Peekskill City School District
Educational Plan and Budget 2019-20

Workshop #1

December 18, 2018
Dr. David Mauricio, Superintendent
Robin Zimmerman, Assistant for Superintendent for Business
Agenda

• School District Budget
• Budget Influences
• Budget Development Considerations
• Tax Cap Status
• Employee Benefit Factors
• Budget Facts
• Capital Projects
• Revenue
• State Aid & Advocacy
• Budget Process
• Next Budget Meeting
The School District Budget

**The Budget:**
A Financial estimate of funds necessary to operate our schools

- Program Component
- Capital Component
- Administrative Component
Budget Development Considerations

- Projected enrollment for the upcoming school year
- Projected staffing needs based on enrollment data, program improvements/changes and retirements
- Projected contractual obligations to district personnel
- Review of historical spending patterns
- Projected state aid and other non-tax revenues for the upcoming school year
- Projected amount of fund balance/reserves remaining at current year end
- Calculated property tax levy limit and implications
• Building specific budgets developed by principals in conjunction with department and team leaders. Reviewed by administration for reasonableness, accuracy and consistency with the District’s educational plan;
• Non-instructional budgets developed by Assistant Supt. for Business in conjunction with Department Supervisors and other key personnel;
• Employee Benefits Budget – developed based on historical and calculated projections;
• Debt Service Budget – Based on actual and/or schedules;
• Projected revenues based on historical and known factors.
## Employee Benefit Factors

### Employer Pension Contribution Rates

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<tbody>
<tr>
<td>Teachers’ Retirement System (TRS)</td>
<td>17.53%</td>
<td>13.26%</td>
<td>11.72%</td>
<td>9.80%</td>
<td>10.62%</td>
<td>8.50% - 9.50%</td>
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<tr>
<td>Employees’ Retirement System (ERS)</td>
<td>20.10%</td>
<td>18.10%</td>
<td>15.25%</td>
<td>15.30%</td>
<td>14.90%</td>
<td>14.46%</td>
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### Health Insurance

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<tr>
<td></td>
<td>1.50%</td>
<td>1.50%</td>
<td>2.50%</td>
<td>8%</td>
<td>3.75%</td>
<td>3.00%</td>
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## Budget Facts – Planning for 2019-20

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<tbody>
<tr>
<td><strong>2018-19 Budget</strong></td>
<td>$92,988,282</td>
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<td><strong>2019-20 Budget Increase of 1%</strong></td>
<td>$929,882</td>
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<td><strong>2018-19 Tax Levy</strong></td>
<td>$40,703,164</td>
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<tr>
<td><strong>2019-20 Tax Levy Increase of 1%</strong></td>
<td>$407,032</td>
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Tax Cap Factors Outlook for 2019-20

• **Allowable Levy Growth Factor - Consumer Price Index or 2% (lesser of the two)** – used as a basis for determining tax cap levy limit.

• **Tax Base Growth Factor** has increased to 1.0051

• Last years growth factor 1.0040

• Last Year's Tax Cap was 2.14%

• 2019-20 Projected to be 3.13%
Revenue 2018-19

- Tax Levy 44%
- State Aid 45%
- Assigned Fund Balance 3%
- ERS Reserve & Other Revenue 8%
State Aid 2018-19
$42,892,691

- Foundation Aid: $30,979,709 (72.2%)
- Library, SW and Textbook Aid: $288,348 (0.7%)
- Building Aid: $4,083,168 (10%)
- Transportation Aid: $2,516,360 (6%)
- Hardware & Tech Aid: $57,698 (0.1%)
- BOCES Aid: $1,690,020 (3.9%)
- High Tax Aid: $613,877 (1.4%)
- Private & Public Excess Aid: $2,663,531 (6.2%)
### Foundation Aid History – Formula Not Fully Funded ($57,925,961)

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<th>Year</th>
<th>Current Year Aid</th>
<th>Full Phase-in Level</th>
<th>Diff</th>
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<tr>
<td>2007-08</td>
<td>$2,212,503</td>
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<td>2008-09</td>
<td>$133,799</td>
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<td>2009-10</td>
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<td>2018-19</td>
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Great Recession

- $(4,296,556)
- $(329,044)
- $(1,840,361)
- $(1,588,393)
Advocacy Efforts

• Advocacy Page – Peekskill CSD Website
• https://www.peekskillcsd.org/domain/905
• Partnerships with our local PTO, LHCSS & WPSBA
• Partnerships with our state organizations – NYSSBA, NYSCOSS & NYSASBO
Advocacy Questions to Ask

• How much will school aid grow?
• How will the increase be distributed?
• Will it be through need-based aid, expense-based aid, or other means?
• What changes, if any, have been proposed to reform the formulas?
Sequence of the Budget Process

1. Budget Discussions – *Board of Education & Administration*
2. Budget Development - *Administration*
3. Budget Discussions - *Community*
4. Budget Adoption
5. Budget Vote: May 21\textsuperscript{th}
Next Budget Meeting

January 15th  Business Meeting - Central Administration Office
Budget Workshop #2

• Preliminary Budget “A” presented to the Board of Education
  Summary of major revenues and expenditure components
  will be examined and discussed, including changes from
  current operations.

• Update Budget Gap/Property Tax Cap