

GLEN COVE CITY SCHOOL DISTRICT



**2016-2017 BUDGET WORKSHOP #1&2
February 1, 2016**

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 with the 2012-13 school year budget.
- In effect through 2019-2020. Thereafter, it remains in effect only as long as the regulation and control of residential rent and eviction (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 (2015-16)

- Capital tax levy exclusion, prior year (2015-16)

- Tort exclusion amount prior year (2015-16)

= Adjusted prior year tax levy

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

- PILOTs receivable, coming year (2016-17)

+ Available carryover

= Tax Levy Limit

+ Exclusions (tort, pensions and capital (2016-2017))

= **Total MAXIMUM ALLOWABLE TAX LEVY**
(requires simple majority)



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

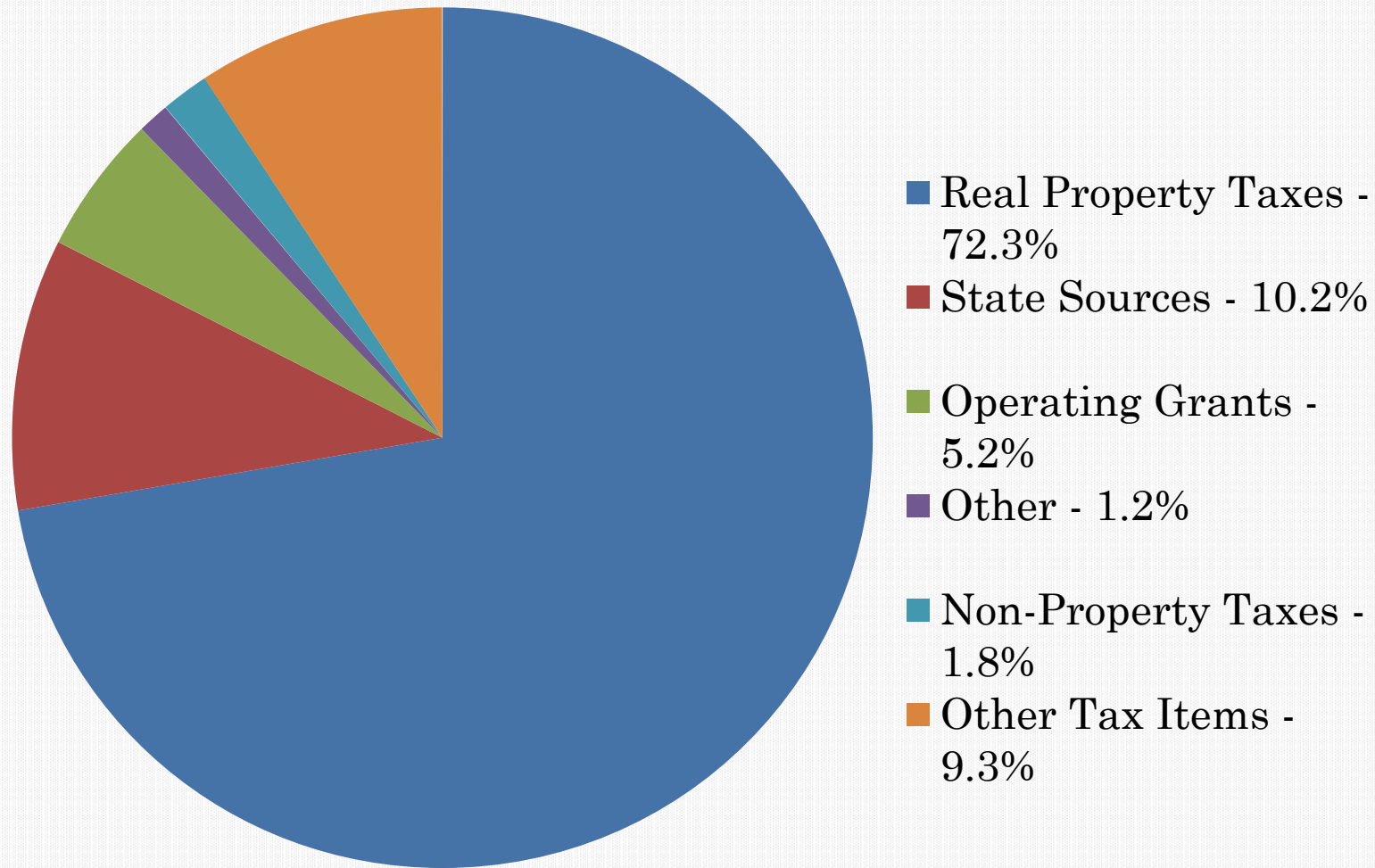


REVENUE BUDGET

- 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 2014-15



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

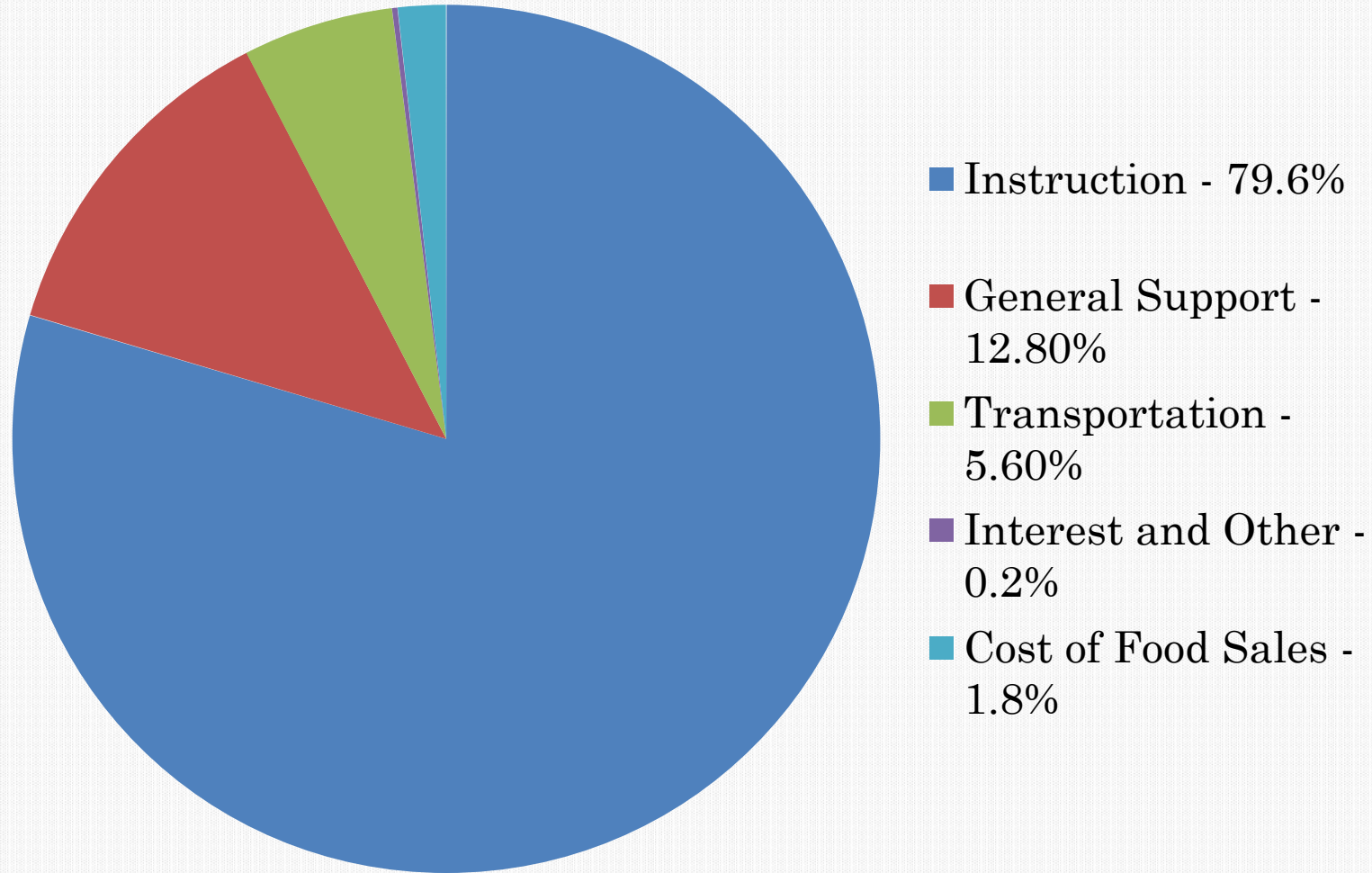
Operation and Maintenance of Facilities

Tax Certiorari

Debt Service



EXPENSES – 2014-15



WHAT IS OUR “GAP”

- Estimated increase in expenditures

\$2,906,088

- Estimated increase in revenues

\$450,163

GAP

\$2,455,925



- TAX LEVY

- REVENUE BUDGET

- APPROPRIATION INCREASES

- APPROPRIATION BUDGET
 - Capital Component
 - Administrative Component

- RESERVES



TAX LEVY LIMIT

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

0.12%

+

Allowable exemptions=
Maximum Allowable Tax Levy

0.40%

(Less than half a percent)



HOW MUCH WILL THE INCREASE IN THE TAX LEVY GENERATE

- 0.40% INCREASE WILL GENERATE AN INCREASE IN THE TAX LEVY OF APPROXIMATELY **\$267,877**

- 1.02% INCREASE WILL GENERATE AN INCREASE IN THE TAX LEVY OF APPROXIMATELY **\$1,322,085**



2016-2017 PROJECTED REVENUE BUDGET (DRAFT)

		<u>2014-15</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>
		<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>PROJECTED BUDGET</u>
A 1001	REAL PROPERTY TAX	59,544,150	59,470,161	60,774,617	60,997,494
A 1081	PAYMENT IN LIEU OF TAXES(PILOT)	1,908,060	1,929,530	1,823,254	1,925,438
A 1085	STAR AID	5,236,569	5,512,752	5,329,648	5,374,648
A 1090	INTEREST AND PENALTIES ON PROPERTY TAXES	225,000	232,455	200,000	200,000
A 1111	TAX ON CONSUMER UTILITY BILLS	1,250,000	1,500,023	1,300,000	1,300,000
A 1320	SUMMER SCHOOL	0	6,050	0	0
A 1330	TEXTBOOK CHARGES	0	962	0	0
A 1336	STUDENT FEES DRIVER ED	52,000	45,260	52,000	45,000
A 1336..1	ADULT EDUCATION FEES	18,850	14,555	18,850	15,000
A 1337	STUDENT FEES HS	0	21,510	0	0
A 2330	TUITION - OTHER DISTRICTS	105,000	84,229	105,000	85,000
A 2401	INTEREST AND EARNINGS	90,000	50,885	62,000	50,000
A 2410	RENTAL OF REAL PROPERTY	15,000	16,321	15,000	15,000



2016-2017 PROJECTED REVENUE BUDGET (DRAFT)

		<u>2014-15</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>
		<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>PROJECTED BUDGET</u>
A 2680	INSURANCE RECOVERIES	0	70,201	0	0
A 2701	REFUND PRIOR YEAR - BOCES	0	69,382	0	0
A 2703	REFUND PRIOR YEAR	0	114,960	0	0
A 2705	GIFTS & DONATIONS	0	1,571	0	0
A 2707	STVP MICROSOFT	0	98,975	0	0
A 2770	MISCELLANEOUS	0	3,148	0	0
A 2770..1	UNCLASSIFIED REVENUE	0	38,417	0	0
A 2771	E-RATE	65,000	71,422	65,000	65,000
A 3101	FOUNDATION AID	5,634,325	4,980,187	6,441,902	6,614,360
A 3101.B	NYS EXCESS COST AID	444,636	1,670,882	605,445	687,247
A 3102	LOTTERY AID	0	1,034,075	0	0
A 3102.1	COMMERCIAL GAMING GRANT	0	33,077	0	25,000
A 3103	BOCES AID	516,601	665,075	628,686	842,163
A 3104	TUITION/TRANSPORTATION- DISABLED	0	12,835	0	0
A 3260	TEXTBOOK AID	240,942	227,117	235,390	235,390
A 3262	COMPUTER SOFTWARE/HARDWARE AID	67,641	82,089	79,659	82,812
A 3263	LIBRARY-A/V PROGRAM AID	25,965	26,500	25,965	25,965
A 3289	OTHER STATE AID	52,500	0	52,500	0
A 3289..1	HIGH TAX AID	317,335	0	317,335	317,335
A 3289..2	BUILDING AID	331,271	0	375,269	376,678
A 3289..3	TRANSPORTATION AID	1,120,583	0	1,197,098	1,260,251



2016-2017 PROJECTED REVENUE BUDGET (DRAFT)

		<u>2014-15</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>
		<u>BUDGET</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>PROJECTED BUDGET</u>
A 4289	FEDERAL IMPACT AID	0	8,225	6,500	6,500
A 4300	RESERVE FOR WC	350,000	0	250,000	250,000
A 4301	RESERVE FOR TAX CERTIORARI	800,000	0	1,600,000	2,000,000
A 4302	RESERVE FOR UNEMPLOYMENT	55,000	0	25,000	35,000
A 4601	MEDICAID INCOME	65,000	105,229	150,000	105,000
A 4960	FEMA	0	4,333	0	0
A 5999	APPROP FUND BAL - PY	750,000	0	750,000	0
		79,281,428	\$78,202,393	\$82,486,118	\$82,936,281



APPROPRIATION INCREASES FOR 2016-17

- HEALTH INSURANCE – 8%
- ERS –15.6%
- TRS –11.75%
- CONTRACTUAL OBLIGATIONS
Increase of 1.5% - 3.88%



**2016-17
PROJECTED
APPROPRIATION BUDGET
CAPITAL COMPONENT**

Account	Description	2014-15 Actual Expenses	2015-16 Budget	2016-17 Proposed Budget
A1620	Operation of Plant	\$4,020,273	\$4,127,831	\$4,372,060
A1621	Maintenance Of Plant	\$576,104	\$614,682	\$654,301
A1964	Refund-Real Property Taxes	\$1,776,709	\$1,600,000	\$2,000,000
A9711	Bond- Principal & Interest	\$940,402	\$940,402	\$930,278
A9950	Transfer to Capital	\$25,000	\$0	\$0
TOTAL		\$7,338,489	\$7,282,915	\$7,956,639

**2016-17
PROJECTED
APPROPRIATION BUDGET
ADMINISTRATIVE COMPONENT**

Account	Description	2014-15 Actual Expenses	2015-16 Budget	2016-17 Proposed Budget
A1010	BOE	\$39,748	\$45,750	\$43,750
A1060	District Meeting	\$20,888	\$62,800	\$60,500
A1240	Superintendent	\$310,953	\$320,071	\$324,272
A1310	Finance/ Business	\$562,451	\$600,608	\$596,965
A1320	Auditing	\$124,927	\$130,500	\$130,000

**2016-17
PROJECTED
APPROPRIATION BUDGET
ADMINISTRATIVE COMPONENT**

Account	Description	2014-15 Actual Expenses	2015-16 Budget	2016-17 Proposed Budget
A1325	Treasurer	\$11,250	\$10,300	\$10,650
A1330	Tax Collector	\$50,000	\$50,000	\$50,000
A1380	Fiscal Agent Fee	\$0.00	\$20,000	\$7,500
A1420	Legal	\$185,461	\$180,500	\$212,875
A1430	Personnel	\$200,119	\$357,884	\$366,601
A1460	Records Management	\$51,234	\$54,889	\$56,532

**2016-17
PROJECTED
APPROPRIATION BUDGET
ADMINISTRATIVE COMPONENT**

Account	Description	2014-15 Actual Expenses	2015-16 Budget	2016-17 Proposed Budget
A1480	Public Information	\$42,942	\$49,850	\$48,500
A1670	Central Printing & Mailing	\$176,003	\$179,160	\$191,780
A1910	Unallocated Insurance	\$351,299	\$355,925	\$384,275
A1920	School Assoc. Dues	\$22,663	\$25,500	\$30,500
A1981	Administration Charges - BOCES	\$439,428	\$455,439	\$475,439

**2016-2017
PROJECTED
APPROPRIATION BUDGET
ADMINISTRATIVE COMPONENT**

Account	Description	2014-15 Actual Expenses	2015-16 Budget	2016-17 Proposed Budget
A2010	Curriculum Development	\$1,295,363	\$1,777,901	\$1,837,818
A2020	Supervision Regular School	\$2,120,300	\$2,250,252	\$2,315,240
TOTAL		\$6,005,029	\$6,927,329	\$7,143,197

RESERVES

RESERVE	Balance 6/30/2015	2015-16 Budget Use of Reserves	Estimated Balance 6/30/2016
EBALR	\$499,998	\$0	\$499,998
Unemployment	\$100,900	\$25,000	\$75,900
Worker's Comp	\$1,309,007	\$250,000	\$1,059,007
Tax Certiorari	\$3,887,136	\$1,600,000	\$2,287,136



DISCUSSION FOR FEBRUARY 8 BOE MEETING

- Transportation Referendum
- Ways to close the Budget “GAP”



QUESTIONS?

