

Scarsdale Public Schools



2020-21 Budget Update

May 11, 2020

Presentation Focus for May 11, 2020

1. Update Projected 2019-20 Fund Balance
2. Updated 2020-21 Proposed Budget Overview
3. Other Considerations
 - High School Auditorium
 - Tax Installment
4. Questions & Discussion
5. Appendix

Updated Projected Fund Balance

Projected Fund Balance - Year End 2019-20

Closure Through End of Year	
Ending Fund Balance 6/30/19	\$22,240,471
Plus: Year End Revenues	<u>\$159,634,874</u>
Minus: Revenues that are funded by reserves	<u>\$0</u>
Minus: Year End Expenditures	<u>(\$157,140,629)</u>
Projected Ending Fund Balance 6/30/20	<u>\$24,734,716</u>
To Be Allocated as Follows:	
Tax Certiorari Reserve	\$5,545,400
Self-Insured Health Insurance Plan Reserve	\$5,174,315
Debt Service Reserve	\$913,131
ERS Retirement Contribution Reserve	\$2,727,022
TRS Retirement Contribution Reserve	\$1,420,000
Reserve for Encumbrances	\$1,104,699
Unassigned Fund Balance (3.95%)*	<u>\$6,400,149</u>
Assigned Fund Balance for 2020-21	<u>\$1,450,000</u>
Projected Ending Fund Balance 6/30/20	<u>\$24,734,716</u>

**May retain up to 4% of 2020-21 Budget = \$6,479,853

Updated Proposed Budget

2020-21 Proposed Budget Overview

May 11, 2020

2020-21 Proposed Budget:	\$ 161,996,316
Budget to Budget Increase:	0.75%
Projected Increase in Tax Levy:	1.81%
Projected Tax Levy Limit:	2.50%
Amount (<u>Under</u>) the Projected Limit:	\$ (1,020,164)
Projected Tax Rate Increase:	
<div> A slight increase in the state issued equalization rate for the Town of Scarsdale will increase Town of Mamaroneck's total share of tax levy. </div>	
Town of Scarsdale	1.65%
Town of Mamaroneck	2.47%

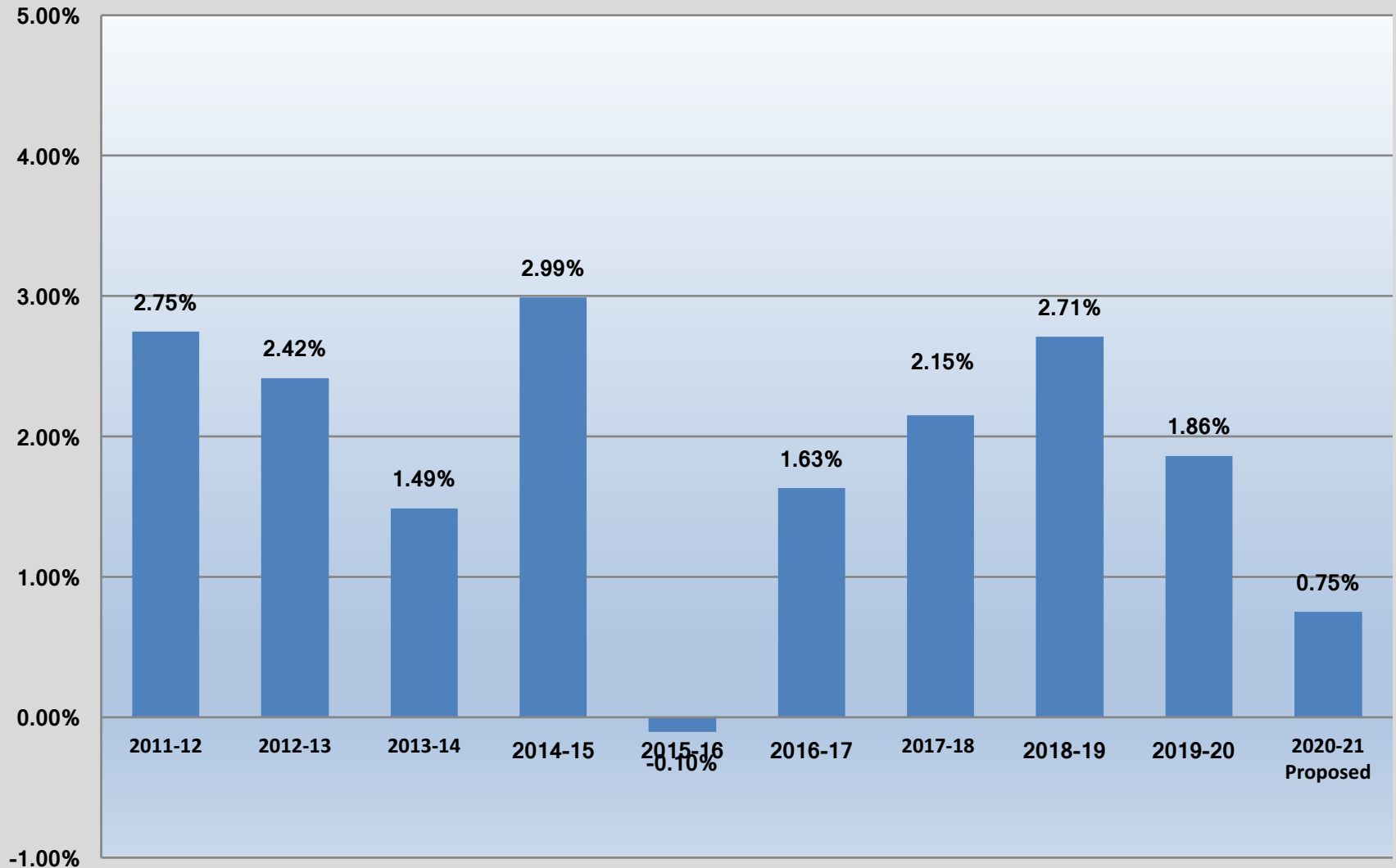
Budget Expenditures Revisions	Amount
Update Salary Budgets - New assumption reflects difficult but productive discussions with collective bargaining units and non-unit administrators	\$ (400,000)

Taxpayer Impact	Town of Scarsdale (1.65%)		Town of Mamaroneck (2.47%)	
	Annual	Month	Annual	Month
Current average assessment is \$1,595,700	\$420	\$35.00	\$590	\$49.17

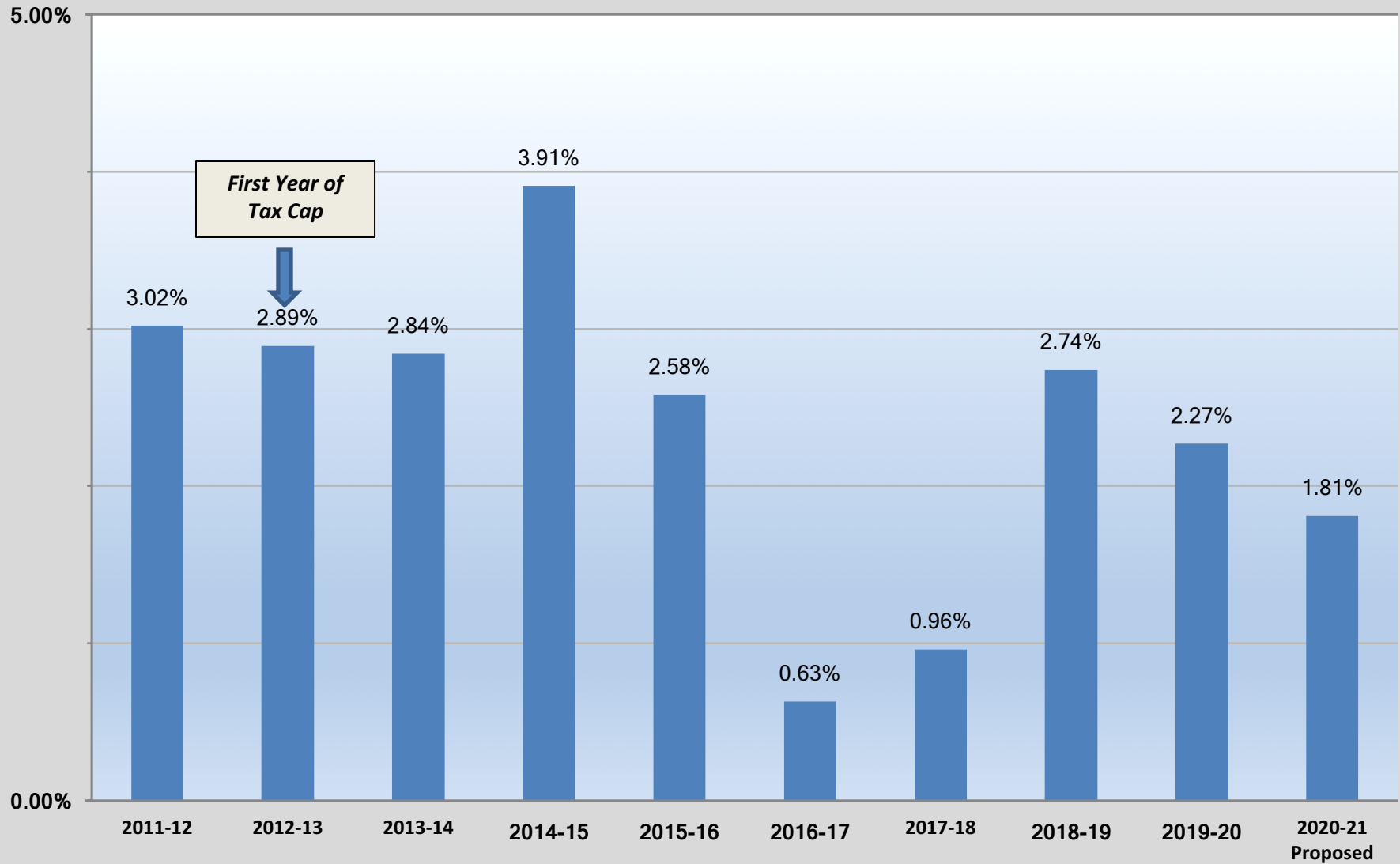
2020-21 PROPOSED BUDGET PLAN - MAY 11, 2020

	2019-20 Approved Budget	2020-21 Proposed Budget	Budget to- Budget Increase	% Difference
Total Expenditures	160,782,597	161,996,316	1,213,719	0.75%
Non-Property Revenues	10,567,381	8,960,845	(1,606,536)	-15.20%
<i>% of Total Budget</i>	<i>6.57%</i>	<i>5.53%</i>		
Transfer From Reserves	453,153	232,153	(221,000)	-48.77%
Assigned Fund Balance	1,100,000	1,450,000	350,000	31.82%
Total Tax Levy	148,662,063	151,353,318	2,691,255	1.81%
<i>% of Total Budget</i>	<i>92.46%</i>	<i>93.43%</i>		

Recent Budget Increases/Decrease



Recent Tax Levy History



Other Considerations

High School Auditorium

At the Board of Education meeting held on May 4, 2020 the Board of Education asked for a proposed scope of work that could be included in the 2020-21 proposed budget at no additional cost to taxpayers based on offsetting funds from the Debt Service Reserve. Based on a review of previously discussed scope items and in consideration of the optimal sequence of work, cost and safety the following scope items would be recommended.

Description	Budget Estimate
Stage rigging and safety improvements	\$215,000
Sound system improvements including assistive listening	\$135,000
Electrical and theatrical wiring upgrades	\$134,500
Storage, painting, backstage lighting and cleaning*	\$53,875
Motorized Winches/Controls at Theatrical Lighting Line Sets	\$87,500
<i>Contingencies, soft costs and fees</i>	<i>\$173,625</i>
TOTAL BUDGET	\$700,000

** scope based on feedback from students and parents*

High School Auditorium

Project Timing if Approved:

Design – Summer 2020

SED Submission – Early Fall

SED Approval – January 2021

Construction – Coordinated around use of space/holiday recesses or Summer 2021

Budget Implications

An increase in the budget of \$700 thousand would be offset by a \$700 thousand transfer from the Debt Service Transfer.

Budget \$ Increase: \$700,000

Budget % Increase: +0.44%

Resulting Budget to Budget Increase: 1.19%

Tax Levy Increase: \$0

Tax Installments

Budget Implications

Changing to two tax installments from the current method of one installment would decrease the districts cash on hand in the beginning of the school year and negatively impact the amount of interest earned on deposits.

Budget \$ Increase: \$0

Revenues

Interest Earnings Decrease: \$75,000

Tax Levy \$ Increase: \$75,000

Tax Levy % Increase: 0.05%

Resulting Tax Levy % Increase: 1.86%

We have estimated how interest earnings would have been impacted if tax installments had been in place since 2006-2007 ranging from \$1 million in that year to \$35 thousand in 2014-15. This is primarily dependent on interest rates at the time.

Discussion

Budget Adoption Timeline - *Updated*

School Budget	Upcoming Dates
Budget Update	April 20 th
Budget Finalized	May 4 th
Board Adopts the Budget	May 11 th
Budget Hearing	June 1 st
Budget Vote	June 9th

Discussion

School Budget Development

Budget initiatives only appear in a budget draft after thoughtful consideration, deliberation, and discussion.

Staffing requests and instructional budget drivers are vetted in purposefully planned meetings throughout the fall between Cabinet, Principals, and Administrative Council (District-wide Administrators).

Requests are assessed for:

- Educational efficacy,
- Staffing efficiency; and
- Alignment with guiding principles of staffing.

All non-instructional departments meet with the Assistant Superintendent and Business Manager to review budget requests.

Requests are analyzed based on:

- Consistency with Strategic Plan and overall District goals;
- Consistency with operational standards; and
- Historical spending norms and purchasing efficiencies.