

# FY 2017 – 2018 Budget Development

Joseph P. Dragone, Ph.D.  
Superintendent of Schools  
February 15, 2017

## Mission:

- The Ballston Spa Central School District is committed to providing an excellent education that maximizes the potential of each student. In partnership with family and community, our students will become responsible and well-rounded adults.

“Educating Everyone Takes Everyone”

## Delivering on Our Mission:

- Outcomes:
  - Delivering Superior Performance
  - Having a Distinctive Impact on our Students and Community
  - Creating Lasting Endurance
- Core Values:
  - Academic Excellence
  - Commitment
  - Value
  - Involvement

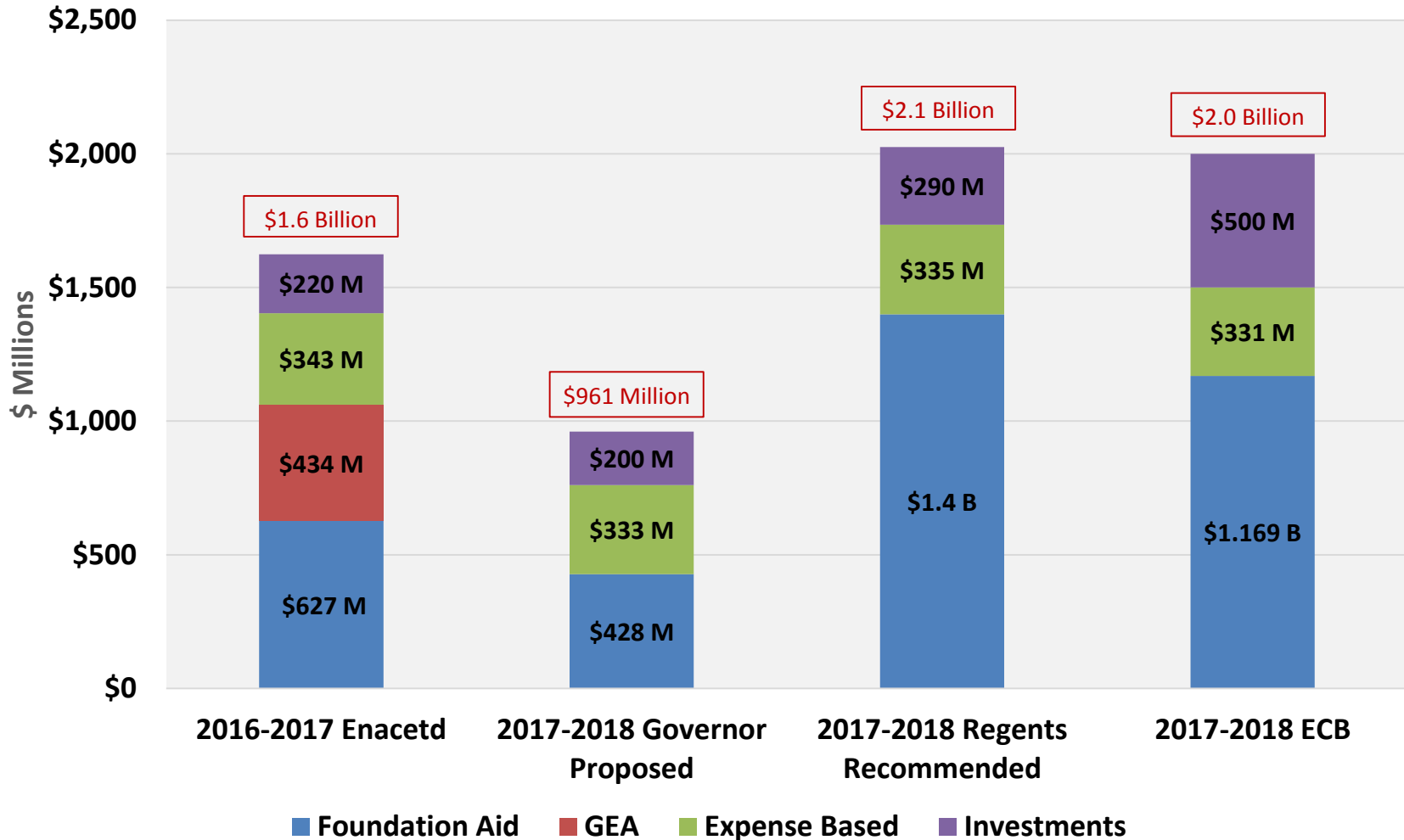
## Mission, Principles and Guidelines and Budget Goals:

- Mission: What we stand for
- Principles and Guidelines focus on development parameters
- Goals create a framework to prioritize decisions
- All are necessary to build a budget.

## Tonight's Discussion:

- Governor's Budget Proposal
- Regents Budget Request
- Current State Aid Estimates as included in the Governor's Budget Proposal
- Policy Issues
- Next Steps

## 2017-2018 State Aid Proposals:

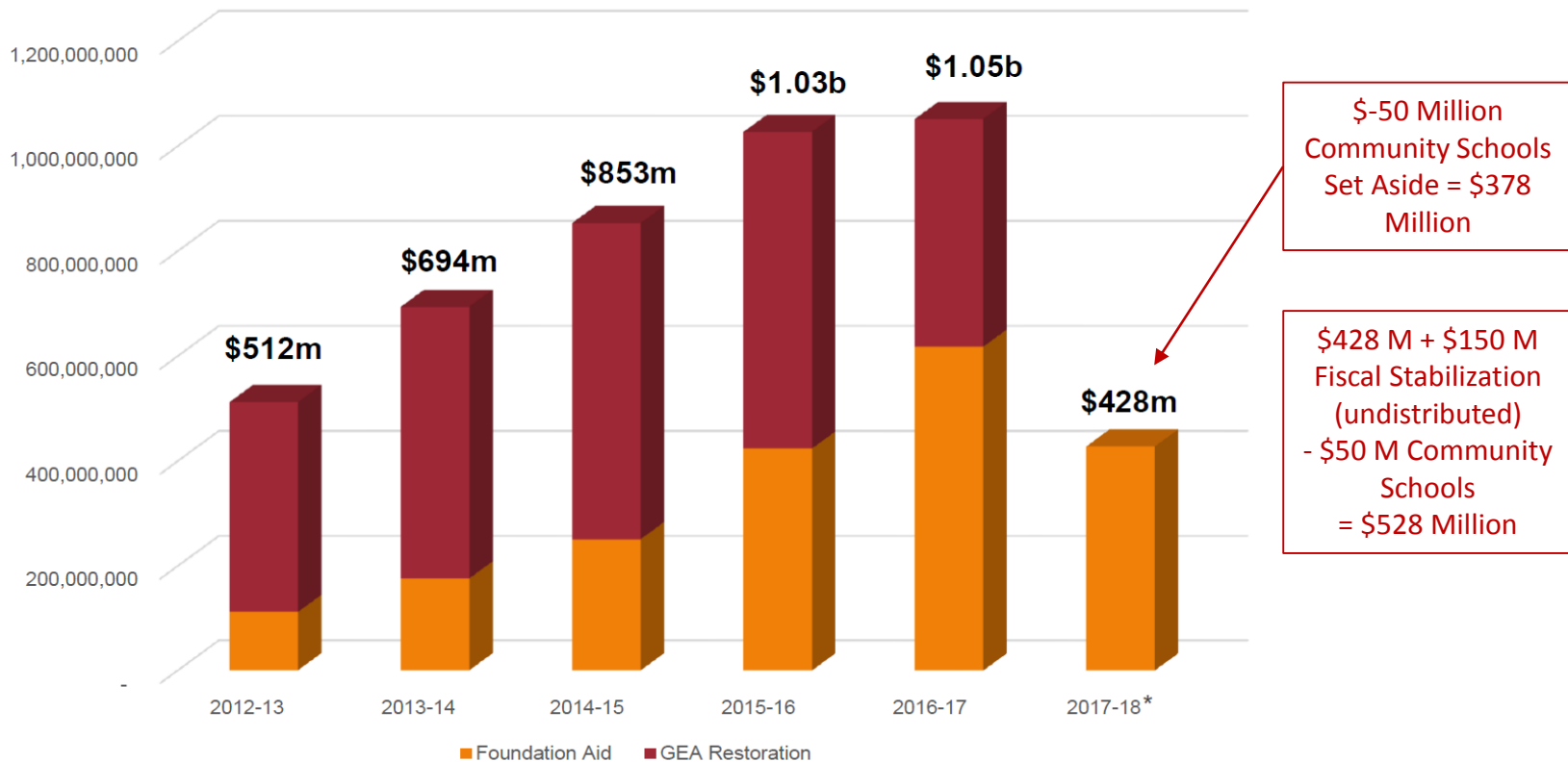


## Base Aid Apples to Apples:

	2016 – 2017 Actual	Governor Proposed	Regents Proposed	ECB Proposed
Foundation	\$627 M	\$428 M	\$1.4 B	\$1.169 B
GEA	\$434 M	-	-	-
Less Community Schools	\$-50 M	\$-50 M		
<b>Real Base Aid:</b>	<b>\$1.011 B</b>	<b>\$378 M*</b>	<b>\$1.4 B</b>	<b>\$1.169 B</b>

\*Additional \$150 M in “Stabilization Funds” in Governor’s Proposal

## Historic Operating Aid Increases:



-\$50 Million  
 Community Schools  
 Set Aside = \$378  
 Million

\$428 M + \$150 M  
 Fiscal Stabilization  
 (undistributed)  
 - \$50 M Community  
 Schools  
 = \$528 Million

\*Projected 2017-18 Aid

\*Questar; February 6, 2017



## BSCSD Foundation Aid Deficit Since 2010:

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2017-18 Proposed Foundation Aid:	\$18,371,480
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Increase over 2016-2017:	\$259,669
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<b>Per Pupil Increase over 2016-2017:</b>	<b>\$19</b>
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Full Phase-in Foundation Aid:	\$21,316,108
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Amount Under-funded:	<b>(\$2,944,628)</b>
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## Additional Governor Budget Items:

- \$35 million to expand after-school programs in various cities
- \$5 million to expand pre-k for 3 and 4 year-olds in high need districts
- \$5 million to expand early college high schools
- \$2 million for AP fee waivers
- \$2 million to expand Master Teacher Program (\$15,000 stipends)
- \$400,000 for Excellence in teaching Awards (\$5,000 awards)
- \$300,00 for cyber-bullying prevention
- Flat funding for State Education Department operations

## Additional SED Budget Items:

- \$100 million for Pre-k: Consolidate programs; increase aid/funding; change procurement process; focus on 4 YO
- \$100 million ELL: Program, Services; PD; Family Engagement
- \$60 million College and Career Pathways: BOCES
- \$30 million PD for Teachers and Principals: Instructional Development Fund to support Transition to new standards (think pseudo Network Team Training)

## Additional SED Budget Items:

Priority	Request
Improving State Aid Modeling and Facilities System Services	\$2.0 M
Creating a Public Special Education Provider Data System	\$700,000
Enhanced Support and Services to Targeted Districts	\$675,000
Ensuring Capacity and Support for SED's Charter School Office	\$1.5 M
Excessive Teacher Turnover Prevention	\$4.0 M
Enhance the Achievement of ELLs	\$12.4 M
Development of Regents Exams in World Languages	\$5.0 M
Erasure Analysis of Test Results	\$500,000
Project-Based Assessments as Pathway to Graduation	\$8.0 M
Building Oversight and Support Capacity at SED	5% setaside
Public Library Construction	\$6.0 M
Increased Access to E-Books	\$2.5 M
Bridge to College and Careers Pilot Program	\$10.0 M
Supporting Independent Living Centers	\$5.0 M

## What is Hip? Joint Budget Hearing:

- Themes from the Joint Committee Testimony:
  - CTE
    - BOCES
  - Multiple Graduation Pathways:
    - Assemblyman: Why don't we have a local diploma?
  - Pre-K
  - Special Act Schools

< Tweet ↗



NYS Education Dept  
@NYSEDNews

Cmmr Elia on middle schl curriculum:  
We're interested in beginning CTE  
coursework in middle school - would  
benefit students w/ disabilities.

2/8/17, 7:40 PM

< Tweet ↗



NYS Education Dept  
@NYSEDNews

NYS enrolls about 250,000 students in  
CTE programs that provide the skills,  
knowledge, & training to succeed in  
future careers. #CTEMonth



2/14/17, 4:56 PM

## Politics:

- Politics:
  - Governor's Free College Tuition Plan
  - Assembly Minority Response:
    - Increase TAP eligibility from \$80,000 to \$125,000; increase max TAP award to \$6,740; extend eligibility to grad. students.
    - Tax Deductions: \$4000 - \$8000. Income eligibility \$80,000 - \$160,000 for married couples.
  - Millionaire's Tax
  - Dream Act
  - Direct Care Workers

## Proposed Changes in School Aid Calculations

- Current Law:
  - 2016-17 base = \$16.37 billion
  - Full phase-in total: Estimated \$20.53 billion
  - Update data in full phase-in formula each year, decide how fast to proceed toward full implementation...
  - Work backward from a target
- Governor's proposal:
  - 2016-17 base: \$16.47 billion
  - Decide each year how much to increase Foundation Aid over the base and how to allocate the increase
  - No fixed target or basis for anticipating possible future aid

## Foundation Aid: Proposed

- Districts receive what they received in 2016-17 plus a “base increase” plus (if eligible); “community schools increase” (restricted).
- 2018-2019 ..., each district’s Foundation Aid shall be what it received in 2017-2018.
- **Districts would not have a basis for making assumptions about next year’s Foundation Aid.**
- Assembly Ed Chair Nolan: "Any repeal of Foundation Aid in this budget, it’s just completely unacceptable.“\*

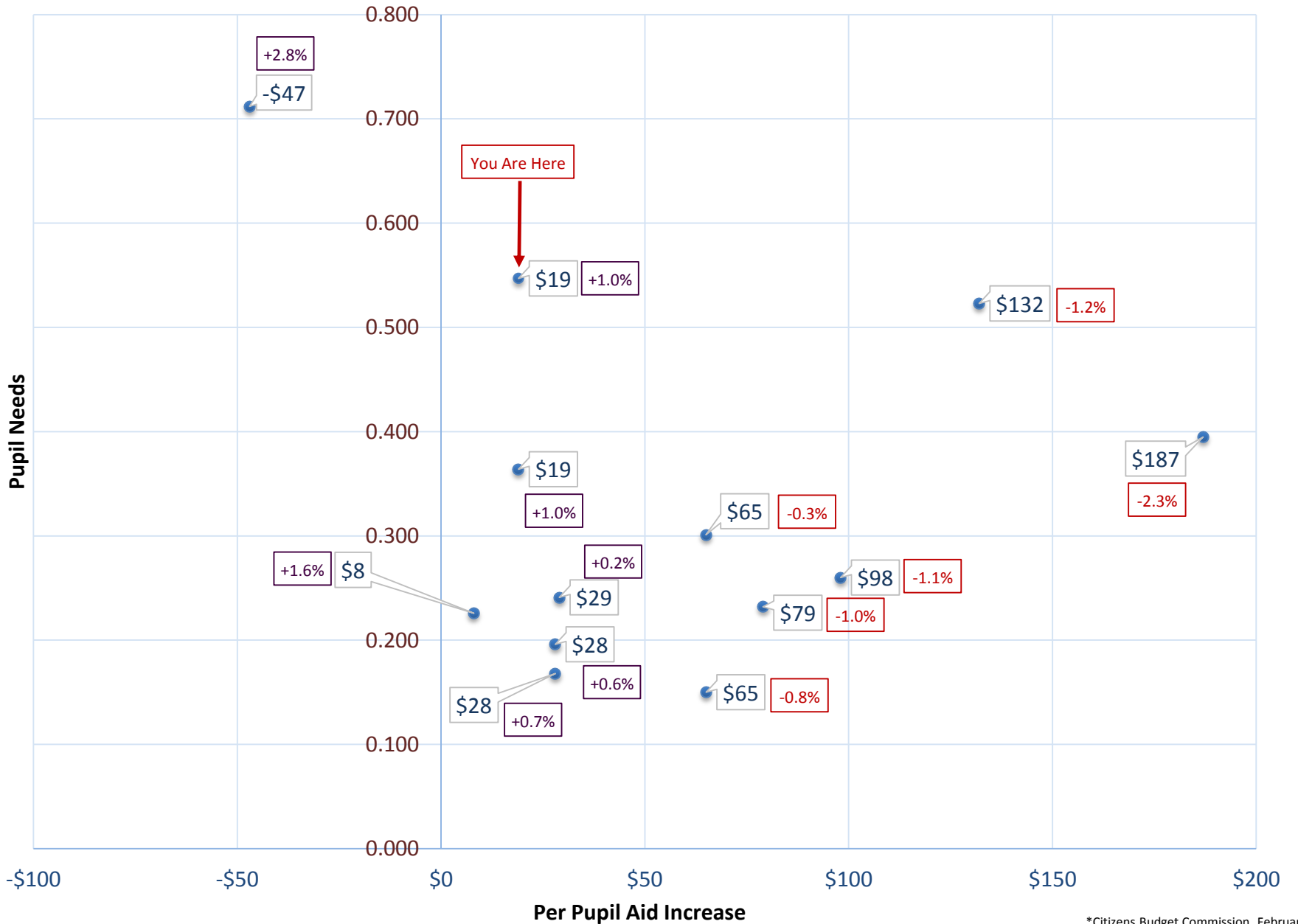


## Foundation Aid: Proposed

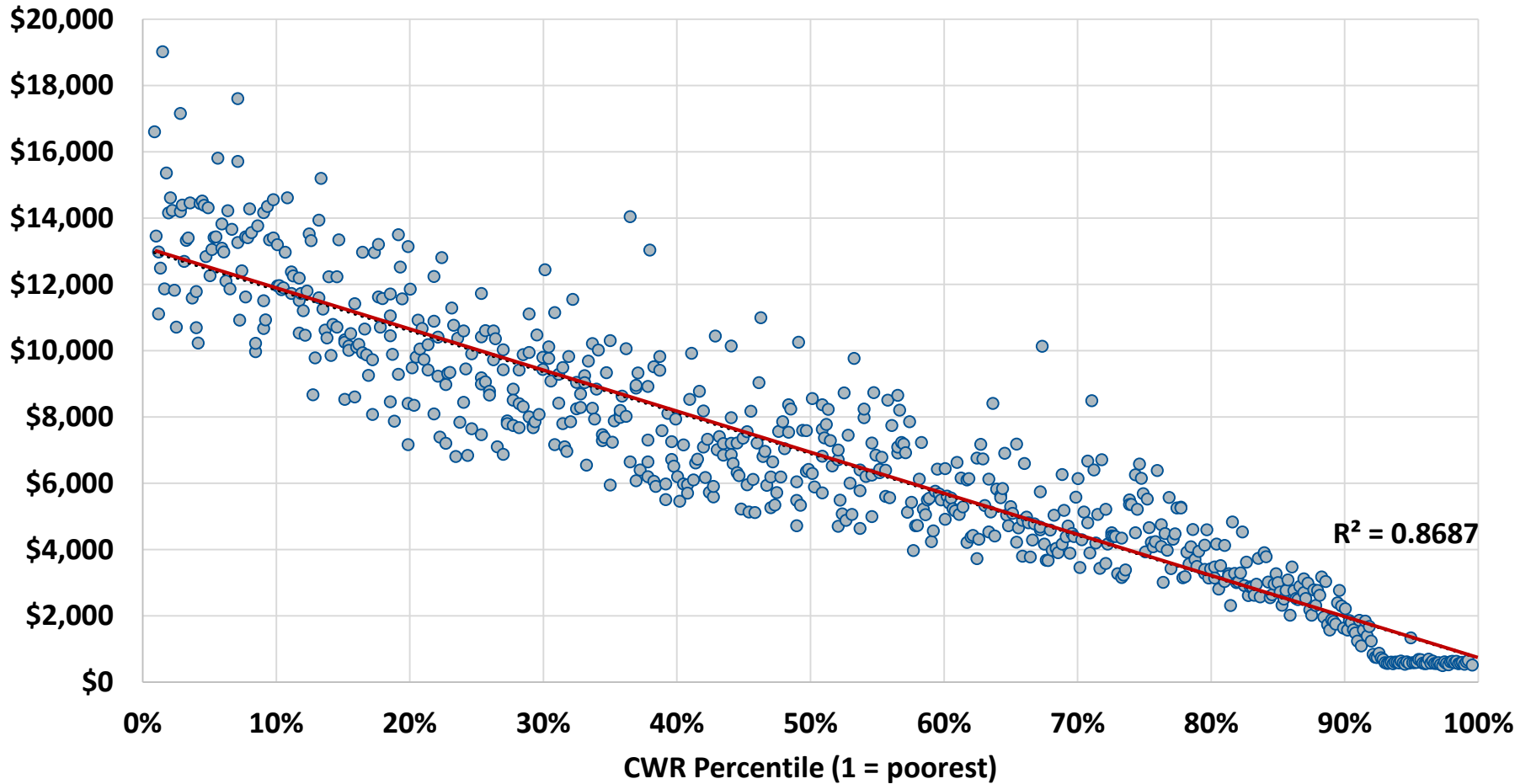
- Instead of basing Foundation Aid on a calculation of how much is needed to provide students with a sound basic education, **the Executive proposal assumes that current aid amounts are sufficient, and only makes small adjustments for SY 2017-2018\***
- Due largely to the minimum increase included the Executive proposal for SY 2017-2018, **wealthier districts enjoy a larger percentage increase in per-pupil Foundation Aid\***

\*Citizens Budget Commission, February 9, 2017:  
<https://cbcny.org/research/governors-school-aid-proposal-extends-existing-inequities>

# Per Pupil Foundation Aid Increase vs Needs Index:



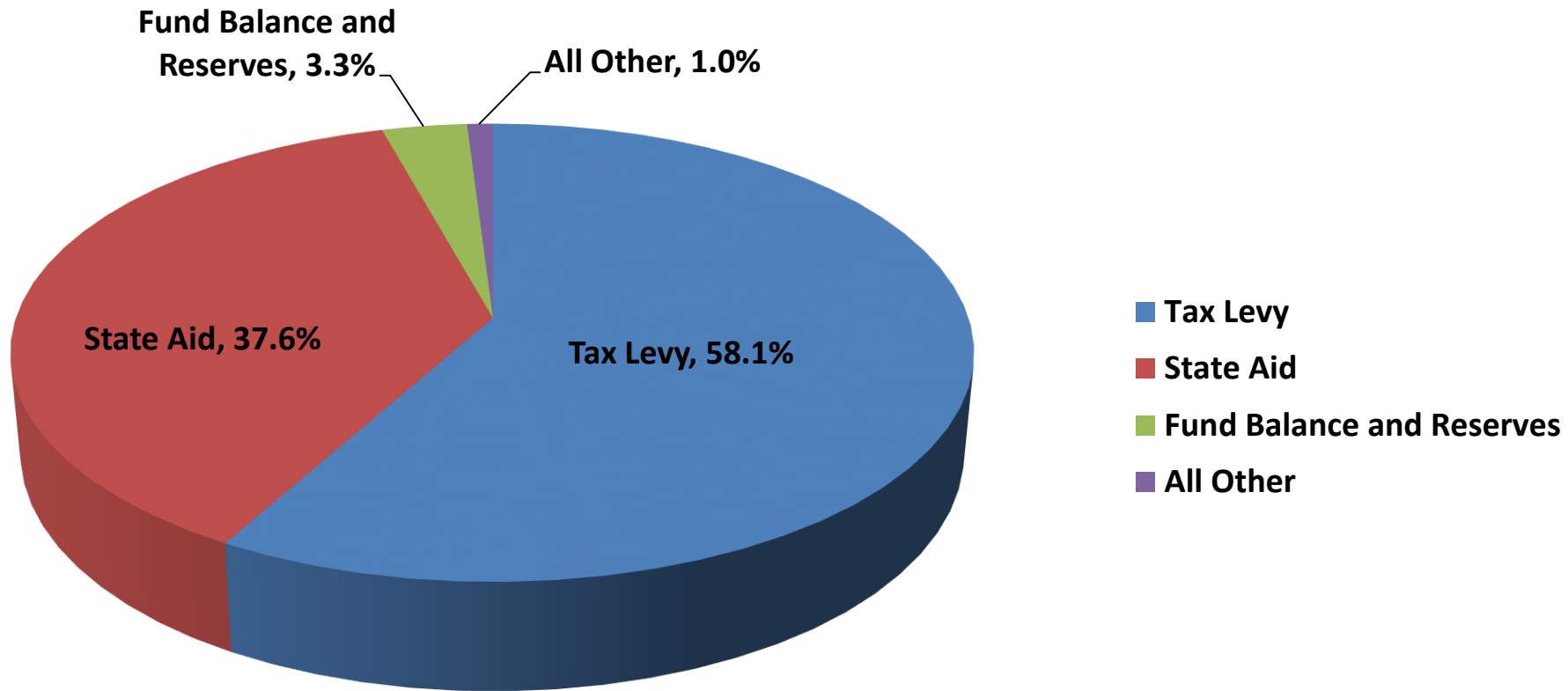
## Foundation Aid per Pupil by Combined Wealth Ratio (CWR) Percentile



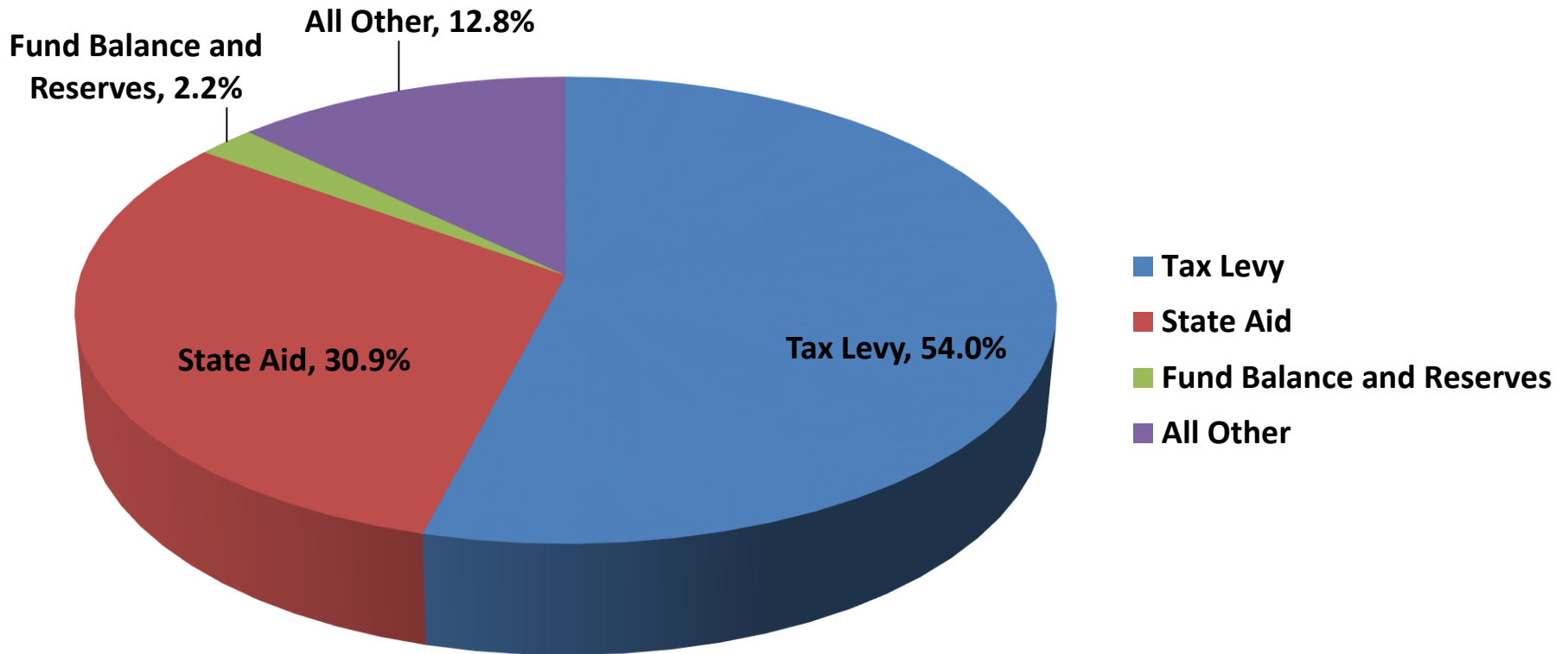
## More Politics:

- Extend the millionaire's tax:
  - Keep top rate at 8.82% for single taxpayers with incomes greater than \$1 million (\$2 million for married); would drop to 6.85% otherwise
  - Cost: NYS would forego \$683 million in 2017-18 (First quarter) and \$3.4 billion in 2018-19 (full year)
- Contingency language:
  - If receipts come in less than budgeted, the Budget Director would be authorized to reduce amounts available for payment.

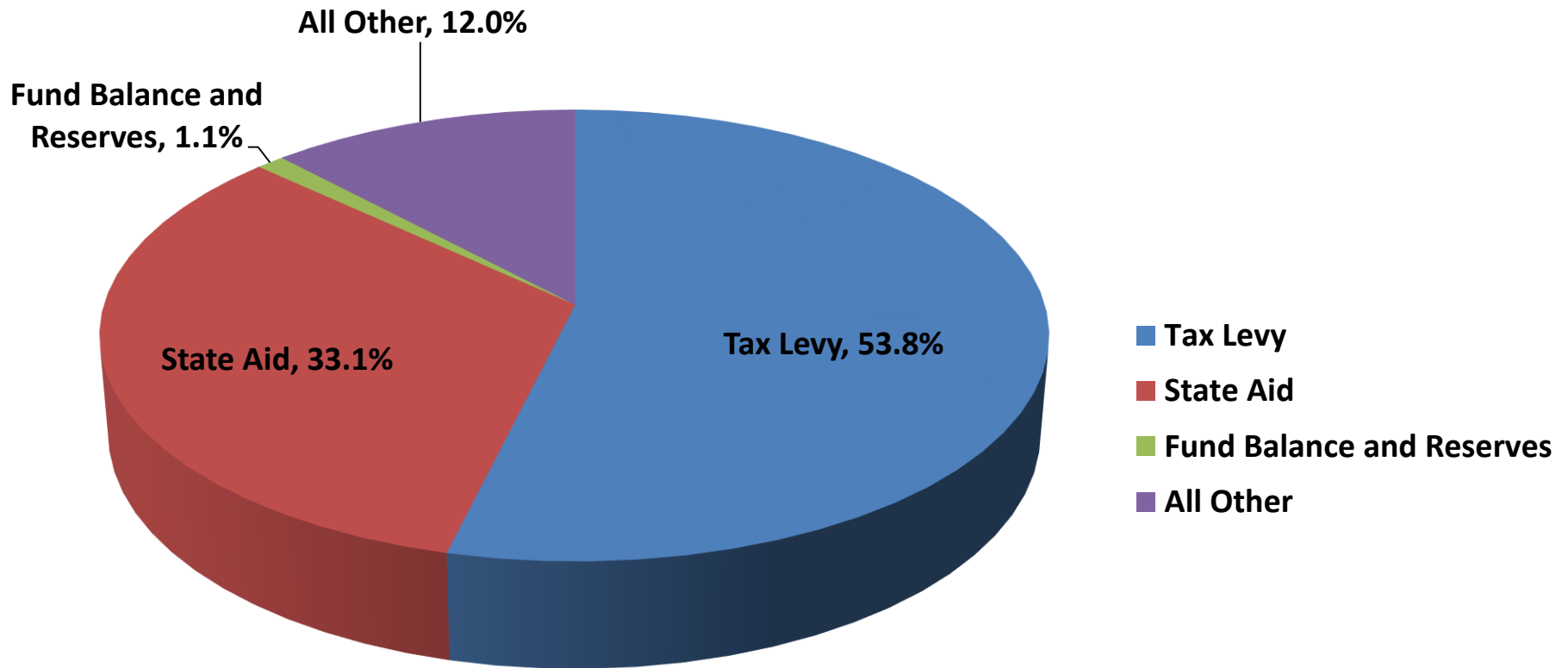
## Revenue Sources: FY 2009-2010



## Revenue Sources: FY 2015-2016

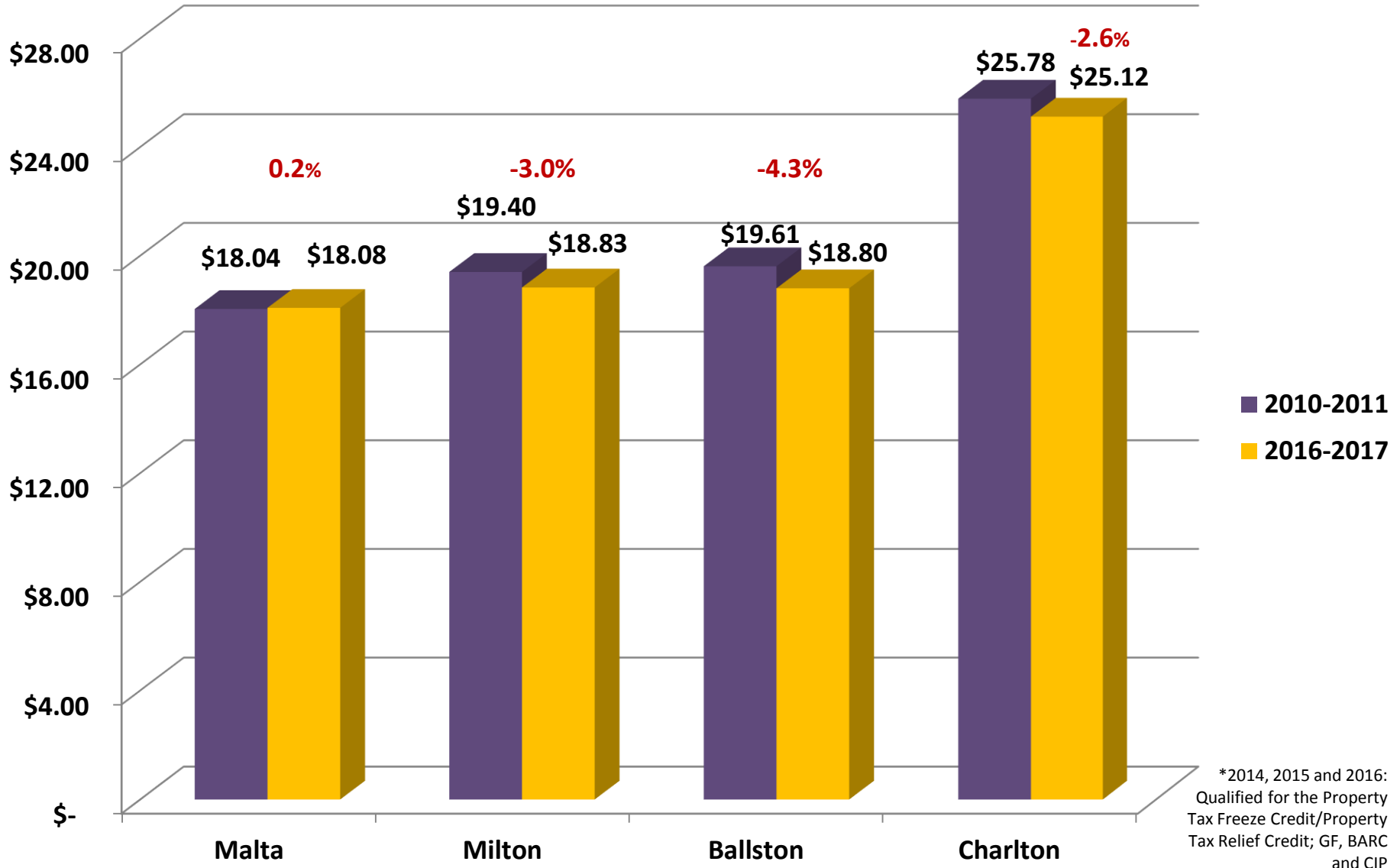


## Revenue Sources: FY 2016-2017



# Tax Rates Per \$1000 Assessed Value

## 7-Year Historical



\*2014, 2015 and 2016:  
Qualified for the Property  
Tax Freeze Credit/Property  
Tax Relief Credit; GF, BARC  
and CIP



## GLOBALFOUNDRIES Depreciation:

FY2016	\$663,468,321	You are Here	
FY2017	\$631,339,236	(32,129,085)	-4.8%
FY2018	\$596,254,820	(35,084,416)	-5.6%
FY2019	\$552,879,340	(43,375,480)	-7.3%
FY2020	\$509,503,860	(43,375,480)	-7.8%
FY2021	\$466,128,380	(43,375,480)	-8.5%
FY2022	\$422,752,900	(43,375,480)	-9.3%
FY2031	\$165,625,320	(497,843,001)	-75%

\$-700,000+/-  
Projected  
Revenue Loss\*

\*As of February 1, 2016

## Proposed Mandate Relief:

## Inflection Point:

- We are losing \$35 to \$40+ Million in assessed value per year
- We can't retreat from our Mission of providing opportunities for all students
- Focus on the Value we deliver to all of our students, families and the community.

## Next Steps: March 1 Meeting

- Draft 2017-2018 Expenditures (anticipated)
- Draft Allowable Tax Levy Limit Calculation
- Next Steps

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