COMMUNITY FORUM ROLLOVER BUDGET JANUARY 15, 2020

TONIGHT'S DISCUSSION

- What is a Rollover Budget ?
- Purpose of a Rollover Budget
- Review Budget Adoption Principles
- Current Projections/Assumptions
  - Revenues
  - Expenditures
- Implications of 2020–21 Rollover Budget
- Budgeting Options
- Budget Timeline

WHAT IS A ROLLOVER BUDGET ?

Comparison of current revenue

to

known expenditure (cost) increases

ROLLOVER BUDGET DEFINED

A Strategy to Assess the Future Cost of Current Resources Compared to Current Revenues by:

1. **Projecting costs with current staffing and expenditure levels**

2. **Updating expenditures to reflect contractual increases "Trended"**

3. **Revenues remain at existing levels (no increases)**

4. **Existing Revenues are compared to "trended" expenditures to determine feasibility of maintaining current staffing and expenditure levels.**

PURPOSE OF A ROLLOVER BUDGET

- **Establish baseline budget for identifying requirements for budget reductions, or opportunities for developing new initiatives**

- **Analyze, and understand the impact of the Governor's State Aid proposals**

January 30TH

BUDGET ADOPTION PRINCIPLES

- **Fulfillment of District's Mission**
- **Contain Taxes**
- **Position Budget for Future (short & long term)**
- **Prudent Use of Reserves**
  - **Decisions regarding utilization and funding of reserves focusing on a long-term perspective.**

REVENUE ASSUMPTIONS

- **Revenue at Prior Year Levels**
- **CPI Rate for NYS Tax Cap Calculation**

1.81%

(tax cap update not in the current projections)

REVENUES

REVENUE	2019-20 BUDGET ADOPTED	2020-21 ROLLOVER BUDGET	% CHANGE
PROPERTY TAX	$ 14,894,179	$ 14,894,179	-
STATE AID	12,364,541	12,364,541	-
FEDERAL AID	30,000	30,000	-
MISCELLANEOUS	2,070,083	2,070,083	-
INTERFUND TRANSFERS	29,452	29,452	-
APPROPRIATED FUND BALANCE	729,561	729,561	-
RESERVES	1,235,305	1,235,305	-
	$31,353,121	$31,353,121	-

EXPENDITURE ASSUMPTIONS

- SALARIES 3.87%
- EMPLOYEE RETIREMENT SYSTEM (ERS) 2.23%
- TEACHER'S RETIREMENT SYSTEM (TRS) 1.99%
- HEALTH INSURANCE 3.50%
- UTILITIES 5.00%
- BOCES 3.00%
- CHARTER SCHOOL TUITION (MANDATED) 100.00%

These are predictable expenditure increases, others will occur during the budget process.

EXPENDITURES

	2019-20 ADOPTED BUDGET	2020-21 ROLLOVER BUDGET	% CHANGE
GENERAL SUPPORT	$ 3,696,853	$ 3,811,072	3.09%
INSTRUCTION	15,742,327	16,242,519	3.18%
TRANSPORTATION	2,180,980	2,262,615	3.74%
CIVIC ACTIVITIES	28,700	29,100	1.39%
EMPLOYEE BENEFITS	6,885,564	7,528,994	9.34%
DEBT SERVICE	2,638,197	2,458,683	(6.8)%
INTERFUND TRANSFER	180,500	180,500	0.00%
TOTAL EXPENDITURES	$ 31,353,121	$ 32,513,483	3.70%

IMPLICATIONS OF 2020–21 ROLLOVER BUDGET

Total Revenues	**$ 31,353,121**
Total Expenditures	**32,513,483**
Budgetary Gap to fill	**$ (1,160,362)**

Projections are 18 months in advance of operations.

BUDGETING OPTIONS

- **Expenditure Reductions**
  - **Faculty and staff analyses – Potential retirements and reductions**
- **Increase Revenues**
- **Utilization of District Reserves**
- **Combination of all of the above**

BUDGET TIMELINE

January 29 – BOE Meeting - Buildings & Grounds, Utilities, and Debt Service

February 12 – Community Forum – Public Input
BOE Meeting - GLP, EES, Curriculum, Sr. High, Middle and Revenue

February 26 – BOE Meeting - Transportation, Athletics and Tax Cap

March 4 – BOE Meeting - Special Education, Technology, BOCES, Staffing and Benefits

March 18 – Community Forum - Presentation of Draft Budget

April 21 – Budget Adoption by Board of Education

May 5 – Community Budget Presentation

May 19 – Budget Vote

QUESTIONS