

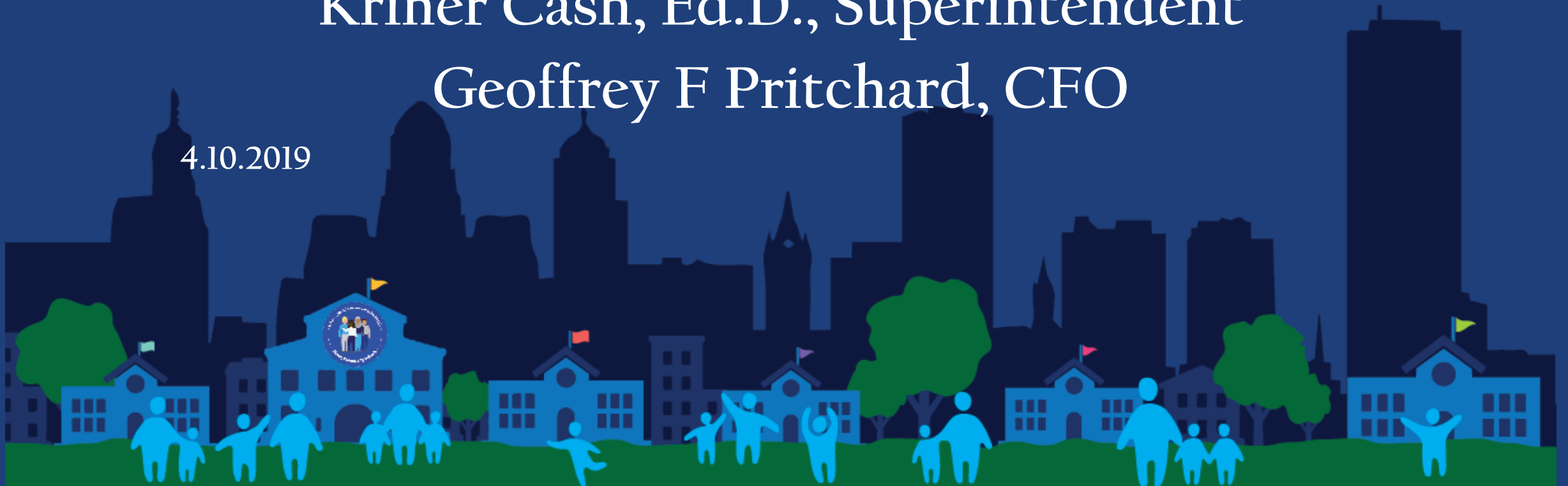


2019-20 Budget and 4 Year Plan Update

Kriner Cash, Ed.D., Superintendent

Geoffrey F Pritchard, CFO

4.10.2019



2019-20 Draft Budget

- \$3.7 million deficit as of April 10, 2019

	in millions			
	2019/20*	2018/19	\$ change	% change
Recurring Revenues	917.4	897.4	20.0	2.2%
Fund Balance Usage	10.0	19.0	(9.0)	-47.4%
Total Revenues	927.4	916.4	11.0	1.2%
Expenditures	931.1	916.4	14.7	1.6%
Deficit	(3.7)	-		

* Draft as of 4.10.19

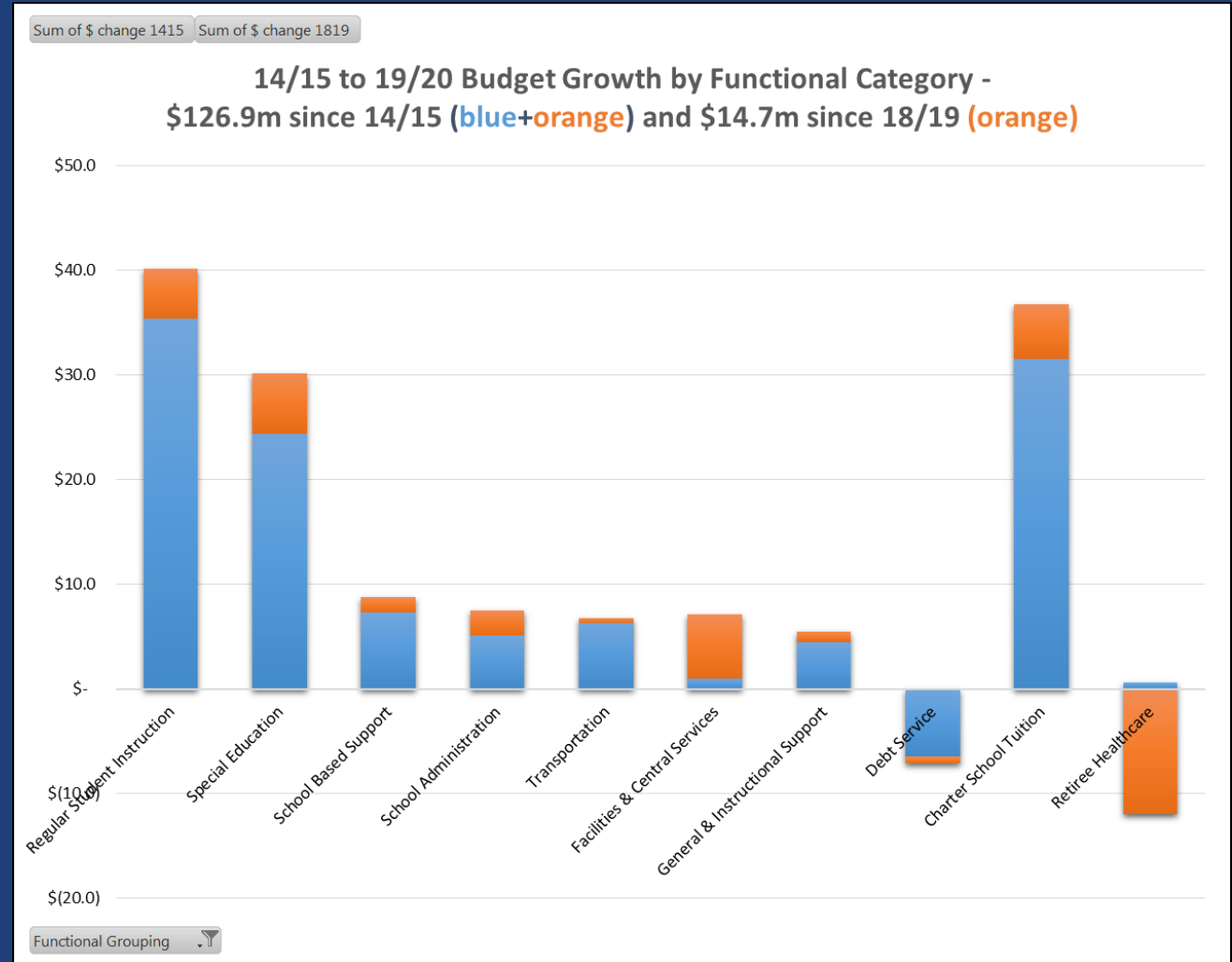
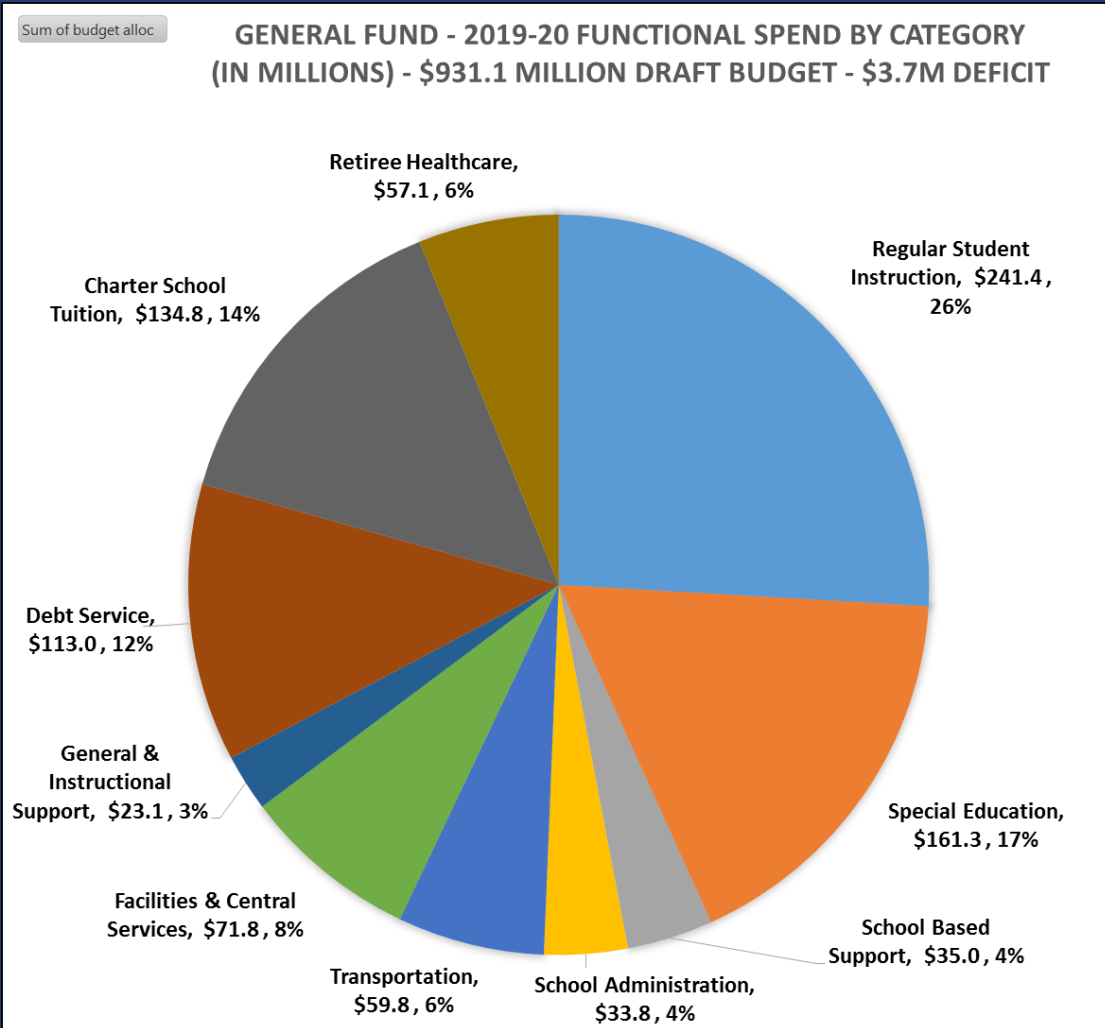
- Superintendent and Cabinet analyzing the budget in detail presently
- Final Deficit closing measures are expected to be completed in the following two weeks
- Balanced budget to be distributed to the Board on April 26th

2019-20 Draft Budget Compared to 4 Year Plan

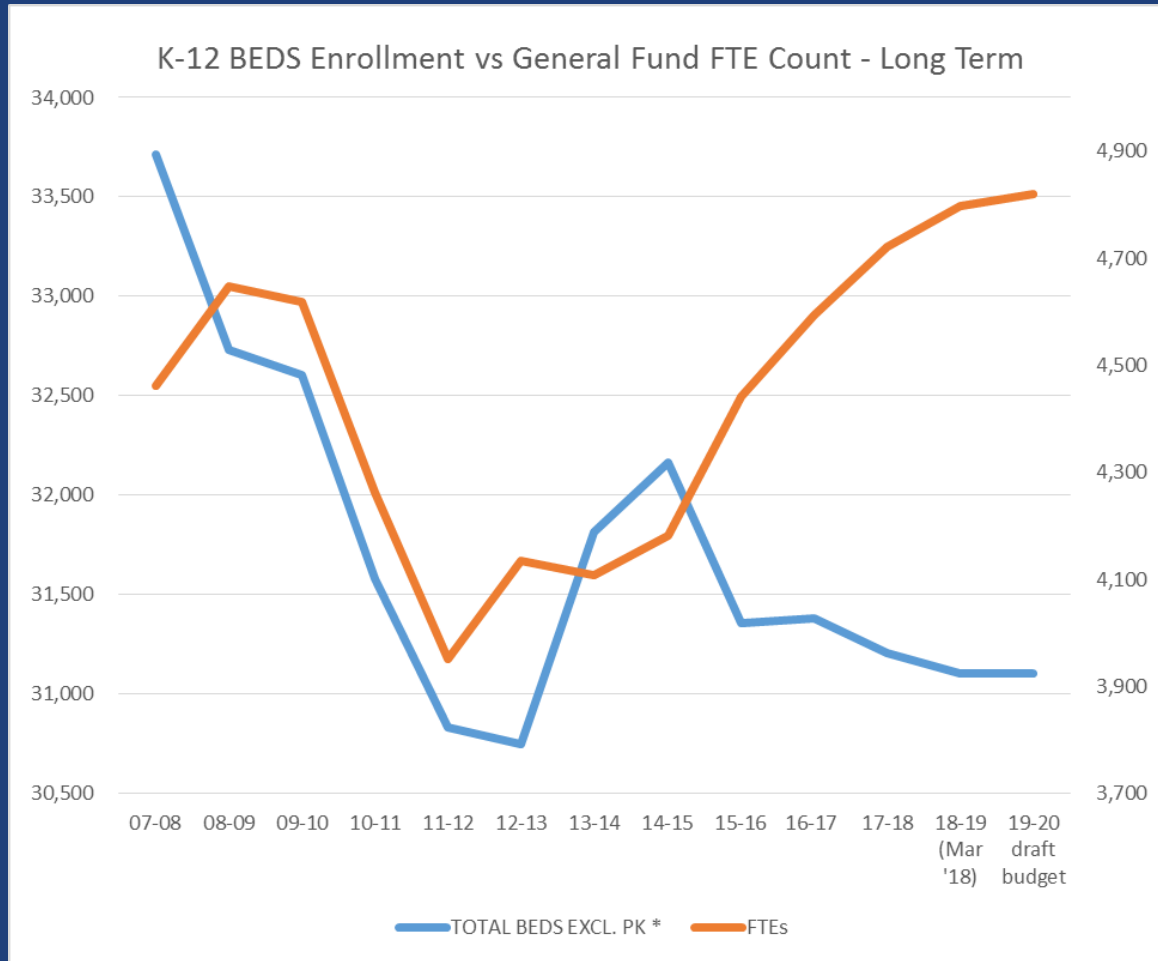
2019-20 Level 4 budget update 4.10.2019 - comparison to 4 Year Financial Plan

	6.20.2017 4 year plan	Difference	Current Draft 19/20	
Revenues:				
State	783.4	1.0	784.4	Includes final state aid from adopted state budget
City Property Tax	70.8	-	70.8	\$2.0 million annual increase requested over plan; \$0.5 million received
County Sales Tax	43.7	3.3	47.0	Based on current trends, \$47 million is flat with 2018-19 projection
Other	17.2	(2.0)	15.2	\$2.0 million Medicare Part D reimbursement now offset to health insurance costs
Fund Balance	8.0	2.0	10.0	\$10m proposed in the prior year four year plan update
Revenues	923.1	4.3	927.4	
Expenditures:				
Compensation	312.0	7.3	319.3	Additional staff added to schools; BCSA contract settlement in 2017
Pension Contributions	31.1	(1.4)	29.7	TRS rates have declined
Employee Health Insurance	57.1	9.1	66.2	
Retiree Health Insurance	76.2	(19.1)	57.1	Net decrease in health insurance of \$10.0 million from plan
Other Employee Benefits	41.1	1.2	42.3	
Transportation	50.4	1.1	51.5	
Agency, BOCES and Other Tuition	33.9	0.7	34.6	
Charter School Tuition	141.2	(6.5)	134.7	Recognizes Oracle (17-18) and Aloma (18-19) closures; still substantial increase of \$30 million over 3 years
Debt Service	113.0	(0.0)	113.0	
All Other Expenses	85.8	(3.1)	82.7	
Total expenditures	941.8	(10.7)	931.1	
Deficit	(18.7)	15.0	(3.7)	(13.7) Gap without fund balance usage
FTE counts	4,677.0	147.0	4,824.0	

2019-20 Draft General Fund Budget by Function



Long-term Student and Staff Trend Data



Buffalo Public Schools FTE by Union	Original Budget 14/15	L4 - Draft Budget 19-20**	5 Year Cumulative Growth
BTF	2,835	3,209	374
BCSA	198	227	29
PCTEA	354	383	29
Aides/Assts	599	805	206
Trades	29	33	4
Local 264	72	65	(7)
Local 409	61	56	(5)
Exempt/Board	32	45	13
Total	4,181	4,824	643
BEDS K-12	32,165	31,101	(1,064)
ELL pupils	5,164	7,585	2,421
SPED pupils	8,425	8,775	350
CHARTER - TOTAL	7,578	9,400	1,822
ELL (BTF/Aide/Asst)	186	348	162
SPED (BTF/Aide/Asst)*	1,249	1,608	359
Total	1,435	1,956	521

*includes Special Ed, Speech, Hearing, CSE, Psychologists, Social Workers, 504

** L4 19/20 Budget as of 4/9/19.

= pupils

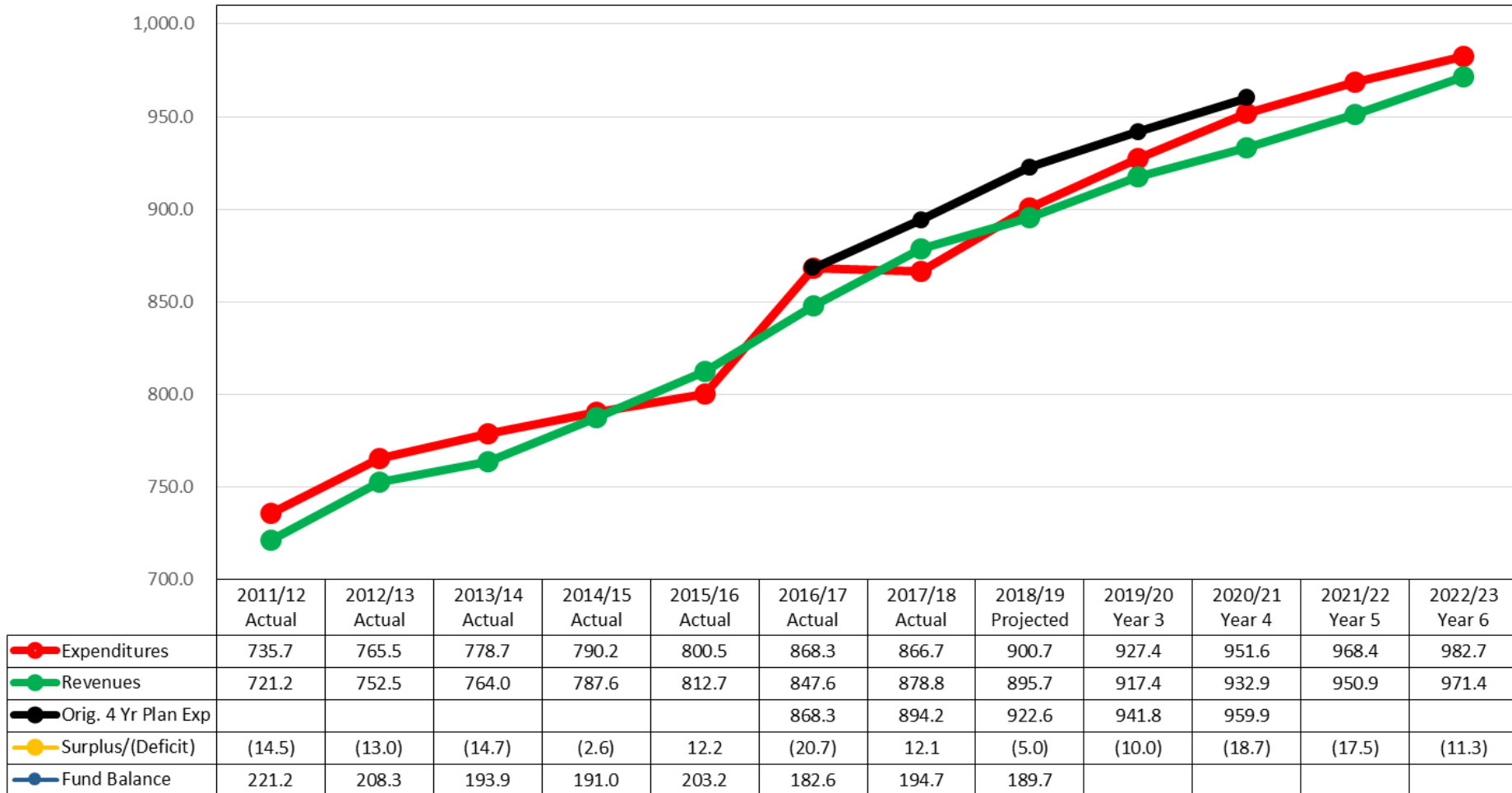
= staff

4 Year Plan – 2019-20 Update

- Revised, balanced 4 Year Financial Plan delivered tonight
 - \$10.0 million in projected in fund balance usage, down from \$19.0 million in the prior year
 - Charter school tuition still a major cost driver
- **District has outperformed the Plan to date**
 - Fund Balance projected to be \$189.7 million at June 30, 2019, \$63.3 million higher than plan
 - Health Insurance costs (active and retiree combined) \$16.5 million lower than plan in 2018/19, with go forward trend of \$10.0 million below plan
 - OPEB (retiree health insurance) liability down \$562 million from June 2016 to June 2018, with \$467 million the result of experience/plan design
 - Most recent debt ratings conference call resulted in positive comments on District's fiscal picture

4 Year Plan – 2019-20 update

Revenues vs Expenditures (in millions)
2012-2018 Actual through 2019-2023 Four Year Plan Projections as of 4.10.19



Updated Next Steps

- April 17 – Board approval of 4 year financial plan
- April 26 – 4 year financial plan and budget due to City and Buffalo Fiscal Stability Authority
- April 26 – Balanced budget submitted to the Board
- May 1 – Governor’s Division of Budget provides list of underfunded high needs schools, requiring District response by September 1
- May 1 – Finance and Operations Committee
- May 2 – Anticipated City of Buffalo Budget Hearing
- May 8 – *Supplemental* Finance & Operations Committee
- May 15 – Board approval of 2019-20 Budget

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- Dr. Kriner Cash

Chief Financial Officer:

- Geoffrey F Pritchard, CPA