



Budget Discussion

November 15, 2016



Cost Containment for Budget Planning

| | | |
|----------|---|-----------|
| C | Batavia School for the Blind Tuition | \$247,688 |
| C | Health Insurance Prescription Plan Change | \$413,005 |
| C | Health Reimbursement Account | \$ 70,280 |
| C | Energy Savings | Unknown |
| C | Retirement rates | \$ 0 |



Retirement Benefits

| | Budget 2016-17 | Anticipated 2016-17 | Projected 2017-18 |
|--|-------------------|------------------------|----------------------|
| ERS | \$ 767,850 | \$ 652,755 | \$ 767,850 |
| TRS | \$2,300,000 | \$2,000,000 | \$2,300,000 |
| Budget to Budget Projected Change | | 0 | |

Please be cautious as retirement rates will be increasing in the future



Budget Expense Drivers

- C** Salary Increases & Retirement Incentives
 - C** Health Insurance
 - C** Minimum Wage Impact
 - C** Replacement Plans
-



Health Insurance

all employees

| | Budget 2016-17 | Anticipated 2016-17 | Projected 2017-18 |
|--|--------------------|------------------------|----------------------|
| Health & Dental | \$5,470,110 | \$5,000,000 | \$5,300,000 |
| Health & Dental Retirees | \$2,061,902 | \$2,153,855 | \$2,285,000 |
| | \$7,532,012 | \$7,153,855 | \$7,585,000 |
| Budget to Budget Projected Change | | | +52,988 |



Where do the dollars go?

2016-17 Projected Expense

| | |
|-----------------------|---------------------|
| Health & Dental | \$7,153,855 |
| TRS & ERS | \$2,652,755 |
| FICA | \$1,643,902 |
| Workers' Compensation | <u>\$ 220,987</u> |
| | \$11,673,499 |

***This is 24% of our voter approved budget**



2017-18 Fleet Replacement Proposal

| New Buses | Purchase Price | Less Trades | District Cost | Aide 88% | Local Share |
|---|----------------|-------------|---------------|-----------|------------------|
| 38 Passenger w/ Wheelchair | \$143,358 | -\$13,500 | \$129,858 | \$114,275 | \$15,583 |
| 66 Passenger | \$121,772 | -\$7,500 | \$114,272 | \$100,559 | \$13,713 |
| 66 Passenger | \$121,772 | -\$31,000 | \$90,772 | \$79,879 | \$10,893 |
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| 66 Passenger | \$121,772 | -\$31,000 | \$90,772 | \$79,879 | \$10,893 |
| Totals | \$630,446 | -\$114,000 | \$516,446 | \$454,472 | \$61,975 |
| Projected Actual Aid of 70% After Transportation Deduct Miles | | | | \$361,512 | |
| Results in a projected actual Local Share over 5 years plus finance fees of | | | | | \$154,934 |



Fleet Replacement Debt Schedule

| New Buses | 2015-16 Payment | 2016-17 Payment | 2017-18 Payment | 2018-19 Payment | 2019-2020 Payment |
|---|--------------------|--------------------|--------------------|--------------------|----------------------|
| 2012-13 Purchase | \$105,175 | \$108,250 | \$111,100 | | |
| 2013-14 Purchase | \$107,198 | \$105,535 | \$118,593 | \$126,250 | |
| 2014-15 Lease | \$78,288 | \$78,288 | \$78,288 | \$78,288 | |
| 2015-16 Lease | \$90,123 | \$90,123 | \$90,123 | \$90,123 | \$90,123 |
| 2016-17 Purchase | | | \$152,041 | \$148,388 | \$151,072 |
| 2017-18 Purchase Projected | | | | \$100,000 | \$100,000 |
| Totals | \$380,784 | \$382,196 | \$550,145 | \$543,049 | \$341,195 |
| Projected Actual Aid of 70% After Transportation Deduct Miles | | | | | |
| Less Aid Projection | \$114,235 | \$114,659 | \$165,044 | \$162,915 | \$102,359 |
| Local Share Cost | \$266,549 | \$267,537 | \$385,102 | \$380,134 | \$238,837 |



Fleet Replacement Debt Schedule

| New Buses | 2015-16 | 2016-17 | 2017-18 | 2018-19 | 2019-2020 |
|---|------------------|------------------|------------------|------------------|------------------|
| | Payment | Payment | Payment | Payment | Payment |
| <i>Sustainable placeholder</i> | \$100,000 | \$100,000 | | | |
| 2012-13 Purchase | \$105,175 | \$108,250 | \$111,100 | | |
| 2013-14 Purchase | \$107,198 | \$105,535 | \$118,593 | \$126,250 | |
| 2014-15 Lease | \$78,288 | \$78,288 | \$78,288 | \$78,288 | |
| 2015-16 Lease | \$90,123 | \$90,123 | \$90,123 | \$90,123 | \$90,123 |
| 2016-17 Purchase | | | \$152,041 | \$148,388 | \$151,072 |
| 2017-18 Purchase Projected | | | | \$100,000 | \$100,000 |
| Totals | \$480,784 | \$482,196 | \$550,145 | \$543,049 | \$341,195 |
| Projected Actual Aid of 70% After Transportation Deduct Miles | | | | | |
| Less Aid Projection | \$144,235 | \$144,659 | \$165,044 | \$162,915 | \$102,359 |
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Budgeted Reserve Utilization

| | Actual | | 2016-17 | | | |
|-------------------------------------|--------------------|--|---------------------|-------------|--|--|
| | June 30 2016 | | Budgeted | | | |
| Workers Comp | \$576,892 | | -\$240,000 | | | |
| Unemployment | \$347,224 | | -\$74,561 | | | |
| Retirement Contribution | \$1,483,450 | | -\$750,000 | | | |
| Liability | \$30,126 | | -\$30,126 | | | |
| Insurance | \$2,012,487 | | -\$1,800,000 | | | |
| Tax Certiorari | \$811,895 | | -\$250,000 | | | |
| Employee Benefits | \$965,696 | | -\$750,000 | | | |
| Capital | \$1,510,141 | | \$0 | | | |
| Repair | \$466,545 | | -\$82,000 | | | |
| Totals | \$8,204,456 | | -\$3,976,687 | | | |
| Reserve Balance Per Approved Budget | | | | \$4,227,769 | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |



2016-17 Reserve Action

Reserve for Tax
Certiorari
+200,000
+(up to 500,000)

Reserve for
Retirement
Contribution
+ 498,855
(up to 632,150)

| |
|--------------------------|
| Reserve for Insurance |
| 2,011,648 |
| <u>-1,770,603</u> |
| 241,045 |

Reserve for Repairs
+300,000
Includes \$40,000
(up to unlimited)

Capital Reserve
+ 771,748
(up to 771,748)

Reserve
Re Allocation



Reserve Reallocation & Projected Use

| | Actual | Reallocation | 2016-17 | Proj Balance | |
|-------------------------|--------------------|--------------|---------------------|--------------------|--|
| | June 30 2016 | | Projected Use | June 30 2017 | |
| Workers Comp | \$576,892 | \$0 | -\$220,988 | \$355,904 | |
| Unemployment | \$347,224 | \$0 | -\$31,200 | \$316,024 | |
| Retirement Contribution | \$1,483,450 | \$498,855 | -\$647,257 | \$1,335,048 | |
| Liability | \$30,126 | \$0 | -\$30,126 | \$0 | |
| Insurance | \$2,012,487 | -\$1,770,603 | \$0 | \$241,884 | |
| Tax Certiorari | \$811,895 | \$200,000 | \$0 | \$1,011,895 | |
| Employee Benefits | \$965,696 | \$0 | -\$350,000 | \$615,696 | |
| Capital | \$1,510,141 | \$771,748 | \$0 | \$2,281,889 | |
| Repair | \$466,545 | \$300,000 | -\$82,000 | \$684,545 | |
| | | | | | |
| Totals | \$8,204,456 | \$0 | -\$1,361,571 | \$6,842,885 | |
| | | | | | |
| | | | | | |
| | | | | | |



Initial Revenue Assumptions

- C** Flat State Aid – or less
 - C** Flat Property Tax Assessments
 - C** Flat Appropriated Fund Balance
 - C** Tax Levy in the Tax Cap Era
 - C** Appropriate Allocation of Reserves
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Balancing the Budget

