

Eden Central School



2015-2016 BUDGET

Current Realities: Flowing Services Together

Act 153/156, Vermont Schools were required to explore Special Education Consolidation

In 2015-2016, Special Education Teachers will move to the Central Office and be billed through supervisory union assessment in local school budgets

Subsequent Study will explore all special education costs moving with considerations such as:

Pros:

- **Operational Efficiency (reduces reporting efforts down from 8 reports to 1)**
- **Equitable distribution of resources**
- **Mitigates Swings in Risk & Cost by spreading across multiple districts; Insulates against cost shifts of mobility of students between schools**
- **Better consultancy model for colleagues as needed**
- **Better deployment of expertise as needed**
- **Para-educators can follow children who move**
- **In- district thus providing for continuity of service and relationship**

Parents & Child:

- **Greater consistency of service**

Current Realities: Flowing Services Together

New Special Ed Assessment	\$ 334,820.00
Minus Old Assessment	\$ 17,145.00
NET	\$317,675.00
Minus Sped Costs Removed from Budget	\$ 334,820.00
(Savings)/Cost	\$ (17,145.00)

Centralization of Special Education Resulted in a Savings

Act 153/156 Shift of Transportation Costs

- Contracts FY15
- Drivers FY16
- Operations ???
- Buses ???



- Issues include Transportation Aid
- Ability of Central Office to Borrow

Transportation Cost/Benefit FY14 Actuals

Transportation Revenues	
HS/MS Regular Transportation Contract	\$ 97,055.00
Special Education HS/MS Contract	\$ 120,799.00
State Transportation Aid	\$ 28,151.00
Misc/Other Transportation Trip	\$ 8,160.00
Total Revenues	\$ 254,165.00
Transportation Expenditures	
Regular Transportation	\$ 181,280.00
Special Ed Transportation	\$ 58,348.00
Field Trips	\$ 4,850.00
Total Expenditures	\$ 244,478.00
NET Revenues Over/(UNDER) Expenditures	\$ 9,678.00

Change In Budget

- Eden Central School



<u>FY 15</u>	<u>FY16</u>	<u>Change</u>	<u>Percent</u>
\$ 2,864,634	\$2,826,403	\$38,231	-1.33%

Description	2016
Salary Increase	\$39,083
Health Benefit Increase (4.5%)	\$10,131
Retirement Cost Shift from State	\$9,079
Subtotal	\$58,293

Budget Drivers (Fixed Cost)

(Centralization & Staff Turnover Savings Resulted in a LOWER Budget Despite Cost Drivers)

Budget Investment Highlights

- Eden
 - Budget DOWN 1.33%
 - **Since 2010**, the budget has increased per year, an average of only **2.67%**

2010	2011	2012	2013	2014	2015	2016
\$2,436,455	\$2,390,778	\$2,313,195	\$2,506,596	\$2,649,867	\$2,864,634	\$2,826,403

- Projected Tax Rate Up 8.0 Cents
- Common Level of Appraisal (CLA) DOWN 1.06%
- 2%-3% Staff Compensation Included
- 4.5% Increase in Health Care Costs Included
- Special Education Licensed Staff Centralized
- Transportation Employee Related Expense Centralized

Factors In Building FY16 Budgets

Projected Aspects All Districts Should Consider

\$9,459

Base Education Amount – Currently \$9,285;
An Increasing Base Amount **DECREASES** Taxes

\$1.00

Base Education Rate Increase of 2 Cents Currently, \$0.98. An
Increasing Base Rate Amount **INCREASES** Taxes.

\$17,103

Excess Spending Threshold. Eden's Threshold for FY16 is \$16,611

N/A

2 Vote Amount per Equalized Pupil that Equalized Spending Could
go up Without Second Vote **NO LONGER LAW**

4.5%

Health Insurance Percentage Increase 4.5% Reflected in FY16 Budgets

2.0%-3.0%

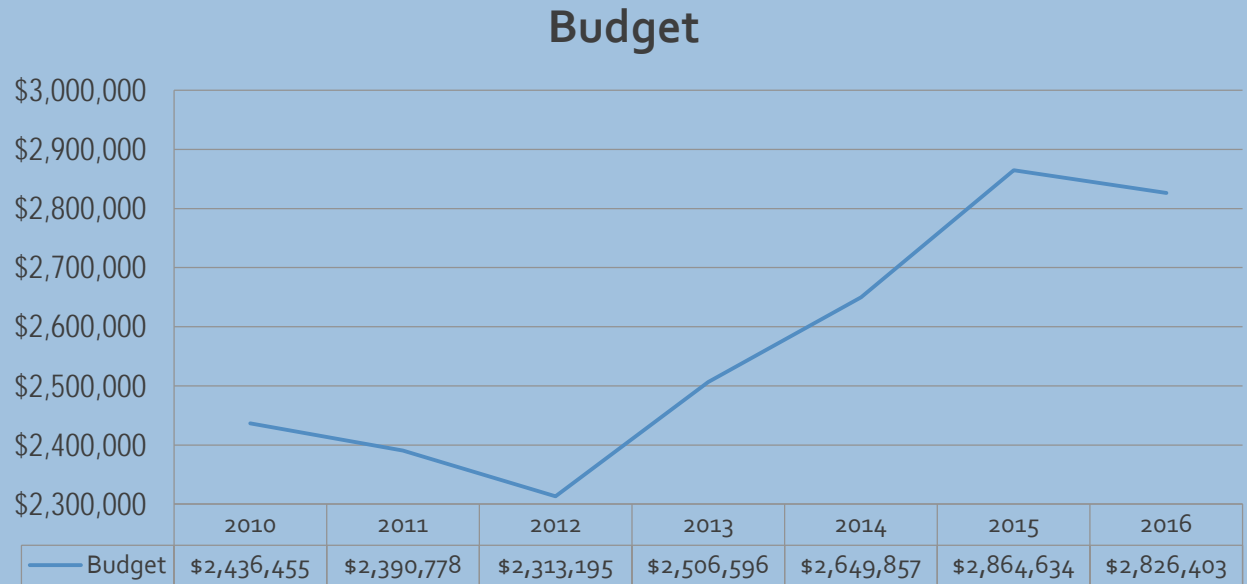
Increases in Salary

1.94%

Income Sensitivity, was 1.84%

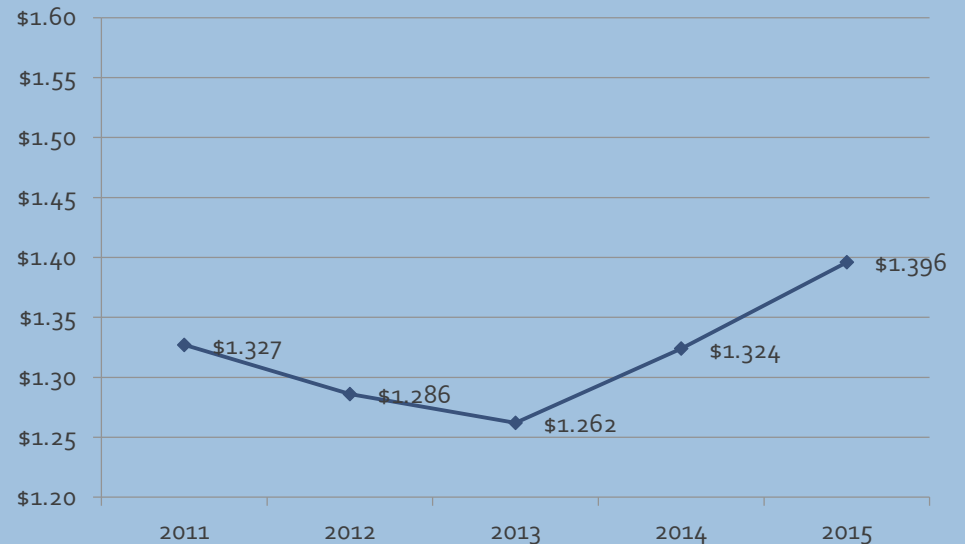
Budget Trends...

- ❑ 2015-2016 Budget **Down** -\$38,231
- ❑ Since 2010, the budget has risen an Average of \$77,990/Year
- ❑ OR...
- ❑ 2.67% per Year

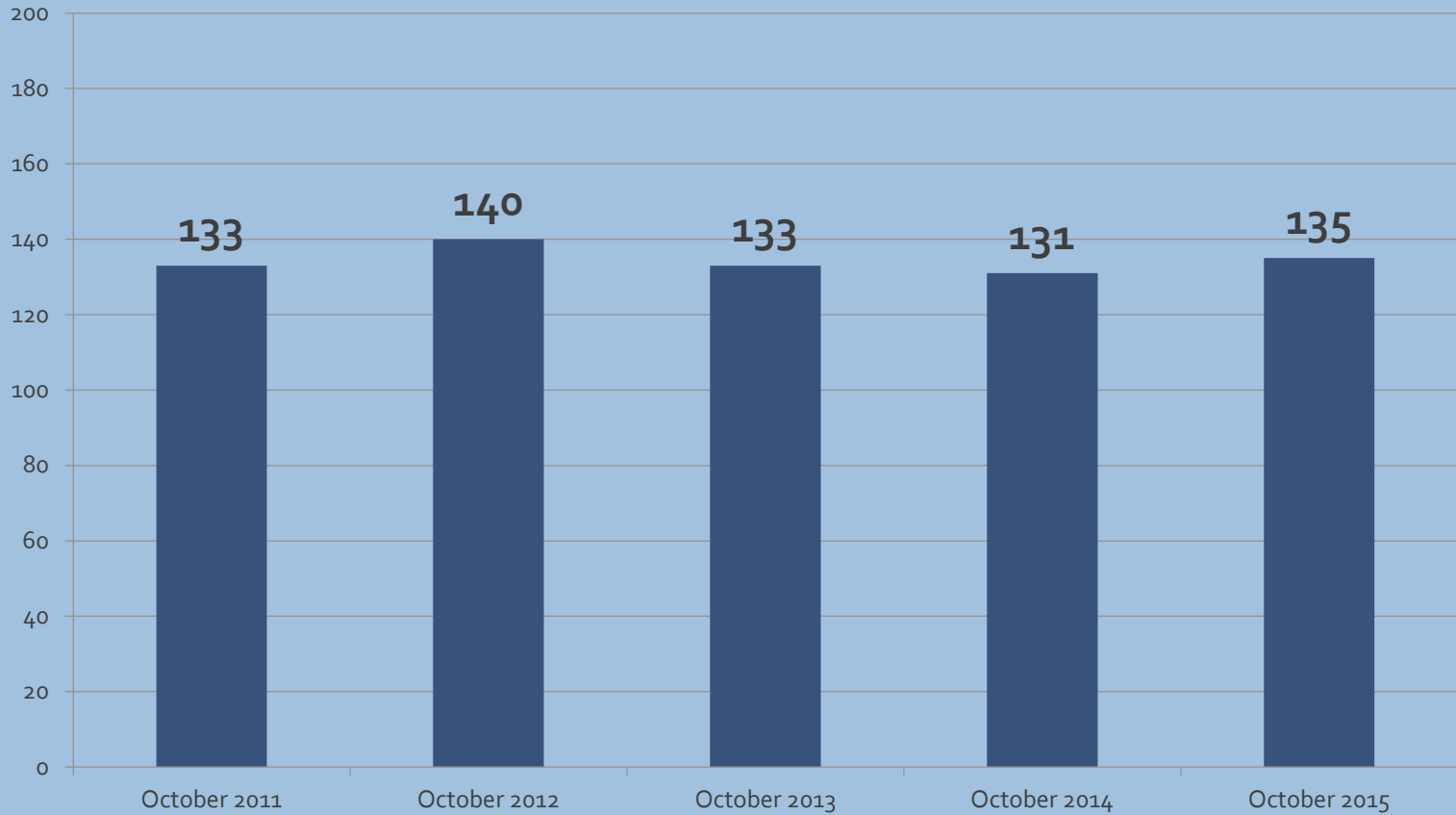


And at the same time...Tax Rate Trends...

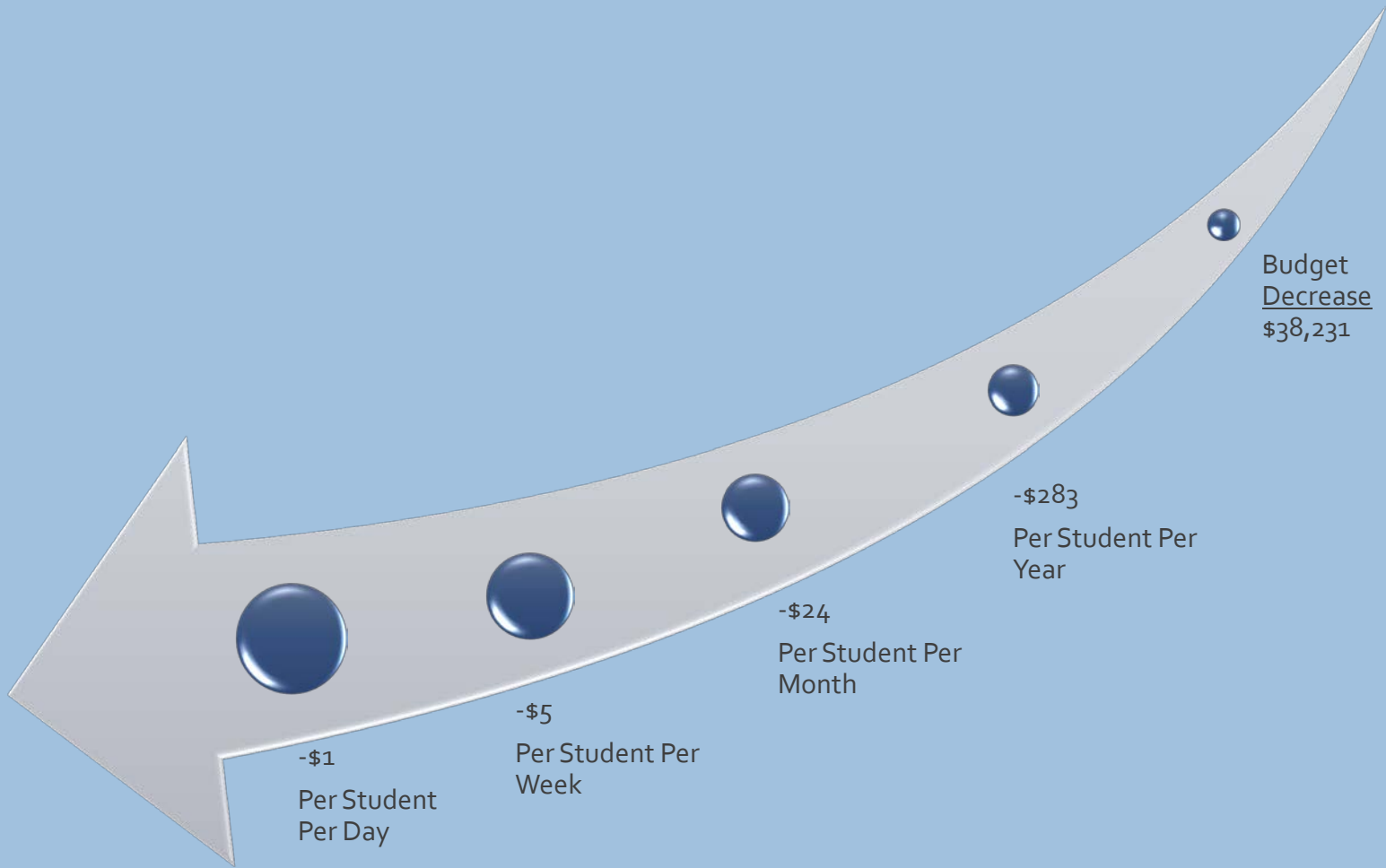
- ❑ Even though the budget is going down, the tax rate is up.



While Student Enrollment Trends Increase!



Eden Central School Enrollment Projected to Increase 3.0%



Average Reduction Per Day

Cost On Homes Without Income Sensitivity (Projected)

School Tax on Home Appraised at:

	FY15	FY16	Change/YR
\$125,000	\$1,898	\$1,998	\$100
\$150,000	\$2,278	\$2,398	\$120
\$175,000	\$2,658	\$2,798	\$140
\$200,000	\$3,038	\$3,198	\$160

Based on Department of Education Recommended Rate of \$1.00 Base Rate

Rate is subject to Change By Legislature

Building Needs Continue to Stress Budget

Heating & Energy Efficiency

- Boiler Replacement- Propane \$297,500
- HVAC Controls
- Circulator Pumps
- Insulation

Safety & Code Concerns

- Fire Panel Annunciator & Warning Signal Devices \$ 10,500
- Door Stops & Levers \$ 19,000
- Safe Walkways & Parking Lot ~~-\$125,000~~ \$75,000
- Window Egress \$ 32,000

Interior/Exterior

- Delaminated Cabinetry Replacement \$ 8,300
- Gymnasium Floor- Lined (Impregnated) VCT \$ 35,000
- Exterior Doors & Frames \$ 24,000
- Storage \$ 40,000
- Sewer Line Repair \$ 2,500

Equipment & Other

- Kitchen Equipment-Shelving/Sink/Floor \$ 15,200
- Water System Pan & Haslett UV Sleeve \$ 4,000
- Freezer \$ 20,000
- Contingency (4%-5%) \$ 32,000

Bond Request

\$615,000

\$615,000 Bonded Debt

	2015-2016	2016-2017	2017-2018
Amount Due On Bond/Yr	\$13,905	\$47,237	\$46,807
Added Projected Tax Rate Based on Current Year	\$00.6 Cents	\$01.9 Cents	\$01.8 Cents

Principal= \$30,750/Year

Total Cost Per Year Continues to Decrease After 2nd Year

**REMINDER: BONDED DEBT DOES NOT GET INCLUDED IN THE
CALCULATION OF THE THRESHOLD PENALTY**

\$297,500 Loan for HVAC Needs Boiler & Controls

	2015-2016	2016-2017	2017-2018
Amount Due On Short Term Loan/Yr	\$68,425 (Principal & Interest)	\$66,640 (Principal & Interest)	\$64,855 (Principal & Interest)
Added Projected Tax Rate Based on Current Year	\$02.80 Cents	\$02.79 Cents	\$02.78 Cents

Principal= \$59,500/Year for 5 Years Max
Interest Rate Calculated at 3%

Total Cost Per Year Continues to Decrease After 2nd Year Dependent on Threshold Level

REMINDER: SHORT TERM LOAN DOES GET INCLUDED IN THE CALCULATION OF THE THRESHOLD PENALTY



- Thank You