

# 2019-'20 Draft Revenue Overview

Board of Education

February 5, 2019

Budget Presentation #1



# Governor's Budget Proposal Highlights

On January 15<sup>th</sup> the Governor presented his proposal for the 2019-20 state budget which includes a total of \$27.7 billion in state support for public schools which represents a \$956 million (3.58%) increase from the current year.

▶ **Foundation Aid** - \$18.129 billion (increase of \$338 million, \$288 increase net of Community Schools Set-Aside). Use of a modified formula to distribute aid to schools.

- Represents over 66% of total school support.

▶ **Community Schools Aid Set-Aside** - \$250 million (increase of \$50 million). Provided to expand support for the transformation of schools within certain high needs districts into community hubs.

- Must be utilized on new initiatives.

# Governor's Highlights (cont.)

- ▶ Public & Private Excess Cost Aid - No formula change proposed.
- ▶ BOCES Aid - No formula change proposed.
- ▶ Transportation Aid - No formula change proposed.
- ▶ Building Aid/ Reorganization Incentive Building Aid - No formula change proposed.
- ▶ Textbook, Software, Library and Computer Hardware Aid - All aid continued under current law.
- ▶ Universal Pre-k - No anticipated change for Pioneer.
  - Additional \$15 million allocated for Expanded Pre-k for 3 & 4 year olds for pupils within high-need school districts.
- ▶ Statewide Universal Full-Day Pre K - No change in funding.

# Governor's Highlights (cont.)

- ▶ **Aid Caps**— District's state aid, exclusive of Native American Building Aid, Aid for Employment Preparation Education Programs for School Districts and BOCES, Incarcerated Youth Aid, and Inter-District Urban-Suburban Transfer Program Aid, would be capped at the total listed on the Executive Budget Aid Run.
  - Beginning with claims for the 2018-19 and 2019-20 aid years (included on the same aid run), and thereafter, there will be no prior year adjustments. Any changes to state aid data would have to be submitted by Nov. 1<sup>st</sup> of the year in which the aid is paid.
  
- ▶ **Proposed Changes to STAR Exemption Program** – The Governor proposes the following:
  - Cap the annual growth in Basic & Enhanced STAR exemption at 0%  
\*\*(currently at 2%)

# Governor's Highlights (cont.)

- ▶ **Building Aid**– The Governor proposes prospective changes to Building Aid including projects with voter approval on or after July 1, 2019 that may impact ratios, incentive decimals, and incidental cost allowances.
  
- ▶ **Consolidating Expense Based Aid Categories**– Proposal to merge 11 expense-based aid categories into one new category labeled “Services Aid” starting in the 2020-21 school year.
  - For Pioneer merged aid categories include: textbooks, school library material, computer software & hardware, BOCES, transportation.
  - Any increase to “Services Aid” would be calculated annually based on inflation and district enrollment.
  
- ▶ **Permanent Property Tax Cap**– Executive Budget proposal intends to make the Property Tax Cap permanent by writing it into law.

# Governor's Highlights (cont.)

▶ **School Level Funding Plan (Year 2 - 306 Districts)** – Reporting of 2019-20 budget information will be due on or before the Friday prior to Labor Day (Aug. 30<sup>th</sup>) from June 30<sup>th</sup>.

▶ **School Equity Plan** – For 2019-20 school year and thereafter, school districts designated as requiring an equity plan (Districts that submitted school level reports for 2018-19 and have an underfunded high need school), must submit a plan for review and approval by July 1, 2019.

- On or before May 1<sup>st</sup>, the DOB director will provide a list of underfunded high need schools.
- If the plan addressing the funding equity of the high need schools is not submitted and approved to the Commissioner by Sept. 1, 2019, the Commissioner will develop and impose a plan for districts to implement.

# Universal Pre K

	Enrollment		Funding	
	Half Day	Full Day	Half Day	Full Day
2013-14	140	0	\$497,513	\$0
2014-15	50	76	\$497,513	\$392,889
2015-16	41	93	\$497,513	\$392,889
2016-17	0	160	\$497,513	\$392,889
2017-18	0	124	\$497,513	\$392,889
2018-19	0	114	\$497,513	\$392,889

- ▶ Total funding of \$890,402 will continue for 2019-20.

# Property Tax Levy Cap

A. Total Real Property Tax Levy for base year	\$ 12,729,707	
B. Excess Levy in Reserve (N/A for 2017-18)	\$ -	
C. Tax Levy subtotal (A - B)	\$ 12,729,707	
D. Tax Base Growth Factor (min of 1.0)	1.0056	
E. Adjusted Tax Levy subtotal (C x D)	\$ 12,800,993	
F. Add: Base Year PILOTS	\$ 215,770	
G. Base Year Levy plus PILOTS	\$ 13,016,763	
H. Base year Torts and Judgements > 5%	\$ -	
I. Base year Capital Exp. Net of aid	\$ 174,576	
J. Total base year Torts and Capital exp.	\$ 174,576	
K. Levy less base year Torts and Capital (G - J)	\$ 12,842,187	
L. Allowable Levy Growth Factor based on CPI (max of 2%)	1.020000	
M. Levy including levy Growth Factor	\$ 13,099,031	
N. Budget year PILOT receivables	\$ 175,079	
O. Levy less budget year PILOTS (M - N)	\$ 12,923,952	
P. Eligible Carry Over from base year budget (N/A 2014-15)	\$ -	
<b>Q. Tax Levy Limit - before Exclusions (O + P)</b>	<b>\$ 12,923,952</b>	<b>1.53%</b>
<u>Budget Year Exclusions</u>		
R. Capital Expenditures net of aid	\$ 42,531	
S. Pension Expenditures above 2%	\$ -	
T. Court orders/Judgements in > 5% base year levy	\$ -	
U. Total Exclusions (R + S + T)	\$ 42,531	
<b>Total Tax Levy including Exclusions (Q + U)</b>	<b>\$ 12,966,483</b>	<b>1.86%</b>



# Revenue Preview

DESCRIPTION	BUDGET	BUDGET	CHANGE (\$)	CHANGE (%)
	2018-19	2019-20		
<b>PROPERTY TAX LEVY</b>	\$12,729,707	\$12,966,480	\$236,773	1.86%
OTHER PAYMENTS IN LIEU OF	60,000	60,000	0	0.00%
INTEREST & PENALTIES ON	5,000	5,000	0	0.00%
<b>Total Property Tax Items:</b>	<b>\$12,794,707</b>	<b>\$13,031,480</b>	<b>\$236,773</b>	<b>1.85%</b>
ADMISSIONS	8,500	8,500	0	0.00%
DAY SCHOOL TUITION	195,000	195,000	0	0.00%
INTEREST AND EARNINGS	80,000	80,000	0	0.00%
RENTAL OF REAL PROPERTY	500	500	0	0.00%
RENTAL OF PROPERTY - (BOCES)	115,000	115,000	0	0.00%
INSTRUMENT RENTAL	3,500	3,500	0	0.00%
REFUNDS - PRIOR YR. BOCES	80,000	80,000	0	0.00%
UNCLASSIFIED	170,000	170,000	0	0.00%
MEDICAID REIMBURSEMENT	165,000	165,000	0	0.00%
DEBT SERVICE RESERVE	500,000	500,000	0	0.00%
EMPLOYEE BENEFIT ACCRUED LIABILITY RESERVE	70,000	70,000	0	0.00%
<b>ASSIGNED FUND BALANCE</b>	<b>3,300,000</b>	<b>3,270,000</b>	<b>-30,000</b>	<b>-0.91%</b>
<b>Total Other Local Share:</b>	<b>\$4,687,500</b>	<b>\$4,657,500</b>	<b>-\$30,000</b>	<b>-0.64%</b>

## Revenue Preview (cont.)

DESCRIPTION	BUDGET 2018-19	BUDGET 2019-20	CHANGE (\$)	CHANGE (%)
<b>STATE AID</b>				
FOUNDATION AID	\$25,453,686	\$25,862,256	\$408,570	1.6%
COMMUNITY SCHOOLS AID	\$210,306	\$210,306	\$0	-
BOCES	3,223,583	3,323,606	100,023	3.1%
EXCESS COST (PUBLIC & PRIVATE)	894,317	997,968	103,651	11.6%
HARDWARE & TECHNOLOGY	42,914	43,441	527	1.2%
SOFTWARE, LIBRARY, TEXTBOOK	189,565	191,840	2,275	1.2%
TRANSPORTATION	2,862,400	2,862,400	0	0.0%
<b>Total State Aid Net of Building Aid:</b>	<b>\$32,876,771</b>	<b>\$33,491,817</b>	<b>\$615,046</b>	<b>1.9%</b>
BUILDING	5,721,560	5,767,600	46,040	0.8%
<b>Total State Aid:</b>	<b>\$38,598,331</b>	<b>\$39,259,417</b>	<b>\$661,086</b>	<b>1.7%</b>
<b>TOTAL BUDGETED REVENUE</b>				
	<b>\$56,080,538</b>	<b>\$56,948,396</b>	<b>\$867,859</b>	<b>1.5%</b>

# Questions / Comments



# 2019-'20 Budget Presentations

- ◆ BOE & Central Ops.
- ◆ High School
- ◆ Middle School
- ◆ Arcade Elementary
- ◆ Delevan Elementary
- ◆ Curriculum & Staff Development
- ◆ Technology
- ◆ Special Education
- ◆ Athletics
- ◆ B&G's



Board of Education  
February 5, 2019



# Budget Approach

- ▶ Building & departmental budgets consist primarily of:
  - ◆ Materials and supplies (office supplies, paper, etc.)
  - ◆ Textbooks (classroom & library)
  - ◆ Equipment (desks, chairs, cabinets, etc.)
  - ◆ Contractual (conference, mileage, postage)
- ▶ Discretionary Funds
  - ◆ Represents reallocating discretionary funds
  - ◆ Direct resources towards needs and priorities

# Presentation Summary

	2018-19 Budget		2019-20 Budget		Change (\$)	Change (%)
Salaries & Benefits						
Board of Education	29,200	0.1%	29,200		-	0.00%
Central Operations	625,981	1.1%	644,378		18,397	2.94%
High School	281,459	0.5%	281,459		-	0.00%
Middle School	176,472	0.3%	176,472		-	0.00%
Elementary at Arcade	80,470	0.1%	81,420		950	1.18%
Elementary at Delevan	77,643	0.1%	77,643		-	0.00%
Curriculum	50,825	0.1%	50,825		-	0.00%
Special Education	770,000	1.4%	770,000		-	0.00%
Technology	216,972	0.4%	216,972		-	0.00%
Athletics	226,842	0.4%	235,737		8,895	3.92%
BOCES						
Transportation						
Buildings & Grounds	1,638,370	2.9%	1,689,780		51,410	3.14%
Debt Service						
<b>Total Dept. Budgets</b>	<b>4,174,234</b>	<b>7.4%</b>	<b>4,253,886</b>		<b>79,652</b>	<b>1.91%</b>
<b>General Fund Budget</b>	<b>56,080,538</b>					

- ▶ In total, building & departmental budgets represented 7.4% of the total general fund budget last year.

# BOE & Central Ops.

	2018-19 Budget	2019-20 Budget	Change (\$)	Change (%)
Board of Education	29,200	29,200	-	0.00%
Central Operations	625,981	644,378	18,397	2.94%

▶ Board of Education

- ◆ No change

▶ Central Operations

- ◆ Net increase of \$12,667
  - SRO - Increase of \$10,000
  - Insurance - Increase of \$4,000
  - Tax Collection - Increase of \$2,550
  - Membership dues - Increase of \$2,200
  - Personnel Supplies - Increase of \$250

# Central Ops.

General liability & student accident insurance	\$148,000	22.97%	
SRO	\$118,297	18.36%	
Audit services (external, internal, GASB 45, appraisal)	\$47,100	7.31%	
Legal	\$45,000	6.98%	
Fostercare tuituion payments	\$40,000	6.21%	61.83%
Public information	\$27,700	4.30%	
Postage	\$21,000	3.26%	
Grant writer	\$19,000	2.95%	
Tax collection	\$18,300	2.84%	
Library funding	\$18,000	2.79%	
Mandated student physicals	\$16,800	2.61%	
School association dues	\$15,108	2.34%	
District wide music equipment fund	\$14,000	2.17%	
Marching band funding	\$13,500	2.10%	
403(b) and fiscal compliance	\$13,500	2.10%	
Mileage, workshops	\$11,750	1.82%	
Copier paper	\$8,000	1.24%	
Legal ads	\$8,000	1.24%	
District musical	\$7,500	1.16%	
Supplies/subscriptions	\$6,540	1.01%	
Music fees (ECMEA, NYSSMA, misc.)	\$6,000	0.93%	
Property tax refunds	\$5,000	0.78%	
Textbooks - non public school students	\$4,078	0.63%	
Equipment maintenance	\$2,500	0.39%	
Finger printing	\$990	0.15%	
Other misc.	\$8,715	1.35%	38.17%
	<b>\$644,378</b>		



# Building Budgets

	2018-19 Budget	2019-20 Budget	Change (\$)	Change (%)
High School	281,459	281,459	-	0.00%
Middle School	176,472	176,472	-	0.00%
Elementary at Arcade	80,470	81,420	950	1.18%
Elementary at Delevan	77,643	77,643	-	0.00%
<b>Total Building Budgets</b>	<b>616,044</b>	<b>616,994</b>	<b>950</b>	<b>0.15%</b>

▶ 0.15% increase

▶ 100% State aided expenses

- ◆ Total \$189,452 (30.8%)
- ◆ Textbooks - \$169,740
- ◆ Library books - \$19,712

Materials & Supplies	\$231,249	37.5%
Textbooks	\$169,740	30.8%
Library Books	\$19,712	
Copier Paper	\$43,750	7.1%
Equipment	\$34,992	5.7%
Postage	\$24,500	4.0%
Transportation	\$19,287	3.1%
Mental Health Programing/Services	\$15,000	2.4%

# Curriculum & Technology

	2018-19 Budget	2019-20 Budget	Change (\$)	Change (%)
Curriculum	50,825	50,825	-	0.00%
Technology	216,972	216,972	-	0.00%

▶ Curriculum Budget includes:

- ◆ Curriculum Development & Testing (\$14,375)
  - Subscriptions, memberships, consultants
- ◆ Conferences & Workshops (\$15,350)
- ◆ Materials & Supplies (\$11,250)
- ◆ In-service Course Support (\$7,500)

▶ Technology Budget Includes:

- ◆ Aidable computer hardware and software (\$95,000)
- ◆ Telephone, mobile communications service (\$35,000)
  - Reimbursed through e-rate
- ◆ Public address, fire & access control maintenance contracts (\$55,000)
- ◆ Document retention, materials & supplies (\$6,000)
- ◆ Travel & Conference (\$5,500)

# Special Education

	2018-19 Budget	2019-20 Budget	Change (\$)	Change (%)
Special Education	770,000	770,000	-	0.00%

- ▶ Tuition payments (75% of Spec. Ed. budget)
  - ◆ Receive aid in the following year
- ▶ Contracted physical & music therapy (14% of Spec. Ed. budget)
- ▶ Legal contingency (6.5% of Spec. Ed. budget)

Tuition Payments - CSE (Non-BOCES Private & Public)	P	\$575,500	\$575,500
~ Baker Victory (1 @ \$38,500)		37,000	38,500
~ Baker Victory Residential (0 @ \$70,000)		70,000	0
~ Randolph Academy (4 @ \$44,500)		166,000	178,000
~ Buffalo Public School 84 (2 @ \$30,000)		60,000	0
~ Kessler Residential Center (0 @ \$70,000)		0	0
~ Aspire WOW (5 @ \$12,500)		24,000	62,500
~ Autism Services (1 @ \$51,500)		50,000	51,500
~ St. Mary's School for the Deaf (1 @ \$40,000)		33,500	40,000
~ St. Mary's Residential (1 @ \$85,000)		70,000	85,000
~ Contingency		65,000	120,000

# Athletics

	2018-19 Budget	2019-20 Budget	Change (\$)	Change (%)
Athletics	226,842	235,737	8,895	3.92%

	Total \$	% of Ath. Budget	\$ Inc. from PY	% Inc. from PY
Transportation	\$79,072	33.5%	\$2,670	3.5%
Supplies	\$41,925	17.8%	\$1,000	2.4%
Officials	\$39,915	16.9%	\$1,125	2.9%
Tournament fees & Dues	\$31,600	13.4%	\$3,600	12.9%
Equipment	\$13,825	5.9%	\$0	0.0%
Uniforms	\$7,500	3.2%	\$500	7.1%
Fitness Room Equip. Replacement	\$7,500	3.2%	\$0	0.0%
Conference & Travel	\$6,450	2.7%	\$0	0.0%
Physicals	\$5,100	2.2%	\$0	0.0%
Other	\$2,250	1.0%	\$0	0.0%
Chaperones (non-employee)	\$600	0.3%	\$0	0.0%

- ▶ 21 sports, 45 teams, and approx. 850 team members
  - ◆ Athletic supplies - Inc. for modified track
  - ◆ Officials - Inc. to cover contracted wage increase
  - ◆ Tournament fees & dues fees
    - Section VI & ECIC dues
    - Bowling fees

# Buildings & Grounds

	2018-19 Budget	2019-20 Budget	Change (\$)	Change (%)
Buildings & Grounds	1,638,370	1,689,780	51,410	3.14%

- ▶ Consists primarily of:
  - ◆ Utilities (43.6% of budget)
  - ◆ Cleaning contract (31.4% of budget)
  - ◆ Equipment replacement allocation (2.4%)
  - ◆ Other Contractual expense
    - Inspections
    - Refuse pick up

# Buildings & Grounds Detail

	2018-19	2019-20	Change	% Change
Utilities	\$712,950	\$737,200	\$24,250	3.4%
Refuse	\$28,000	\$30,000	\$2,000	7.1%
Equipment Replacement Account	\$36,000	\$40,000	\$4,000	11.1%
HS	\$375,070	\$387,070	\$12,000	3.2%
MS	\$265,100	\$273,010	\$7,910	3.0%
Arcade	\$57,850	\$58,350	\$500	0.9%
Delevan	\$60,200	\$60,200	\$0	0.0%
Grounds	\$48,800	\$48,800	\$0	0.0%
Emergency / Central	\$54,400	\$55,150	\$750	1.4%
<b>Total</b>	<b>\$1,638,370</b>	<b>\$1,689,780</b>	<b>\$51,410</b>	<b>3.14%</b>

- Utilities – Increase primarily due to utility rate increase
- Equip. Replacement – Increase to fund replacement plan  
     - \$80,000 currently...\$95,000 to fund replacement plan
- HS & MS – Increase due to contracted cleaning
- Arcade– Increase due to supplies

# Budget Summary

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<b>General Fund Budget</b>	<b>56,080,538</b>					

# Upcoming Budget Presentations

- ▶ **Tuesday, March 5<sup>th</sup> - Budget Presentation**
  - ◆ Salaries & benefits budget
  - ◆ BOCES, Transportation & Debt Service budget
  - ◆ 1<sup>st</sup> complete draft of the 2019-20 General Fund Budget
- ▶ **Tuesday, March 19<sup>th</sup> - Regular Board Meeting**
- ▶ **Tuesday, April 2<sup>nd</sup> - Regular Board Meeting**
  - ◆ Tentative date to review the final 2019-20 State Aid figures
- ▶ **Tuesday, April 16<sup>th</sup> - Target Date for BOE budget adoption**
- ▶ **Tuesday, April 19<sup>th</sup> - Final date for BOE budget adoption**





# Questions / Comments

