

Syosset School District

2020-21 Budget

April 21, 2020

2020-21 Budget Planning

Important Dates

- ✓ February 10 - Budget Meeting (Capital & Admin. Codes)
- ✓ March 16 - Budget Summary (Program)
 - April 28 - Budget Meeting – Revenue & Reserves
 - Budget Adoption Date = ?
 - Budget Hearing Date = ?
 - **BUDGET VOTE DATE = ?**

Realigning Budget Goals to Current Fiscal Environment

Original 2020-21 Budget Goals & Strategies

- Continue to enhance the learning environment with flexible furniture
- Continue to replace instructional technology
- Continue to invest in the safety and security of students and staff
- Continue to repair and maintain facilities and equipment
- Continue to seek greater efficiencies in operations

Adjusted 2020-21 Budget Goals & Strategies

- Preserve program and services in an environment of uncertain revenue.
- Ensure the district's financial health stays strong to effectively respond to rapidly changing economic and learning environments.
- Maintain safe and secure learning environment.
- Continue to repair and maintain facilities and equipment related to health & safety
- Continue to seek greater efficiencies in operations

Fiscal Environment Concerns

- Delays in Receipt of Tax Revenue & Cash Flow Issues
- Reductions in State Aid
- Mid-Year Reductions in State Aid
- Financial Stability – Reserves
- Uncertainty in Expenditures – Summer School, Additional Services for Students, Social Distancing, Health Insurance
- Delay in Budget Vote & impact on fiscal operations



DRAFT Syosset Budget & Tax Levy Prior to March 13

	Tax Cap Calculation	Actual Tax Levy
2020-21 Est.	3.23%	?
2019-20	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%

	Draft 2020-21 Budget as of 3/12
Preliminary Spending Plan DRAFT	244,430,226
Estimated State Aid (Including Anticipated Buidling Aid)	-18,570,702
Local Revenue	-10,615,126
<i>(Includes PILOTS & LIPA PILOT - PILOTS ARE ESTIMATED USING CURRENT YEAR VALUES & SUBJECT TO REVISION)</i>	
Appropriated Fund Balance	-4,015,000
Restricted Reserves	-3,880,000
Revenue from debt service fund	-421,615
Estimated Tax Levy 2020-21 (\$)	206,927,783

*The numbers above are not current and
are for illustrative purpose only*

Tax Cap
Calculation -
Preliminary

Tax Levy for 2019-20	\$200,830,319
Multiply (1) by Tax Base Growth Factor 2020	1.00960
	\$202,758,289
Add: PILOT payments from prior year	\$3,921,913
LIPA "PILOT"	\$5,158,642
Subtract Exclusions - Capital	(\$3,122,809)
Adjusted Prior Year Levy	\$208,716,035
Allowable Levy Growth Factor (lessor of CPI or 2%)	\$212,493,795
Current Estimate = 1.81%	
Subtract Estimated PILOTS for 2020-21 fiscal year	(\$3,890,559)
Subtract Estimated LIPA "Pilots" for 2020-21 fiscal year	(\$4,985,067)
Tax Levy Limit	\$203,618,170
Estimated Coming Year Exemptions - Capital	\$3,698,804
2020-21 MAXIMUM ALLOWABLE TAX LEVY	\$207,316,974
	3.23%

OSC

Tax Cap

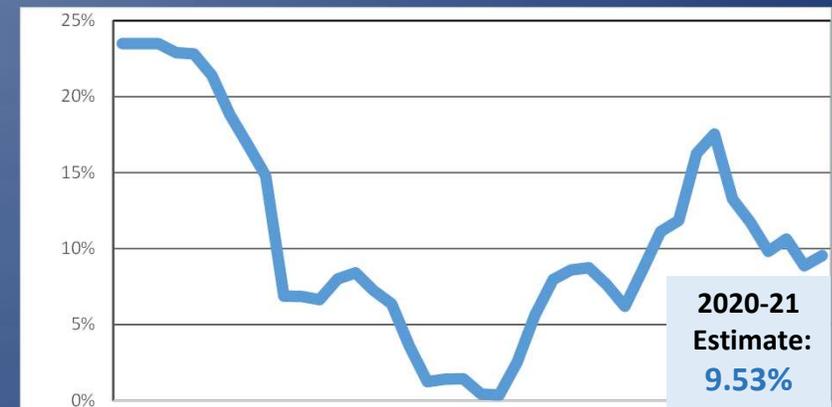
Tax Levy Limit, Before Adjustments and Exclusions	
✔ Real Property Tax Levy FYE 2020	\$200,830,319
✔ Tax Cap Reserve Offset from FYE 2019 Used to Reduce FYE 2020 Levy	\$0
✔ Total Tax Cap Reserve Amount (Including Interest Earned) from FYE 2020	---
✔ Tax Base Growth Factor	1.0096
✔ PILOTs Receivable FYE 2020	\$9,080,555
✔ Tort Exclusion Amount Claimed in FYE 2020	\$0
✔ Capital Tax Levy Exclusion FYE2020	\$3,122,809
✔ Allowable Levy Growth Factor	1.0181
✔ PILOTs Receivable FYE 2021	\$8,875,626
✔ Available Carryover from FYE 2020	---
Tax Levy Limit Before Adjustments/Exclusions	\$203,618,170
Exclusions	
✔ Tort Exclusion	\$0
✔ Capital Tax Levy Exclusion FYE2021	\$3,698,804
✔ Teachers' Retirement System Exclusion	\$0
✔ Employees' Retirement System Exclusion	\$0
Total Exclusions	\$3,698,804
Your FYE 2021 Tax Levy Limit, Adjusted for Transfers plus Exclusions	\$207,316,974

Draft Budget Detail – Benefits

Budget Account	Description	2020-2021 Proposed Budget	2019-2020 Adopted Budget	Dollar Change	Percent Change	2018-2019 Actual Expenditure	2017-18 Expense
9010	State Retirement	3,000,000	3,000,000		0.00%	2,814,500	2,853,311
9020	Teachers' Retirement	10,740,935	9,909,500	831,435	8.39%	11,183,043	10,199,765
9030	Social Security	9,572,070	9,648,064	-75,994	-0.79%	9,104,258	9,120,791
9040	Workers' Compensation	730,000	730,000		0.00%	626,925	629,433
9045	Life Insurance	218,000	205,000	13,000	6.34%	217,722	205,273
9050	Unemployment Insurance	50,000	50,000		0.00%	22,069	43,269
9055	Disability Insurance	105,000	105,000		0.00%	67,279	55,763
9060	Hospital, Medical, Dental Insurance	30,651,664	30,360,112	291,552	0.96%	28,079,774	26,477,642
9065	Dental	905,000	900,000	5,000	0.56%	884,211	757,946
9070	Union Welfare Benefits	225,000	225,000		0.00%	225,000	225,000
9089	Other	355,200	411,882	-56,682	-13.76%	244,153	280,797
Total General Fund		56,552,869	55,544,538	1,008,331	1.82%	53,468,934	50,928,990

Concerns:

- Future TRS & ERS obligations based on market returns
- Health insurance costs increases in the future
- Unemployment insurance increases in the event of excessing of positions.



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

(State Aid)

(Local Revenue)

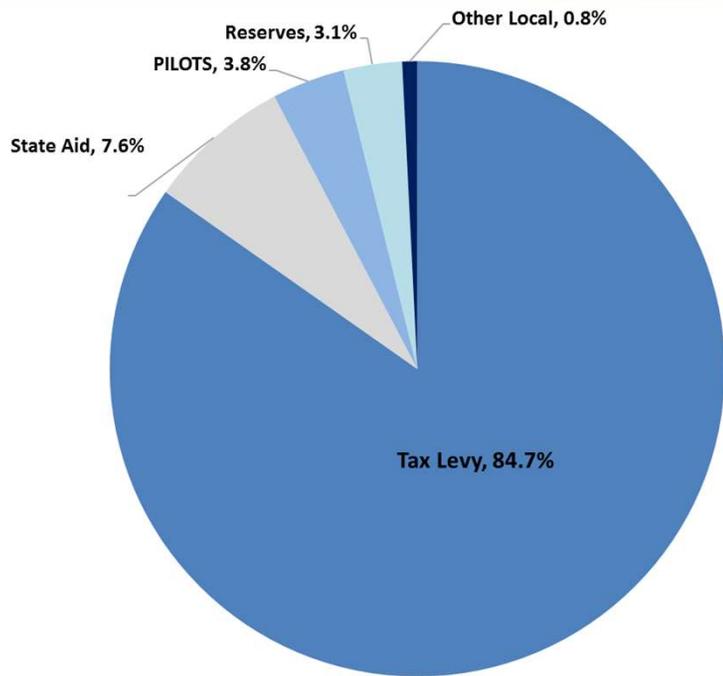
(Reserves)

Tax Levy

State Aid

STATE AID	PROPOSED BUDGET 2019-20	Executive Budget	Legislative Budget
		1/20 PROPOSED BUDGET 2020-21	3/31/20 PROPOSED BUDGET 2020-21
FOUNDATION AID	8,527,805	13,794,939	8,527,586
EXCESS COST AID/PRIVATE	514,890	408,030	412,310
EXCESS COST AID/PUBLIC HI COST	437,078	486,268	490,273
BOCES AID	3,908,969		3,724,467
TRANSPORTATION AID	2,159,933	2,127,290	2,127,290
BUILDING AID	1,087,920	1,281,469	1,276,709
HARDWARE & TECHNOLOGY	38,058		41,504
TEXTBOOK/SOFTWARE/LIBRARY AIDS	546,474		555,550
HIGH TAX AID	697,595		697,595
PANDEMIC ADJUSTMENT			-221,042
FEDERAL CARES RESTORATION			221,042
NET STATE AID	17,918,722	18,097,996	17,853,284

State Aid



Based on 2019-20 Revenue

State Aid = Approximately 8% of District Revenue

cuts in aid could = \$2 to \$4 million in budget reductions

Transportation Expenses & Aid

Budget Account	Description	2020-2021 Proposed Budget	2019-2020 Adopted Budget	Dollar Change	Percent Change	2018-2019 Actual Expenditure	2017-18 Expense	2020-2021 Proposed FTE	2019-2020 Current Year FTE
5510-160-00-0000	Non-Inst Salaries	194,988	193,448	1,522	0.79%	192,318	189,101	2.0000	2.0000
5510-161-00-0000	Noninstructional P/T Sal	47,570	0	47,570	****.***%	0	0	1.4000	1.4000
5510-162-00-0000	Non-Inst Overtime-UoF	1,400	1,400	0	0.00%	0	1,038	0	0
5510-400-00-0000	Contractual Svc	0	0	0	0.00%	26,000	0	0	0
5510-500-00-0000	Supplies	850	850	0	0.00%	1,122	436	0	0
5510 Function Subtotal		244,788	195,696	49,092	25.09%	219,440	190,578	3.4000	3.4000
5540-400-00-0000	Contractual Svc	8,941,136	8,858,000	83,136	0.94%	8,504,676	8,177,208	0	0
5540-424-00-0000	Gasoline	250,000	250,000	0	0.00%	205,271	214,587	0	0
5540-454-00-0000	Field Trips	280,000	280,000	0	0.00%	255,294	271,835	0	0
5540-455-00-0000	Athletic Trans	670,000	650,000	20,000	3.08%	649,303	629,835	0	0
5540-458-00-0000	Field Trips-Academic Comp	105,000	48,200	56,800	127.27%	103,308	66,942	0	0
5540-459-00-2500	Field Trips-Music	52,000	35,000	17,000	48.57%	44,932	7,320	0	0
5540-460-00-0000	Software	20,000	7,500	12,500	166.67%	4,150	7,150	0	0
5540 Function Subtotal		10,318,136	10,126,700	191,436	1.89%	9,766,934	9,374,877	0	0
5581-460-00-0000	BOCES Svc	0	47,210	-47,210	-100.00%	6,395	0	0	0
5581 Function Subtotal		0	47,210	-47,210	-100.00%	6,395	0	0	0
Total General Fund		10,562,924	10,369,606	193,318	1.86%	9,992,769	9,565,455	3.4000	3.4000

Transportation Expenses are partially offset by Transportation Aid. Aid is projected at \$2.1 million, but is based on expenses, which are uncertain for 2019-20

Local Revenue - 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*)

Local Revenue – Restricted Reserves

Total Restricted Reserves = \$26.2 Million

\$3.8 Million planned to support 2020-21 Budget, same level as 2019-20

	<u>2019</u>
General Fund	
Restricted	
Workers' compensation	\$ 3,438,156
Unemployment insurance	775,564
Retirement contribution	
Teachers' retirement system	2,076,535
Employees' retirement system	15,860,129
Insurance	309,087
Employee benefit accrued liability	3,513,346
Capital	36,229
Repairs	170,067

Reserve Balances from Audited Financial Statements

Local Revenue – Fund Balance

Planned use of appropriated fund balance to support the budget:

	2019-20 Budget	2020-21 Budget as of 3/12	Updated 2020-21 Budget
Appropriated for Capital Projects	2,200,000	2,815,000	?
General Appropriation	1,200,000	1,200,000	?
Total Fund Balance	3,400,000	4,015,000	?

2020-21 Budget Planning – Next Steps

- **Continue to make revisions & reductions to prepare for revenue decreases**
- **April 30th update on State Aid**
- **Anticipate update on budget vote and related budget deadlines**