

GLEN COVE CITY SCHOOL DISTRICT

2015-2016 BUDGET WORKSHOP #1

JANUARY 12, 2015

OVERVIEW

WHAT IS A BUDGET

TAX LEVY LIMIT

REVENUE BUDGET

APPROPRIATION BUDGET

“GAP”

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

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.

TAX LEVY LIMIT FORMULA

Prior year levy

- Reserve amount (including interest earned)

x Tax base growth factor (Tax & Finance)

+ PILOTs receivable, prior year (2014-15)

- Tort exclusion amount prior year (2014-15)

x Allowable levy growth factor (lesser of 2% or inflation) **1.63%

- 1.72% **

- PILOTs receivable, coming year (2015-16)

+ 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

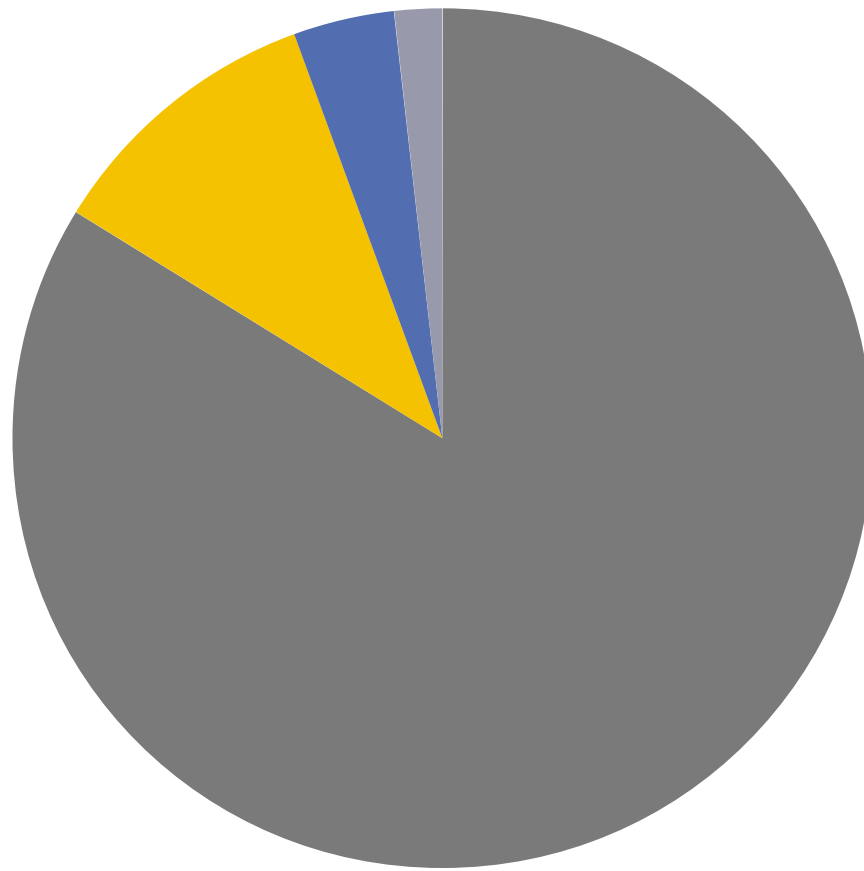
Tuition-Other Districts

Interest and Earnings

Rental of Real Property

State Aid

SOURCES OF REVENUE 2013-14



- Real Property Taxes - 83.8%
- State Sources - 10.6%
- Operating Grants - 3.8%
- Other - 1.8%

APPROPRIATION BUDGET

Administrative Component

BOE

Administrative/Central Office Staff

Finance and Legal

Insurance and Central Printing

Program Component

Teaching – Regular Ed and Special Ed

IT

Health Services

Cocurricular and Athletics

Transportation

Employee Benefits

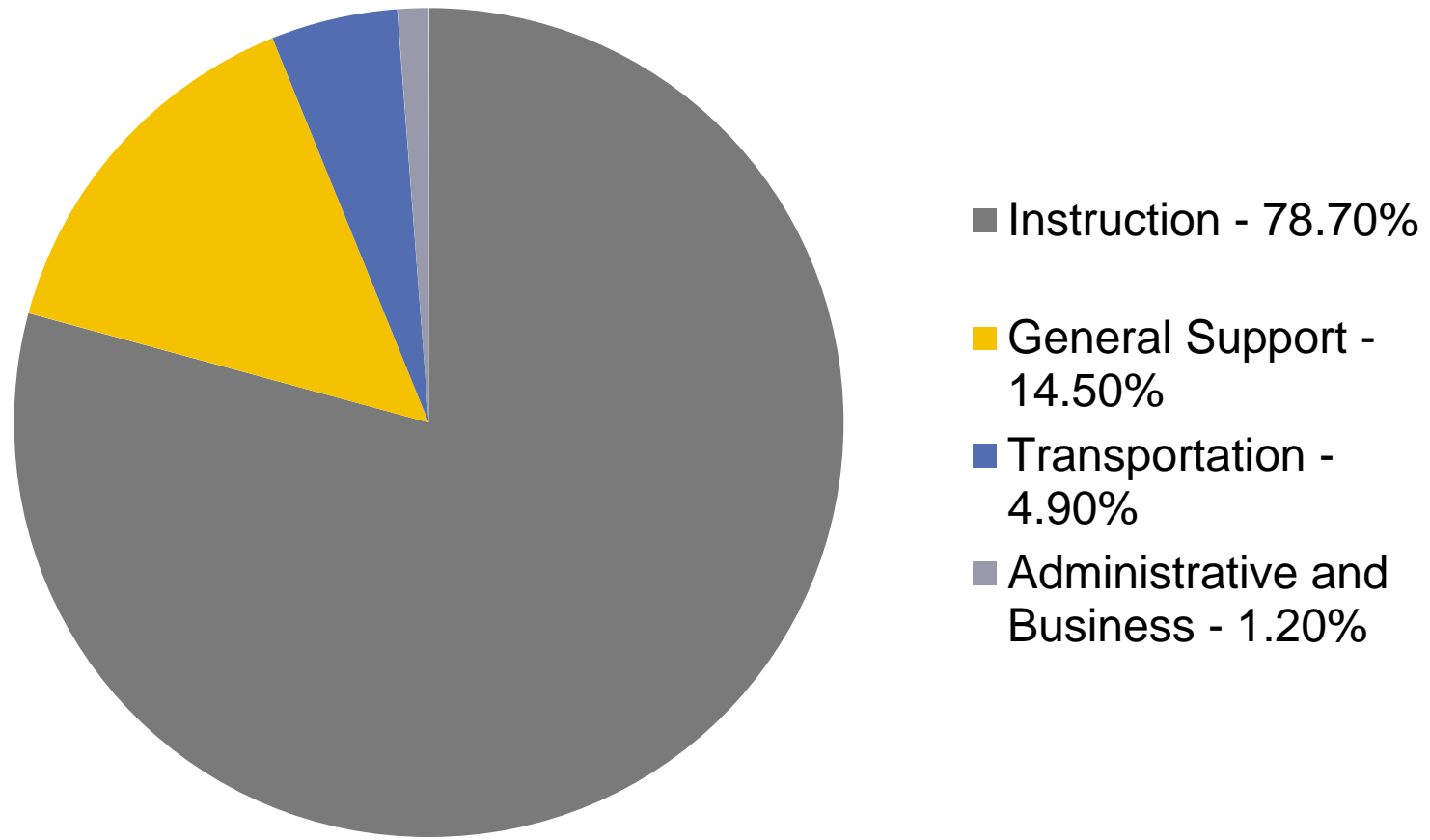
Capital Component

Operation and Maintenance of Facilities

Tax Certiorari

Debt Service

EXPENSES - 2013-2014



ESTIMATED APPROPRIATION INCREASES FOR 2015-16

HEALTH INSURANCE – 6%

Increase of 4% from 2014-15

ERS – 17.25% - 17.75%

Decrease of 9% from 2014-15

TRS – 13% - 13.5%

Decrease of 4.03% from 2014-15

CONTRACTUAL OBLIGATIONS

Increase of 1.5% - 3% from 2014-15

WHAT IS OUR "GAP"

Estimated increase in expenditures

\$3,395,903

Estimated allowable increase in Tax Levy

\$1,996,412

DIFFERENCE

\$1,399,491

QUESTIONS ???