

Every Student,



Every Day

Newark Central School District is the **centerpiece of our community** that binds students, staff, families and neighbors through a **profound sense of hometown pride**.

We **engage all students** with the **diverse opportunities** and academic experiences they need to **reach their maximum potential**.

Our students thrive in an **environment of high expectations, collaboration and respect**. **Effective communication and sustained connections** foster a sense of importance, contributing to the success of **every student every day**.

Newark CSD
Board of Education
March 4, 2020
2020-21 Budget Discussion



Agenda:

- Unknowns
- Tax Cap
- Local Revenue
- State Aid – Governor's Proposal
- Questions

Unknowns:

- BOCES Costs

2% Tax Cap

Misconception: The June 2011 law limits the amount that a school district can raise its tax levy in any year to 2%.

Fact:

- The growth in the property tax levy is capped at 2%.
- Voter approval if at or below tax cap is 50% +1
- Voter approval if above the tax cap is a supermajority (60%)

2% Tax Cap

- Prior School-Year Tax Levy
- Tax Base Growth Factor
- PILOTS received in prior school year
- Tax levy to pay for some court orders/judgments
- Tax levy to pay for local capital costs
- Allowable levy growth factor
- Pilots for the 2020-2021 school year
- Available Carry-over from 2019-20
= Tax Levy Limit before Exclusions

2% Tax Cap

Exclusions

Court Orders/Judgments:	\$0	
• Capital Tax Levy:	\$0	
• Pension Exclusions:		
○ ERS:	\$0	14.6%
○ <u>TRS:</u>	<u>\$0</u>	9.53%
• Total Exclusions:	\$0	

What does it mean?

Tax Levy Limit:	\$13,698,009
<u>Total Exclusions:</u>	<u>\$0</u>
Tax Levy Limit plus Exclusions:	\$13,698,009

$$\text{Percent Increase:} = \frac{(\$13,698,009 - \$13,235,208)}{\$13,235,208}$$

$$= 3.50\%$$

Tax Levy History

2012-13: \$11,712,882	Cap: \$12,002,534
2013-14: \$11,947,139	Cap: \$12,500,127
2014-15: \$12,186,083	Cap: \$12,335,680
2015-16: \$12,429,805	Cap: \$12,541,497
2016-17: \$12,567,974	Cap: \$12,567,974
2017-18: \$12,567,974	Cap: \$12,794,149
2018-19: \$12,899,813	Cap: \$13,091,725
2019-20: \$13,237,208	Cap: \$13,432,300
2020-21: \$	Cap: \$13,728,008

13.01% (\$1,524,326) increase in the tax levy from
2012-13 to 2019-20

Anticipated Local Revenue

2020-21

Pilots	\$80,000
Sales Tax	\$805,000
Rental of Real Property	\$365,000
Penalties	\$23,000
Interest	\$21,000
Admissions	\$17,000
BOCES Transportation	\$16,000
Health Services	\$15,000
Other	\$269,250
Totals	<u>\$1,611,250</u>

Governor's Proposal

	<u>2019-20</u>	<u>2020-21</u>
Foundation	\$21,286,071	\$24,493,579
<i>BOCES & Special Services</i>	\$2,532,441	\$ *1,913,663
<i>High Cost, Excess Cost</i>	\$1,522,372	\$1,494,365
<i>Private Excess Cost</i>	\$144,693	\$216,818
Hardware & Technology	\$43,501	\$ *42,697
Software, Library, Textbook	\$171,562	\$ *165,844
<i>Transportation</i>	\$2,115,154	\$2,039,743
<i>Building</i>	\$4,658,096	\$2,733,625**
Medicaid Reimbursement	\$150,000	\$150,000
Community School Set Aside	<u>\$137,556</u>	<u>\$ *237,887</u>
Totals	<u>\$32,761,446</u>	<u>\$31,128,130</u>

* Combined into Foundation Amount beginning in 2020-21

What is next?

- State Aid Budget Finalization
- Refining Program And Staffing
- Use of Fund Balance/Reserve
- Tax Levy

Questions



NEWARK
SCHOOL DISTRICT