

# NORTH TONAWANDA CITY SCHOOL DISTRICT

- MARCH 6, 2012

# Appropriation Analysis

■ Budget 3/6/2012	\$67,027,616	
■ Budget Increase	\$2,551,476	3.96%
■ Tax Levy	\$29,892,416	
■ Tax Levy Increase	\$4,357,931	17.07%

# Reasons for Shortfall

## ■ Revenues

- Federal Jobs Funds
  - \$1.6 million
- State Aid
  - Regular & Building aid \$600K

## ■ Expenses

- Payroll
  - Federal Grants \$300 K
  - Contract \$1,000,000
- Benefits:
  - State Mandated retirement costs \$220 K
  - Health Insurance: \$600 K
  - Other \$60 K
- BOCES
  - Technology, sharing of services, other \$300 K

# Additional Budget Information

## ■ Expenditures:

- Equipment increase primarily to replace Building and grounds machinery \$60 K
- Balance of equipment budget computer hardware which is partially funded by state revenue.
- Decrease in contractual- primarily from transferring costs from this account to BOCES where we will get part of costs reimbursed by state funds.
- Increase in tuition costs- our students who attend other programs- mostly special education students or foster children.
- Interfund transfer- allows district to perform small projects that will be aided by the state at our building aid levels. (over 80%)

# Options to Close Gap

- Closing of Gilmore Elementary School. (550 to 950 K)
- Use of reserves to limit affect on tax rate. (500 to 850 K)
- Employee contractual concessions. (500 to 750 K)
- Retirement Incentive (teachers). (500 K)
- Propose increase to the Tax Cap threshold. (510 to 630 K)

# Additional Reductions

## Instructional-Staff

■ Music ES	-1.0	\$50,000
■ Gifted/Talented	-1.6	\$80,000
■ Home/Careers	-1.0	\$50,000
■ Social Worker	-0.5	\$25,000

# Possible Reductions

## Other

- Clerical Retired (1)\* Fill \$---0--
- Clerical Ret (1) Unfilled \$53,000
- Laborer/Grounds(1) \$60,000
- Cust. In Charge(1) \$25,000

\* Transfer from Gilmore, balance of savings is reflected in Gilmore closing.

# Revenue Enhancements

- Rental income \$20,000
- Sale of Buildings/Land
  - (Gilmore/Grant) \*
  - \* Possible sale of buildings or land to be considered at time of annual vote
- In district alternative program



# Tax Cap Threshold

- The Law: Effective for this year governments across the state are required to adopt budgets within the tax cap threshold. If they want to present a budget that exceeds the threshold they must get a super majority approval of the voters (60%) for the budget to be enacted.

# Continued

- The calculation for the tax cap threshold for the North Tonawanda School District (based on prior year tax revenue) will be in the 2% to 2.5% range and will generate between \$510,000 to \$630,000.

# Summary

1. Options Max	\$3,680,000
2. Additional Red	\$ 343,000
3. Revenue	\$ <u>150,000</u>
<u>Totals</u>	<u>\$4,173,000</u>
 <u>Target</u>	 <u>\$4,357,931</u>
<u>Shortfall</u>	<u>\$ 184,931</u>

# Questions