



Sag Harbor UFSD

2014-2015 Budget Workshop Presentation

January 13, 2014

Dr. Carl Bonuso, Interim Superintendent of Schools

John O'Keefe, School Business Administrator

Goals

- Our District's commitment to excellence in education remains constant.
 - We must ensure that the District's fiscal responsibility is maintained by using our resources wisely.
 - Balancing the needs of the District and the impact on our community is important.
 - Everyone has a role in supporting our District's mission.
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2014-15 Budget Development Calendar

- ✓ **January 13th** Board of Education Legal services Insurance
 Central administration Public information services
 - ✓ **January 27th** Buildings and Grounds Athletics Capital Project Work
 - ✓ **February 10th** Technology Special Education Debt service
 Employee benefits Transportation
 - ✓ **March 10th** Middle/High School Elementary School
 BOCES Administration and Services
 - ✓ **March 24th** Review of entire budget Revenue projections Tax rate projections
 Review of Property Tax Report Card
 - ✓ **April 7th** 2nd Review of entire budget
 - ✓ **April 23th** Adopt 2014-2015 Operating Budget for May 20, 2014 Vote
 Adopt Property Tax Report Card
 - ✓ **May 6th** Board of Education Final Budget Hearing
 - ✓ **May 20th** Annual Budget Vote and Election
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2013-2014 Budget Recap

Total Approved Budget: \$35,508,622

- \$1,326,366 Budget-to-Budget Increase
 - 3.88% Spending Increase
 - 3.78% Tax Levy Increase
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- Fiscally prudent budget
 - Well below the 4.06% Maximum Tax Levy Increase Cap
 - ✓ Resulting in \$87K savings to the taxpayer
 - No Staffing Reductions
 - Maintained Existing Programs
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Challenges to Budgeting

- The 2% Tax Levy Limit Legislation (“2% Tax Cap”)
- Unsettled Contractual Labor Agreements
- Additionally, there are numerous mandates and expenses over which the district has no control.

These include:

- Pension and Retirement Contributions – TRS/ERS
 - Health Insurance premium increases
 - Social Security costs
 - Auditing and Financial Compliance
 - Implementation of APPR & Common Core Standards
 - Workers Compensation
 - BOCES Administrative fees
 - Unemployment Insurance
 - Special Education mandates
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2014-15 “2%” Tax Levy Cap - Initial Projections

Tax Levy FYE 06/30/2014		\$	32,739,375
Tax Base Growth Factor (set by ORPS - “Brick and Mortar” growth of taxable real property in school district)	1.0091	\$	297,928
Allowable Levy Growth Factor (the <u>lesser</u> of the Average Annual Change in the CPI-U, or 2.0%)	1.015	\$	469,305
Capital Tax Levy Net Change		\$	(110,490)
TRS Exclusion (Employer contribution PROJECTED at between 17.25-17.75%; up from 16.25%, but less than a 2 percentage point change, therefore NO Exclusion.)	NONE	\$	-
ERS Exclusion (Employer contribution set at 20.1% of payroll; <u>down</u> from 20.9%)	NONE	\$	-
<u>POTENTIAL</u> 2014-15 Maximum Tax Levy Limit		\$	33,396,118

- *These are initial projections for the purposes of discussion.*
- *The final 2013 CPI-U will not be known until later this week.*
 - *At that time the actual “Allowable Levy Growth Factor can be calculated.*
- *Additionally, the initial projected net change in the “Capital Tax Levy” is subject to revision during the budget development process.*
 - *This number will be driven by potential capital projects paid for through the 2014-15 budget.*

Potential Change in Levy:

Total Potential Increase:	\$656,743
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Potential Percentage Increase:	2.01%
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Preparing for 2014-2015

Preliminary Rollover Budget: \$37,408,672

What is a “**rollover budget?**” ... The initial rollover budget is simply a mathematical exercise assuming no changes from a current year to a subsequent year. It is just the starting point in forming a budget and is **never contemplated** as the final number.

- *This would represent a \$1,900,050, or 5.35% increase*
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There are still multiple challenges and unknown variables

- TRS employer contribution rate still unknown – Projected at 17.25-17.75%
 - Multiple bargaining units with unsettled or expiring contracts
 - Teachers / Clericals / Administrators / Bus Drivers
 - Still waiting on final projections from insurance carriers, professional service providers, and Eastern Suffolk BOCES
 - Health insurance premium rate increases are very unpredictable.
 - The 2015 rates will not be known until December 2014.
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BOE / District Clerk / CSA

ACCOUNT	DESCRIPTION	PROPOSED					
		2010-11 EXPENSES	2011-12 EXPENSES	2012-13 EXPENSES	2013-14 BUDGET	2014-15 BUDGET	% Change Prior Year
A 1010.400	BOE - CONFERENCES	\$2,867	\$3,779	\$4,920	\$5,000	\$5,000	0.00%
A 1010.410	BOE - CONTRACTUAL	\$4,464	\$8,843	\$18,866	\$18,000	\$10,500	-41.67%
A 1010.450	BOE - SUPPLIES	\$166	\$942	\$485	\$1,000	\$1,000	0.00%
A 1040.160	DISTRICT CLERK NON-INSTRUCTION SALARY	\$12,420	\$12,855	\$14,063	\$14,322	\$14,912	4.12%
A 1040.200	DISTRICT CLERK - EQUIPMENT	\$0	\$428	\$750	\$750	\$750	0.00%
A 1040.400	DISTRICT CLERK - CONFERENCES	\$71	\$86	\$276	\$1,000	\$1,000	0.00%
A 1040.410	DISTRICT CLERK - CONTRACTUAL	\$335	\$217	\$30	\$500	\$500	0.00%
A 1040.450	DISTRICT CLERK - SUPPLIES	\$379	\$832	\$353	\$1,000	\$1,000	0.00%
A 1060.400	DISTRICT MEETING - CONTRACTUAL	\$3,563	\$6,701	\$4,737	\$12,000	\$7,500	-37.50%
A 1060.450	DISTRICT MEETING - SUPPLIES	\$225	\$226	\$27	\$500	\$500	0.00%
A 1240.150	CSA - INSTRUCTIONAL SALARIES	\$214,773	\$221,530	\$259,349	\$197,700	\$215,000	8.75%
A 1240.160	CSA - NON-INSTRUCTIONAL SALARIES	\$55,166	\$57,097	\$58,810	\$60,280	\$61,787	2.50%
A 1240.200	CSA - EQUIPMENT	\$0	\$0	\$550	\$550	\$500	-9.09%
A 1240.400	CSA - CONFERENCES	\$3,420	\$8,048	\$1,848	\$5,000	\$5,000	0.00%
A 1240.410	CSA - CONTRACTUAL	\$3,187	\$8,104	\$2,932	\$15,600	\$8,710	-44.17%
A 1240.450	CSA - SUPPLIES	\$1,340	\$208	\$267	\$1,000	\$500	-50.00%
		\$302,377	\$329,896	\$368,264	\$334,202	\$334,159	-0.01%

Business Administration / Auditing

		PROPOSED					
ACCOUNT	DESCRIPTION	2010-11 EXPENSES	2011-12 EXPENSES	2012-13 EXPENSES	2013-14 BUDGET	2014-15 BUDGET	% Change Prior Year
A 1310.150	BUS. ADMIN - INSTRUCTIONAL SALARIES	\$0	\$0	\$0	\$153,750	\$157,594	2.50%
A 1310.160	BUS. ADMIN - NON-INSTRUCTIONAL SALARIES	\$237,684	\$297,677	\$306,737	\$191,281	\$197,822	3.42%
A 1310.200	BUS. ADMIN - EQUIPMENT	\$730	\$1,360	\$509	\$750	\$750	0.00%
A 1310.400	BUS. ADMIN - CONFERENCES	\$3,366	\$1,630	\$2,365	\$5,000	\$5,000	0.00%
A 1310.410	BUS. ADMIN - CONTRACTUAL	\$39,757	\$22,723	\$17,637	\$27,000	\$29,200	8.15%
A 1310.450	BUS. ADMIN - SUPPLIES	\$1,570	\$4,407	\$2,949	\$3,000	\$3,000	0.00%
A 1310.490	BUS. ADMIN - BOCES SERVICES	\$10,653	\$17,766	\$8,576	\$17,500	\$17,200	-1.71%
A 1320.160	AUDITING - NON-INSTRUCTIONAL SALARIES	\$4,861	\$4,861	\$5,007	\$5,537	\$5,675	2.49%
A 1320.400	AUDITING - CONTRACTUAL	\$55,261	\$68,637	\$76,580	\$90,000	\$86,000	-4.44%
		\$353,882	\$419,062	\$420,361	\$493,818	\$502,241	1.71%

Treasurer / Legal

ACCOUNT	DESCRIPTION	PROPOSED					
		2010-11 EXPENSES	2011-12 EXPENSES	2012-13 EXPENSES	2013-14 BUDGET	2014-15 BUDGET	% Change Prior Year
A 1325.160	TREASURER - NON-INSTRUCT SALARIES	\$67,500	\$65,606	\$75,000	\$76,875	\$78,800	2.50%
A 1325.200	TREASURER - EQUIPMENT	\$0	\$0	\$529	\$750	\$750	0.00%
A 1325.400	TREASURER - CONFERENCES	\$1,296	\$1,887	\$994	\$1,500	\$1,500	0.00%
A 1325.410	TREASURER - CONTRACTUAL	\$303	\$0	\$0	\$0	\$0	0.00%
A 1325.450	TREASURER - SUPPLIES	\$18	\$50	\$46	\$50	\$50	0.00%
A 1345.490	BOCES/PURCHASING	\$885	\$909	\$928	\$1,025	\$1,050	2.44%
A 1420.400	LEGAL FEES	\$117,163	\$108,187	\$89,472	\$149,500	\$146,000	-2.34%
		\$187,164	\$176,639	\$166,969	\$229,700	\$228,150	-0.67%

Public Info / Insurance / BOCES Admin

ACCOUNT	DESCRIPTION	2010-11 EXPENSES	2011-12 EXPENSES	2012-13 EXPENSES	2013-14 BUDGET	PROPOSED	% Change Prior Year
						2014-15 BUDGET	
A 1430.490	BOCES/PERSONNEL	\$11,160	\$12,145	\$13,767	\$17,092	\$16,100	-5.80%
A 1480.400	PUBLIC INFORMATION	\$2,242	\$2,072	\$1,738	\$7,000	\$15,500	121.43%
A 1480.413	DISTRICTWIDE POSTAGE	\$29,910	\$23,663	\$21,011	\$31,505	\$30,000	-4.78%
A 1480.490	BOCES/PUBLIC INFORMATION	\$0	\$0	\$3,876	\$0	\$0	0.00%
A 1910.400	DISTRICT-WIDE INSURANCE	\$122,193	\$151,445	\$116,333	\$165,000	\$173,250	5.00%
A 1920.400	SCHOOL ASSOCIATION DUES	\$7,589	\$0	\$0	\$8,300	\$9,600	15.66%
A 1980.400	MTA PAYROLL TAX DUE TO NYS	\$60,021	\$37,284	\$0	\$0	\$0	0.00%
A 1981.490	BOCES SERVICES-ADMIN. CHARGE	\$131,280	\$131,070	\$130,900	\$138,831	\$138,500	-0.24%
		\$364,395	\$357,679	\$287,625	\$367,728	\$382,950	4.14%
Support Services Totals:		\$1,207,818	\$1,283,275	\$1,243,218	\$1,425,449	\$1,447,500	1.55%



Questions?

