

Capital Outlay Project

Overview:

Opportunity to add to the annual school budget up to \$100,000 of capital project spending that will be reimbursed at the current rate of 81.4% when approved by SED and work is completed

Process:

- Must be listed on the Building Condition Survey
- Must be approved by the Office of Facilities Planning
- Aided at SED building rate the following year
- Not to exceed \$100,000, only one request per year
- BOE resolution

Capital Outlay Project

Advantages:

- \$100,000 projects, net cost to district about \$19,000
- Supports needed improvements to aging building
- If budgeted each year, reduces spending variances

Disadvantages:

- Adds to the expenditure budget \$100,000
- First year budget increase of \$100,000;
following years have a net increase of about \$19,000

Capital Outlay Project

History – Past Capital Outlay Projects:

- 2016-17: Removal of underground diesel fuel tank and installed above ground unit
- 2014-15: New phone system

Benchmarking:

Some of the area school districts that have budgeted capital outlay projects:

Barker, Lockport, Newfane, Niagara Wheatfield, Royalton-Hartland, Wilson

Capital Outlay Project

Why implement a capital outlay project while we currently have a large capital project?

Maximize our school building's capital needs:

\$100,000 Outlay of money

\$ 81,000 Reimbursement from State

\$ 19,000 Net cost to our school budget

Capital Outlay Project

Project Recommendation for the 2018-19 Budget:

Interior door replacement

Recommendation:

Include in current 2018-19 Budget

Result:

2018-19 budget vs 2017-18 budget:

Increase: 3.73%, \$504,982 compared to 2.99%, \$404,982

Continue with proposed tax levy increase of 1%

Partial Offset to increase is the **Property Tax Relief Credit**