



**TROY**  
CITY SCHOOL DISTRICT

# 2018-2019 Budget Development

Draft 2

Presented March 21, 2018



*Today's Students.  
Tomorrow's Leaders.*

# TROY

## CITY SCHOOL DISTRICT MISSION STATEMENT

The Troy City School District will provide a strong educational and social foundation to graduate all students college and career ready.



# Budget Goal

- We need to develop a budget that is fiscally responsible and educationally sound.
- This is proving to be much more difficult this year than in the recent past (especially the *educationally sound* piece).



# Tax Cap

Our Final Tax Cap is 1.88% (slight change from Draft 1)

- This is mainly due to our PILOTs and Capital Exclusion
  - This will only generate approximately \$682,334 in additional revenue
- 
- Previous years tax rate increases:
    - 2017-2018: .45%
    - 2016-2017 0%
- 
- It will be difficult to go below the tax cap this year



# 2018-2019 Budget

**Draft 1      \$ 113,160,546**

Revenue      \$ 110,808,876

Budget Gap \$      2,351,670

Draft 2      \$ 112,094,215

Revenues      \$ 110,925,301

Budget Gap \$      1,168,914



# 2018-2019 Budget

| Expenses:  | Change     |  | Revenue:        | Change     |
|--|------------|--|-----------------|------------|
| 10 Teacher Retirement Breakage/Attrition                 | \$ 434,331 |  | PILOT estimates | \$ 100,000 |
| Portion of Laborers Salary/Benefits to Cafeteria Fund    | \$ 350,000 |  | Tax Levy        | \$ 16,425  |
| Teacher supplies reduced to \$100 per teacher            | \$ 40,000  |  |                 |            |
| Prescription rate increase (reduced from Draft 1) - 4.5% | \$ 242,000 |  |                 |            |



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# What's Next?

- Continue to review/analyze
- Cabinet will continue to meet/discuss with the Board and Administrators
- We are in a holding pattern
- Waiting on final State Aid numbers
- Follow-up Discussions/Meetings with Legislators



# State Aid

## Reminder:

- Executive Budget: our total Aid increase, without Expense-Driven Aid, is \$774,399
- Foundation Aid formula: we are still over \$13 million underfunded

Senate and Assembly budget bills have been released



# Assembly Bill

## State Aid

- Increased by \$1.5 billion over 2017-2018, including a \$1.2 billion increase in Foundation Aid
- Provides for full phase-in of Foundation Aid formula by 2021-2022
- Funds Expense-based and other Aids according to current law for 2018-2019

## Community Schools

- Retains proposed \$50 million increase, but seeks to remove Community Schools funding as a “set-aside”, and fund it as a separate Aid category



# Senate Bill

## State Aid

- Increased by \$957 million over 2017-2018, including a \$717 million increase in Foundation Aid
- Does not include a phase-in schedule for the Foundation Aid formula
- Funds Expense-based and other Aids according to current law for 2018-2019

## Community Schools

- Retains proposed \$50 million increase and provides for additional flexibility for using the set-aside.



# Budget Calendar

|         |   |
|---------|---|
| 4/11/18 | Budget Discussions - Draft 3            |
| 4/17/18 | Adopt Budget                            |
| 5/02/18 | Budget Hearing                          |
| 5/08/18 | Town Hall Meeting / Meet the Candidates |
| 5/15/18 | Budget Vote                             |

As we have done in past years, we may need to modify this schedule



**TROY**  
CITY SCHOOL DISTRICT

**We Can.**

**We Will.**

**End Of Story**