



Sag Harbor UFSD

2017-2018 Proposed

Budget Adoption Presentation

April 19, 2017

2017-18 Proposed Budget

Proposed Budget - \$39,907,110:

- Budget to Budget Increase – 2.92%
- Property Tax Levy Limit – 3.8656%
- Projected Tax Levy Increase – 3.49%
- Projected Tax Levy - \$36,288,769
- Property Tax Levy Limit - \$36,420,488
- Tax Levy **UNDER** the Levy Limit - \$131,719

PROPOSED BUDGET REVENUE AND OTHER FINANCING SOURCES 2017-2018:

	2014/2015 BUDGET	2015/2016 BUDGET	2016/2017 BUDGET	2017/2018 PROPOSED BUDGET	Change	
SUMMARY OF STATE AID						
Foundation Aid	\$1,183,910	\$1,188,290	\$1,188,290	\$1,220,849	\$32,559	2.74%
Building Aid	\$139,882	\$158,658	\$163,312	\$163,313	\$1	0.00%
Transportation Aid	\$44,609	\$44,401	\$43,821	\$44,241	\$420	0.96%
BOCES Aid / Special Services Aid	\$82,120	\$107,636	\$172,123	\$131,159	(\$40,964)	-23.80%
Software / Library / Textbook Aid	\$86,021	\$83,012	\$80,478	\$79,133	(\$1,345)	-1.67%
High Cost Excess Cost / Private Excess Cost Aid	\$107,008	\$136,872	\$39,276	\$42,594	\$3,318	8.45%
High Tax Aid	\$165,430	\$165,430	\$165,430	\$165,430	\$0	0.00%
State Aid Reduction / Projection Adjustment	(\$171,395)	(\$116,733)	\$0	\$0	\$0	0.00%
	\$1,637,585	\$1,767,566	\$1,852,730	\$1,846,719	(\$6,011)	-0.32%
Payments in Lieu of Taxes (PILOTS)	\$117,000	\$140,000	\$140,000	\$150,000	\$10,000	7.14%
Non-Resident Tuition	\$550,000	\$525,000	\$440,000	\$450,000	\$10,000	2.27%
Charges for Shared Services/Facilities Usage	\$85,000	\$85,000	\$249,281	\$250,000	\$719	0.29%
Grants, Interest, Miscellaneous Revenue	\$111,000	\$75,000	\$121,017	\$150,000	\$28,983	23.95%
General Fund Tax Levy	\$33,223,918	\$34,050,000	\$35,065,000	\$36,288,769	\$1,223,769	3.4900%
Appropriation from ERS Reserve	\$645,000	\$410,000	\$500,000	\$500,000	\$0	0.00%
Appropriated Fund Balance	\$500,000	\$500,000	\$405,961	\$271,622	(\$134,339)	-33.09%
	\$36,869,503	\$37,552,566	\$38,773,989	\$39,907,110	\$1,133,121	2.92%

2017/2018 Revised State Aid Projections: The NYS Budget was passed by the Assembly and Senate earlier last week. Our state aid projected for next year increased by **\$25,097** compared to the Executive Budget proposal released back in January.

2017-18 Transfer to Capital

On February 15, 2017, Sag Harbor taxpayers approved a plan for site improvements at the Sag Harbor Elementary School (SHES) for a total projected cost of \$660,000. Since the project is considered site-work it is not eligible for NYS building aid as a stand-alone project **but** if it is planned and attached to a project that is eligible for building aid, the District can obtain building aid on the **whole** project. The projected cost of all the site-work planned at the SHES is \$660,000 and the building aid that would be lost, if this is a stand-alone project, would be 10% or \$66,000.

In an effort to obtain building aid on this project and address one of numerous projects listed in the SHES Building Condition Survey (BCS), we are proposing that a new project be added to the proposed 2017-18 budget. The new project would include adding a theatrical lighting system to the stage for \$35,000 and provide separate switching for gym lighting by stage for another \$5,000. This project meets all the criteria to obtain building aid and when submitted to the New York State Department of Education Facilities' Planning Department; **this \$40,000 project will eventually get us back approximately \$70,000 in building aid in the future.** This project can be added to next year's budget as a Transfer to Capital with **no** impact on the tax levy if we appropriate an additional \$14,903 in fund balance (\$40,000 less \$25,097 in additional State Aid).

2017-18 Transfer to Capital

District or Board Name: Sag Harbor Union Free School District

Facility Name Sag Harbor Elementary School

SED Number: 58-03-05-02-0-003

				<u>New</u>	<u>Construction</u>	<u>Addition</u>	<u>Alterations</u>	<u>Major System</u>	<u>Major Repair</u>	<u>Energy</u>	<u>Bond</u>	<u>Capital</u>	
Priority	BCS #	Item Description											Cost
3	3	55	Add theatrical lighting system at stage.					X				X	\$35,000
3	3	55	Provide separate switching for gym lighting by					X				X	\$5,000

Currently, the SHES uses the stage for many events throughout the year without adequate theatrical lighting. The scope of this project includes permanently installed theatrical lighting for the stage area plus a dimming control system to adjust the brightness of the lights.

The second smaller project would consist of installing new light switches, tied to the current breakers, adjacent to the stage/screen area. Currently, the gym lighting is turned on and off via circuit breakers. Installing new light switches by the stage/screen area will allow for better control of the gym lighting for all future programs, presentations, and events.

2017-18 Proposed Budget

Budget Highlights:

- Continued investment in classroom technology that includes a class set of Chromebooks for every Middle/High School class
- Includes funding for a significant increase in IB participation
- Provides additional funds for NYS mandated ENL staffing
- Continued investment in physical education cardio and weight room equipment
- Planning for an additional elementary special education section and the hiring of additional support staff.
- A total of nearly \$20,000 will go toward replacing older equipment, \$25,000 is included to replace the padding in the middle school gym and \$59,500 has been budgeted for repair, maintenance and other facility projects listed in the district's Building Condition Survey.

2017-18 Property Tax Report Card

580305 - Sag Harbor UFSD

Contact Person: Jennifer Buscemi

Telephone Number: (631) 725-5300 Ext. 425

	Budgeted 2016-17 (A)	Proposed Budget 2017-18 (B)	Percent Change (C)
Total Budgeted Amount, not Including Separate Propositions	38,773,989	39,907,110	2.92%
A. Proposed Tax Levy to Support the Total Budgeted Amount ¹	35,065,000	36,288,769	
B. Tax Levy to Support Library Debt, if Applicable			
C. Tax Levy for Non-Excludable Propositions, if Applicable ²			
D. Total Tax Cap Reserve Amount Used to Reduce Current Year Levy, if Applicable			
E. Total Proposed School Year Tax Levy (A + B + C - D)	35,065,000	36,288,769	3.49%
F. Permissible Exclusions to the School Tax Levy Limit	1,952,191	2,014,574	
G. School Tax Levy Limit, <u>Excluding</u> Levy for Permissible Exclusions ³	33,187,686	34,405,914	
H. Total Proposed School Year Tax Levy, <u>Excluding</u> Levy to Support Library Debt and/or Permissible Exclusions (E - B - F + D)	33,112,809	34,274,195	
I. Difference: (G - H); (negative value requires 60.0% voter approval) ²	74,877	131,719	
Public School Enrollment	942	945	0.32%
Consumer Price Index			1.26%

	Actual 2016-17 (D)	Estimated 2017-18 (E)
Adjusted Restricted Fund Balance	8,266,212	9,516,212
Assigned Appropriated Fund Balance	1,114,869	771,622
Adjusted Unrestricted Fund Balance	1,550,960	1,596,284
Adjusted Unrestricted Fund Balance as a Percent of the Total Budget	4.00%	4.00%



Tax Cap/Tax Cap Compliance

School District – Sag Harbor Union Free School District (470925000500)
 Fiscal Year Ending: 06/30/2018

- Home
- Tax Cap Form Selection
- Tax Cap Printable Summary
- Tax Cap Website
- Levy Limit Formula
- Feedback

This Tax Cap Form has already been submitted to the Office of the State Comptroller.
 No further action is needed.
 If necessary, you may [make changes to this Tax Cap Form by clicking here.](#)

Exit

Tax Cap Summary Table

Tax Levy Limit Before Adjustments and Exclusions	
Tax Levy FYE 2017	\$35,065,000
Tax Cap Reserve Plus Interest from FYE 2016 Used to Reduce 2017	\$0
Total Tax Cap Reserve Amount (including interest earned) from FYE 2017	\$0
Tax Base Growth Factor	1.0249
PILOTs Receivable FYE 06/30/2017	\$140,000
Tort Exclusion Amount Claimed in FYE 06/30/2017	\$0
Capital Levy for FYE 06/30/2017	\$1,952,191
Allowable Levy Growth Factor	1.0126
PILOTs Receivable FYE 06/30/2018	\$150,000
Available Carryover from FYE 06/30/2017	\$0
Total Levy Limit Before Adjustments/Exclusions	\$34,405,914
Exclusions	
Tax Levy Necessary for Expenditures Resulting from Tort Orders/Judgements Over 5%	\$0
Capital Levy for FYE 06/30/2018	\$2,014,574
Tax levy necessary for pension contribution expenditures caused by growth in the system average actuarial contribution rate (ERS, PFRS) or normal contribution rate (TRS) in excess of 2 percentage points	
Teachers Retirement System	\$0
Employees Retirement System	\$0
Total Exclusions	\$2,014,574
Tax Levy Limit, Adjusted for Transfers, Plus Exclusions	\$36,420,488
Total Tax Cap Reserve Amount Used to Reduce 2018 Levy	\$0
2018 Proposed Levy, Net of Reserve	\$36,288,769
Difference between Tax Levy Limit Plus Exclusions and Proposed Levy	\$131,719
Do you plan to override the cap in 2018?	<input type="radio"/> Yes <input checked="" type="radio"/> No

2017-18 Proposed Budget by Function

ACCOUNT GROUP	2016-17 BUDGET	2017-18 PROPOSED BUDGET	\$ CHANGE	% CHANGE
1000 - 1999 GENERAL SUPPORT	\$4,153,564.93	\$4,402,562.61	\$248,997.68	5.99%
2000 - 2999 INSTRUCTION	\$21,486,256.56	\$22,026,935.42	\$540,678.86	2.52%
5000 - 5999 TRANSPORTATION	\$956,739.76	\$1,351,481.35	\$394,741.59	41.26%
7000 - 8999 COMMUNITY SERVICES	\$186,302.78	\$179,370.91	(\$6,931.87)	-3.72%
9000 - 9099 EMPLOYEE BENEFITS	\$9,476,666.61	\$9,656,240.95	\$179,574.34	1.89%
9700 - 9799 DEBT SERVICE	\$125,000.00	\$191,000.00	\$66,000.00	52.80%
9900 - 9999 INTERFUND TRANSFERS	\$2,389,458.00	\$2,099,518.76	(\$289,939.24)	-12.13%
GRAND TOTALS:	\$38,773,988.64	\$39,867,110.00	\$1,133,121.36	2.92%

- **General Support** - includes appropriations for the Board of Education, District Clerk, the Superintendent's Office, the Business Office, and Facilities.
- **Instruction** - includes appropriations for all regular 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.
- **Community Services** - includes appropriations for security guard salaries and YARD.
- **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.

2017-18 Proposed Budget by Object

ACCOUNT GROUP	2016-17 BUDGET	2017-18 PROPOSED BUDGET	\$ CHANGE	% CHANGE	% OF TOTAL PROPOSED BUDGET
1000 - 1999 PERSONAL SERVICES	\$20,808,698.02	\$21,678,488.71	\$869,790.69	4.18%	54.4%
8000 - 8999 EMPLOYEE BENEFITS	\$9,476,666.61	\$9,656,240.95	\$179,574.34	1.89%	24.2%
4000 - 4499 CONTRACTUAL	\$2,625,375.06	\$2,780,719.97	\$155,344.91	5.92%	7.0%
9000 - 9999 INTERFUND TRANSFERS	\$2,389,458.00	\$2,099,518.76	(\$289,939.24)	-12.13%	5.3%
4900 - 4999 BOCES SERVICES	\$1,114,564.46	\$1,150,486.61	\$35,922.15	3.22%	2.9%
4700 - 4799 TUITION	\$1,063,000.00	\$928,000.00	(\$135,000.00)	-12.70%	2.3%
2000 - 2999 EQUIPMENT	\$458,951.32	\$709,899.00	\$250,947.68	54.68%	1.8%
4500 - 4599 MATERIAL & SUPPLIES	\$625,612.61	\$636,016.00	\$10,403.39	1.66%	1.6%
7000 - 7999 DEBT SERVICE - INTEREST	\$125,000.00	\$191,000.00	\$66,000.00	52.80%	0.5%
4800 - 4899 TEXTBOOKS	\$86,662.56	\$76,740.00	(\$9,922.56)	-11.45%	0.2%
GRAND TOTALS:	\$38,773,988.64	\$39,867,110.00	\$1,133,121.36	2.92%	100.1%

Salaries and benefits make up 78.6% of the 2017-18 proposed budget vs. 78.1% of the current year budget and 79.87% of the 2015-16 budget.

2017-18 Impact of a 3.49% Tax Levy Increase

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	Dollar Δ in Taxes	Percent Δ in Taxes	Monthly Impact
2013/2014	\$6,400	0.73%	\$876,712	721.7200			\$4,619.01			
2014/2015	\$6,400	0.73%	\$876,712	715.0500	(\$6.67)	-0.92%	\$4,576.32	(\$42.69)	-0.92%	(\$3.56)
2015/2016	\$6,400	0.64%	\$1,000,000	792.7000	\$77.65	10.86%	\$5,073.28	\$496.96	10.86%	\$41.41
2016/2017	\$6,400	0.59%	\$1,084,746	834.2228	\$41.52	5.24%	\$5,339.03	\$265.75	5.24%	\$22.15
2017/2018	\$6,400	0.59%	\$1,084,746	862.1079	\$27.89	3.34%	\$5,517.49	\$178.46	3.34%	\$14.87

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	Dollar Δ in Taxes	Percent Δ in Taxes	Monthly Impact
2013/2014	\$1,000,000	100.00%	\$1,000,000	5.2477			\$5,247.70			
2014/2015	\$1,000,000	100.00%	\$1,000,000	5.2176	(\$0.03)	-0.57%	\$5,217.60	(\$30.10)	-0.57%	(\$2.51)
2015/2016	\$1,000,000	100.00%	\$1,000,000	5.0717	(\$0.15)	-2.80%	\$5,071.70	(\$145.90)	-2.80%	(\$12.16)
2016/2017	\$1,000,000	100.00%	\$1,000,000	4.9219	(\$0.15)	-2.95%	\$4,921.90	(\$149.80)	-2.95%	(\$12.48)
2017/2018	\$1,000,000	100.00%	\$1,000,000	5.0864	\$0.16	3.34%	\$5,086.40	\$164.50	3.34%	\$13.71

This projection assumes that 2017-2018 Assessed Values will remain the same as the 2016-2017 Assessed Values.

2017-18 Impact of a 3.49% Tax Levy Increase After Projected Property Tax Rebate

NYS Tax Law Section 606 (n-1)

Qualified Gross Income: Basic STAR	2017/18	Town of East Hampton - Projected Tax Increase \$178.46		Town of Southampton - Projected Tax Increase \$164.50	
	% of Basic STAR	Basic STAR - \$298	Projected Tax Increase After Rebate	Basic STAR - \$264	Projected Tax Increase After Rebate
Not Over \$75,000	28%	\$ 83.44	\$ 95.32	\$ 73.92	\$ 90.58
Over \$75,000 but not over \$150,000	20.50%	\$ 61.09	\$ 117.67	\$ 54.12	\$ 110.38
Over \$150,000 but not over \$200,000	13%	\$ 38.74	\$ 140.02	\$ 34.32	\$ 130.18
Over \$200,000 but not over \$275,000	5.50%	\$ 16.39	\$ 162.37	\$ 14.52	\$ 149.98
Over \$275,000	No Credit	No Credit	\$ 178.46	No Credit	\$ 164.50

Enhanced STAR	2017/18	Town of East Hampton - Projected Tax Increase \$178.46		Town of Southampton - Projected Tax Increase \$164.50	
	% of Enhanced STAR	Enhanced STAR - \$635	Projected Tax Increase After Rebate	Enhanced STAR - \$574	Projected Tax Increase After Rebate
	12%	\$ 76.20	\$ 102.26	\$ 68.88	\$ 95.62

This projection assumes that 2017-2018 Assessed Values will remain the same as the 2016-2017 Assessed Values.

Two Additional Propositions on the Ballot:

1) Establish New Bus Purchase Reserve:

Voters are being asked to consider a proposition that would allow the district to establish a reserve fund – the Transportation Fleet Capital Reserve Fund – that would permit the purchase of new or replacement buses in its fleet, in the future. The fund would streamline the current legal mechanism for the purchase or replacement of buses and ensure that the transportation needs of the district are met in a timely manner. If approved, the Transportation Fleet Capital Reserve Fund would have a cap of \$2 million and will be funded by year-end budgetary surplus and a previous Bus Fleet Replacement Reserve Fund that will be closed out. That fund, which was established by voters in 2010, currently has \$400,000 available for transfer. **No additional funds are required from taxpayers.**

“Shall the Board of Education of the Sag Harbor Union free School District, pursuant to Section 3651 of the Education Law, be authorized to establish a reserve fund to be known as the Transportation Fleet Capital Reserve Fund; that the purpose of the reserve fund shall be to finance, in whole or in part, the purchase of busses to replace and/or add to Sag Harbor’s fleet of busses; that the reserve fund shall be in an amount not to exceed \$2,000,000; that the probable term of the reserve fund shall be 15 years; and the reserve fund shall be funded by transferring the remaining balance from the School District’s Sag Harbor Bus Fleet Replacement Capital Reserve Fund, which was previously established following the approval of a proposition by the voters of the School District on May 18, 2010, and, thereafter, the reserve fund shall be funded in any year during the probable term, with such funds to be obtained from end of budget year surplus funds and/or budget appropriations.”

Two Additional Propositions on the Ballot:

2) Expend From Existing Capital Reserve for District-wide Window Replacements:

If approved, the proposition will allow the district to spend \$1.2 million from its existing Capital Reserve Fund for the replacement of windows at the Sag Harbor Elementary School and Pierson Middle/High School. The district currently holds permits from the New York State Education Department for the project; and requires the funds necessary for the completion of the work before the permit expires in January 2018. The approval of the proposition **will not result in additional taxes for residents** as the fund, which was approved by the community in 2011, was established and has been funded with the purpose of repairing and maintaining the district's facilities. To spend the funds, the district, by law, is required to obtain taxpayer approval.

“Shall the Board of Education of the Sag Harbor Union Free School District be authorized to undertake certain capital improvements consisting of window replacements at the Sag Harbor Elementary and Pierson Middle/High School at an estimated maximum aggregate cost of \$1,200,000 and to appropriate and expend such amount from the Facilities Capital Reserve Fund, which was previously established following approval of a proposition by the voters of the School District on May 17, 2011.”

2017-2018 BUDGET WORKSHOP CALENDAR

All budget workshop meetings will take place in the Pierson Library.

May 8, 2017 – *Board of Education Budget Hearing and Board of Education Educational Meeting 7:30 p.m.*

May 16, 2017 – *Annual Meeting - Uniform Statewide Budget Vote and Board of Education Election*

Budget Vote and Election will be held on:

- **Date - Tuesday, May 16, 2017**
- **Location - Pierson High School Gymnasium**
- **Time - 7:00 am - 9:00 pm.**