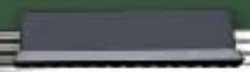




Rush-Henrietta Central School District

**Community
Budget Forum**

April 3, 2019



A world map is displayed on a chalkboard, showing the continents and oceans in various colors. The map is mounted on a roll of paper that is partially unrolled.

BUDGET GOALS

- ✓ Educationally Sound
 - ✓ Equitable
 - ✓ Fiscally Responsible
- 
- A wooden ruler is positioned vertically on the left side of the chalkboard, showing measurements in inches and centimeters.

A world map is displayed on a chalkboard at the top of the slide, framed by a wooden border. The map shows the continents and oceans in various colors.

BUDGET HIGHLIGHTS

- ✓ Maintains scope and quality of effective programs and services
- ✓ Advances school improvement priorities including:
 - Special Education
 - Equity & Inclusion
 - Mental Wellness
- ✓ Freezes discretionary spending to remain tax cap compliant
- ✓ Reflects PILOT reduction for Marketplace Mall
- ✓ Funds significant increase in Special Education placements
- ✓ Continues practice of staying within the tax cap limits





RECOMMENDED BUDGET

- Total Expenditures: \$132,072,542
- Budget Increase: \$5,029,509 (+ 3.96%)
- Tax Rate Increase: Less than 2% (+1.98%)
- Tax Levy Increase: Under the Cap (+ 2.93%)





Factors Driving Base Budget Increase (3.96% - \$5.03M)

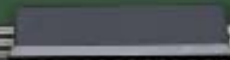
✓ Special Education Placements	+ \$2,400,000 (16.6%)
✓ Wage/Salary Obligations	+ \$1,900,000 (3.0%)
✓ Health Insurance Costs	+ \$ 300,000 (1.0%)
✓ Utility / Transportation Costs	+ \$ 700,000 (8.0%)
✓ Transfer to Capital (FDK Aid)	+ \$ 600,000 (11.2%)
✓ Teacher Retirement System	- \$ 400,000 (5.7%)
✓ BOCES Tuition Rates	+ 2.9%
✓ Inflation	+ 2.44%





Budget Cuts to Achieve 3.96% Increase

✓ Freeze Discretionary Spending	- \$ 60,000
✓ Staff Turnover Savings	- \$ 200,000
✓ Instructional Technology	- \$ 100,000
✓ Pensions – final rate adjustments	- \$ 240,000
✓ Secondary class size increase closer to policy	- \$ 210,000
✓ Staffing Reductions – None	- \$ <u>0</u>
Total Budget Reductions	- \$ <u>810,000</u>





Sources of Revenue

✓ Property Taxes (Tax Levy)	60%
✓ State Aid	29%
✓ Sales Tax	4%
✓ PILOTs	3%
✓ Fund Balance & Reserves	3%
✓ Other (Fees, Rent, Refunds)	1%





Property Tax Levy Cap

- ✓ Allowable Inflation Factor (Cap): +2.00%
- ✓ Adjustment for Real Growth: +0.80%
- ✓ Reduction in PILOTs: None
- ✓ Tax Cap Exemptions:
 - (a) Pension Costs Over 2%: No
 - (b) Personal Liability Awards: No
 - (c) Taxes for Capital Projects: No
- ✓ Adjusted Tax Levy Cap: +2.93%





Recommended Tax Rate Increase

✓ Tax Levy Cap	+2.93%
✓ Tax Rate Increase Allowed by Cap	+1.98%
✓ Tax Levy Increase	\$2.27M

✓ Inflation Index	+2.44%
✓ Social Security COLA	+2.80%

✓ Projected Monroe County Tax Rates	TBD





State Aid Breakdown

Overall: (\$+2.4M)	+ 6.8%
Foundation Aid:	+ 3.3%
Formula Aids:	- 0.6%
Handicapped Excess Cost Aid:	+ 8.9%
Tuition Aid (Group Homes)	+ 103%
BOCES Aid:	- 4.2%
Transportation Aid:	+ 8.6%
Building Aid:	+ 15.4%

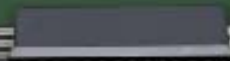




Foundation Aid Gap from Formula

- 2018-19 *-\$6,013,206*
- 2017-18 *-\$5,322,804*
- 2016-17 *-\$4,948,722*
- 2015-16 *-\$4,575,193*
- 2014-15 *-\$5,659,868*

Five year loss of aid: *-\$26,519,793*






Revenue Projections

- ✓ **State Aid:** + 2.41M (+ 6.8%)
- ✓ **Property Taxes:** + 2.27M (+ 2.9%)
- ✓ **Sales Taxes:** + 0.25M (+ 5.6%)
- ✓ **Other Revenue:** + 0.16M (+ 8.7%)
- ✓ **Fund Balance:** - 0.65M (- 1.9%)





RECOMMENDED BUDGET

- Total Expenditures: \$132,072,542
 - Budget Increase: \$5,029,509 (+ 3.96%)
 - Tax Rate Increase: Less than 2% (+1.98%)
 - Tax Levy Increase: Under the Cap (+ 2.93%)
- 



PRIOR YEAR COMPARISONS

- Budget to Budget Changes -

✓ 2019-20	3.96%
✓ 2018-19	1.9%
✓ 2017-18	3.99%
✓ 2016-17	3.2%
✓ 2015-16	2.1%





PRIOR YEAR COMPARISONS

- True Value Tax Rate Changes -

	<u>Proposed</u>	<u>Actual</u>
2019-20	1.98%	***
2018-19	1.92%	0.21%
2017-18	1.98%	1.83%
2016-17	1.00%	-0.29%
2015-16	1.94%	0.05%





TAX INCREASE PER HOME

Assessed Value

Annual Cost*

\$100,000

\$ 40

\$150,000

\$ 60

\$200,000

\$ 80

\$250,000

\$ 100

* Cost prior to NYS Tax Relief Rebate increase of \$113 for enhanced STAR and Basic STAR of \$164 if income less than \$75,000 and \$115 if income between \$75,000 and \$150,000





Monroe County School Tax Rates - Current Year (Per \$1,000 of Assessed Value)

<u>District</u>	<u>Tax Rate</u>	<u>District</u>	<u>Tax Rate</u>	<u>District</u>	<u>Tax Rate</u>
1	30.48	7	24.71	13	22.99
2	26.78	8	24.45	14	22.95
3	26.35	9	23.68	15	22.04
4	25.84	10	23.67	16	20.42
5	25.31	11	23.62	RH	20.08
6	24.71	12	23.11		

A world map is displayed on a chalkboard, showing the continents and oceans in various colors. The map is mounted on a green chalkboard background.

Proposition 1 - Budget Proposition

SHALL THE FOLLOWING PROPOSITION BE ADOPTED?

Resolved, that the Board of Education of the Rush–Henrietta Central School District be authorized to expend the sum set forth in the estimate of amount of money required for school purposes during the fiscal year 2019–2020 in the total amount of \$132,072,542 and to levy the necessary tax therefore.

A world map is displayed on a chalkboard, mounted on a roll of paper. The map shows the continents and oceans in various colors, with a grid of latitude and longitude lines. The chalkboard background is green.

Proposition 2 – Bus Expenditures


SHALL THE FOLLOWING PROPOSITION BE ADOPTED?

Resolved, that the Board of Education of the Rush-Henrietta Central School District be authorized to expend the sum of up to \$2,400,000 to be funded from the 2016 Bus Purchase Reserve, the balance in existing Capital Fund bus purchase funds, and the General Fund Transfer for the purchase and replacement of vehicles for the transportation of district students.



2019–20 Bus Purchase Plan

<u>Bus Type</u>	<u>Cost Per</u>	<u>Qty.</u>	<u>Total Cost</u>
Large – Propane (66 Passenger, 3/ seat)	\$172,969	10	\$1,729,686
Mid-size (28 passenger, 3/ seat)	\$ 81,848	6	\$ 491,085
Mid-size Wheelchair	\$ 96,594	1	\$ 96,594
Mini-vans	\$ 34,000	2	\$ 68,000
Total Cost of Buses			<u>\$2,385,365</u>

- 
- ❑ Propane fueling station constructed Fall 2018 utilizing Senator Gallivan \$400K grant
 - ❑ Large buses are replaced every 10 years, mid-sized buses replaced every 6 – 7 years
 - ❑ Propane bus purchases will increase the propane bus fleet to 49, out of 95 large buses





Proposition 3 – Capital Expenditures

SHALL THE FOLLOWING PROPOSITION BE ADOPTED?

Resolved, that the Board of Education of the Rush-Henrietta Central School District be authorized to expend the sum of up to \$12,500,000 to be funded from undesignated balances in the Capital Fund and from the 2015 and 2016 Capital Reserve Funds for the rehabilitation and reconstruction of the school facilities and districtwide systems including, without limitation, the Burger, Crane, Fyle, Leary, Roth, Sherman, Sperry, Vollmer, Webster, and Winslow schools; the Parker Administration Building; the John R. “Jack” Gaffney West Henrietta Education Building; the Good Shepherd buildings; and the Transportation and Operations Center building, such projects to include, without limitation, roof replacements; boiler replacements; sidewalk, parking lot, and bus loop replacement; carpet and flooring replacement; HVAC; ADA compliance; health, safety, and security projects; door and window replacement; freezer/cooler replacement and renovation; lighting upgrades; classroom upgrades; climatic conditions projects; clock system upgrades; fire alarm system upgrades; computer and media-related cabling; building exterior and interior upgrades and repairs; telephone and public address systems; lavatory renovations and installation; purchase of equipment; locker upgrades and repairs; water heater replacements; food service equipment replacement; auditorium refurbishment; gymnasium equipment; office renovations; site improvements; electronic building security systems and security cameras; energy conservation; bus lifts repair and replacement; and structural projects.



Questions

