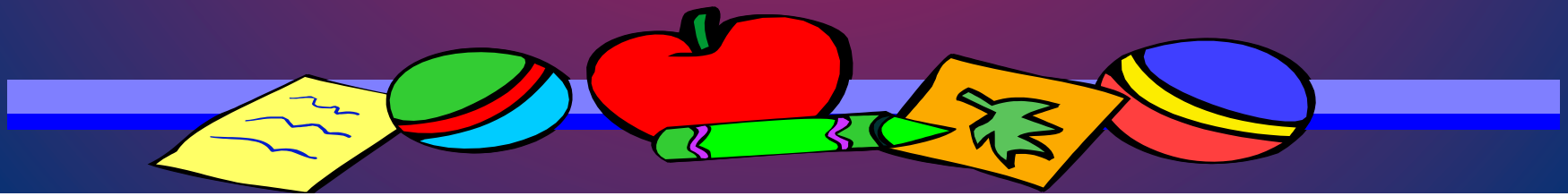
Eden Central School District

2015-2016

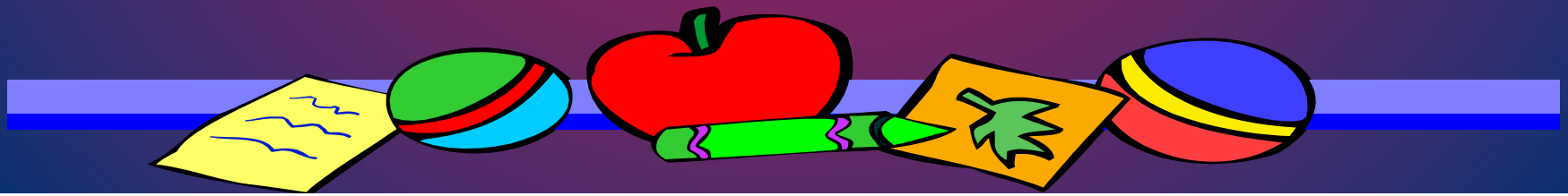
Budget Presentation

April 7, 2015



Agenda for Tonight

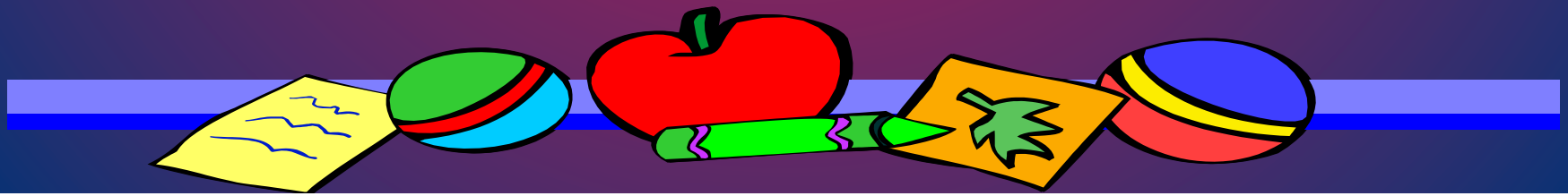
- Fiscal Realities facing Eden to balance budget
- Appropriations vs. Revenues 3/14/15
- Budget Neutral Items
- Budget Reduction Items
- Revenue History



Agenda for Tonight

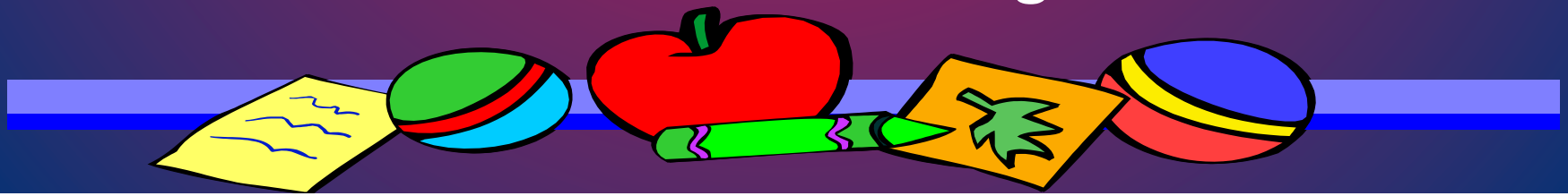
- Governor's Initial Impact and Subsequent Increase in State Aid Revenue from prior year
- Tax Cap and Increase Levy Revenue from prior year
- Where does that leave us:

  Appropriations vs. Revenues 4/7/15
- Contingent Budget Impact



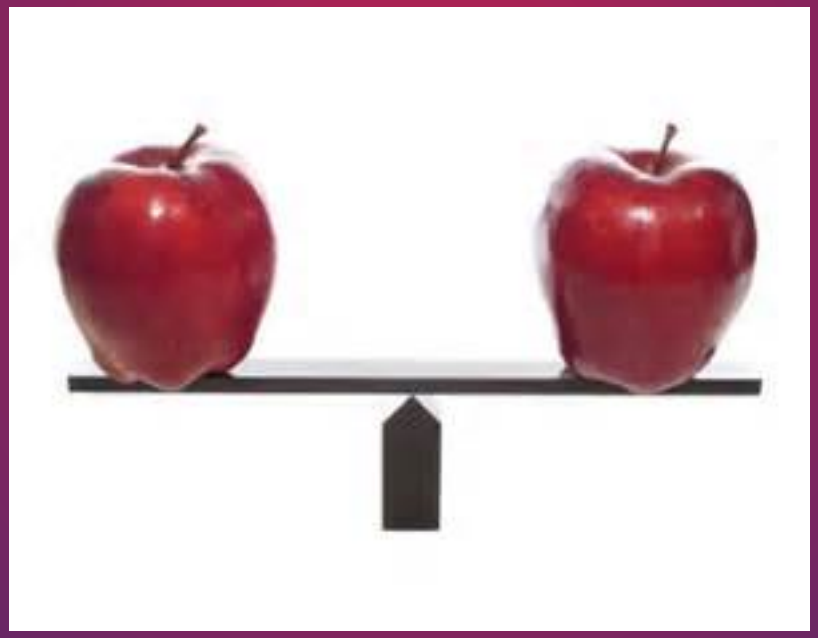
Fiscal Realities 2015-2016

- Impact items affecting the Eden Central School District
  - Demographics are changing – we have a declining enrollment and a greater proportion of students with special needs
  - Technology needs are increasing, including infrastructure
  - An aging transportation fleet requires a focus on rebuilding and stabilizing our fleet
  - Frozen State Aid forecasting



Balanced Budget

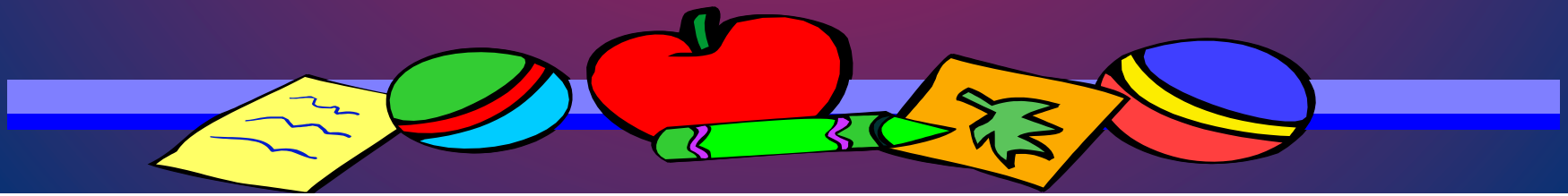
- A School District must pass a balanced budget… in other words Appropriations (Spending) = Revenues (Income)



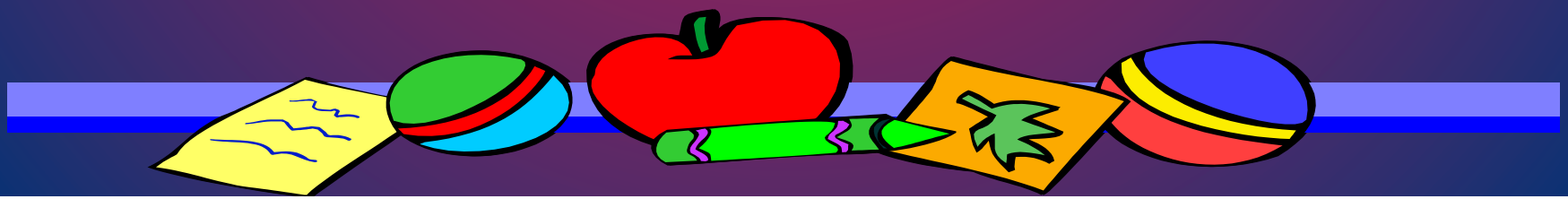
Appropriations vs. Revenue as of 3/14/15

- 2015-2016 Appropriations: $27,228,076
- 2015-2016 Revenues: $25,690,112
- Difference: ($ 1,537,964)

- *Tough work ahead…*

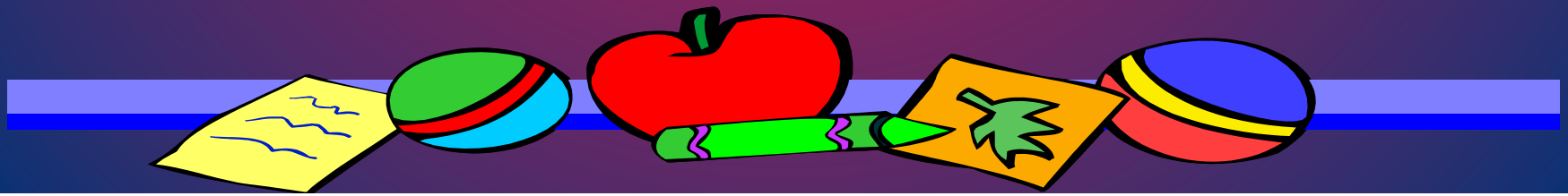


On the Appropriations (Spending) Side



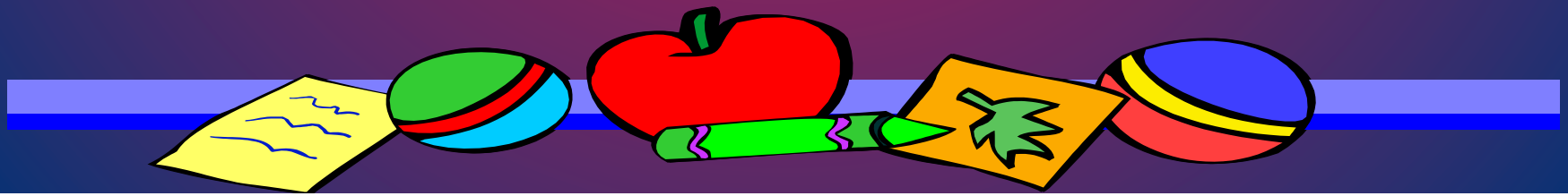
Even Before Lowering Appropriations (Spending Side)

- Proposed Budget Neutral Additions
  - 2 Classroom Aides Elementary: 2.00 FTE
  - 1 Clerk: 1.00 FTE
  - 1 Special Education Teacher GLP: .50 FTE
  - 2 Classrooms Aides GLP: 1.50 FTE
  - 1 Sander/Salt Truck
  - Guidance Department Chair
  - Elementary Homework Club
  - Model UN
  - Capital Outlay Project
- Proposed Budget Neutral Reductions
  - 2 Elementary School Retirements: 2.00 FTE
  - 1 Second Grade Teacher: 1.00 FTE
  - 1 Science Teacher: .33 FTE

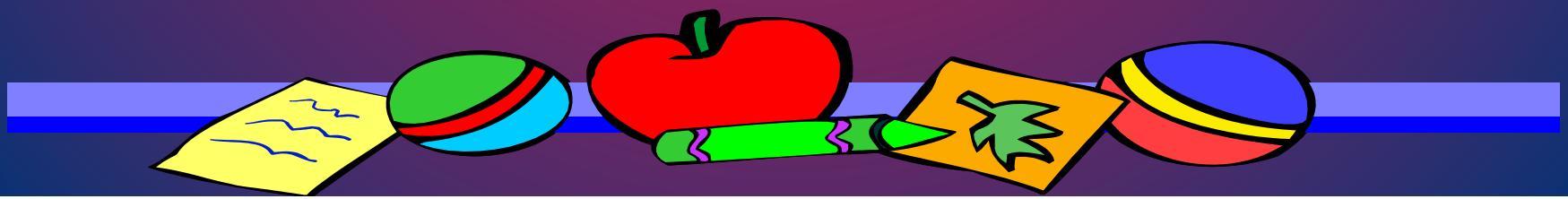


Additional Reductions

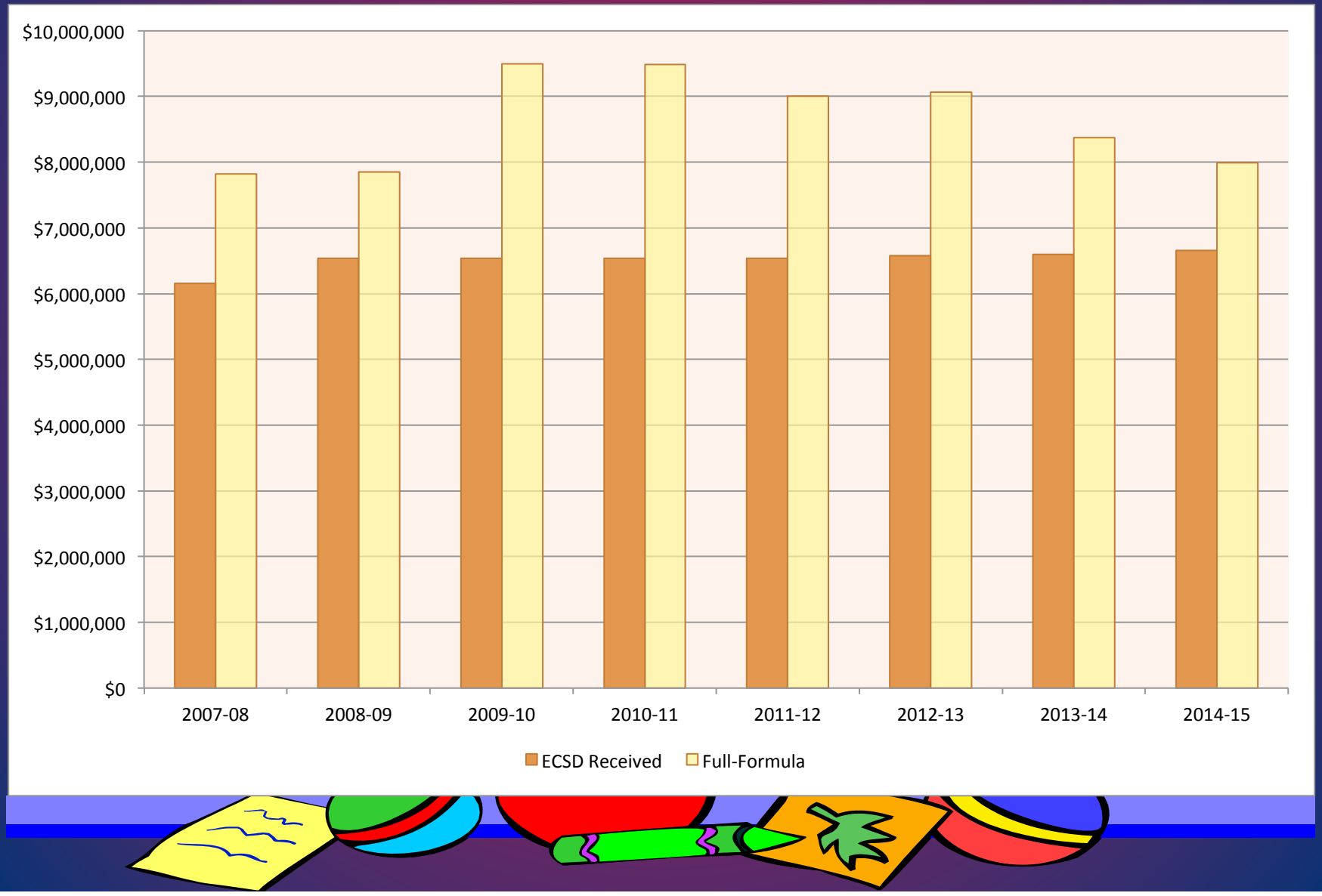
- 1 Third Grade Teacher: 1.00 FTE
- Cut in Related Second/Third Grade Specials (Art, Music, PE, Technology): .33 FTE
- English: .33 FTE
- 1 Director of Transportation: 1.00 FTE
- Bus Drivers: 20 hours per week
- Bus Attendant: 7.5 hours per week
- JV Sports
- 3 Reductions in Special Ed Private Placements
- BOCES Reductions



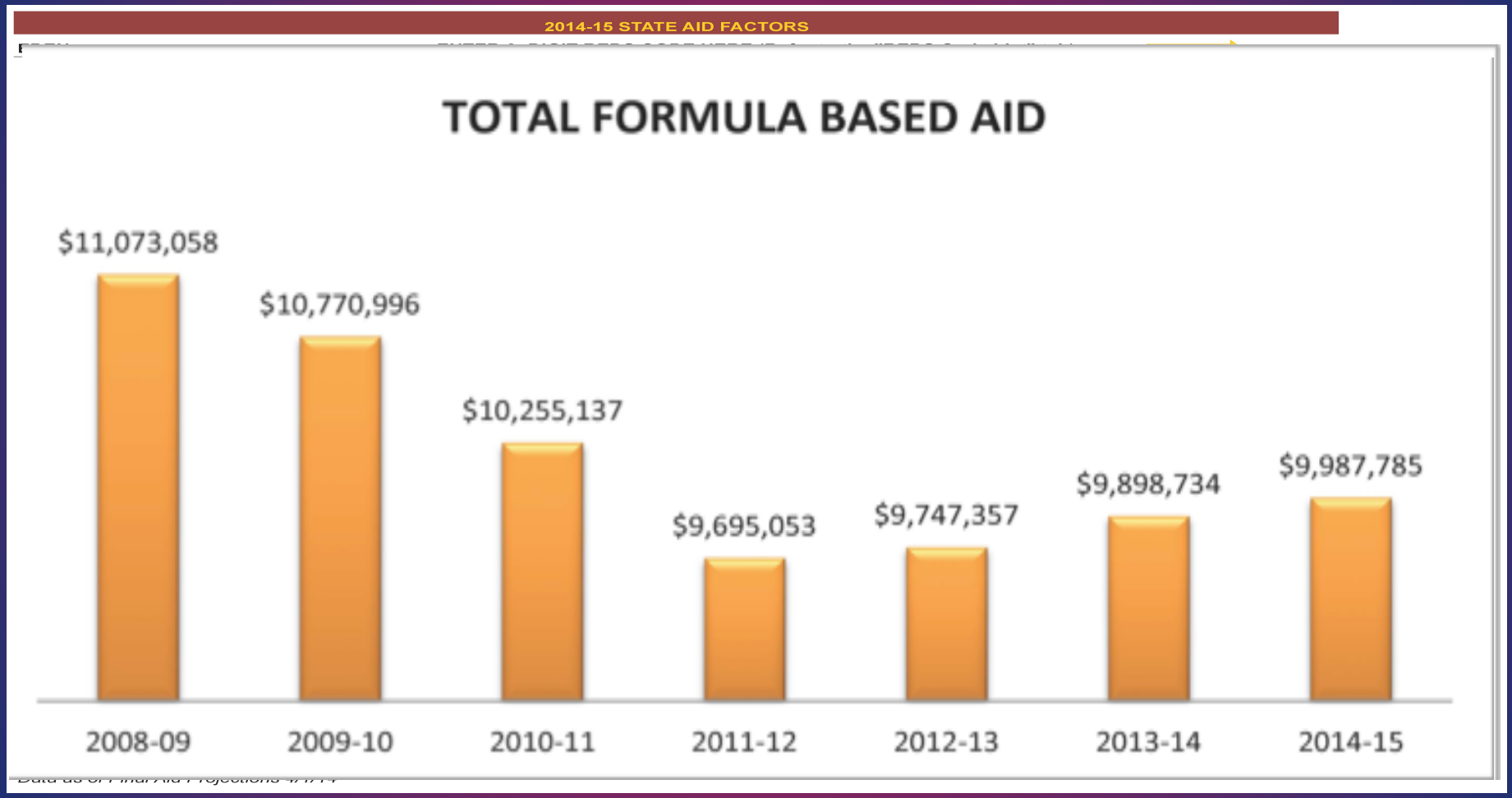
On the Revenues Side

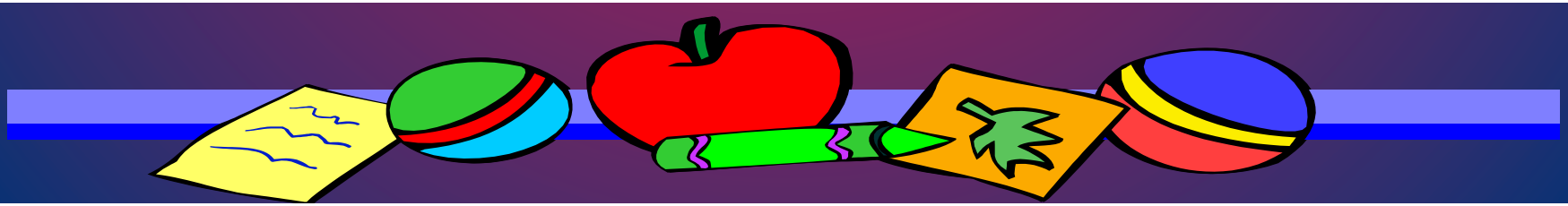


Foundation Aid History



State Aid Factors





Gap Elimination Adjustment (GEA)

5 YEAR GEA HISTORY

BEDS # 141201

School District EDEN

School Year	*GEA*	*GEA Restoration*	*Net GEA*
2010-11	(1,808,585)	614,052	(1,194,533)
2011-12	(2,167,733)	239,035	(1,928,698)
2012-13	(1,928,698)	286,268	(1,642,430)
2013-14	(1,642,430)	391,364	(1,251,066)
2014-15	(1,251,066)	229,497	(1,021,569)
		Total 5 Year GEA Reduction:	(7,038,296)

State Aid & Financial Planning Service – Questar III BOCES
10 Empire State Boulevard • Castleton, NY 12033 • Phone: 518.477.2635 • Fax: 518.477.4284
http://sap.questar.org • Twitter: QIIISAP

May, 2014

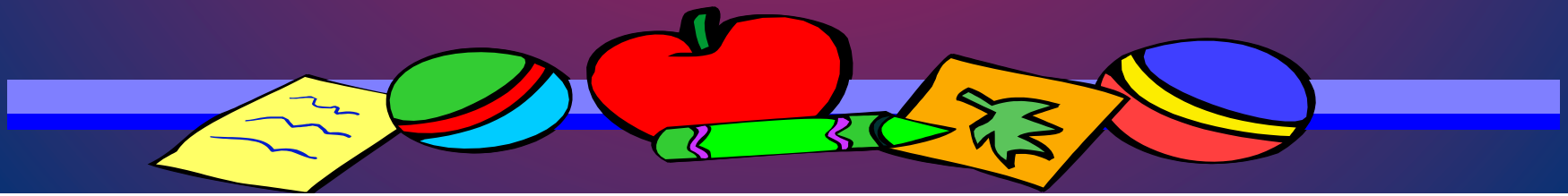
Governor's Impact prior to 3/31/15

- State Aid Frozen at $6,660,693

  Loss ($1,332,667)
- GEA left intact ($1,021,569)

  Loss <u>($1,021,569)</u>

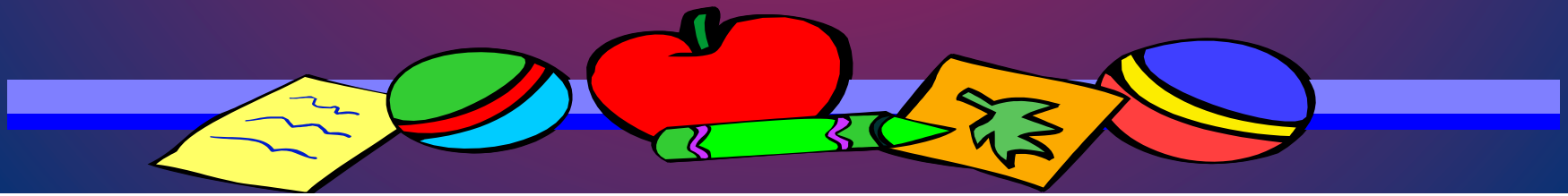
- Total State Shortfall 2015-16 – ($2,354,236)



Governor's Impact after 3/31/15

- State Aid at $6,685,449
  Increase $ 24,644
- GEA lessoned ($375,596)
  Increase $ 645,973
- Categorical Aid (what we spend)
  Decrease ($ 53,926)

- Total State Aid Increase 2015-16 $ 616,691

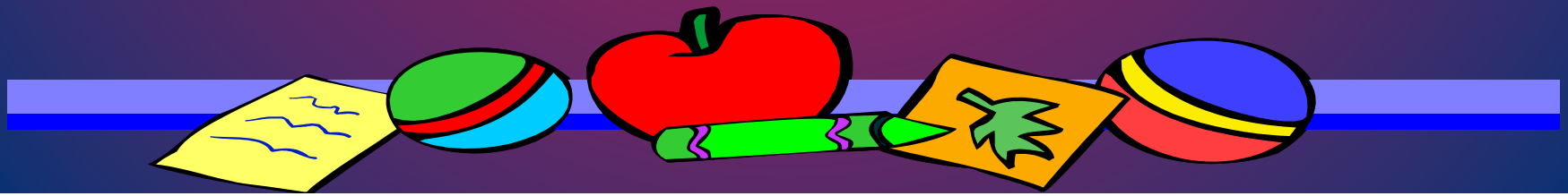


Calculating the Tax Cap

2% is not 2%. The maximum levy (what tax payers pay for the school budget) is NOT 2%

Levy Formula

- Prior tax levy
- MULTIPLIED tax base growth factor
- PLUS PILOTs received during prior year
- MINUS Taxes levied for exemptions during prior year (court orders, allowable exemptions for pension increase, capital local expenditures)- EQUALS Adjusted Prior Year Tax Levy
- MULTIPLIED by allowable levy growth factor
- MINUS PILOTs expected for coming year
  PLUS additional carryover (if any) – EQUALS Tax Levy Limit *Percent*
- PLUS coming year exemptions
- EQUALS Districts Maximum Allowable Levy



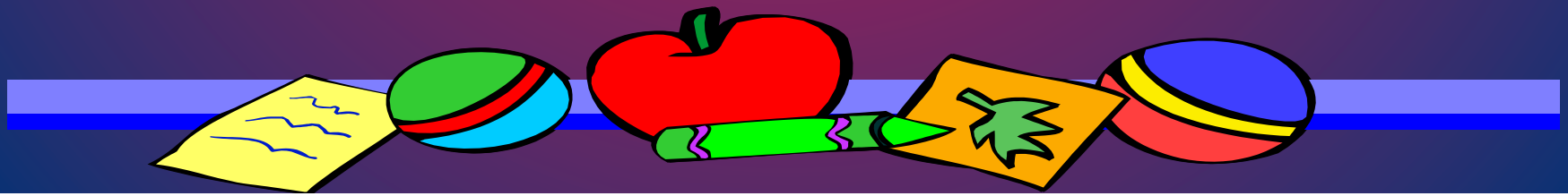
Tax Cap 2015-2016

- **The District's "TAX LEVY LIMIT": *2.21%***

Equating to

- The district's "MAXIMUM ALLOWABLE LEVY":

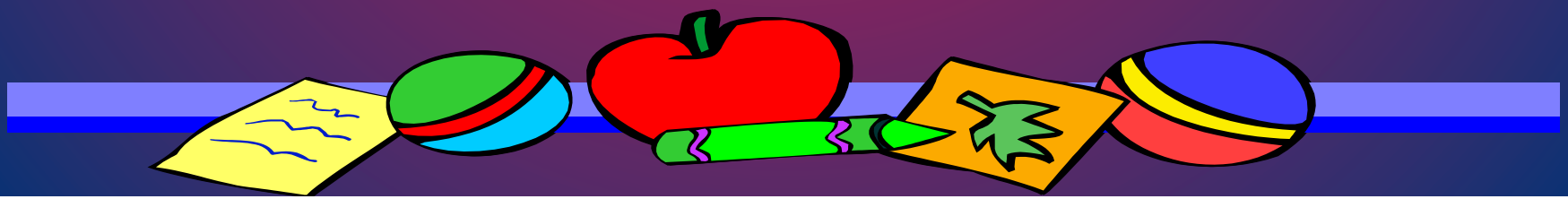
$13,571,363



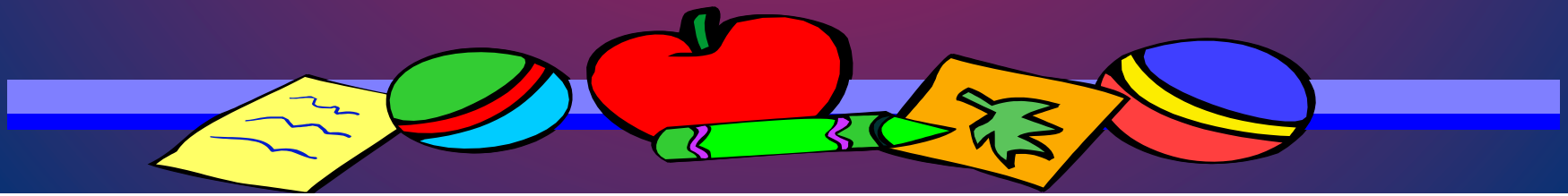
Tax Levy Increase

- 2015-2016 Tax Levy: $13,571,363
- 2014-2015 Tax Levy: $13,276,679
- Year to Year Difference: $294,684

- Percentage Difference: 2.21956%



So where does that leave us?



Looking back at the Additional Reductions

•-English: .33 FTE: Restoration of $18,427

• JV Sports: Restoration of $51,000

NEW

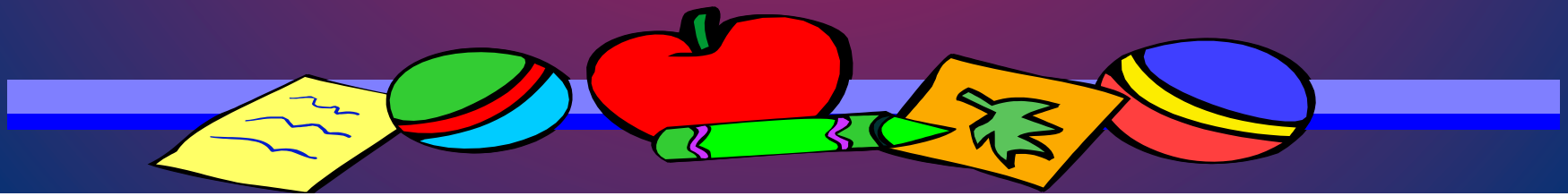
• PTA Events/Field Trips: $7,348

• Spanish Reduction .17 FTE/Laborer to General Mechanic: ($2,776)

• Instructional Technology: $130,000

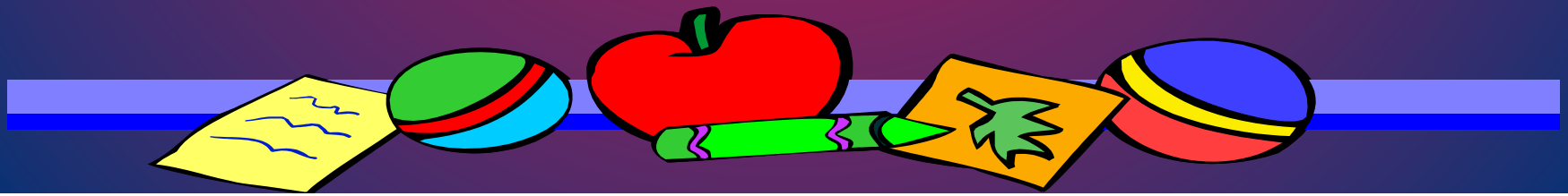
Resulting in…

• Less use of Reserves/Fund Balance: from planned $1.1M to $687,308



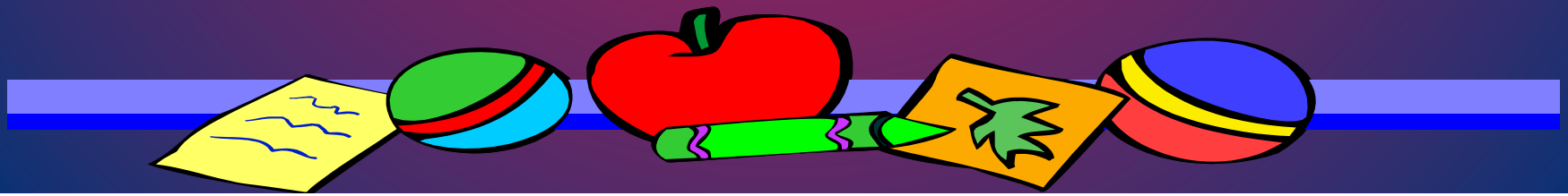
2015-2016 Appropriations (spending)

- Appropriation Budget as of March 14th: $ 27,228,076
- Appropriation Cuts March 14th:($ 437,964)
- Appropriation Changes Expressed as of April 6th: $ 203,998
- Appropriations Proposed: $ 26,994,111



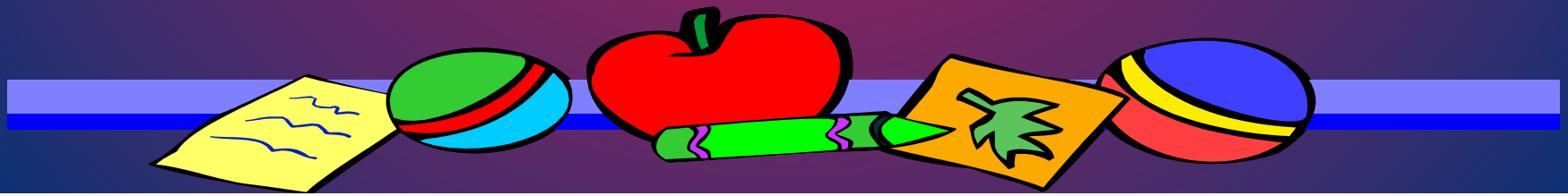
2015-2016 Revenues

- Revenue Budget as of March 14th: $ 25,690,112
- Anticipated use of FB/Reserves March 14th: $ 1,100,000
- Additional State Aid as of March 31st: $ 616,691
- Less use of Fund Balance/Reserves as of 4/7: ($ 412,692)
- Revenues Proposed: $ 26,994,111



Proposed Appropriations vs. Revenue

- 2015-2016 Appropriations: $26,994,111
- 2015-2016 Revenues: $26,994,111
- Difference: $ 0

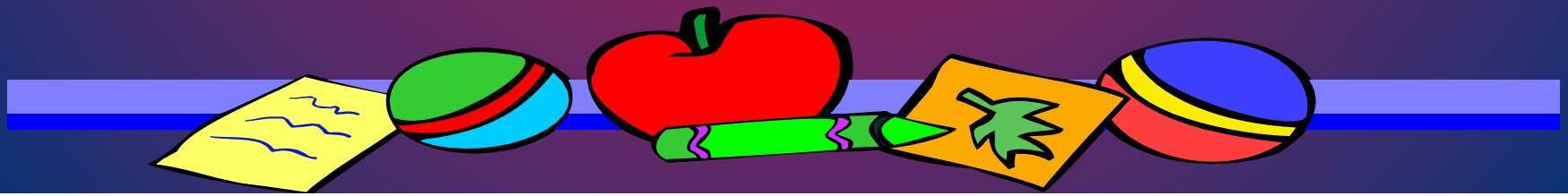


What about a Contingent Budget?

- 2015-2016 Appropriations: ($ 294,684)

What gets Left Out?

- Gone are the days of no athletics or building use by outside groups – cuts now would come directly from Program, or the Administrative Cap can not be more than last year (it is not). The cuts would come from Program only.



Closing the Gap

- Other Thoughts/Ideas?