

# Homer Central School District BOE Presentation

January 23, 2018

Please Note: All Estimated Budget Numbers Are Subject To Change

# Governor Cuomo's 2018-19 Executive Budget Proposal

<b>Aid Category</b>	<b>2017-18 Budgeted</b>	<b>2018-19 Governor</b>	<b>Change</b>
<b>Foundation Aid</b>	<b>\$15,301,634.00</b>	<b>\$15,529,449.00</b>	<b>\$227,815.00</b>
<b>BOCES Aid</b>	<b>\$1,957,357.00</b>	<b>\$1,972,752.00</b>	<b>\$15,395.00</b>
<b>High Cost/Excessive Cost</b>	<b>\$97,148.00</b>	<b>\$126,651.00</b>	<b>\$29,503.00</b>
<b>Private Excess Cost</b>	<b>\$116,705.00</b>	<b>\$77,902.00</b>	<b>(\$38,803.00)</b>
<b>Hardware</b>	<b>\$34,601.00</b>	<b>\$34,389.00</b>	<b>(\$212.00)</b>
<b>Software, Library, Textbook</b>	<b>\$157,157.00</b>	<b>\$156,261.00</b>	<b>(\$896.00)</b>
<b>Transportation</b>	<b>\$2,124,917.00</b>	<b>\$2,339,502.00</b>	<b>\$214,585.00</b>
<b>Building Reorg Incentive</b>	<b>\$3,566,929.00</b>	<b>\$3,690,968.00</b>	<b>\$124,039.00</b>
	<b>\$23,356,448.00</b>	<b>\$23,927,874.00</b>	<b>\$571,426.00</b>

# Impact of the Governor's Proposal:

Regardless of other factors, the Governor's proposal is insufficient to the needs of the Homer Central School district because it:

- Continues its inequitable distribution of Foundation Aid
  - Full distribution of Foundation Aid \$18,636,268
  - Proposed 18-19 Foundation Aid \$15,529,449
  - Difference **\$ 3,106,819**
- Fails miserably to fulfill the constitutional obligation of the State of New York with regard to funding public school districts.

# Homer CSD 2018-19 Budget Projections

## Revenues

Sources	2015-16 Audited	2016-17 Audited	2017-18 Budgeted	2018-19 Proposed	Notes
New York State Aid	\$21,599,969.00	\$22,999,294.00	\$23,356,448.00	\$23,927,874.00	\$571,426.00
Local Sources/E-Rate/Misc.	\$614,946.00	\$626,717.00	\$581,000.00	\$581,000.00	No Increase
Tax Levy/STAR	\$15,968,360.00	\$15,979,650.00	\$15,933,460.00	\$15,933,460.00	No Increase to Tax Levy
Reserves	\$290,159.00	\$323,762.00	\$308,234.00	\$308,234.00	No Increase
Medicaid-Federal Sources	\$23,530.00	\$26,635.00	\$25,000.00	\$25,000.00	No Increase
Net Change in Fund Balance			\$680,000.00	\$680,000.00	No Increase
Financing for Projects		\$2,876,449.00			Not Applicable
Audited/Approved Revenue	\$38,496,964.00	\$42,832,507.00	\$40,884,142.00	\$41,455,568.00	
		Change 15-16 to 16-17	Change 16-17 to 17-18	Change 17-18 to 18-19	
		11.3%	-4.5%	1.40%	

# Homer CSD 2018-19 Budget Projections

## Expenditures

	2015-16 Audited	2016-17 Audited	2017-18 Approved Budget	Budget Estimates
Audited/Budgeted Expense	\$ 38,343,510.00	\$42,826,259.00	\$ 40,884,142.00	\$ 42,165,168.00
		Change 15-16 to 16-17	Change 16-17 to 17-18	Change 17-18 to 18-19
		12%	-5%	3%

18-19 Estimated Expenditures

\$ 42,165,168.00

18-19 Estimated Revenues

-  
\$ 41,455,568.00

Potential Gap

\$ 709,600.00

# Homer CSD “TAX CAP” & Actual Levy Comparison

<b>Year</b>	<b>Tax Levy Threshold</b>	<b>Actual Tax Levy Increase</b>
<b>2012-13</b>	<b>2.67%</b> <b>\$396,812</b>	<b>2.67%</b> <b>\$396,812</b>
<b>2013-14</b>	<b>4.49%</b> <b>\$684,310</b>	<b>3%</b> <b>\$457,223</b>
<b>2014-15</b>	<b>1.88%</b> <b>\$ 295,364</b>	<b>1.50%</b> <b>\$235,470</b>
<b>2015-16</b>	<b>1.76%</b> <b>\$280,806</b>	<b>0%</b> <b>\$0</b>
<b>2016-17</b>	<b>.46 %</b> <b>\$73,287</b>	<b>0%</b> <b>\$0</b>
<b>2017-18</b>	<b>1.85%</b> <b>\$295,143</b>	<b>0%</b> <b>\$0</b>

# PROPERTY “TAX CAP”

## Tax Levy Limit

There is not a 2% tax cap – but a tax levy threshold with a voter approval requirement.

The actual allowable tax levy increase will vary by district.

The formula allows for certain expenses to be exempt from the threshold calculation, thereby affording districts some relief from certain high cost expenditures beyond their control

In effect through at least 2016-17. Thereafter, it remains in effect only as long as NYC rent control laws call for it.

Chapter 97 leaves the current contingency budget requirements/restrictions in place.

[http://www.youtube.com/watch?feature=player\\_embedded&v=N-Eah8115B0](http://www.youtube.com/watch?feature=player_embedded&v=N-Eah8115B0)

# Homer CSD Salaries

	2015-16 Actual	2016-17 Actual	2017-18 Budgeted Adjusted	2018-19 Estimated
Instructional	\$14,046,640.00	\$13,891,751.00	\$14,232,184.00	\$14,314,481.00
Non Instructional	\$1,154,401.00	\$1,130,323.00	\$1,225,055.00	\$1,261,806.00
Co-Curricular/Coaching	\$517,539.00	\$514,529.00	\$558,887.00	\$572,859.00
Transportation	\$1,113,805.00	\$1,064,640.00	\$1,140,444.00	\$1,084,295.00
Operations/Maintenance	\$841,251.00	\$901,745.00	\$965,420.00	\$994,382.00
General Fund Total	\$17,673,636.00	\$17,502,988.00	\$18,121,990.00	\$18,227,823.00
Federal Grant Salaries	\$928,228.00	\$984,856.00	\$1,033,119.00	\$1,000,000.00
			Includes Pre-K	Includes Pre-K
Total All Salaries	\$18,601,864.00	\$18,487,844.00	\$19,155,109.00	\$19,227,823.00



# Homer CSD Benefits

	<b>2014-15</b>	<b>2015-16 Actual</b>	<b>2016-17 Actual</b>	<b>2017-18 Budgeted</b>	<b>2018-19 Estimated</b>
<b>TRS</b>	<b>\$2,522,111.00</b>	<b>\$2,102,282.00</b>	<b>\$1,754,654.00</b>	<b>\$1,800,000.00</b>	<b>\$1,800,000.00</b>
<b>ERS</b>	<b>\$500,913.00</b>	<b>\$501,614.00</b>	<b>\$398,017.00</b>	<b>\$450,000.00</b>	<b>\$390,000.00</b>
<b>FICA-Workers Compensation</b>	<b>\$1,390,310.00</b>	<b>\$1,354,992.00</b>	<b>\$1,423,651.00</b>	<b>\$1,518,144.00</b>	<b>\$1,575,144.00</b>
<b>Health &amp; Dental Insurance</b>	<b>\$4,272,481.00</b>	<b>\$4,695,707.00</b>	<b>\$4,752,995.00</b>	<b>\$5,422,000.00</b>	<b>\$5,715,000.00</b>
<b>TOTAL</b>	<b>\$8,685,815.00</b>	<b>\$8,654,595.00</b>	<b>\$8,329,317.00</b>	<b>\$9,190,144.00</b>	<b>\$9,480,144.00</b>
	<b>Change 2017-18 to 2018-19</b>				<b>\$290,000.00</b>

# Homer CSD Debt Service Overview

	<b>2014-15 Actual</b>	<b>2015-16 Actual</b>	<b>2016-17 Actual</b>	<b>2017-2018 Budgeted</b>	<b>2018-19 Estimated</b>
<b>Building Debt</b>	\$4,196,962.00	\$4,205,450.00	\$7,860,264.00	\$4,332,475.00	\$4,328,050.00
<b>Bus Debt</b>	\$522,731.00	\$383,606.00	\$298,250.00	\$203,850.00	\$121,050.00
<b>Total Debt</b>	\$4,719,693.00	\$4,589,056.00	\$8,158,514.00	\$4,536,150.00	\$4,449,100.00

**Building Debt Increase in 2016-17 due to payoff of BAN Principal and Interest for 20.9 million dollar Capital project.**

**Estimated 2018-19 Decrease in Bus Debt is due to Leasing of Buses.**

# Homer CSD Reserves

Fund	2016-17	2017-18	2018-19	2019-20	2020-21
EBLR (Employee Benefit Liability Reserve)	\$1,835,429.00	\$1,835,429.00	\$1,835,429.00	\$1,835,429.00	\$1,835,429.00
Unemployment Reserve	\$247,549.00	\$247,549.00	\$247,549.00	\$247,549.00	\$247,549.00
ERS Reserve	\$1,603,859.00	\$1,603,859.00	\$1,603,859.00	\$1,603,859.00	\$1,603,859.00
Capital Reserve	\$382,841.00	\$531,357.00	131,357.00	131,357.00	131,357.00
Tax Certiorari	\$200,002.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00
Workers Compensation	\$1,065,310.00	\$1,065,310.00	\$1,065,310.00	\$1,065,310.00	\$1,065,310.00
<b>Total</b>	<b>\$5,334,990.00</b>	<b>\$5,483,504.00</b>	<b>\$5,083,504.00</b>	<b>\$5,083,504.00</b>	<b>\$5,083,504.00</b>
<b>Net Change</b>		\$148,514.00	(\$400,000.00)	\$0.00	\$0.00
<b>Debt Service</b>	<b>\$6,048,641.00</b>	<b>\$5,740,407.00</b>	<b>\$5,432,173.00</b>	<b>\$5,123,939.00</b>	<b>\$4,815,705.00</b>
<b>Expensed</b>		<b>\$308,234.00</b>	<b>\$308,234.00</b>	<b>\$308,234.00</b>	<b>\$308,234.00</b>

**Debt Service Fund would be fully expensed by 2036-37 School Year at this rate.**

# Considerations

Additional Pre-K Programming

Enrollment Driven Staffing through attrition

Special Education Planning

Tech Bond Planning

Continuation of Innovation Classrooms