

Presentation of the Proposed Budget for 2020-21 School Year

Presented on May 28, 2020

Proposed 2020-21 Budget Overview

Presented on the following slides is the Proposed Budget for the 2020-21 school year for Galway Central School District.

This will be an overview of the budget needed to deliver the existing education programs and support services for the children of Galway Central School, at next year's estimated costs, as we continue to provide the best possible education for the students, despite the fiscal constraints caused by the viral pandemic emergency.

Proposed 2020-21 Budget Objective/Goal

The budget development objective for 2020-21 remains:

“To sustain the fiscal capacity of the school district in order to equitably provide for the programs and services for our students, not only for next year, but for years well into the future.”

Also, this budget has a goal to maintain fiscal responsibility and to provide financial excellence and stability.

Proposed 2020-21 Budget Highlights

The Budget has been trimmed to an extent to provide flexibility against a possible reduction in state aid.

Total Proposed 2020-21 Budget of \$22,948,831, which would be a \$649,701 (2.91%) increase from the voter-approved 2019-20 budget of \$22,299,130.

The Proposed Budget is \$440,949 less than the budget draft that was presented on April 23rd.

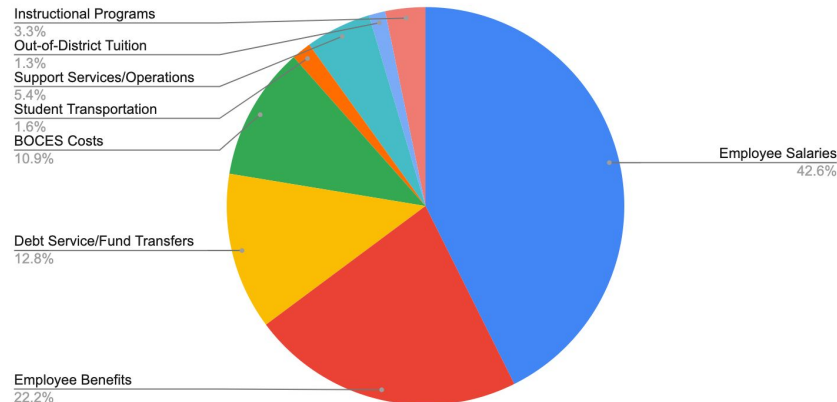
Major Cost Changes of the Proposed Budget:

- Debt Service Principal and Interest: \$696,133
- Employee Benefits: \$231,778
- All Other Line Items (including salaries): - \$278,210

Proposed 2020-21 Budget Summary

Where the money goes

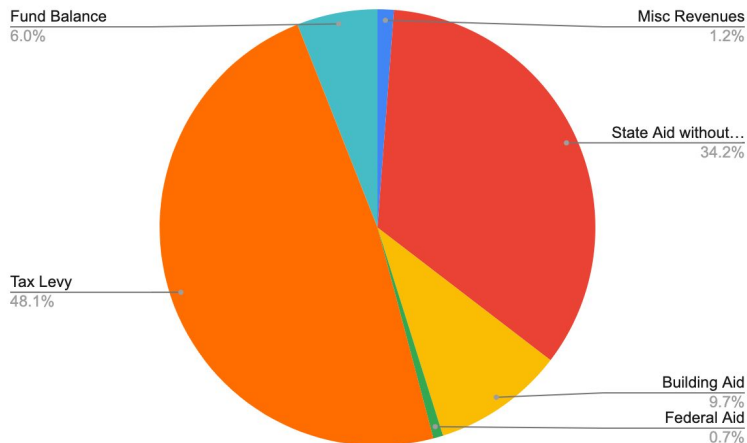
	2019-20	2020-21	2020-21	2020-21	2020-21
	Adopted Budget	Proposed Budget	\$ Change	% Change	% Share
Employee Salaries	\$9,816,543	\$9,781,428	(\$35,115)	-0.36%	42.62%
Employee Benefits	\$4,863,134	\$5,094,912	\$231,778	4.77%	22.20%
Debt Service/Fund Transfers	\$2,238,513	\$2,929,646	\$691,133	30.87%	12.77%
BOCES Costs	\$2,603,890	\$2,492,485	(\$111,405)	-4.28%	10.86%
Student Transportation	\$430,201	\$364,700	(\$65,501)	-15.23%	1.59%
Support Services / Operations	\$1,299,228	\$1,230,680	(\$68,548)	-5.28%	5.36%
Out-of-District Tuition	\$203,000	\$306,000	\$103,000	50.74%	1.33%
Instructional Programs	\$844,621	\$748,980	(\$95,641)	-11.32%	3.26%
TOTALS	\$22,299,130	\$22,948,831	\$649,701	2.91%	100.00%



Proposed 2020-21 Budget Summary

Where the money comes from

	2019-20	2020-21	2020-21	2020-21	2020-21
	Adopted Budget	Proposed Budget	\$ Change	% Change	% Share
Miscellaneous Revenues	\$269,079	\$276,786	\$7,707	2.86%	1.21%
State Aid (w/out Building Aid)	\$8,464,598	\$7,847,068	(\$617,530)	-7.30%	34.19%
Building Aid	\$764,709	\$2,235,338	\$1,470,629	192.31%	9.74%
Federal Aid; Fund Transfers	\$593,549	\$166,875	(\$426,674)	-71.89%	0.73%
Tax Levy and STAR	\$10,832,597	\$11,048,166	\$215,569	1.99%	48.14%
Fund Balance Allocation	\$1,374,599	\$1,374,599	\$0	0.00%	5.99%
TOTALS	\$22,299,130	\$22,948,831	\$649,701	2.91%	100.00%



Budget Summary: Appropriations

The Proposed Budget for 2020-21 would increase appropriations by \$649,701 (2.91%) over the current year.

\$696,133 of the total increase is because of additional debt service payments for capital project expense. Of that amount, the state will reimburse the district at an approximate rate of 77% during the same year of the payments.

The remainder of the Budget was reduced in anticipation of so far unannounced but expected reductions of state aid due to the economic crisis. The budget was reduced in strategic areas to provide flexibility to withstand such pending revenue decreases, but still keep the core of our excellent instructional program intact.

Budget Summary: 3-Parts

It is required to show the budget in three-part components of administrative, program, capital. Following is a summary and comparison of those components:

	<u>2019-20</u>	<u>2020-21</u>	<u>\$ change</u>	<u>% change</u>
Admin.	\$2,286,744	\$2,236,060	-\$50,683	-2.22
Program	\$16,112,919	\$16,085,220	-\$27,699	-0.17
Capital	\$3,899,467	\$4,627,551	\$728,084	18.67
TOTALS	\$22,299,130	\$22,948,831	\$649,701	2.91%

Budget Summary: Revenues

The Tax Levy Limitation formula allows a change in the tax levy of about 4.21 percent. However, this Proposed Budget is for a moderate 1.99% levy increase.

The amount of Fund Balance to be appropriated is the same as was designated in the 2019-20 Budget.

As for the State Aid for 2020-21...time will determine. Many variables are in play.

Vote on June 9, 2020

Vote by the Public on the Proposed 2020-21 Budget, Members of the Board of Education, and a Proposition to authorize the purchase of replacement school buses. This will be conducted by an “absentee voter” paper ballot process. All ballots must be received by the district by 5 p.m. on June 9, 2020 at which time the vote counting process will commence.

Election of Board Members

On June 9, 2020, eligible voters will have the opportunity to elect two individuals to serve as trustees on the Galway Central School District Board of Education.

The terms are for three years each during July 1, 2020 to June 30, 2023. The trustees are elected “at-large.”

Two incumbent Board Members have filed petitions for reelection: Michelle Bombard and Karen English.

Proposition on the Budget

On June 9, 2020, eligible voters will have the opportunity to vote on the following proposition for the 2020-21 Budget:

“Shall the proposed budget of expenditures for the Galway Central School District for the 2020-21 school year in the amount of \$22,948,831 and for the purposes shown in the statement of estimated expenditures adopted by the Board of Education, be approved and the amount thereof be raised by a levy of a tax upon the taxable property of the school district, after first deducting monies available from State Aid and other sources by law?”

Proposition: Purchase of School Buses

On June 9, 2020, eligible voters will have the opportunity to vote on the following proposition for the purchase of school buses:

“Shall the Board of Education of the Galway Central School District be authorized to: (a) purchase one (1) 72-passenger school bus and two (2) 20-passenger school buses at the maximum aggregate cost not to exceed \$252,000, (b) expend such sum for such purpose, and (c) fund the acquisition of the school bus vehicles not to exceed the total amount of \$252,000, from available unallocated fund balance of the District?”

Galway Central School District

This has been presentation of the Proposed Budget
for the 2020-21 School Year