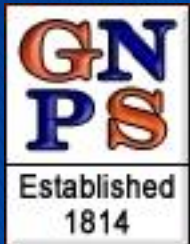


Great Neck Public Schools Budget Meeting

2018–19 Budget Overview

Highlights & Background Information

March 5, 2018



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

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

Cost Savings Initiatives

- ▶ Self Insurance
 - Workers Compensation \$106,657 (Annually)
 - Unemployment Insurance
- ▶ Cooperative Purchasing and Transportation \$535,742(Annually)
- ▶ Collective Bargaining
 - Health Insurance Cost Sharing \$4,926,000 (Annually)
- ▶ Internal Financing of Capital Expenditures
 - From Reserves and Fund Balances \$55,400,000 (Last 10 Years)
 - Annual Appropriation (Interfund Transfers) \$4,016,000 (Annually)

Cost Savings Initiatives (contd)

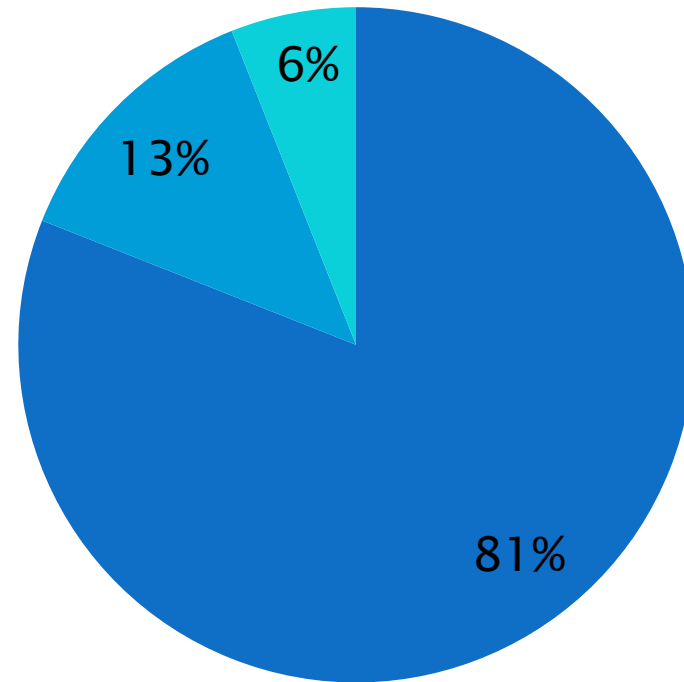
- ▶ Recovery of Costs through increased Revenues
 - Rental Fees for Use of Facilities \$467,342 (Annually)
 - Summer and Recreation Program Fees \$1,323,200 (Annually)
 - Adult Education Fees \$1,045,000 (Annually)
 - Early Morning and Afternoon Enrichment Program Fees \$100,000 (Annually)
 - Fun for Fours Program \$150,000 (Annually)
- ▶ Inter-Governmental Agreements
 - Great Neck Park District – Security
- ▶ Grant Funding \$4,104,021 (Annually)
- ▶ Energy Performance Contract and Other Energy Savings \$727,628 (Annually)
- ▶ Retirement Incentive
 - Over \$1.8 Million in savings from retirements in the 2017–2018 school (fiscal) year

2018-19 Three Part Budget

2018-19

■ Program ■ Capital ■ Administrative

▶ Program	\$183,348,304
▶ Capital	\$ 30,336,588
▶ Administrative	\$ 14,124,950



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.

	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*	2.47

* This figure could be as high as 3.19% and is dependent on figures (payment in lieu of tax payments) from the Nassau County Comptrollers Office that have not been received as of the printing of this document.

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
AVL summer program for children with handicapping conditions	\$464,165	\$418,718	\$476,645	\$513,633	\$622,019
Employment preparation education	\$413,641	\$421,512	\$421,492	\$434,424	\$434,424
Fund for the improvement of education (physical education)	\$380, 820	\$395,694	\$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
IDEA Part B, preschool incentive – Public Law 99-457, Section 619	\$54,125	\$61,518	\$45,710	\$76,330	\$48,054
Nassau Department of Drug and Alcohol	\$74,987	\$73,306	\$73,306	\$73,416	\$73,453
NCLB – Title I (basic grant) Chapter I	\$419,473	\$565,377	\$563,041	\$564,947	\$537,228
NCLB – Title 2A (size reduction & Eisenhower)	\$160,114	\$273,821	\$158,737	\$155,744	\$149,268
Universal Pre-Kindergarten	\$654,324	\$654,324	\$654,324	\$654,324	\$654,324
WIA Title 2, Adult Education	\$0	\$0	\$0	\$0	\$0
NCLB – Title IIIA Immigration	\$0	\$84,571	\$55,724	\$0	\$0
Title III Part A, LEP	\$61,122	\$71,726	\$50,024	\$48,654	\$52,925
Teacher Centers	\$41,022	\$41,021	\$40,971	\$41,051	\$57,103
Totals	\$3,178,485	\$4,998,525	\$3,938,137	\$4,160,611	\$4,104,021

Impact of Financial Changes

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

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

Impact of Financial Changes (Select Miscellaneous Revenue)

	2015-16	2016-17	2017-18	2018-19
Payment in Lieu of Taxes	\$6,810,505*	\$7,161,995	\$7,402,346	\$7,987,642
Adult Education	600,000	650,000	900,000	980,000
Day School Tuition from Other Districts	1,300,000	1,750,000	2,425,000	1,900,000

Impact of Financial Changes

► Employer Taxes

		Actual Wage Base				
		2015	2016	2017	2018	2019 (estimated)
Social Security	6.20%	\$118,500	\$118,500	\$127,200	\$131,800	\$132,252
Medicare	1.45%	No Limit	No Limit	No Limit	No Limit	No Limit

• Health Insurance Premiums

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

Employee contributions have also increased.

2018-19

Preliminary Budget Summary

- ▶ Proposed overall budget:
\$227,809,842
- ▶ Budget-to-budget increase:
\$4,498,677 or 2.01%
- ▶ Projected tax levy increase:
2.47%

Proposed Revenue Increases

2017-2018 Final Revenue Budget

\$ 223,311,165

Real Property Taxes	\$ 4,904,552	
Day School Tuition from Other Districts	(525,000)	
Registration Fees; Elementary Enrichment	100,000	
Appropriated Reserves and Fund Balance	(1,409,049)	
Payment in Lieu of Taxes	585,296	
Other Miscellaneous Revenues	359,911	
State Aid	317,967	
Interest Income	<u>165,000</u>	4,498,677

2018-2019 Preliminary Revenue Budget

\$ 227,809,842

Preliminary Expenditure Changes

2017-2018 Expenditure Budget

\$223,311,165

Personnel Services	\$ 925,550	
Teachers' Retirement	1,494,248	
Employees' Retirement	(698,817)	
Social Security and Medicare	161,416	
Health Insurance	1,837,655	
Supplies & Materials	84,319	
Transportation	200,938	
Contractual & Other	31,831	
Capital	50,000	
BOCES Services	165,714	
Equipment	(32,395)	
Textbooks	76,971	
All Other Expenditures	<u>201,247</u>	4,498,677

2018-2019 Preliminary Expenditure Budget

\$227,809,842

BOE Budget Meetings & Adoption

- ▶ Informal Hearing:
Monday, March 5, 7:30 p.m., North High
- ▶ Discussion with School Community:
Saturday, March 24, 9:30 a.m., South High
- ▶ Informal Hearing:
Monday, April 9, 7:30 p.m., South High
- ▶ Official Hearing & Adoption:
Tuesday, April 17, 7:30 p.m., North Middle
- ▶ Hearing (discussion only):
Monday, May 7, 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 10 to vote on Tuesday, May 15.
- ▶ Qualified voters can obtain applications for absentee ballots from the district website. Completed ballots must be received by 5PM on Tuesday, May 15.

Budget Vote– Tuesday, May 15th

- ▶ 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)

