



Sag Harbor UFSD

2021-2022 Budget

Revenue Projections & Budget Review

March 15, 2021

2021-2022 Proposed Budget

\$44,871,539

- Property Tax Levy Limit – 1.51%
- Projected Tax Levy Increase – 1.50%
- Projected Tax Levy - \$40,333,677
- Tax Levy **UNDER** the Levy Limit - \$3,603
- Budget to Budget Increase – 1.22% or \$539,116



The proposed budget is under the Tax Levy Cap for the 10th straight year while preserving all programs, extracurricular activities, and athletics. It also includes funding for a full day Pre-K program, and the continued investment in instructional technology, and equipment.

Trend Report for Sag Harbor Union Free School District

Property Tax Cap	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Tax Levy Limit (Cap) before Exclusions										
Tax Levy Prior Year	39,737,613	38,687,974	37,561,140	36,288,769	35,065,000	34,050,000	33,223,918	32,739,375	31,546,719	30,945,209
Prior Year Reserve Offset	0	0	0	0	0	0	0	0	0	0
Reserve Amount	0	0	0	0	0	0	0	0	0	0
Tax Base Growth Factor	1.0103	1.0155	1.0209	1.0263	1.0249	1.0224	1.0166	1.0091	1.0086	1.008
PILOTS Receivable Prior Year	160,140	157,000	150,000	150,000	140,000	140,000	152,159	152,159	152,159	152,159
Tort/Judgment Exclusion Prior Year	0	0	0	0	0	0	0	0	0	0
Capital Tax Levy for Prior Year	1,971,966	2,056,674	1,812,485	2,014,574	1,952,191	1,664,979	1,905,683	2,160,842	2,152,545	2,251,120
Allowable Levy Growth Factor	1.0123	1.0181	1.02	1.02	1.0126	1.0012	1.0162	1.0146	1.02	1.02
PILOTS Receivable Current Year	160,000	160,140	157,000	150,000	150,000	140,000	140,000	152,159	152,159	152,159
Available Carryover from Prior Year	0	0	0	0	0	0	0	0	0	0
Total Levy Limit before Exclusions	38,646,606	37,904,546	37,260,356	35,936,161	34,405,914	33,187,686	32,400,666	31,329,479	30,261,828	29,523,527
Exclusions										
Tax levy necessary for expenditures resulting from tort orders/judgments over 5% Prior Year Tax Levy	0	0	0	0	0	0	0	0	0	0
Capital Tax Levy for Current Year	1,690,674	1,971,966	2,056,674	1,812,485	2,014,574	1,952,191	1,664,979	1,905,683	2,160,842	2,051,835
Tax levy for pension contribution expense										
TRS	0	0	0	0	0	0	0	0	403,746	0
ERS	0	0	0	0	0	0	0	0	0	15,822
Total Exclusions	1,690,674	1,971,966	2,056,674	1,812,485	2,014,574	1,952,191	1,664,979	1,905,683	2,564,588	2,067,657
Total Tax Levy Limit, Adjusted for Transfers Plus Exclusions	40,337,280	39,876,512	39,317,030	37,748,646	36,420,488	35,139,877	34,065,645	33,235,162	32,826,416	31,591,184
Reserve Amount Used to Reduce Current Year Levy	0	0	0	0	0	0	0	0	0	0
Proposed Levy for Current Year, Net of Reserve	40,333,677	39,737,613	38,687,974	37,561,140	36,288,769	35,065,000	34,050,000	33,223,918	32,739,375	31,546,719
Total Tax Levy Limit Adjusted for Transfers Plus Exclusions compared to the Prior Year Tax Levy	1.50%	3.10%	4.70%	4.00%	3.90%	3.20%	2.50%	1.50%	4.10%	2.10%
Difference between Tax Levy Limit Plus Exclusions and Current Year Proposed Levy	3,603	138,899	629,056	187,506	131,719	74,877	15,645	11,244	87,041	44,465
Planning to Override the Cap	No	No	No	No	No	No	No	No	No	No
Actual Tax Levy Increase \$	596,064	1,049,639	1,126,834	1,272,371	1,223,769	1,015,000	826,082	484,543	1,192,656	601,510
Actual Tax Levy Increase %	1.50%	2.71%	3.00%	3.51%	3.49%	2.98%	2.49%	1.48%	3.78%	1.94%

2021-2022 Projected Impact

1.5% Tax Levy Increase

Town of Southampton Actual and Projected Change in Tax Rate per 1,000 and Tax Levy

Town Of Southampton		Taxable Assessed Value	Equalization Rate	Market or Full Value Home in District	Rate Per \$1000 Assessed Value	Dollar Δ in Rate	Percent Δ in Rate	School Tax in Real Dollars	Annual Dollar Δ in Taxes	Annual Percent Δ in Taxes	Monthly Impact
2020/2021	Actual Median	\$874,800	100.00%	\$874,800	4.4637			\$3,904.84			
2021/2022	Projected Median	\$874,800	100.00%	\$874,800	4.5307	\$0.07	1.50%	\$3,963.42	\$58.57	1.50%	\$4.88
2020/2021	Actual \$500,000	\$500,000	100.00%	\$500,000	4.4643			\$2,232.15			
2021/2022	Projected \$500,000	\$500,000	100.00%	\$500,000	4.5313	\$0.07	1.50%	\$2,265.63	\$33.48	1.50%	\$2.79
2020/2021	Actual \$1,000,000	\$1,000,000	100.00%	\$1,000,000	4.4643			\$4,464.30			
2021/2022	Projected \$1,000,000	\$1,000,000	100.00%	\$1,000,000	4.5313	\$0.07	1.50%	\$4,531.26	\$66.96	1.50%	\$5.58

Town of East Hampton Actual and Projected Change in Tax Rate per 1,000 and Tax Levy

Town Of East Hampton		Taxable Assessed Value	Equalization Rate	Market or Full Value Home in District	Rate Per \$1000 Assessed Value	Dollar Δ in Rate	Percent Δ in Rate	School Tax in Real Dollars	Annual Dollar Δ in Taxes	Annual Percent Δ in Taxes	Monthly Impact
2020/2021	Actual Median	\$5,250	0.58%	\$905,172	769.7096			\$4,040.98			
2021/2022	Projected Median	\$5,250	0.58%	\$905,172	781.2407	\$11.53	1.50%	\$4,101.51	\$60.54	1.50%	\$5.04
2020/2021	Actual \$500,000	\$2,900	0.58%	\$500,000	769.7096			\$2,232.16			
2021/2022	Projected \$500,000	\$2,900	0.58%	\$500,000	781.2407	\$11.53	1.50%	\$2,265.60	\$33.44	1.50%	\$2.79
2020/2021	Actual \$1,000,000	\$5,800	0.58%	\$1,000,000	769.7096			\$4,464.32			
2021/2022	Projected \$1,000,000	\$5,800	0.58%	\$1,000,000	781.2407	\$11.53	1.50%	\$4,531.20	\$66.88	1.50%	\$5.57

This projection assumes no changes in Assessed Values and Equalization Rates from the current school year.

REVENUES AND OTHER FINANCING SOURCES

	2020/2021 BUDGET	2021/2022 PROPOSED BUDGET	Change \$ %	
SUMMARY OF STATE AID				
Foundation Aid	\$1,031,032	\$1,288,790	\$257,758	25.00%
Services Aid	\$270,607	\$504,672	\$234,065	86.50%
Public EC High Cost Aid	\$1,610	\$10,637	\$9,027	560.68%
Private Excess Cost Aid	\$5,926	\$7,871	\$1,945	32.82%
Building Aid	\$10,192	\$11,392	\$1,200	11.77%
High Tax Aid	\$165,430	\$0	(\$165,430)	-100.00%
Total State Aid:	\$1,484,797	\$1,823,362	\$338,565	22.80%
Payments in Lieu of Taxes (PILOTS)	\$160,140	\$160,000	(\$140)	-0.09%
Student Fees (Driver's Education)	\$24,500	\$24,500	\$0	0.00%
Non-Resident Tuition	\$821,945	\$1,000,000	\$178,055	21.66%
Charges for Shared Services / Facilities Usage	\$435,645	\$450,000	\$14,355	3.30%
Grants, Interest, Miscellaneous Revenue	\$76,000	\$80,000	\$4,000	5.26%
Total Revenues Before Tax Levy and Applied Fund Balance:	\$3,003,027	\$3,537,862	\$534,835	17.81%
General Fund Tax Levy:	\$39,737,613	\$40,333,677	\$596,064	1.50%
Appropriated Fund Balance:	\$1,591,783	\$1,000,000	(\$591,783)	-37.18%
TOTAL BUDGET:	\$44,332,423	\$44,871,539	\$539,116	1.22%

2021-22 Proposed Budget by Function

Function or Department	2021 - 22 Proposed Budget	2020 - 21 Budget	\$ Dollar Change	% Percent Change	2020 - 21 Projected Expenditures @ March 12, 2021	2019 - 20 Expenditures
1000 - 1999 GENERAL SUPPORT	5,529,708.00	5,379,059.00	150,649.00	2.80%	5,246,834.14	6,830,442.33
2000 - 2999 INSTRUCTION	24,420,743.00	24,287,173.00	133,570.00	0.55%	21,106,238.27	21,361,793.70
5000 - 5999 TRANSPORTATION	1,695,502.00	1,629,588.00	65,914.00	4.04%	1,078,662.48	1,277,466.22
9000 - 9099 EMPLOYEE BENEFITS	11,114,154.00	10,660,610.00	453,544.00	4.25%	6,874,463.20	9,272,589.56
9700 - 9799 DEBT SERVICE	250,000.00	386,172.00	-136,172.00	-35.26%	66,991.72	573,407.94
9900 - 9999 INTERFUND TRANSFERS	1,861,432.00	1,989,821.00	-128,389.00	-6.45%	1,847,778.00	2,401,347.16
Grand Totals:	44,871,539.00	44,332,423.00	539,116.00	1.22%	36,220,967.81	41,717,046.91

General Support - includes appropriations for the Board of Education, District Clerk, the Superintendent's Office, the Business Office, Facilities, Insurance, Public Information and Central Data Processing.

Instruction - includes appropriations for all Elementary and Secondary Instruction as well as expenditures for Special Education programs, Extracurricular Activities (clubs, intramurals, etc.) and Interscholastic Athletics.

Transportation - includes appropriations for all student Transportation, either with our own buses or by contract with private companies.

Employee Benefits - includes appropriations for Social Security, Retirement, Health and Dental insurance, Worker's Compensation, Unemployment, Disability, Medicare Reimbursements and Compensated Absences.

Debt Service - includes BAN & TAN Interest ONLY. All of our other Debt is included in Inter-fund Transfers to our Debt Service Fund.

InterFund Transfers - includes transfers to the School Lunch Fund, Special Aid Fund (for summer school), and the Debt Service Fund.

2021-22 Proposed Budget by Object

Object or Type of Expense	% of Total 2021-22 Proposed Budget	2021 - 22 Proposed Budget	2020 - 21 Budget	\$ Dollar Change	% Percent Change	2020 - 21 Projected Expenditures @March 12, 2021	2019 - 20 Expenditures
1000 - 1999 PERSONAL SERVICES	54.26%	24,349,162.00	24,049,107.00	300,055.00	1.25%	21,614,458.21	21,768,524.13
8000 - 8999 EMPLOYEE BENEFITS	24.77%	11,114,154.00	10,660,610.00	453,544.00	4.25%	6,874,463.20	9,272,589.56
4000 - 4499 CONTRACTUAL	9.18%	4,117,955.00	4,031,025.00	86,930.00	2.16%	3,185,337.36	5,164,871.95
9000 - 9999 INTERFUND TRANSFERS	4.15%	1,861,432.00	1,989,821.00	-128,389.00	-6.45%	1,847,778.00	2,401,347.16
4900 - 4999 BOCES SERVICES	2.92%	1,312,220.00	1,354,665.00	-42,445.00	-3.13%	1,295,149.16	1,263,869.44
4700 - 4799 TUITION	1.59%	715,000.00	703,727.00	11,273.00	1.60%	407,943.84	369,423.51
4500 - 4599 MATERIAL & SUPPLIES	1.54%	690,116.00	685,836.00	4,280.00	0.62%	582,714.97	433,289.44
2000 - 2999 EQUIPMENT	0.77%	346,800.00	354,960.00	-8,160.00	-2.30%	273,374.63	395,453.44
7000 - 7999 DEBT SERVICE - INTEREST	0.56%	250,000.00	331,172.00	-81,172.00	-24.51%	66,991.72	518,407.94
4800 - 4899 TEXTBOOKS	0.17%	75,250.00	77,050.00	-1,800.00	-2.34%	52,194.59	40,336.76
4600 - 4699 COMPUTER SOFTWARE	0.09%	39,450.00	39,450.00	0.00	0.00%	20,562.13	33,933.58
6000 - 6999 DEBT SERVICE - PRINCIPAL	0.00%	0.00	55,000.00	-55,000.00	-100.00%	0.00	55,000.00
Grand Totals:	100.00%	44,871,539.00	44,332,423.00	539,116.00	1.22%	36,220,967.81	41,717,046.91

2020-2021 Proposed Budget

Salaries and Employee Benefits Changes

Projected salaries and employee benefit costs for 2020-2021 are \$35,463,316. This represents 79.03% of the total proposed budget.

Salary and Employee Benefits Projection Presented on 01/25/2021:

- 2021/22 Salary Budget – \$24,050,948 (increase of \$1,841 or less than 1%)
- 2021/22 Employee Benefits Budget - \$11,073,812 (increase of \$413,202 or 3.876%)

Current Salary and Employee Benefits Projection on 03/15/2021:

- 2021/22 Salary Budget – \$24,349,162 (increase of \$300,055 or 1.25%)
- 2021/22 Employee Benefits Budget - \$11,114,154 (increase of \$453,544 or 4.25%)

2020-2021 Proposed Budget

Salaries and Employee Benefits Changes

The increase in Salaries since the 01/25/21 budget presentation are due to:

- Two Pre-K Teachers and TAs needed for a full day program, reallocating salary costs for our summer school program that are currently being paid from the Special Aid Fund, a new bus monitor, salary lane changes and additional contingency funds needed for new hires.

The increase in Employee Benefits since the 01/25/21 budget presentation are due to:

- The actual dental rate increase for 2021/2022 was higher than projected due to claims history and an increase in provider costs.
- The actual cost of Medicare Reimbursements has increased due to an increase in the number of retirees and spouses the district currently reimburses. As a result, the current year's budget had to be increased by \$45,000 (budget transfer on tonight's BOE agenda) and next years budget for Medicare Reimbursements to retirees and spouses had to be increased also.

ON THE BALLOT - May 18, 2021:

- **Proposition #1:** Approve the 2021-2022 Sag Harbor Union Free School District Budget
- **Proposition #2:** Creation of a Capital Reserve Fund
- **Proposition #3:** Purchase of a Bus
- **Proposition #4:** District Clerk to Conduct Registration of Voters

The following additional propositions will appear on the ballot:

- **Proposition #2 - Establishment of a Capital Reserve Fund:** If approved, this proposition would authorize the Board of Education to establish a Capital Reserve Fund to provide necessary flexibility in planning and funding future capital projects, improvements, renovations, alterations and construction. These projects are identified as improvements rather than time-sensitive repairs. Funding for this reserve would be allocated from unappropriated (unused) fund balance from the end of the previous fiscal year. The total amount of funding for this reserve is capped at \$15 million. **No monies can be expended from the Capital Reserve Fund without a separate vote by the community for the specific capital projects.**
- **Proposition #3 - Purchase of one (1) new 2021 GMC/Chevy Chassis/Thomas Minotour Body Model School Bus** at an estimated maximum cost of \$58,766.00 Dollars, and to appropriate and spend such amount from the Transportation Fleet Capital Reserve Fund, which was previously established following a proposition of the voters of the District on May 16, 2017.
- **Proposition #4 - Shall the District Clerk of the Sag Harbor Union Free School District be authorized to conduct the registration of the voters** between the hours of 8:00 am and 3:00 pm when school is in session at the office of the District Clerk in accordance with Education Law §2014(2)

The establishment of the Capital Reserve Fund and the Purchase of a New Bus WILL NOT have an impact on the 2021-22 school district budget or tax levy.

Sag Harbor Union Free School District

2021-2022 BUDGET DEVELOPMENT CALENDAR

April 12, 2021

Business Meeting

- Revenue Projections
- Review Entire Budget

April 20, 2021

Business Meeting - Adoption of Budget and ES BOCES Budget Vote and Election

- Adopt 2021-2022 Operating Budget for May Vote
- Adopt Property Tax Report Card

May 10, 2021

Business Meeting - Board of Education Budget Hearing

May 18, 2021

Annual Meeting - Uniform Statewide Budget Vote and Board of Education Election