



# Overview

## The Challenge of Budget Development

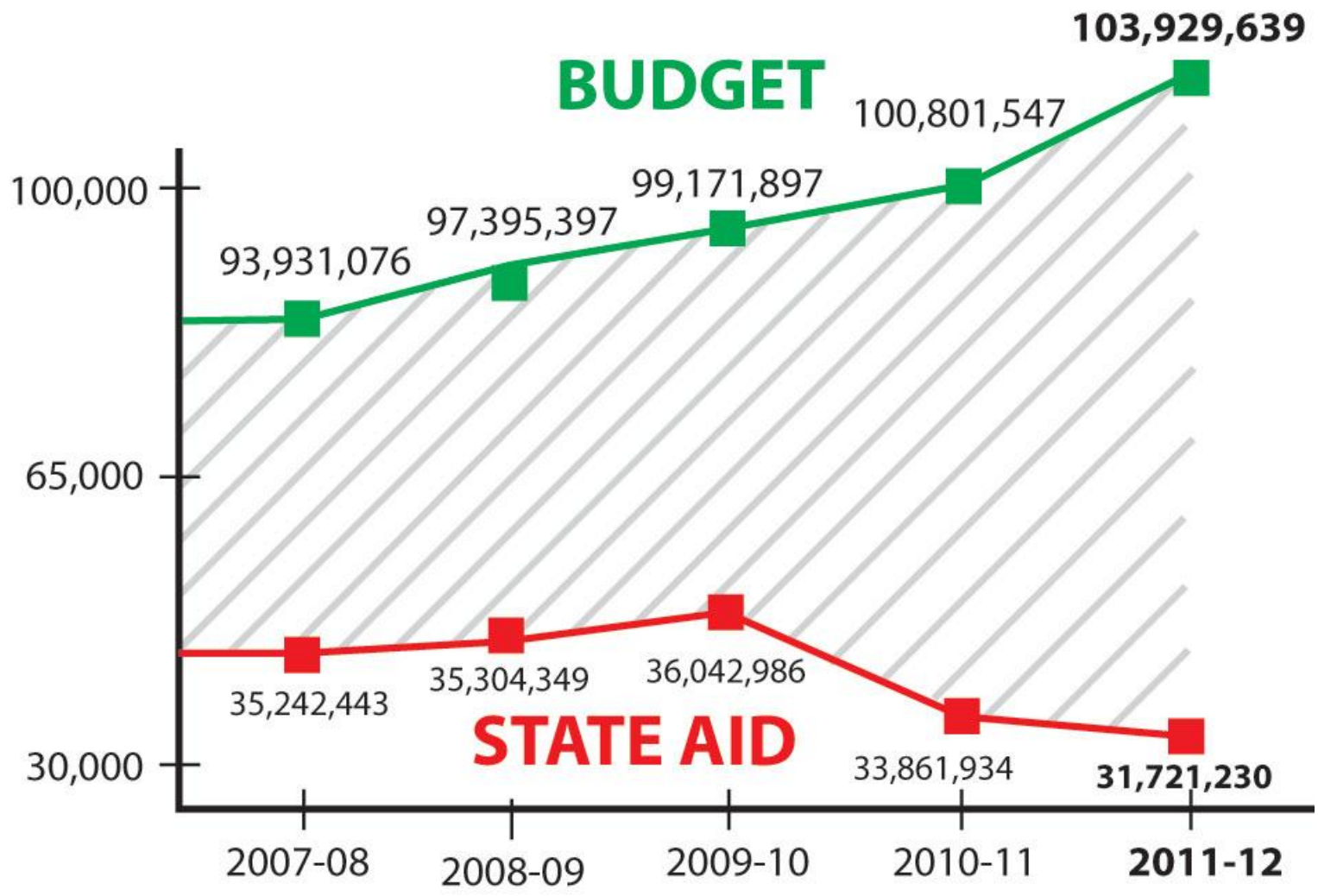
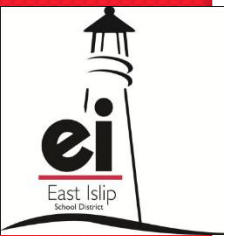




Mr. Jay Finello, Superintendent of Schools

# Major Challenges Define the 2012-13 School Year

- **Net Increase in State, Federal Aids is Essentially \$0**
- **Other Revenue Has Decreased**
- **Property Tax Cap Limits Revenue That Can Be Raised**
- **Contractual Salary Costs Will Increase**
- **Benefits Costs Will Increase**
- **Instructional Mandates, Other Mandates Consume Resources**







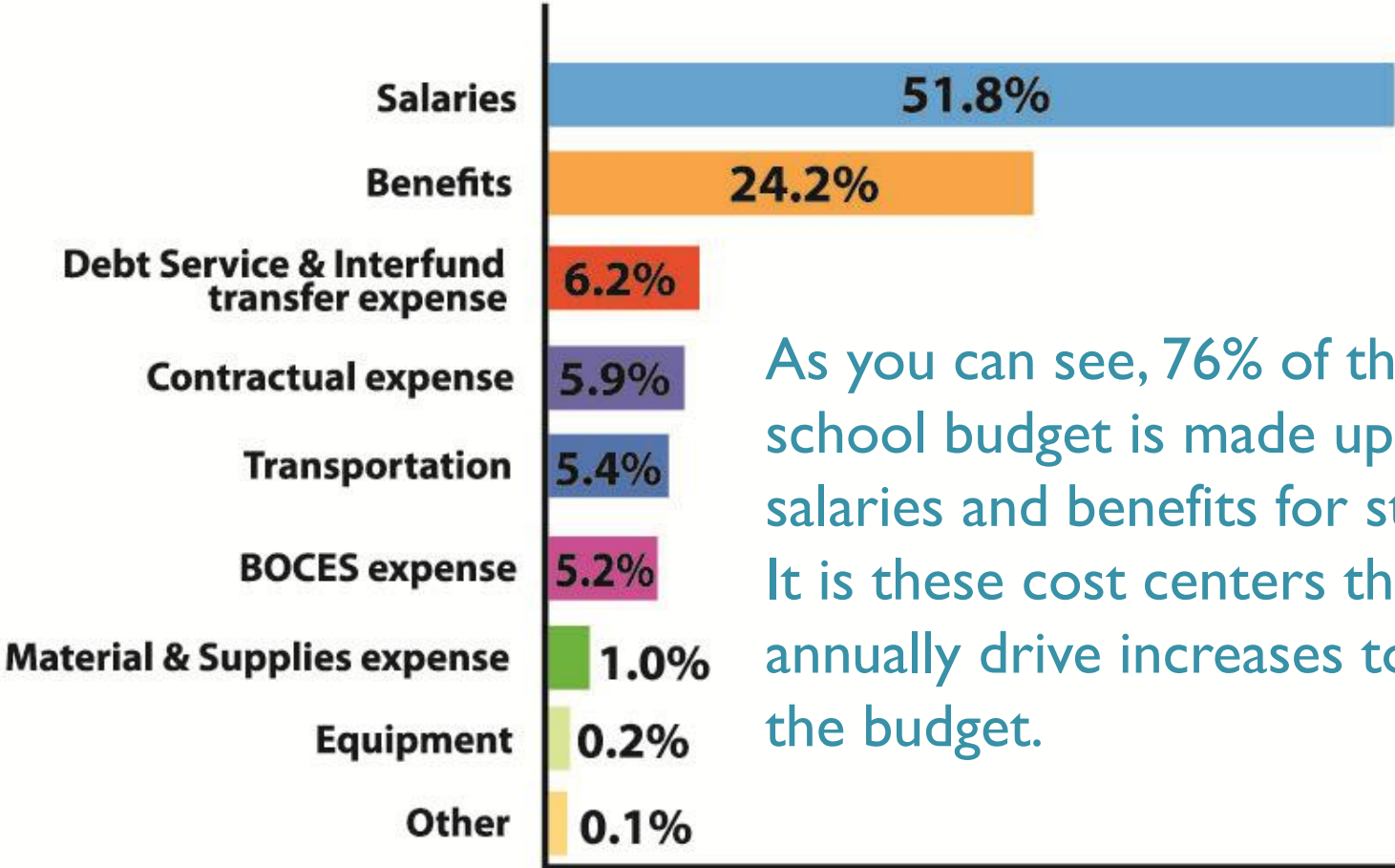
|                           | 2011-2012<br><u>FINAL</u><br><u>BUDGET</u> | 2012-2013<br><u>PRELIMINARY</u><br><u>BUDGET</u> | <u>Difference</u> |
|---------------------------|--|--|-------------------|
| <b>STATE AID</b>          | 31,721,230                                 | 32,393,470                                       | 672,240           |
| <b>FEDERAL JOBS FUNDS</b> | 668,093                                    | 0  | -668,093          |
| <b>OTHER REVENUE</b>      | 3,083,538                                  | 2,715,510  | -368,028          |

State Aid Increased. But Federal Jobs Fund Aid Decreased.

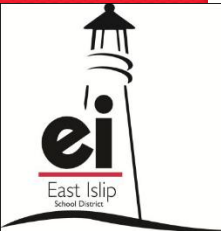
**The net total increase in aid is essentially \$0.**

Other Revenue is projected to decline.

# 2012-13 Expense



As you can see, 76% of the school budget is made up of salaries and benefits for staff. It is these cost centers that annually drive increases to the budget.



# Contractual Salary and Benefit Costs: Significant Increase



\$2.6  
Million

Salaries

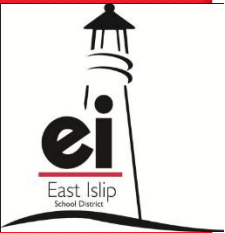
Salaries are scheduled to increase approximately 4.8% for the faculty and other collective bargaining groups.

Pension contributions and health care costs are driving the increase in benefits.



\$1.6  
Million

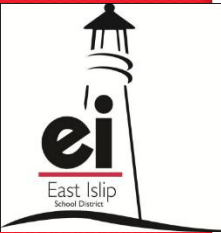
Benefits





# The Tax Levy Cap

1. A proposed tax levy increase up to the cap requires approval of 50% (plus 1) of participating voters.
2. Beginning in 2012/13, a proposed tax levy increase in excess of the cap requires approval of 60% of voters.





# The Tax Levy Cap

**For 2012-13, we estimate our tax levy cap to be 3.05%. This raises \$1.9 million in additional revenue for the district over 2011-12. (This amount must be certified by the NYS Comptroller).**





# The Budget Gap

If all existing programs and activities in the current budget were maintained (including changes in requirements, contracts, and mandates), the tax levy would increase \$6.7 million.

Based on the 3.05% tax levy cap (which raises \$1.9 million) there would be a funding shortfall of **\$4.8 million.**



# Application of Reserves

Current year (2011-12) and next year (2012-13):

\$1.9 million in appropriated fund balance, \$1.6 million in reserves.

Following year (2013-14)

Unlikely to be applied, as they will have been drawn down.



# The Proposed Tax Cap Budget

**3.05% Tax Levy Increase**, which is a

**\$213 Increase for Average Household**



# Proposed Tax Cap Budget

Current Budget (2011-12) \$103,929,639

Proposed Tax Cap Budget: (2012-13) \$105,260,603

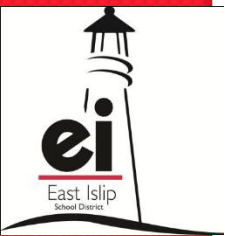
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Difference: \$1,330,964

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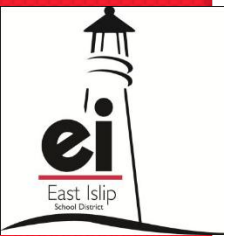
Budget Increase: 1.28%

Tax Levy Increase: 3.05%



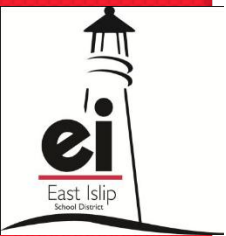
# Major Increased Cost Drivers

|                                      |             |
|--------------------------------------|-------------|
| Salaries                             | \$2,629,027 |
| Employee Benefits                    | \$1,604,680 |
| BOCES Special Education Expense      | \$404,291   |
| Staff Impact of Eliminated Fed Funds | \$218,342   |
| Interfund Transfer/Debt Service      | \$205,641   |
| Contingency Teaching Positions       | \$120,030   |
| Special Education TA/Para Positions  | \$111,368   |



# Program Impacts of Proposed Budget

- 9 Period to 8 Period Day at MS and HS
- Reduce Full Day Kindergarten to Half Day
- Reduce Music Programs in Grades 3-12
- Eliminate All Athletic Programs
- Reduce BOCES Career & Tech Ed
- Eliminate Elementary Co-Curricular Program
- Reduce HS and MS Co-Curricular Program
- Discontinue BOCES Summer School

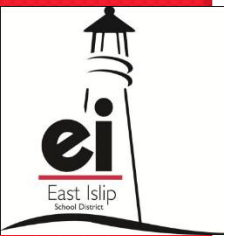


# Staff Impacts of Proposed Budget

|                             |          |
|-----------------------------|----------|
| Teachers                    | 23.3 FTE |
| Instructional Support Staff | 4.0 FTE  |
| Teaching Assistants         | 8.0 FTE  |
| Clerical                    | 4.0 FTE  |
| Security                    | 1.0 FTE  |

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Total Loss of Staff 40.3 FTE



# Detailed Staff Reductions

7.0 Kindergarten Teachers

1 Kindergarten TA

6.3 MS Teachers Due to 8 Period Day

2.0 HS Teachers Due to 8 Period Day

7.0 TA Positions in Computer Labs

8.0 Music Teachers (grades 3-12)

1.0 Guidance Counselor

1.0 Elementary Level Librarian

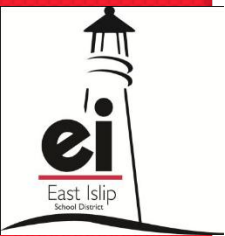
1.0 Administrator

1.0 Social Worker

4.0 Clerical Positions

1.0 Security

NOTE: 1.0 FTE Additional Social Worker Reduction Included in BOCES Expense





# Is Restoration Possible?

Restoration of programs and staff that are projected for reduction or elimination would trigger a tax levy increase that is in excess of the tax cap.

This would require voter approval at a rate of 60%.

