

EAST ISLIP UNION FREE SCHOOL DISTRICT

Budget Presentation #3

Presented by:

Mr. John Dolan, Superintendent

Mr. Stephen D. Harrison, Assistant Superintendent for Business

April 21, 2016
(*revised)

Agenda

- **Introduction and Overview**
- **Proposed Budget**
- **Contingent Budget**
- **Review of Revenue**

Tonight we propose a fiscally and educationally sound budget that maintains academic programs.

- After thoughtful consideration we were able to make tough decisions that have allowed us to support the budget with a 0% tax levy increase.
- We were able to accomplish this without significant impact to our educational programs.
- Reduced reliance on reserves to fund the budget, from \$4 million to \$2.7 million, which will lead to improved fiscal health.
- Full allotment of \$2.2 million repayment to the state for the previous overpayment in building aid.
- We were able to achieve these savings through the increase in state aid and the tightening of our scheduling process.

Using the online student scheduling process we were able to more accurately identify student course requests.

Courses that will not run next year due to less than six student requests, include:

- Acting for Musical Theatre 1, 2, 3
- Musical Theatre Tech 1, 2, 3
- CISCO I & II
- Digital Communications.

We have also made adjustments to:

- Comply with state mandates to move to co-ed physical education classes.
- Adjust the music schedule.*
- Streamline the scheduling process and fill classes to contractual limits.

Our Budget contains the following items:

- Social Worker-Elementary Level
- Librarian-Elementary Level
- Reinstatement of Summer School (free to East Islip residents)
It is our hope to reduce student remediation costs and have those savings reinvested in the future.
- Groundskeeper/Mechanic-will be paid for by reduction of outsourcing our mechanical work.
- Full service truck/skid steer-will lead to increased savings in grounds maintenance program, ie. snow removal savings that was realized this year.
- Replace Ruth C. Kinney playground & needed repairs to John F. Kennedy & Timber Point playgrounds
- BOCES Translator Services for our growing ENL population
- Partial Restoration of Culinary Programs
- We are looking into educational enrichment of the Before and After School Program in partnership with Eastern Suffolk BOCES
- Refurbish the High School Auditorium*

Staff Reduction by Department

Department	# of Retirees	# Excessed FTE	# of Replacements
Art	0	2.4	0
Business	1	1.0	1
Elementary Education	3	2.0	1
Health	0	0.3	0
Mathematics	1	0.0	0
Music	1	1.0	0
Physical Education	0	2.0	0
Reading	1	0.0	1
Science	0	1.6	0
Social Studies	2	0.0	0
Special Education	3	0.0	3
World Languages	1	0.0	0

Budget Drivers

East Islip UFSD
2016/17
Budget Drivers
Proposed

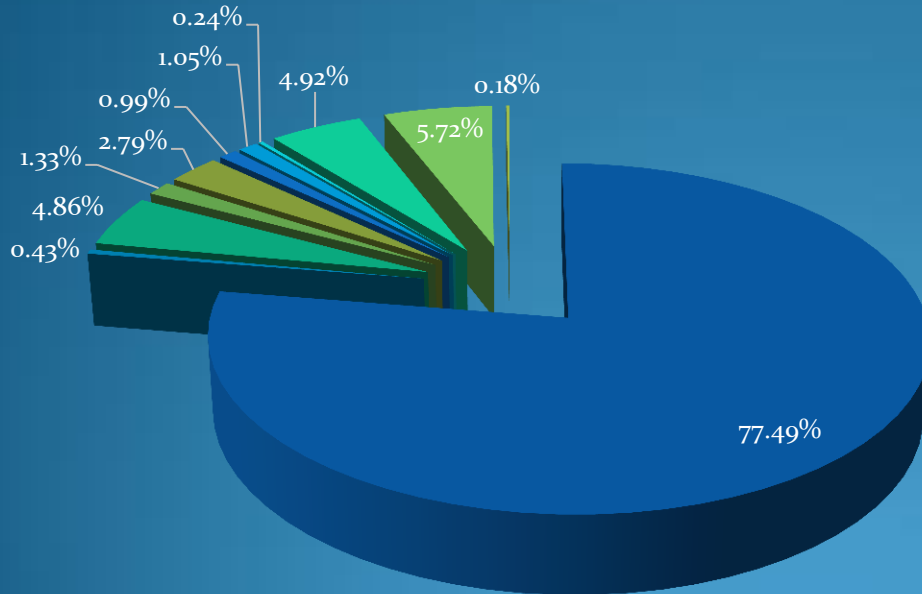
Expenditures by Object	Budget	Budget	2016/17 vs 2015/16		% of	% of
	2015/16	2016/17	\$	%	Change	Increase
Personal Services - Instructional	\$ 46,722,927	\$ 47,631,418	\$ 908,491	1.94%	0.82%	56.54%
Personal Services - Noninstructional	\$ 11,617,654	\$ 11,798,086	\$ 180,432	1.55%	0.16%	11.23%
Employee Benefits	\$ 28,389,613	\$ 27,887,574	\$ (502,039)	-1.77%	-0.45%	-31.25%
Salaries and Benefits	\$ 86,730,194	\$ 87,317,078	\$ 586,884	0.68%	0.53%	36.53%
Equipment and Capital Outlay	\$ 278,283	\$ 480,812	\$ 202,529	72.78%	0.18%	12.61%
Contractual and Other						
Transportation	\$ 5,184,820	\$ 5,474,111	\$ 289,291	5.58%	0.26%	18.01%
Utilities	\$ 1,513,900	\$ 1,503,150	\$ (10,750)	-0.71%	-0.01%	-0.67%
Other Contractual	\$ 3,115,100	\$ 3,146,236	\$ 31,136	1.00%	0.03%	1.94%
Supplies	\$ 1,124,056	\$ 1,109,984	\$ (14,072)	-1.25%	-0.01%	-0.88%
Tuition (non-BOCES)	\$ 1,072,576	\$ 1,184,252	\$ 111,676	10.41%	0.10%	6.95%
Textbooks	\$ 337,831	\$ 274,311	\$ (63,520)	-18.80%	-0.06%	-3.95%
BOCES	\$ 5,346,138	\$ 5,546,137	\$ 199,999	3.74%	0.18%	12.45%
Debt Service (Principal and Interest)	\$ 6,160,072	\$ 6,444,592	\$ 284,520	4.62%	0.26%	17.71%
Interfund Transfers	\$ 213,488	\$ 202,484	\$ (11,004)	-5.15%	-0.01%	-0.68%
Total Expenditures and Other Uses	\$ 111,076,458	\$ 112,683,147	\$ 1,606,689	1.45%	1.45%	100.00%

Expenditures by Object	% of Total	
	2015/16	2016/17
Salaries and Benefits	78.08%	77.49%
Equipment and Capital Outlay	0.25%	0.43%
Contractual and Other		
Transportation	4.67%	4.86%
Utilities	1.36%	1.33%
Other Contractual	2.80%	2.79%
Supplies	1.01%	0.99%
Tuition (non-BOCES)	0.97%	1.05%
Textbooks	0.30%	0.24%
BOCES	4.81%	4.92%
Debt Service (Principal and Interest)	5.55%	5.72%
Interfund Transfers	0.19%	0.18%
	100.00%	100.00%

Budget Drivers

Percent Contribution

2016/17
Proposed



- Salaries and Benefits
- Equipment and Capital Outlay
- Transportation
- Utilities
- Other Contractual
- Supplies
- Tuition (non-BOCES)
- Textbooks
- BOCES
- Debt Service (Principal and Interest)
- Interfund Transfers

Contingent Budget

- Adopted by the Board of Education after the budget(s) have been defeated by the community.
- Contingent expenses are those that are deemed absolutely necessary to operate and maintain educational programs, preserve property and assure the health and safety of students and staff.
- Examples of non-contingent expenditures include student supplies and equipment.
- The tax levy supporting a contingent budget may not be greater than the current tax levy.
- The administrative component of a contingent budget may not exceed the current budget and/or recently defeated budget.

**East Islip UFSD
Contingent vs. Non-Contingent Budget
2016/17**

<u>Component:</u>	2015/16	A/(A+P)	Proposed 2016/17	A/(A+P)	Contingent 2016/17	A/(A+P)
Administrative (A)	\$ 13,185,018	13.72%	\$ 13,204,091	13.58%	\$ 13,142,091	13.58%
Program (P)	\$ 82,899,492		\$ 84,025,901		\$ 83,615,509	
Capital	\$ 14,991,948		\$ 15,453,155		\$ 15,205,409	
Total:	\$ 111,076,458		\$ 112,683,147		\$ 111,963,009	
<u>Tax Levy:</u>						
	\$ 70,428,345		\$ 70,428,345		\$ 70,428,345	
Under the Cap	\$ 930,147		\$ 56,408		\$ 56,408	

Calculating the Tax Cap Levy

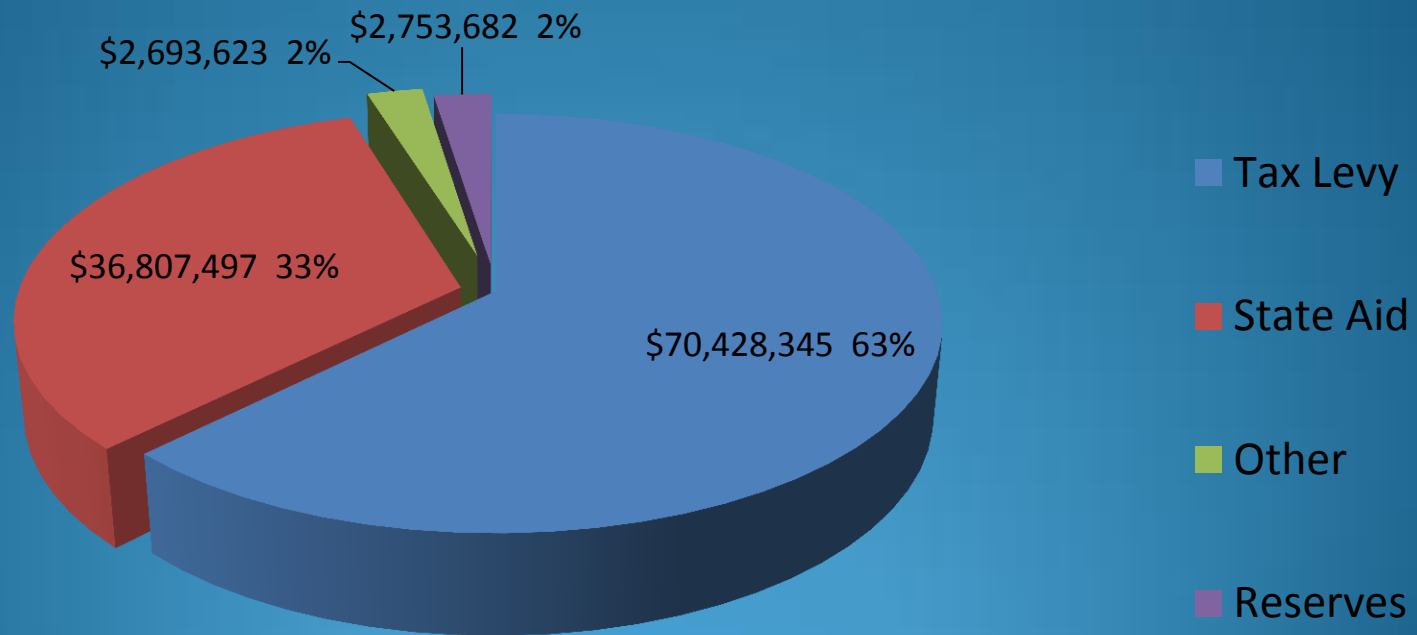
East Islip UFSD
2016/17

Property Tax Cap Threshold

Factors Impacting the Maximum Allowable Tax Levy Limit (requiring a simple majority vote)

	<u>Factors</u>	\$	<u>Change</u>	%	<u>Contribution</u>
2015/16 Prior Fiscal Year Tax Levy		\$ 70,428,345			
Tax Base Growth Factor (ORPS)	1.0000	\$ -			0.00%
2015/16 PILOT Payments	\$ 531,036				
2016/17 PILOT Payments	\$ (550,796)				
	<u>\$ (19,759)</u>	\$ (19,759)			-35.03%
2015/16 Capital Tax Levy/Capital Local Expenditures	\$ (1,027,844)				
2016/17 Capital Tax Levy/Capital Local Expenditures	\$ 1,020,094				
	<u>\$ (7,750)</u>	\$ (7,750)			-13.74%
ERS and/or TRS Contribution Increase Greater than 2%		\$ -			0.00%
Allowable Levy Growth Factor (lessor of 2% or CPI)	\$ 69,931,537				
	0.12%	\$ 83,918			148.77%
2016/17 Allowable Tax Levy (requires simple majority)		<u>\$ 70,484,753</u>	<u>\$ 56,408</u>	<u>0.08%</u>	<u>100.00%</u>

Impact of State Aid Increase Revenue Drivers/Reserves Percent Contribution



Tax Levy and Budget (Historical/Proposed*)

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*
5 Yr. Avg.		1.75%		
10 Yr. Avg.		3.02%		

Calendar of Events

Date	Time	Meeting	Topic
May 10 th	8:00 p.m.	BOE	Business/Budget Hearing
May 17 th	6:00 a.m. to 9:00 p.m.		Budget Vote and Election
May 17 th	8:00 p.m.	BOE	Business

Thank You

- Questions and Comments from the Board of Education