

2018-19 Budget Proposal



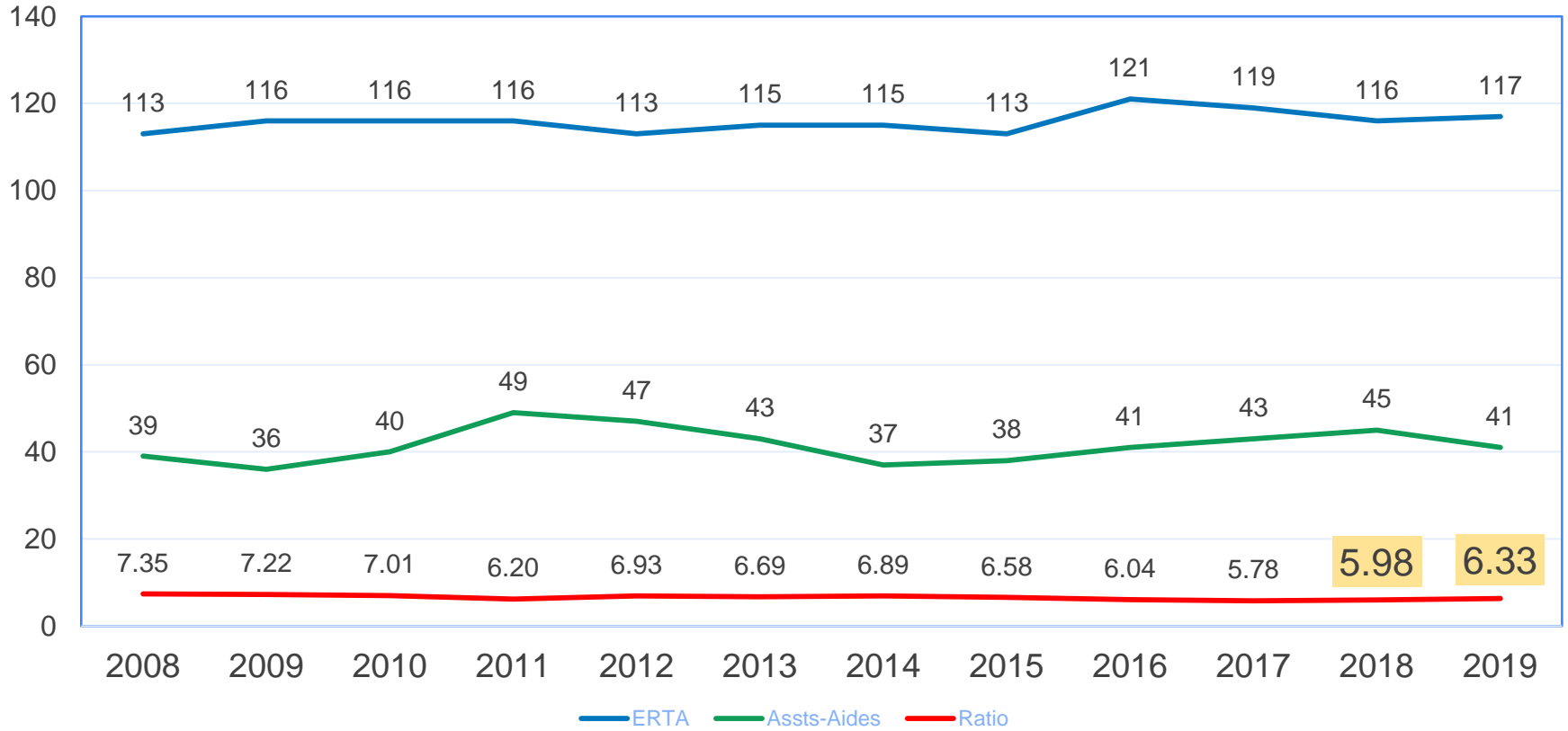
Budget Hearing and Regular Business Meeting
Tuesday, May 1, 2018

2018-2019 Budget Development...

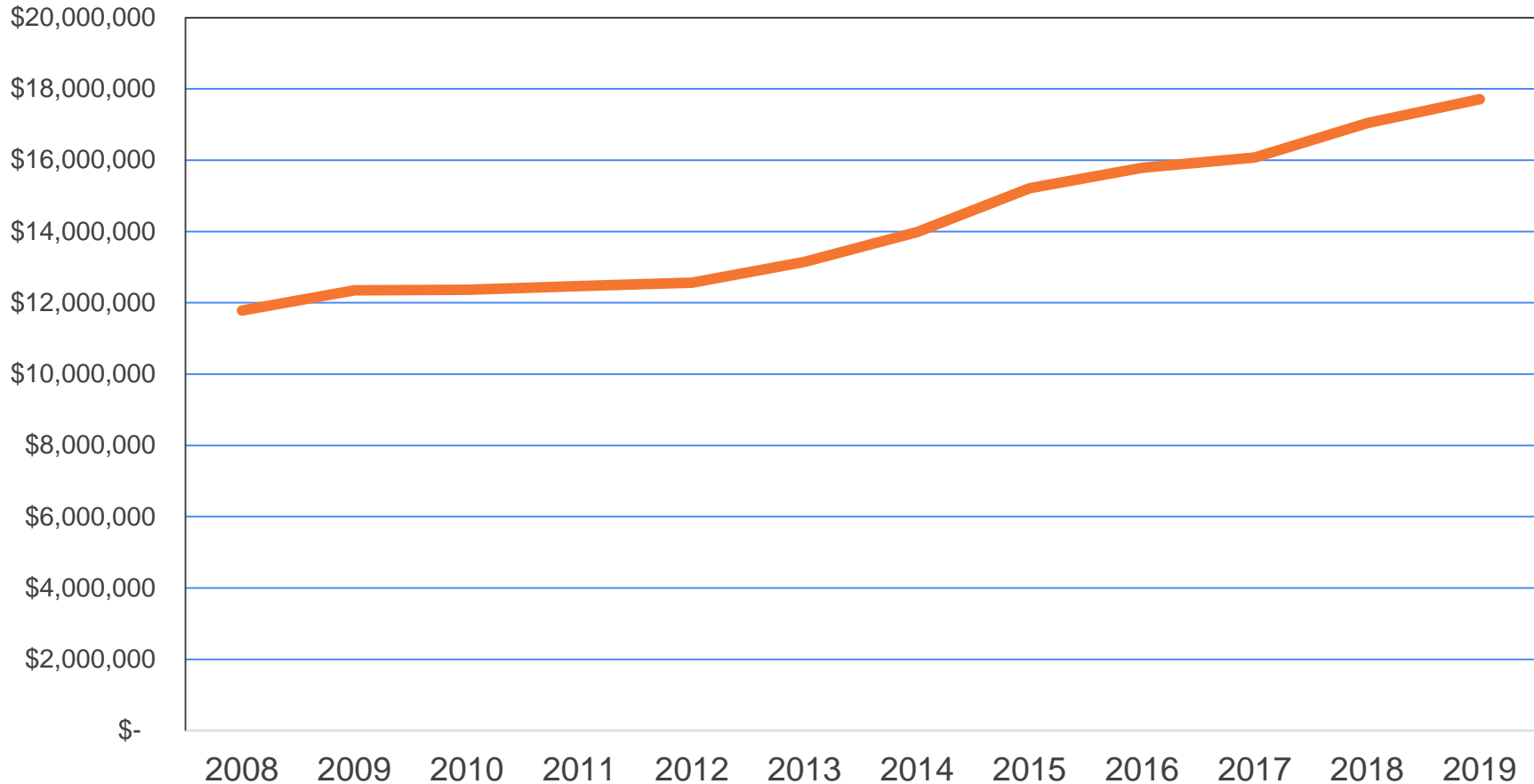


...The budget begins like pieces of a puzzle. Together with everybody's input and collaboration, we fit the pieces together into a completed balanced budget.

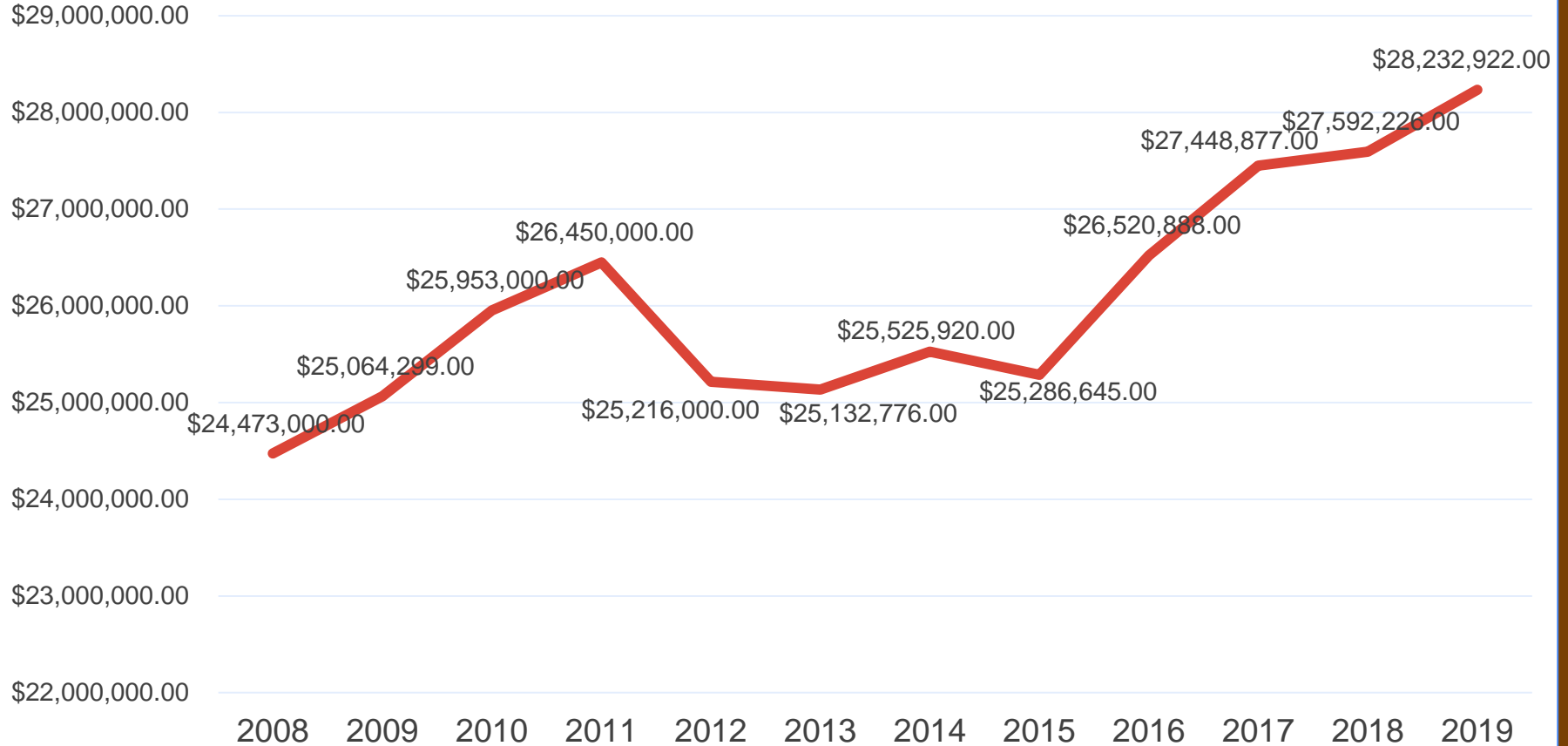
10 Year Staffing and Student:Teacher Ratio



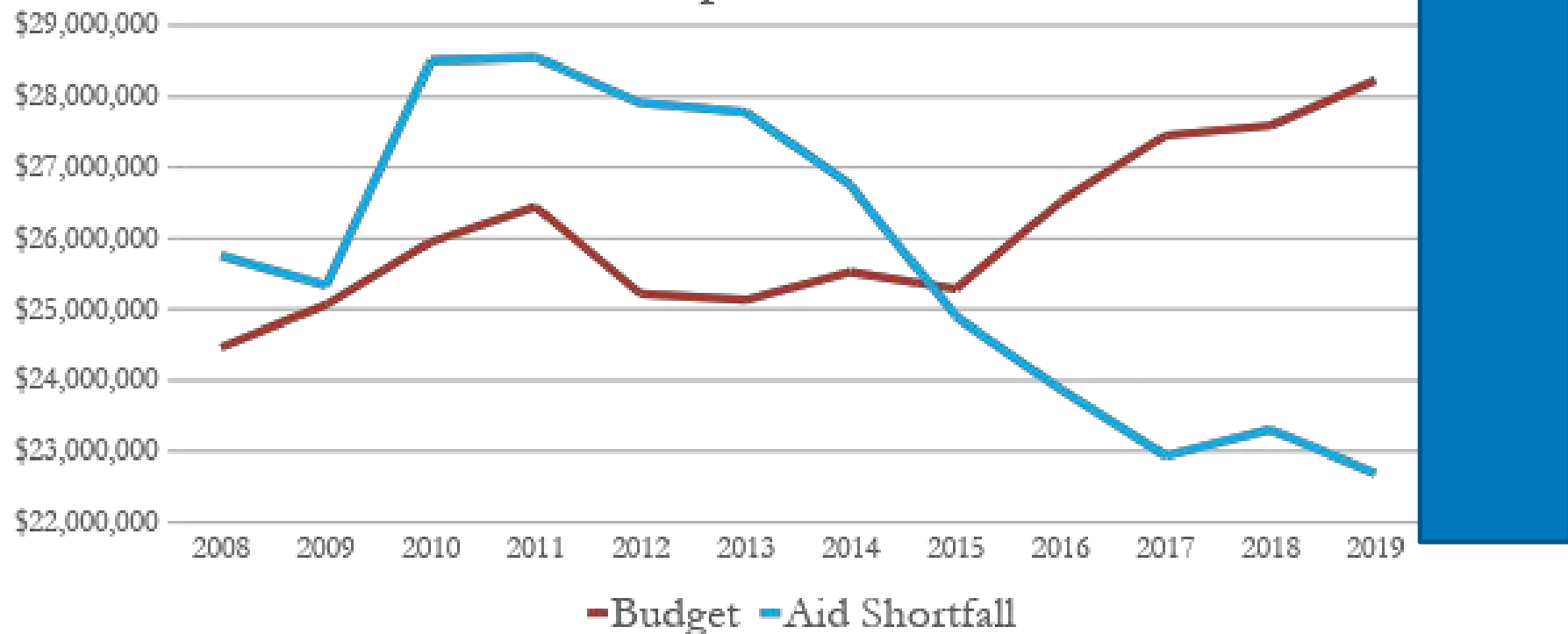
Salaries and Benefits: 62.8% of Budget



Expenditures



State Aid Shortfall and District Budget Expenditures



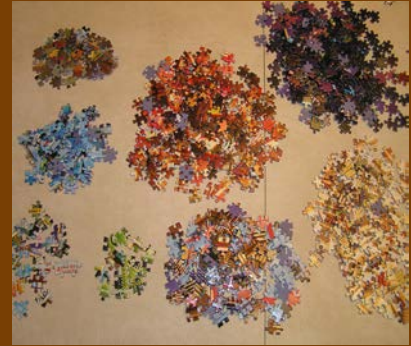
PUZZLE:



a problem designed to test
ingenuity or knowledge.

Getting Started: Turning over the pieces...

What is Important to Us?



Students will learn through the highest quality instruction which recognizes each student's strengths, talents, interests, learning styles and rates of learning, using developmentally appropriate methods.

- Professional Development for General Ed Instruction (*Building Capacity Within*)
- Urban Suburban Program
- IT Matters
- Summer Learning Opportunities (*Budget Neutral*)

What *Frames* Us ?..



Students First
Oppportunity
Achievement
Responsibility
Strength

- Instructional Technology Coach: Grades 6-12
- Outdoor Education: Middle School Summer Program (*Budget Neutral*)
- Addition of One K-5 faculty member
- Addition of .4 Music position



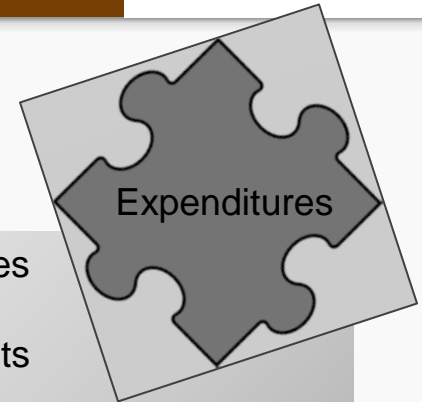
Closing the Gap.....

- Increase in Final State Aid (BOCES, Foundation Aid)
- Increase in use of ERS Reserve
- Increase in Budgeted Urban-Suburban Aid
- Reduction of Building Budgets (Contractual & Supplies)
- Reduction of Special Education Surplus for unplanned registrants
- Reduction of Teaching Assistant positions
- Reduction of .5 Technology/Industrial Arts

2018-19 Budget Development



- State Aid
- Real Property Tax
- Reserves
- Other Revenue
- Appropriated Fund Balance



- Salaries
- Benefits
- BOCES Services
- Debt Service
- Equipment
- Contractual & Supplies

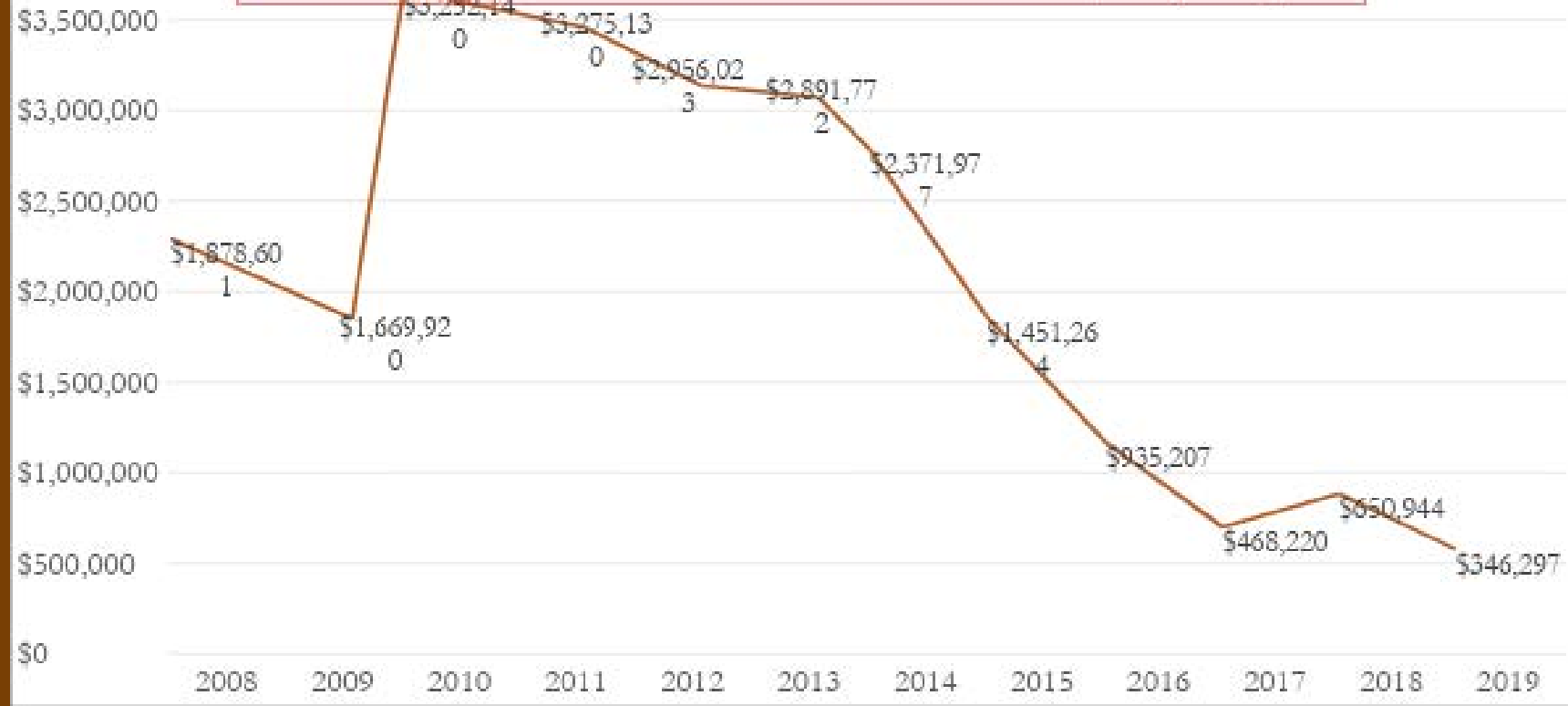
Balanced Budget

State Aid...

.. understanding how our puzzle piece fits



Ten Year Foundation Aid Shortfall: \$22,147,495



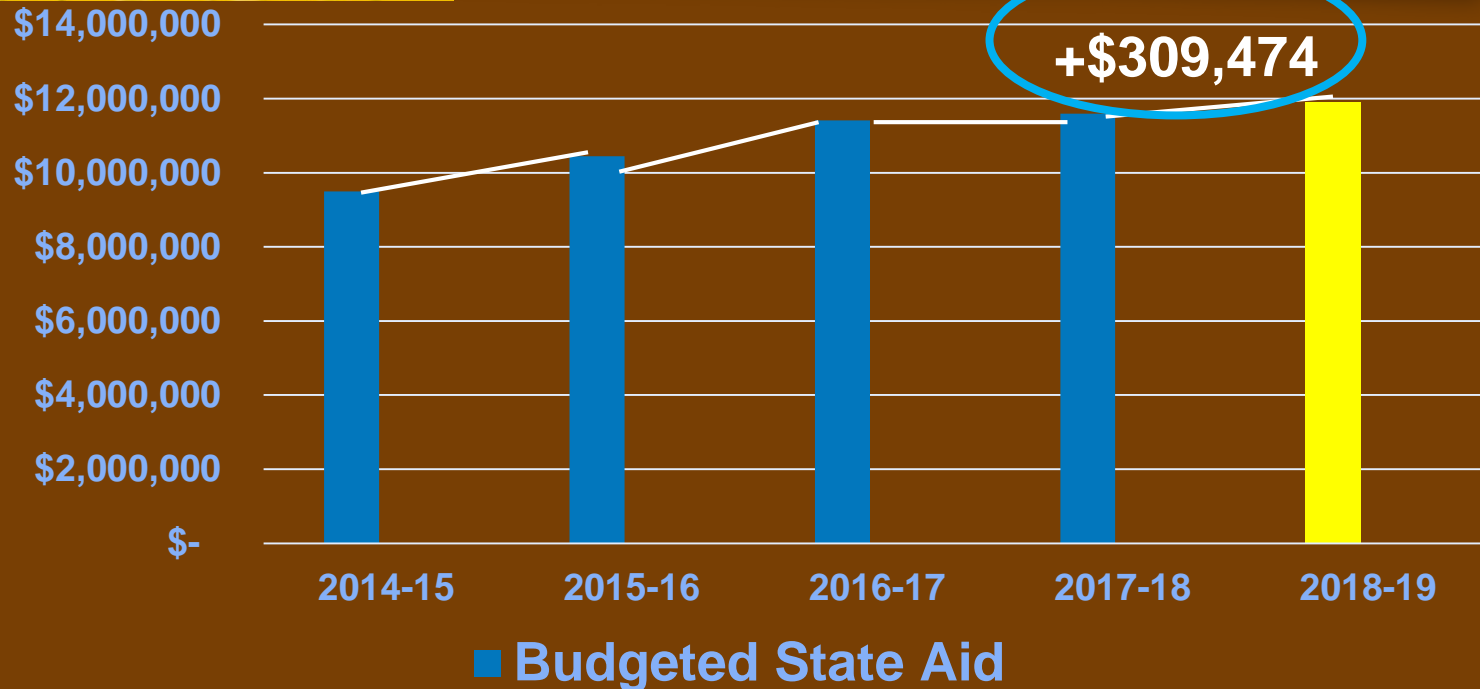


State Aid Category	17-18 BUDGETED STATE AID	18-19 <u>PROPOSED</u> BUDGETED STATE AID
Foundation Aid	6,409,492	6,531,272
Urban-Suburban Aid	96,395	175,000
High Tax Aid	325,321	325,321
Transportation	518,638	570,858
Building Aid	2,428,104	2,407,983
BOCES Aid	1,021,382	1,105,933
Public High Cost Aid	429,400	385,977
Private High Cost Aid	110,266	144,990
Software/Library/Textbook Aid	84,390	85,318
Hardware/Tech Aid	17,933	18,143
Universal Pre-K	156,349	156,349
Total Aid	\$11,597,670	\$11,907,144 +309,474 +3%



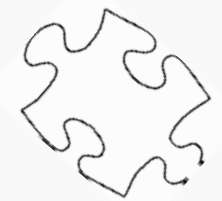
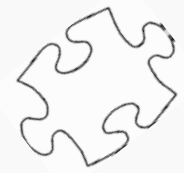
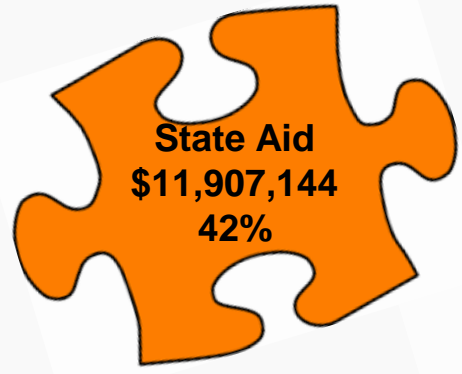


State Aid





Pieces of the Revenue Puzzle



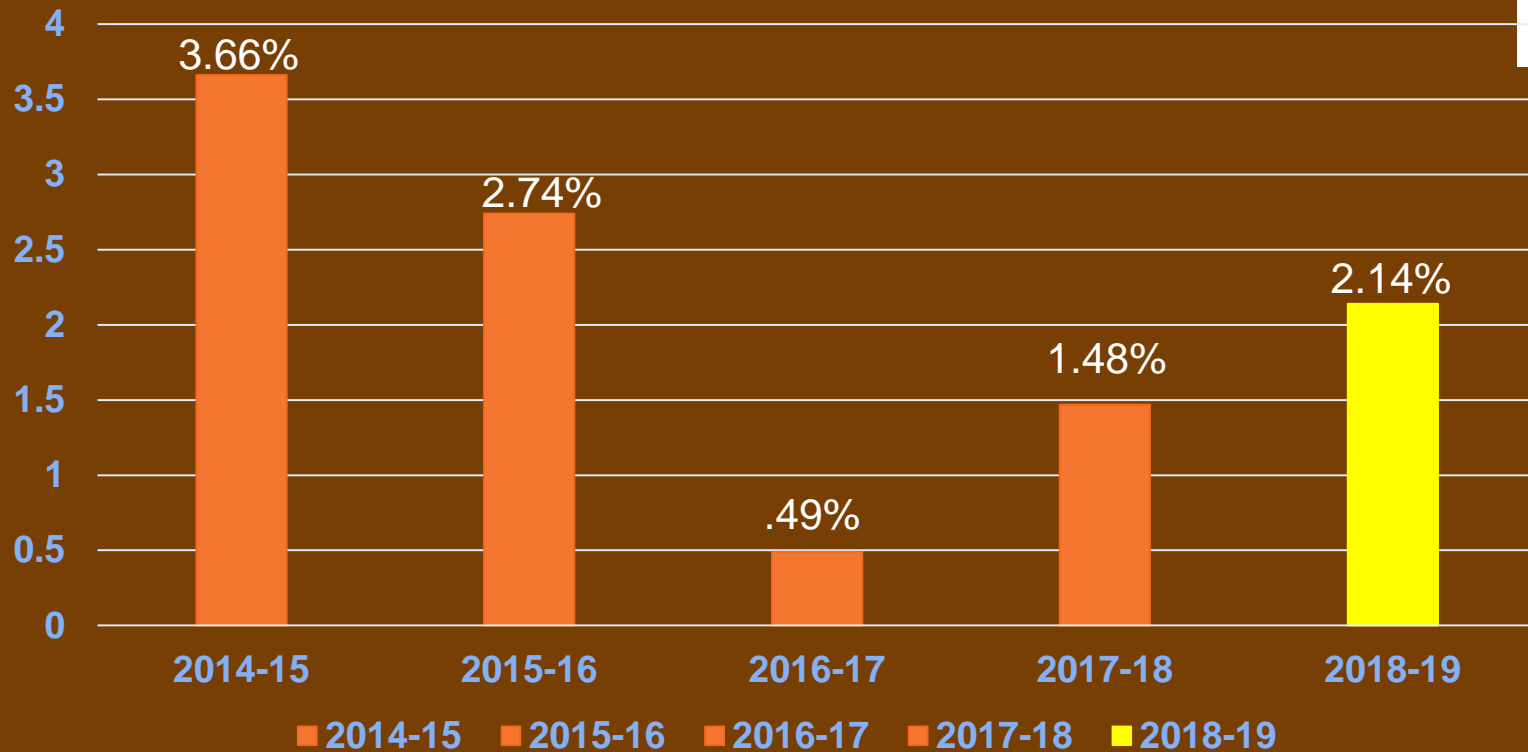


2018-2019 Tax Levy Limit Calculation		Explanation/Details
Tax Base Growth Factor	1.0019	Rates provided by OSC
Allowable Levy Growth Factor	1.0200	Lesser of CPI (2.13%) or 2%
Prior Year Tax Levy	\$13,723,746	2017-2018 Levy
Prior Year Levy x Tax Base Growth Factor	\$13,749,821	
Add: PILOTS Receivable for prior year	\$ 98,000	Roll 17-18 estimate (actual=\$108,000)
<i>Adjusted</i> Prior year Tax Levy	\$13,847,821	
<i>Adjusted</i> Prior year Tax Levy x Allowable Levy Growth Factor	\$14,124,778	
Less: PILOTS Receivable for Coming Year	\$ 108,000	Assessor validation & rate projected
Available Carryover	\$0	
Coming Year Local Capital Levy Share	\$0	Aid/Rev generated exceeds expenses
2018-2019 Exemptions	\$0	ERS/TRS rate changes – no exemption
Maximum Allowable Levy	<u>\$14,016,778</u>	\$293,032 generated revenue or <u>2.14%</u>





Tax Levy History & Proposed 18-19 Tax Levy



How would a 2.14% Levy Increase Impact the Tax Rate for 2018-19?



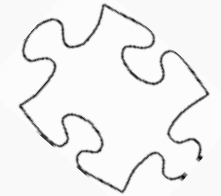
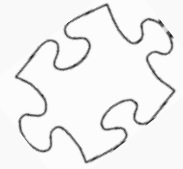
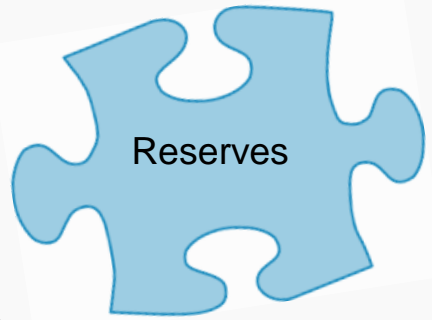
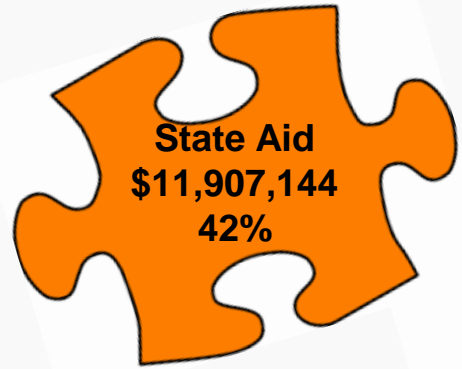
% Levy Increase	Revenue Generated	17-18 Rate/1000 (Estimated)*	\$ Change/1000	% Change/1000
2.14%	\$293,032	\$26.87	\$.81	3.1%

Avg. Cost of House in ER	Exemption (STAR)	Change in Rate	Increase in billed amount	Increase in monthly amount
108,500	0	\$.81	\$87.89	\$7.32
108,500	30,000	\$.81	\$63.59	\$5.30
108,500	63,300	\$.81	\$36.61	\$3.05

* Estimated Rate based on tentative assessment data



Building the Revenue Puzzle



2018-2019 Proposed Use of Reserves



Reserve	2017-18 Adopted Budgeted Amount	2018-19 Proposed Budgeted Amount
Mandatory Reserve for Debt	\$200,000	\$200,000
Capital Reserve for Technology	\$140,000	\$140,000
Capital Reserve for Equipment	\$ 80,000	\$125,000
Unemployment Reserve	\$ 5,000	\$ 9,000
Retirement Contribution Reserve	\$133,985	\$165,000
Workers' Compensation Reserve	\$ 93,825	\$100,000
Total	\$652,810	\$739,000



Reauthorization of Equipment Reserve



Current Equipment Reserve Funding Amount has been Maximized - \$1m Deposited Since 2012. The District cannot allocate future surplus to purchase equipment without a reauthorized reserve

The Equipment Reserve is Used for Infrastructure Repairs and the Purchase of Equipment

Use of Equipment Reserve Helps to Stabilize the Budget



Reauthorization of Equipment Reserve



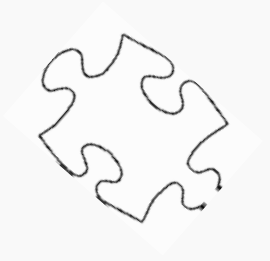
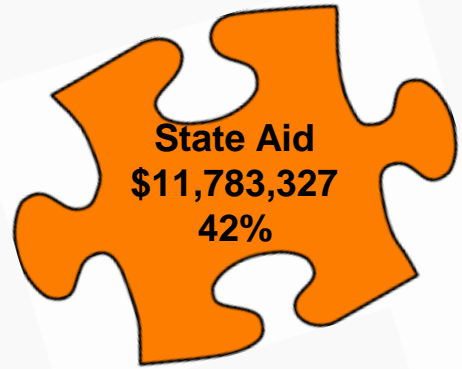
Recommended Proposition:

Capital Reserve Fund for the Purchase of Equipment

RESOLVED, that the Board of Education of the East Rochester Union Free School District be authorized to establish a Capital Reserve fund in order to defray the cost of the purchase of furnishings and equipment and, in order to accomplish the same, said Board is hereby authorized to establish the ultimate amount of such Reserve Fund to be \$1,000,000 with a probable term of twenty years and to appropriate funds of said School District to such Reserve Fund.



Building the Revenue Puzzle





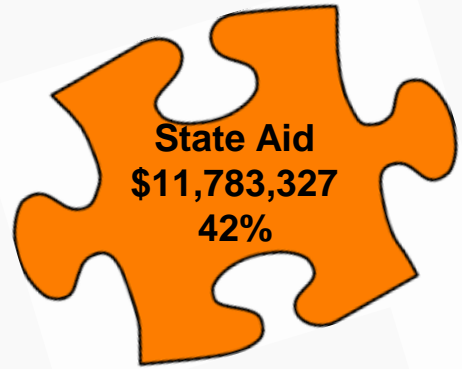
Other Revenue



Source	2017-18 Adopted Budgeted Amount	2018-19 Proposed Amt
PILOT (Payments in Lieu of Tax)	\$92,000	\$108,000
Non-Property Tax – Monroe County Sales Tax	\$850,000	\$850,000
Admissions/Student Fees	\$ 5,000	\$ 5,000
Interest & Earnings	\$ 10,000	\$ 20,000
Rental of Real Property	\$ 6,000	\$ 7,000
Rental of Real Property - BOCES	\$ 150,000	\$ 75,000
Miscellaneous – Swim Revenue; E-Rate	\$ 60,000	\$ 60,000
Medicaid	\$ 45,000	\$ 45,000
Total	\$1,218,000	\$1,170,000



Building the Revenue Puzzle





Appropriated Fund Balance



Source	2017-18 Adopted Budgeted Amount	2018-19 Proposed Budgeted Amount
Appropriated Fund Balance	\$400,000	\$400,000



The Revenue Puzzle Pieces

Total = \$28,232,922



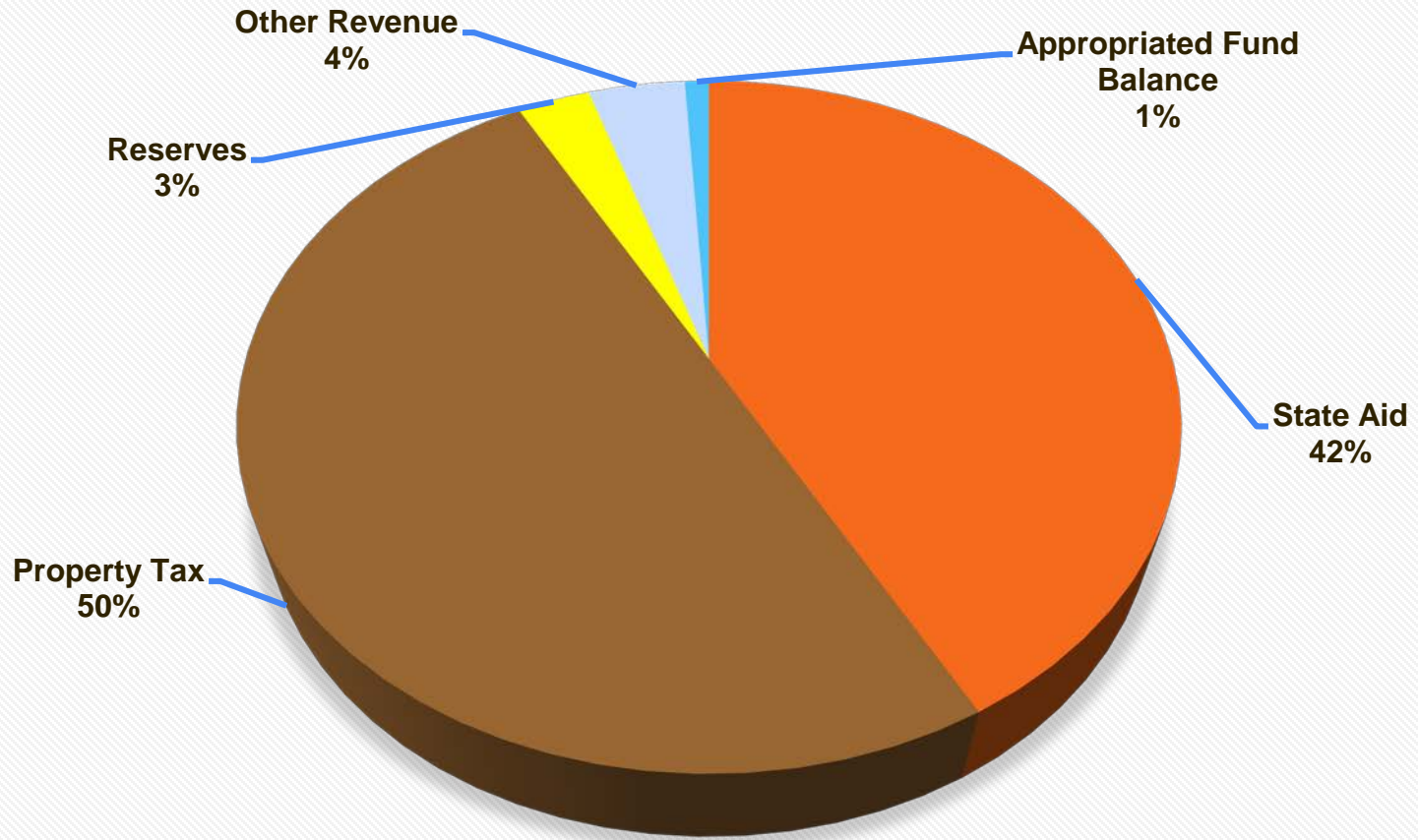
State Aid
\$11,907,144
42%

Real Property Tax
\$14,016,778
50%

Reserves
\$739,000
3%

Other Revenue
\$1,170,000
4%

**Appropriated
Fund Balance**
\$400,000
1%



- State Aid
- Property Tax
- Reserves
- Other Revenue
- Appropriated Fund Balance

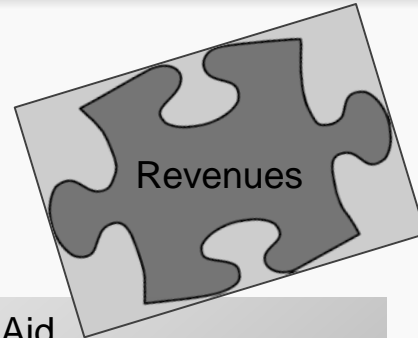


Total Revenue Summary



	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>% Change</u>
State Aid (incl U-S)	\$11,597,670	\$11,907,144	\$309,474	2.7%
Real Property Tax	\$13,723,746	\$14,016,778	\$293,032	2.1%
County Sales Tax	\$ 850,000	\$ 850,000	\$0	0%
Reserves	\$652,810	\$ 739,000	\$86,190	13.2%
Other Revenue	\$368,000	\$ 320,000	(\$48,000)	(13.0%)
Appropriated Fund Balance	<u>\$400,000</u>	<u>\$400,000</u>	<u>\$0</u>	0%
Total	\$27,592,226	\$28,232,922	\$640,696	2.3%

2018-19 Budget Development



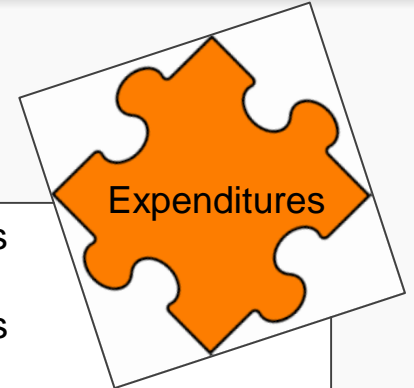
State Aid

Real Property Tax

Reserves

Other Revenue

Appropriated Fund Balance



Salaries

Benefits

BOCES Services

Debt Service

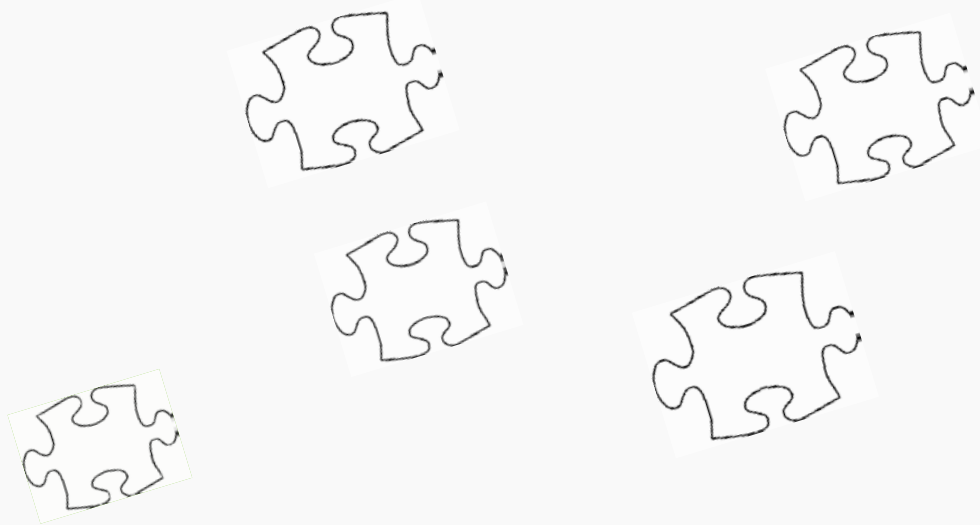
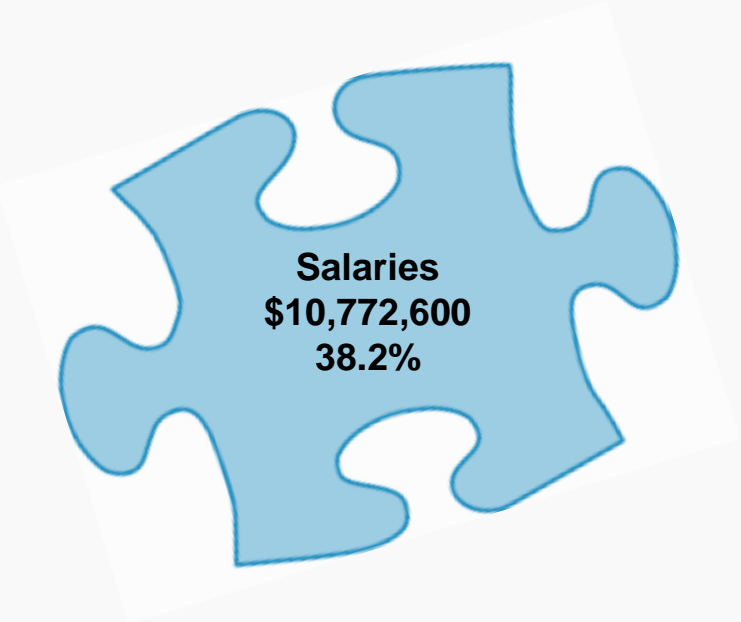
Equipment

Contractual & Supplies

Balanced Budget



18- 19 Budget Appropriations Puzzle





Salaries

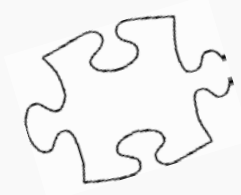
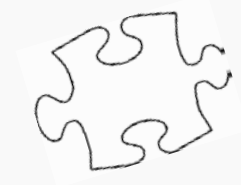
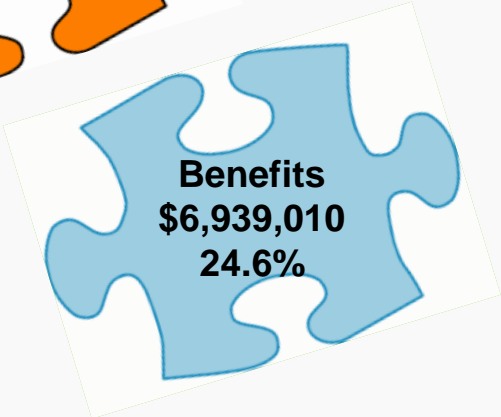
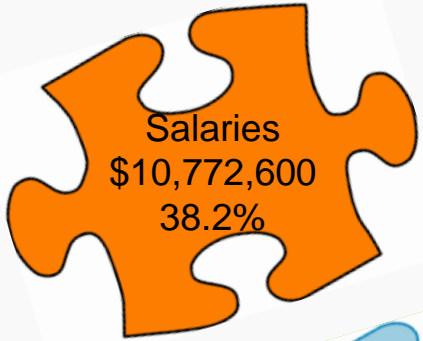


	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>%Change</u>
Non-Instructional	\$2,052,116	\$2,076,300	\$24,184	1.2%
Instructional	\$8,341,000	\$8,696,300	\$355,300	4.3%
Total	\$10,393,116	\$10,772,600	\$379,484	3.7%

Salaries
38.2%



18- 19 Budget Appropriations Puzzle





Employee Benefits



	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>%Change</u>
Workers' Comp	\$119,000	\$119,000	\$0	0%
Life Ins/Disability	\$15,000	\$14,000	(\$1,000)	(6.7%)
Unemployment	\$6,000	\$9,000	\$3,000	50%
Retirement Incentive	\$120,000	\$120,000	\$0	0%



Employee Benefits, cont'd



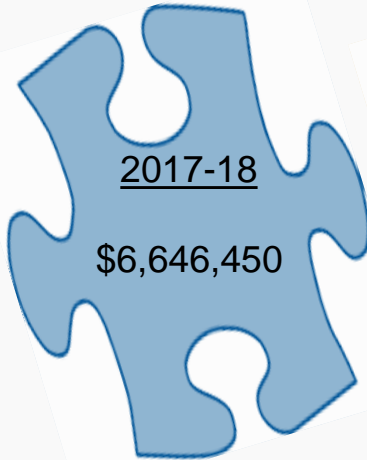
	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>%Change</u>
Employee Retirement	\$337,500	\$315,000	(22,500)	(6.7%)
Teachers' Retirement	\$861,950	\$1,005,000	\$143,050	16.6%
Payroll Taxes (SSI/MED)	\$851,000	\$868,000	\$17,000	2.0%
Health & Dental	\$4,336,000	\$4,489,010	\$153,010	3.5%



Employee Benefits, Total

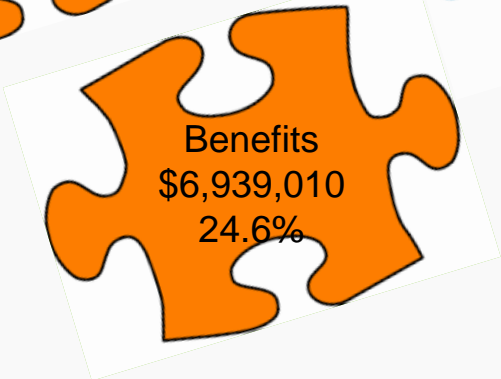
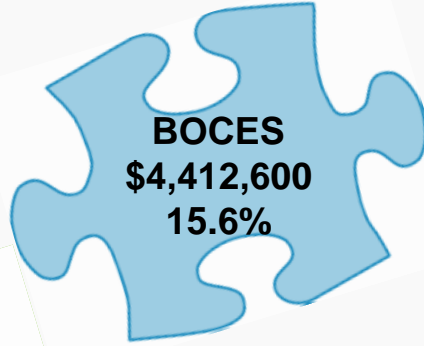
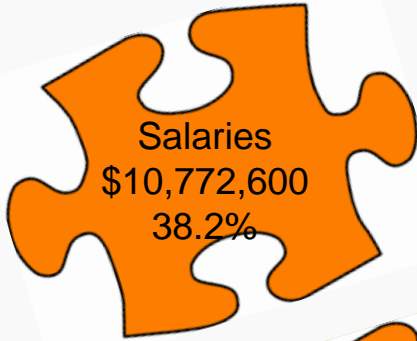


Total Employee
Benefits



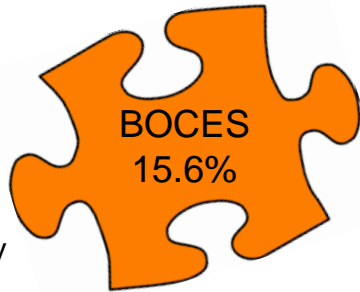


18- 19 Budget Appropriations Puzzle





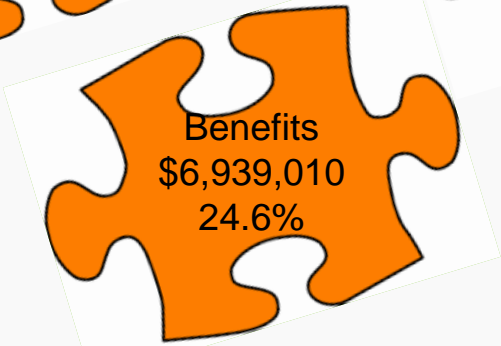
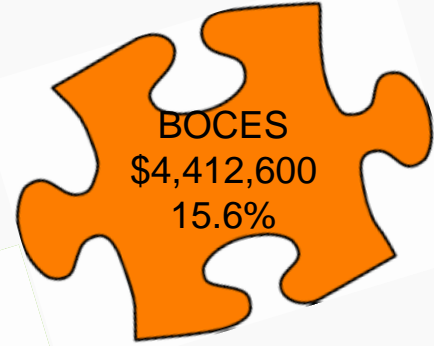
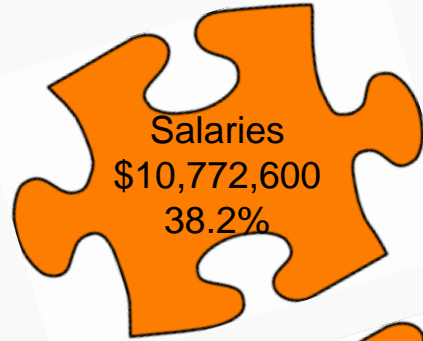
BOCES Services



	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>% Change</u>
Central Administration	\$28,395	\$25,800	(\$2,595)	(9.1%)
Finance	331,000	290,700	(40,300)	(12.2%)
Personnel/Staff	44,900	79,000	34,100	75.9%
Central Services	50,500	65,000	14,500	28.7%
Transportation	80,000	75,500	(4,500)	(5.6%)
Instructional Technology	302,500	273,700	(28,800)	(9.5%)
Curriculum & Staff Dev	53,000	35,000	(18,000)	(34.0%)
Regular Instruction	882,400	999,600	117,200	13.3%
Special Education	2,451,000	2,382,600	(68,400)	(2.8%)
Special Items (BOCES Admin/Cap)	189,500	174,500	(15,000)	(7.9%)
Benefits Consortium Admin	<u>11,000</u>	<u>11,200</u>	<u>200</u>	<u>1.8%</u>
Total BOCES Services	\$4,424,195	\$4,412,600	(\$11,595)	(0.3%)



18- 19 Budget Appropriations Puzzle





Debt Service

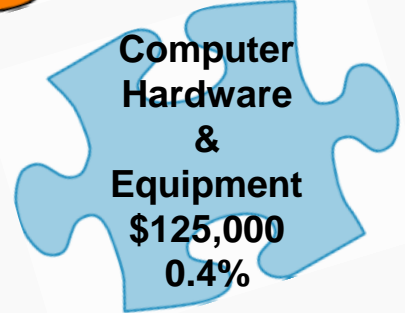
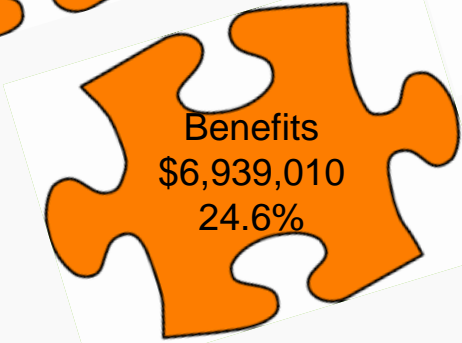
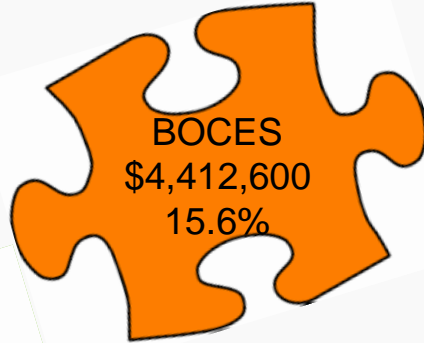
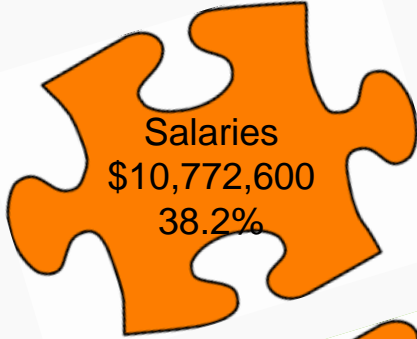


<u>Project</u>	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>% Change</u>
9715 ER 2000 CIP	\$414,000	\$413,300	(\$700)	(0.2%)
9716 Refinancing	\$921,000	\$923,100	\$2,100	0.2%
9717 EPC Project	\$ 95,000	\$ 94,400	(\$600)	(0.6%)
9718 Fuel Cell	\$107,000	\$103,200	(\$3,800)	(3.6%)
9719 ER 2008 CIP	\$465,000	\$463,500	(\$1,500)	(0.3%)
9720 Bird & Morgan 2011	\$410,000	\$404,800	(\$5,200)	(1.3%)
9721 ER 2015 CIP	<u>\$340,000</u>	<u>\$244,700</u>	<u>(\$95,300)</u>	<u>(28%)</u>
Total Principal & Interest:	\$2,752,000	\$2,647,000	(\$105,000)	(3.8%)





18- 19 Budget Appropriations Puzzle

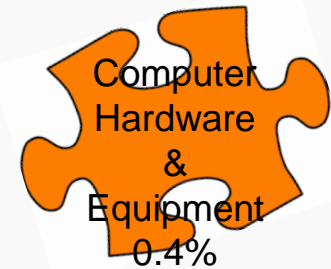


Appropriations Puzzle - Equipment



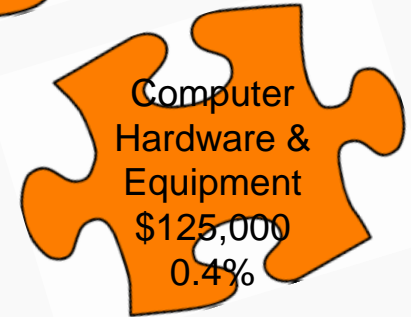
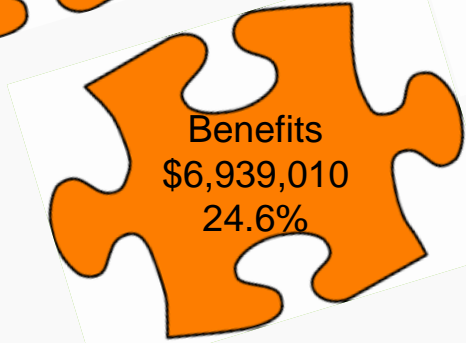
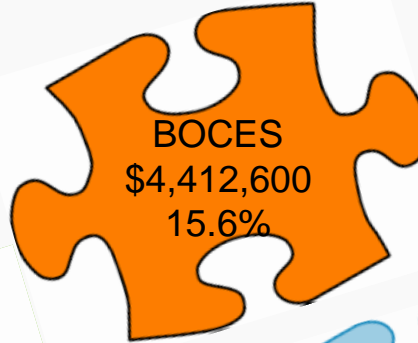
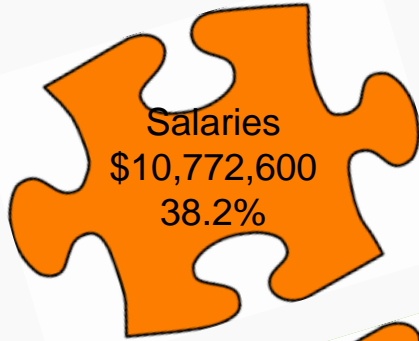
<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>% Change</u>
\$80,000	\$125,000	\$45,000	56.3%

Pool Heater	\$12,500
Replace JD Mower/Snowblower	\$34,000
Classroom Furniture	\$24,264
Special Needs/Nurses's Office	\$500
Musical Instruments	\$8,015
Science Equipment	\$1,326
Computer Hardware	\$21,000
CNC/CAD/Ind Tech Tools	\$3,395
AV Equipment	\$6,000
Athletic & Wellness Ctr Equipment	\$14,000





18- 19 Budget Appropriation Puzzle



Contractual Services and Materials & Supplies



	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>% Change</u>
Utilities	\$472,000	\$471,000	(\$1,000)	(0.2%)
Transportation	\$732,656	\$830,067	\$97,411	13.3%
Insurance	\$170,000	\$152,000	(\$18,000)	(10.6%)
Other	\$1,921,809	\$1,883,645	(\$38,164)	(2.0%)
Total	\$3,296,465	\$3,336,712	\$40,247	1.2%



Appropriations Puzzle

Total = \$28,232,922

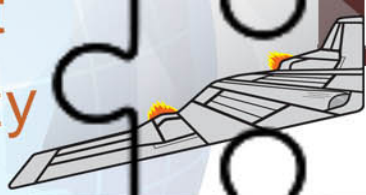


	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>% Change</u>
Salaries	\$10,393,116	\$10,772,600	\$379,484	3.7%
Employee Benefits	\$6,646,450	\$6,939,010	\$292,560	4.4%
BOCES Services	\$4,424,195	\$4,412,600	(\$11,595)	(0.3%)
Debt Service	\$2,752,000	\$2,647,000	(\$105,000)	(3.8%)
Equipment	\$80,000	\$125,000	\$45,000	56.3%
Contractual & Supplies	<u>\$3,296,465</u>	<u>\$3,336,712</u>	<u>\$40,247</u>	1.2%
Total	\$27,592,226	\$28,232,922	\$640,696	2.3%



WE ARE... *EF*

Students First
Opportunities
Achievement
Responsibility
Strength



EF

EF

Soaring to Excellence

2018-2019 Component Budget Presentation



- Administrative
- Program
- Capital

A large, stylized orange puzzle piece is centered on a white background. The number "\$28,232,922" is printed in bold black text within the piece.

\$28,232,922



Administrative Component



	17-18 Adopted	18-19 Proposed	\$ Change	% Change
Board of Education	75,395	74,100	(1,295)	(1.7%)
Central Administration	215,400	224,700	9,300	4.3%
Finance	786,000	744,700	(41,300)	(5.3%)
Legal Services	84,500	72,000	(12,500)	(14.8%)
Personnel	60,200	40,100	(20,100)	(33.4%)
Records Management	9,500	8,900	(600)	(6.3%)
Public Information	47,000	45,000	(2,000)	(4.3%)
Other Special Items	368,000	335,000	(33,000)	(9.0%)
Curriculum Development & Supervision	205,350	182,750	(22,600)	(11.0%)
Supervision Regular School	519,920	599,835	79,915	15.4%
Employee Benefits	<u>841,123</u>	<u>892,062</u>	<u>50,191</u>	<u>6.0%</u>
Total Administrative	3,213,136	3,219,147	6,011	0.2%

11.4%



Program Component



	17-18 Adopted	18-19 Proposed	\$ Change	% Change
Other Central Services	165,799	183,100	17,301	10.4%
Instruction	12,975,906	13,330,196	354,290	2.7%
Other District Transportation	51,500	67,000	15,500	30.1%
Lease of School Bus	23,000	23,000	0	0%
Contract Transportation	782,156	855,567	73,411	9.4%
Community Service	45,400	31,600	(13,800)	(30.4%)
Employee Benefits	<u>5,299,503</u>	<u>5,546,215</u>	<u>246,712</u>	<u>4.7%</u>
Total Program	19,343,264	20,036,678	693,414	3.6%

71.0%



Capital Component



	17-18 Adopted	18-19 Proposed	\$ Change	% Change
Plant Operation	1,289,950	1,360,364	70,414	5.5%
Plant Maintenance	427,800	407,800	(20,000)	(4.7%)
Refund of Taxes	50,000	50,000	0	0.0%
Debt Service	2,752,000	2,647,000	(105,000)	(3.8%)
Employee Benefits	<u>516,076</u>	<u>511,933</u>	<u>(4,143)</u>	<u>(0.8%)</u>
Total Program	5,035,826	4,977,097	(58,729)	(1.2%)

17.6%



Component Budget Summary



	17-18 Adopted	18-19 Proposed	\$ Change	% Change
Administrative Component	3,213,136	3,219,147	6,011	0.2%
Program Component	19,343,264	20,036,678	693,414	3.6%
Capital Component	5,035,826	4,977,097	(58,729)	(1.2%)
Total Budget	27,592,226	28,232,922	640,696	2.3%



Proposed Budget Resolution



GENERAL FUND BUDGET

RESOLVED, that the Board of Education of the East Rochester Union Free School District be authorized, during the 2018-2019 school year, to expend the sum of \$28,232,922, the amount determined necessary to operate the educational and support programs of the District, as presented at the Annual District Meeting, and to levy the necessary tax therefore.

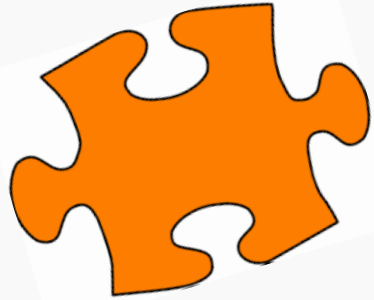


Looking Ahead...



Tuesday, May 15, 2018
Budget Vote and Annual Board Election
7:00 A.M. – 9:00 P.M.
Multipurpose Conference Room

Thank you for your
continued support of our
schools!



*Thank
you*

