
Proposed 2017-2018 Budget

Capital & Program
Component Overview
March 9, 2017



Proposed Budget

Budget Overview

- Administrative Component Re-cap
- 3-Part Budget Update

Capital Component

- Overview
- Est. 2017-2018 Budget

Program Component

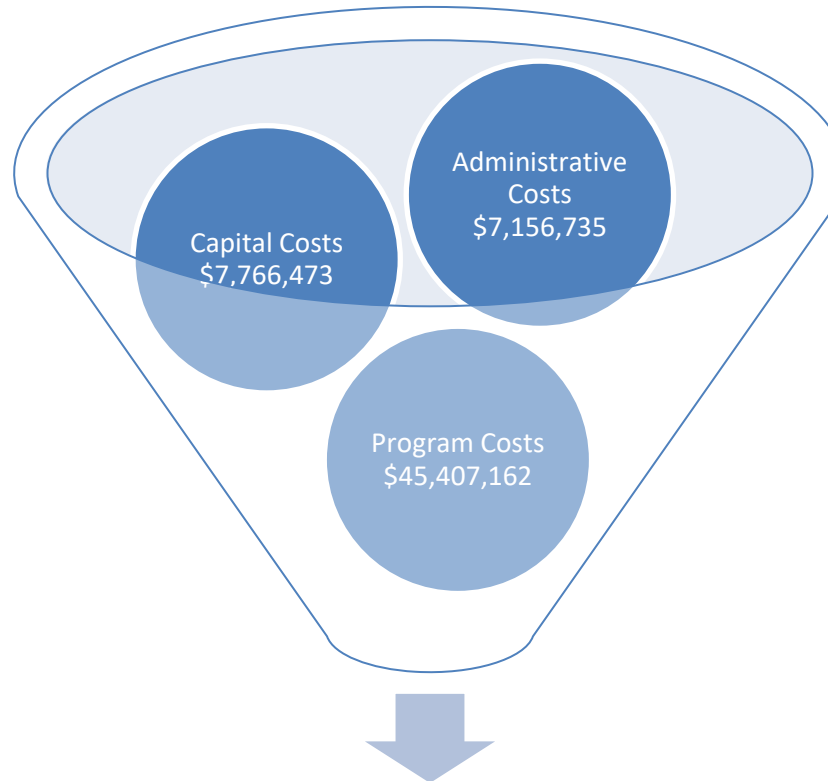
- Overview
- Est. 2017-2018 Budget

Revenue

- Fund Balance
- Tax Cap
- State Aid



Total Proposed Budget



Total Budget \$60,330,370



Administrative Component Update

- Open enrollment for Health Insurance closed mid-December; all changes have been effectuated in the new budget
- Teachers Retirement System Rate decreased from the projected 10.5% provided in November to 9.8%
- Further review of contractual lines vs. actual expenditures provide for more accurate budgets
- Security costs were transferred out of Administrative expenditures and into Capital as per accounting regulations



Capital Component

- Capital consists of
 - Buildings and Grounds maintenance
 - Snow Removal
 - Cleaning of buildings
 - Field Maintenance
 - Special Projects
 - Utilities Costs
 - Gas
 - Electric
 - Water
 - Garbage
 - Phones
 - Security
 - District Debt



Capital Component

- Salaries consist of the following contractual obligations:
 - Facilities Director & Clerical Support
 - Maintenance Crew
 - Custodial Crew
 - Substitutes for maintenance and custodial
 - Overtime for maintenance and custodial
- Benefits related to above individuals by contract
 - Health Insurance
 - Dental Insurance
 - Life Insurance
 - Long Term Disability
 - Retirement Systems (ERS)
 - Payroll Taxes
 - Medicare Reimbursements for retirees within this category



2017-18 Capital Budget

Category	2016-2017 Approved Budget	2017-2018 Proposed Budget *
Salaries	\$2,163,446	\$2,179,828
Benefits	\$1,332,099	\$1,270,566
Supplies	\$262,500	\$375,000
Contractual (includes Utilities)	\$1,325,394	\$1,653,365
Equipment	\$35,700	\$35,700
Debt	\$2,140,764	\$2,252,014
Total Capital Budget	\$7,259,903	\$7,766,473**

**6.98% increase budget to budget due to moving
security contract expense
(\$390,500) from Administrative Component



*estimates as of February 28, 2017

Program Component

- Goal for 2017-2018 is to maintain all instructional programs from 2016-2017 along with the addition of the AP Capstone Program at JGHS
- Regulations and Educational Policy continue to change; Elwood continues to work within our budget to keep in compliance with all regulations
- PTA/Booster Club/EEE/EAC continue to support our educational programs on an annual basis



Program Component

- Co-Curricular Programs currently supported by Booster/PTA have been absorbed into the proposed 2017-18 budget:
 - JGHS – Table Tennis, Diversity Club, Technology Club, Fashion Club, Girls Learn International, Poetry Club, Spanish Club
 - EMS – ESL Club, International Club, Robotics Club, Math Club, Newspaper and Community Service



Program Component

- Boyd and Harley continue to see a decline in enrollment. Reduction to staff in these buildings are through attrition.
- Class sizes to remain at the level they are for current year (see next slide)

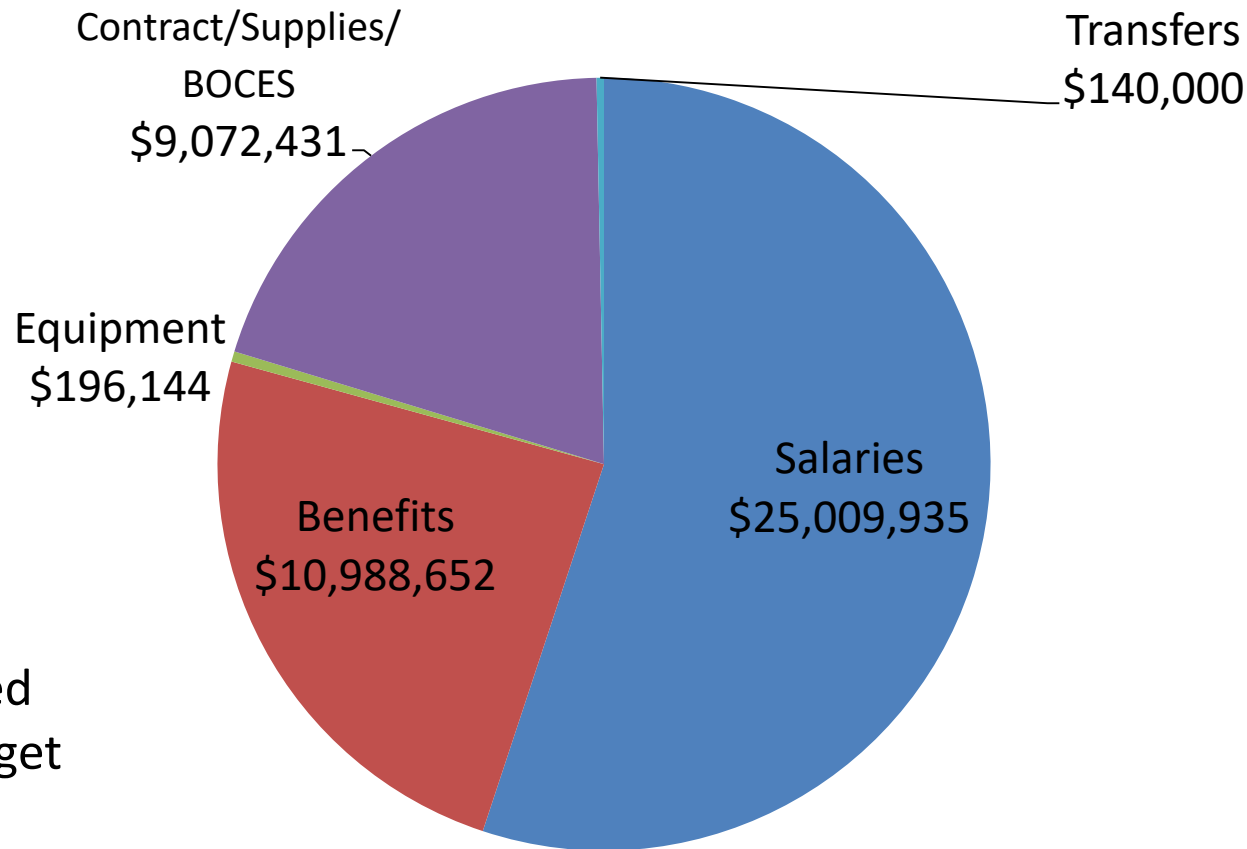


Elementary Class Sizes

Grade	2016-2017 Enrollment	2017-2018 Projected Enrollment
Kindergarten	129 - 6 sections	129- 6 sections
First	138 - 6 sections	129 - 6 sections
Second	143 - 6 sections	138 - 6 sections
Third	142 - 6 sections	146 - 6 sections
Fourth	162 - 7 sections	142 - 6 sections
Fifth	181 - 7 sections	162 - 7 sections



Proposed Program Budget



Total Proposed
Program Budget
\$45,407,162



Fund Balance Projections

- 2017-2018 Projections vary based on the following items:
 - Revenue/Expenditures for balance of school year are estimates and subject to change
 - Projected Fund Balance range is 3.0%-3.7% based on these variables
 - Proposed 2017-18 budget does not adjust the appropriated fund balance of \$1.5m,
 - Proposal to keep \$1.5m appropriated with the anticipation of receiving a portion of the back-aid due to Elwood
 - It is anticipated the \$500,000 from BK Elwood will be recognized in March 2017
 - Recommend allocating this funding source directly to Employee Retirement Reserve for future use



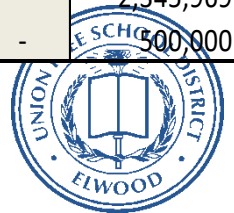
Fund Balance Categories

- Unemployment Reserve – available to pay for the cost of reimbursing the State Unemployment Insurance Fund for payments made to claimants. Created without voter approval and funded by budgetary appropriations.
- Retirement Contributions – available to finance retirement contributions payable to the NY State and Local Employees' Retirement System (ERS). Created without voter approval and funded with budgetary appropriations.
- Employee Benefit Accrued Liability (EBALR) – available for the cash payment of accrued and accumulated but unused sick leave, personal leave, vacation time and other benefits earned by employees and payable upon termination, that are not covered by another existing reserve fund. Created without voter approval and funded with budgetary appropriations.
- Debt Service Fund – Required when outstanding obligations remain at the time of the sale of a school district property or capital improvement that was financed by obligations; proceeds from the sale are deposited into the fund



Fund Balance Projections

Revenues	2015-2016	2016-2017		2017-2018		2018-2019		2019-2020	
	Actual	Assumption	Budget	Assumption	Budget	Assumption	Budget	Assumption	Budget
Total Revenues	\$ 57,993,298		\$ 58,120,854		\$ 60,195,250		\$ 61,020,587		\$ 61,565,110
Expenditures	2016-2017		2017-2018		2018-2019		2018-2019		
	Actual	Assumption	Budget	Assumption	Budget	Assumption	Budget	Assumption	Budget
Total Expenditures	\$ 57,031,388		\$ 57,857,030		\$ 59,128,195		\$ 60,522,312		\$ 62,119,195
Operating Surplus (Deficit)	\$ 961,910		\$ 263,824		\$ 1,067,055		\$ 498,275		\$ (554,085)
Reserve Funds	Balance	Appropriate	Balance	Appropriate	Balance	Appropriate	Balance	Appropriate	Balance
Total Reserves	\$ 5,639,400	\$1,500,000	\$ 5,904,751	\$1,000,000	\$ 5,956,102	\$ 500,000	\$ 5,614,332	\$ 500,000	\$ 5,621,497
Retirement Contribution	611,132	250,584	861,716	2 500,000	1,361,716	1,200	1,362,916	600	1,363,516
Unemployment Insurance	13,489	71	13,560	75	13,635	80	13,715	75	13,790
Employee Benefit/Acc Liab	1,232,685	6,476	1,239,161	6,500	1,245,661	6,850	1,252,511	6,400	1,258,911
Debt Service	15,652	82	15,734	90	15,824	100	15,924	90	16,014
Nonspendable: (prepaids)	-	-	-	-	-	-	-	-	-
Assigned (carry-over)	123,297	-	123,297	-	123,297	-	123,297	-	123,297
Unappropriated	2,143,145	8,138	2,151,283	44,686	2,195,969	150,000	2,345,969	-	2,345,969
Appropriated	1,500,000	-	1,500,000	(500,000)	1,000,000	(500,000)	500,000	-	500,000



*Assumptions for 2016-17 and beyond, all estimates subject to change

*Assumes back-aid and BK Elwood payment spread out over 3 years (2016-2019)

Property Tax Levy Cap

- Restricts the limit a school district can raise the annual levy
- Formula used to calculate levy limit using the lesser of CPI or 2% (due to comptroller March 1, 2017)
- CPI Received January 20th (1.26%)
- Elwood Tax Levy Limit is calculated at 1.864%



Property Tax Levy Cap

Tax Levy Limit Cap Before Adjustments and Exclusions

2016-2017 Tax Levy	\$ 43,846,880.00
x Tax Base growth factor (as reported by Comptroller)	1.0030
	\$ 43,978,420.64
+ PILOT 2016-2017	\$ 167,824.00
	\$ 44,146,244.64
- Prior Year Exemptions (Debt Service)	\$ 457,083.00
Adjusted Prior Year Tax Levy	\$ 43,689,161.64

x Allowable Growth Factor (lesser of CPI or 2%)	1.0126
	\$ 44,239,645.08
- PILOT for 2017-2018	\$ 202,329.00
	\$ 44,037,316

CPI = 1.26%

+ Prior Year Carry-over	
Total Levy Limit	\$ 44,037,316.08

+ 2017-2018 Exemptions	
ERS	\$ -
TRS	\$ -
Capital Exclusions	\$ 626,927.50

Capital Exclusion
equals district debt
less 2017-18
building aid

Tax Levy Limit Plus Exclusions	\$ 44,664,243.58
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Tax Levy Increase for 2017-2018 as a percent	1.864%
	\$ 817,363.58



State Aid Projections

- Governors Proposal includes increase in Foundation Aid
- Increase in expense based aid
- Decrease in building Aid (due to expiring projects)
- Net impact on State Aid = FLAT
- Awaiting final state budget April 1, 2017



Proposed Revenue Budget

Revenue Source	2016-2017 Budgeted Revenue	2017-2018 Proposed Revenue
Property Taxes	\$43,846,880	\$44,664,243
Tuition	\$333,676	\$230,668
Payment in Lieu of Taxes (PILOT)	\$167,825	\$203,585
Rental of Property	\$10,000	\$40,000
Miscellaneous	\$231,500	\$309,543
State Aid	\$13,368,718	\$13,382,331

- Property Taxes within the allowable levy limit
- Tuition expenses fluctuate as other districts show interest in our programs
- Rental of Property increase projected due to new building use fee schedule
- Miscellaneous includes refunds from prior year BOCES Expenses; interest earned, premium on annual TAN
- State Aid is as of January 2017 Governor's Proposal



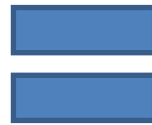
Revenue Budget

- Final State Aid numbers expected to be received April 1
 - Potential increase in aid provides some options:
 - a) Assist with allocating funds to support our English Language Learners (current budget is supported by Grant Funding)
 - b) Reduce Fund Balance allocation
 - c) Increase class offering at EMS and HS level
 - d) Enhance Academic Intervention Services



Balanced Budget*

2017-2018 Proposed
Expenditure Budget
\$60,330,370



2017-2018 Proposed
Revenue Budget
\$60,330,370

* Estimates as of February 28, 2017



Upcoming Meeting Information

- Budget Workshop April 6th
 - 7:30pm EMS Library
 - Final Budget Review
 - Possible Adoption of Budget by BOE



QUESTIONS

