



A Comprehensive Approach to Budget Development

**Public Forum – February 1, 2017
6:00pm – Board of Education Room**

Foundational Principles

- **Continue to meet present needs and goals with a long-range vision**
- **Adherence to legal and contractual obligations**
- **Transparent process involving all stakeholders**
- **A comprehensive, disciplined, and proactive approach**
- **Maintain focus on the preservation of quality program and services**
- **Review and analyze the continued implications of Tax Cap/Tax Freeze legislation**

The State of NYS and Education

➤ **Governor's Update**

- **Present disagreement between Governor Cuomo and the legislators regarding the Foundation Aid formula**

➤ **Common Core**

➤ **Assessment Recommendations**

- **APPR (d) – in effect for two more years**

- **Community School Aid remains the same**

Forum Agenda:

- Two Sides of Budget (Expenditure and Revenue)
 - Considerations for the Expenditure Budget
 - Revenues and Reserves
- NYS Tax Freeze
- NYS Aid Projections
- Tax Levy Limit Estimate
- Other Areas of Consideration

Expenditure Side of Budget

- **Contractual Increases**
- **Expenditure Impacts we can't control**
 - **Benefits, ERS, TRS, Health care premiums, Utilities**
- **Continue to review programming and staffing needs**
 - **Develop priority list**
 - **AIS, RTI, Technology, Summer Programs, TOSA**

Decision Making Process

- **Make decisions (within our control) which ensure continued alignment of the Board of Education Goals to support the District's CDEP/CSEP plans.**

2017-2018 Budgetary Considerations

➤ Curriculum and Development

- American Reading Company – IRLA support
- RTI support
- Strategically review Professional Development beyond CEC (example- Character Ed and Engaging Families)

➤ Elementary/Middle/High School

- Considering Instructional Program Needs
- Before and/or after school programming

➤ Technology

- Consider 1:1 Program Integration in Upper Elementary and Credit Recovery in MS/HS
- Enhancing our Technology Investment

Budgetary Considerations Continued

➤ Athletics

- Maintain Athletic Trainer Program (presently exploring through a BOCES Co-ser)
- Track maintenance and repair needs, Cheer mats, Refinishing gym floors

➤ Transportation

- Continue Fleet Replacement Cycle at Three Large Buses and Two Small Buses

Budgetary Considerations Continued

- **Investigate and Prepare for Upcoming Capital Project**
- **Capital Expenditures**
 - **Utilize Fund Balance to Reduce Borrowing Costs**
 - **Increase Capital Reserves for upcoming project**
 - **2017 Capital Outlay \$100,000 project – replace or fix Elementary elevator**

2017-2018 Revenue Budget Factors

- **Local Tax Levy**

- **Subject to Tax Cap/Tax Freeze Legislation**

- **NY State Aid**

- **NYS Native American Aid**

- **Can be Unpredictable**

- **Federal Aid (new President implications)**

- **Title and IDEA Grants**

- **Impact Aid**

- **Federal Discretionary Budget**

- **District Reserves**

Native American Aid

Revenue	Budgeted	Actual	Difference
2011-12 Tuition	\$525,000	\$1,642,824	\$1,117,824
2012-13 Tuition	\$525,000	\$362,395	(\$162,605)
2013-14 Tuition	\$550,000	\$940,197	\$390,197
2014-15 Tuition	\$617,052	1,037,537	\$420,485
2015-16 Tuition	\$950,114	991,281	41,167
2011-12 Transportation	\$110,000	\$170,000	\$60,000
2012-13 Transportation	\$112,229	\$159,591	\$47,362
2013-14 Transportation	\$134,558	\$187,853	\$53,295
2014-15 Transportation	\$169,915	\$118,934	(\$50,981)
2015-16 Transportation	\$196,862	259,550	62,688

Title Grants

Revenue	Budget	Actual	Difference
2011-12 Title 1	\$297,752	\$246,348	(\$51,404)
2012-13 Title 1	\$266,113	\$260,335	(\$5,778)
2013-14 Title 1	\$244,108	\$237,403	(\$6,705)
2014-15 Title 1	\$442,937	\$434,993	(\$7,944)
2015-16 Title 1	\$445,946	\$459,899	(\$6,867)
2011-12 - Others	\$864,498	\$811,627	(\$52,871)
2012-13 – Others	\$557,829	\$552,240	(\$5,589)
2013-14 – Others	\$561,491	\$509,890	(\$61,601)
2014-15 – Others	\$797,095	\$747,073	(\$32,302)
2015-16 – Others	\$808,640	\$820,565	(\$30,665)

State Aid – Executive to Legislative Run

State Aid Year	Executive Increase	Legislative Increase	Difference
2012-2013	\$188,237	\$417,801	\$229,564
2013-2014	\$208,665	\$541,687	\$333,022
2014-2015	\$380,531	\$710,080	\$329,549
2015-2016	\$235,219	\$236,356	\$1,137
2016-2017	\$822,579	\$1,073,322	\$181,161
2017-2018	\$431,520	TBD	

Note: Increases are without building bid

2017-2018 Governor's Proposed Budget

Aid Category	2016-17	2017-18	Change	% Change
Foundation Aid	\$9,517,797	\$9,712,075	\$194,278	2.0%
Expense-Based Aids	\$4,739,345	\$4,857,706	\$118,361	2.5%
Other Aids	\$217,578	\$226,527	\$8,949	4.1%
TOTAL AID	\$14,474,720	\$14,796,308	\$321,588	2.2%
Total Aid w/o Building Aids	\$12,317,487	\$12,749,007	\$431,520	3.5%

Community Schools Set-Aside, if any:

Continuing 2016-17 Community Schools Set-Aside:	\$68,538
<u>2017-18 Additional Community Schools Set-Aside:</u>	<u>\$0</u>
Total 2017-18 Community Schools Set-Aside:	\$68,538

Foundation Aid:

Proposed 2017-18 Foundation Aid:	\$9,712,075
<u>Full Phase-in Foundation Aid:</u>	<u>\$12,058,616</u>
Amount Under-funded:	(\$2,346,541)

NYS Property Tax Freeze Credit

- Two-year tax relief program
 - Reimburses qualifying NYS homeowners for increases in local property taxes
 - Applied to school districts in 2014 and 2015
 - Efficiency Plans had to be submitted by June 1, 2015
 - Demonstrate 1% Shared Services Savings
- Had to be within levy limit

NEW: NYS Property Tax Relief Credit

- Tax Law Sec 606 n-1
 - Only applies to school districts
- Tax credit to qualified homeowners between 2016-2019
 - Must have filed state tax returns 2 years prior
 - Qualify for STAR exemption
 - Gross income under \$275,000
- District has to be in compliance with Tax Cap Law and certify tax levy is within the limit

Levy Options – Simple Majority Vote

	Levy Amount	Dollar Increase	Percent Increase
2015-2016 Final Tax Levy	\$5,893,985		
2016-2017 Levy at 2% Increase	\$6,011,865	\$117,880	2%
Levy Limit Without Exclusions With Carryover	\$5,975,199	\$81,214	1.38%
Levy Limit With Exclusions and Carryover	\$5,975,199	\$81,214	1.38%

Levy Options – Simple Majority Vote

	Levy Amount	Dollar Increase	Percent Increase
2016-2017 Final Tax Levy	\$5,975,999		
2017-2018 Levy at 2% Increase	\$6,094,703	\$118,704	2%
Levy Limit Without Exclusions With Carryover	\$6,056,898	\$81,699	1.37%
Levy Limit With Exclusions and Carryover	\$6,056,898	\$81,699	1.37%

Items to Consider:

➤ Federal Impact Aid

➤ District Application

➤ FY2016 – Partially Received

➤ FY2017 – Partially Received

➤ FY2018 – Application Submitted

➤ Appropriation of Reserves

➤ Determine amount appropriated for purpose of reducing tax levy and/or meeting Expenditure Budget

➤ Consider Future Use of Reserves

Long Range Plans

- 5 Year Long-range Budget Plan
 - BOE vested in future solvency
 - Financial and academic programs
- 10 Year Long-range Reserve Plan
 - Recommendations for Use in 2017-2018
 - Planning for avoiding future funding cliffs
- Building Condition Survey
 - Preparing for future program and facility needs
 - Completed June 2016

Focused Budget Discussions:

- February 1 – Public Forum
- February 1 – Staff Forum
- March 8 – Stakeholder Feedback
- March 11 – Saturday Workshop with Board of Ed
 - Focus on Instructional Expenditure Budgets
 - Revenue Budget and Long-Range Planning
- April 5 – Budget Adoption

Important Dates:

- May 9th – Official Public Hearing and Budget Presentation
- May 16th – Budget Vote and Election
 - 1:00 – 9:00 p.m. in the High School Lobby

Questions?