

2018-19 Budget Review

Holland Central School Board Meeting

March 12, 2018

Objectives For This Session

- ▶ Review and discuss:
 - Consolidated budget projection with all new programs included
 - State approved Tax Levy Limit
 - Revised revenue estimates
 - Updated budget gap
 - Options to consider in eliminating gap
 - Recommendations for managing 2018-19 budget
- ▶ Review and discuss related directions and parameters from the Board
- ▶ *NB: Information presented is preliminary estimates and not finalized*

Consolidated Budget Projection

► Estimated budget numbers now include:

- Continuation of all existing programs
- Appropriation adjustments to match anticipated expenditures (cuts)
- Appropriation retention anticipating unexpended funds (contingency)
- Appropriations for Middle School staff and operations
- Full day pre-K
- Student calculators and supplies
- Trap club

New Programs

▶ 2018-19

- Middle School:	\$718,700
- Full day Pre-K classroom:	\$ 40,000
- Student Calculators & Supplies	\$ 40,000
- Trap Club:	\$ 9,000

▶ 18-19 Additions: \$807,700

Budget Summary

▶ 2017-18 Appropriation:	\$19,285,000
▶ 2018-19	
- General Support:	\$ 2,375,463
- Instruction:	\$10,594,259
- Transportation:	\$ 1,321,517
- Employee Benefits:	\$ 3,774,432
- Debt Svc. & Interfund Transfer	\$ 1,240,187
▶ <u>18-19 Additions:</u>	<u>\$ 807,700</u>
▶ 18-19 Appropriation:	\$20,113,558

Tax Levy Limit

▶ 2018-19 Tax Levy:	\$7,193,150	
- Tax Base Growth Factor:	1.0072	
- Levy Growth Factor:	1.0200	
▶ Allowable carryover from 17-18	\$ 111,175	
▶ 18-19 Tax Levy Limit	\$7,501,014	(4.28%)
- Will apply \$7,408,945 (3%)		
- Approximately \$92,069 available as potential carryover for 2019-20		

Revenue Summary

▶ 17-18 Property Tax Levy (3%)	\$ 7,408,945
▶ State Aid (Governor's Proposal):	\$ 9,985,399
▶ Additional BOCES Technology Aid:	\$ 120,000
▶ Sales Tax Revenue (match 17-18 pace):	\$ 1,000,000
▶ Medicaid Assistance (match 17-18 pace):	\$ 100,000
▶ Other Revenues:	\$ 314,800
▶ BOCES classroom rental:	\$ 50,000
▶ Capitalized Interest (offset new bond pmt.):	\$ 70,503
▶ <u>Support from Fund Balance:</u>	<u>\$ 400,000</u>
▶ TOTAL REVENUES:	\$19,449,647

Cuts to Appropriation

Reductions in appropriations not utilized in current and past budgets
These cuts would not diminish current expenditure trends.

▶ Health Insurance:	\$ 300,000
▶ Utilities:	\$ 30,000
▶ Equipment:	\$ 55,000
▶ Contract Transportation:	\$ 100,000
▶ <u>Tuition Contingency:</u>	<u>\$ 50,000</u>
▶ TOTAL CUTS:	\$ 535,000

Budget Summary

- ▶ Adjusted 18-19 Appropriation: \$20,113,558
- ▶ Cuts To Appropriation: -\$535,000
- ▶ Revenues and Approp. Fund Balance: \$19,449,647
- ▶ Current Budget Gap: \$128,911

- ▶ NB Support from fund balance \$ 400,000

- ▶ Goal: Close gap including Appropriated Fund Balance
- ▶ $\$128,911 + \$400,000 = \$528,911$
- ▶ Maintain Fund Balance and reserves in \$4 million region

Appropriations to Offset Fund Balance Support

▶ Health Insurance:	\$ 40,000
▶ Contingencies:	\$ 185,000
▶ Equipment:	\$ 102,000
▶ Contracts:	\$ 53,000
▶ <u>Maintenance & Materials:</u>	<u>\$ 20,000</u>
▶ TOTAL OFFSET:	\$ 400,000

- ▶ Other potential offsets include additional state aid, retirements
- ▶ 2018-19 budget should be managed to target this minimum balance

QUESTIONS??

