



**2020-2021 BUDGET
B.O.E. PRESENTATION**

FEBRUARY 10, 2020



ALIGNED CORE BELIEFS

- We put student needs first to ensure that all learn and succeed
- Communication should be timely, transparent and reciprocal
- District resources are utilized efficiently

BUDGET MAJOR MESSAGES

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- First Draft of 2020-2021 Budget
- Unbalanced Budget(Governor Proposal): **Current Deficit \$301K**
- Proposed Budget to Budget Increase: **3.4% / \$488K**
(**Prior to** Required Debt Service Increase Due To Capital Project)
- Proposed Budget to Budget Increase: **5.6% / \$796K**
(Includes Required Debt Service Increase,
Offset by Increased Building Aid)
- Reduced NYS Foundation Aid – Governor’s Budget Proposal
- Proposed Tax Levy Increase: **1% / \$44K**
(NOTE: Maximum Allowance is **\$151K**)

BUDGET MAJOR MESSAGES

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- Retirements: **4.0 FTE** (Minimal Savings)
- No LTA Retirement Breakage (Reduced Spending)
- AVID Program Change
- Debt Service: New Serial Bond (Capital Project)
- Proposed Transportation Purchase (BUS): No Tax Impact
- Technology Support Enhancements
- Review Options to Close Budget Gap

FISCAL STRESS CONDITION

	Fiscal Stress	Environmental Stress
2019	3.3%	00.0%
2018	3.3%	15.0%
2017	3.3%	18.3%

Environmental Factors:

Revenue raising capability and demands for service:

- Property value
- Child poverty rate
- Use of the tax cap limit
- Population change

Year 2019 (June 30, 2019): 33 of 674 Districts in Fiscal Stress

LABOR / PROGRAMS

- No Additional Staff Added Currently
- No Labor Savings Due To No LTA Retirements (Breakage)
- Minimum Wage Increases Required Funding

NOTE: NYS implemented 70 cent increases to minimum wage for the years:

December 31, 2020 = Increase to \$12.50 per hour

December 31, 2019 = Increase to **\$11.80** per hour

December 31, 2018 = Increase to **\$11.10** per hour

December 31, 2017 = Increase to **\$10.40** per hour

BENEFITS

Health Insurance:

Orleans/Niagara Health Insurance Consortium

Estimated **5.0%** Rate Increase

\$76K Net Increase

Additional Factors: Employee Enrollment/Retirees

Employee Contribution Increase

RETIREMENT SYSTEM PAYMENTS

TRS Contribution Rate:

Estimated 2019-2020 Budget **9.50%** to
Estimated 2020-2021 Budget **8.86%:**
(\$18K) Net Decrease in Expenditure

ERS Contribution Rates:

Small Increase in contribution rate

Rates are:

Tiers 3 & 4: **16.1%** Tier 5: **13.4%** Tier 6: **9.6%**

\$13K Net Increase in Expenditure

2020-2021 GOVERNOR'S BUDGET PROPOSED STATE AID REVENUE

Source: The Council of School Superintendents Document

Aid Category	Gov Proposed 2020-2021	Enacted 2019-2020	Change	% Change
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Major Message Regarding Foundation Aid Calculation:

Current law full funding Foundation Aid, including save-harmless: \$7,477,304 vs \$7,266,007: Shortfall of \$208,297

*1	Foundation Aid	\$7,269,007	\$7,225,943	\$43,064	0.60%
*2	All Other State Aid	\$2,465,604	\$1,705,199	\$760,405	44.59%
*3	Pre-K Including New Grant (2018-19 Adjusted)	\$635,410	\$635,410	\$0	0.00%
*3	Back out New Pre-K Including New Grant (2018-19 Adjusted)	(\$635,410)	(\$635,410)	\$0	0.00%
	Total State Aid	\$9,734,611	\$8,931,142	\$803,469	9.00%

*1 2020-2021 Change that included 10 expense-based aids now in Foundation Aid makes progress toward fully-funded appear greater

*2 **Include State Aids:** Private Excess Cost Aid, Public Excess Cost High Cost Aid, Transportation and Building Aid

Amount is **Higher** mainly due to **New Serial Bond Purchase and New Transportation Contract**

*3 Pre-K amounts are for **Special Aid Fund** ("F" Fund Revenue, **Not** General Fund "A")

2020-2021 TAX CAP CALCULATION

Proposed for 2020-2021 Budget:			
Tax Levy	\$ Increase	% Increase	
\$4,395,864	\$43,523	1.00%	PROPOSED TAX LEVY FOR 2020-2021 BUDGET

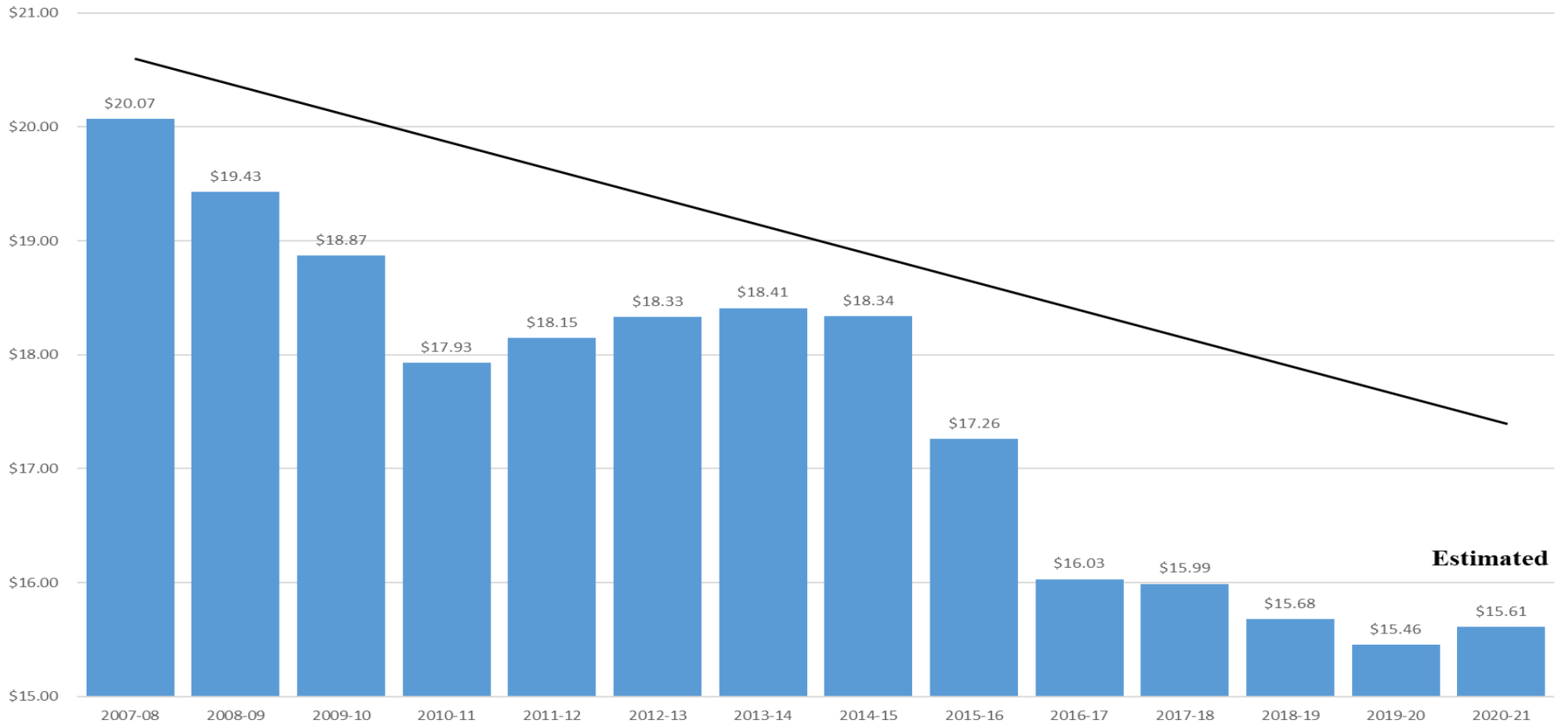
\$4,503,485		\$151,144	3.47%	MAXIMUM ALLOWABLE TAX LEVY: (Highest Allowable - Requires a Simple Majority Vote)
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Calculations (Need BOE Approval to Submit to NYS, Due March 1, 2019):

\$	\$	%	Calc \$	Calc %	Area
\$4,352,341					Prior Year Tax Levy
\$4,357,564		1.0012%			Tax Growth Rate - OSC January 15, 2020
\$4,360,577	\$3,013				Add - Prior Year PILOT (Empire Fruit, LLC)
\$4,360,577	\$0				(Less) - Prior Year Exemptions (Capital Levy, Court Orders)
\$4,360,577			\$8,236	0.19%	Adjusted Prior Year
\$4,439,503		1.81%	\$87,162	2.00%	Allowable Levy Growth Factor Lesser of 2.00% or CPI = 1.81%
\$4,436,490	(\$3,013)				(Less) New Year PILOT (Empire Fruit, LLC)
\$4,503,485	\$66,995				Add - Carryover (Not accessed in Prior Year)
					Calculation of Carryover, The lesser of: 1) 1.5% of Prior Year Tax Levy Limit before exclusions \$4,466,361 X 1.5% = \$66,995 OR 2) Not levied amount of \$70,927
\$4,503,485			\$151,144	3.47%	TAX LEVY LIMIT <input type="checkbox"/>
\$4,503,485	\$0				Add - Exclusions (ERS)
\$4,503,485	\$0				Add - Exclusions (TRS)
\$4,503,485	\$0				Add - Capital Local Share

PROPERTY TAX RATE HISTORY

Property Tax Rate History
Lyndonville CSD - School Tax Only
Rate per \$1,000 of Assessed Value
NOTE: Rate Assumed 100% Equalization Rate



2020-2021 BUDGET AREAS

- General Support
- Instruction
- Transportation
- Employee Benefits
- Debt Service
- Interfund Transfers

GENERAL SUPPORT

- Board of Education
- Superintendent's Office
- Business Office
- District Treasurer
- Buildings and Grounds
- Utilities
- Data Processing
- Legal
- BOCES Administrative Charges

GENERAL SUPPORT

Budget 2019-2020	Budget 2020-2021	Dollar Change	% Change
\$1,827,072	\$1,889,042	\$61,971	3%
Budget 2020-2021 Higher / (Lower) than Budget 2019-2020:			
\$24K Salary Increase			
\$32K Gas, Electric and Maint Cost			
\$ 6K Misc Accounts			

INSTRUCTION

- Curriculum Development
- Supervision
- In-service Training
- Teacher Salaries
- Instructional Equipment and Materials
- Occupational Education – BOCES
- Library/Media
- Guidance
- Health Services
- Co-Curricular Activities
- Athletics

INSTRUCTION

Budget 2019-2020	Budget 2020-2021	Dollar Change	% Change
\$7,454,832	\$7,697,953	\$243,121	3%
Budget 2020-2021 Higher / (Lower) than Budget 2019-2020:			
\$179K Contractual Salary Increases			
\$ 50K Technology and Other Equipment			
\$ 14K Purchased Services			

TRANSPORTATION

- Driver and Monitor Salaries
- Sub Drivers
- Contract Services – Management and Maintenance
- Insurance
- Repairs
- Diesel/Gas
- Garage equipment

TRANSPORTATION

Budget 2019-2020	Budget 2020-2021	Dollar Change	% Change
823,364	880,242	\$56,878	7%

Budget 2020-2021 Higher / (Lower) than Budget 2019-2020:

2.5% Contracted Increase with Ridge Road Express

Assumed Increase in Fuel Costs

NOTE: One Lyndonville CSD Bus Driver Retired

Now Contracted With Ridge Road Express

EMPLOYEE BENEFITS

- Health Insurance
- NYS Employee Retirement System
- NYS Teacher Retirement System
- Social Security
- Workers Compensation
- Disability Insurance
- Employee Assistance Program
- Unemployment Insurance

EMPLOYEE BENEFITS

Budget 2019-2020	Budget 2020-2021	Dollar Change	% Change
\$3,215,733	\$3,341,549	\$125,816	4%
Budget 2020-2021 Higher / (Lower) than Budget 2019-2020:			
\$76K Health Care (Rate and Volume)			
\$68K Required Social Security / Other Benefits			
(\$18K) Decrease in TRS Required Payments			

DEBT SERVICE

Capital Project Debt Principal & Interest Payments:

Serial Bond: Long Term, 15 Year Loan
Purchase New Serial Bond, June 2020
(Replaces Bond Anticipation Note)
Pays for Current Capital Project

Note: Target for completion of the required
Final Cost Report Documentation, June 2020

BOND PAYMENTS

Budget 2019-2020	Budget 2020-2021	Dollar Change	% Change
\$840,700	\$1,148,500	\$307,800	37%

Budget 2020-2021 Higher / (Lower) than Budget 2019-2020:

Bond Anticipation Note (BAN) Paid in Full June 2020 When Due

Purchase of New 15 Year Serial Bond June 2020

NOTE: Increase Cost Offset by State Aid Revenue

INTERFUND TRANSFER

\$10,000 Required contribution for summer programs (20%) to the Special Aid Fund.

INTERFUND TRANSFER

Budget 2019-2020	Budget 2020-2021	Dollar Change	% Change
\$10,000	\$10,000	\$0	
Budget 2020-2021 Higher / (Lower) than Budget 2019-2020:			
No Change			

ESTIMATED EXPENDITURES 2020-2021

Area	Budget 2019-2020	Budget 2020-2021	Dollar Change	% Change
General Support	\$ 1,827,072	\$ 1,889,042	\$ 61,971	3.4%
Instructional	\$ 7,454,832	\$ 7,697,953	\$ 243,121	3.3%
Transportation	\$ 823,364	\$ 880,242	\$ 56,878	6.9%
Employee Benefits	\$ 3,215,733	\$ 3,341,549	\$ 125,816	3.9%
Debt Service	\$ 840,700	\$ 1,148,500	\$ 307,800	36.6%
Interfund Transfer	\$ 10,000	\$ 10,000	\$ -	
Total	\$14,171,700	\$14,967,286	\$ 795,585	5.6%
Total Increase (Without Debt Service)			\$ 487,785	3.4%

PROJECTED 2020-2021 REVENUE

	* Tax Levy	\$4,395,864	1% Increase
	* State Aid	\$9,734,611	
	Other Revenue	<u>\$536,013</u>	
	Total Revenue	\$14,666,488	
	Budget Expenditures		Fund A Totals
	NOTE OTHER REVENUE:	<u>\$536,013</u>	
	* Fund Balance	250,000	
	* ERS Reserve	100,000	
	Workers Comp Reserve	38,000	
	Misc Revenue	148,013	
	* Potential Revenue Areas to Consider Increases		

BUDGET OPTIONS REVENUE

Revenue:

Increase	Area	Option Assumption	Last Year Budget
\$100,000	Foundation Aid (Estimated): Enacted vs Governor's NYS Budget	\$100,000	NA
\$50,000	ERS Reserve vs Last Year Budget	\$150,000	\$100,000
\$316,000	Fund Balance Reserve "Unassigned" (4%)	\$566,000	\$250,000

School Tax Levy (Select One):

\$1,000	Tax Levy <u>1%</u> Increase vs 1% Increase Last Year Currently Loaded in Budget 2020-2021	\$44,000	\$43,000
\$44,000	Tax Levy <u>2%</u> Increase vs 1% Increase Last Year	\$87,000	\$43,000
(\$43,000)	<u>No</u> Tax Levy Increase vs 1% Increase Last Year	\$0	\$43,000
\$108,000	Tax Levy <u>Maximum Allowed</u> vs 1% Increase Last Year School Budget Vote Requires a Simple Majority to Approve	\$151,000	\$43,000
	<u>Exceed</u> Tax Levy Maximum Increase 60% or Higher School Budget Vote Approval Required		\$43,000

TO BE CONSIDERED

**Transportation: Proposed Purchase
Funded by 2016 Transportation Reserve
(No Tax Impact):**

One (1) New 64 Passenger Bus Replacement
Replaces Bus Purchased Year 2010 with 161,000 Miles

LABOR / PROGRAMS CONSIDERATIONS

Proposed Labor Considerations (Not Added Into Budget)

Cost	Area	Option Assumption
\$312,000	TOTAL: Proposed New Positions Including Benefits	
\$74,400	1.0 FTE: Kindergarten Teacher (\$45K Plus Benefits)	\$74,400
\$74,400	1.0 FTE: Elementary Intervention (\$45K Plus Benefits)	\$74,400
\$37,200	0.5 FTE: Special Ed (\$22,500 Plus 50% Benefits)	\$37,200
\$47,700	1.0 FTE: Clerical / Monitor (\$13 Hour Plus Benefits)	\$47,700
\$53,300	1.0 FTE: Custodial (\$14.00 Hour Plus Benefits)	\$53,300
\$25,000	Athletic Trainer (Contract)	\$25,000

VOTER PROPOSITIONS

- **Approval of 2020-2021 Budget**
- **Board Seat (1)**
- **Transportation: Proposed Purchase (No Tax Impact)**
One New 64 Passenger Bus,
Replacing Bus #90; Year 2010, 161,000 miles
Funded by the 2016 Transportation Reserve
\$130,000 Not to Exceed
- **Yates Community Library (need to receive amount)**

QUESTIONS??

