

**Galway Central
School District**

**Proposed Budget
for the
2019-2020 School Year**

2019-20 Budget Overview

Presented on the following slides is the Proposed Budget for the 2019-20 school year.

This will be an overview of the budget needed to deliver the required education programs and support services for the children of Galway Central School, at next year's estimated costs, along with necessary enhancements to the programs to facilitate our effort to provide the best possible education for the students.

The most significant improvement to the education program is the addition of a half-day Pre-Kindergarten program.

2019-20 Budget Objective/Goal

The budget development objective is “To sustain the fiscal capacity of the school district in order to adequately provide for the programs and services for our students, not only for next year but for years well into the future”.

Also, this budget has a goal to maintain sensitivity to the needs of property owners in the district regarding the tax levy.

Additionally, appropriations have been adjusted to redirect resources to comply with recent audit reports.

Proposed 2019-20 Budget *State Budget Impact*

The Legislature and the Governor have enacted the State Budget for 2019-20. Galway CSD was allocated a \$63,954 increase in the Foundation Aid compared to 2018-19. This is a 1.00 percent increase.

The 1.00 percent increase contrasts to the most recent average CPI change of 1.5 percent, and the average CPI during 2018 of about 2.0 percent.

Proposed 2019-20 Budget Highlights

Total Proposed 2019-2020 Budget of **\$22,299,130**, which would be a \$798,648 (3.71%) increase from the voter-approved 2018-19 budget of \$21,500,482.

Major Cost Change:

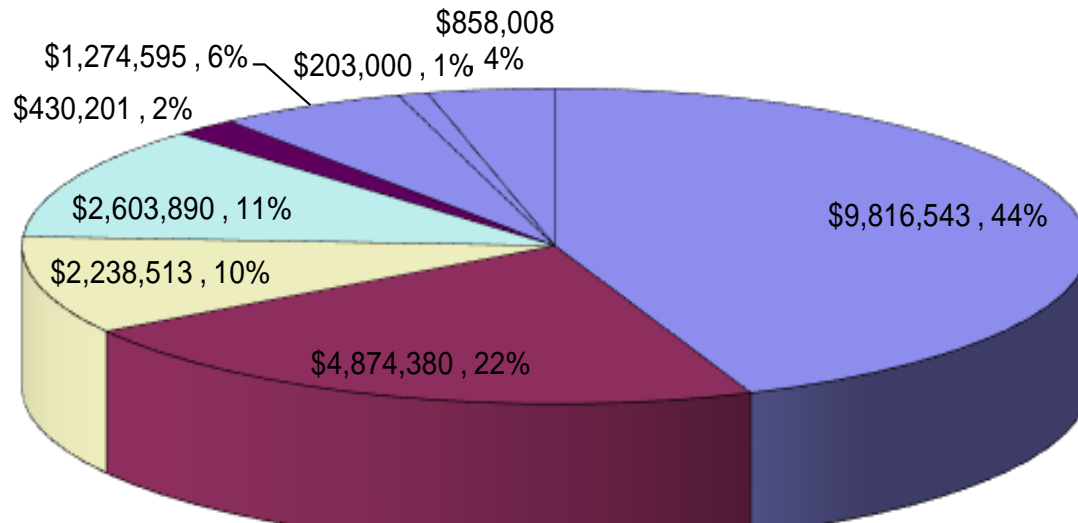
Debt Service Principal and Interest: \$553,800 (starting payments on capital project)

The total of the cost center listed above is the most significant reason for the overall budget change, representing about 70 % of the increase.

Proposed 2019-20 Budget Summary

Where the Money Goes

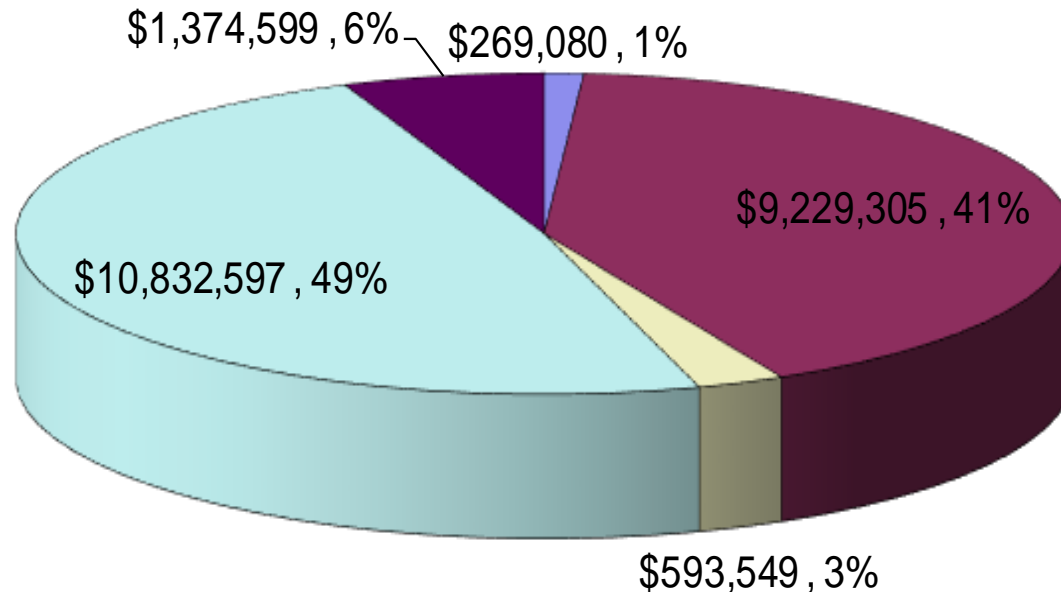
DESCRIPTION	2018-19	2019-20	2019-20	2019-20	2019-20
	Adopted Budget	Proposed Budget	\$ Change	% Change	% Share
Employee Salaries	\$9,579,632	\$9,816,543	\$236,911	2.47%	44.02%
Employee Benefits	\$4,889,626	\$4,874,380	(\$15,246)	-0.31%	21.86%
Debt Service / Fund Transfers	\$1,684,713	\$2,238,513	\$553,800	32.87%	10.04%
BOCES Costs	\$2,641,829	\$2,603,890	(\$37,939)	-1.44%	11.68%
Student Transportation	\$516,888	\$430,201	(\$86,687)	-16.77%	1.93%
Support Services / Operations	\$1,203,570	\$1,274,595	\$71,025	5.90%	5.72%
Out-of-District Tuition	\$134,505	\$203,000	\$68,495	50.92%	0.91%
Instructional Programs	\$849,719	\$858,008	\$8,289	0.98%	3.85%
TOTALS	\$21,500,482	\$22,299,130	\$798,648	3.71%	100.00%



Proposed 2019-20 Budget Summary

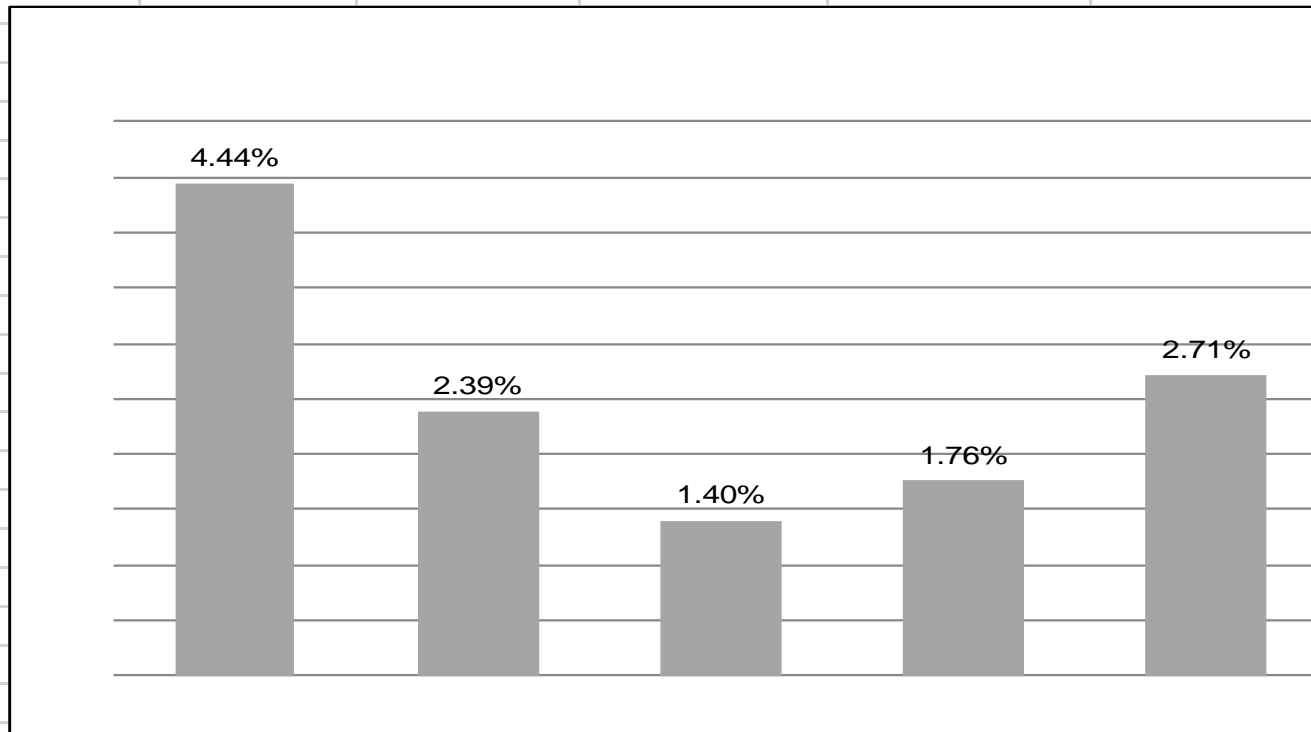
Where the Money Comes From

DESCRIPTION	2018-19 Adopted Budget	2019-20 Proposed Budget	2019-20 \$ Change	2019-20 % Change	2019-20 % Share
Miscellaneous Revenues	\$227,131	\$269,080	\$41,949	18.47%	1.21%
State Aid	\$9,208,558	\$9,229,305	\$20,747	0.23%	41.39%
Medicaid and Transfers	\$43,560	\$593,549	\$549,989	1262.60%	2.66%
Tax Levy and STAR	\$10,621,234	\$10,832,597	\$211,363	1.99%	48.58%
Fund Balance Allocation	\$1,400,000	\$1,374,599	(\$25,401)	-1.81%	6.16%
TOTALS	\$21,500,482	\$22,299,130	\$798,647	3.71%	100.00%



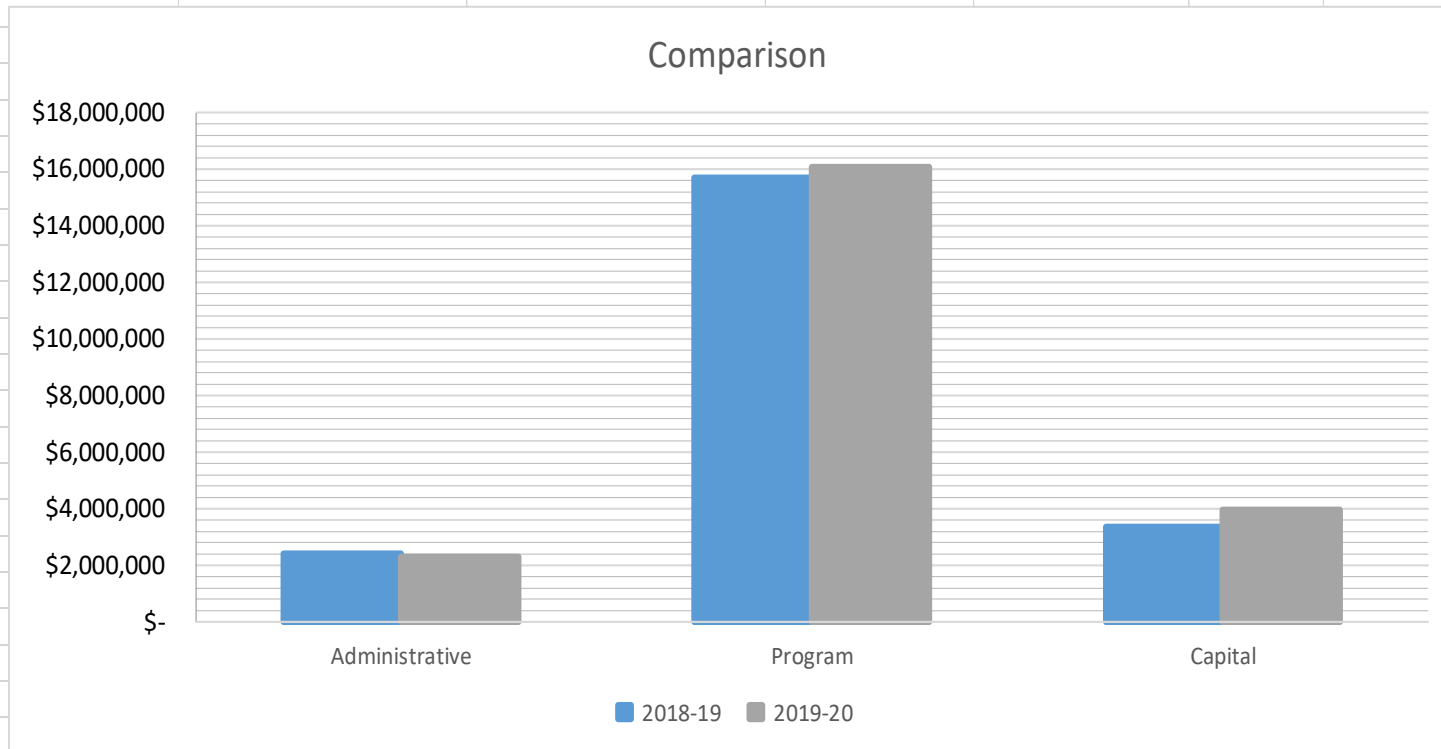
Trend of Tax Levy and Tax Rates

	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	
Tax Levy	2.03%	2.39%	1.37%	2.82%	2.62%	1.99%	
Tax Rate	4.44%	2.39%	1.40%	1.76%	2.71%	?	



Three-Part Budget Comparison

	2018-19	2019-20	Change \$	Change %			
Administrative	\$ 2,417,744	\$ 2,286,744	\$ (131,000)	-5.42%			
Program	\$ 15,716,332	\$ 16,064,175	\$ 347,843	2.21%			
Capital	\$ 3,366,406	\$ 3,948,211	\$ 581,805	17.28%			
	\$ 21,500,482	\$ 22,299,130	\$ 798,648	3.71%			



What is the plain language “bottom line”?: Appropriations

The Proposed Budget for 2019-20 would increase appropriations by \$798,648 (3.71%) over 2018-19.

\$553,800 of the total increase is for additional debt service for the capital project.

The remainder of the Budget is increasing by a total of \$244,848, which, in essence, represents the minimum growth to keep the District going on the path toward educational excellence.

If the additional debt service appropriation were set-aside, for comparison purposes the baseline 2019-20 budget is increasing by about 1.14 percent over 2018-19; reflecting a conservative approach to the development of the budget for next school year.

What is the plain language “bottom line?”: *Revenues*

The Foundation Aid is increasing by 1.00 percent.

In order to balance the budget, a tax levy change of 1.99 percent is being proposed. The calculated Tax Levy Limitation formula would actually allow a tax levy increase of about 4.99 percent.

The reliance on the allocation from the Fund Balance was trimmed by about \$25,000 to follow the multi-year financial plan, which calls for a gradual reduction of the dependence on the amount of fund balance used to offset the tax levy.

Board of Education Election

The following district residents have filed valid petitions as candidates for election as a member of the Board of Education. Their names appear in the order that the names were selected in a random drawing by lots.

The top two candidates receiving the most votes will have been elected to a four-year term effective during July 1, 2019 to June 30, 2023. The candidate receiving the third highest number of votes will have been elected to fill the remainder of an unexpired term during May 22, 2019 to June 30, 2020.

Karen English

Sarah Leszcynski

Dennis Schaperjahn

Linda Jackowski

James Heuser

Proposition on the Ballot: Capital Reserve

Capital Reserve Fund

Shall the Board of Education of the Galway Central School District (the “District”) be authorized to establish a Capital Reserve Fund in an amount not to exceed \$1,750,000, with a probable term of ten years, for the purpose of financing the construction of additions to, and reconstruction of, various District buildings, construction and reconstruction of athletic fields and improvements, site work, and acquisition of original furnishings, equipment, machinery or apparatus required for the purpose for which such buildings are to be used, with such Capital Reserve Fund being funded with such portion of the unallocated fund balance as may be determined from time to time by the Board of Education?

Proposition on the Ballot: Bus Purchase Capital Reserve

Bus Purchase Capital Reserve Fund

Shall the Board of Education of the Galway Central School District be authorized to establish a Bus Purchase Capital Reserve Fund in an amount not to exceed \$500,000, with a probable term of five years, for the purpose of financing the acquisition of school bus vehicles, with such Bus Purchase Capital Reserve Fund being funded with such portion of the unallocated fund balance as may be determined from time to time by the Board of Education?

*Proposition on the Ballot:
Bus Purchases during 2019-20 school year*

Purchase of School Buses during 2019-20

Shall the Board of Education of the Galway Central School District be authorized to: (a) purchase two 72-passenger school buses at the maximum aggregate cost not to exceed \$255,000, (b) expend such sum for such purpose, and (c) fund the acquisition of the school bus vehicles not to exceed the total amount of \$255,000, from available unallocated fund balance of the District?

Key Dates in the Budget Process

- May 9, Public Hearing on Proposed 2019-20 Budget, 6:30 PM, Auditorium
- May 21, Vote by Public on Proposed 2019-20 Budget, Propositions, Members of the Board of Education, 10 AM to 8 PM, High School Gym

Galway Central School District

This has been a presentation of the
Proposed Budget
for the 2019-20 School Year