



2014-15 Budget

Galway CSD

Building a “Simple” Budget

Agenda

- OSC Fiscal Stress Monitoring
- GEA & Local Impact
- Governor's Proposal
- Tax Levy Cap
- Contractual Increases
- Preliminary Budget & Staffing
- Important Dates
- Conclusion/Questions



Fiscal Stress & Drivers

Two Components

- Financial Indicators:
 - 7 Indicators
 - Galway Rating: 6.7%
 - Driven by \$533,464 Operating Loss in 2010-11
- Environmental Indicators:
 - 6 Indicators
 - Galway Rating: 20%
 - Driven by 4.8% Enrollment Decline 2009-13

Financial Indicators

Indicator	Weight	Possible Score	Galway Score	Galway %
Unassigned Fund Balance	25.0%	1	0/1	0.0%
Total Fund Balance	25.0%	1	0/1	0.0%
Operating Surplus (Deficit)	20.0%	3	1/3	6.7%
Cash & Short-term Investments	10.0%	1	0/1	0.0%
Available Cash	10.0%	1	0/1	0.0%
Short-term Debt	5.0%	1	0/1	0.0%
Short-term Debt Trend	5.0%	3	0/3	0.0%
TOTAL	100.0%			6.7%

Environmental Indicators

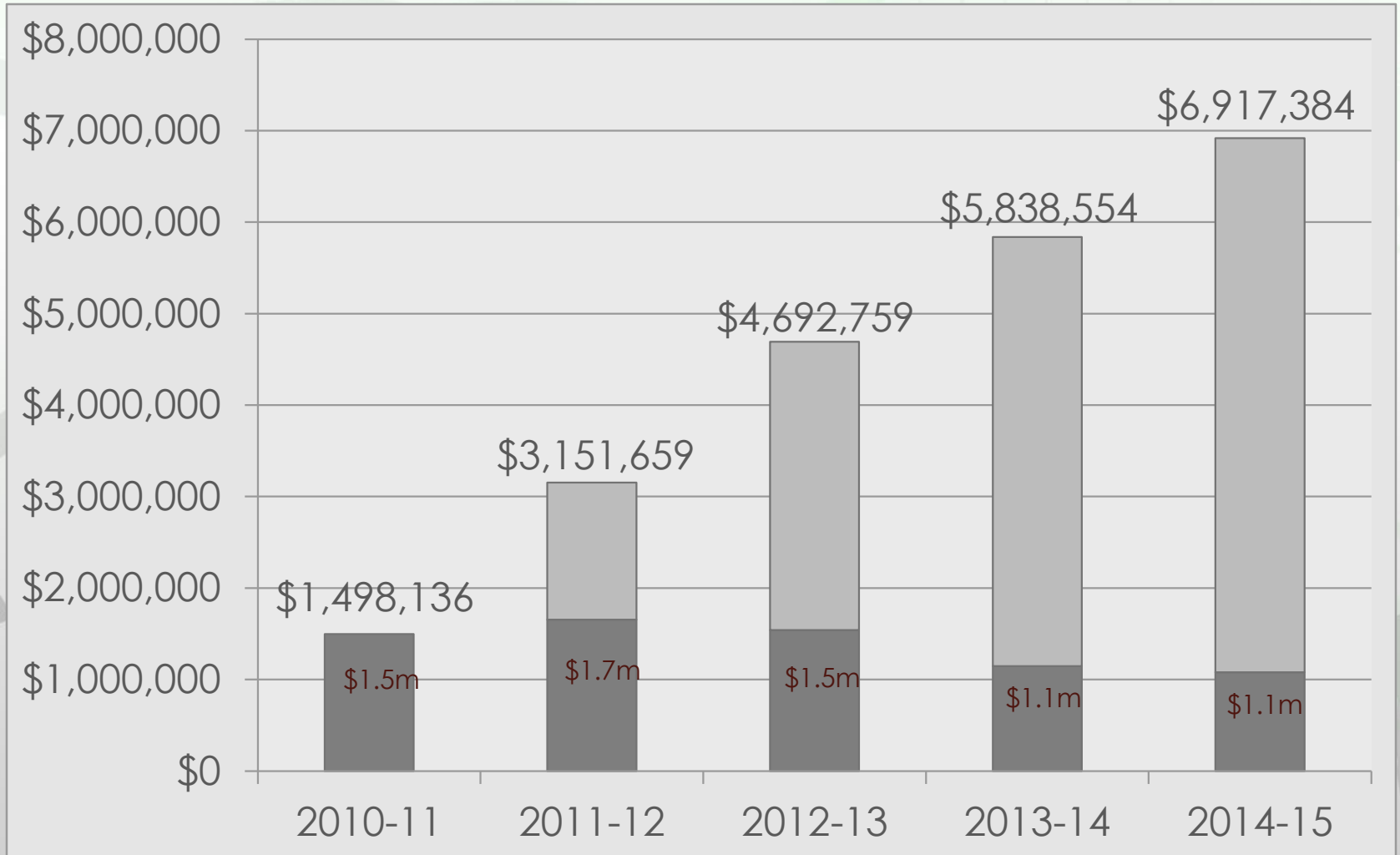
Indicator	Weight	Possible Score	Galway Score	Galway %
Change in Property Values	30.0%	3	0/3	0.0%
Change in Enrollment	20.0%	3	3/3	20.0%
Budget Vote Defeats	7.5%	3	0/3	0.0%
Trend in Budget Votes	7.5%	3	0/3	0.0%
Graduation Rate	15.0%	3	0/3	0.0%
Free & Reduced Participation	20.0%	3	0/3	0.0%
TOTAL	100.0%			20.0%

Fiscal Stress State-wide

Financial Indicator Statistics

Designation	Range	# Districts	% Districts
Significant Stress	65.0 - 100.0%	12	1.8%
Moderate Stress	45.0 – 64.9%	23	3.4%
Susceptible to Stress	25.0 – 44.9%	52	7.7%
No Designation	0.0 – 24.9%	587	87.1%
TOTAL		674	100.0%

Gap Elimination Adjustment



Gap Elimination Adjustment

Local Impact

- Cumulative Aid Withheld 2010-2015: \$6,917,384
 - Represents 38.6% of 2013-14 Budget
 - Eliminates 86.52% of Total Issued Debt
 - Funds 87.7 Teaching Positions

- 2014-15 State Aid Proposal: \$7,195,070
 - Difference from Cumulative GEA: \$277,686
 - Difference from 2013-14 State Aid: \$224,928

- 2008-09 State Aid: \$8,807,010
 - 2008-09 Aid Exceeds Current Aid Proposal by \$1,611,940

2014-15 GEA Proposal

\$1,078,830

- Equates to last 2.74 years of tax levy increases
 - Tax Rate on True Value/\$1,000 would be about \$13.03
 - Current Tax Rate is \$14.21
 - Difference means \$268 in the pocket of an average taxpayer with a taxable assessed value of \$100,000.
- Represents 6.01% of Current Budget

Year-to-year budget increase was 3.47% for 2013-14
- Amounts to 103% of Current Reserves
- Mitigates tax levy increase of 11.29%

Governor's Proposal

Galway receives additional \$225k

- Increases funding for education by \$807m or 3.8%
 - Formula-based Aids increase: \$603m or 2.92%
 - Remainder of \$204m goes to other initiatives
 - \$1.315b in Gap Elimination Adjustments remain in place
- Compare with 2013-14 Legislative increase of \$992m:
 - Formula-based Aids increase: \$937m or 4.71%
 - Remainder of \$55m goes to other initiatives
 - \$1.639b in Gap Eliminations Adjustments adopted

Governor's Proposal (cont.)

Issued Tuesday, January 21

- Education Initiatives:

- Smart Schools - \$2.0b
- Statewide UPK - \$1.5b
- After-school Programs - \$720m
- Teacher Excellence - \$20m

- Property Tax Freeze

Applies ONLY if the district does not exceed tax levy cap
Property owners pay based on adopted increase
NYS reimburses via state income tax credit

Tax Levy Cap Calculation

- Preliminary estimate of tax levy cap: 2.29%
 - Less: Reserve of \$28,693 = 1.99% to voters
- Total increase provides additional \$218,848 in property tax revenue
- Review by OSC

State Aid Planning Service to review calculation

2014-15 Budget

Contractual Projections

- GTA contract: \$50,000 (net of retirements)
- CSEA contract: \$40,000 (est.)
- Administration: \$100,000 (incl. FT Bus. Admin.)
 - BOCES: (\$65,000) (decrease, Itinerant Bus. Admin.)
- Health Insurance: \$100,000 (est.)
- TRS: \$85,000 (est.)
- ERS: (\$10,000) (decrease, net of contractual increase)
- Debt Service: (\$5,000) (decrease)
- TOTAL: \$295,000

2014-15 Budget (cont.)

Other Considerations

- Investment in Technology
- Investment in Facilities & Equipment
- 1.0 FTE Phys. Ed. (Elementary)
- 1.5 FTE Math (Secondary)
- 0.33 FTE English (Secondary, currently 0.67 FTE)
- 0.5 FTE Guidance (CEIP, Secondary)
- 2.5 FTE Special Education
- Supplies & Contractual related to CCLS
- Textbooks
- Professional Development
- Summer Instruction

Important Dates

February 13

Preliminary Budget Forecast

February 27

Budget Presentation

March 13

Budget Presentation

March 27

Budget Workshop

April 10

Budget Workshop

May 8

Budget Hearing

May 20

Budget Vote

July 1

Budget Implementation

Conclusion

- Initial budget meetings have taken place
- Analysis, discussion, & budget development
- State aid/GEA advocacy is upon us
- Additional needs are being identified

QUESTIONS?

