

# BELLMORE-MERRICK CHSD PROPOSED BUDGET 2017-18



# COMPREHENSIVE & CHALLENGING

## A Comprehensive Budget

- Retains all program
- Includes new initiatives

## A Challenging Budget

- Includes the first year of full BOND and EPC debt service
- Includes 12% increase in health insurance

# COMPREHENSIVE

## Retain/Enhance Program


### All Curricular/Instructional Programs are Maintained:

- Redesign of Engineering Program
- CHAMP and Broadcasting
- Regents Level Instruction for Prep Students
- Increase Enrollment in AP and College Level Coursework
  - Students Enrolled in AP Courses: 2017 = 1,484; 2016 = 1,321 (up 12%)

### Proposed Enhancements:

- MAP Reinvestment Year II – AP World, Spanish III, Creative Suite II, Art
- Chinese Language - Expansion to 8<sup>th</sup> Grade
- Middle School Initiative – Acceleration in Math, Science; Humanities
- Technology in the Science Labs

# ALSO INCLUDES...

- 4.5 Special Ed Teachers
  - Tech Teacher
  - Special Ed Chair
  - Technology Plan Refresh
  - Maintenance - Vehicle Replacement
  - Pupil Transportation – Van
  - Increased Security
    - 6-10pm/school
    - Staff Retention
- 

# BELLMORE-MERRICK PRIDE

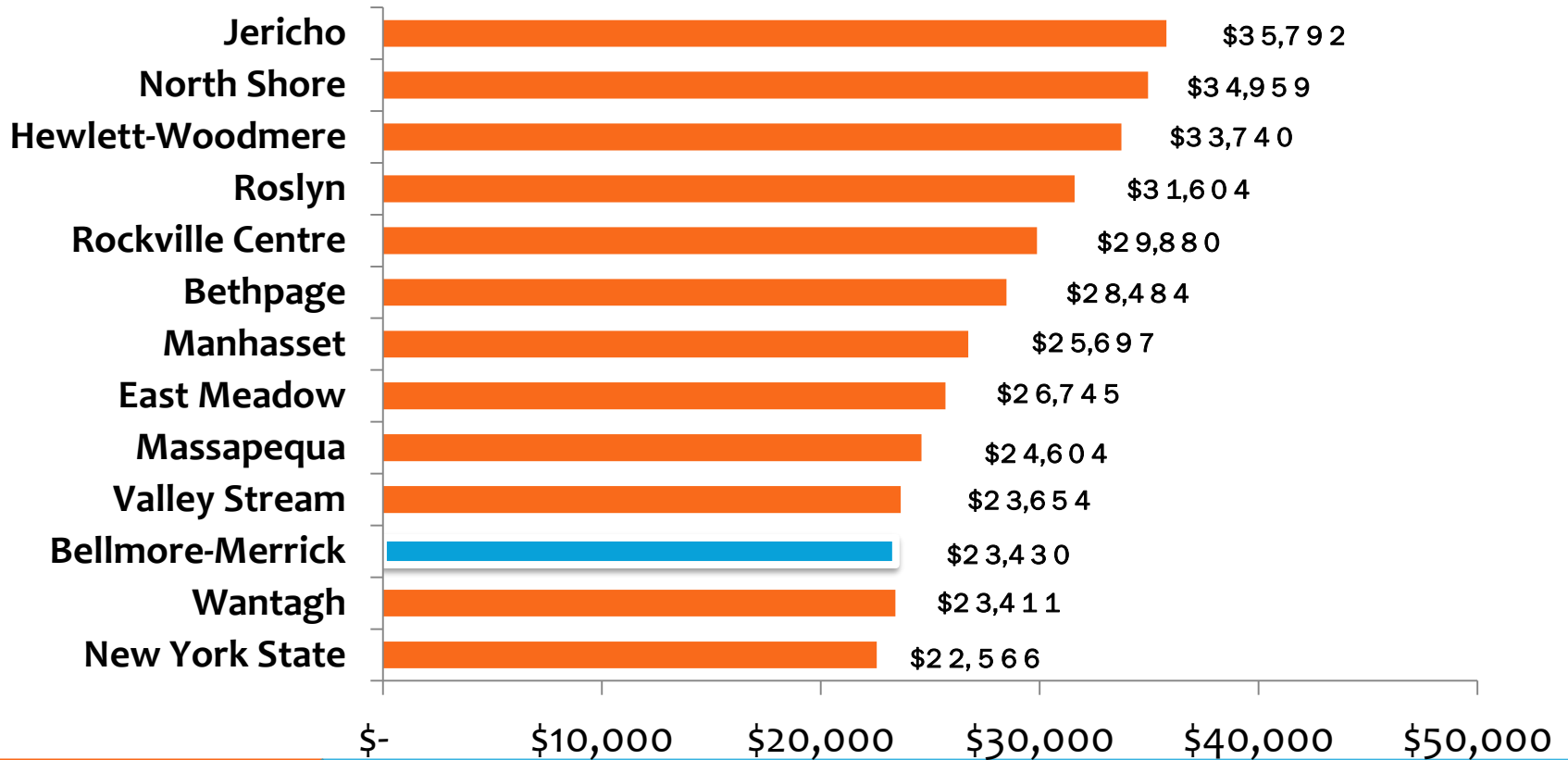


## BM Student Recognition:

- Regeneron Science Talent Search Recipients (Intel)
- Siemens Competition: Math/Science/Technology Semifinalist
- National Merit Scholarship Program Finalists
- National Junior Science and Humanities Program Award Winners
- Neuroscience Research Prize
- Winners at the Long Island Science and Engineering Fair
- Coca-Cola Scholar Semifinalists
- Virtual Enterprise Team Competition National Semifinalist
- ***All Three Comprehensive High Schools Ranked in the Top 300 Schools of Newsweek's America's Top High Schools***
- All-County and All State Athletes
- Over 95% of the Districts Sports Teams Have Been Recognized as Scholar-Athlete Teams
- Over 70 Students Selected to Participate in the All-County Music Festival
- Over 50 Students Selected to Participate in the All-County Art Exhibit
- Multiple Awards at the Hofstra Shakespeare Festival
- Five Students Participated in the All-State Music Festival
- National Awards Won at Festival Disney National Music Championship
- Numerous Students Recognized in the NYSSMA Festival
- Middle School Science Olympiad Winners
- Student-led Service Projects include: Relay for Life, St. Baldrick's, The Community Cupboard, National Autism Awareness Day, Rise Against Hunger, Pennies for Patients, Forever 9: The Robbie Levine Foundation, Reason2Smile, Coats for Kids, and the District MLK Day of Service, Featuring the Participation of all 5500+ Bellmore-Merrick Students

# SPENDING PER STUDENT COMPARISON

## 49<sup>TH</sup> ANNUAL STUDY BASED ON 2015-16 SCHOOL COSTS



# CAPITAL UPDATE

## **BOND**

- Phase II - complete June '17
- Phase III and IV this summer
- Moody's Rating of Aa1
- \$42 million BOND - July 2016 (2.00% rate - saving \$10mil interest)
- Final \$7 million BOND - July 2017

## **EPC – energy savings and efficiencies through replacement of lighting, boilers, roofs, windows, ...**

- \$24 million Lease – October 2016 (2.015% rate – savings \$3mil interest)
- Realize savings 17-18

## **Technology – Smart Schools Grant \$2.1mil**

- Computers, smart boards, iPads, security cameras

# CHALLENGES

## Health Insurance

- Up 12% 2017
- Estimating 12% 2018
- Increases budget \$1.4 million
- Offsets any savings from TRS rate reduction

## Debt Service

- BOND - begin full repayment
- Energy Performance Contract – begin full repayment
- Increases budget \$2.5 million (\$5.3 million total debt)

## State Aid

- State Budget not finalized
- Federal Budget – may see cuts





# TAX CAP HISTORY

ALL WITHIN THE CAP

2013-14	3.48% (TRS 2.41%)
2014-15	1.86%
2015-16	2.05%
2016-17	1.51%
2017-18	2.98% (Debt 2.4%)

## Tax Levy Formula

2016/17 Approved Actual Tax Levy	\$ 110,549,481
Tax Base Growth Factor (ORPS)	1.0048
	\$ 111,080,119
2016/17 PILOT	\$ 1,923,682
TOTAL	\$ 113,003,801
2016/17 Capital Tax Levy	(\$ 1,030,396)
Adjusted Prior Year Tax Levy	\$ 111,973,405
<b>Allowable Levy Growth Factor</b>	<b>0.0126</b>
	\$ 113,384,269
2017/18 PILOT	(\$ 1,923,682)
<b>TAX LEVY LIMIT</b>	<b>\$ 111,460,587</b>

(for Budget Notice & Public Tax Report Card)

### **CURRENT YEAR EXEMPTIONS**

Tort Judgements	-
ERS Contribution increase >2%	-
TRS Contribution increase >2%	
<b>2017/18 Capital Tax Levy</b>	<b>\$ 2,664,048</b>
levy reduction	-280,779
<b>Allowable Tax levy prescribed by Chapter 97 of the Laws of 2011</b>	<b>\$ 113,843,856</b>

Permissible percent increase: **2.98%**

# ***TAX LEVY VERSUS TAX RATE***

- District sets *tax levy* which is collected by the elementary component districts.
- Nassau County sets *tax rates* based on the tax assessment of properties.
- Nassau County is responsible for establishing assessed values (AV) for all properties.
- Tax amounts vary based not only on the tax levy of the school districts, towns, etc. but also by the overall change in value and each property's relative value to the whole, as well as adjusted base proportions
  - e.g. if the total tax levy remains the same, but the value of some individual properties is reduced, other properties must “shoulder the burden” in order to preserve the “whole”.

# BUDGET HISTORY

SCHOOL YEAR	BUDGET	INCREASE	STATE AID	% change	% of Budget	TAXES	% change	% of Budget	Enrollment	Increase
2002-03	82,046,424	4.66%	14,798,847	-3.8%	18.0%	59,013,230	7.67%	71.9%	5679	3.92%
2003-04	87,455,963	6.59%	14,008,303	-5.3%	16.0%	64,710,123	9.65%	74.0%	5833	2.71%
2004-05	94,343,146	7.88%	14,006,170	0.0%	14.8%	71,150,972	9.95%	75.4%	5881	0.82%
2005-06	101,366,032	7.44%	15,173,872	8.3%	15.0%	77,550,260	8.99%	76.5%	6040	2.70%
2006-07	107,282,037	5.70%	16,179,003	6.6%	15.1%	82,524,460	6.41%	76.9%	6059	0.31%
2007-08	113,059,956	5.39%	19,290,669	19.2%	17.1%	83,209,379	0.83%	73.6%	6165	1.75%
2008-09	118,555,382	4.86%	19,284,948	0.0%	16.3%	87,896,684	5.63%	74.1%	6102	-1.02%
2009-10	122,928,914	3.69%	19,353,660	0.4%	15.7%	92,234,120	4.93%	75.0%	6050	-0.85%
2010-11	127,094,753	3.39%	17,717,541	-8.5%	13.9%	95,696,902	3.75%	75.3%	6025	-0.41%
2011-12	131,355,672	3.35%	16,959,854	-4.3%	12.9%	100,684,449	5.21%	76.7%	5862	-2.71%
2012-13	132,863,246	1.15%	17,051,593	0.5%	12.8%	103,224,261	2.52%	77.7%	5889	0.46%
2013-14	136,520,888	2.75%	18,412,750	7.98%	13.5%	106,814,583	3.48%	78.2%	5694	-3.31%
2014-15	139,418,645	2.12%	19,296,573	4.80%	13.8%	108,807,688	1.87%	78.0%	5553	-2.48%
2015-16	142,802,333	2.43%	20,550,000	6.50%	14.4%	108,899,931	2.05%	76.3%	5468	-1.53%
2016-17	147,763,782	3.47%	23,931,354	16.45%	16.2%	110,549,481	1.51%	74.8%	5431	-0.68%
<b>2017-18</b>	<b>153,666,863</b>	<b>3.99%</b>	<b>25,470,227</b>	<b>6.76%</b>	<b>16.6%</b>	<b>113,843,856</b>	<b>2.98%</b>	<b>74.1%</b>	<b>5393</b>	<b>-0.70%</b>
	<b>10 year average</b>	<b>3.12%</b>					<b>3.42%</b>			

# Three Part Budget

Administration	\$ 18,979,403	12.4%	\$ 18,229,958	12.3%
Program	\$115,126,234	74.9%	\$113,177,618	76.8%
<u>Capital</u>	<u>\$ 19,561,226</u>	<u>12.7%</u>	<u>\$ 16,356,206</u>	<u>11.1%</u>
Total	\$153,666,863		\$147,763,782	

# STATE AID YEAR TO YEAR COMPARISON

	<u>est. 2017-18</u>	<u>2016-17</u>
Foundation Aid	\$13,940,596	13,573,642
Deduct for 4201 students	(56,000)	(56,000)
High Tax Aid	630,887	630,887
BOCES	2,881,961	2,876,824
Excess Cost	1,582,377	1,510,754
Building	2,621,349	1,496,113
Transportation	3,285,203	3,229,007
Hardware & Technology	65,281	66,836
Instructional Media	<u>462,573</u>	<u>466,974</u>
	\$25,470,227	\$23,851,037
	+1,619,190	
	16.6% of budget	

# REVENUE...

State Aid		\$ 25,470,227
PILOT (includes LIPA)		1,923,682
Other Revenue		3,782,151
Appropriated Reserves *		2,623,600
<b><i>Appropriated Fund Balance</i></b>		<b><i>6,023,347</i></b>
Tax Levy		113,843,856
	<b>TOTAL</b>	<b>\$153,666,863</b>

These are the sources of our estimated revenue for next year. Please keep in mind that **tight budgets do not yield *fund balance*** (excess revenue or unspent appropriations). Therefore each year it will become more difficult to offset the tax levy with appropriated fund balance.

\*ERS 2.02mil, EBALR 600k



# Reserves

	Balance	Estimated	Projected	Budget	Projected
	<u>6/30/2016</u>	<u>Usage 16-17</u>	<u>Balance</u>	<u>2017-18</u>	<u>Balance</u>
			<u>6/30/2017</u>		<u>6/30/2018</u>
Workers' Compensation	759,562		759,562		759,562
Unemployment Insurance	347,121	(2,879)	350,000		350,000
Retirement Contribution	7,974,102	1,032,777	6,941,325	2,023,600	4,917,725
Employee Benefit Accrued Liability (EBALR)	6,958,214	500,000	6,458,214	600,000	5,858,214
Capital	1,515,054		1,515,054	500,000	1,015,054
<b>Total</b>	<b>17,554,053</b>	<b>1,529,898</b>	<b>16,024,155</b>	<b>3,123,600</b>	<b>12,900,555</b>

➤ **Proposition I – General Fund Budget**



➤ **Proposition II – Capital Reserve Fund**

- Approval to expend from reserve
- No tax impact on community

# ONE VOICE, ONE MESSAGE



- Despite the obstacles placed in our way, the District & community together will endeavor to provide the best education possible for our children.
- In recognition of our taxpayers' burdens, together we will continue to work to provide that education in the most cost effective way.
- “One Voice, One Message” are not just words, they are the reality of Bellmore-Merrick. Together we can accomplish anything.