

MSAD NO. 75 FY 2025 BUDGET DEBT & REVENUE

Finance Committee Meeting

February 12, 2024

A decorative graphic consisting of several parallel white lines of varying lengths, slanted diagonally from the bottom-left towards the top-right, located on the right side of the slide.

DEBT SERVICE COSTS

Cost	FY 2024	FY 2025	\$ Decrease
HS Bond- Principal	\$ 2,943,355	\$ 2,943,355	\$0
HS Bond- Interest	\$ 1,392,619	\$ 1,334,193	(\$58,426)
Roof Bond- Principal	\$ 118,800	\$ 118,800	\$0
Roof Bond- Interest	\$ 16,709	\$ 14,351	(\$2,358)
MAMS/EDW Bond Principal	\$ 900,000	\$ 900,000	\$0
MAMS/EDW Bond Interest	\$ 170,145	\$ 233,370	\$63,225
Total	\$ 5,541,628	\$ 5,544,069	\$2,441

HS Bond is paid by the State, funds received through the ED 279.

Interest payments for HS and Roof bonds are decreasing as expected

Newest bond increased due to not capturing the total amount in FY24, will decrease by approx. \$28k in FY26.

Maine Municipal Bond Bank - Loan Schedules MMBB Series 2023A					
Maine School Administrative District #75 Debt Service Schedule - Project Loan					
Date	Tax-Exempt Principal	Tax-Exempt Coupon	Tax Exempt Interest	Tax-Exempt Debt Service	Annual Net Debt Service
5/18/2023					
11/1/2023	900,000.00	3.290%	125,795.25	1,025,795.25	0.00
5/1/2024	0.00		124,110.00	124,110.00	1,149,905.25
11/1/2024	900,000.00	3.300%	124,110.00	1,024,110.00	0.00
5/1/2025	0.00		109,260.00	109,260.00	1,133,370.00
11/1/2025	900,000.00	3.130%	109,260.00	1,009,260.00	0.00
5/1/2026	0.00		95,175.00	95,175.00	1,104,435.00
11/1/2026	900,000.00	3.050%	95,175.00	995,175.00	0.00
5/1/2027	0.00		81,450.00	81,450.00	1,076,625.00
11/1/2027	900,000.00	3.020%	81,450.00	981,450.00	0.00
5/1/2028	0.00		67,860.00	67,860.00	1,049,310.00
11/1/2028	900,000.00	3.010%	67,860.00	967,860.00	0.00
5/1/2029	0.00		54,315.00	54,315.00	1,022,175.00
11/1/2029	900,000.00	3.010%	54,315.00	954,315.00	0.00
5/1/2030	0.00		40,770.00	40,770.00	995,085.00
11/1/2030	900,000.00	2.990%	40,770.00	940,770.00	0.00
5/1/2031	0.00		27,315.00	27,315.00	968,085.00
11/1/2031	900,000.00	3.030%	27,315.00	927,315.00	0.00
5/1/2032	0.00		13,680.00	13,680.00	940,995.00
11/1/2032	900,000.00	3.040%	13,680.00	913,680.00	0.00
5/1/2033	0.00		0.00	0.00	913,680.00

MSAD No. 75

Debt Service Schedule for School Construction Bonds

FY2023 Budgeting

School	Prin. Remain. @ 6/30/2023	Int. Remain. @ 6/30/2023	FY 2024		FY 2025		Remaining Years	
			Principal	Interest	Principal	Interest	Principal	Interest
Mt. Ararat High School	\$50,037,020	\$13,607,347	\$2,943,354	\$1,392,619	\$2,943,354 ★	\$1,334,193	\$44,150,312	\$10,880,535
Roof Replacement	\$831,600	\$64,960	\$118,800	\$16,709	\$118,800	\$14,351	\$594,000	\$33,900
School Improvement	\$9,000,000	\$1,353,665	\$900,000	\$249,905	\$900,000	\$233,370	\$7,200,000	\$870,390
	\$59,868,620	\$15,025,972	\$3,962,154	\$1,659,233	\$3,962,154	\$1,581,914	\$51,944,312	\$11,784,825

School	Principal	Interest
State-Approved:		
Mt. Ararat High School	\$2,600,487	\$1,178,775 ★

School	Principal	Interest
State Approved/Local Only:		
Mt. Ararat High School	\$342,867	\$155,418 ★

School	Principal	Interest
Local Only:		
Roof Replacement	\$118,800	\$14,351

School	Principal	Interest
Local Only:		
DW Improvement	\$900,000	\$233,370

ESSENTIAL PROGRAMS AND SERVICES (EPS) FUNDING

- State subsidy numbers (ED 279) were released on January 17, 2024
- Comparisons from SFY24 ED 279
 - Enrollments down by 43 students- PreK-5 (31); 6-8 (48); Increase 9-12 (36)
 - EPS Rates per Pupil increased by \$304 for K-8 and \$313 for 9-12
 - Based upon the student enrollment count and the per student subsidy, the Operation Allocation totals increased by \$324K
 - Special Allocations for G&T, Special Ed and Transportation increased by \$498K.
 - State contribution is \$20.8M including debt service which is up over \$400K from SFY24 final figure.

ED 279 FY24 TO FY25 COMPARISONS

Section	Final FY 2024	Prel. FY 2025	Difference	Comment
Section 1: Computation of EPS Rates:				
1A - Attending Counts				Calcuation of student enrollment is based on the average of October 1st current year and prior year enrollment
-Elementary (PreK-8)	1,673.0	1,625.5	(47.5)	
-Secondary (9-12)	716.0	724.0	8.0	
	2,389.0	2,349.5	(39.5)	
1 - Computation of Rates				
-Elementary (PreK-8)	\$8,148	\$8,452	\$304	
-Secondary (9-12)	\$8,625	\$8,938	\$313	
Section 2: Operating Cost Allocations:				
2 - Adjusted Operating Allocation				
-4YO/Pre-K	24.0	25.0	1.0	
-Elementary (PreK-8)	1,657.5	1,609.5	(48.0)	
-Secondary (9-12)	727.5	736.0	8.5	
	2,409.0	2,370.5	(38.5)	
Adjusted Operating Allocation	\$22,097,119	\$22,421,146	\$324,027	

ED 279 FY24 TO FY25 COMPARISONS

Section 3: Other Allocations:				
3A (1) - Gifted & Talented Expenditures	\$163,233	\$255,783	\$92,549	
3A (2) - Special Education	\$7,431,363	\$7,669,969	\$238,606	
3A (3) - SPED High Cost OOD Allocation	\$0	\$4,739	\$4,739	
3A (4) - Transportation Operating	\$2,450,795	\$2,597,887	\$147,092	
3A (5) - Approved Bus Purchase	\$394,729	\$410,408	\$15,679	
	\$10,440,120	\$10,938,785	\$498,665	
3B - Teacher Retirement	\$1,029,516	\$1,057,828	\$28,312	Can vary widely from one year to the next
Operating Allocation	\$33,566,756	\$34,417,759	\$851,004	
3C - Debt Service Allocations	\$3,830,881	\$3,801,650	(\$29,231)	
Total Allocation	\$37,397,637	\$38,219,409	\$821,773	
Section 4: Calculation of Required Local Contribution:				
Less Municipal Contributions	(\$16,864,101)	(\$17,376,984)	(\$512,883)	
Section 5: Total and Adjustments:				
Adjustments to state/local contributions	(\$106,760)	\$5,462	\$112,222	No Seed for this year yet
Net Subsidy to MSAD No. 75	\$20,426,775	\$20,847,887	\$421,112	
Less Debt Service Allocation	\$3,830,881	\$3,801,650	(\$29,231)	
State Subsidy Excluding Debt Service	\$24,257,656	\$24,649,537	\$391,881	

MSAD No. 75

FY 2025 Budget Process

Analysis of Changes Affecting the Local Cost Sharing Formula

	Bowdoin	Bowdoinham	Harpswell	Topsham	Total
Change in State Property Valuation:					
<i>FY24 Actual %</i>	<i>7.31%</i>	<i>8.93%</i>	<i>54.60%</i>	<i>29.15%</i>	
FY 2024	\$259,866,667	\$326,650,000	\$2,069,783,333	\$1,072,716,667	\$3,729,016,667
FY 2025	\$289,400,000	\$353,466,667	\$2,160,300,000	\$1,153,583,333	\$3,956,750,000
Increase	11.36%	8.21%	4.37%	7.54%	6.11%
Change in Enrollments:					
<i>FY24 Actual %</i>	<i>19.59%</i>	<i>17.65%</i>	<i>14.35%</i>	<i>48.41%</i>	
FY 2024	460.5	423.0	337.5	1161.5	2,407.5
FY 2025	459.5	414.0	336.5	1135.5	2,345.5
Increase (Decrease)	-0.22%	-2.13%	-0.30%	-2.24%	-2.58%
Proposed Allocation:					
	13.45%	13.29%	34.47%	38.78%	100.00%
State Valuation	7.3%	8.9%	54.6%	29.2%	100.0%
Enrollments	19.6%	17.7%	14.3%	48.4%	100.0%

Notes:

- 1) The above data is provided through the Maine Department of Education
- 2) The District's local cost sharing formula is based 50% on State valuation of property, and 50% on student enrollments
- 3) Each year the District's local cost sharing formula is recalculated based on the above numbers

Maine School Administrative District No. 75

Maintenance of Effort Budget

FY 2025 Preliminary Allocation

		Bowdoin	Bowdoinham	Harpswell	Topsham	Total
FY 25 Proposed Sharing Percentage		13.45%	13.29%	34.47%	38.78%	100.00%
MOE Budget						\$ 55,221,493
Less: State Subsidy						\$(20,847,887)
Less Other Revenue						\$ (1,500,000)
Amount to be Locally Funded						\$ 32,873,606
FY24 Locally Funded Amount						\$ 30,473,029
Increase in FY25 versus FY24						\$ 2,400,576
FY24 Sharing Percentage		13.15%	13.26%	34.84%	38.76%	100.00%