

2018/2019 Proposed Budget Overview

Rockville Centre UFSD

March 14, 2018

Budget Timeline

- November – December Administrator Input
- January Administration Review
- March 1 Tax Limit Calculation Due
- March 14 Budget Overview
Administrative Budget Review
Instructional Budget Review
- March 27 Staffing Budget Review
- April 17 Preliminary Budget Hearing
- May 2 Formal Budget Hearing
- May 15 Annual Election and Budget Vote

Issues Impacting the Budget

- CPI for Tax Levy Limit (Tax Cap) is 2.00%
 - Actual CPI was 2.13%, but is limited to 2.00% in calculations
 - Due to exemptions, Tax Levy Limit is 3.03%* for Rockville Centre Schools
- Last Debt Service increase due to Bond offset by SED Building Aid
 - \$203,000 in debt service expenditure increase offset by \$400,000 in new building aid revenue increases
- Security Upgrades District-Wide
 - Smart Bond Status
 - Greater Security for our buildings
- Staffing Additions
 - 1:1 assignments
 - Special services – speech, special education, ENL, Support, Other
 - Utilized all contingencies in 17/18

*Tentative

Issues Impacting the Budget

- Health Insurance premium increase over 8% for 2018 following a 12% increase for 2017 after 5 consecutive years under 7% each year, partially offset by negotiated givebacks from unions
- TRS employer contribution rate increase after 3 years of decreases
- Transportation contract reductions due to cooperative bidding
- Special Education Program
 - RISE, CORE, Summer School and Private Placements
- Negotiations
 - Settlements with Administrators, Security and Custodial/Maintenance bargaining units
 - Kept overall contract costs under 2% per year
 - Teacher/TA unit expiring 6/30/19

Budget Overview - Revenue

	<u>2017/2018</u>	<u>2018/2019</u>	<u>\$ Change</u>	<u>% Change</u>
• Tax Levy	\$92,500,000	\$95,250,000	\$ 2,750,000	2.97%
• Revenue				
– State Aid	\$ 11,765,073	\$12,265,073	\$ 500,000	4.25%
– Non-Resident Tuitions	\$ 2,400,000	\$ 2,600,000	\$ 200,000	8.33%
– Other Revenue	\$ 2,817,000	\$ 3,205,000	\$ 368,000	13.77%
• Transfer from ERS Reserve	\$ 400,000	\$ 500,000	\$ 100,000	25.00%
• Transfer from Debt Service	\$ 0	\$ 400,000	\$ 400,000	100.00%
• Applied Fund Balance	\$ 2,800,000	\$ 2,800,000	\$ 0	0.00%
	=====	=====	=====	=====
Grand Total Revenue Support	\$112,682,073	\$116,360,073	\$ 4,338,000	3.85%

Budget Overview - Expense

- Major changes/key items

– Payroll increases	\$2,276,523	
– New Staffing	\$ 638,000	
– Contingent Staffing	\$ 300,000	
– Capital Transfer (Security)	\$ 700,000	
– Debt Service	\$ 202,926	
– ERS	\$ 100,000	
– TRS	\$ 200,000	
– Health Insurance	\$ 700,000	
– BOCES Sp Ed Tuitions	-\$ 483,170	
– Private Sp Ed Tuitions	\$ 151,139	
– FICA	\$ 150,000	
– All other changes	<u>\$ 210,150</u>	
– Total Proposed Increase	\$5,145,568	4.57%

Budget Overview

- Salaries
 - Includes contractual changes only, no expiring contracts until June 30, 2019 (Teachers/TA's), settled three contracts this past year keeping total increases under 2% (Administrators, CSEA Custodial/Maintenance and Security)
 - Includes all current staffing, no cuts
 - Includes Additional Staffing
 - Contingency
 - \$300,000
 - New
 - \$638,000

Employer Contribution Rate

- Employer Contribution Rate (ECR)
 - Employees Retirement System (ERS)
 - Continue to utilize reserve
 - Budget line increase will be \$100,000 and offset by projected revenue from reserve of \$500,000 (increasing from \$400,000 in 17/18)
 - Teachers Retirement System (TRS)
 - Increasing again
 - ECR increased from 9.80% to approx 10.63%
 - Changed projections for life expectancy and rate of return

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	\$5,850,296	\$49,704	
17/18	9.80%	\$5,400,000	\$5,100,000	\$300,000**	
18/19	10.63%	\$5,600,000	\$5,600,000	\$0**	
* 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 2017/2018	\$92,500,000	
• Allowable increase due to tax cap	\$ 2,302,000	2.49%
• Allowable increase due to capital exemptions	\$ 503,000	0.54%
• Maximum Allowable Tax Levy for 2017/2018	\$95,305,000	3.03%
• Tax Cap Increase Allowed without exceeding cap	\$ 2,805,000	
• Tax Cap Increase to be utilized for 2017/2018	\$ 2,750,000	
• Tax Levy will again be UNDER the tax cap	\$95,250,000	2.97%

Impact of Tax Cap on Budget

- Budget for 2017/2018 \$ 112,682,073
- Projected Increase \$ 5,145,568 4.57%
- Allowable increase based on tax cap \$ 2,247,000 1.99%
- Allowable increase for capital exemptions \$ 503,000 0.45%
- Remaining increase that needs to be funded \$ 2,395,568 2.13%
- Need to fund \$2,395,568 from other revenue sources

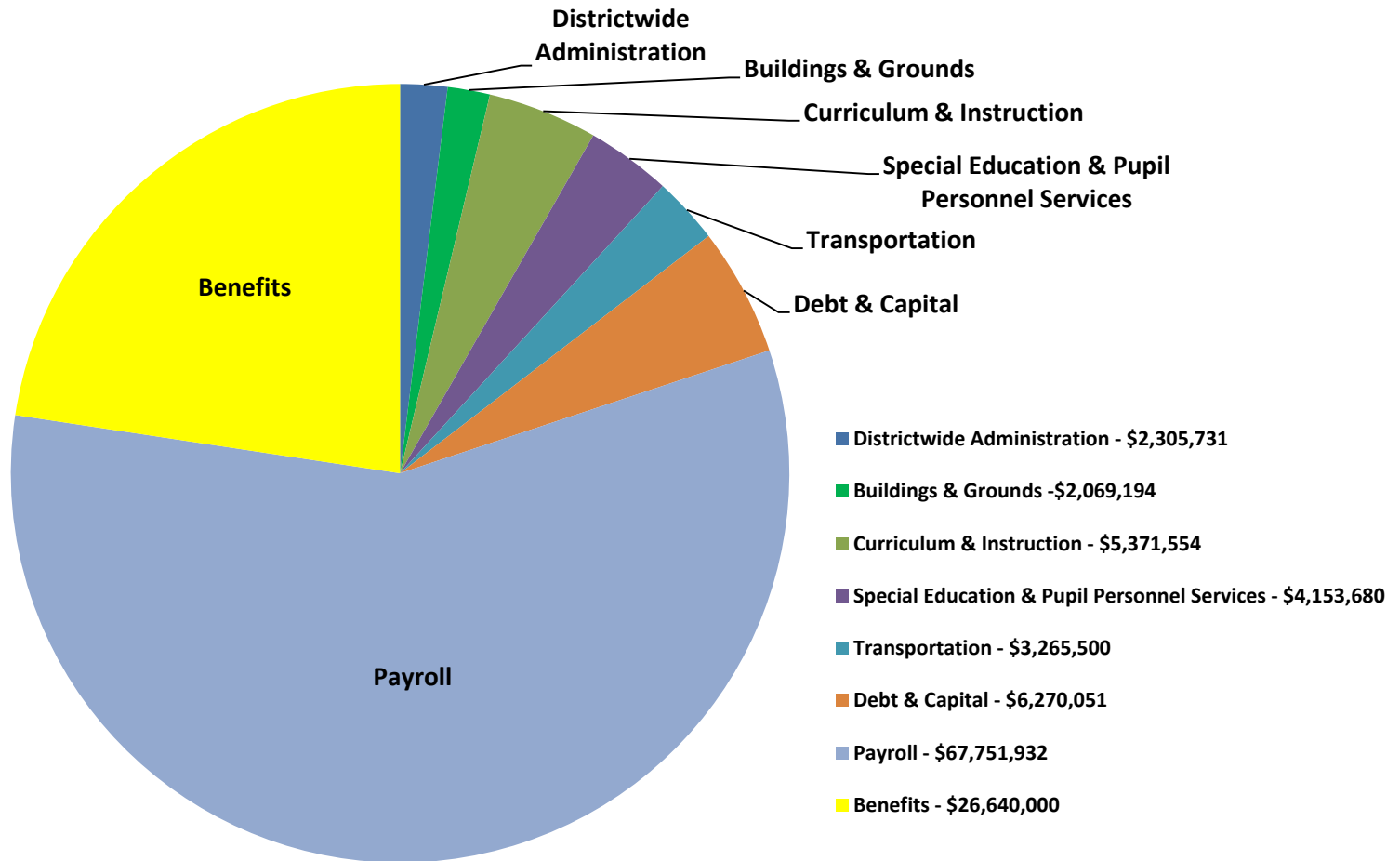
Revenue

- State Aid(BOCES/Building) +\$ 500,000
- Non-Resident Tuitions +\$ 200,000
- Summer School/Interest/Other+\$ 388,000
- Transfer from Debt Service +\$ 400,000
- Transfer from ERS Reserve +\$ 100,000
- Projected Increases +\$1,588,000

Budget & Revenue Summary

- Expense
 - Budget for 2017/2018 \$112,682,074
 - Projected Increase \$ 5,145,568
 - Proposed 2018/2019 Budget **\$117,827,642**
- Revenue
 - Tax Levy \$ 95,250,000
 - Other Revenues \$ 18,970,073
 - Applied Fund Balance \$ 2,800,000
 - Total Proposed Revenues **\$117,020,073**
- **Budget is Not Balanced! Must cut expense and/or increase revenue.**

Proposed 2018/2019 School Budget



Total Proposed 2018/2019 Budget - \$117,827,642

Budget Presentation Detail

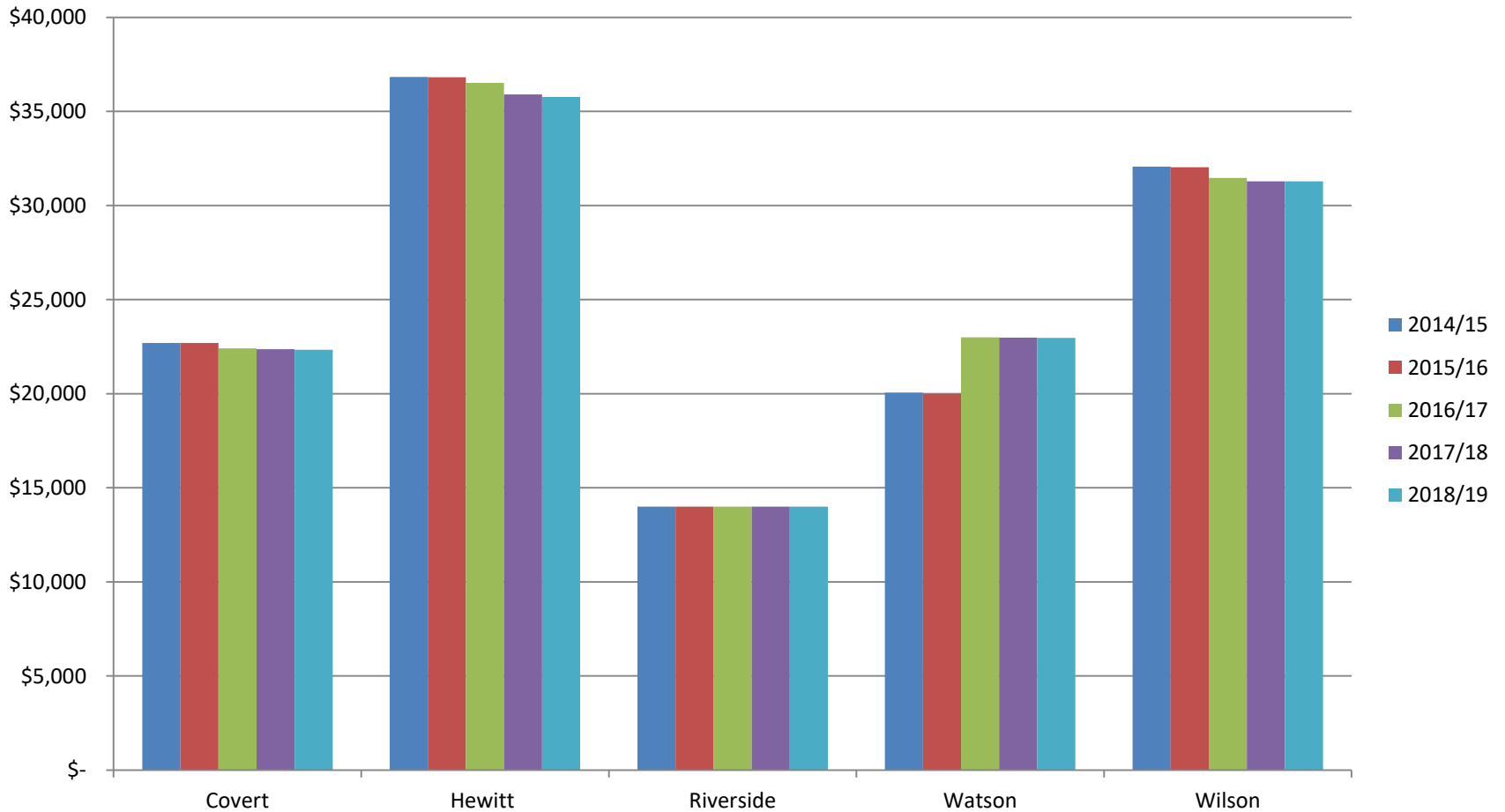
- Presentation of detailed budgets
 - Mar 14 – Administrative Codes
 - General Administrative (Except Facilities/Maintenance)
 - Transportation
 - Youth/Community Services
 - Employee Benefits
 - Debt Service
 - Mar 14 – Instructional Codes
 - Building Budgets
 - Special Education
 - Curriculum and Staff Development
 - Music and Fine Arts
 - Athletics
 - Technology
 - Summer School, Community Education
 - Mar 28 – Staffing Discussion

Curriculum & Instruction Budgets

School	15/16	16/17	17/18	18/19	% Change
Covert	22,692	22,407	22,362	22,342	-0.09%
Hewitt	36,817	36,520	35,895	35,769	-0.35%
Riverside	14,000	14,000	14,000	13,999	-0.01%
Watson	19,998	22,995	22,978	22,958	-0.09%
Wilson	32,028	31,457	31,290	31,281	-0.03%

Elementary Budgets

5 Year History

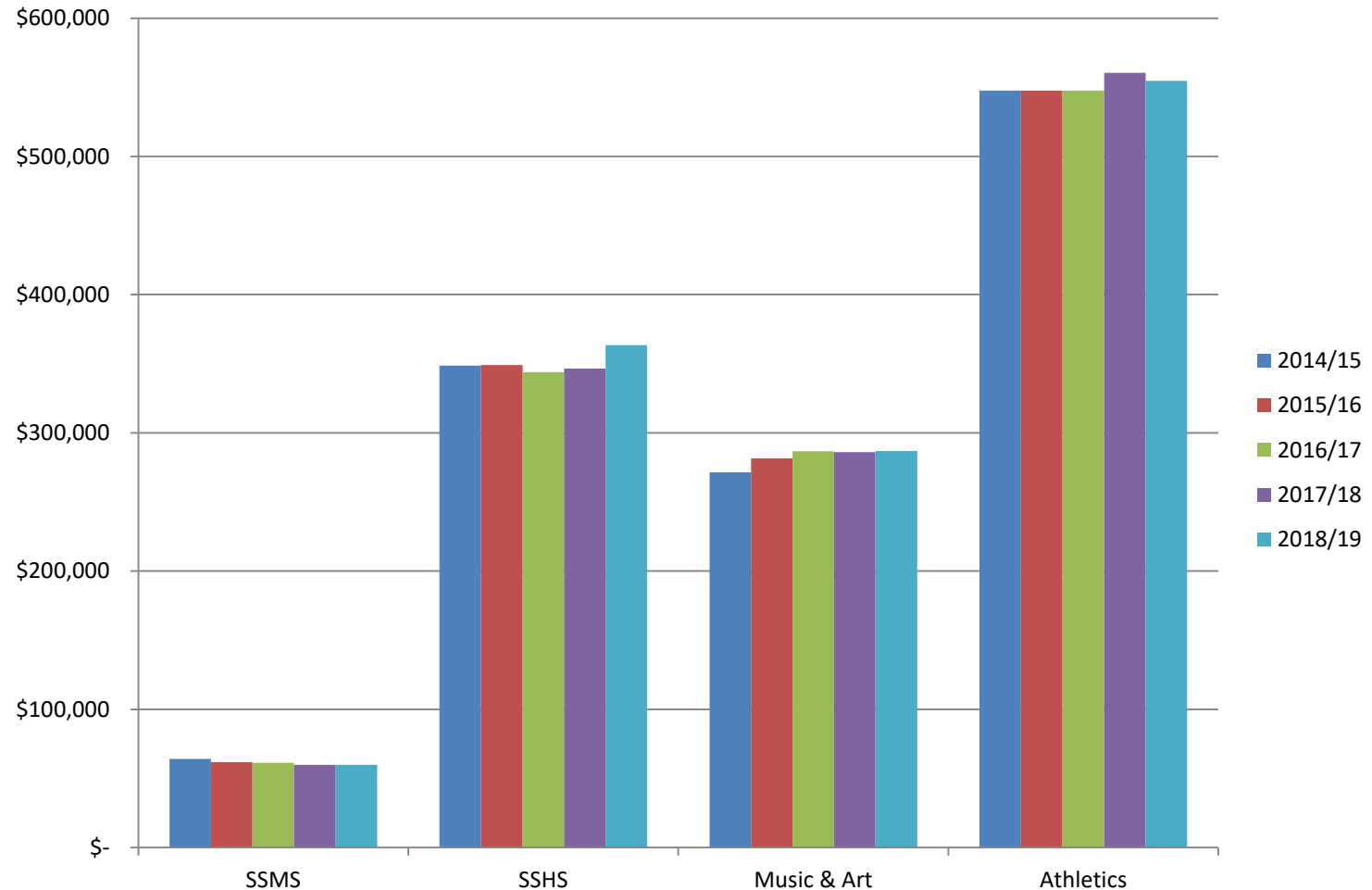


Curriculum & Instruction Budgets

School / Office	15/16	16/17	17/18	18/19	% Change
SSMS	61,883	61,391	59,809	59,780	-0.05%
SSHS	349,054	344,023	346,405	363,423	4.91%
Music & Art	281,436	286,775	285,971	286,862	0.31%
Athletics	547,548	547,548	560,422	554,677	-1.03%

Secondary and Program Budgets

5 Year History

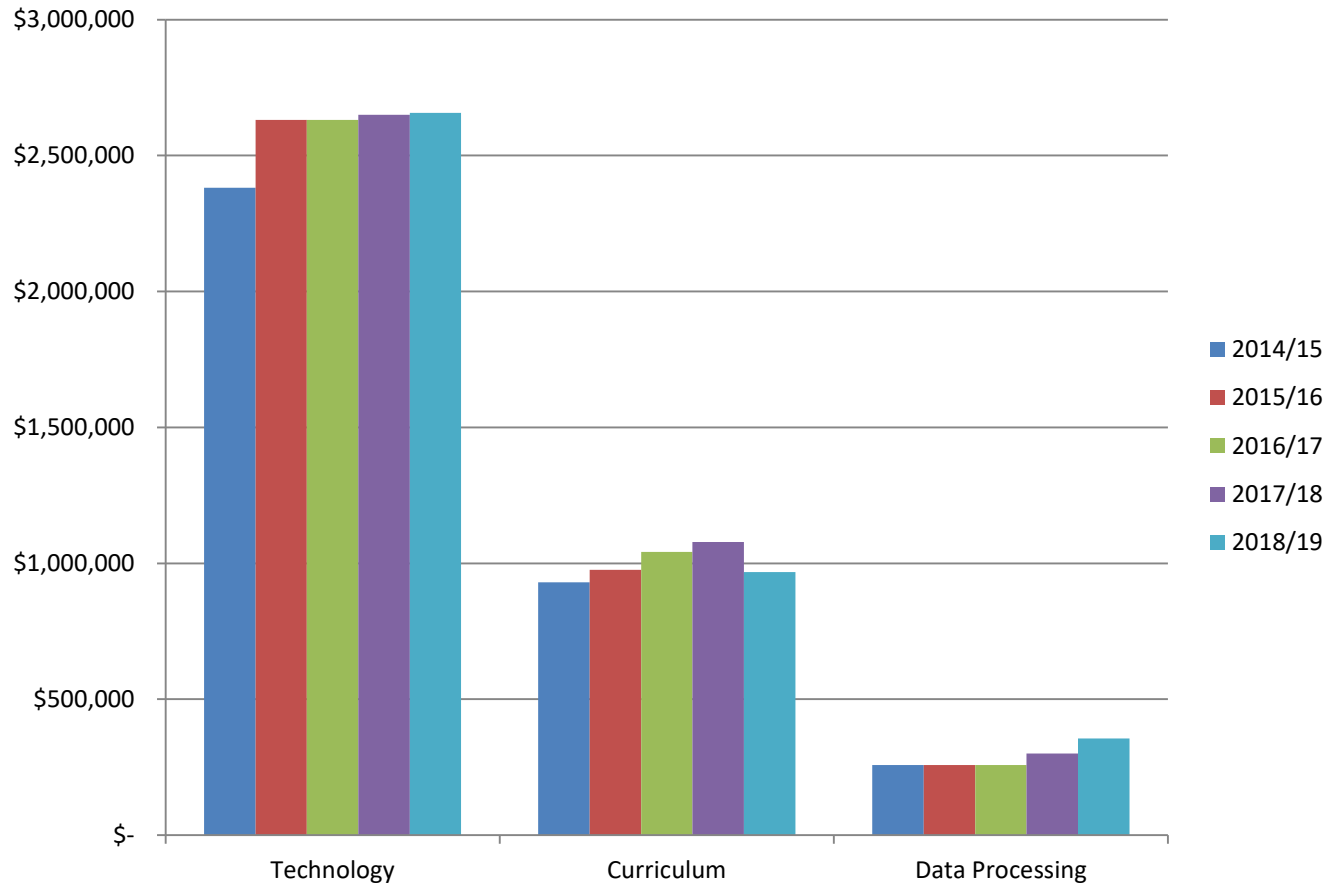


Curriculum & Instruction Budgets

Office	15/16	16/17	17/18	18/19	% Change
Curriculum	976,400	1,041,723	1,079,019	968,317	-10.26%
Technology	2,631,431	2,630,532	2,650,217	2,656,396	0.23%
Data Processing	258,100	258,100	300,750	355,750	18.29%
Curriculum & Instruction Total	5,231,387	5,297,471	5,409,118	5,371,554	-0.69%

Curriculum and Technology Budgets

5 Year History

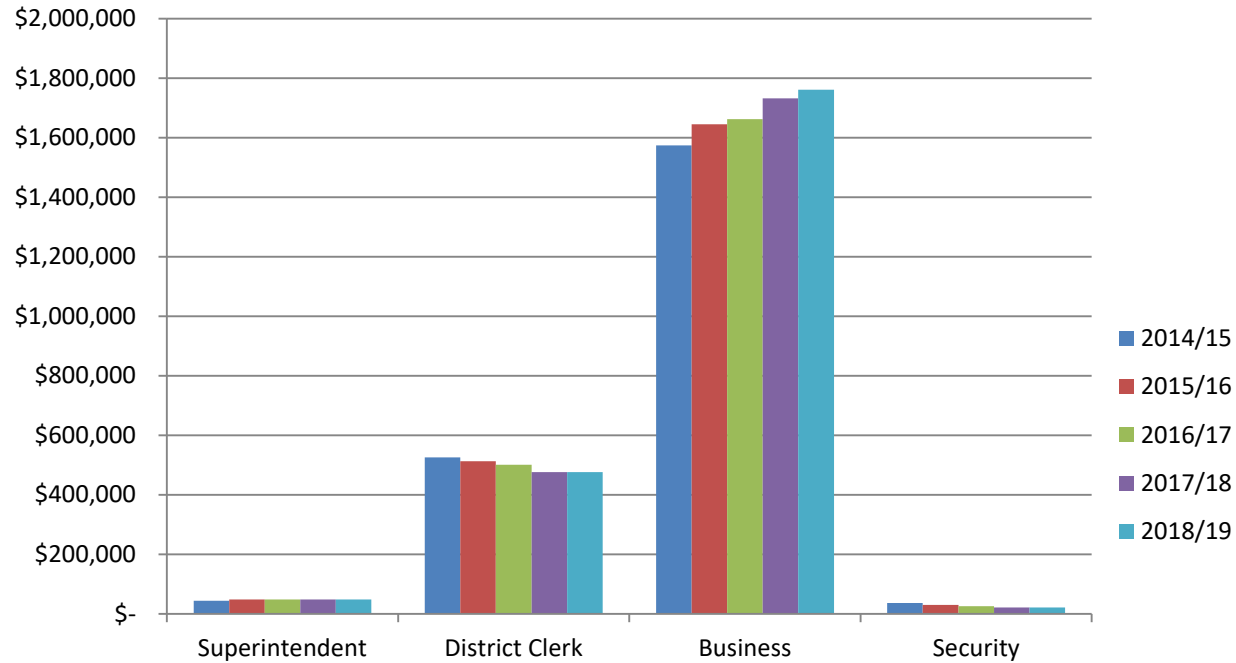


Districtwide Administration Budgets

Office	15/16	16/17	17/18	18/19	% Change
Superintendent	48,200	48,200	48,200	48,200	0.00%
District Clerk	512,608	500,484	475,708	476,159	0.09%
Business	1,645,603	1,662,295	1,732,578	1,760,872	1.63%
Security	29,500	25,500	20,500	20,500	0.00%
Districtwide Administration Totals	2,235,911	2,236,479	2,276,987	2,305,731	1.26%

District Wide Administration Budgets

5 Year History

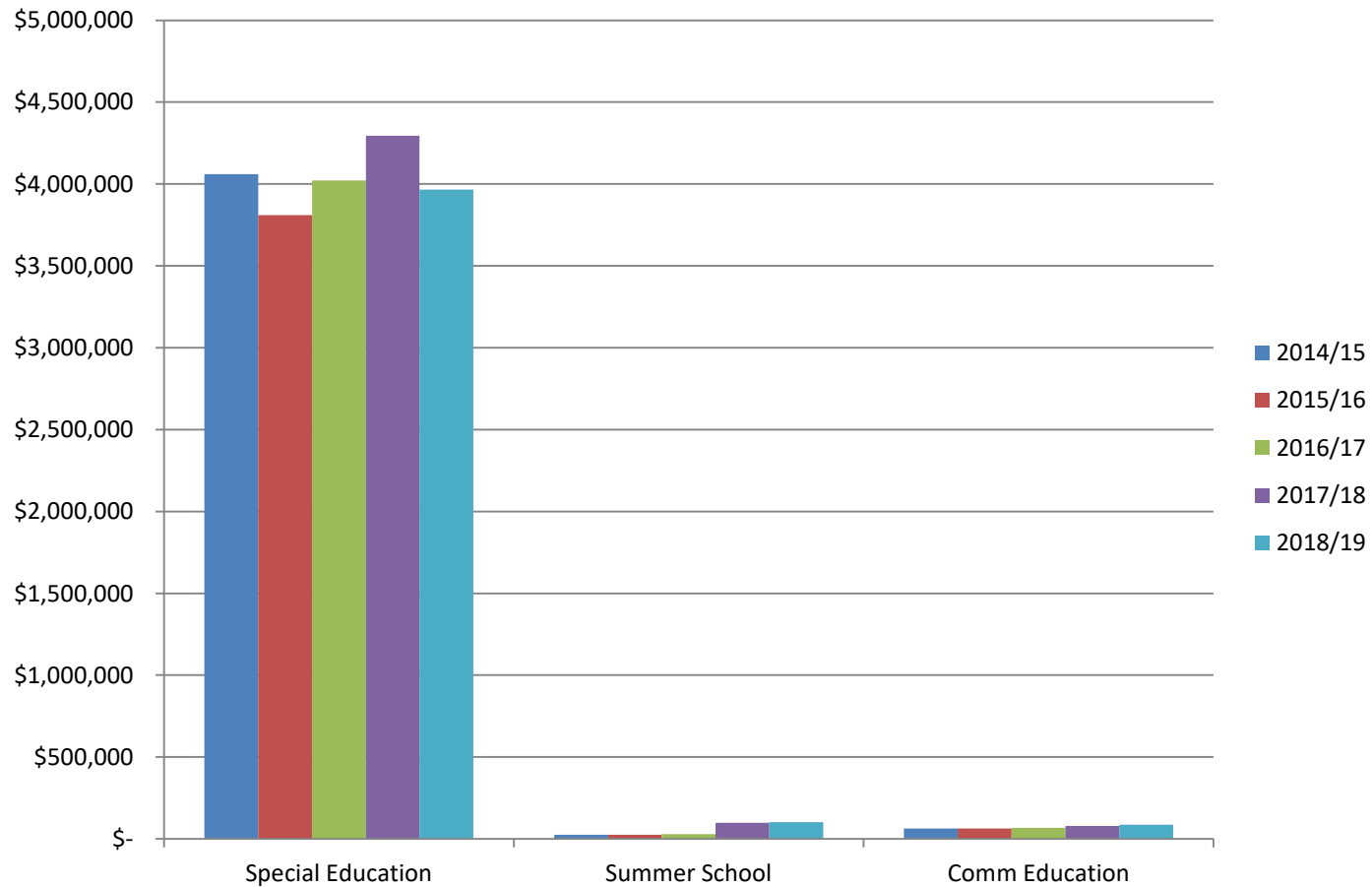


Special Education & Pupil Personnel Services Budget

Office	15/16	16/17	17/18	18/19	% Change
Special Education	3,810,586	4,021,503	4,295,770	3,965,405	-7.69%
Summer School	26,000	29,000	99,000	101,600	2.63%
Community Education	64,625	67,925	78,925	86,675	9.82%
SE & PPS Totals	3,901,211	4,118,428	4,473,695	4,153,680	-7.15%

Special Education & Pupil Personnel Budgets

5 Year History

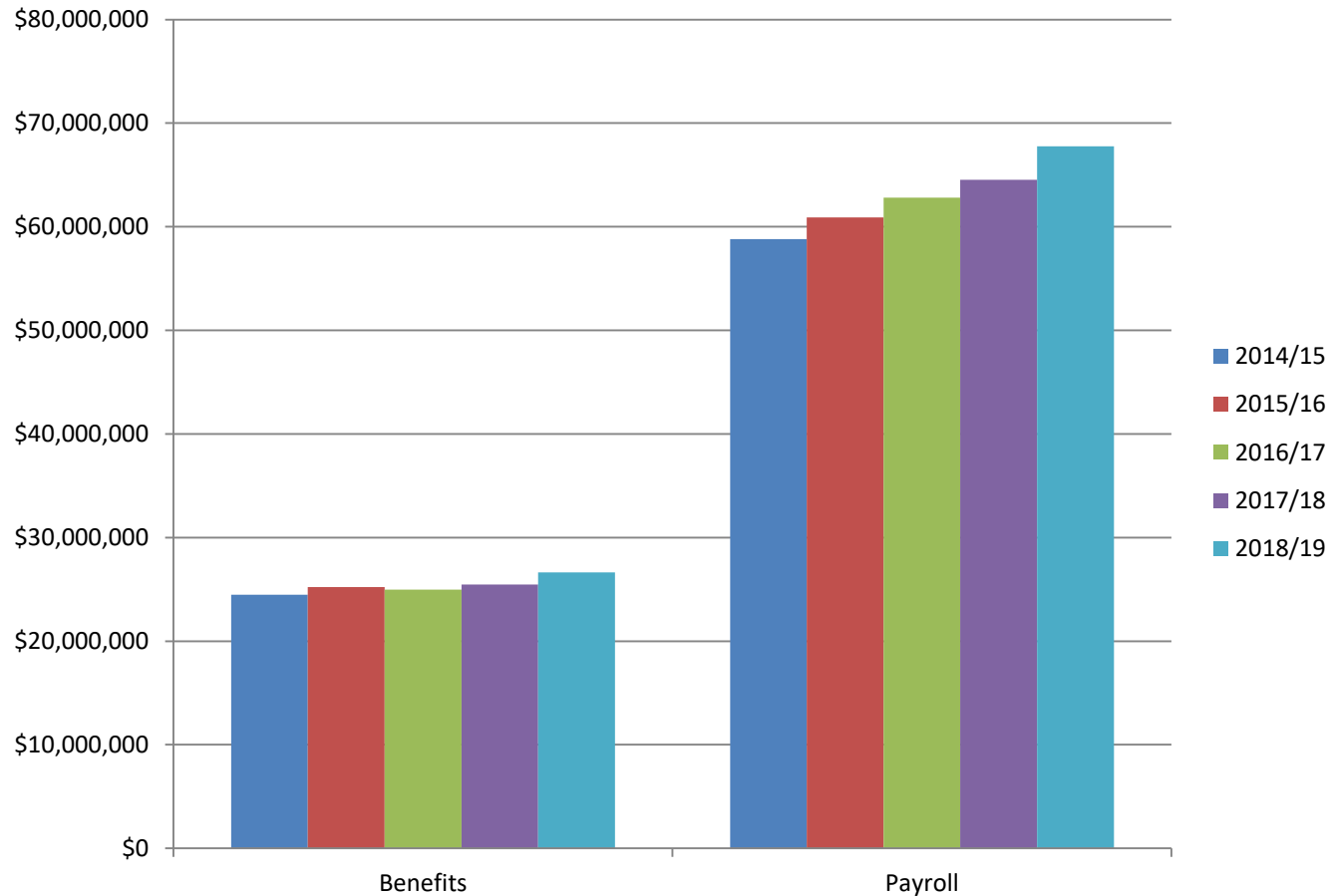


Other Budgets

Office	15/16	16/17	17/18	18/19	% Change
Benefits	25,210,400	24,987,400	25,459,400	26,640,000	4.64%
Payroll	60,901,299	62,799,659	64,537,409	67,751,932	4.98%
Transportation	3,424,700	3,454,700	3,226,500	3,265,500	1.21%
Facilities	2,044,058	1,961,048	1,951,839	2,069,194	6.01%
Debt Service	4,129,694	4,627,509	5,347,125	6,270,051	17.26%

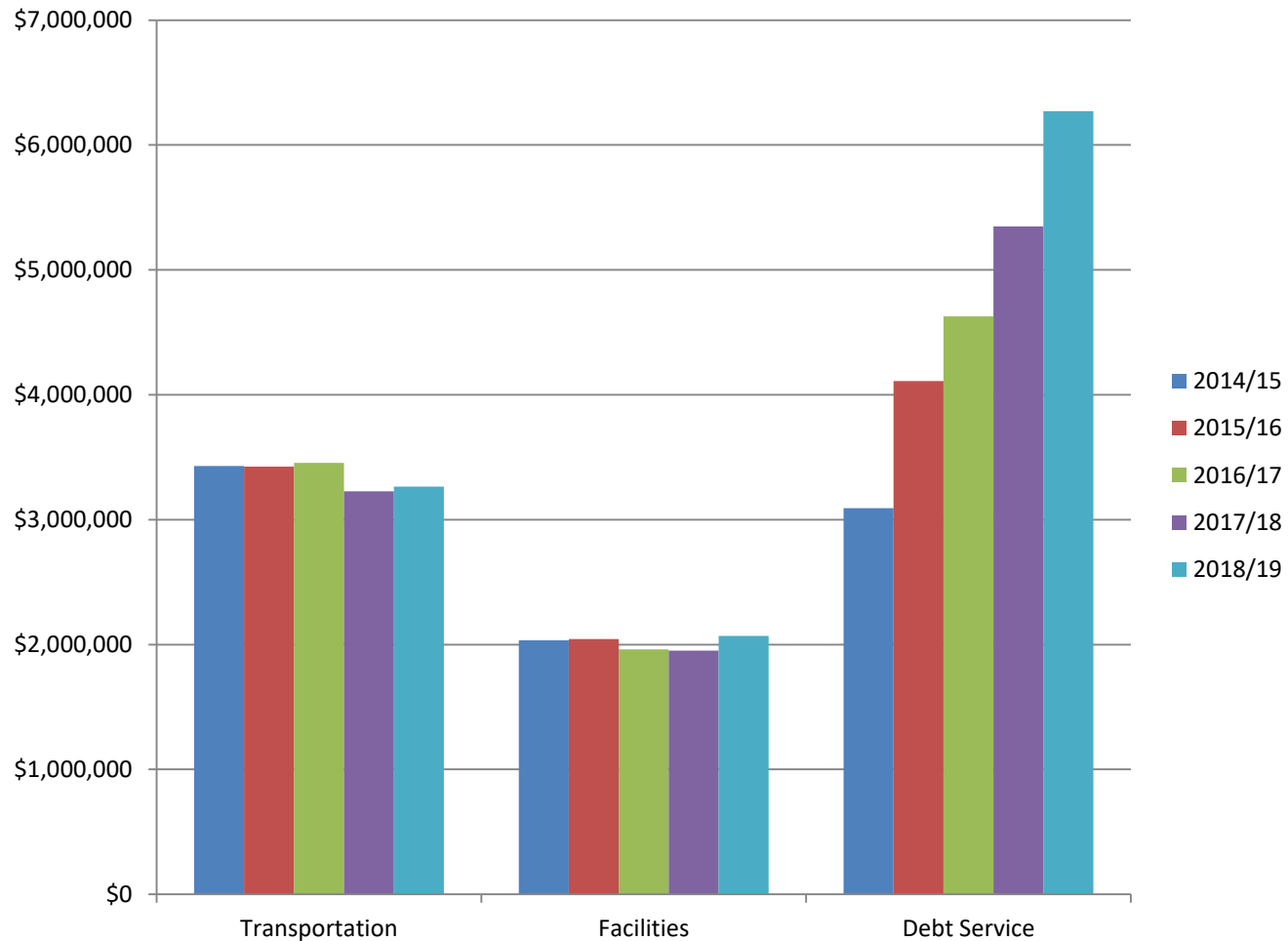
Payroll & Benefits Budgets

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 \$157,507 or 1.57%

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 \$2,850,915 or 4.21%

Budget Summary

- 5XXX – Transportation
- Transportation codes include District provided, contractual busses, LIRR, MSBA, and BOCES
- Increase of \$32,620 or 0.82%

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 \$2,103,526 or 6.83%