

SAYVILLE PUBLIC SCHOOLS

Continued Review of the
2014-15 Proposed Budget

**Presented by:
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Assistant Superintendent for Business**

March 13, 2014

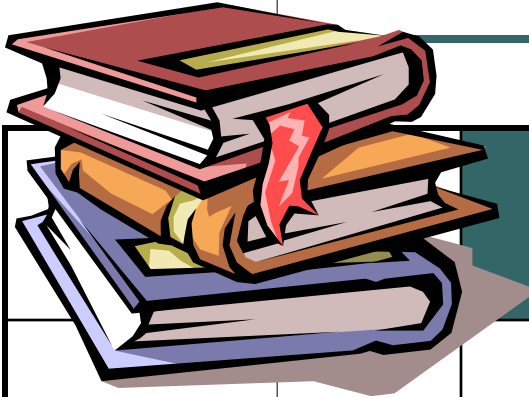
At Our Last Meeting

- We Reviewed:
 - The overall budget and changes made through 2/26/14
 - Completed the review of the various budget categories:

Salaries	Supplies
Fringe Benefits	Textbooks/Workbooks
Debt Service	Transportation
Contractual Expenditures	Transfers: Capital & Special Aided Funds
BOCES	Equipment

- Projected Revenues for 2014-15
 - State Aid Reduction due to GEA formula
- Property Tax Levy Cap

PROPOSED 2014-15 BUDGET



	BUDGET	BUDGET PERCENTAGE INCREASE	PROPOSED INCREASE ON TAX RATE
<p>2014-15 Proposed Budget <i>(Draft I)</i></p>	<p>\$92,240,583</p>	<p>3.11%</p>	<p>6.30%</p>
<p>Revised Budget <i>(Draft II: Health Plan Rates Reduced by 2%)</i></p>	<p>\$91,883,084 <i>(Reduction of \$407,4990)</i></p>	<p>2.65%</p>	<p>5.59%</p>

SAYVILLE PUBLIC SCHOOLS

PROPOSED 2014 - 2015 BUDGET SUMMARY

Updated!
Draft III

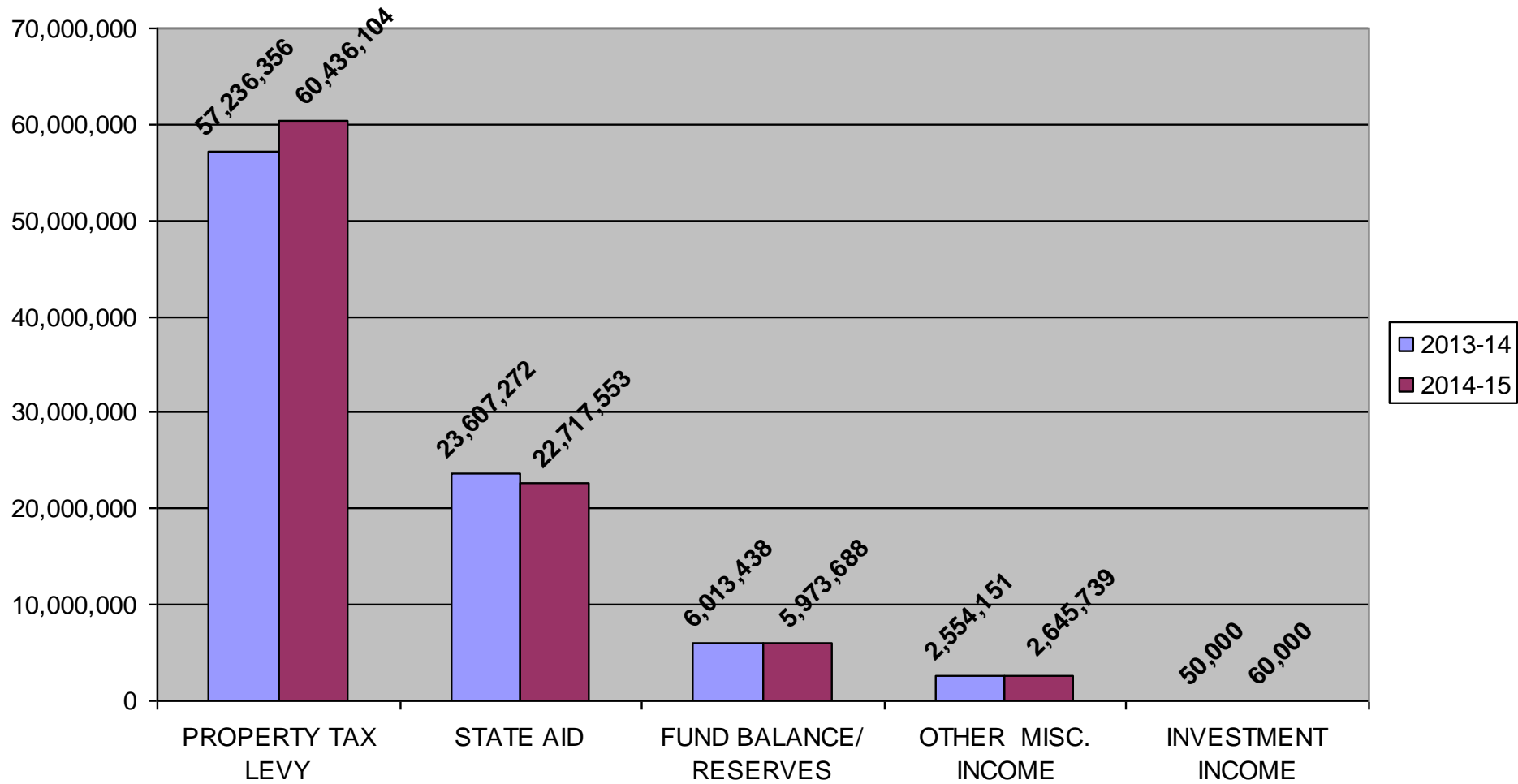
	<u>2013-14 CURRENT BUDGET</u>	<u>2014-15 PROPOSED BUDGET</u>	<u>INCREASE/ (DECREASE)</u>	
Salaries	41,550,568	43,320,111	1,769,543	4.26%
Fringe Benefits	<u>22,967,222</u>	<u>23,213,577</u>	<u>246,355</u>	<u>1.07%</u>
Total Salary & Benefits:	64,517,790	66,533,688	2,015,898	3.12%
Debt Service	5,857,174	5,509,449	(347,725)	-5.94%
Contractual Expenditures (4000 object codes, excluding Trans.& BOCES)	6,139,648	6,586,722	447,074	7.28%
BOCES	6,961,025	6,983,714	22,689	0.33%
Supplies	1,351,946	1,367,551	15,605	1.15%
Textbooks/Workbooks	232,590	332,590	100,000	42.99%
Transportation	3,577,836	3,681,540	103,704	2.90%
Transfers to:				
Capital Fund	500,000	500,000	0	0.00%
Special Aided Fund	150,000	150,000	0	0.00%
Equipment	173,208	187,830	14,622	8.44%
TOTAL GENERAL FUND BDGT:	<u><u>89,461,217</u></u>	<u><u>91,833,084</u></u>	<u><u>2,371,867</u></u>	<u><u>2.65%</u></u>

REVENUES



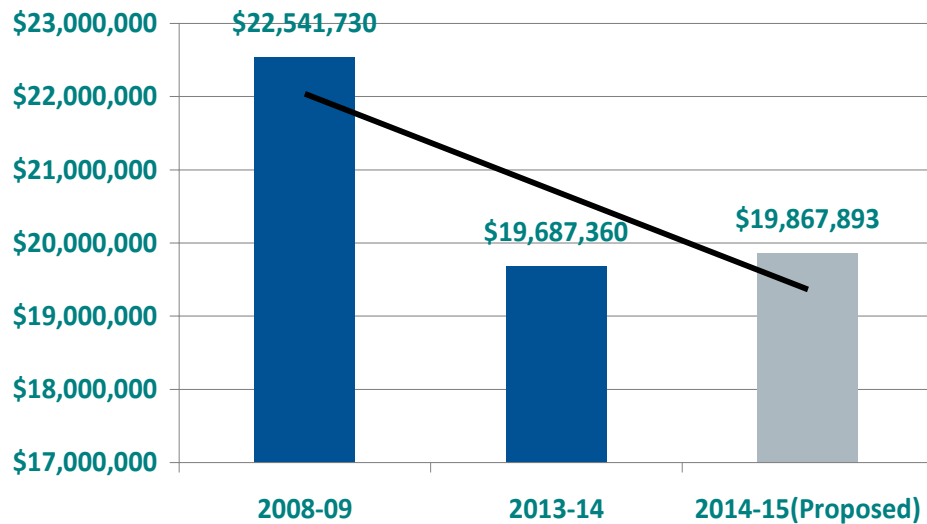
WILL SAYVILLE SCHOOLS
RECEIVE ADDITIONAL STATE
AID????????

REVENUE COMPARISON AS OF MARCH 13, 2014



The State Aid Reality Check!

Change in Total Aid since 2008-09
(excluding Building Aids)



Change in Total Aid, 2008-09 to 2014-15
(proposed) excluding Building Aids: **(\$2,673,837) -11.9%**

History of aid lost to Gap
Elimination Adjustments

2010-11:	(\$2,064,648)
2011-12:	(\$3,777,104)
2012-13:	(\$3,403,822)
2013-14:	(\$3,198,942)
2014-15 (Proposed):	(\$3,118,969)

SOURCE: Compiled by the Council from NYS Education Department School Aid data; data for years prior to 2013-14 are as estimated at time state budget was enacted.

CONTINGENCY BUDGET

What will it mean for
Sayville Schools?

Contingency Budgets: Key Elements of the Law

- School District residents will vote on the Proposed Budget on the third Tuesday in May: (May 20, 2014),
- Should the budget fail, the Board has the option of putting up the same or a revised budget for a revote in June (6/17/14), or adopt a contingent budget,
- If the budget fails twice, the District must adopt a contingent budget with a **ZERO** percent increase on the current tax levy!

Too Early To Calculate

- A Contingent Budget is based off the Board Adopted Budget
- We know - it must be a zero percent (0%) increase over the current years' tax levy
- BASED ON WHERE WE ARE IN THE BUDGET PROCESS, WE KNOW THAT.....:



Spending Limit - Part 1

Draft

If the budget fails twice, the District must adopt a contingent budget with a '**ZERO**' percent increase on the current tax levy!

Therefore: (as of 3/13/14)

Proposed 2014-15 Tax Levy: \$60,436,104

Less: Current 2013-14 Tax Levy: \$57,236,356

AMOUNT OF BUDGET CUTS: \$ 3,199,748



Draft

Spending Limit – Part 2

- Administrative Cap:
 - ✓ The ratio between the Administrative and Program Budget components, and
 - ✓ Will be the 'lesser' of the calculated Administrative Cap for 2013-14 or the defeated 2013-14 budget.

	Actual 2013-14	Proposed 2014-15	Contingent Budget
Administrative Budget Cap	14.22%	15.31%	14.22%



THERE IS A DIFFERENCE

WHAT IS THE DIFFERENCE
BETWEEN THE PROPERTY LEVY
TAX CAP PERCENTAGE AND A
CONTINGENT BUDGET?

Draft 2014-15 Property Tax Levy Worksheet

RECONCILIATION WITH TAX LEVY LIMIT

Tax Levy for 2014-15 Proposed Budget:		60,436,104
Less: 2014-15 Exemptions:		
Employees Retirement System:	0	
Teachers Retirement System:	0	
<u>2014-15 Capital Tax levy:</u>		
2014-15 Debt Service: w/o Library Debt	4,184,573	
Less: 2014-15 Building Aid: (NY State approved bdt.)	-2,949,660	
Add: Anticipated 2014-15 Capital Project Expenses:	<u>500,000</u>	<u>1,734,913</u>
Proposed Levy Before Exemptions:		58,701,191
Tax Levy Limit:		<u>56,298,597</u>
Under/(Excess) Levy Over Cap Formula:		-2,402,594 *

Draft IV

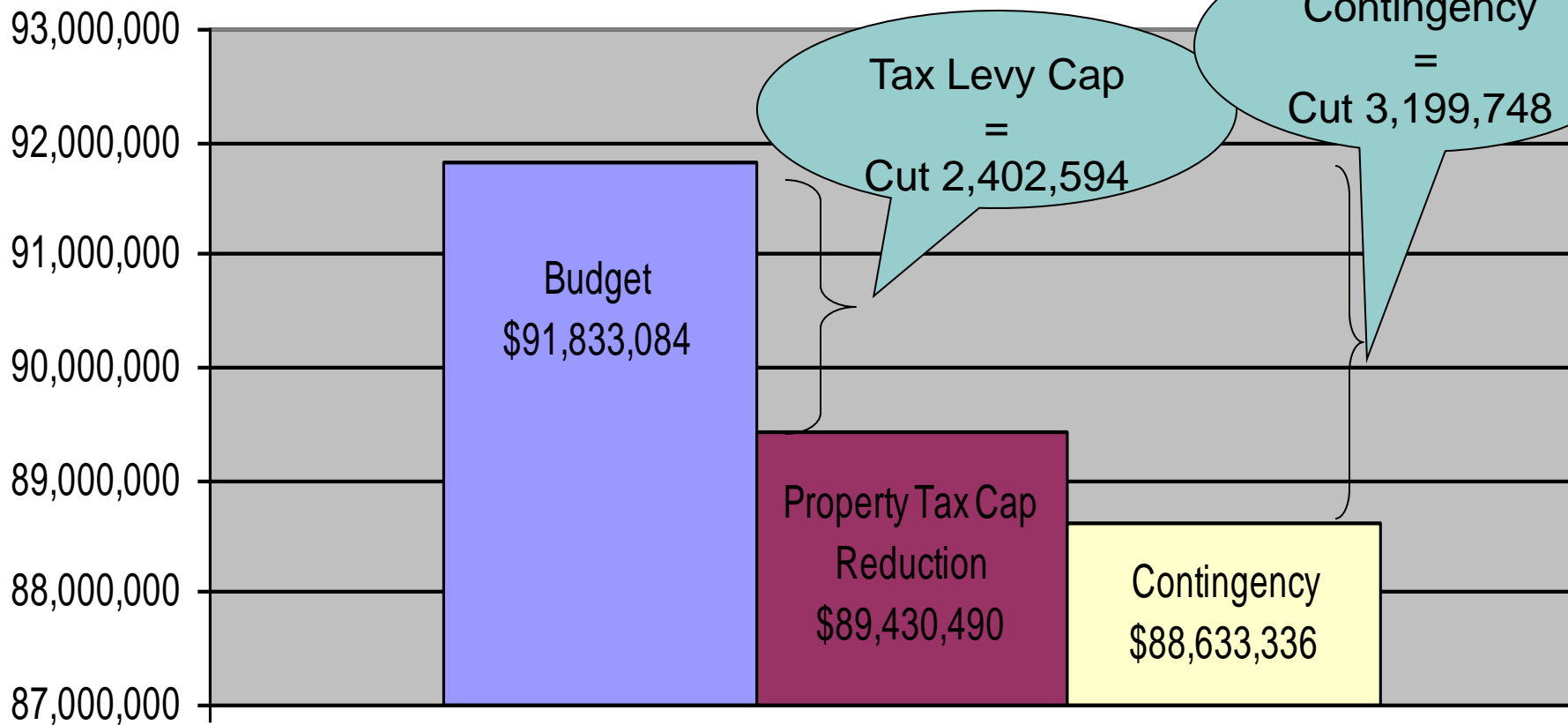
** Requires 60% voter approval*

The District's calculated Tax Levy Limit is 1.39%.

To meet the Cap Limit we would need \$2,402,594 in budget reductions or additional revenues!

Tax Cap v Contingency

(As of March 13, 2014)





Where Do We Want To Be?

- *If we reduce the Proposed Tax Rate to:*

Proposed Tax Rate	Currently Draft II 5.59%	5.00%	4.50%	4.00%
Budget Reductions or Additional Revenues:	\$0	-\$340,000	-\$625,000	-\$910,000
Percent of Budget Increase/Decrease:	2.65%	2.27%	1.95%	1.63%
Yearly / Monthly Incr. on home assessed at 40K:	\$410 / \$34.17	\$367 / \$30.58	\$330 / \$27.50	\$294 / \$24.50

Proposed Tax Rate	3.50%	3.00%	2.50%	2.00%	Tax Levy Cap Limit 1.39%
Budget Reductions or Additional Revenues:	-\$1,195,000	-\$1,480,000	-\$1,770,000	-\$2,055,000	-\$2,402,594
Percent of Budget Increase/Decrease:	1.32%	1.00%	0.67%	0.35%	-0.03%
Yearly / Monthly Incr. on home assessed at 40K:	\$257 / \$21.42	\$220 / \$18.33	\$183 / \$15.25	\$147 / \$12.25	\$102 / \$8.50

A Reduction of \$285,000 = 1/2% on the tax rate

If we need to cut, here are some difficult choices

<u>Possible Budget Reduction Items:</u>	<u>FTE Reduction</u>	<u>Savings</u>	<u>Running Total</u>
Eliminate MS and HS Concerts	0	31,540	
Before and after school music groups MS and HS	0	21,462	53,002
MS Musical Salaries	0	15,036	68,038
HS Musical Salaries	0	23,177	91,215
HS Drama Salary	0	5,389	96,604
Curriculum Leadership K - 6	0	34,530	131,134
1/2 Day Kindergarten	4.5	423,000	554,134
Eliminate Electives HS/8 period day	9	846,000	1,400,134
Eliminate MS Non Mandated Courses/ 8 period day	3.6	338,400	1,738,534
Eliminate SEED	1.4	131,600	1,870,134
Grade 4 & 5 Band and Orchestra	2	188,000	2,058,134
Eliminate MS Sports	0	221,958	2,280,092
Eliminate One Varsity Asst Coach per team Lacrosse	0	81,843	2,361,935
Reconfigure Elementary by Grade level K-1, 2-3, 4-5	5	470,000	2,831,935
Eliminate Research Program at HS	1	94,000	2,925,935
Eliminate Equipment Districtwide (not Computers)	0	149,508	3,075,443
Eliminate Library & Art at Elementary	5	470,000	3,545,443
Eliminate Secondary Summer School	0	85,262	3,630,705
	27.8 FTE		

WHAT'S NEXT?



- We remain hopeful that the Governor and Legislature will have a State Budget in place by April 1st,
- If additional aid is received, apply it to reduce the tax rate,
- Once the revenue side of the budget is settled, the Board will need to decide if we pierce the Tax Levy Cap (if necessary), and if so, by how much,
- Board will need to adopt the final budget at the April 10, 2014 Business Meeting.