

Sayville Public Schools

Introduction to 2017-18 Proposed Budget

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2017-18 Proposed Budget Overview

- Overview of the expenditure side of the budget
 - ✓ Cost reductions / savings
 - ✓ Program enhancements

- Overview of the revenue side of the budget
 - ✓ State Aid: Increased
 - ✓ Use of Fund Balance & Reserves: Decreased

- Overview of the 2% Property Levy Cap
 - ✓ December 2016 CPI – 1.26%
 - ✓ Effects of Pilot Payments on the formula
 - ✓ Effects of decreasing debt-service expenditures on the formula

Good Things Happening!



- In the current 2016-17 school year we decreased the Homestead Tax Rate by $-.80\%$, and the Non-Homestead Tax Rate by -4.01% ;
- Refinanced the 2008 & 2010 Bonds – yielded a significant \$2 million savings over the remaining life of the bonds,
- According to a recent Moody's evaluation and analysis of Sayville Schools: ...as a result of the District's sound fiscal management and solid fiscal position, Moody's has upgraded the District's bond rating from a Aa2 to Aa1;
- Having the highest bond rating will afford Sayville low interest rates when we sell or re-finance bonds.

Good Things Happening!



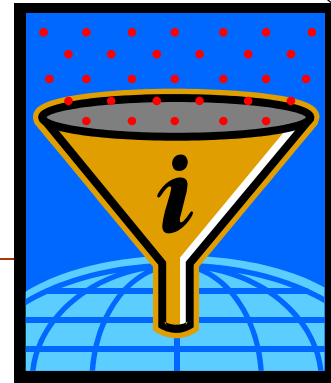
- No Fiscal Stress – Reports the Office of the State Comptroller!

	Financial Stress		Environmental Stress	
FYE	Score	Designation	Score	Designation
2014	11.7%	No Designation	39.2%	#
2015	13.3%	No Designation	36.7%	#
2016	15.0%	No Designation	26.7%	No Designation

The Fiscal Stress Monitoring System provides:

- An early warning of fiscal stress to local governments and school districts by examining their financial information and aspects of their external environment; and
- Feedback to local leaders, State officials and taxpayers about fiscal stress conditions to help them prioritize the needs of their community, understand trade-offs and follow through with tough decisions.

Fiscal Stress Monitoring System



The System has two main components:

Financial indicators evaluate budgetary solvency, the ability of a locality to generate enough revenue to meet expenses, by measuring:

- Year-end fund balances
- Operating deficits/surpluses
- Cash position
- Use of short-term debt for cash flow
- Fixed costs (evaluated for local governments only)

The System uses information that local governments and school districts already submit/report; there are no new reporting requirements.

Environmental indicators capture trends that influence revenue-raising capability and demands for service:

Local Governments Schools

- Population
- Age
- Poverty
- Property values
- Employment
- Dependence on revenue from other government units (which can be highly variable)
- Constitutional tax limits
- Sales tax revenue
- Property values
- Enrollment
- Budget vote trends
- Graduation rate
 - Free or reduced price lunch participation

Although environmental factors are largely outside a locality's control, they provide insight about additional challenges confronting a community.



Program Enhancements Educational Opportunities

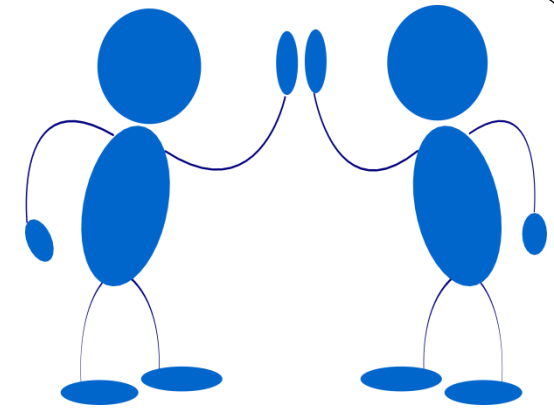
- Continuation of the 1:1 Chrome Book initiative:
 - 2017-18 new chrome book models for grades 6 and 10
 - Retain older models for classroom spares district wide
 - Continuation of Parent Equipment Insurance Program
 - All students in Grades 3 -12 will have 1:1 access to Chrome books
- Addition of Foreign Language Explorations - Elementary Level
- Provision for an additional .7 FTE Special Education teacher
- Addition of 2nd PALS Program at Lincoln Avenue:
 - +1.0 teacher and + 4.0 teacher aides



Program Enhancements Educational Opportunities

- Addition of 2 new Co-curricular Clubs:
 - Leadership Club
 - Re-funding of School Store Advisor
- Year 2 of HS Accuplacer Exam Program in partnership with SCCC
- Suffolk County Community College course offerings at reduced tuition for college credits through the Early College Program (ECP)
- Continued implementation of a new reading series K-5, year 2
- Addition of AP Summer Support in 2017 Summer School offerings
- Addition AP Research Course (elective)

PROPOSED 2017-18 BUDGET



	BUDGET	BUDGET PERCENTAGE	PROPOSED TAX RATE
2017-18 Proposed Budget	\$90,994,753	0.97%	0.94%

2017-18 Proposed Budget is a spending increase of \$875,276 or 0.97%

SAYVILLE PUBLIC SCHOOLS

PROPOSED 2017 - 2018 BUDGET SUMMARY

	<u>2016-17 CURRENT BUDGET</u>	<u>2017-18 PROPOSED BUDGET</u>	<u>INCREASE/ (DECREASE)</u>	
Salaries	44,520,476	45,597,703	1,077,227	2.42%
Fringe Benefits	<u>20,698,875</u>	<u>20,802,377</u>	<u>103,502</u>	<u>0.50%</u>
Total Salary & Benefits:	65,219,351	66,400,080	1,180,729	1.81%
Debt Service	5,136,644	4,903,252	(233,392)	-4.54%
Contractual Expenditures (4000 object codes, excluding Trans. & BOCES)	6,023,820	5,864,043	(159,777)	-2.65%
BOCES	6,765,898	6,627,573	(138,325)	-2.04%
Supplies	1,568,620	1,722,930	154,310	9.84%
Textbooks/Workbooks	341,556	344,100	2,544	0.74%
Transportation	3,866,812	3,952,549	85,737	2.22%
Transfers to:				
Capital Fund	800,000	800,000	0	0.00%
Special Aided Fund	200,000	200,000	0	0.00%
Equipment	196,776	180,226	(16,550)	-8.41%
TOTAL GENERAL FUND BDGT:	<u>90,119,477</u>	<u>90,994,753</u>	<u>875,276</u>	<u>0.97%</u>

SAYVILLE PUBLIC SCHOOLS
PROPOSED TAX RATE SCHEDULE FOR 2017-18

	<u>2016-17</u>	<u>2017-18</u>	<u>Difference</u>	<u>Percent</u>
STATE AID	26,439,415	26,931,427	492,012	1.86%
Pilot Payments	184,420	288,419	103,999	56.39%
<u>OTHER INCOME:</u>				
Adult Education	135,000	135,000	0	0.00%
Summer School	15,000	10,000	(5,000)	-33.33%
Trips	0	0	0	0.00%
Admissions	10,000	10,000	0	0.00%
Use of Pool	110,000	110,000	0	0.00%
Custodial Services	10,000	10,000	0	0.00%
Health Services	55,000	50,000	(5,000)	-9.09%
Interest Income	60,000	60,000	0	0.00%
Rentals/Organizations/Individuals/Gov't	30,000	30,000	0	0.00%
Rentals/BOCES	361,945	361,945	0	0.00%
Rentals/Old Jr. High	553,023	553,023	0	0.00%
Rentals/Public Library	946,187	884,900	(61,287)	-6.48%
Sale of Materials	100	100	0	0.00%
Insurance Recoveries	25,000	25,000	0	0.00%
Medicaid Reimbursement - SSEHP Part D	0	0	0	0.00%
Medicaid Reimbursement - School Age Programs	85,000	85,000	0	0.00%
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	2,601,755	2,530,468	(71,287)	-2.74%
TOTAL STATE AID & OTHER INCOME	29,225,590	29,750,314	524,724	1.80%
APPROP. FUND BALANCE	2,155,000	2,000,000	(155,000)	-7.19%
APPROP. RESERVE FROM TAX RESERVE	175,000	175,000	0	0.00%
APPROP. RESERVE FOR ERS	425,000	425,000	0	0.00%
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	0	(37,688)	-100.00%
	3,152,688	2,960,000	(192,688)	-6.11%
PROPERTY TAXES*	57,741,199	58,284,439 *	543,240	0.94%
TOTAL REVENUE/BUDGET	90,119,477	90,994,753	875,276	0.97%

Draft I Proposed Tax Rate

TOTAL REVENUE/BUDGET	90,119,477	90,994,753	875,276	0.97%
	2016-17	2017-18	Difference	Percent
Tax Rate Per \$100	18.899	19.077	0.178	0.94%
Home Assessed @ 40,000	7,560	7,631	71	0.94%
<i>*Property Taxes also include revenue from STAR repayments.</i>				

Tax Levy Cap Formula

- For purposes of calculating the 2017-18 Property Tax Levy Cap, the December 2016 CPI was **'1.26%'**
- Based on the current financial data in place, and coupled with the 2017-18 projected tax levy, the calculated Tax Levy Limit is **1.05%**.
- *The Projected Tax Levy increase for Draft I of the 2017-18 budget is currently .94%, which is 'under' the Tax Levy Limit by \$64, 589.*

Tax Levy Cap Formula

- ❑ The following are some of the factors affecting the tax levy cap calculation for next school year:
 - *December 2016 CPI was only 1.26%,*
 - *Sayville's Tax Base Growth Factor was negligible at 1.0009;*
 - *Pilot payments continue to drive down our Tax Levy Cap Percentage;*
 - *Continued reduction of the District's Debt Service, will also drive down the Tax Levy Cap Percentage.*
 - *Early projection of Tax Levy Cap Percentage: 1.05%*