



# PUTNAM VALLEY SCHOOL DISTRICT

## PROPOSED BUDGET 2017-18

March 9, 2017

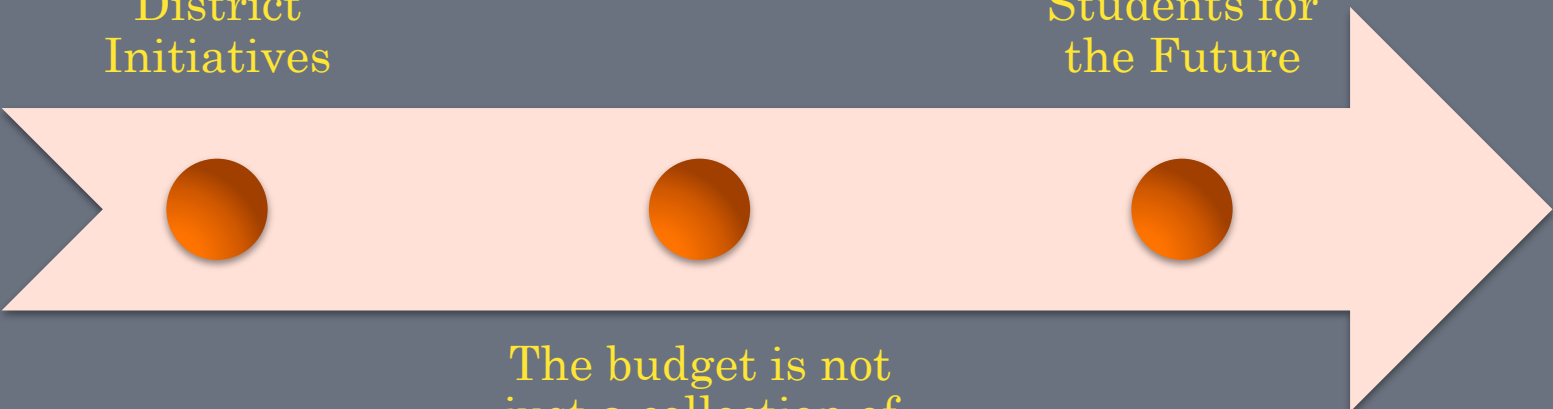
Jill Figarella

# 2017-18 BUDGET

What's New?

Program and  
District  
Initiatives

Preparing  
Students for  
the Future



The budget is not  
just a collection of  
numbers, but an  
expression of our  
values and  
aspirations.

*Jacob Lew*



# PROGRAM AND DISTRICT INITIATIVES INCLUDED IN THE BUDGET PROPOSAL

## District Wide Initiatives-

- World Language Expansion at the MS- Mandarin Chinese
- Children's Environmental Literacy Foundation (CELFF) teaching students how to balance economic, social, and environmental systems. (K-12) Directly tied to Energy Performance Project.
- Continue Innovative Designs in Education (IDE). K-12
- International Baccalaureate Program startup for the HS - to be implemented in 2019-20 for grades 11 & 12.
- Active Learning Lab additions at MS (Science & Journalism)
- Anticipated additional staff needed- 2.4 teaching positions at the HS and 3.0 teaching positions at the MS and 1.0 Teaching Assistant and a School Monitor to support programs and to assist in lowering class sizes; Director of Learning and Innovative Educational Opportunities
- 1 additional Cleaner position at the HS in conjunction with the new schedule



# BALANCING COSTS OF NEW INITIATIVES AND STAYING WITHIN THE TAX CAP

Expenditure Changes and Revenue highlights:

- A reduction in NYS retirement contribution rates, 8 retiring teachers and 7 retiring non-teaching staff will help pay for program changes.
- The proposed budget also uses available fund balance to help balance revenues. Use of our debt service reserve will help to meet the obligation of debt payments. The Local Retirement Systems reserve will help supplement the necessary retirement contributions for our non-teaching staff. Use of the Employee Benefit and Liability Reserve will reflect a reduction due to our retiring employees. The use of fund balance does lower the overall amount we have in reserve but will be used to benefit and supplement the instructional portion of the budget to reduce class size and enhance programs.
- Despite the increased available CPI of 1.26%, the allowable tax levy cap will stay almost flat due to a decreased tax levy base over the last two years and the declining debt. The 2017-18 proposed tax levy is a decrease over the prior year's proposed levy by \$69,143. In 2016-17, prior to the tax levy being adopted, the Board was able to lower the final 2016-17 levy by \$370,000 and relieve the local share of the burden to the taxpayers totaling \$650K in levy reductions over the previous two years.
- The newly proposed tax levy is an increase of \$300,857. However, the levy remains lower than it was 3 years ago in 2014-15.



Cont.....

## BALANCING COSTS OF NEW INITIATIVES AND STAYING WITHIN THE TAX CAP

- An increase in Health Premiums by 8% will impact the budget by \$400K+
- Natural increases in contractual bargaining unit contracts and cost increases for vendor contracts, materials and supplies.
- Transportation: as the District continues to serve particular transportation needs.-propose financing (2 ) 4WD vehicles. State allows schools to utilize a 5-year note for purchasing student transportation vehicles.



# 2017-18 Enrollment Projection

	K	1	2	3	4	5	6	7	8	9	10	11	12	Total
2016-2017	100	125	107	112	132	121	138	150	131	141	149	136	158	1700
2017-2018	114	101	126	111	115	134	125	140	148	138	142	152	134	1680
									3 Year Average					
2017-2018	111	102	128	109	115	136	125	140	150	135	142	151	136	1680
										5 Year Average				
Variance	Plus 11-14	Less 24-25	Plus 19-21	Less 1-3	Less 17	Plus 15-17	Less 13	Less 10	Plus 17-19	Less 3-6	Less 7	Plus 15-16	Less 20-22	Less 20

Live birth rates are used in the calculation when averaging the projected enrollment.



# CHANGES IN STAFF:

- 2.4 Teachers at the HS
  - 1.0 Science to reduce class size
  - 1.0 ELA/Film- coordination of current teachers for additional sections of the achievement center to allow for nine periods, math, journalism, film electives
  - .4 in Spanish (shared with MS)
  - 12 month Office Assistant being replaced with a school calendar employee
- 3.0 Teachers at the MS to address program and class sizes
  - .6 Spanish (shared with HS)
  - .4 Home and Careers (mandated program)
  - .6 Social Studies (addresses class size)
  - .8 ELA Reading/Writing addition Gen Ed lab 1x/wk
  - .6 Special Education/Reading (share with HS)
- Director of Learning and Innovative Educational Opportunities ( K-12)
- 1 Teaching Assistant and 1 monitor positions at the MS Active Learning Lab
- 1 FT time cleaner at the HS
- Replacement of 8 retiring teachers & 7 retiring non-teaching positions



The Four  
Categories  
of Revenue



School Taxes.....  
are driven by  
a formula- aka the  
“tax cap”. The CPI or  
consumer price index  
used to develop the  
tax cap is 1.26%. The  
formula yields an  
increase in the tax  
levy of \$300,857.

State Aid.....  
50% of our aid is expenditure  
driven. 50% is formula driven.  
Districts statewide are hoping  
for the reinstatement of  
foundation aid.  
Legislators are asking for the  
return of foundation aid in its  
original form not the modified  
form that is being proposed.

Other Revenue.....  
“Other” sources of  
revenue can be  
unpredictable such as  
interest earnings, Out-of  
District Tuitions,  
Building use and some  
Refunds of prior years  
expenses

Appropriated Fund Balance...  
EBALR: (Employee Benefit and  
Liability Reserve) this reserve will  
be adjusted for 15 retiring  
employees.  
Employees Retirement Reserve:  
supports the District retirement  
contribution for non-teaching staff.  
Tax Certiorari-can be adjusted up  
to the value of the claims on hand.



# The Four Categories of Expenditures



General Support  
-includes District and business functions. Changes in personnel, technology needs.

Instruction  
-While retirements can help reduce salaries in future years. Labor contract considerations will increase. Higher BOCES program cost mainly due to higher health costs, additional IT upkeep.  
5.4 new teaching positions and the Director of Learning & Innovative Educational Opportunities as well as new program offerings.

Transportation-  
Increase of 1% in the home to school contract  
Could be impacted by a piloted mid-year change to a later start time at the HS.

Benefits  
Health premiums will increase by 8%  
Employer contribution rate reduced to the NYSTRS.  
Cost considerations for any Affordable Care Act impacts, additional salary impact employer payroll taxes



## Proposed Revenue 2017-18

Revenues	Approved Budget 2014-15	Approved Budget 2015-16	Approved Budget 2016-17	Proposed Budget 2017-18	Budget to Budget \$\$\$\$	% Diff. Budget to Budget
Appropriated Fund Balance	1,179,068	994,632	1,493,617	<b>1,658,318</b>	164,701	11.03%
Real Property Tax	36,125,964	35,944,964	35,844,964 <i>ACTUAL*</i> <i>35,474,964</i> <i>*Tax levy was reduced after the vote</i>	<b>35,775,821</b>	(-)69,143 <i>Actual*</i> <i>(+)300,857</i>	(-).19% <i>Actual*</i> <i>+ .84%</i>
Local Non-Tax Sources	1,012,300	841,000	555,000	<b>695,000</b>	140,000	25.23%
State & Federal Sources	9,837,815	10,195,323	10,049,681	<b>10,415,000</b>	365,319	3.64%
Total	47,975,919	47,975,919	47,943,262	<b>48,544,139</b>	600,877	1.25%

## Proposed Expenditures 2017-18

Expenditures	Budget 2014-15	Budget 2015-16	Budget 2016-17	Budget 2017-18	Budget to Budget \$\$\$\$\$	% Diff. Budget to Budget
General Support	4,122,680	4,334,410	4,323,290	<b>4,362,485</b>	39,195	.91%
Instruction	25,954,742	26,915,530	27,645,098	<b>28,880,274</b>	1,235,176	4.47%
Transportation	2,813,069	2,812,726	2,753,496	<b>2,629,895</b>	-123,601	-4.49%
Undistributed (Benefits & Transfers)	15,264,656	13,913,253	13,221,378	<b>12,671,485</b>	-549,893	-4.16%
Total- General Fund	48,155,147	47,975,919	47,943,262	<b>48,544,139</b>	600,877	1.25%

# PUTNAM VALLEY SCHOOL DISTRICT OPERATING BUDGET COMPARISON

	2014-15 Approved Budget	2015-16 Approved Budget	2016-17 Approved Budget	2017-18 Proposed	% Change
Budget	48.6M	47.9M	47.9M	48.5M	1.25%
Tax Levy	36.1M	35.9M	35.8M <i>Actual* 35.4M</i>	35.7M	-.19%
*Use of Fund Balance	1.1M	994K	**1.8M	1.6M	11.03%
Tax Rate is dependent upon the state set equalization rates and final assessments					

\*\*In 2016-17 we reduced the available fund balance by reducing the voter approved tax levy by \$370K .

\*Note on the use of fund balance:

In 2015-16 it was recommended by the State Comptroller that we utilize the our reserved fund balance.

# PROPOSITION # 1.

## Energy Performance Contract

**10% Additional Aid** incentive= \$600,000K

if the Proposition is approved via the voting process.

## Reducing our Carbon Footprint



THE ENERGY PERFORMANCE CONTRACT WILL ALLOW THE DISTRICT TO UPGRADE THE FACILITIES WITH MORE ENERGY-EFFICIENT EQUIPMENT WHILE FINANCING THE NEW EQUIPMENT WITH THE GUARANTEED ENERGY SAVINGS THAT THE PROJECT WILL GENERATE. SOME OF THE HIGHLIGHTS INCLUDE:

- ✓ Solar Photovoltaic rooftop systems on the Middle School, High School and Elementary School bus garage roof
- ✓ New window upgrades in the Elementary School 1962 & 1935 wings
- ✓ New LED lighting throughout the district
- ✓ A Geothermal Heat Pump system at the Elementary School to significantly reduce reliance on oil at that school
- ✓ Upgrade of the Building Management System at each of the Schools. (Temperature Monitoring)



This project will generate over \$384,000 in annual savings which, as mentioned previously, will pay for the project costs over a 15-year finance term. This means **NO COST** to the District taxpayer. As an incentive, the District will receive an additional 10% in aid if the voters approve the proposition at the vote in May.

# BUDGET, TRUSTEES & PROPOSITION



- When: May 16, 2017 Where: Putnam Valley Elementary School
  - Time: 6:00 a.m. – 9:00 p.m.
- Absentee Ballots available until at the District Office or on line. Completed ballots must be received by the Clerk by 5:00 p.m. on May 16th
- Trustees: There will be 1 Position open on the Board

Monday, April 17, 2017 last day to submit a petition to run for the Board of Education

- There will be 2 propositions on the ballot
  - 1. General Operating Budget
  - 2. Energy Performance Contract



# 2017-18 Budget



**DISCUSSION?  
QUESTIONS?**

