

2017/2018 Proposed Budget Overview

Rockville Centre UFSD

February 15, 2017

Budget Timeline

- November – December Administrator Input
- January Administration Review
- February 1 Issues Impacting Budget
- February 15 Budget Overview
- March 1 Tax Limit Calculation Due
- March 8 Budget Detail Review
- March 22 Staffing Budget Review
- April 20 Preliminary Budget Hearing
- May 3 Formal Budget Hearing
- May 16 Annual Election and Budget Vote

Issues Impacting the Budget

- CPI for Tax Levy Limit (Tax Cap) is 1.26%
 - Due to Building Aid increase, Tax Levy Limit is 0.746%* for Rockville Centre Schools
- Debt Service offset by SED Building Aid
 - Over \$700,000 in Capital expenditure cost increase offset by \$1,100,000 in new building aid revenue increases
- Audit recommendations
 - School Lunch – Include subsidy as line in budget
 - ERS – Show use of reserve as line in budget
- Health Insurance premium increase over 12% but only need to increase by 3.8% due to negotiated givebacks from unions
- TRS employer contribution rate decrease provides a large decrease in TRS budget line

*Tentative

Issues Impacting the Budget

- Transportation contract reductions due to cooperative bidding
- Special Education Program
 - RISE, CORE, Summer School and Private Placements
- Negotiations
 - Settlements with Teachers/TA's, Office Staff, Teacher Aides and Nurses
 - Kept overall contract costs under 2% per year
 - Administrator, Security and Custodial/Maintenance units expiring 6/30/17

Budget Overview - Revenue

	<u>2016/2017</u>	<u>2017/2018</u>	<u>\$ Change</u>	<u>% Change</u>
• Tax Levy	\$91,815,000	\$92,500,000	\$ 685,000	0.746%
• Revenue				
– State Aid	\$ 10,089,695	\$11,765,073	\$ 1,675,378	16.60%
– Non-Resident Tuitions	\$ 2,200,000	\$ 2,400,000	\$ 200,000	9.09%
– Other Revenue	\$ 2,578,000	\$ 2,817,000	\$ 239,000	9.27%
• Transfer from ERS Reserve	\$ 0	\$ 400,000	\$ 400,000	New
• Applied Fund Balance	\$ 2,800,000	\$ 2,800,000	\$ 0	0.00%
	=====	=====	=====	=====
Grand Total Revenue Support	\$109,482,695	\$112,682,073	\$ 3,199,378	2.92%

Budget Overview - Expense

- Major changes/key items

– Payroll increases	\$1,387,750	
– Debt Service	\$ 719,616	
– ERS	\$ 500,000	
– Health Insurance	\$ 450,000	
– BOCES	\$ 192,335	
– Special Ed Tuitions	\$ 284,900	
– New/Contingent Staffing	\$ 350,000	
– Xfer to School Lunch	\$ 100,000	
– TRS	-\$ 500,000	
– All other changes	<u>-\$ 285,223</u>	
– Total Proposed Increase	\$3,199,378	2.92%

Budget Overview

- Salaries
 - Includes contractual changes only, does not include any changes due to contract negotiations (3 units expiring – Administrators, CSEA Custodial/Maintenance and Security)
 - Includes all current staffing, no cuts
 - Includes Additional Staffing
 - Contingency - 1 Teacher, 2 TA's, 2 Aides (\$210,000)
 - New - 1 Security, 1 Cleaner, 1 Grounds (\$140,000)
- Equipment And Supplies
 - Combined change a slight increase

Employer Contribution Rate

- Employer Contribution Rate (ECR)
 - Employees Retirement System (ERS)
 - Implement Auditor recommendation to increase budget line and show use of reserve as a revenue
 - Budget line increase will be \$500,000 and offset by projected revenue from reserve of \$400,000
 - Teachers Retirement System (TRS)
 - Reducing budget line
 - ECR reduced from 11.72% to approx 10.00% (9.5%-10.5%)
 - Since full accrual, able to reduce budget line item
 - Not expecting further reductions, concern about future increases

Recent History of TRS

Budget Year	TRS Rate	Budget Amount	Actual Payment	(Over) / Under Budget	
10/11	8.62%	\$3,700,000	\$3,621,676	\$78,324	
11/12	11.11%	\$4,600,000	\$4,877,780	-\$277,780	
12/13	11.84%	\$4,600,000	\$5,327,869	-\$727,869*	
13/14	16.25%	\$5,800,000	\$7,562,004	-\$1,762,004	
14/15	17.53%	\$6,500,000	\$8,411,137	-\$1,911,137	
15/16	13.26%	\$6,500,000	\$6,561,500	-\$61,500	
16/17	11.72%	\$5,900,000	\$5,880,000	\$20,000**	
17/18	10.00%	\$5,400,000	\$5,200,000	\$200,000**	
* First year of decision to "pay as we go" and not continue to budget for accruing TRS costs					
** Estimated					

Impact of Tax Cap on Tax Levy

- Tax Levy for 2016/2017 \$91,815,000
- Allowable increase due to tax cap \$ 1,125,000 1.23%
- Allowable increase due to capital exemptions \$ -430,000 - 0.47%
- Maximum Allowable Tax Levy for 2017/2018 \$92,510,000 0.76%

- Tax Cap Increase Allowed without exceeding cap \$ 695,000 0.76%
- Tax Cap Increase to be utilized for 2017/2018 \$ 685,000 0.75%

- Tax Levy will again be UNDER the tax cap

Impact of Tax Cap on Budget

- Budget for 2016/2017 \$109,482,695
- Projected Increase \$ 3,199,378 2.92%
- Allowable increase based on tax cap \$ 1,125,000 1.03%
- Allowable increase for capital exemptions \$ - 440,000 0.39%
- Remaining increase that needs to be funded \$ 2,514,378 2.29%
- Need to fund \$2,514,378 from other revenue sources

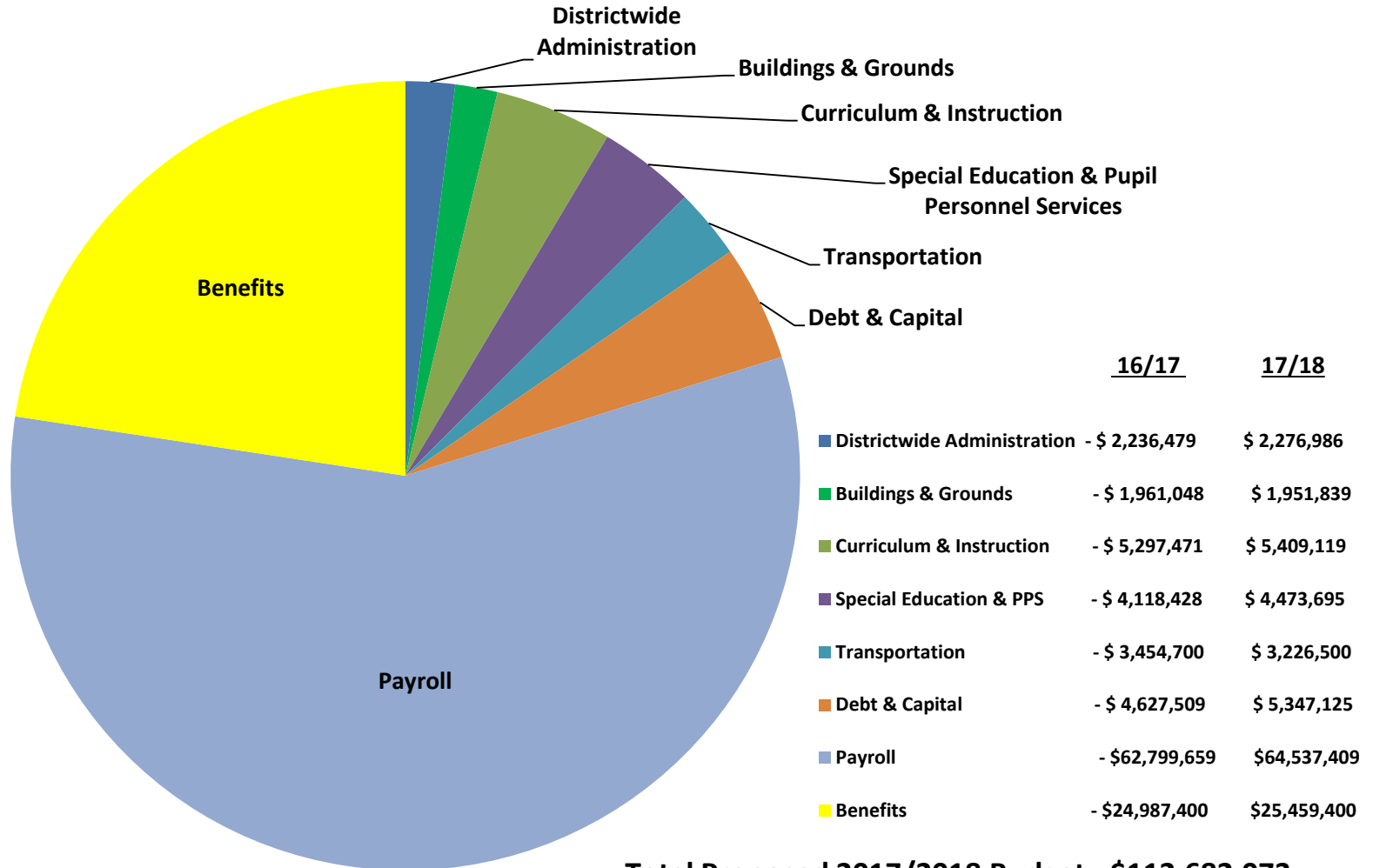
Revenue

- State Aid(BOCES/Building) +\$1,675,378
- Non-Resident Tuitions +\$ 200,000
- Summer School/Interest/Other+\$ 239,000
- Transfer from ERS Reserve +\$ 400,000
- Projected Increases +\$2,514,378

Budget & Revenue Summary

- Expense
 - Budget for 2016/2017 \$109,482,695
 - Projected Increase \$ 3,199,378
 - Proposed 2016/2017 Budget **\$112,682,073**
- Revenue
 - Tax Levy \$ 92,500,000
 - Other Revenues \$ 17,382,073
 - Applied Fund Balance \$ 2,800,000
 - Total Proposed Revenues **\$112,682,073**
- **Budget is Balanced! Can not add more expense unless another expense is reduced or another revenue source is found.**

Proposed 2017/2018 School Budget



Total Proposed 2017/2018 Budget - \$112,682,073

Total Actual 2016/2017 Budget - \$109,482,695

Budget Presentation

Part 2

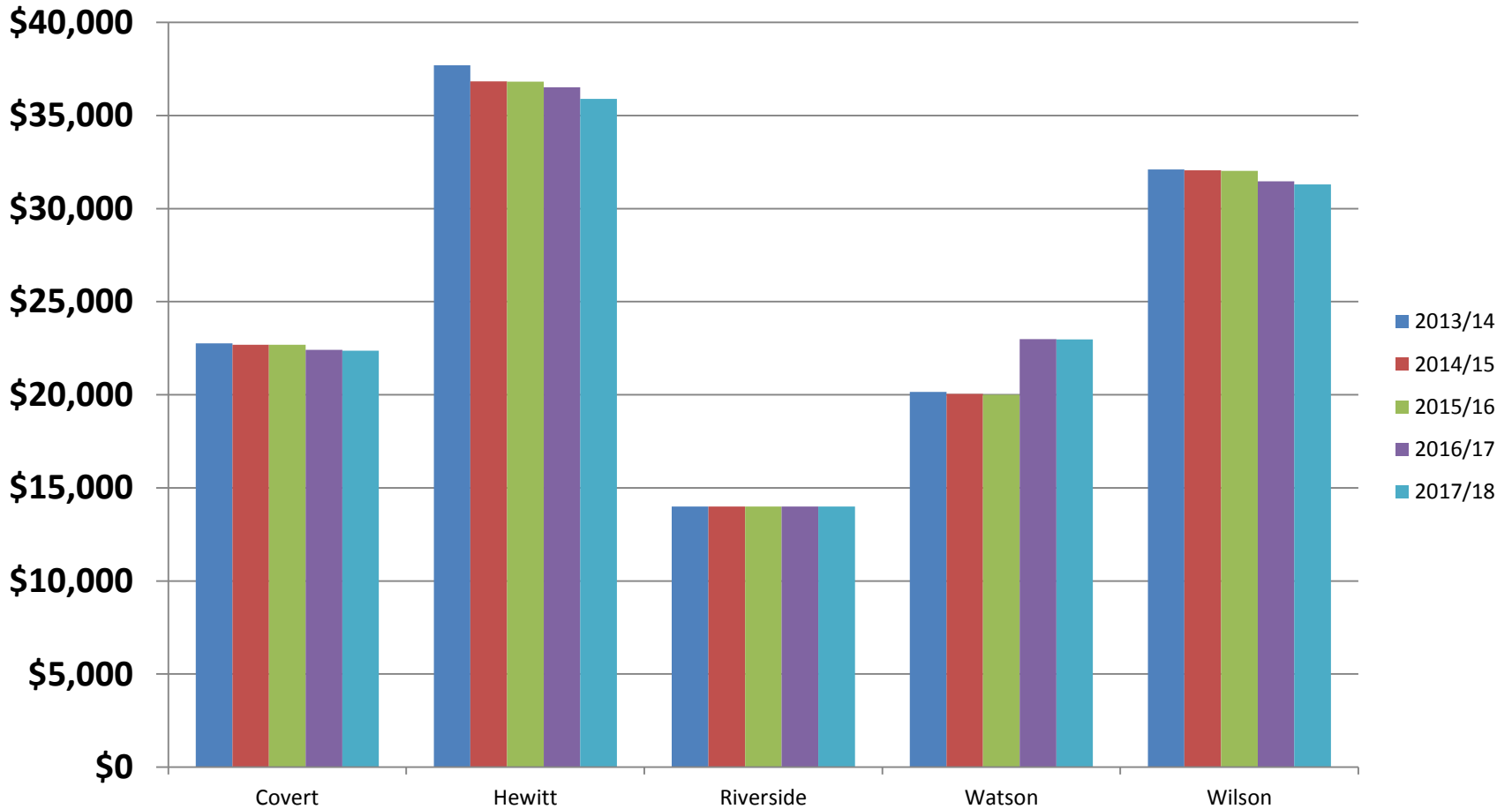
- Presentation of detailed budgets

Curriculum & Instruction Budgets

School	14/15	15/16	16/17	17/18	% Change
Covert	22,692	22,692	22,407	22,362	-0.20%
Hewitt	36,837	36,817	36,520	35,895	-1.71%
Riverside	14,000	14,000	14,000	14,000	0.00%
Watson	20,049	19,998	22,995	22,978	-0.07%
Wilson	32,058	32,028	31,457	31,290	-0.53%

Elementary Budgets

5 Year History

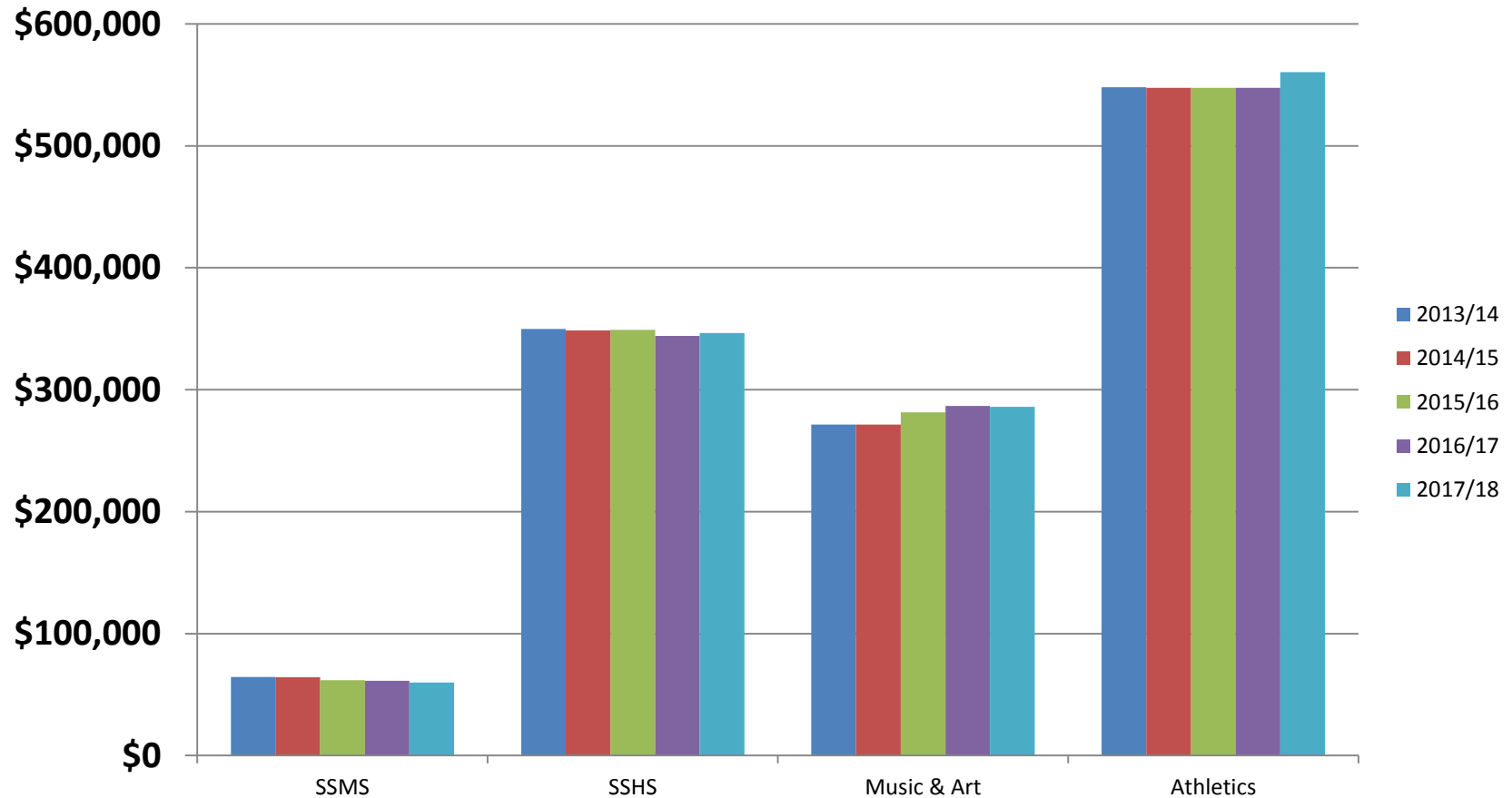


Curriculum & Instruction Budgets

School / Office	14/15	15/16	16/17	17/18	% Change
SSMS	64,119	61,883	61,391	59,809	-2.58%
SSHS	348,692	349,054	344,023	346,405	0.69%
Music & Art	271,360	281,436	286,775	285,971	-0.28%
Athletics	547,612	547,548	547,548	560,422	2.35%

Secondary and Program Budgets

5 Year History

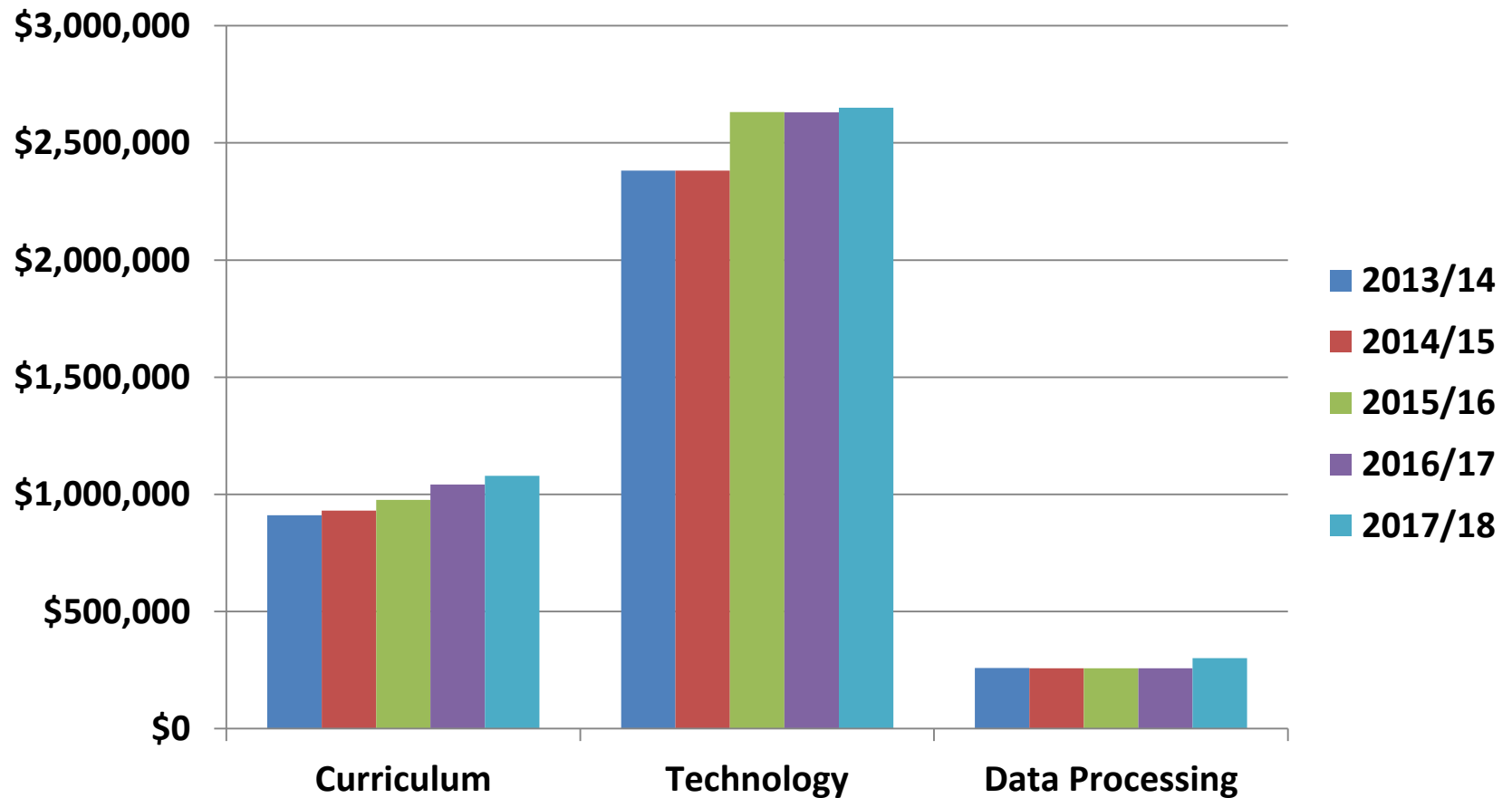


Curriculum & Instruction Budgets

Office	14/15	15/16	16/17	17/18	% Change
Curriculum	930,315	976,400	1,041,723	1,079,019	3.58%
Technology	2,508,136	2,631,431	2,630,532	2,650,217	0.75%
Data Processing	258,100	258,100	258,100	300,750	16.52%
Curriculum & Instruction Total	5,053,970	5,231,387	5,297,471	5,409,119	2.11%

Curriculum and Technology Budgets

5 Year History

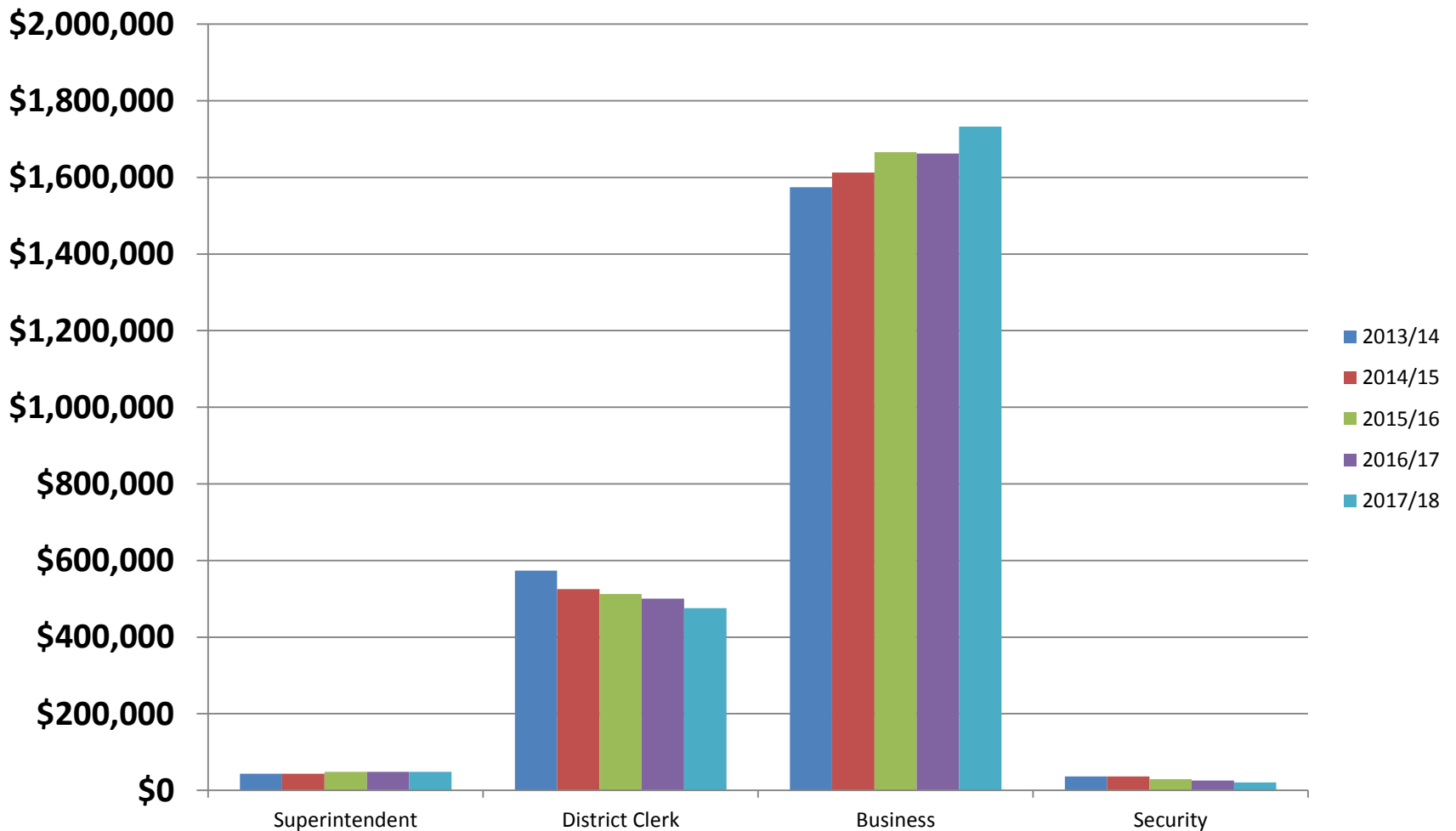


Districtwide Administration Budgets

Office	14/15	15/16	16/17	17/18	% Change
Superintendent	43,200	48,200	48,200	48,200	0.00%
District Clerk	526,786	512,608	500,484	475,708	-4.95%
Business	1,586,895	1,645,603	1,662,295	1,732,578	4.23%
Security	36,400	29,500	25,500	20,500	-19.61%
Districtwide Administration Totals	2,193,281	2,235,911	2,236,479	2,276,987	1.81%

District Wide Administration Budgets

5 Year History

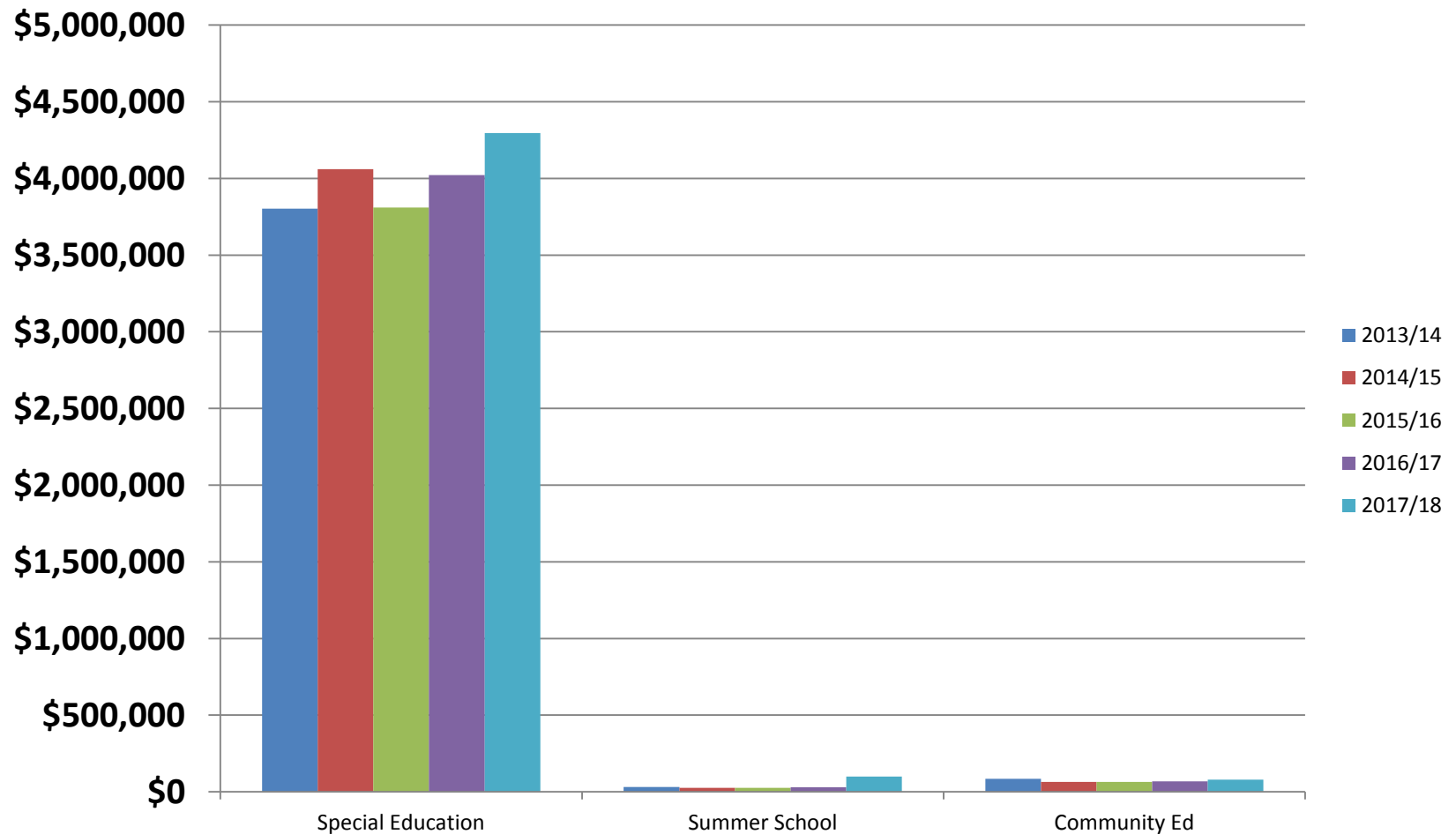


Special Education & Pupil Personnel Services Budget

Office	14/15	15/16	16/17	17/18	% Change
Special Education	4,060,174	3,810,586	4,021,503	4,295,770	6.82%
Summer School	26,000	26,000	29,000	99,000	241.38%
Community Education	64,125	64,625	67,925	78,925	16.19%
SE & PPS Totals	4,150,299	3,901,211	4,118,428	4,473,695	8.63%

Special Education & Pupil Personnel Budgets

5 Year History

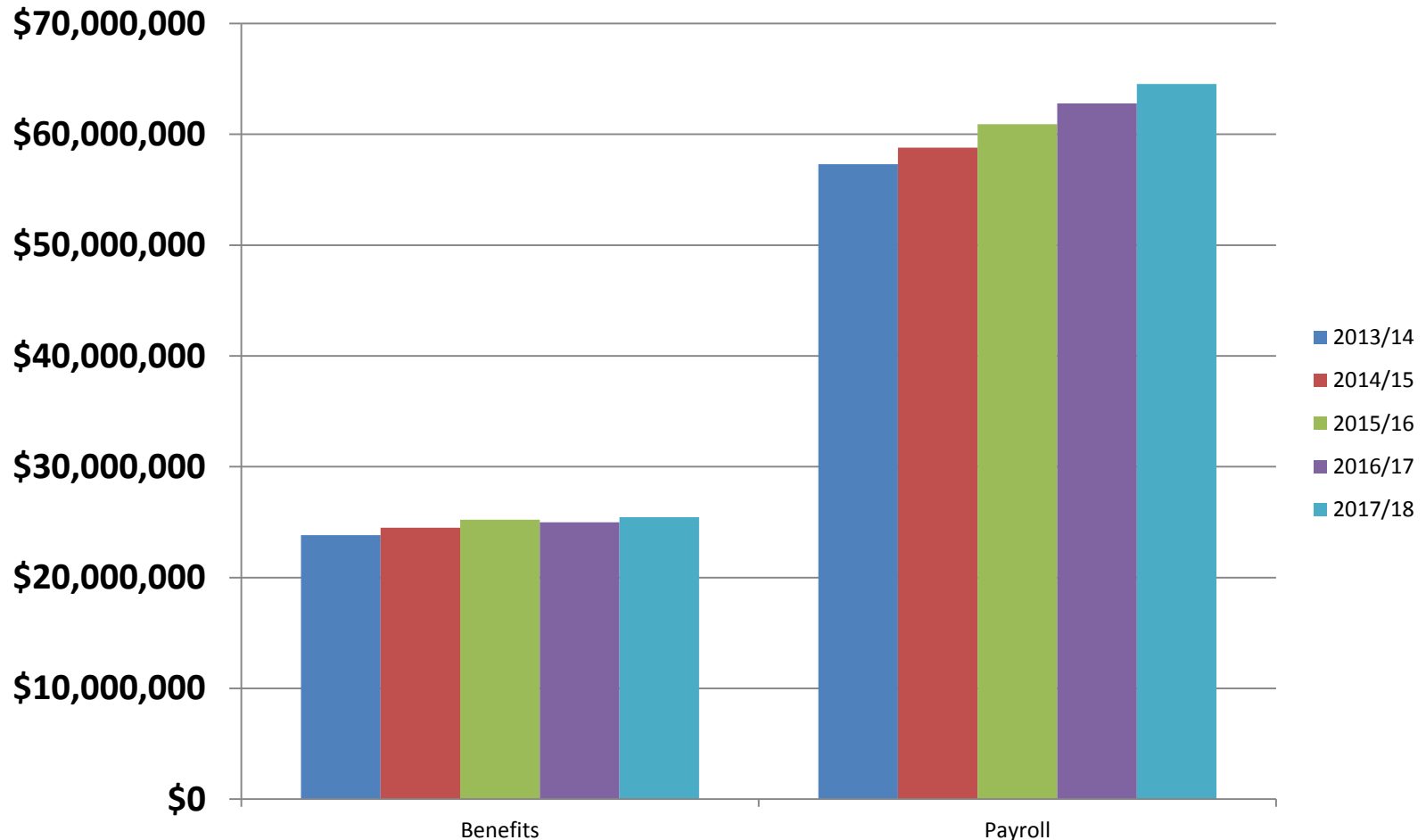


Other Budgets

Office	14/15	15/16	16/17	17/18	% Change
Benefits	24,470,400	25,210,400	24,987,400	25,459,400	1.89%
Payroll	58,796,506	60,901,299	62,799,659	64,537,409	2.77%
Transportation	3,326,494	3,424,700	3,454,700	3,226,500	-6.61%
Facilities	2,034,149	2,044,058	1,961,048	1,951,839	-0.47%
Debt Service	3,111,655	4,129,694	4,627,509	5,347,125	15.55%

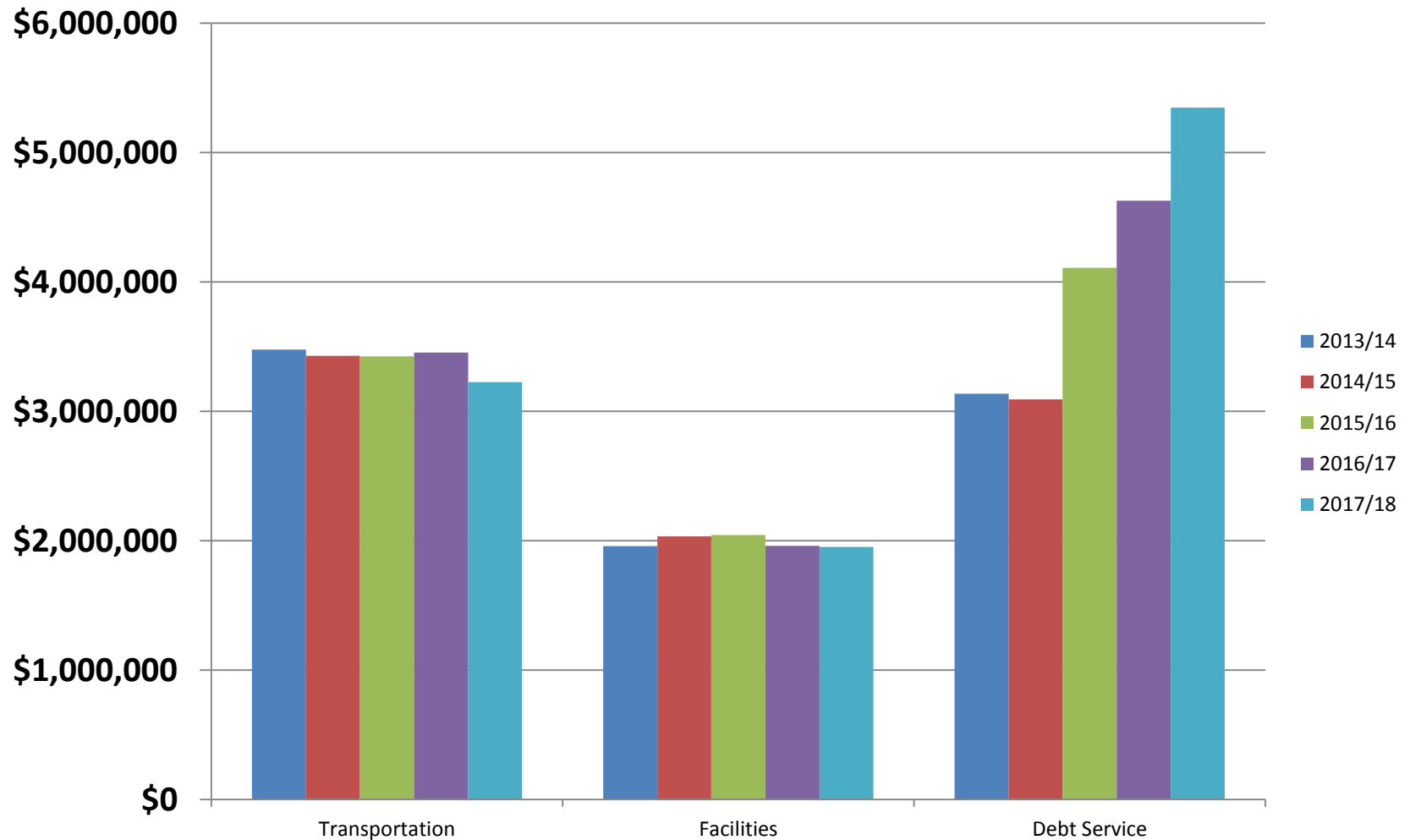
Payroll & Benefits Budgets

5 Year History



Transportation, Facilities & Debt Service Budgets

5 Year History



Budget Summary

- 1XXX – General Support
- Administrative codes including Central Office, Personnel, Legal, Operations and Maintenance, General Insurance and BOCES Administrative Costs
- Increase of \$27,350 or 0.27%

Budget Summary

- 2XXX – Instruction
- Instructional codes including Curriculum Development and Training, Supervision of Schools, Teaching, Special Education, Technology, Guidance, Psychological, Social Work, Health Services, Co-Curricular Activities and Interscholastic Athletics
- Increase of \$2,189,183 or 3.34%

Budget Summary

- 5XXX – Transportation
- Transportation codes include District provided, contractual busses, LIRR, MSBA, and BOCES
- Decrease of \$208,772 or -4.98%

Budget Summary

- 7XXX and 8XXX – Youth and Community
- These codes provide for the use of District facilities by community groups for athletics, the arts, boy scouts and girl scouts, PTA and other non-profit organizations, the District Compact for Learning Committee and the Census
- Virtually no change is anticipated in these codes

Budget Summary

- 9XXX – Undistributed Expenses
- These codes include civil service and teacher retirement system contributions, social security, workers compensation, health insurance, life and unemployment insurance, union benefits, debt service, lease purchases and transfers to special aid and capital funds
- Increase of \$1,191,616 or 4.02%