

# **Lamoille North Modified Unified Union School District**

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**ANNUAL MEETING**

**February 18, 2019**

## **ARTICLE I: Rules of Order**

To determine whether Roberts Rules (Revised) or other rules of order shall govern the parliamentary procedures of the meeting

## **ARTICLE II: Minutes**

To review and approve the minutes of the February 19, 2018 Annual Meeting

## **ARTICLE III: Elect Officers**

To elect by ballot the following officers: a) Moderator; b) Clerk; c) Treasurer

## **ARTICLE IV: Compensation**

To establish compensation for the duly constituted officers and the Board of Directors of said Modified Unified Union School District

### **Proposed Compensation: Officers & Directors**

	<u>Current (FY19)</u>	<u>Proposed (FY20)</u>	<u>Otter Valley</u>	<u>Maple Run</u>
Clerk	\$500/year (plus mileage)	\$500/year (plus mileage)	\$150/meeting	\$1,200/year
Treasurer	\$8,000/year	\$8,000/year	\$6,000/year	\$3,000/year
Board Chair	\$1,800/year	\$1,800/year	\$1,800/year	\$2,000/year
Directors	\$1,500/year	\$1,500/year	\$1,500/year	\$1,500/year

## **ARTICLE V: Officer Reports**

To hear and act upon the reports of the Modified Unified Union School District

**INCLUDED IN THE ANNUAL REPORT OF THE DISTRICT  
BOARD** *(pages 23-34)*

- Mailed to district households February 8, 2019
- Available upon request at the Supervisory Union Central Office.

## Treasurer's Report: Audited Cash June 30, 2018 (Page 32)

<u>Account</u>	<u>Balance 7/1/2017</u>	<u>Debits</u>	<u>Credits</u>	<u>Interest</u>	<u>Balance 6/30/2018</u>
General Fund Checking	3,179,338	61,822,931	64,807,838	10,588	205,018
Tax Anticipation Investment Account	359,690	22,655,465	20,595,737	118,859	2,538,277
GMTCC Adult Ed	45,740	7,221	154		52,806
Eden Bus Reserve	40,752			6	40,758
GMTCC Construction Account	1,052,385		4		1,052,381
Johnson Construction Bond	405,131		205,262		199,869
Eden Construction Bond	311,843	0	6,214	2,081	307,710
Hyde Park Construction Bond	8,985,344		8,091,523	50,769	944,590
GMTCC QZAB Restricted Bond Account	54,731	726,583		17,228	798,542
Belvidere Old School House (Moved to Other Obligations)	20,491	0	20,518	27	0
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<b>LNMUUSD Audited Cash Balances June 30, 2017 &amp; June 30, 2018</b>	<b>14,455,445</b>	<b>85,212,199</b>	<b>93,727,251</b>	<b>199,558</b>	<b>6,139,952</b>

### Audit Statement

The final audits are public documents and may be viewed, along with Annual Meeting Minutes, online at [www.lnsu.org](http://www.lnsu.org), or at the Lamoille North Supervisory Union office from Monday-Friday 8:00 AM-4:00 PM.

## **The FY20 Budgets for LNMUUSD:**

- Combined Elementary budget of \$12,741,522; combined Ed Spending of \$11,402,756; per equalized pupil spending of \$16,876
- Combined Secondary budget of \$13,999,679; combined Ed Spending of \$12,939,663; per equalized pupil spending of \$16,359
- Technical Center budget of \$3,230,526

## **Providing Educational Services, Health & Wellness Services, Transportation Services, and more for:**

- 6 Campuses, including GMTCC
- 1,580 Student (10/1/18 count)
- Grades Pre-K through 12
- Ages 3 -18 plus

## Elementary Level Afterschool Programming Participation:

Eden – 80%

Johnson – 61%

Hyde Park – 44%

Waterville/Belvidere – 92%

## Extra Programming Opportunities:

**Outdoor Education:** Hyde Park – ECO Day, once a week outdoor classroom

**Lego Robotics:** Afterschool program where kids explore AI, Robotics and Design through hands-on building

**Medtrek:** Partnership with college students to explore health careers

**Computer Shop:** Learn to build a desktop, install operating system, coding skills and problem solving

**Literary Magazine:** Students create non-fictional short stories and poems

## **Extra Programming Opportunities (cont.):**

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**Gardening:** Education in Farm-to-Table system and benefits

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**Music/Art & Performing Arts:** Multiple performances each year throughout the district schools

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**Student Clubs:** French, Debate, GLOW, YATST, Honor Society, etc.

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**Athletics:** Basketball, Football Partnership, Cross Country & Nordic Skiing, Track, Soccer, Dance, etc.

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**Student Council:** Giving student body voice for program and opportunities to Administration

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**International Studies and Trips:** Spain, Tanzania, Montreal

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**Community Access:** Significant Community Use of all Facilities

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**ARTICLE VI:** To receive from the Board of School Directors of said District its estimate of expenses of the Lamoille North Modified Unified Union Grade Schools for the ensuing year. This is a public information hearing regarding the budget. (See Article XII)

## Budget Results To Date - Elementary Expenses (Board Approved 1-14-19)

	FY18 Actual	FY19 Approved	FY20 Proposed	Change FY19 to FY20	% Change
Non-SpEd	\$10,507,605	\$9,774,766	\$10,292,795	\$518,029	5.30%
Special Education	<u>\$1,714,782</u>	<u>\$2,397,075</u>	<u>\$1,950,351</u>	<u>(\$446,724)</u>	<u>(18.64%)</u>
<b>Article XII</b>	<b>\$12,222,387</b>	<b>\$12,171,841</b>	<b>\$12,243,146</b>	<b>\$71,305</b>	<b>.586%</b>
Grant Funded (State, Federal & Other)	\$901,528	\$729,551	\$498,376	(\$231,175)	(31.69%)
<b>Total Expenses</b>	<b>\$13,123,915</b>	<b>\$12,901,392</b>	<b>\$12,741,522</b>	<b>(\$159,870)</b>	<b>(1.24%)</b>

## Budget Results To Date - Elementary Revenues (Board Approved 1-14-19)

	FY18 Actual	FY19 Approved	FY20 Proposed	Change FY19 to FY20	% Change
Non-SpEd	\$635,635	\$241,402	\$252,575	\$11,173	4.63%
Special Education	\$413,229	\$896,754	\$480,264	(\$416,490)	(46.44%)
Grant Funds (State, Federal & Other)	\$877,300	\$729,551	\$498,376	(\$231,175)	(31.69%)
Reserves		<u>\$92,595</u>	<u>\$107,551</u>	<u>\$14,956</u>	<u>16.15%</u>
<b>Elementary Revenue</b>	<b>\$1,926,164</b>	<b>\$1,960,302</b>	<b>\$1,338,766</b>	<b>(\$621,536)</b>	<b>(31.71%)</b>

## Elementary Non-SPED Budget Drivers by Object: \$518,029 (increase of 5.30%)

	FY19	FY20	Change	% Change
Salaries	\$4,913,551	\$5,184,722	\$271,171	5.52%
Benefits:	\$1,903,255	\$1,903,970	\$715	.038%
<i>Health Insurance</i>	\$1,279,719	\$1,226,317	(\$53,402)	(4.17%)
<i>All Other Benefits</i>	\$623,536	\$677,653	\$54,117	8.68%
Assessment	\$562,187	\$560,474	(\$1,713)	(.305%)
Health Care Recapture	\$59,365	\$0	(\$59,365)	(100%)
Purchased Services	\$312,142	\$372,942	\$60,800	19.48%
Debt Service:				
Interest (ST)	\$54,703	\$55,700	\$997	1.82%
Interest (LT)	\$416,214	\$416,003	(\$211)	(.051%)
Principal	\$117,088	\$116,519	(\$572)	(.489%)
All Other	\$1,436,261	\$1,682,468	\$246,207	17.14%
<b>Total PreK-6 Expenses</b>	<b>\$9,774,766</b>	<b>\$10,292,795</b>	<b>\$518,029</b>	<b>5.30%</b>

## Elementary Non-SpEd Budget Drivers by Function: \$518,029 (increase of 5.30%)

Budget Function	Amount	Investment Impact	Percent Increase on FY19 Budget	Budget Function	Amount	Investment Impact	Percent Increase on FY19 Budget
1100	\$366,812	Benefits & Purchased Services	8.0%	2500	\$997	ST Borrowing Interest	1.82%
1400	\$1,745	Purchased Services	12.23%	2600	\$121,940	Salaries, Benefits, (restore weekend and evening coverage)	11.48%
2100	(\$20,607)	Salaries & Benefits	(2.58%)	2700	\$33,974	Transportation Contracts (shift from secondary)	8.20%
2200	(\$59,591)	Salaries, Benefits & Equipment	(12.46%)	2800	\$96,562	Salaries, Benefits (from func. 2200) & Connectivity	53.63%
2300	(\$54,682)	No Health Recapture in FY2020	(8.51%)	3100	(\$1,075)	Supplies	(1.45%)
2400	\$32,734	Salaries & Equipment	3.49%	5100	(\$780)	LT Borrowing Interest	(.15%)

**ARTICLE VII:** To receive from the Board of School Directors of said District its estimate of expenses of the Lamoille North Modified Unified Union Middle & High Schools for the ensuing year. This is a public information hearing regarding the budget. (See Article XIII)

## Budget Results To Date – Middle & High School Expenses (Board Approved 1-14-19)

	FY18 Actual	FY19 Approved	FY20 Proposed	Change FY19 to FY20	% Change
Non-SpEd	\$11,760,953	\$11,986,774	\$12,399,578	\$412,804	3.44%
Special Education	<u>\$1,593,042</u>	<u>\$1,608,479</u>	<u>\$1,600,101</u>	<u>(\$8,378)</u>	<u>(.52%)</u>
Article XIII	\$13,353,995	\$13,595,253	\$13,999,679	\$404,426	2.97%

## Budget Results To Date – Middle & High School Revenues (Board Approved 1-14-19)

	FY18 Actual	FY19 Approved	FY20 Proposed	Change FY19 to FY20	% Change
Non-SpEd	\$704,012	\$509,800	\$557,263	\$47,463	9.31%
Special Education	\$363,048	\$409,792	\$360,254	(\$49,538)	(12.09%)
Reserves	<u>\$100,00</u>	<u>\$57,405</u>	<u>\$142,499</u>	<u>\$85,094</u>	<u>148.15%</u>
Secondary Revenue	<b>\$1,167,060</b>	<b>\$976,997</b>	<b>\$1,060,016</b>	<b>\$83,019</b>	<b>8.50%</b>

## Middle & High Schools Non-SpEd Budget Drivers by Object: \$412,804 (increase of 3.44%)

	FY19	FY20	Change	% Change
Salaries	\$5,471,174	\$5,865,376	\$394,202	7.21%
Benefits:	\$1,849,796	\$1,876,086	\$26,290	1.42%
<i>Health Insurance</i>	<i>\$1,224,378</i>	<i>\$1,189,872</i>	<i>(\$34,506)</i>	<i>(2.82%)</i>
<i>All Other Benefits</i>	<i>\$625,418</i>	<i>\$686,214</i>	<i>\$60,796</i>	<i>9.72%</i>
Assessment	\$541,448	\$513,585	(\$27,863)	(5.15%)
Health Care Recapture	\$51,200	0	(\$51,200)	(100%)
Purchased Services	\$238,400	\$252,626	\$14,226	5.97%
Debt Service:				
Interest (ST)	\$71,297	\$60,000	(\$11,297)	(15.84%)
Interest (LT)	(\$36,817)	(\$50,000)	(\$13,183)	(35.81%)
Principal	\$418,600	\$418,600	0	
All Other	\$3,381,676	\$3,463,305	\$81,629	2.41%
<b>Total MS &amp; HS Expenses</b>	<b>\$11,986,774</b>	<b>\$12,399,578</b>	<b>\$412,804</b>	<b>3.44%</b>

## Middle & High School Non-SpEd Budget Drivers by Function: \$412,804 (increase of 3.44%)

Budget Function	Amount	Investment Impact	Percent Increase on FY19 Budget	Budget Function	Amount	Investment Impact	Percent Increase on FY19 Budget
1100	\$257,417	Student Supports	4.85%	2500	(\$11,297)	ST Borrowing Interest	(11.15%)
1300	\$60,000	Tuition: Increased FTE at GMTCC	5.08%	2600	\$58,789	Salaries & Benefits and Supplies & Equipment	5.11%
1400	\$47,143	Salaries & Benefits	9.38%	2700	(\$27,958)	Transportation Contracts (shift to elementary)	(6.08%)
2100	\$10,216	Purchased Services & Supplies	1.36%	2800	\$8,205	Purchased Services	3.95%
2200	\$9,557	Tech – Purchased Services & Repairs	1.92%	3100	\$62,000	Deficit Reduction	248%
2300	(\$81,538)	No Healthcare Recapture FY20 SU Assessment Decreased	(13.08%)	5100	(\$13,183)	LT Borrowing Interest	(3.45%)
2400	\$33,453	Admin Assistant Salaries, Health Benefits	4.20%				

## Factors in Building FY20 Budget:

\$10,666

**State Property Yield** - Property Yield for FY19 was \$10,220

\$13,104

**State Income Yield** - Income Yield for FY19 was \$12,380

\$18,311

**Excess Spending Threshold.** Currently \$17,816. In FY19 no LNSU or MUUSD Districts were subject to Threshold Penalties. No penalties are currently anticipated for FY20.

\$1

**State Property Tax Rate**

2%

**State announced income sensitivity**

\$1.58

**State Non-Residential Property Tax Rate.** \$1.58 FY2019

\$374,295

June 30, 2018 Unassigned Fund Balance Available (excludes GMTCC)

\$250,000

LNMUUSD Combined Reserve Funds Applied to FY20 Budget

\$124,295

**Article IX:** Request that these Reserve Funds be moved to Capital Reserves

## Considerations Regarding Estimated FY20 Tax Rates:

Following is an estimate of the FY20 Homestead rates for LNMUUSD towns, *however...*

- The following key elements of the Homestead rate calculation, provided by the State, are preliminary at this point. Changes to these values will directly impact the final tax rates.
  - *Yields*
  - *Non-Residential Rate*
  - *Equalized Pupils*
  - *Common Level of Appraisal (CLA)*
- Per AOE, early reports of budgets are showing more spending than anticipated. This could lower the *Yield* rate issue by the State, which would increase final tax rates.
- Town re-appraisals prior to the FY20 tax rates being published will change the current CLA, and impact final tax rates.

# FY19 vs. FY20:

	2018-2019		2019-2020	
	Elementary/Secondary		Elementary/Secondary	
Equalized Pupils [FY20 EqPup as of 2/15/19]	680.45	794.63	675.66	790.99
Expenditures	\$12,901,392	\$13,595,253	\$12,741,522	\$13,999,679
<u>Off-Setting Revenues</u>	<u>\$1,960,302</u>	<u>\$976,997</u>	<u>\$1,338,766</u>	<u>\$1,060,016</u>
Education Spending	\$10,941,090	\$12,618,256	\$11,402,756	\$12,939,663
Ed Cost/Equalized Pupil	\$16,079	\$15,879	\$16,876	\$16,359
Excess Spending Threshold	\$17,816		\$18,311	
Yield	\$10,220		\$10,666	
Est. Rate (before CLA)	1.5733	1.5538	1.5823	1.5337
Act 46 Incentive	(.06)		(.04)	
Est. Rate (after incentive)	1.5133	1.4938	1.5423	1.4937
% of Eq. pupils at each	54.69%	45.31%	55.05%	44.95%
Base Incentive Rate	.8276	+ .6769	.8491	+ .6714
<b>Blended LNMUUSD Rate FY20, after incentive, before CLA:</b>				<b>1.5205</b>

## Est. FY2020 LNMUUSD Tax Rates

- ❖ Combined Educational Spending of \$24,342,419 (3.32% increase)
- ❖ Equalized Pupils of 675.66 Elementary (down 4.79)
- ❖ Equalized Pupils of 790.99 Secondary (down 3.64)

Pre CLA Blended Rate (after \$.04 Incentive)	1.5205	CLA	2020 Est. Rate (after \$.04 Incentive)	2019 Published Rate	Change per \$100,000 Prop. Value
Belvidere		93.19%	1.6316	1.5729	\$58.66
Eden		96.29%	1.5790	1.5831	(\$4.06)
Hyde Park		98.93%	1.5369	1.4991	\$37.80
Johnson		97.66%	1.5569	1.5102	\$46.68
Waterville		87.83%	1.7311	1.7265	\$4.66

**ARTICLE VIII:** To receive from the Board of School Directors of said District its estimate of expenses of the Green Mountain Technology & Career Center for the ensuing year. This is a public information hearing regarding the budget. (See Article XIV)

## GMTCC Mission

To promote the mastery of the essential:

- Academic skills
- Technical skills
- Employability skills

for secondary/adult students to be successful in the workforce and to continue professional learning.



# Budget Notables



- Responsibility changes in administration allow for elimination of one admin position.
- Removal of Power Sports program.
- New transcripts to be used for Partner School record keeping needs. This includes college courses, industry recognized credentials and licenses, and awards and competition results and scholarships students receive.
- Keeping in mind possible upcoming legislation regarding skilled labor force training and Career and Technical Education funding systems.
- Beginning a team approach to helping partner schools with Personalize Learning Plans.
- Even with 5.37% reduction to budgeted expenses, the reduction in the six semester average enrollment from 139.29 in FY18, to 128.25 FY19 continues to drive the tuition rate upward



# FY20 Budget Proposal

FY19	\$3,413,955
FY20	\$3,230,526
Difference	\$ -183,433
Percent Change	-5.37%



## FY20 Budget Proposal (cont.)

FY20 Budgeted Expenses	\$3,230,526
FY20 Expected Revenues	<u>\$1,971,042</u>
FY20 Tuition to be raised	\$1,259,592
÷ 6 Semester Avg. FTE	<u>128.25</u>
FY20 Per Pupil Tuition	<u>\$ 9,821</u>

**GREEN MOUNTAIN TECHNOLOGY CAREER CENTER**

**TUITION CALCULATION 2019-2020**

**Basic Education State Assistance**

State Aid /FY	Basic Education Grant	State "On-Behalf" Technology Center Aid	State Share
Aid FY13	\$ 8,723.00	87%	\$7,433.28
Aid FY14	\$ 8,937.00	87%	\$7,775.19
Aid FY15	\$ 9,285.00	87%	\$8,077.95
Aid FY16	\$ 9,459.00	87%	\$8,077.95
Aid FY17	\$ 9,467.00	87%	\$8,229.33
Aid FY18	\$ 9,588.00	87%	\$8,341.56
Aid FY19	\$ 9,847.00	87%	\$8,566.89
<b>Aid FY20</b>	<b>\$ 10,130.00</b>	<b>87%</b>	<b>\$8,813.10</b>

**Six Semester Average Data**

STUDENT FTE ENROLLMENT FY 10	174.00
STUDENT FTE ENROLLMENT FY 11	169.50
STUDENT FTE ENROLLMENT FY 12	171.75
STUDENT FTE ENROLLMENT FY 13	174.00
STUDENT FTE ENROLLMENT FY 14	171.60
STUDENT FTE ENROLLMENT FY 15	167.82
STUDENT FTE ENROLLMENT FY 16	164.76
STUDENT FTE ENROLLMENT FY 17	153.92
STUDENT FTE ENROLLMENT FY 18	139.32
STUDENT FTE ENROLLMENT FY 19	141.00

**Supplemental Assistance**

State Aid/FY	Basic Ed. Grant	Tech %	State Share
Aid FY13	\$ 8,723	35%	\$3,053.05
Aid FY14	\$ 8,937	35%	\$3,127.95
Aid FY15	\$ 9,285	35%	\$3,249.75
Aid FY16	\$ 9,459	35%	\$3,249.75
Aid FY17	\$ 9,467	35%	\$3,310.65
Aid FY18	\$ 9,588	35%	\$3,355.80
Aid FY19	\$ 9,847	35%	\$3,446.45
<b>Aid FY20</b>	<b>\$ 10,130</b>	<b>35%</b>	<b>\$3,545.50</b>

STUDENT FTE COUNT SPRING 16	139.50
STUDENT FTE COUNT FALL 16	123.00
STUDENT FTE COUNT SPRING 17	123.00
STUDENT FTE COUNT FALL 17	122.60
STUDENT FTE COUNT SPRING 18	122.60
STUDENT FTE COUNT FALL 18	138.83
<b>Total</b>	<b>769.53</b>
<b>Average</b>	<b>128.25</b>

State FY 20	Amount	Students	Total
State Assistance FY20	\$8,813.10	128.25	\$1,130,236.01
Tuition Reduction Grant FY20	\$3,545.50	128.25	\$454,692.65

Fiscal Year	Tuition Amount	Per Student Cost Trend	
Per Pupil Tuition FY16	\$ 7,037.00	<b>Change</b>	
Per Pupil Tuition FY17	\$ 7,123.00		\$ 86.00
Per Pupil Tuition FY18	\$ 7,073.00		\$ (50.00)
Per Pupil Tuition FY19	\$ 8,696.00		\$ 1,623.00
Per Pupil Tuition FY20	\$ 9,821.00		\$ 1,125.00

<b>FY19 Budget</b>	<b>\$ 3,413,955.28</b>	<b>-5.37%</b>
<b>FY20 Budget</b>	<b>\$ 3,230,526.00</b>	<b>Budget Increase/(Decrease)</b>

<b>Revenues w/o Tuition</b>	<b>\$1,971,041.66</b>
<b>Tuition Amount</b>	<b>\$ 1,259,484.34</b>

**Six Semester Student FTE Average count has fluctuated over the past six semesters from a high of 139.5 to a low of 122.6. Currently, the average is at 128.25**

# Pupil Assessment History

- FY10 \$ 6,976
- FY11 \$ 7,163
- FY12 \$ 6,693
- FY13 \$ 6,520
- FY14 \$ 7,154
- FY15 \$ 7,065
- FY16 \$ 7,037
- FY17 \$ 7,123
- FY18 \$ 7,073
- FY19 \$ 8,696
- **FY20 \$ 9,821**



**ARTICLE IX:** Shall the voters of said District hold an amount of the unassigned audited fund balance in the amount of \$124,295 as of June 30, 2018, in the established Reserve Fund for the purpose of meeting the capital needs of the Lamoille North Modified Unified Union School District #58?

Use of the Capital Reserve funds saves taxpayers from the sharp peaks of costly, yet necessary, repairs.

**ARTICLE X:** Commencing with the 2020 annual meeting of the Lamoille North School District, shall notice of the availability of the annual district report be given by mail, media announcement and posting on the District’s website at least 30 days in advance of all District annual meetings?

**Cost to Mail Reports:**

6,276	Annual Reports Printed	\$1.48 each	\$9,264.00
6,166	Reports Mailed	\$.137 each	\$844.74
	Mailing Permit	---	<u>\$235.00</u>
<b>Total Cost to Provide Reports by Mail</b>			<b>\$10,343.74</b>

**ARTICLE XI:** To transact any other business to properly come before the meeting.

Please Vote  
March 5

- Thank  
You