

# **2013-2014 BUDGET: REVENUES/REVIEW**

Huntington U.F.S.D.  
Board of Education Meeting  
Monday, April 1, 2013

# Legislative Budget Highlights

- Building Interest Rate Reset – Postpones capital project re-amortization for two years.
- Internal Audit Requirement – With greater than 1,500 students, HUFSD is still subject to the requirement.
- High Tax Aid – Returns to 12-13 level.
- APPR – Existing plan will remain in effect (e.g., Taylor Law) until new plans are developed.
- 180 Day Requirement – Aid penalty associated with up to 10 days of extraordinary weather in 2012-2013 will be disregarded.

# Legislative Budget Highlights (Cont.)

- Pension Smoothing – Initial stabilization rate of 14% for the next two plan years. Interest rates on deferred costs not yet publicized. Not recommended.
- EBALR - Flexibility to use available EBLAR funds to cover general fund expenses in an amount that is no greater than the GEA reduction.

# REVENUE SOURCES

- State Aid
- Tuition from Other Districts
- Health Fees
- Building Use Fees
- Interest Income
- Summer School Tuition
- Driver Education
- Adult Education
- Miscellaneous
- Interfund Transfers
- Applied Fund Balance/Reserves

# STATE AID

AID CATEGORY	2012-2013 ACTUAL	2013-2014 EXEC BUDG	2013-2014 LEG BUDG	\$ Change	% Change
Foundation	\$8,114,481	\$8,114,481	\$8,138,824	\$24,343	0.30%
Transportation	\$2,292,420	\$2,619,140	\$2,627,589	\$335,169	14.62%
BOCES	\$1,009,279	\$1,260,119	\$1,266,903	\$257,624	25.53%
High Cost/Excess Cost	\$751,739	\$1,015,069	\$1,017,200	\$265,461	35.31%
Hardware & Technology	\$6,965	\$15,994	\$16,053	\$9,088	130.48%
Software/Library/Textbook	\$437,194	\$436,622	\$438,423	\$1,229	0.28%
High Tax	\$442,003	\$132,600	\$442,003	\$0	0%
Gap Elimination Adjustment	(\$2,268,095)	(\$2,179,230)	(\$2,128,267)	\$139,828	6.17%
Building Aid	\$754,017	\$472,579	\$472,579	(\$281,438)	(37.33%)
Local Share Deduct	(\$318,992)	(\$318,992)	(\$318,992)	\$0	0%
<b>TOTAL</b>	<b>\$11,221,011</b>	<b>\$11,568,382</b>	<b>\$11,972,315</b>	<b>\$751,304</b>	<b>6.70%</b>

# State Aid

2012-2013 BUDGET	2013-2014 BUDGET	\$ Change	% Change
\$11,620,014	\$11,972,315	\$352,301	3.03%

**NOTE: HUFSD aid increase from 13-14 Executive to 13-14 Legislative budgets = \$403,933**

# State Aid & Huntington

- Huntington 2012-2013 Combined Wealth Ratio = 1.68 (expected to remain unchanged for 13-14)
- Ranks #3 out of 18 school districts in Western Suffolk (Cold Spring Harbor, Northport, ...).
- Free/Reduced Lunch %: CSH = 0%, Northport = 5%, Huntington = 30%
- HUFSD's share of State Aid funds approximately 10% of its budget.
- District with similar size budget and a 0.71 CWR ratio receives more than three times the State Aid.

# TUITION FROM OTHER DISTRICTS/NYS

- Special Education services provided to non-resident students attending private and parochial schools within the Huntington School District
- Students' home districts are billed each year
- NYS reimburses school districts for students attending 4410 schools (e.g., Cleary, Mill Neck)

# Tuition from Other Districts

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$520,000</b>	<b>\$520,000</b>	<b>\$0</b>	<b>0.00%</b>

# HEALTH FEES

- Health services provided to non-resident students attending private and parochial schools within the Huntington School District.
- Students' home districts are billed each year.

# Health Fees

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$120,000</b>	<b>\$120,000</b>	<b>\$0</b>	<b>0.00%</b>

# BUILDING USE FEES

- Usage fees paid by outside groups as per Board-approved schedule
  - Auditoriums
  - Fields
  - Gymnasiums
  - Classrooms
- Custodial/Security fees paid by outside groups

# Building Use Fees

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$80,569</b>	<b>\$100,000</b>	<b>\$19,431</b>	<b>24.11%</b>

# INTEREST INCOME

Interest earnings of general fund deposits:

- Invested money market products
- Checking account interest
- Certificates of deposit

# Interest Income

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$115,000</b>	<b>\$110,000</b>	<b>(\$5,000)</b>	<b>(4.35%)</b>

# SUMMER SCHOOL TUITION

- Fees paid to attend Summer School program

# Summer School Tuition

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$15,000</b>	<b>\$15,000</b>	<b>\$0</b>	<b>0.00%</b>

# DRIVER EDUCATION

- Student participation fees

# Driver Education

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$75,000</b>	<b>\$75,000</b>	<b>\$0</b>	<b>0.00%</b>

# ADULT EDUCATION

- Course and program fees

# Adult Education

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$25,000</b>	<b>\$26,000</b>	<b>\$1,000</b>	<b>4.00%</b>

# MISCELLANEOUS

- Payments in lieu of taxes (PILOTs)
- Individual charges – lost textbooks, uniforms, etc.
- e-Rate funding
- Prior year refund – BOCES
- Gifts and donations

NOTE: Medicare Part D reimbursement no longer available in 2013-2014

# Miscellaneous

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$784,431</b>	<b>\$488,113</b>	<b>(\$296,318)</b>	<b>(37.77%)</b>

# INTERFUND TRANSFERS

- Movement of money from reserve fund to the general fund

# Interfund Transfers

<b>2012-2013 BUDGET</b>	<b>2013-2014 BUDGET</b>	<b>\$ Change</b>	<b>% Change</b>
<b>\$290,000</b>	<b>\$290,000</b>	<b>\$0</b>	<b>0.00%</b>

# APPLIED FUND BALANCE

- Portion of prior year's surplus used each year to reduce tax levy

# RESERVES

- Separate accounts established to finance specific district costs

# Fund/Reserve Balances (6/30/12)

FUND/RESERVE	BALANCE
Unappropriated Fund Balance	\$4,459,740
Appropriated Fund Balance	\$2,127,376
Capital	\$5,016,277
Workers' Compensation	\$3,342,605
Retirement Contribution Reserve (ERS)	\$2,171,970
Employee Benefits and Accrued Liability (EBALR)	\$901,610
Unemployment Insurance	\$316,977
Repair	\$201,808

# HISTORICAL & PROJECTED FUND/RESERVE BALANCES

	08-09	09-10	10-11	11-12	12-13 (est.)
<b>Beginning Fund/Reserve Balances</b>	\$9,898,065	\$12,343,937	\$15,241,376	\$16,031,301	\$18,538,363
<b>Appropriated Fund Balance Used</b>	\$1,430,000	\$1,915,000	\$2,245,000	\$2,127,376	<b>\$2,180,953</b>
<b>Deposits</b>	\$3,875,872	\$4,812,439	\$3,034,925	\$4,634,438	\$3,500,000
<b>Ending Fund Balance (6/30)</b>	\$12,343,937	\$15,241,376	\$16,031,301	\$18,538,363	\$19,857,410
<b>Net Change</b>	\$2,445,872	\$2,897,439	\$789,925	\$2,507,062	\$1,319,047

# REVENUE SUMMARY

	2012-2013 BUDGET	2013-2014 BUDGET
State Aid	\$11,620,014	<b>\$11,972,315</b>
Tuition from Other Districts	\$520,000	\$520,000
Health Fees	\$120,000	\$120,000
Building Use Fees	\$80,569	\$100,000
Interest Income	\$115,000	\$110,000
Summer School Tuition	\$15,000	\$15,000
Driver Education	\$75,000	\$75,000
Adult Education	\$25,000	\$26,000
Miscellaneous Income	\$784,431	\$488,113
Interfund Transfers	\$290,000	\$290,000
Applied Fund Balance	\$2,127,376	<b>\$2,180,953</b>
TOTAL	\$15,772,390	\$15,897,381
<i>Difference from 2012-2013</i>		<i>\$124,991</i>

# WORKING BUDGET REVIEW

	2012-2013	WORKING BUDGET 2013-2014	TAX LEVY LIMIT 2012-2013
<b>BUDGET</b>	\$111,858,780	\$114,707,235	\$114,707,235
<b>REVENUE (includes state aid, fund balance, reserves, other)</b>	15,772,390	15,897,381	15,897,381
<b>TAX LEVY</b>	96,086,390	98,809,854	98,809,854
<b>ASSESSED VALUATION</b>	45,113,410 (actual)	44,813,410	44,813,410
<b>TAX LEVY INCREASE (%)</b>		2.83%	2.83%
<b>BUDGET-TO-BUDGET INCREASE (%)</b>		2.55%	2.55%
<b>TAX RATE (\$ PER \$100 ASSESSMENT)</b>	212.99	220.49	220.49
<b>TAX RATE INCREASE (%)</b>		3.52%	3.52%
<b>WORKING BUDGET DIFFERENCE (\$)</b>			-\$0-

# CONTINGENCY BUDGET

- Incorporates the same tax levy as adopted for 2012-2013 (0% levy increase)
- Required budget reduction: **\$2,723,464**
- Includes:
  - Equipment - \$622,941
- Remaining budget reduction: **\$2,100,523**

# CONTINGENCY BUDGET

	2012-2013	WORKING BUDGET 2013-2014	CONTINGENCY BUDGET 2013-2014
<b>BUDGET</b>	\$111,858,780	\$114,707,235	\$111,983,771
<b>REVENUE (includes state aid, fund balance, reserves, other)</b>	15,772,390	15,897,381	15,897,381
<b>TAX LEVY</b>	96,086,390	98,809,854	96,086,390
<b>ASSESSED VALUATION</b>	45,113,410 (actual)	44,813,410	44,813,410
<b>TAX LEVY INCREASE (%)</b>		2.83%	0.00%
<b>BUDGET-TO-BUDGET INCREASE (%)</b>		2.55%	0.11%
<b>TAX RATE (\$ PER \$100 ASSESSMENT)</b>	212.99	220.49	214.41
<b>TAX RATE INCREASE (%)</b>		3.52%	0.67%
<b>CONTINGENCY/WORKING BUDGET DIFFERENCE (\$)</b>			(\$2,723,464)

# UPCOMING BUDGET SESSIONS

- **Monday, 4/15:** Budget Adoption
- **Monday, 5/13:** Budget Hearing
- **Tuesday, 5/21:** Budget Vote/Election