

2020-2021 UPDATED REVENUE OVERVIEW

**Huntington Union Free School District
Board of Education Meeting
Monday, May 11, 2020**

EARLY APRIL STATE AID UPDATE

- **\$95 million (0.35%) increase in total traditional school aid over 2019-2020**
- **Foundation Aid for all NYS districts will equal 2019-2020 amounts**
- **\$1.127 billion reduction in overall state aid in the form of “Pandemic Adjustment;” fully restored for each district by an equal amount of federal education stabilization funding**
- **Huntington aid down \$255,593 from proposed Executive allocation in January (exclusive of building aid); does not include future reduction to expense-based aids**

POTENTIAL AID ADJUSTMENTS

- Mechanism authorizing the Governor's budget director to make adjustments to nearly all state spending, including school aid, during four 2020-2021 "measurement periods"
- Measurement periods:
 - ✓ *April 1 – April 30*
 - ✓ May 1 – June 30
 - ✓ July 1 – December 31
 - ✓ January 1 – March 31
- Anticipated loss of state aid following first (April) measurement period; revised figures not yet issued

REVISED 2020-2021 BUDGET TIMELINE

- Vote adjourned until *Tuesday June 9*; will be conducted via absentee ballot
- Board of Education budget adoption reestablished for *Monday, May 18* (added meeting)
- Budget hearing rescheduled for *Monday, June 1* (added meeting)

STATE AID

AID CATEGORY	2019-2020 ACTUAL	2020-2021 INITIAL STATE RUN (Jan.)	2020-2021 ENACTED STATE BUDGET	2020-2021 ANTICIPATED (15% ↓ from enacted*)	\$ Change Initial 20-21 to Anticipated 20-21	% Change Initial 20-21 to Ant. 20-21
Foundation	\$9,703,433	9,973,780	\$9,703,433	\$8,247,918*	(\$1,725,862)	(17.30%)
Transportation	3,196,961	3,606,683	3,606,683	2,524,678	(1,082,005)	(30.00%)
BOCES	2,045,317	2,379,000	2,379,000	2,379,000	0	0.00%
High/Excess Cost	885,022	1,215,543	1,206,239	1,206,239	(9,304)	(0.77%)
Hardware & Tech	34,063	36,512	36,671	31,170*	(5,342)	(14.63%)
Software/Text	425,150	446,619	427,736	363,576*	(83,043)	(18.59%)
High Tax	442,003	457,643	442,003	442,003	(15,640)	(3.42%)
Supp. Excess Cost	168,228	168,228	168,228	142,994*	(25,234)	(15.00%)
Building Aid	630,253	834,598	829,515	829,515	(5,083)	(0.61%)
Other	100,000	160,000	160,000	160,000	0	0.00%
Local Deduct	(192,808)	(300,000)	(\$300,000)	(300,000)	0	0.00%
TOTAL	\$17,437,622	\$18,978,606	\$18,659,508	16,027,093	(\$2,951,513)	(15.55%)

FUND/RESERVE BALANCES*

FUND/RESERVE	6/30/18 BALANCE	6/30/19 BALANCE
Unappropriated/Undesignated Fund Balance	\$5,020,084	\$5,316,541
Appropriated/Designated Fund Balance	1,400,000	1,400,000
Capital Reserve Funds (2008/2013/2017/2018)	3,829,359	2,685,558
Employee Benefits Reserve (EBALR)	4,014,551	4,780,527
Repair Reserve	0	0
Retirement Contribution Reserve (ERS)	5,270,977	4,953,966
Retirement Contribution Sub-Reserve (TRS)	0	941,958
Unemployment Insurance Reserve	227,665	192,076
Workers' Compensation Reserve	2,382,111	2,615,097

* *Increases expected to 6/30/20 balances due to unspent 19-20 spring funds. Can be used to offset some targeted future costs.*

FUND BALANCE/RESERVE APPROPRIATIONS

19-20 & 20-21

Fund Balance/Reserve Appropriations (Use)	2019-2020 (actual)	2020-2021 (proposed)
Appropriated/Designated Fund Balance	\$1,400,000	\$2,000,000
Capital Reserve Funds (<i>use unrelated to levy</i>)	3,846,000	3,640,000
Employee Benefits Reserve (EBALR)	450,000	450,000
Retirement Contribution Reserve (ERS)	890,000	1,969,408
Retirement Contribution Sub-Reserve (TRS)	0	744,001
Unemployment Insurance Reserve	77,000	100,000
Workers' Compensation Reserve	750,000	700,000

NON-LEVY REVENUE SUMMARY

	2019-2020 BUDGET	2020-2021 BUDGET	CHANGE
State Aid	\$17,827,613	\$16,027,093	(1,800,520)
Tuition from Other Districts	85,000	60,000	(25,000)
Health Fees	120,000	120,000	0
Building Use Fees	106,000	106,000	0
Interest Income	450,000	300,000	(150,000)
Summer School Tuition	0	0	0
Driver Education	80,000	80,000	0
Adult Education	25,000	25,000	0
Other Sources	707,219	806,665	99,446
Inter-fund Transfers	120,000	100,000	(20,000)
Designated Fund Balance	1,400,000	2,000,000	600,000
Reserve Use	2,167,000	3,963,409	1,796,409
TOTAL	\$23,087,832	\$23,588,167	500,335

2020-2021 REVISED BUDGET DRAFT

**Huntington Union Free School District
Board of Education Meeting
Monday, May 11, 2020**

BUDGET PLAN CONSIDERATIONS

Align with District
mission, vision &
core beliefs

Maintain K-12
Instructional
Programs

Respond to fiscal
realities brought on
by the pandemic

Account for
reduction in state
aid

Consider long term
fiscal impacts

DRAFT V. TAX LEVY LIMIT BUDGETS

(3/23/20)

	2019-2020	2020-2021 Draft Budget	2020-2021 At Levy Limit
Budget	\$133,488,443	\$137,202,088	\$136,662,520
Revenue (all)	23,087,832	23,846,271	23,846,271
Tax Levy	110,400,611	113,355,817	112,816,249
Assessed Valuation	44,941,370	44,941,370	44,941,370
Tax Levy Increase (%)		2.68%	2.19%
Budget-to-Budget Increase (%)		2.78%	2.38%
Tax Rate (\$ per \$100 assessment)	245.65	252.23	251.03
Tax Rate Increase (%)		2.68%	2.19%
Draft Levy/Levy Limit Diff. (\$)			(\$539,568)

CHANGES SINCE 3/23/20 MEETING

Expenditure	Change
Salaries/stipends	\$ 771,136
Health insurance	138,000
BOCES	87,773
FICA	64,737
TRS	61,411
Transportation	55,000
ERS	18,532
Unallocated insurance	15,000
Plant operation contract services	12,523
Fuel oil	10,000
Textbook	10,000
Software	10,000
Maintenance substitute salary	5,000
Business office conference	4,000
Computer supplies	809
TOTAL SAVINGS	\$1,263,921

CHANGES SINCE 3/23/20 MEETING

Revenue	Change
State aid (15% reduction)	(\$2,951,513)
Interest income	(100,000)
Retirement contribution reserve (ERS)	1,249,408
Retirement contribution reserve sub-fund (TRS)	544,001
Workers' compensation reserve	200,000
Employee benefits & accrued liability reserve	50,000
Unemployment reserve	50,000
Unallocated insurance	15,000
Appropriated fund balance	700,000
REVENUE REDUCTION	(\$258,104)

NET TAX LEVY REDUCTION = \$1,005,817

PROPOSED V. TAX LEVY LIMIT BUDGETS

(5/11/20)

	2019-2020	2020-2021 Proposed	2020-2021 At Levy Limit
Budget	\$133,488,443	\$135,938,167	\$136,404,416
Revenue (all)	23,087,832	23,588,167	23,588,167
Tax Levy	110,400,611	112,350,000	112,816,249
Assessed Valuation	44,941,370	44,941,370	44,941,370
Tax Levy Increase (%)		1.77%	2.19%
Budget-to-Budget Increase (%)		1.84%	2.18%
Tax Rate (\$ per \$100 assessment)	245.65	249.99	251.03
Tax Rate Increase (%)		1.77%	2.19%
Proposed Levy/Levy Limit Diff. (\$)		\$466,249 below limit	

2020-2021 BUDGET PROPOSAL

As of 5/11/2020	\$ Amount	Budget-to-Budget Increase	Est. Tax Rate Increase*
Current Proposal	\$135,938,167	1.84%	1.77%
At Levy Limit	\$136,404,416	2.18%	2.19%

** Assumes unchanged assessed valuation from 19-20 to 20-21*

CONTINGENCY BUDGET

- Incorporates same tax levy adopted for 2019-2020 (0% increase, no exclusions)
- Required budget reduction: \$1,949,389
 - ✓ Must include removal of all equipment (\$495,932)
- Remaining budget reduction: \$1,453,457

CONTINGENCY BUDGET

	2019-2020	2020-2021 Proposed	2020-2021 Contingency
Budget	\$133,488,443	\$135,938,167	\$133,988,778
Revenue (all)	23,087,832	23,588,167	23,588,167
Tax Levy	110,400,611	112,350,000	110,400,611
Assessed Valuation	44,941,370	44,941,370	44,941,370
Tax Levy Increase (%)		1.77%	0.00%
Budget-to-Budget Increase (%)		1.84%	0.37%
Tax Rate (\$ per \$100 assessment)	245.65	249.99	245.65
Tax Rate Increase (%)		1.77%	0.00%
Proposed/Contingency Diff. (\$)			(\$1,949,389)

BALLOT PROPOSITIONS

PROPOSITION #1: 2020-2021 Budget

PROPOSITION #2: Capital Reserve Appropriations

- Voters must approves release of monies already situated in capital reserve funds for completion of state-approved projects
- No additional impact on tax levy or tax rate
- If not approved, monies remain in capital reserve funds and cannot be used for any other purposes

2021 CAPITAL PROJECT PROPOSITION*

Southdown Primary School

Rooftop solar panels \$ 340,000

Huntington High School

Partial roof replacement \$1,000,000

Finley Middle School

Boiler replacement (2) \$1,000,000

Science/prep room reconstruction (2) \$1,000,000

Jack Abrams STEM Magnet School

Auditorium seating/flooring \$ 300,000

TOTAL \$3,640,000

* Proposition will also include reallocation of 2020 Finley locker project monies approved in May 2019 to address flooring surrounding lockers.

REVISED BUDGET DEVELOPMENT TIMELINE

Monday, May 18, 2020 – BOE budget adoption

Monday, June 1, 2020 – Public budget hearing

Tuesday, June 9, 2020 – Budget vote/BOE election
(Absentee ballots must be received by 5:00 PM)