

SAYVILLE PUBLIC SCHOOLS

Budget Hearing 2015-16

Proposed Budget and Bond Referendum

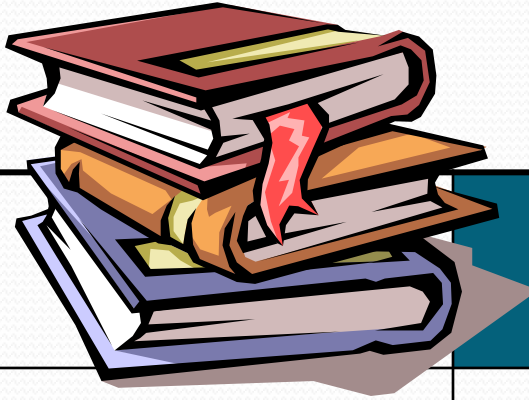
Presented by:
John Belmonte - Ass't. Sup't. for Business

May 12, 2015

2015-16 Proposed Budget.....

- We are WELL Under the Tax Levy Cap and have an Efficiency Plan in place – *taxpayers will get rebates for school tax increase*;
- We have reduced spending;
- We have lowered the Tax Rate with the additional State Aid;
- We are able to restore/enhance programs that will benefit our students.

PROPOSED 2015-16 BUDGET

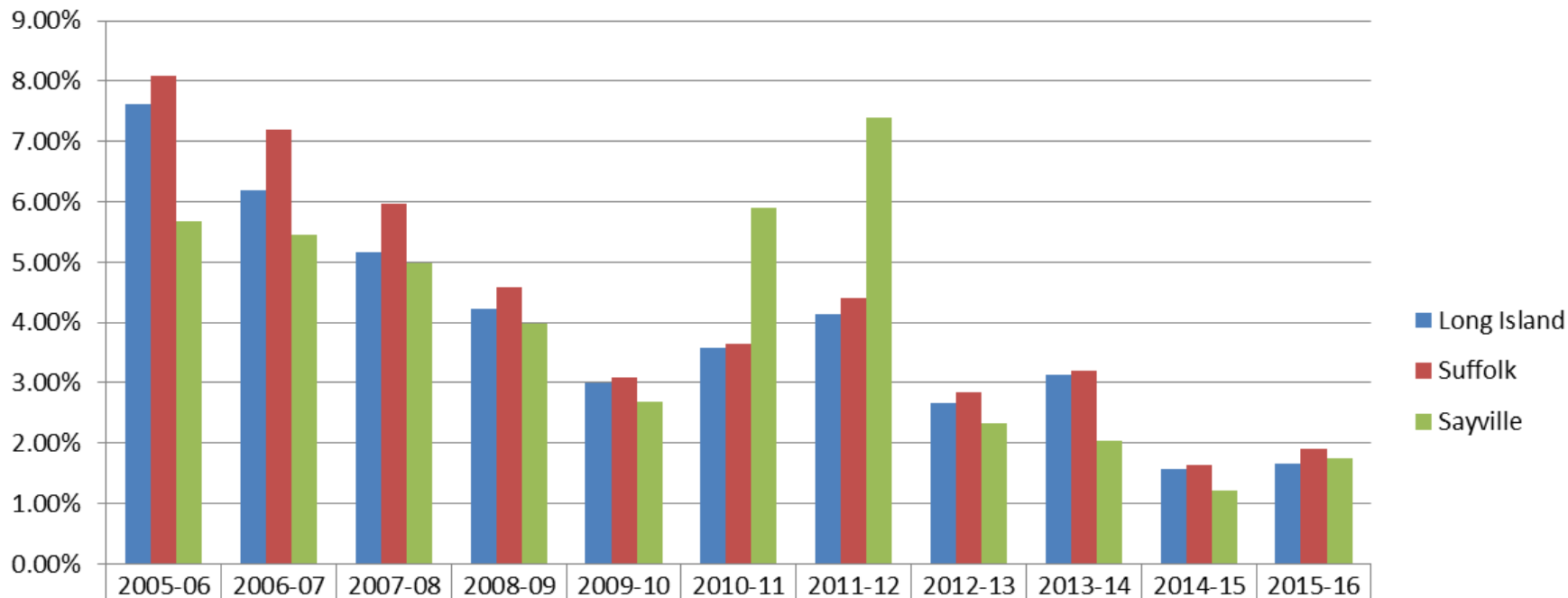


	BUDGET	BUDGET PERCENTAGE INCREASE	PROPOSED INCREASE ON TAX RATE
2015-16 Proposed Budget (Draft I)	\$89,101,918	-1.05%	2.14%
Proposed Budget	\$89,405,025	-0.72%	1.76%

2015-16 Budget Facts:

- The \$89,405,025 Proposed Budget represents a spending *decrease* of 0.72%;
- This translates into a 1.76% Proposed Tax-Rate increase (before STAR);
- This increase is well under the 2.7% Tax Levy Cap;
- For the average home assessed at \$40,000, before STAR Exemptions, there will be an estimated increase of \$11/month or \$132/year (*under current law, increase will be rebated to eligible taxpayers*);
- Since the Proposed Budget is under the Tax Cap, a simple majority vote is required to pass.

Tax Levy Analysis - LI School Districts



Long Island	7.62%	6.20%	5.17%	4.23%	3.01%	3.59%	4.13%	2.67%	3.13%	1.57%	1.67%
Suffolk	8.08%	7.20%	5.97%	4.58%	3.08%	3.64%	4.40%	2.85%	3.21%	1.64%	1.90%
Sayville	5.68%	5.46%	4.98%	3.99%	2.68%	5.90%	7.39%	2.33%	2.03%	1.22%	1.76%

- ✓ In 8 out of 10 of the last school years, Sayville's tax levy was less than LI & Suffolk County
- ✓ For the 2015-16 school year, Sayville's Tax Levy is under Suffolk County Districts

Program Restorations and Enhancements

- Added 1.0 FTE to meet new ENL (ESL, ELL) regulations
- Added 1.0 elementary teacher to lower class size
- Restored Varsity Assistant Coaches and Curriculum Council
- Implemented a BOCES operated summer school at Sayville HS
- Additions:
 - 6th grade guidance counselor
 - Add .6 FTE to have full-time library media specialist at each elementary school
 - Fencing Team – boys & girls
 - 1:1 Chrome Book initiative grades 8, 9, and 10

Program Restorations and Enhancements

- New Courses:
 - Year 2 AP Physics
 - Historical Research
 - Production Design
 - Intro to Computer Programing
 - Marketing & Advertising
 - Virtual Enterprise
 - Regents Geometry, with Lab
 - Model UN Model Congress – independent study
 - Explorers Club at Middle School

Revised

2015-16 Property Tax Levy Cap

As required by law, the District filed its Property Tax Cap Levy Worksheet on February 27, 2015

- ✓ As of 4/15/15, our calculated Tax Levy Cap is now 2.7%,
- ✓ Cap formula was adjusted with the new building aid figures received from adopted State budget,
- ✓ The Draft 2 Proposed Budget is UNDER the cap by .94%

2015-16 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
- 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 2015-2016 PROPOSED BUDGET SUMMARY

THREE-PART BUDGET	Adopted Budget	Proposed Budget	Increase/ (Decrease)
	2014-2015	2015-2016	
ADMINISTRATION BUDGET	\$9,970,423	\$9,803,306	(\$167,117)
CAPITAL BUDGET	15,147,736	15,364,305	216,569
PROGRAM BUDGET	64,933,066	64,237,414	(695,652)
TOTAL SCHOOL BUDGET	\$90,051,225	\$89,405,025	(\$646,200)

PERCENT INCREASE IN SCHOOL BUDGET: (0.72%)

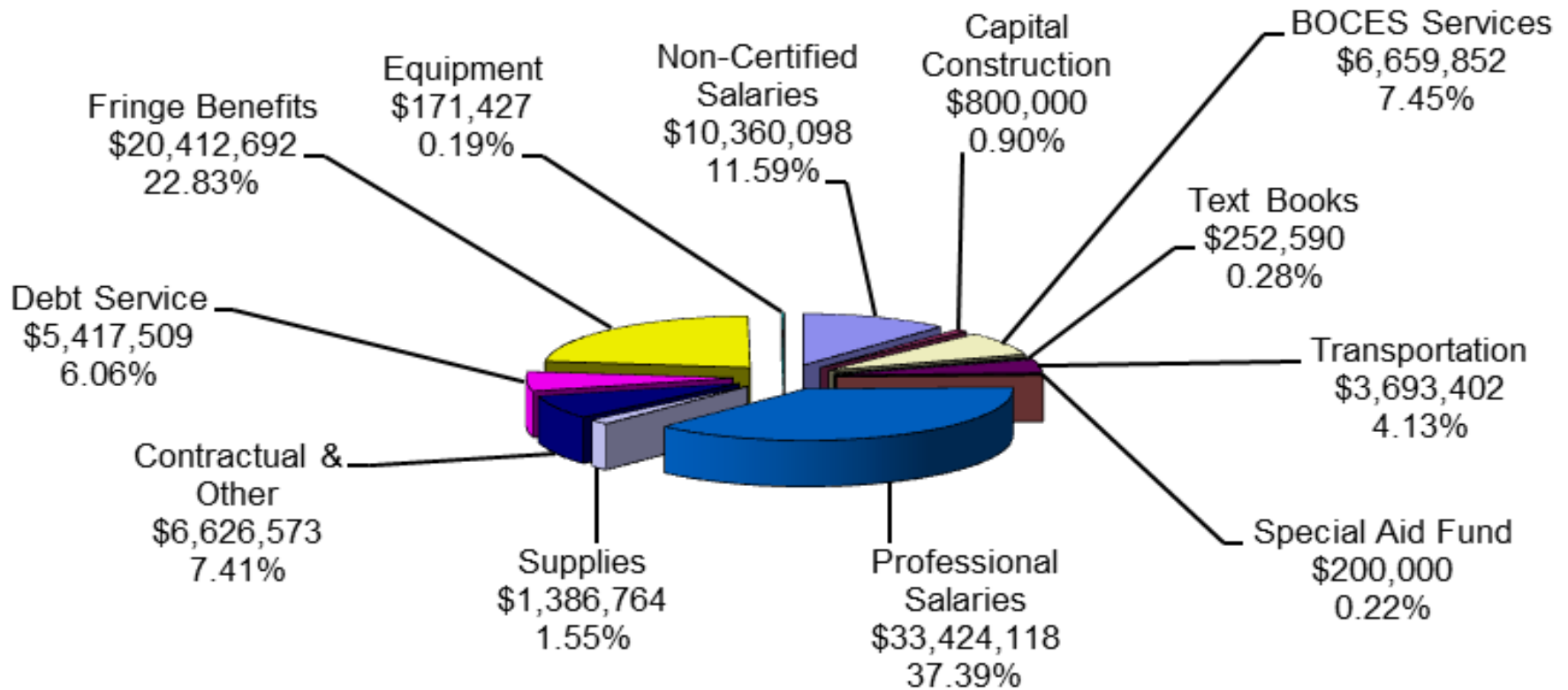
SAYVILLE PUBLIC SCHOOLS

PROPOSED 2015 - 2016 BUDGET SUMMARY

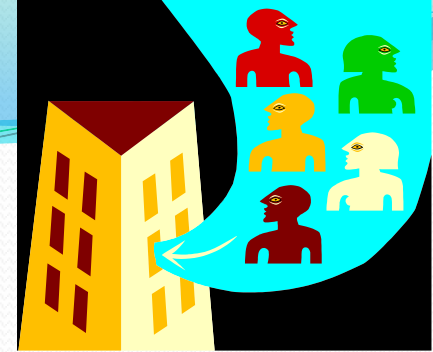
	2014-15 CURRENT BUDGET	2015-16 PROPOSED BUDGET	INCREASE/ (DECREASE)	
Salaries	42,539,283	43,784,216	1,244,933	2.93%
Fringe Benefits	<u>22,549,120</u>	<u>20,412,692</u>	<u>(2,136,428)</u>	<u>-9.47%</u>
Total Salary & Benefits:	65,088,403	64,196,908	(891,495)	-1.37%
Debt Service	5,459,449	5,417,509	(41,940)	-0.77%
Contractual Expenditures (4000 object codes, excluding Trans.& BOCES)	6,565,022	6,626,573	61,551	0.94%
BOCES	6,858,714	6,659,852	(198,862)	-2.90%
Supplies	1,359,751	1,386,764	27,013	1.99%
Textbooks/Workbooks	252,590	252,590	0	0.00%
Transportation	3,648,696	3,693,402	44,706	1.23%
Transfers to:				
Capital Fund	500,000	800,000	300,000	60.00%
Special Aided Fund	150,000	200,000	50,000	33.33%
Equipment	168,600	171,427	2,827	1.68%
TOTAL GENERAL FUND BDGT:	<u>90,051,225</u>	<u>89,405,025</u>	<u>(646,200)</u>	<u>-0.72%</u>

Expenditures: The Pieces of the Pie

Your School Tax Dollar Expenditures



2015 -16 Budgeted Salaries



Budgeted General Fund Staffing		Full- Time Equivalents (FTE's)
Central Office Administrators		5.00
Building / Program Administrators		11.00
Unaffiliated Staff		16.00
Teachers		261.80
Nurses		6.01
Teachers Aides		67.67
Attendance & Health Aides		3.79
Monitors		20.27
Clerical (10 Month)		11.50
Clerical (12 Month)		21.71
Custodial Full Time		30.00
Custodial Part Time (4 Hour)		7.50
Grounds		11.00
Misc: Pool/Adult Education		2.00
Total FTE's Budgeted:		475.25

Fringe Benefits

	Current 2014-15	Proposed 2015-16	Difference	% Change
Employees Retirement System	1,789,309	1,796,434	7,125	0.40%
Teachers Retirement System	5,598,080	4,481,343	-1,116,737	-19.95%
Social Security	3,362,584	3,441,948	79,364	2.36%
Workers Compensation	168,219	170,000	1,781	1.06%
Life Insurance	10,700	10,700	0	0.00%
Unemployment Insurance	109,187	60,000	-49,187	-45.05%
Disability Insurance	68,871	60,494	-8,377	-12.16%
Health Insurance	10,969,526	9,905,805	-1,063,721	-9.70%
Dental Insurance	472,644	485,968	13,324	2.82%
Total	22,549,120	20,412,692	-2,136,428	-9.47%

2015-16 Debt Service

	Current 2014-15	Proposed 2015-16	Difference	% Change
Library Bond Principal	600,000	600,000	0	0.00%
Library Bond Interest	404,875	383,875	-21,000	-5.19%
<i>Library Debt Service:</i>	1,004,875	983,875	-21,000	-2.09%
School Bond Principal	2,945,000	3,079,000	134,000	4.55%
School Bond Interest	601,625	516,685	-84,940	-14.12%
School Bond Principal: Energy Performance Contract (EPC)	430,338	444,394	14,056	3.27%
School Bond Interest: Energy Performance Contract (EPC)	207,611	193,555	-14,056	-6.77%
Bond Anticipation Notes (BANS)	0	0	0	0.00%
Tax Anticipation Notes (TANS)	270,000	200,000	-70,000	-25.93%
<i>School District Debt Service:</i>	4,454,574	4,433,634	-20,940	-0.47%
TOTAL DEBT SERVICE:	5,459,449	5,417,509	-41,940	-0.77%

2014-15: District Debt Service & Capital Expenses = \$4,684,574

2015-16: Building Aid (Revenue) = \$2,788,150 Return = 59.52%

Net Cost to District = \$1,896,424

Contractual Expenditures*

The following are some of the Contractual Expenses by category:

Object Name	Object	2014-15 Current Budget	2015-16 Budget Request	\$ Change	% Change
Insurance	4070	\$425,285	\$446,414	\$21,129	4.97%
Special Build/Grnds Repairs	4280	\$169,675	\$178,900	\$9,225	5.44%
Plant Operation & Custodial	4310-4350	\$1,861,500	\$1,798,000	-\$63,500	-3.41%
Consultants	4370	\$0	\$0	\$0	0.00%
Miscellaneous Expenses	4390	\$97,462	\$88,984	-\$8,478	-8.70%
Attorneys	4410	\$253,097	\$253,097	\$0	0.00%
Auditors	4420	\$87,513	\$89,531	\$2,018	2.31%
Other Professional Service	4440	\$1,170,702	\$1,170,614	-\$88	-0.01%
Travel	4450	\$69,325	\$72,937	\$3,612	5.21%
Postage	4460	\$89,838	\$88,636	-\$1,202	-1.34%
Maint/Repair Equipment	4470	\$153,645	\$144,570	-\$9,075	-5.91%
Rental	4480	\$26,900	\$23,900	-\$3,000	-11.15%
Dues/Fees	4510	\$86,175	\$89,050	\$2,875	3.34%
Officials Fees	4520	\$89,000	\$89,000	\$0	0.00%
Photocopy Rental	4580	\$183,868	\$188,800	\$4,932	2.68%
Tuition Out of District	4700-4701	\$1,389,928	\$1,504,550	\$114,622	8.25%
TOTALS		\$6,153,913	\$6,226,983	\$73,070	1.19%

* Includes both Special Ed & Regular Ed proposed expenditures

2015-16 BOCES SERVICES: \$6,659,852

◆ BOCES Services Include:

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

Generates BOCES Aid
Budgets: (\$3,565,595)

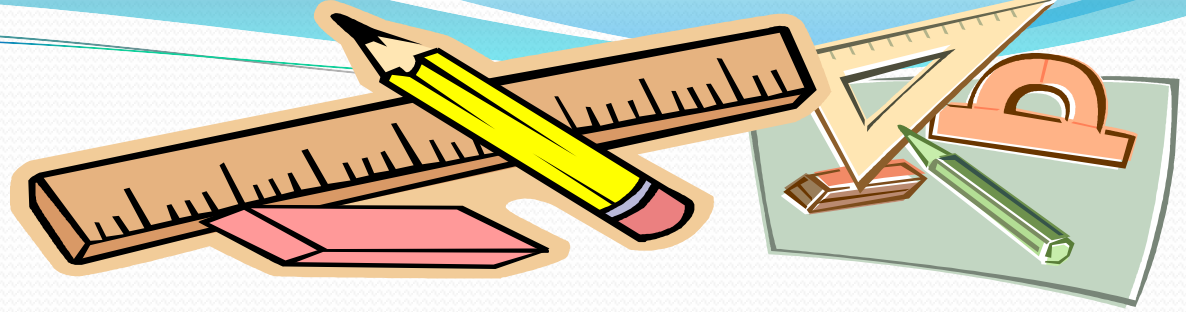
Special Education
Transportation

Generates High Cost Aid and
Trans. Aid – NOT BOCES Aid
(Budgets: \$3,094,257)

Estimated BOCES Aid for 2015-16: \$1,596,837

Approx. 45% RO₁

Supplies



	<u>2014-15</u> <u>CURRENT BUDGET</u>	<u>2015-16</u> <u>PROPOSED BUDGET</u>	<u>INCREASE/ (DECREASE)</u>	
Supplies	1,359,751	1,386,764	27,013	1.99%

✓ Based on our projected enrollment for 2015-16 (2,941), we spend approximately \$472 per student.

Transportation



	<u>2014-15 CURRENT BUDGET</u>	<u>2015-16 PROPOSED BUDGET</u>	<u>INCREASE/ (DECREASE)</u>	
Transportation	3,648,696	3,693,402	44,706	1.23%

Sayville contracts out all bus services:

Main Provider: Suffolk Transportation

Athletics: John Bosch

BOCES: Occ. Ed, Field Trips

- ✓ Ed Law allows Transportation Contracts to be extended annually at May 31st CPI
- ✓ We budgeted a projected 1% CPI for 2015-16



2015-16 Projected Transportation Aid: \$1,585,978



Transfers:

Capital & Special Aided Funds

	2014-15 <u>CURRENT BUDGET</u>	2015-16 <u>PROPOSED BUDGET</u>	<u>INCREASE/ (DECREASE)</u>	
Capital Fund	500,000	800,000	300,000	60.00%
Special Aided Fund	150,000	200,000	50,000	33.33%

Transfer to Capital Fund:

Funds to initiate year 1 of 5 of a District-wide unit-ventilator replacement project. These are individual room units that bring fresh air and heat to the occupied spaces – they do not provide air conditioning.

Transfer to Special Aided Funds: Represents District's cost share of the Special Educational Summer School & other Special Ed Programs

Equipment



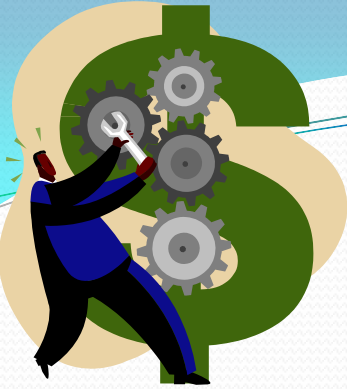
	2014-15 CURRENT BUDGET	2015-16 PROPOSED BUDGET	INCREASE/ (DECREASE)	
Equipment	168,600	171,427	2,827	1.68%

- ✓ The equipment budget is very small, but a necessary part of the overall Budget.
- ✓ In accordance with District Policy, only equipment with a cost of \$1,000 or more is charged to an equipment budget code.
- ✓ Equipment costs pertain to the following areas:
 - Building & Grounds Department: \$ 88,100
 - Technology: \$ 21,000
 - Athletics: \$ 14,675
 - Adult Ed (Drivers Education) \$ 12,500
 - Other Instructional: \$ 35,152

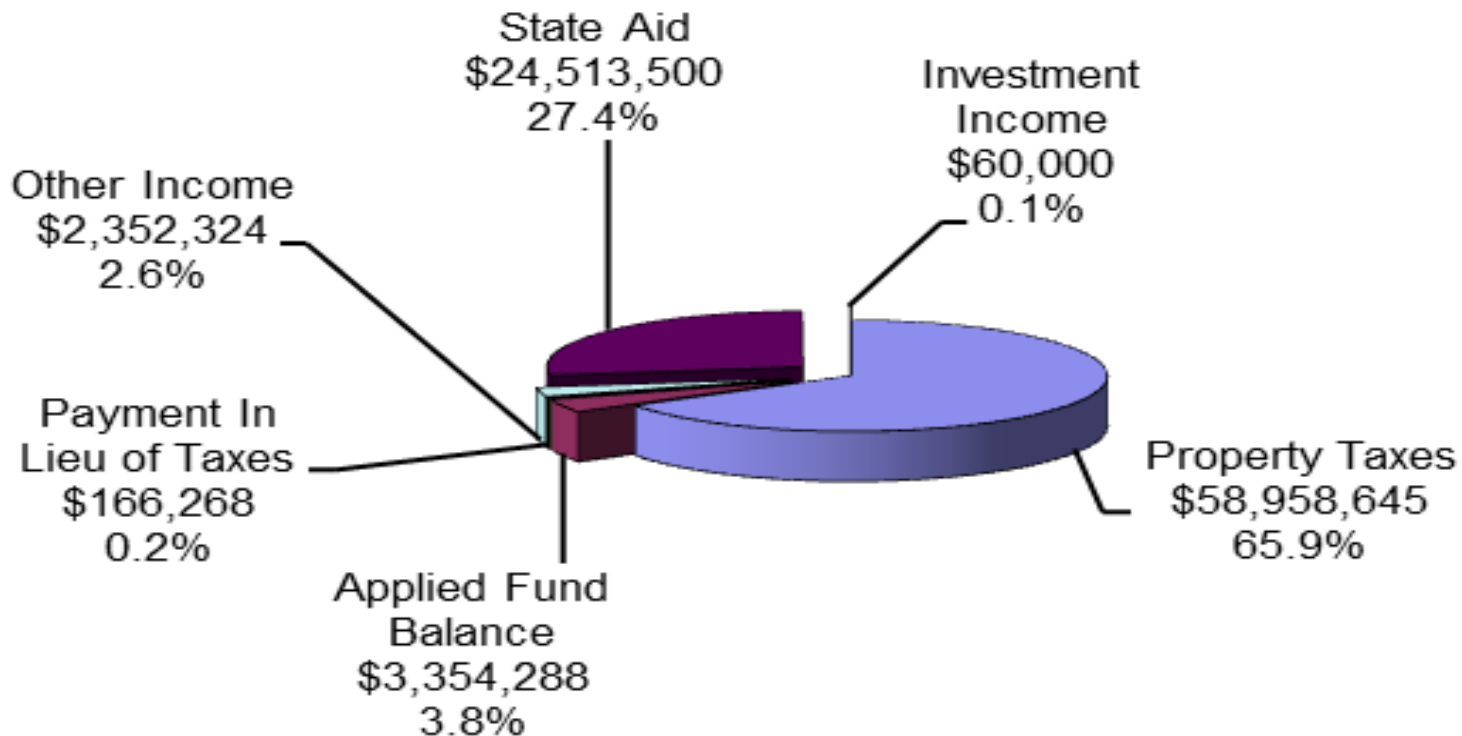
2015-16 Budgeted Revenues



2015-16 Projected Revenues



Your School Tax Dollar Revenues



2015-16 Proposed Revenues & Tax Rate Schedule

	<u>2014-15</u>	<u>2015-16</u>	<u>Difference</u>	<u>Percent</u>
STATE AID	23,325,517	24,513,500	1,187,983	5.09%
Pilot Payments	101,064	166,268	65,204	
<u>OTHER INCOME:</u>				
Adult Education	135,000	135,000	0	0.00%
Summer School	5,000	20,150	15,150	303.00%
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	10,000	(10,000)	-50.00%
Health Services	125,000	55,000	(70,000)	-56.00%
Interest Income	60,000	60,000	0	0.00%
Rentals/Organizations/Individuals/Gov't	34,000	41,500	7,500	22.06%
Rentals/BOCES	360,119	359,429	(690)	-0.19%
Rentals/Old Jr. High	345,503	344,380	(1,123)	-0.33%
Rentals/Public Library	1,004,875	946,187	(58,688)	-5.84%
Sale of Materials	100	100	0	0.00%
Insurance Recoveries	2,000	2,000	0	0.00%
Medicaid Reimbursement - SSEHP Part D	150,000	0	(150,000)	-100.00%
Medicaid Reimbursement - School Age Progra	125,000	125,000	0	0.00%
Fines & Forfeitures	4,000	4,000	0	0.00%
Refunds - BOCES/Prior Year/Other	10,000	60,000	50,000	500.00%
Misc Income	60,000	85,500	25,500	42.50%
Tuition - Other Districts/Staff	56,000	56,000	0	0.00%
Commissions	0	0	0	0.00%
TOTAL OTHER INCOME	2,604,675	2,412,324	(192,351)	-7.38%
TOTAL STATE AID & OTHER INCOME	26,031,256	27,092,092	1,060,836	4.08%

2015-16 Proposed Revenues & Tax Rate Schedule

APPROP. FUND BALANCE	4,109,654	2,106,600	(2,003,054)	-48.74%
APPROP. RESERVE FROM TAX RESERV	250,000	200,000	(50,000)	-20.00%
APPROP. RESERVE FOR ERS	1,440,000	650,000	(790,000)	-54.86%
APPROP. RESERVE FOR UNEMPLOYMEI	75,000	35,000	(40,000)	-53.33%
APPROP. RESERVE FOR WORKERS COM	150,000	325,000	175,000	116.67%
APPROP. RESERVE FOR DEBT SER - Libl	58,688	37,688	(21,000)	-35.78%
	6,083,342	3,354,288	(2,729,054)	-44.86%
PROPERTY TAXES*	57,936,627	58,958,645 *	1,022,018	1.76%
TOTAL REVENUE/BUDGET	90,051,225	89,405,025	(646,200)	-0.72%
	2014-15	2015-16	Difference	Percent
Tax Rate Per \$100	18.722	19.052	0.330	1.76%
Home Assessed @ 40,000	7,489	7,621	132	1.76%
<i>*Property Taxes also include revenue from STAR repayments.</i>				

CONTINGENCY BUDGET

Contingency Budgets:

Key Elements of the Law

- School District residents will vote on the Proposed Budget on May 19, 2015,
- Should the budget fail, the Board has the option of putting up the same or a revised budget for a revote in June (6/16/15), 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!



Spending Limit - Part 1

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

Therefore:

Proposed 2015-16 Tax Levy:	\$58,958,645
Less: Current 2014-15 Tax Levy:	<u>\$57,936,627</u>
AMOUNT OF BUDGET CUTS:	\$ 1,022,018

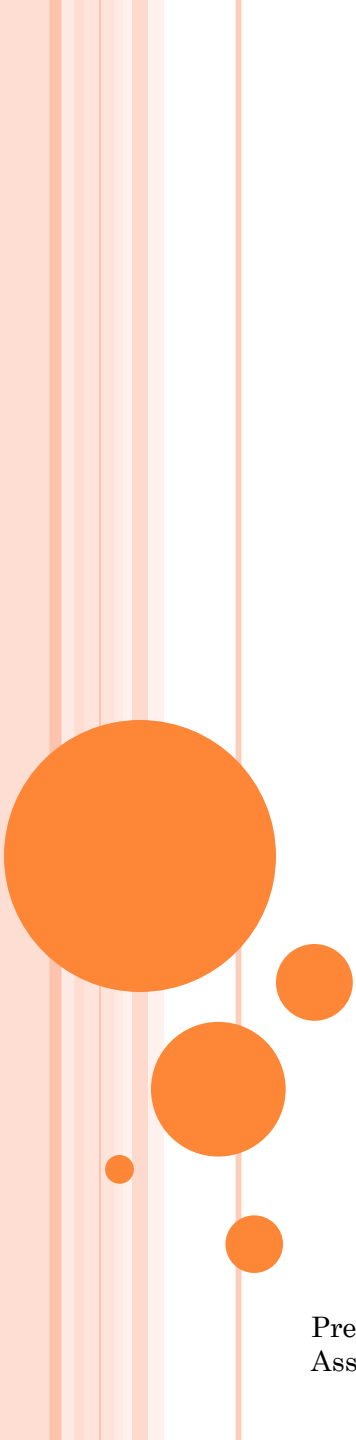
- 1. A contingent budget will only contain legal expenditures specifically authorized by statute and expenditures that maintain educational programs preserve property and maintain the health and safety of students and staff.*
- 2. Includes reductions in staffing, programs, capital items and non-contingent items such as student supplies, certain equipment and community use of buildings and grounds.*



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 2014-15 or the defeated 2015-16 budget.

	Actual 2014-15	Proposed 2015-16	Contingent Budget
Administrative Budget Cap	15.35%	15.26%	15.25%



Proposed Bond Referendum On May 19, 2015

Presented by: John Belmonte
Assistant Superintendent for Business

WHY CONSIDER A BOND?

Bond Issue:

- ✓ Allows for the repayment of debt over a period of time,
- ✓ Better aligns the receipt of building aid with the annual debt service payments,
- ✓ District's building aid ratio is 68% - we get back 68 cents on every '**approved**' capital dollar,
- ✓ Aggressively managed District debt over last 14 years to minimize the impact on the tax rate, thus enabling the District to provide for necessary facility upgrades,
- ✓ **Window of opportunity** to provide for infrastructure upgrades and enhancements.



DEVELOPING A BOND

- District representatives have worked in collaboration with our Architect and Engineers to assess the District infrastructure needs
- Collaborated with building staff and administrators to assess the immediate and future needs of the buildings
- District's Needs Assessment listing was approximately \$36.5 million.



BOND COMMITTEE

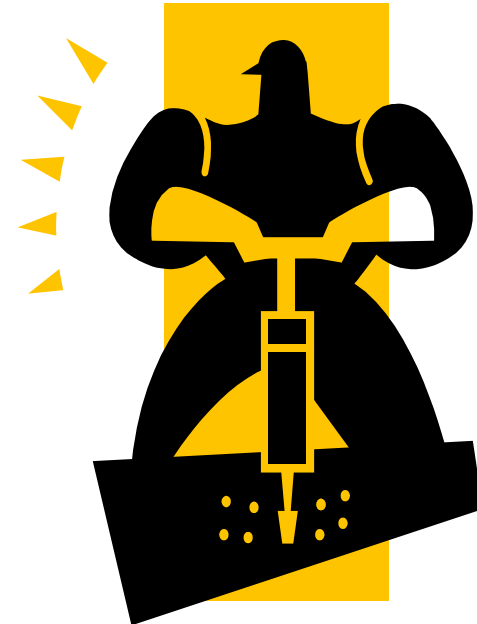
- District formed Community Bond Committee – kick-off meeting was January 30, 2014
- Committee comprised of stakeholders from across the District
- Committee met on the last Thursday of each month through June 2014 (with the exception of May 2014)
- Reviewed and analyzed District's report, obtained input from stakeholder groups, compiled their recommendations on a priority basis
- Bond Committee reported their recommendations to the Board at the July 1, 2014 Board meeting
- **TOTAL RECOMMENDATIONS TO BOARD - Priority I & II and Unrated Priorities equaling \$24,138,000.**



CLASSIFICATION OF PROJECTS

Building infrastructure upgrades, or site improvements, can generally be classified into the following categories:

- ✓ Energy efficiencies
- ✓ Maintenance of facilities
- ✓ Health & Safety
- ✓ ADA compliant
- ✓ Enhancements



WHAT ARE SOME OF THE IMPROVEMENTS CURRENTLY INCLUDED IN THE BOND?

- Middle School Roof Replacement
- Replacement of boilers at High School & Lincoln Elementary School and Administration Building
 - Boilers range in age from 18 – 46 years old
- Dual fuel generator at IMC (Technology Building)
- HS Library Media Center
- Air Conditioning – 3rd floor Old Junior High, HS auditorium, cafeterias at Lincoln and Cherry



WHAT ARE SOME OF THE IMPROVEMENTS CURRENTLY INCLUDED IN THE BOND?

- Lincoln - upgrade public address system throughout building
- MS - upgrade auditorium wiring, lighting & sound system for musical productions and assemblies
- MS pool infrastructure and ventilation system
- Upgrade electrical service at Sunrise Drive Elementary School
- Bus loop in front of High School (Brook Street)
- ADA upgrades in Nurses' Offices



WHAT ARE SOME OF THE IMPROVEMENTS CURRENTLY INCLUDED IN THE BOND?

- Additional parking at Lincoln Avenue Elementary School
- Playground upgrades at each Elementary School
- Turf field, lights & bathrooms at Depot Road and Greeley Avenue property
- Upgrade kitchen equipment
- District-wide paving and updating of storm drains
- Upgrade security intrusion alarm systems
- Upgrade emergency lighting & fire alarm systems



BOND VS ANNUAL BUDGET EXAMPLE



MS Roof Through Bond

Cost of Roof \$3.5 million

- Bonded over 15 years:
- Avg. Debt Service/year: \$320,118
- Net Cost on Tax Rate: \$102,680
(after 68% Building Aid)

Projected Increase on tax rate:

.11% or \$14 per year

MS Roof Through Budget

Cost of Roof \$3.5 million

- \$3.5 added to budget- Capital Projects
- Building Aid paid over the life of project

Projected Increase on tax rate:

6.16% or \$462 in year #1

(Building aid to start in following school year and would be projected to reduce tax rate of future years by approximately:
0.37% or \$28/year



FAQ's

Q. Why is the District considering a Turf Field at this time?

A. The number one reason is Safety. The excessive use at the Depot Field by the Boys Lacrosse and Soccer teams causes significant damage to the playing field. A turf field can prevent student injuries due to poor field conditions.

In addition to safety concerns, a turf field:

- ✓ Allows for fewer cancelations of scheduled practices and games caused by inclement weather,
- ✓ Allows for more of our interscholastic teams to utilize the field,
- ✓ Allows for increased use by our community youth athletic organizations.



FAQ'S

Q. The Bond Referendum includes a synthetic Turf Field. There have been safety concerns raised as to the use of rubber infill. What has the Board done to address these safety concerns?

A. The Board reviewed many studies that looked at the safety concerns raised with the use of infill rubber. At this juncture, the professionals and SED have deemed the issue to be inconclusive. In an effort to remove any concerns, the Board has approved the use of “organic infill” – organic products of cork, rice husk and coconut fiber.



FAQ'S

Q. What percentage and dollar value is the turf field within the bond?

A. The cost projection of a synthetic turf sport complex (including home & visitor grandstands, concession stand/restrooms, lighting, fencing and drainage, etc...) is estimated to be \$2,600,000. Considering a \$19.2 million bond, this is about 13.5% of the total bond issue.

Q. If the cost of the turf field were removed from the bond, what is the change in cost to each household, and how would that amount affect the tax rate?

A. Considering we are anticipating a 15 year bond, the amortized annual cost of the turf project (\$2.6 million), less 68% building aid, would have the effect of adding approximately \$76,000 annual cost to the taxpayer, which translates to approximately **0.08% or 24 cents on the tax rate, or \$10 per year** – a negligible effect on the overall bond.



IMPORTANT DATES

BUDGET HEARING

MAY 12, 2015

Location: Sayville
Administration
Building

Time: 7:30 P.M.

BUDGET VOTE

MAY 19, 2015

Location: Gymnasium
in the Suffolk County
Community College –
Sayville Center
(30 Greene Avenue)

Polls open 7 A.M. – 9 P.M.

