

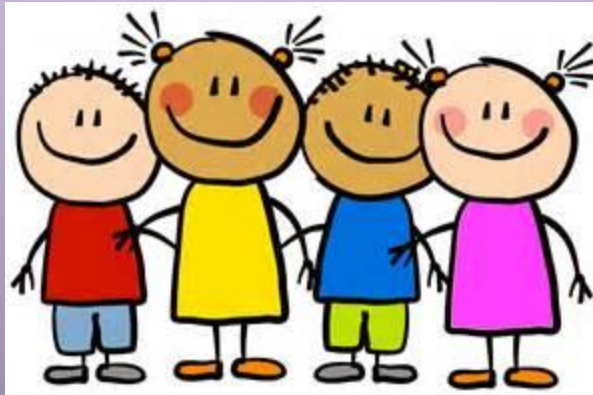
**West Valley Central School
2016-2017 School Budget Hearing
May 9, 2016**



Overview of Budget

	2015-2016	2016-2017	\$ Increase (Decrease)	% Increase (Decrease)
Budget	8,875,000	8,897,863	22,863	.26%
Tax Levy	3,253,939	3,003,939	-250,000	-7.68%
Rate on True Value	23.25	21.47	- 1.78	-7.68%

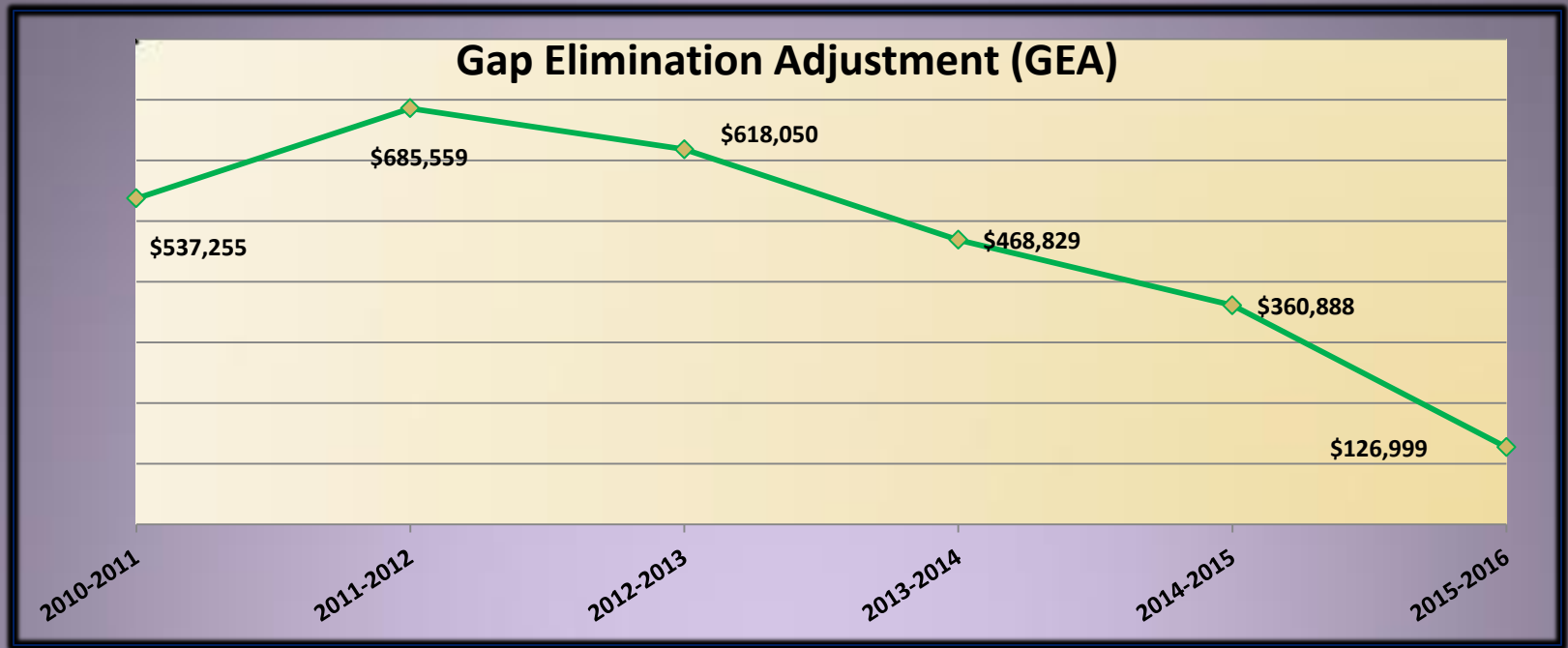
Actual change in true value from 2014-2015 (\$23.65 per thousand of assessed value) to 2015-2016 (\$23.25 per thousand of assessed value) was -.40 cents or -1.7%



Summary of Revenues

Summary of Revenues & Other Sources of Funding			
	2015-2016 Budget	2016-2017 Proposed Budget	Inc (Dec) Over Prior Year
State Aid	\$ 4,680,501	\$ 4,915,560	\$ 235,059
PILOT(Payments in Lieu of Tax)	323,511	324,815	1,304
Other Revenue	32,400	18,900	(13,500)
Estimated Tax Levy & STAR Reimb.	3,253,939	3,003,939	(250,000)
TOTAL REVENUE	\$ 8,290,351	\$ 8,263,214	\$ (27,137)
Interfund Transfer of Debt Service	-	50,000	50,000
Appropriated Fund Balance	551,500	551,500	-
Appropriated Retirement Reserve	33,149	33,149	-
TOTAL REVENUE & OTHER SOURCES	\$ 8,875,000	\$ 8,897,863	\$ 22,863





- West Valley CSD has lost a total of \$2,797,580 in Foundation Aid since the inception of the GEA in 2010-2011
- In 2009-2010 the state took an additional \$267,826 in Foundation Aid which was called the Deficit Reduction Assessment (DRA)
- \$605,166 of the cuts were offset by Federal funding in 09/10 & 10/11
- The net reduction in aid since 2009-2010 has been \$2,460,240
- In 2007-2008 the District received \$3,144,888 in Foundation Aid. Taking into account the state aid cuts and the GEA restoration the District is receiving \$177,115 more in aid in 2016-2017 than it received in 2007-2008.

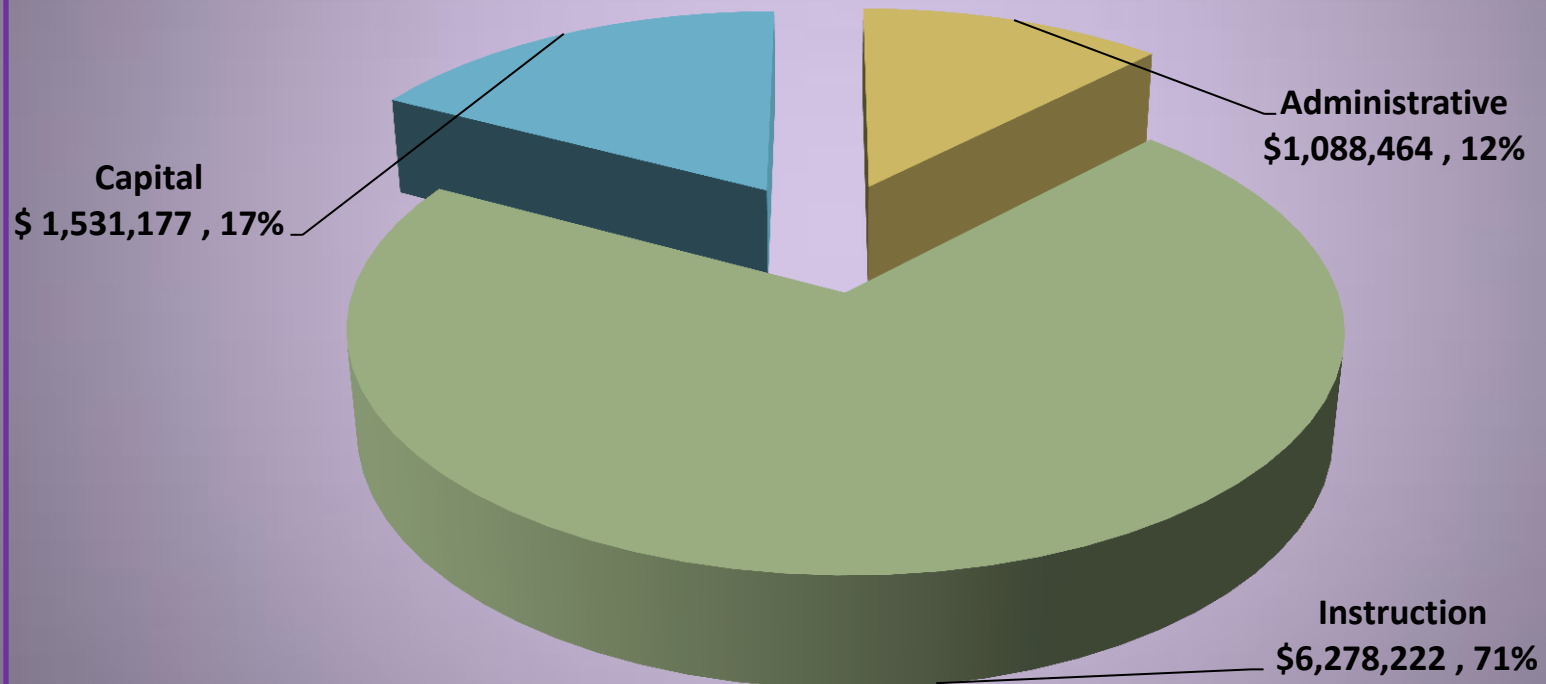
Budget Summary

Description	2015-2016	2016-2017	Inc (Dec)
General Support	1,487,352.00	1,547,316.00	59,964.00
Instructional Support	3,753,642.00	3,868,726.00	115,084.00
Transportation	440,019.00	469,326.00	29,307.00
Employee Benefits	2,474,102.00	2,311,710.00	(162,392.00)
Debt Service	691,885.00	672,785.00	(19,100.00)
Interfund Transfers	28,000.00	28,000.00	-
Total	8,875,000.00	8,897,863.00	22,863.00



Budget Components

2016-2017 Uses of Education Funding



Property Tax Limit

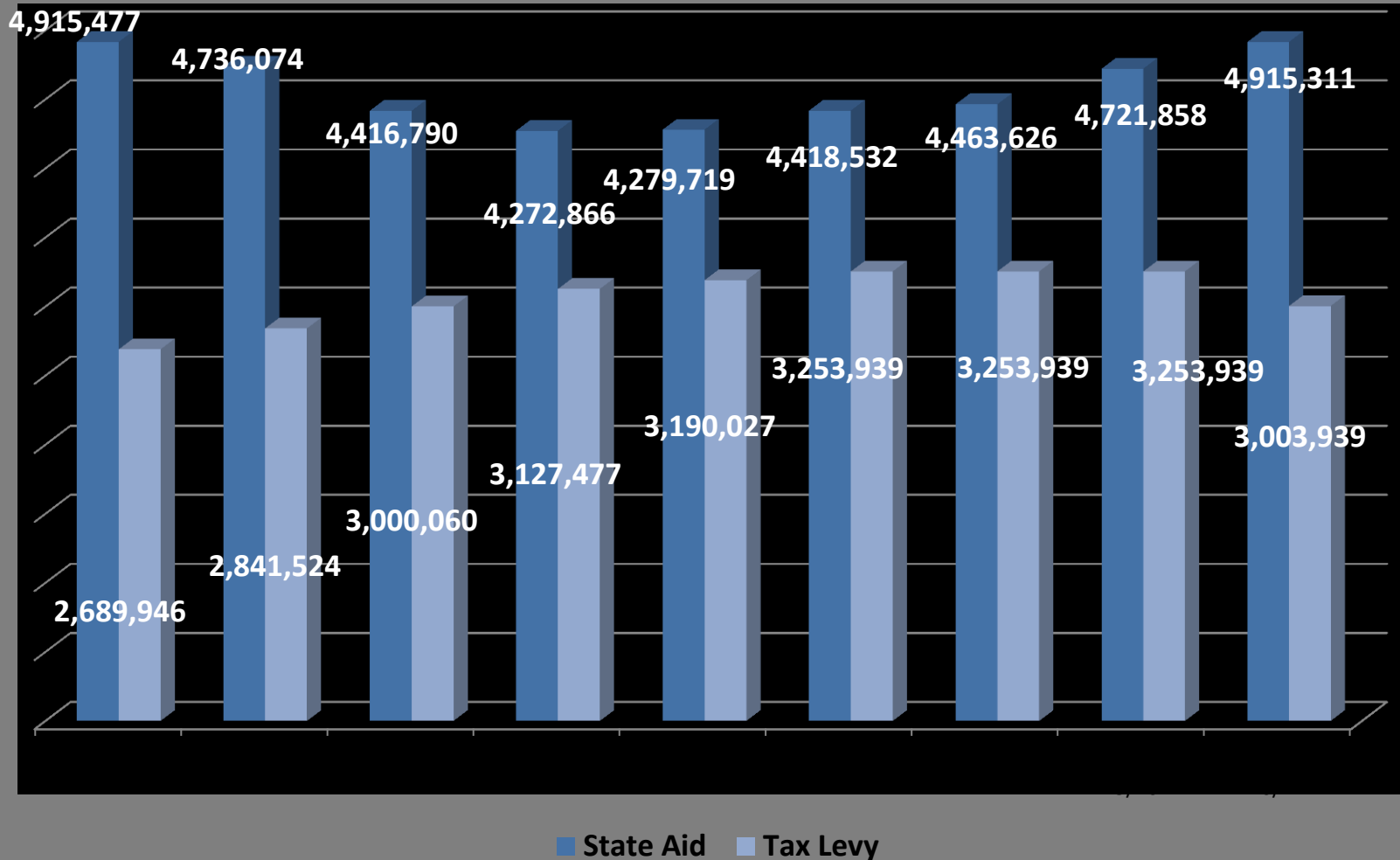
Prior Year Tax Levy	3,253,939.00
Multiplied by Tax Base Growth Factor (determined by NYSORPS)	1.0006
Prior Year Tax Levy Adjusted for Tax Base Growth Factor	3,255,891.36
Add: 2015-2016 Year Budgeted PILOT Payments	323,511.00
Subtract: 2015-2016 Capital Tax Levy from Prior School Year	-
Subtract: Tort Action Exclusion Taken in Prior Year	-
Prior Year Tax Levy Adjusted for Tax Base Growth Factor, PILOTS, Capital, and Tort Actions	3,579,402.36
Multiplied by Allowable Tax Levy Growth Factor	1.0012
Prior Year Tax Levy Adjusted for Tax Base and Levy Growth Factors, PILOTS, Capital, and Tort Actions	3,583,697.65
Less: 2016-2017 Year Budgeted PILOT Payments	(324,815.00)
Add: Carryover from Prior School Year	50,545.00
Equals Tax Levy Limit Before Exclusions	3,309,427.65
Tax Levy Limit Before Exclusions	3,309,427.65
Add: Court orders/judgements for tort actions > 5% of prior year tax levy FYE 6/30/15 - n/a	-
Add: Increases for Capital Tax Levy FYE 6/30/17 (See breakdown below) -n/a	-
Add: Increases in ERS over 2% of prior year contribution-n/a in 16/17 - Contribution decreased	-
Add: Increases in TRS over 2% of prior year contribution-n/a in 16/17 Contribution decreased	-
Equals Tax Levy Limit with Exclusions	3,309,427.65
Tax Levy Increase Over the Prior Year % Before Exclusions	1.71%
Tax Levy Increase Over the Prior Year % After Exclusions	1.71%
Proposed Tax Levy Increase	-7.68%

History of Budget and Tax Levy Increases

Year	10/11	11/12	12/13	13/14	14/15	15/16	16/17
Budget	0.24%	-2.14%	0.00%	3.15%	-0.80%	1.78%	0.26%
Tax Levy	5.58%	4.25%	2.00%	2.00%	0.00%	0.00%	-7.68%



History of State Aid & Tax Levy



Estimated Tax Bill

Estimate of School Tax Decrease for Primary Residential Property

	Tax Bill Last Year	Tax Bill This Year	Decrease
<i>Full Value of Property \$50,000</i>			
With Enhanced STAR	\$0	\$0	\$0
With Basic STAR	\$465	\$429	(\$36)
Without STAR	\$1,163	\$1,073	(\$90)
<i>Full Value of Property \$70,000</i>			
With Enhanced STAR	\$135	\$101	(\$34)
With Basic STAR	\$930	\$859	(\$71)
Without STAR	\$1,628	\$1,503	(\$125)
<i>Full Value of Property \$100,000</i>			
With Enhanced STAR	\$833	\$745	(\$88)
With Basic STAR	\$1,628	\$1,503	(\$125)
Without STAR	\$2,325	\$2,147	(\$178)
<i>Full Value of Property \$150,000</i>			
With Enhanced STAR	\$1,995	\$1,818	(\$177)
With Basic STAR	\$2,791	\$2,576	(\$215)
Without STAR	\$3,488	\$3,220	(\$268)

****Estimated tax increases are based on 2015 equalization rates and assessed values. The final tax rates will be established when the Board of Education adopts the tax warrant in August 2016.**

STAR

(School Tax Property Relief)

Includes two components:

- **\$30,000 – Basic Exemption**
- **\$65,300 – Enhanced Exemption**

Exemptions are adjusted for equalization rates and a sales price differential factor developed by the NYS Office of Real Property

The maximum STAR savings cannot exceed more than 2% of the prior year savings- Simply stated the STAR savings cannot grow by more than 2%.

Who is eligible?

- Primary residences qualify for the Basic Exemption if the combined income of the owners is less than \$500,000
- Homeowner's of primary residences with at least one person 65 years of age or older with a household income of less than \$84,550 qualify for the Enhanced Exemption

Basic Star Recipients must register with the NYS Tax Department

STAR

(New for 2016-2017)

-New legislation in 2016-2017 converts the STAR exemption benefit into a tax credit for new homeowners

-New homeowners will have the option of taking the advance of the credit in the form of a check, or applying it as a traditional credit when they file there NYS tax return

Property Tax Relief Credit (New for 2016-2017)

- Replaces the Property Tax Freeze Credit/STAR rebate and is in effect 2016-2019
- To be eligible for the credit taxpayer(s) on their personal income tax returns filed for the two years prior must have 1) been a resident 2) owned and primarily resided in real property receiving the STAR exemption 3) had federal gross income no greater than \$275,000
- For the 2016 taxable year the credit will be \$185
- Thereafter the credit will equal the STAR tax saving multiplied by a percentage based on federal gross income
- District must be tax cap compliant

Note: The new legislation regarding the STAR program and the Property Tax Relief Credit is still under interpretation by the NYS Department of Taxation and Finance. Information provided is subject to further interpretation.

Proposition #3 - School Bus



Proposition #3 includes the purchase of one 65 passenger bus at a cost not to exceed \$109,180.

Bus #83, which has over 100,000 miles, will be traded in upon purchase of the new bus.

Trade-in value = \$3,200.

For every \$1 spent on a bus purchase approximately \$.769 is received back from NYS. The estimated local share for this bus is estimated at \$25,221.



School Board Member Election

- One seat is open for election to the Board of Education.
- The seat carries a 5 year term
- Candidates are: Michael Frascella and Tim Ploetz



Annual Budget and School Board Election Vote Tuesday, May 17th

**WVCS Auditorium
12:00 noon to 9:00 pm**



**The function of education is to teach
one to think intensively and to think
critically. Intelligence plus character -
that is the goal of true education**

~Martin Luther King, Jr.~

Thank you for your support!