

FY18

South Burlington School District

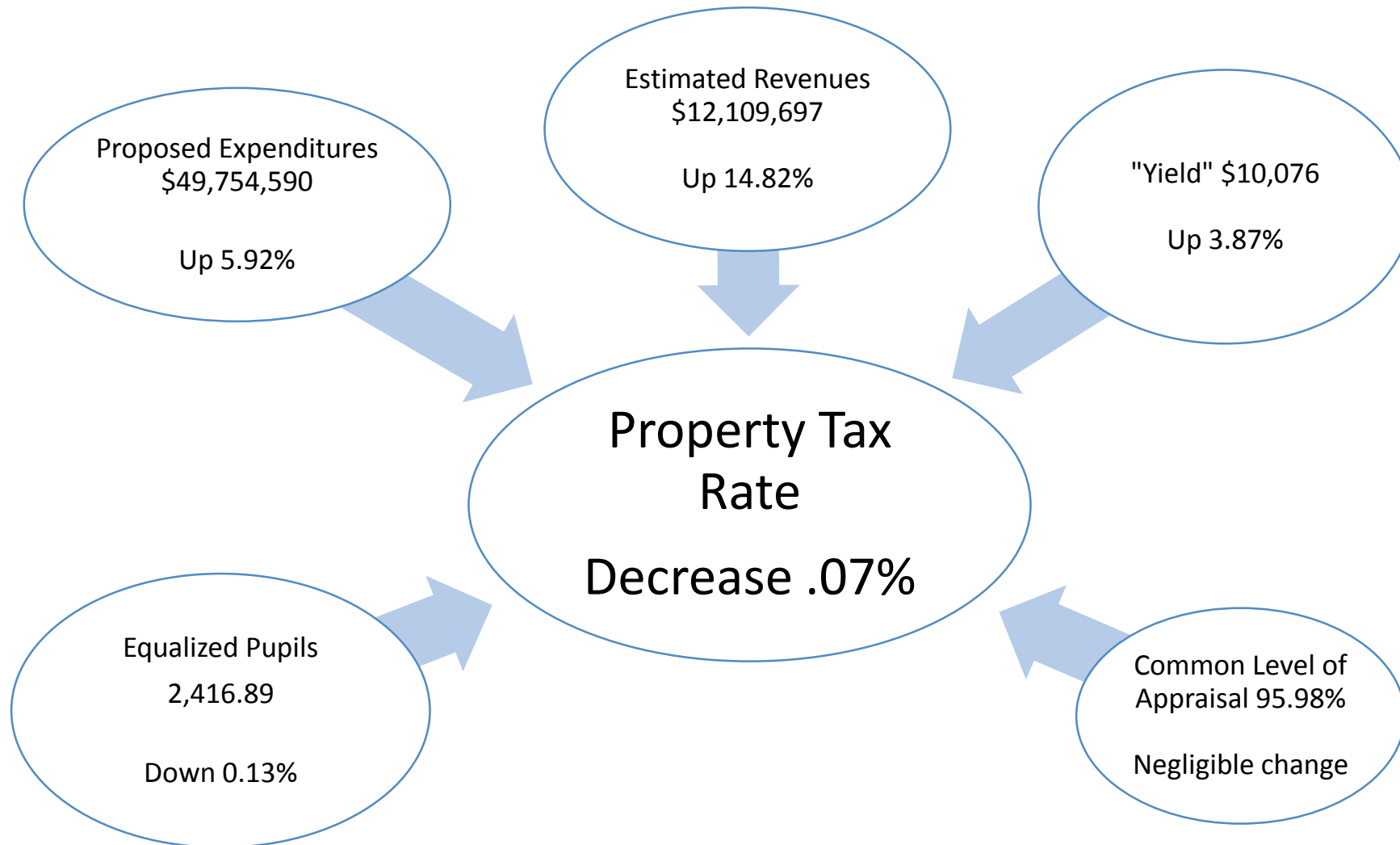
Revised Budget Information

April 6, 2017



Components of the Tax Rate Calculation

The tax rate can vary – and has over the years – as a result of any one of these five factors. Some years the tax rate can be low with a higher expenditures increase, some years there can be a higher tax rate with a lower level of expenditures. The proposed year is one where the tax rate decreases, despite an increase in the expenditure level.



SBSD Budget FY 2018 Status		FY17 Budget	FY18 Proposed for Revote	Change	% Chg.	Version: # 10	3/29/2017
Expenditure Budget Fund 01 & 03	\$46,973,703	\$50,565,404	(1)	\$ 3,591,701	7.65%	State Level Factors FY18	
Changes: Bgt Initiative adds:		\$0				Property Yield Estimate	\$10,076
Budget Changes:		(\$810,814)				* CLA	95.98%
Adjusted Expenditure Budget	\$46,973,703	\$49,754,590		\$ 2,780,887	5.92%	Equalized Pupils:	2,416.89
Less "Other" Revenue Fund 01 & 03	\$10,546,227	\$11,891,825	(2)	\$ 1,345,598	12.76%	VT Non-Residential Rate	\$1.5500
Revenue Changes March 15							
Bgt Initiative offsets:		\$217,872					
Adjusted Revenue Budget:	\$10,546,227	\$12,109,697		\$ 1,563,470	14.82%		
(Net) State Education Fund	\$36,427,476	\$37,644,893		\$ 1,217,417	3.34%		
Equalized Pupils	2,420.12	2,416.89	(3)	\$ (3.23)	-0.13%		
PLACE PENALTY HERE:							
Cost Per Equalized Pupil	\$15,051.93	\$15,575.76		\$ 523.83	3.48%		
Property Yield	\$9,701.00	\$10,076.00	(4)	\$ 375.00	3.87%		
<i>S.B. Residential Tax Rate (no CLA)</i>	\$1.5516	\$1.5458		\$ (0.0058)	-0.37%		
Residential Tax Rate w CLA	\$1.6117	\$1.6106	(5)	\$ (0.0011)	-0.07%		
<i>Non-Residential Tax Rate (no CLA)</i>	\$1.5350	\$1.5500		\$ 0.0150	0.98%		
Non-Residential Tax Rate w CLA	\$1.5945	\$1.6149		\$ 0.0204	1.28%		

Residential Property Tax Impact		FY17 Factors
Before income sensitivity and with the CLA the residential property tax per \$100,000 homestead value is:		
Total	\$1,546	
CHANGE FROM FY17	-\$1	
monthly change	-\$0.09	
Tax on a \$335,839 home	\$5,409	(6)
CHANGE FROM FY17	-\$4	
monthly change	-\$0.32	
Tax on a \$227,647 condo	\$3,666	(7)
CHANGE FROM FY17	-\$3	
monthly change	-\$0.21	
Income Sensitivity Impact	2.54%	2.72%
Tax on \$40,000 HH Income:	\$1,016	-72
Tax on \$60,000 HH Income:	\$1,524	-108
Tax on \$80,000 HH Income:	\$2,032	-144

The % change in the total expenditure budget	5.92%
The % change in draw from the State Education Fund is:	3.34%
The % change in the estimated residential tax rate is:	-0.07%
The % change in the <u>non-residential</u> tax rate from FY17 is:	1.28%
The % change in the income sensitized rate from FY17 is:	-6.62%

Budget Development Status:

This version recognizes current budget reductions

Favorable CLA, Stable Eq Pupils, revenue increase, result in modest tax rate change.



SPECIAL ELECTION: THURSDAY, APRIL 6!

South Burlington School District

Chamberlin – Orchard – Rick Marcotte Central – F.H. Tuttle Middle – South Burlington High School

A special election of the revised proposed South Burlington School District budget will be held **Thursday, April 6**. The revised proposed budget reflects a **reduction of \$810,814** in expenditures from the budget presented on March 7. Details below reflect a commitment to listening to our community's residents as well as diligent work by the School Administration, School Board, and Citizens Budget Advisory Group. This revised budget continues to support high-quality instruction and programs for our students.

**Public Information Meeting on April 5 at 6:00 PM
at the Chamberlin School Cafeteria**

Reductions and Increases in Revised Budget for Re-vote

Expenditures Proposed to Voters on March 7	\$50,565,404
REVISED Expenditures Proposed to Voters on April 6	\$49,754,590

ITEMS ADDED TO BUDGET:

Athletic uniforms needed for competition due to mascot change	\$ 47,914
Install art room air conditioner at SBHS	\$ 8,500

ITEMS DELETED FROM BUDGET:

Capital reserve fund contribution	-\$300,000
Deferring maintenance projects	-\$236,200
Move of combined central office to leased space	-\$ 75,000
Savings from three retirements	-\$ 72,000
Reduction of administration position	-\$ 55,000
Savings from new healthcare insurance plan options	-\$ 50,000
Additional Career Development Center staff	-\$ 40,000
District Communications Coordinator	-\$ 34,028
Robotics and maker spaces	-\$ 5,000
TOTAL REDUCTIONS	-\$810,814

Revised Proposed Budget Factors include:

- Tax rate decrease of -0.07% versus 2017 fiscal year*
- Total expenditure increase of 5.92% versus 2017 fiscal year
- Increases in revenue sources other than property taxes cover 56% of the increase in expenditures
- The average condo (\$227,647) in South Burlington will see a \$3 reduction in taxes
- The average home (\$335,839) in South Burlington will see a \$4 reduction in taxes
- *The school District rate is subject to change based on possible legislative action after this budget vote
- Polls are open April 6 from 7:00 a.m. to 7:00 p.m. Absentee ballots are available at City Hall.

Budget & Tax Rate Changes
Proposed FY 2018 Budget
For Voter Consideration on April 6, 2017

Fiscal Year	Budget Request	% Spending		Change in Tax Rate
		Increase Proposed	Tax Rate	
2018 (4/6/17 Proposal)	\$49,754,590	5.9%	\$1.6106	-0.07%
2018 (3/7/17 Proposal)	\$50,565,404	7.6%	\$1.6455	* 2.10%
2017	\$46,973,703	2.7%	\$1.6117	-0.52%
2016	\$45,747,228	3.3%	\$1.6202	0.61%
2015	\$44,297,297	3.0%	\$1.6104	6.15%
2014	\$42,986,751	2.1%	\$1.5171	7.50%
2013	\$42,106,183	3.7%	\$1.4112	2.78%
2012	\$40,587,607	0.7%	\$1.3730	-0.72%
2011	\$40,296,044	0.9%	\$1.3830	-5.98%
2010	\$39,923,685	4.4%	\$1.4710	8.56%
2009	\$38,250,988	4.1%	\$1.3550	5.45%
Ten Year Averages:			3.09%	2.38%

* Averages do not include 3/7/17 proposal

Equalized Pupil Comparison

	FY14	FY15	FY16	FY17	FY18	% Change '18 vs '14
South Burlington	2,381	2,365	2,400	2,420	2,417	1.51%
% of total	2.6%	2.6%	2.7%	2.7%	2.8%	
State-Wide Total	89,899	89,257	89,164	89,039	87,745	-2.40%

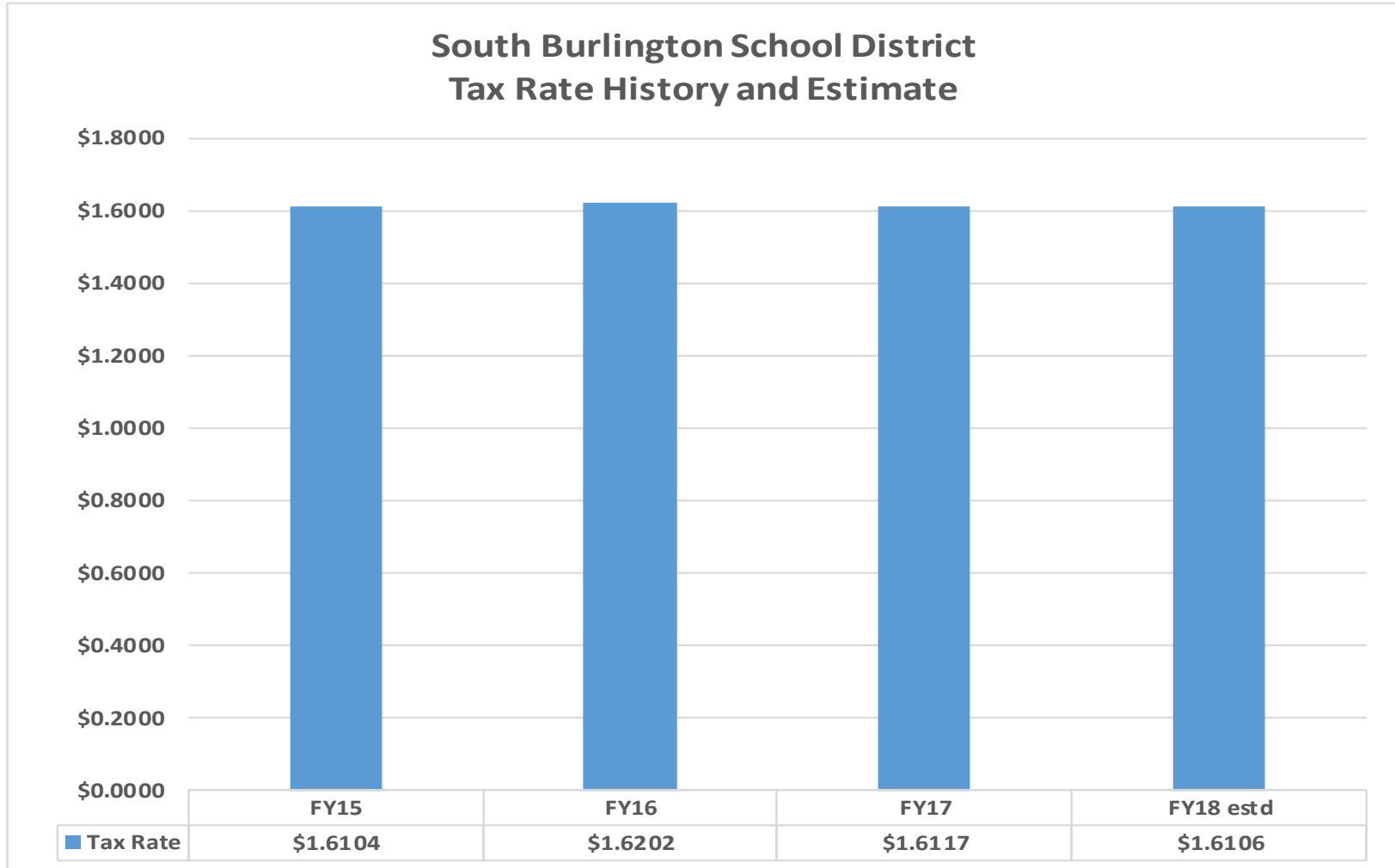
SOUTH BURLINGTON SCHOOL DISTRICT

Cost per Equalized Pupil, Regional Comparison

	<u>FY14</u>	<u>FY15</u>	<u>FY16</u>	<u>FY17</u>
Ed Spending per Equalized Pupil (left axis)	\$14,435	\$14,893	\$14,923	\$15,052
State Average ESPEP (left axis)	\$13,524	\$14,008	\$14,421	\$14,651
Variance from State Average	7%	6%	3%	3%
Rank in State (right axis)	83	94	109	110
Out of	282	282	282	266

SOUTH BURLINGTON SCHOOL DISTRICT

	Tax Rate
FY15	\$1.6104
FY16	\$1.6202
FY17	\$1.6117
FY18 estd	\$1.6106



Estimated Tax Rate on Primary Residences (4)

Year	Value		Value		Value	
	\$100,000	(1)	\$227,647	(2)	\$335,839	(3)
2017-18						
City	\$495		\$1,126		\$1,661	
School	\$1,611	*	\$3,666	*	\$5,409	*
Total	<u>\$2,105</u>		<u>\$4,792</u>		<u>\$7,070</u>	
2016-17						
City	\$474		\$1,078		\$1,591	
School	\$1,612	*	\$3,669	*	\$5,413	*
Total	<u>\$2,085</u>		<u>\$4,747</u>		<u>\$7,004</u>	
Increase/(Decrease)						
City	\$21		\$48		\$70	
School	<u>(\$1)</u>	*	<u>(\$3)</u>	*	<u>(\$4)</u>	*
Total	\$20		\$45		\$66	

(1) Per \$100 of assessed value.

(2) Average condo value in South Burlington. Last year this was \$226,000

(3) Average Primary Residence value in South Burlington. Last year this was \$366,000.

(4) The School District tax rate is subject to change based on legislative action taken after the budget vote.

* School amounts are listed prior to the impact of income sensitivity.

**SOUTH BURLINGTON
SCHOOL BOARD**

invites you to participate in a

**PUBLIC
INFORMATION
MEETING**

on the revised Budget for the
2017-2018 School Year

April 5, 2017

6:00 PM

Chamberlin School Cafeteria

Where To Find Additional Information

- www.sbschools.net (School District Website)
- www.otherpapersbvt.com (Other Paper)
- www.sburl.com (City Website)
- Absentee Ballot
- Voter Registration

Summary of Key Budget Parameters--Revised 3/15/17****

Year	City Budget	Estimated City Tax Rate	School Budget	Estimated School Tax Rate	Combined Budget	Estimated Combined Tax Rate
2017-18	\$38,275,300	\$0.4946	\$49,754,590	\$1.6106	\$88,029,890	\$2.1052
2016-17	\$40,210,370	\$0.4737	\$46,973,703	\$1.6117	\$87,184,073	\$2.0854
Increase/(Decrease)	(\$1,935,070)	\$0.0209	\$2,780,887	(\$0.0011)	\$845,817	\$0.0198
Percent Increase/(Decrease)	-4.81%	4.41%	5.92%	-0.07%	0.97%	0.95%