

HARPURSVILLE CENTRAL SCHOOL



Budget Development for 2018-2019

Based on the Executive Proposal

February 14, 2018



TONIGHT'S TOPICS

- Budget goals
- Projected expenditures
- Projected revenues
 - State aid – based on Executive proposal
 - Local revenue
 - “Other” revenue
- Summary – comparison of projected revenues and expenditures
- Next steps



BUDGET GOALS

- **Provide an instructional program that meets the educational needs of all students**
- **Work to eliminate structural deficits in our budgets**
- **Reduce or eliminate use of reserves**
- **Promote the fiscal health and stability of the school district**



PROJECTED EXPENDITURES

Developed using:

- Current staff of record
- Known benefit rate changes
- Known contractual costs/estimated contractual increases
- Known debt service payments
- *Estimated* BOCES services based on current year projections
- Historical and market trends; current year projections



PROJECTED EXPENDITURES

EXPENDITURES	2017-2018 ORIGINAL BUDGET	2018-2019 DRAFT BUDGET 2/14/18	% INCREASE BUDGET TO BUDGET	\$ INCREASE BUDGET TO BUDGET
INSTRUCTIONAL SALARIES	\$ 5,071,475.00	\$ 5,050,289.00	-0.42%	\$ (21,186.00)
NON-INSTRUCTIONAL SALARIES	\$ 1,596,193.00	\$ 1,651,699.00	3.48%	\$ 55,506.00
EQUIPMENT	\$ 32,150.00	\$ 27,150.00	-15.55%	\$ (5,000.00)
CONTRACTUAL EXPENSES	\$ 1,491,615.00	\$ 1,645,050.00	10.29%	\$ 153,435.00
MATERIALS AND SUPPLIES	\$ 469,581.00	\$ 483,060.00	2.87%	\$ 13,479.00
BOCES	\$ 4,350,656.00	\$ 4,481,176.00	3.00%	\$ 130,520.00
DEBT SERVICE	\$ 1,936,099.00	\$ 1,822,303.00	-5.88%	\$(113,796.00)
BENEFITS	\$ 4,891,199.00	\$ 5,091,405.00	4.09%	\$ 200,206.00
TRANSFERS	\$ 45,000.00	\$ 43,000.00	-4.44%	\$ (2,000.00)
TOTAL	\$19,883,968.00	\$ 20,295,132.00	2.07%	\$ 411,164.00



PROJECTED EXPENDITURES (benefits)

EXPENDITURES	2017-2018 ORIGINAL BUDGET	2018-2019 DRAFT BUDGET	% INCREASE BUDGET TO BUDGET	\$ INCREASE BUDGET TO BUDGET
STATE RETIREMENT--ERS	\$232,000	\$212,700	-8.32%	(\$19,300)
TEACHER'S RETIREMENT--TRS	\$482,274	\$548,144	13.66%	\$65,870
SOCIAL SECURITY	\$510,492	\$516,731	1.22%	\$6,239
WORKERS COMPENSATION	\$110,000	\$110,000	0.00%	\$0
UNEMPLOYMENT INSURANCE	\$70,000	\$70,000	0.00%	\$0
HEALTH & DENTAL INS	\$3,478,683	\$3,617,830	4.00%	\$139,147
OTHER BENEFITS	\$7,750	\$16,000	106.45%	\$8,250
TOTAL	\$4,891,199	\$5,091,405	4.09%	\$200,206



PROJECTED REVENUES

Developed using:

- Tax levy limit calculation
- Executive proposal of state aid
- Prior year trends/data for other revenues



PROJECTED REVENUES

REVENUE	2017-2018 ORIGINAL BUDGET	2018-2019 DRAFT BUDGET	% INCREASE BUDGET TO BUDGET	\$ INCREASE BUDGET TO BUDGET
TAX LEVY	\$3,939,554	\$4,059,965	3.06%	\$120,411
OTHER REVENUE	\$836,851	\$674,763	-19.37%	(\$162,088)
STATE AID	\$14,349,184	\$14,215,917	-0.93%	(\$133,267)
APPROPRIATED RESERVES	\$258,379	\$70,000	-72.91%	(\$188,379)
APPROPRIATED FUND BALANCE	\$500,000	\$500,000	0.00%	\$0
TOTAL REVENUE BUDGET	\$19,883,968	\$19,520,645	-1.83%	(\$363,323)



PROJECTED REVENUES

Tax Levy

REVENUE	2017-2018 ORIGINAL BUDGET	2018-2019 DRAFT BUDGET	% INCREASE BUDGET TO BUDGET	\$ INCREASE BUDGET TO BUDGET
TAX LEVY	\$3,939,554	\$4,059,965	3.06%	\$120,411

NOTES:

- 3.06% is the maximum allowable limit under the tax cap law
 - The district would remain compliant under the law with this levy
- 1% change to the tax levy is approx. \$39,396



PROJECTED REVENUES - “Other” Revenue

Revenue	2017-2018	2018-2019
Payments in lieu of taxes (PILOT)	\$9,012	\$9,453
Interest & Penalties on Real Prop Taxes	\$13,000	\$13,000
Day school tuition from other districts	\$15,000	\$15,000
Interest and earnings	\$2,000	\$5,000
Rental of real property (SUNY Broome)	\$29,000	\$29,000
Sale of scrap	\$1,000	\$1,000
Medicare D Reimbursement	\$0	\$0
Refund of prior year exp--BOCES	\$350,000	\$190,000
Refunds of prior years expenditures (Health Ins. & CPSE)	\$12,000	\$12,000
Other unclassified revenues	\$5,000	\$5,000
Other unclassified revenues-BOCES (after-school/enrich./sub reimburse)	\$263,050	\$240,000
Medicaid Assistance	\$20,000	\$25,000
Inter-fund Transfer from Debt Service (premium to offset debt)	\$117,789	\$130,310
TOTAL OTHER REVENUE	\$836,851	\$674,763



PROJECTED REVENUES

“State Aid”

<u>Type of Aid</u>	<u>2017-2018</u>	<u>2018-2019</u>	
Foundation Aid	\$9,948,196	\$10,089,198	includes \$89,804 of community schools aid
Excess Cost Aid	\$372,000	\$366,00	
Building Aid	\$1,506,751	\$1,309,404	
Transportation Aid	\$1,029,607	\$1,088,713	
BOCES Aid	\$1,412,007	\$1,284,968	
Tuition Aid Handicapped	\$0	\$0	
Instructional Materials Aid	\$80,623	\$77,634	
TOTAL STATE AID	\$14,349,184	\$14,215,917	



SUMMARY...

Revenues	Expenditures	Budget Gap
\$19,520,645	\$20,295,132	(\$774,487)

We have a budget that accurately reflects the anticipated revenues and expenditures of our district as evidenced by the 2017-2018 budget performance. The only direct control we have over revenues is with the tax levy. Even though we have controlled our expenses to about 2% growth from year to year, we are still left to wrestle with the expenditure side of the budget as a means of balancing the budget.



NEXT STEPS

- Anticipate the Legislative proposal for school funding
 - Complete the BOCES budget (currently a placeholder)
 - Evaluate enrollment trends and staffing patterns
 - Identify other areas of potential expense reduction
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- March 7th – Budget Workshop





THANK YOU!

