



# 2015-16 Budget Review / Budget Hearing

May 12, 2015



# Projected 15/16 Revenue

| Revenue                   | Revenue<br>14/15 | Revenue<br>15/16 | Difference        | % Change       |
|---------------------------|------------------|------------------|-------------------|----------------|
| District Generated        | \$561,371        | \$256,000        | <b>\$-305,371</b> | <b>-54.40%</b> |
| Fund Balance/<br>Reserves | \$2,300,000      | \$1,872,649      | <b>\$-427,351</b> | <b>-18.58%</b> |
| State Aid                 | \$8,827,529      | \$9,702,299      | \$874,770         | 9.91%          |
| Tax Cap Levy              | \$40,816,759     | \$41,630,700     | \$813,941         | 1.99%          |
|                           |                  |                  |                   |                |
| Budget to Budget          | \$52,505,659     | \$53,461,648     | \$955,989         | 1.82%          |



## Fund Balance & Reserves

The District will be committing over **\$1.8M** as additional revenue:

- Appropriated Fund Balance **\$1.0M**
- Reserves **\$872,649**



**\$813,941** or a Levy Increase  
of **1.99%** requires a  
**50% +1 Vote**

**Lowest Levy % increase in over 15+ years**

# 2015-16 Property Tax Freeze Credit

- Eligibility:
  - District must comply with the property tax levy limit
    - Malverne UFSD is in compliance
  - District must submit a Government Efficiency Plan
    - Must be approved by the NYS Division of Budget
    - Malverne UFSD will be submitting the plan through a group submission with Farmingdale UFSD as the lead district
  - Property owners must be eligible for STAR exemption on their primary residence (income of less than \$500,000)

# 2015-16 Property Tax Freeze Credit

- Rebate will not include the increase in taxes due to assessment increases as a result of:
  - Property improvements
  - Loss of exemption(s)
- Receipt of a rebate is not dependent on if, or when a tax bill is paid.

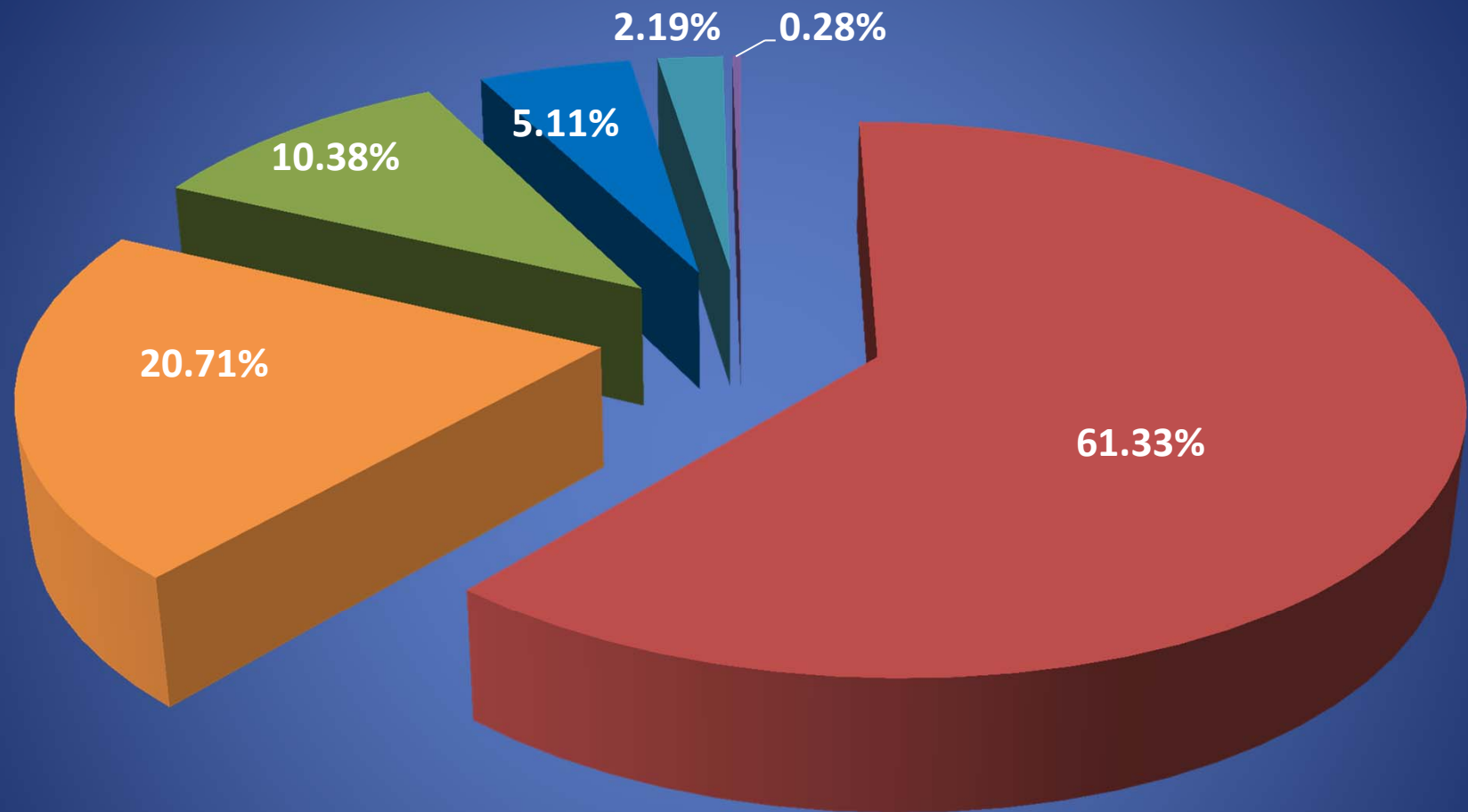




## 2015-16 Proposed Revenue

|                               | 14-15          | 15-16          |
|-------------------------------|----------------|----------------|
| <b>Tax Levy:</b>              | <b>77.74%</b>  | <b>77.87%</b>  |
| <b>State Aid:</b>             | <b>16.81%</b>  | <b>18.15%</b>  |
| <b>Fund Balance/Reserves:</b> | <b>4.38%</b>   | <b>3.50%</b>   |
| <b>District Generated</b>     | <b>1.07%</b>   | <b>0.48%</b>   |
|                               | <b>100.00%</b> | <b>100.00%</b> |

# How is the 2015-2016 Budget Spent?



■ Instruction 61.33

■ Benefits 20.71%

■ General Support 10.38%

■ Transportation 5.11%

■ Debt 2.19%

■ Interfund Trans. 0.28%



# Budget to Budget Comparison By Function

| <u>Function</u>    | <u>14-15</u> | <u>15-16</u> | <u>Difference</u> |               |
|--------------------|--------------|--------------|-------------------|---------------|
| General Support    | \$5,364,271  | \$5,549,514  | \$185,243         | 3.45%         |
| Instruction        | \$31,295,959 | \$32,789,095 | \$1,493,136       | 4.77%         |
| Transportation     | \$2,642,600  | \$2,731,927  | \$89,327          | 3.38%         |
| Employee Benefits  | \$11,865,097 | \$11,072,624 | <b>\$-792,473</b> | <b>-6.68%</b> |
| Debt service       | \$1,189,732  | \$1,170,488  | <b>\$-19,244</b>  | <b>-1.62%</b> |
| Interfund transfer | \$148,000    | \$148,000    | \$0               | 0.00%         |
| Totals             | \$52,505,659 | \$53,461,648 | \$955,989         | 1.82%         |

# Three Part Budget

| Component      | 2014-15<br>Adopted<br>Budget | 2015-16<br>Proposed<br>Budget | Dollar<br>Change | % of Total |
|----------------|------------------------------|-------------------------------|------------------|------------|
| Administrative | \$5,762,772                  | \$5,925,085                   | \$162,313        | 11.08%     |
| Program        | \$41,398,222                 | \$42,191,039                  | \$792,817        | 78.92%     |
| Capital        | \$5,344,665                  | \$5,345,524                   | \$859            | 10.00%     |
| Total          | \$52,505,659                 | \$53,461,648                  | \$955,989        | 100.00%    |



## **What happens if the proposed budget is not approved by the required margin?**

**The district may do one of the following:**

- 1. Resubmit the defeated budget to the voters on June 16, 2015**
- 2. Submit a revised budget to the voters on June 16, 2015**
- 3. Adopt a contingent budget**



If the revised/second proposed budget is again not approved by the required margin than Malverne will be forced to adopt a contingency budget that levies a tax no greater than that of the prior year (0% increase in tax levy).

**Malverne UFSD would be forced to cut \$813,941 from the proposed budget.**

# Capital Reserve Fund I & II Expenditure (Prop #2)

- These expenditures will be at **NO ADDITIONAL COST** to taxpayers
- State reimbursement for approved projects
- Proposition to authorize the expenditure of \$2.061K
- The following projects are being proposed:
  - High School
    - Gym window replacement
    - Stadium Lights
    - Bathroom replacement

# Capital Reserve Fund I & II Expenditure (Prop #2)

- Howard T. Herber Middle School
  - Roof replacement phase 3
  - Auditorium air conditioning
  - Bathroom replacement
- Davison Avenue
  - Roof replacement
  - Window replacement
  - Masonry pointing and repair
  - Bathroom replacement
- Downing School
  - Bathroom replacement
  - Basement ventilation system
- Transportation
  - Replace mini bus



# Budget Development Calendar for 2015/2016

|                                      |                                                                    |
|--------------------------------------|--------------------------------------------------------------------|
| Tuesday, February 10, 2015 8:00 P.M. | Regular Meeting – Presentation of 2015/16 Proposed Budget Overview |
| Tuesday, February 24, 2015 7:00 P.M. | BOE Meeting: Budget Review & Public Discussion                     |
| Tuesday, March 24, 2015 7:00 P.M.    | BOE Meeting: Regular Meeting and Budget Review & Public Discussion |
| Tuesday, April 14, 2015 8:00 P.M.    | Regular Meeting – Public Discussion and Budget Adoption            |
| Tuesday, May 12, 2015 8:00 P.M.      | Regular Meeting – Budget Hearing and Public Discussion             |
| Tuesday, May 19, 2015                | Trustee and Budget Vote, 7 am – 9 pm at Middle School Gym          |
| Tuesday, June 16, 2015               | Statewide Budget revote day (if necessary)                         |