



Budget 2019-20

Preliminary Budget Plan-Draft

March 25, 2019

Board of Education Meeting



Governor's Proposal Summary-19-20

- Tax Levy Limit (cap) to be made permanent
- School Funding Equity Plan- reporting by district
- State aid increase of nearly \$1 billion
- Community school set-aside
- Consolidation of Reimbursement Aid categories
- Building Aid adjustments
- APPR changes
- Student Mental Health Services
- Extreme Risk Protection Orders
- School bus stop-arm cameras



Tax Levy Limit, Before Adjustments and Exclusions

Real Property Tax Levy FYE 2019	\$29,094,906
Tax Cap Reserve Offset from FYE 2018 Used to Reduce FYE 2019 Levy	\$69,553
Total Tax Cap Reserve Amount (Including Interest Earned) from FYE 2019	---
Tax Base Growth Factor	1.0068
PILOTs Receivable FYE 2019	\$3,711,617
Tort Exclusion Amount Claimed in FYE 2019	\$0
Capital Tax Levy Exclusion FYE2019	\$794,490
Allowable Levy Growth Factor	1.0200
PILOTs Receivable FYE 2020	\$3,711,617
Available Carryover from FYE 2019	---
Tax Levy Limit Before Adjustments/Exclusions	\$29,213,885

Exclusions

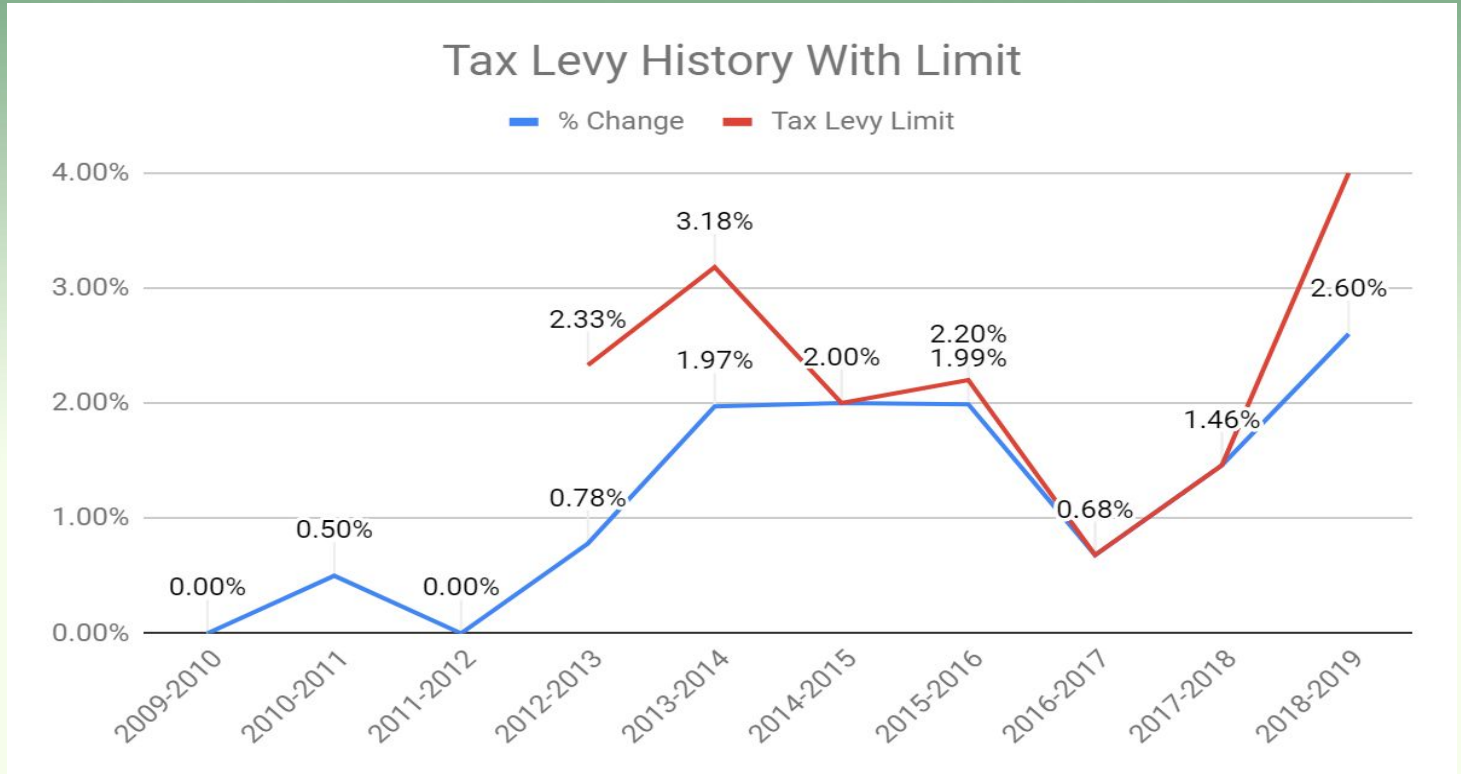
Tort Exclusion	\$0
Capital Tax Levy Exclusion FYE2020	\$748,794
Teachers' Retirement System Exclusion	\$0
Employees' Retirement System Exclusion	\$0
Total Exclusions	\$748,794
Your FYE 2020 Tax Levy Limit, Adjusted for Transfers plus Exclusions	\$29,962,679
Total Tax Cap Reserve Amount Used to Reduce FYE 2020 Levy---	
FYE 2020 Proposed Levy, Net of Reserve	\$29,962,679
Difference Between Tax Levy Limit and Proposed Levy	\$0

Schalmont's Budget Vote History

Year	Proposed Budget	Vote Result	Yes	No	Tax Levy Increase
2008-09	\$41,550,000	Passed	52%	48%	2.99%
2009-10	\$42,325,000	Passed	62%	38%	0%
2010-11	\$42,325,000	Passed	60%	40%	0.5%
2011-12	\$41,770,000	Passed	74%	26%	0%
2012-13	\$41,925,000	Passed	70%	30%	0.78%*
2013-14	\$43,173,155	Passed	73.8%	26.2%	1.97%*
2014-15	\$44,554,730	Passed	68%	32%	2.00%
2015-16	\$45,797,561	Passed	67.7%	32.3%	1.99%*
2016-17	\$46,570,427	Passed	73.5%	26.5%	0.68%
2017-18	\$47,246,386	Passed	66.9%	33.1%	1.46%
2018-19	\$48,636,823	Passed	66.8%	33.2%	2.6%



Fiscal Responsibility





2019-20 Funding sources

Revenue:

- State aid
- School tax levy limit -taxpayers contribution
- Consistent use of fund balance and reserves as in previous years
- Grants

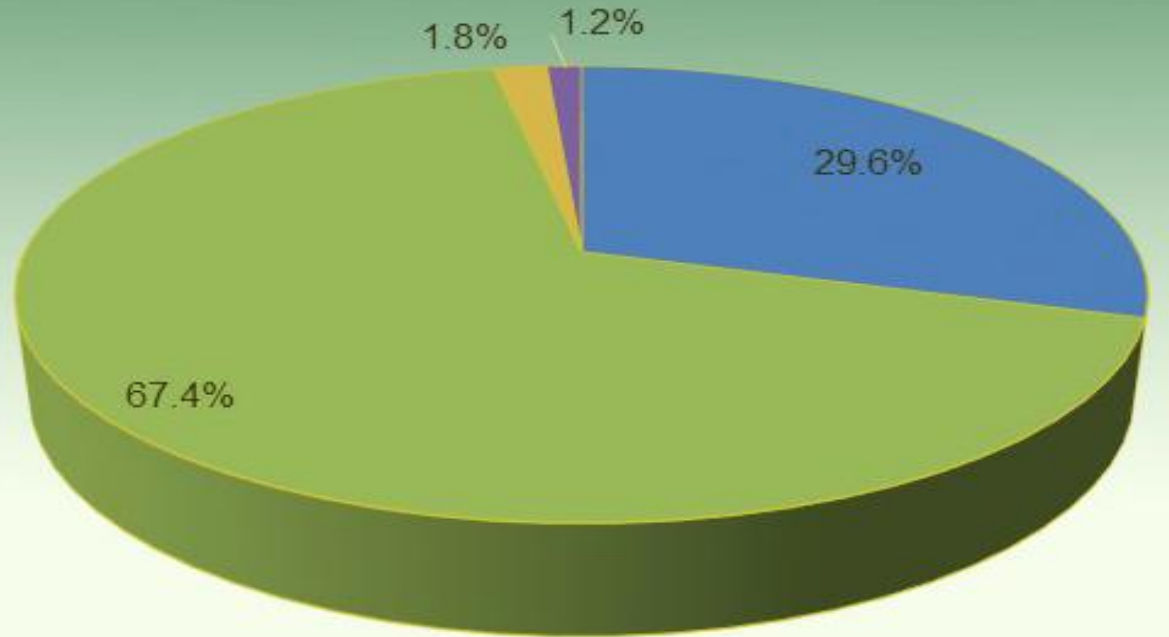


Schalmont State Aid

School Year	Total State Aid
2009-10	\$11,273,390 (includes federal aid)
2010-11	\$12,081,560 (includes federal aid)
2011-12	\$11,212,470 (includes federal Jobs Bill)
2012-13	\$11,278,588
2013-14	\$11,878,588
2014-15	\$12,266,920
2015-16	\$13,226,542
2016-17	\$13,819,770
2017-18	\$14,377,179
2018-19	\$14,667,463
2019-2020	\$13,981,012(Governor's Proposed Budget)



Revenue: Current School Year 2018-19



■ State Aid ■ Local Share ■ Fund Balance/Reserves ■ Other



Property Tax Levy Cap

School Board Considerations

- **Option 1:** Propose a budget requiring a tax levy before exemptions *at or below* the tax levy limit prescribed by law
 - Requires a simple majority (50% + voter approval)
- **Option 2:** Propose a budget requiring a tax levy before exemptions *above* the tax levy limit
 - Requires a super majority (60% voter approval)
 - Requires a statement on ballot



Budget Landscape

Fund Balance & Reserves-February 2019

- Unemployment Insurance: \$300,000
- Retirement Contributions: \$2,352,058
- Employee Benefit Accrued Liability: \$1,583,355
- Tax Certiorari: \$179,872
- Capital: \$3,300,500
- Undesignated Fund Balance: \$3,246,106



Prior Years Fund Balance Used

14/15 \$ 644,778

15/16 \$1,102,722

16/17 \$1,058,684

17/18 \$ 956,236

18/19 \$ 899,361



Budget Outlook: 2019-20

Rollover Budget

Expenses:

- Maintains all current programs and services
- Increasing expenses anticipated through cost of living, contracts, etc.
- Costs associated with mandates, new regs and new initiatives



Significant Budget Expenses

Expenses	2018-19 Adopted Budget	Increase	2019-20 Draft Budget	% of Total Budget
Instructional Salaries	\$15,095,451	\$519,599	\$15,615,050	31.85%
Admin Salaries	\$1,415,402	\$78,853	\$1,494,255	3.04%
Non-Inst. Salaries	\$4,882,000	\$344,350	\$5,226,350	10.66%
BOCES	\$4,152,500	\$168,400	\$4,320,900	8.81%



Budget Outlook: 2019-20

Possible Budget Scenario	
Current School Year Budget (2018-19)	\$48,636,823
Estimated Rollover Budget for 2019-20	\$49,250,397
Revenue	\$47,946,433
Potential Budget Gap	\$1,303,964



Budget Outlook: 2019-20

Closing the Budget Gap

Goals:

- Be sensible and strategic
- Be sensitive to taxpayers, employees and the community
- Maintain the integrity of educational programs; look to maintain new staff and initiatives for students (e.g.-mental health staff, CTE offerings, PTech)
- Continue to address declining enrollment
- Discuss and explore potential cuts to non-mandated programs and services



Budget recommendation-Cost Additions

1. Maintain all current programs and costs
2. Add funds for Profile of a Graduate/Strategic Plan development and implementation
3. Add 1.0 FTE K-4
4. Add 1.0 AIS FTE K-4
5. Add 1.0 SPED FTE K-12
6. Add 1.0 Teacher Asst for Transition services (SWD)
7. Add 0.6 STEM integration teacher MS
8. Add Stipend for Art Honor Society HS



Budget Recommendation -Reductions

1. Teacher retirement cost breakage
2. Restructure non-instructional positions from retirements-cost breakage



Budget Proposal

Rollover Gap-Maintain	\$1,303,964	
Additions	\$236,000	
Total	\$1,539,964	
Reductions	\$315,000	
Total	\$1,224,964	
Tax Levy	\$581,898	2.0%
	\$643,066	
Fund Balance	\$643,066	

Stay Informed and Engaged!

Your participation is vital to the budget process

- Stay tuned for information via:
 - School e-mail system announcements
 - E-mails/letters from the superintendent
 - Board meeting agendas/minutes
 - Budget section of www.schalmont.org
 - School News Notifier district alert
 - Facebook and Twitter