

HAMMONDSPORT CENTRAL SCHOOL

2020-2021 Budget Information



20-21 BUDGET GOALS AND ASSUMPTIONS

- State foundation aid will be flat overall, exclusive of building aid. ** State budget provided 0% Foundation Aid % increase.
- Our local property tax cap will be between 2%-3%. **Actual 2.39% local property tax cap.
- The SAS Health Insurance Consortium will raise health insurance rates by 6%.
- The voter approved capital project debt service payments will need to be built into the 20-21 expenditure budget. This will increase our local tax cap and significantly increase our yearly debt service spending.



HISTORICAL BUDGET TOTALS

2016-2017 \$13,676,588

2017-2018 \$13,996,689

2018-2019 \$14,365,769

2019-2020 \$14,997,155

2020-2021 \$14,887,079



THE THREE PART BUDGET

- The **ADMINISTRATIVE** component provides for overall general support and management of the operations of the District and includes: Board of Education costs, Central and school administration, Business Operations, curriculum development, BOCES administrative expenses, and benefits for current and retired persons in this category.
- The **PROGRAM** component provides for all expenditures related to the instructional program of the District including special education, support services, co-curricular and athletic programs, counseling and health services, pupil transportation, and benefits for current and retired persons in this category.
- The **CAPITAL** component provides for all costs associated with maintaining facilities and grounds as well as building and equipment repairs, maintenance and custodial supplies and materials, utilities, debt service payments, and benefits for current and retired persons in this category.



THREE PART BUDGET

| | 2019-2020 | | 2020-2021 | |
|-----------------|--------------|--------|--------------|--------|
| Administrative: | \$1,451,582 | 9.68% | \$1,409,868 | 9.47% |
| Program: | \$10,870,024 | 72.48% | \$11,019,144 | 74.02% |
| Capital: | \$2,675,549 | 17.84% | \$2,458,067 | 16.51% |
| Total: | \$14,997,155 | 100% | \$14,887,079 | 100% |

CURRENT YEAR VERSUS PROPOSED EXPENDITURES BY CATEGORY

| | 2019-2020 | 2020-2021 | Difference | Percent of Budget |
|---------------------------------|---------------------|---------------------|--------------------|-------------------|
| | | | | |
| Salaries | \$6,004,264 | \$6,240,168 | \$235,904 | 42% |
| Contractual and Supplies | \$3,525,241 | \$3,212,509 | (\$312,732) | 21% |
| Equipment | \$442,800 | \$117,800 | (\$325,000) | 1% |
| Benefits | \$3,693,031 | \$3,871,000 | \$177,969 | 26% |
| Debt Service | \$1,331,819 | \$1,445,602 | \$113,783 | 10% |
| | | | | |
| Total: | \$14,997,155 | \$14,887,079 | (\$110,076) | 100% |

CURRENT YEAR VERSUS PROPOSED BY TYPE

| | 2019-2020 | 2020-2021 | Difference | Percent of Budget |
|------------------|---------------------|---------------------|--------------------|-------------------|
| Instruction | \$7,512,233 | \$7,461,596 | (\$50,637) | 50% |
| Administration | \$512,234 | \$511,148 | (\$1,086) | 3% |
| Central Services | \$1,089,233 | \$985,251 | (\$103,982) | 7% |
| Transportation | \$858,605 | \$612,482 | (\$246,123) | 4% |
| Debt Service | \$1,331,819 | \$1,445,602 | \$113,783 | 10% |
| Benefits | \$3,693,031 | \$3,871,000 | \$177,969 | 26% |
| | | | | |
| Total: | \$14,997,155 | \$14,887,079 | (\$110,076) | 100% |

PROPOSED EXPENDITURE BUDGET

- ⦿ Proposed budget of \$14,887,079.
- ⦿ Budget Decrease of \$110,076 or $-.73\%$.



MAJOR BUDGET INCREASES

| Area | 19-20 Budget | 20-21 Budget | Change | Reason |
|---|---------------------|---------------------|-------------------|--|
| Benefits | \$3,693,031 | \$3,871,000 | +\$177,969 | Increase is due to a 6% increase in District health insurance premium as well as a significant increase in Medicare insurance premiums paid to retirees. |
| Debt Service | \$1,331,819 | \$1,445,602 | +\$113,783 | Increase is due to new principal and interest payments for the 2017 voter approved capital project. |
| Programs for Students with Disabilities | \$1,608,918 | \$1,709,434 | +\$100,516 | Increase is due to additional teaching staff working with students with disability population. Increase also includes costs for compensatory services such as OT, PT, and speech services. |
| Psychological Services | \$193,577 | \$264,989 | +\$71,412 | The District will be adding an additional school psychologist position to meet the increasing mental health needs of our students. |
| Overall Budget | \$14,997,155 | \$14,887,079 | -\$110,076 | .73% budget DECREASE overall |

**To achieve an overall budget reduction, the District decreased costs in many other areas to balance out the increases above. Significant decreases were made in one time equipment purchases, maintenance projects, service contracts, and transportation equipment.



PROJECTED REVENUE

| | <u>2019-2020</u> | <u>2020-2021</u> |
|------------------------------|------------------|------------------|
| ⦿ Projected State Aid | | |
| ⦿ Inclusive of Building Aid: | \$4,818,428 | \$4,752,489 |
| ⦿ Reserves/Fund Balance: | \$1,144,911 | \$947,460 |
| ⦿ Other Revenue | <u>\$204,686</u> | <u>\$204,686</u> |
| ⦿ Total | \$6,168,025 | \$5,904,635 |

-Revenue decrease of \$263,390.**



STATE REVENUE

2017-2018 \$4,701,207

2018-2019 \$4,749,494

2019-2020 \$4,818,428

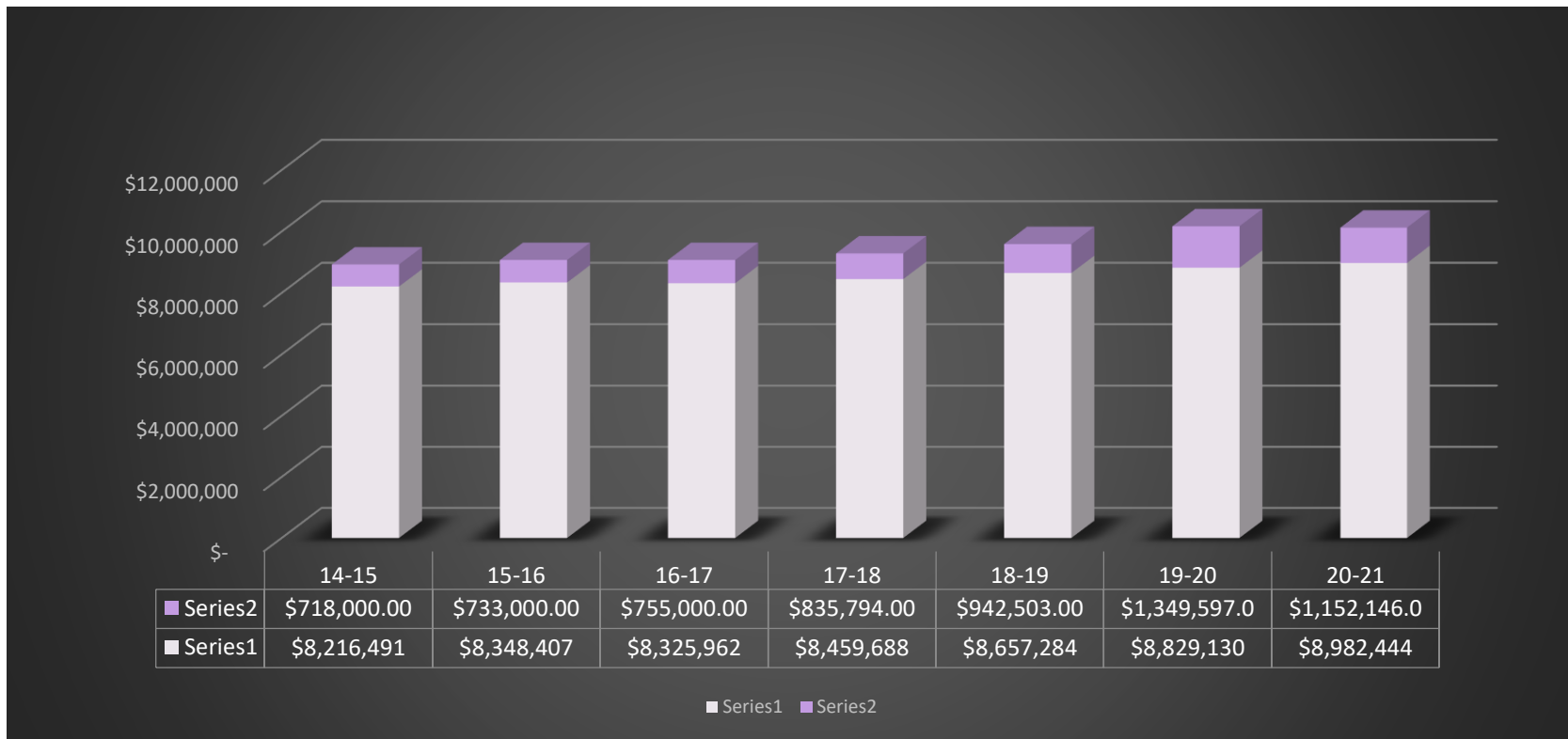
2020-2021 \$4,752,489

***Overall \$ State Aid DECREASE of \$65,939**

****Includes a Federal Pandemic Adjustment of +\$144,570.**



BUDGET REVENUE HISTORY

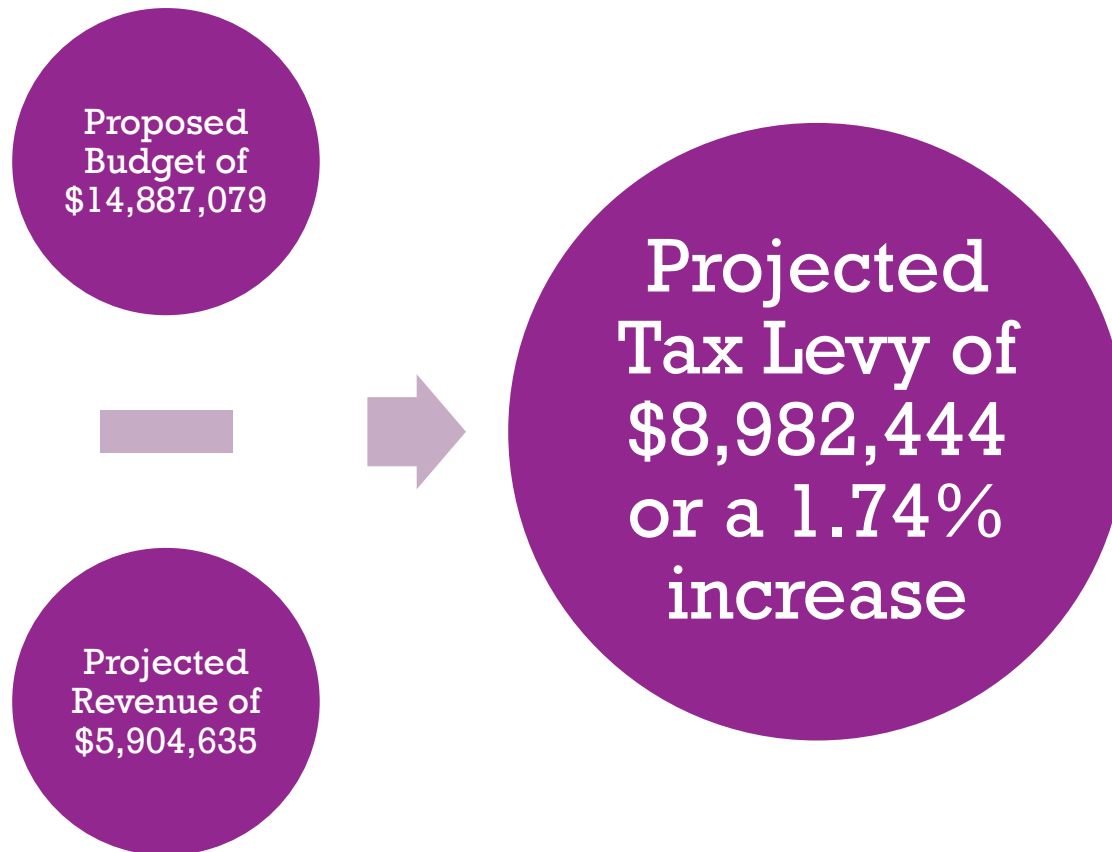


*Use of local funds to balance the budget has increased 90% since 2014-15, an increase of \$647,503 in five years.

**The overall tax levy has increased 7.5% since 2014-15, an average of 1.5% per year, an overall dollar increase of \$612,639 in five years.



ESTIMATED LEVY



HCS 2020-2021 TAX CAP CALCULATION

| | |
|--|--|
| Prior Year Tax Levy | 8,829,130 |
| Tax base growth factor | X <u>1.0074</u> |
| | 8,894,465 |
| Prior Year PILOT | + <u>10,471</u> |
| | 8,904,936 |
| Prior year exemptions | <u>-\$662,501 prior year local share of capital</u> |
| Adjusted Prior Year Levy | \$8,242,435 |
| Allowable Growth Factor | X <u>1.0181</u> (2% Language from here) |
| | 8,391,624 |
| Coming Year PILOT | <u>- 11,995*</u> |
| | 8,379,629 |
| Available Carryover | + 0 |
| TAX LEVY LIMIT (Reported to Comptroller March 1 Annually) | \$8,379,629 |
| Coming School Year Exemptions | + \$665,834 upcoming local share of capital |
| ALLOWABLE TAX LEVY LIMIT 2020-2021 | \$9,045,463, anything below will require 50% majority |
| **Proposed levy is currently set at \$8,982,444 or \$63,019 below the District tax cap. | |



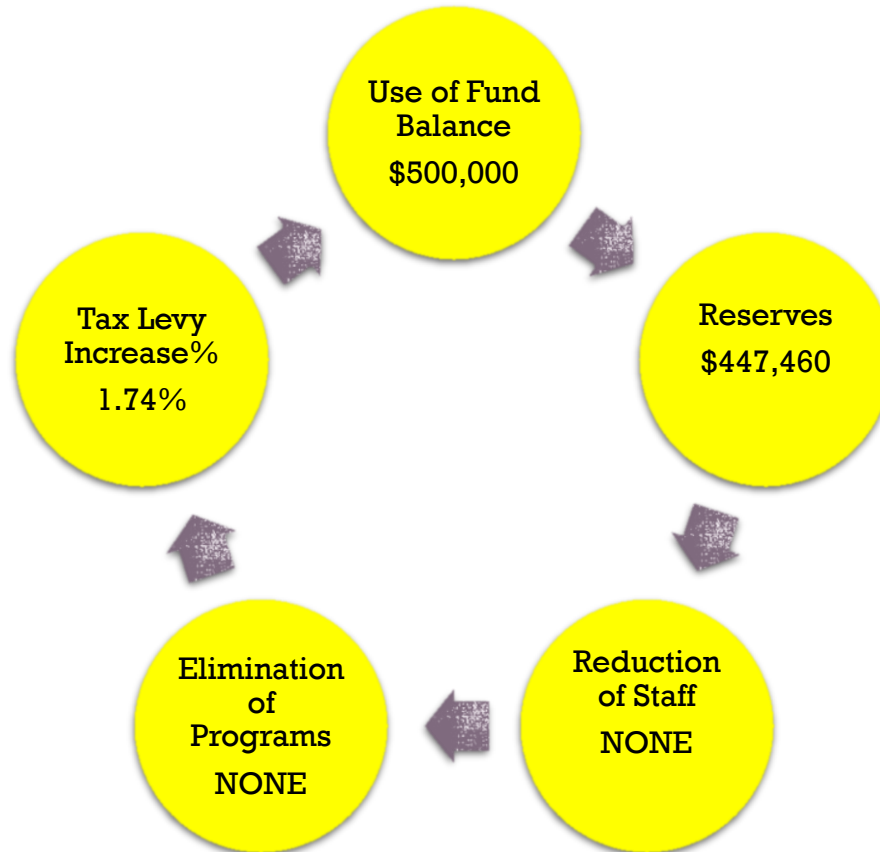
TAX IMPACT ON A \$100,000 HOME AT 100% EQUALIZATION

| | 2019-2020 Actual | 2020-2021 Projected |
|--------------------------|---------------------|------------------------|
| Assessed Value @ 100% | \$100,000 | \$100,000 |
| STAR Reduction | <u>\$ 30,000</u> | <u>\$ 30,000</u> |
| Net Taxable Value | \$ 70,000 | \$ 70,000 |
| Tax Rate | <u>\$ 9.83</u> | <u>\$ 10.00</u> |
| Total Tax | \$688.10 | \$700.00 |
| Difference | | +\$11.90 |

PROJECTED TAX RATES

| Town/ Equalization Rate | 2019-2020 | 2020-2021 Projected | \$ Change in Rate | Percent Of Tax Base |
|--|------------------|--------------------------------|------------------------------|--------------------------------|
| Bath (100% Eq) | \$ 9.83 | \$10.00 | \$.17 | <1% |
| Pulteney (95.8% Eq) | \$10.26 | \$10.44 | \$.18 | 30% |
| Tyrone (100% Eq) | \$ 9.83 | \$10.00 | \$.17 | 5% |
| Urbana (94% Eq) | \$10.46 | \$10.64 | \$.20 | 34% |
| Wayne (98.5% Eq) | \$ 9.98 | \$10.15 | \$.17 | 31% |
| Wheeler (98% Eq) | \$10.03 | \$10.20 | \$.17 | <1% |

HOW WILL WE BALANCE OUR BUDGET THIS YEAR?



CAPITAL OUTLAY PROJECT 2020-2021

- The District will be replacing multiple entry door systems and adding additional security measures at these entries.
- The District will be adding age appropriate (ages 3-5) and ADA compliant equipment to the Elementary playground area.
- Total cost of project cannot exceed \$100,000. District receives \$56,700 back in building aid the following year each year a project is completed. .



PROPOSITION 2

ELECTION OF A BOARD MEMBER

Lynda Lowin is running as an incumbent for a new 5 year term on the Hammondsport Board of Education.



PROPOSITION 3

AUTHORIZATION TO APPROPRIATE AND EXPEND FROM CAPITAL RESERVE FUND AND PURCHASE MOTOR VEHICLES

- Purchase of two 70 passenger buses per our 10 year fleet replacement plan.
- \$100,000 to cover the cost will come from the current 2012 Capital Reserve for Transportation. Remainder will come from 2019-2020 fund balance.
- Total cost of purchase not to exceed \$250,056 less any trade-in value.
- Will have no impact on 2020-2021 tax levy.



PROPOSITION 4

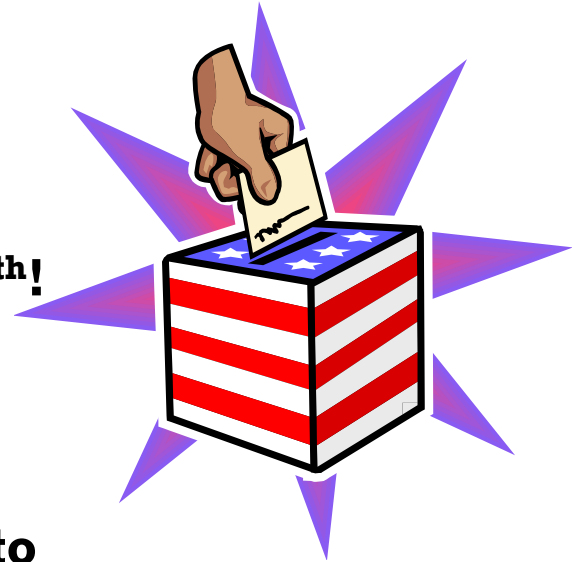
ESTABLISHMENT OF THE 2020 CAPITAL RESERVE FOR TRANSPORTATION

- Will reestablish Capital Reserve for Transportation. Current reserve will run out of funds in 2021.
- Life of reserve to be 10 years or until liquidated.
- Maximum funding of \$900,000.
- Initial deposit of \$150,000 from 2019-2020 fund balance.
- Can only be used for future, voter approved purchases related to District transportation equipment.



VOTE

- **Completed and signed absentee ballots are due in the District Office no later than 5pm on Tuesday, June 9th!**



Please read the directions carefully to ensure that your ballot is completed correctly. Any error on a ballot will result in a ballot not being counted. Make sure your vote counts!

THANK YOU

