

# Horseheads Central School District

A blue-tinted photograph of a mare and her foal in a field. The mare is on the left, looking towards the camera, and the foal is on the right, looking towards the camera. The background is a field of tall grass.

## **Preliminary Budget Overview**

# State Aid Update

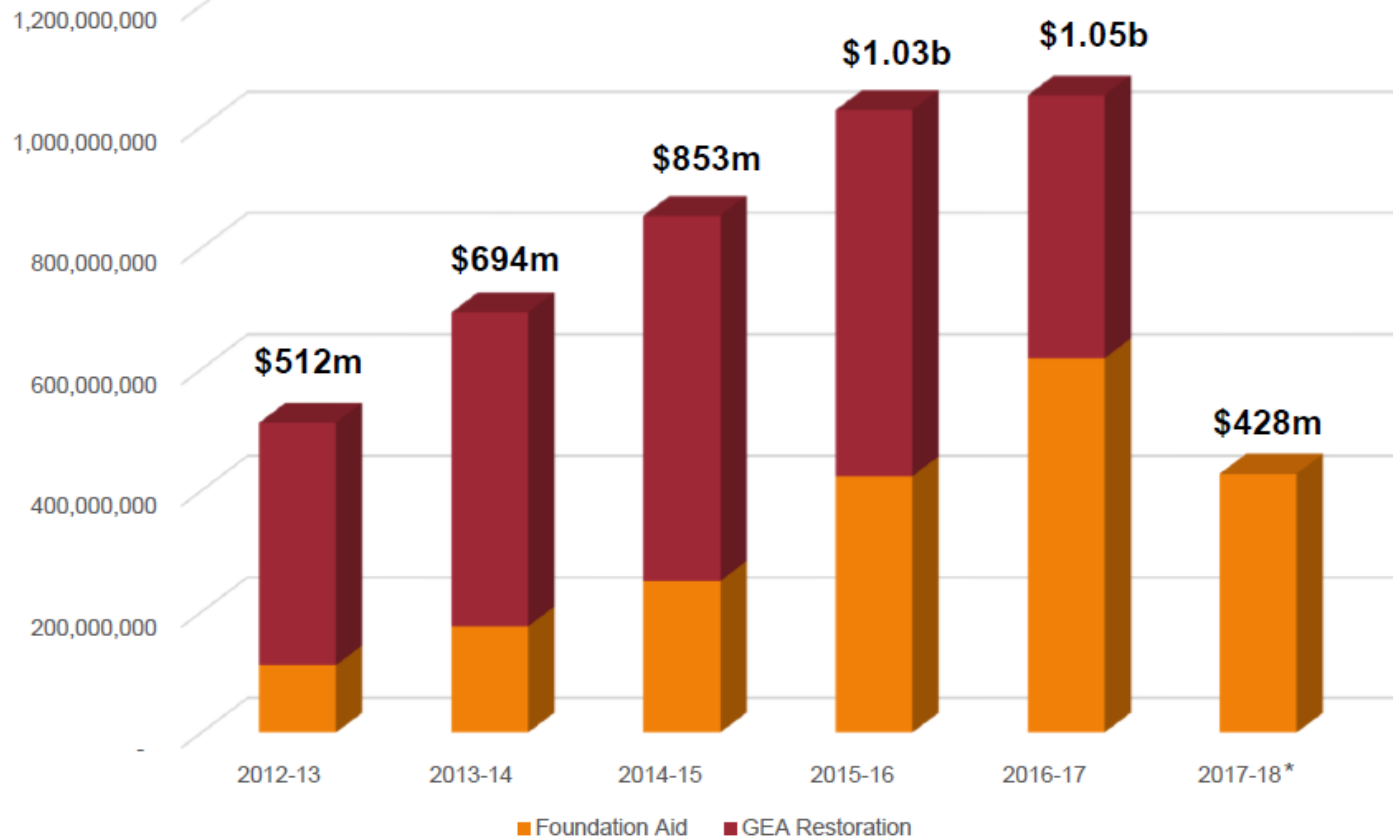


# **Governor's Aid Proposal for 2017-18**

- **Total State Aid to the state's 700+ school districts is \$25.6 billion**
- **Total Foundation Aid to school districts is an increase of \$428 million, with \$50 million in community schools aid included, for a net increase of \$378 million**
  - **Community schools aid is for high-need districts**
- **Governor's formula for calculating Foundation Aid is different than the current law**



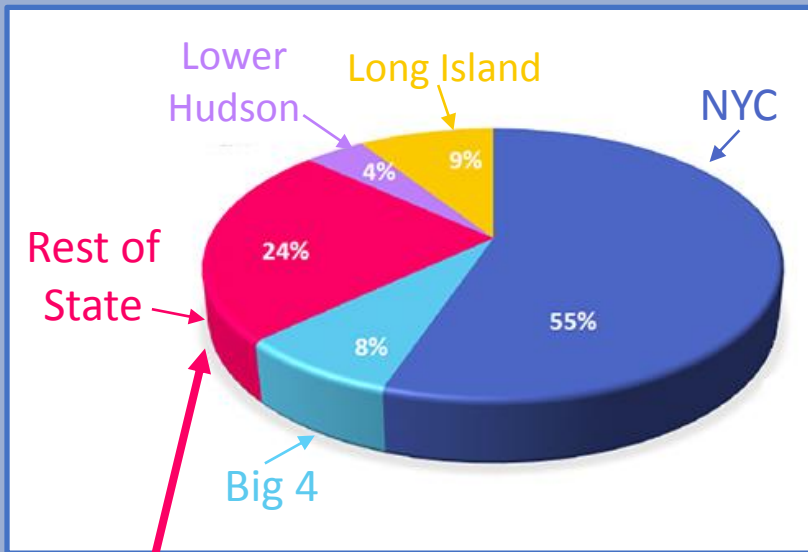
# State Foundation Aid Increase and GEA restoration



\*Projected 2017-18 Aid

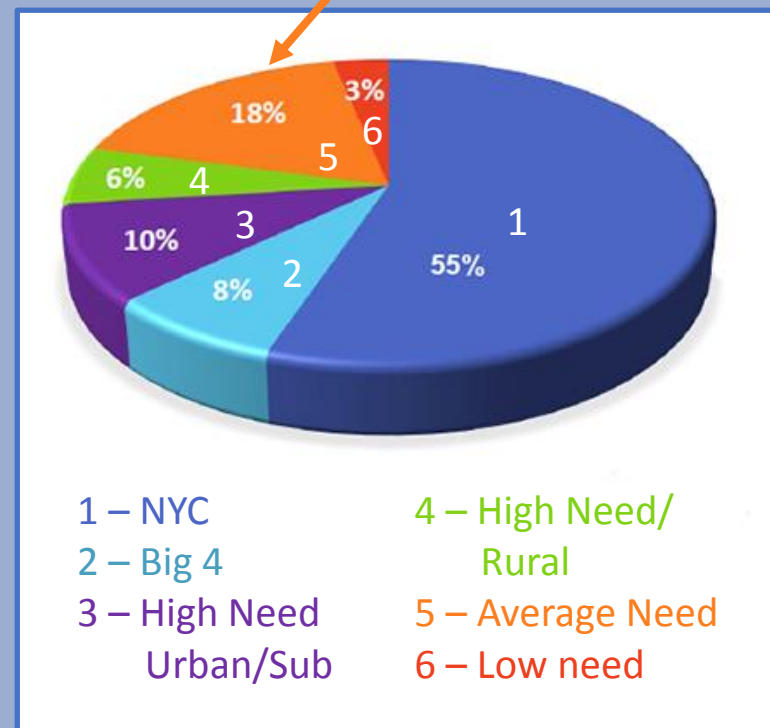
# Distribution of Increase in Foundation Aid

## By Region



*Horseheads – Rest of State*

## By Need



*Horseheads – Average Need*

- 1 – NYC
- 2 – Big 4
- 3 – High Need Urban/Sub
- 4 – High Need Rural
- 5 – Average Need
- 6 – Low need

# Projected State Aid for 2017-18

	2016-17 Budget	2017-18 Projected Aid	\$ Change
Foundation Aid	\$20,774,449	\$21,113,039	\$338,590
Transportation	\$2,660,900	\$2,370,615	-\$290,285
Building Aid	\$3,172,484	\$3,077,978	-\$94,506
Other Aid Items*	\$5,316,107	\$5,391,335	\$75,228
<b>Total</b>	<b>\$31,923,940</b>	<b>\$31,952,967</b>	<b>\$29,027</b>
<b>Total % increase</b>			<b>0.09%</b>

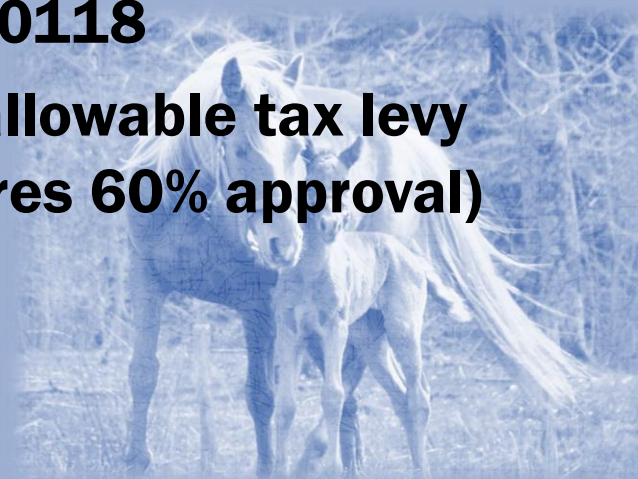
\* Other aid items include BOCES aid, excess cost aid, instructional materials aid.

# **Tax Levy Limit Calculation**



# Key Points – Tax Levy Limit

- **Implemented in 2011**
- **Limits property tax levy growth to 2% or rate of inflation, whichever is less (requires 50% + 1 approval)**
- **Current inflation rate is 1.26%**
- **Current tax base growth factor is 1.0118**
- **District may exceed the maximum allowable tax levy limit by a super majority vote (requires 60% approval)**





# Tax Cap Calculation

	2016-17	2017-18
Taxes levied in prior year	\$35,323,835	\$35,307,604
x Tax base growth factor	<u>x 1.0000</u>	<u>x 1.0118</u>
= Adjusted prior year levy amount	\$35,323,835	\$35,724,234
+ PILOTs from prior year	+ \$982,676	+ \$1,042,475
- Capital exemptions from prior year	<u>0</u>	<u>0</u>
= Adjusted levy factors	\$36,306,511	\$36,766,709
x Allowable levy growth factor	<u>x 1.0012</u>	<u>x 1.0126</u>
= Adjusted levy	\$36,350,079	\$37,229,969
- Anticipated budget year PILOTs	<u>- \$1,042,475</u>	<u>- \$1,162,243</u>
= Tax levy limit, before exemptions	\$35,307,604	\$36,067,726

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# Tax Cap Calculation, continued

	2016-17	2017-18
<b>Tax levy limit, before exemptions</b>	<b>\$35,307,604</b>	<b>\$36,067,726</b>
<b>Capital exemptions current budget year</b>	<b>0</b>	<b>0</b>
<b>ERS exemption amount</b>	<b>0</b>	<b>0</b>
<b>TRS exemption amount</b>	<b>0</b>	<b>0</b>
<b>Maximum allowable tax levy limit</b>	<b>\$35,307,604</b>	<b>\$36,067,726</b>

<b>Proposed property tax levy change from prior year</b>	<b>-\$16,231</b>	<b>\$760,122</b>
	<b>-0.05%</b>	<b>2.15%</b>
<b>Full Value Tax Rate Change</b>	<b>-1.45%</b>	<b>?</b>

# Preliminary Revenue Totals



# Summary of Budgeted Revenues

	Budgeted 2016-17	Budgeted 2017-18
<b>School Taxes</b>	<b>\$35,307,604</b>	<b>\$35,307,604</b>
<b>PILOT Payments</b>	<b>\$1,042,475</b>	<b>\$1,162,243</b>
<b>State Aid</b>	<b>\$31,923,940</b>	<b>\$31,952,967</b>
<b>Other Revenue*</b>	<b>\$2,577,849</b>	<b>\$2,577,849</b>
<b>Fund Balance</b>	<b>\$2,500,000</b>	<b>\$2,500,000</b>
<b>Employees Retirement System Reserve</b>	<b>\$300,000</b>	<b>\$300,000</b>
<b>Employee Benefit Accrued Liability Reserve</b>	<b>\$85,249</b>	<b>\$85,249</b>
<b>Total Revenue</b>	<b>\$73,737,117</b>	<b>\$73,885,912</b>

\* Includes items such as interest, admissions, rental income, tax penalties, donations and gifts, and reclassification of stop-loss insurance payments

# Preliminary Expenditure Totals



# Summary of Budgeted Expenditures

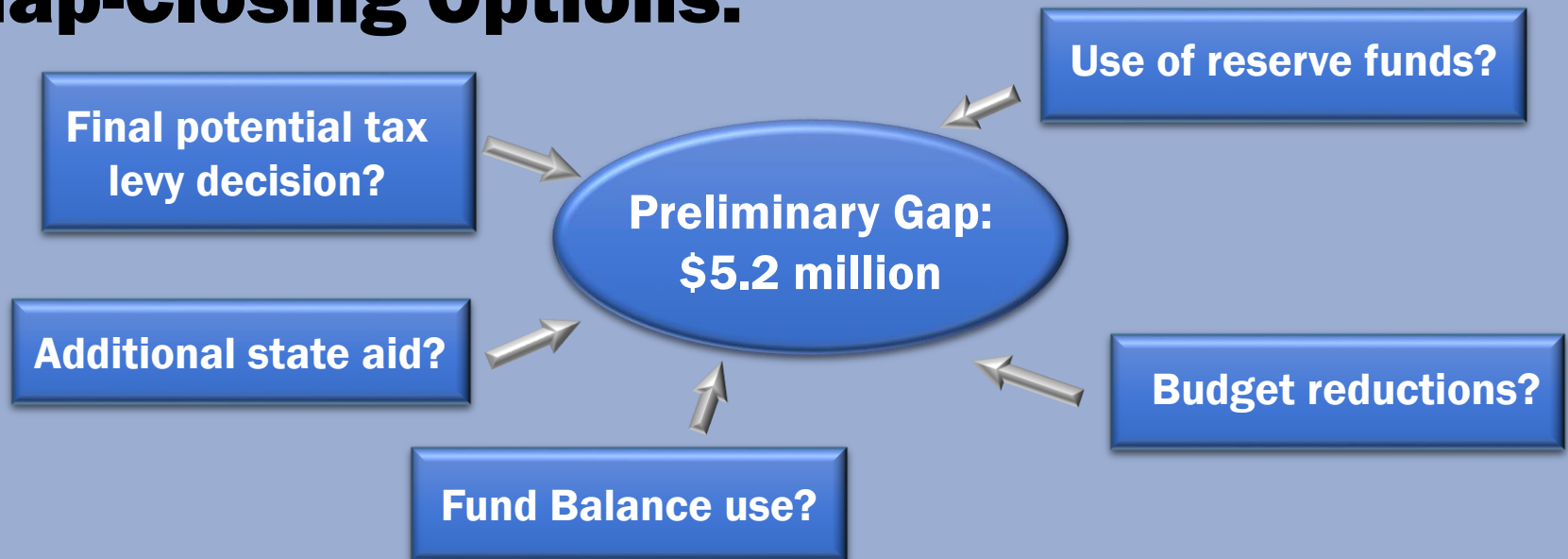
	Budgeted 2016-17	Budgeted 2017-18
<b>Salaries</b>	<b>\$31,663,572</b>	<b>\$32,995,179</b>
<b>Benefits</b>	<b>\$21,922,108</b>	<b>\$20,974,496</b>
<b>Debt Service</b>	<b>\$2,352,688</b>	<b>\$2,514,525</b>
<b>BOCES Services</b>	<b>\$11,381,376</b>	<b>\$12,752,235</b>
<b>Equipment/Supplies and Contractual</b>	<b>\$5,200,438</b>	<b>\$5,690,475</b>
<b>Transfers/Capital Outlay</b>	<b>\$1,217,000</b>	<b>\$1,270,000</b>
<b>Total Expenditures</b>	<b>\$73,737,182</b>	<b>\$76,196,910</b>

# Preliminary Gap

<b>Expenditures</b>	<b>\$76,196,910</b>
<b>Revenue</b>	<b>\$71,000,663</b>
<b>Gap</b>	<b>\$5,196,247</b>

Gap amount does not include the use of reserve funds or fund balance.

## Gap-Closing Options:



# Transportation Department Overview

	Budgeted 2016-17	Budgeted 2017-18
<b>Salaries</b>	<b>\$1,808,910</b>	<b>\$1,949,374</b>
<b>Equipment</b>	<b>\$65,000</b>	<b>\$65,000</b>
<b>Fuel</b>	<b>\$335,000</b>	<b>\$305,000</b>
<b>Parts/Supplies</b>	<b>\$269,775</b>	<b>\$313,575</b>
<b>Insurance</b>	<b>\$55,000</b>	<b>\$55,000</b>
<b>Other Operating Costs</b>	<b>\$115,100</b>	<b>\$101,300</b>
<b>Total</b>	<b>\$2,648,785</b>	<b>\$2,789,249</b>



# Transportation Salary/Position Information

Position	FTE	Budgeted 2016-17	Budgeted 2017-18
Drivers/Drivers in Training	75.2	\$994,275	\$1,067,468
Mechanics/Bus Washer	7.00	\$305,674	\$318,269
Supervisors/Clerical	3.00	\$158,906	\$163,803
Dispatchers/Safety Examiner/Monitor	4.00	\$164,355	\$172,630
Substitutes/Extra Pay		\$58,000	\$58,404
Overtime/Field Trips		\$70,700	\$84,800
Other		\$57,000	\$84,000
<b>Total</b>		<b>\$1,808,910</b>	<b>\$1,949,374</b>

# Transportation Aid

	Budgeted 2016-17	Budgeted 2017-18
State Aid	\$2,660,900	\$2,370,615

**2016-17 transportation aid ratio is 71%**

# Bus Purchase History

Fiscal year	# of buses	Total	Approx. cost per bus
2007	8	\$724,000	\$90,500
2008	8	\$778,000	\$97,250
2009	8	\$785,000	\$98,125
2010	8	\$803,000	\$100,375
2011	8	\$875,000	\$109,375
2012	7	\$756,000	\$108,000
2013	6	\$666,000	\$111,000
2014	6	\$687,000	\$114,500
2015	6	\$696,000	\$116,000
2016	7	\$875,000	\$125,000
2017	8	\$1,100,000	\$137,500

# Bus replacement proposition

**Seeking seven 65-passenger buses and two four-wheel drive transportation vehicles (to replace two mini-vans) at a cost not to exceed \$1,100,000**



# Future meetings

- Thursday, February 23 Board of Education Regular Meeting, Center St, 6pm
- Thursday, March 9 Budget Workshop, Erin Town Hall, 6pm
- Thursday, March 23 Board of Education Regular Meeting, Multi-Media Center, 6pm
- Thursday, April 6 Budget Workshop, Multi-Media Center, 6pm
- Wednesday, April 19 Board of Education Meeting, Ridge Road Elementary School, 6pm
- Thursday, May 4 Public Hearing, Multi-Media Center, 6pm
- Monday, May 8 Board of Education Candidates' Forum, Multi-Media Center, 7pm
- **Tuesday, May 16 Budget Vote/Board of Education Election, Big Flats/Ridge Road/High School, 7am-9pm**