

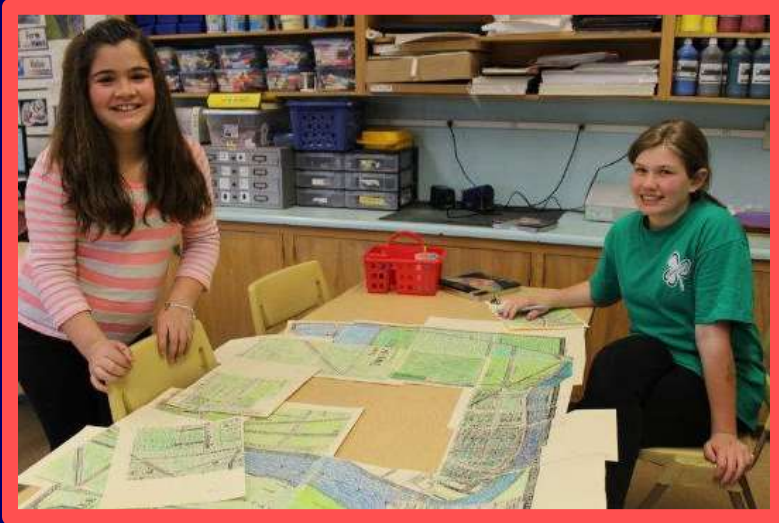


North Tonawanda City Schools

Achieving Excellence

2019-20 Budget Hearing

Board of Education Meeting
May 14, 2019



In the budget hearing tonight there will be a review of the proposed 2019-20 budget presented in the administrative, capital, and program components as required by education law.

Meeting Agenda



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1. 2019-20 Budget Update
2. General Fund Budget
 1. Administration \$ 7,267,798
 2. Capital \$ 13,807,075
 3. Program \$ 58,356,427
 4. Revenues \$ 79,431,300
3. 2019-20 Budgetary Items
4. Proposition #1
General Fund Budget
5. Proposition #2
Capital Reserve
6. Introduction of Candidates



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2019-20 Budget Goals

“Fiscally responsible and meeting program goals”

GOAL

- ✓ Stay within the tax cap
- ✓ Allocate resources to support District initiatives and strategic plans

PROPOSED BUDGET

- ✓ **BELOW TAX CAP** – proposed levy .96%
- ✓ Addition of programs to support student and families



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2019-20 Budget Goals

“Fiscally responsible and meeting program goals”

GOAL

- ✓ Keep pace with Technology
- ✓ Continue to enhance safety and security measures throughout the District
- ✓ Reduce Appropriated Fund Balance amount

PROPOSED BUDGET

- ✓ Planning & new equipment
- ✓ SRO, Cameras, Metal Detectors, Door Hardening, Visitor Management, Radios
- ✓ Appropriation Reduced – Fiscally Stability



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2019-20 Budget Goals

“Fiscally responsible and
meeting program goals”

Not just addressing this
year...building a multi-
year approach to achieve
long range stability

BUDGET

✓ Keep pay

✓ Continue

and security

throughout

equipment

al

ning,

adidos

✓ Reduce Appropriated Fund

Balance amount

✓ Appropriation Reduced –

Fiscally Stability

Initial Budget Parameters



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- ❖ Budget Increase
 - Keep increase to 1% and 3%
- ❖ CPI (consumer price index)
 - Cost of doing business across the country - rate trending at an increase of about 2% (basis for growth factor on levy)

❖ Budget Increase

- Keep increase to 1% and 3%

Keep these numbers in mind as we review the three key areas of the budget – Administration, Capital, and Program

Initial Budget Parameters

the index)
ss across
ending at
2% (basis
for growth factor on levy)



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**1.98% increase
over
2018-19 Budget**

**previous year
increase of 5.98%**



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General Fund Budget Summary

2018-19 Budget

\$ 77,887,449

**2019-20 Proposed
Budget**

\$ 79,431,300

\$ 1,543,851 increase

**.96% increase
over
2018-19 Budget**

**previous year
increase of 1.98%**



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Tax Levy Summary

2018-19 Budget

\$ 28,601,055

**2019-20 Proposed
Budget**

\$28,875,625

\$274,570 increase

General Fund Expenditure Budget



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	PROPOSED	
BUDGET	BUDGET	%
2018-19	2019-20	Change
ADMINISTRATION		
\$7,082,130	\$7,267,798	2.6%
CAPITAL		
\$13,943,125	\$13,807,075	(.98)%
PROGRAM		
\$56,862,194	\$58,356,427	2.6%
TOTALS		
\$77,887,449	\$79,431,300	1.98%

General Fund Expenditure Budget



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	PROPOSED	
BUDGET	BUDGET	%
2018-19	2019-20	Change
ADMINISTRATION		
\$7,082,130	\$7,267,798	2.6%
CAPITAL		
\$13,943,125	\$13,807,000	CPI (98)%
PROGRAM		
\$56,862,194	\$58,356,427	2.6%
TOTALS		
\$77,887,449	\$79,431,300	1.98%

ADMINISTRATION



Board of Education

- District Clerk
- Election
- Legal Notices
- Training



Administrative Staff

- Superintendent
- Finance
- Human Resources
- Special Education
- Instructional Admin



Administration of Benefits



Special Items

- Insurance
- Legal
- BOCES Admin

Central Services

- Printing
- Equipment
- Supplies and Materials

Administrative Budget Summary



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Component Detail		18-19	19-20
Board of Education	↓	\$75,880	\$48,051
Chief School Admin	↑	\$242,890	\$245,491
Finance Administration	↓	\$480,385	\$452,691
Personnel Admin	↓	\$554,247	\$518,901
Central Services	↓	\$693,695	\$679,189
Special Items	↓	\$822,775	\$820,992
Instructional Admin	↑	\$2,050,612	\$2,118,480
Employee Benefits	↑	\$2,161,646	\$2,384,003
ADMINISTRATIVE TOTAL		\$7,082,130	\$7,267,798

Component Detail		18-19	19-20
Board of Education	↓	\$75,880	\$48,051
Chief School Admin	↑	\$242,890	\$245,491

Administrative
Budget
Summary

In general, increases due to contractual agreements, decreases retirements or recoding, increase in cost of benefit administration



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ADMINISTRATIVE TOTAL		\$7,082,130	\$7,267,798
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CAPITAL



Operations of Plant

- Utilities
- Equipment
- Supplies and Materials
- Training



Special Items

- 100k Project
- Transportation








Facilities Staff





- Director's Office
- Maintenance
- Custodial
- Grounds

Capital Budget Summary



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Component Detail	18-19	19-20
Buildings & Grounds 	\$5,448,220	\$5,144,109
District Transportation 	\$110,000	\$110,000
100k – Capital Outlay 	\$100,000	\$100,000
Principal and Interest Payments 	\$6,764,809	\$6,940,736
Employee Benefits 	\$1,520,096	\$1,512,230
CAPITAL TOTAL	\$13,943,125	\$13,807,075

Component Detail	18-19	19-20
Buildings & Grounds 	\$5,448,220	\$5,144,109
District Transportation 	\$110,000	\$110,000
100k – Capital Outlay 		
Principal and Interest Payments 	\$6,764,809	\$6,940,736

School Bus - Aided
Summary

Project/yearly - Aided

Completed Projects - Aided

No increase in non-aided equipment – reduction in contractual expenses with outside vendors (**Co-gen**) – **Sale of Building** – energy efficiency – studies on efficiency to reduce overhead costs

Transportation Capital Expenditure

In the 2019-2020 budget year, the district is proposing to purchase a **66-passenger big bus** for the purpose of transporting students as part of home to school services. This vehicle will be replacing vehicles that will be retired from the current district fleet.



Transportation Capital Expenditure

In the district, the **66-** **passed** transportation to school replacement from the current district fleet.

\$ Aided Expense \$
- For every \$1 spent, about \$.79 will come back in State Aid.



\$100,000 Capital Outlay Project

- Est. by NYSED Department of Facilities Planning
 - Method to maintain facilities
 - Modest upgrades, and improvements
 - Up to \$100,000 between larger capital projects
- Generate state aid for the school district
 - Approx. 16% of the costs - local funds
 - State will aid at approximately 84%
- Funding to reduce the local cost to taxpayers
- Proposing to use these funds for a project to address **heating and ventilation** in school buildings.

\$100,000 Capital Outlay Project

- Est. by NYSED Department of Facilities Planning
 - Method to maintain facilities
 - Modest up-front costs
 - Up to \$100,000 per school district
- Generate savings
 - Approx. 16% per year
 - State will contribute 16%
- Funding to reduce the local cost to taxpayers
- Proposing to use these funds for a project to address **heating and ventilation** in school buildings.

\$ Aided Expense \$

**- For every \$1 spent, about
\$.84 will come back in State
Aid.**

**Summary of Positions
to Support New
Initiatives**

\$110,000



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Staff/Program	Building	Cost	Levy % (approx.)
.5 Writing	Middle School	\$27,500	0.094 %
Elementary Teacher	Spruce	\$55,000	0.189 %
.5 Counselor	Support Center	\$27,500	0.094 %
Total		\$110,000	0.377 %

Program Budget Summary



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Component Detail		18-19	19-20
Teaching	↑	\$19,588,145	\$20,096,291
Special Education	↑	\$13,861,524	\$14,453,531
Occ Education	↓	\$1,539,710	\$1,422,473
Instructional Media	↑	\$1,516,450	\$1,572,017
Pupil Services	↑	\$2,715,399	\$2,897,420
Transportation	↑	\$2,613,643	\$2,980,662
Employee Benefits	↓	\$14,902,323	\$14,809,033
Transfers	—	\$125,000	\$125,000
PROGRAM TOTAL		\$56,862,194	\$58,356,427

Component Detail	18-19	19-20
Teaching 	\$19,588,145	\$20,096,291
Special Education 	\$13,861,524	\$14,453,531
Occ Education 	\$1,539,710	\$1,422,473

Program Budget
Sum

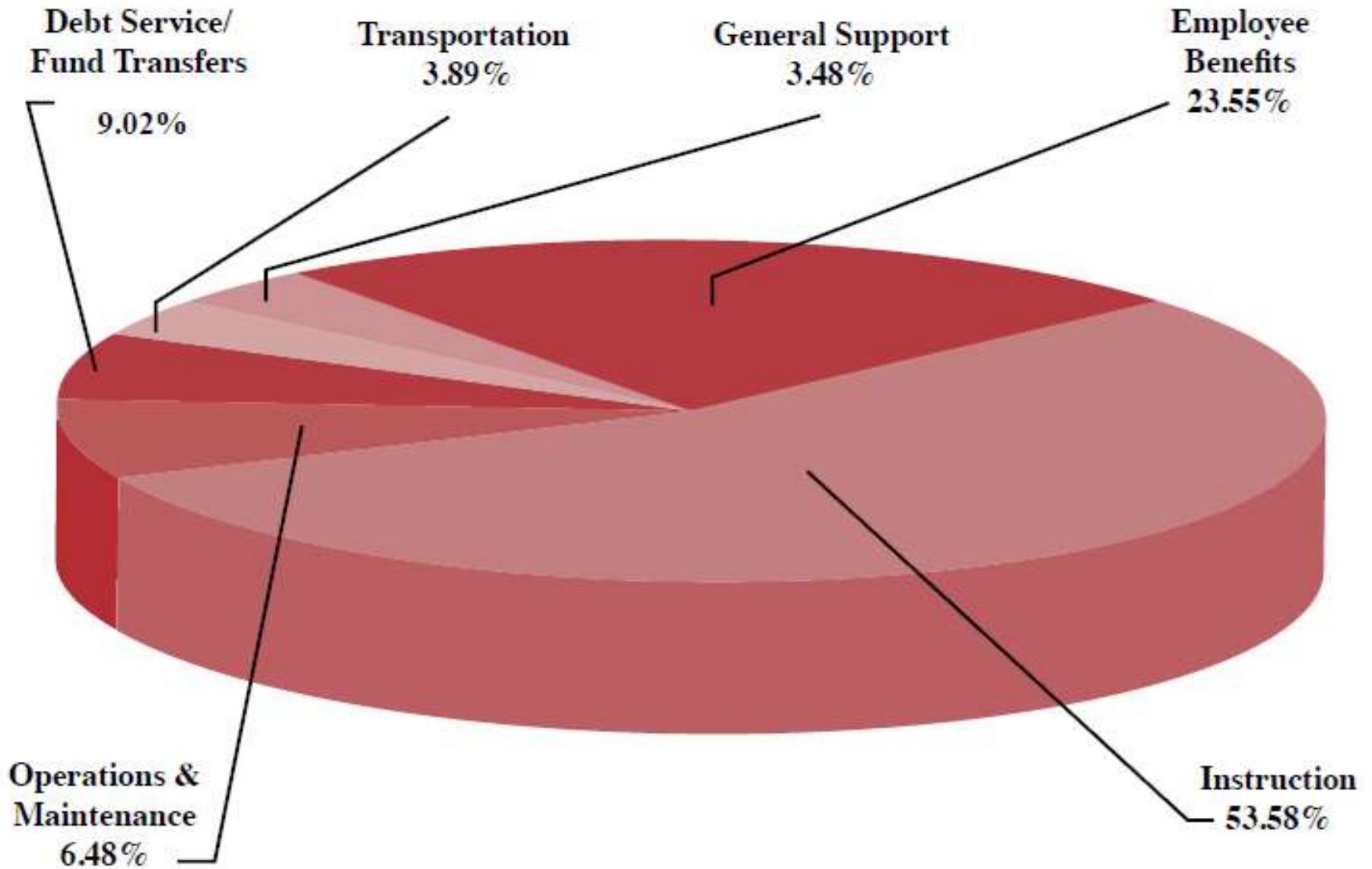
In general, increases due to contractual agreements, decreases reduced enrollment in Occ. Ed.

Transportation - increase in out of District placements

Achi
Excellence

PROGRAM TOTAL	\$56,862,194	\$58,356,427
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EXPENDITURES



Revenue Budget Summary




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		REVENUES 2018-19	ESTIMATED REVENUES 2019-20
STATE / FEDERAL AID	↑	\$42,332,552	\$43,450,993
OTHER INCOME	↑	\$1,903,842	\$2,104,682
RESERVES and FUND BALANCE	↓	\$5,050,000	\$5,000,000
TAX LEVY	↑	\$28,601,055	\$28,875,625
TOTAL REVENUES		\$77,887,449	\$79,431,300

Revenue Budget Summary

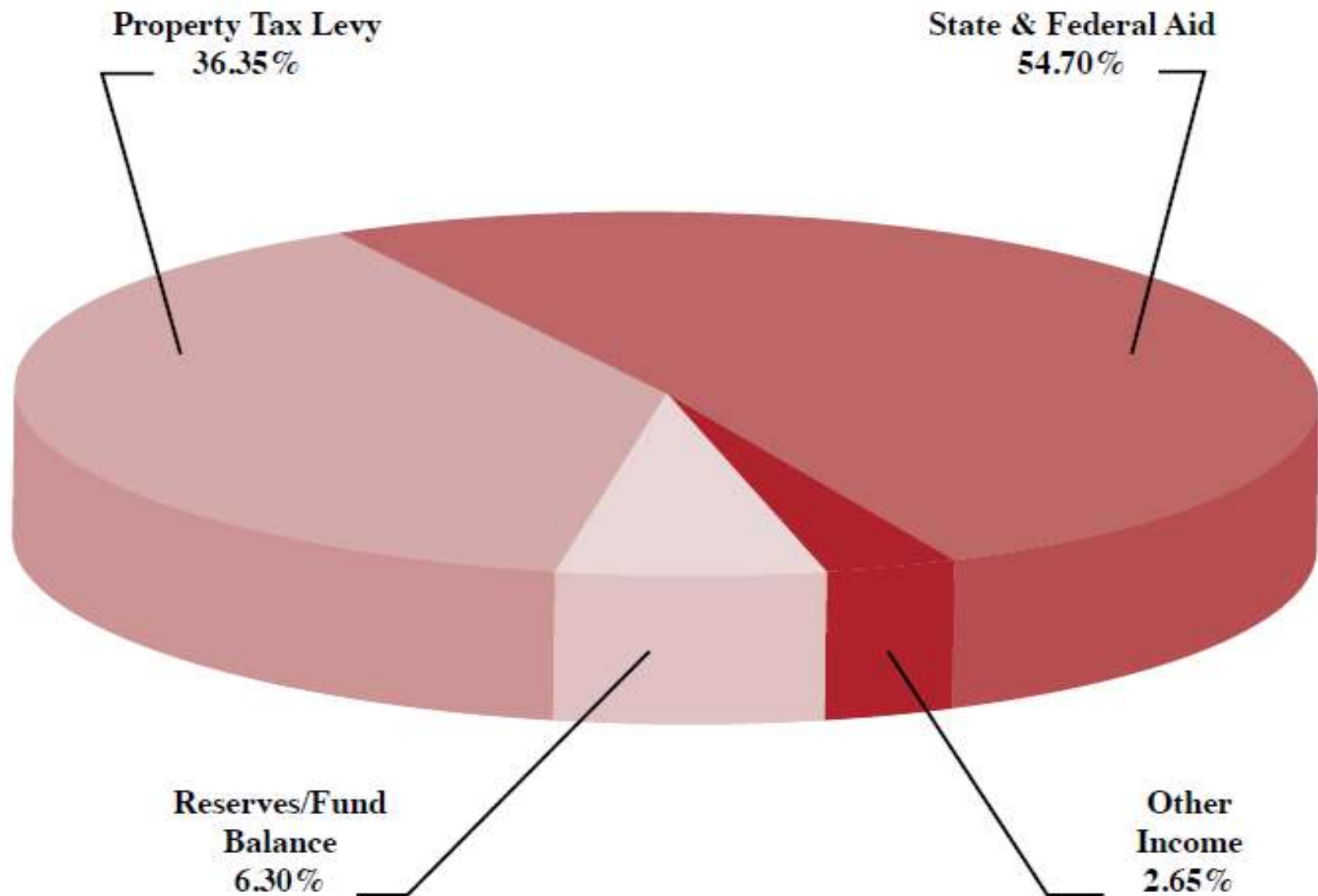


Achieving Excellence

	REVENUES 2018-19	ESTIMATED REVENUES 2019-20
STATE / FEDERAL AID 	\$42,332,552	\$43,450,993
Other		\$2,104,682
REVENUE FROM		\$5,000,000
TOTAL		\$28,875,625
TOTAL REVENUES	\$77,887,449	\$79,431,300

Increase in aid to small city school districts helped keep the levy low – in the past funding was inequitable

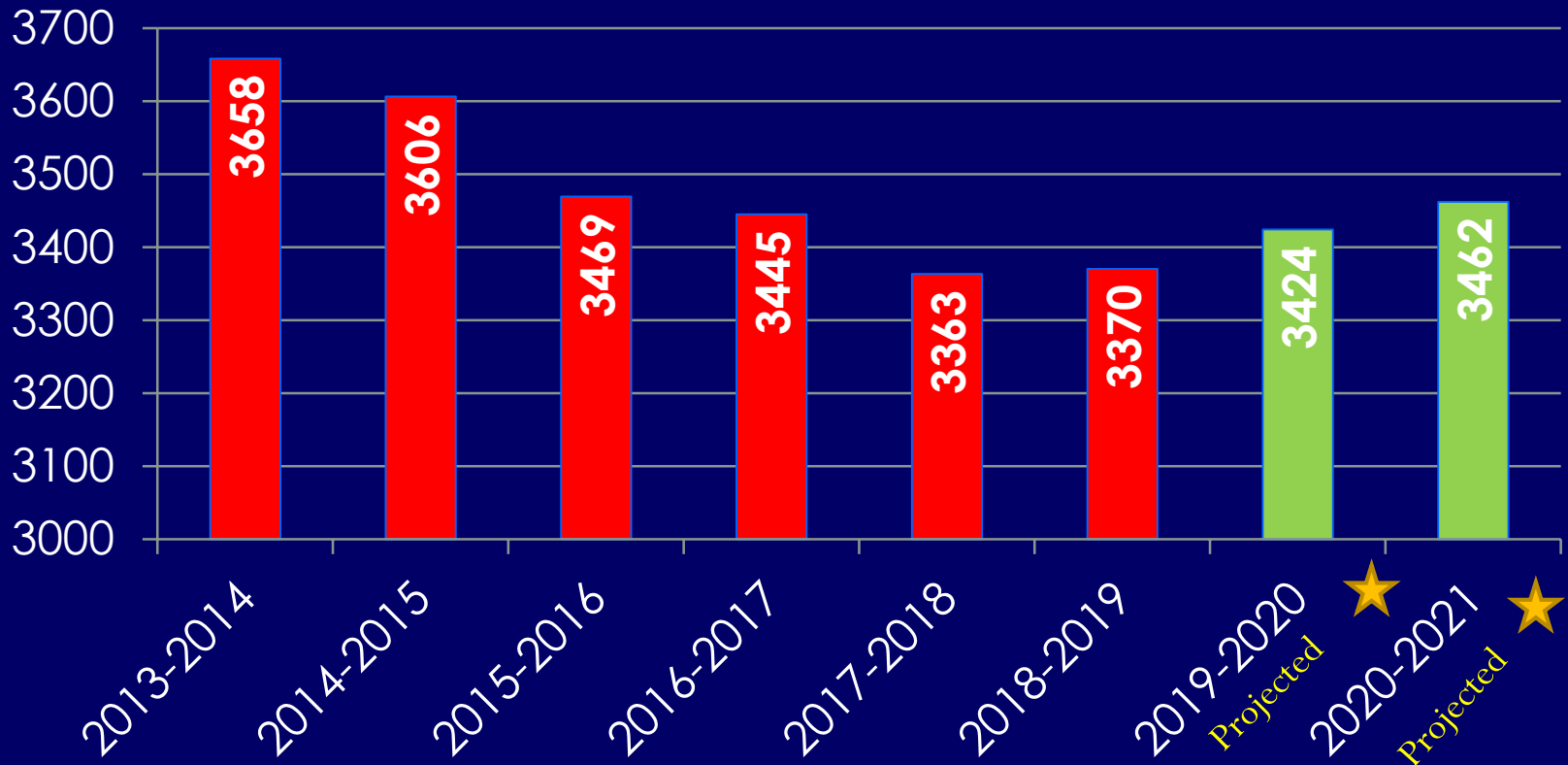
PROJECTED REVENUES



Enrollment Trends

2013 – 2021

Total Enrollment



Updated to reflect actuals source educational services records



Updated to reflect live
Birth data from the DOH

BUDGET CHALLENGES

APPROPRIATIONS

- Benefits-(Retirement, Health)
- Contractual Increases
- Staff costs -negotiated contracts
- Tuition costs – BOCES /out of district programs

REVENUE

- Federal and State Aid
 - Consistency?
- Keeping Tax Levy Low
 - Tax Cap
- Appropriation of Fund Balance and use of Reserves
 - Planned spending of savings

Should the budget fail

Contingency Budget and Tax Cap

- Go directly to a Contingency Budget **or**
- Conduct a Second vote
(Same Budget, Amended Budget or Contingency with propositions)
- A failed second vote and/or contingency budget means
- **\$478,500** in cuts to be within the Tax Levy Limit (To comply with current contingent budget rules)

What do we stand to lose?

• Contingent Budget

- 0 % increase
- Board evaluates ordinary contingent expenses
- Removes capital and equipment expenditures

• What do these support?

- Student equipment – program needs (science and music programs)
- Safety measures – cameras, doors, etc.
- Transportation – Bus Purchases
- 100k Capital Outlay Project
- Public use of building use will be limited

What do we stand to lose?

Contingent Budget

- 0 % inc
- Board expenses
- Removal expenditures

What do

- Student (science
- and m

- Lose the advantage of state aid which is driven by these capital expenditures
- For every dollar spent we get money back from the state to aid the operations of facilities.

Keep Local Taxes Low

- Safety measures – cameras, doors, etc.
- Transportation – Bus Purchases
- 100k Capital Outlay Project
- Public use of building use will be limited

Tax Levy And Rates

**STAR
PROGRAM**



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	18-19	19-20	Change
Tax Levy	\$28,601,055	\$28,875,625	\$274,570
Tax Levy Rate	\$ 22.69	\$ 22.91	\$ 00.22

Estimated Impact on Taxes

Increase on 100,000 household	\$ 22.00/YEAR	Estimated
Increase on 100,000 household With STAR	\$ 16.00/YEAR	Estimated
Increase on 100,000 household With Enhanced STAR	\$ 9.25/YEAR	Estimated

Proposed Tax Levy Rate
Increase .96%
Below Tax Cap of 1.71%

PROPOSITION

Proposition #1

General Fund Budget

*The proposed budget is presented to the voters of the district at \$79,431,300 which represents a **.96% proposed tax levy increase.***

PROPOSITION

Proposition #2

ESTABLISHMENT OF A CAPITAL IMPROVEMENTS RESERVE FUND

Establish a new capital reserve fund pursuant to Section 3651 of the Education Law known as the “Capital Reserve Fund 2019”, for the purpose of financing, in whole or in part, the acquisition of school buses.

Not to exceed \$1,500,000 and can be funded for three (3) years from surplus funds remaining in the District’s unassigned fund balance.

\$ Aided Expense \$

- For every \$1 spent, about
\$.79 will come back in State
Aid. (Acquiring Buses)

Savings to fund future bus
purchases



Establish a new capital reserve fund pursuant to
Section 365
"Capital Re
financing, in
school buse

Not to exc
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In closing...

- \$ Budget increase of 1.98% with a tax levy of .96% which is BELOW cap.
- \$ Proposition # 2 – creates a savings account to keep levy low
- \$ Funding capital expenditures that drive aid to keep levy low

Thank You



Comments/Questions

- Board Members
- Public

Election of Board Members

Voters will elect two board members based on the top two vote getters for a three-year term from July 1, 2019 through June 30, 2022. Names are listed as they will appear on the Ballot.

Collin Holycross

Gabrielle Richards

Colleen Angelhow

Stephanie Barmann

Joseph Marranca

Information regarding these candidates are available on the front desk



Annual Election & Budget Vote

May 21, 2019- Noon through 9PM
at
NTCSD Fine Arts Center

