



Town/School Partnership

10/7/20

Today's Agenda

- ▶ Meeting Minutes for Approval
 - ▶ September 10, 2020 (postponed)
- ▶ FY2021 Budget
 - ▶ Revised Revenue and Expenditure Estimates
 - ▶ PSB budget update
 - ▶ Reopening
 - ▶ Enrollment
- ▶ FY22 Preliminary Projection
- ▶ Two-year budget planning
- ▶ Other Business

FY21 Budget update

FY21 Addl General Fund Revenue	1,050,000		
Reserve Fund	1,821,951	Amount beyond policy	
FEMA/CAREs eligibility	<i>tbd</i>	COVID expenses through 12/30	
CDBG	<i>tbd</i>		
	2,871,951		
<u>FY21 Expenditure Assumptions</u>			
	<i>High</i>	<i>Med</i>	<i>Low</i>
Schools	3,500,000	2,300,000	1,700,000
Town	856,029	650,000	500,000
Capital	2,000,000	1,500,000	1,000,000
	6,356,029	4,450,000	3,200,000
Shortfall	(3,484,078)	(1,578,049)	(328,049)

CARES funding update

CARES FUNDING AWARD	\$5,229,227
SUBMITTED	\$886,113
PENDING SUBMISSION (Approx.)	\$1,375,000
PROJECTED EXPENSES	<u>\$1,825,000</u>
TOTAL PROJECTED + EXPENDED	\$4,086,113
REMAINING	\$1,143,114

- ▶ Projected expenses do not include personnel costs associated with potential outbreaks
- ▶ Does not include additional CARES grant allocated directly to PSB
- ▶ Includes \$250K for community testing program
- ▶ Covers unbudgeted COVID expenses through 12/30

CDBG support for social services

<u>Source</u>		<u>Use</u>
CDBG-CV (CARES)	\$ 1,338,371	Multiple agencies*
Prior year CDBG re-allocated	\$ 75,000	Safety Net
Current Year CDBG redirected	\$ 75,000	Food Pantry
Brookline Housing Trust	<u>\$ 100,000</u>	Safety Net
TOTAL Town Funds for Pandemic Relief	\$ 1,588,371	

- Brookline Community Foundation Safety Net Fund, Food Pantry, COA, Steps to Success, Family Aid Boston, Brookline Center for Community Mental Health, Brookline Housing Authority, Business Assistance program

FY22 Preliminary Revenue Projection

FY22 Operating Revenue		<u>assumptions</u>
Property tax	8,338,218	\$2.3M new growth
Local Receipts	611,831	full year of trash fee
State Aid	(2,834,514)	15% cut
Other Avail	3,772	
	<hr/>	
	6,119,307	

▶ Unknowns:

- ▶ Federal aid
- ▶ Projected FY22 State Aid - is level funding 2 years in a row feasible
- ▶ New Normal revenue activity - "square root" recovery with certain level of permanent decline

FY22 Preliminary Projection

FY22	TOWN CB		
	0%	1%	2%
	Group Health		
	5%	8%	10%
Add'l Operating Revenue	\$6.1	\$6.1	\$6.1
- Prior Year Deficit	\$0.3	\$1.58	\$3.48
- Health Insurance	\$1.6	\$2.62	\$3.27
- Pensions	\$2.1	\$2.1	\$2.1
- Other Pers Bene's	\$0.5	\$0.8	\$0.8
- Coll Barg / Steps Schools	\$5.1	\$5.1	\$5.1
- Coll Barg / Steps Town	\$0.2	\$0.86	\$1.45
- School Dept	\$1.0	\$1.0	\$1.0
- Tax-Financed CIP	\$4.2	\$4.2	\$4.2
- Inflation	\$0.3	\$0.3	\$0.3
- Utilities	\$0.2	\$0.2	\$0.2
- Non-Appropriated	\$0.2	\$0.2	\$0.2
- Misc	\$0.1	\$0.1	\$0.1
Total Growth in Expenditures	\$15.9	\$19.0	\$22.1
SURPLUS / (DEFICIT)	(\$9.8)	(\$12.9)	(\$16.0)

FY21 Budget revisited

FY21 Addl General Fund Revenue	1,050,000	
Reserve Fund	1,821,951	Amount beyond policy
FEMA/CAREs eligibility	<i>tbd</i>	COVID expenses through 12/30
CDBG	<i>tbd</i>	
	<hr/>	
	2,871,951	

FY21 Expenditure Assumptions

	<i>High</i>	<i>Med</i>	<i>Low</i>
Schools	3,500,000	2,300,000	1,700,000
Town	856,029	650,000	500,000
Capital	<hr/>	<hr/>	<hr/>
	2,000,000	1,500,000	1,000,000
	6,356,029	4,450,000	3,200,000
Shortfall	(3,484,078)	(1,578,049)	(328,049)

Two Year-plan

- ▶ OPEB Funding - level funded in FY21
- ▶ Capital (operating revenue)- utilized in FY21, not available in FY22 due to HS debt service
- ▶ Stabilization Fund - examine use for FY22
- ▶ Pension - revisit schedule, potential for FY22
- ▶ Free Cash - one-time availability, impacts fund balance
- ▶ Override

- ▶ Need Recovery plan before committing certain funding sources