



2019-20 Adopted Budget

April 10, 2019

Jaime Alicea, Superintendent of Schools

#SCSDBudget



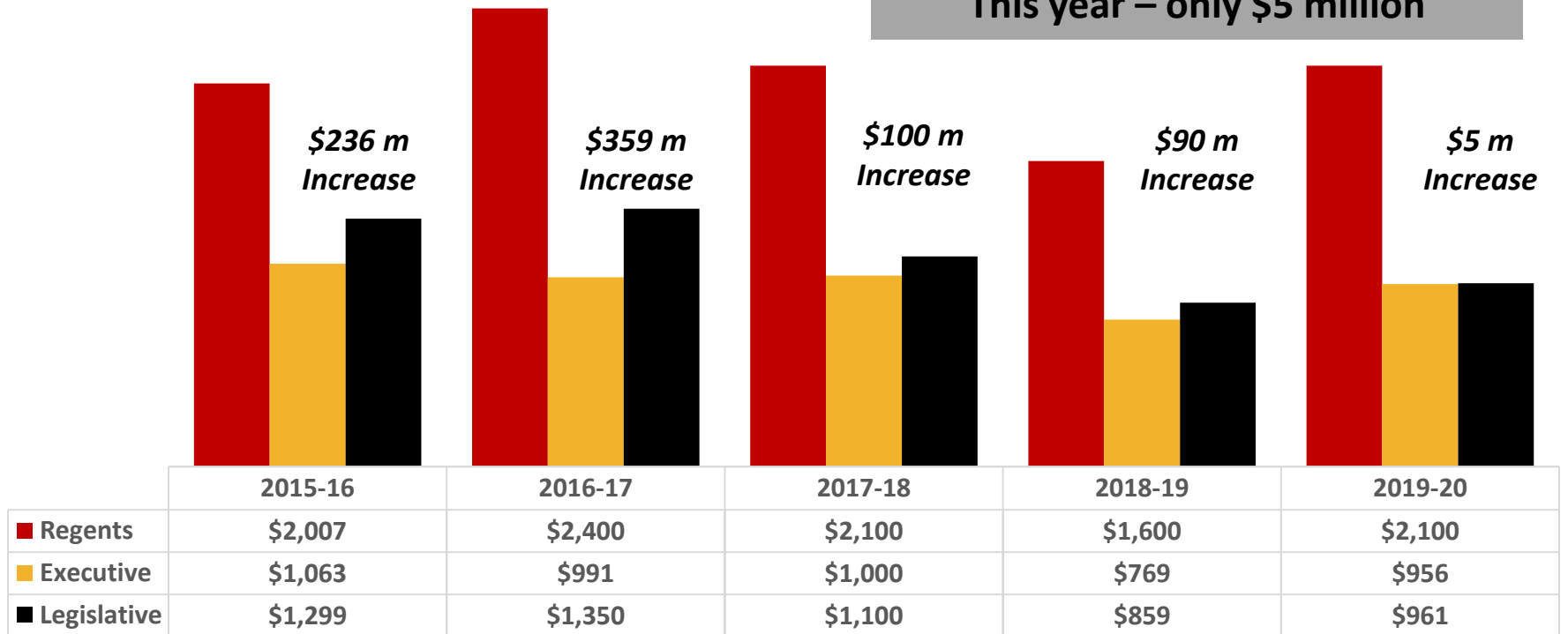
AGENDA

- State Budget Highlights
- Impact on SCSD Budget
- Changes from 2019-20 Proposed to 2019-20 Adopted Budget
- 2019-20 Adopted Budget
- Calendar of Events



NYS Public Education Funding History

Last four Legislative Budgets have added between \$90 - \$359 million to Education.
This year – only \$5 million



Legislative Budget

Other Notable Items

Senator Antonacci rejected the 2019-20 NYS Budget because it includes new taxes and fees, unfunded mandates and disproportionately funds NYC.

<https://www.nysenate.gov/newsroom/press-releases/robert-e-antonacci/senator-antonacci-rejects-2019-20-new-york-state-budget>

April 5th Senator Antonacci introduced legislation seeking a Constitutional Amendment prohibiting the Governor from issuing a message of necessity for budget related bills which removes the three-day aging period for bills allowing for an immediate vote.

<https://www.nysenate.gov/newsroom/press-releases/robert-e-antonacci/senator-robert-antonacci-pushes-budget-reform>

Legislative Budget Highlights

Category	\$ Increase in Millions	Total Statewide in Billions
Foundation Aid	\$ 618	\$ 18.4
Expense & Categorical Aid	<u>\$ 343</u>	<u>\$ 9.4</u>
Total State Aid	\$ 961	\$ 27.8

Increase is distributed with ten new mini formulas with more emphasis on Free & Reduced Price Lunch, Combined Wealth Ratio, English Language Learners, general enrollment and small city status

Legislative Budget Highlights



School Funding Equity Plan “Redistribution Plan”

- *Department of Budget* will identify schools that are both “*significantly low-funded*” and “*significantly high-need*” (*List will be provided in May 2019*)



Was State Education Department in Governor’s Proposal

- Districts will be required to demonstrate how they plan to **effectuate** prioritizing funding to identified schools and district is required to obtain spending plan approval from NYSED












Was 10% allocation to identified schools in Governor’s Proposal



**Effectuate: To cause or bring about something;
To put something into effect or operation**









Legislative Budget Highlights

Formula Aid, Grants & Calculations

-  • Consolidation of 11 categories as **Services Aid**
-  • **Building Aid** Adjustment
-  • Forgiveness on **Building & Transportation** Aids
-  • Increase funding for **Prior Year Aid** claims
-  • Elimination of **Contacts for Excellence** (C4E) reporting
- **Community Schools Set-Aside** increase of \$50 million for total of \$250 million (General Fund) – *now with increased flexibility* 
- Re-appropriate **Community Schools Grant** 
- Continued consolidation of **PreK Funds** plus addition of \$15 million for expansion of 3 and 4 year old full and half day Pre K 
- \$15 million in **New Discretionary Funds** - \$5 million each for Senate, Assembly & Division of Budget 

Legislative Budget Highlights

Students & Teachers

- Eliminate state exams as growth measure for **Annual Professional Performance Review (APPR)** 
- \$3 million “**We Teach NY Program**” Recruitment efforts for new teachers shortage 
- \$20 million for **Receivership Schools** 
- \$1 million in competitive grants for **Recovery High Schools** 
- **Regional STEM Magnet High Schools** 
- Additional \$9 million in **After-School Grants** with gang prevention programming 
- \$1.8 million for cost of **Advanced Placement (AP) and International Baccalaureate (IB)** exams and \$1.0 million for Teacher training and materials for Advance Courses 
- \$1.5 million in grants to support increased **refugee and immigrant** populations 

Legislative Budget Highlights

Safety, Health & Wellbeing

- ✓ • \$1.5 million for **Student Mental Health Services** targeted for middle schools
- ✓ • \$3 million to promote alternate forms of discipline and **restorative justice**
- ✗ • Requirement for **pregnant and parenting** school policies
- ✗ • **Healthy Relationship** Instruction requirement
- Require MOU with agency providing **School Resource Officers** delineating discipline in purview of school administration ✓
- **School Bus Safety** with increased fines for passing a stopped bus ✓
- School Bus Stop Arm **Cameras** ✗
- School Bus **Seat Belts** ✗








Legislative Budget Highlights

Career & Technical Education

- \$5 million to fund 10 new **P-Tech** programs and partnerships
- \$9 million for **Early College High School**
- **Computer Science Education** at every grade level by 2025 (\$6 million per year for five years)
- **BOCES District Superintendent Cap** increased
- **Special Services Aid** rate increase and inclusion of 9th grade Career & Technical Education students
- SUNY and Community Colleges can provide **reduced priced or no cost credits** for dually enrolled students

Legislative Budget Highlights

Operational Items

-  Make Permanent the **Property Tax Cap**
-  **TRS Reserves** can be created for Teacher Retirement System contributions
-  **Piggyback** Transportation Contracts
-  Mandated **Election Day Leave**
- **SSBA** - Smart Schools Bond Act meeting requirements 
- Expansion of **MWBE** requirements 
- **Building Condition Survey** can be 1/5 every year or once every 5 years 

Legislative Budget Highlights

Non-Public & Charter Schools

- ✓ • 3.6% increase in state support for **non-public schools**
- ✓ • \$25 million in new funding for **building safety and security** for public and non-public schools
- ✗ • Advance **Charter School Transition Aid** to current year



Legislative Budget - Syracuse



*So what does this mean for
Syracuse?*

*Asked for \$15 million over
the Governor's Executive
Budget ...*

Received \$3.5 million more

2019-20 Adopted Budget



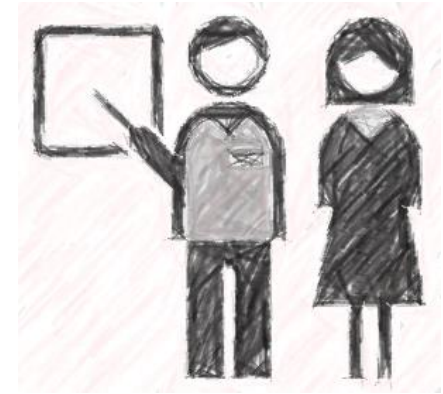
Closing the \$15 Million Gap

\$ in Millions	Revenue Sources
\$ 3.5	Final Legislative State Aid <i>Requested \$15 million</i>
1.0	Additional Building Aid
0.1	Tax Rate Increase of \$1.56 <i>Proposed Budget included \$1.5 estimate</i>
4.0	Assigned Fund Balance for Receivership Schools <i>Set aside in June if not funded by the State</i>
<u>1.8</u>	Shared Services State Incentive Pay
\$ 10.4	Total Revenue Increase
\$ 4.6	Gap Remaining after Revenue Increases

Closing the remaining \$4.6 Million Gap

\$ in Millions	Expense Reductions & Edits
(\$ 1.1)	TRS – Teacher Retirement System Rate Decrease
(1.6)	Staffing Changes & Wage Reductions
(1.4)	Contractual Reductions
<u>(0.5)</u>	Reduction of Miscellaneous Non-Staff Expenses
(\$ 4.6)	Total Expense Reduction

Budget Assumptions



Staff Assumptions

- **Position** updates based on enrollment projections, programmatic needs, mid-year position changes, grant funding shifts and new needs
- **Salaries** include **revised** wage estimates for expiring collective bargaining contracts
- **Pension** rate reductions
 - Teachers (TRS) **8.9%** (down from 10.63% this year and down from 9.5% in proposed budget) reducing cost in final budget by over \$1 million
 - Non-instructional staff (ERS) range (21.2% Tier I to 9.3% for Tier VI)
- **Medical, Dental and Vision** cost estimates based on current plans and projected health care cost trends
- **Workers' Compensation** 2.76% of salaries consistent with last year; overall cost down based on current year expense trend

Budget Assumptions



Non-Staff Assumptions

- **Transportation** – increased cost of \$2.8 million for all students in grades K-8 to be transported at one mile
 - **Professional Services** – notable changes in 2019-20
 - \$ 1.4 **BCS** Building Condition Survey
 - 0.9 **ELT** Extended Learning Time Community Based Partners (shift)
 - 0.5 Independent Monitors for 3 Receivership Schools (reduced estimated cost from \$750,000 to \$450,000)
 - 0.6 Restorative Coaches – in Community Schools Set-Aside (shift)
 - 0.6 Community Schools Site Coordinators
 - 1.0 Increase County Social / Emotional Local Share
 - 0.5 Security Patrol Officers
- \$ 5.5

Budget Assumptions



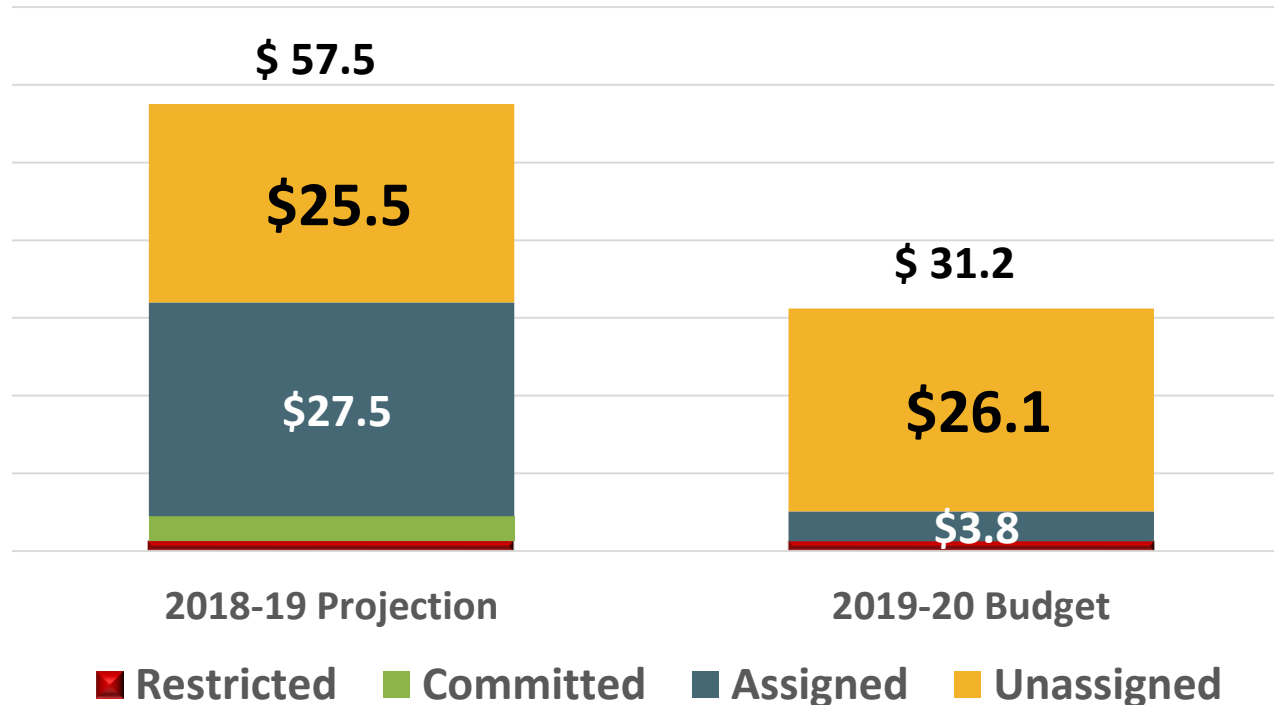
Non-Staff Assumptions

- **Supplies & Equipment** increases based on anticipated Receivership and Community Schools investments
- **Utilities** expense reflects electric and natural gas rates based on energy consultants projections
- **Charter School Tuition** expense increase of \$3.8 million for increased rates and ongoing expansion at Syracuse Academy of Science & Citizenship and OnTech Charter Schools
- **Revenue Anticipation Note (RAN)** borrowing of \$63 million at 1% for 11 months (same as current year budget)
- **Debt Service** increase reflects debt payments for JSCB Phase I & II projects

2019-20 Budget Revenue

Revenue Source (\$ in Millions)	2018-19 Adopted Budget	2019-20 Adopted Budget	Increase
State Aid	\$ 343.9	\$ 362.3	\$ 18.4
Operating Aids	294.7	305.9	11.2
Building Aid	17.5	24.7	7.2
Chapter I Accrual	31.7	31.7	-
Taxes & Pilots	66.4	68.1	1.7
Use of Fund Balance	14.0	26.3	12.3
For 2019-20 Budget	14.0	14.0	-
Assigned for Receivership	-	4.0	4.0
Assigned for Capital	-	5.7	5.7
Committed for JSCB	-	2.6	2.6
All Other	<u>8.0</u>	<u>10.1</u>	<u>2.1</u>
Total	\$ 432.3	\$ 466.8	\$ 34.5

Fund Balance Projection

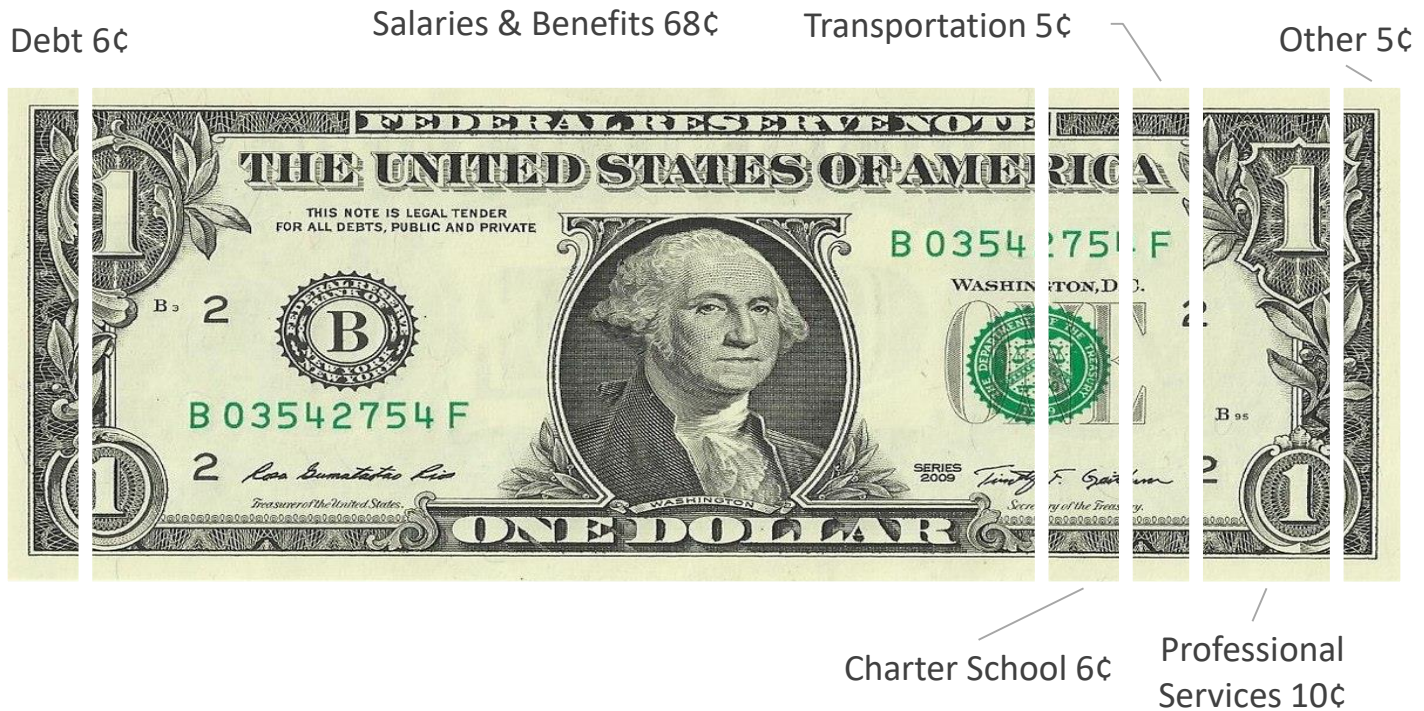


Unassigned Fund Balance is available for use in future years
Projecting **\$25.5** million available as of June 2019, or **5.9%**
Projecting **\$26.1** million available as of June 2020, or **5.6%**

2019-20 Budget Expense

Expense (\$ in Millions)	2018-19 Adopted Budget	2019-20 Adopted Budget	Increase (Decrease)
Salaries	\$ 205.0	\$ 218.9	\$ 13.9
Benefits	97.9	95.9	(2.0)
Professional Services	42.6	46.2	3.6
Transportation Contracts	21.1	23.1	2.0
Charter School Tuition	26.1	29.9	3.8
Debt	21.2	28.8	7.6
Interfund	5.9	10.9	5.0
Supplies & Other	<u>12.5</u>	<u>13.1</u>	<u>0.6</u>
Total	\$ 432.3	\$ 466.8	\$ 34.5

2019-20 Budget Expenditures



2019-20 Staffing Additions Proposed

Positions – Full-Time Equivalent (FTE's)	
Teachers and Ancillary Staff	74.1
Administrators	1.0
Trades	2.0
Operations	8.0
Teaching Assistants & Attendants	67.0
Clerical	1.0
Health Aides	2.4
Supervisors	<u>3.0</u>
<i>Total Full-Time Equivalent Positions</i>	<i>158.5</i>

Additional Investments In 2019-20

- ✓ Family Engagement
- ✓ Receivership
- ✓ Transportation K8 at One Mile
- ✓ Early Literacy & Reading
- ✓ Middle Years International Baccalaureate (MYIB)
- ✓ Special Education
- ✓ English as a New Language (ENL)
- ✓ Career & Technical Education (CTE)
- ✓ Health & Physical Education
- ✓ Safe & Healthy Schools



Upcoming Events & Important Dates

Board Vote to Adopt Budget

April 24th or May 14th

Budget Presentation to Common Council

May 1st 3:00 – 4:30