

# FY22 Budget & FY21 COVID Cost Update

May 18, 2021

# % Increase to Towns Over Time

<b>% Increase in Cost to Town</b>	<b>FY18</b>	<b>FY19</b>	<b>FY20*</b>	<b>FY21</b>	<b>FY22</b>	<b>5-Yr Avg.</b>
Manchester	3.71%	3.34%	2.76%	2.94%	3.24%	3.20%
Essex	2.28%	3.20%	3.02%	3.61%	3.96%	3.22%
<b>Total Increase in Cost to Towns</b>	<b>3.20%</b>	<b>3.29%</b>	<b>2.85%</b>	<b>3.18%</b>	<b>3.50%</b>	<b>3.20%</b>

Assessment = cost of school budget to member towns

Apportionment = split of assessment between towns based on relative enrollment, property values and population per Regional Agreement

*\*FY20 growth of 3.30% reduced to 2.85% by utilizing \$100K of MERSD reserves to lower cost to towns in response to after-budget request from Town of Essex.*

# Updated CARES Funding Estimates

ESSER 1 (80% of Title I)	\$54,198
Remote Learning Technology Enhancement	\$45,250
CvRF School Reopening (\$225/student)	\$303,300
<b>Phase 1 CARES Act</b>	<b>\$402,748</b>
ESSER 2	\$206,931
Coronavirus Prevention Fund	\$45,050
<b>Phase 2 CARES Act</b>	<b>\$251,981</b>
<b>Total CARES To Date</b>	<b>\$654,729</b>
Phase 3 CARES Act - ESSER 3 ( <i>DESE estimate</i> )	\$442,280
<b>CARES FORECAST</b>	<b>\$1,097,009</b>
<b>MERSD COVID Costs to Date</b>	<b>\$1,615,200</b>
<b>Net Cost - to be funded by MERSD Reserves</b>	<b>(\$518,191)</b>
<b><u>Town CARES Funding</u></b>	
Manchester-by-the-Sea	\$2,289,856
Town of Essex	\$1,684,878
<b>Total Town CARES Funding</b>	<b>\$3,974,734</b>

*MERSD has absorbed \$1.6 million est. COVID costs with no increased cost to towns*

# Impact of COVID on MERSD Reserves

	<b>COVID FY21 Cost Projection</b>
<b>Operations, Facilities &amp; Supplies</b>	<b>As of 4/2/21</b>
PPE*	\$350,000
Facilities Expenditures	\$118,000
Additional Custodial (Contract)	\$120,000
General Ed Transportation	\$0
<i>Food Service</i>	<i>\$125,000</i>
Technology	\$466,000
<b>Personnel Costs</b>	\$436,200
<b><i>Total Costs Before State/Federal Aid</i></b>	<b>\$1,615,200</b>
<i>CARES/ESSER Reimbursement</i>	<i>\$1,097,009</i>
<i>Projected FEMA Reimbursement @ 75%</i>	
<b><i>Total Cost to District After State/Federal Aid (Reserve Use)</i></b>	<b>\$518,191</b>

*New wave of significant federal COVID relief will fall far short of actual cost to MERSD*

# FY22 Budget Update

- Health care savings offset by \$200K increased forecast of special education out-of-district tuitions (2 high-cost students)