

Levittown Public Schools

Budget Overview, Five-Year Projection and Fund Balance



Presentation to the Board of Education
William J. Pastore
Assistant Superintendent for Business
March 1, 2017

Budget Planning Calendar

November, 2016

- Meet with Central Office team and budget builders to discuss developing initiatives and budget parameters.

December, 2016

- District administrators enter proposed budgets into Finance Manager.
- Budget Builders meet with Central Office to discuss proposed budget.
- Salaries are projected and incorporated into the working budget.
- Preliminary health care and retirement costs are projected and incorporated into the working budget.

January, 2017

- Draft of budget submitted to Superintendent for review/comments/changes.
- January 11, 2017 - Present the First Draft of the 2017-2018 budget, along with the Operations and Maintenance Budget and Transportation Budget.
- January 25, 2017 - Present the Curriculum and Instruction budget and Athletic budgets.

Budget Planning Calendar

February, 2017

- Continue to review, update and refine the budget.
- February 8, 2017-Present Special Education budget
- February 15, 2017 - Present the Tax Cap Calculation and possible capital projects.
- Tax Levy Limit Calculations must be uploaded to Comptroller's Office by March 1st.

March, 2017

- Continue to update budget, including staffing and benefits.
- **March 1, 2017 – Secondary Staffing and Enrollment, Five-Year Projections and Fund Balance Projection.**
- March 15, 2017 – PTA Advisory Committee Presentation on the Budget.
- March 29, 2017 - Present the Revenue Budget, Review the Final Budget and the Board adopts Budget.

Budget Planning Calendar

April, 2017

- Property Tax Report Cards due to State Education department no later than April 24, 2017.
- Budget Statement and required attachments must be made available to public in hard copy and on the website on April 21, 2017.

May, 2017

- Budget Hearing – May 3.
- Budget Notice mailed after Budget Hearing and 6 days prior to Budget Vote.
- Budget Vote – May 16.

Budget information is available online at: <http://www.levittownschoools.com/boe/budget/>

Procedures & Assumptions

- ▶ We continue to work on refining projections in staffing and benefits representing about 82% of the budget.
- ▶ BOCES costs have been received and any changes will be made on March 15.
- ▶ The Labor contract with the CSEA will expire on June 30, 2017 but possible scenarios have been considered for budgeting purposes.
- ▶ Continue to use actual expenditures from prior years as well as forecast the current year expenditures in order to develop the 2017-2018 budget.
- ▶ Rules for the New York State \$2 Billion dollar “Smart Schools Bond” have been established and the Computer Instruction Department has submitted a three-year plan to use \$1,348,922 of the \$4,969,070. For 2016–2017 we are using about \$528,000 and planning to use \$600,250 for 2017-2018.

Procedures & Assumptions

- Stay within Tax Levy Limit.
 - At present, the CPI-U which governs the tax levy is 1.26% for December 2016.
 - Levy limit can change as we continue deliberations.
 - There is a new provision in the New York State Tax Code that provides a tax refund if the district stays within the tax cap.
- The Tax Freeze that was in place for the last two years has ended. The district complied with all the necessary rules so our residents could receive the tax freezes for two years.

Procedures & Assumptions

- The Executive budget proposal increases our state aid by \$545,249 (1.63%), as reported in Newsday.
- Governor has said that he reserves the right to reduce State Aid across the board should Federal revenue to New York decline.
- There were reductions in the revenue estimates for GC Tech and Special Education students because of current enrollment trends.
- As in prior years and at the recommendation of the State Comptroller, the district will utilize the ERS, Workers Compensation and Unemployment Reserves for the 2017-2018 budget.

Preliminary Expenditure Budget

- ▶ Budget-to-Budget increase of 2.38% (\$4,888,949) includes:
 - All current positions remain in the 2017-2018 budget.
 - ▶ **Staffing implications will be discussed in more detail on this evening.**
 - ▶ **Salaries increased by 1.80% (\$2,174,918) in the updated budget.**
 - ▶ Class sizes remain at the 2016-2017 levels.
 - There is an increase in employee benefits due to increase in health insurance (12%) and ERS (4%) offset by a reduction in TRS (-9%). Overall the change is \$1,504,692.
 - New equipment and vehicles are budgeted for the Facilities and Security department (\$94,249).

Preliminary Expenditure Budget

- ▶ **Budget-to-Budget increase of 2.38% (\$4,888,949) includes:**
 - **Bus Purchases**
 - ▶ Four large buses, three vans to replace aging fleet and a replacement for the vehicle used by the bus mechanics.
 - ▶ There is \$280,000 budgeted for bus cameras and updated GPS devices.
 - ▶ Contracted buses are increasing by \$218,000 to meet the needs of the district.
 - Debt Service was reduced by \$671,775 because we finished paying a bond issue.
 - Transfer to Capital was increased by \$471,775 to be used for repairs and improvements to be discussed on February 15, 2017.
 - Contractual increases for the needs of our Special Education Program.

Recap of Budget Changes

Levittown Public Schools 2017-2018 Draft Proposed Budget

2016-2017 adopted budget	205,449,470
Roll forward Budget - presented January 11, 2017	210,980,440
Budget - to - Budget % increase	2.69%
<i>Changes for January 25, 2017 (2nd draft)</i>	
None	
<i>Changes for February 8, 2017 (3rd draft)</i>	
(3rd Draft) Total of all changes	-
New budget amount (2nd Draft)	210,980,440
<i>Second Draft - Dollar Change (+/-)</i>	-
\$ increase over 16/17 adopted budget	5,530,970

Recap of Budget Changes

Budget changes since January 25, 2017

Changes for February 8, 2017 (3rd draft)

Comp Marching Band Stipends	A 2850.1510-M	(4,021)
Emp Benefits NYS Teachers' Retirement	A 9020.8000	(600,000)

(3rd Draft) Total of all changes (604,021)

New budget amount (3rd Draft) 210,376,419

Third Draft - Dollar Change (+/-) (604,021)

\$ increase over 16/17 adopted budget 4,926,949

% increase over 16/17 adopted budget 2.40%

Recap of Budget Changes

Budget changes since February 8, 2017

Changes for February 15, 2017 (4th draft)

Personnel - BOCES Services - EAP	A1430.4900	(40,000)
Personnel - BOCES Services - Global Compliance Training	A1430.4900	2,000
Supervision - Clerical Salaries	A2020.1600	(221,689)
Library - Clerical Salaries	A2610.1600	221,689

(4th Draft) Total of all changes (38,000)

New budget amount (4th Draft) 210,338,419

Fourth Draft - Dollar Change (+/-) (38,000)

\$ increase over 16/17 adopted budget 4,888,949

% increase over 16/17 adopted budget 2.38%

Recap of Budget Changes

Budget changes since February 15, 2017

Changes for March 1, 2017 (5th draft)

None

(5th Draft) Total of all changes

-

New budget amount (5th Draft)

210,338,419

Fifth Draft - Dollar Change (+/-)

-

\$ increase over 16/17 adopted budget

4,888,949

% increase over 16/17 adopted budget

2.38%

Levittown Public Schools Budget and Tax Increases

Year	Adopted Budget	Budget to Budget Increase	Tax Levy	Tax Levy Increase
2003-2004	136,981,575		92,428,927	
2004-2005	145,082,285	5.91%	98,402,391	6.46%
2005-2006	151,579,434	4.48%	100,964,321	2.60%
2006-2007	157,535,373	3.93%	104,962,760	3.96%
2007-2008	167,762,201	6.49%	109,976,555	4.78%
2008-2009	178,483,762	6.39%	114,104,397	3.75%
2009-2010	182,382,412	2.18%	117,811,521	3.25%
2010-2011	192,843,816	5.74%	120,905,806	2.63%
2011-2012	197,907,475	2.63%	125,052,875	3.43%
2012-2013	189,996,581	-4.00%	127,366,353	1.85%
2013-2014	195,590,207	2.94%	131,161,870	2.98%
2014-2015	198,758,768	1.62%	133,280,952	1.62%
2015-2016	201,817,794	1.54%	135,702,305	1.82%
2015-2016*	201,817,794	1.54%	133,614,141	0.25%
2016-2017	205,449,470	1.80%	134,739,685	0.84%
2017-2018 Budget				
at the Tax Cap Limit				
	210,338,419	2.38%	136,270,739	1.14%
	4,888,949		1,531,054	
Average		3.04%		2.87%
Last 5 Yr Ave. (from 2014-2015)		1.78%		0.97%

* 2015-2016 was revised for LIPA PILOT change.

Five-Year Projection

Budget Projections

	Draft Budget 2017/18	Projected 2018/19	Projected 2019/20	Projected 2020/21	Projected 2021/22	Projected 2022/23
Tax Levy & STAR	136,242,898	138,967,756	141,747,111	144,582,053	147,473,694	150,423,168
State Aid	55,288,342	56,363,224	57,403,351	58,567,457	59,684,588	60,759,278
Other Local Revenue	8,676,865	8,676,865	8,676,865	8,676,865	8,676,865	8,676,865
Total	200,208,105	204,007,845	207,827,328	211,826,376	215,835,147	219,859,311
	1,418,890	3,799,740	3,819,483	3,999,048	4,008,772	4,024,164
Increase before Fund Balance	0.71%	1.90%	1.87%	1.92%	1.89%	1.86%
Applied Fund Balance/Reserves	10,130,314	12,231,976	14,865,035	17,781,878	20,063,072	24,011,297
All Sources of Revenue	210,338,419	216,239,821	222,692,363	229,608,253	235,898,219	243,870,608
Budgeted Expenditures	210,338,419	216,239,821	222,692,363	229,608,253	235,898,219	243,870,608
Budget to Budget \$ Increase	4,888,949	5,901,402	6,452,542	6,915,890	6,289,965	7,972,389
Budget to Budget % Increase	2.38%	2.81%	2.98%	3.11%	2.74%	3.38%
Expenditures - Actual or Est Actual	199,821,498	205,427,830	211,557,745	218,127,841	224,103,308	231,677,077
Actual Expense as a % of Budget	95.00%	95.00%	95.00%	95.00%	95.00%	95.00%
Expense to Expense % Increase						
Surplus/(Deficit Spending)	386,607	(1,419,985)	(3,730,417)	(6,301,465)	(8,268,161)	(11,817,766)
Total Fund Balance	56,071,278	54,651,293	50,920,876	44,619,411	36,351,250	24,533,484

State and Federal Grants

2016-2017 State and Federal Grants

Object codes	TITLE I 0021	TITLE IIA 0147	TITLE IIIA LEP 0293	TITLE IIIA IMM 0149	IDEA 611 0032	IDEA 619 0033	UPK 0409	Tchr Ctr 0425	Perkins 8000	Total
.15 Certified Personnel	200,794	157,946	12,000	12,000	855,019	9,825		30,600	7,125	1,285,309
.16 Code - Support Staff	37,000				104,563	31,807		4,930	8,000	186,300
.20 Equipment									6,655	6,655
.30 Minor remodeling									24,114	24,114
.40 Code - Cont. Expend.		1,500	3,238	3,238	510,593	56,400	373,932	3,100	2,800	954,801
.45 Code - Matl & Supp.			8,000	8,000	55,570		1,002	1,500	21,198	95,270
.46 Code - Travel Exp.					3,100			4,134	500	7,734
.47 Tuition										-
.80 Employee Benefits									6,050	6,050
.90 Indirect Costs									822	822
Total Grant Awarded	237,794	159,446	23,238	23,238	1,528,845	98,032	374,934	44,264	77,264	2,567,055

What could be lost if the if the laws change?



Questions?

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