

Multi-year Fiscal Review and Projections

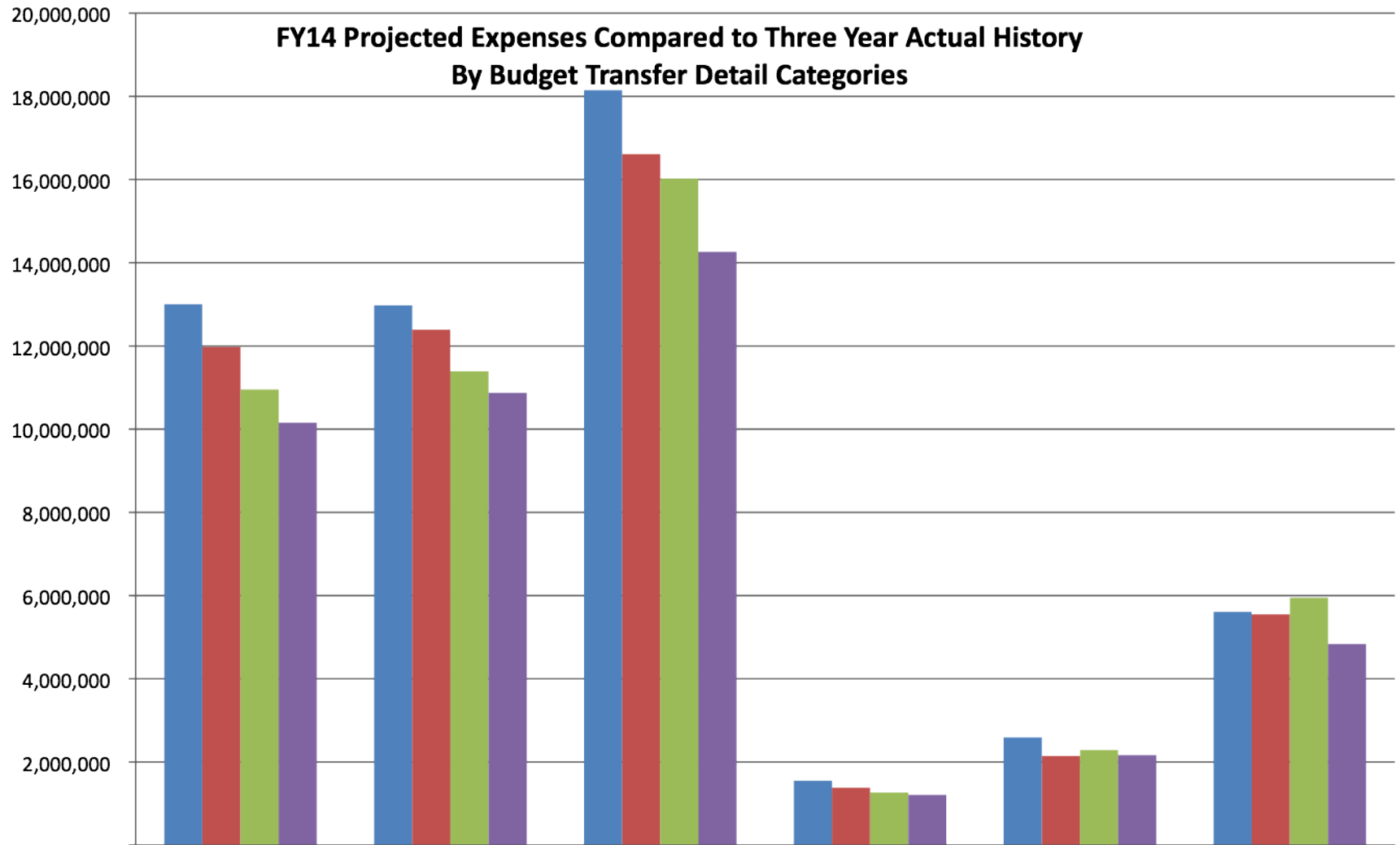
Presentation to the Arlington School
Committee

November 14, 2013

Three Year Expenditure History

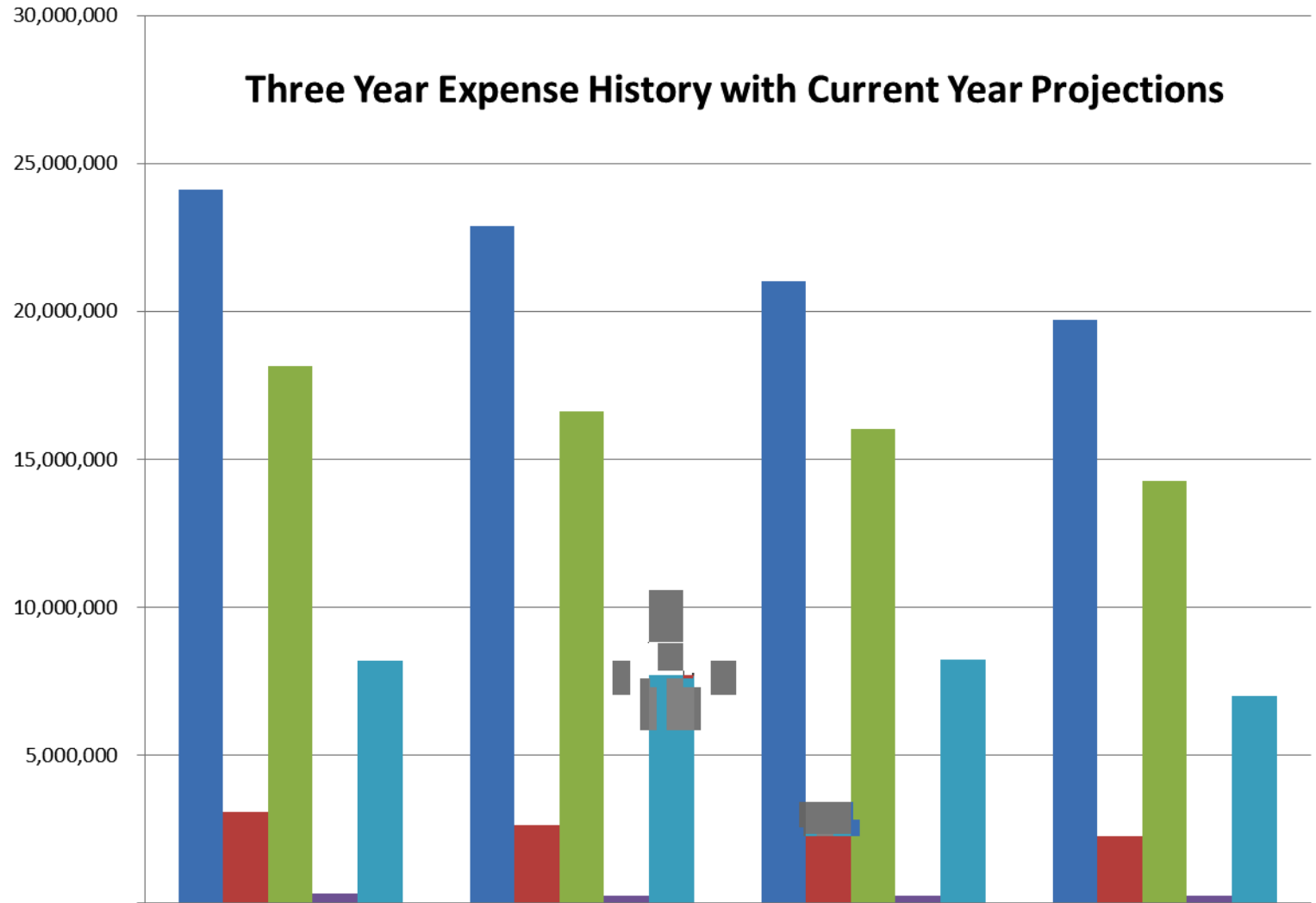
- Notable changes include:
 - Special Education cost increases year to year
 - Intervention services (ELL, Reading, Math, Guidance)
 - General Education expense growth
 - Drop in Admin due to lower than budgeted Legal costs
- Growth in classroom and other technology requires planning for replacement on a three year cycle

**FY14 Projected Expenses Compared to Three Year Actual History
By Budget Transfer Detail Categories**



	Elementary	Secondary	Special Education	Curric. & Instr.	Administration	Other (IT, Facilities, Trans.)
FY14 Projected	13,003,267	12,974,420	18,149,802	1,549,100	2,591,737	5,608,575
FY13 Actuals	11,973,965	12,394,808	16,609,193	1,382,497	2,148,487	5,550,508
FY12 Actuals	10,953,880	11,394,129	16,025,742	1,269,020	2,286,877	5,945,357
FY11 Actuals	10,156,956	10,872,645	14,263,346	1,209,250	2,165,840	4,837,092

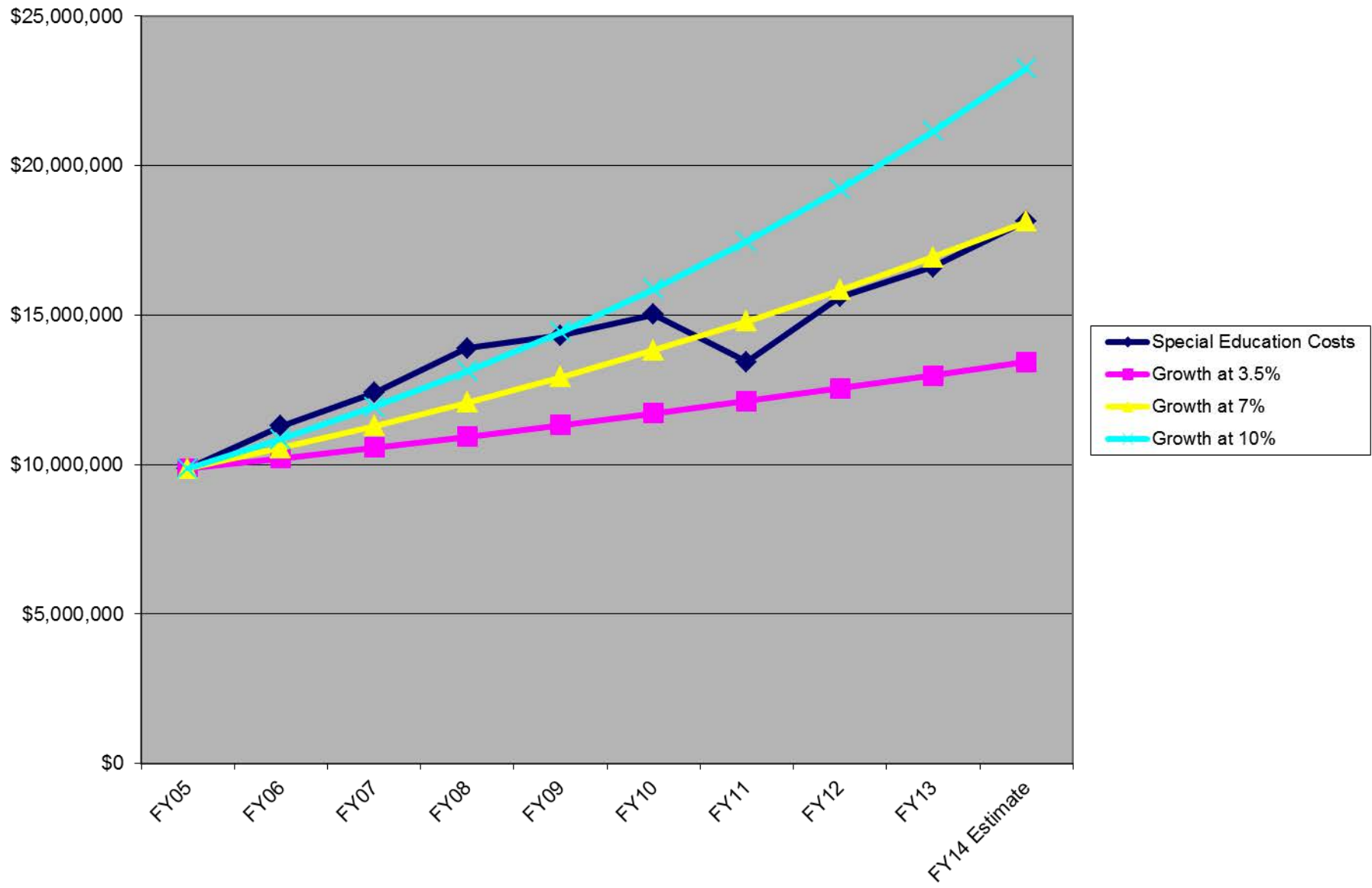
Three Year Expense History with Current Year Projections

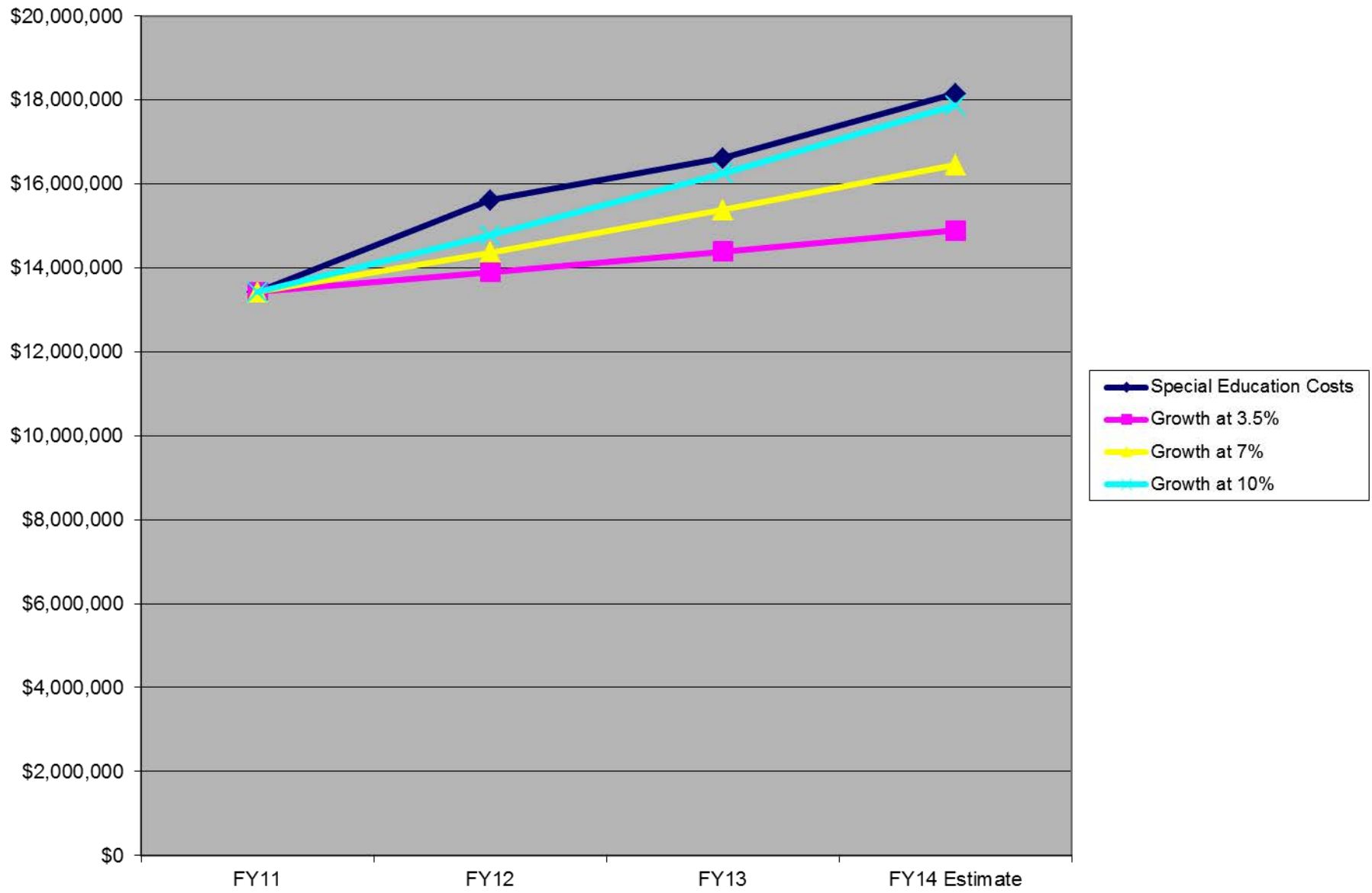


	FY14 Projected	FY13	FY12	FY11
■ General Education	24,105,123	22,868,268	21,029,701	19,720,426
■ Interventions	3,095,525	2,646,733	2,347,803	2,276,131
■ Special Education	18,149,802	16,609,193	16,024,772	14,256,245
■ Direct Professional Development	326,138	236,269	240,494	249,395
■ Admin & Infrastructure	8,200,312	7,698,996	8,232,234	7,002,932

Looking forward: Special Education

- Multiyear Financial Plan for Town and School accommodated a low average Special Education growth rate of 7%
- While not every year meets that growth level, many previous years have exceeded it
- 7% is needed every year to make up for those years when growth is higher





Enrollment

- Enrollment pressure has escalated in last two years with 281 additional students
- Since FY2000 Arlington has added nearly one thousand students
- Pressure on facilities is considerable

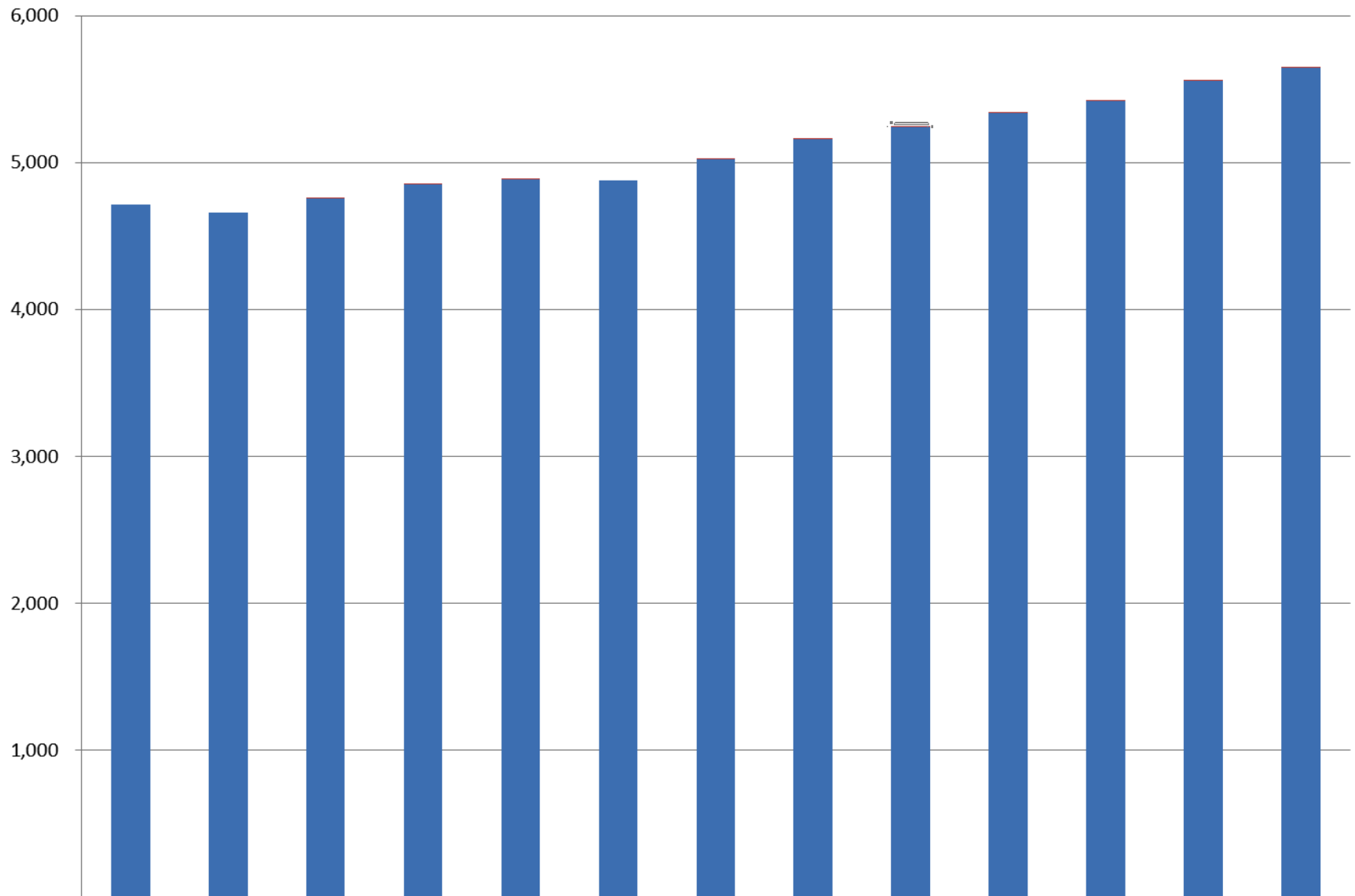
Redistricting

Larger Thompson

High School Renovation

Looking Forward: Enrollment Growth

- The Multiyear Plan for Town and Schools assumes that we will maintain our services within the budgetary restraints of the plan
- The Multiyear Plan did not assume large swings in population, nor does it presently compensate for such pressures on the budget
- Given the enrollment growth, we could only maintain our budget with the confines of the plan by reducing services to our students



	FY07	FY08	FY09	FY10	FY11	FY12	FY13	FY14	FY15 Projected	FY16 Projected	FY17 Projected	FY18 Projected	FY19 Projected
% Growth		-1%	2%	2%	1%	0%	3%	3%	2%	2%	1%	3%	2%
Enrollment	4,716	4,659	4,756	4,850	4,882	4,876	5,023	5,157	5,238	5,338	5,418	5,557	5,643

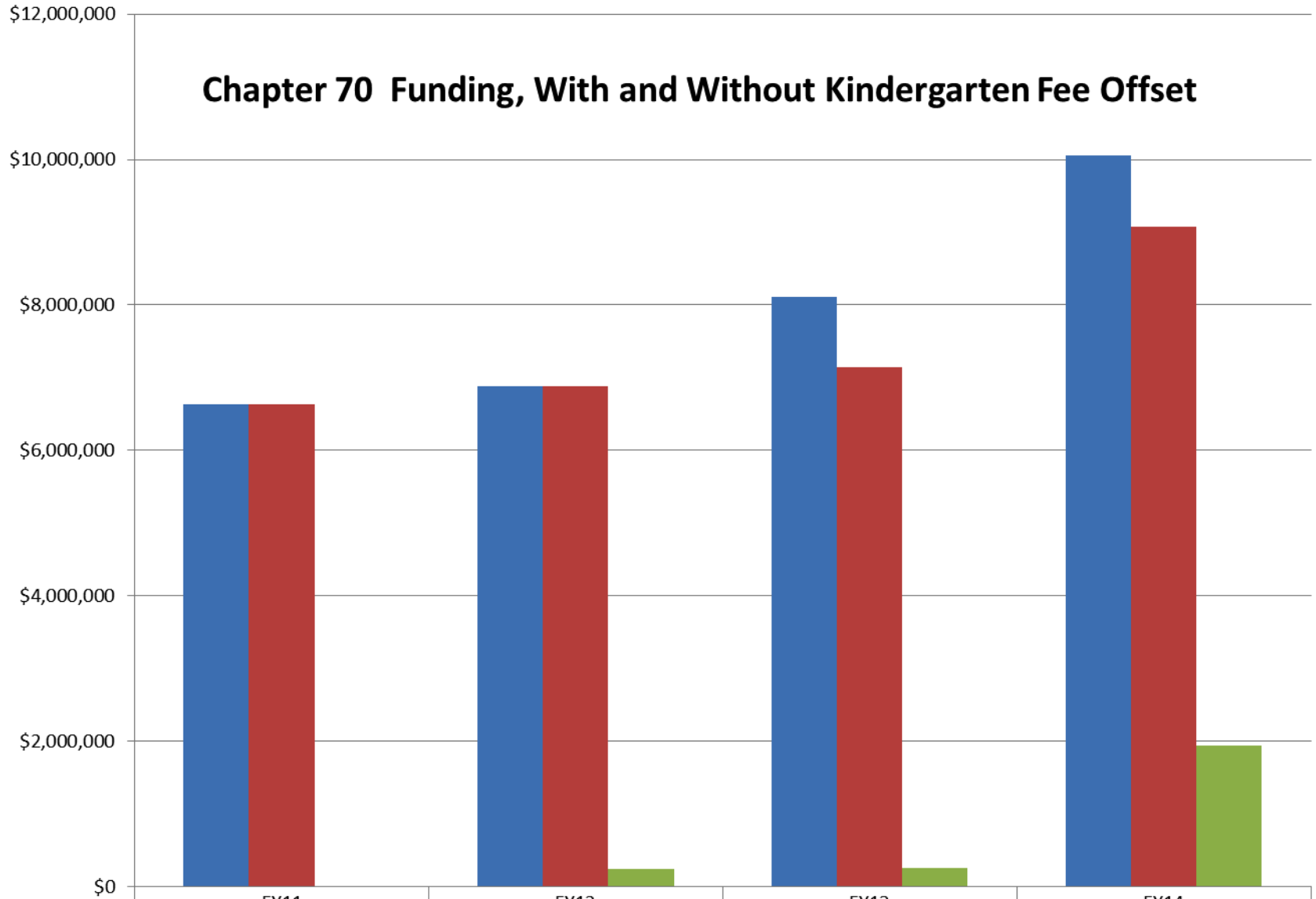
Chapter 70 Funding

- Chapter 70 is the source of State funding to support education
- The amount allocated each year is based on the total number of students, the types of students (more funding is allocated for Special Education, limited English proficiency and low income students), the wealth of the community and State budget allocations
- Arlington's Chapter 70 funding has risen in the last four years

Chapter 70 Continued

- Some of this increase is due to the move to full day kindergarten without fees
- If we reduce the amount of Chapter 70 funding by the amount of kindergarten tuition formerly collected (and now offset by the Town), the net increase of Chapter 70 to the Town of Arlington since FY11 is \$2,446,923
- With enrollment continuing to rise, we should expect to see continued growth to Chapter 70 funding allocations

Chapter 70 Funding, With and Without Kindergarten Fee Offset



	FY11	FY12	FY13	FY14
■ Chapter 70	6,632,057	6,880,580	8,109,496	10,048,980
■ Less Kgarten Offset	6,632,057	6,880,580	7,139,496	9,078,980
■ Increase from PY		248,523	258,916	1,939,484

Proposed Adjustment to the Multiyear Plan

- FY14 net increase in Students as of the Fall state enrollment reporting (134)
- Multiplied by a Per Pupil growth factor amount to be determined
- This amount added to the FY15 School Department base allocation in advance of the budget process, to allow thoughtful educational planning for the upcoming year
- In subsequent years, the current year's enrollment change (up or down) will be multiplied by the Per Pupil growth factor and used to adjust the future year's base budget amount in advance of the budget process