

HARPURSVILLE CENTRAL SCHOOL



Budget Workshop
for
2016-2017
April 11, 2016

Budget Topics

- Budget Goals
- Projected Revenues
- State Aid
- Projected Expenditures
- Budget Gap
- Next Steps

BUDGET GOALS

- Provide an instructional program that meets the educational needs of all students and ensures all students are prepared for their future.
- To eliminate the structural deficit in the budget.
- Develop a budget that puts the district on a path to fiscal health and stability while maintaining our responsibility to the district residents and providing our students with a sound education.

PROJECTED REVENUES

- Projected Revenues were developed using
 - Tax Levy Limit Calculation
 - Analysis of “Final” State Aid Projections
 - Historical trends for Other Revenues

PROJECTED REVENUES

REVENUE	2015-2016 ORIGINAL BUDGET	2016-2017 DRAFT BUDGET 3/21/16	2016-2017 DRAFT BUDGET 4/11/16	% INCREASE BUDGET TO BUDGET	\$ INCREASE BUDGET TO BUDGET	BUDGET CHANGE FROM 3/21/16
TAX LEVY	3,744,285	3,857,206	\$3,857,206	3.02%	112,921	0
OTHER REVENUE	736,000	1,225,909	\$1,150,909	56.37%	414,909	-75,000
STATE AID	13,015,045	14,179,822	\$14,358,044	10.32%	1,342,999	178,222
APPROPRIATED RESERVES	-	247,000	\$297,000	100.00%	297,000	50,000
APPROPRIATED FUND BALANCE	803,615	700,000	\$700,000	-12.89%	-103,615	0
TOTAL REVENUE BUDGET	18,298,945	20,209,937	\$20,363,159	11.28%	2,064,214	153,222

1% change to the tax levy = \$37,443

What is the “cost” of a 3.02% increase on the tax levy?

	True Value Tax Rate	Yearly Difference
2016-17	\$14.7933	\$ 0.43
2015-16	\$14.3602	\$0.37
2014-15	\$13.9901	\$0.33 *
2013-14	\$13.6590	\$0.29 *
2012-13	\$13.3681	\$0.59 ^
2011-12	\$12.7743	\$(0.08)
2010-11	\$12.8546	\$0.28
2009-10	\$12.5779	\$(1.51)
2008-09	\$14.0870	\$(0.46)

On a \$50,000 home, the increase in cost given the proposed tax levy is about \$21.65. *(estimated using last year's figures – equalization rates, assessed values, etc.)*

The 2012-13 school year was the first year of the tax cap. The district had a 2% increase on the levy that year which was greater than the allowable limit. The increase in the levy was less than the allowable limit in both the 2013-14 and 2014-15 school years. The levy was at the allowable limit in 2015-16.

2% “tax cap” is not really 2%

We are NOT exceeding OUR tax cap with the proposed 3.02% increase on the tax levy. (see the tax levy calculation document on the website)

3.02% is our local maximum allowable levy limit under the tax cap law.

It is more than 2% because of the allowable exclusions under the law (ex. debt service payments).

PROJECTED REVENUES

- Appropriated Reserves is the planned use of the:
 - Retirement Contribution Reserve
 - Unemployment Insurance Reserve
- Appropriated Fund Balance
 - Long term goal is to reduce the use of fund balance to support the budget – eliminate structural imbalance

Explanation of 15-16 Federal Grants

- Title I:

- Professional Salaries - $\$227,244 + \$29,088$ carry forward = $\$256,332$
- Employee Benefits - $\$86,010$
- Total - $\$342,342$

- Title II:

- Professional Salaries - $\$48,786 + \$11,908$ carry forward = $\$60,694$
- Employee Benefits - $\$14,870 + \285 carry forward = $\$15,155$
- BOCES Services- $\$5,634$
- Total - $\$81,483$

- Title VI:

- Supplies and Materials - $\$16,500 + \$4,714$ carry forward = $\$21,214$

Grants Continued

- Section 611:
 - Professional Salaries - \$62,279
 - Support Staff Salaries - \$125,503
 - Purchased Services - \$12,927
 - Employee Benefits - \$21,916 + \$21,097 carry forward = \$43,013
 - Total - \$243,722
- Section 619:
 - Support Staff Salaries - \$6,352 + \$3,778 carry forward = \$10,130
 - Purchased Services - \$3,909
 - Total - \$14,039
- UPK:
 - Professional Salaries - \$112,155
 - Purchased Services - \$5,500
 - Employee Benefits - \$48,520
 - Total - \$166,175
- *Total Grants For 2015-16: \$868,975*

Federal grant revenues and expenditures are NOT included in the general fund budget.

PROJECTED EXPENDITURES

- Projected Expenditures were developed using
 - Current staff of record
 - Historical and market trends
 - Known benefit rate changes
 - Known contractual costs
 - Known debt service payments
 - Estimated BOCES services based on review of all services for 2016-17 and anticipated student needs

PROJECTED EXPENDITURES

EXPENDITURES	2015-2016 ORIGINAL BUDGET	2016-2017 DRAFT BUDGET 3/21/16	2016-2017 DRAFT BUDGET 4/11/16	% INCREASE BUDGET TO BUDGET	\$ INCREASE BUDGET TO BUDGET	BUDGET CHANGE FROM 3/21/16
INSTRUCTIONAL SALARIES	5,773,173	6,000,754	5,371,882	-6.95%	-401,291	(628,872)
NON-INSTRUCTIONAL SALARIES	1,566,047	1,861,198	1,755,513	12.10%	189,466	(105,686)
EQUIPMENT	76,563	47,750	35,250	-53.96%	-41,313	(12,500)
CONTRACTUAL EXPENSES	1,150,288	1,528,583	1,458,583	26.80%	308,295	(70,000)
MATERIALS AND SUPPLIES	492,085	504,557	517,057	5.07%	24,972	12,500
BOCES	3,187,437	4,888,902	4,239,280	33.00%	1,051,843	(649,622)
DEBT SERVICE	1,183,791	2,177,459	2,177,459	83.94%	993,668	-
BENEFITS	4,869,562	5,232,424	4,776,136	-1.92%	-93,426	(456,288)
TRANSFERS	-	32,000	32,000	100.00%	32,000	-
TOTAL	18,298,945	22,273,627	20,363,159	11.28%	2,064,214	(1,910,468)

Summary...

Revenues	Expenditures	Budget Gap
\$20,363,159	\$20,363,159	\$0

*these numbers assume an approved budget on May 17th

We have *completely closed* the budget gap of over \$2 million that we identified in previous presentations!

HOW did we close the gap?

First and foremost, we kept the *focus on our students!*

We maintained all programming for students:

- All athletics will continue to be offered
- All field trips will continue for the 2016-17 school year
- The after-school program will continue for the 2016-17 school year
- The summer enrichment program will continue for summer 2016
- All extra-curricular clubs and organizations will continue for the 2016-17 school year
- College courses remain in tact for our high school students for the 2016-17 school year

This is outstanding news for our students!

HOW did we close the gap?

- Increase in state aid certainly helped!
- Retiree health insurance costs reduced with move to Medicare Supplemental
- Reduced costs due to retirement/resignation (attrition or breakage)
 - 4 HTA members retired/resigned
 - 2 HSSA members retired
 - 1 Transportation member retired
- Anticipated reduction in faculty and staff
 - HS ELA
 - Technology Ed.
 - Elimination of 2 teaching positions in the Elementary School
 - Elimination of 1 teaching position in the Jr/Sr High School
 - Elimination of 2 teaching assistants (1 in each building)
 - Elimination of 4 aides (TBD – likely, but still a little bit of work to do here)

HOW did we close the gap?

- District Data Coordinator and Athletic Coordinator duties will be done by administrators
 - It is anticipated that DDC will move into another role that needs to be filled
 - These were 2 full-time positions that are being absorbed by the administration
- Stipended positions of department chairperson, coordinator of guidance, and athletic coordinator will not be offered next year.
- Capping UPK at 18 students per section (2 sections) results in 2 aide positions reduced
- Anticipated BOCES costs have decreased
 - After-school & enrichment costs
 - Data services removed that are already included in budget
 - Other program/contractual costs
- Bringing a 12:1:1 back into our district

REDUCTIONS OF EXPENDITURES: \$1,910,468

HOW did we close the gap?

Reductions of Expenditures	\$ 1,910,468
Additional Revenue	\$ 153,222
Total	\$ 2,063,690

Next Steps

- Adoption of the budget on April 18th
- Provide required mailings to district residents
- Budget hearing on May 9th

An ***approved*** budget vote on May 17th!

(i.e. no additional reductions)

THANK YOU!

