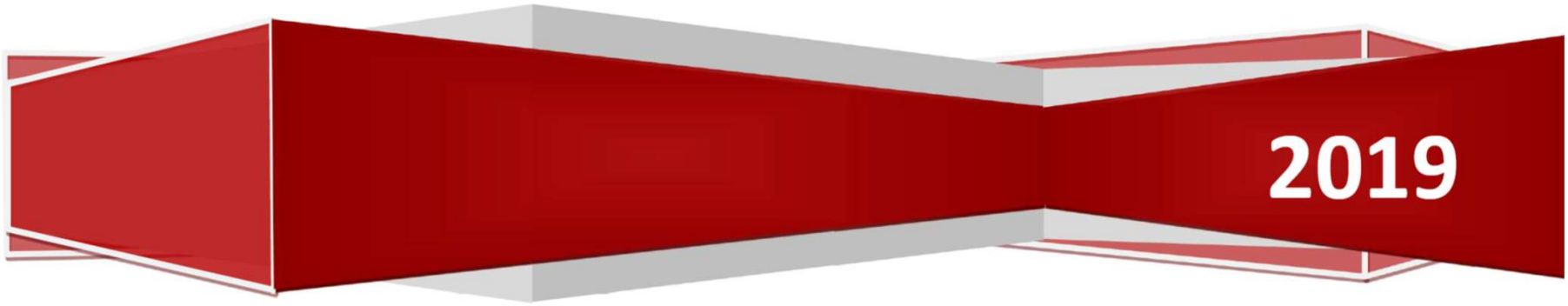
DUNKIRK CITY SCHOOL DISTRICT

2018 – 2019 FEBRUARY – Revenue, Expenditure Updates

BUSINESS OFFICE – FEBRUARY, 2018



Budget 2019 - Revenue

- Revenue: NRG - The District anticipates additional revenue loss regarding the restructured PILOT agreement as follows:
  - Fiscal 2019 Pilot revenue of $200,000.
  - NYS Mitigation/Transition Aid percent of loss incurred reduces to 60% [from 70% in 2018].
  - Summary – 2019 estimates for NRG related revenue are estimated now at $2,483,324 [down from $2,863,878 in 2018 and $3,327,002 in 2017].
- Revenue: NYS Aid from Governor's Budget Address begins the NYS Budget Process. Foundation Aid increased 1.41% or $289,419. Building Aid on track to fully fund debt service.
- Revenue: Tax Cap set at 2%, subject to qualifying adjustments. For DCSD Levy Limit is up 3.71% on falling PILOTS and unused prior year cap space. Tax Cap Calculation included. OSC filing required by March 1, 2018. Increasing the Tax Levy by 2% yields additional revenue of $195,424.

DCSD Comparison of NYS Aids

Gov Proposed 16-Jan-18

	ACTUAL 2013-14	ACTUAL 2014-15	ACTUAL 2015-16	ACTUAL 2016-17	Current Budgeted 2017-18	GOV Proposal 2018-19	Change $	Change %
FOUNDATION AID	$ 17,321,605	$ 17,982,037	$ 18,373,034	$ 19,304,830	$ 20,522,910	**$ 20,812,329**	**$ 289,419**	**1.41%**
COMMUNITY SCHOOL AIDS - not available to support ongoing operations				$ 224,658	$ 224,658	$ 224,658	$ -	0.00%
BOCES AID	$ 1,526,677	$ 1,330,372	$ 1,320,814	$ 1,350,534	$ 1,422,935	$ 1,464,179	$ 41,244	2.90%
HIGH AND PRIVATE EXCESS COST AID	$ 653,102	$ 536,447	$ 701,103	$ 681,682	$ 882,478	$ 692,995	$ (189,483)	-21.47%
INSTRUCTIONAL MATERIALS AID	$ 216,048	$ 215,071	$ 213,673	$ 211,293	$ 207,020	$ 211,584	$ 4,564	2.20%
TRANSPORTATION AID	$ 942,581	$ 863,463	$ 987,099	$ 848,189	$ 966,429	$ 1,073,338	$ 106,909	11.06%
BUILDING AID	$ 3,962,912	$ 3,339,513	$ 3,617,568	$ 3,627,041	$ 3,882,718	**$ 4,932,815**	**$ 1,050,097**	27.05%
SUB TOTAL AID	$ 24,622,925	$ 24,266,903	$ 25,213,291	$ 26,248,227	$ 28,109,148	$ 29,411,898	$ 1,302,750	4.63%
GAP ELIMINATION ADJUSTMENT	$ (1,564,844)	$ (267,589)	$ (5,352)	**Boces Capital**	**$ 404,115**	**$ 386,430**	$ (17,685)	
GEA RESTORATION or SFSF	$ 672,882	$ -	$ -					
NET GEA	$ (891,962)	$ (267,589)	$ (5,352)	$ -	$ 404,115	$ 386,430		
GENERAL FUND AID COMPARISON	$ 23,730,963	$ 23,999,314	$ 25,207,939	$ 26,248,227	$ 28,513,263	$ 29,798,328		
		$ 268,351	$ 1,208,625	$ 1,040,288	$ 2,265,036	$ 1,285,065		
		1.13%	5.04%	4.13%	8.63%	4.51%		
GENERAL FUND AID less BUILDING AID	$ 19,768,051	$ 20,659,801	$ 21,590,371	$ 22,621,186	$ 24,630,545	**$ 24,865,513**		
		$ 891,750	$ 930,570	$ 1,030,815	$ 2,009,359	**$ 234,968**	**Increase for Operations**	
		4.51%	4.50%	4.77%	8.88%	**0.95%**		
BUDGETED	$ 23,558,518	$ 24,193,613	$ 24,896,487	$ 26,165,909	$ 28,183,108	$ 29,351,413	**Budget to Budget**	
	$ (172,445)	$ 194,299	$ (311,452)	$ (82,318)	$ (330,155)	$ (446,915)	**$ 1,168,305**	
	99.27%	100.81%	98.76%	99.69%	98.84%	98.50%	**4.15%**	

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Office of the State Comptroller
Thomas P. DiNapoli, State Comptroller

Trend Report for Dunkirk City School District

Property Tax Cap	Proj 2019	2018	2017	2016	2015
Tax Levy Limit (Cap) before Exclusions					
Tax Levy Prior Year	9,771,218	9,548,521	9,361,295	9,455,854	9,614,516
Reserve Amount					
Tax Base Growth Factor	1.0006	1.0034	1	1.0033	1
PILOTS Receivable Prior Year	**250,000**	**729,287**	**4,121,979**	4,105,521	4,179,020
Tort/Judgment Exclusion Prior Year					
Capital Tax Levy for Prior Year					
Allowable Levy Growth Factor	**1.02**	**1.0126**	**1.0012**	1.0162	1.0146
PILOTS Receivable Current Year	**250,000**	**250,000**	**729,287**	4,121,979	4,105,521
Available Carryover from Prior Year	155,759	193,767	147,621	150,631	152,651
Total Levy Limit before Exclusions	**10,133,382**	**10,383,950**	**12,917,789**	9,841,431	10,042,052
Exclusions - Transition Aid					
Tax levy for tort orders/judgments over 5% Prior Year tax levy			0	0	0
Capital Tax Levy for Current Year			0	0	0
Tax levy for pension contribution expense					
TRS			0	0	0
ERS			0	0	0
Total Exclusions				0	0
Total Tax Levy Limit, Adjusted for Transfers Plus Exclusions	**10,133,382**	10,383,950	12,917,789	9,841,431	10,042,052
Proposed Levy for Current Year	**9,966,642**	9,771,218	9,548,521	9,361,295	9,455,854
Difference between Tax Levy Limit Plus Exclusions and Current Year Proposed Levy	166,739	612,732	3,369,267	480,136	586,198
Planning to Override the cap	**No**	No	No	No	No
Allowable Cap Increase	**3.71%**	8.75%	37.99%	4.08%	4.45%
Actual Levy Increase	**2.00%**	2.33%	2.00%	-1.00%	-1.65%
Cap $ Change	362,164	835,428	3,556,493	385,577	427,536
Actual Levy $ Change	195,424	222,697	187,226	-94,559	-158,662

DUNKIRK CITY SCHOOL DISTRICT REVENUE OUTLOOK

Local Share Breakdown	Historical Data 2014-15	Historical Data 2015-16	Historical Data 2016-17	Budget 2017-18	Initial 2018-19	% Change	$ Change
Tax Levy	$ 9,455,854	$ 9,361,295	$ 9,548,521	$ 9,771,218	$ 9,966,642	2.00%	$ 195,424
Federal PILOT	$ 15,000	$ 15,000	$ 15,000	$ 15,000	$ 15,000	0.00%	$ -
PILOTs	$ 116,439	$ 116,439	$ 116,439	$ 116,439	$ 50,000	-57.06%	$ (66,439)
NRG PILOT	$ 3,989,082	$ 4,005,540	$ 612,848	$ 200,000	$ 200,000	0.00%	$ -
Interest / Penalties	$ 18,000	$ 18,000	$ 18,000	$ 18,000	$ 18,000	0.00%	$ -
Local Share	$ 13,594,375	$ 13,516,274	$ 10,310,808	$ 10,120,657	$ 10,249,642	1.27%	$ 128,985
Local Share / Budget	33.01%	32.12%	25.39%	23.30%	22.65%		
All State Aid / Budget	58.75%	59.16%	71.11%	71.03%	69.92%		

	Historical Data 2014-15	Historical Data 2015-16	Historical Data 2016-17	Budget 2017-18	Proposed 2018-19	% Change	$ Change
Local Share	$ 13,594,375	$ 13,516,274	$ 10,310,808	$ 10,120,657	$ 10,249,642	1.27%	$ 128,985
Other	$ 255,150	$ 255,150	$ 255,150	$ 255,150	$ 409,150	60.36%	$ 154,000
State Aid	$ 24,193,613	$ 24,896,497	$ 26,165,909	$ 27,778,993	$ 28,964,983	4.27%	$ 1,185,990
Boces Capital Project Aid	$ -	$ -	$ -	$ 404,115	$ 386,430	-4.38%	$ (17,685)
Transition State Aid	$ -	$ -	$ 2,714,154	$ 2,663,878	$ 2,283,324	-14.29%	$ (380,554)
Transfers/QSCB	$ 214,034	$ 241,300	$ 241,300	$ 230,000	$ 230,000	0.00%	$ -
Sub-total	$ 38,257,172	$ 38,909,221	$ 39,687,321	$ 41,452,793	$ 42,523,529	2.58%	$ 1,070,737
Budget	$ 41,177,757	$ 42,086,078	$ 40,614,061	$ 43,429,994	$ 45,247,417		
Fund Balance Gap	$ 2,920,585	$ 3,176,857	$ 926,740	$ 1,977,201	$ 2,723,888		

NRG ASSUMPTION SCENARIO: PILOT = $200k, State Transition Aid revenue at 60% of payment deficit [80%, 70%, 60%, 50%, 40%, 30%, 20%].

NRG Pilot + Transition Aid	$ 3,327,002	$ 2,863,878	$ 2,483,324
Loss vs 2016	$ (678,538)	$ (1,141,662)	$ (1,522,216)
Cumulative Loss	$ (678,538)	$ (1,820,200)	$ (3,342,416)

Budget Challenges - Appropriations

- Appropriations: Payroll - The District has contractual arrangements with employee unions calling for increases in the range of 2.25% to over 4.0%. Reviewing requests from department and building administrators for additional staffing for essential ENL, Special Education and AIS services.
- Appropriations: Benefits - Healthcare Benefits increasing 4%, Teachers Retirement System up 8%, Employee Retirement System down 3%, Workers' Compensation premium down 15%.
- Appropriations: Other contractual increases are anticipated, such as, utilities, BOCES services and transportation costs.
  - Electric and Gas rates have been at historical lows. While it appears likely increases in instability in world politics combined with higher industrial demand will influence commodity costs upward, budget estimates remain stable at this point [$613,000]. Buildings & Grounds contractual and supply budget flat [$402,520] .
  - Transportation route increases not currently contemplated, review in progress.
  - Boces services will expand through additional P-Tech [5] slots. Special Education remains a large component of Boces expenditures, and decisions regarding staffing/placement will directly impact final numbers. District is reviewing Technology Staffing, CTE classes, Alternative Education and classroom instructional resources.
  - Athletics program requesting coaching positions to cover both existing supervision needs and move of cheerleading to varsity competitive level. Equipment needed for both cheer and wrestling programs. Increase approximates $40,000.

***Benefits	Budget	Budget	Budget	Budget	Budget	Proposed		
800's	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19		Change
State Retirement	$ 809,200	$ 785,330	$ 681,397	$ 545,954	$ 541,376	$ 535,566	NYS Est 13.98% vs 14.45%	-3.25%
Teachers Retirement	$ 2,979,950	$ 3,214,678	$ 2,431,639	$ 2,130,376	$ 1,852,627	$ 2,089,914	NYS Est at 10.63% vs 9.8%	8.47%
Social Security	$ 1,591,200	$ 1,654,848	$ 1,746,832	$ 1,679,011	$ 1,746,171	$ 1,816,018	tracks payroll increase	4.00%
Workers Compensation	$ 202,692	$ 252,817	$ 237,823	$ 227,180	$ 209,626	$ 176,760	Rate Set - February, 2018	-15.68%
Life Insurance	$ 35,000	$ 36,750	$ 38,220	$ 39,749	$ 41,339	$ 42,992	Estimate - January, 2017	4.00%
Unemployment Insurance	$ 130,000	$ 75,000	$ 75,000	$ 75,000	$ 75,000	$ 75,000	Estimate - January, 2017	0.00%
Disability Insurance	$ 4,000	$ 4,200	$ 4,368	$ 4,543	$ 4,724	$ 4,913	Estimate - January, 2017	4.00%
Hospital, Medical Ins	$ 4,556,489	$ 4,715,966	$ 4,904,605	$ 5,051,743	$ 5,779,194	$ 6,010,362	Rates Set - January, 2018	4.00%
		$ (91,445)	$ 93,435		$ 150,000		Unallocated	
INCENTIVE	$ 141,000	$ 156,000	$ 165,000	$ 175,000	$ 179,210	$ 184,710	Retirement Incentive 2016	2.41%
Benefits Budget	$ 10,449,531	$ 10,804,144	$ 10,378,318	$ 9,928,555	$ 10,579,268	$ 10,936,236		
		$ 354,613	$ (425,826)	$ (449,763)	$ 650,712	$ 356,969		
		3.39%	-3.94%	-4.33%	6.55%	3.37%		
% Benefits to Budget-DS/T	28.36%	28.87%	27.04%	26.85%	26.83%	26.91%		
% Payroll+Ben/Budget-DS/T	**80.01%**	**80.32%**	**79.87%**	**79.24%**	**78.54%**	**78.82%**		

DUNKIRK CITY SCHOOL DISTRICT - BUDGET BY ACCOUNT CODE FOR 2019 BUDGET DEVELOPMENT

Account Code	Description	Budget 2013-14	Budget 2014-15	Budget 2015-16	Budget 2016-17	Budget 2017-18	Changes Anticipated	First Look 2018-19	% Change	Working Changes	Working 2018-19	From 2017-18 % Change	From 2017-18 $ Change
100's	Payroll *	$ 19,037,706	$ 19,250,118	$ 20,277,405	$ 19,372,314	$ 20,386,564	$ 714,566	$ 21,101,130	3.51%	$ -	$ 21,101,130	3.51%	$ 714,566
200's	Equipment, Hardware	$ 108,000	$ 108,000	$ 108,000	$ 138,000	$ 138,000		$ 138,000	0.00%	$ -	$ 138,000	0.00%	$ -
400's	Contractual, Professional	$ 3,868,547	$ 3,939,850	$ 4,058,046	$ 3,878,046	$ 3,878,046	$ -	$ 3,878,046	0.00%	$ -	$ 3,878,046	0.00%	$ -
	BOCES	$ 2,900,000	$ 2,900,000	$ 3,100,000	$ 3,200,000	$ 3,982,708	$ 149,710	$ 4,132,418	3.76%	$ -	$ 4,132,418	3.76%	$ 149,710
500's	Supplies, Publications	$ 488,412	$ 417,512	$ 459,263	$ 459,263	$ 459,263	$ -	$ 459,263	0.00%		$ 459,263	0.00%	$ -
600-700's	Debt Service **	$ 3,996,200	$ 3,113,132	$ 3,630,046	$ 3,562,883	$ 3,830,646	$ 596,678	$ 4,427,324	15.58%	$ -	$ 4,427,324	15.58%	$ 596,678
800's	Benefits ***	$ 10,449,531	$ 10,804,144	$ 10,378,318	$ 9,928,555	$ 10,579,767	$ 693,153	$ 11,272,920	6.55%	$ (336,684)	$ 10,936,236	3.37%	$ 356,469
900's	Transfers ****	$ 75,000	$ 645,000	$ 75,000	$ 75,000	$ 175,000		$ 175,000	0.00%	$ -	$ 175,000	0.00%	$ -
	Budget Totals	$ 40,923,396	$ 41,177,756	$ 42,086,078	$ 40,614,061	$ 43,429,994	$ 2,154,107	$ 45,584,101		$ (336,684)	$ 45,247,417		$ 1,817,423
	$ change		$ 254,360	$ 908,322	$ (1,472,017)	$ 2,815,933		$ 2,154,107			$ 1,817,423		
	% change		0.62%	2.21%	-3.50%	6.93%		4.96%			4.18%		
	Less debt service/transfer	$ 36,852,196	$ 37,419,624	$ 38,381,032	$ 36,976,177	$ 39,424,348		$ 40,981,777			$ 40,645,093		
	Change $		$ 567,428	$ 961,408	$ (1,404,854)	$ 2,448,171		$ 1,557,429			$ 1,220,745		
	Change %		1.54%	2.57%	-3.66%	6.62%		3.95%			3.10%		

Note 1: Contractual Increase on flat staffing. Position requests under review.

Note 2: Contractual +0%, Boces +3% + Ptech + Boces Capital project [$483,038]. Supplies =+0%.
Boces Debt Service generates same year revenue at roughly 80% [$386,430].

Note 3: Estimate School 6 Debt Service at $679,906, less impact of refunding.
Generates $154,000 rent income from Boces and NYS Bldg Aid of $590,000 EST.

Note 4: 3% decline ERS, TRS up 8%, Healthcare up 4%. Workers Comp down 15%.

Note 5: $50,000 Repair Reserve and $25,000 Special Fund
$100,000 Transfer to fund Small Capital Project. Generates 97% Aid next fiscal year.

Buildings & Grounds

Buildings & Grounds Budget Outlook - no utilities/personnel

Formatted Account	Description	2018 - 19 Budget	2017 - 18 Budget	2016 - 17 Budget	2015 - 16 Budget
A 1620.200-20-0000	EQUIPMENT	30,000.00	30,000.00	30,000.00	
A 1620.461-00-0000	TECHNICAL-CUSTODIAL	55,000.00	55,000.00	50,000.00	50,000.00
A 1620.490-00-3003	BOCES SERVICES	0.00	0.00	200.00	200.00
A 1620.490-30-0000	OPERATION OF PLANT	1,320.00	1,320.00	1,310.00	1,310.00
A 1620.501-00-0000	GENERAL SUPPLIES	1,200.00	1,200.00	1,400.00	1,400.00
A 1620.540-00-0000	JANITORIAL SUPPLIES	55,000.00	55,000.00	50,000.00	50,000.00
A 1620.549-00-0000	SMALL TOOLS	1,500.00	1,500.00	1,500.00	1,500.00
A 1620.550-00-0000	GLASS	1,000.00	1,000.00	1,000.00	1,000.00
		145,020.00	145,020.00	135,410.00	105,410.00
		0.00%	7.10%	28.46%	
A 1621.400-00-0240	CAPITAL PROJECTS ARCHITECTUAL	15,000.00	15,000.00	10,000.00	
A 1621.473-00-0000	REPAIRS-EQUIPMENT	45,000.00	45,000.00	45,000.00	45,000.00
A 1621.474-00-0000	REPAIRS-BLDGS & GROUNDS	55,000.00	55,000.00	55,000.00	55,000.00
A 1621.474-00-0100	SPECIAL PROJ-DIST WIDE	45,000.00	45,000.00	45,000.00	45,000.00
A 1621.474-00-0108	SPECIAL PROJECTS-BOILER R	10,000.00	10,000.00	10,000.00	10,000.00
A 1621.476-00-0000	TRAVEL IN DISTRICT	500.00	500.00	500.00	500.00
A 1621.479-00-0000	OTHER CONTRACT EXPENSE	2,000.00	2,000.00	2,000.00	2,000.00
A 1621.545-00-0000	CARE OF GROUNDS	10,000.00	10,000.00	10,000.00	10,000.00
A 1621.546-00-0000	HARDWARE PARTS	40,000.00	40,000.00	40,000.00	40,000.00
A 1621.547-00-0000	BUILDING MATERIALS	15,000.00	15,000.00	15,000.00	15,000.00
A 1621.551-00-0000	PAINTING	4,000.00	4,000.00	4,000.00	4,000.00
A 1621.570-00-0000	AUTOMOTIVE PARTS	2,000.00	2,000.00	2,000.00	2,000.00
A 1621.571-00-0000	GASOLINE & OIL	14,000.00	14,000.00	14,000.00	14,000.00
		257,500.00	257,500.00	252,500.00	242,500.00
		0.00%	1.98%	4.12%	
	Department Totals	402,520.00	402,520.00	387,910.00	347,910.00
		0.00%	3.77%	11.50%	

Athletics

	Athletics	2018 - 19 Proposed	2017 - 18 Budget	2016 - 17 Budget	2015 - 16 Budget
A 2855.151-10-0000	INSTRUCTIONAL SALARIES	9,500	9,500	9,500	9,500
A 2855.154-10-0000	INSTL SALARIES-COACHES	147,000	135,000	135,000	135,000
A 2855.155-10-0000	INSTL SALARIES-SUPV	16,500	14,000	14,000	14,000
A 2855.160-10-0000	N-I SALARIES-SUPV	2,000	2,000	2,000	2,000
A 2855.400-00-0000	FIELD TRIPS-ATHLETIC	54,000	51,500	51,500	51,500
A 2855.441-00-0000	OFFICIALS	33,000	33,000	33,000	33,000
A 2855.443-00-0000	POLICE SUPERVISION	3,000	2,935	2,935	2,935
A 2855.444-00-0000	DUES	2,100	2,070	2,070	2,070
A 2855.460-00-0000	TECHNICAL SERVICES - FEES	7,000	5,000	5,000	5,000
A 2855.473-00-0000	EQUIPMENT REPAIRS ATHLETIC	7,000	7,000	7,000	7,000
A 2855.475-09-0000	CONFERENCE & MEETINGS	200	200	200	200
A 2855.479-00-0000	OTHER CONTRACT EXPENSE	17,000	10,000	10,000	5,000
A 2855.485-00-0000	TRAVEL/MILEAGE	300	300	300	300
A 2855.490-30-0000	INTERSCHOLASTIC ATHLETICS	4,900	4,766	4,766	4,725
A 2855.491-00-0000	ATHLETIC BANQUETS	0	0	500	500
A 2855.494-00-0000	ATHLETIC-OTHER	0	0	400	400
A 2855.591-00-0000	MISCELLANEOUS	30,000	15,900	15,000	13,000
A 2855.592-00-0000	UNIFORMS	11,000	11,000	11,000	8,000
A 2855.593-00-0000	TROPHIES	1,000	1,000	1,000	1,000
		345,500	305,171	305,171	295,130
		13.22%	0.00%	3.40%	

Changes

Contractual Increases plus New Coach Positions in Girls and Modified x/c, Cheer
Cheerleading to Varsity Sport - fees, transportation
Increase in Athletic Trainer costs
New Wrestling and Cheer mats

Questions or Comments

- ?