



William Floyd School District  
Our rich history builds a promising future!



## BUDGET ADVISORY MEETING #1

January 31, 2019

HIGH SCHOOL LIBRARY

7:00 PM – 7:30 PM

# Overview

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- Budget Advisory
- Operating Budgets
- Budget Components
- Sources of Revenue
  - State Aid
  - Tax Levy
  - Other Income
  - Fund Balance
  - Use of Reserves
- Fiscal Stress



# Budget Advisory

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- ❑ Established to provide a collaborative and transparent budget development process
- ❑ Open to all community residents, students and the general public
- ❑ Allows members of the Board of Education (BOE) to hear issues and suggestions first hand
- ❑ Educational forum to help everyone understand the budget, its development and challenges



# William Floyd Operating Budgets



General Fund



Cafeteria Fund



Federal Funds



Capital Funds

# General Fund Codes

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Code 1000 - General Support - This code area includes budget lines for the Board of Education, District Clerk, the annual budget vote and election, as well as Central Administration (including the Superintendent's office, business operations and human resources), operations and maintenance, utilities and insurance.

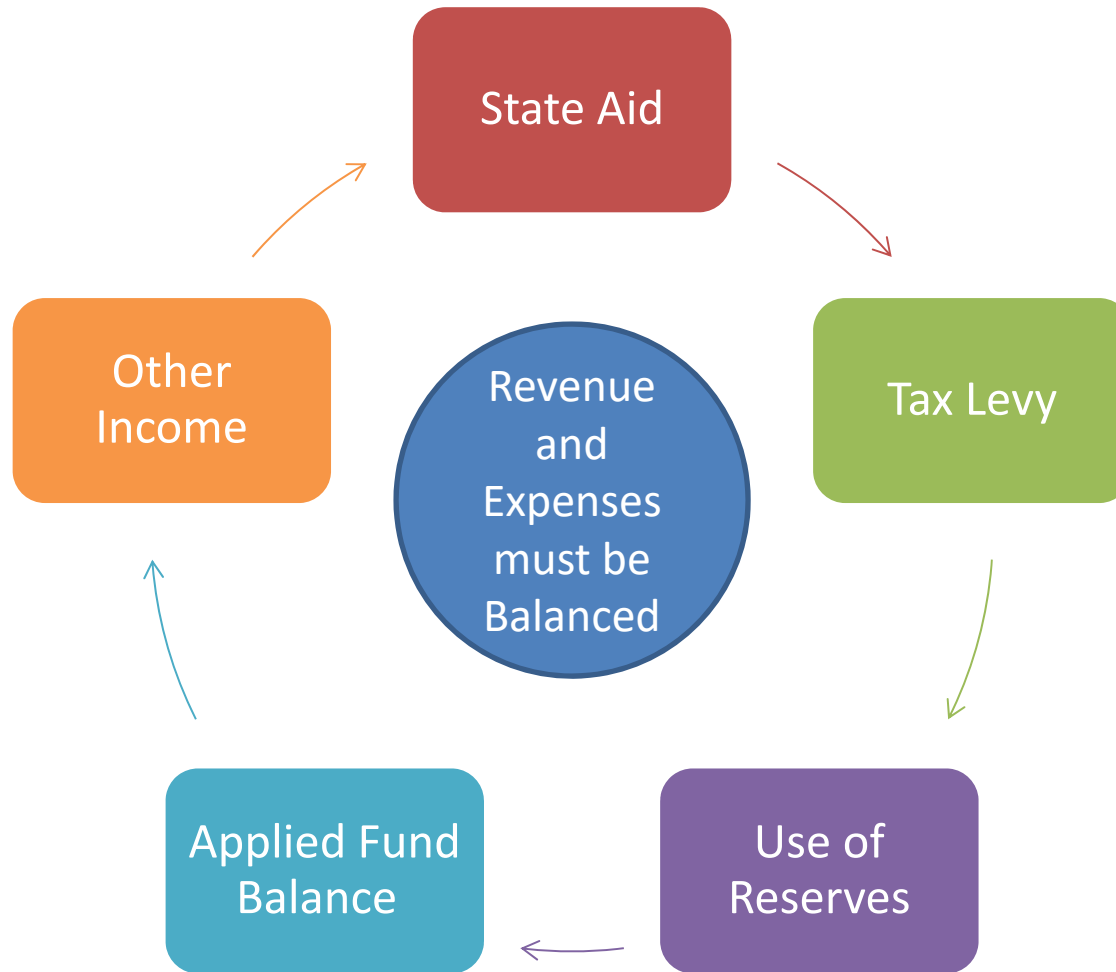
Code 2000 – Instruction - By far the largest category of expenditures, all regular elementary and secondary classrooms and other instruction are included here as well as expenditures for special education programs, as required by law, and budgets for extracurricular activities (clubs, intramurals, etc.) and interscholastic athletics.

Code 5000 – Transportation - All student transportation, whether by our own buses or by contract with private companies, are coded here. Salaries for drivers and mechanics as well as the purchase and maintenance of the fleet are included.

Code 7000 – Recreation - This includes the purchase of equipment and supplies for recreation.

Code 9000 – Undistributed - This code refers to budgeted items paid to agencies rather than vendors or individuals. Included here are all employee benefits, such as health, dental and life insurance as provided for by contract with employee groups, as well as payments to the Social Security and retirement systems. Also included here are payments for interest and principal payments for borrowing, whether for short-term purposes or for long-term debt for capital projects. The term "undistributed" means that the item is not assigned to the function for which it is expended; for example, the district makes one large payment to the Teachers Retirement System for all employees covered by that system instead of distributing the payment among numerous payroll codes.

# Sources of General Fund Revenue



# Governor's Executive Proposal

1/15/2019

	Actual 2018-19	Governors Proposal 2019-20	Difference	
Foundation Aid	\$ 87,637,730	\$ 89,005,821	\$ 1,368,091	1.56%
Community Schools Aid			\$ -	
Universal Pre-K	\$ 1,486,267	\$ 1,486,267	\$ -	
BOCES Aid	\$ 2,364,951	\$ 2,374,509	\$ 9,558	
Public Excess High Cost Aid	\$ 6,040,077	\$ 6,964,233	\$ 924,156	
Private Excess Cost Aid	\$ 965,318	\$ 1,117,611	\$ 152,293	
Software Aid			\$ -	
Library Materials Aid	\$ 720,206	\$ 726,433	\$ 6,227	
Textbook Aid			\$ -	
Hardware & Technology Aid	\$ 157,969	\$ 160,257	\$ 2,288	
Transportation Aid (w/o Summer)	\$ 9,939,328	\$ 12,203,338	\$ 2,264,010	
High Tax Aid	\$ 3,752,477	\$ 3,752,477	\$ -	
GAP Elimination			\$ -	
<b>Subtotal</b>	<b>\$ 113,064,323</b>	<b>\$ 117,790,946</b>	<b>\$ 4,726,623</b>	<b>4.18%</b>
Building Aid	\$ 10,717,780	\$ 10,610,610	\$ (107,170)	
<b>Total</b>	<b>\$ 123,782,103</b>	<b>\$ 128,401,556</b>	<b>\$ 4,619,453</b>	<b>3.73%</b>
Community Schools Aid	\$ 1,498,518	\$ 1,998,531	\$ 500,013	33.37%

In actuality  
\$868,078

Example of  
expense  
driven aid



# Community Schools Aid

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## **Schools will be able to use these funds for:**

- \* community school coordinators
- \* before- and after-school mentoring services
- \* summer learning activities
- \* health and dental care referrals and connections
- \* other strategies to maximize student achievement



# Executive Proposal – Aid changes

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- ❑ School Aid Growth Index – ties growth of statewide school aid to a ten-year rolling average of annual growth in personnel income. Currently it is based on the annual growth of personal income
  
- ❑ Building Aid changes for projects approved after July 1, 2019
  - ❖ Lowers minimum building aid ratio from 10 to 5 percent, modifies how incidental cost allowances are calculated, replaces 10 percent building aid incentive with a wealth adjustment formula and eliminates the use of selected building aid ratios (no clear guidance about implementation is provided)
  
- ❑ Beginning in 2020-21, a new “Services Aid” would combine 11 major expense-based aids
  - ❖ Textbooks, school library materials, computer hardware and technology, BOCES, supplemental public excess cost, transportation, special services, academic enhancements, high tax, charter transitional aids.

# Year 2 – School Level Funding Plans (Transparency)

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- ❑ Education Law section 3614 transparency reporting to all (306) school districts with at least four schools
  - ❖ We were required to submit in 2018
  - ❖ Our submittal was approved but no designation given
  - ❖ NYS Department of Budget Director will provide a list of “underfunded high need schools” by May 1, 2019
  - ❖ If we are designated as having an “underfunded high need school” we have to submit an equity plan to the state by July 1, 2019
  - ❖ Plan must show how we are increasing per pupil expenditures to that school
  - ❖ If we do not submit a plan and/or it is not approved by the Commissioner by September 1, 2019, the Commissioner shall develop such plan
  - ❖ The number of schools designated as “underfunded” compared to the total number of schools determines the percentage of aid increase that has to be directed to those schools (district with 8/20 schools underfunded and high need which receives more than 50% revenues from state aid must allocate 50% of the State aid increase to the 8 schools)

# Executive Budget to Enacted Budget – 7 Years

YEAR	EXECUTIVE BUDGET INCREASE OVER PREVIOUS YEAR	ENACTED BUDGET INCREASE OVER PREVIOUS YEAR	INCREASE BETWEEN EXECUTIVE AND ENACTED (\$)	INCREASE BETWEEN EXECUTIVE AND ENACTED (%)
2012-13	\$551.8 M	\$751.8 M	\$200.0 M	36%
2013-14	\$550.3 M	\$936.6 M	\$386.6 M	70%
2014-15	\$702.8 M	\$1,120.1 M	\$417.3 M	59%
2015-16	\$1,063.0 M	\$1,299.9 M	\$236.9 M	22%
2016-17	\$961.1 M	\$1,400.8 M	\$439.7 M	46%
2017-18	\$768.4 M	\$995.4 M	\$227.0 M	30%
2018-19	\$651.4 M	\$859.1 M	\$207.7 M	32%
2019-20	\$747.6 M	?	?	?
AVERAGE ^			\$302.17 M	42%

School aid formula increases (not including grants)



# 2019-20 Tax Levy Calculation

Prior Year Tax Levy	\$ 99,641,391
Reserve Amount for any Excess Levy	\$ -
	<u>\$ 99,641,391</u>

Tax Base Growth Factor	<b>100.39%</b>
	\$ 100,029,992
Prior Year PILOT	\$ 15,961
	<u>\$ 100,045,953</u>

Prior Year Exclusions (not TRS/ERS)	
a. \$	-
b. \$	-
Adjusted Prior Year Levy	<u>\$ 100,045,953</u>

Allowable Growth Factor	<b>2.00%</b>
	\$ 102,046,872

PILOTS for coming year	\$ 16,280
	<u>\$ 102,030,592</u>

Available Carryover	<b>\$ 1,334,573</b>
TAX LEVY LIMIT	<u>\$ 103,365,165</u>

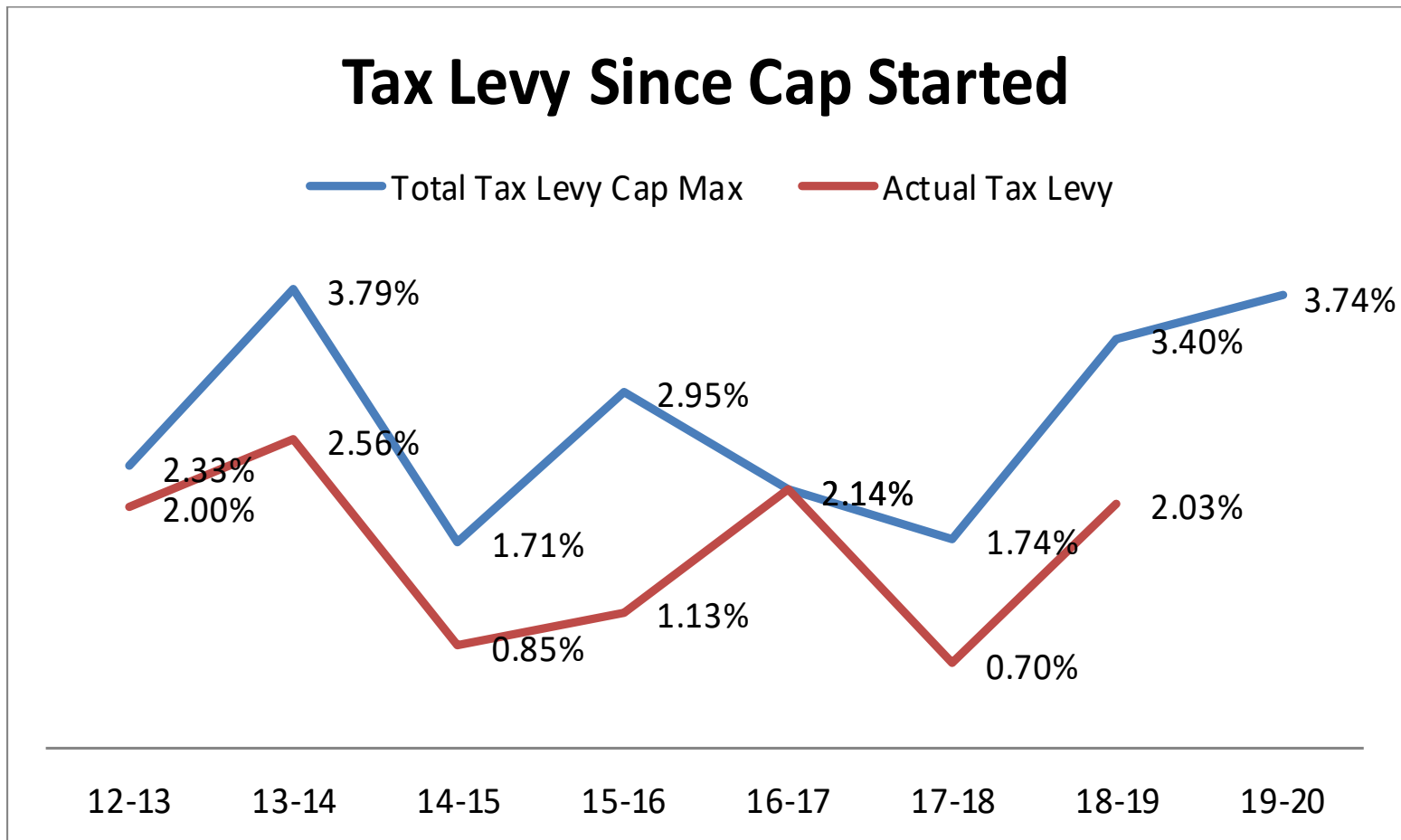
Coming School Year Exclusions	
a. \$	-
b. \$	-
c. \$	-
d. \$	-

<b>MAXIMUM ALLOWABLE LEVY</b>	<u>\$ 103,365,165</u>
Tax Levy	<b>3.74%</b>

There is legislation to make the "TAX CAP" permanent

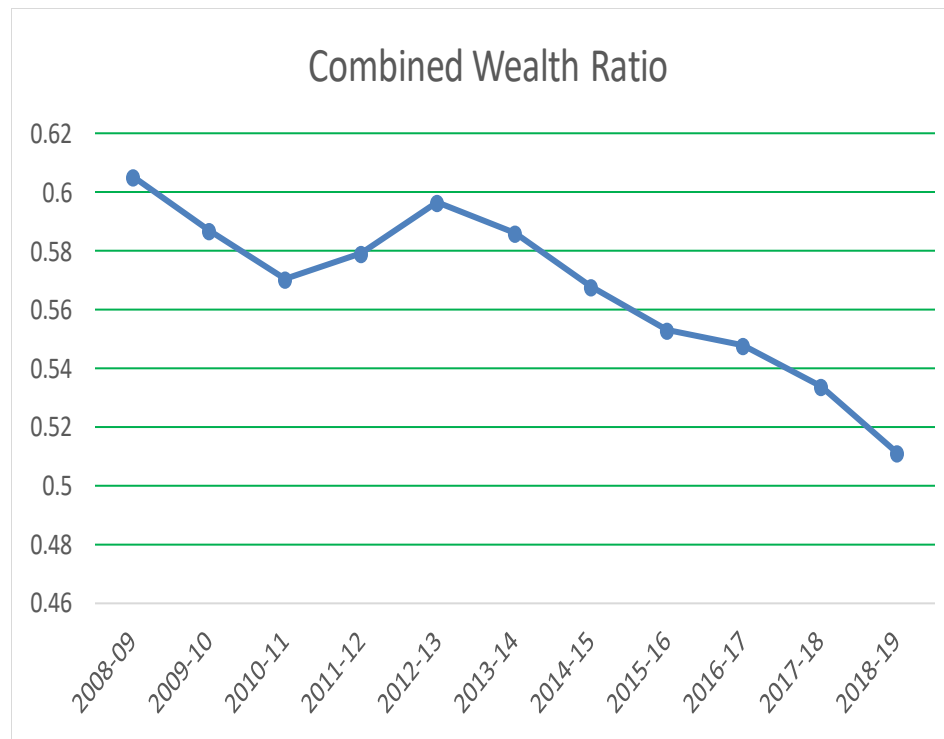


# Tax Levy History



# Combined Wealth Ratio

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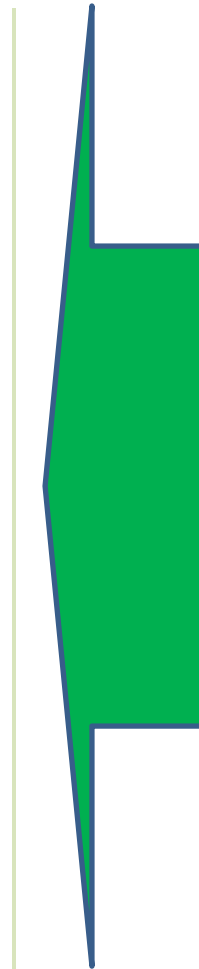
January 31, 2019



# Other Income

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CONTINUING EDUCATION TUITION  
SUMMER SCHOOL TUITION FROM INDIVIDUALS  
OTHER STUDENT FEES AND CHARGES  
DAY SCHOOL TUITION - OTHER DISTRICTS  
INTEREST AND EARNINGS  
RENTAL OF REAL PROPERTY, INDIVIDUALS  
RENTAL OF REAL PROPERTY, BOCES  
COMMISSIONS  
FORFEITURE OF DEPOSITS  
SALE OF SCRAP - EXCESS  
SALE OF REAL PROPERTY  
SALE OF EQUIPMENT  
INSURANCE RECOVERIES  
SELF INSURANCE RECOVERIES  
OTHER COMPENSATION FOR LOSS  
MEDICARE PART D EXP REIMB  
REFUND OF PRIOR YEARS EXPS-BOCES  
REFUND OF PRIOR YEAR EXPS-NON-BOCES  
GIFTS AND CONTRIBUTIONS  
MICROSOFT STVP TECH PROGRAM  
MTA PAYROLL TAX REIMBURSE  
OTHER UNCLASS REVENUES  
WORKERS COMPENSATION REVENUE



All these items  
Represent  
“Other Income”  
to the General  
Fund Budget

# Applied Fund Balance

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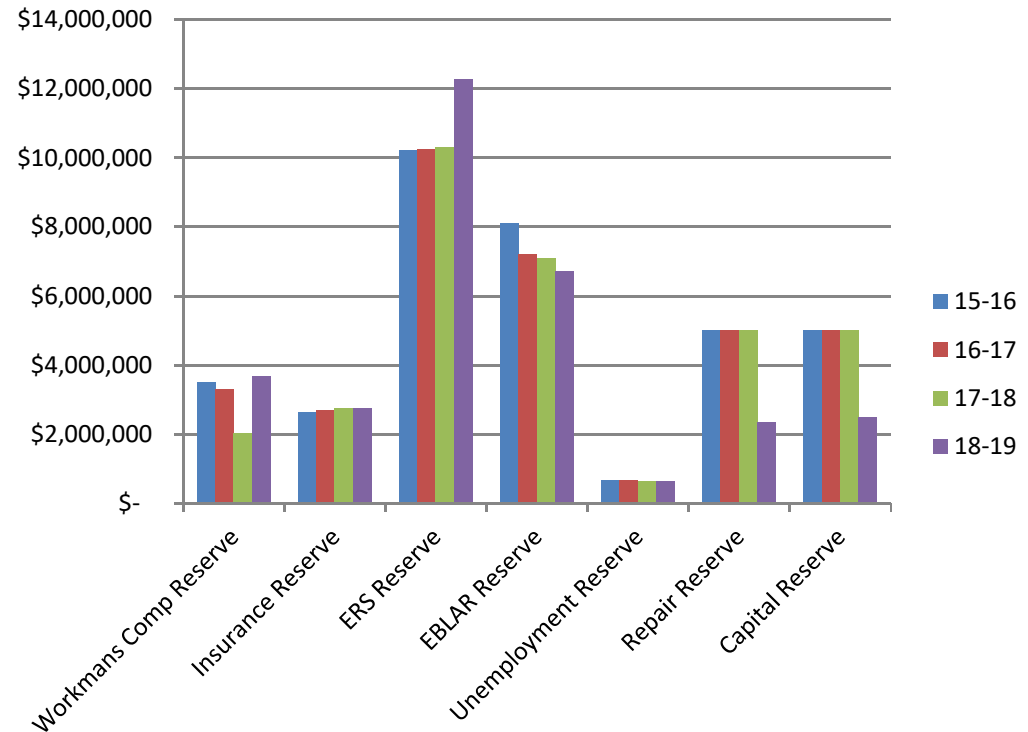
It is the total money available at the end of the fiscal period, which is comprised of the following areas:

- 1 – Unspent money from the “Expense Budget”
- 2 – Excess revenue received, over what was anticipated, in the “Revenue Budget”
- 3 – The amount of the previous year’s total fund balance which was not used to offset taxes or moved to reserves (an amount which should not exceed 4% of the coming year’s budget - called the unrestricted fund balance)
- 4 – Release of prior year encumbrances



# Use of Reserves

- Retirement Contribution (ERS) Reserve
- Workers Compensation Reserve
- Unemployment Insurance Reserve
- Insurance Reserve
- Employee Benefit Accrued Liability Reserve
- Repair Reserve
- Capital Reserve



# Fiscal Stress Monitoring - OSC

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## Purpose:

- ❑ To identify local governments and school districts in fiscal stress or susceptible to fiscal stress.
- ❑ To identify, for local officials, the need to take action in a timely manner to improve financial trends.

# William Floyd's Fiscal Stress - OSC

Financial Indicators	Fiscal Stress Financial Indicators	Public Scores Pre System Enhancements	Public Scores Post System Enhancements	
		2016	2017	2018
1	Unassigned Fund Balance as a Percentage (%) of Gross Expenditures	8.33	0	0
2	Total Fund Balance as a Percentage (%) of Gross Expenditures	0	0	0
3	Operating Deficits	6.67	6.67	0
4	Cash Ratio - Cash and Investments as a Percentage (%) of Current Liabilities	0	0	0
5	Cash as a Percentage (%) of Monthly Gross Expenditures	0	0	0
6	% Change in Short-Term Cash-Flow Debt Issuance		0	0
6 (Prior Year)	Short-Term Cash-Flow Debt Issuance Amount	0		
7 (Prior Year)	Short-Term Cash-Flow Debt Issuance Trend	0		

<b>Total Points*</b>	15.0	6.7	0.0
<b>Score Classification</b>	No Designation	No Designation	No Designation

## Revenue and Expenditure Definitions

Gross Revenues = Revenues and Other Sources (Transfer Activity)

Gross Expenditures = Expenditures and Other Uses (Transfer Activity) - 9950.9 (Transfers to Capital Projects Fund)

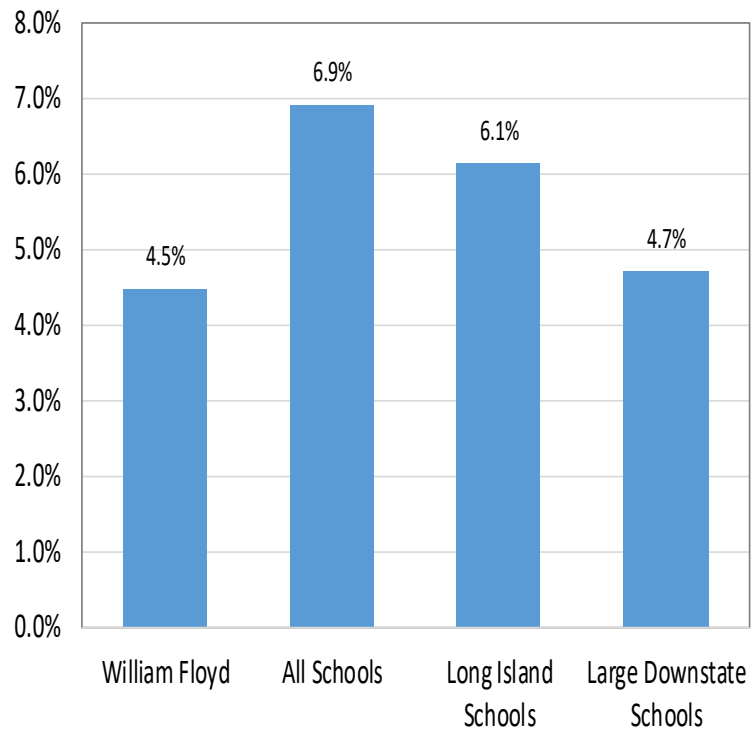
Classification	Point Range (Out of 100 total pts)
Significant	65 - 100
Moderate	45 - 64.9
Susceptible	25 - 44.9
No Designation	0 - 24.9

\* Indicator points are rounded to two decimal places. Total points are rounded to one decimal place.  
Data as of 12/28/2018

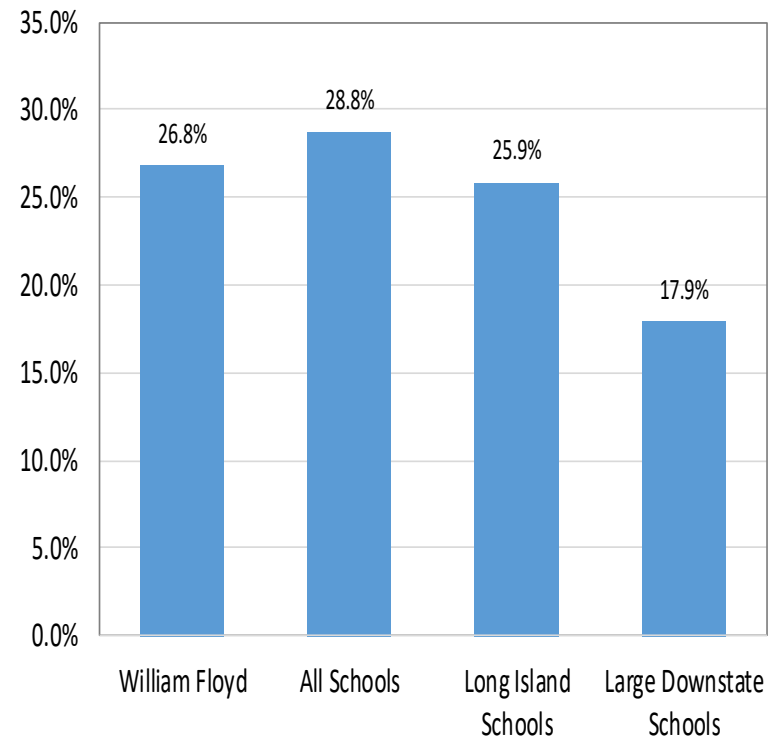


# William Floyd's Fiscal Stress - OSC

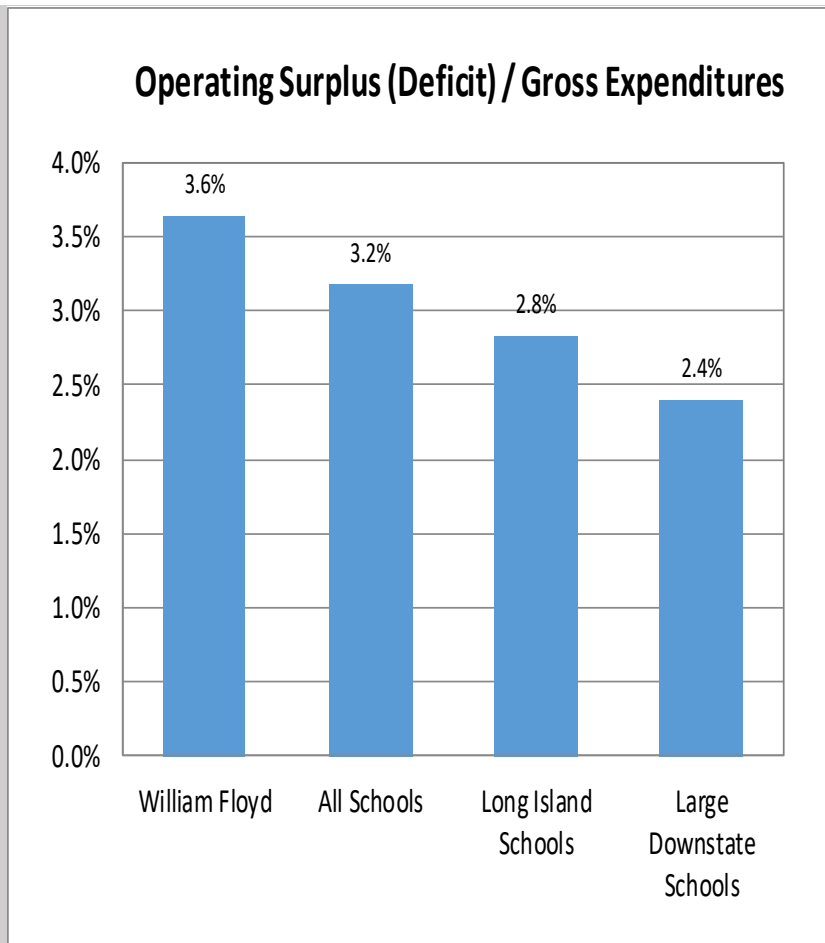
Unassigned FB as a % of Gross Expenditures  
(General Fund)



Total Fund Balance as a % of Gross Expenditures  
(General Fund)



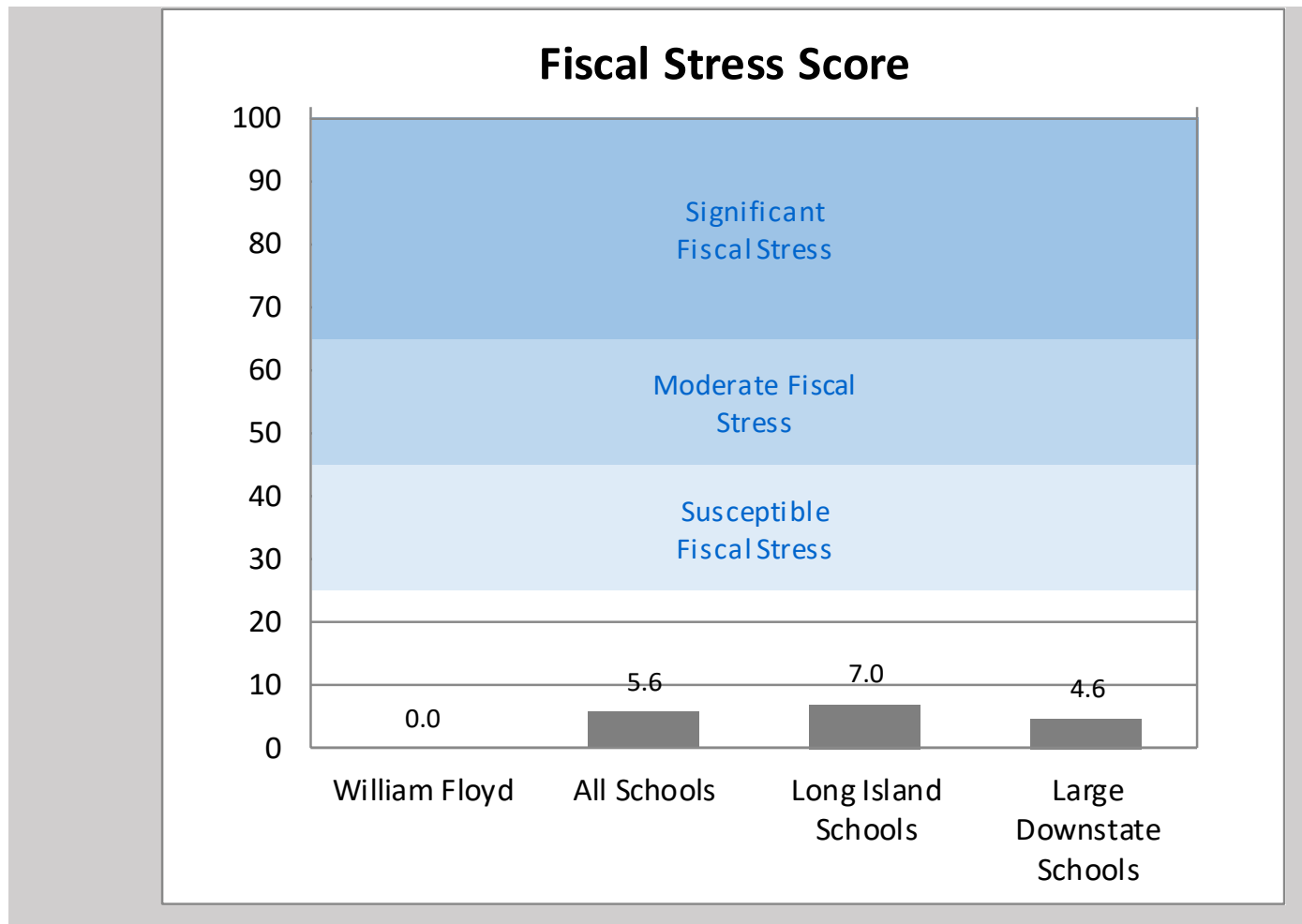
# William Floyd's Fiscal Stress - OSC



**Peer Group Used in Comparison  
For All Indicators**

All Schools	672
Long Island Schools	123
Large Downstate Schools	18

# William Floyd's Fiscal Stress - OSC





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January 31, 2019



# Thank You

- ~~Budget Advisory Meeting # 1 – January 31, 2019 7:30pm – 8:00pm~~
- Budget Advisory Meeting # 2 – February 12, 2019 7:00pm – 7:30pm
- Budget Advisory Meeting # 3 – March 12, 2019 7:00pm – 7:30pm
- Budget Adoption April 16, 2019 – 7:00pm – 7:30pm
- Annual Budget Hearing May 14, 2019 at 7:00pm - 7:30pm

Please email any questions to [Budget@wfsd.k12.ny.us](mailto:Budget@wfsd.k12.ny.us)  
Or call 631-874-1684

BUDGET VOTE & ELECTION IS MAY 21, 2019  
7:00 AM – 9:00 PM  
East Lobby of the High School

-Please Get Home Safely -

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January 31, 2019

