



SEAFORD UFSD Budget Hearing May 3, 2018



2018-19 Public Referenda

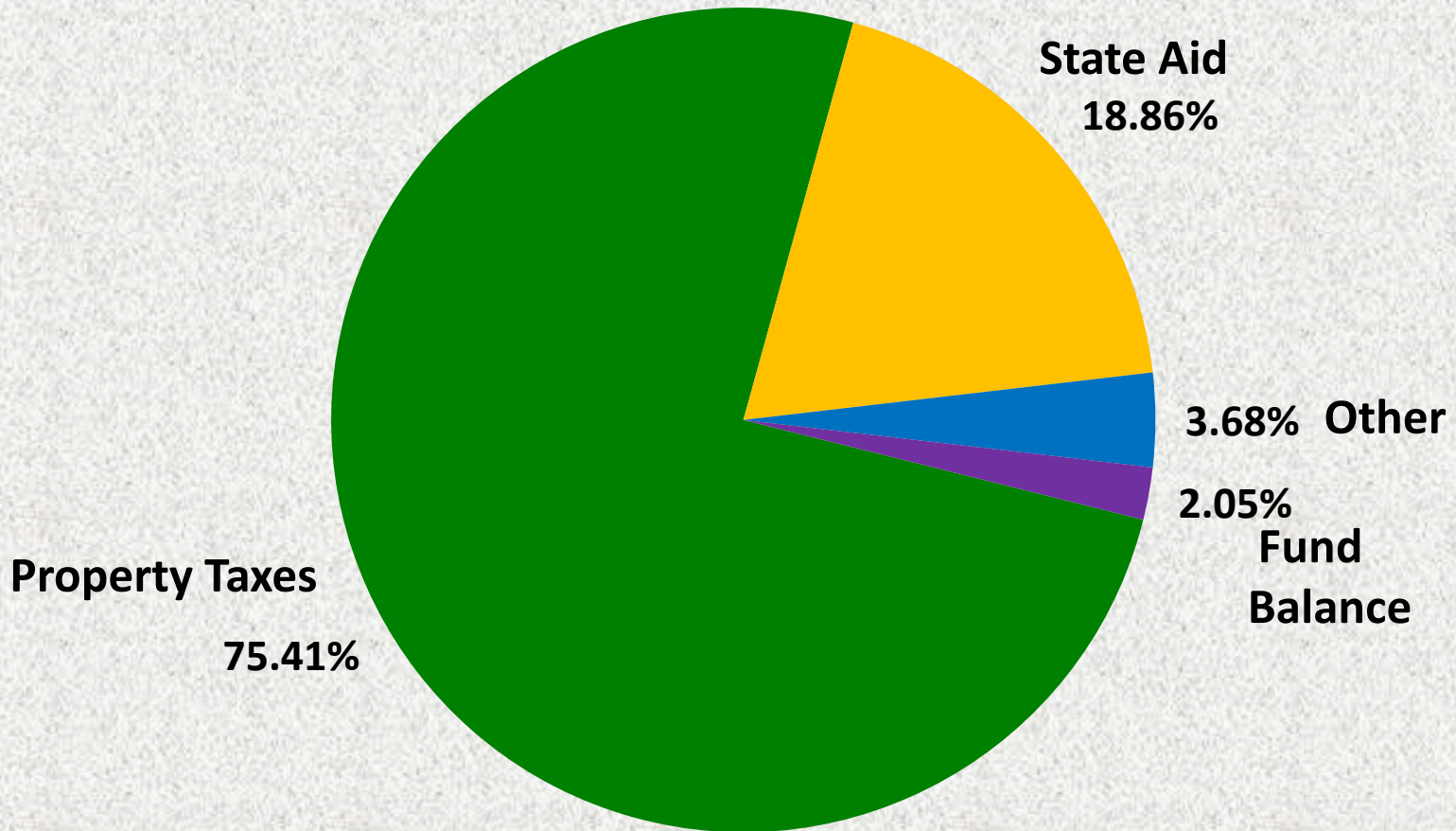
Proposition #1 School Budget 2018-19 \$68,436,438

Proposition #2 Capital Reserve Fund

The establishment of a capital reserve fund for the purpose of performing capital improvements to our District facilities.

- Election of 1 BOE Trustee
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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 Levy = \$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
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State Aid History

School Year	State Aid	Total Budget	State Aid (% of Budget)
2009-2010	\$10,359,132	\$52,628,620	19.6%
2010-2011	\$10,000,000	\$53,614,962	18.6%
2011-2012	\$8,574,033	\$54,824,663	15.6%
2012-2013	\$10,718,186	\$57,791,120	18.5%
2013-2014	\$10,399,206	\$60,437,334	17.2%
2014-2015	\$10,913,813	\$62,637,930	17.4%
2015-2016	\$11,582,836	\$63,637,843	18.2%
2016-2017	\$12,409,494	\$65,310,448	19.0%
2017-2018	\$12,575,825	\$66,540,814	18.9%
2018-2019	\$12,908,758	\$68,436,438	18.9%

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

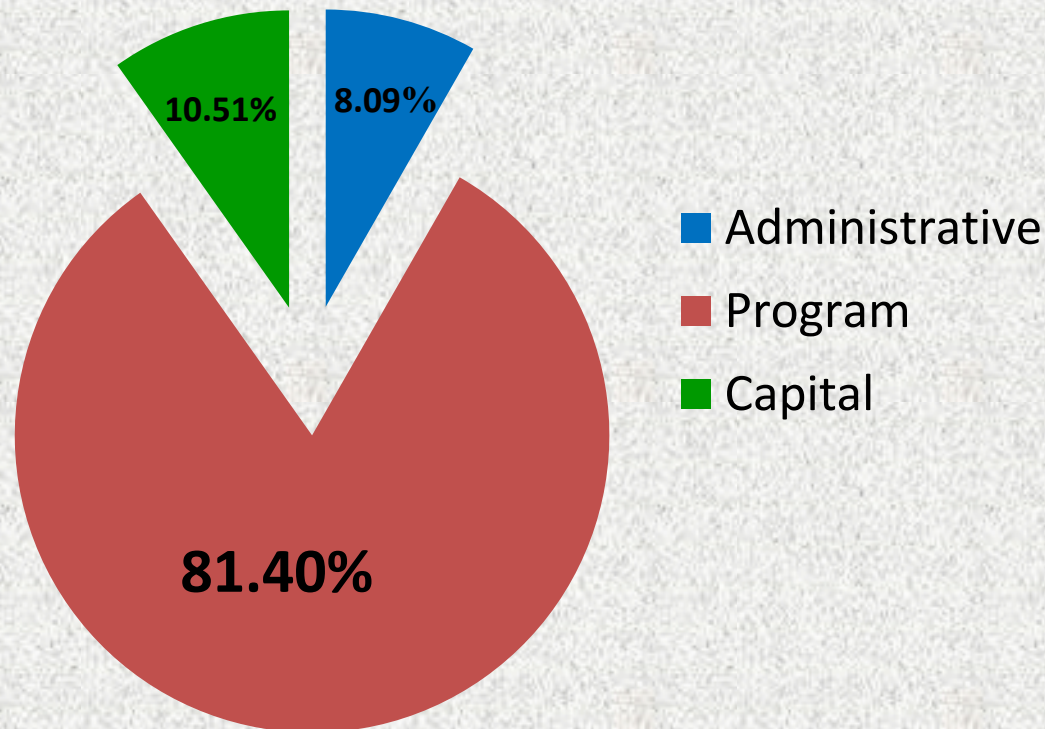
Security
enhancements

Ceiling
replacement at
Manor &
remaining MS

Facilities
upgrades

Three Part Budget

Program	Administration	Capital	Total
\$55,705,585	\$5,534,574	\$7,196,279	\$68,436,438



What's on the Ballot?

Proposition No. 1

- School Budget
\$68,436,438

Proposition No. 2

- Establishment of a
Capital Reserve Fund
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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 any remaining surplus monies at year-end; no additional cost to the taxpayers.
 - The 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.
 - A 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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Budget Communications

Informational Notice

To Be Mailed

Annual Budget Spotlight

Mailed to all District homes

Budget Books

Available on District website, at District Office, all Schools and the Public Library

- Line-by-Line Proposed Expenditure Budget
- Real Property Tax Report Card
- Administrator Salary Disclosure
- Exemption Impact Statement (Provided by County Assessor)
- SED School Report Card & Fiscal Accountability Statement



Reminder

Budget Vote & BOE Trustee Election

Tuesday, May 15, 2018 7AM – 9PM

Manor & Harbor Schools