

# **2012-2013 BUDGET: REVENUES/REVIEW**

Huntington U.F.S.D.  
Board of Education Meeting  
Monday, April 2, 2012

# REVENUE SOURCES

- State Aid
- Tuition from Other Districts
- Health Fees
- Rental Income
- Interest Income
- Summer School Tuition
- Driver Education
- Adult Education
- Miscellaneous
- MTA Payroll Tax Reimbursement
- Interfund Transfers
- Applied Fund Balance/Reserves

# STATE AID

AID CATEGORY	2011-2012 ACTUAL	2012-2013 BUDGET	\$ Change	% Change
Foundation	\$8,003,518	\$8,114,985	\$111,467	1.39%
Transportation	\$1,848,458	\$2,386,949	\$538,491	29.13%
BOCES	\$886,728	\$1,126,229	\$239,501	27.00%
High Cost/Excess Cost	\$886,508	\$896,436	\$9,928	1.12%
Hardware & Technology	\$3,260	\$18,080	\$14,820	454.60%
Software/Library/Textbook	\$441,525	\$434,652	(\$6,873)	(1.56%)
High Tax	\$442,003	\$442,003	\$0	0%
Gap Elimination Adjustment	(\$2,371,503)	(\$2,268,095)	\$103,408	4.36%
Building Aid	\$753,608	\$771,687	\$18,079	2.40%
Local Share Deduction	(\$302,912)	(\$302,912)	\$0	0%
<b>TOTAL</b>	<b>\$10,591,193</b>	<b>\$11,620,014</b>	<b>\$1,028,821</b>	<b>9.71%</b>

# State Aid

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$10,918,014	\$11,620,014	\$702,000	6.43%

# State Aid & Long Island

- Due to regional cost differences, \$1,000 in state aid buys approximately \$700 worth of goods/services on L.I.
- After adjusting for regional cost differences, L.I. educational costs are below the state median.
- L.I. raises a significantly greater percentage of its educational costs through property tax as compared to the remainder of the state.
- State Aid funds on average over 50% of school budgets upstate and approximately 30% of budgets on L.I.

# State Aid & Long Island

- Proposed State Aid per Long Island pupil is \$4,440 – 27% lower than that statewide average of \$6,087.
- Long Island's Gap Elimination Adjustment is slated to be reduced by 5.6% as compared to 16% for New York City and 10% for the remainder of the state.
- L.I. residents use 20% more of their gross income to pay property tax as compared to the remainder of the state.
- L.I. is considered wealthy by the remainder of the state, but over 50% of Suffolk students are enrolled in districts with below average wealth.
- L.I. educates 17% of NYS students, but receives only 12-13% of available state aid.

# State Aid & Huntington

- Huntington 2011-2012 Combined Wealth Ratio = 1.79 (declined to 1.69 for 2012-2013).
- Ranks #2 out of 18 school districts in Western Suffolk (tied with Northport).
- HUFSD's share of State Aid funds approximately 10% of its budget.
- District with similar size budget and a 0.71 ratio receives more than three times the State Aid.

# State Aid & APPR

- New legislation ties the 2012-2013 State Aid increase to APPR implementation by January 17, 2013.
- Amounts to approximately \$1,000,000 in the balance for HUFSD.



# Additional State Aid – 3/29/12

- Both the Assembly and Senate proposed a reduction in funding for the Governor's competitive grant program (from \$250 to \$50 million); \$200 million difference distributed to districts.
- New State Aid runs released on Thursday – HUFSD received an additional \$117,624.
- **RECOMMENDATION:** Reduce the budgeted fund balance appropriation by that amount.
- Places the district in a better position to address a greater-than-expected assessed value decline in the fall.

# TUITION FROM OTHER DISTRICTS/NYS

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

# Tuition from Other Districts

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$150,000	\$520,000	\$370,000	246.67%

# HEALTH FEES

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

# Health Fees

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$95,000	\$120,000	\$25,000	26.32%

# RENTAL INCOME

- Building Use Fees Paid by Outside Groups (new schedule under discussion)
  - Auditoriums
  - Fields
  - Gymnasiums
  - Classrooms
- Custodial/Security Fees Paid by Outside Groups

# Rental Income

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$70,000	\$84,000	\$14,000	20.00%

# INTEREST INCOME

Interest earnings of general fund deposits:

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



# Interest Income

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$200,000	\$115,000	(\$85,000)	(-42.50%)

# SUMMER SCHOOL TUITION

- Fees paid to attend Summer School program

# Summer School Tuition

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$15,000	\$15,000	\$0	0

# DRIVER EDUCATION

- Student participation fees

# Driver Education

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$75,000	\$75,000	\$0	0%

# ADULT EDUCATION

- Course and program fees

# Adult Education

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$25,000	\$25,000	\$0	0%

# MISCELLANEOUS

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



# Miscellaneous

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$1,026,100	\$781,000	(\$245,100)	(22.89%)

# MTA PAYROLL TAX REIMBURSEMENT

- In recent years, districts paid and were reimbursed for the MTA Payroll tax, amounting to .34% of total payroll
- Legislation was just recently passed exempting school districts beginning April 2012

# MTA Payroll Tax Reimbursement

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$200,000	\$0	(\$200,000)	(100.00%)

# INTERFUND TRANSFERS

- Movement of money from reserve fund to the general fund

# Interfund Transfers

2011-2012 BUDGET	2012-2013 BUDGET	\$ Change	% Change
\$10,000	\$290,000	\$280,000	2,800%

# 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

FUND/RESERVE	BALANCE
Unappropriated Fund Balance	\$4,372,292
Appropriated Fund Balance	\$2,245,000
Capital	\$5,309,967
Workers' Compensation	\$2,839,765
Employee Benefits and Accrued Liability (EBALR)	\$1,035,720
Unemployment	\$66,910
Repair	\$161,647



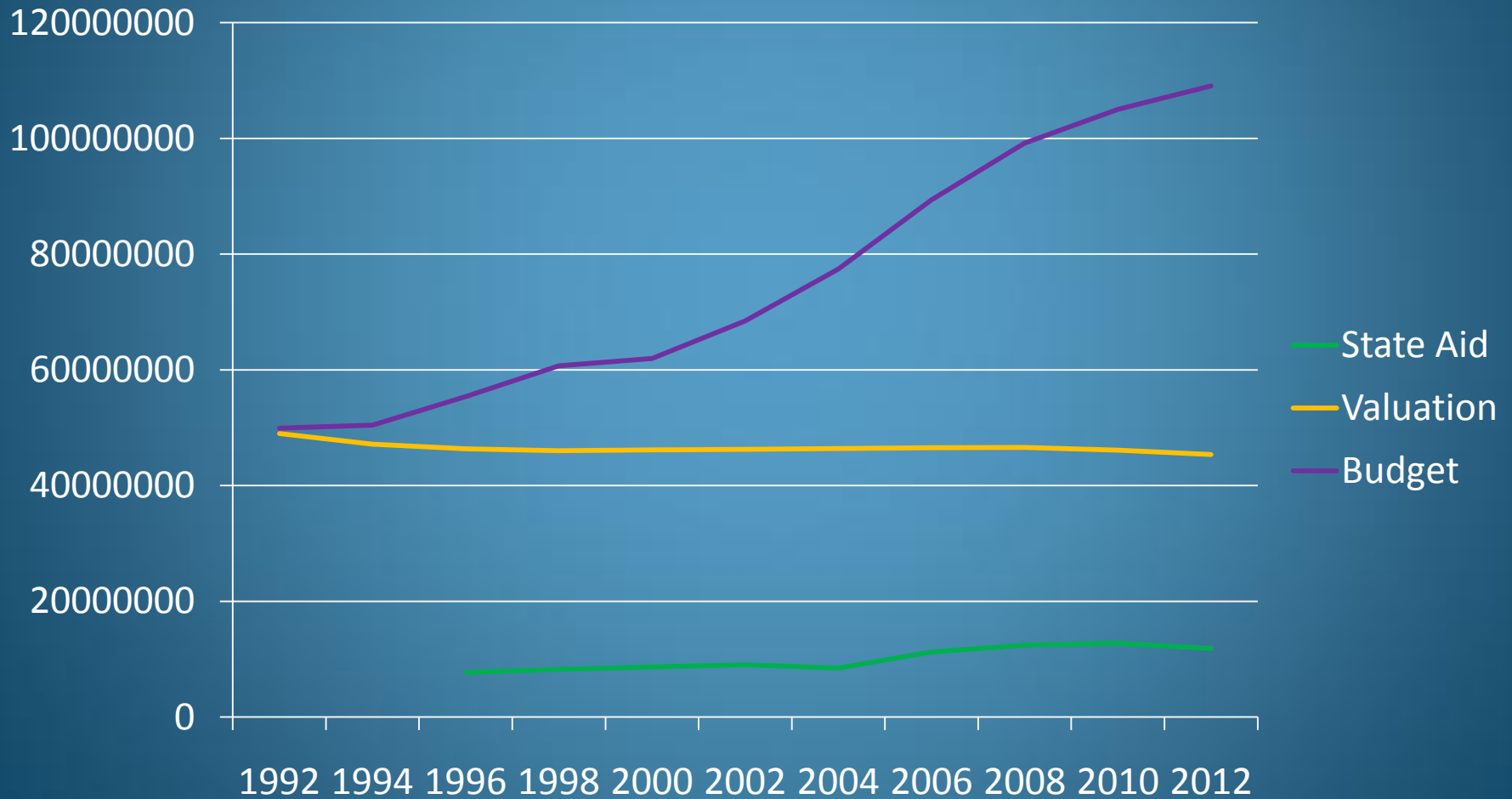
# HISTORICAL & PROJECTED FUND/RESERVE BALANCES

	6/30/08	6/30/09	6/30/10	6/30/11	6/30/12 (est.)
<b>Beginning Fund Balance</b>	\$9,455,203	\$9,898,065	\$12,343,937	\$15,241,376	\$16,031,301
<b>Appropriated Fund Balance Used</b>	\$1,760,000	\$1,430,000	\$1,915,000	\$2,245,000	<b>\$2,127,376</b>
<b>Deposits</b>	\$2,202,862	\$3,875,872	\$4,812,439	\$3,034,925	3,000,000
<b>Ending Fund Balance</b>	\$9,898,065	\$12,343,937	\$15,241,376	\$16,031,301	\$16,903,925
<b>Net Change</b>		\$2,445,872	\$2,897,439	\$789,925	\$872,624

# REVENUE SUMMARY

	2011-2012 BUDGET	2012-2013 BUDGET
State Aid	\$10,918,014	<b>\$11,620,014</b>
Tuition from Other Districts	\$150,000	\$520,000
Health Fees	\$95,000	\$120,000
Rental Income	\$70,000	\$84,000
Interest Income	\$200,000	\$115,000
Summer School Tuition	\$15,000	\$15,000
Driver Education	\$75,000	\$75,000
Adult Education	\$25,000	\$25,000
Miscellaneous Income	\$1,026,100	\$781,000
MTA Payroll Tax Reimbursement	\$200,000	\$0
Interfund Transfers	\$10,000	\$290,000
Applied Fund Balance	\$2,245,000	<b>\$2,127,376</b>
TOTAL	\$15,029,114	\$15,772,390
Difference from 2011-2012		\$743,276

# State Aid, Assessed Valuation, Budget Trend 1992-2012



# WORKING BUDGET REVIEW

	2011-2012	WORKING BUDGET 2012-2013	TAX LEVY LIMIT 2012-2013
BUDGET	\$109,037,301	\$111,858,780	\$111,858,780
REVENUE (includes state aid, fund balance, reserves, other)	15,029,114	15,772,390	15,772,390
TAX LEVY	94,008,187	96,086,390	96,086,390
ASSESSED VALUATION	45,381,530	45,081,530	45,081,530
TAX LEVY INCREASE (%)		2.21%	2.21%
BUDGET-TO-BUDGET INCREASE (%)		2.59%	2.59%
TAX RATE (\$ PER \$100 ASSESSMENT)	207.15	213.14	213.14
TAX RATE INCREASE (%)		2.89%	2.89%
WORKING BUDGET DIFFERENCE (\$)			-\$0-

# CONTINGENCY BUDGET

- Incorporates the same tax levy as adopted for 2011-2012 (0% levy increase)
- Required budget reduction: **\$2,078,203**
- Includes:
  - Equipment - \$697,857
- Remaining budget reduction: **\$1,380,346**

# CONTINGENCY BUDGET

	2011-2012	WORKING BUDGET 2012-2013	CONTINGENCY BUDGET 2012-2013
BUDGET	\$109,037,301	\$111,858,780	\$109,780,577
REVENUE (includes state aid, fund balance, reserves, other)	15,029,114	15,772,390	15,772,390
TAX LEVY	94,008,187	96,086,390	94,008,187
ASSESSED VALUATION	45,381,530	45,081,530	45,081,530
TAX LEVY INCREASE (%)		2.21%	0%
BUDGET-TO-BUDGET INCREASE (%)		2.59%	0.68%
TAX RATE (\$ PER \$100 ASSESSMENT)	207.15	213.14	208.53
TAX RATE INCREASE (%)		2.89%	<b>0.67%</b>
WORKING BUDGET DIFFERENCE (\$)			(\$2,078,203)

# UPCOMING BUDGET SESSIONS

- **Monday, 4/16:** Budget Adoption
- **Monday, 5/7:** Budget Hearing
- **Tuesday, 5/15:** Budget Vote/Election