

# Syosset School District

## 2020-21 Budget

April 21, 2020

# 2020-21 Budget Planning

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## Important Dates

- ✓ February 10 - Budget Meeting (Capital & Admin. Codes)
- ✓ March 16 - Budget Summary (Program)
  - April 28 - Budget Meeting – Revenue & Reserves
  - Budget Adoption Date = ?
  - Budget Hearing Date = ?
  - BUDGET VOTE DATE = ?

# Realigning Budget Goals to Current Fiscal Environment

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## Original 2020-21 Budget Goals & Strategies

- Continue to enhance the learning environment with flexible furniture
- Continue to replace instructional technology
- Continue to invest in the safety and security of students and staff
- Continue to repair and maintain facilities and equipment
- Continue to seek greater efficiencies in operations

## Adjusted 2020-21 Budget Goals & Strategies

- Preserve program and services in an environment of uncertain revenue.
- Ensure the district's financial health stays strong to effectively respond to rapidly changing economic and learning environments.
- Maintain safe and secure learning environment.
- Continue to repair and maintain facilities and equipment related to health & safety
- Continue to seek greater efficiencies in operations

## Fiscal Environment Concerns

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- Delays in Receipt of Tax Revenue & Cash Flow Issues
- Reductions in State Aid
- Mid-Year Reductions in State Aid
- Financial Stability – Reserves
- Uncertainty in Expenditures – Summer School, Additional Services for Students, Social Distancing, Health Insurance
- Delay in Budget Vote & impact on fiscal operations



## DRAFT Syosset Budget & Tax Levy Prior to March 13

	Tax Cap Calculation	Actual Tax Levy
<b>2020-21 Est.</b>	3.23%	?
<b>2019-20</b>	3.34%	2.49%
<b>2018-19</b>	3.57%	2.26%
<b>2017-18</b>	2.24%	2.12%
<b>2016-17</b>	0.30%	0.14%
<b>2015-16</b>	1.56%	0.91%
<b>2014-15</b>	1.39%	1.33%
<b>2013-14</b>	3.08%	2.84%
<b>2012-13</b>	2.26%	2.26%

	Draft 2020-21 Budget as of 3/12
<b>Preliminary Spending Plan DRAFT</b>	<b>244,430,226</b>
<b>Estimated State Aid (Including Anticipated Buidling Aid)</b>	<b>-18,570,702</b>
<b>Local Revenue</b>	<b>-10,615,126</b>
<i>(Includes PILOTS &amp; LIPA PILOT - PILOTS ARE ESTIMATED USING CURRENT YEAR VALUES &amp; SUBJECT TO REVISION)</i>	
<b>Appropriated Fund Balance</b>	<b>-4,015,000</b>
<b>Restricted Reserves</b>	<b>-3,880,000</b>
<b>Revenue from debt service fund</b>	<b>-421,615</b>
<b>Estimated Tax Levy 2020-21 (\$)</b>	<b>206,927,783</b>

*The numbers above are not current and  
are for illustrative purpose only*

Tax Cap  
Calculation -  
Preliminary

<b>Tax Levy for 2019-20</b>	<b>\$200,830,319</b>
Multiply (1) by Tax Base Growth Factor 2020	1.00960
	\$202,758,289
Add: PILOT payments from prior year	\$3,921,913
LIPA "PILOT"	\$5,158,642
Subtract Exclusions - Capital	(\$3,122,809)
<b>Adjusted Prior Year Levy</b>	<b>\$208,716,035</b>
Allowable Levy Growth Factor (lessor of CPI or 2%)	\$212,493,795
Current Estimate = 1.81%	
Subtract Estimated PILOTS for 2020-21 fiscal year	(\$3,890,559)
Subtract Estimated LIPA "Pilots" for 2020-21 fiscal year	(\$4,985,067)
<b>Tax Levy Limit</b>	<b>\$203,618,170</b>
Estimated Coming Year Exemptions - Capital	\$3,698,804
<b>2020-21 MAXIMUM ALLOWABLE TAX LEVY</b>	<b>\$207,316,974</b>
	<b>3.23%</b>

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Tax Cap

#### Tax Levy Limit, Before Adjustments and Exclusions

✓ <a href="#">Real Property Tax Levy FYE 2020</a>	\$200,830,319
✓ <a href="#">Tax Cap Reserve Offset from FYE 2019 Used to Reduce FYE 2020 Levy</a>	\$0
✓ <a href="#">Total Tax Cap Reserve Amount (Including Interest Earned) from FYE 2020</a>	---
✓ <a href="#">Tax Base Growth Factor</a>	1.0096
✓ <a href="#">PILOTs Receivable FYE 2020</a>	\$9,080,555
✓ <a href="#">Tort Exclusion Amount Claimed in FYE 2020</a>	\$0
✓ <a href="#">Capital Tax Levy Exclusion FYE2020</a>	\$3,122,809
✓ <a href="#">Allowable Levy Growth Factor</a>	1.0181
✓ <a href="#">PILOTs Receivable FYE 2021</a>	\$8,875,626
✓ <a href="#">Available Carryover from FYE 2020</a>	---

<b>Tax Levy Limit Before Adjustments/Exclusions</b>	<b>\$203,618,170</b>
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#### Exclusions

✓ <a href="#">Tort Exclusion</a>	\$0
✓ <a href="#">Capital Tax Levy Exclusion FYE2021</a>	\$3,698,804
✓ <a href="#">Teachers' Retirement System Exclusion</a>	\$0
✓ <a href="#">Employees' Retirement System Exclusion</a>	\$0
<b>Total Exclusions</b>	<b>\$3,698,804</b>

<b>Your FYE 2021 Tax Levy Limit, Adjusted for Transfers plus Exclusions</b>	<b>\$207,316,974</b>
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# Draft Budget Detail – Benefits

Budget Account	Description	2020-2021 Proposed Budget	2019-2020 Adopted Budget	Dollar Change	Percent Change	2018-2019 Actual Expenditure	2017-18 Expense
9010 State Retirement		3,000,000	3,000,000		0.00%	2,814,500	2,853,311
9020 Teachers' Retirement		10,740,935	9,909,500	831,435	8.39%	11,183,043	10,199,765
9030 Social Security		9,572,070	9,648,064	-75,994	-0.79%	9,104,258	9,120,791
9040 Workers' Compensation		730,000	730,000		0.00%	626,925	629,433
9045 Life Insurance		218,000	205,000	13,000	6.34%	217,722	205,273
9050 Unemployment Insurance		50,000	50,000		0.00%	22,069	43,269
9055 Disability Insurance		105,000	105,000		0.00%	67,279	55,763
9060 Hospital, Medical, Dental Insurance		30,651,664	30,360,112	291,552	0.96%	28,079,774	26,477,642
9065 Dental		905,000	900,000	5,000	0.56%	884,211	757,946
9070 Union Welfare Benefits		225,000	225,000		0.00%	225,000	225,000
9089 Other		355,200	411,882	-56,682	-13.76%	244,153	280,797
<b>Total General Fund</b>		<b>56,552,869</b>	<b>55,544,538</b>	<b>1,008,331</b>	<b>1.82%</b>	<b>53,468,934</b>	<b>50,928,990</b>

## Concerns:

- Future TRS & ERS obligations based on market returns
- Health insurance costs increases in the future
- Unemployment insurance increases in the event of excessing of positions.





## Budget and Tax Levy

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**Budget** = Expenditure Plan that supports all instructional programs and services of the school district.

**Tax Levy** = The amount of money raised through property taxes after all other revenue sources are deducted.

**Budget**

(State Aid)

(Local Revenue)

(Reserves)

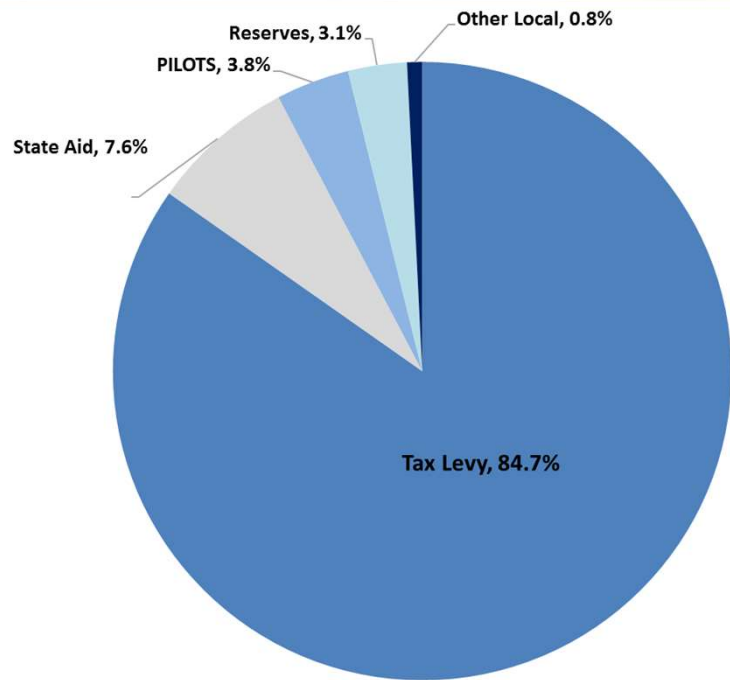
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**Tax Levy**

## State Aid

STATE AID	PROPOSED BUDGET 2019-20	Executive Budget 1/20	Legislative Budget 3/31/20
		PROPOSED BUDGET 2020-21	PROPOSED BUDGET 2020-21
FOUNDATION AID	8,527,805	13,794,939	8,527,586
EXCESS COST AID/PRIVATE	514,890	408,030	412,310
EXCESS COST AID/PUBLIC HI COST	437,078	486,268	490,273
BOCES AID	3,908,969		3,724,467
TRANSPORTATION AID	2,159,933	2,127,290	2,127,290
BUILDING AID	1,087,920	1,281,469	1,276,709
HARDWARE & TECHNOLOGY	38,058		41,504
TEXTBOOK/SOFTWARE/LIBRARY AIDS	546,474		555,550
HIGH TAX AID	697,595		697,595
PANDEMIC ADJUSTMENT			-221,042
FEDERAL CARES RESTORATION			221,042
<b>NET STATE AID</b>	<b>17,918,722</b>	<b>18,097,996</b>	<b>17,853,284</b>

# State Aid



Based on 2019-20 Revenue

State Aid = Approximately 8% of District Revenue

cuts in aid could = \$2 to \$4 million in budget reductions

# Transportation Expenses & Aid

Budget Account	Description	2020-2021 Proposed Budget	2019-2020 Adopted Budget	Dollar Change	Percent Change	2018-2019 Actual Expenditure	2017-18 Expense	2020-2021 Proposed FTE	2019-2020 Current Year FTE
5510-160-00-0000	Non-Inst Salaries	194,968	193,448	1,522	0.79%	192,318	189,101	2.0000	2.0000
5510-161-00-0000	Noninstructional P/T Sal	47,570	0	47,570	****.***%	0	0	1.4000	1.4000
5510-162-00-0000	Non-Inst Overtime-UoF	1,400	1,400	0	0.00%	0	1,038	0	0
5510-400-00-0000	Contractual Svc	0	0	0	0.00%	28,000	0	0	0
5510-500-00-0000	Supplies	850	850	0	0.00%	1,122	438	0	0
<b>5510 Function Subtotal</b>		<b>244,788</b>	<b>195,696</b>	<b>49,092</b>	<b>25.09%</b>	<b>219,440</b>	<b>190,578</b>	<b>3.4000</b>	<b>3.4000</b>
5540-400-00-0000	Contractual Svc	8,941,136	8,858,000	83,136	0.94%	8,504,676	8,177,208	0	0
5540-424-00-0000	Gasoline	250,000	250,000	0	0.00%	205,271	214,587	0	0
5540-454-00-0000	Field Trips	280,000	280,000	0	0.00%	255,294	271,835	0	0
5540-455-00-0000	Athletic Trans	670,000	650,000	20,000	3.08%	649,303	629,835	0	0
5540-458-00-0000	Field Trips-Academic Comp	105,000	48,200	56,800	127.27%	103,308	68,942	0	0
5540-459-00-2500	Field Trips-Music	52,000	35,000	17,000	48.57%	44,932	7,320	0	0
5540-460-00-0000	Software	20,000	7,500	12,500	166.67%	4,150	7,150	0	0
<b>5540 Function Subtotal</b>		<b>10,318,136</b>	<b>10,126,700</b>	<b>191,436</b>	<b>1.89%</b>	<b>9,766,934</b>	<b>9,374,877</b>	<b>0</b>	<b>0</b>
5581-460-00-0000	BOCES Svc	0	47,210	-47,210	-100.00%	6,395	0	0	0
<b>5581 Function Subtotal</b>		<b>0</b>	<b>47,210</b>	<b>-47,210</b>	<b>-100.00%</b>	<b>6,395</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total General Fund</b>		<b>10,562,924</b>	<b>10,369,606</b>	<b>193,318</b>	<b>1.86%</b>	<b>9,992,769</b>	<b>9,565,455</b>	<b>3.4000</b>	<b>3.4000</b>

Transportation Expenses are partially offset by Transportation Aid. Aid is projected at \$2.1 million, but is based on expenses, which are uncertain for 2019-20

## Local Revenue - Reserves

Continue to utilize reserves to support the budget:

- Fund capital projects in the budget
- Fund direct expenses in the budget (*ERS, Workers Compensation, Unemployment*)

## Local Revenue – Restricted Reserves

**Total Restricted  
Reserves = \$26.2  
Million**

**\$3.8 Million planned to  
support 2020-21  
Budget, same level as  
2019-20**

	<u>2019</u>
<b>General Fund</b>	
Restricted	
Workers' compensation	\$ 3,438,156
Unemployment insurance	775,564
Retirement contribution	
Teachers' retirement system	2,076,535
Employees' retirement system	15,860,129
Insurance	309,087
Employee benefit accrued liability	3,513,346
Capital	36,229
Repairs	170,067

*Reserve Balances from Audited Financial Statements*



# Local Revenue – Fund Balance

## Planned use of appropriated fund balance to support the budget:

	2019-20 Budget	2020-21 Budget as of 3/12	Updated 2020-21 Budget
Appropriated for Capital Projects	2,200,000	2,815,000	?
General Appropriation	1,200,000	1,200,000	?
Total Fund Balance	3,400,000	4,015,000	?

## 2020-21 Budget Planning – Next Steps

- **Continue to make revisions & reductions to prepare for revenue decreases**
- **April 30<sup>th</sup> update on State Aid**
- **Anticipate update on budget vote and related budget deadlines**