

## JOHNSBURG CSD & MINERVA CSD REORGANIZATION DISCUSSION

### What is reorganization?

School Districts "reorganize" when one or more existing districts join or merge to form a single, larger school district.



### What is reorganization?

- Reorganization can mean:
  - Centralization
  - Annexation
  - Consolidation



### Types of reorganization <a href="Centralization">Centralization</a>

- New school district is created that includes the entire area of the school districts to be merged.
- Can be established through the merger of any types of school districts except city school districts.
- The districts must share a boundary line.



### Types of reorganization <u>Annexation</u>

- New district is not created. An annexed district is dissolved and becomes part of the annexing Central or Union Free school district.
- Common, Union Free and Central school districts can be annexed to a Central or Union Free school district if they share a boundary line.



### Types of reorganization Consolidation of Union Free or Common School Districts

- Creates a new school district.
- Two or more Common districts may be consolidated as a single Common or as a single Union Free.
- Two or more Union Free districts may be consolidated as a single Union Free.
- A Union Free school district and a Common school district may be consolidated as a single Union Free.



### Types of reorganization Consolidation of City School Districts

- The district to be consolidated will cease to exist and city will have responsibility for education of the whole area.
- School districts of any legal form outside the city district that share a border with the city district or with a district that is joining with the city district may be party to the reorganization.
- The resulting district becomes the "Enlarged City School District of..."



### Why Reorganize?

- Larger Student/Tax Base + Reorganization Incentive Operating Aid:
  - More resources
  - More educational programs
  - More support services
  - More opportunities
- Reorganization Incentive Building Aid:
  - Upgrade and improve buildings, grounds, and other school facilities



### What About "Tuitioning?"

- •With voter approval, districts may contract with one or more neighboring school districts to educate one or more grade levels.
- No additional State Aid available on Educational Contracts.



# Reorganization Process Step 1:

Boards of Education of affected districts hold joint meetings to determine whether to undergo a formal reorganization study.

BOCES District Superintendent is available as an informed, neutral party to provide information and support.



## Reorganization Process Step 2:

If Boards of Education agree, a formal feasibility study on reorganization is commissioned.

School Districts are encouraged to apply for NY State Local Government Efficiency Grant(s) to offset costs associated with feasibility study.



# Reorganization Process Step 3:

Boards of Education maintain transparency and hold multiple public information meetings to help ensure a fully informed community.

Meeting dates, times, and discussion topics are made available to all voters in each district. Questions are encouraged, honest answers are provided.

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## Reorganization Process Step 4:

Boards of Education hold non-binding "straw vote" to assess public support for reorganization.

The "Straw Vote" is not legally binding, but it is a necessary step in the public process. The Commissioner of Education will not order a statutory vote without clear evidence of public support.



# Reorganization Process Step 5:

BOCES District Superintendent formally reports results of "straw vote" to the Commissioner of Education, indicating whether or not to proceed further.

A BOCES DS letter to the Commissioner of Education in support of reorganization formally starts the statutory (legal) reorganization process.



### Feasibility Study Will Include:

- Current and projected enrollments
- Current and projected professional staffing plans
- Options for education programs and curricula
- Options for transportation
- Projected fiscal implications of the reorganization:
   State Aid, Expenditures, and Local Tax Impact



## Options for Johnsburg and Minerva: <u>Centralization</u> or <u>Annexation</u>

CENTRALIZATION	ANNEXATION
Commissioner issues an Order "laying out" a new school district.	Commissioner issues an Order to dissolve and annex one district to another.
Eligible voters of each district <u>must</u> request a vote by petition for centralization to occur.	Order is final after 60 days, <u>unless residents petition</u> <u>for a vote</u> .
A second petition from each district is needed in order to vote in multiple locations.	Vote is not legally required and will only occur in districts that petition for a vote.
A majority in favor at each voting location is needed to form a new district.	A majority in favor at any voting district is needed to finalize the annexation.
<ul> <li>If vote is in favor of reorganization, a new district is formed, and a new Board is elected.</li> </ul>	If in favor of annexation, the annexed district is dissolved. No new Board is elected.



### Reorganization Incentive Operating Aid (RIOA)

RIOA is based on 2006-07 State Operating Aid. A district's fixed dollar amount for RIOA calculations is found on the State Aid website:

2022-23 State Aid Projections Full Day K, Inst Mat, Op Reorg Incentive Aid

Incentive Operating Aid is available for 14 years beginning with the first school year of operation as a reorganized district.



### Reorganization Incentive Operating Aid

40% of the combined amount is provided for 5 years, then reduced by 4% per year for the next 9 years:

2006-07 Sele	ected Operating Aid														
Minerva	\$141,599														
Johnsburg	\$862,983														
		Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	Year 12	Year 13	Year 14
	School Year:	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32	2032-33	2033-34	2034-35	2035-36	2036-37	2037-38
	% Aid:	40%	40%	40%	40%	40%	36%	32%	28%	24%	20%	16%	12%	8%	4%
	Minerva:	\$56,640	\$56,640	\$56,640	\$56,640	\$56,640	\$50,976	\$45,312	\$39,648	\$33,984	\$28,320	\$22,656	\$16,992	\$11,328	\$5,664
	Johnsburg:	\$345,193	\$345,193	\$345,193	\$345,193	\$345,193	\$310,674	\$276,155	\$241,635	\$207,116	\$172,597	\$138,077	\$103,558	\$69,039	\$34,519
Total Incentive	e Aid for School Year:	\$401,833	\$401,833	\$401,833	\$401,833	\$401,833	\$361,650	\$321,466	\$281,283	\$241,100	\$200,916	\$160,733	\$120,550	\$80,367	\$40,183



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#### Reorganization Incentive Building Aid: New Buildings / Adding New Space

When adding new space, the highest district building aid ratio prior to reorganizing is increased by 30%, up to a maximum Aid Ratio of 95%. The Office of Facilities Planning calculates a **Maximum Cost Allowance for Building Aid**, based on projected enrollment after reorganizing, for all new construction projects. Costs above the MCA are not eligible for Building Aid.

The Minerva/Johnsburg Building Aid Ratio for approved new construction after reorganizing is **75.9%** 



#### Reorganization Incentive Building Aid: Renovating Existing Facilities and Existing Capital Debt

- If the reorganized District renovates current buildings without adding new space, approved projects are aided at the enhanced Building Aid Ratio.
- Maximum Cost Allowance for existing buildings will not be reduced if no new space is added during renovation.
- Additionally, NYSED will adjust Building Aid payments for existing capital debt to match the higher of the two previous districts' building aid ratios (Aid Ratio is not enhanced).

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### Reorganization timeline example

Winter 2023: - Boards resolve to undergo feasibility study

Spring 2023: - Feasibility study begins in earnest

Summer 2023: - Final draft of study is presented to Boards of Education

Early Fall 2023: - Boards resolve to continue process

- Public meetings and info-sessions take place

- Straw Vote held in each district to gauge public support

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Late Fall 2023: - Statutory Vote takes place

July 1, 2024: - Earliest date a new district can begin operating

#### Questions? Comments?



### Thank you!!



#### **EDUCATIONAL MANAGEMENT SERVICES**

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