SUPERINTENDENT’S PROPOSED BUDGET
2019-2020

BLIND BROOK-RYE UFSD
February 11, 2019
Tonight’s Presentation

Budget Context
- Board Policy
- The Budget Process
- Recent Spending & Tax Levy History
- 2019-2020 Tax Levy Cap

Budget Drivers
- Goals
- Assumptions
- Enrollment
- Staffing

2019-2020 Superintendent’s Proposed Budget
Budget Context

2019-2020
BUDGET PLANNING AND DEVELOPMENT

“Budget planning and development for the District will be an integral part of program planning so that the annual operating budget may effectively express and implement programs and activities of the School System...”
School District Budgeting Process

Consider Program

Compute Expenditures

Perennial Challenge
Maintaining Program
while operating within
the limits of the
Tax Levy Cap

Consider Tax Levy Cap

Compute Revenues

Decision: Exceed cap of not
Tax Levy increases over the past 9 years

- **TRS Pension Costs Increase**: 11.84% to 16.25%
- **PILOTs Ended**: Add $1m to tax levy
- **Tax Cap Started**: 2018 Tax Certiorari Payments
The 2% tax cap is not really a 2% tax cap

Point of fact, again this year the Tax Levy Cap calculation permits an increase in school taxes greater than 2% a year.
CPI Factor at 1.02
and
Tax Base Growth Factor of 1.0096

The Blind Brook School District is allowed a maximum allowable tax levy limit of 2.95609% in 2019-2020.
2019-2020 Tax Levy Cap Calculation

**Prior year tax levy** (in 2018-2019)  
$38,872,545

**Tax base growth factor** (from NYSDTF Website)  
$38,872,545 \times 1.0096 = 39,245,721

**Prior year PILOTs** (actual)  
39,245,721 + 0 = 39,245,721

**Prior year exemptions** (2018-19 debt service less building/trans aid only)  
39,245,721 - 1,536,016 = 37,709,705

**Adjusted Prior Year Levy**  
$37,709,705

**Allowable Growth Factor** (lesser of CPI or 2%)  
$37,709,705 \times 1.0200 = 38,463,900

**PILOTs for coming year** (N/A)  
38,463,900 - 0 = 38,463,900

**Available Carryover** (None Permitted)  
38,463,900 + 0 = 38,463,900

**Tax Levy Limit**  
$38,463,900

**New year exemptions** (2019-2020 debt service less building aid and trans aid)  
$38,463,900 + 1,557,751 = 40,021,651

**Maximum Allowable Tax Levy** (in 2019-2020)  
$40,021,651
Net 2019-2020 Tax Levy Cap Increase

- Maximum Allowable Tax Levy: $40,021,651
- Prior year tax levy (in 2018-2019): $38,872,545
- Net Increase to Stay at Cap: $1,149,106
  \[\text{a 2.956\% increase}\]
Budget Drivers
2019-2020
2019-2020 Proposed Budget

Goals

1. Maintain core instructional programs and activities consistent with School Board Policy 5110; and

2. Propose a budget that results in a tax levy at or below the cap.
1. Stay at or below the 2019-2020 tax levy cap increase of $1,149,106.

2. District enrollment projected to drop by 1.6% in 2019-2020.

3. Inclusive of collectively-bargained salary obligations to personnel.

4. Reductions in costs for TRS/ERS pensions and health insurance.

5. Significant increase for technology equipment procurement.

6. Increasing costs for special educational student services.

7. Use of $1,423,369 million from reserves to reduce tax burden.
# Enrollment

<table>
<thead>
<tr>
<th>GRADES</th>
<th>2018-2019 ACTUAL ENROLLMENT</th>
<th>2019-2020 PROJECTED ENROLLMENT</th>
<th>INCREASE or DECREASE # STUDENTS</th>
</tr>
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<tbody>
<tr>
<td>K-5</td>
<td>622</td>
<td>624</td>
<td>+2</td>
</tr>
<tr>
<td>6-8</td>
<td>341</td>
<td>316</td>
<td>-25</td>
</tr>
<tr>
<td>9-12</td>
<td>474</td>
<td>474</td>
<td>-</td>
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<tr>
<td>TOTAL</td>
<td>1,437</td>
<td>1,414</td>
<td>-23</td>
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## Current/Projected Class Sizes

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
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<tbody>
<tr>
<td>K</td>
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<td>5</td>
<td>19-20</td>
</tr>
<tr>
<td>1</td>
<td>81</td>
<td>4</td>
<td>20-21</td>
<td>107</td>
<td>5</td>
<td>21-22</td>
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<tr>
<td>2</td>
<td>109</td>
<td>5</td>
<td>21-22</td>
<td>79</td>
<td>4</td>
<td>19-20</td>
</tr>
<tr>
<td>3</td>
<td>115</td>
<td>5</td>
<td>23</td>
<td>110</td>
<td>5</td>
<td>22</td>
</tr>
<tr>
<td>4</td>
<td>116</td>
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<td>23-24</td>
<td>114</td>
<td>5</td>
<td>22-23</td>
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<td>101</td>
<td>5</td>
<td>20-21</td>
<td>116</td>
<td>5</td>
<td>23-24</td>
</tr>
<tr>
<td>6</td>
<td>114</td>
<td>5</td>
<td>22-23</td>
<td>101</td>
<td>5</td>
<td>20-21</td>
</tr>
<tr>
<td>7</td>
<td>101</td>
<td>5</td>
<td>20-21</td>
<td>112</td>
<td>5</td>
<td>22-23</td>
</tr>
<tr>
<td>8</td>
<td>126</td>
<td>6</td>
<td>21</td>
<td>103</td>
<td>5</td>
<td>20-21</td>
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<tr>
<td>9</td>
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<td>5</td>
<td>20</td>
<td>127</td>
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<td>21-22</td>
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<tr>
<td>10</td>
<td>125</td>
<td>6</td>
<td>20-21</td>
<td>99</td>
<td>5</td>
<td>19-20</td>
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<tr>
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<td>6</td>
<td>21</td>
<td>124</td>
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<td>20-21</td>
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<tr>
<td>12</td>
<td>123</td>
<td>6</td>
<td>20-21</td>
<td>124</td>
<td>6</td>
<td>20-21</td>
</tr>
</tbody>
</table>
# Total District Staffing

<table>
<thead>
<tr>
<th>Staffing</th>
<th>Actual 2018-2019 As of 1/7/19</th>
<th>Proposed 2019-2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Instructional</td>
<td>146</td>
<td>147</td>
</tr>
<tr>
<td>Non-Instructional</td>
<td>55</td>
<td>54</td>
</tr>
<tr>
<td>Administrative</td>
<td>12</td>
<td>13</td>
</tr>
<tr>
<td>Supervisory/Confidential</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Part-time</td>
<td>57</td>
<td>57</td>
</tr>
<tr>
<td><strong>Total Employees</strong></td>
<td><strong>273</strong></td>
<td><strong>274</strong></td>
</tr>
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</table>
Superintendent’s Proposed Budget
2019-2020
The Superintendent’s 2019-2020 Budget presented tonight is not the final budget that goes to resident voters in May.

Changes to this budget may occur as new information from Albany and community discussions may permit.

There will be two months of presentations and discussion before the Board of Education adopts a final budget for voter consideration.
Superintendent’s Proposed Budget

Proposed Expenditures
$46,289,618

% Expenditure Increase
2.43%

Proposed Tax Levy
$40,021,651

% Tax Levy Increase
2.956%
## Composition of Proposed 2019-2020 Budget

<table>
<thead>
<tr>
<th>Revenues</th>
<th>Expenditures</th>
</tr>
</thead>
<tbody>
<tr>
<td>Real Property Taxes</td>
<td>Salaries</td>
</tr>
<tr>
<td>86.5%</td>
<td>54.8%</td>
</tr>
<tr>
<td>State Aid</td>
<td>Benefits</td>
</tr>
<tr>
<td>6.9%</td>
<td>21.8%</td>
</tr>
<tr>
<td>Use of Fund Balance</td>
<td>Debt Service</td>
</tr>
<tr>
<td>3.1%</td>
<td>6.0%</td>
</tr>
<tr>
<td>Other (Non property tax revenues)</td>
<td>Supplies, materials, equipment, contractual services, BOCES</td>
</tr>
<tr>
<td>3.5%</td>
<td>17.4%</td>
</tr>
</tbody>
</table>

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**Real Property Taxes** - 86.5%

**State Aid** - 6.9%

**Use of Fund Balance** - 3.1%

**Other (Non property tax revenues)** - 3.5%

**Salaries** - 54.8%

**Benefits** - 21.8%

**Debt Service** - 6.0%

**Supplies, materials, equipment, contractual services, BOCES** - 17.4%
2019-2020 Spending Highlights

1. Core instructional programs maintained.

2. Significant increases in special education costs – increase in number of teacher aides and cost of BOCES out-of-district tuitions.

3. Urgent need to purchase new computers that are able to run Windows 10 and wiring/cabling installations related to construction projects.

4. Addition of a school social worker position (at BMPRSS).

2019-2020 Revenue Highlights

1. Tax levy increase at the maximum allowable limit.


3. Increase in interest earnings on District investments.

4. Slight increase in nonresident tuitions paid to the District.

5. Slight increase in NY State Education Aid.
In sum, the 2019-2020 Superintendent’s Budget:

✓ Maintains the District’s core educational programs.

✓ Results in a projected tax levy increase that **IS AT** the tax cap limit.

✓ This budget would need approval by a simple majority of resident voters in May.
Next Steps...

- Further budget discussions
- Monitor 2018-2019 operating budget
- Identify revenue opportunities
  - Additional State Aid with final NYS Budget
  - Additional nonresident student tuition
  - Other cost saving considerations
<table>
<thead>
<tr>
<th>Date</th>
<th>Event</th>
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</thead>
<tbody>
<tr>
<td>March 9, 2019</td>
<td>Saturday Public Budget Discussion</td>
</tr>
<tr>
<td>March 18, 2019</td>
<td>Public Budget Discussion</td>
</tr>
<tr>
<td>April 8, 2019</td>
<td>Public Budget Discussion</td>
</tr>
<tr>
<td>April 15, 2019</td>
<td>Board Adoption of 2019-2020 Budget</td>
</tr>
<tr>
<td>April 22, 2019</td>
<td>BOE Candidate Petitions due by 4:00 PM</td>
</tr>
<tr>
<td>April 23, 2019</td>
<td>BOCES 2019-2020 Budget &amp; Board Member Vote</td>
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<tr>
<td>May 13, 2019</td>
<td>Public Budget Hearing</td>
</tr>
<tr>
<td>May 21, 2019</td>
<td>2019-2020 Budget Vote &amp; Board Member Election</td>
</tr>
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Board & Community Discussion