

# ***SAYVILLE PUBLIC SCHOOLS***

**Community Forum:  
The 2014-15 Budget  
Development Process**

**April 1, 2014**



# 2014-15 Budget Development

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- *Why are we here:*
  - To learn about where we are in the budget process
  - To gain a better understanding that we have a 'revenue problem' NOT a 'spending problem'
  - To hear about various program opportunities from 10 students at Sayville High School
  - To hear from YOU

# 2014-15 Emerging Trend

## What You See is NOT What You Get



### State Aid: The current 2013-14 school year

- April 2013:  
Enacted 2013-14 State Budget School Aid = \$23,607,272
- March 2014:  
Actual 2013-13 State School Aid = \$22,949,295

DIFFERENCE IN 2013-14 STATE AID: **\$ 657,977**

THIS IS **\$657,977** LESS THAN THE REVENUES USED IN THE 2013-14 BUDGET AND A LOWER STARTING POINT GOING INTO THE 2014-15 BUDGET PROCESS!

# 2014-15 Emerging Trend

What You See is NOT What You Get



## State Aid: Moving Forward to 2014-15:

- Governor's (FINAL) 2014-15 School Aid Proposal: \$23,376,161
- THIS IS \$426,866 MORE THAN THE ACTUAL AID FROM 2013-14**

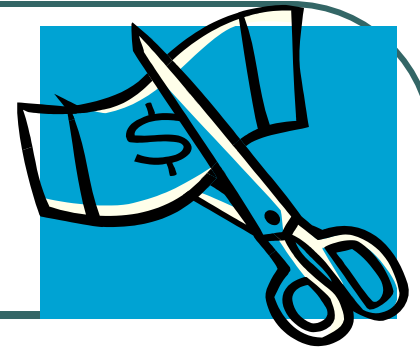
1. We believe our BOCES & Transportation Aid to be over stated on the Governor's run by:

**\$50,644**

**ADDITIONAL REDUCTIONS:**

**\$50,644**

# In Summary (Final) NYS State Budget



OUR CUT IN STATE AID IS THEREFORE:

1. - \$657,977
2. + \$426,866
3. - \$ 50,644
- \$281,755

**\$281,755  
DECREASE  
IN NYS AID FROM  
THE 2013-14 BUDGET**

# **How Does the Final State Budget Affect Sayville Schools?**

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- Public Education was not a big winner in the 2014-15 State Budget Negotiations
  - NYC wins “big time” with 100% funded Pre-K
  - Charters schools also get a large share of the pie
  - Long Island Schools gets our traditional 12% of total state aid
  - Provisions for Property Tax Freeze Rebates to Homeowners

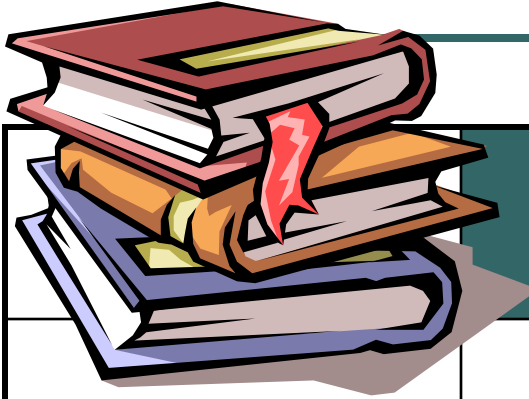
# How Does the Final State Budget Affect Sayville Schools?

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- Sayville is projected to receive an additional \$607,964 – a decrease disguised as an increase!
- ✓ Our GEA Restoration Aid increases from 2% (\$79,973) to 14% (\$452,010)
- ✓ GAP Elimination Adjustment still a reduction in our aid in the amount of \$2,746,932!

# PROPOSED 2014-15 BUDGET

# DRAFT II

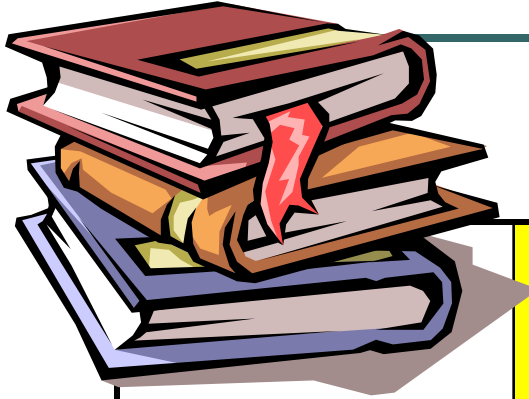


	BUDGET	BUDGET PERCENTAGE INCREASE	PROPOSED INCREASE ON TAX RATE
2014-15 Proposed Budget ( <i>Draft I</i> )	\$92,240,583	3.11%	6.30%
Revised Budget ( <i>Draft II:</i> <i>Health Plan Rates Reduced by 2%</i> )	\$91,883,084 (Reduction of \$407,499)	2.65%	5.59%



# PROPOSED 2014-15 BUDGET

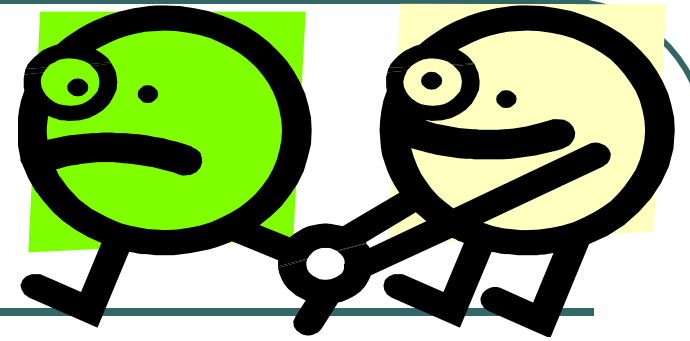
**DRAFT III**



	<b>BUDGET</b>	<b>BUDGET PERCENTAGE INCREASE</b>	<b>PROPOSED INCREASE ON TAX RATE</b>
<b>2014-15 Proposed Budget</b>	<b>\$91,471,659</b>	<b>2.25%</b>	<b>3.90%</b>

# Newsday Article

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## Piercing the tax cap

- ✓ **Misleading**
- ✓ **Budget process is continuing**
- ✓ **The proposed tax rate will be UNDER 5.59%**
- ✓ **Information was pulled from Comptroller's Office from March 1<sup>st</sup> data that was filed with the property tax cap formula**

# 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	43,071,848	1,521,280	3.66%
Fringe Benefits	<u>22,967,222</u>	<u>23,100,415</u>	<u>133,193</u>	<u>0.58%</u>
Total Salary & Benefits:	64,517,790	66,172,263	1,654,473	2.56%
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%
<b>TOTAL GENERAL FUND BDGT:</b>	<u><u>89,461,217</u></u>	<u><u>91,471,659</u></u>	<u><u>2,010,442</u></u>	<u><u>2.25%</u></u>

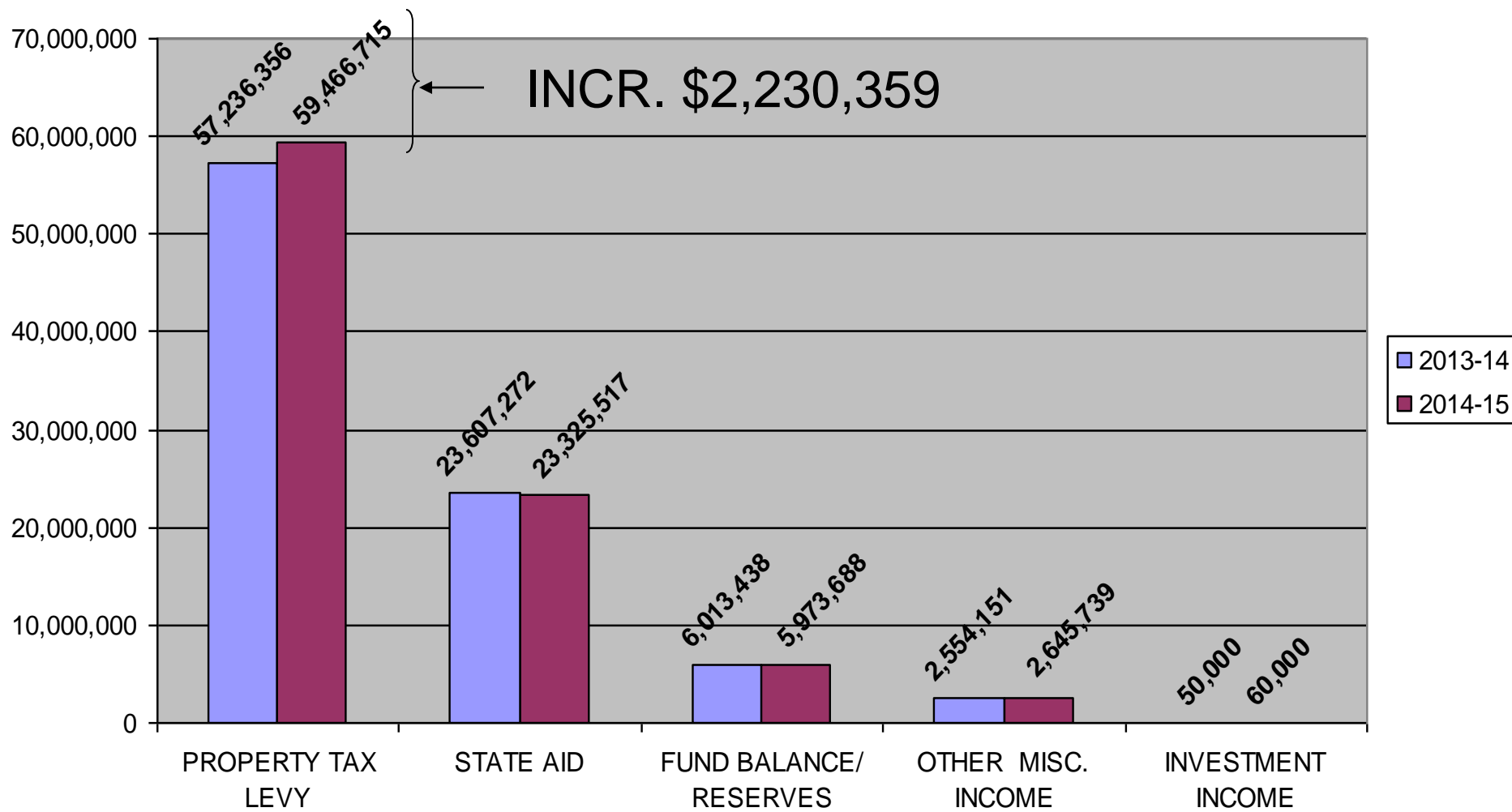
# REVENUES

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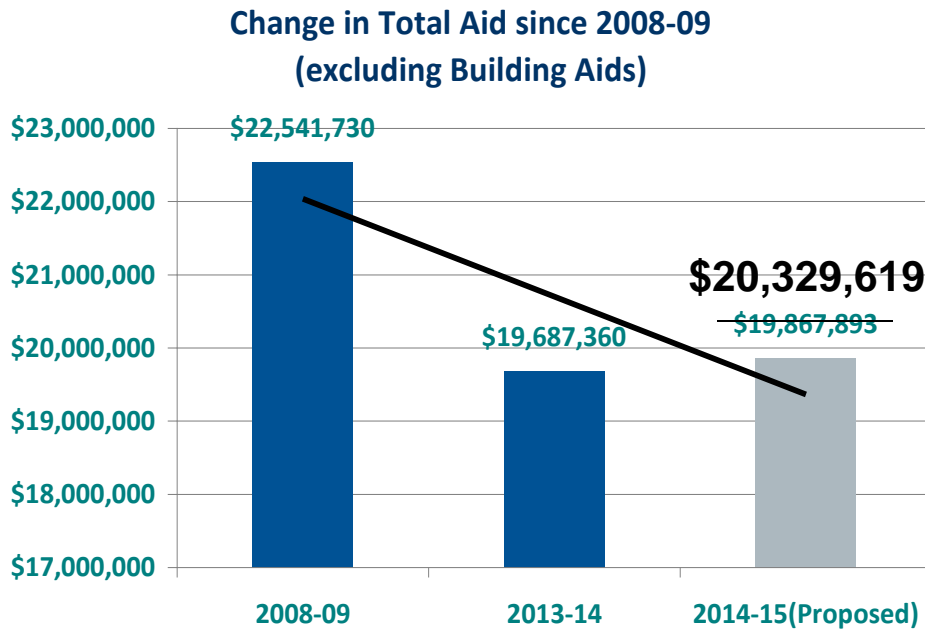


WILL SAYVILLE SCHOOLS  
RECEIVE ADDITIONAL STATE  
AID???????

# REVENUE COMPARISON AS OF MARCH 31, 2014



# The State Aid Reality Check!



Change in Total Aid, 2008-09 to 2014-15  
(proposed) excluding Building Aids: ~~(\$2,673,837) -11.9%~~  
**\$2,212,111 -9.8%**

## History of aid lost to Gap Elimination Adjustments

2010-11:	<del>(\$2,064,648)</del>
2011-12:	<del>(\$3,777,104)</del>
2012-13:	<del>(\$3,403,822)</del>
2013-14:	<del>(\$3,198,942)</del>
2014-15 (Proposed):	<del>(\$3,118,969)</del>
	<b>(\$2,746,932)</b>

[Video](#)

**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.

# **2% Property Tax Cap**

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1. The lesser of 2% or the December CPI
2. The December CPI was 1.46%

[Video](#)

# Draft 2014-15 Property Tax Levy Worksheet

## RECONCILIATION WITH TAX LEVY LIMIT

Tax Levy for 2014-15 Proposed Budget:		59,466,715
<b>Less: 2014-15 Exemptions:</b>		
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	
<b>Less: 2014-15 Building Aid: (NY State approved bdt.)</b>	-2,949,660	
Add: Anticipated 2014-15 Capital Project Expenses:	<u>500,000</u>	<u>1,734,913</u>
Proposed Levy Before Exemptions:		57,731,802
<b>Tax Levy Limit:</b>		<u>56,298,597</u>
<b>Under/(Excess) Levy Over Cap Formula:</b>		<b>-1,433,205 *</b>

\* Requires 60% voter approval

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

To meet the Cap Limit we would need \$1,433,205 in budget reductions or additional revenues!





# Where Do We Want To Be?

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

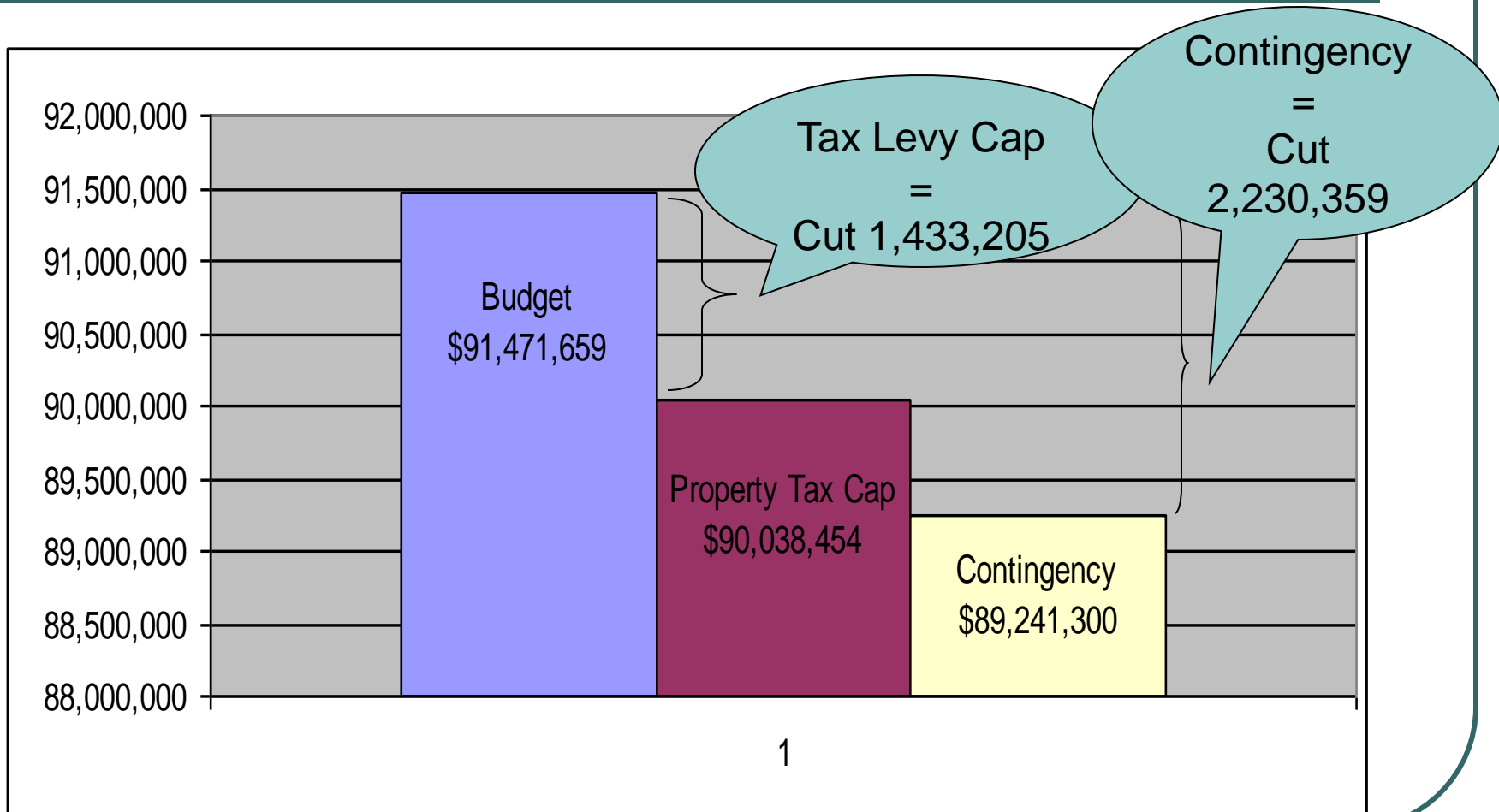
	Currently Draft III 3.90%	3.50%	3.00%
<b>Proposed Tax Rate</b>			
<b>Budget Reductions or Additional Revenues:</b>	\$0	-\$225,000	-\$515,000
<b>Percent of Budget Increase/Decrease:</b>	2.25%	2.00%	1.67%
<b>Yearly / Monthly Incr. on home assessed at 40K:</b>	\$286 / \$23.84	\$257 / \$21.42	\$220 / \$18.34

	2.50%	2.00%	Tax Levy Cap Limit 1.39%
<b>Proposed Tax Rate</b>			
<b>Budget Reductions or Additional Revenues:</b>	-\$800,000	-\$1,085,000	-\$1,433,205
<b>Percent of Budget Increase/Decrease:</b>	1.35%	1.03%	0.65%
<b>Yearly / Monthly Incr. on home assessed at 40K:</b>	\$183 / \$15.25	\$147 / \$12.25	\$102 / \$8.50

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

# Tax Cap v Contingency

(As of March 31, 2014)



# Budget Votes: Key Elements of the Law

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- 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 adopting 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!

## 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.

# If we need to cut, here are some non-mandated programs

<b><u>Possible Budget Reduction Items:</u></b>	<b><u>FTE Reduction</u></b>	<b><u>Savings</u></b>	<b><u>Running Total</u></b>
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		

*IT'S TIME TO  
HEAR FROM YOU!*

