶ FY 2020-2021 Approved Budget: \$1,046,417
- ▶ FY 2021-2022 Proposed Budget: \$1,159,139
- ▶ Budget Difference: \$112,722
 - Negotiated Custodial Contract Salary and Benefit Increases
 - Health Insurance Rate Increase
 - New Hampshire Retirement Rate Increase
 - Increase for SAU Custodial Salaries and Benefits and Supplies

Function 2622- Utilities

- ▶ FY 2020-2021 Approved Budget: \$623,700
- ▶ FY 2021-2022 Proposed Budget: \$640,263
- ▶ Budget Difference: \$16,563
 - Increase based on SAU Utilities

Function 2630- Lawn Care

- ▶ FY 2020-2021 Approved Budget: \$8,979
- ▶ FY 2021-2022 Proposed Budget: \$8,979
- ▶ Budget Difference: \$ 0

Function 2631- Trash Removal

- ▶ FY 2020-2021 Approved Budget: \$50,000
- ▶ FY 2021-2022 Proposed Budget: \$50,000
- ▶ Budget Difference: \$ 0

Function 2640/2641- Maintenance

- ▶ FY 2020-2021 Approved Budget: \$325,339
- ▶ FY 2021-2022 Proposed Budget: \$333,139
- ▶ Budget Difference: \$7,800
 - Increase based on inclusion of SAU Maintenance

Function 2643- Special Projects

- ▶ FY 2020-2021 Approved Budget: \$948,866
- ▶ FY 2021-2022 Proposed Budget: \$0
- ▶ Budget Difference: **\$(948,866)**
 - Reduction of One-Time Expenditures included in the FY20/21 Budget

Function 2650- Vehicle Repair/Maintenance

- ▶ FY 2020-2021 Approved Budget: \$1,000
- ▶ FY 2021-2022 Proposed Budget: \$1,000
- ▶ Budget Difference: \$0

Function 2690- SAU Property and Liability

- ▶ FY 2020-2021 Approved Budget: \$0
- ▶ FY 2021-2022 Proposed Budget: \$3,557
- ▶ Budget Difference: \$3,557
 - Increase due to inclusion of SAU Budget.

Function 2721-2725- Transportation

- ▶ FY 2020-2021 Approved Budget: \$1,145,661
- ▶ FY 2021-2022 Proposed Budget: \$1,171,248
- ▶ Budget Difference: 25,587
 - Contractual Increases for Regular and SPED Transportation
 - Increase to Athletic Transportation based on First Student Contract

Function 2840

Contracted Technology Support

- ▶ FY 2020-2021 Approved Budget: \$446,563
- ▶ FY 2021-2022 Proposed Budget: \$293,320
- ▶ Budget Difference: **\$(153,243)**
 - Reduction of Staff Laptop Replacement One-Time Expenditure
 - Technology Budget Reduction

Function 2900/2990-Other Support Services

- ▶ FY 2020-2021 Approved Budget: \$416,035
- ▶ FY 2021-2022 Proposed Budget: \$415,312
- ▶ Budget Difference: **\$(723)**
 - Decrease based on retirement payouts for staff
 - Increase based on retiree health insurance changes
 - Decrease to Workers Compensation Insurance based on Primex Rate

Function 4010-4025

Maple Wood Renovation Project

- ▶ FY 2020-2021 Approved Budget: \$1,165,783
- ▶ FY 2021-2022 Proposed Budget: \$0
- ▶ Budget Difference: **\$(1,165,783)**
 - Reduction of Maple Wood Renovation Project

Function 5100-Debt Services

- ▶ FY 2020-2021 Approved Budget: \$1,831,958
- ▶ FY 2021-2022 Proposed Budget: \$1,875,412
- ▶ Budget Difference: \$43,454
 - Decrease based on bond schedule
 - Additional Principal and Interest for Middle School Elevator

Function 5221-Transfer to Food Service

- ▶ FY 2020-2021 Approved Budget: \$30,000
- ▶ FY 2021-2022 Proposed Budget: \$30,000
- ▶ Budget Difference: \$0

Somersworth School District 2021-2022 Budget Summary

Total Budget Summary

2021-2022 Proposed Budget:	\$ 27,260,851
2021-2022 Estimated Revenue:	\$ 8,364,485
2021-2022 Total Net Budget:	\$18,896,366
Total Net Budget Increase:	\$ 659,295

City of Somersworth Resolution 31-21

Use of Fund Balance as Revenue

- ▶ WHEREAS, the School Department/School Board is required to prepare an annual budget for consideration and action by the City Council, and
- ▶ WHEREAS, each year the School Department's annual budget may provide unexpended funds/surplus funds that will lapse to the City's fund balance; and
- ▶ WHEREAS, during the annual budget development of the School Department/School Board's budget conditions may be such that all or a portion of any such anticipated surplus within the current budget would be advantageous to use as a revenue source in the upcoming budget, and
- ▶ WHEREAS, the Finance Committee unanimously recommends adoption/ratification of the following considerations, to be reviewed annually by the City Council:
 - ▶ The School Department/School Board will report each February to the City Manager the estimated amount of surplus, if any, that will lapse to the City's General Fund as result of current unexpended budget funds.
 - ▶ The School Department/School Board will develop an amount, if any, of the estimated surplus that they recommend be used as a revenue source in the ensuing budget.
 - ▶ Once the City Manager receives the aforementioned information, the City Council will deliberate and take action on the amount, if any, that may be used as a revenue source in the ensuing School Department/School Board budget.

City of Somersworth Resolution 31-21

Use of Fund Balance as Revenue

- ▶ The School Board reviewed the current FY 20-21 budget savings at the budget workshop on February 6, 2021. The School Board made a motion to recommend to the City Council to use \$419,671 from the unexpended funds at the end of FY 20-21 as revenue in the proposed FY 21-22 budget.
- ▶ The City Council will be meeting on February 16, 2021 to vote on the proposed resolution.
- ▶ If the City Council approves Resolution 31-21, it will allow the school district to be able to have additional revenue to use to cover some of the budget reductions that needed to be made in order to meet the tax cap requirements.
- ▶ Each year the School Board will determine the amount if any of unexpended funds that could be used as revenue in the following years budget. This revenue source could possibly be a one-time revenue source depending on the budget savings that are realized each year. The last two years of budget savings are anomalies due to the COVID-19 pandemic.
- ▶ This is another great example that shows the collaboration between the City and the School and what makes Somersworth a model to many other communities.

City of Somersworth Resolution 31-21

Use of Fund Balance as Revenue

Tier Two Budget Reductions		
Truancy Officer		65,000.00
Elementary Teacher		65,000.00
Building Aid Idlehurst		50,000.00
Building Aid Maple Wood		50,000.00
		230,000.00
Tier Three Budget Reductions		
Early Childhood Interventionist		94,671.00
High School Teacher		95,000.00
		189,671.00
Total Budget Reductions		419,671.00

Somersworth School District 2021-2022 Budget Summary Including Unexpended Funds Revenue

Total Budget Summary

2021-2022 Proposed Budget:	\$ 27,680,522
2021-2022 Estimated Revenue:	\$ 8,784,156
2021-2022 Total Net Budget:	\$18,896,366
Total Net Budget Increase:	\$ 659,295

Somersworth School District Proposed 2021-2022 Budget Next Steps

- ▶ Proposed 2021-2022 Budget Public Hearing February 15, 2021
- ▶ City Council Meeting to vote on proposed Resolution-February 16, 2021
- ▶ Proposed 2021-2022 Budget will be submitted to the City Manager by March 1, 2021
- ▶ Continue working with the City Council, Joint Finance Committees and Joint Commission on collaborative services and collaborative efforts to provide a budget that meets the needs of the city and school while keeping the tax rate down for our taxpayers.