

Board Workshop #2: 2018-2019 Budget EAST GREENBUSH CENTRAL SCHOOL DISTRICT



Jeffrey P. Simons
Superintendent of Schools
March 21, 2018

QUESTIONS

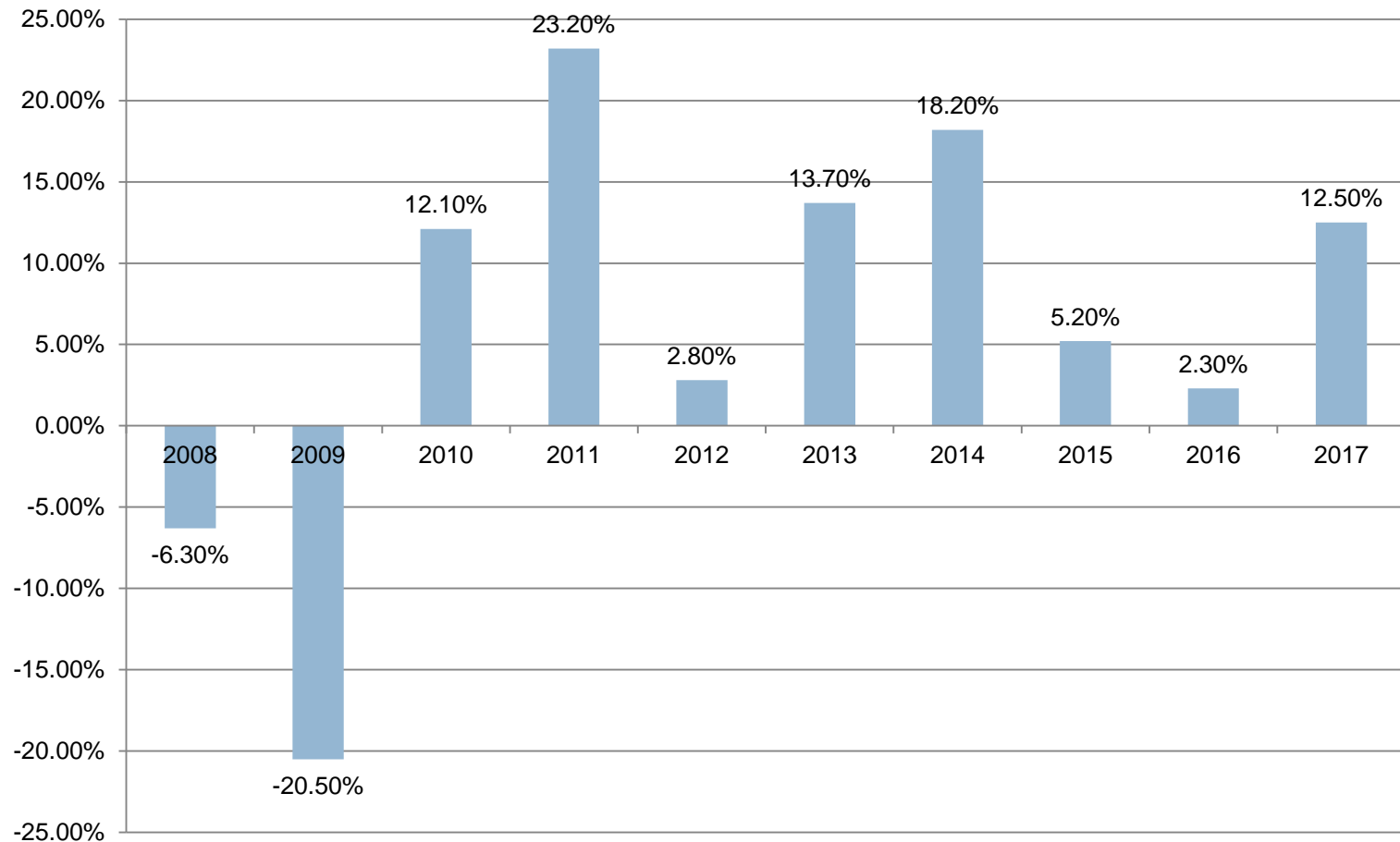
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- **Why Is The District Contribution for the Teachers' Retirement System Increasing When Stock Market Performance is High?**
 - The Retirement System is Funded by Investment Returns and Employer/Employee Contributions
 - The Rate of Return on Assets Decreased From 7.5% to 7.25% by Action of the TRS Board on October 26, 2017
 - Other Factors: Rate of Salary Growth, Mortality Rates for Active & Retired Members, Rates of Retirement, Disability and Withdrawal



INVESTMENT PERFORMANCE TEACHERS' RETIREMENT SYSTEM

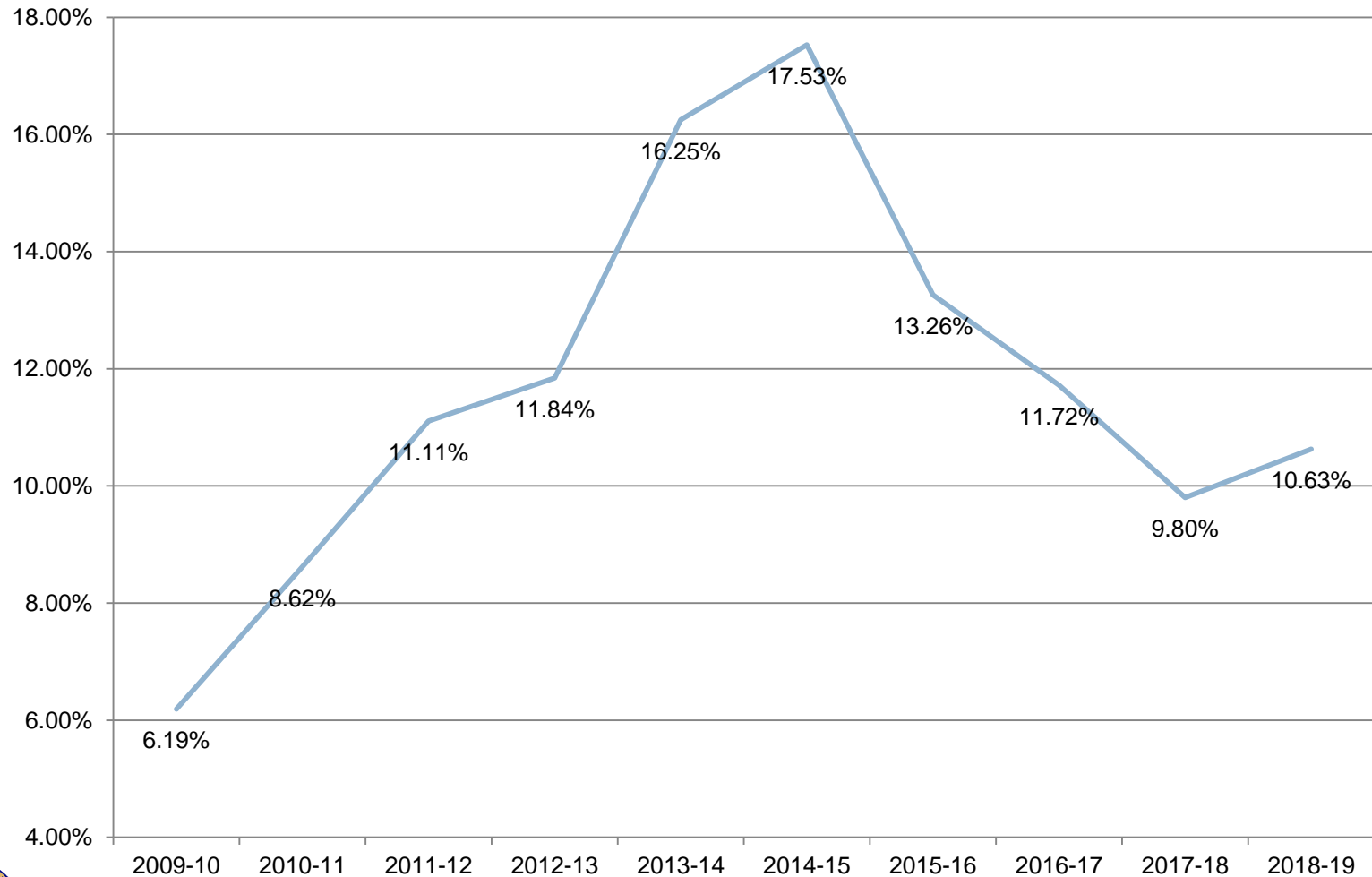
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Source: TRS Comprehensive Annual Financial Report FYE June 30, 2017

EMPLOYER CONTRIBUTION RATES FOR TEACHERS RETIREMENT SYSTEM

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QUESTIONS

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- **Why and How Does the District Share Services and Resources?**
 - Foster Collaborative and Cooperative Relationships With Neighbors
 - Efficiency
 - Eliminate Duplication of Effort
 - Cost Savings
 - Maximization of Revenues
 - Benefits from Standard and Best Practices



QUESTIONS

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- **Why and How Does the District Share Services and Resources? (Samples)**
 - Questar III and Other BOCES Purchases
 - Tuition Students from Wynantskill and North Greenbush
 - Shared Programs with Rensselaer City Schools
 - Special Education Program Placements
 - Rensselaer County Substance Abuse Counselor
 - School Resource Officer from Town of East Greenbush
 - Rensselaer County Printing of Tax Bills
 - Health Insurance Consortium Participation
 - OMNI as Administrator for 403(b) Retirement Savings Plan



MARCH 21 DISCUSSION AREAS

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Transportation

Operations & Maintenance

Board of Education

Central Administration

Employee Benefits

Debt Service

BOCES Services

Estimated Revenues



PRELIMINARY BUDGET ESTIMATE

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- ❑ Preliminary Budget Estimate: \$96,436,010
- ❑ Increase in Budget: \$4,278,853, +4.64%
- ❑ Required Tax Levy: \$5,376,518, +10.11% **Will Change**

- ❑ 5.55% Tax Cap Yields \$2,950,114 in Revenue
- ❑ Gap Between Preliminary Budget Estimate and Projected Revenues: \$2,426,404

- ❑ Contingent Budget Rule: \$5,376,518 in Reductions



MAY 15, 2018 VOTE

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Proposed
Budget

Purchase of
Buses, Reserve

Purchase of
Buses,
Borrowing

Establishment
of Bus Purchase
Reserve

Election of
Board Members
(4)



MAY 15, 2018 VOTE BUDGET PASSED OR DEFEATED

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- Enact Proposed Budget Effective July 1, 2018



- Resubmit Budget for Second Vote OR
- Revise Budget for Presentation to Voters OR
- Adopt Contingent Budget Effective July 1, 2018



CONTINGENT BUDGET RULE

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Contingent Budget Calculation As Of March 21, 2018	Estimated Reduction
2018-19 Proposed Tax Levy	\$58,567,495
Less: 2017-18 Actual Tax Levy	\$53,190,977
Required Budget Reduction No Exceptions	\$5,376,518



CONTINGENT BUDGET EXAMPLES - POSSIBLE REDUCTIONS

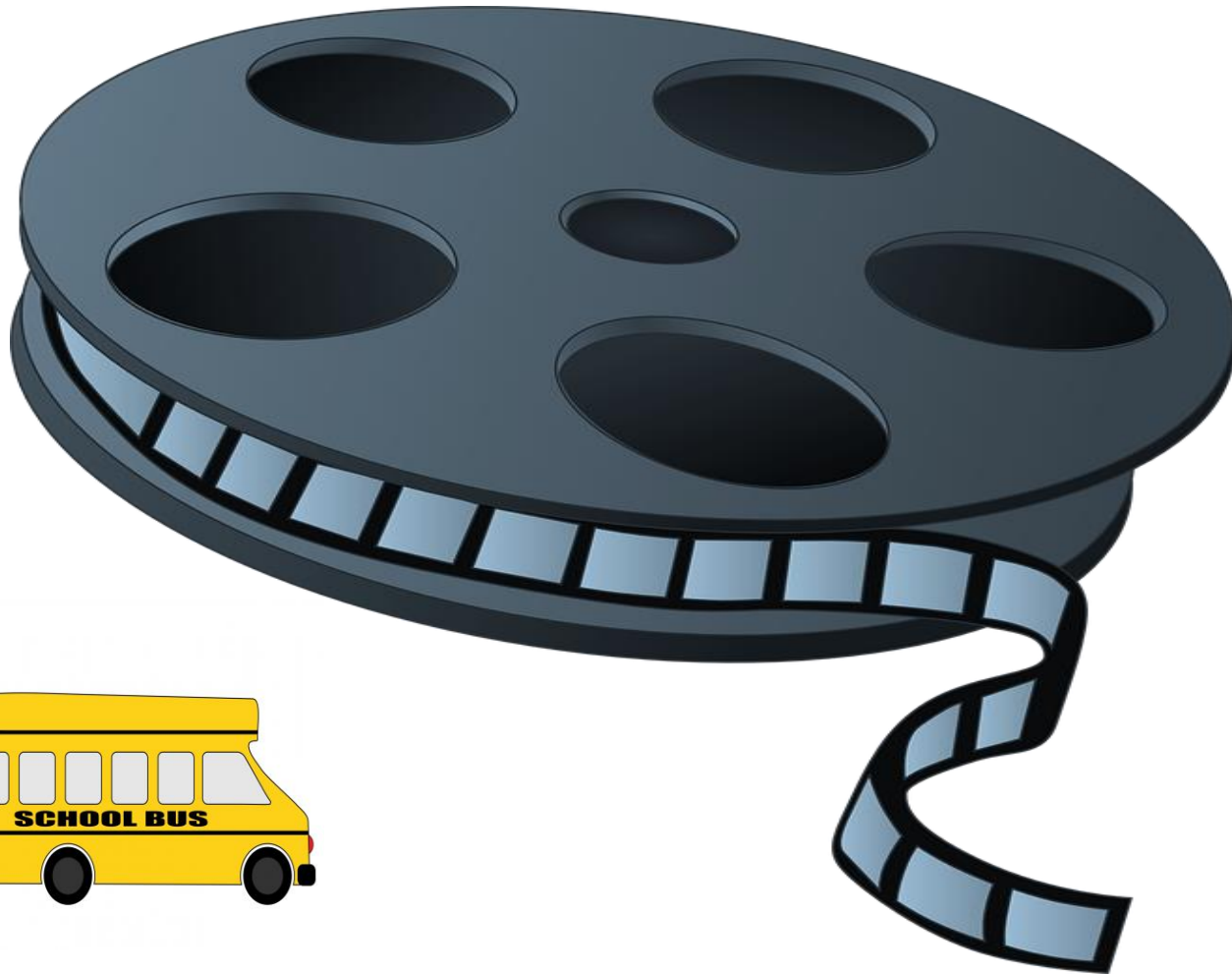
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- Administrators
- Advanced Placement
- Art
- CAP, OG, Jump Start
- **Community Use of Schools**
- **Equipment**
- Honors Courses
- Full Day Kindergarten
- Library
- Monitors
- Music
- Nursing Services
- Regents Review
- **School Food Service Subsidy**
- School Resource Officer
- Security Supervisors
- Small Class Sizes
- Social Workers
- Student Assistance Counselor
- Student Clubs & Sports
- Technology Support
- Transportation Special Runs



BUS VIDEO PRESENTATION

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SCHOOL BUS PURCHASES PROPOSITIONS # 2 & 3

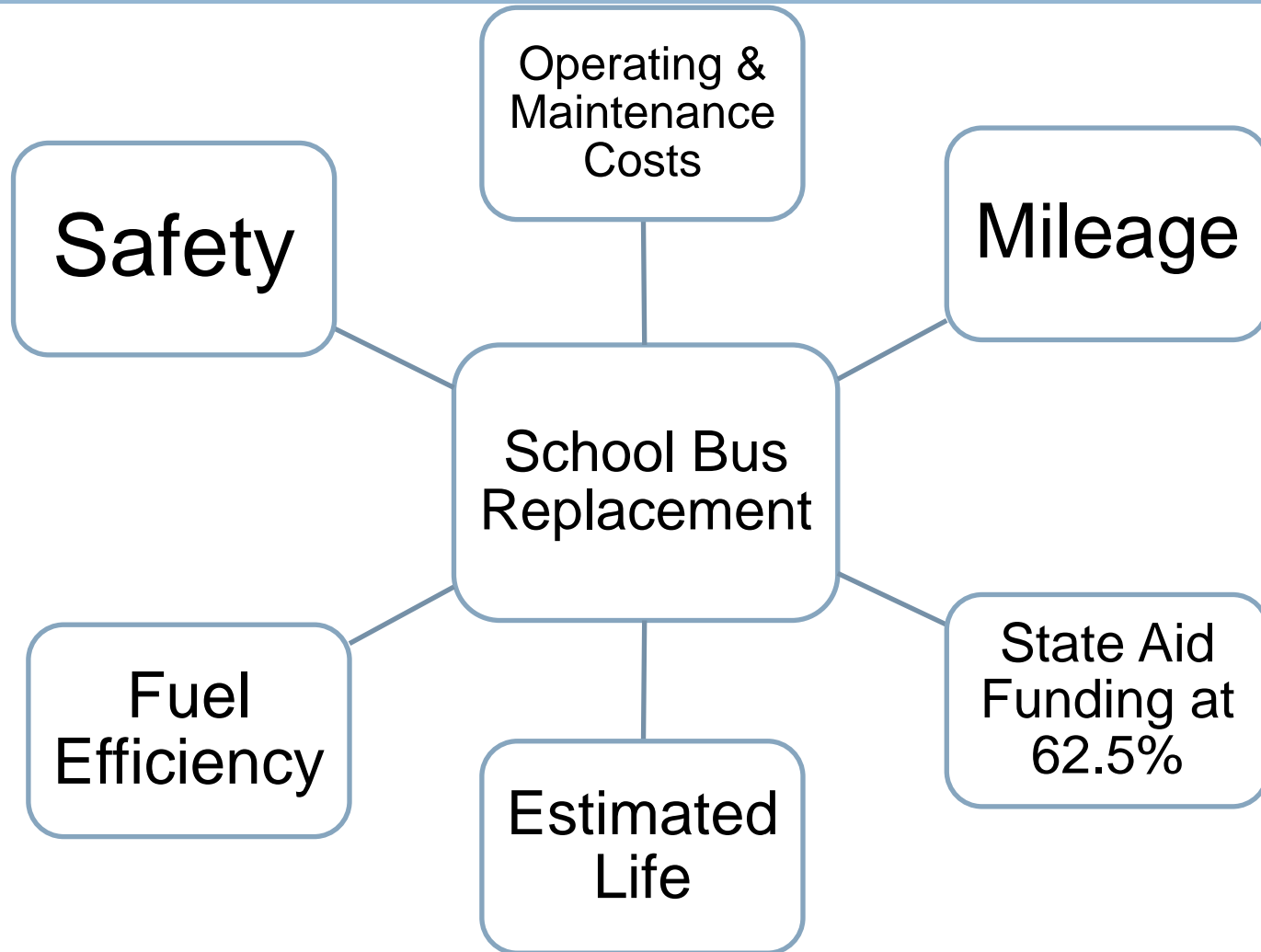
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Bus Type	Qty	Reserve (Prop #2)	Qty	Borrowing (Prop #3)
Sixty-Six Passenger	2	\$227,484	1	\$113,742
Twenty-Eight Passenger	4	\$237,588	0	\$0
Twenty-Two Passenger	2	\$116,452	0	\$0
Wheelchair Bus	1	\$70,974	0	\$0
Total	9	\$652,498	1	\$113,742



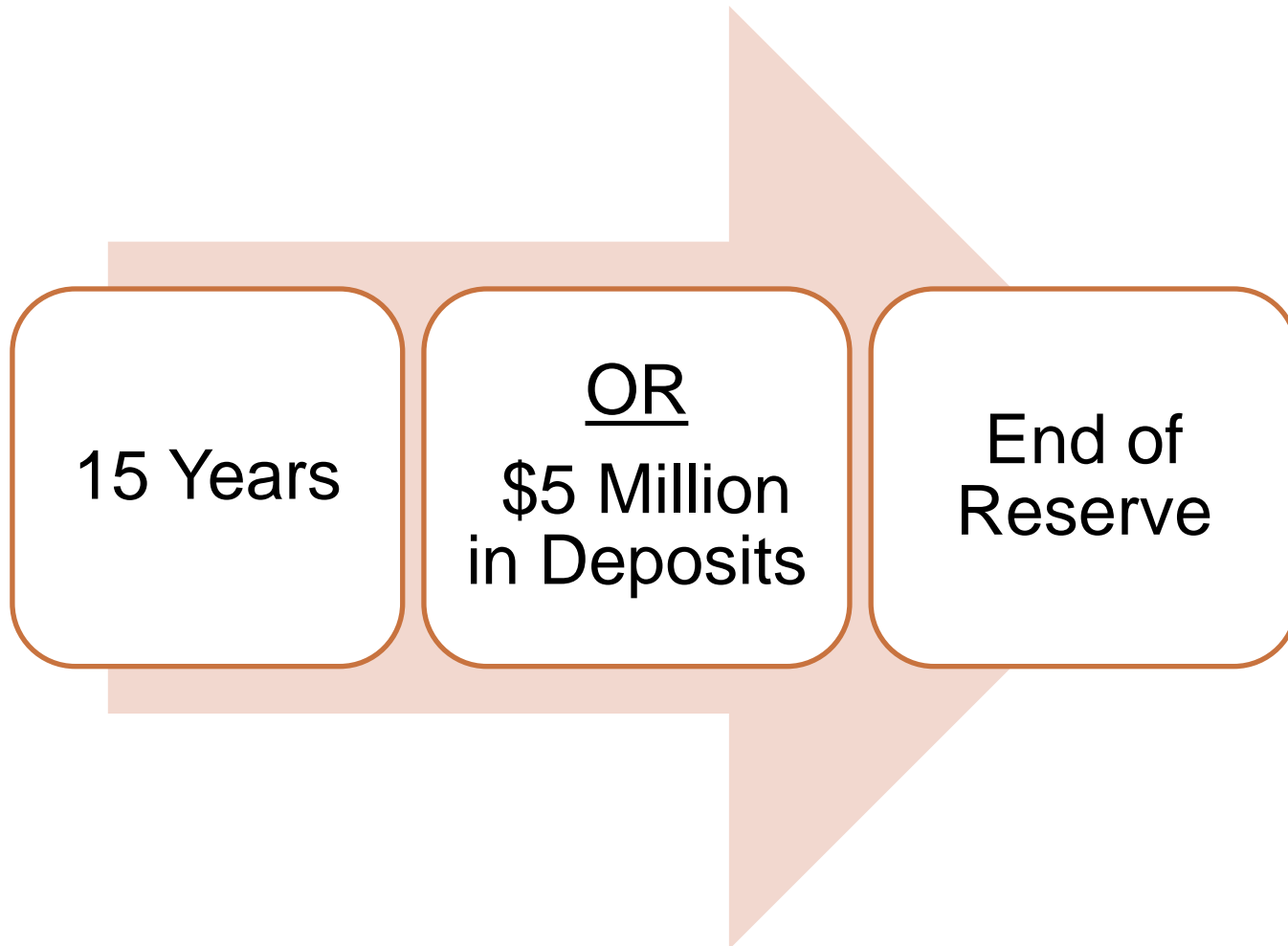
SCHOOL BUS REPLACEMENT DECISION FACTORS

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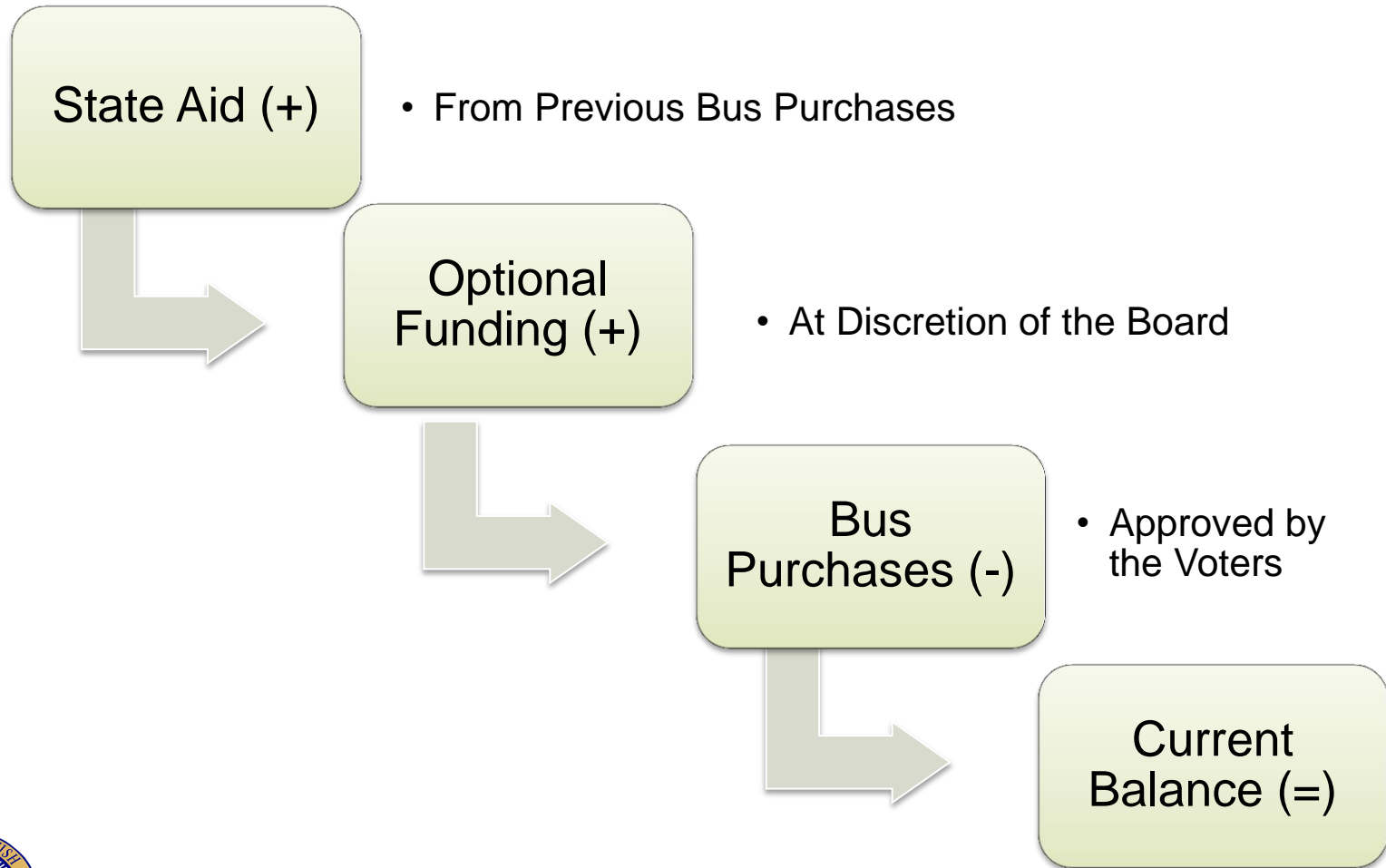
BUS PURCHASE RESERVE PROPOSITION #4

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BUS PURCHASE RESERVE PROPOSITION #4

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BUS PURCHASE RESERVE

BENEFITS OF A RESERVE

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Specific

- Only Used for Bus Purchases

Controlled

- Voter Approval for Withdrawals

Flexible

- Board of Education Optional Annual Funding

State Aid

- 62.5% of Eligible Cost Paid Over 5 Years

Cost Reduction

- Borrowing Cost Avoided

Time Defined

- 15 Years or \$5 Million in Deposits



IMPORTANT DATES TO REMEMBER

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☐ Board Petitions

- ☐ Available: Monday, ***March 26***
- ☐ Due Back: Monday, ***April 16***
- ☐ Location: District Clerk's Office
Citizen Genet Elementary School

☐ Meet The Candidates Night

- ☐ Wednesday, ***May 9*** At 7:00 p.m.
- ☐ Location: Howard L. Goff Middle School Cafeteria

