



# **PITTSFORD CENTRAL SCHOOL DISTRICT 2016 – 2017 BUDGET HEARING May 9, 2016**





# Pittsford Central School District 2016-2017 Adopted Budget

## 2016-2017 Budget Guidelines

***IMPORTANT - Due to the importance of each guideline, the following bullets are NOT listed in a specific prioritized order.***

- ❖ Develop a ***STUDENT BASED BUDGET*** focused on:
  - Integration of data systems that allows for easy and timely accessibility of data for teachers, administrators, students and families
  - Implementation of rigorous, engaging and authentic curriculum, instruction and assessments
  - Providing experiences, both curricular and extracurricular, that supports the varied interests of the whole child
  - Hiring and Retaining employees of the highest quality
- ❖ Provide ***HIGH QUALITY*** Professional Development focused on:
  - Strategic Initiative
  - Curriculum, assessment and instruction
  - Social and Emotional learning
  - Continuous improvement for instructional and non-instructional staff members



# Pittsford Central School District 2016-2017 Adopted Budget

## 2016-2017 Budget Guidelines (Continued)

- ❖ Manage the impact of investment in education with sensitivity to limited community resources by:
  - Seeking new sources of revenue
  - Balancing community expectations for services and programs, while being cognizant of changes in property values, income levels, and economic uncertainties
  - Seeking cost efficiencies to further address the costly impact of unfunded mandates
- ❖ Provide for fiscal stability into the future through:
  - Maintaining financially prudent and sustainable reserve accounts such as
    - Technology
    - Capital Reserve Fund
  - Protecting and maintaining our Aa1 bond rating
  - Protecting the community's investment in facilities and infrastructure
  - Advocacy with legislators relative to appropriate levels of funding
- ❖ Meet legal mandates and contractual obligations

Adopted by the Board of Education on 2/23/16



# Pittsford Central School District 2016-2017 Adopted Budget

## 2016-2017 Budget Development Philosophy and Process

- End in Mind (targets)
  - Maintaining excellence and expected academic performance in instruction and areas that support student achievement in a fiscally responsible manner:
    - *Eye on the Future – A budget that provides for future financial stability while positioning the District to move forward and responsive to changing instructional, political and technological times*
    - *Implemented additional funding for Board of Education approved Strategic Initiatives*
    - *Strive to develop a budget not to exceed the estimated Tax Levy Cap of **0.58%***
- Budget stakeholders in preparing their budgets were instructed to:
  - Identify a budget maintaining current programs and services and/or trade-offs to support new initiatives
  - Identify potential areas to abandon to promote the implementation of Federal & NYS mandates and Board goals & initiatives



# Pittsford Central School District 2016-2017 Adopted Budget

## Educational Value

- Graduation rate 99%
- College bound students 95%
- National Merit Scholarship
  - Finalists 10
  - Commended 30
- Advanced Placement scholars 368
- National and State Recognition for Excellence
  - Both high schools: ranked among the best in the nation by *The Washington Post*, *Newsweek* and *U.S. New and World Reports*
  - Barker Road and Calkins Road Middle Schools redesignated: *New York State's Essential Elements: Schools-to-Watch*
  - *Best Community for Music Education* – redesignation by NAMM Foundation in 2016
  - Students at all grade levels participate in many community service and service learning programs
  - Numerous athletic individual, sectional and state championships

### • **Enrichment Opportunities:**

Offering a variety of clubs, leadership activities and intramural programs for students to explore and extend personal interests.

### • **The Arts:**

Opportunities for students to develop musical and performance skills. Enhancing the artistic talents of all students through a quality arts program.

### • **Interscholastic Athletics:**

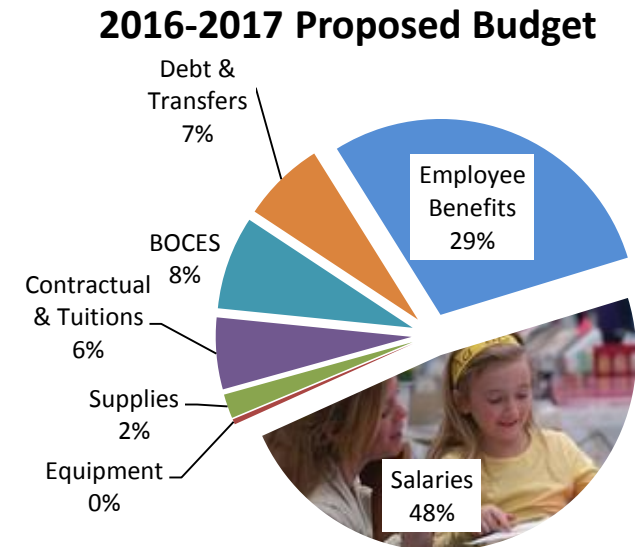
Offering an extensive sports program to develop physical performance, leadership and teamwork.



# Pittsford Central School District 2016-2017 Adopted Budget

## What is the Spending Plan?

Object of Expense	2015-2016 Adopted	2016-2017 Proposed	Dollar Change	Percent Change
Salaries	58,702,157	60,199,545	1,497,388	2.55%
Benefits	36,043,144	36,601,714	558,570	1.55%
Equipment	567,821	544,260	-23,561	-4.15%
Contractual & Tuitions	6,911,624	7,421,786	510,162	7.38%
BOCES	8,632,344	9,669,969	1,037,625	12.02%
Supplies & Aided Matls	3,078,584	2,513,367	-565,217	-18.36%
Debt Service & Transfers	8,652,719	8,555,869	-96,850	-1.12%
<b>Total Budget</b>	<b>122,588,393</b>	<b>125,506,510</b>	<b>2,918,117</b>	<b>2.38%</b>





# Pittsford Central School District 2016-2017 Adopted Budget

- In 1998 schools were required by NYS Law to present their budgets in a prescribed format, “Three Part Budget,” as well as some prescribed supplemental information.
  - Intent
    - For all schools to present their budget in a consistent and comparable format utilizing the uniform system of accounts.





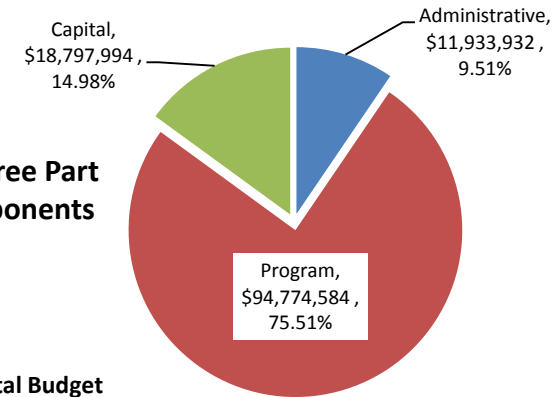


# Pittsford Central School District 2016-2017 Adopted Budget

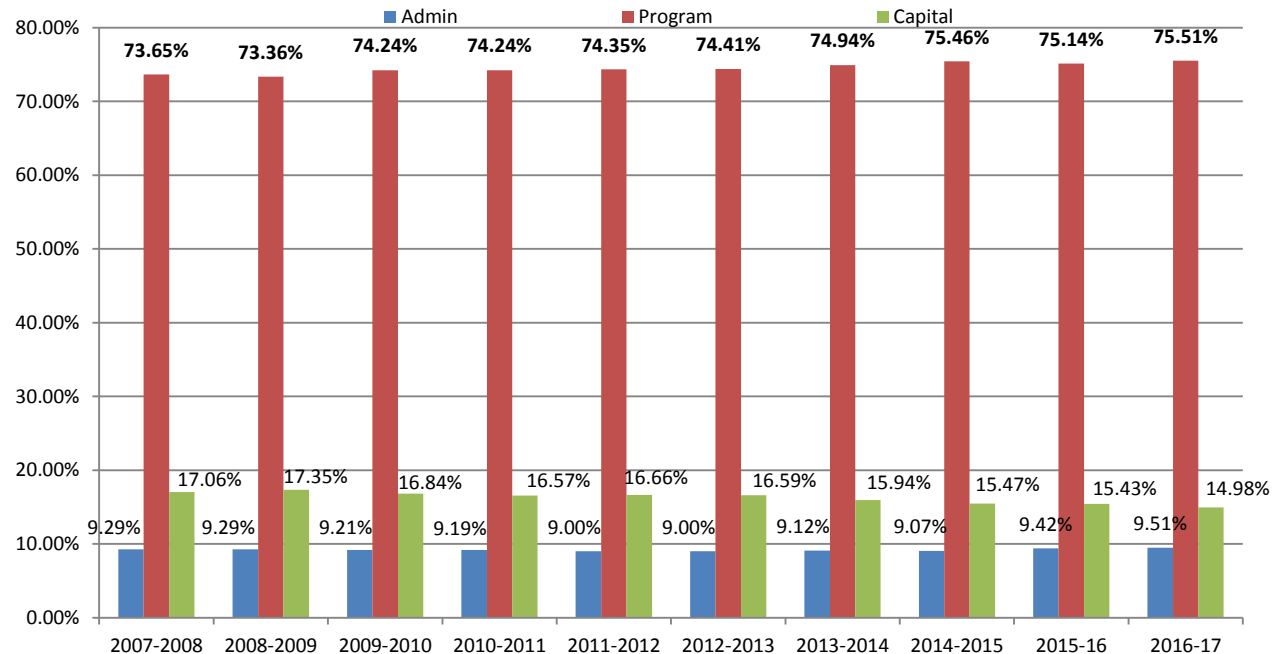
## Three Part Format – *uniform system of accounts*

- **Administrative** – All oversight and supervision not related to services provided directly to students as covered in the other two components
- **Program** – All costs directly associated to the delivery of instruction and services (transportation) to students
- **Capital** – All costs directly associated to the maintenance, improvement and payment of debt on facilities and infrastructure

2016-2017 Three Part  
Budget Components



Three Components Percent of Total Budget







# Pittsford Central School District 2016-2017 Adopted Budget

## Three Part Budget Historical Summary

### – Administrative

- Retiree benefits (all components)
- Admin Efficiency Aid eligible  
2017 NYS Budget

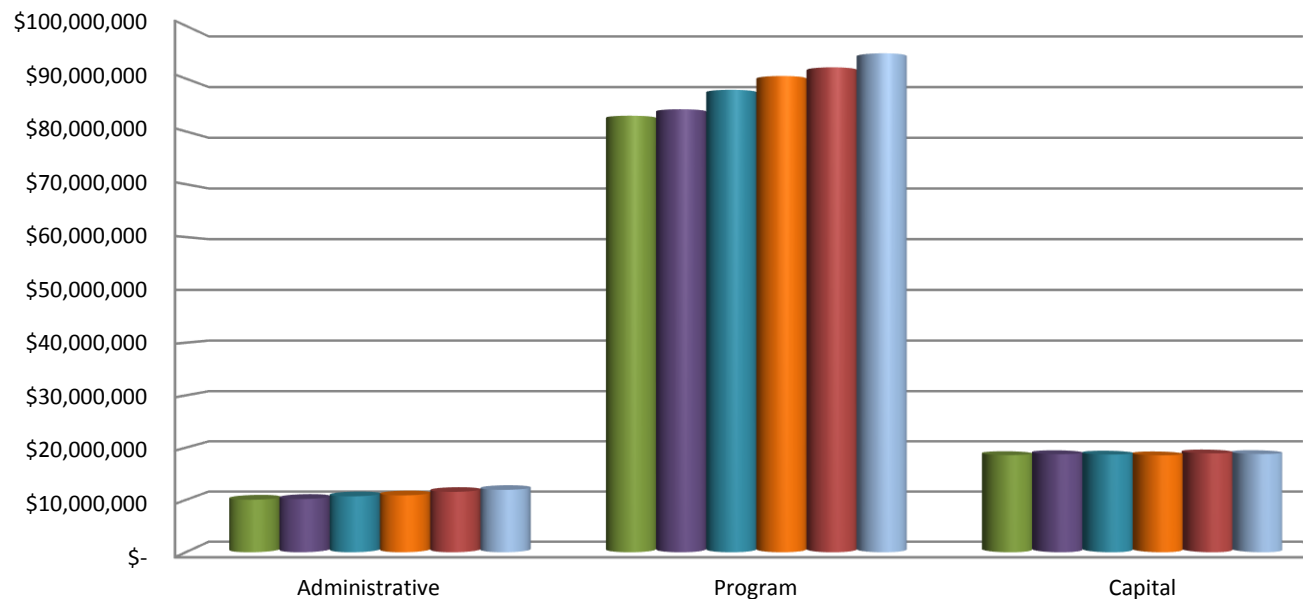
### – Program

- Retirements savings
- BOCES unit charge increases
- Salary & Benefits per contracts

### – Capital

- Utility cost savings through efficiencies – volatile market
- Purchasing and inventory efficiencies
- Community Use of Facilities impacts custodial over time
- Debt Service – bond refinance savings
- Salary & Benefits per contracts

Three Part Budget Component Trend



	Administrative	Program	Capital
2011-2012	\$10,040,322	\$82,962,701	\$18,587,703
2012-2013	\$10,185,268	\$84,188,926	\$18,772,182
2013-2014	\$10,695,092	\$87,862,633	\$18,693,504
2014-2015	\$10,881,131	\$90,479,526	\$18,544,451
2015-2016	\$11,549,484	\$92,118,755	\$18,920,154
2016-2017	\$11,933,932	\$94,774,584	\$18,797,994



# Pittsford Central School District 2016-2017 Adopted Budget

## Administrative Component

### • Oversight & Office Services

- Schools – Reg. Ed. Office
- Special Education - Office
- Instructional Services
  - Curriculum & Prof. Dev
  - Technology
  - **NEW** Information & Data Office

### • Support Services

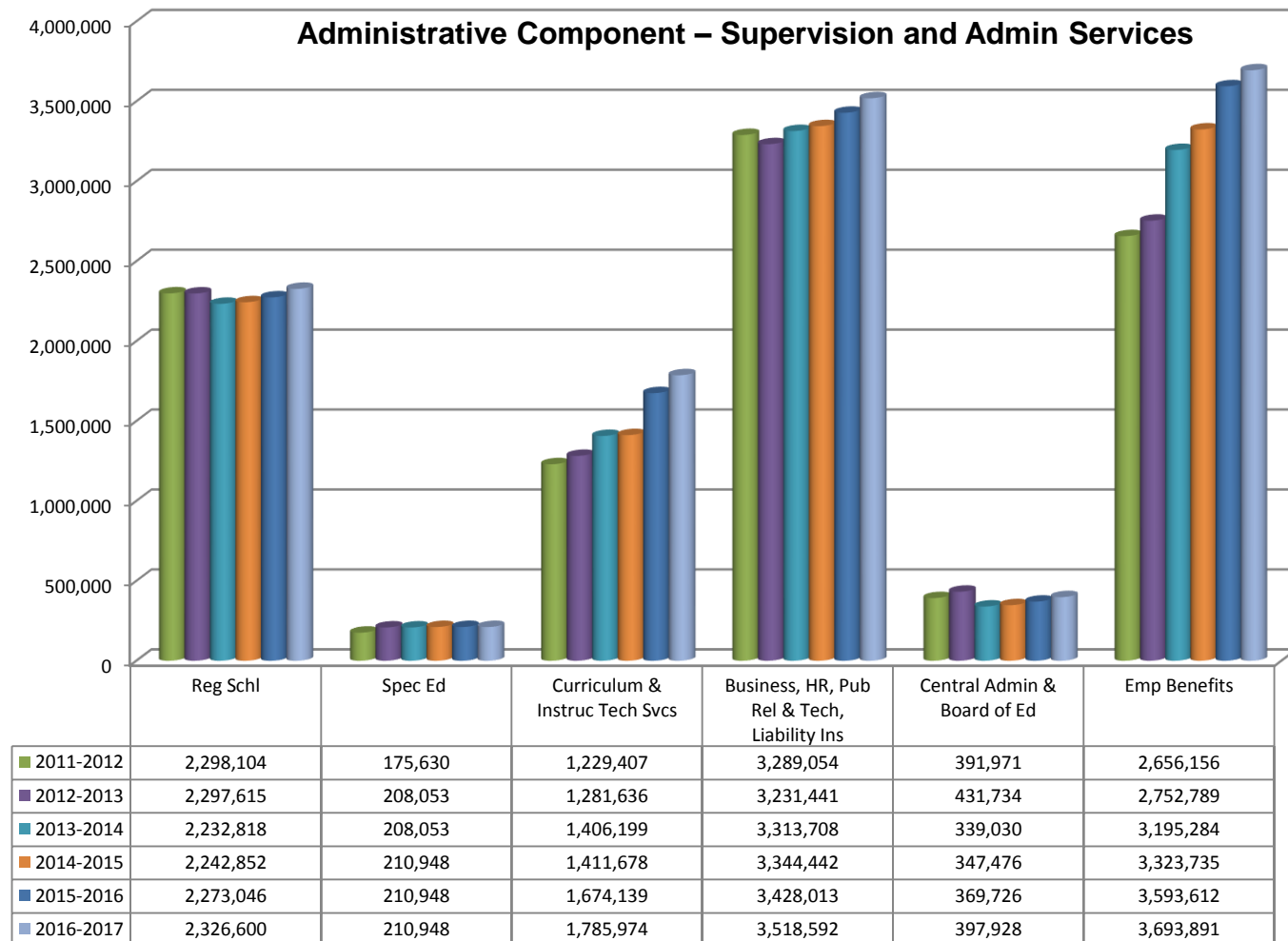
- Finance
- Personnel
- Public Information
- Technology
- Printing & Mail Room

### • Central Administration

- Board of Education
- Superintendent's Office

### • Related Employee Benefits

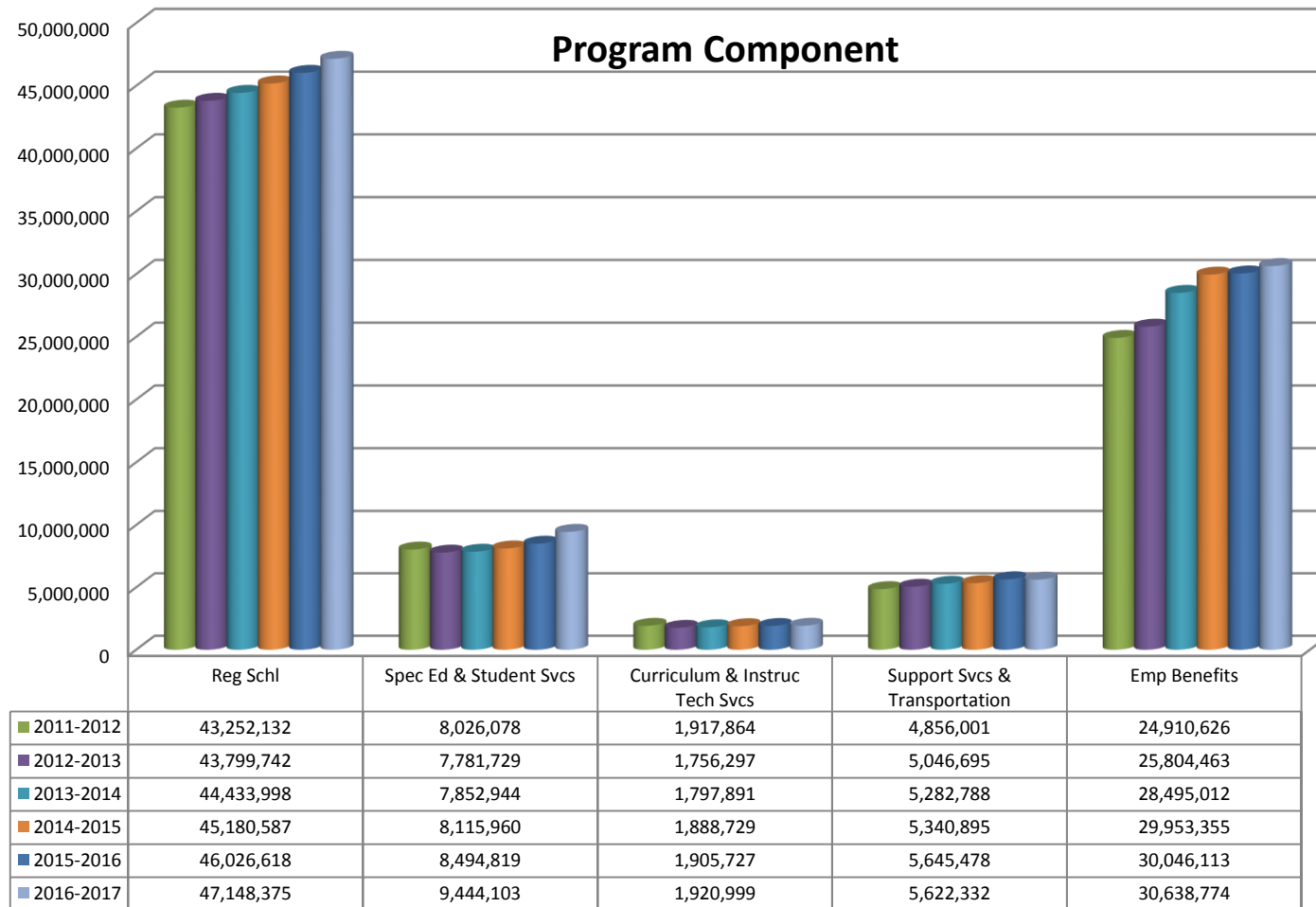
- All retiree benefits are recorded in Administrative Component





# Pittsford Central School District 2016-2017 Adopted Budget

## Program Component



### • Services directly provided to students

- Schools – Regular Ed
- Special Education
- Instructional Services
  - Curriculum & Prof. Development
  - Instructional Technology
  - Textbooks
- Support Services
  - Personnel
  - Technology
  - Transportation
- Related Employee Benefits

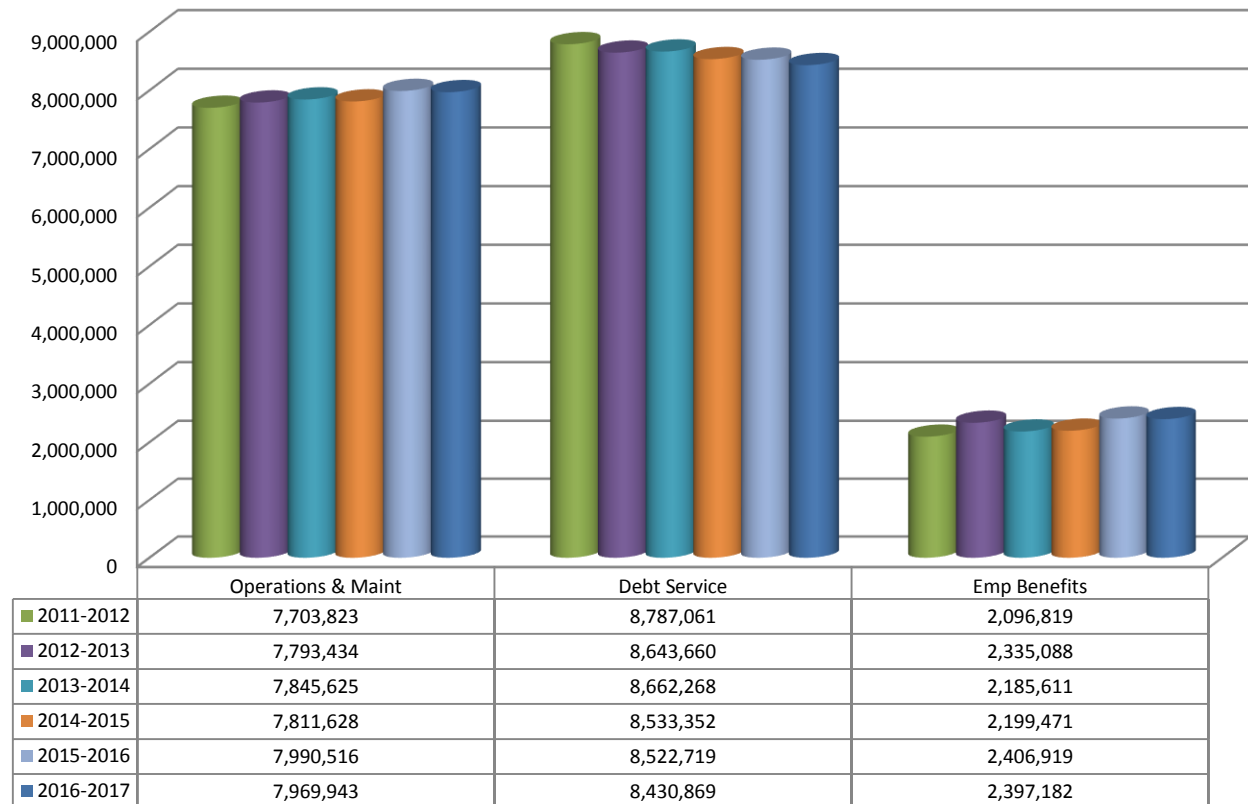


# Pittsford Central School District 2016-2017 Adopted Budget

## Capital Component

Capital Component

- Costs directly related to the maintenance, improvement and funding of facilities
  - Operations & Maintenance / Buildings and Grounds
    - Increased demand from Athletics
    - Difficult Winter
  - Debt Service
  - Related Employee Benefits





# Pittsford Central School District 2016-2017 Adopted Budget

## New York State Report Card – Fiscal Accountability Supplement

### Cost Per Pupil per NYSED

- New York State Education Department Calculated Per Pupil Cost for Regular and Special Education
  - Data is obtained from year-end financial reports (2013-2014)
  - Includes all instructional and related administrative costs
  - Excludes debt service, operations and maintenance, transportation and district-wide administration

	General Education	Special Education	Total – All Students
Pittsford CSD	\$ 11,048	\$39,517	*\$ 20,464
Similar District	\$ 13,966	\$ 38,550	\$ 25,356
All NYS Schools	\$ 11,739	\$ 31,502	\$ 21,812

\* Number appears to be in error and under review with NYS Education Department



# Pittsford Central School District 2016-2017 Adopted Budget

## 2016-2017 Proposed Budget – ESTIMATED REVENUES

DESCRIPTION	2014-15	2015-16	ESTIMATED 2016-17	\$ INCREASE (DECREASE)	% INCREASE (DECREASE)
PROPERTY TAX LEVY & STAR	\$ 92,666,331	\$ 94,750,493	\$ 95,301,955	\$ 551,462	0.58%
STATE AID	\$ 19,023,483	\$ 19,819,314	\$ 21,832,029	\$ 2,012,715	10.16%
SALES TAX	\$ 4,900,000	\$ 4,912,858	\$ 4,912,858	\$ -	0.00%
INTEREST	\$ 69,125	\$ 45,758	\$ 45,758	\$ -	0.00%
MISC REVENUE	\$ 1,303,169	\$ 1,116,970	\$ 1,236,910	\$ 119,940	10.74%
FUND BALANCE & RESERVES	\$ 1,943,000	\$ 1,943,000	\$ 2,177,000	\$ 234,000	12.04%
<b>TOTAL REVENUES</b>	<b>\$ 119,905,108</b>	<b>\$ 122,588,393</b>	<b>\$ 125,506,510</b>	<b>\$ 2,918,117</b>	<b>2.38%</b>

### • Specific Highlights

- Property Tax Levy – Fifth year of the Property Tax Cap. For Pittsford this year the formula calculates to a capped increase over the prior year's levy of just 0.58%. Formula "Exclusion Items" that affect the Tax Cap :
  - Increase in Property Tax Base (transfer from COMIDA to tax roll)
- State Aid – Governor's Proposed Budget
  - Foundation (General Operating) continues to be frozen to what was received in 2007-08 and is \$60m in arrears
  - "Gap Elimination Adjustment" has ceased but is \$15.7m in arrears since 2010-11
  - Since 2008-09 NYS has paid PCSD \$75m less than the law requires



# Pittsford Central School District 2016-2017 Adopted Budget

- Foundation Aid & the Gap Elimination Adjustment (GEA), why talk about it?
  - It is the basic form of aid to all schools to fund the basic programs public schools are required to provide
  - It is the basis of many Community, District and Board of Education decisions
  - It's about sustainability into the future
    - When the funding is less while the required programs and services are more, other programs are reduced and/or property taxes increase
    - Property Taxes are capped, meaning in Pittsford, the two largest funding sources are constricted





# Pittsford Central School District 2016-2017 Adopted Budget

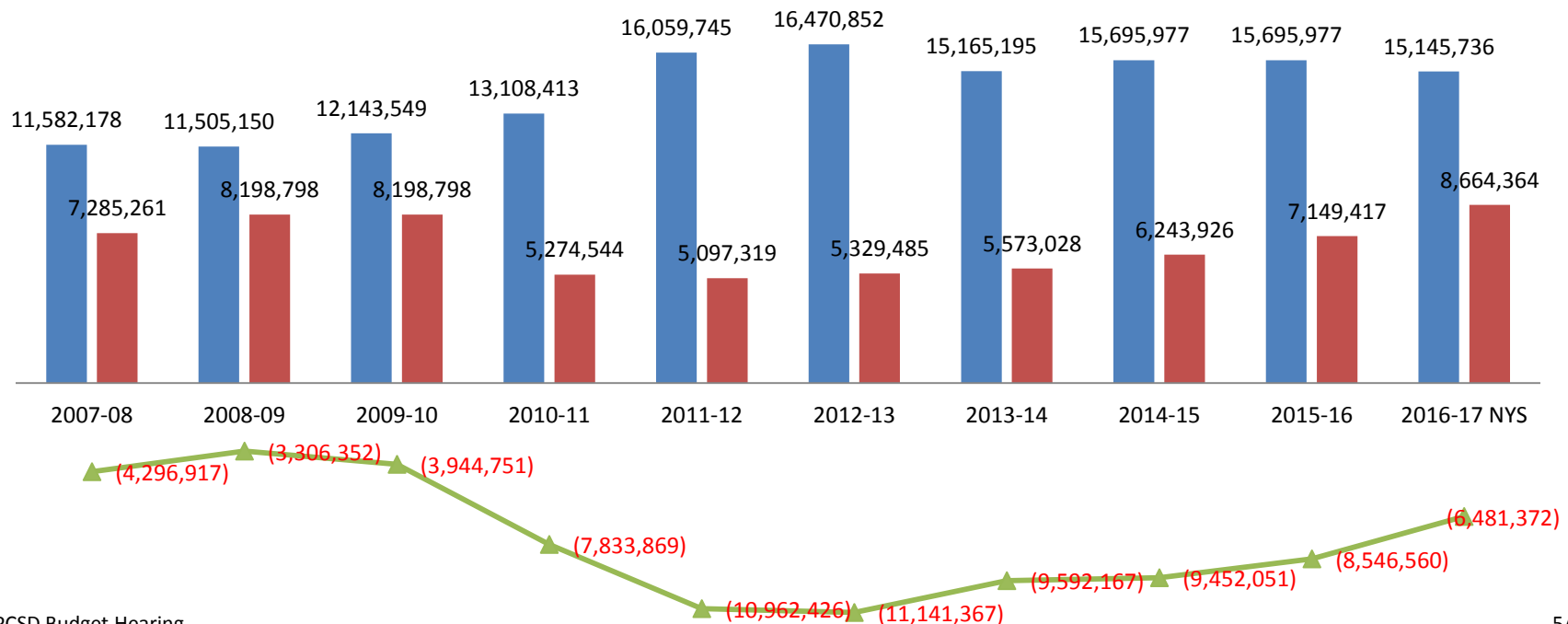
## Foundation Aid & GEA Impacts

*Owed \$60m and \$15.5m respectively*

### The Real Foundation/GEA Picture

**It's not an increase, it's a reduction of the reduction, and it's NOT the Law.**

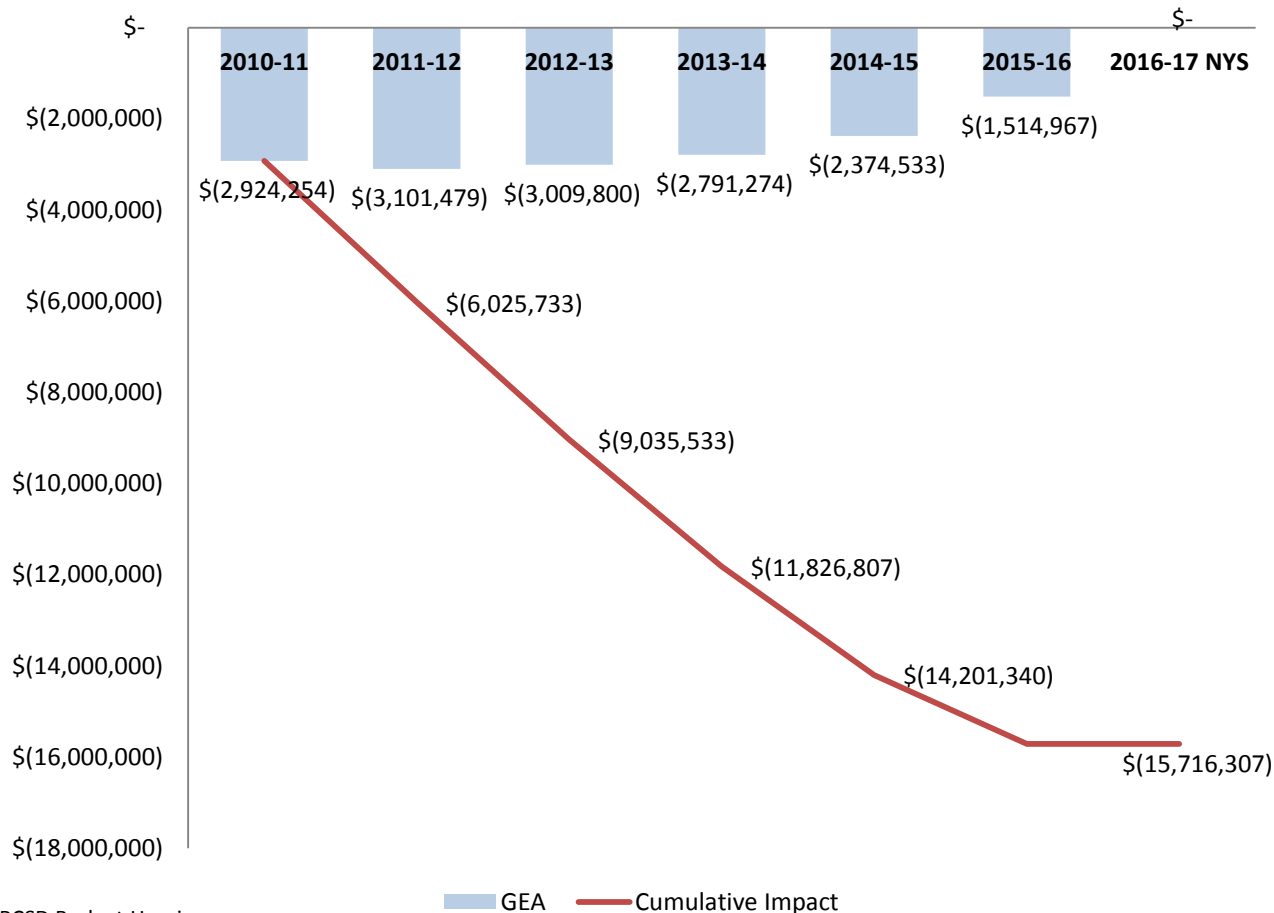
Foundation Aid - Law   Net Actual Aid   Net Aid Underfunded





# Pittsford Central School District 2016-2017 Adopted Budget

## Gap Elimination Adjustment (GEA) “It’s restoration, right?”



- “Restoration” would mean paying the District the \$15.7m in Aid in arrears
- GEA “Elimination” is a ceasing of reducing Foundation Aid
- Example – you have not made mortgage payments for 8 months. Today you make a full mortgage payment and expect the bank to forgive the debt



# Pittsford Central School District 2016-2017 Adopted Budget

## What is a Contingent Budget and process?

- If the voters do not approve a proposed budget, the Board of Education may:
  - Go before the voters for one more vote on the same or different budget
  - Implement the contingent budget after the first defeat, but must implement contingent budget if the second budget is not approved by the voters
- Contingent Budget Cap is no longer based on a permissible expenditure growth, but a cap on the taxes levied. ***The Tax Levy cannot be greater than the previous year.***
- **The Contingent Budget**
  - Contingent Budget must be calculated based on a zero percent tax levy increase and as required by law, certain items must be removed from the budget:
    - ◆ Non health & safety or preservation of facilities related equipment
    - ◆ Community or non-school use of facilities may not be permitted
- **The Contingent Budget is \$124,834,105; which is \$672,405 less than proposed and 1.83% more than the current year 2015-2016 budget**
- **A Contingent Budget would require approximately \$700,000 in budget/program reductions**



# Pittsford Central School District 2016-2017 Adopted Budget

## *On the Ballot*

### BUDGET RESOLUTION

Shall the following resolution be adopted:

**RESOLVED**, that the Board of Education of the Pittsford Central School District be authorized to expend the amount of \$125,506,510 for the 2016-2017 school year, AND FURTHER, that said Board of Education be authorized and directed to levy and collect a tax upon all taxable property in said School District in an amount necessary therefore.



# Pittsford Central School District 2016-2017 Adopted Budget

## **PROPOSITION NO. 1 – Capital Reserve Fund – Purchase of Buses**

Shall the following resolution be adopted, to wit:

**BE IT RESOLVED,** that the Board of Education of Pittsford Central School District is hereby authorized to withdraw from the exiting “Capital Reserve Fund – Purchase of Buses” a sum of money not to exceed One Million, Four Hundred Five Thousand Dollars (\$1,405,000) to be used for the purchase of twelve (12) replacement thirty-six passenger buses, one (1) service truck and communications equipment used in the operation of such buses.



# Pittsford Central School District 2016-2017 Adopted Budget

## Board Candidates

**V  
O  
T  
E**

### MEMBER OF THE BOARD OF EDUCATION

For **two** (2) three (3) year terms beginning July 1, 2016

Vote for any **Two** (2)



Amy  
**Thomas**



Peter  
**Sullivan**



# Pittsford Central School District 2016-2017 Adopted Budget

## Quick Reference

- **BY THE NUMBERS**

– Budget (What voters will vote on)	\$125,506,510	+2.38%
– Tax Levy (Total Taxes to be collected)	\$95,301,955	+0.58%
<i>Within the NYS Property Tax Cap = Simple Majority Vote Required for Approval</i>		
– Property Tax Cap	\$95,301,955	+0.58%
– Projected Full Value Tax Rate per \$1,000 assessed value of property		
• Estimated Full Value Tax Rate	\$25.75	+0.67%
– Estimated Tax Impact on average home (with Basic STAR)?		
• Estimated Total Tax	\$5,627	
• Estimated Increase of the increase)	\$29	(less credit/check form NYS Tax Freeze Program that <u>should</u> offset the increase)





## Pittsford Central School District 2016-2017 Adopted Budget

- **May 17, 2016 – Annual Election & Budget Vote**  
7:00 a.m. to 9:00 p.m. Barker Road Middle School gymnasium;  
Voter identification is required
- End of Presentation



<https://www.verifiedvoting.org/resources/voting-equipment/dominion/imagecast/>



## **Pittsford Central School District 2016-2017 Adopted Budget**

- Questions or Comments?