

**Board of Education
Budget Hearing**

May 14, 2019



2019-2020 Proposed Budget



2019-2020 Proposed Budget

**Supports Continued
Academic Progress**

While Being Fiscally Responsible



Being Fiscally Responsible

The 2019-2020 Budget IS fiscally responsible

- Aligned with Strategic Plan Vision
- Holds tax levy increase to BELOW the Tax Cap
- Satisfies all contractually obligated increases
- Decreases reliance on Appropriated Fund Balance (> \$2.06 million)
- Provides responsible usage of existing fund reserves
 - ✓ Establishes a Capital Reserve Fund to address future facilities concerns
 - ✓ Plan/fund Smart Schools Bond Allocation
 - ✓ Establishes a new TRS reserve to offset future pension expenses



Supporting Continued Academic Progress



100%

Passed Physics
Regents

80%

Passed Living
Environment
Regents in 8th
grade (A test
geared towards
10th grade)

57%

Passed Algebra
Regents
(~Double NYS
passing rate of
30%)

**NYS
Regents
Exams**

10%

YTY increase in
ELA scores in
grades 3-8 (Twice
the county
average)

5%

YTY increase in
Math scores in
grades 3-8

21%

Yearly increase in
scoring 3 or better
on AP exams
(scale 1-5)

**NYS
English
Language
Arts &
Math
Assessments
& AP Exams**

Maintains the Current Instructional Programs Which Has Delivered Academic Success



Contractual Increases

<i>Contractual Obligations</i>	
Salaries	\$ 1,901,949
Contractual (includes services and rental fees, i.e. NCC)	\$ (53,694)
Tuition (split property remuneration between taxing authorities)	\$ 52,000
BOCES (forecasted increase on districtwide service costs)	\$ 648,440
Retirement	\$ (450,940)
Social Security	\$ 362,027
Health and Dental	\$ 1,135,921
Other Benefits	\$ 40,400
Debt Service	\$ (178,282)
Increase Tuition-Public School	\$ 90,000
Increase Tuition-Private School	\$ 160,000
BOCES (Special Education services)	\$ 500,000
Reduction of technology lease for \$287k and other misc.	\$ (307,510)
Technology Increase - Website	\$ 55,905
Transportation (contractual increase based on vendor agreements)	\$ 308,336
Evening School Salary Increase Based on Forecast	\$ 177,000
District Clerk .50 to 1 FTE	\$ 18,000
<i>Total Contractual Obligations:</i>	<i>\$ 4,459,552</i>



Proposed Additions

Adding Additional Instructional Supports

Building	Position
Dryden	Tech Media Position
Park	Additional Guidance Counselor
MS	Additional Guidance Counselor
Park (1) /MS (2)	Reading/Literacy Teachers
Park	Cleaner
Admin	Central Registration Coordinator
Park (1)/MS (2)	Security Guards
MS	Re-Instate Assistant Coaches
Admin	Assistant Supt./Curriculum* (amount already budgeted)
Total Additions:	\$625,119



2019-2020 Expenditures

By Function

	Approved Budget <i>2018-2019</i>		Proposed Budget <i>2019-2020</i>	
Board of Education				
Meetings	\$	52,500	\$	52,500
District Clerk/District Meetings	\$	92,180	\$	111,610
Superintendent's Office	\$	440,743	\$	456,138
Finance & Business Administration	\$	1,307,980	\$	1,856,458
Staff & Personnel	\$	803,049	\$	806,350
Central Services	\$	8,445,642	\$	8,106,174
Special Items	\$	2,314,292	\$	1,526,942
Administration & Improvement	\$	5,002,400	\$	4,754,612
Teaching - Regular School	\$	46,967,372	\$	48,442,800
Teaching - Children with Disabilities	\$	29,374,740	\$	31,252,412
Teaching - Special Schools	\$	1,102,854	\$	1,301,075
Instructional Media	\$	4,001,627	\$	3,890,463
Pupil Personnel Services	\$	5,859,591	\$	6,554,214
Pupil Transportation Services	\$	9,571,196	\$	9,937,817
Community Services	\$	5,500	\$	5,250
Employee Benefits	\$	32,306,733	\$	33,318,826
Debt Service & Interfund Transfers	\$	3,712,340	\$	3,535,336
Total Budget	\$	151,360,739	\$	155,908,977
Budget to Budget Increase		3.00%		



State Aid Funding Analysis (2019/20 State Aid Run)

2019/20 NYS Adopted Budget

Type of Aid	Aid Description	2018/19	2019/20 <i>NYS Budget</i>	Difference
Formula	Foundation Aid	\$ 36,325,817	\$ 38,152,578	\$ 1,826,761
Formula	Universal Pre-K	\$ 1,492,138	\$ 1,492,138	\$ -
Expense	BOCES	\$ 2,441,323	\$ 2,844,921	\$ 403,598
Expense	High Costs Excess Cost	\$ 2,332,450	\$ 3,046,454	\$ 714,004
Expense	Private Excess Cost	\$ 1,593,365	\$ 1,705,223	\$ 111,858
Formula	Hardware & Technology	\$ 97,993	\$ 97,864	\$ (129)
Formula	Software, Library, Textbook	\$ 472,881	\$ 462,193	\$ (10,688)
Expense	Transportation (incl Summer)	\$ 6,155,070	\$ 6,371,730	\$ 216,660
Both/Blend	Building Aid	\$ 2,673,495	\$ 2,777,279	\$ 103,784
Formula	High Tax Aid	\$ 3,531,123	\$ 3,531,123	\$ -
Total Loss:		\$57,115,655	\$60,481,503	\$ 3,365,848

*Universal Pre-K comes through Special Aid Fund and is removed from GF forecast. Total NYS Aid forecast = \$58,989,365



Budget Development

➤ 2018-2019 Expense Budget	\$151,360,739
<i>Contractual Increases</i>	\$ 4,459,552
<i>Proposed Additions</i>	\$ 625,119
<i>Proposed Re-Allocations</i>	<u>\$ (536,433)</u>
➤ 2019/2020 Proposed Expense Budget	\$155,908,977
<hr/>	
➤ Revenue Budget (State Aid) <small>(Based on NYS Budget)</small>	\$ 58,989,365
➤ Tax Levy <small>(2.98% increase is BELOW the Tax Cap)</small>	\$ 80,249,802
➤ Appropriated Fund Balance	\$ 10,800,000
➤ Increased Use of Reserves	\$ 1,700,000
➤ Miscellaneous Revenue	<u>\$ 4,169,810</u>
➤ 2019/2020 Total Forecasted Revenue	\$155,908,977



Expenditure Budget 2019-2020

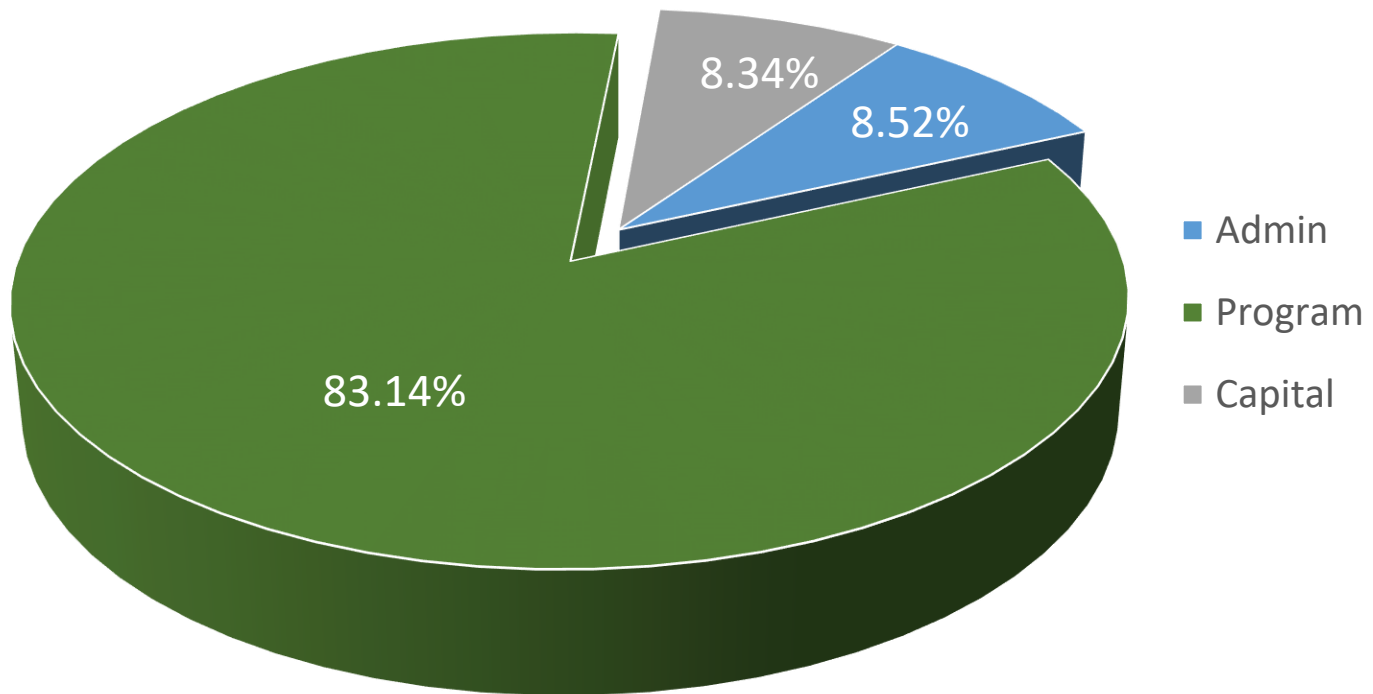
***Required to present
Three Part Budget***

<i>Component</i>	<i>2019-2020</i>	<i>2018-2019</i>	<i>% Change</i>	<i>% of Total</i>
Administrative	13,284,959	12,852,801	3.36%	8.52%
Program	129,620,580	125,138,367	3.58%	83.14%
Capital	13,003,438	13,369,571	-2.74%	8.34%
	\$155,908,977.00	\$ 151,360,739.00	3.00%	100.00%



Expenditure Budget 2019-2020

***Required to present
Three Part Budget***





Tax Levy Impact

Adopted Tax Levy 2.98% - Below Tax Levy Cap
Based on Median Market Value of \$255,155

	2017-18	2018-19	2019-20	Increase	Percentage
	Final	Final	Initial	(Decrease)	Change
Tax Levy	77,223,323	77,925,418	80,249,802	2,324,384	2.98%
Median Assessed Value	648.00	633.00	621.00	(12)	
Tax Rate (residential)	1,383.76	1,415.04	1,483.42	68	
Yearly Cost	8,966.76	8,957.18	9,212.04	255	
Monthly	747.23	746.43	767.67	21	
Daily	24.57	24.54	25.24	0.70	



Capital Reserve Fund - 2019

Authorization to establish the Capital Reserve Fund 2019

- Maximum amount to fund: \$25 million over 10 years
- Annual transfer not-to-exceed \$2.5 million

Any spending FROM this reserve requires community approval



Why establish a Capital Reserve Fund?

- It will enable the district to better maintain all facilities while deferring future bond referendums which would increase costs to taxpayers
- A prudent planning tool with no additional costs to taxpayers
- The funding would be used for repairs and renovations too costly to include in an annual operating budget without significantly increasing taxes OR requiring the district to exceed the tax levy cap
- Once the fund is established, voter approval is also required to approve projects and expend funds



Capital Reserve Fund 2019 Proposition

Resolution to Authorize a Proposition to Establish a Capital Reserve Fund to be known as the “Facilities Maintenance and Improvement Program 2019”

BE IT RESOLVED, that the Board of Education of the Westbury Union Free School District hereby authorizes the following proposition to be placed on the ballot of the May 21, 2019 annual vote:

SHALL the Board of Education, pursuant to Education Law section 3651, be authorized to establish a Capital Reserve Fund known as the “Facilities Maintenance and Improvement Program 2019” for the purpose of performing the following capital improvements: instructional and non-instructional space improvements/renovations/upgrades, (including but not limited to classroom improvements/renovations/upgrades and/or additions to existing facilities), auditorium renovations, gymnasium renovations, cafeteria renovations, library/multi-media center renovations, exterior renovations/reconstruction, computer/technology upgrades, security system upgrades, plumbing improvements/renovations/upgrades, electrical improvements/renovations/upgrades, HVAC improvements/renovations/upgrades, energy efficiency improvements/renovations/upgrades, including the installation of solar power, improvements/renovations/upgrades, renovations required for compliance with ADA requirements, vocational and career preparation renovations, portable classroom replacement and/or purchase including improvements/renovations/upgrades, roof/gutter/leader replacement, window replacement, masonry/concrete replacement, interior and exterior door/entry ways renovations, toilet room renovations, lighting upgrades, floor replacement, wall replacement, boiler replacements, elevators, carpentry renovations, purchase of buildings/land, site renovations/reconstruction, press box/dugout/field house improvements/renovations/upgrades, bleacher improvements/renovations/upgrades, upgrades of signs, athletic field renovations/reconstruction, playground renovations, lockers/locker room renovations, public address/clock system replacement, sound system upgrades, telephone system upgrades, hazardous material remediation, storage space renovations, furnishings and equipment, including the purchase of vehicles, all of the foregoing to include all labor, materials, equipment, apparatus and incidental cost related thereto.

The maximum amount of the aforesaid Capital Reserve Fund shall be \$25,000,000, plus investment income. The probable term is to be 10 years; the funds are to be transferred from surplus monies, if any, remaining in the general fund including a sum not to exceed \$2,500,000 from the 2018-2019 budget and thereafter in an annual amount of not more than \$2,500,000 for each remaining year of the probable term. Upon the establishment and funding of said reserve, the Superintendent of Schools or his/her designee shall be directed to deposit monies of this reserve in a separate bank account to be known as the “Facilities Maintenance and Improvement Program – 2019”.



What is a Contingent Budget?

- If the budget is defeated twice, pursuant to NYS Tax Cap legislation, there can be no increase in the tax levy – 0.0%
- Thus a defeated budget will require that the tax levy be reduced by \$2,324,384
- The budget for 2019-2020 would be reduced by the same amount
- Reductions to the budget would be required:
 - ❖ No new positions
 - ❖ Elimination of district-wide instructional and non-instructional equipment & technology purchases
 - ❖ Additional teaching/admin positions

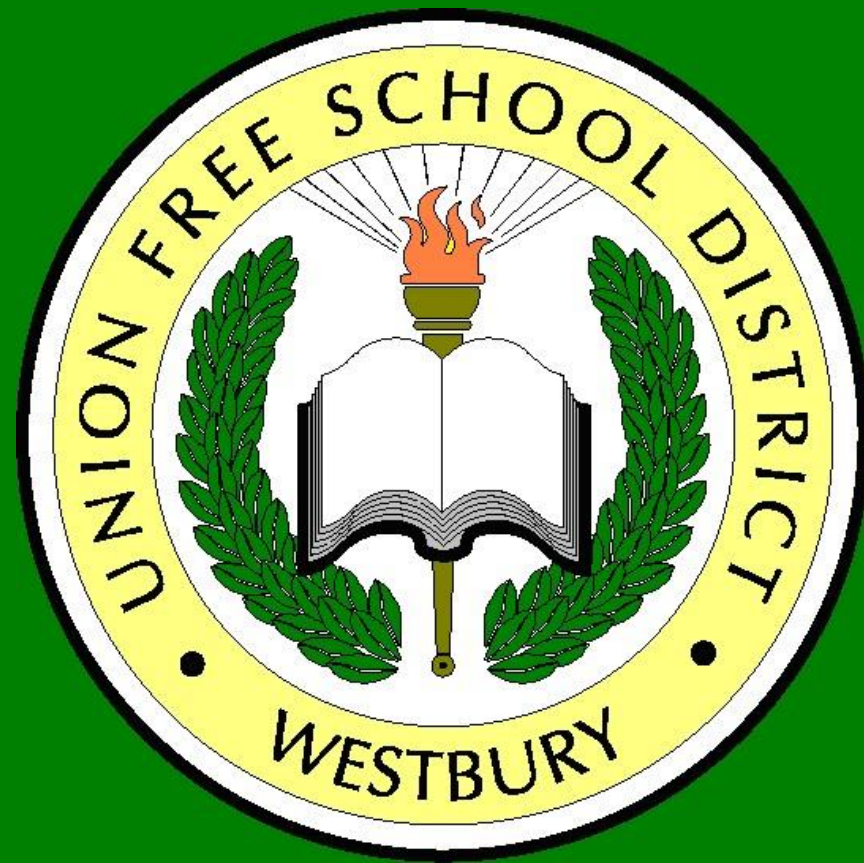


Budget Vote Information

SCHOOL BUDGET VOTE

TUESDAY, MAY 21, 2019 • 6 AM – 9 PM

**Dryden Street School
Park Avenue School
Drexel Avenue School
Westbury Middle School**



Questions?

