

Great Neck Public Schools Budget Meeting

2019-20 Budget Overview

Highlights & Background Information

March 11, 2019

Dr. Teresa Prendergast, Superintendent of Schools
Mr. John Powell, Assistant Superintendent for Business



GREAT NECK PUBLIC SCHOOLS
Where Discovery Leads to Greatness

Mission Statement

The Great Neck Public School District provides an innovative and collaborative educational environment that supports academic excellence and the social and emotional growth of all students so that they may become life-long learners and compassionate, productive members of a diverse, global society.

Budget Strategies

- ✦ Remain committed to district mission and goals
- ✦ Continue delivery of instructional and extra-curricular programs
- ✦ Pursue operational efficiencies district-wide

Maintaining Fiscal Strength

- * Keep a multiyear perspective on the budget
- * Maintain and renovate facilities
- * Ensure that reserves and fund balance are adequate
- * Continue strong financial controls and oversight as evidenced by;
 - Aaa Credit Rating
 - Unqualified External Audit Opinion
(Independent auditor's judgment that a company's financial records and statements are fairly and appropriately presented)
 - Favorable reports from the Internal and Internal Claims Auditors
 - No Designation under the Controller's Fiscal Stress Management System

What Does The Proposed 2019-20 Budget Do?

	YES	NO
• Does this Budget maintain all existing Programs and Personnel?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• Does this Budget protect the health of and provide a safe environment for all students and Personnel?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• Does this Budget (tax levy) stay below the tax cap?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• Does this Budget maintain the fiscal strength of the District?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• Are the expenditures proposed in this Budget sustainable?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• Does this Budget support the District's Aaa credit rating?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
• Does this Budget maintain and protect the property, plant and equipment of the District?	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Legislative Overview

- Tax Cuts and Jobs Act of 2017
 - Limits the State and Local Income Tax Deduction
- Nassau County 2019 Property Tax Reassessment Project
 - Shifts Real Property Tax Liabilities

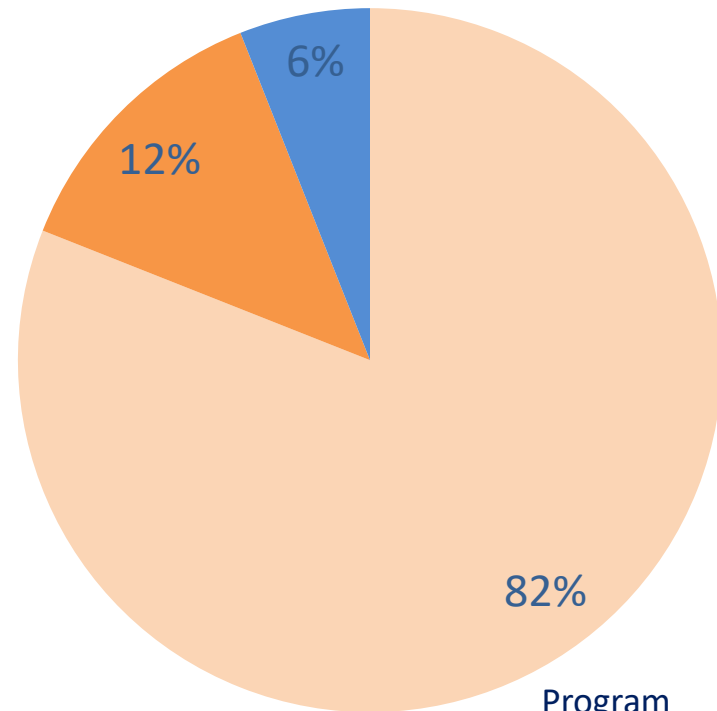
Financial Overview

- * Interest Rate Volatility (pluses and minuses)
- * New York State Budget Issue - Declining Revenue

2019-20 Three Part Budget

2019-20

Program Capital Administrative



▶ Program	\$192,393,986
▶ Capital	\$ 28,524,880
▶ Administrative	\$ 12,723,808

Program	82%
Capital	12%
Administrative	6%



Impact of Legislative Changes

- Chapter 97 of the Laws of 2011 established a tax levy limit on all school districts in New York State effective for the 2012-2013 school year.

Year	Tax Base Growth Factor %	Allowable Levy Growth Factor %	Tax Levy Limit %	% Increase
2012-2013	0.41	2.00	2.49	2.49
2013-2014	0.00	2.00	3.14	3.14
2014-2015	0.68	1.45	2.39	1.97
2015-2016	0.08	1.52	1.56	1.56
2016-2017	0.36	0.12	0.17	0.17
2017-2018	0.00	1.26	1.26	1.26
2018-2019	1.27	2.00	2.85	2.52
2019-2020	1.27	2.00	4.09	1.94

Impact of Legislative Changes

Project Description	Approved Grant 2013-14	Approved Grant 2014-15	Approved Grant 2015-16	Approved Grant 2016-17	Approved Grant 2017-18	Approved Grant 2018-2019
AVL summer program for children with handicapping conditions	\$464,165	\$418,718	\$476,645	\$513,633	\$622,019	\$511,220
Employment preparation education	\$413,641	\$421,512	\$421,492	\$434,424	\$434,424	\$443,885
Fund for the improvement of education (physical education)	\$380,820	\$395,694	\$0	\$0	\$0	\$0
IDEA Part B, flowthrough – Public Law 99-142, Section 611	\$1,713,318	\$1,936,937	\$1,398,163	\$1,598,088	\$1,475,223	\$1,508,667
IDEA Part B, preschool incentive – Public Law 99-457, Section 619	\$54,125	\$61,518	\$45,710	\$76,330	\$48,054	\$49,103
Nassau Department of Drug and Alcohol	\$74,987	\$73,306	\$73,306	\$73,416	\$73,453	\$75,053
NCLB – Title I (basic grant) Chapter I	\$419,473	\$565,377	\$563,041	\$564,947	\$537,228	\$554,564
NCLB – Title 2A (size reduction & Eisenhower)	\$160,114	\$273,821	\$158,737	\$155,744	\$149,268	\$166,647
Universal Pre-Kindergarten	\$654,324	\$654,324	\$654,324	\$654,324	\$654,324	\$654,324
WIA Title 2, Adult Education	\$0	\$0	\$0	\$0	\$0	\$150,000
NCLB - Title IIIA Immigration	\$0	\$84,571	\$55,724	\$0	\$0	\$0
Title III Part A, LEP	\$61,122	\$71,726	\$50,024	\$48,654	\$52,925	\$58,065
Teacher Centers	\$41,022	\$41,021	\$40,971	\$41,051	\$57,103	\$40,967
Title IV SSAE All	-	-	-	-	-	\$38,483
Totals	\$3,178,485	\$4,998,525	\$3,938,137	\$4,160,611	\$4,104,021	\$4,250,978

Impact of Financial Changes

NY State Mandated Retirement System Employer Contribution Rate Reductions (based on investment performance and actuarial assumption methods)

Retirement System	2015-16	2016-17	2017-18	2018-19	2019-20
Teachers Retirement	13.26%	11.72%	9.80%	10.63%	8.86%
Employees Retirement	18.20%	15.50%	15.30%	14.9%	14.60%

Impact of Financial Changes

(Select Miscellaneous Revenue)

Revenue Account	2015-16	2016-17	2017-18	2018-19	2019-20
Payment in Lieu of Taxes	\$6,810,505*	\$7,161,995	\$7,402,346	\$7,987,642	\$7,540,009
Adult Education	600,000	650,000	900,000	980,000	765,000
Day School Tuition from Other Districts	1,300,000	1,750,000	2,425,000	1,900,000	2,000,000
Rental of Facilities	408,073	425,140	434,794	467,342	706,134
Interest on Deposits and Investments	80,000	70,000	85,000	250,000	500,000

Impact of Financial Changes

- Employer Taxes

		Actual Wage Base					
		2015	2016	2017	2018	2019	2020 (estimated)
Social Security	6.20%	\$118,500	\$118,500	\$127,200	\$131,800	\$132,900	\$136,821
Medicare	1.45%	No Limit	No Limit	No Limit	No Limit	No Limit	No Limit

- Health Insurance Premiums

	2015-16	2016-17	2017-18	2018-19	2019-20
Year-to-Year Increase	5.20%	8.00%	12.50%	8.23%	5.38%

Employee contributions have also increased.

2019-20

Preliminary Budget Summary

- * Proposed overall budget:
\$233,642,674
- * Budget-to-budget increase:
\$3,797,646 or 1.65%
- * Projected tax levy increase:
\$3,946,904 or 1.94%

Proposed Revenue Increases

2018-2019 Final Revenue Budget

\$ 229,845,028

Real Property Taxes	\$ 3,946,904
Day School Tuition from Other Districts	100,000
Registration Fees; Elementary (Recreation) Enrichment	275,000
Appropriated Reserves and Fund Balance	(108,949)
Payment in Lieu of Taxes	(447,633)
Other Miscellaneous Revenues	(37,000)
State Aid	(204,468)
Interest Income	250,000
Adult Education	(215,000)
Rental of District Facilities	238,792

2019-2020 Preliminary Revenue Budget

\$ 233,642,674



Preliminary Expenditure Changes

2018-2019 Expenditure Budget

\$229,845,028

Personnel Services	\$ 3,695,647
Teachers' Retirement	(2,004,726)
Employees' Retirement	(135,796)
Social Security and Medicare	147,431
Health Insurance	1,331,802
Supplies & Materials	(43,357)
Transportation	166,490
Contractual & Other	487,831
Capital	(1,542,315)
BOCES Services	144,729
Equipment	199,570
Textbooks	(18,569)
Consultant Services - Recreation	175,000
Debt Services	1,012,799
Unused Sick Leave Payment	(288,287)
Medicare Reimbursement	219,512
All Other Expenditures	249,885

2019-2020 Preliminary Expenditure Budget

\$233,642,674



BOE Budget Meetings & Adoption

- * Informal Hearing:
Monday, March 11, 7:30 p.m., North High
- * Discussion with School Community:
Saturday, March 23, 9:30 a.m., South High
- * Informal Hearing:
Monday, April 1, 7:30 p.m., South High
- * Official Hearing & Adoption:
Tuesday, April 16, 7:30 p.m., North Middle
- * Hearing (discussion only):
Monday, May 13, 7:30 p.m., South Middle

NYS Election Law & Rules for Voter Registration

- ✦ In order to vote, you must be 18 years of age or older, a citizen of the U.S. and have lived in the district for at least 30 days.
- ✦ Register to vote at Phipps Administration Building on school days, 9AM – 4PM.
- ✦ You must register by Thursday, May 16 to vote on Tuesday, May 21.
- ✦ Qualified voters can obtain applications for absentee ballots from the district website. Completed ballots must be received by 5PM on Tuesday, May 21.

Budget Vote- Tuesday, May 21st

✦ **Polls are open 7 a.m. – 10 p.m.**

✦ **Baker School – Multipurpose Room**
(for registered voters living north of LIRR)

✦ **South High School – West Gymnasium**
(for registered voters living south of LIRR)

✦ **Saddle Rock – Multipurpose Room**
(for registered voters)

✦ **Lakeville School – Auxiliary Gym**
(for registered voters)



Question & Answer