

# 2016 – 2017 Budget

## Executive Budget Analysis and Budget Update

January 26, 2016

# Review

## Last Meeting

- Debt Service Budget
- Preliminary Tax Cap Calculation

## Tonight

- 2016 – 2017 Executive Budget
- Budget Update (Revenue and Expenditure Projections)
- Tax Cap Update

# 2016 – 2017 Executive Budget Analysis

- \$991 million (4.2%) increase in state aid as compared to the 2015 – 2016 New York State budget
- Significant changes to STAR
- Division of Budget released state aid runs
- The Executive budget continues the Gap Elimination Adjustment (GEA) at \$244 million for the 2016 – 2017 school year

# Proposed Changes to STAR

- Convert STAR exemption benefit into a tax credit for new homeowners
- Cap the annual growth in Basic and Enhanced STAR exemption at 0% (currently 2%)
- Make income verification process through NYS Tax and Finance for Enhanced STAR
- Allow late filing for renewal of Enhanced STAR and Senior Citizen exemptions due to hardship or good cause

# Clinton's Projected State Aid

State Aid Categories	2016 - 2017		Difference	Explanation
	2015 - 2016 Budget	Governor's Proposal		
Gross Foundation Aid	\$ 6,336,975	\$ 6,347,747	\$ 10,772	Slight increase due to combined wealth ratio (CWR)
Excess Cost - Public	\$ 81,556	\$ 64,913	\$ (16,643)	Reduction in aid for students with disabilities attending public schools
Excess Cost - Private	\$ 47,242	\$ 77,627	\$ 30,385	Increase in students with disabilities attending private schools
Transportation	\$ 757,458	\$ 757,458	\$ -	Projected to remain flat
Software, Library, Textbook	\$ 104,827	\$ 105,653	\$ 826	Slight increase due to enrollment
Boces Aid	\$ 1,237,303	\$ 1,289,487	\$ 52,184	Increase due to the District utilizing more BOCES services
Hardware and Technology	\$ 21,728	\$ 22,145	\$ 417	Slight increase due to enrollment
	\$ 8,587,089	\$ 8,665,030	\$ 77,941	
Gap Elimination Adjustment	\$ (631,757)	\$ (428,581)	\$ 203,176	GEA Restoration based on combined wealth ratio (CWR)
	\$ (631,757)	\$ (428,581)	\$ 203,176	
Building Aid	\$ 2,158,547	\$ 2,197,437	\$ 38,890	Increase due to the BCS
<b>Total</b>	<b>\$ 10,113,879</b>	<b>\$ 10,433,886</b>	<b>\$ 320,007</b>	

# Tax Cap Update

What has changed since December 15, 2015  
BOE Meeting?

- Tax Base Growth Factor is flat (1.0%)
- CPI is .12%
- Updated local capital levy: \$574,438  
(increase of \$10,930)

# Tax Levy Calculation (update)

Prior Year Tax Levy	\$ 14,845,962	
Prior Year Levy <u>X</u> Tax Base Growth Factor (1.0000) *	\$ 14,845,962	
Add Prior Year Pilot 2015 - 2016	\$ 57,858	
Subtract Prior Year Exemptions Torts/Judgements/Capital Levy	\$ 725,587	
<i>Adjusted Prior Year Tax Levy</i>	\$ 14,178,233	
Adjusted Tax Levy <u>X</u> Allowable Levy Growth Factor (.12%)	\$ 14,195,247	
Remove Pilot Receivable for 2016 - 2017	\$ 59,593	
Available Carry Over	\$ -	
<i>Tax Levy Limit</i>	\$ 14,135,654	
2016 - 2017 ERS Exemption	\$ -	
2016 - 2017 TRS Exemption	\$ -	
2016 - 2017 Local Capital Levy Share	\$ 574,438	
<b>Maximum Allowable Tax Levy</b>	<b>\$ 14,710,092</b>	
<b><u>Analysis</u></b>	<b><u>Amount</u></b>	<b><u>Percentage</u></b>
Percentage increase from prior year tax levy	\$ (135,870)	-0.92%

# Revenue Forecast

Category	2015 - 2016 Budget	2016 - 17 New Budget	\$ Amount Increase/Decrease	% Amount Increase/Decrease
Real Property Taxes	\$ 14,845,962	\$ 14,710,092	\$ (135,870)	-0.92%
State Aid	\$ 10,113,879	\$ 10,433,886	\$ 320,007	3.16%
Fund Balance	\$ 550,000	\$ -	\$ (550,000)	-100.00%
Refunds From BOCES	\$ 100,000	\$ 100,000	\$ -	0.00%
Gifts/Donations	\$ 278,500	\$ 292,368	\$ 13,868	4.98%
Misc Items	\$ 235,358	\$ 234,593	\$ (765)	-0.33%
<b>Total</b>	<b>\$ 26,123,699</b>	<b>\$ 25,770,939</b>	<b>\$ (352,760)</b>	<b>-1.35%</b>

# Expenditure Forecast

<u>Category</u>	<u>2015 - 16</u> <u>BUDGET</u>	<u>2016 - 17 NEW</u> <u>BUDGET</u>	<u>\$ AMOUNT</u> <u>INCREASE/DECREASE</u>	<u>% AMOUNT</u> <u>INCREASE/DECREASE</u>
Salaries	\$ 9,999,198	\$ 10,278,298	\$ 279,100	2.79%
Equipment	\$ 103,000	\$ 156,500	\$ 53,500	51.94%
Contractual	\$ 1,256,250	\$ 1,243,780	\$ (12,470)	-0.99%
Supplies	\$ 452,550	\$ 447,300	\$ (5,250)	-1.16%
Tuition	\$ 200,000	\$ 270,000	\$ 70,000	35.00%
Textbook	\$ 75,500	\$ 75,500	\$ -	0.00%
BOCES	\$ 3,597,670	\$ 3,820,195	\$ 222,525	6.19%
Debt Service	\$ 3,121,919	\$ 2,999,750	\$ (122,169)	-3.91%
Benefits	\$ 7,280,612	\$ 7,094,925	\$ (185,687)	-2.55%
Transfers	\$ 37,000	\$ 50,000	\$ 13,000	35.14%
<b>Total</b>	<b>\$ 26,123,699</b>	<b>\$ 26,436,248</b>	<b>\$ 312,549</b>	<b>1.20%</b>

# 2016 – 2017 Budget

Estimated Revenue	\$25,770,939
Estimated Expenditures	<u>\$26,436,248</u>
<b>Budget Gap</b>	<b>\$ 665,309</b>

# Additional Information

- Final Health Insurance Rate
- Final TRS Rate
- BOCES Service Requests
- Teacher Retirements (breakage)
- Final New York State Budget