

# **Syosset Schools**

**Budget Information Meeting**

**April 17, 2018**

**▶ 2018–2019 Budget**

# 2018-19 Budget Planning

## ▶ **IMPORTANT DATES**

- February 12 - Budget Meeting
- March 19 - Budget Meeting
- **April 17 - Budget Meeting**
- May 7 - Budget Hearing
  - **May 15, 2018 - BUDGET VOTE**

# TAX CAP CALCULATION

## PRELIMINARY DATA

**Tax Levy for 2017-18** **\$191,622,402**

Multiply (1) by Tax Base Growth Factor 1.01450

\$194,400,927

Add: PILOT payments from prior year \$3,814,212  
LIPA "PILOT" \$4,736,530

Subtract Exclusions - Capital **(\$2,146,655)**

**Adjusted Prior Year Levy** **\$200,805,014**

Allowable Levy Growth Factor (lessor of CPI or 2%) \$204,821,114

Current Estimate = 2.0%

Subtract PILOTS for 2018-19 fiscal year **(\$3,358,522)**

Subtract LIPA "Pilots" for 2018-19 fiscal year **(\$5,233,177)**

**Tax Levy Limit** **\$196,229,415**

Coming Year Exemptions - Capital \$2,239,375

**2018-19 MAXIMUM ALLOWABLE TAX  
LEVY** **\$198,468,790**

**3.57%**

# TAX CAP CALCULATION

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## PILOT DATA

- Estimates on commercial PILOTS Previously Provided by Nassau County Department of Assessment
- District has PILOT agreements for the nine PILOTS in the district boundaries.
- Values in PILOTs are aggregate, district share is not specified.
- District requires consistent and accurate information on district share and terminations and when new PILOTs

# SYOSSET TAX CAP CALCULATION TREND

Tax Levy Cap - Calculation		Actual Tax Levy
2018-19 Preliminary	3.57%	2.26%
2017-18	2.24%	2.12%
2016-17	0.30%	0.14%
2015-16	1.56%	0.91%
2014-15	1.39%	1.33%
2013-14	3.08%	2.84%
2012-13	2.26%	2.26%

**ACTUAL TAX LEVY TREND: UNDER THE CAP**



# Tax Cap and Property Tax Report Card

✔ Real Property Tax Levy FYE 06/30/2018	\$191,622,402
✔ Tax Cap Reserve Offset from FYE 2017 Used to Reduce 2018 Levy	\$0
✔ Total Tax Cap Reserve Amount (Including Interest Earned) from FYE 2018	---
✔ Tax Base Growth Factor	1.0145
✔ PILOTs Receivable FYE 06/30/2018	\$8,550,742
✔ Tort Exclusion Amount Claimed in FYE 06/30/2018	\$0
✔ Capital Tax Levy Exclusion FYE 2018	\$2,146,655
✔ Allowable Levy Growth Factor	1.0200
✔ PILOTs Receivable FYE 06/30/2019	\$8,591,699
✔ Available Carryover from FYE 06/30/2018	\$0
<b>Tax Levy Limit Before Adjustments/Exclusions</b>	<b>\$196,229,415</b>
<b>Exclusions</b>	
✔ Tort Exclusion	\$0
✔ Capital Tax Levy Exclusion FYE 2019	\$2,239,375
✔ Teachers' Retirement System Exclusion	\$0
✔ Employees' Retirement System Exclusion	\$0
<b>Total Exclusions</b>	<b>\$2,239,375</b>
<b>Your FYE 2019 Tax Levy Limit, Adjusted for Transfers plus Exclusions</b>	<b>\$198,468,790</b>
✔ Total Tax Cap Reserve Amount Used to Reduce 2019 Levy	---
✔ FYE 2019 Proposed Levy, Net of Reserve	\$195,954,954
<b>Difference Between Tax Levy Limit and Proposed Levy</b>	<b>\$2,513,836</b>
✔ Do you plan to override the Tax Cap in 2019?	No

The Tax Levy Calculation data is filed with the OSC

# Tax Cap and Property Tax Report Card

Shaded Fields Will Calculate	Budgeted 2017-18 (A)	Proposed Budget 2018-19 (B)	Percent Change (C)
Total Budgeted Amount, not including Separate Propositions	223,702,174	230,346,020	2.97 %
A. Proposed Tax Levy to Support the Total Budgeted Amount <sup>1</sup>	191,622,402	195,954,954	
B. Tax Levy to Support Library Debt, if Applicable			
C. Tax Levy for Non-Excludable Propositions, if Applicable <sup>2</sup>			
D. Total Tax Cap Reserve Amount Used to Reduce Current Year Levy, if Applicable			
E. Total Proposed School Year Tax Levy (A+B+C-D)	191,622,402	195,954,954	2.26 %
F. Permissible Exclusions to the School Tax Levy Limit	2,146,655	2,239,375	
G. School Tax Levy Limit, <u>Excluding</u> Levy for Permissible Exclusions <sup>3</sup>	189,712,517	196,229,415	
H. Total Proposed Tax Levy for School Purposes, <u>Excluding</u> Permissible Exclusions and Levy for Library Debt, Plus Prior Year Tax Cap Reserve (E-B-F+D)	189,475,747	193,715,579	
I. Difference: (G-H); (negative value requires 60.0% voter approval) <sup>2</sup>	236,770	2,513,836	
Public School Enrollment	6,409	6,498	1.39 %
Consumer Price Index			2.13 %

<sup>1</sup> Include any prior year reserve for excess tax levy, including interest.

<sup>2</sup> Tax levy associated with educational or transportation services propositions are not eligible for exclusion under the School Tax Levy Limit and may affect voter approval requirement

<sup>3</sup> For 2018-19, includes any carryover from 2017-18 and excludes any tax levy for library debt or prior year reserve for excess tax levy, including interest.

	Actual 2017-18 (D)	Estimated 2018-19 (E)
Adjusted Restricted Fund Balance	36,261,434	22,970,046
Assigned Appropriated Fund Balance	3,742,577	4,000,000
Adjusted Unrestricted Fund Balance	8,948,089	9,213,841
Adjusted Unrestricted Fund Balance as a Percent of the Total Budget	4.00 %	4.00 %

The property  
tax report  
card is filed  
with NYSED




Capital + (add) - (delete)	2014 CAPITAL RESERVE FUND	For the cost of any object or purpose for which bonds may be issued.	11,464,500	0	Approved by the voters in February 2018 for Phase II Capital Projects. The June 30th Balance reflects the movement of the funds from the Capital Reserve to the Capital Fund to pay for projects.
Capital + (add) - (delete)	SECURITY CAPITAL IMPROVEMENT PROGRAM 2018	For the cost of any object or purpose for which bonds may be issued.	0	2,000,000	If the establishment of the reserve is approved by the voters, possible funding of up to \$2,000,000 for district-wide security upgrades, contingent upon year-end operating results.
Repair	REPAIR RESERVE	For the cost of repairs to capital improvements or equipment.	168,681	168,681	Not planned for use in 2018-19 school year.
Workers Compensation	WORKERS' COMPENSATION RESERVE	For self-insured Workers Compensation and benefits.	3,622,890	2,892,890	We anticipate appropriating up to \$730,000 to fund workers compensation expense in the budget, which reduces the tax levy.
Unemployment Insurance	UNEMPLOYMENT INSURANCE RESERVE	For reimbursement to the State Unemployment Insurance Fund.	827,928	777,928	We anticipate appropriating up to \$50,000 to fund unemployment expenses in the 2018-19 budget, which reduces the tax levy.
Reserve for Tax Reduction		For the gradual use of the proceeds of the sale of school district real property.			
Mandatory Reserve for Debt Service		For proceeds from the sale of district capital assets or improvement, restricted to debt service.			
Insurance	INSURANCE RESERVE	For liability, casualty, and other types of uninsured losses.	302,324	302,324	Not planned for use in 2018-19 school year.
Property Loss + (add)		To cover property loss.			
Liability + (add)		To cover incurred liability claims.			
Tax Certiorari		For tax certiorari settlements.			
Reserve for Insurance Recoveries		For unexpended proceeds of insurance recoveries at fiscal year end.			
Employee Benefit Accrued Liability	EMPLOYEE BENEFIT ACCRUED LIABILITY RESERVE	For accrued 'employee benefits' due to employees upon termination of service.	3,633,329	3,533,329	We anticipate appropriating up to \$100,000 to fund EBAL expense in the 2018-19 budget to reduce the tax levy.
Retirement Contribution	RETIREMENT CONTRIBUTION RESERVE	For employer retirement contributions to the State and Local Employees' Retirement System.	16,241,782	13,294,894	We anticipate appropriating up to \$3,000,000 to fund ERS (pension) expense in the budget, which reduces the tax levy.

## New Expanded Reserve Section



# Budget and Tax Levy

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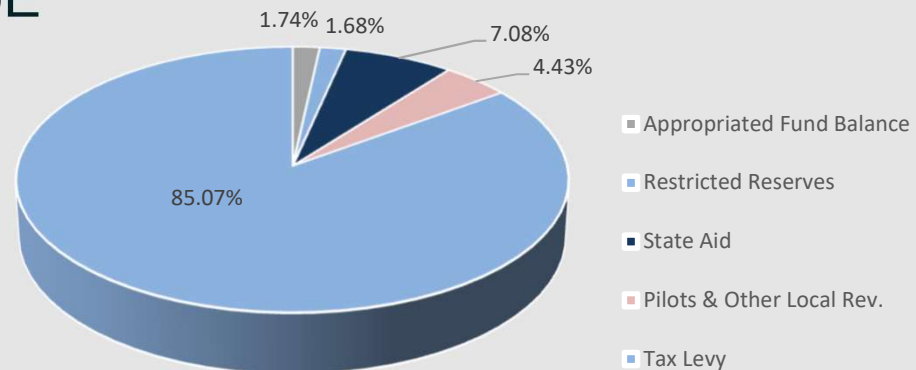
- ▶ Budget: The spending plan that supports the instructional programs and services of the school district.
  - ▶ Revenue: The funding that supports the spending plan (Budget).
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# REVENUE

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## ► SOURCES OF SCHOOL DISTRICT REVENUE:

- STATE AID
- TAX LEVY
- LOCAL REVENUE
- RESERVES



# Budget and Tax Levy

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<b>Preliminary Spending Plan DRAFT</b>	<b>230,346,020</b>
<b>Estimated State Aid</b>	<b>-16,302,931</b>
<b>Local Revenue</b> <b>(Including PILOTS &amp; LIPA PILOT - PILOTS ARE ESTIMATED USING CURRENT YEAR VALUES &amp; SUBJECT TO REVISION)</b>	<b>-10,208,135</b>
<b>Appropriated Fund Balance</b>	<b>-4,000,000</b>
<b>Restricted Reserves</b>	<b>-3,880,000</b>
<b>Estimated Tax Levy 2018-19 (\$)</b>	<b>195,954,954</b>

# Revenue – Draft State Aid

<b>REVENUE DESCRIPTION</b>	<b>ADOPTED BUDGET 2017-18</b>	<b>PROPOSED BUDGET 2018-19</b>
<b><i>STATE AID</i></b>		
FOUNDATION AID	7,905,453	8,401,773
EXCESS COST AID/PRIVATE	530,756	518,957
EXCESS COST AID/PUBLIC HI COST	368,460	422,486
BOCES AID	2,068,022	3,414,030
TRANSPORTATION AID	1,410,887	1,421,244
BUILDING AID	864,996	854,725
HARDWARE & TECHNOLOGY	20,355	23,391
TEXTBOOK/SOFTWARE/LIBRARY AIDS	543,699	548,730
HIGH TAX AID	697,595	697,595
<b>NET STATE AID</b>	<b>14,410,223</b>	<b>16,302,931</b>

# REVENUE ASSUMPTION

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- ▶ Continue to utilize reserves to support the budget:
  - Fund capital projects in the budget
  - Fund expenses in the budget (*ERS, Workers Compensation, Unemployment*)

# **Current District Reserves**

## **Balances - June 30, 2017 Audit Report**

Workers Comp Reserve	3,622,890
Unemployment Insurance Reserve	827,928
Retirement System (ERS)	16,241,782
Emp. Ben. Accrued Liability	3,633,329
Insurance	302,324
Repair	168,681
Capital Reserve	11,464,500
<b>Total Restricted Reserves</b>	<b>36,261,434</b>



# Reserves

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## ▶ Planned use of restricted reserves for 2018-19

Employee Retirement System (ERS)	3,000,000
Workers Compensation Reserve	730,000
Unemployment Insurance Reserve	50,000
EBAL	100,000
Total Restricted Reserves	3,880,000

# Fund Balance

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## ▶ Planned Appropriation of Fund Balance

Appropriated for Capital Projects	1,400,000
Appropriated for Security Enhancements	1,000,000
Appropriated for General Purpose	1,600,000
Total Appropriated Fund Balance	4,000,000

# 2018 Security CAPITAL RESERVE PROPOSITION

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- ▶ The approval of PROPOSITION #2 would enable the establishment of:
- ▶ **Security Capital Improvement Program 2018**
  - To fund up to \$5 million to fund Security Projects in the future.
- ▶ Spending from this reserve requires voter approval.

# BUDGET INFORMATION

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## ▶ Budget Information Available:

- District Website

Presentations and Budget Detail  
Voting information

- Budget Brochure and Budget Notice mailed to all homes early May.

# 2018-19 Budget Planning

▶ **Next Meeting: BUDGET HEARING**

▶ **MAY 7, 2018**

