



Board of Education  
2013-2014 School Year Budget – Final Draft  
April 9, 2013

## Rollover Budget

2012-13 Budget \$38,076,500

2013-14 Rollover Budget \$38,843,317

2013-14 Budget Final Draft \$39,321,267

Increase Budget to Budget \$ 1,244,768

3.27% (Budget to Budget)

3.10% (Estimated Tax Cap with Exclusions)

Main Drivers of Increase:

General Support - Legal Fees/Building Maintenance/Liability Insurance

Instruction - Staffing Costs/Special Education Costs

Benefits- Teachers Retirement System/Employee Retirement System/Health Insurance

\*\*\*\* Budget is predicated on current tax assessment levels.



## 2013-2014 Budget Assumptions

- Medical Insurance 9.5% Increase- As set by NYSHIP
- District Liability Insurance - 5% Increase - As set by NYSIR
- Teachers Retirement System - 33% Increase as per TRS (finalized in February)
- Utilities - 3% Increase - As set by Market
- Transportation - 3% Increase - As set by Suffolk Transportation
- BOCES Transportation - 2.5% Increase - As set by Suffolk BOCES
- BOCES Services - 2.5% Increase - As set by Suffolk BOCES
- Dental Insurance 2% - As set by JJ Stanis
- Special Education Costs - \$100,000 increase (based upon current enrollment)



In 2012-2013, \$740,000 of one-time construction projects were included. These “one-time” items were not included in 2013-2014.

In 2013-2014, Retirement Contributions/Health Insurance accounted for a 3.5% (\$1,325,000) increase to the budget.

How will the district maintain program and account for other increases? Reduction of the one-time construction budget allocation.

What is maintained?

- Current Curriculum
- Equipment Purchasing Allocations
- Current Staffing Levels



## Budget Summary: Tax Cap

Tax Cap Formula available In January - Key components still pending are final State Aid and Teachers Retirement Contribution Option. Estimated tax levy cap for the district is 3.10%

**Tax Levy** - The total amount of property taxes a school district must collect to balance its budget, after accounting for all other revenue sources including state aid. The tax levy is the basis for determining the tax rate for each of the cities, towns or villages that make up a school district.

**Tax Rate** - The tax bill continues to be calculated by using a property's assessed value (as determined by the local town assessor) and the tax rate—or the amount paid in taxes per \$1,000 of assessed value. The tax rate is the total school tax levy divided by the total assessed value of property in the school district (as determined by Town of Brookhaven).

Inflation was 2.20% so Tax Levy Cap will be 2% plus exclusions.

Teachers Retirement System

Employee Retirement System

Capital Costs

Prior Year Judgments & Claims

Tax cap is on the total tax levy and not on individual home owner. Grievances and Tax Reassessments effect individual tax rates and not the tax levy.

Tax Rate is the proportionate amount that the home owners pay of the total Tax Levy



- Board of Education provided guidance on total budget figure.

Administrative Directive - Proceed to Tax Cap

3.27% (Exclusions/Enhancements to estimated cap 3.10% Tax Levy Cap)  
Budget Increase of \$1,244,768 (\$39,321,267)

**Tax Cap Exclusions**

Teachers Retirement contributions above 2%

Capital - Debt Service and Capital Projects

**Enhancements**

\$100,000 for Elementary Math Textbook and Secondary English Textbook Adoption

\$100,000 for Special Education Cost Increases

\$80,000 for two additional security guards

\$40,500 - Digital Music/Video Production room technology upgrade

\$15,500 - Scan Tech room technology upgrade

\$ 6,000 for Fast Math - A Technology Based AIS Math program

- Superintendent and administration will continue to review staffing, scheduling, and enrollment.
- On March 27th finalization of State Aid
- Business Office reviews/finalizes estimates and computes Tax Levy Cap
- Budget Advisory Committee receives Board of Education and District recommendations.



## Final Draft Overview

	2012/2013	2013/2014	Change
1000 - 1999 GENERAL SUPPORT	\$4,424,734	\$4,643,549	\$218,815
2000 - 2999 INSTRUCTION	\$19,231,315	\$19,748,454	\$517,139
5000 - 5999 TRANSPORTATION	\$2,067,939	\$2,126,610	\$58,671
9000 - 9099 EMPLOYEE BENEFITS	\$9,969,717	\$11,159,010	\$1,189,293
9700 - 9799 DEBT SERVICE	\$1,642,794	\$1,643,644	\$850
9900 - 9999 INTERFUND TRANSFERS	\$740,000	\$0	(\$740,000)
	=====	=====	=====
GRAND TOTALS	\$38,076,500	\$39,321,267	\$1,244,767



# Staffing For 2013-2014

	11/12 budgeted	12/13 actual	12/13 budgeted	13/14 budgeted
ADMINISTRATORS	10	11	11	11
TEACHERS	117.9	112.4	108.9	111.4
NURSES	3	3	3	3
GUIDANCE COUNSELORS	4	4	4	4
PSYCHOLOGIST	2	2	2	2
SOCIAL WORKER	1	1	1	1
<b>PJTA ASSOCIATION TOTAL</b>	<b>127.9</b>	<b>122.4</b>	<b>118.9</b>	<b>121.4</b>
AIDES	8	8	10	8
ASSISTANTS	35	31	31	30
LIFEGUARDS	1	1	1	1
<b>PARA ASSOCIATION TOTAL</b>	<b>44</b>	<b>40</b>	<b>42</b>	<b>39</b>
CLERICAL	19	19	19	19
CONFIDENTIAL	3	3	3	3
<b>TOTAL OFFICE STAFF</b>	<b>22</b>	<b>22</b>	<b>22</b>	<b>22</b>
FACILITY & TECHNOLOGY SPRVSR	12	12	12	12
CSEA MEMBERS	14.5	14.5	14.5	14.5
<b>TOTAL DISTRICT STAFF</b>	<b>230.40</b>	<b>221.90</b>	<b>220.40</b>	<b>219.90</b>





# Revenue for 2013-2014

Updated - Summary of Estimated Revenues  
2013-14 Proposed Budget

<b>(A) State Aid = Adopted NYS Budget</b>				
<b>ITEM</b>	<b>Budget</b>	<b>Budget</b>	<b>Difference</b>	
	<b>2012-13</b>	<b>2013-14</b>	<b>\$</b>	<b>%</b>
<b>Proposed Budget</b>	38,076,500	39,321,267	1,244,768	<b>3.27%</b>
State Aid Projection	3,079,714	3,118,967	39,253	<b>1.27%</b>
<b>Other Revenue</b>				
Continuing Education	0	0	0	n/a
Health Services/Tuition	150,000	305,000	155,000	103.33%
Interest Income	65,000	50,000	(15,000)	<b>-23.08%</b>
Rentals	760,000	770,000	10,000	1.32%
Reserves-SCTR	0	0	0	n/a
Pilot Program	1,280,000	1,309,667	29,667	2.32%
Miscellaneous	141,000	157,500	16,500	11.70%
Budget Gap	0	0	0	n/a
Fund Balance Transfer	0	0	0	n/a
<b>Total Other Revenue</b>	<b>2,396,000</b>	<b>2,592,167</b>	<b>196,167</b>	<b>8.19%</b>
<b>Total Non Tax Levy Revenues</b>	<b>5,475,714</b>	<b>5,711,134</b>	<b>235,420</b>	<b>4.30%</b>
<b>Tax Levy Revenues Required</b>	<b>32,600,786</b>	<b>33,610,133</b>	<b>1,009,347.50</b>	<b>3.10%</b>
<b>Total Assessed Valuation</b>	<b>24,279,954</b>	<b>24,080,800</b>	<b>(199,154)</b>	<b>-0.82%</b>
<b>Projected Tax Rate</b>	<b>134.27</b>	<b>139.57</b>	<b>5.30</b>	<b>3.95%</b>



# Teachers Retirement System

**Pension Reform**- The final State budget has Stable Rate Pension Contribution Option

*Local governments and school districts would be given the option to “lock in” long-term, stable rate pension contributions for a period of seven years. The proposed stable rates would be 14 percent for TRS. Absent this option, the system average 2013-14 rate would be 16.5 percent for TRS.*

*The TRS board could increase the rate by up to two percentage points in the third year and again in the fifth year. All districts would resume paying the standard contribution rate in the eighth year. Districts could opt out at any point by paying the difference between what they have paid and would have paid under standard practice, plus interest. The option would terminate if TRS’s funded status drops below 80 percent. An employer must elect to participate in the program in the plan year beginning July 1, 2013.*

The district budgeted for a 15.5% increase. The actual rate was 16.25%. This equals a \$120,000 difference. It raised the budget and also raised the allowable tax levy cap.

If the district were to elect to utilize this option, A \$311,000 expense decrease would be realized with a \$150,000 decrease in the allowable tax levy cap.

The pension system contribution rate is based on two factors: number of retirees and how the pension fund investments are performing in the market. As mentioned in the past, the TRS contribution rate and the Dow have an inverse relationship. And the relationship seems to lag three to four years. As the Dow market increases then the TRS rate decreases. The Dow is at an all-time high. Also, a 36 year analysis of TRS rates shows the rate to average 10.73%.

Employee Retirement Contribution Rate Options are still under development.



# Final Draft Detail

ACCOUNT GROUP		2012-13 BUDGET	2013-14 NEW BUDGET	Change	
1010....BOARD OF EDUCATION	*	\$23,485.00	\$23,485.00	\$0.00	
1040....DISTRICT CLERK	*	\$10,000.00	\$10,000.00	\$0.00	
1060....DISTRICT MEETING	*	\$4,150.00	\$4,150.00	\$0.00	
1240....CHIEF SCHOOL ADMINISTRATOR	*	\$334,812.26	\$338,044.00	\$3,231.74	
1310....BUSINESS ADMINISTRATOR	*	\$374,414.94	\$383,332.33	\$8,917.39	
1320....AUDITING	*	\$86,200.00	\$87,584.00	\$1,384.00	
1325....TREASURER	*	\$78,831.00	\$80,302.00	\$1,471.00	
1380....FISCAL AGENT FEES	*	\$11,600.00	\$11,832.00	\$232.00	
1420....LEGAL FEES	*	\$80,500.00	\$111,630.00	\$31,130.00	
1430....PERSONNEL	*	\$86,024.44	\$102,497.78	\$16,473.34	
1440....LEGAL ADS	*	\$10,000.00	\$10,200.00	\$200.00	
1480....PUBLIC INFO AND SERVICE	*	\$44,700.00	\$50,735.00	\$6,035.00	
1620....OPERATION MAINT/PLANT	*	\$1,791,412.00	\$1,813,575.00	\$22,163.00	
1621....MAINTENANCE OF PLANT	*	\$864,483.00	\$943,659.00	\$79,176.00	
1670....CENTRAL PRINTING AND MAILING	*	\$59,561.00	\$69,561.00	\$10,000.00	
1680....CENTRAL PRINTING AND MAILING	*	\$40,583.00	\$51,597.58	\$11,014.58	
1681....DATA PROCESSING DISTRICT	*	\$140,672.00	\$150,180.00	\$9,508.00	
1910....UNALLOCATED INSURANCE	*	\$216,558.00	\$230,835.90	\$14,277.90	
1920....SCHOOL ASSOCIATION DUES	*	\$200.00	\$200.00	\$0.00	
1930....JUDGMENTS & CLAIMS	*	\$15,000.00	\$15,000.00	\$0.00	
1950....ASSESSMENTS ON SCHOOL PROPERTY	*	\$7,500.00	\$7,500.00	\$0.00	
1981....ADMIN CHARGE-BOCES	*	\$144,047.58	\$147,648.77	\$3,601.19	
<b>1....GENERAL SUPPORT</b>	<b>***</b>	<b>\$4,424,734.22</b>	<b>\$4,643,549.36</b>	<b>\$218,815.14</b>	<b>4.95%</b>



# Final Draft Detail

ACCOUNT GROUP		2012-13 BUDGET	2013-14 NEW BUDGET	Change	
2010....CURR. DEV./SUPERVISION	*	\$281,878.93	\$434,909.99	\$153,031.06	
2020....SUPER. REG. SCHOOL	*	\$1,284,867.22	\$1,164,884.96	(\$119,982.26)	
2110....REGULAR SCHOOL	*	\$9,816,770.46	\$10,128,697.85	\$311,927.39	
2190....ELEMENTARY GIFTED & TALENTED	*	\$44,060.26	\$46,282.12	\$2,221.86	
2250....SPECIAL EDUCATION PROGRAM	*	\$4,523,164.21	\$4,620,632.00	\$97,467.79	
2280....OCCUP. ED.	*	\$193,761.90	\$198,605.92	\$4,844.02	
2332....SUMMER INSTRUCTION	*	\$12,000.00	\$12,000.00	\$0.00	
2610....LIBRARY	*	\$275,736.08	\$316,407.86	\$40,671.78	
2630....COMPUTER ASSISTED INSTRUCT.	*	\$783,458.57	\$768,885.45	(\$14,573.12)	
2810....GUIDANCE	*	\$509,341.95	\$518,036.02	\$8,694.07	
2815....HEALTH SERVICES	*	\$226,310.00	\$228,972.00	\$2,662.00	
2816....DIAGNOSTIC SCREENING	*	\$4,000.00	\$4,000.00	\$0.00	
2820....PSYCHOLOGY SERVICES	*	\$172,351.00	\$173,632.00	\$1,281.00	
2821....DRUG FREE SCHOOL COUNSEL	*	\$46,060.00	\$46,405.50	\$345.50	
2825....SOCIAL WORK SRVC-REG SCHOOL	*	\$46,310.00	\$46,655.50	\$345.50	
2850....COCURRICULAR ACTIVITIES	*	\$264,843.00	\$266,043.00	\$1,200.00	
2855....INTERSCHOLASTIC ACT.	*	\$746,401.80	\$773,404.80	\$27,003.00	
2....INSTRUCTION	***	\$19,231,315.38	\$19,748,454.97	\$517,139.59	<b>2.69%</b>



# Third Draft Detail

5510....D.O. TRANSPORTATION	*	\$79,527.00	\$80,449.00	\$922.00	
5540....CONTRACTED TRANSPORTATION	*	\$1,605,462.36	\$1,653,637.00	\$48,174.64	
5581....TRANS. BOCES	*	\$382,950.00	\$392,523.75	\$9,573.75	
<b>5....TRANSPORTATION</b>	<b>***</b>	<b>\$2,067,939.36</b>	<b>\$2,126,609.75</b>	<b>\$58,670.39</b>	<b>2.84%</b>
9010....EMP. RETIREMENT SYSTEM	*	\$565,000.00	\$642,420.00	\$77,420.00	
9020....TEACHERS RETIRE. SYSTEM	*	\$1,578,099.96	\$2,250,000.00	\$671,900.04	
9030....FICA	*	\$1,473,336.70	\$1,452,803.43	(\$20,533.27)	
9040....WORKMEN'S COMPENSATION	*	\$123,000.00	\$103,000.00	(\$20,000.00)	
9045....LIFE INSURANCE	*	\$122,000.00	\$124,440.00	\$2,440.00	
9050....UNEMPLOYMENT	*	\$332,280.00	\$232,280.00	(\$100,000.00)	
9060....HEALTH INSURANCE	*	\$5,776,000.62	\$6,354,065.70	\$578,065.08	
<b>9....BENEFITS</b>	<b>***</b>	<b>\$9,969,717.28</b>	<b>\$11,159,009.13</b>	<b>\$1,189,291.85</b>	<b>11.93%</b>
9711....SERIAL BOND	*	\$1,402,793.76	\$1,403,644.00	\$850.24	
9760....TAN	*	\$240,000.00	\$240,000.00	\$0.00	
9950....TRANSFER TO CAPITAL	*	\$740,000.00	\$0.00	(\$740,000.00)	
<b>9....DEBT SERVICE/TRANSFERS</b>	<b>***</b>	<b>\$2,382,793.76</b>	<b>\$1,643,644.00</b>	<b>(\$739,149.76)</b>	<b>-31.02%</b>
		=====	=====	=====	
<b>GRAND TOTALS</b>	<b>****</b>	<b>\$38,076,500.00</b>	<b>\$39,321,266.13</b>	<b>\$1,244,766.13</b>	<b>3.27%</b>



# Budget by Component

**Administrative Component**      \$3,471,110 (8.83%)

Board of Education/Superintendents Office/Business Office/Personnel/Technology/Auditors/Liability Insurance/Legal Costs

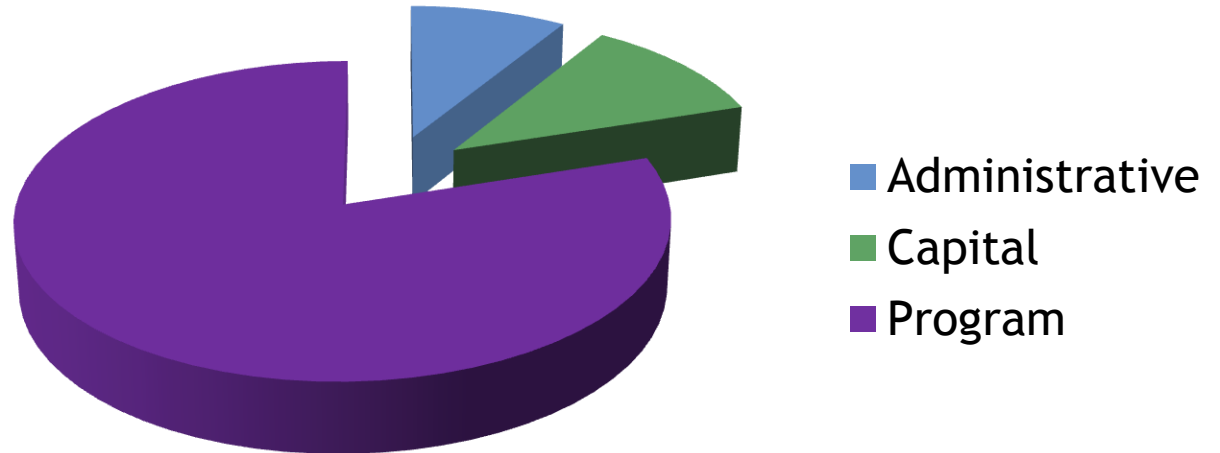
**Capital Component**                \$4,415,878 (11.23%)

Custodial/Buildings & Grounds/Utilities/Debt Service

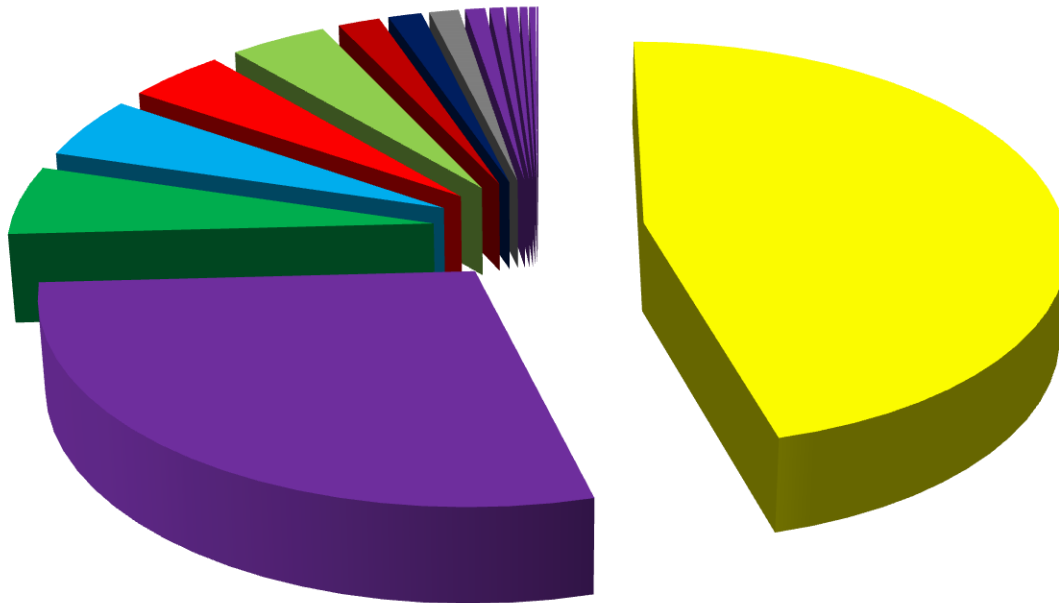
**Program Component**                \$31,434,278 (79.94%)

Instructional Program

## 2013/2014 Budget Components



# 2013/2014 Budget



- Salaries \$18,003,638
- Emp Benfits \$11,159,009
- BOCES \$2,145,325
- Contractual \$1,918,430
- Transportation \$1,653,637
- Debt Service \$1,643,644
- Tuition \$710,287
- Utilities \$566,135
- Supplies \$499,594
- Equipment \$339,047
- Liability Insurance \$229,836
- Textbooks \$186,553
- Other \$127,178
- Software \$108,450
- Postage \$30,504

