

# Sayville Public Schools

*Proposed 2016-17  
Budget Hearing*

Presented by:  
John Belmonte

Assistant Superintendent for Business

May 10, 2016

# *2016-17 Budget REQUIREMENTS*

- 3 - Part Budget: Administrative, Program, Capital
- 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

# THREE-PART COMPONENT BUDGET



## THE 2016-2017 PROPOSED BUDGET SUMMARY

THREE-PART BUDGET	Adopted Budget	Proposed Budget	Increase/
	2015-2016	2016-2017	(Decrease)
ADMINISTRATION BUDGET	\$8,645,141	\$8,777,377	\$132,236
CAPITAL BUDGET	17,124,804	16,626,917	(497,887)
PROGRAM BUDGET	63,635,080	64,715,183	1,080,103
<b>TOTAL SCHOOL BUDGET</b>	<b>\$89,405,025</b>	<b>\$90,119,477</b>	<b>\$714,452</b>

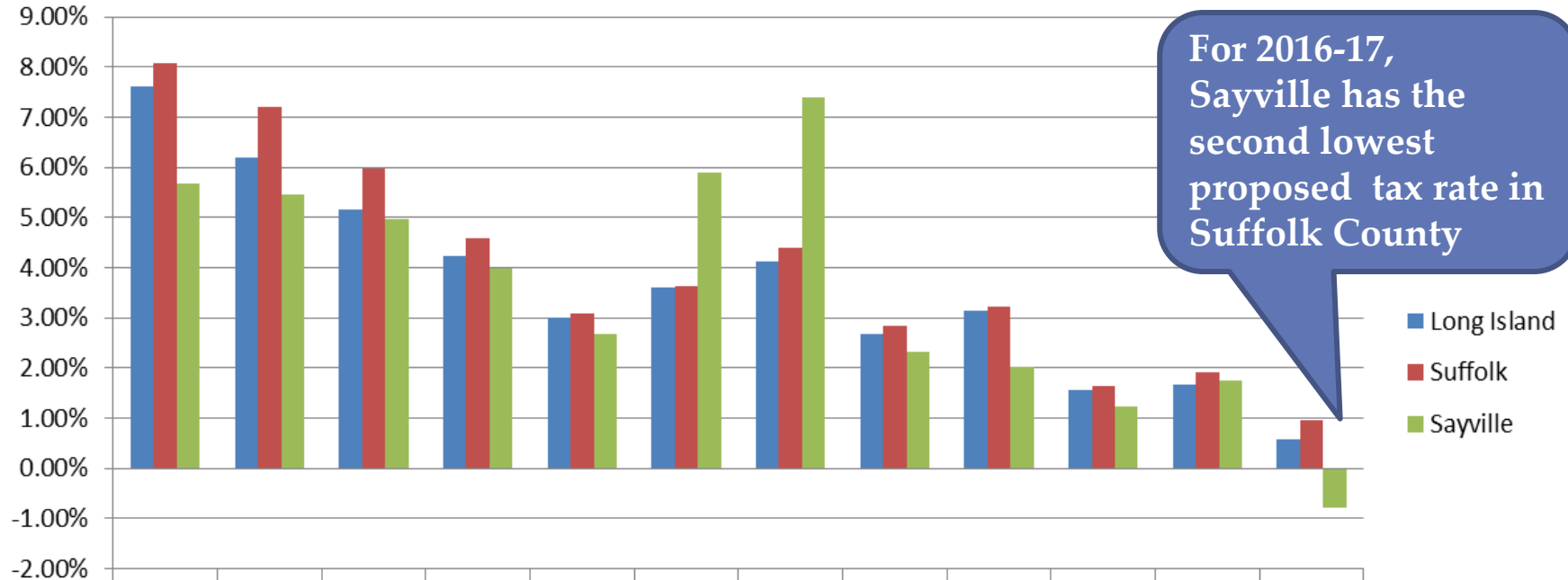
**PERCENT INCREASE IN SCHOOL BUDGET: 0.80%**

# 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%

# Tax Levy Analysis - LI School Districts



	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17
Long Island	7.62%	6.20%	5.17%	4.23%	3.01%	3.59%	4.13%	2.67%	3.13%	1.57%	1.67%	0.58%
Suffolk	8.08%	7.20%	5.97%	4.58%	3.08%	3.64%	4.40%	2.85%	3.21%	1.64%	1.90%	0.96%
Sayville	5.68%	5.46%	4.98%	3.99%	2.68%	5.90%	7.39%	2.33%	2.03%	1.22%	1.76%	-0.80%

- ✓ In 8 out of 11 of the last school years, Sayville's tax levy was less than LI & Suffolk County
- ✓ For 2015-16, Sayville's Tax Levy is below other Suffolk County Districts

# 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%

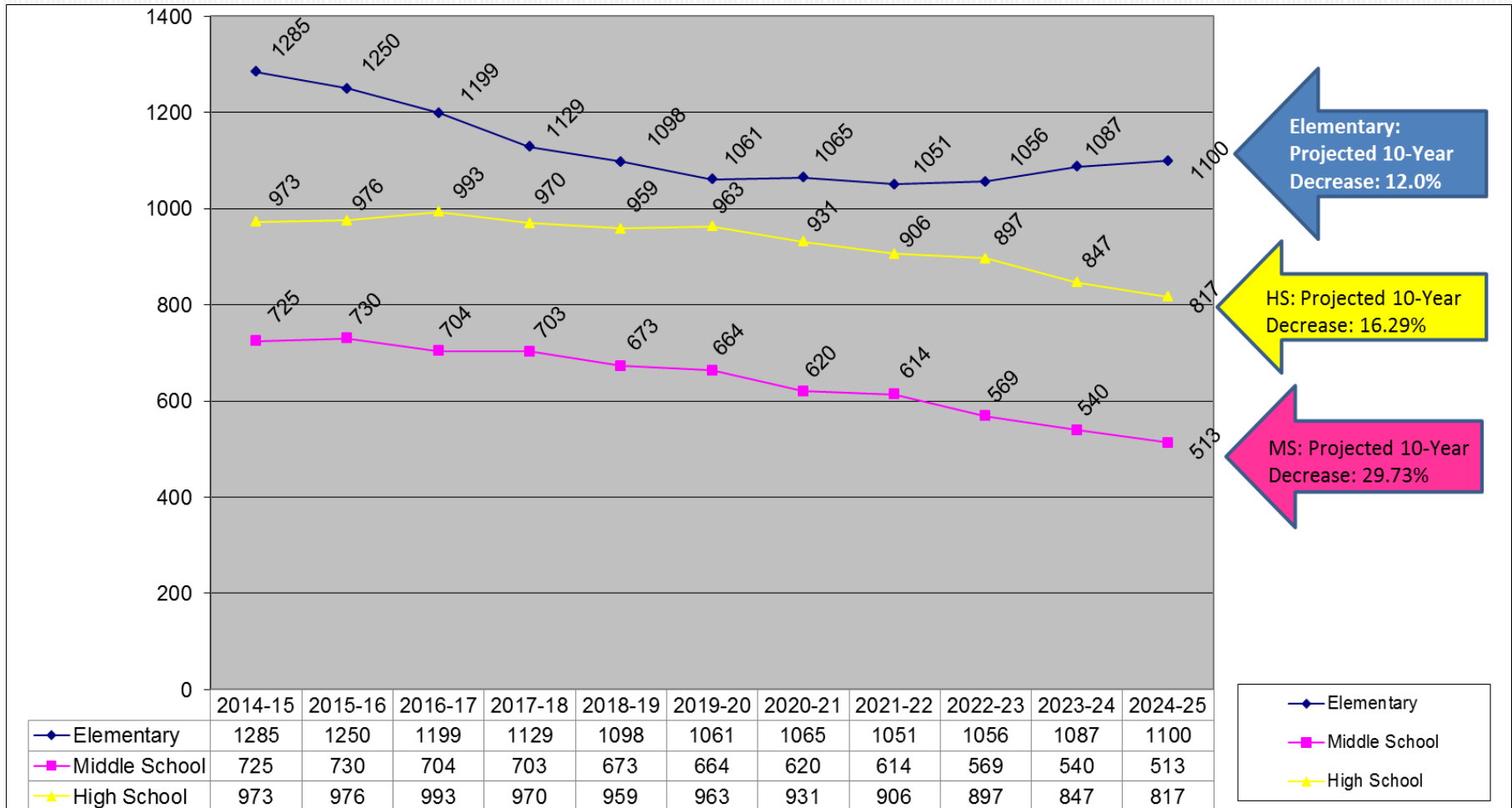
Tax Cap = - 0.64%  
Tax Rate = -0.80%

❑ 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.*

# 10-Year Enrollment Projections

## 2014-15 Actual Data



Source: December 2015  
BOCES Long Range Planning Study

# Monitoring Fiscal Stress

## Sayville's 2015 FYE Report

	<u>Point Range</u>	<u>Percent Range (out of 21 max pts)</u>
Significant Fiscal Stress	13.65 - 21	65 - 100%
Moderate Fiscal Stress	9.45 - 13.64	45 - 64.9%
Susceptible Fiscal Stress	5.25 - 9.44	25 - 44.9%
No Designation	0 - 5.24	0 - 24.9%

	<b>Fiscal Stress Financial Indicators</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Indicator 1	Unassigned Fund Balance as a percentage (%) of Expenditures	0	0	0
Indicator 2	Total Fund Balance as a percentage (%) of Expenditures	0	0	0
Indicator 3	Operating Deficits	0	1	1
Indicator 4	Cash Ratio - Cash and Investments as a percentage (%) of Current Liabilities	0	0	0
Indicator 5	Cash as a Percentage of Monthly Expenditures	0	0	0
Indicator 6	Short Term Debt Issuance as a percentage (%) of Revenues	0	2	2
Indicator 7	Number of years short term debt was issued or BN in last year	0	1	2

<b>Total Raw Score</b>	0	4	5
<b>Total Weighted Average Score</b>	0.00	2.45	2.80
<b>Percentage of Total Score</b>	0.0%	11.7%	13.3%
<b>Score Classification</b>	No Designation	No Designation	No Designation

Source: Comptroller's Fiscal Stress Monitoring Report for Sayville UFSD



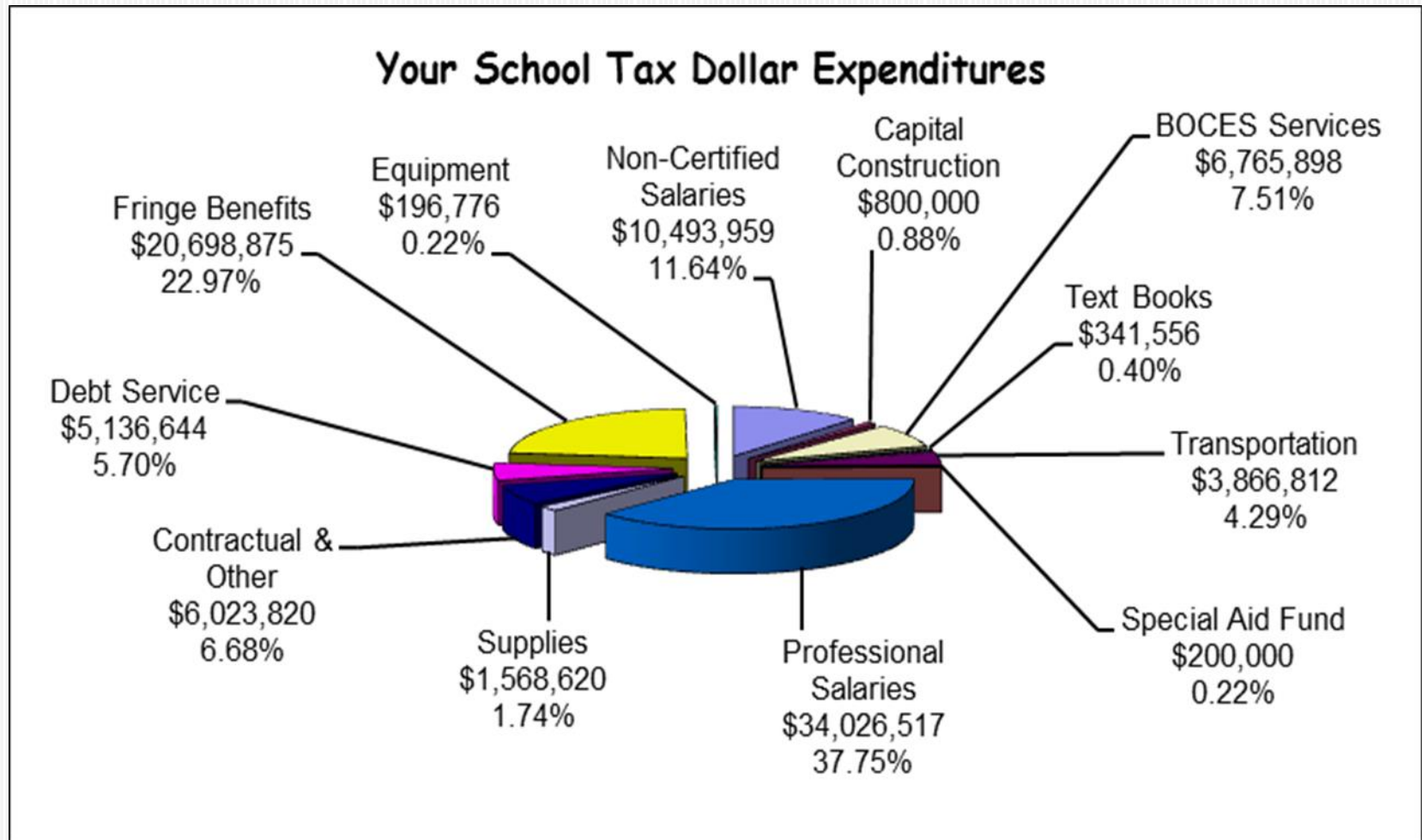


# Program Enhancements

## 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.

# Expenditures: The Pieces of the Pie



# **SAYVILLE PUBLIC SCHOOLS**

## **PROPOSED 2016 - 2017 BUDGET SUMMARY**

	<b>2015-16 CURRENT BUDGET</b>	<b>2016-17 PROPOSED BUDGET</b>	<b>INCREASE/ (DECREASE)</b>	
Salaries	43,784,216	44,520,476	736,260	1.68%
Fringe Benefits	20,412,692	20,698,875	286,183	1.40%
<b>Total Salary &amp; Benefits:</b>	<b>64,196,908</b>	<b>65,219,351</b>	<b>1,022,443</b>	<b>1.59%</b>
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%
<b>TOTAL GENERAL FUND BDGT:</b>	<b>89,405,025</b>	<b>90,119,477</b>	<b>714,452</b>	<b>0.80%</b>

# 2016-17 Budgeted Salaries

	<b>2015-16</b>	<b>2016-17</b>	<b>INCREASE/ (DECREASE)</b>	
	<b><u>CURRENT BUDGET</u></b>	<b><u>PROPOSED BUDGET</u></b>		
Salaries	43,784,216	44,520,476	736,260	1.68%
Fringe Benefits	<u>20,412,692</u>	<u>20,698,875</u>	<u>286,183</u>	<u>1.40%</u>
Total Salary & Benefits:	64,196,908	65,219,351	1,022,443	1.59%

## Changes in staffing:

- 6.0 FTE Retirees – (1.0 Admin, 4.0 Teachers, 1.0 Nurse);
- 2.0 FTE reduced through attrition, 4.0 FTE of the remaining retiree positions will be filled – most in same instructional area.
- Provision for 1.0 additional S/E teacher;
- Addition of .20 FTE for RISE Technology.

# 2016 -17 Budgeted Staffing Levels

Budgeted General Fund Staffing	Full- Time Equivalents (FTE's)
<b>Central Office Administrators</b>	5.00
<b>Building / Program Administrators</b>	11.00
<b>Unaffiliated Staff</b>	16.00
<b>Teachers</b>	261.36
<b>Nurses</b>	6.01
<b>Teacher Aides</b>	67.80
<b>Attendance &amp; Health Aides</b>	4.37
<b>Monitors</b>	21.00
<b>Clerical (10 Month)</b>	8.00
<b>Clerical (12 Month)</b>	23.24
<b>Custodial Full Time</b>	30.00
<b>Custodial Part Time (4 Hour)</b>	7.50
<b>Grounds</b>	11.00
<b>Misc: Pool/Adult Education</b>	3.00
<b>Total FTE's Budgeted:</b>	<b>475.28</b>
2/3/2016	

# Fringe Benefits Analysis

	Current 2015-16	Proposed 2016-17	Difference	% Change
Employees' Retirement System	1,796,434	1,634,166	-162,268	-9.03%
Teachers' Retirement System	4,481,343	4,171,870	-309,473	-6.91%
Social Security	3,441,948	3,500,075	58,127	1.69%
Workers' Compensation	170,000	170,000	0	0.00%
Life Insurance	10,700	8,700	-2,000	-18.69%
Unemployment Insurance	60,000	60,000	0	0.00%
Disability Insurance	60,494	59,018	-1,476	-2.44%
Health Insurance	9,905,805	10,596,586	690,781	6.97%
Dental Insurance	485,968	498,460	12,492	2.57%
<b>Total</b>	<b>20,412,692</b>	<b>20,698,875</b>	<b>286,183</b>	<b>1.40%</b>

# 2016-17 Debt Service

	Current 2015-16	Proposed 2016-17	Difference	% Change
Library Bond Principle	600,000	650,000	50,000	8.33%
Library Bond Interest	383,875	359,125	-24,750	-6.45%
<i>Library Debt Service:</i>	983,875	1,009,125	25,250	2.57%
School Bond Principle	3,079,000	2,400,000	-679,000	-22.05%
School Bond Interest	516,685	862,053	345,368	66.84%
School Bond Principle: Energy Performance Contract (EPC)	444,394	458,909	14,515	3.27%
School Bond Interest: Energy Performance Contract (EPC)	193,555	179,040	-14,515	-7.50%
Bond Anticipation Notes (BANS)	0	27,517	27,517	0.00%
Tax Anticipation Notes (TANS)	200,000	200,000	0	0.00%
<i>School District Debt Service:</i>	4,433,634	4,127,519	-306,115	-6.90%
<b>TOTAL DEBT SERVICE:</b>	5,417,509	5,136,644	-280,865	-5.18%

# Contractual Expenditures\*

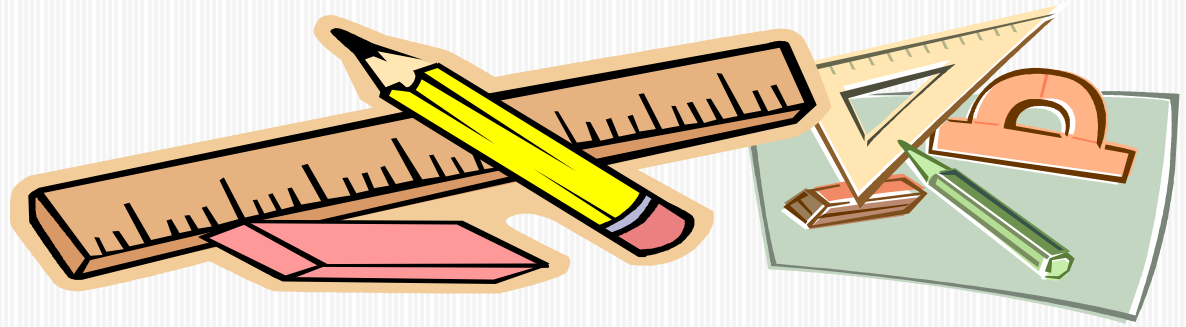
The following are some of the Contractual Expenses by category:

Object Name	Object	2015-16 Current Budget	2016-17 Budget Request	\$ Change	% Change
Insurance	4070	\$446,414	\$438,694	-\$7,720	-1.73%
Special Build/Grnds Repairs	4280	\$178,900	\$195,000	\$16,100	9.00%
Plant Operation & Custodial	4310-4350	\$1,798,000	\$1,548,400	-\$249,600	-13.88%
Miscellaneous Expenses	4390	\$88,984	\$90,022	\$1,038	1.17%
Attorneys	4410	\$253,097	\$253,500	\$403	0.16%
Auditors	4420	\$89,531	\$96,001	\$6,470	7.23%
Other Professional Service	4440	\$1,170,614	\$1,200,879	\$30,265	2.59%
Travel	4450	\$72,937	\$87,980	\$15,043	20.62%
Postage	4460	\$88,636	\$67,375	-\$21,261	-23.99%
Maint/Repair Equipment	4470	\$144,570	\$148,520	\$3,950	2.73%
Rental	4480	\$23,900	\$23,978	\$78	0.33%
Dues/Fees	4510	\$89,050	\$92,125	\$3,075	3.45%
Officials Fees	4520	\$89,000	\$92,945	\$3,945	4.43%
Photocopy Rental	4580	\$188,800	\$196,885	\$8,085	4.28%
Tuition Out of District	4700-4730	\$1,504,550	\$1,070,126	-\$434,424	-28.87%
<b>TOTALS</b>		<b>\$6,226,983</b>	<b>\$5,602,430</b>	<b>-\$624,553</b>	<b>-10.03%</b>

\* Includes both Special Ed & Regular Ed proposed expenditures



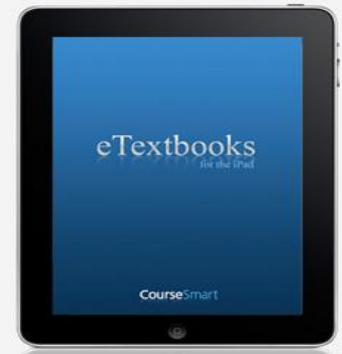
# Supplies



	<u>2015-16</u> <u>CURRENT BUDGET</u>	<u>2016-17</u> <u>PROPOSED BUDGET</u>	<u>INCREASE/ (DECREASE)</u>	
Supplies	1,386,764	1,568,620	181,856	13.11%

- ✓ The most significant increase in supply costs is a \$125,000 provision to continue with 1:1 Chrome Book initiatives in Grades 6, 7 and 8;
- ✓ Supply dollars are only 1.74% of the entire \$90.1M Budget.

# Textbooks/Workbooks



	<u>2015-16</u> <u>CURRENT BUDGET</u>	<u>2016-17</u> <u>PROPOSED BUDGET</u>	<u>INCREASE/ (DECREASE)</u>	
Textbooks/Workbooks	252,590	341,556	88,966	35.22%

- ✓ Textbook monies can now also be used for technology devices in the classroom – i.e., Chrome books;
- ✓ 2016-17 is Year 1 of 2 for implementation of a new reading series for grades K-5;
- ✓ New grade 6 reading series;
- ✓ District receives Textbook Aid on these purchases.



# Transportation

	<u>2015-16</u> <u>CURRENT BUDGET</u>	<u>2016-17</u> <u>PROPOSED BUDGET</u>	<u>INCREASE/ (DECREASE)</u>	
Transportation	3,693,402	3,866,812	173,410	4.70%

- ✓ **Sayville contracts out all student bus services;**
- ✓ **Ed Law allows Transportation Contracts to be extended annually at May 31st CPI;**
- ✓ **For 2016-17, we re-bid our large bus and van contracts (bid opening March 10, 2016);**
- ✓ **Our Summer School Special Ed Transportation Contract with Suffolk Transportation will be renewed at the May 31<sup>st</sup> CPI;**
- ✓ **Our Athletics Transportation Contract with John Bosch will be renewed at the May 31<sup>st</sup> CPI.**

# Transfers:

## Capital & Special Aided Funds

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	<b>2015-16</b>	<b>2016-17</b>	<b>INCREASE/ (DECREASE)</b>	
	<b><u>CURRENT BUDGET</u></b>	<b><u>PROPOSED BUDGET</u></b>		
Capital Fund	800,000	800,000	0	0.00%
Special Aided Fund	200,000	200,000	0	0.00%

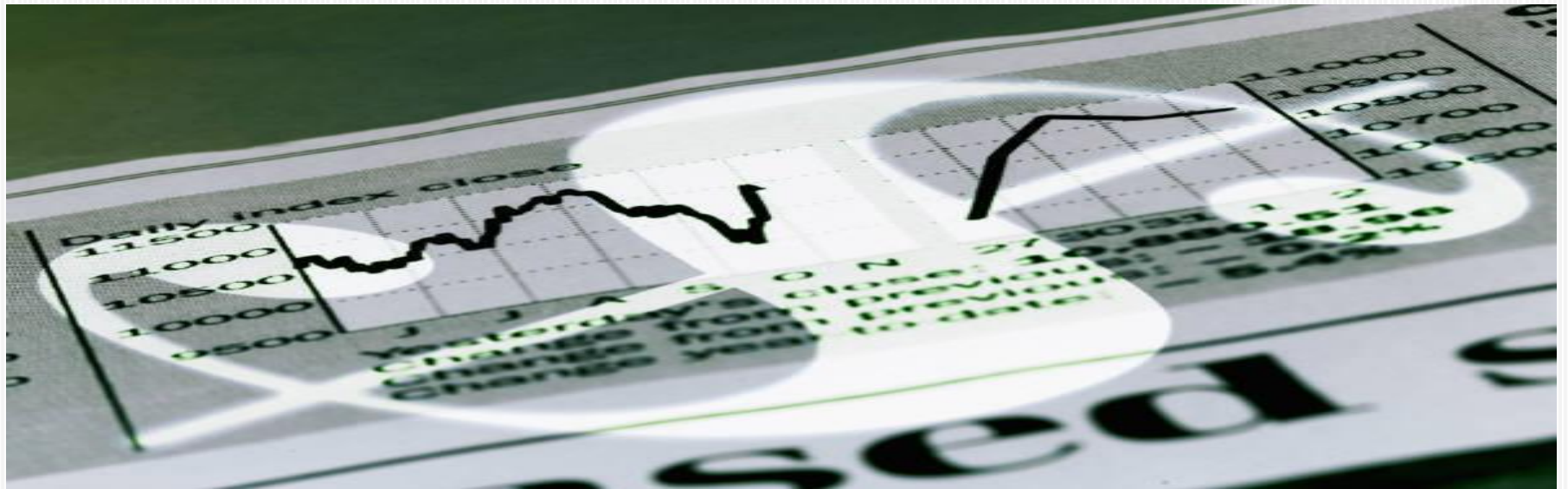
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### **Transfer to Capital Fund:**

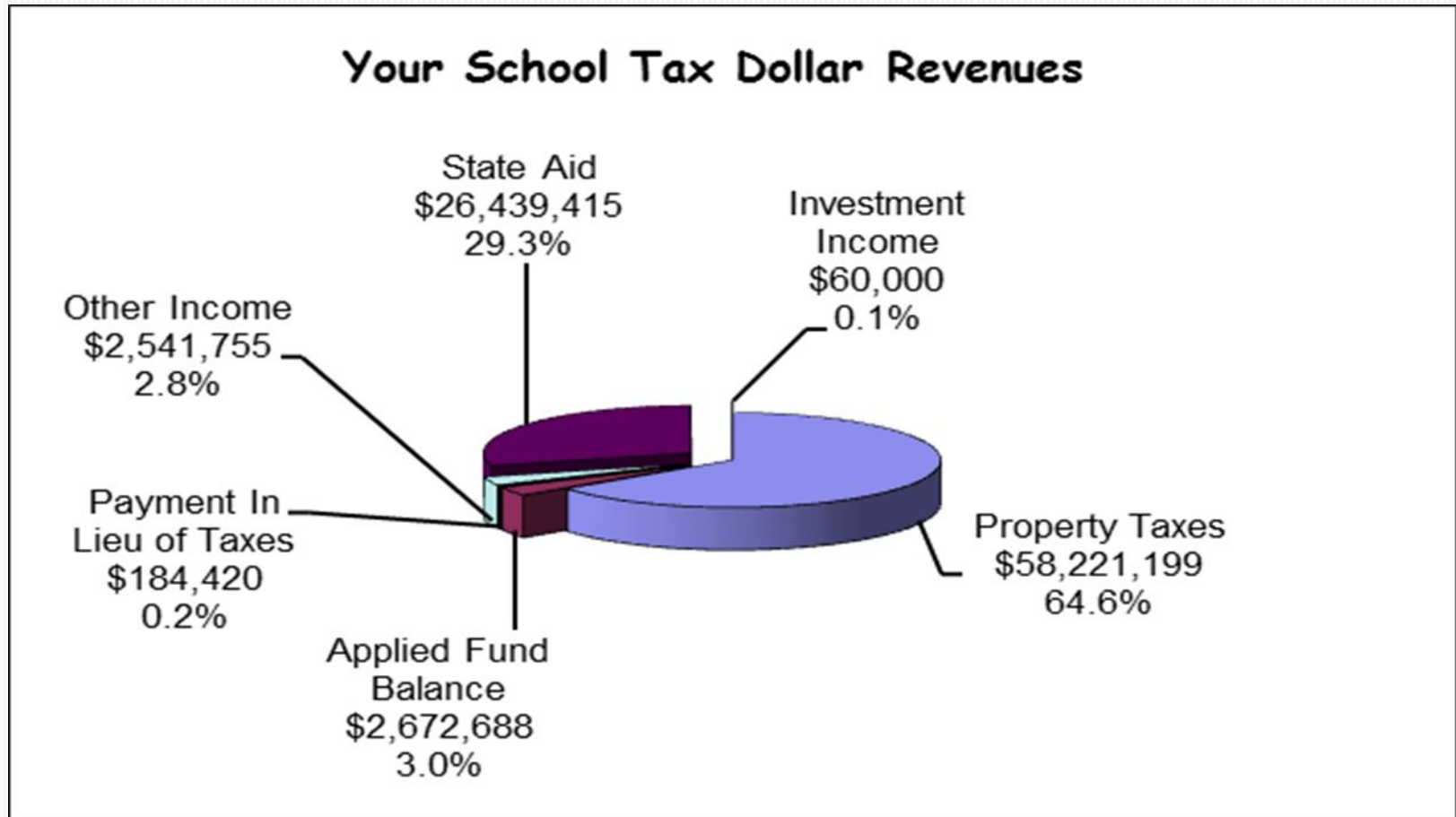
**Funds for year 2 of 5 in District-wide unit-ventilator replacement projects. These are individual-room units that bring fresh air and heat to the occupied spaces – *they do not provide air conditioning.***

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

# 2016-17 Budgeted Revenues



# 2016-17 Projected Revenues



# New State Aid Revenues

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- **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 were adjusted to lower projected tax rate from Draft I from 0.00% to -0.80%**

# NYS Aid Analysis 2013 – 2017

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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
	<b>Estimated change in expense driven aid</b>	<b>+346,949</b>

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%
<b><u>OTHER INCOME:</u></b>				
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%
<b>TOTAL OTHER INCOME</b>	<b>2,412,324</b>	<b>2,601,755</b>	<b>189,431</b>	<b>7.85%</b>
<b>TOTAL STATE AID &amp; OTHER INCOME</b>	<b>27,092,092</b>	<b>29,225,590</b>	<b>2,133,498</b>	<b>7.87%</b>

# 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%
<b>TOTAL REVENUE/BUDGET</b>	<b>89,405,025</b>	<b>90,119,477</b>	<b>714,452</b>	<b>0.80%</b>
	<b>2015-16</b>	<b>2016-17</b>	<b>Difference</b>	<b>Percent</b>
<b>Tax Rate Per \$100</b>	<b>19.051</b>	<b>18.900</b>	<b>(0.152)</b>	<b>-0.80%</b>
<b>Home Assessed @ 40,000</b>	<b>7,621</b>	<b>7,560</b>	<b>(61)</b>	<b>-0.80%</b>
<i>*Property Taxes also include revenue from STAR repayments.</i>				

# 2016-17 Proposed Use of Fund Balance/Reserves

## SAYVILLE PUBLIC SCHOOLS PROPOSED TAX RATE SCHEDULE FOR 2016-17

	2015-16	2016-17	Difference	Percent
APPROP. FUND BALANCE	2,376,600	2,125,000	(251,600)	-10.59%
APPROP. RESERVE FROM TAX RESERVE	200,000	150,000	(50,000)	-25.00%
APPROP. RESERVE FOR ERS	650,000	500,000	(150,000)	-23.08%
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	3,172,688	(451,600)	-12.46%

Total Fund Balance/Reserves Utilized		
2013/14	Actual	(\$2,387,888)
2014/15	Actual	(\$34,896)
2015/16	Projected	(\$1,943,747)
2016/17	Projected	(\$1,458,184)
<b>Change in FB/Reserves:</b>		<b>(\$5,824,715)</b>

- Over a four (4) year period, we anticipate spending down our Fund Balance and Reserves by \$5.825M;
- Without this revenue source, the tax rate would have been approximately 10% higher over the same four (4) year period.

# Contingency Budgets:

## Key Elements of the Law

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- 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

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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>
	<b>\$ -467,446 (-80%)</b>

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

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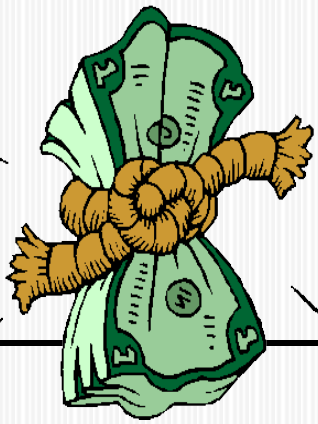
- Administrative Cap:
  - ✓ The ratio between the Administrative and Program Budget components,
  - ✓ Will be the 'lesser' of the calculated Administrative Cap for 2015-16 or the defeated 2016-17 budget.

	<b>Actual 2015-16</b>	<b>Proposed 2016-17</b>	<b>Contingent Budget</b>
<b>Administrative Budget Cap</b>	<b>13.59%</b>	<b>13.56%</b>	<b>13.56%</b>

# 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

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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

