



2019-20 Budget Development

- ▶ Budget Workshop #1
 - Board Meeting
 - December 12, 2018



Board of Regents State Aid Proposal

- ▶ **\$2.1 Billion or 7.8% over current spending (18 -19 request \$1.6, 6.3% actual \$912 million, 3.4%)**
- ▶ **\$1.66 billion in additional Foundation Aid (\$1.25 request \$618 million actual)**
 - \$85 million of Foundation Aid increase would be restricted or "set-aside" within this amount, reserved for services for English language learner (ELL) students
 - Continuation of the Foundation Aid phase-in
 - A minimum level of additional Foundation Aid for all districts
- ▶ **\$410 million increase for expense-based reimbursement aids (transportation, building, BOCES, etc.) (\$314 request \$244 actual)**
 - This represents full funding for these aid categories
- ▶ **\$25 million for career and technical education (CTE) (\$25)**
 - This would increase the aidable salary cap on BOCES salaries over five years to \$60,000
 - This would also transition non-component districts to a reimbursement for the delivery of CTE services
- ▶ **\$26 million in additional aid for UPK (\$20 request \$15 actual)**





▶ Budget Cycle

- December – Regents adopt State Aid proposal
- January – Governor introduces Executive Budget
- February – SED releases updated State Aid data
- March – Legislature introduces one-House budget bills; budget negotiations between Legislature and Executive
- April 1 – Expected Enacted Budget, release of State Aid runs





Tax Cap: History

<u>Year</u>	<u>Allowable Levy Growth Factor</u>
2012-13	2.00%
2013-14	2.00%
2014-15	1.46%
2015-16	1.62%
2016-17	0.61%
2017-18	1.26%
2018-19	1.99%
2019-20	– Tax base growth factor 2%





2019-20 Budget Development

- ▶ Rollover Budget Process
- ▶ Major Expenditures
 - Debt Payments
 - Salaries – Contract Obligations
 - Health Insurance Premiums and Pharmacy
 - TRS and ERS Projections
 - ✓ TRS 11.00% (2018-19) to 9.50% (2019-20 estimate)
 - ✓ ERS 14.90% (2018-19) to 14.60% (2019-20)



2019-20 Budget Development

- ▶ GAP = Expenditures exceed Revenue
 - 2018-19 Final GAP - \$567,510
 - 2019-20
 - State Aid
 - Tax Levy
 - Final ERS/TRS contribution rates
 - Health Insurance assumption changes
 - Retirements / Programs





Moving forward -

▶ January

- Rollover Budget – Departments and line by line analysis
 - Budget Development Training - Staff
- Monitor State Aid
- Calculate Tax Levy Limit
- Fund Balance
- Next Budget Workshop – 1/30/19
 - ✓ Next board meeting 1/16/19

