

Hudson City School District

Budget 2013 – 2014 Summary

April 8, 2013

BUDGET GOALS

- COMPLY WITH PARAMETERS OF NYS TAX LEVY
- PROVIDE EFFICIENCIES & COST SAVINGS IN SPED
- LIMIT NUMBER OF CALL BACKS TO SAVE THROUGH ATTRITION RATHER THAN ADDITIONAL CUTS
- MAINTAIN & RESTORE HS ELECTIVES
- MAINTAIN CURRENT AP COURSES

BUDGET GOALS CONTINUED

- MAINTAIN & RESTORE CO-CURRICULAR OPPORTUNITIES (CLUBS, ATHLETICS, FINE & PERFORMING ARTS)
- MAINTAIN CLASS SIZE PARAMETERS
- PROVIDE A FOUNDATION FOR FUTURE BUDGETS
- MAINTAIN AND WORK TO RAISE FUND BALANCE TO ACCEPTABLE LEVEL... \$1,662,029 (4%) OF TOTAL BUDGET IS RECOMMENDED AND WE ARE AT \$540,367 (1.3%)

BUDGET STRATEGIES

- MAINTAIN FOCUS ON DISTRICT GOAL(S) AND STATE REQUIREMENTS
- A “FORENSIC” REVIEW OF ALL DISTRICT STAFFING
- PROVIDE SPECIFIC ALLOCATIONS TO BUILDINGS AND DEPARTMENTS FOR 2013-14 WITH A 2.05% DECREASE

BUDGET SAVINGS

- THE DISTRICT'S COLLECTIVE BARGAINING AGREEMENTS WILL PROVIDE CONSIDERABLE SAVINGS IN 2013-14
- TEACHERS
 - TEACHER'S RETIREMENT INCENTIVE WITH LIMITED **(4)** CALL BACKS RESULTED IN OVERALL SAVINGS OF APPROX. **\$523,000**
 - STEP ONLY INCREASE
- ADMINISTRATORS
 - ADMINISTRATORS MADE SUBSTANTIAL HEALTH CARE CONCESSIONS SAVING THE DISTRICT **OVER** \$21,000 IN 2013-14
- ALL OTHER UNITS IN NEGOTIATIONS

FACTORS TO CONSIDER TAX LEVY CAP

- WE PREVIOUSLY ADVISED SETTING THE LEVY AT THE MAXIMUM **5.3%** AS A SAFEGUARD FOR FUTURE INCREASES IN MANDATED COSTS AND TO LIMIT THE NUMBER OF STAFF AND PROGRAM CUTS. **WITH THE RESTORED STATE AID, WE RECOMMEND 4.79%**
- RAISING THE GRADUATION RATE TAKES COMMITMENT
- FUTURE LEVY CAPS MAY BE SIGNIFICANTLY LESS
- REDUCTIONS IN TITLE FUNDS LIKELY TO BE GREATER

FACTORS TO CONSIDER TAX LEVY CAP

- CHANGES IN CONTRACTUAL OBLIGATIONS IN FUTURE YEARS MAY GREATLY IMPACT THE BUDGET.
- THREE OUT OF FIVE CONTRACTS WILL BE IN NEGOTIATIONS WITHIN THE 2013-14 SCHOOL YEAR IF NOT SETTLED BEFORE JULY 1. AND, THE HTA CONTRACT EXPIRES JUNE 30, 2014 WITH NEGOTIATIONS STARTING BY JANUARY 2014.

INCLUDED IN THE BUDGET

- STATE INITIATIVES/MANDATES (APPR, CCLS)
- NON-MANDATED PROGRAMS (KINDERGARTEN, K-6 LIBRARY, K-6 MUSIC AND ART)
- CO-CURRICULAR CLUBS, ATHLETICS, FINE & PERFORMING ARTS
- PROFESSIONAL DEVELOPMENT
- RESTORED POSITIONS, **BUSINESS DEPT.** AND LIMITED CUTS **(6.0)** BASED ON PARAMETERS SET

PROJECTED ELEMENTARY CLASS SIZES

GRADE	CURRENT	SECTIONS	PROJECTED	SECTIONS	AVERAGE CLASS SIZE	VARIANCE
K	152	7	160	7	22	-1 RET. +1 SHIFT
1	151	6	152	6	25	0
2	122	5	151	6	25*	-1 RET. +1 SHIFT +1 RECALL
3	144	6	122	5	24	-1 SHIFT
4	134	6	144	5	29	-1 SHIFT
5	133	6	134	5	27	-1 RET.
6	137	5	133	5	27*	-1 RET. +1 RECALL

***RECALLS POSSIBLE WITH ADDITIONAL STATE AID WITHOUT MAKING CUTS ELSEWHERE**

APPROPRIATED FUND BALANCE

	2011/12	2012/13	2013/14	VARIANCE
FUND BALANCE	\$138,315	\$540,367	\$540,367	0
RESERVES	0	0	0	0
TOTAL	\$138,315	\$540,367	\$540,367	0

4% (\$1,662,029) OF TOTAL BUDGET IS RECOMMENDED. WE HAVE 1.30%

IMPROVED FROM 2011/12 BUT CONSIDERED **“FISCALLY UNHEALTHY”**

BUDGET HIGHLIGHTS

- PROPOSED BUDGET **\$43,416,302**
 - BUDGET TO BUDGET INCREASE
 - **\$1,865,587**
 - **4.49%**

- PROPOSED TAX LEVY **\$20,652,449**
 - LEVY TO LEVY INCREASE
 - **\$944,033**
 - **4.79%**

- EACH 1% TAX LEVY EQUALS \$ 197,084

THIS BUDGET IS **BELOW** THE CALCULATED TAX LEVY LIMIT OF 5.3%

ASSESSED VALUE OF \$100,000

	Assessed Value	2012-2013 Tax Paid	Recommended Levy							Maximum Allowable 5.3% Levy Increase
			1% Levy Increase	2% Levy Increase	3% Levy Increase	4% Levy Increase	4.79% Levy Increase	5% Levy Increase		
Hudson	100,000.00	1,539.67	1,567.36	1,582.88	1,598.39	1,613.91	1,626.17	1,629.43	1,634.14	
Claverack	100,000.00	1,545.93	1,567.36	1,582.88	1,598.39	1,613.91	1,626.17	1,629.43	1,634.14	
Ghent	100,000.00	1,431.41	1,451.26	1,465.63	1,479.99	1,494.36	1,505.71	1,508.73	1,513.10	
Greenport	100,000.00	1,545.93	1,567.36	1,582.88	1,598.39	1,613.91	1,626.17	1,629.43	1,634.14	
Livingston	100,000.00	1,818.74	1,843.95	1,862.21	1,880.46	1,898.72	1,913.14	1,916.98	1,922.52	
Stockport	100,000.00	1,717.70	1,741.51	1,758.75	1,775.99	1,793.24	1,806.86	1,801.48	1,815.71	
Taghkanic	100,000.00	1,464.00	1,478.64	1,493.28	1,507.92	1,522.56	1,534.12	1,537.20	1,541.64	

	2012-2013 Tax Paid	4.79% Levy Increase	Difference
Hudson	1,539.67	1,626.17	86.50
Claverack	1,545.93	1,626.17	80.25
Ghent	1,431.41	1,505.71	74.30
Greenport	1,545.93	1,626.17	80.25
Livingston	1,818.74	1,913.14	94.41
Stockport	1,717.70	1,806.86	89.16
Taghkanic	1,464.00	1,534.12	70.13

This scenario assumes:

- No STAR exemptions
- No change in assessed values
- No change in full values
- No change in equalization rates

ASSESSED VALUE OF \$200,000

	Assessed Value	2012-2013 Tax Paid	Recommended Levy							Maximum Allowable 5.3% Levy Increase
			1% Levy Increase	2% Levy Increase	3% Levy Increase	4% Levy Increase	4.79% Levy Increase	5% Levy Increase		
Hudson	200,000.00	3,079.34	3,134.71	3,165.75	3,196.79	3,227.82	3,252.34	3,258.86	3,268.29	
Claverack	200,000.00	3,091.85	3,134.71	3,165.75	3,196.79	3,227.82	3,252.34	3,258.86	3,268.29	
Ghent	200,000.00	2,862.83	2,902.51	2,931.25	2,959.99	2,988.73	3,011.43	3,017.46	3,026.19	
Greenport	200,000.00	3,091.85	3,134.71	3,165.75	3,196.79	3,227.82	3,252.34	3,258.86	3,268.29	
Livingston	200,000.00	3,637.47	3,687.90	3,724.41	3,760.93	3,797.44	3,826.29	3,833.95	3,845.04	
Stockport	200,000.00	3,435.39	3,483.02	3,517.50	3,551.99	3,586.47	3,613.72	3,602.96	3,631.43	
Taghkanic	200,000.00	2,928.00	2,957.28	2,986.56	3,015.84	3,045.12	3,068.25	3,074.40	3,083.29	

	2012-2013 Tax Paid	4.79% Levy Increase	Difference
Hudson	3,079.34	3,252.34	173.00
Claverack	3,091.85	3,252.34	160.49
Ghent	2,862.83	3,011.43	148.60
Greenport	3,091.85	3,252.34	160.49
Livingston	3,637.47	3,826.29	188.81
Stockport	3,435.39	3,613.72	178.32
Taghkanic	2,928.00	3,068.25	140.25

This scenario assumes:

- No STAR exemptions
- No change in assessed values
- No change in full values
- No change in equalization rates

ASSESSED VALUE OF \$300,000

	Assessed Value	2012-2013 Tax Paid	Recommended Levy							Maximum Allowable 5.3% Levy Increase
			1% Levy Increase	2% Levy Increase	3% Levy Increase	4% Levy Increase	4.79% Levy Increase	5% Levy Increase		
Hudson	300,000.00	4,619.01	4,702.07	4,748.63	4,795.18	4,841.74	4,878.52	4,888.29	4,902.43	
Claverack	300,000.00	4,637.78	4,702.07	4,748.63	4,795.18	4,841.74	4,878.52	4,888.29	4,902.43	
Ghent	300,000.00	4,294.24	4,353.77	4,396.88	4,439.98	4,483.09	4,517.14	4,526.20	4,539.29	
Greenport	300,000.00	4,637.78	4,702.07	4,748.63	4,795.18	4,841.74	4,878.52	4,888.29	4,902.43	
Livingston	300,000.00	5,456.21	5,531.85	5,586.62	5,641.39	5,696.16	5,739.43	5,750.93	5,767.56	
Stockport	300,000.00	5,153.09	5,224.52	5,276.25	5,327.98	5,379.71	5,420.57	5,404.44	5,447.14	
Taghkanic	300,000.00	4,392.00	4,435.92	4,479.84	4,523.76	4,567.68	4,602.37	4,611.60	4,624.93	

	2012-2013 Tax Paid	4.79% Levy Increase	Difference
Hudson	4,619.01	4,878.52	259.50
Claverack	4,637.78	4,878.52	240.74
Ghent	4,294.24	4,517.14	222.91
Greenport	4,637.78	4,878.52	240.74
Livingston	5,456.21	5,739.43	283.22
Stockport	5,153.09	5,420.57	267.49
Taghkanic	4,392.00	4,602.37	210.38

This scenario assumes:

- No STAR exemptions
- No change in assessed values
- No change in full values
- No change in equalization rates

ASSESSED VALUE OF \$1,000,000

	Assessed Value	2012-2013 Tax Paid	1% Levy Increase	2% Levy Increase	3% Levy Increase	4% Levy Increase	Recommended Levy	5% Levy Increase	Maximum Allowable
							4.79% Levy Increase		5.3% Levy Increase
Hudson	1,000,000.00	15,396.70	15,673.57	15,828.75	15,983.94	16,139.12	16,261.72	16,294.31	16,341.43
Claverack	1,000,000.00	15,459.26	15,673.57	15,828.75	15,983.94	16,139.12	16,261.72	16,294.31	16,341.43
Ghent	1,000,000.00	14,314.13	14,512.57	14,656.25	14,799.94	14,943.63	15,057.15	15,087.32	15,130.95
Greenport	1,000,000.00	15,459.26	15,673.57	15,828.75	15,983.94	16,139.12	16,261.72	16,294.31	16,341.43
Livingston	1,000,000.00	18,187.36	18,439.49	18,622.06	18,804.63	18,987.20	19,131.43	19,169.77	19,225.21
Stockport	1,000,000.00	17,176.95	17,415.08	17,587.50	17,759.93	17,932.36	18,068.58	18,014.78	18,157.14
Taghkanic	1,000,000.00	14,639.99	14,786.39	14,932.79	15,079.19	15,225.59	15,341.24	15,371.99	15,416.44

	2012-2013 Tax Paid	4.79% Levy Increase	Difference
Hudson	15,396.70	16,261.72	865.02
Claverack	15,459.26	16,261.72	802.46
Ghent	14,314.13	15,057.15	743.02
Greenport	15,459.26	16,261.72	802.46
Livingston	18,187.36	19,131.43	944.07
Stockport	17,176.95	18,068.58	891.62
Taghkanic	14,639.99	15,341.24	701.26

This scenario assumes:

- No STAR exemptions
- No change in assessed values
- No change in full values
- No change in equalization rates

BUDGET CALENDAR

- **April 4, 2013**

- 1st Notice of Budget Hearing, Annual Meeting and Election published in the Register Star & Columbia Paper (At least 45 days before Budget Vote)

- **April 2013**

- (Finalize 2013-14 educational plan and budget before April 27, 2013 due date for Property Tax Report Card)

- **April 8 but no later than April 26, 2013**

- BUDGET WORKSHOP – Final draft of proposed budget presented to Board of Education for Board of Education final approval and adoption for the public

THANK YOU BOE BUDGET COMMITTEE!

- BOE Members
 - Kelly Frank
 - Tiffany Hamilton
 - Special Guest, Jeri Chapman
- District Members
 - Maria Suttmeier
 - Robert Yusko

And, all administrators for your valuable input!