

Barrington Public Schools  
FY2013-14  
Budget Summary



# Overview of Approved FY14 Budget

- **Budget Timeline**

- January 3, 2103 - Building Principals Presentation
- January 17, 2013 - School Committee and Public Input
- February 7, 2013 – Budget Workshops
- February – April – Budget Presentations by Administration at all Schools
- February 14, 2013 - Draft Budget Summary presented
- February 21, 2013 - School Committee approved submittal of the Budget to the Committee on Appropriations (COA)
- February 22, 2013 - Complete Budget was emailed to the COA

- **Financial Town Meeting (FTM) May 22, 2013**

- Resolution to transfer balance of funds from Capital Reserve - Fire Code to Capital Reserve - School Improvement in the amount of \$63,000
- Approved spending increase of \$900,000 for Operating and Capital
- Approved Budget out of balance by \$277,550
- Projected FY13 Surplus \$450,000 (subject to change upon completion of audit)
- Why you wouldn't use surplus to support an operating budget?
  - Conflicts with the School Committee Fund Balance Policy
  - Structural budget deficit
  - Potential negative impact on the Town Bond Rating
  - May require additional State reporting and oversight

# What is a Structural Deficit?

- Structural deficit occurs when you use a one time revenue source for an on-going operating expense



# **Barrington School Committee Fund Balance/Spending Policy (DBB)**

## Introduction

The purpose of this document is to recommend policies regarding appropriate levels of Fund Balances and Retained Earnings for the School Department Operating Fund.

This policy is intended to provide guidelines for budget decisions relative to the appropriate use of resources and the maintenance of adequate reserves sufficient to ensure that programs and services continue to students when unanticipated expenditures, emergencies and/or fluctuations in revenue sources occur.

### *School General Unrestricted Operating Fund – Unassigned Undesignated Fund Balance (as defined per GASB 54)*

The School Department shall maintain an unreserved unassigned fund balance of no less than 1 percent of its general operating expenditures.

These funds will be limited to one time emergency expenses. The intent is to avoid deficient spending for specific emergencies outlined below:

Excess expenses for Heating and Electricity that exceed budget.

Excess expenses related to Special Education; such as, but not limited to out-of-district placements and special education services.

Excess expenses for Medical Insurance for employees who exercise their option for coverage as defined by the medical plan document and labor contracts.

### **These funds cannot be used for hiring additional personnel.**

After completion of the annual audit, if the undesignated unassigned fund balance exceeds 1% of the prior year's operating budget, the excess funds shall be designated assigned for capital projects and will be transferred into the applicable School Improvement Capital Reserve Funds for use on non-recurring expenditures.

The Barrington Public Schools shall, when possible, expend funds beginning with those funds that have the highest level of restriction first, and will spend those funds with the lowest level of restriction last.

Approved 04/23/09

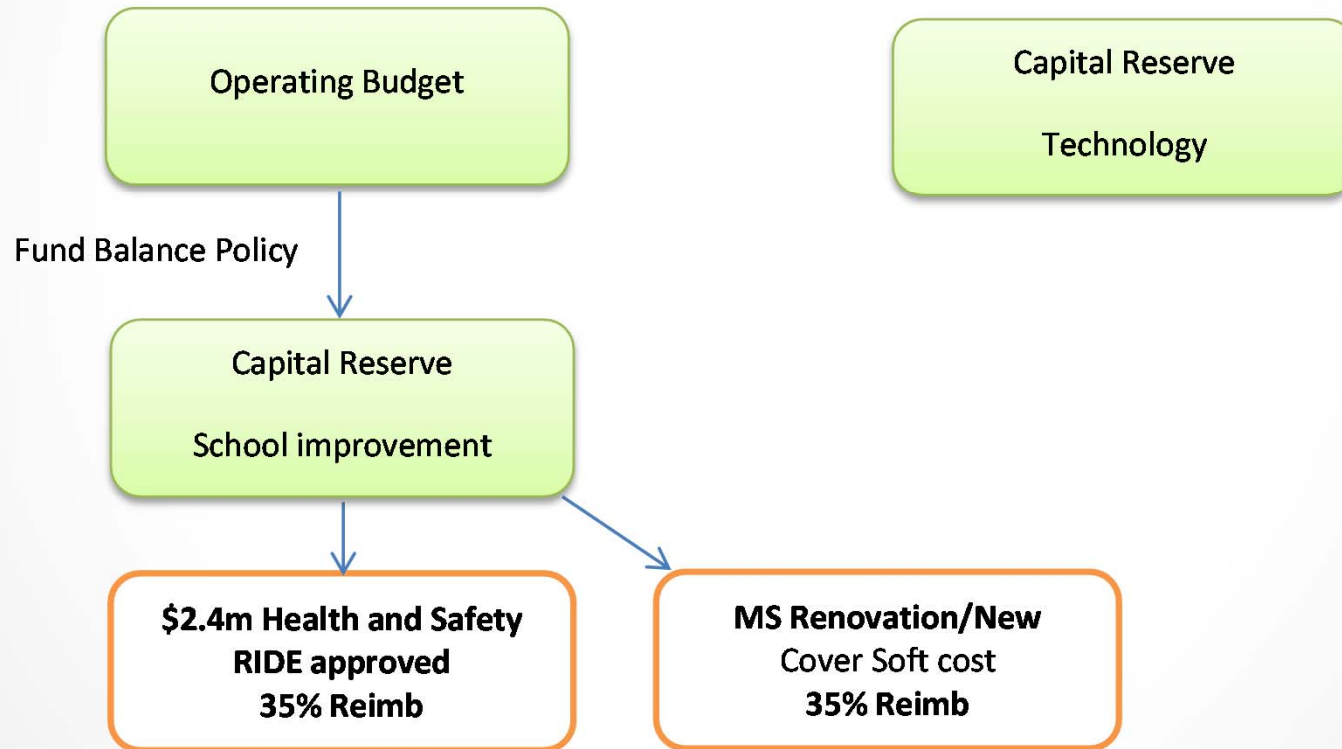
Amended 06/23/11



# Barrington Public Schools

## Flowchart

### Operating Surplus to Capital Reserve – School Improvement Fund



**Barrington Public Schools  
Final Budget Summary  
2013-2014  
June 6, 2013**

<b>Operating Budget 2012-2013</b>	<b>\$ 44,712,464</b>			
		<b>Adjustment during Budget Process</b>		
	<b>Proposed Bdgt Submitted to COA 2/22/2013</b>	<b>NEAB Contract &amp; Bdgt Adj 4/29/2013</b>	<b>FTM Bdgt Adj 5/22/13</b>	<b>Approved Budget Increase</b>
<b><u>Current Program</u></b>				
Salary Increases (51000)	\$ 579,756	\$ (100,883)	\$ (191,680)	\$ 287,193
Employee Benefit (52000)	\$ 559,134	\$ (398,343)	\$ (91,922)	\$ 68,869
Contracted Services (53000)	\$ 94,641	\$ -	\$ -	\$ 94,641
Tech, Maintenance & Property Serv (54000)	\$ 75,753	\$ -	\$ 6,052	\$ 81,805
Other Purchase Services (55000)	\$ 85,671	\$ (13,874)	\$ -	\$ 71,797
Supplies / Textbooks (56000)	\$ 32,230	\$ -	\$ -	\$ 32,230
Educ Equipment (57000)	\$ 723	\$ -	\$ -	\$ 723
Dues & Fees (58000)	\$ (12,258)	\$ -	\$ -	\$ (12,258)
		<b>\$ (513,100)</b>	<b>\$ (277,550)</b>	
<b>Total Net Increase in Operating Budget</b>	<b>\$ 1,415,650</b>			<b>\$ 625,000</b>
<b>Operating Budget 2013-2014</b>	<b>\$ 46,128,114</b>			<b>\$ 45,337,464</b>
<b>Total Net Increase in Operating Budget</b>	<b>\$ 1,415,650</b>	<b>\$ 902,550</b>		<b>\$ 625,000</b>
<b>FY14 Capital Reserve - Technology</b>	<b>\$ 275,000</b>	<b>\$ 275,000</b>		<b>\$ 275,000</b>
<b>Total Increase Operating / Capital</b>	<b>\$ 1,690,650</b>	<b>\$ 1,177,550</b>		<b>\$ 900,000</b>
<b>Total Request Operating / Capital</b>	<b>46,403,114</b>			
	<b>Total Approved Budget per FTM</b>	<b>\$ 900,000</b>		<b>\$ 45,612,464</b>
	<b>Adjustment Needed for a Balanced Budget</b>	<b>\$ (277,550)</b>		

# Balanced Budget

## Approved Operating/Capital Budget

• Revenue	FY14
○ Local Tax Payers (Oper)	\$41,130,348
○ Local Tax Payers (Tech)	\$ 275,000
○ State Aid.	\$ 3,957,116
○ Medicaid Reimb.	<u>\$ 250,000</u>
• Total Revenue	\$45,612,464
• Expenses	
○ Approved Oper Budget	\$45,337,464
○ Capital – Technology	<u>\$ 275,000</u>
• Total Expense	\$45,612,464
• Balance Budget	\$ -0-

**Barrington Public Schools  
Surplus Allocation**

	<u>FY08</u>	<u>FY09</u>	<u>FY10</u>	<u>FY11</u>	<u>FY12</u>
<b>Surplus</b>	\$ 239,168	\$ 753,557	\$ 1,356,121	\$ 1,246,354	\$ 386,275
Fund Balance - Prior Year	\$ 440,387	\$ 406,535	\$ 406,535	\$ 424,021	\$ 421,313
Transfer to Town MV Phase-out	\$ -	\$ -	\$ -	\$ 29,708	\$ -
Transfer for other uses	\$ -	\$ 30,600	\$ 21,538	\$ 4,473	\$ -
Fund Balance before Designated Transfer	\$ 1,193,944	\$ 1,793,256	\$ 1,721,621	\$ 812,061	\$ -
Reduction Fund Balance - Designated					
Re-Approp School Surplus	\$ -	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000
Designed to Town	\$ -	\$ 150,000	\$ -	\$ -	\$ -
Transfer to Cap Res - Tech	\$ -	\$ 100,000	\$ 150,000	\$ 150,000	\$ 150,000
Transfer to Cap Res - Sch Imp	\$ 787,352	\$ 919,234	\$ 950,308	\$ 28,268	\$ -
Total Reduction - Designated	\$ 787,352	\$ 1,369,234	\$ 1,300,308	\$ 378,268	\$ -
Audited Undesignated Fund Balance per SC Policy	\$ 440,387	\$ 406,535	\$ 424,021	\$ 421,313	\$ 433,793



**Capital Reserve - School Improvement  
Summary Transaction FY08 - FY13**

Transfer to Capital Reserve - School Improvement	\$ 2,685,162
Roof Replacement - Nayatt and Primrose	\$ (1,179,168)
High School Parking Lot	\$ (815,895)
Sowams Parking Lot	<u>\$ (206,041)</u>
	\$ 484,058
Housing Aid Reimbursement	\$ 497,933
Interest Income	\$ 24,647
Transfer from Cap Res – Fire Code	<u>\$ 63,000</u>
FY13 Projected Bal - Cap Res - Sch Improv Fund	\$ 1,069,638
RIDE Approved Immediate Health & Safety Projects	\$ 2,464,305

# Questions

