

KENMORE-TOWN OF TONAWANDA
UNION FREE SCHOOL DISTRICT

2016-2017 BUDGET HEARING PRESENTATION

BOARD OF EDUCATION MEETING
MAY 10, 2016

We educate, prepare, and inspire all students to achieve their highest potential.



Today's Purpose



To present the recommended
2016-17 Budget

A Transparent Process

Budget development began in November and the Board is facilitating complete transparency in critical decision making

- Public board meetings, presentations and budget workshops
- Information on website
- Input welcome - feedback, meetings, calls, and community



Building a Budget to Support Our Students' Future

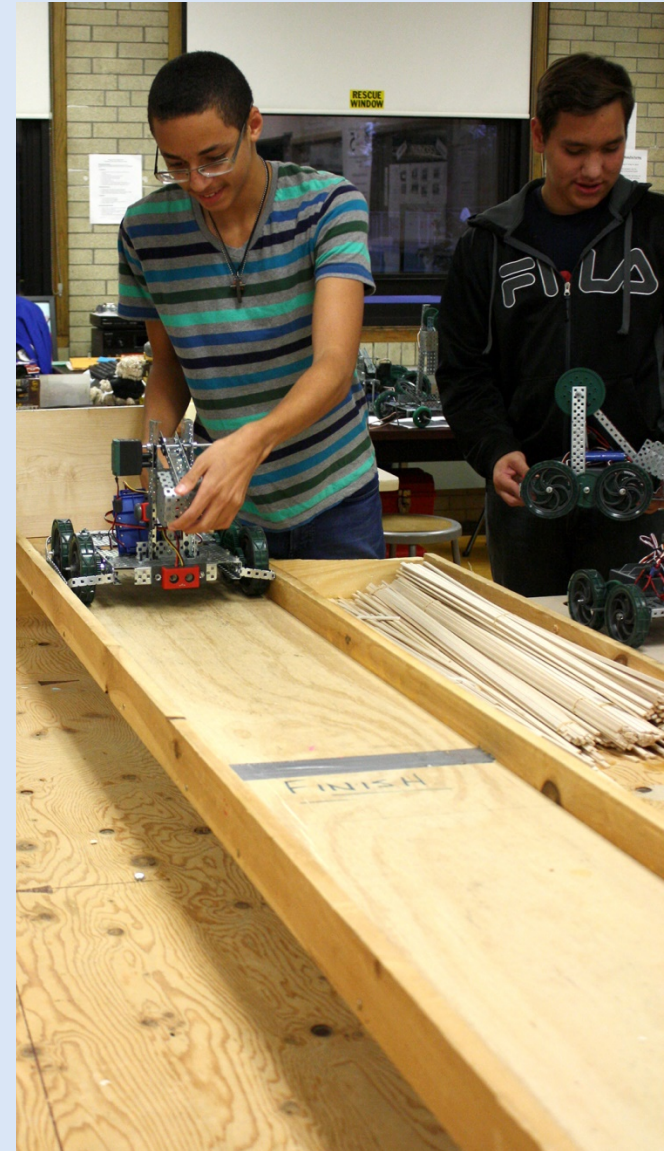
- All students will **achieve mastery** in literacy and numeracy. All students who graduate from KTUFSD will be challenged to reach College and Career Readiness expectations in literacy and numeracy.
- The District will achieve financial and capital sustainability.



The Hard Facts

- 2016-2017 is another difficult budget year for school districts all across New York State – marginal increases in State Aid (GEA, Foundation Aid, contractual costs)
- Huntley PILOT loss adds increased revenue obstacles - *greatly impacting tax cap
- Consolidation Scenario I

Visit ktufsd.org/budget for more information on our budget.



Impacting Decisions



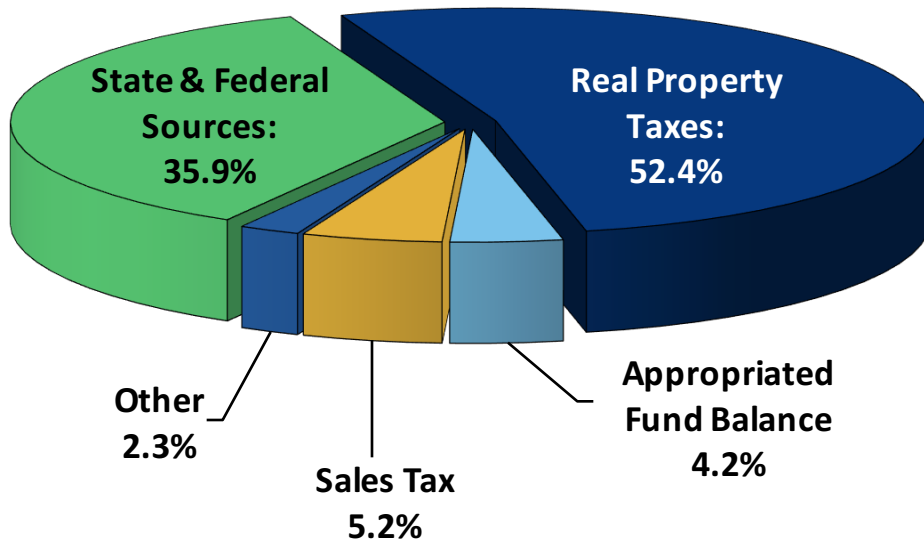
- ✓ *State & Federal Aid*
(Note: increases have historically not kept pace with increases in retirement and health insurance costs)
- ✓ *Property Tax Cap = 4.64% limit*
- ✓ *Aligning Resources for teaching and learning*



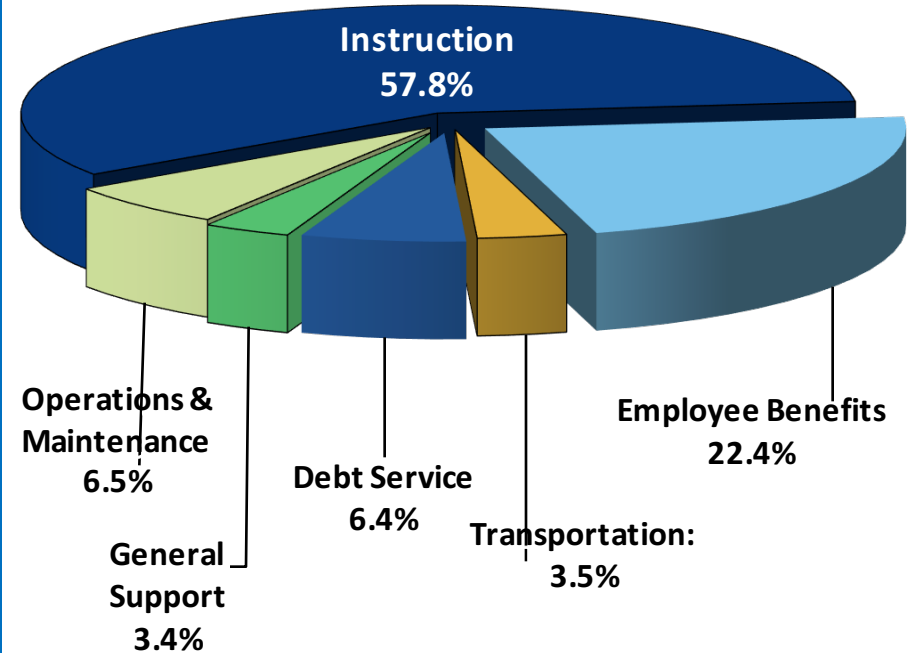
Students first in every decision!

2016-17 Revenues & Expenditures

Revenues
\$157,110,733



Expenditures
\$157,110,733



Three-Part Budget:

1. Administrative Budget

- Central Administration
- Business Office
- Curriculum Development
- Principals and Building Offices

Three-Part Budget:

2. Program Budget

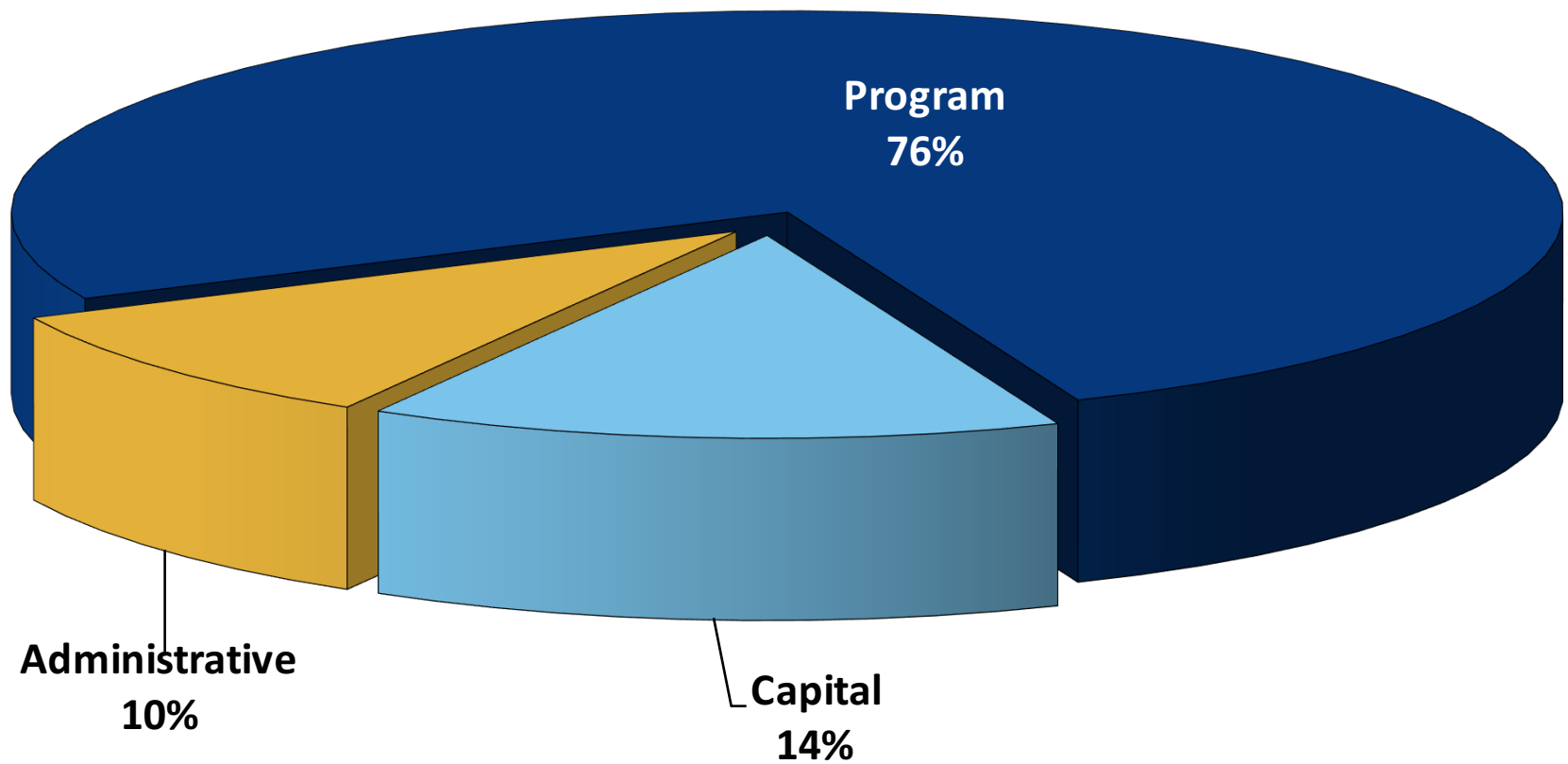
- Regular School Instruction
- Special Education
- Student Transportation
- Student Services
- Instructional Media
- Community Services

Three-Part Budget:

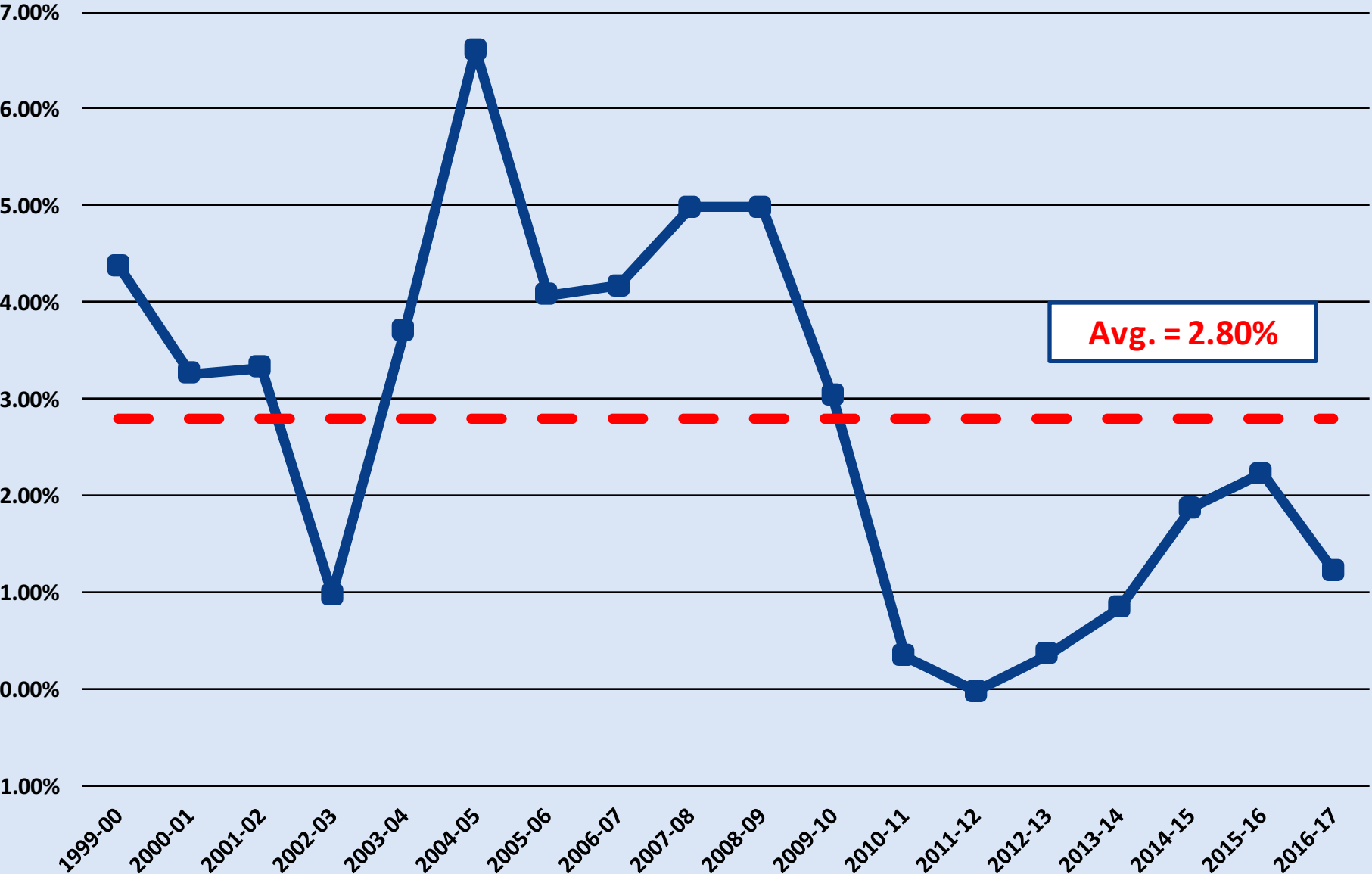
3. Capital Budget

- Maintenance and Operations
- Judgments and Claims
- Refunds of Taxes
- Debt Service

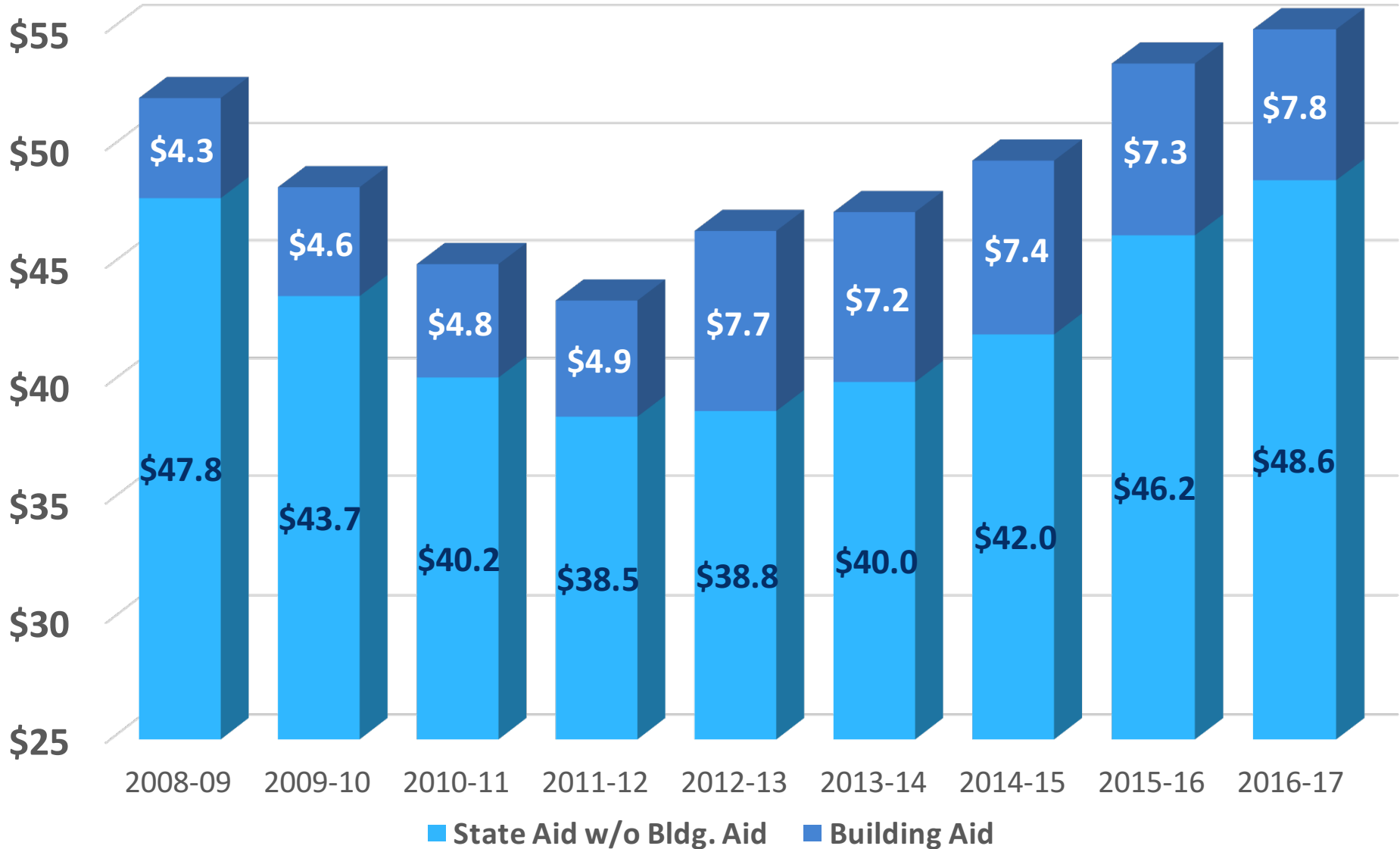
Three-Part Budget: 157,110,733



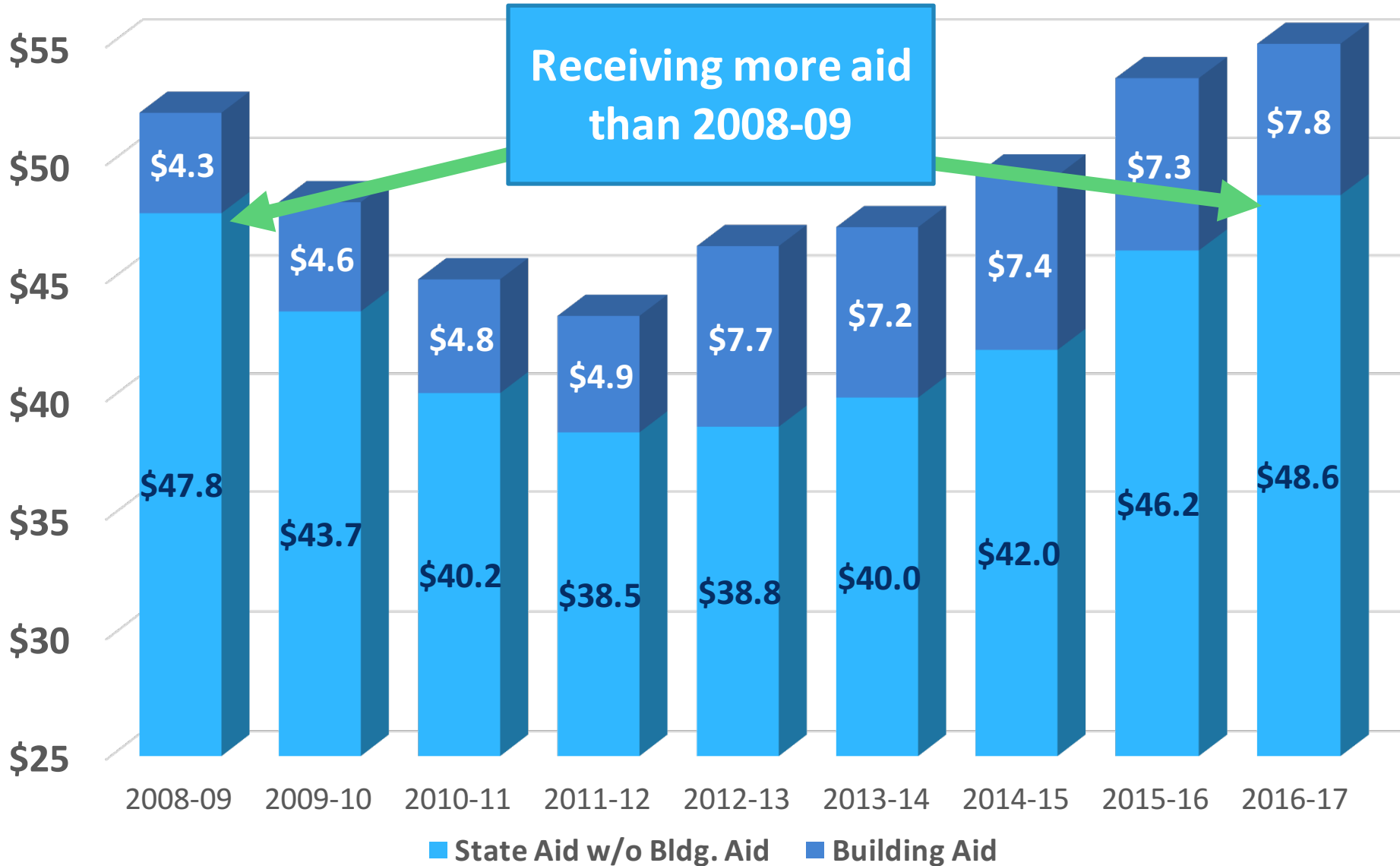
Historical Budget-to-Budget Increase



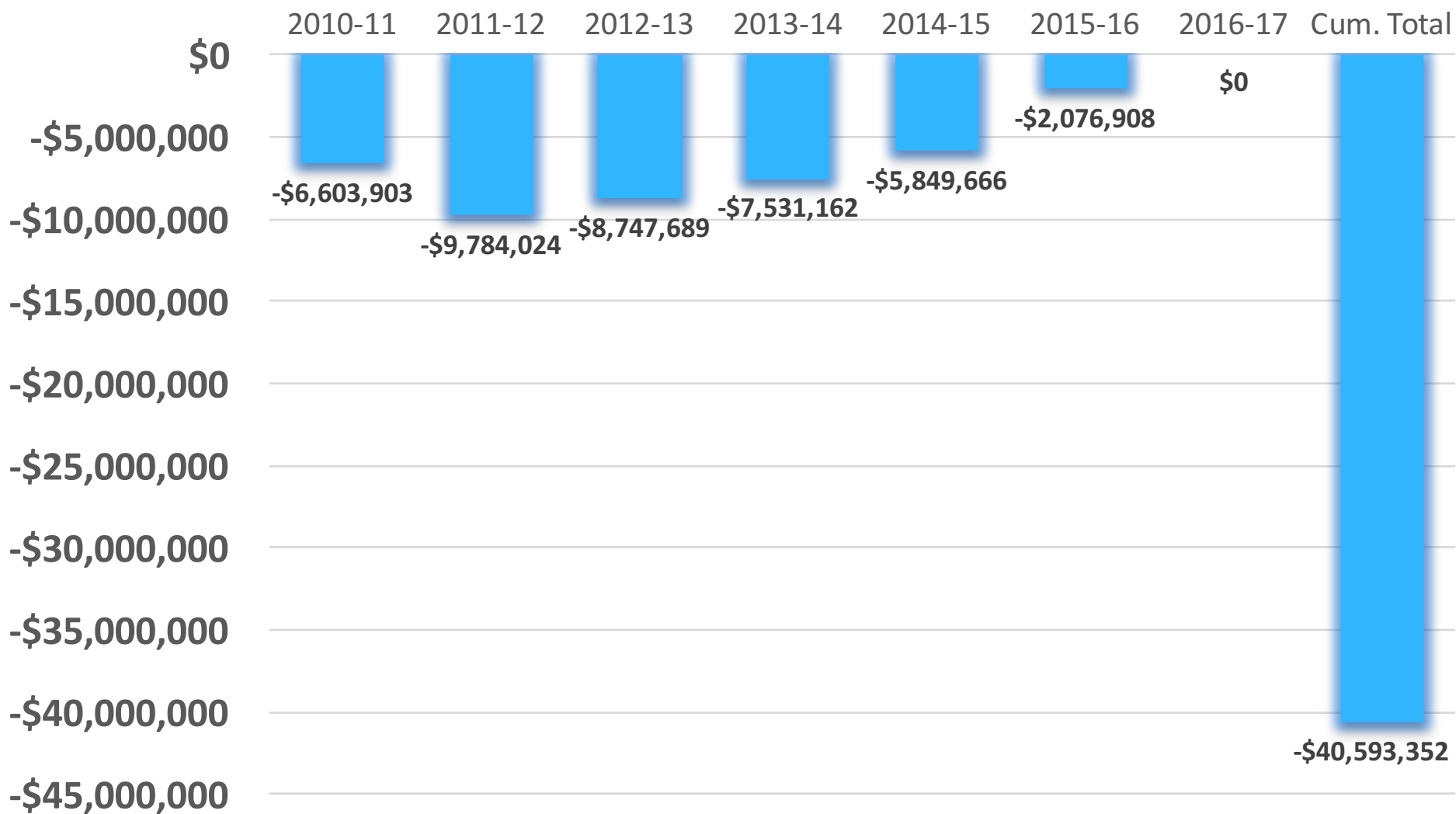
State Aid Comparison (in millions)



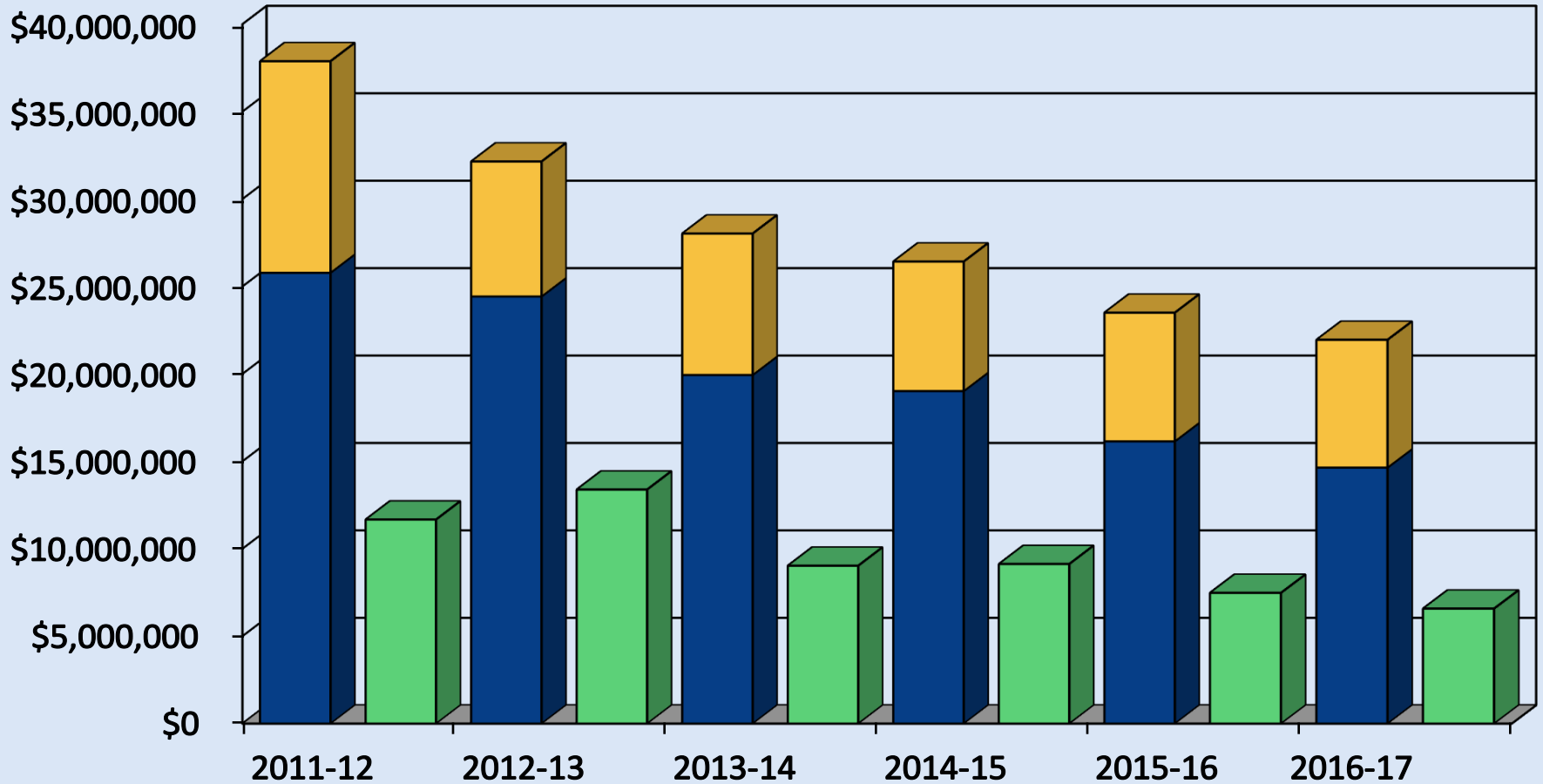
State Aid Comparison (in millions)



Effect of Gap Elimination Adjustment on Ken-Ton Revenue



Use of Fund Balance & Reserves



■ GF Avail. FB & Reserves

■ GF Unavail. FB & Reserves

■ Actual Usage

Estimated Tax Levy: 2016-17 School Year

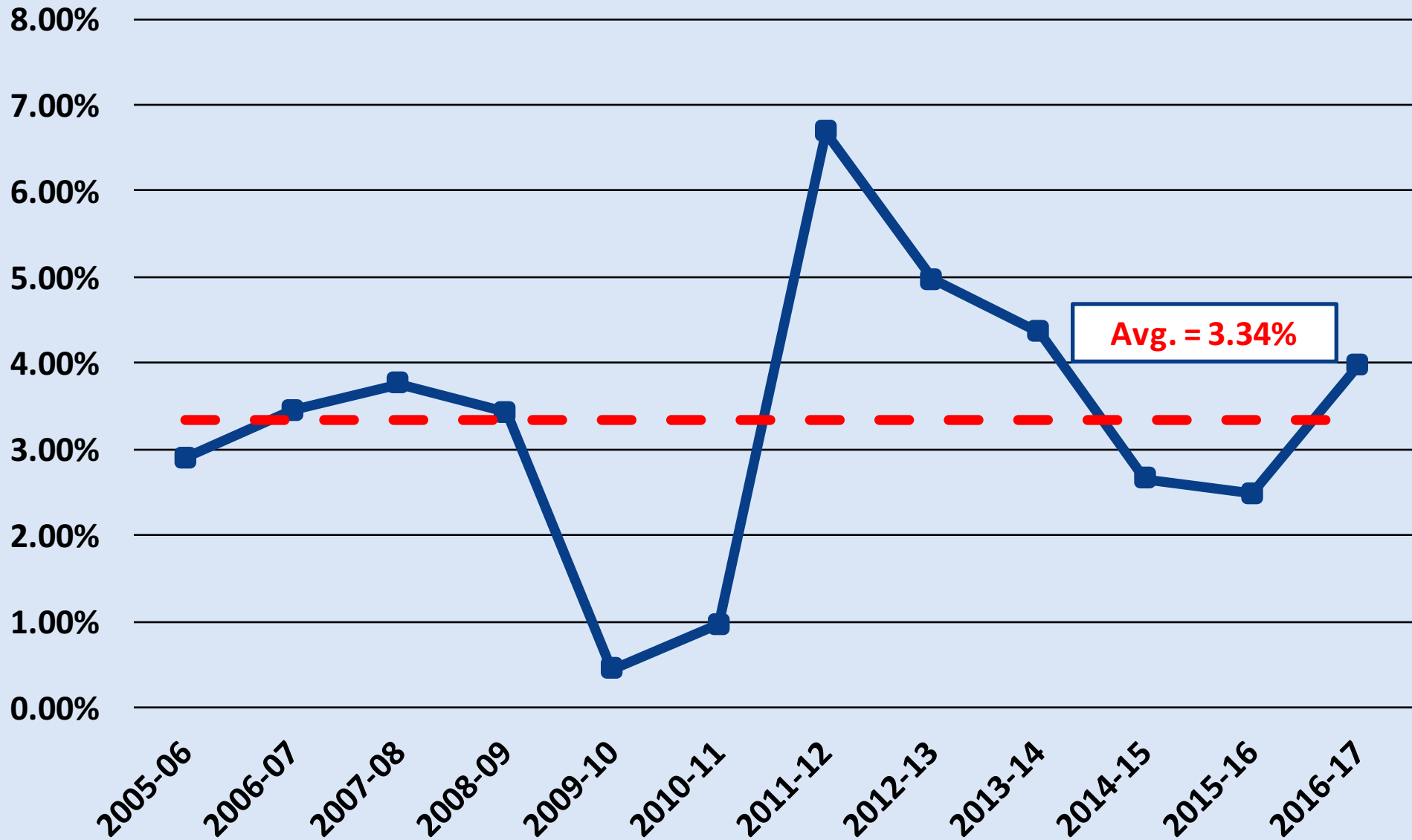
- **Tax Levy: \$82,390,409**
- **Increase: \$3,153,624**
- **% Increase: 3.98%**
- **Tax Levy Cap Threshold Adj. for Exclusions: \$82,910,744**
 - *Within the allowable tax levy cap*
 - *Does not require a super majority vote*

Estimated Tax Rate: 2016-17 School Year

Assumes no change in assessed value

- **Rate: \$49.33/thousand**
- **Increase: \$1.89**
- **% Increase: 3.98%**
- **5-Year Average: 3.69%**
- **12-Year Average: 3.34%**

Historical Tax Rate % Increase



Proposed Tax Levy

Description	3.5% Levy	3.98% Levy	Difference
Total Levy	\$82,010,072	\$82,390,409	\$380,337
Increase <i>Per Year</i> on \$100,000 Home	\$67	\$77	\$10
Increase <i>Per Month</i>	\$5.58	\$6.42	\$0.84
Tax Freeze Credit*	\$185	\$185	-
Reduction in Total Taxes (\$100,000 home)	\$118	\$108	\$10

*** Tax freeze credit eligibility**

- District levy is under tax cap
- Household income under \$275,000

Projected Annual Tax Impact on a Home with a Full Market Value of \$100,000

	Actual 2015-16	Projected 2016-17	Projected Increase
Assessed Value*	\$40,500	\$40,500	\$0
Tax Rate Per Thousand	\$47.44	\$49.33	\$1.89
Tax Paid	\$1,921	\$1,998	\$77

*The 2016 equalization rate of 40.5% is used for both years in this calculation

What Happens if the Budget is NOT Approved by the Public?

Two Options:

1. Resubmit the original budget or submit a revised budget to the voters on the third Tuesday in June OR
2. Adopt a contingency budget that levies a tax no greater than that of the current year (0% increase in the tax levy).

If the resubmitted/revised budget proposal is not approved by the required margin:

- The Board of Education must adopt a budget that levies a tax no greater than that of the current year (0% increase tax levy) and the budget would be subject to contingent budget requirements.

Districts will not be allowed to increase the tax levy to the extent necessary to fund items of expenditure excluded from the tax cap

- No growth factor
- No capital, court order/judgments or pension exclusions

SOURCE: Questar III presentation March 3, 2012

Four Propositions

Proposition 1: Budget: \$157,110,733

Proposition 2: Bus Purchase

- **Standard replacement cycle:**
 - 10 Passenger Buses \$1,149,680
- **District Consolidation Buses:**
 - 3 Passenger Buses \$ 342,057
- **Total Proposition:** **= \$1,491,737**

*Approximately 70% = \$1,044,215 in State Transportation Aided
Leaving District share for 13 buses at approximately \$447,521*

Propositions

Proposition 3: Capital Reserve

- \$15 million cap
 - 10-year lifespan
 - Established and expended by voter approval
 - *Purpose: To fund future capital projects that have no/minimal additional tax increases*
-

Proposition 4:

Ex Officio Student Board Member

For More Information

- Log onto the District website: www.ktufsd.org
 - Click on “2016-17 Budget and Advocacy Information”

**2016-17 BUDGET
& ADVOCACY
INFORMATION**
Click Here

- Direct link: www.ktufsd.org/budget
- Several links from the budget process are listed on this page
- Includes the SchoolGram Budget Edition, Proposed Budget, and Board of Education presentations

Voter Qualifications

- United States Citizen
- At least 18 years of age
- Resident of the District at for 30 days prior to the vote
- Registered to vote at least 5 days prior to the vote
- Provide proof of citizenship, age, and residency

Where To Vote

Herbert Hoover Middle School

249 Thorncliff Road

*(Use Sheridan Drive entrance
and Door 14)*

There is only one
polling site!



QUESTIONS?

Thank you!

- Budget Vote: May 17 at Hoover Middle School, 7AM – 9PM
- SchoolGram-Budget Edition mailed in early May
 - View it online at ktufsd.org/budget



**KENMORE-TOWN OF TONAWANDA
UNION FREE SCHOOL DISTRICT**

1500 Colvin Blvd.
Buffalo, NY 14223
(716) 874-8400
www.ktufsd.org

