

**BRUNSWICK CENTRAL SCHOOL DISTRICT**

**2012-13**

**Budget Development**

**January 19, 2012**

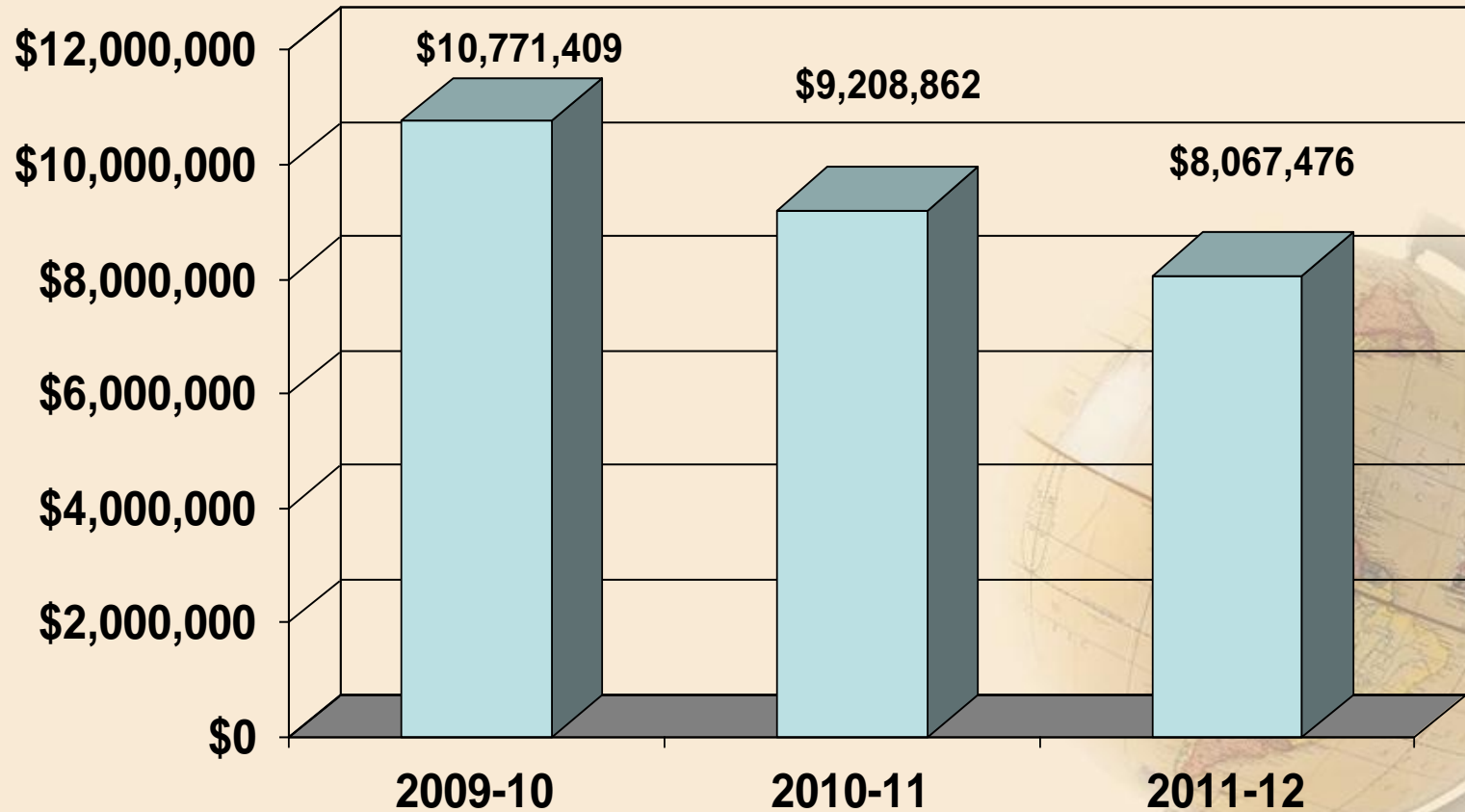


# State Aid History

- 2009-10    \$10,771,409
- 2010-11    \$ 9,208,862                    **-\$1,562,547**
- 2011-12    \$ 8,067,476                    **-\$1,141,386**
  
- **Total Reduction**                    **-\$2,703,933**



# State Aid Over Last Three Years

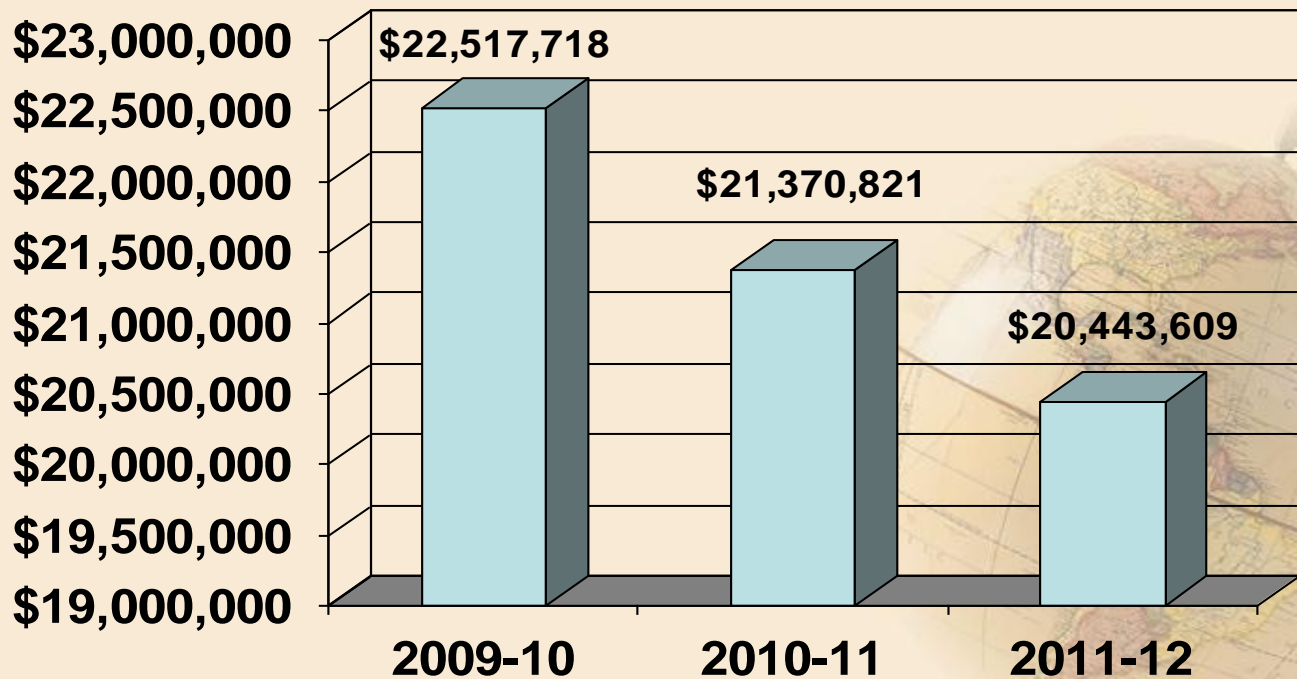


# Budget History

- **2009-10**    **\$22,517,718**
- **2010-11**    **\$21,370,821**                    **-\$1,146,897**
- **2011-12**    **\$20,443,609**                    **-\$ 927,212**
  
- **Total Reduction**                    **-\$2,074,109**



# Budget Totals Over Last Three Years



# 2008-09 Expenditures per Pupil

	Brunswick CSD	Similar Districts	All NYS Schools
General Education	\$8,065	\$9,645	\$10,874
Special Education	\$23,309	\$25,558	\$26,551

**Source: NYS School Report Card Fiscal Accountability  
Supplement**



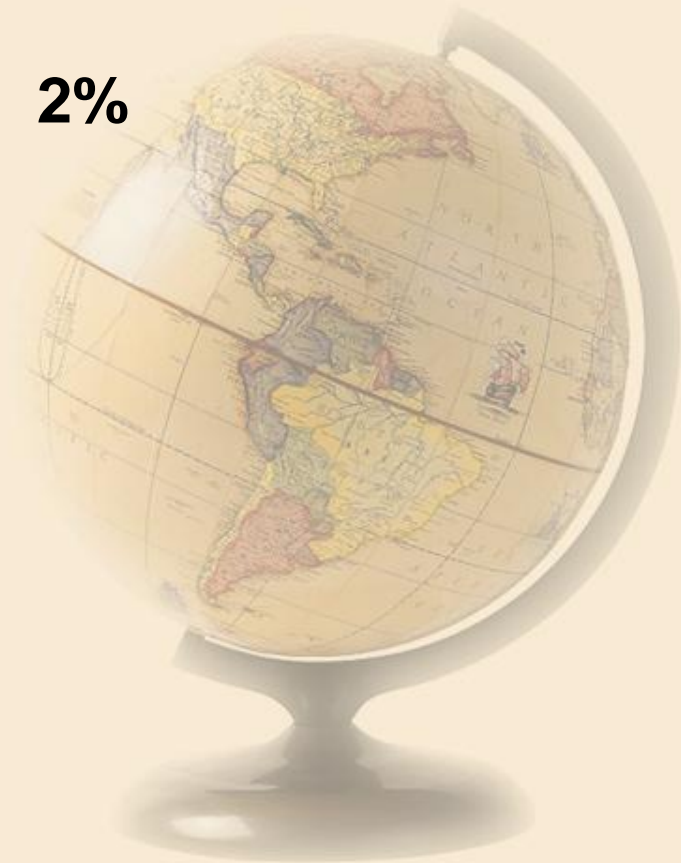
# 2011-12 Reductions

• Reduction in BOCES Services	\$313,000
• Staffing Adjustments	\$143,245
• Decrease in Debt Service	\$111,600
• Reduction in Equipment Purchases	\$102,500
• Decrease in Materials & Supplies	\$ 45,000
• Other Miscellaneous Reductions	\$211,867
<b>Total</b>	<b>\$927,212</b>



# 2011-12 Budget

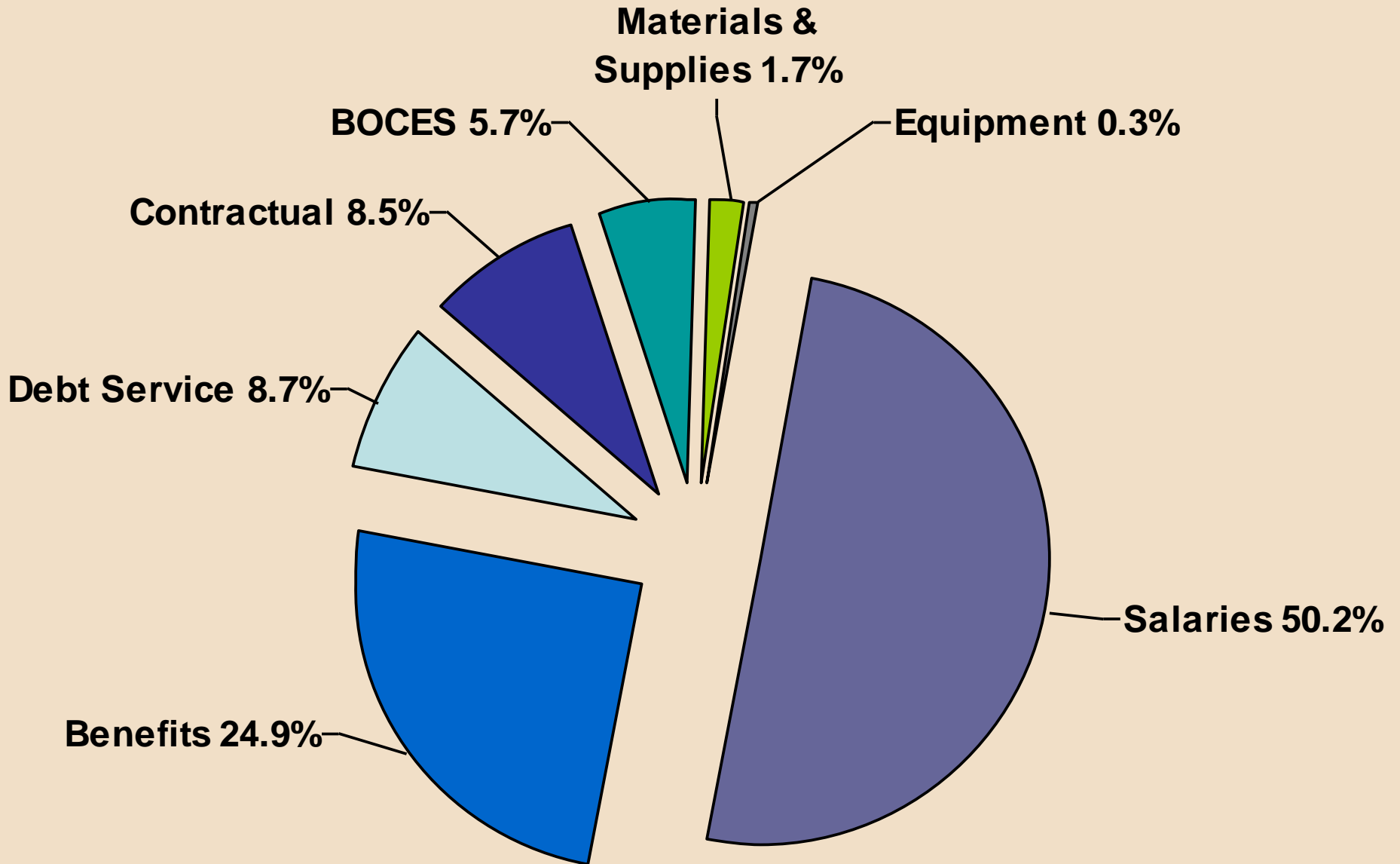
- **Budget Decrease**                      **4.5%**
- **Tax Levy Increase**                      **2%**



# Expenditures

	2010-11	2011-12	Difference
Regular Instruction	7,886,132	7,381,595	- 504,537
Employee Benefits	5,303,581	5,311,979	8,398
Special Education	1,899,111	1,785,846	- 113,265
Debt Service	1,882,179	1,770,561	-111,618
Operations & Maintenance	1,603,206	1,590,693	- 12,513
Transportation	1,126,411	1,015,482	- 110,929
District Offices	870,230	837,494	- 32,736
Fixed Charges, Transfers & Non-Public School Services	344,795	334,427	- 10,368
Technology Services	314,663	282,365	- 32,298
Community Services	93,879	95,224	1,345
Board of Education	46,634	37,943	- 8,691
<b>Total Program</b>	<b>\$21,370,821</b>	<b>\$20,443,609</b>	<b>- \$927,212</b>

# Objects of Expense

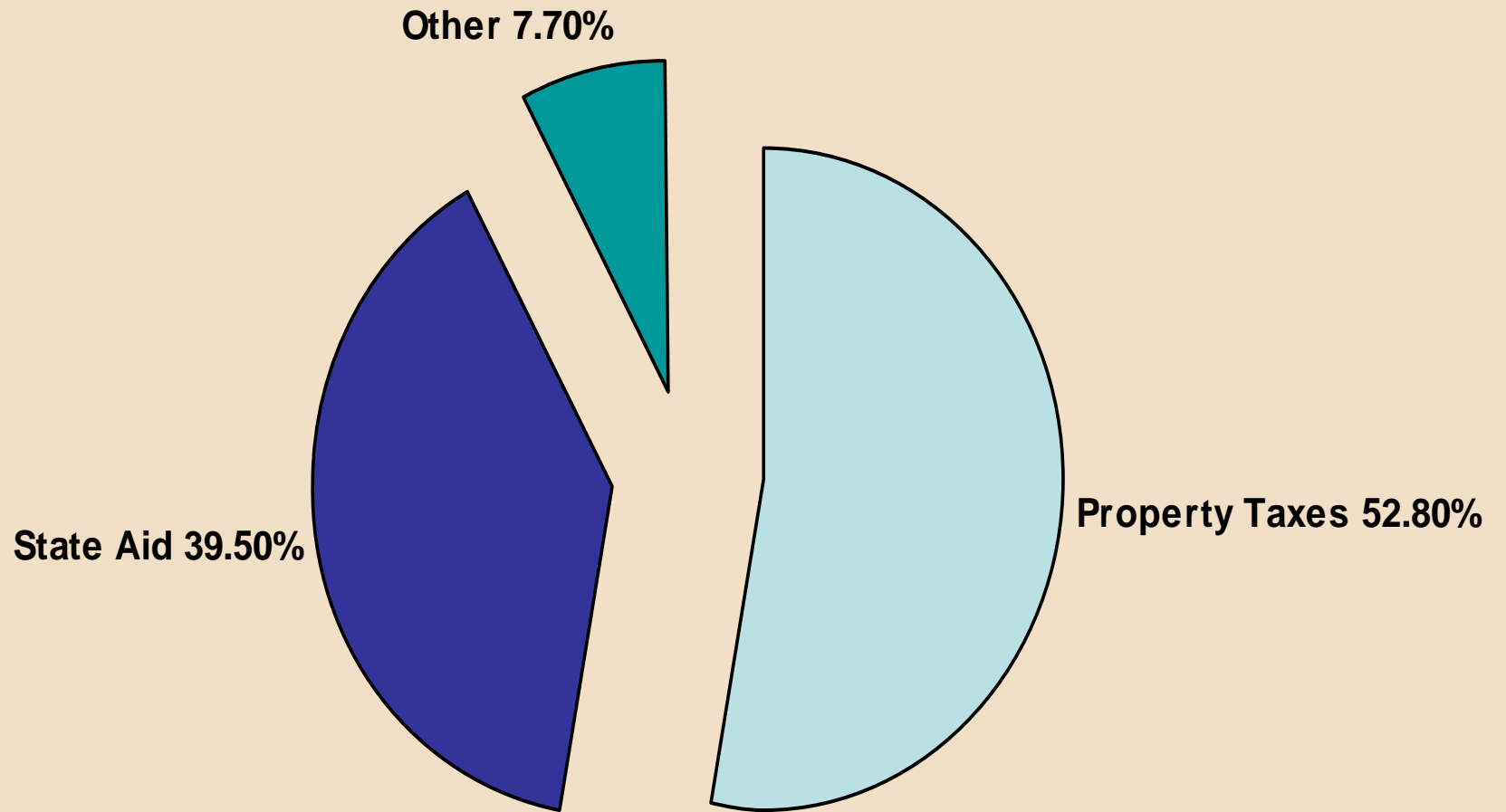


# Revenues

	2010-11	2011-12	Difference
Property Taxes	\$10,588,887	\$10,800,665	\$211,778
State Aid	\$9,208,862	\$8,067,476	- \$1,141,386
Fund Balance	\$565,000	\$685,868	\$120,868
Tuitions & Admissions	\$739,174	\$654,750	- \$84,424
Other	\$268,898	\$234,850	- \$34,048
<b>Total</b>	<b>\$21,370,821</b>	<b>\$20,443,609</b>	<b>- \$927,212</b>



# Revenues



# Reserves

<b>Employee Benefits &amp; Accrued Liabilities</b>	<b>\$808,839</b>
<b>Retirement Contributions</b>	<b>\$294,625</b>
<b>Tax Certiorari</b>	<b>\$152,000</b>
<b>Unemployment Insurance</b>	<b>\$73,398</b>
<b>Workers' Compensation</b>	<b>\$76,894</b>
<b>Total</b>	<b>\$1,405,756</b>



# Fund Balance

**June 30, 2011**

**\$817,744\***

**Percent of Following Year's Budget**

**4%**

**\*After designating \$685,868 towards  
following year's budget**




# Budget Challenges

- **Decreasing state and federal aid**
- **Property tax levy cap**
- **Special education needs**
- **Health insurance increase**
- **Retirement rate increase**
- **Rising fuel prices**
- **Maintaining district facilities**



# Budget Development

- **Rolling over current programs and services would increase costs by more than \$636,000 and result in a tax levy increase of 8%.**
  - **District is also losing \$441,322 in Federal Education Jobs Funds (Funding ends after 2011-12 school year)**
  - **2011-12 State Aid reduced \$219,884 from original projection**
  - **District is faced with closing a \$1.3 million gap between projected revenues and expenses. To close this gap through taxes alone would require an increase in the tax levy of over 12% increase.**
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# WHAT ARE OUR PROJECTED EXPENSES?

**\*\*\* DRAFT – FOR DISCUSSION PURPOSES ONLY \*\*\***

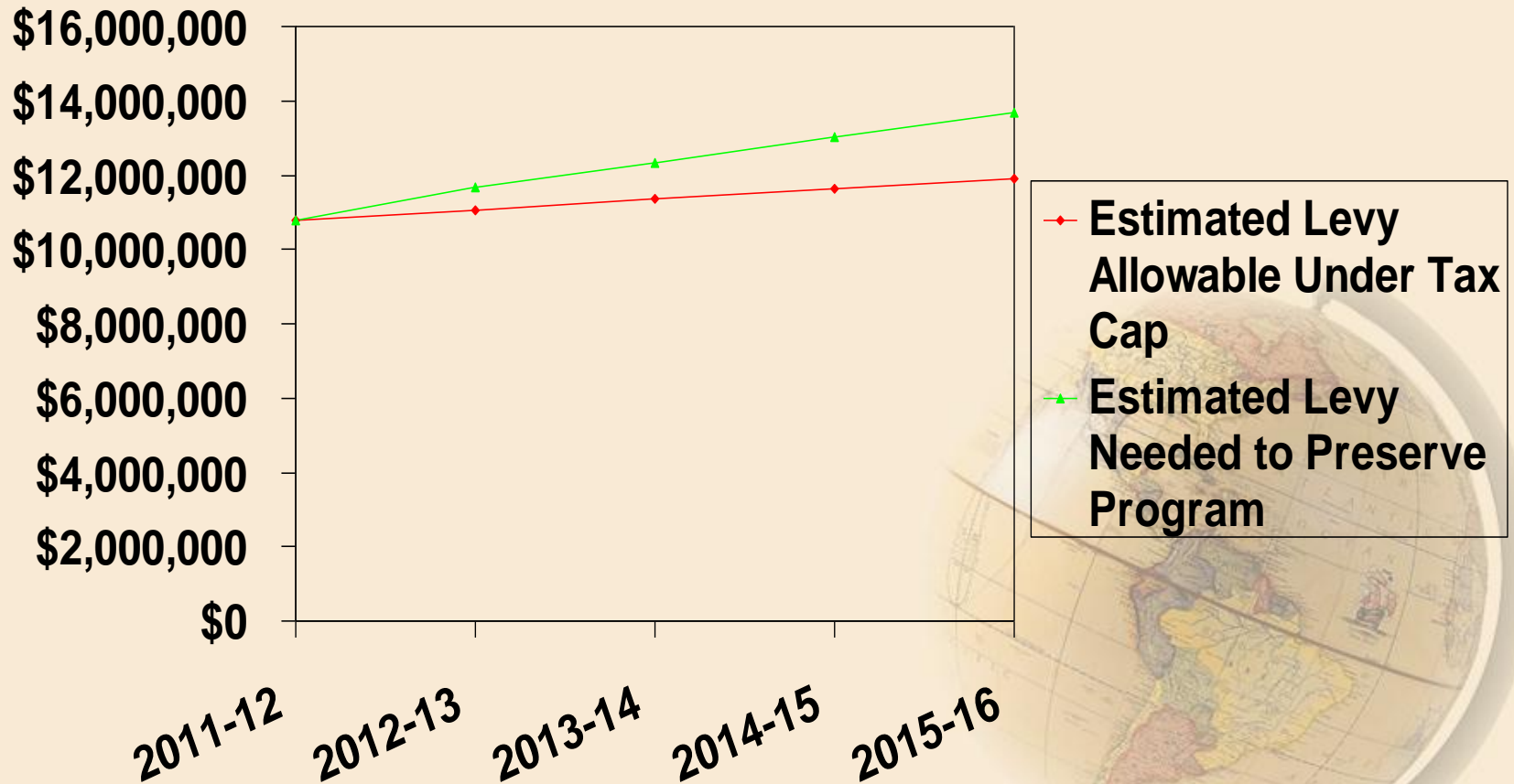
<b>Expenses</b>	<b>2011-12 Budget</b>	<b>2012-13 Budget</b>	<b>2013-14 Budget</b>	<b>2014-15 Budget</b>	<b>2015-16 Budget</b>
<b>Salaries</b>	<b>\$10,249,863</b>	<b>\$10,588,108</b>	<b>\$10,937,516</b>	<b>\$11,298,454</b>	<b>\$11,671,303</b>
<b>Health Insurance</b>	<b>\$2,768,748</b>	<b>\$2,851,810</b>	<b>\$2,994,401</b>	<b>\$3,144,121</b>	<b>\$3,301,327</b>
<b>FICA</b>	<b>\$876,112</b>	<b>\$876,112</b>	<b>\$876,112</b>	<b>\$876,112</b>	<b>\$892,885</b>
<b>Employees Retirement</b>	<b>\$445,926</b>	<b>\$515,838</b>	<b>\$563,874</b>	<b>\$582,481</b>	<b>\$601,703</b>
<b>Teachers Retirement</b>	<b>\$876,707</b>	<b>\$987,476</b>	<b>\$1,101,668</b>	<b>\$1,222,321</b>	<b>\$1,262,657</b>
<b>BOCES</b>	<b>\$1,160,896</b>	<b>\$1,195,723</b>	<b>\$1,231,595</b>	<b>\$1,268,542</b>	<b>\$1,306,599</b>
<b>Other Expenditures</b>	<b>\$4,065,357</b>	<b>\$4,065,357</b>	<b>\$4,065,357</b>	<b>\$4,065,357</b>	<b>\$4,065,357</b>
<b>Total Expenses</b>	<b>\$20,443,609</b>	<b>\$21,080,424</b>	<b>\$21,770,523</b>	<b>\$22,457,388</b>	<b>\$23,101,831</b>
<b>Change in Expenditures</b>	<b>-4.54%</b>	<b>+3.11%</b>	<b>+3.27%</b>	<b>+3.16%</b>	<b>+2.87</b>

# WHAT ARE OUR PROJECTED REVENUES?

**\*\*\* DRAFT – FOR DISCUSSION PURPOSES ONLY \*\*\***

<b>Revenues</b>	<b>2011-12 Budget</b>	<b>2012-13 Budget</b>	<b>2013-14 Budget</b>	<b>2014-15 Budget</b>	<b>2015-16 Budget</b>
<b>State Aid</b>	<b>\$8,067,476</b>	<b>\$7,847,592</b>	<b>\$7,847,592</b>	<b>\$7,847,592</b>	<b>\$7,847,592</b>
<b>Federal Ed Jobs</b>	<b>\$441,322</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Other Revenues</b>	<b>\$1,575,468</b>	<b>\$1,575,468</b>	<b>\$1,575,468</b>	<b>\$1,575,468</b>	<b>\$1,575,468</b>
<b>Total Revenues Other than Property Taxes</b>	<b>\$10,084,266</b>	<b>\$9,423,060</b>	<b>\$9,423,060</b>	<b>\$9,423,060</b>	<b>\$9,423,060</b>
<b>Decrease</b>		<b>- \$661,206</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

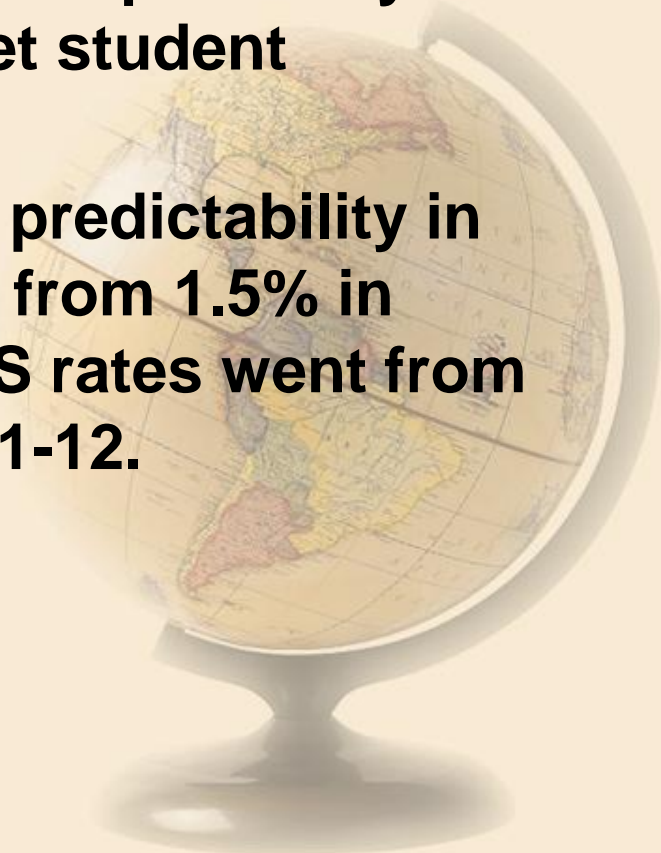
# Needs vs. Allowable Limits



Multiplier effect going forward impacts ability to maintain programs.

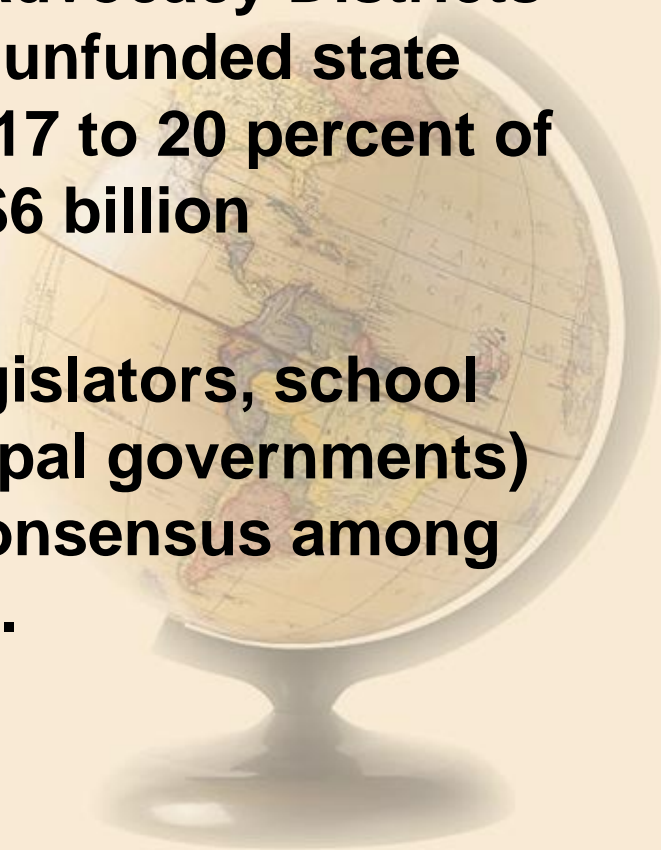
# How can this gap be eliminated?

- **Given the state's new local property tax cap, schools need a steady, stable and reliable funding stream from the state in order to keep tax levy increases to a minimum and meet student performance expectations.**
- **Schools need more stability and predictability in pensions costs. ERS rates went from 1.5% in 2002-03 to 16.3% in 2011-12. TRS rates went from .36% in 2001-02 to 11.11% in 2011-12.**
- **Mandate relief**

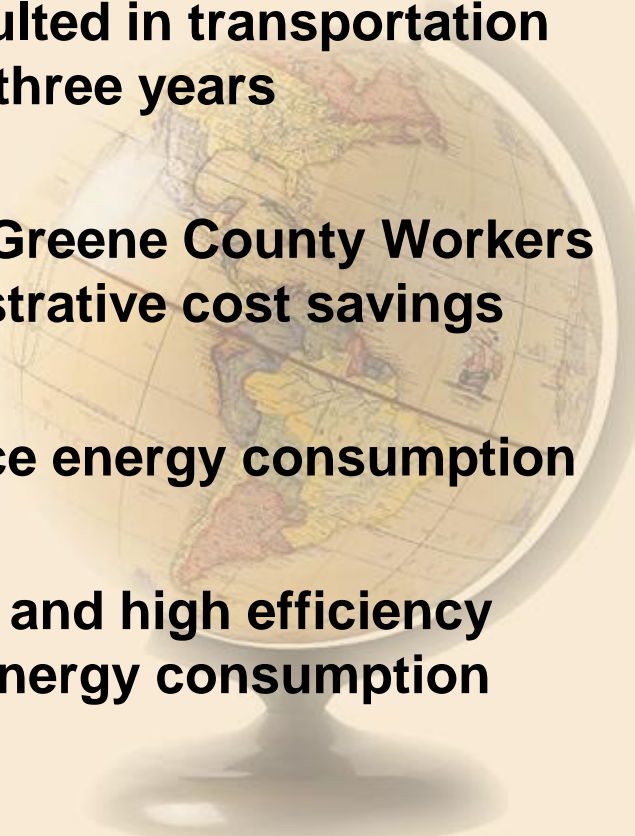


# Mandates

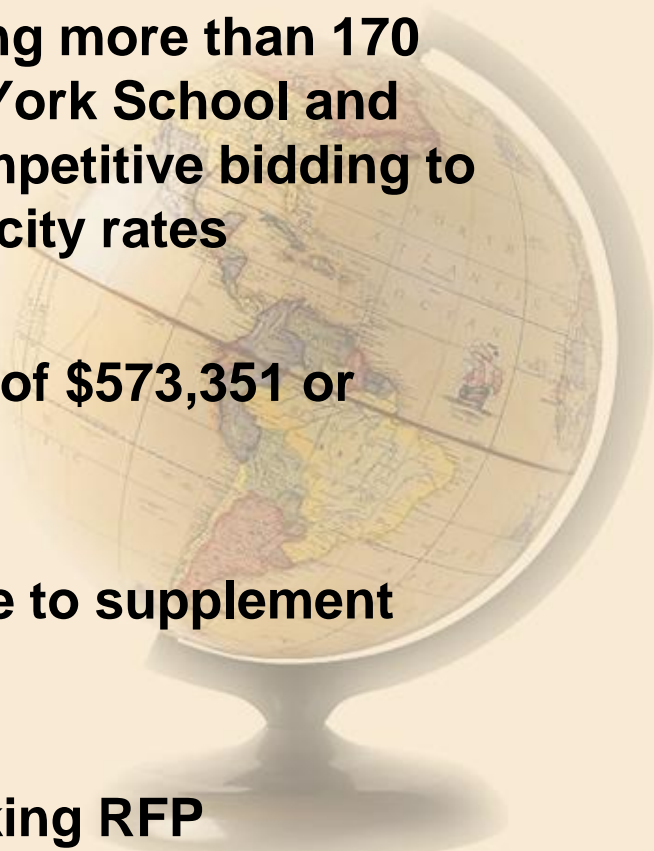
- **NYS has about 200 mandates that go above and beyond federal requirements.**
- **Study by Regional Educational Advocacy Districts group determined the cost of 94 unfunded state and federal mandates comprise 17 to 20 percent of school district spending - \$5 to \$6 billion statewide.**
- **Mandate Relief Design Team (legislators, school administrators, teachers, municipal governments) progress has been slow since consensus among different stakeholders is difficult.**



# Cost Saving Measures

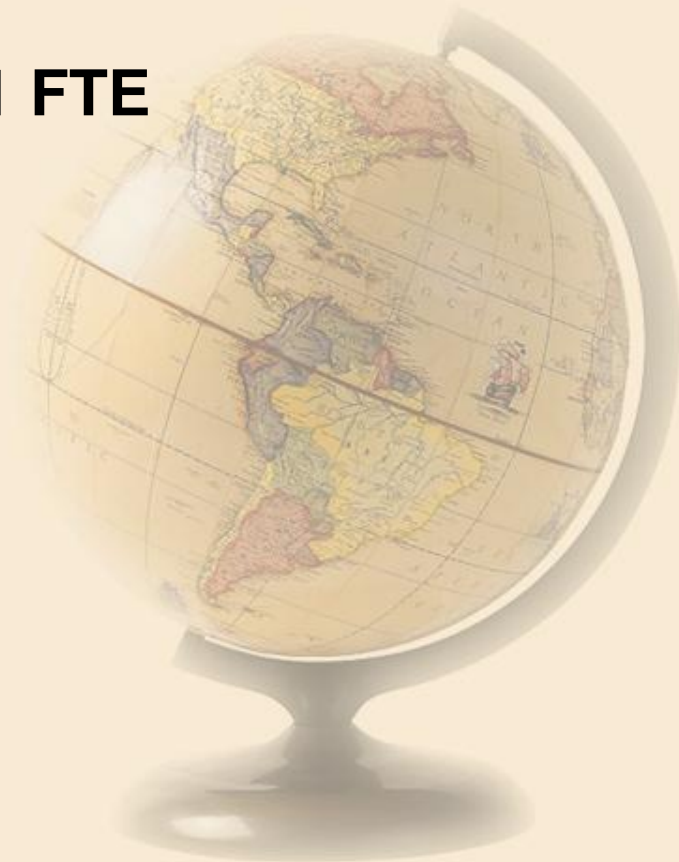
- **Participation in a health insurance consortium with 22 other districts significantly reduces costs on premiums**
  - **Reconfiguration of bus routes has resulted in transportation budget decreasing in each of the past three years**
  - **Participation in Rensselaer-Columbia-Greene County Workers Compensation Trust results in administrative cost savings**
  - **Automated temperature controls reduce energy consumption**
  - **Conversion to energy efficient lighting and high efficiency motors on fans and blowers reduces energy consumption further**
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# **Cost Saving Measures (con't)**

- **Products and services are purchased through New York State contracts and cooperative arrangements with BOCES whenever possible to obtain the best price**
  - **District reduces energy costs by joining more than 170 school and municipalities in the New York School and Municipal Consortium which uses competitive bidding to obtain reduced natural gas and electricity rates**
  - **Bond refinancing resulting in savings of \$573,351 or approximately \$54,000 per year**
  - **Grants are pursued whenever possible to supplement district expenditures**
  - **Increased interest income due to banking RFP**
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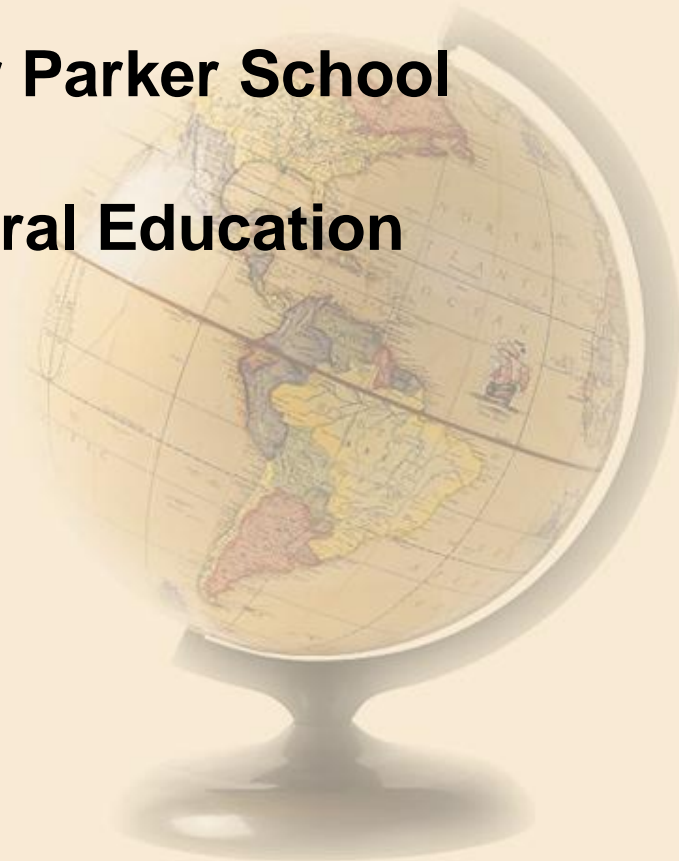
# Reductions During 2011-12

- **Administrator**                      **1 FTE**
- **Custodian**                              **1 FTE**
- **Library Aide**                          **1 FTE**



# Looking ahead to next year...

- **Continue to examine ways to improve efficiency and reduce costs**
- **Continue to market the former Parker School**
- **Plan for loss of \$441,322 Federal Education Jobs Funds 10.9 FTE's**
- **Adjust class sizes**

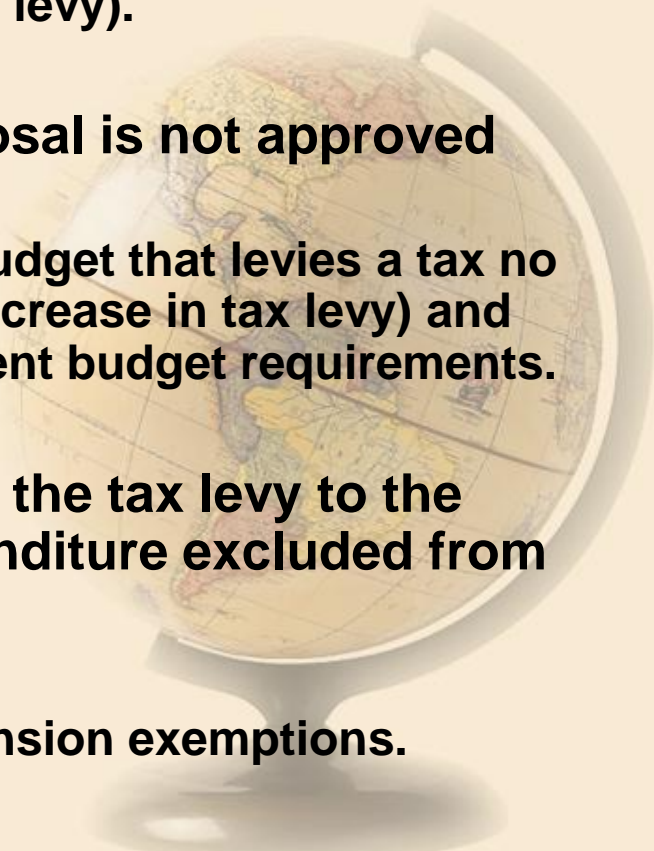


# Possible Reductions

- **Materials and Supplies**
- **Athletics**
- **Staffing**



# What happens if the budget is not approved by public?

- **If the proposed budget is not approved by the required margin:**
    - The district may resubmit the original budget or submit a revised budget to the voters on the third Tuesday in June OR
    - Adopt a contingency budget that levies a tax no greater than that of the prior year (0% increase in tax levy).
  
  - **If the resubmitted/revised budget proposal is not approved by the required margin:**
    - The Board of Education must adopt a budget that levies a tax no greater than that of the prior year (0% increase in tax levy) and the budget would be subject to contingent budget requirements.
  
  - **Districts will not be allowed to increase the tax levy to the extent necessary to fund items of expenditure excluded from the tax cap**
    - No growth factor
    - No capital, court order/judgments or pension exemptions.
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# More About Contingency

- **Under a contingency budget, the district may not increase spending by more than 4% or 120% of CPI, whichever is lower.**
- **All non-contingent items, such as certain equipment and supply purchases, must be removed from the budget.**
- **Administrative expenditure caps would apply.**



**Budget Vote  
Tuesday, May 15  
7 a.m. to 9 p.m.  
Auditorium Lobby**

**Watch for updates about the proposed budget at  
[www.brittonkill.k12.ny.us](http://www.brittonkill.k12.ny.us)**

