

Horseheads Central School District



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Preliminary Budget Overview

April 24, 2019

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State Aid Update

	2018-19 Budget	2019-20 Estimated Budget	\$ Change	% Change
Foundation Aid	\$21,757,127	\$21,964,537	\$207,410	0.95%
Transportation	\$2,551,075	\$2,758,033	\$206,958	8.11%
Building Aid	\$2,674,386	\$3,520,242	\$845,856*	31.63%
BOCES	\$4,566,201	\$4,814,285	\$248,084	5.43%
Other Aid Items	\$1,220,687	\$1,365,860	\$145,173	11.89%
Total	\$32,769,476	\$34,422,957	\$1,653,481	5.05%
Total without Building Aid increase	\$32,769,476	\$33,537,173	\$767,697	2.34%

*** This number includes \$885,784 of building aid related to district-wide capital improvement project**

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Tax Cap Calculation

	2018-19	2019-20
Taxes levied in prior year	\$36,082,023	\$37,374,963
x Tax base growth factor	<u>x 1.0095</u>	<u>x 1.0288</u>
= Adjusted prior year levy amount	\$36,424,802	\$38,451,362
+ PILOTs from prior year	+ \$1,147,946	+ \$949,240
- Capital exemptions from prior year	<u>0</u>	<u>0</u>
= Adjusted levy factors	\$37,572,748	\$39,400,602
x Allowable levy growth factor	<u>x 1.02</u>	<u>x 1.02</u>
= Adjusted levy	\$38,324,203	\$40,188,614
- Anticipated budget year PILOTs	<u>- \$949,240</u>	<u>- \$965,548</u>
= Tax levy limit, before exemptions	\$37,374,963	\$39,223,066

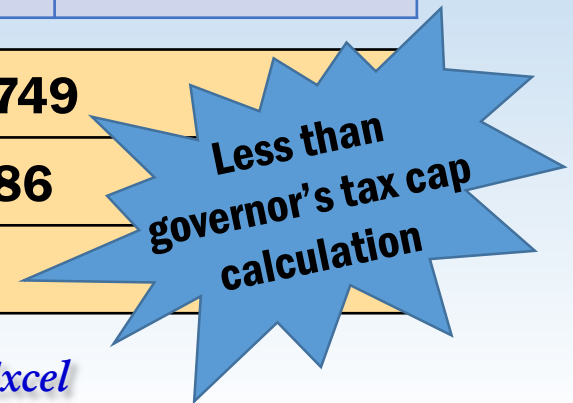
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Tax Cap Calculation, continued

	2018-19	2019-20
Tax levy limit, before exemptions	\$37,374,963	\$39,223,066
Capital exclusion	0	+ \$1,003,364
ERS exemption amount	0	+ 0
TRS exemption amount	0	+ 0
Maximum allowable tax levy limit	\$37,374,963	\$40,226,430

Allowable property tax levy change from prior year, based on tax cap calculation	\$2,851,467
	7.63%

Recommended levy	\$38,858,749
\$ increase	\$1,483,786
% increase	3.97%



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Tax Cap Calculation, continued

	2018-19	2019-20
Proposed property tax levy percent change	\$1,292,940	\$1,483,786
	3.58%	3.97%
Full value tax rate percent change	\$17.97 per thousand	\$18.57* per thousand
	2.51%	3.28%*

***2019-20 tax rate is a conservative estimate using preliminary assessment data received from Chemung County on 4/22/19. Final assessment data to be released in August.**

Tax Rate increase of \$59 per \$100,000 of assessed home value

- does not include STAR
- dependent upon municipality's equalization rate if less than 100%

Budget Development

	Expenditures	Revenues	Gap
Baseline Budget as of 4/4/19	\$80,509,102	\$77,262,000	\$3,247,102
Adjustments:			
Additional Retiree Contributions	-\$164,522		
Debt Service Reduction	-\$325,000		
Stop Loss Premium Savings	-\$25,749		
Miscellaneous	-\$87,912	\$5,500	
PILOT Adjustments		\$43,419	
ERS Reserve		\$438,000	
EBALR		\$150,000	
Unemployment Reserve		\$7,000	
Fund Balance		\$2,000,000	
Adjusted Budget	\$79,905,919	\$79,905,919	\$0

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Reserves/Fund Balance Use

Reserve	2018-19	2019-20
Debt Service Fund	\$500,162	\$0
Retirement Contribution Reserve (ERS)	\$588,000	\$438,000
Employee Benefits Accrued Liability Reserve	\$150,000	\$150,000
Unemployment Reserve	\$12,000	\$7,000
Fund Balance	\$2,000,000	\$2,000,000
Total	\$3,250,162	\$2,595,000

Budget Comparison

	2018-19	2019-20	\$ Change	% Change
BOE/Central Admin	\$1,419,576	\$1,517,557	\$97,981	6.90%
BOCES	\$12,587,196	\$12,792,154	\$204,958	1.63%
Instruction	\$30,724,496	\$31,829,409	\$1,104,913	3.60%
Facility	\$3,683,245	\$3,866,573	\$183,328	4.98%
Technology	\$453,439	\$433,439	-\$20,000	-4.41%
Transportation	\$2,709,999	\$2,935,542	\$225,543	8.32%
Benefits	\$21,447,528	\$21,138,959	-\$308,569	-1.44%
Debt Service	\$2,738,839	\$4,131,744	\$1,392,905	50.86%
Interfund Transfer	\$1,251,885	\$1,260,542	\$8,657	0.69%
Total	\$77,016,203	\$79,905,919	\$2,889,716	3.75%

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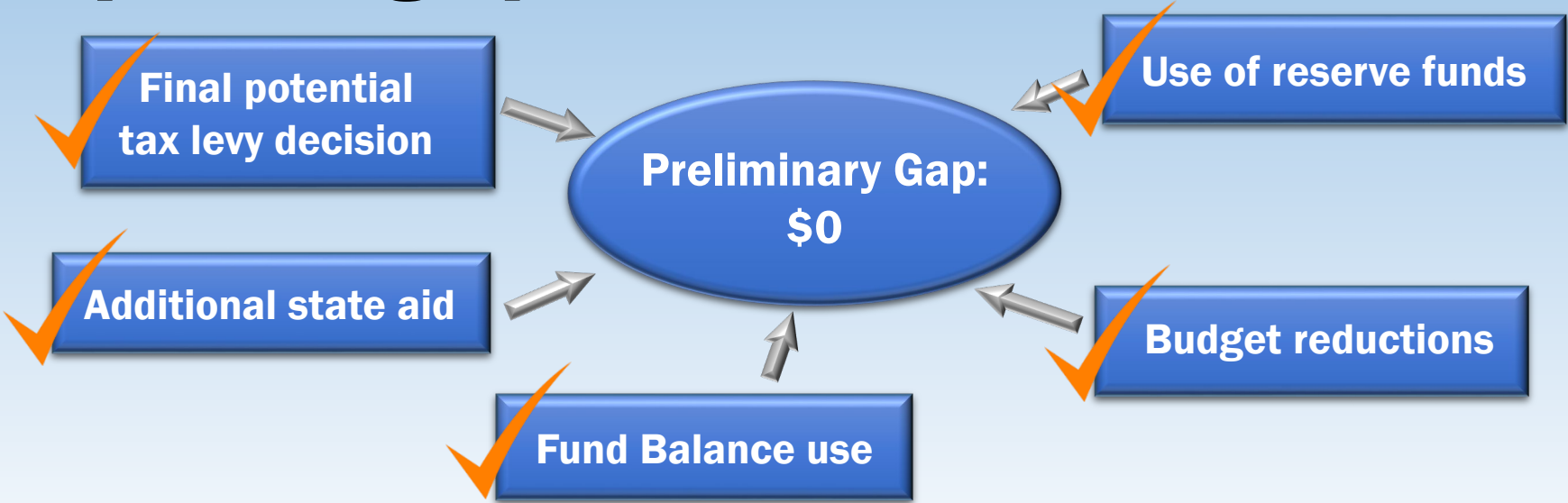
Revenue Comparison

	2018-19	2019-20	\$ Change	% Change
Tax Items	\$38,388,203	\$39,888,297	\$1,500,094	3.91%
State Aid	\$32,769,476	\$34,422,957	\$1,653,481	5.05%
Other	\$2,608,362	\$2,999,665	\$391,303	15.00%
Interfund Transfer	\$500,162	\$0	-\$500,162	-100.00%
Reserves	\$750,000	\$595,000	-\$155,000	-20.67%
Appropriated Fund Balance	\$2,000,000	\$2,000,000	\$0	0.00%
Total	\$77,016,203	\$79,905,919	\$2,889,716	3.75%

Updated Gap

	2018-19	2019-20
Expenditures	\$77,016,203	\$79,905,919
Revenue	\$77,016,203	\$79,905,919
Gap	\$0	\$0

Gap-Closing Options:



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This budget...

- **Maintains all current educational/extra-curricular programs**
- **Includes the following safety and mental health additions:**
 - **School resource officer for elementary schools**
 - **Four social workers at elementary schools**
 - **Bus repeater system conversion from analog to digital**
- **Utilizes district cash reserves of \$595,000**
- **Utilizes \$2.0 million from fund balance**

The tax levy...

- **Is below New York State's tax levy limit law**
 - **Requires simple majority for approval (50% + 1)**
 - **Allows residents to receive the property tax relief credit**
- **Includes a levy increase of 3.97%, which is below actual allowable increase of 7.63% (based on governor's tax cap calculation)**
- **Results in an estimated increase in the full value tax rate of 3.28% (based on preliminary assessments)**
= \$59 per \$100,000 assessed home value

Budget to Budget History

Year	Budget	\$ Change	% Change
2007-08	\$63,345,680	\$2,949,510	4.88%
2008-09	\$66,480,093	\$3,134,413	4.95%
2009-10	\$68,442,931	\$1,962,838	2.95%
2010-11	\$68,673,809	\$230,878	0.34%
2011-12	\$69,329,181	\$655,372	0.95%
2012-13	\$69,511,671	\$182,490	0.26%
2013-14	\$71,640,654	\$2,128,983	3.06%
2014-15	\$72,284,877	\$644,223	0.90%
2015-16	\$73,641,191	\$1,356,314	1.88%
2016-17	\$73,737,117	\$95,926	0.13%
2017-18	\$74,993,599	\$1,256,482	1.70%
2018-19	\$77,016,203	\$2,022,604	2.70%
2019-20	\$79,905,919	\$2,889,716	3.75%

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Budget/Property Tax History

Year	Total Budget	Budget Increase/Decrease	Tax Levy	Tax Levy Increase/Decrease	Tax Rate Per \$1,000	Tax Rate Increase/Decrease	Trend: Levy to Rate
2003-04	\$51,410,763	4.30%	\$24,028,785	13.30%	18.366918	8.56%	↓
2004-05	\$53,196,563	3.47%	\$25,664,364	6.80%	19.060681	3.78%	↓
2005-06	\$57,621,718	8.32%	\$26,877,436	4.73%	19.392492	1.74%	↓
2006-07	\$60,396,170	4.81%	\$28,691,593	6.75%	19.402195	0.05%	↓
2007-08	\$63,345,680	4.88%	\$29,238,518	1.91%	18.725942	-3.49%	↓
2008-09	\$66,480,093	4.95%	\$29,794,417	1.90%	17.902553	-4.40%	↓
2009-10	\$68,442,931	2.95%	\$30,305,445	1.72%	17.762934	-0.78%	↓
2010-11	\$68,673,809	0.34%	\$30,911,554	2.00%	17.635142	-0.72%	↓
2011-12	\$69,329,181	0.95%	\$32,441,675	4.95%	18.095809	2.61%	↓
2012-13	\$69,511,671	0.26%	\$33,548,942	3.41%	18.260097	0.91%	↓
2013-14	\$71,640,654	3.06%	\$34,522,231	2.90%	17.993985	-1.46%	↓
2014-15	\$72,284,877	0.90%	\$35,114,955	1.72%	17.835483	-0.88%	↓
2015-16	\$73,641,191	1.88%	\$35,323,835	0.59%	18.041530	1.16%	↑
2016-17	\$73,737,117	0.13%	\$35,307,604	-0.05%	17.779591	-1.45%	↓
2017-18	\$74,993,599	1.70%	\$36,082,023	2.19%	17.539616	-1.35%	↓
2018-19	\$77,016,203	2.70%	\$37,374,963	3.58%	17.979018	2.51%	↓

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Reserve Funds

Reserve Fund	Balance as of 6/30/18	Balance as of 3/31/19
<i>Restricted Fund Balance:</i>		
Unemployment Insurance	\$342,901	\$343,287
Retirement Contribution	\$4,526,168	\$3,945,623
Tax Certiorari	\$945,013	\$946,533
Employee Benefits Accrued Liability	\$1,542,206	\$1,545,120
Capital Reserve	\$5,018,993	\$5,027,413
Total Restricted Fund Balance	\$12,375,281	\$11,807,976
<i>Unassigned Fund Balance</i>	\$3,080,648	
<i>Assigned Appropriated Fund Balance</i>	\$2,000,000	

2019-20 Budget Vote/ Board of Education Election

Proposition No. 1 – Adoption of the 2019-20 Budget

SHALL the proposed budget of the Horseheads Central School District for 2019-2020 in the amount of \$79,905,919 be approved in accordance with Section 2022 of the Education Law and that the balance of said budget after applying public monies thereto, be raised by a tax upon the taxable property of said district?

Proposition No. 2 – Purchase of Buses

SHALL the Board of Education of the Horseheads Central School District be authorized to: (1) acquire eight 65-passenger buses and two 20-passenger buses, at a maximum aggregate cost of \$1,400,000; (2) expend such sum for such purpose; (3) levy the necessary tax therefore, to be levied and collected in annual installments in such years and in such amounts as may be determined by the Board of Education taking into account state aid; and (4) in anticipation of the collection of such tax, issue bonds and notes of the District at one time or from time to time in the principal amount not to exceed \$1,400,000, and levy a tax to pay the interest on said obligations when due?

continued

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2019-20 Budget Vote/ Board of Education Election

Proposition No. 3 – Capital Reserve Fund

Shall the Board of Education establish a capital reserve fund under the provisions of Education Law 3651(1)? The purpose of the fund is for construction, repair and reconstruction of capital improvements and the acquisition of equipment, including incidental expenses in connection therewith. The ultimate amount of the fund shall be \$10,000,000, plus interest income related to investments of money in the fund. The probable term shall be 10 years. The source from which funds will be obtained can include any or all of the following: incentive aid; non-appropriated fund balances from the general fund as determined by the Board of Education, from time to time; State aid related to expenditures from the capital reserve fund; and any other additional monies thereafter authorized by the voters of the District.

Proposition No. 4 – Acquisition of Property

Shall the District be authorized to spend an amount not to exceed \$595,000 to purchase the property, facility, and improvements at 143 Hibbard Road, Big Flats, NY, a full description of the parcel being available at the District Offices during regular business hours, weekdays from 8:00 a.m. to 3:00 p.m. to be used as space for District Administration, and other lawful purposes of the District? The source of the funds shall be from unassigned fund balance.

2019-20 Budget Vote/ Board of Education Election

Members of the Board of Education

Vote for up to THREE (3) names, or write in the name(s) of someone else you would like on the School Board.

Candidates:

Mary Anne Holleran

Shehla Javed

Daniel Christmas

Discussion

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Upcoming dates

- **Thursday, April 25** **Budget Q&A, Big Flats Community Center, 7 p.m.**
- **Monday, April 29** **Budget Q&A, Horseheads Town Hall, 7 p.m.**
- **Tuesday, April 30** **Budget Q&A, Horseheads Village Hall, 7 p.m.**
- **Thursday, May 2** **Budget Q&A, Erin Town Hall, 7 p.m.**
- **Thursday, May 9** **Public Hearing, Multi-Media Center, 6 p.m.**
- **Tuesday, May 21** **Budget Vote/Board of Education Election,
High School South Gym, 7 a.m. – 9 p.m.**

**Budget Vote/
Board of Education Election**

Tuesday, May 21

7 a.m. – 9 p.m.

High School South Gym