

GLEN COVE CITY SCHOOL DISTRICT – BUDGET FORUM

JANUARY 8, 2014

OVERVIEW

□ WHAT IS A BUDGET

□ TAX LEVY LIMIT

□ REVENUE BUDGET

□ APPROPRIATION INCREASES

WHAT IS A BUDGET?

- ❑ A multi-year plan
 - ❑ A reasonably detailed **estimate** of revenues **and** expenditures
 - ❑ It establishes **tax levy**, not the **tax rate**
 - ❑ Subject to future update
 - ❑ It is a working document
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PROPERTY TAX CAP

Chapter 97 of the Laws of 2011

- ❑ Tax Levy Limit began in the 2012-13 school year.
 - ❑ In effect through at least 2016-17.
Thereafter, it remains in effect only as long as the regulation and control of residential rents and evictions (ex. rent control) laws are in place.
 - ❑ Chapter 97 leaves most current contingency budget requirements/restrictions in place.
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TAX LEVY LIMIT FORMULA

Prior year levy

- Reserve amount (including interest earned)

x Tax base growth factor (Tax & Finance)

+ PILOTs receivable, prior year (2013-14)

- Tort exclusion amount prior year (2013-14)

x Allowable levy growth factor (lesser of 2% or inflation)

****1.42% - 1.55% ****

- PILOTs receivable, coming year (2014-15)

+ Available carryover

+ Adjustments for transfer of function (as determined by OSC)

+ Exclusions (tort, pensions and capital)

= **Total allowable levy within the limit**

BUDGET DEVELOPMENT BEFORE TAX CAP

EXPENDITURE BUDGET

- STATE & FEDERAL AID
- LOCAL REVENUES
- USE OF RESERVES

= NEEDED TAX LEVY

BUDGET DEVELOPMENT WITH TAX LEVY CAP

TAX LEVY LIMIT

+ STATE & FEDERAL AID

+ LOCAL REVENUE

+ USE OF RESERVES

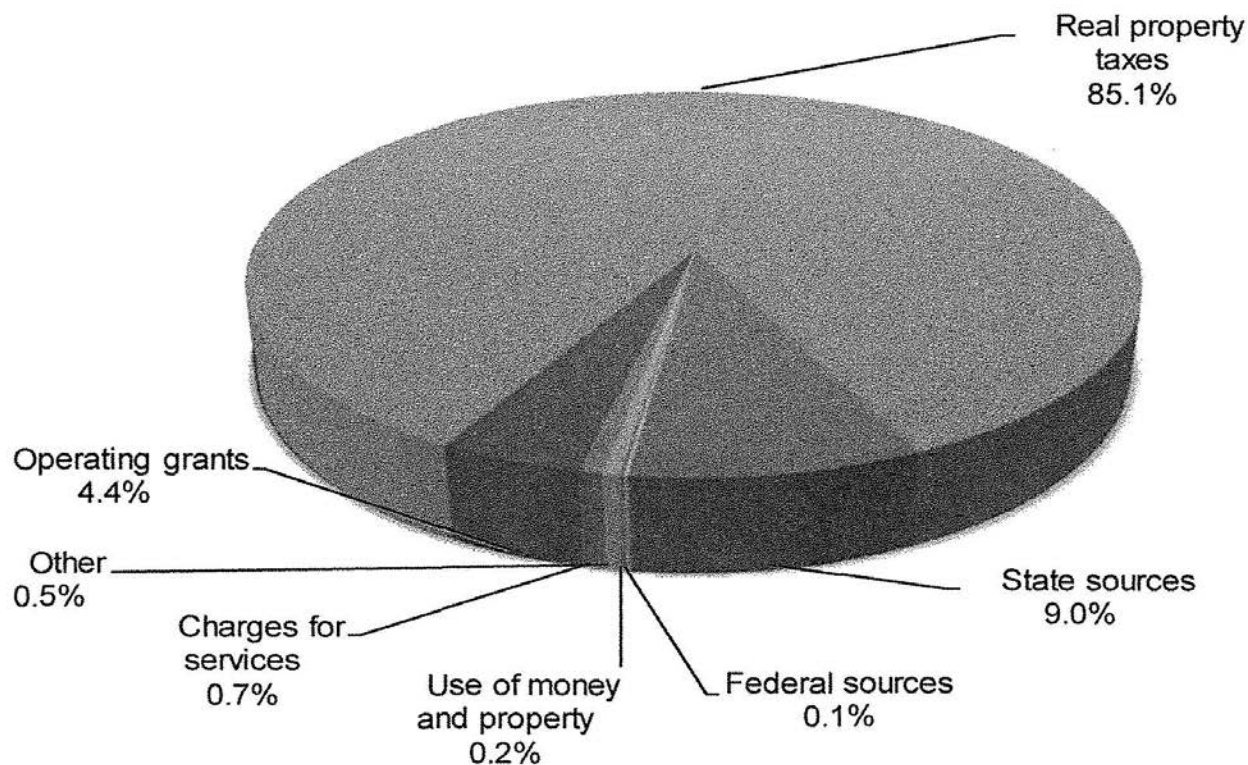
= EXPENDITURE BUDGET

REVENUE BUDGET

- Tax Levy
 - Payments in Lieu of Taxes
 - Tax on Consumer Utility Bills
 - Tuition-Other Districts
 - Interest and Earnings
 - Rental of Real Property
 - State Aid
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SOURCE OF REVENUES 2012-13

Table A-4: Sources of Revenues for Fiscal Year 2013



APPROPRIATION INCREASES 2014-15

□ HEALTH INSURANCE – 2%

□ TRS – 17.25% - 17.75%

□ ERS – 20.1%

DECREASE OF .8% FROM 2013-14

□ CONTRACTUAL OBLIGATIONS

APPROPRIATION INCREASES IN DOLLARS (ESTIMATED)

☐ **HEALTH INSURANCE - \$202,485**

☐ **TRS AND ERS - \$902,002**

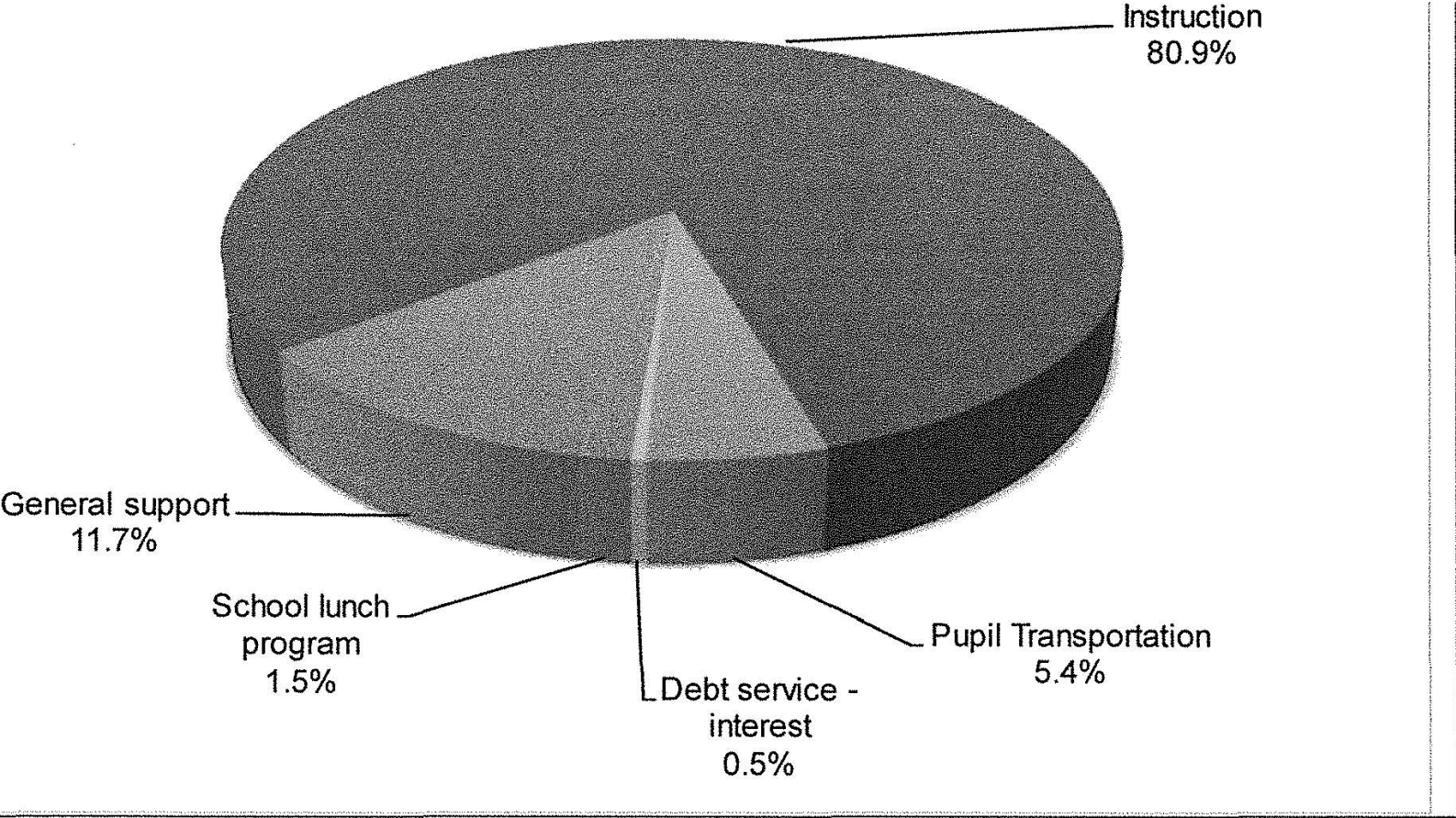
☐ **CONTRACTUAL OBLIGATIONS**

Instructional - \$1,524,230

Non-Instructional - \$209,414

Other - \$150,000 (transportation, building and grounds, teaching supplies, etc.)

Expenses 2012-13



ESTIMATED INCREASE IN EXPENDITURES -
\$2,988,131

ESTIMATED ALLOWABLE INCREASE IN TAX
LEVY - \$1,084,784

DIFFERENCE \$1,903,347

QUESTIONS ???
