

# LOCAL CONTRIBUTIONS

There are two parts to Local Contributions: Foundation Allocation and Additional Local Allocation. They are explained as follows:

## **Foundation Allocation**

The State of Maine requires local governments to raise this money in order to receive state subsidy. This is set by the state and is reflected in Article 12.

## **Additional Local Allocation**

This is the amount reflected in Article 14. This amount is allocated to the three communities based on a cost sharing formula that is outlined in the Reorganization Plan. It states the following:

### **"13-B Cost Sharing in Regional School Units.**

To ensure that the cost sharing of additional local funds in RSU is equitable, the RSU shall apply the following cost-sharing provisions:

For the first operational year of the RSU (FY 2009-10) each municipality shall be responsible for its share of additional local funds allocated among the municipalities in the RSU on the basis of the percentage of each municipality's percentage of additional local funds as calculated for FY 2008-09;

For operational year two of the RSU (FY 2010-11) and subsequent operational years each member municipality shall be responsible for its share of additional local funds, in an amount up to the amount of its share of additional local funds in FY 2010, calculated on the basis of the percentage of each municipality's additional local funds as calculated for FY 2008-09; plus or minus its share of the amount of any increase or decrease in additional local funds from the amount of additional local funds in FY 2010, based 50% on each municipality's percentage of the average number of pupils on April 1 and October 1 in the prior calendar year and 50% on each municipality's percentage of State valuation for the prior calendar year.

The RSU board shall review the cost sharing method in the third operational year of the RSU (FY 2011-12) to determine if any amendments to the cost sharing method should be submitted to the voters of the RSU as provided in Section 14 of this Plan. "

**Additional Local Allocation Calculation - based on the RPC Plan**

2010-2011 Additional Revenue Required	\$ 4,940,757.38
2009-2010 Additional Revenue Required	\$ 6,994,686.00
Difference	<u>\$ (2,053,928.62) **</u>

\*\* 50% of difference allocated by percentage of average of April 09 & Oct 09 enrollments  
 50% of difference allocated by percentage of state valuation

**Student Population Allocation:**      \$    (1,026,964.31)

	April 2009	October 2009	Average Enrollment	Percentage	A Student Population Adjustment
Dayton	407	388	397.50	9.46%	\$ (97,125.46)
Old Orchard	902	864	883.00	21.01%	\$ (215,752.91)
Saco	2878	2967	2,922.50	69.53%	\$ (714,085.94)
	<u>4,187</u>	<u>4,219</u>	<u>4,203.00</u>	<u>100.00%</u>	<u>\$ (1,026,964.31)</u>

**State Valuation Allocation:**      \$    (1,026,964.31)

	2009 Valuation	Percentage	B State Valuation Adjustment
Dayton	\$ 213,350,000	5.46%	\$ (56,039.40)
Old Orchard	\$ 1,575,350,000	40.29%	\$ (413,787.98)
Saco	\$ 2,121,100,000	54.25%	\$ (557,136.94)
	<u>\$ 3,909,800,000</u>	<u>100.00%</u>	<u>\$ (1,026,964.31)</u>

	A FY 2009-2010 Addtl' Local Allocation	B Student Population Adjustment	C State Valuation Adjustment	D FY 2010-2011 Local Allocation
Dayton	\$ 1,023,686.94	\$ (97,125.46)	\$ (56,039.40)	\$ 870,522.08
Old Orchard	\$ 2,784,008.23	\$ (215,752.91)	\$ (413,787.98)	\$ 2,154,467.34
Saco	\$ 3,186,990.83	\$ (714,085.94)	\$ (557,136.94)	\$ 1,915,767.95
	<u>\$ 6,994,686.00</u>	<u>\$ (1,026,964.31)</u>	<u>\$ (1,026,964.31)</u>	<u>\$ 4,940,757.38</u>

## TOTAL LOCAL CONTRIBUTION

FY 10 Tax Effort	FDN. Alloc.	Add'l Local	Balance Forward	Total
Dayton	\$ 1,320,183.00	\$ 1,023,686.94	\$ (340,000.00)	\$ 2,003,869.94
Old Orchard	\$ 6,835,508.00	\$ 2,784,008.23	\$ (125,000.00)	\$ 9,494,516.23
Saco	\$ 13,825,130.00	\$ 3,186,990.83	\$ (865,000.00)	\$ 16,147,120.83
	<u>\$ 21,980,821.00</u>	<u>\$ 6,994,686.00</u>	<u>\$ (1,330,000.00)</u>	<u>\$ 27,645,507.00</u>

FY 11 Tax Effort	Fnd. Alloc.	Add'l Local	Balance Forward	Total
Dayton	\$ 1,472,115.00	\$ 870,522.08	\$ (225,347.00)	\$ 2,117,290.08
Old Orchard	\$ 7,198,944.83	\$ 2,154,467.34	\$ (50,024.00)	\$ 9,303,388.17
Saco	\$ 14,635,590.00	\$ 1,915,767.95	\$ (400,000.00)	\$ 16,151,357.95
	<u>\$ 23,306,649.83</u>	<u>\$ 4,940,757.38</u>	<u>\$ (675,371.00)</u>	<u>\$ 27,572,036.21</u>

Year over Year Change - Tax Effort	State Valuation Per ED 279	Approx. Mil Impact	
Dayton	\$ 113,420	\$ 213,350,000	0.532 **
Old Orchard	\$ (191,128)	\$ 1,575,350,000	-0.121
Saco	\$ 4,237	\$ 2,121,100,000	0.002 ***

\*\* Dayton has \$112,958 in reserves. If used, Dayton's mil rate increase would be .002 or 20 cents per \$100,000 assessed value.

\*\*\* Saco used \$400,000 in reserves.

### COMMUNITIES' PERCENTAGE OF TOTAL LOCAL CONTRIBUTION

	Required Local Allocation	Additional Local Allocation	Total	%
Dayton	\$ 1,472,115	\$ 870,522	\$ 2,342,637	8.29%
OOB	\$ 7,198,945	\$ 2,154,467	\$ 9,353,412	33.11%
Saco	\$ 14,635,590	\$ 1,915,768	\$ 16,551,358	58.59%
	<u>\$ 23,306,650</u>	<u>\$ 4,940,757</u>	<u>\$ 28,247,407</u>	<u>100.00%</u>

Balance Forward (City/Town)                   \$     (675,371)

Total Local Allocation                                 \$    27,572,036

### COMMUNITIES' PERCENTAGE OF STUDENT POPULATION & VALUATION

2009

	Student Population	Valuation
Dayton	9.46%	5.46%
OOB	21.01%	40.29%
Saco	69.53%	54.25%