

Budget
Development &
Tax Levy Limit
Calculation

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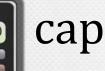
February 27, 2019



# Budget Goals 2019-2020

- To create a balanced budget that supports and enhances existing programs
- 2. Maintain student programs and services while staying within the tax

**EXPENDITURES** 



# Budget Goals 2019-2020 (cont'd)

3. Continue to improve the District's financial condition by funding reserves & maintaining low fiscal

stress





# Budget Goals 2019-2020 (cont'd)

- 4. Maintain Financial Transparency
  - Financial Statements and Treasurer's Reports are posted on District website
  - Independent Auditor's annual public report
  - Public budget development discussions
  - Various budget documents available on

District website





### Budget Enhancements 2019-2020

Expanding AP Capstone

Continuing Teachers College ELA Program Continuing the Personalized Digital Learning Initiative

Science research program advancement

Enhancements to Special Education & PPS program

Security Enhancements New 6<sup>th</sup> grade Math Curriculum Expanded opportunities for 8<sup>th</sup> Grade Science

Additional sports & clubs

Elementary Enrichment Program Additional professional development

Water filtration system

Ceilings at Manor & Harbor

## Budget Development Process

- December 2018 January 2019: Administrators present their budgets to Central Office for review
- February 2019 April 2019: BOE budget review
- March 1, 2019: Tax cap calculation due
- April 16, 2019: Budget adoption
- May 8, 2019: Budget hearing
- May 21, 2019: Budget vote & trustee election

## What is the Tax Cap?

- On June 24, 2011, the property tax cap was signed into law (Chapter 97 of the NYS Laws of 2011).
- The tax cap law establishes a limit on the annual growth of property taxes levied by local governments and school districts.



# Key Components: Calculation of Legal Tax Levy Limit

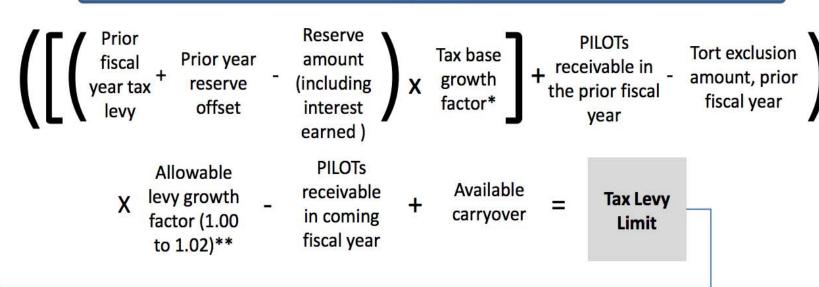
- <u>Tax Base Growth Factor</u>: Increase from 1.0077% to 1.0195%.
- Allowable Levy Growth Factor for 2019-20 = **2.00%**
- <u>PILOTs</u>: <u>Payment In Lieu Of Taxes</u>



- Capital Exclusion
- Retirement Contributions

### Tax Levy Limit Calculation

#### **Base Formula**



#### + Transfer of Function

#### + Exclusions

Tax Levy Limit Net of Transfer of Government Function (as determined by OSC)

Tax levy necessary for expenditures from court orders/judgments resulting from tort actions for any amount in excess of 5% of the total taxes levied in the prior fiscal year

Levy necessary to pay for increases to the system average

+ actuarial contribution rate (or normal contribution rate) of pension funds over 2 percentage points

Tax Levy Limit, Adjusted for Transfers, Plus Exclusions

Seaford UFSD - Tax Levy Limit Calculation		
Prior Year Tax Levy	51,606,229	
Multiply by: Tax Base Growth Factor	1.0195	
	52,612,550	
Add: Prior Year PILOTS 2018-2019	686,951	
	53,299,501	
Subtract: Prior Year Capital Tax Levy	1,050,495	
Adjusted Prior Year Tax Levy	52,249,006	
Multiply by: Allowable Levy Growth Factor	2.00%	
	53,293,987	
Subtract: PILOTS for 2019-2020	668,326	
	52,625,661	
Add: Tort Judgments greater than 5% of 2018/2019 tax levy	0	
Add: ERS contribution increase greater than 2%	0	
Add: TRS contribution increase greater than 2% increase	) 0	
Add: 2019/2020 Capital Tax Levy	1,067,929	
Allowable tax levy prescribed by Chapter 97 of the Laws of 2011	53,693,590	

## Tax Levy Limit Calculation

 Although the tax levy limit calculation results in an allowable levy limit for 2019-2020 of 4.04%, we anticipate that the budget presented will result in a tax levy that is **less than** the allowable tax levy limit.



# Seaford UFSD Allowable Tax Levy

School Year	Allowable Tax Levy Growth Factor %	Seaford UFSD Allowable Tax Levy %
2014-15	1.46%	1.55%
2015-16	1.62%	2.28%
2016-17	0.12%	1.16%
2017-18	1.26%	2.02%
2018-19	2.00%	2.69%
2019-20	2.00%	4.04%

# Why are budget materials in Spanish?

- Section 203 of Voting Rights Act of 1965 <u>requires</u> that school districts in Nassau, Suffolk & Westchester counties provide election information in Spanish as well as English.
- The obligation to translate election materials in Spanish arose when the Hispanic population in Suffolk, Nassau and Westchester Counties reached 10,000 or 5% of the County population.





# Important Upcoming Dates

March 6	March 20	April 3
Proposed Use of Repair Reserve 2018-2019	Curriculum Highlights & Enhancements	<ul><li>Repair Reserve hearing</li><li>Expenses &amp; Revenues</li></ul>
April 16	May 8	May 21
<ul><li>Budget     Adoption</li><li>BOCES Budget     Vote</li></ul>	Budget Hearing at HS	Budget Vote and BOE Trustee Election





# Questions?



#### **Budget Vote**

Tuesday May 21, 2019 7AM – 9PM Manor & Harbor Schools