

Syosset Central School District

Draft Budget Presentation IV

April 16, 2019

2019–2020 Budget

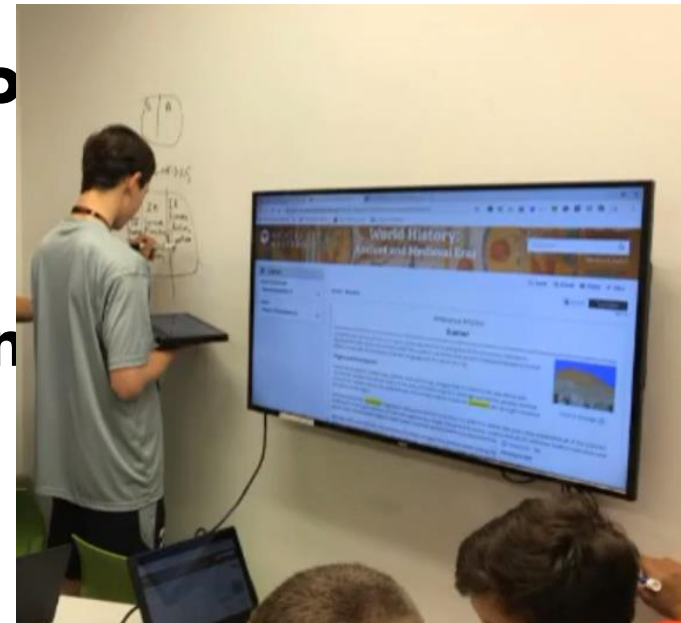
2019-20 Budget Planning

IMPORTANT DATES

- January 14 - Budget Presentation I
- February 11 - Budget Presentation II
- March 18 - Budget Presentation III
- **April 16 - Budget Presentation IV & Budget Adoption**
- May 13 - Budget Hearing
 - **May 21, 2019 - BUDGET VOTE**

The 2019-20 Budget Continues to Support All Current Instructional Programs and Services and District Initiatives

- **Continue to build learning pathways in coding**
- **Interactive instructional technology**
- **Two additional positions to support student social/emotional health & development**





2019-20 Budget Supports Continued Facilities and Security Improvements

- BCS/Capital Projects
- Security Projects
- Flexible Classroom furniture
- Equipment replacement including athletic equipment, classroom & office furniture, and security equipment & vehicles



Capital Projects – Transfer to Capital

- HS Pool Deck Renovation
- Continuation of Elementary Library Renovations and elementary flooring and lighting replacements
- Security – HS Vestibule Enhancement and Guard Booth and Bollards Throughout the District
- HBT Dust Collection in Shop Room
- Roofing at South Woods



SYOSSET BUDGET 2019-20

Calculated Tax Cap = 3.34%

Proposed Tax Levy = 2.49%

TAX CAP CALCULATION

PRELIMINARY DATA

Tax Levy for 2018-19	\$195,954,954
Multiply (1) by Tax Base Growth Factor	1.01000
	\$197,914,504
Add: PILOT payments from prior year	\$3,358,522
LIPA "PILOT"	\$5,233,177
Subtract Exclusions - Capital	(\$2,239,375)
Adjusted Prior Year Levy	\$204,266,828
Allowable Levy Growth Factor (lessor of CPI or 2%)	\$208,352,164
Current Estimate = 2.0%	
Subtract PILOTS for 2019-20 fiscal year	(\$3,921,913)
Subtract LIPA "Pilots" for 2019-20 fiscal year	(\$5,158,642)
Carryover from Prior Year per OSC website	\$274,461
Tax Levy Limit	\$199,546,070
Coming Year Exemptions - Capital	\$2,945,729
2019-20 MAXIMUM ALLOWABLE TAX LEVY	\$202,491,799
	3.34%

Actual amount
subject to change
based on
construction
schedule

Summary

	Submitted	Pending
Tax Levy Limit, Before Adjustments and Exclusions		
✓ Real Property Tax Levy FYE 2019	\$195,954,954	\$195,954,954
✓ Tax Cap Reserve Offset from FYE 2018 Used to Reduce FYE 2019 Levy	\$0	\$0
✓ Total Tax Cap Reserve Amount (Including Interest Earned) from FYE 2019	---	---
✓ Tax Base Growth Factor	1.0100	1.0100
✓ PILOTs Receivable FYE 2019	\$8,591,699	\$8,591,699
✓ Tort Exclusion Amount Claimed in FYE 2019	\$0	\$0
✓ Capital Tax Levy Exclusion FYE2019	\$2,239,375	\$2,239,375
✓ Allowable Levy Growth Factor	1.0200	1.0200
✓ PILOTs Receivable FYE 2020	\$9,076,445	\$9,080,555
✓ Available Carryover from FYE 2019	\$274,461	\$274,461
Tax Levy Limit Before Adjustments/Exclusions	\$199,550,180	\$199,546,070
Exclusions		
✓ Tort Exclusion	\$0	\$0
✓ Capital Tax Levy Exclusion FYE2020	\$2,936,014	\$2,945,729
✓ Teachers' Retirement System Exclusion	\$0	\$0
✓ Employees' Retirement System Exclusion	\$0	\$0
Total Exclusions	\$2,936,014	\$2,945,729
Your FYE 2020 Tax Levy Limit, Adjusted for Transfers plus Exclusions	\$202,486,194	\$202,491,799
✓ Total Tax Cap Reserve Amount Used to Reduce FYE 2020 Levy	---	---
✓ FYE 2020 Proposed Levy, Net of Reserve	\$200,959,504	\$200,830,319
Difference Between Tax Levy Limit and Proposed Levy	\$1,526,690	\$1,661,480
✓ Do you plan to override the Tax Cap for FYE 2020 ?	No	No

The Tax Levy
Calculation
data is filed
with the OSC

PROPERTY TAX REPORT CARD

Form Due - April 29, 2019

Form Preparer Name:

PATRICIA RUFO

Preparer's Telephone Number:

516 364-5651

Shaded Fields Will Calculate

	Budgeted 2018-19 (A)	Proposed Budget 2019-20 (B)	Percent Change (C)
Total Budgeted Amount, not including Separate Propositions	230,346,020	236,977,020	2.88 %
A. Proposed Tax Levy to Support the Total Budgeted Amount ¹	195,954,954	200,830,319	
B. Tax Levy to Support Library Debt, if Applicable			
C. Tax Levy for Non-Excludable Propositions, if Applicable ²			
D. Total Tax Cap Reserve Amount Used to Reduce Current Year Levy, if Applicable			
E. Total Proposed School Year Tax Levy (A+B+C-D)	195,954,954	200,830,319	2.49 %
F. Permissible Exclusions to the School Tax Levy Limit	2,239,375	2,945,729	
G. School Tax Levy Limit, <u>Excluding</u> Levy for Permissible Exclusions ³	196,229,415	199,546,070	
H. Total Proposed Tax Levy for School Purposes, <u>Excluding</u> Permissible Exclusions and Levy for Library Debt, Plus Prior Year Tax Cap Reserve (E-B-F+D)	193,715,579	197,884,590	
I. Difference: (G-H); (negative value requires 60.0% voter approval) ²	2,513,836	1,661,480	
Public School Enrollment	6,465	6,367	-1.52 %
Consumer Price Index			2.44 %

¹ Include any prior year reserve for excess tax levy, including interest.

² Tax levy associated with educational or transportation services propositions are not eligible for exclusion under the School Tax Levy Limit and may affect voter approval requirement

³ For 2019-20, includes any carryover from 2018-19 and excludes any tax levy for library debt or prior year reserve for excess tax levy, including interest.

	Actual 2018-19 (D)	Estimated 2019-20 (E)
Adjusted Restricted Fund Balance	25,776,182	20,794,284
Assigned Appropriated Fund Balance	4,000,000	3,400,000
Adjusted Unrestricted Fund Balance	9,213,841	9,479,081
Adjusted Unrestricted Fund Balance as a Percent of the Total Budget	4.00 %	4.00 %

The Property
Tax Report
Card is filed
with NYSED

PROPERTY TAX REPORT CARD - New Reserve Section

Schedule of Reserve Funds					
Reserve Type	Reserve Name	Reserve Description *	3/31/19 Actual Balance	6/30/19 Estimated Ending Balance	Intended Use of the Reserve in the 2019-20 School Year (Limit 200 Characters)**
Capital + (add) - (delete)	2014 CAPITAL	For the cost of any object or purpose for which bonds may be issued.	942,521	0	Subject to approval of proposition by voters for the purchase and installation of ballistic doors.
Capital + (add) - (delete)	SECURITY	For the cost of any object or purpose for which bonds may be issued.	2,000,000	0	Subject to approval of proposition by voters for the purchase and installation of ballistic doors.
Repair	REPAIR RESERVE	For the cost of repairs to capital improvements or equipment.	169,018	169,018	Not planned for use in 2019-20
Workers Compensation	WORKERS	For self-insured Workers Compensation and benefits.	3,020,358	2,290,358	Anticipate appropriating up to \$730,000 to support 2019-20 budget.
Unemployment Insurance	UNEMPLOYMENT	For reimbursement to the State Unemployment Insurance Fund.	787,658	737,658	Anticipate appropriating up to \$50,000 to support 2019-20 budget.
Reserve for Tax Reduction		For the gradual use of the proceeds of the sale of school district real property.			
Mandatory Reserve for Debt Service		For proceeds from the sale of district capital assets or improvement, restricted to debt service.			
Insurance	INSURANCE	For liability, casualty, and other types of uninsured losses.	304,570	304,570	Not planned for use in 2019-20
Property Loss + (add)		To cover property loss.			
Liability + (add)		To cover incurred liability claims.			
Tax Certiorari		For tax certiorari settlements.			
Reserve for Insurance Recoveries		For unexpended proceeds of insurance recoveries at fiscal year end.			
Employee Benefit Accrued Liability	EBAL RESERVE	For accrued 'employee benefits' due to employees upon termination of service.	3,560,296	3,460,296	Anticipate appropriating up to \$100,000 to support 2019-20 budget.
Retirement Contribution	ERS/TRS RESERVE	For employer retirement contributions to the State and Local Employees Retirement System.	14,991,761	13,832,324	Anticipate appropriating up to \$3,000,000 to support 2019-20 budget.
Reserve for Uncollected Taxes		For unpaid taxes due certain city school districts not reimbursed by their city/county until the following fiscal year.			
Single Other Reserve + (add)					

Note: Be sure to click on the Save button at the bottom after each additional Reserve you add under Capital, Property Loss, Liability, or Other Reserve.

Budget and Tax Levy

Budget = Expenditure Plan that supports all instructional programs and services of the school district.

Tax Levy = The amount of money raised through property taxes after all other revenue sources are deducted.

Budget and Tax Levy

Preliminary Spending Plan DRAFT	236,977,020
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Estimated State Aid	-17,918,722
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Local Revenue	-10,947,979
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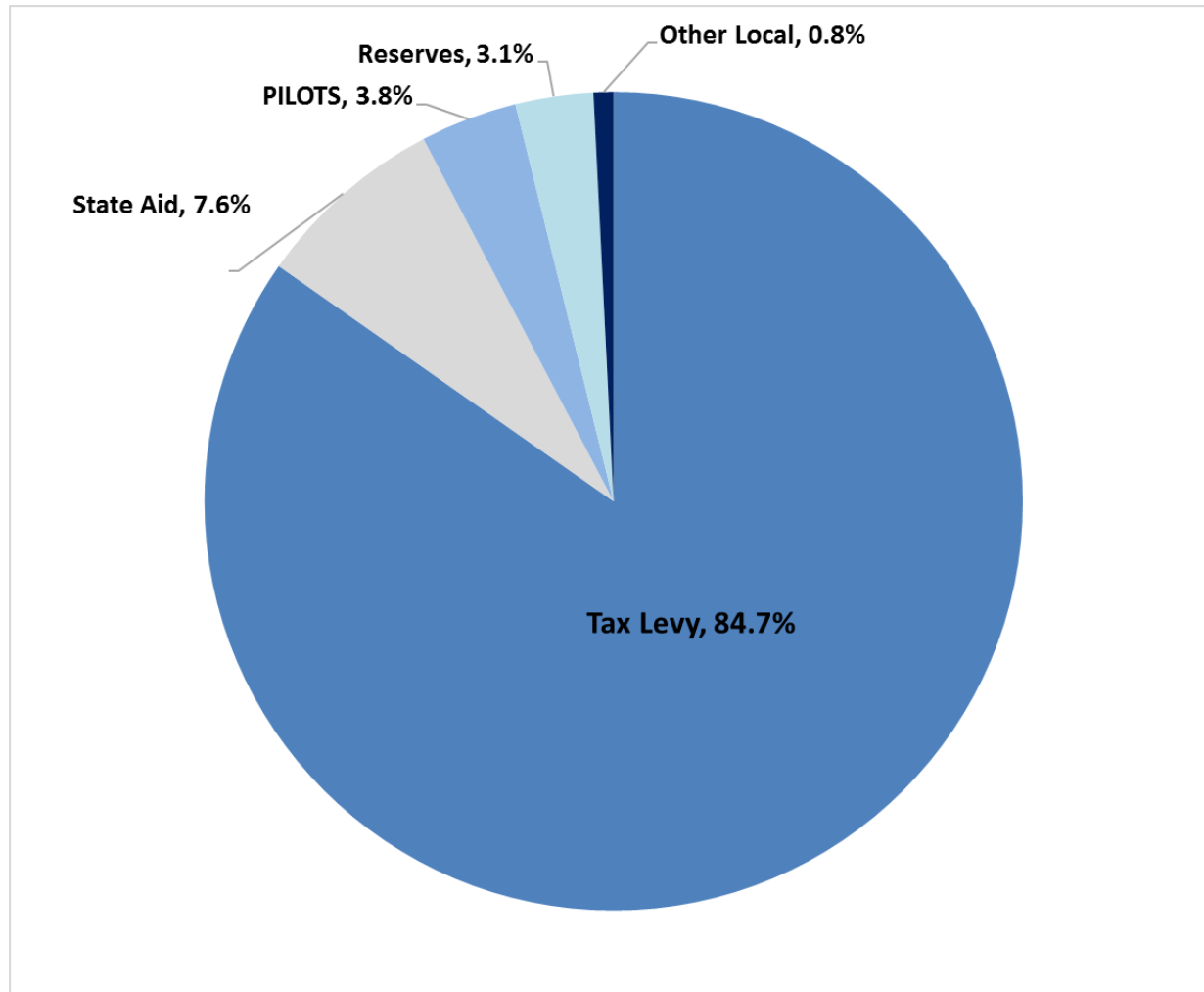
*(Includes PILOTS & LIPA PILOT - PILOTS ARE ESTIMATED USING
CURRENT YEAR VALUES & SUBJECT TO REVISION)*

Appropriated Fund Balance	-3,400,000
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Restricted Reserves	-3,880,000
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Estimated Tax Levy 2019-20 (\$)	200,830,319
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Sources of Revenue



DRAFT – REVENUE – STATE AID

REVENUE DESCRIPTION	PROPOSED BUDGET 2018-19	PROPOSED BUDGET 2019-20
<i>STATE AID</i>		
FOUNDATION AID	8,401,773	8,527,805
EXCESS COST AID/PRIVATE	518,957	514,890
EXCESS COST AID/PUBLIC HI COST	422,486	437,078
BOCES AID	3,414,030	3,908,969
TRANSPORTATION AID	1,421,244	2,159,933
BUILDING AID	854,725	1,087,920
HARDWARE & TECHNOLOGY	23,391	38,058
TEXTBOOK/SOFTWARE/LIBRARY AIDS	548,730	546,474
HIGH TAX AID	697,595	697,595
NET STATE AID	16,302,931	17,918,722

DRAFT – REVENUE – Local Revenue

REVENUE DESCRIPTION	PROPOSED BUDGET 2018-19	PROPOSED BUDGET 2019-20
<i>LOCAL REVENUE</i>		
Charges for Services		
ADULT ED TUITION	76,910	74,588
SUMMER SCHOOL TUITION	2,667	2,650
POOL & REC	160,000	186,175
DOL/DOR SERVICES	140,000	150,000
HEALTH SERVICES	500,156	503,779
Use of Money & Property		
INTEREST ON INVESTMENTS	110,000	310,078
RENTAL OF BUILDINGS	14,619	15,000
Other		
PAYMENT IN LIEU OF TAXES (PILOTS)		
PILOT - County and Town	3,358,522	3,921,913
PILOT - LIPA	5,233,177	5,158,642
Total Pilots	8,591,699	9,080,555
Unclassified Revenue	612,084	625,154
Other Local Revenue	10,208,135	10,947,979

REVENUE ASSUMPTION - Reserves

Continue to utilize reserves to support the budget:

- Fund capital projects in the budget
- Fund direct expenses in the budget (*ERS, Workers Compensation, Unemployment*)

Current District Reserves Balances - June 30, 2018 Audit Report

Workers Comp Reserve	3,020,358
Unemployment Insurance Reserve	787,658
Retirement System (ERS)	14,991,761
Emp. Ben. Accrued Liability	3,560,296
Insurance	304,570
Repair	169,018
Capital Reserve 2014	942,521
Security Capital Reserve 2018	2,000,000
Total Restricted Reserves	25,776,182

Restricted Reserves

Planned use of restricted reserves for 2019-20

Budget Detail

Budget Account	Description	2019-2020 Proposed Budget
9010 State Retirement		3,000,000
9020 Teachers' Retirement		9,909,500
9030 Social Security		9,848,064
9040 Workers' Compensation		730,000
9045 Life Insurance		205,000
9050 Unemployment Insurance		50,000
9055 Disability Insurance		105,000
9060 Hospital, Medical, Dental Insurance		30,380,111
9065 Dental		900,000
9070 Union Welfare Benefits		225,000
9089 Other		411,862

Reserve Detail

Employee Retirement System (ERS)	3,000,000
Workers Compensation Reserve	730,000
Unemployment Insurance Reserve	50,000
EBAL	100,000
Total Restricted Reserves	3,880,000

Fund Balance

Planned use of fund balance for 2019-20

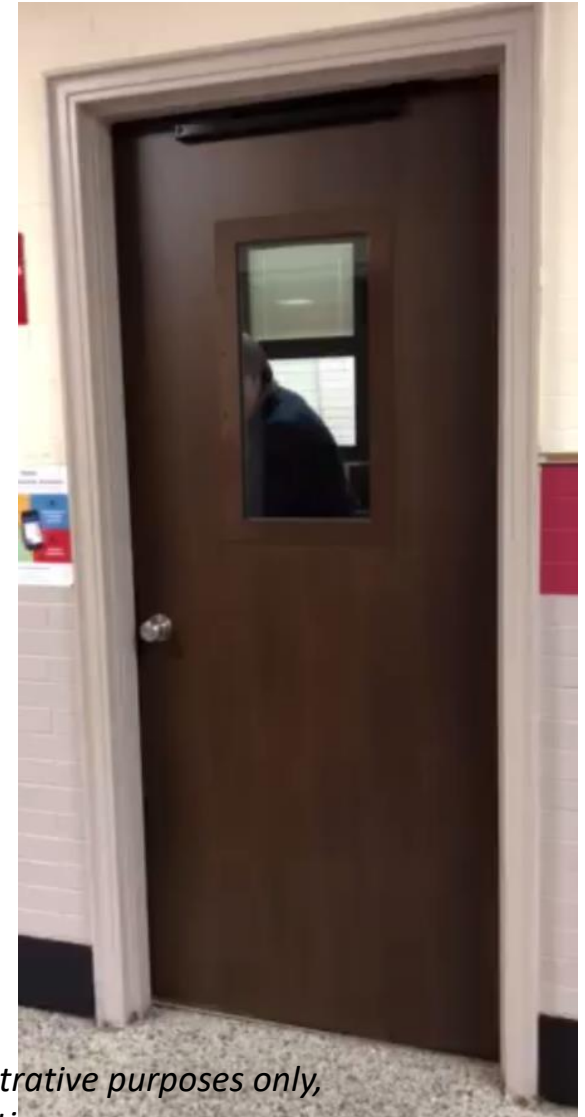
Appropriated for Capital Projects	2,200,000
Appropriated for General Purpose	1,200,000
Total Appropriated Fund Balance	3,400,000

Proposition 2

Proposition No.2 Expenditure of Capital Reserve Funds

SHALL the Board of Education of the Syosset Central School District be authorized to expend the sum of (a) \$2,000,000 from the Security Capital Improvement Program 2018; (b) 942,521.00 from the 2014 Capital Reserve Fund established on May 20, 2014; and (c) \$2,000,000 from undesignated unreserved fund balance, less funds anticipated from the District's Smart Bond allocation in an amount not to exceed \$1,197,042 for the purpose of installing ballistic doors District-wide, all of the foregoing to include all labor, materials, equipment, apparatus and incidental costs related thereto.

Uses Existing Reserve Funds and State Smart Bonds to purchase classroom doors that provide firearm resistance and remotely controlled lock functionality



Photos indicate an equivalent door in another school for illustrative purposes only, district's actual doors will vary based on architect specifications.

**There is a 2%
cap on property
taxes**

**The school
district sets the
tax rate**



**The School District
controls one
number: the tax
levy**

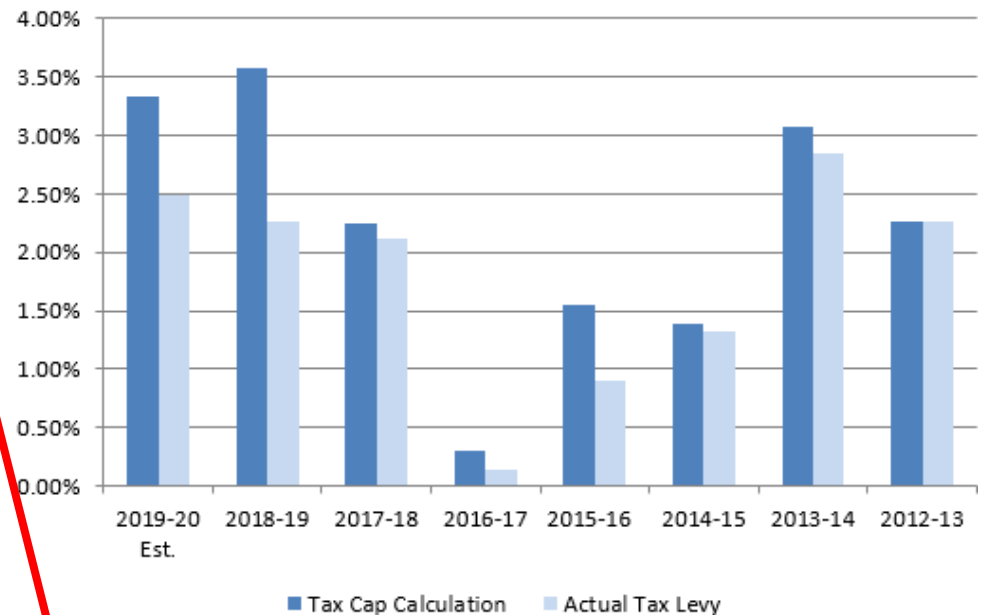
**There is a cap on
the tax levy.**

**Nassau County
Controls:
The Assessment
System & Base
Proportions.
These factors
determine how
much each
homeowner will
pay.**

**The tax cap is not
2%.**

SYOSSET TAX CAP CALCULATION TREND

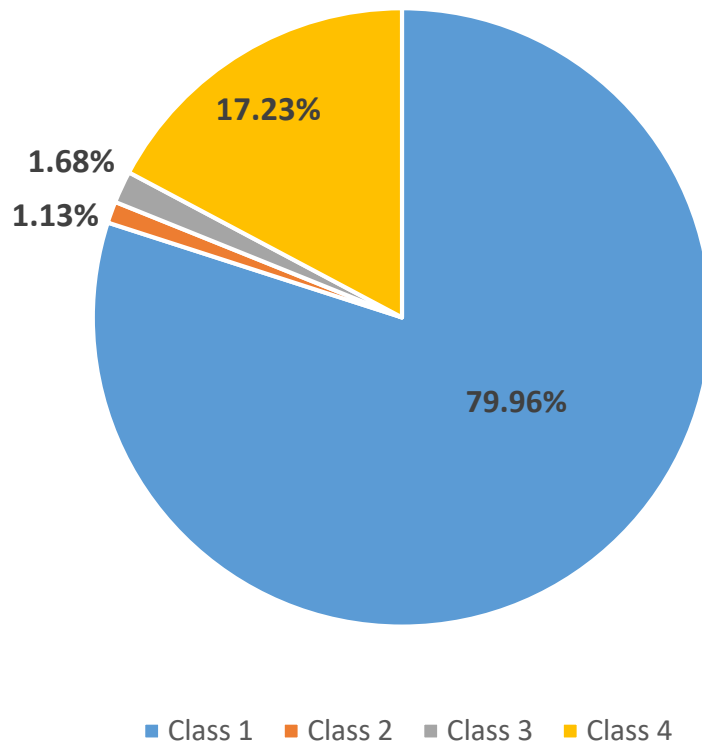
	Tax Cap Calculation	Actual Tax Levy
2019-20 Est.	3.34%	2.49%
2018-19	3.57%	2.26%
2017-18	2.24%	2.12%
2016-17	0.30%	0.14%
2015-16	1.56%	0.91%
2014-15	1.39%	1.33%
2013-14	3.08%	2.84%
2012-13	2.26%	2.26%



Remember this number
for a later slide!

Nassau County Adjusts how much of the levy will be paid by the different classes: Adjusted Base Proportions

2018-19 Adjusted Base Proportions



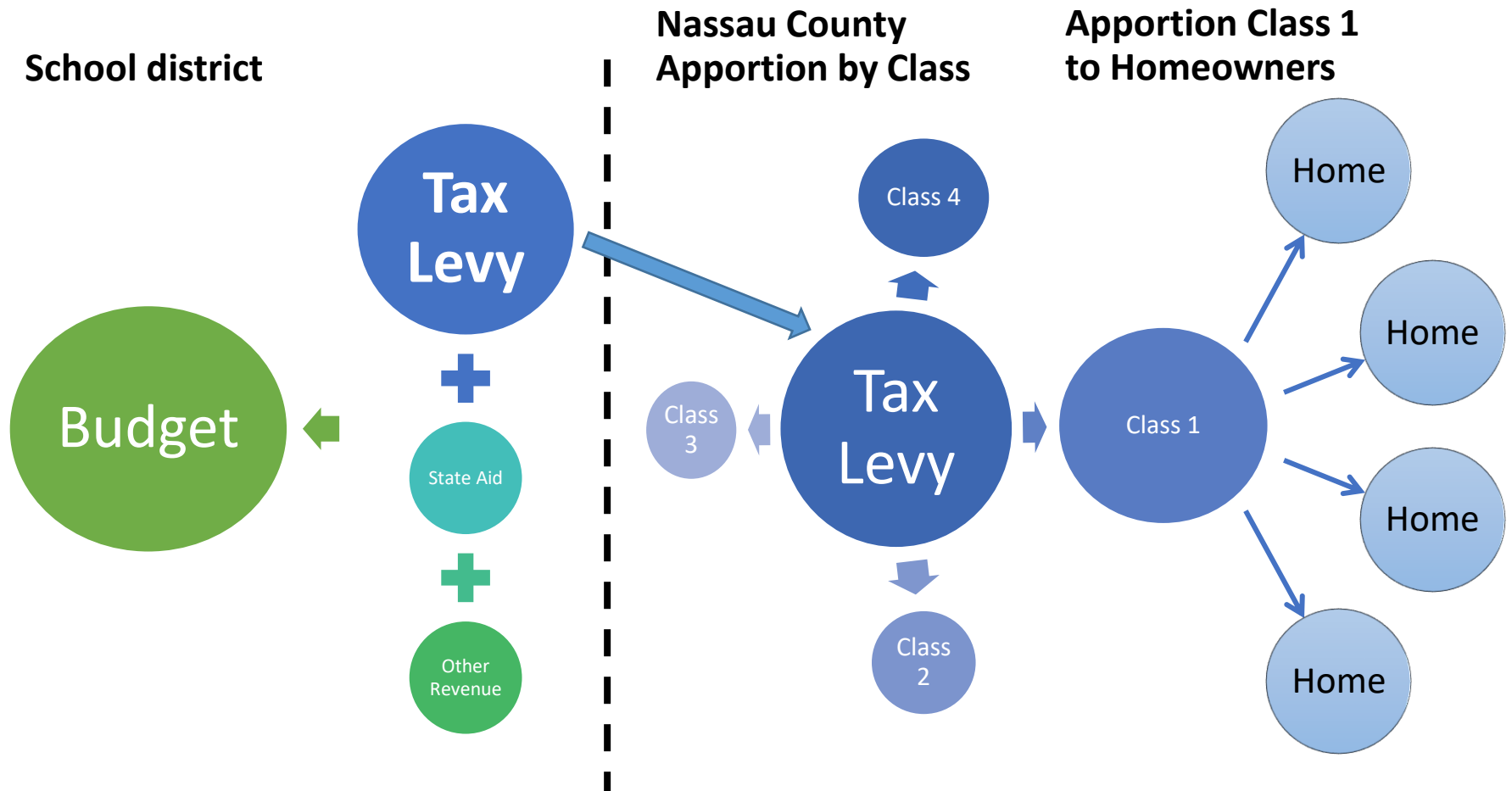
Class 1 – Homeowners

Class 2 – Co-ops & Condos

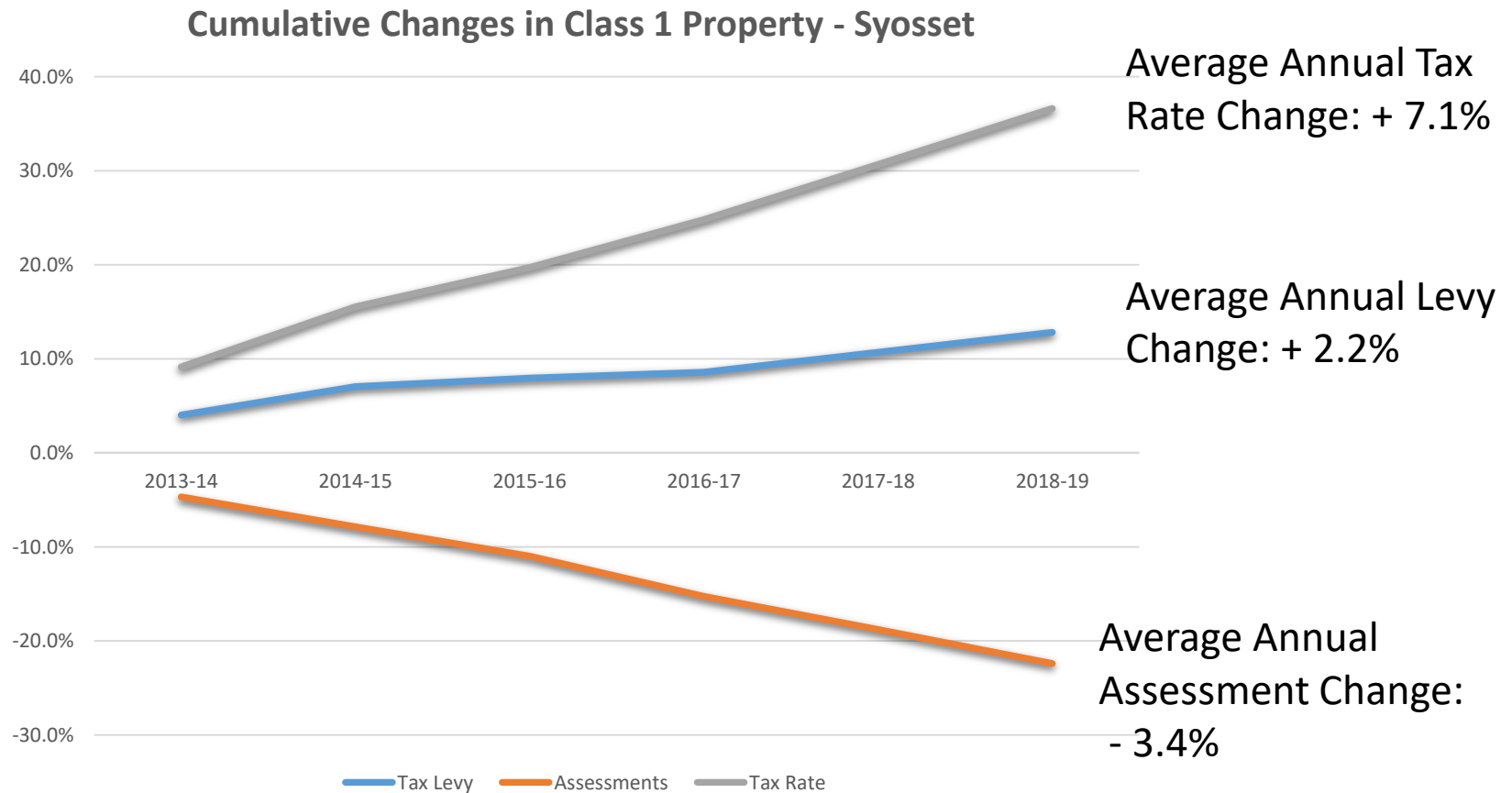
Class 3 – Utilities

Class 4 - Businesses

School District vs. Nassau County Roles



What's Been Happening to Class 1?



Actual Example – Syosset Resident

	2017-18	2018-19	Change	
Home Assessed Value	\$862,400	\$870,900	0.99%	
Uniform % of Value	0.0025	0.0025		
Avg. Taxable Value	\$2,156	\$2,177.25	0.99%	
Class 1 Tax Rate	\$1,135.36	\$1,202.88	5.95%	0.1% Class Shift 3.6% Assessment Drop
Tax Before STAR	\$24,478.36	\$26,189.70	6.99%	2.26% Tax Levy Increase

Q – If the School District Tax Levy only changed **2.26%**. How did my taxes go up almost 7%?

A – County-wide assessments dropped (-3.6%), but your value increased (0.99%). Combined with a shift to Class 1 from the other 3 classes (0.1%), this explains the increased Class 1 tax rate.

BUDGET INFORMATION

Budget Information Available:

- District Website
Presentations & Budget Detail
Voting Information
- Budget Brochure and Budget
Notice mailed to all homes in early
May

2019-20 BUDGET PLANNING

Next Meeting: Budget Hearing

May 13, 2019