

Gilbertsville-Mount Upton Central School

PROPOSED BUDGET ADOPTION 2012 - 2013

Cheerleading Squad



Budget Hearing:
Budget Vote:

6th Grade Safety Patrol



May 1, 2012
May 15, 2012

GMU Students in Action



Varsity Boys Basketball



Mock Trial Club



Varsity Girls Basketball



Elementary Student Council



Our Mission Statement:

Our Mission Statement:

The Gilbertsville-Mt. Upton School District is committed to an educational environment that assures equitable opportunity for all individuals to become responsible, productive members of society. We will encourage individual excellence by students of all ages that they may gain a lifelong enthusiasm for work and learning.



Our Vision:

These fundamental beliefs underlie our vision for our district as embodied in the statement below.

Our Vision:

- ⦿ Excellence
- ⦿ Everyone can learn
- ⦿ People are our greatest strength

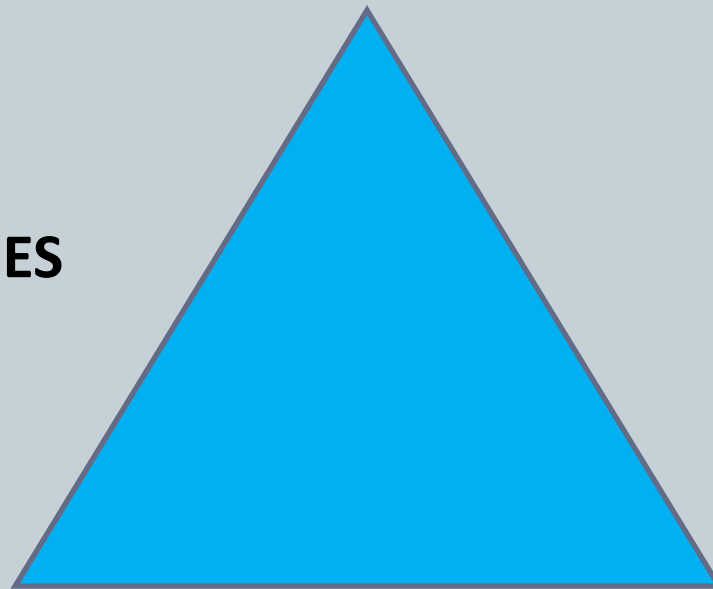


Finding Balance...



REVENUES

EXPENDITURES



EDUCATIONAL PROGRAM

2012-13 Budget Proposal



- **2012 - 13 Budget** **\$8,757,180**
- **Tax Levy** **\$2,251,215**
- **Tax Levy Increase** **1.98%**

12-13 Proposed Budget: Budget to Budget Comparison



● 2011-2012 Adopted Budget:	\$8,664,705
● 2012-2013 Proposed Budget	\$8,757,180
● Budget to Budget Increase	\$92,475 (1.07%)

Tax Levy Impact 12/13

• Adopted Tax Levy 2011-2012	\$2,207,419
• Proposed Tax Levy 2012-2013	\$2,251,215
• \$ Change of Tax Levy	\$43,796
• % Increase in Tax Levy	1.98%

Property Tax Cap Chapter 97 of the Laws of 2011

NYS has a property tax levy cap, not a “2% cap”

- The law does not restrict any proposed tax levy increase to 2%
- The law creates an 8 step formula to determine “tax levy limit”
- Adjusts tax levy to reflect local growth in tax base and rate of inflation (max 2%)
- Sets a **higher threshold for voter approval of budgets IF proposed tax levy increase exceeds the “tax levy limit” plus exemptions**
- BOEs can present a budget that requires a levy that exceeds the cap but will need 60% voter approval
- The actual allowable tax levy increase will vary by district
- The formula allows for certain expenses to be exempt from the cap therefore allowing the total tax levy increase to be greater than the “perceived” cap
- The property tax levy cap limits the school district levy NOT the individual tax bill of resident taxpayers
- Assessments and equalization rates will still impact tax rates
- Voters are approving the budget (spending plan) not the tax levy
- The education community is waiting for clarification on many unanswered questions

Property Tax Cap Chapter 97 of the Laws of 2011

Total Levy to Support Proposed Budget

Tax Levy Limit

+

Coming school year exemptions

=

**Maximum Allowable Tax Levy
(requiring simple majority)**

Gilbertsville-Mount Upton CSD Tax Cap- 2.25%

Historical Review

District Budget	2008-09	2009-10	2010-11	2011-12	2012-13 Proposal
Voter Approved Budget	\$7,995,068	\$8,249,030	\$8,867,844 \$8,308,896	\$8,664,705	\$8,757,180
Budget to Budget Increase	6.6%	3.2%	7.5% .725%	-2.29%	1.07%
Tax Levy	2008-09	2009-10	2010-11	2011-12	2012-13
Actual Tax Levy	\$2,047,003	\$2,089,936	\$2,169,546	\$2,207,419	2,251,215
Tax Levy Increase	1.9%	2.1%	3.81%	1.75%	1.98%

**Where Does the Money Come From
(Revenue Breakdown)**

	2011-12	2012-13	Change
FOUNDATION AID	\$4,112,019	\$4,136,691	\$24,672
GAP ELIMINATION ADJUSTMENT	-\$611,881	-\$472,942	\$138,939
FEDERAL EDUCATION JOBS FUND RESTORATION	\$35,647	\$0	-\$35,647
 EXPENSE-DRIVEN AIDS:			
Transportation Aid	\$693,109	\$621,558	-\$71,551
Textbook/Computer Aid	\$42,325	\$40,343	-\$1,982
BOCES Aid	\$531,864	\$596,315	\$64,451
Excess Cost Aid	\$58,395	\$34,031	-\$24,364
Building Aid	\$797,808	\$774,754	-\$23,054
 OTHER REVENUES:			
Interest and Penalties on Taxes	\$10,500	\$10,500	\$0
Admissions & Fees - Non Resident	\$1,000	\$1,000	\$0
Interest on Investments	\$25,000	\$25,000	\$0
Rental of Real Property	\$36,000	\$36,000	\$0
Sale of Transportation Equipment	\$5,500	\$9,500	\$4,000
Refund of Prior Year's Exp	\$45,000	\$47,500	\$2,500
Other Unclassified Revenues	\$30,000	\$30,000	\$0
Medicaid Reimbursement	\$0	\$4,715	\$4,715
 Appropriated Reserves	 \$395,000	 \$386,000	 -\$9,000
Appropriated Fund Balance	\$250,000	\$225,000	-\$25,000
Property Tax Levy	\$2,207,419	\$2,251,215	\$43,796
TOTAL REVENUES	\$8,664,705	\$8,757,180	\$92,475

Where Does the Money Go (Expenditure Breakdown)

	2011-12	2012-13	Change
GENERAL SUPPORT:			
Board of Education	\$16,767	\$16,767	\$0
Central Administration	\$158,990	\$159,817	\$827
Finance	\$161,852	\$163,369	\$1,517
Legal Services/Employee Relations	\$82,370	\$85,901	\$3,531
Operations and Maintenance	\$518,221	\$528,558	\$10,337
Central Printing/Data Processing	\$123,155	\$123,155	\$0
Special Items	\$260,046	\$251,546	-\$8,500
			\$0
INSTRUCTION:			
Regular Teaching	\$2,329,148	\$2,478,878	\$149,730
Education of Students w/Special Needs	\$624,882	\$632,312	\$7,430
Occupational Education/Summer School	\$166,586	\$166,586	\$0
Library/Computer Assisted Instruction	\$214,052	\$219,010	\$4,958
Attendance/Guidance/Health Services	\$172,200	\$173,558	\$1,358
Co-Curricular	\$23,602	\$25,372	\$1,770
Athletics	\$99,066	\$89,952	-\$9,114
TRANSPORTATION:			
Regular Transportation	\$378,924	\$387,592	\$8,668
Garage	\$212,023	\$216,150	\$4,127
COMMUNITY			
	\$1,000	\$1,000	\$0
UNDISTRIBUTED:			
Employee Benefits	\$2,213,996	\$2,151,594	-\$62,402
Revenue Anticipation Note Interest	\$3,500	\$3,500	\$0
Bus Payments and Interest	\$125,000	\$79,800	-\$45,200
Bond Anticipation Note	\$779,325	\$802,763	\$23,438
TOTAL BUDGET:	\$8,664,705	\$8,757,180	\$92,475

OVERALL BUDGET PERCENTAGE CHANGE 1.07%

“Defunding of Aid”



- **Dr. Timbs - Executive Director Statewide School Finance Consortium**

The Continual “Defunding” from State and Federal Aid

Results: 3 Things Happen

- 1) Cutting of Staff**
- 2) Cutting of Programs**
- 3) Spending of Reserve Funds**

Impact of GMU State Aid Changes

	2010-11	2011-12	2011 to 12	Executive Proposal	2012 to 13	Totals
			Difference	2012-13	Difference	
Foundation Base Aid	\$4,112,019	\$4,112,019	\$0	\$4,136,691	\$24,672	
BOCES	\$488,012	\$516,160	\$28,148	\$596,315	\$80,155	
SWED High Cost	\$45,616	\$20,354	-\$25,262	\$33,069	\$13,628	
Hardware/Tech	\$8,263	\$7,841	-\$422	\$7,274	-\$567	
Software/Lib/Txtbk	\$32,974	\$31,259	-\$1,715	\$33,069	\$1,810	
Transportation	\$589,900	\$630,529	\$40,629	\$621,558	-\$8,971	
TOTAL STATE AID	\$5,276,784	\$5,318,162	\$41,378	\$5,428,938	\$110,776	
GEA wo Fed Restor Governor Feb 2011	-\$413,298	-\$576,234	-\$162,936	-\$472,942	\$103,292	-\$1,462,474
FED SFSF Restoration	\$140,323					-\$140,323
GEA+Fed SFSF Restr Governor Feb 2011	-\$272,975	-\$576,234	-\$303,259	-\$472,942	\$103,292	
Fed Ed Jobs Fnd Restoration	\$0	\$117,450	\$117,450	\$0	-\$117,450	-\$117,450
GEA+FED Ed JOBS FND RESTORATION	-\$272,975	-\$458,784	-\$185,809	-\$472,942	-\$14,158	
FMAP Reduction	-\$39,186	\$0				-\$39,186
Total Losses all forms of Support						-\$1,759,433
GAP Elimination Adjustment w Fed \$		-\$458,784	-\$458,784	-\$472,942	-\$14,158	
Building Aid	\$774,754	\$791,112	\$16,358	\$775,754	-\$16,358	
Total Aid with Bldg Aid	\$5,739,377	\$5,650,490	-\$88,887	\$5,730,750	\$80,260	
Aid Increase/Decrease			-1.55%		1.420%	
Total Aid without Bldg Aid	\$4,964,623	\$4,859,378	-\$105,245	\$4,955,996	\$96,618	
			-2.12%		1.99%	

What Items Will Appear on the Ballot?



- **The Proposed School Budget**
- **A Proposition to Establish a Capital Reserve Fund for Purchase of School Vehicles**
- **The Proposition for a Small Capital Project for Energy Efficiency**
- **School Board Members**

Proposition for a Small Capital Project



- The following is a proposition to upgrade the current fluorescent lighting in the original portion of the building. This will improve energy efficiency and replace the current T-12 lighting that will become obsolete in the near future. This will be classified as a small capital project that cannot exceed \$100,000 by state education regulation and that Capital Reserve Fund monies shall be used to pay the cost thereof. The district would receive a currently projected 86.5% building aid back on this project in the following year and the district can apply for the remaining funds to be covered by Excel Funding. It will have no effect on the tax levy.

Proposition for Establishment of a Capital Reserve Fund



- At the recommendation of our auditors and legal counsel we are seeking voter approval to establish a capital reserve fund. This fund could be used to keep unspent budget allocations available to purchase maintenance equipment and to continue to replace buses within the state recommended replacement schedule. It is also important to remember that transportation purchases receive expense-driven aid where the district is reimbursed 90% of the cost back in state aid in the following years. The Capital Reserve Fund proposed would be established for a maximum of ten years with a total amount of \$500,000 to be allocated to the fund during that time.

Closing Thoughts



- **ERS and TRS Cost to District Continue to Rise**
- **Increase in Energy Costs**
- **Health Insurance Costs Under Control for 1 Year**
- **Balance in Using Reserves for Annual Expenditures**
- **Funding Cliff for ED Jobs Fund for 12/13- \$117,450**
- **Maintain Programming for Students Despite Cuts**
- **Federal Grants Could be Reduced**
- **Establish New Capital Reserve Fund**
- **Small Capital Project - <\$100,000**

Your Opportunity

❖ Questions?

❖ What are your thoughts?

