

Sayville Public Schools

*Proposed 2016-17
Budget – Part 4*

Presented by:
John Belmonte

Assistant Superintendent for Business

April 13, 2016

PROPOSED 2016-17 BUDGET



	BUDGET	BUDGET PERCENTAGE INCREASE	PROPOSED INCREASE ON TAX RATE
2016-17 Proposed Budget <i>(Draft I)</i>	\$90,119,447	0.80%	0.00%
Revised Budget <i>(Draft II)</i>	\$90,119,447	0.80%	-0.80%

What's New.....

- **State budget was passed and schools received their State runs:**
 - ✓ *Sayville will receive \$2,102,864 in additional aid*
 - ✓ *8.52% Increase*
- **GEA eliminated and funds restored: \$1,755,915; \$102,329 listed as final GEA payment and 'NOT' included in the total Base Aid.**
 - ✓ *It remains to be seen if this \$102,329 will be included in our 2016-17 Base Aid figures for next school year????*
 - ✓ *If it is not, then our Base Aids will be \$102,329 lower as we move into the 2017-18 school-year.*
- **Due to additional State Aid and required reduction in Tax Levy Cap Formula, Revenues adjusted to lower projected tax rate from Draft I from 0.00% to -0.80%**

Highlights of the Approved State Budget



- ✓ State Budget provides for a 5.9%, \$1.35 billion increase to school districts for the 2016-17 school-year;
- ✓ Foundation Aid: \$627 million increase (Sayville no increase);
- ✓ Gap Elimination Adjustment: \$433.6 million fully restored
 - Sayville restoration \$1,755,915;
- ✓ Expensed-based aids are funded at \$342 million;
- ✓ Not approved: Parental Choice in Education tax credit

NYS Aid Analysis 2013 – 2017

2013 – 2014	State Aid	23,241,953
	GEA	3,198,942
2014 – 2015	State Aid	23,687,092
	Change	+445,139
	GEA	2,746,932
	Change	+452,000
	Change in all other aid categories	-6,861
2015 – 2016	State Aid	24,680,723
	Change	+993,631
	GEA	1,755,915
	Change	+991,017
	Change in all other aid categories	+2,614
2016 – 2017	Estimated State Aid	26,784,490
	Change	+2,102,864
	GEA	0
	Change	+1,755,915
	Estimated change in expense driven aid	+346,949

The actual increase in aid for the past several years has been almost all GEA restoration. We do not know if the increase in expense driven aid is accurate in 2016 – 2017. With GEA gone, what will be our increase in Aid for 2017 – 2018?

2016-17 Proposed Revenues & Tax Rate Schedule

	<u>2015-16</u>	<u>2016-17</u>	<u>Difference</u>	<u>Percent</u>
STATE AID	24,513,500	26,439,415	1,925,915	7.86%
Pilot Payments	166,268	184,420	18,152	10.92%
<u>OTHER INCOME:</u>				
Adult Education	135,000	135,000	0	0.00%
Summer School	20,150	15,000	(5,150)	-25.56%
Trips	0	0	0	0.00%
Admissions	10,000	10,000	0	0.00%
Use of Pool	98,078	110,000	11,922	12.16%
Custodial Services	10,000	10,000	0	0.00%
Health Services	55,000	55,000	0	0.00%
Interest Income	60,000	60,000	0	0.00%
Rentals/Organizations/Individuals/Gov't	41,500	30,000	(11,500)	-27.71%
Rentals/BOCES	359,429	361,945	2,516	0.70%
Rentals/Old Jr. High	344,380	553,023	208,643	60.59%
Rentals/Public Library	946,187	946,187	0	0.00%
Sale of Materials	100	100	0	0.00%
Insurance Recoveries	2,000	25,000	23,000	1150.00%
Medicaid Reimbursement - SSEHP Part D	0	0	0	0.00%
Medicaid Reimbursement - School Age Programs	125,000	85,000	(40,000)	-32.00%
Fines & Forfeitures	4,000	4,000	0	0.00%
Refunds - BOCES/Prior Year/Other	60,000	60,000	0	0.00%
Misc Income	85,500	85,500	0	0.00%
Tuition - Other Districts/Staff	56,000	56,000	0	0.00%
Commissions	0	0	0	0.00%
TOTAL OTHER INCOME	2,412,324	2,601,755	189,431	7.85%
TOTAL STATE AID & OTHER INCOME	27,092,092	29,225,590	2,133,498	7.87%

2016-17 Proposed Revenues & Tax Rate Schedule

APPROP. FUND BALANCE	2,376,600	1,675,000	(701,600)	-29.52%
APPROP. RESERVE FROM TAX RESERVE	200,000	175,000	(25,000)	-12.50%
APPROP. RESERVE FOR ERS	650,000	425,000	(225,000)	-34.62%
APPROP. RESERVE FOR UNEMPLOYMENT	35,000	35,000	0	0.00%
APPROP. RESERVE FOR WORKERS COMP	325,000	325,000	0	0.00%
APPROP. RESERVE FOR DEBT SER - Library	37,688	37,688	0	0.00%
	3,624,288	2,672,688	(951,600)	-26.26%
PROPERTY TAXES*	58,688,645	58,221,199 *	(467,446)	-0.80%
TOTAL REVENUE/BUDGET	89,405,025	90,119,477	714,452	0.80%
	2015-16	2016-17	Difference	Percent
Tax Rate Per \$100	19.051	18.900	(0.152)	-0.80%
Home Assessed @ 40,000	7,621	7,560	(61)	-0.80%
<i>*Property Taxes also include revenue from STAR repayments.</i>				

NYS 2% Tax Levy Cap Formula

December 2015 CPI

0.12%

**UP-DATED
2/23/16**

Property Tax Levy Formula

Tax Base Growth
Factor
Pilot Payments
Allowable Tax Levy
Growth Factor
Net Capital levy

Adjusted Tax Levy

~~-0.70%~~

-0.64%

Tax Cap = - 0.64%
Tax Rate = -0.80%

❑ The following are some of the factors affecting the negative tax levy cap calculation for next school year:

- *December 2015 CPI was only .12%;*
- *Sayville's Tax Base Growth Factor was negligible at 1.0010;*
- *Pilot payments continue to drive down our Tax Levy Cap Percentage;*
- *Continued reduction of the District's Debt Service, which also drives down the Tax Levy Cap Percentage.*

SAYVILLE PUBLIC SCHOOLS

PROPOSED 2016 - 2017 BUDGET SUMMARY

	2015-16 CURRENT BUDGET	2016-17 PROPOSED BUDGET	INCREASE/ (DECREASE)	
Salaries	43,784,216	44,520,476	736,260	1.68%
Fringe Benefits	20,412,692	20,698,875	286,183	1.40%
Total Salary & Benefits:	64,196,908	65,219,351	1,022,443	1.59%
Debt Service	5,417,509	5,136,644	(280,865)	-5.18%
Contractual Expenditures (4000 object codes, excluding Trans.& BOCES)	6,626,573	6,023,820	(602,753)	-9.10%
BOCES	6,659,852	6,765,898	106,046	1.59%
Supplies	1,386,764	1,568,620	181,856	13.11%
Textbooks/Workbooks	252,590	341,556	88,966	35.22%
Transportation	3,693,402	3,866,812	173,410	4.70%
Transfers to:				
Capital Fund	800,000	800,000	0	0.00%
Special Aided Fund	200,000	200,000	0	0.00%
Equipment	171,427	196,776	25,349	14.79%
TOTAL GENERAL FUND BDGT:	89,405,025	90,119,477	714,452	0.80%



Program Enhancements

Educational Opportunities

- Bring back the Sayville Summer School Program – eliminate the BOCES program;
- Continuation of the 1:1 Chrome Book initiative;
- Provision for an additional Special Education teacher;
- Increase of a .20 FTE in RISE Technology;
- Implementation of HS Accuplacer Exam Program in partnership with SCCC;
- AP Computer Science & Principles of Computer Science with Professional Development;
- Suffolk County Community College course offerings at reduced tuition for college credits;
- AP Seminar teacher professional development;
- Implementation of a new reading series K-5, year 1 of 2;
- New Grade 6 Reading Series;
- Expanded Arts in Education opportunities.

Contingency Budgets:

Key Elements of the Law

- School District residents will vote on the Proposed Budget on May 17, 2016,
- Should the budget fail, the Board has the option of putting up the same, or a revised budget, for a revote in June (6/21/16), 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 2016-17 Tax Levy:	\$58,221,199
Less: Current 2015-16 Tax Levy:	<u>\$58,688,645</u>
	\$ -467,446 (-80%)

Since the 2016 -17 Proposed Budget is a reduction on the Tax Levy, a contingent budget with a 'ZERO' percent on the Tax Levy will result in a tax increase!



Spending Limit – Part 2

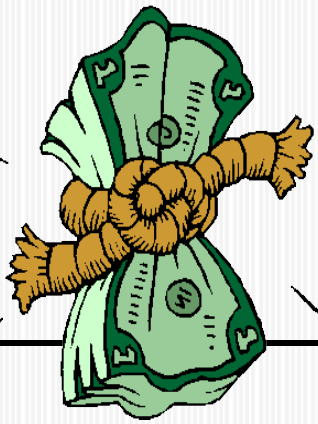
- Administrative Cap:
 - ✓ The ratio between the Administrative and Program Budget components,
 - ✓ Will be the 'lesser' of the calculated Administrative Cap for 2015-16 or the defeated 2016-17 budget.

	Actual 2015-16	Proposed 2016-17	Contingent Budget
Administrative Budget Cap	13.59%	13.56%	13.56%

Contingent Budget

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.

SAYVILLE PUBLIC SCHOOLS ADMINISTRATIVE BUDGET CAP								
			Actual 2015-16		Proposed 2016-17		Contingent Budget	Required Reductions
ADMINISTRATIVE BUDGET			8,645,141	13.59%	8,777,377	13.56%	8,757,377	-20,000
PROGRAM BUDGET			63,635,080		64,715,183		64,577,183	-138,000
CAPITAL BUDGET			17,124,804		16,626,917		15,826,917	-800,000
TOTALS:			89,405,025		90,119,477		89,161,477	-958,000



Contingent Budget

	BUDGET	BUDGET PERCENTAGE INCREASE	PROPOSED INCREASE ON TAX RATE
2016-17 Proposed Budget	\$90,119,447	0.80%	-0.80%
Contingent Budget	\$89,161,447	-0.27%	-0.00%

A CONTINGENT BUDGET WILL RESULT IN A TAX INCREASE!



Important Dates

Monday, April 18, 2016, 5:00 p.m.

Petitions Due for Board of Education Trustees

Last day for voters to present petition for consideration by Board of Education

Tuesday, May 3, 2016

Final Budget Document and Required Disclosures Available for Distribution

Tuesday, May 10, 2016,

Budget Informational Meeting and Public Hearing at Admin Building, 7:30 p.m.

Evening Registration open to voters 4:30 p.m. to 7:30 p.m. at Admin Building

Wednesday, May 11, 2016

Mailing of School Budget Notice to all Qualified Voters

Thursday, May 12, 2016

Last Day Voter Registration

Tuesday, May 17, 2016, 7 a.m. to 9 p.m.

Budget Vote, Annual Meeting and Election of Trustees