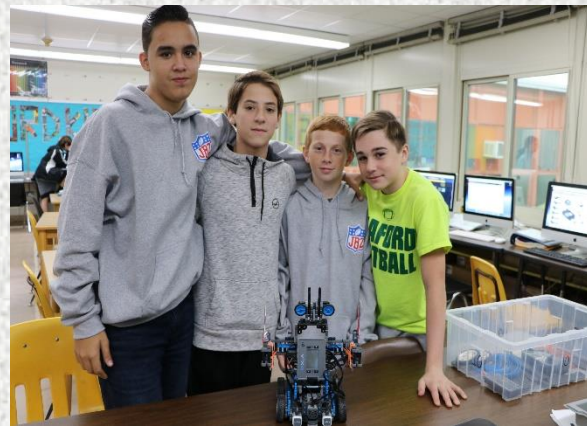




SEAFORD UFSD Budget Meeting April 12, 2018



The Budget Formula

The Board of Education adopts a spending plan, which is voted on by the community, to operate the District.

BEFORE TAX CAP

Identify Education
Priorities



Develop the Budget



Fund the Budget
(includes Tax Levy)

AFTER TAX CAP

Fund the Budget
(includes Tax Levy)



Identify Education
Priorities



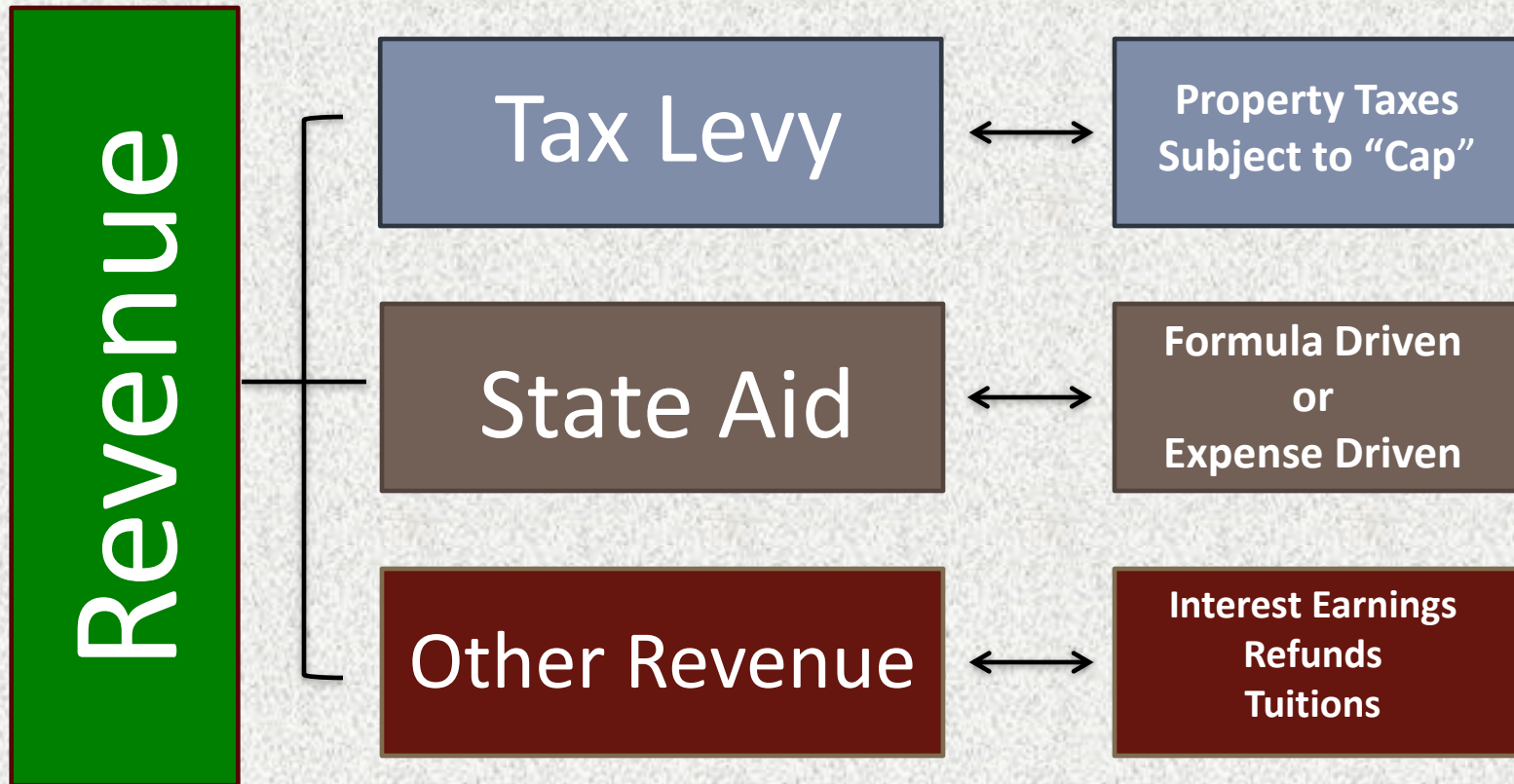
Develop the Budget



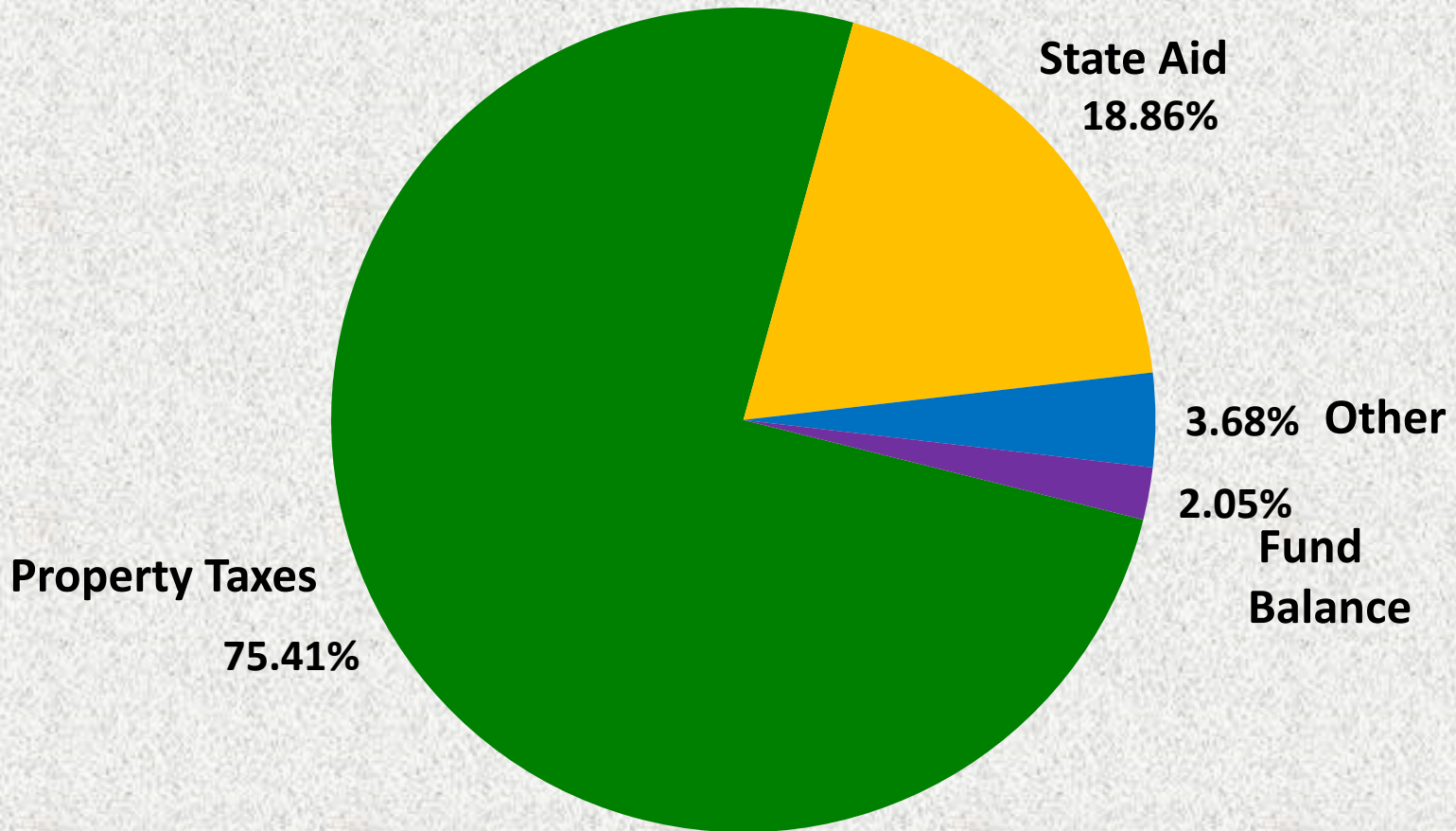
2018-19 NYS Budget

- 2018-19 State Budget was approved on 3/30/18
 - \$859 million or 3.41% increase in funding for education
 - Foundation Aid: \$618 million increase
 - Continued use of one year, off formula methodology
 - No restart of the statutory Foundation Aid formula
 - Fully funded expense-based aids for 2018-19, including building, transportation, BOCES and special education aids
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School Budget Revenues



Seaford Funding Profile



The Budget Formula

School District Budget

Restricted Tax Levy

+ State Aid

+ Other Revenues

+ Appropriated Fund Balance

+ Appropriated from Reserves

Expenditure Budget

Allowable Tax Levy Limit

- 2018- 19 Tax Cap = \$51,606,229
 - 2.69% allowable increase
 - District will stay at this figure resulting in a simple majority voter approval necessary to pass the budget
-

Current State Aid

State Aid	Budget 2017-18	Budget 2018-19	\$ Change	% Change
Foundation Aid	\$7,504,200	\$7,646,779	\$142,579	1.9%
High Tax Aid	710,955	710,955	0	0.0%
BOCES Aid	1,153,167	1,469,140	315,973	27.4%
Excess Cost Aid	662,745	582,524	(80,221)	(12.1%)
Software, Textbook & Library	202,778	200,707	(2,031)	(1.0%)
Hardware & Technology Aid	28,473	29,336	600	2.1%
Building Aid	1,335,111	1,296,798	(38,313)	(2.9%)
Transportation Aid	<u>978,133</u>	<u>972,479</u>	<u>(5,654)</u>	<u>(0.6%)</u>
Total State Aid	<u>\$12,575,825</u>	<u>\$12,908,758</u>	<u>\$332,933</u>	<u>2.6%</u>

Other Revenue Sources

Other Revenue	Budget 2017-18	Budget 2018-19	\$ Change	% Change
PILOTS	\$709,087	\$686,961	(\$22,135)	(3.1%)
Driver's Education	85,500	85,500	0	0%
Tuition from Other Districts	1,060,000	1,000,000	(60,000)	(5.7%)
Health Services	350,000	350,000	0	0
Miscellaneous (Interest, Interfund Transfer etc.)	270,000	282,000	12,000	4.4%
E-Rate Funding	25,000	15,000	(10,000)	(40.0%)
Interest on Investments	61,400	42,000	19,400	(31.6%)
Total Other Revenue	<u>\$2,560,987</u>	<u>\$2,461,451</u>	<u>(\$99,535)</u>	<u>(3.9%)</u>

Assigned Fund Balance

Appropriated Fund Balance	Budget 2017-18	Budget 2018-19	\$ Change	% Change
Appropriated Fund Balance	\$650,000	\$650,000	\$0	0%
Appropriated from Tax Reduction	<u>650,000</u>	<u>750,000</u>	<u>100,000</u>	<u>100%</u>
Total Appropriated Fund Balance	<u>\$1,300,000</u>	<u>\$1,400,000</u>	<u>\$100,000</u>	<u>7.7%</u>

Budget Formula

Source	Budget 2017-18	Budget 2018-19	\$ Change	% Change
Restricted Tax Levy	\$50,252,558	\$51,606,229	\$1,353,671	2.69%
State Aid	12,575,825	12,908,758	332,933	2.65%
Other Revenues	2,560,987	2,461,451	(99,535)	(3.89%)
Appropriated Fund Balance	650,000	650,000	0	0.00%
Appropriated from Reserves	<u>650,000</u>	<u>750,000</u>	<u>100,000</u>	<u>15.38%</u>
Expenditure Budget	<u>\$66,689,370</u>	<u>\$68,436,438</u>	<u>\$1,747,068</u>	<u>2.62%</u>

Included in the 2018-19 Budget

Expanding AP
Capstone

Continuing
Teachers College
ELA Program

Continuing the
Personal Digital
Learning Initiative

Science Research
Program
advancement

World Language
expansion at MS

MS Integrated Co-
Teaching for Social
Studies classes

Additional FTE for
elementary & (1)
IT administrator

Expand
opportunities for
8th grade science
Regents courses

Increase in
security guard
staff

Security
enhancements

Ceiling
replacement at
Manor &
remaining MS

Facilities
Upgrades

What's on the Ballot?

Proposition No. 1

- School Budget
\$68,436,438

Proposition No. 2

- Establishment of a
Capital Reserve Fund
-

Reserve Funds

- *What is a reserve fund?*
 - Reserve funds are mechanisms for legally saving money for specific allowable purposes.
- *What governs the establishment of a reserve fund?*
 - Education and/or General Municipal Law authorize reserve funds and stipulate their purpose, establishment, spending, limit (if applicable) and dissolution.



Reserve Funds

- *How are reserve funds spent?*
 - A Board resolution is required to withdraw from a reserve. To expend from a capital reserve, voter approval must be obtained.
- *How do we keep the public informed?*
 - The District's reserve balances are included in the annual financial statements and the monthly trial balances. The District also reports actual and projected reserve balances on the property tax report card.



Reserve Funds

- *How do reserve funds aid the long-term fiscal health of the District?*
 - Available reserve funds allow the District to offset future costs without increasing the tax levy.
 - Rating agencies and the NYS Office of the State Comptroller regard available reserve funds as a sign of fiscal strength.



Reserve Funds

Tax Reduction

- To allow for the gradual use of proceeds from the sale of district real property.

Employee Benefit Accrued Liability

- Payment of accrued unused leave days upon employee retirement/termination.

Retirement Contribution

- Payment of retirement contributions to the NY State & Local Employee Retirement System (ERS).

Workers Compensation

- Payment of worker's compensation claims.

Repair

- Payment for the cost of repairs to capital improvements and equipment (that do not recur annually).

Capital*

- Payment for the cost of any capital project or large equipment purchase.

* *Proposition No. 2 on the May 15th ballot*

Capital Reserve

- On May 15th a separate proposition will ask for voter approval to establish a Capital Reserve Fund
 - The reserve will be funded from remaining surplus monies at year-end; no additional cost to the taxpayers
 - Suggested term would be for 10 years, up to \$20 million (up to \$2 million annually)
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Capital Reserve

- A Capital Reserve enables us to address major capital improvement projects that would otherwise be funded through the annual budget
 - Future expenditures from the reserve would be proposed by the Board of Education and require voter approval
 - Building Condition Survey is required every 5 years (as per NYSED) and has already identified several needs (i.e. bathrooms, doors, site work/paving, etc.)
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Upcoming Meetings

April 17	May 3	May 15
<ul style="list-style-type: none">• BOCES vote• Budget Adoption <i>At Harbor</i>	<p>Budget Hearing <i>At High School</i></p>	<p>Budget Vote* 7am – 9pm</p>

** The Budget Vote will take place at the Manor and Harbor Schools.*



Reminder

Budget Vote

Tuesday, May 15, 2018 7AM – 9PM

Manor & Harbor Schools