



SAYVILLE PUBLIC SCHOOLS

Budget Informational Meeting
2011-12 Proposed Budget

Presented by:
John Belmonte
Assistant Superintendent for Business

May 10, 2011

PROPOSED 2011-2012 BUDGET



BUDGET

**BUDGET
PERCENTAGE
INCREASE**

**PROPOSED
INCREASE ON
TAX RATE**

**2011-12
Proposed
Budget
(Draft 1)**

\$82,850,851

5.29%

10.23%

**Final
Proposed
Budget**

\$81,779,400

3.87%

7.39%



Where Did The Reductions Come From?

- Through attrition and decreased student enrollment we were able to reduce staffing by 5.6 FTE's
- Additional use of \$480,000 in Reserve Funds to further help off set the increases in ERS and Unemployment costs; thus bring the total fund balance used for the 2011-12 budget to over \$3M



SOME

2011 - 12 BUDGET FACTS

- **Faced the challenge of a \$3.8M loss of state aid revenues (including loss of Federal monies).....**
- **State Budget that continues to shift costs to Local School Districts and Taxpayers – Special Ed costs & STAR.....**
- **Using \$3,072,125 of Fund Balance/Reserves to minimize the impact to the tax rate and preserve the integrity of our quality educational programs,**



MORE

2011 - 12 BUDGET FACTS

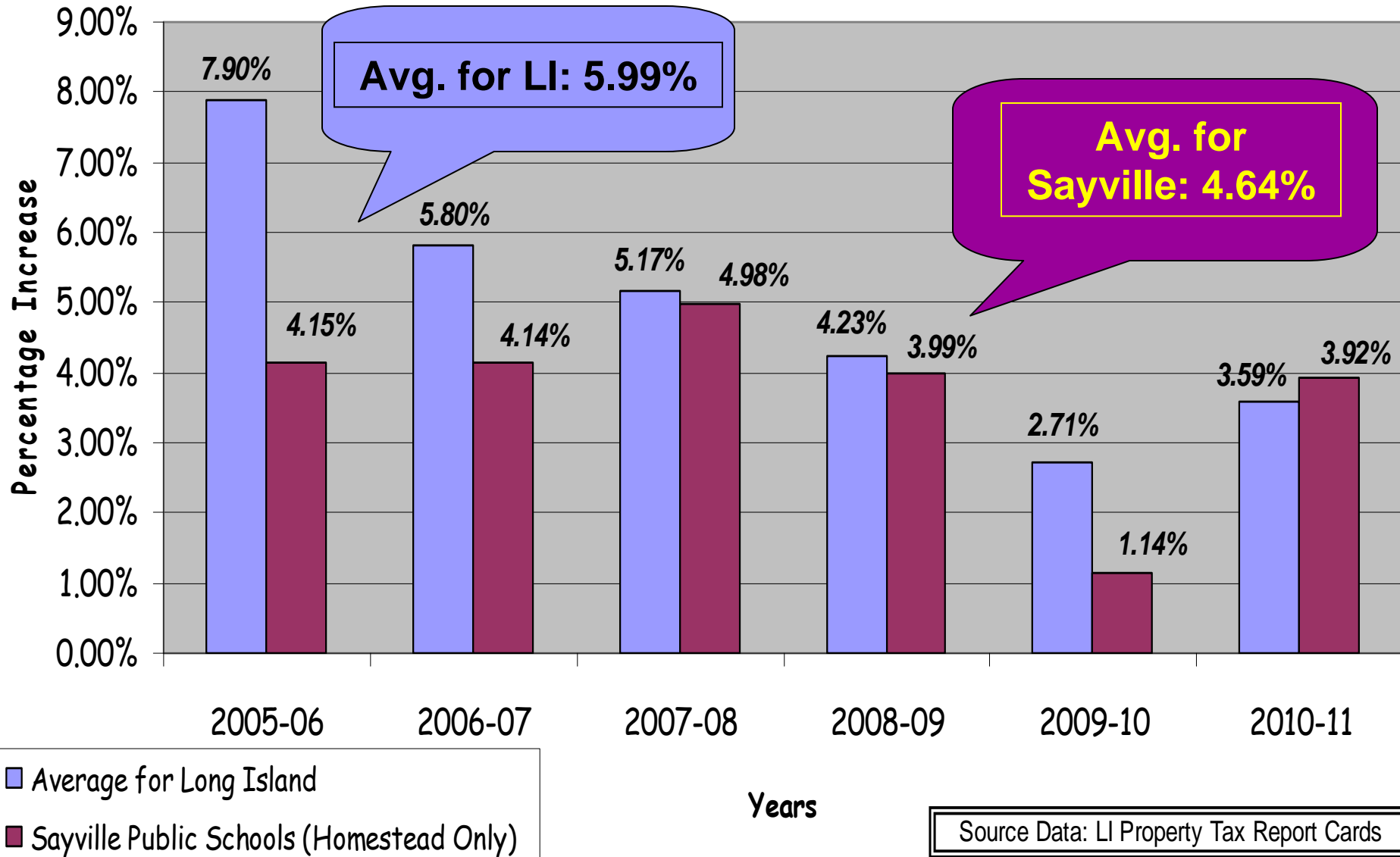
- **Able to achieve our goal of preserving programs by strategic reductions throughout the budget, as well as, cost savings achieved through the second year of half-year pay freezes from Central Office Administrators, Unaffiliated Staff, Sayville Teachers and Administrators**

IN SUMMARY:

This budget preserves the educational opportunities for our students – ensuring that they stay competitive in a rapidly changing world,

Sayville Public Schools

Tax Rate Report Card



2011-12 BUDGET REQUIREMENTS

- 3 - Part Budget
- Administrative Salary Information
- School District Budget Notice
- NYS School Report Cards:
 - Property Tax Report Card
 - Fiscal Accountability Supplement
 - Academic Performance Reports
 - Property Tax Exemption Report



ADMINISTRATIVE BUDGET

- Board of Education
- All Other Administrative Expenses
- Certain Instructional and Program Expenses:
 - Principals, Directors, Coordinators,
B&G & Transportation Supervisors
- All employee benefits associated with administrative expenses



PROGRAM BUDGET

- All Direct Instructional Expenses
- All Instructional Support Expenses: guidance, psychological & social services, athletics, etc.
- District Transportation Services, except Transportation Supervisor
- All employee benefits associated with program expenses



CAPITAL BUDGET

- Operation of Plant & Maintenance, except B&G Supervisor
- Debt Service
- All employee benefits associated with capital expenses

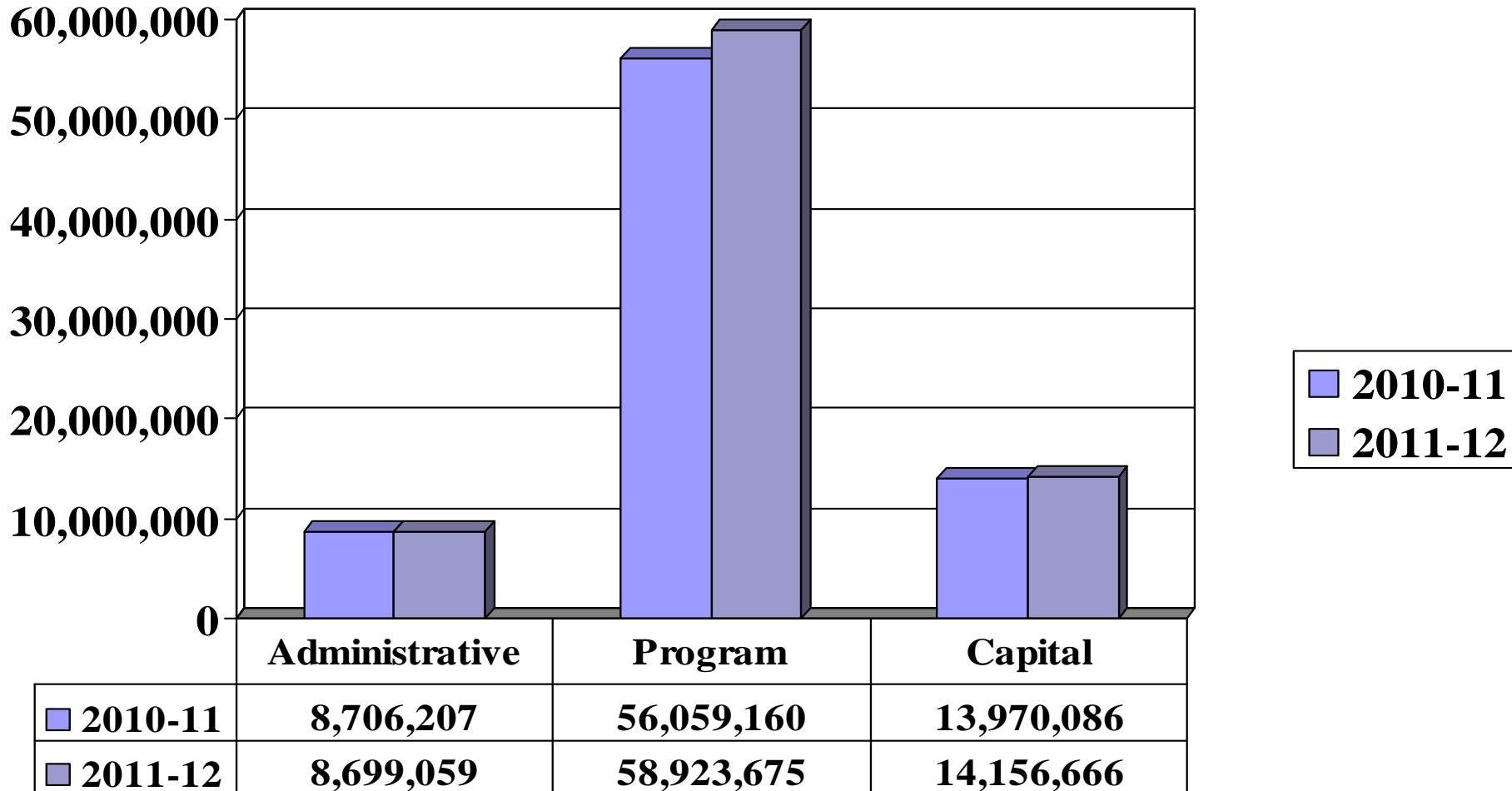
THREE PART COMPONENT BUDGET



THE 2011-2012 PROPOSED BUDGET SUMMARY

THREE-PART BUDGET	Adopted Budget 2010-2011	Proposed Budget 2011-2012	\$ Increase/ (Decrease)	% Increase/ (Decrease)
ADMINISTRATION BUDGET	\$8,706,207	\$8,699,059	(\$7,148)	-0.08%
CAPITAL BUDGET	13,970,086	14,156,666	186,580	1.34%
PROGRAM BUDGET	56,059,160	58,923,675	2,864,515	5.11%
TOTAL SCHOOL BUDGET	\$78,735,453	\$81,779,400	\$3,043,947	3.87%

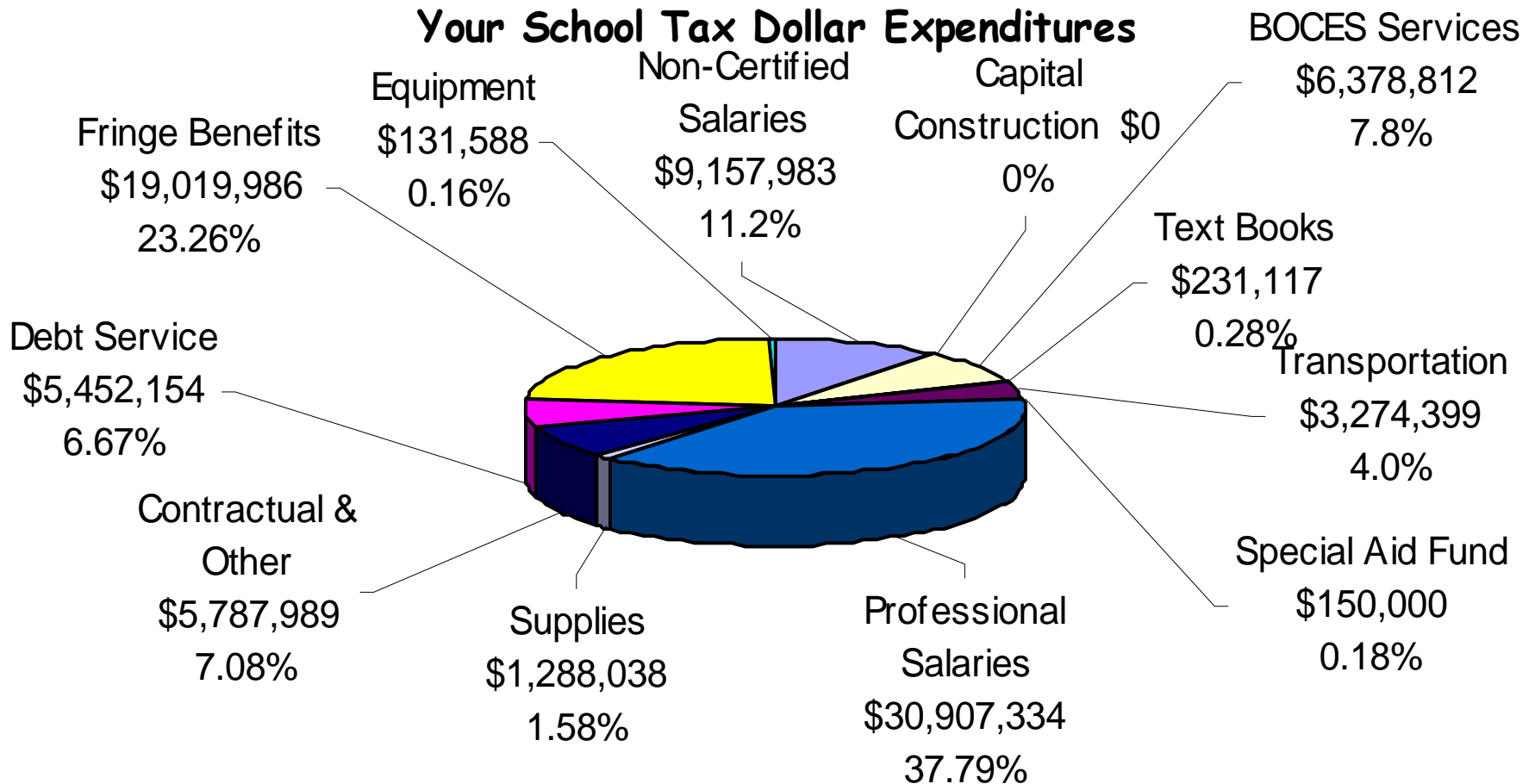
THREE PART COMPONENT BUDGET



YOUR SCHOOL TAX DOLLAR EXPENDITURES



Your School Tax Dollar Expenditures



SAYVILLE PUBLIC SCHOOLS

PROPOSED 2011 - 2012 BUDGET SUMMARY

	2010-11 CURRENT BUDGET	2011-12 PROPOSED BUDGET	INCREASE/ (DECREASE)	
Salaries	39,429,775	40,065,317	635,542	1.61%
Fringe Benefits	17,243,576	19,019,986	1,776,410	10.30%
Total Salary & Benefits:	<u>56,673,351</u>	<u>59,085,303</u>	<u>2,411,952</u>	<u>4.26%</u>
Debt Service	5,458,207	5,452,154	(6,053)	-0.11%
Contractual Expenditures (4000 object codes)	5,552,536	5,787,989	235,453	4.24%
BOCES (excluding transportation)	5,963,407	6,378,812	415,405	6.97%
Supplies	1,258,675	1,288,038	29,363	2.33%
Textbooks/Workbooks	226,632	231,117	4,485	1.98%
Transportation	3,175,371	3,274,399	99,028	3.12%
Transfers to:				
Capital Fund	0	0	0	0.00%
Special Aided Fund	300,000	150,000	(150,000)	-50.00%
Equipment	127,274	131,588	4,314	3.39%
TOTAL GENERAL FUND BDGT:	<u>78,735,453</u>	<u>81,779,400</u>	<u>3,043,947</u>	<u>3.87%</u>



Salaries: Did you know that.....

- Salaries & fringe benefits comprise 72% of the overall budget!
- The Administrator's, Teacher's and Unaffiliated / Confidential Staff have taken a half-year wage freeze for both the 2010-11 and 2011-12 school years!
- This has resulted in budgetary savings over \$2 million in salary and fringe benefit costs!
- Our current salary costs for the 2010-11 school year are less than the prior year.
- As you can see our 'Total Salary Costs for 2011-12 are only increasing 1.6% - which is National CPI
- This is just one more example of controlling costs!

PROFESSIONAL STAFFING

◆ Professional Staffing:

□ Instructional & Support: 262.54 FTE
(Teachers, Guidance, Psychologists, Social Workers) (Reduced: 5.6 fte)

□ Administrators: 16.0 FTE
(Principals, Directors, Coordinators, Central Office) (Reduced: 1.0 fte)

Proposed Budget: \$30,907,334 37.79%

NON-CERTIFIED STAFFING

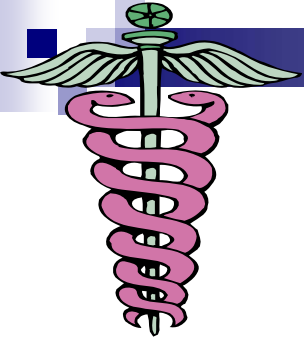
◆ Non-Instructional Support Staffing:

- Nurses
- Teacher Aides
- Monitors
- Clerical Custodial & Maintenance



Proposed Budget: \$9,157,983

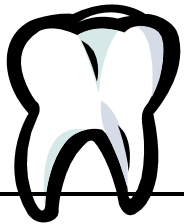
11.2%



EMPLOYEE BENEFITS:

Function Codes: 9010-9065

Proposed Budget \$19,019,986 Current Budget \$17,243,576



The cost of employee fringe benefits is included in this budget category.



	2011-12 Proposed	Current 2010-11	Difference	Percentage
Employees Retirement System:	1,448,805	1,102,475	346,330	31.41%
Teachers Retirement System:	4,048,554	3,514,197	534,357	15.21%
Social Security:	3,285,980	3,133,969	152,011	4.85%
Workers Compensation:	156,201	155,000	1,201	0.77%
Life Insurance:	10,200	16,658	(6,458)	-38.77%
Unemployment Insurance:	231,267	229,000	2,267	0.99%
Disability Insurance:	101,156	102,893	(1,737)	-1.69%
Health Insurance:	9,273,564	8,553,681	719,883	8.42%
Dental Insurance:	464,259	435,703	28,556	6.55%
TOTAL	19,019,986	17,243,576	1,776,410	10.30%

Fringe Benefits: Did you know that...

- The District has no input or control in setting TRS or ERS retirement rates!
- TRS rates have increased:
 - **39% in 2010-11**
 - **33% in 2011-12**
- ERS Rates have increased:
 - **64% in 2010-11**
 - **39% in 2011-12**
- We can expect more of the same in 2012-13!

Textbooks/Workbooks

- Provides for textbooks & workbooks district wide
- Continue Textbook Adoption/Replacement Plan
- Provides \$ for Private Schools
- Textbook Aid



Budget	
2010-11: \$226,632	2011-12: \$231,117

BOCES SERVICES: \$6,378,812

Boces services enable the District to purchase shared educational and support services resulting in lower costs and improved efficiencies.

◆ BOCES Services Include:

General Administrative
BOCES Admin & Rental
Instructional & Occ. Ed.

Generates BOCES Aid
Budgets: (\$3,113,495)

Special Education
Transportation

Generates High Cost Aid and
Trans Aid – NOT BOCES Aid
(Budgets: \$3,265,317)

Estimated BOCES Aid for 2011-12: \$1,123,204

TRANSPORTATION:

Function Codes: 5510, 5540, 5550, 5582



Proposed Budget \$3,274,399 Current Budget \$3,175,371

This budget category is used to record those expenditures related to the operation of our transportation program and contractual bus services.

	2011-12 Proposed	Current 2010-11	Difference	Percentage
Trans Consultant & Clerical:	49,531	49,531	-	0.00%
Contract Transportation:	3,201,803	3,103,196	98,607	3.18%
BOCES Routing Services:	21,445	21,024	421	2.00%
Msc Exp, Supplies & Materials:	1,620	1,620	-	0.00%
TOTAL	3,274,399	3,175,371	99,028	3.12%

Generates Trans Aid for 2011-12: \$1,415,833

DEBT SERVICE:

Function Codes: 9710, 9711, 9731, 9760

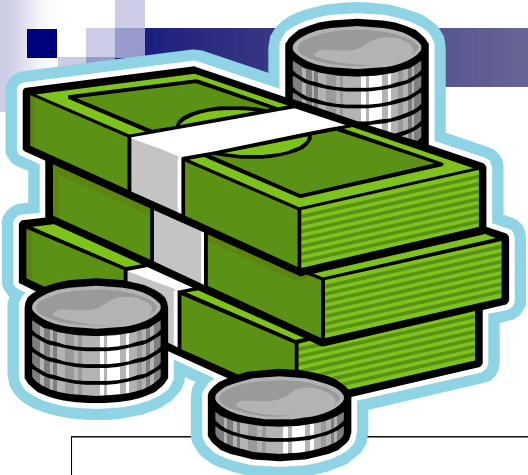
Proposed Budget \$ 5,452,154 Current Budget \$5,458,207

This area of the budget provides for our principal and interest payments on all school bonded construction, library debt and short term annual borrowing (TANS and BANS).

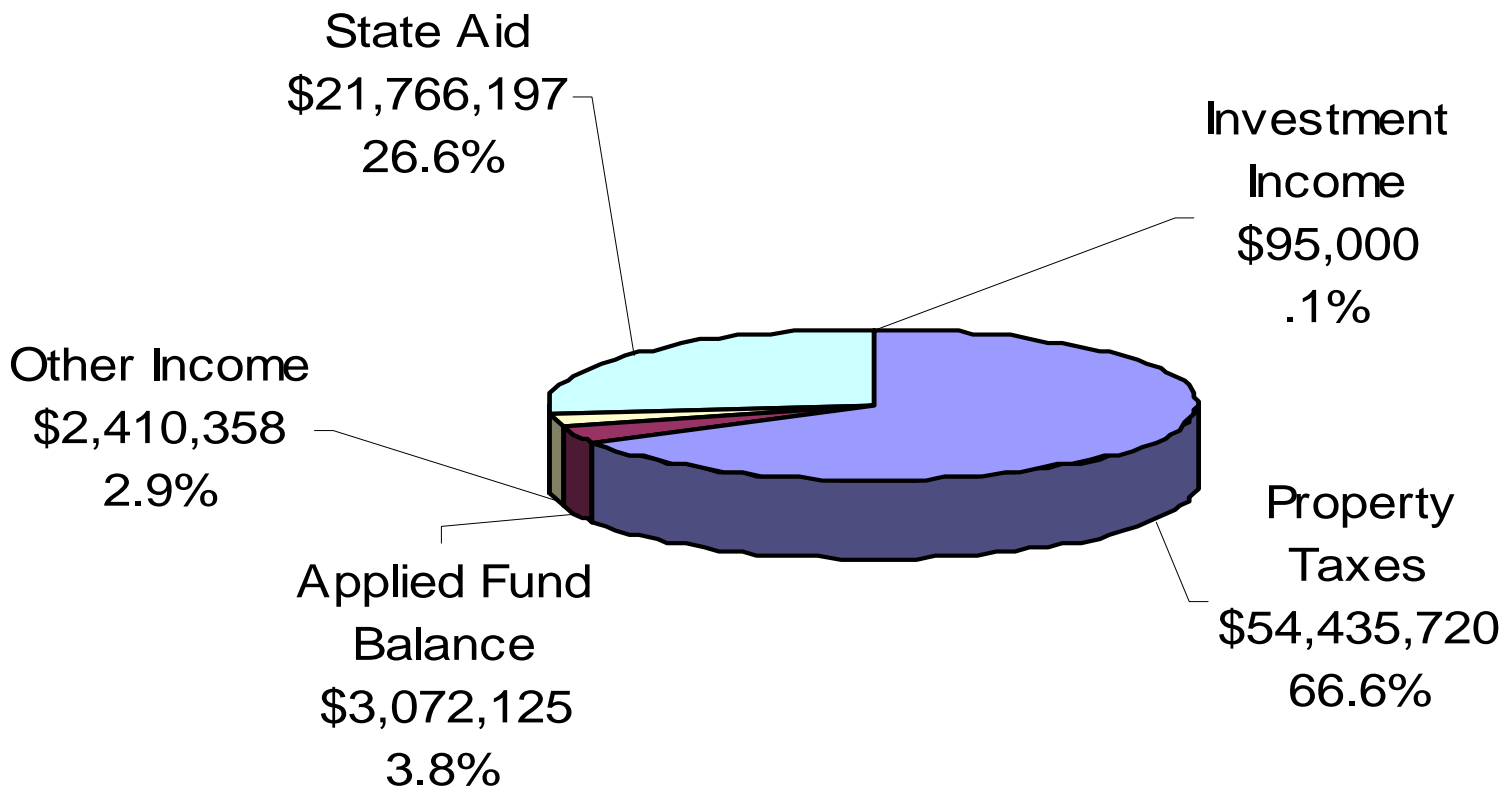
	<u>2011-12 Proposed</u>	<u>Current 2010-11</u>	<u>Difference</u>	<u>Percentage</u>
Library Bond Interest:	463,313	481,188	(17,875)	-3.71%
Library Bond Principal:	575,000	550,000	25,000	4.55%
TOTAL LIBRARY DEBT SERVICE:	1,038,313	1,031,188	7,125	0.69%
School Bond Interest:	1,068,841	1,252,019	(183,178)	-14.63%
School Bond Principal:	3,025,000	2,855,000	170,000	5.95%
Bond Anticipation Notes (BANS):	-	-	-	0.00%
Tax Anticipation Notes (TANS):	320,000	320,000	-	0.00%
SCHOOL DISTRICT DEBT SERVICE:	4,413,841	4,427,019	(13,178)	-0.30%
TOTAL DEBT SERVICE:	5,452,154	5,458,207	(6,053)	-0.11%

District anticipates receiving \$3,085,677 in Building Aid in 2011-12

YOUR SCHOOL TAX DOLLAR REVENUES



Your School Tax Dollar Revenues



SAYVILLE PUBLIC SCHOOLS
PROJECTED REVENUE AND TAX RATE SCHEDULE FOR 2011-12

	<u>2010-11</u>	<u>2011-12</u>	<u>Difference</u>	<u>Percent</u>
STATE AID	22,764,171	21,626,638	(1,137,533)	-5.00%
MTA Tax	142,828	139,559	(3,269)	-2.29%
OTHER INCOME:				
Adult Education	124,942	135,000	10,058	8.05%
Summer School	5,000	5,000	0	0.00%
Trips	0	0	0	0.00%
Admissions	10,000	10,000	0	0.00%
Use of Pool	98,078	98,078	0	0.00%
Custodial Services	20,000	20,000	0	0.00%
Health Services	125,000	125,000	0	0.00%
Interest Income	175,000	95,000	(80,000)	-45.71%
Rentals/Organizations/Individuals/Gov't	34,000	34,000	0	0.00%
Rentals/BOCES	332,382	337,035	4,653	1.40%
Rentals/Old Jr. High	321,038	325,832	4,794	1.49%
Rentals/Public Library	1,031,188	1,038,313	7,125	0.69%
Sale of Materials	100	100	0	0.00%
Insurance Recoveries	2,000	2,000	0	0.00%
Medicaid Reimbursement - SSEHP Part D	145,000	150,000	5,000	3.45%
Fines & Forfeitures	4,000	4,000	0	0.00%
Refunds - BOCES/Prior Year/Other	10,000	10,000	0	0.00%
Misc Income	60,000	60,000	0	0.00%
Tuition - Other Districts/Staff	56,000	56,000	0	0.00%
Commissions	0	0	0	0.00%
TOTAL OTHER INCOME	2,553,728	2,505,358	(48,370)	-1.89%
TOTAL OTHER INCOME / STATE AID / MTA TAX	25,460,727	24,271,555	(1,189,172)	-4.67%
APPROP. FUND BALANCE	2,500,000	2,500,000	0	0.00%
APPROP. RESERVE FOR ERS		330,000	330,000	0.00%
APPROP. RESERVE FOR UNEMPLOYMENT	0	150,000	150,000	0.00%
APPROP. RESERVE FOR DEBT SERVICE	85,000	92,125	7,125	8.38%
	<u>2,585,000</u>	<u>3,072,125</u>	<u>487,125</u>	
PROPERTY TAXES *	50,689,726	54,435,720 *	3,745,994	7.39%
TOTAL REVENUE/BUDGET	78,735,453	81,779,400	3,043,947	3.87%

	<u>2010/11</u>	<u>2011/12</u>	<u>Difference</u>	<u>Percent</u>
Tax Rate Per \$100	16.239	17.439	1.200	7.39%
Home Assessed @ 40,000	6,496	6,976	480	7.39%

*Property Taxes also include revenue from STAR repayments.

Did you know that.....

- Over the last eight years:

- Average Tax Levy for Long Island: 5.99%

- Average Tax Levy for Sayville Schools: 4.64%

Fund Balance

Fund balance reflects the net result of operations. In any given school year, an operating surplus or deficit may exist.

- Total fund balance comprises two sections
 - ✓ Restricted
 - ✓ Unrestricted

Fund Balance Analysis

<u>Restricted (Formally Reserved):</u>	<u>Projected 2011/12</u>
Workers Comp Reserve	757,647
Unemployment Reserve	360,943
Reserve for Debt Service	99,446
Reserve for Encumbrances	1,750,000
Reserve for Retirement Contributions	1,033,698
Reserve for Post Retirement Benefits	<u>8,547,156</u>
TOTAL RESTRICTED FUND BALANCE	12,548,890

Unrestricted:

Assigned Fund Balance for 2011-12 Budget	2,500,000
Unassigned Fund Balance	<u>2,949,818</u>
TOTAL UNRESTRICTED	5,449,818

Only
3.97%

Total Fund Balance : \$ 17,998,708



Sayville Public Schools
Contingency Budget
2011 - 2012

Contingent Budget Adoption and Approval Process



- Regular Proposed Budget must be presented to voters for approval on the third Tuesday in May – May 17, 2011
- If the voters fail to approve on May 17th the Board *MAY* adopt a contingency budget, or
- The Board can decide to re-submit to the Voters on the third Tuesday in June
- After a second defeat – the Board *MUST* adopt a contingent budget

What is a Contingent Budget?

- Ordinary Contingent Expenses

- Legal Expenditures

- Specifically authorized by statute

- Maintain educational program, preserve property and maintain health and safety students / staff

- Only up to the prescribed spending caps!!

Spending Caps:



Legislative Spending Caps

- Total Spending Cap:
(after certain exclusions)
No More Than 1.84%
(120% of December CPI which was 1.6%)
- Administrative Cap:
No More Than 14.76%



Spending Caps

- Total Spending Cap: 1.84%:

Under a Contingency Budget, the District would need to reduce the Proposed Budget by \$1,594,806 to meet the calculated 'total spending' cap!



Spending Caps

- Administrative Cap:
 - ✓ The ratio between the Administrative and Program Budget components, and
 - ✓ Will be the 'lesser' of the calculated Administrative Cap for 2010-11 or the defeated 2011-12 budget.

	Actual 2010-11	Proposed 2011-12	Contingent Budget
Administrative Budget Cap	15.53%	14.76%	14.76%

You will note that our Administrative Expenses have 'decreased' for 2011-12

What Types of Reductions Would Be Made?

Non-Contingent Items

- Administrative Budget:
 - Staffing, non-essential supplies, equipment, travel, etc.

- Program Budget:
 - Staffing, student supplies, new equipment, athletics, co-curricular, summer school, resulting in increased class size, etc.

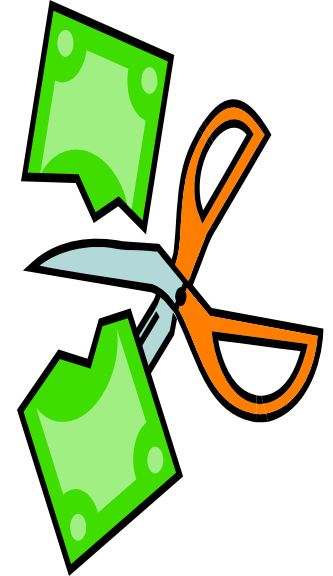
- Capital Budget:
 - No Community Use of B & G (unless paid),
 - Staffing reductions

Where Would Reductions Come From?

■ Administrative Budget: \$205,000

■ Instructional Budget: \$1,389,806

Total Reductions: \$1,594,806



Comparison of Regular Budget and Contingency Budget

BOE Adopted Proposed 2011-12 Budget

1. \$ 81,779,400
2. Increase of: \$3,043,947
3. Spending Increase: 3.87%
4. Projected Tax Rate Increase: 7.39%

Home assessed @ 40,000 =
projected increase of \$480/year or
\$40.00/month

Contingency Budget

1. \$80,184,594
2. Increase of: \$1,449,141
3. Spending Increase: 1.84%
4. Projected Tax Rate
Increase: 9.18%
(without \$2.5M fund balance
applied)

Home assessed @ 40,000 =
projected increase of
\$596/year or \$49.67/month

SAYVILLE PUBLIC SCHOOLS

BUDGET VOTE



May 17, 2011

Place: Sayville High School

Time: 7:00a.m. - 9:00p.m.