

<b>MODEL ONLY</b>	<b>Allowable Levy Growth Factor</b>	2.00%
	<b>Inflation Factor</b>	3.5%
	<b>Quantity Change Factor</b>	0.750%

<b>Tax Cap Impact Section</b>	2011-2012 Budgeted Spending	\$10,431,090
	State Aid and other revenues	\$5,317,476
	Appropriated Fund Balance	<b>\$650,000</b>
	2011-2012 School Tax Levy	\$4,463,614
	2012-13 Tax Levy Limit	\$4,349,909
	2012-13 Tax Levy Limit Change	-\$113,705
	2012-13 with 2%* Levy Tax Cap Total	\$4,349,909
	Exemptions Total	\$251,671
	2012-13 \$ Levy Tax Cap Increase w/ Exemptions	\$4,601,580
	2012-13 Levy Increase w/ Exemptions Total	<b>3.09%</b>

**BUDGET Impact Section**

<b>Expense Changes</b>		2012-13	Exemptions
	Projected Change All Salaries (incl. Retroactive Pay)	\$69,436	\$0
	Projected Change All SWD Expenses (Non salary)	\$3,000	\$0
	Projected Change Debt Service	\$0	<b>\$233,455</b>
	Projected Change All Pensions w/o Exemptions	<b>\$28,933</b>	<b>\$18,216</b>
	Projected Change Employee Medical/Dental/Vision Ins	\$114,360	\$0
	Projected Change Retiree Medical, Dental, Vision Ins	\$11,953	\$0
	Projected Change FICA, Wkrs Comp/Unemployment Ins	\$19,688	\$0
	Projected Change Retirement Incentives	\$0	\$0
	Projected Change Other (Certiorari, Claims etc.)	\$0	\$0
	Projected Change Tort Payment (Expense)	\$0	\$0
	<b>Total Projected Expense Changes</b>	<b>\$247,370</b>	<b>\$251,671</b>

<b>Revenue Changes</b>		2012-13
	Projected Change Foundation Aid	\$0
	Projected Change Excess Cost Aid	\$0
	Projected Change Building Aid	\$0
	Projected Change Trans Aid	\$5,000
	Projected Change BOCES Aid	\$25,000
	Projected Change Other Aids	\$1,000
	Projected Change Misc Sources	\$0
	Projected Change Special Grants, Aid etc.	\$0
	Projected Change Other, Gifts, etc.	\$0
	<b>Total Projected Revenue Changes</b>	<b>\$31,000</b>

**Tax Cap Impact to Budget Comparison Section**

	Aprvd Budget
2012-13 \$ Levy Tax Cap Increase	-\$113,705
Total Projected Budget Impact	\$216,370
<b>Overage To Attain Tax Cap*</b>	<b>\$330,075</b>
Total Projected Use of Reserves/Funds/\$ Offset Overage	\$310,336
Total Projected Change in Adjusted Unrestricted Fund Balance	\$19,739
Total Projected Layoffs \$ to Offset Overage**	\$0
<b>Adjustments Still Needed to Attain Tax Cap</b>	<b>\$0</b>

**Budget and Related Data**

	2011-12	2012-13	Enter % Chg	\$ Change
Teacher Sal k-6	\$776,785	\$792,321	2%	\$15,536
Teacher Sal 7-12	\$890,640	\$908,453	2%	\$17,813
Substitute Teachers	\$83,000	\$84,660	2%	\$1,660
Instructional Salaries	\$951,432	\$970,461	2%	\$19,029
Non Instructional Salaries	\$769,967	\$785,366	2%	\$15,399
<b>Totals</b>	<b>\$3,471,824</b>	<b>\$3,541,260</b>		<b>\$69,436</b>

	2011-12	2012-13	2013 Exempt	\$ Change	Increase Basis (+2.5)
ERS	\$125,505	\$143,722	\$4,712	\$22,930	<b>16.3/18.3 new /6 Exempt new</b>
TRS (TBA-what basis; last actual or accrual?)	\$300,176	\$292,676	\$13,504	\$6,004	<b>8.62/10.62 new/.49 Exempt</b>
FICA	\$265,595	\$270,906		\$5,312	
Workers' Comp	\$30,374	\$16,750		-\$13,624	
Unemployment	\$10,000	\$38,000		\$28,000	
Medical/Dental/Vision Active	\$1,143,602	\$1,257,962		\$114,360	<b>10%</b>
Medical/Dental/Vision Retired	\$119,525	\$131,478		\$11,953	<b>10%</b>

	2011-12	2012-13	2013 Exempt	\$ Change	Increase Basis
Retirement Incentives (Cash, etc.)	\$0	\$0		\$0	
Certiorari, Insurance Expenses	\$0	\$0		\$0	

	2011-12	2012-13	2013 Exempt	\$ Change	Increase Basis
Debt Service Int+Principal	\$1,789,022	\$1,789,022	\$233,455	\$0	Local Share (Debt Serv-State Aid)
<b>Building Aid</b>	<b>\$1,555,567</b>	<b>\$1,555,567</b>		<b>\$0</b>	

	2011-12	2012-13	2013 Exempt	\$ Change	Increase Basis
Pr Yr Payments in Lieu of Taxes (PILOTs)	\$50,000	\$50,000		\$0	
Tort Claim Expense	\$0	\$0	\$0	\$0	Amt Excess of 5% Prev Yr Levy

**Totals** **\$251,671**

Reserves	2011-12	2012-13	\$ Change	% Change	Reserve Loss
Unemployment	\$30,884	\$30,884	\$0	0.0%	-\$121,663
Capital	\$1,000,000	\$1,000,000	\$0	0.0%	
Repair	\$50,000	\$50,000	\$0	0.0%	
Employee Benefit Liability	\$255,000	\$255,000	\$0	0.0%	
ERS Reserve	\$360,000	\$338,337	-\$21,663	0.0%	
Certiorari	\$100,000	\$0	-\$100,000	0.0%	
<b>Funds</b>					Funds Loss
Debt	\$622,683	\$434,010	-\$188,673	-30.3%	-\$188,673
<b>Adj Unrestricted Fund Balance</b>					<b>Adj Unres Fund Balance Loss</b>
	\$417,244	\$397,505	-\$19,739	-4.7%	-\$19,739
<b>Total Cash</b>	<b>\$2,835,811</b>	<b>\$2,505,736</b>			<b>-\$330,075</b>
<b>Appropriated Fund Balance</b>	<b>650,000</b>	<b>650,000</b>		???????	

**Allowable Levy Growth Factor**

2.0%

"Allowable levy growth factor" shall be the lesser of: (i) one and two one-hundredths; or (ii) the sum of one plus the inflation factor; provided, however, that in no case shall the levy growth factor be less than one.

**Allowable Carry Over**

\$0

"Available carryover" means the amount by which the tax levy for the prior fiscal year was below the tax levy limit for such fiscal year if any, but no more than an amount that equals one and one-half percent such fiscal year of the tax levy limit for such fiscal year.

**Inflation Factor**

3.50%

"Inflation factor" means the quotient of: (i) the average of the national consumer price indexes determined by the United States department of labor for the twelve-month period ending six months prior to the start of the coming fiscal year minus the average of the national consumer price indexes determined by the United States department of labor for the twelve-month period ending six months prior to the start of the prior fiscal year, divided by: (ii) the average of the national of the prior fiscal year, divided by: (ii) the average of the national consumer price indexes determined by the United States department of labor for the twelve-month period ending six months prior to the start of the prior fiscal year, with the result expressed as a decimal to four places.

**Exemptions**

**Tort Actions (Court Orders/Judgments)**

\$0

a tax levy necessary for expenditures resulting from court orders or judgments against the local government arising out of tort actions for any amount that exceeds five percent of the total prior fiscal year tax levied in the prior fiscal year.

**Pension Costs (ERS & TRS)**

**ERS**

\$4,712

(ERS) in years in which the system average actuarial contribution rate of the New York state and local employees' retirement system, as defined by paragraph ten of subdivision a of section nineteen-a of the retirement and social security law, increases by more than two percentage the coming fiscal year for local government employer contributions to the New York state and local employees' retirement system caused by growth in the system average actuarial contribution rate minus two percentage points;

**TRS**

\$13,504

(TRS) in years in which the normal contribution rate of the New York state teachers' retirement system, as defined by paragraph a of subdivision two of section five hundred seventeen of the education law, increases by more than two percentage points from the previous year, a tax levy necessary for expenditures for the coming fiscal year for local government employer contributions to the New York state teachers' retirement system caused by growth in the normal contribution rate minus two percentage points.

**Quantity Change Factor**

0.007500

**Tax Base Growth Factor**

100.75%

The commissioner of taxation and finance shall calculate a quantity change factor for each local government for the coming fiscal year based upon the physical or quantity change, as defined by section twelve hundred twenty of the real property tax law, reported to the commissioner of taxation and finance by the assessor or assessors pursuant to section five hundred seventy-five of the real property tax law. The quantity change factor shall show the percentage by which the full value of the taxable real property in the local government has changed due to physical or quantity change between the second final assessment roll or rolls preceding the final assessment roll or rolls upon which taxes are to be levied, and the final assessment roll or rolls immediately preceding the final assessment roll or rolls upon which taxes are to be levied.

After determining the quantity change factor for the local government, the commissioner of taxation and finance shall proceed as follows: (A) If the quantity change factor is negative, the commissioner of taxation and finance shall not determine a tax base growth factor for the local government. (B) If the quantity change factor is positive, the commissioner of taxation and finance shall determine a tax base growth factor for the local government which is equal to one plus the quantity change factor.

The commissioner of taxation and finance shall notify the state comptroller and each local government of the applicable tax base growth factors, if any, as soon thereafter as such factors are determined.

**Capital Local Expenditures**

\$233,455

"Capital local expenditures" means the taxes associated with budgeted expenditures resulting from the financing, refinancing, acquisition, design, construction, reconstruction, rehabilitation, improvement, furnishing and equipping of, or otherwise providing for school district capital facilities or school district capital equipment, including debt service and lease expenditures, and transportation capital debt service, subject to the approval of the qualified voters where required by law.

"Capital tax levy" means the tax levy necessary to support capital local expenditures, if any.

**THE COMPUTATION OF TAX LEVY LIMITS**

Each school district shall calculate the tax levy limit for each school year which shall be determined as follows:

<u>Prior Year Levy</u>	\$4,463,614	
<u>Prior Year Levy X Tax Base Growth Factor</u>	\$4,497,091	
<u>Prior Year Payments in Lieu of Taxes (PILOTs)</u>	\$50,000	
<u>ADD Prior Year Payments in Lieu of Taxes</u>	\$4,547,091	
<u>Pr Yr Exemptions Torts/ Judgements</u>	\$0	
<u>Pr Yr Exemptions Capital Local Expenditures</u>	\$233,455	* Includes BUSES and Equipment
<u>Exemptions Are Subtracted (Adjusted Prior Yrs Levy)</u>	\$4,313,636	
<u>Multiply Result by Allowable Levy Growth Factor</u>	\$4,399,909	
<u>Coming Year Payments in Lieu of Taxes (PILOTs)</u>	\$50,000	
<u>Subtract Coming Year Payments in Lieu of Taxes</u>	\$4,349,909	
<u>Avaiiable Carry Over if any</u>	\$0	
<u>Add Avaiiable Carry Over if any</u>	\$4,349,909	
<u>Resultant <i>Tax Levy Limit</i></u>	\$4,349,909	
<u>Increase in Tax Levy Permitted to meet Cap</u>	(\$113,705)	

<u>Prior Year's Budget</u>	\$10,431,090
<u>Budget Increase Allowed without other Revenue Resources</u>	(\$113,705)
<u>Budget Amount Allowed without other Revenue Resources</u>	\$10,317,385.08
<u>Budget Increase Allowed without other Revenue Resources</u>	-1.09%

**This is a "MODEL" about the complicated fiscal and strategic considerations to be analyzed with regard to the "Tax Cap"**

<b>MODEL ONLY</b>	<b>Allowable Levy Growth Factor</b>	2.00%
	<b>Inflation Factor</b>	3.5%
	<b>Quantity Change Factor</b>	0.75%

<b>Tax Cap Impact Section</b>	2011-2012 Budgeted Spending	\$10,431,090
	2011-2012 School Tax Levy	\$4,463,614
	2012-13 \$ Levy Tax Cap Increase w/o Exemptions	\$4,349,909
	2012-13 Tax Levy Limit Change	-\$113,705
	2012-13 with 2%* Levy Tax Cap Total	\$4,349,909
	Exemptions Total	\$251,671
	2012-13 \$ Levy Tax Cap Increase w/ Exemptions	\$4,601,580
	2012-13 Levy Increase w/ Exemptions Total	3.09%

**BUDGET Impact Section**

<b>Expense Changes</b>	Projected Change All Salaries (incl. Retroactive Pay)	\$69,436	\$0
	Projected Change All SWD Expenses (Non salary)	\$3,000	\$0
	Projected Change Debt Service	\$0	\$233,455
	Projected Change All Pensions w/o Exemptions	\$28,933	\$18,216
	Projected Change Employee Medical/Dental/Vision Ins	\$114,360	\$0
	Projected Change Retiree Medical, Dental, Vision Ins	\$11,953	\$0
	Projected Change FICA, Wkrs Comp/Unemployment Ins	\$19,688	\$0
	Projected Change Retirement Incentives	\$0	\$0
	Projected Change Other (Certiorari, Claims etc.)	\$0	\$0
	Projected Change Tort Payment (Expense)	\$0	\$0
	<b>Total Projected Expense Changes</b>	<b>\$247,370</b>	<b>\$251,671</b>

<b>Revenue Changes</b>	2012-13	
	Projected Change Foundation Aid	\$0
	Projected Change Excess Cost Aid	\$0
	Projected Change Building Aid	\$0
	Projected Change Trans Aid	\$5,000
	Projected Change BOCES Aid	\$25,000
	Projected Change Other Aids	\$1,000
	Projected Change Misc Sources	\$0
	Projected Change Special Grants, Aid etc.	\$0
	Projected Change Other, Gifts, etc.	\$0
	<b>Total Projected Revenue Changes</b>	<b>\$31,000</b>

<b>Tax Cap Impact to Budget Comparison Section</b>	Aprvd Budget	Contingent
	2012-13 \$ Levy Tax Cap Increase	-\$113,705
	Total Projected Budget Impact	\$216,370
	Overage To Attain Tax Cap*	\$330,075
	Total Projected Use of Reserves/Funds/\$ Offset Overage	\$310,336
	Total Projected Change in Adjusted Unrestricted Fund Balance	\$19,739
	Total Projected Layoffs \$ to Offset Overage**	\$0
	Adjustments Still Needed to Attain Tax Cap	\$0

<b>Budget and Related Data</b>				
	2011-12	2012-13	Enter % Chg	\$ Change
Teacher Sal k-6	\$776,785	\$792,321	2%	\$15,536
Teacher Sal 7-12	\$890,640	\$908,453	2%	\$17,813
Substitute Teachers	\$83,000	\$84,660	2%	\$1,660
Instructional Salaries	\$951,432	\$970,461	2%	\$19,029
Non Instructional Salaries	\$769,967	\$785,366	2%	\$15,399
<b>Totals</b>	<b>\$3,471,824</b>	<b>\$3,541,260</b>		<b>\$69,436</b>
	2011-12	2012-13	2013 Exempt	\$ Change
ERS	\$125,505	\$143,722	\$4,712	\$22,930
TRS	\$300,176	\$648,051	\$13,504	\$6,004
FICA	\$265,595	\$270,906		\$5,312
Workers' Comp	\$30,374	\$16,750		-\$13,624
TRS (TBA-what basis; last actual or accrual?)	\$10,000	\$555,965	\$25,652	\$28,000
Medical/Dental/Vision Active	\$1,143,602	\$1,257,962		\$114,360
Medical/Dental/Vision Retired	\$119,525	\$131,478		\$11,953
				<b>10%</b>
				<b>10%</b>
	2011-12	2012-13	2013 Exempt	\$ Change
Retirement Incentives (Cash, etc.)	\$0	\$0		\$0
				Increase Basis
	2011-12	2012-13	2013 Exempt	\$ Change
Certiorari, Insurance Expenses	\$0	\$0		\$0
				Increase Basis
	2011-12	2012-13	2013 Exempt	\$ Change
Debt Service Int+Principal	\$1,789,022	\$1,789,022	\$233,455	\$0
Building Aid	\$1,555,567	\$1,555,567		\$0
				Increase Basis
				Local Share (Debt Serv-State Aid)
	2011-12	2012-13	2013 Exempt	\$ Change
Tort Claim Expense		\$0	\$0	\$0
				Increase Basis
				Amt Excess of 5% Prev Yr Levy
<b>Totals</b>			<b>\$251,671</b>	

<b>Reserves</b>	2011-12	2012-13	\$ Change	% Change	<b>Reserve Loss</b>
Unemployment	\$30,884	\$30,884	\$0	0.0%	-\$121,663
Capital	\$1,000,000	\$1,000,000	\$0	0.0%	
Repair	\$50,000	\$50,000	\$0	0.0%	
Employee Benefit Liability	\$255,000	\$255,000	\$0	0.0%	
ERS Reserve	\$360,000	\$338,337	-\$21,663	-6.0%	
Certiorari	\$100,000	\$0	-\$100,000	-100.0%	
<b>Funds</b>					<b>Funds Loss</b>
Debt	\$622,683	\$434,010	-\$188,673	-30.3%	-\$188,673
<b>Adj Unrestricted Fund Balance</b>					<b>Adj Unres Fund Balance Loss</b>
	\$417,244	\$397,505	-\$19,739	-4.7%	-\$19,739
<b>Total Cash</b>	<b>\$2,835,811</b>	<b>\$2,505,736</b>			<b>-\$330,075</b>
<b>Appropriated Fund Balance</b>	<b>650,000</b>	<b>650,000</b>	???????	3.85	

<b>Contingent Budget Reserve Impact</b>					
<b>Reserves</b>	2011-12	2012-13	\$ Change	% Change	<b>Reserve Loss</b>
Unemployment	\$30,884	\$30,884	\$0	0.0%	-\$216,276
Capital	\$1,000,000	\$910,387	-\$89,613	-9.0%	
Repair	\$50,000	\$0	-\$50,000	0.0%	
Employee Benefit Liability	\$255,000	\$200,000	-\$55,000	-21.6%	
ERS Reserve	\$360,000	\$338,337	-\$21,663	-6.0%	
Certiorari	\$100,000	\$100,000	\$0	0.0%	
<b>Funds</b>					<b>Funds Loss</b>
Debt	\$622,683	\$385,352	-\$237,331	-38.1%	-\$237,331
<b>Adj Unrestricted Fund Balance</b>					<b>Adj Unres Fund Balance Loss</b>
	\$417,244	\$402,810	-\$14,434	-3.5%	-\$14,434
<b>Total Cash</b>	<b>\$2,835,811</b>	<b>\$2,367,770</b>			<b>-\$468,041</b>
<b>Appropriated Fund Balance</b>	<b>650,000</b>	<b>650,000</b>	???????	3.64	