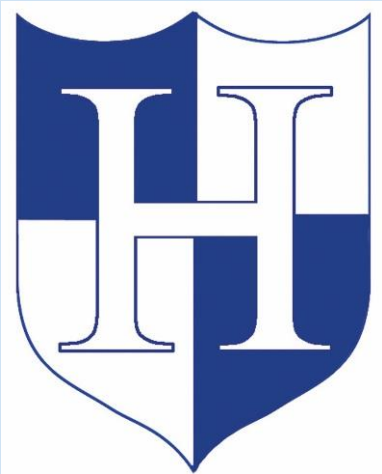


Herricks Public Schools Proposed Budget 2018–19



Budget Presentation #3
March 22, 2018

Budget Development Process



Budget Development Process

- ▶ Tonight's Presentation: Budget Presentation #3
- ▶ A draft work in progress, not a finished product: further discussions on the proposed budget will take place at future Board of Education/Budget Meetings on April 12
- ▶ Budget hearing: May 3
- ▶ The budget adopted by the Board of Education and presented for voter approval on May 15 will reflect input from the community

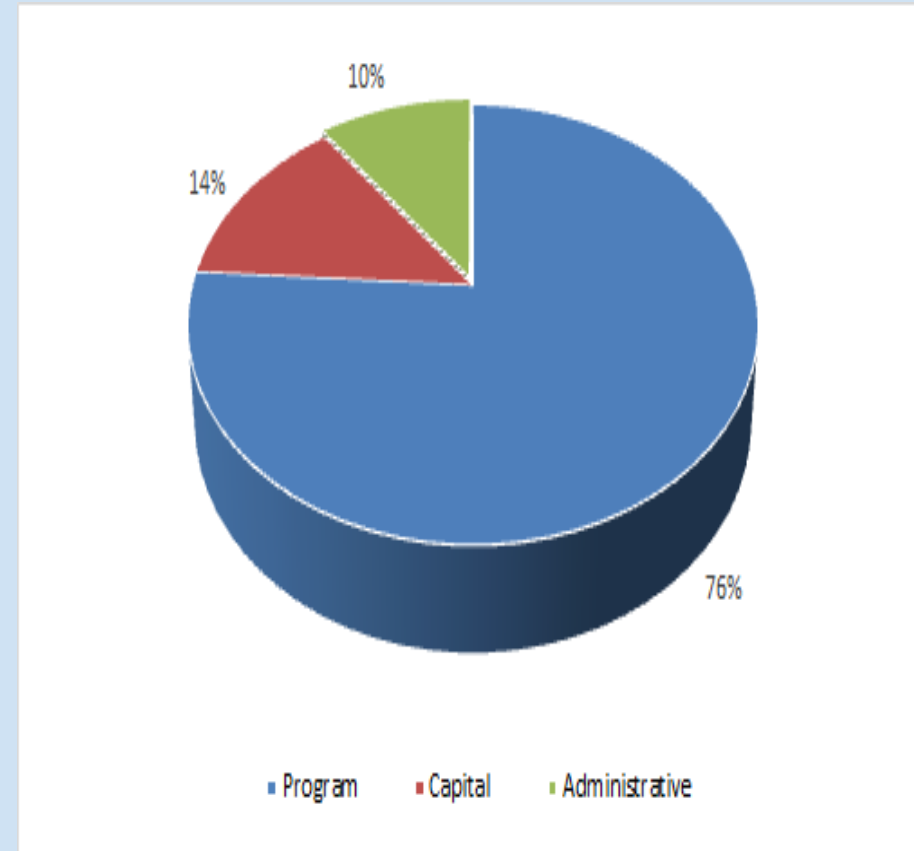


Draft Proposed 2018–19 Budget: \$114,161,059

- ▶ Proposed budget to budget increase:
\$2,945,323 or 2.65% over 2017–18
- ▶ Proposed projected tax levy increase:
2.55 % increase over 2017–18: Within Tax Levy Cap
- ▶ **Average Tax Levy Increase** for Herricks over the past three years: 1.44%

Budget Breakdown:3 Part Budget

- ▶ Program
\$86,781,553 / 76.01 %
- ▶ Capital
\$15,579,656 / 13.65 %
- ▶ Administrative
\$11,799,850 / 10.34 %
- ▶ TOTAL
\$114,161,059



State Aid Outlook: Minimal Increase Anticipated

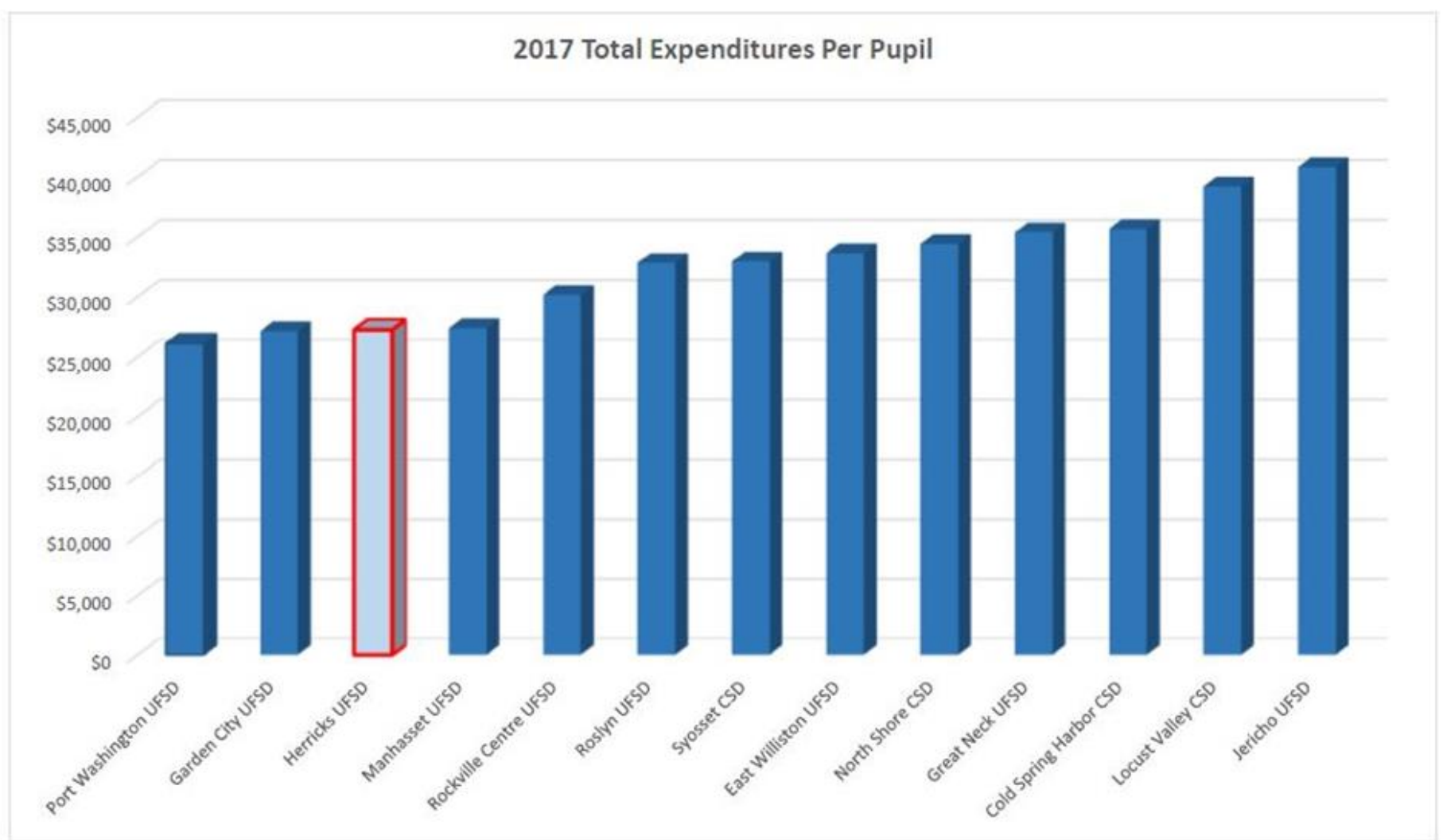
- ▶ State aid provides only 10% of total district revenues
- ▶ Many unfunded mandates: i.e. water testing
- ▶ Disappointing News: 2% increase in total State Aid for 2018–19 over 2017–18
- ▶ “Foundation Aid” increase of only 0.25% or \$17,134
- ▶ State Aid total **may be** revised over the next few months: stay tuned...



Herricks Public Schools at a Glance

- ▶ 2017–18 total enrollment: 4,002
- ▶ 7 District buildings: 3 elementary schools (K–5), 1 middle school (6–8), 1 high school (9–12)
- ▶ Shelter Rock Academy alternative school program
- ▶ Community Center building
- ▶ Numerous athletic fields and playgrounds
- ▶ Full-service cafeteria in each school; district-operated bus transportation
- ▶ 28 Advanced Placement course offerings at the High School
- ▶ Among the highest student achievement levels of any district on Long Island, NYS, and the nation
- ▶ One of the lowest per-pupil expenditure levels among our high-achieving comparator districts

Per-Pupil Expenditure Comparison



Sources of Revenue

- ▶ State Aid: 10% of total budget
- ▶ Interest on investments
- ▶ Saturday/summer programs
- ▶ Special education charge for services
- ▶ Tuition: out of district students–example: SRA
- ▶ Rental / use of property
- ▶ PILOT (payment in lieu of taxes)
- ▶ Other sources
- ▶ Property taxes



2018–19 Estimated Revenue Projections

	Approved 2017–18 Budget	Proposed 2018–19 Budget	Inc (Dec)	%
Property Tax Levy	\$ 94,094,175	\$ 96,492,264	\$ 2,398,089	2.55%
State Aid*	\$ 11,550,939	\$ 11,948,246	\$ 397,307	3.44%
Other	\$ 2,195,780	\$ 2,281,309	\$ 85,529	3.89%
Appropriation of Fund Balance & Reserves	\$ 1,300,000	\$ 1,300,000	\$ 0	0.00%
PILOTs	\$ 2,074,842	\$ 2,139,240	\$ 64,398	3.10%
Total Revenue	\$ 111,215,736	\$ 114,161,059	\$ 2,945,323	2.65%

Current revenue projections anticipate:

- 2.55% increase in Property Tax Levy, within allowable tax levy limit
- 2% increase in State Aid per the Governor’s proposed budget, the additional funds reflect additional prior year foundation aid approved in the final State Budget
- ‘Other’ includes tuition from other districts, interest, fees for use and rental of property, fees for various summer programs
- PILOT for 2018–19 relates to LIPA

**based on State Executive Budget Proposal 1/16/18*

District Reserves & Fund Balance

- ▶ Reserves
 - Can only be used for the established intended purpose
 - Funded with funds available at year end based on formulas approved by the Board of Education at reorganization meeting
 - Part of the District's financial statements
- ▶ Unassigned fund balance remains at, or just below, 4% of subsequent year budget, as permitted by law
- ▶ Very important to maintain adequate reserves & fund balance for long-term planning and financial well-being

Types of Reserves

Reserve	Balance as of June 30, 2017
Capital	\$ 8,729
Employee Benefits	\$ 798,206
ERS Retirement Contribution	\$ 5,128,458
Insurance	\$ 549,776
Unemployment	\$ 185,328
Workers' Compensation	\$ 1,706,908

Types of Reserves

- ▶ Capital: Established in 2015 – 10 year term to be funded at a maximum of \$5 million; need voter approval needed to expend; necessary in tax levy cap environment
- ▶ Employee Benefits: Used to pay for unused accumulated leave time contractually provided to certain employees
- ▶ ERS Retirement Contribution: Established to offset future increases in the Employee Retirement System (ERS), real concern is Teachers Retirement System (TRS), part of a 5 year plan to smooth out future costs
- ▶ Insurance: Used for insurance losses to cover potential deductions that are not covered by insurance
- ▶ Unemployment: District is self insured – reimburse state for payments made to claimants
- ▶ Workers' Compensation: District is self insured, pays for claims and medical costs

Budget Proposal Highlights

The 2018–19 Proposed School District Budget:

- ▶ Is within the tax levy cap
- ▶ Preserves and supports all of our academic programs
- ▶ Maintains Board of Education class size guidelines
- ▶ Provides funding for extracurricular programs, music, arts, and athletics
- ▶ Provides resources for technology upgrades
- ▶ Maintains AIS services, the continuum of special education services, required ENL programs, and opportunities for all learners



Budget Proposal Highlights

Includes funding for:

- ▶ Expansion of PLTW STEM program in grades 6–8
- ▶ New edition math textbooks
- ▶ Continued funding for Social–Emotional Learning programs such as Challenge Day
- ▶ Supports Robotics Teams at each school
- ▶ Replacement of musical instruments
- ▶ Naviance Career Exploration Program for M.S.
- ▶ iXL Math Support Program for elementary schools
- ▶ e–Doc transcript service at the H.S.



Budget Proposal Highlights

Includes funding for:

- ▶ New technology equipment: tablets, Chromebook carts and Smartboard replacements
- ▶ Capital improvements: continue replacement of broken sidewalks, curbs and doors
- ▶ Safety enhancements: new fire alarm smoke-heads in the High School and expanded Nassau BOCES health and safety services
- ▶ Installation of new bank of lockers at HS
- ▶ Basketball backboards and volleyball system for HS
- ▶ Purchase of two new school buses



Budget Information

- ▶ Register to vote- must be over the age of 18; citizen of the US; live in school district 30+ days
- ▶ Register everyday through May 10 8AM–3PM & on May 1 from 4PM–8PM at the Community Center.
- ▶ Budget hearing – May 3
- ▶ Budget vote – May 15 7AM – 9PM at the Community Center
- ▶ Application for absentee ballots available online at www.herricks.org
- ▶ Submit absentee ballot by 5PM on May 15th.

School Budget Vote: May 15th



Don't forget to vote: 7:00 am. to 9:00 pm.

Questions

