

EAST ISLIP UNION FREE SCHOOL DISTRICT

Budget Presentation # 2

Presented by:

Mr. John Dolan, Superintendent

Mr. Stephen D. Harrison, Assistant Superintendent for Business

Mr. Paul Manzo, Assistant Superintendent for Instruction and Personnel

Dr. Lisa Belz, Assistant Superintendent for Human Resources and Administration

MARCH 31, 2022

Agenda

- Revenue
 - State Aid
 - Property Taxes
 - Revenue Budget – Draft #2
- Budget Accomplishments/Initiatives
- Appropriations Budget Draft #1
- Capital Reserve Proposition
- Budget Timeline

State Aid Governor's Proposal

State of New York 2022-23 State Aid Budget - Executive

District Code: 580503
District Name: East Islip

| Category | Base Year | Executive | Change | |
|-----------------------------------------|----------------------|------------------------|-------------------|--------------|
| | 2021/22 | Budget Year 2022/23 | \$ | % |
| Foundation Aid | \$ 27,359,718 | \$ 28,180,509 | \$ 820,791 | 3.00% |
| Universal Pre-Kindergarten* | \$ 634,500 | \$ 634,500 | \$ - | 0.00% |
| BOCES | \$ 1,942,255 | \$ 2,046,321 | \$ 104,066 | 5.36% |
| Public Excess High Cost Aid | \$ 501,289 | \$ 427,825 | \$ (73,464) | -14.66% |
| Private Excess Cost Aid | \$ 93,316 | \$ 251,612 | \$ 158,296 | 169.63% |
| Hardware and Technology | \$ 49,286 | \$ 48,445 | \$ (841) | -1.71% |
| Software/Library/Textbook | \$ 298,335 | \$ 293,641 | \$ (4,694) | -1.57% |
| Transportation Aid | \$ 2,338,652 | \$ 2,461,599 | \$ 122,947 | 5.26% |
| Building Aid | \$ 4,444,106 | \$ 4,282,746 | \$ (161,360) | -3.63% |
| High Tax Aid | \$ 1,721,431 | \$ 1,721,431 | \$ - | 0.00% |
| Total: | \$ 39,382,888 | \$ 40,348,629 | \$ 965,741 | 2.45% |
| Total: (without Universal Pre-K) | \$ 38,748,388 | \$ 39,714,129 | \$ 965,741 | 2.49% |

*UPK is not part of general fund budget

Calculating the Tax Cap Levy Original

**East Islip UFSD
2022/23
Property Tax Cap Threshold
Factors Impacting the Maximum Allowable Tax Levy Limit (requiring a simple majority vote)**

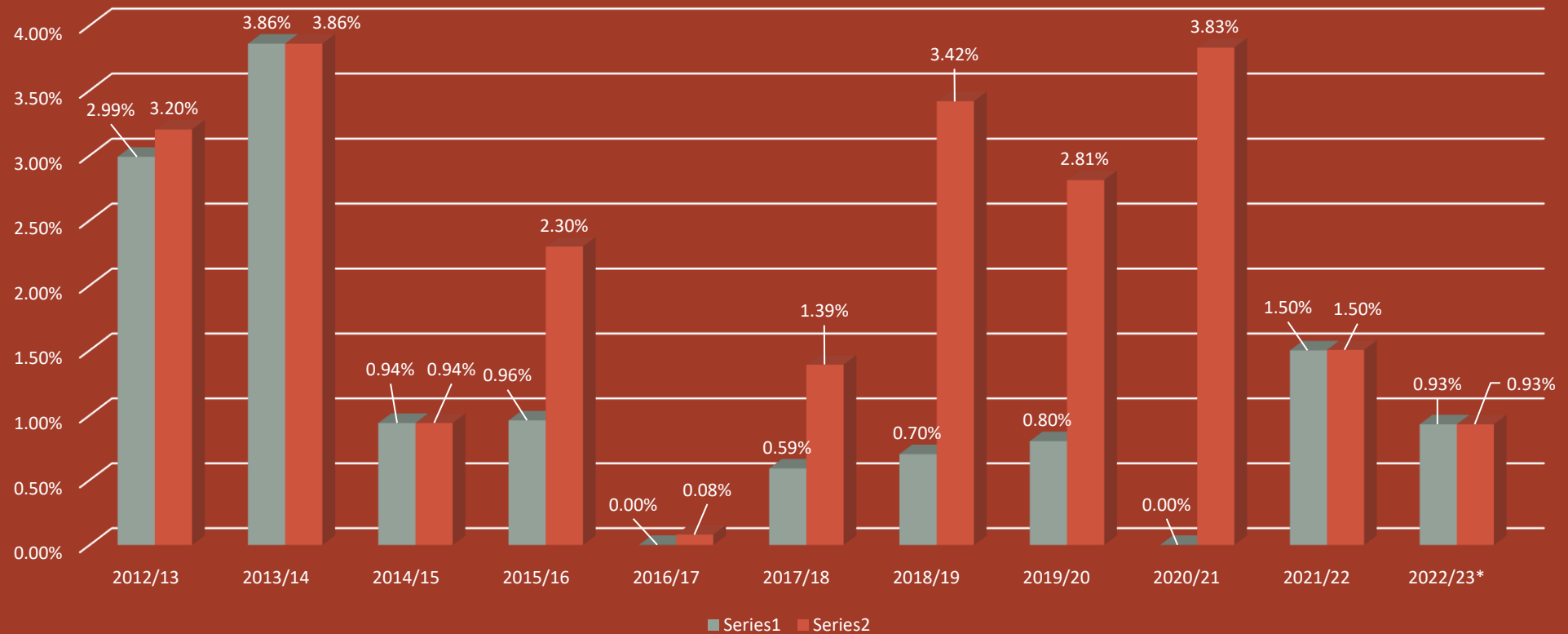
| | <u>Factors</u> | | <u>\$ Change</u> | <u>% Change</u> | <u>% Contribution</u> |
|--------------------------------------------------------------|------------------------|-----------|----------------------|---------------------|---------------------------|
| 2021/22 Prior Fiscal Year Tax Levy | | \$ | 72,991,599 | | |
| Tax Base Growth Factor (ORPS) | 1.0049 | \$ | 357,659 | | 33.33% |
| 2021/22 PILOT Payments | \$ 613,791 | | | | |
| 2022/23 PILOT Payments | \$ (548,792) | | | | |
| | <u>\$ 64,999</u> | \$ | 64,999 | | 6.06% |
| 2021/22 Capital Tax Levy/Capital Local Expenditures | \$ (2,931,674) | | | | |
| 2022/23 Capital Tax Levy/Capital Local Expenditures | \$ 2,161,431 | | | | |
| | <u>\$ (770,244)</u> | \$ | (770,244) | | -71.78% |
| ERS and/or TRS Contribution Increase Greater than 2% | | \$ | - | | 0.00% |
| Allowable Levy Growth Factor (lessor of 2% or CPI) | \$ 71,031,374 2.00% | \$ | 1,420,627 | | 132.39% |
| Available Carryover from 2021/2022 | | \$ | - | | 0.00% |
| 2022/23 Allowable Tax Levy (requires simple majority) | | <u>\$</u> | <u>74,064,640</u> | <u>\$ 1,073,042</u> | <u>1.47%</u> |
| | | | | <u>100.00%</u> | |

Calculating the Tax Cap Levy Revised

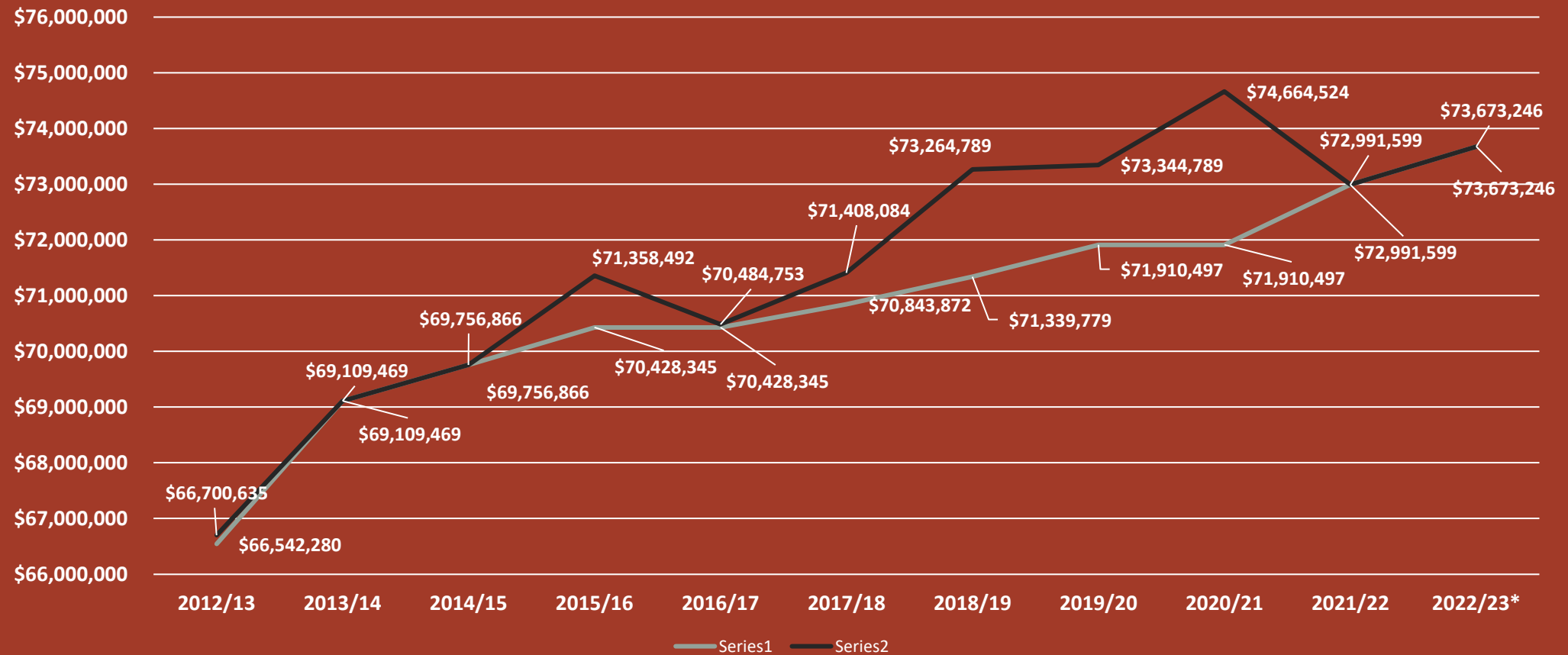
East Islip UFSD
2022/23
Property Tax Cap Threshold
Factors Impacting the Maximum Allowable Tax Levy Limit (requiring a simple majority vote)

| | Factors | | \$ Change | % Change | % Contribution |
|-------------------------------------------------------|------------------------|----|--------------|-------------|-------------------|
| 2021/22 Prior Fiscal Year Tax Levy | | \$ | 72,991,599 | | |
| Tax Base Growth Factor (ORPS) | 1.0049 | \$ | 357,659 | | 52.47% |
| 2021/22 PILOT Payments | \$ 613,791 | | | | |
| 2022/23 PILOT Payments | \$ (940,187) | | | | |
| | \$ (326,396) | \$ | (326,396) | | -47.88% |
| 2021/22 Capital Tax Levy/Capital Local Expenditures | \$ (2,931,674) | | | | |
| 2022/23 Capital Tax Levy/Capital Local Expenditures | \$ 2,161,431 | | | | |
| | \$ (770,244) | \$ | (770,244) | | -113.00% |
| ERS and/or TRS Contribution Increase Greater than 2% | | \$ | - | | 0.00% |
| Allowable Levy Growth Factor (lessor of 2% or CPI) | \$ 71,031,374 2.00% | \$ | 1,420,627 | | 208.41% |
| Available Carryover from 2021/2022 | | \$ | - | | 0.00% |
| 2022/23 Allowable Tax Levy (requires simple majority) | | \$ | 73,673,246 | \$ 681,647 | 0.93% 100.00% |

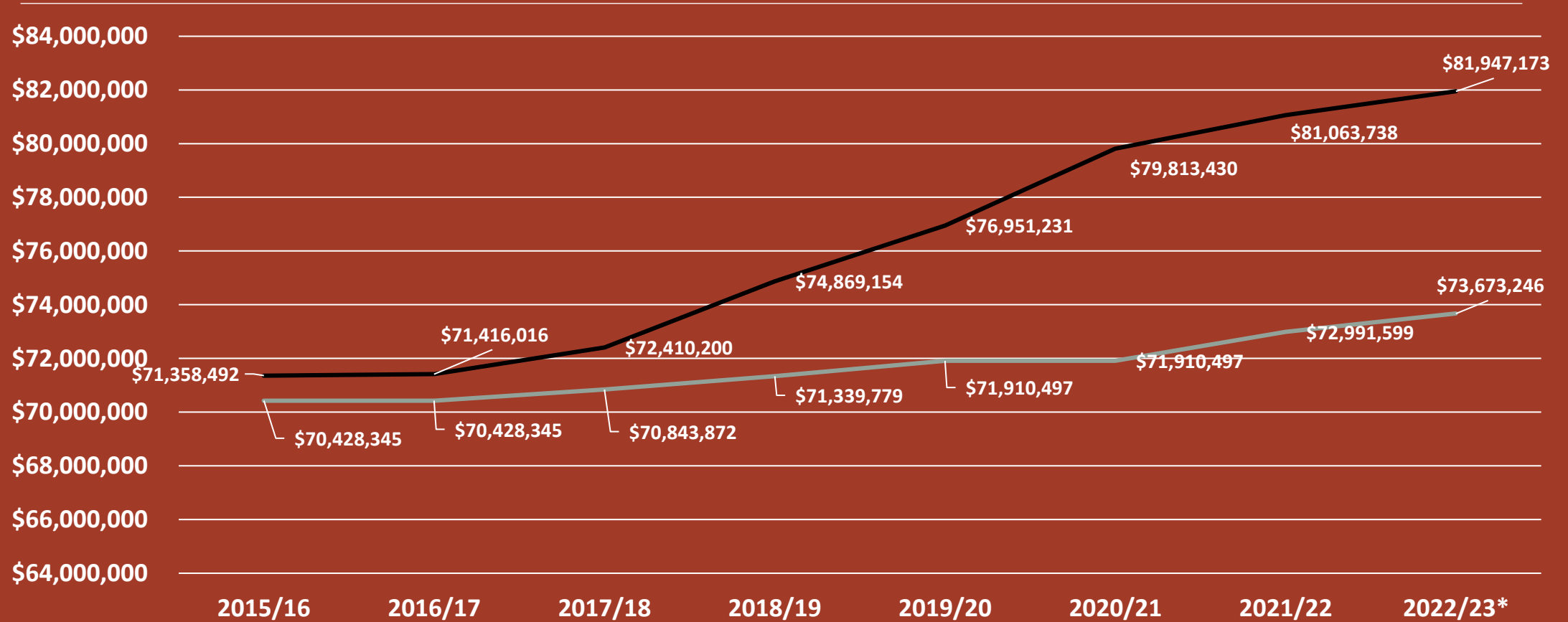
Tax Levy Increase vs. Allowable Tax Levy Increase



Tax Levy Increase vs. Allowable Tax Levy Increase



Potential Tax Levy vs. Actual/Projected* Tax Levy



School Tax Rate (Homestead) Sample Assessment 2013/14 – 2022/23*

East Islip UFSD

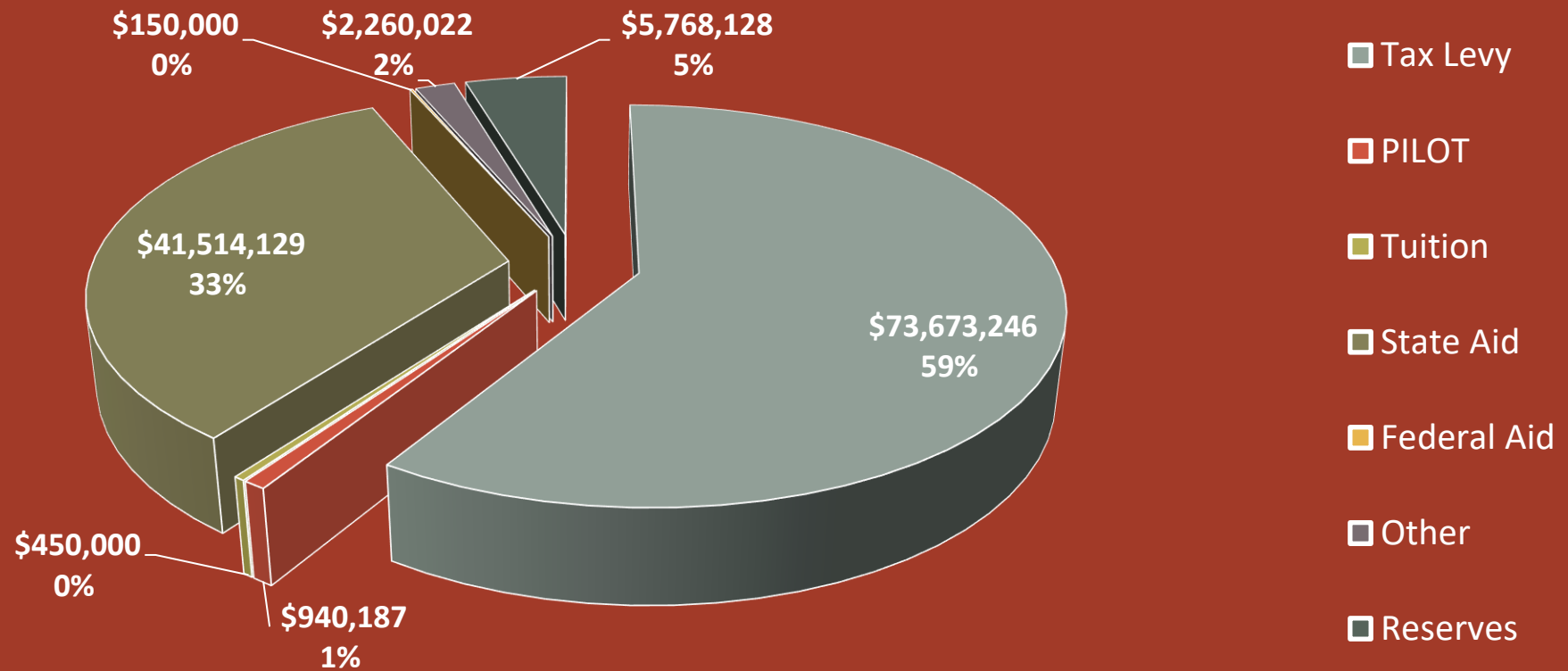
School Tax Rate (Homestead)

Sample Assessment

2013/14 - 2022/23

| | 2013/14 | 2014/15 | 2015/16 | 2016/17 | 2017/18 | 2018/19 | 2019/20 | 2020/21 | 2021/22 | 2022/23* |
|---------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Average Assessment | \$ 40,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 | \$ 40,000 |
| School Tax Rate | \$ 19.08 | \$ 19.20 | \$ 19.26 | \$ 19.12 | \$ 19.02 | \$ 19.07 | \$ 19.10 | \$ 18.93 | \$ 19.37 | \$ 19.55 |
| School Tax | \$ 7,631 | \$ 7,680 | \$ 7,702 | \$ 7,647 | \$ 7,608 | \$ 7,628 | \$ 7,640 | \$ 7,572 | \$ 7,747 | \$ 7,819 |
| Increase/(Decrease) | | \$ 50 | \$ 22 | \$ (55) | \$ (39) | \$ 19 | \$ 12 | \$ (67) | \$ 175 | \$ 72 |
| | | 0.65% | 0.28% | -0.71% | -0.51% | 0.25% | 0.16% | -0.88% | 2.31% | 0.93% |

Revenue and Reserve Drivers Percent Contribution



Budget Accomplishments and Initiatives

| Area | Support |
|-------------------|-----------------------------------------------------|
| Health and Safety | Equipment, supplies and materials |
| | Scholar Chip expansion |
| | Additional key-pads |
| | Exterior emergency alert lights/elementary schools |
| | |
| | |
| Technology | K-12 One to One Devices |
| | Increased Technology Staffing |
| | Parent Square (information tool, parent engagement) |
| | Continued Wi-Fi expansion |
| | Increased internet capacity |
| | Cyber Security initiatives |
| | Employee management system |
| | |

Budget Accomplishments and Initiatives

| Area | Support |
|-----------------------|----------------------------------------------------------------------------|
| Instructional Support | Elementary Schools Literacy program |
| | Academic Support for Literacy, Math, General Academic and ENL programs |
| | 2 Response to Intervention Teachers |
| | 2 Elementary Guidance Counselors to support ESL initiatives |
| | STEAM initiative expanded to all four elementary schools |
| | Middle School Math program aligned with Next Generation Learning Standards |
| | Continued growth in Robotics, including competitions |
| | Ongoing professional development for teachers |
| | New Course offerings at the High School |
| | Assistant Coaches for Basketball and Wrestling |
| | Equipment for Fitness Room/Facility |
| | |
| Infrastructure | Grounds/Maintenance Mechanic |
| | Window repair and roller blinds/window screen initiative |
| | Fitness Center HVAC |
| | Continued unit-ventilator and boiler control repairs |
| | Middle School HVAC repair |
| | Maintenance Vehicle and Grounds Equipment |
| | High School sound system and orchestra pit filler |

Budget Drivers

Salaries and Benefits

East Islip UFSD

2022/23

Budget Drivers - Draft Budget #1

| Expenditures by Object | Budget | Budget | 2022/23 vs 2021/22 | | % of | % of |
|-----------------------------------------------------|----------------------|----------------------|---------------------|--------------|--------------|---------------|
| | 2021/22 | 2022/23 | \$ | % | Change | Increase |
| Salaries | | | | | | |
| Instructional (Teachers and Administrators) | \$ 46,807,912 | \$ 47,329,700 | \$ 521,788 | 1.11% | 0.43% | 14.03% |
| Instructional (Teaching Assistants) | \$ 774,369 | \$ 754,889 | \$ (19,480) | -2.52% | -0.02% | -0.52% |
| Noninstructional (Clerical/Confidential/Nurses) | \$ 4,588,211 | \$ 4,505,588 | \$ (82,623) | -1.80% | -0.07% | -2.22% |
| Noninstructional (Custodial/Maint/Grounds/Security) | \$ 5,147,481 | \$ 5,283,338 | \$ 135,857 | 2.64% | 0.11% | 3.65% |
| Noninstructional (Para-Professionals) | \$ 2,205,918 | \$ 2,380,039 | \$ 174,121 | 7.89% | 0.14% | 4.68% |
| Miscellaneous Codes | \$ 362,600 | \$ 442,767 | \$ 80,167 | 22.11% | 0.07% | 2.16% |
| Sub-Total: | \$ 59,886,491 | \$ 60,696,321 | \$ 809,830 | 1.35% | 0.67% | 21.78% |
| Employee Benefits | \$ 28,883,020 | \$ 30,428,935 | \$ 1,545,915 | 5.35% | 1.28% | 41.58% |
| Salaries and Benefits | \$ 88,769,511 | \$ 91,125,256 | \$ 2,355,745 | 2.65% | 1.95% | 63.36% |

Budget Drivers Non-Salaries

East Islip UFSD
2022/23
Budget Drivers - Draft Budget #1

| Expenditures by Object Non-Salaries | Budget | Budget | 2022/23 vs 2021/22 | | % of Change | % of Increase |
|-------------------------------------------------------|-----------------------|-----------------------|---------------------|--------------|----------------|------------------|
| | 2021/22 | 2022/23 | \$ | % | | |
| Equipment and Capital Outlay (Purchases) | \$ 1,051,862 | \$ 1,545,755 | \$ 493,893 | 46.95% | 0.41% | 13.28% |
| Transportation | \$ 5,404,984 | \$ 5,400,984 | \$ (4,000) | -0.07% | 0.00% | -0.11% |
| Utilities (Oil, Gas, Electric and Water) | \$ 1,341,571 | \$ 1,364,750 | \$ 23,179 | 1.73% | 0.02% | 0.62% |
| Conference and Travel (Staff) | \$ 63,200 | \$ 62,200 | \$ (1,000) | -1.58% | 0.00% | -0.03% |
| Dues and Participation Fees (Staff and Students) | \$ 108,028 | \$ 108,275 | \$ 247 | 0.23% | 0.00% | 0.01% |
| State Aid Repayment | \$ - | \$ - | \$ - | 0.00% | 0.00% | 0.00% |
| Legal/Insurance/Auditing | \$ 1,095,500 | \$ 1,095,500 | \$ - | 0.00% | 0.00% | 0.00% |
| Professional and Technical Services (Outside Vendors) | \$ 1,934,003 | \$ 1,893,450 | \$ (40,553) | -2.10% | -0.03% | -1.09% |
| Furniture and Equipment Repair | \$ 607,990 | \$ 551,391 | \$ (56,599) | -9.31% | -0.05% | -1.52% |
| Other Miscellaneous Contractual | \$ 704,400 | \$ 807,500 | \$ 103,100 | 14.64% | 0.09% | 2.77% |
| Supplies | \$ 1,458,940 | \$ 1,512,720 | \$ 53,780 | 3.69% | 0.04% | 1.45% |
| Tuition (non-BOCES) | \$ 965,114 | \$ 916,207 | \$ (48,907) | -5.07% | -0.04% | -1.32% |
| Textbooks | \$ 240,900 | \$ 525,854 | \$ 284,954 | 118.29% | 0.24% | 7.66% |
| BOCES | \$ 7,703,947 | \$ 8,262,098 | \$ 558,151 | 7.25% | 0.46% | 15.01% |
| Debt Service (Principal and Interest) | \$ 9,044,529 | \$ 9,082,394 | \$ 37,865 | 0.42% | 0.03% | 1.02% |
| Interfund Transfers (Capital/Cafeteria/Special Ed.) | \$ 543,431 | \$ 501,378 | \$ (42,053) | -7.74% | -0.03% | -1.13% |
| Sub-Total: | \$ 32,268,399 | \$ 33,630,456 | \$ 1,362,057 | 4.22% | 1.13% | 36.64% |
| Total Expenditures and Other Uses | \$ 121,037,910 | \$ 124,755,712 | \$ 3,717,802 | 3.07% | 3.07% | 100.00% |

Budget Drivers Salaries Percent of Total Budget

East Islip UFSD

2022/23

Budget Drivers - Draft Budget #1

| Expenditures by Object | % of Total | |
|-----------------------------------------------------|----------------------|----------------------|
| | 2021/22 | 2022/23 |
| Salaries | | |
| Instructional (Teachers and Administrators) | 38.67% | 37.94% |
| Instructional (Teaching Assistants) | 0.64% | 0.61% |
| Noninstructional (Clerical/Confidential/Nurses) | 3.79% | 3.61% |
| Noninstructional (Custodial/Maint/Grounds/Security) | 4.25% | 4.23% |
| Noninstructional (Para-Professionals) | 1.82% | 1.91% |
| Miscellaneous Codes | 0.30% | 0.35% |
| Sub-Total: | <u>49.48%</u> | <u>48.65%</u> |
| Employee Benefits | 23.86% | 24.39% |
| Salaries and Benefits | <u>73.34%</u> | <u>73.04%</u> |

Budget Drivers Non-Salaries Percent of Total Budget

East Islip UFSD
2022/23
Budget Drivers - Draft Budget #1

| Expenditures by Object | % of Total | |
|------------------------------------------------------------|----------------|----------------|
| | 2021/22 | 2022/23 |
| Non-Salaries | | |
| Equipment and Capital Outlay (Purchases) | 0.87% | 1.24% |
| Transportation | 4.47% | 4.33% |
| Utilities (Oil, Gas, Electric and Water) | 1.11% | 1.09% |
| Conference and Travel (Staff) | 0.05% | 0.05% |
| Dues and Participation Fees (Staff and Students) | 0.09% | 0.09% |
| State Aid Repayment | 0.00% | 0.00% |
| Legal/Insurance/Auditing | 0.91% | 0.88% |
| Professional and Technical Services (Outside Vendors) | 1.60% | 1.52% |
| Furniture and Equipment Repair | 0.50% | 0.44% |
| Other Miscellaneous Contractual | 0.58% | 0.65% |
| Supplies | 1.21% | 1.21% |
| Tuition (non-BOCES) | 0.80% | 0.73% |
| Textbooks | 0.20% | 0.42% |
| BOCES | 6.36% | 6.62% |
| Debt Service (Principal and Interest) | 7.47% | 7.28% |
| Interfund Transfers (Debt Service/Capital/Café/Special Ed) | 0.45% | 0.40% |
| Sub-Total: | 26.66% | 26.96% |
| Total Expenditures and Other Uses | 100.00% | 100.00% |

Capital Reserve Proposition

- Capital Reserve
 - Voter approved on May 17, 2016
 - Current balance of \$5,951,633
 - Voter approval required to spend
- Project Scope
 - District Wide electrical upgrades to support air conditioners in classrooms
 - Additional bathroom renovations across the District
 - Creation of a bus loop at the High School
 - Additional renovation of the theater/music area at the High School
 - Paving repairs at various locations, including the RCK playground

Tax Levy and Budget (Historical/Draft*)

| Year | Tax Levy | Percent Increase | Approved/Proposed Budget | Appropriated Fund Balance |
|-------------|--------------|------------------|--------------------------|---------------------------|
| 2012/13 | \$66,542,280 | 2.99% | \$105,858,971 | \$3,836,124 |
| 2013/14 | \$69,109,469 | 3.86% | \$109,476,684 | \$4,577,700 |
| 2014/15 | \$69,756,866 | 0.94% | \$110,785,649 | \$4,866,622 |
| 2015/16 | \$70,428,345 | 0.96% | \$111,076,458 | \$4,000,000 |
| 2016/17 | \$70,428,345 | 0.00% | \$112,683,147 | \$2,753,682 |
| 2017/18 | \$70,843,872 | 0.59% | \$115,015,282 | \$2,325,140 |
| 2018/19 | \$71,339,779 | 0.70% | \$117,081,377 | \$3,805,035 |
| 2019/20 | \$71,910,497 | 0.80% | \$120,334,922 | \$6,309,791 |
| 2020/21 | \$71,910,497 | 0.00% | \$120,505,188 | \$5,382,946 |
| 2021/22 | \$72,991,599 | 1.50% | \$121,037,910 | \$4,996,159 |
| 2022/23* | \$73,673,246 | 0.93% | \$124,755,712 | \$5,768,128 |
| 5 Year Avg. | | 0.786% | | |

Calendar of Events

| Date | Time | Meeting | Topic |
|------------------------|---------------------------|--------------------------|-------------------------------------------|
| March 31 st | 8:00 p.m. | Business/Budget Workshop | Budget Presentation #2 |
| April 14 th | 8:00 p.m. | Business/Budget Workshop | Budget Presentation #3 Budget Adoption |
| May 3 rd | 7:00 p.m. | Business | Budget Hearing |
| May 17 th | 6:00 a.m. to 9:00 p.m. | | Budget Vote and Election |

Thank You

Questions and Comments from the Board of Education