



Board of Education

2013-2014 School Year Budget – Budget Hearing

May 14th, 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.



## Budget Summary: Tax Cap

Tax Cap Formula was available In January - Key components were final State Aid and Teachers Retirement Contribution Rate. 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.
- March 27th finalization of State Aid
- Business Office reviewed/finalized estimates and computed Tax Levy Cap
- Budget Advisory Committee received 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



# 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>



## Revenue Sources

**State Aid**      \$3,118,967 (7.93%)

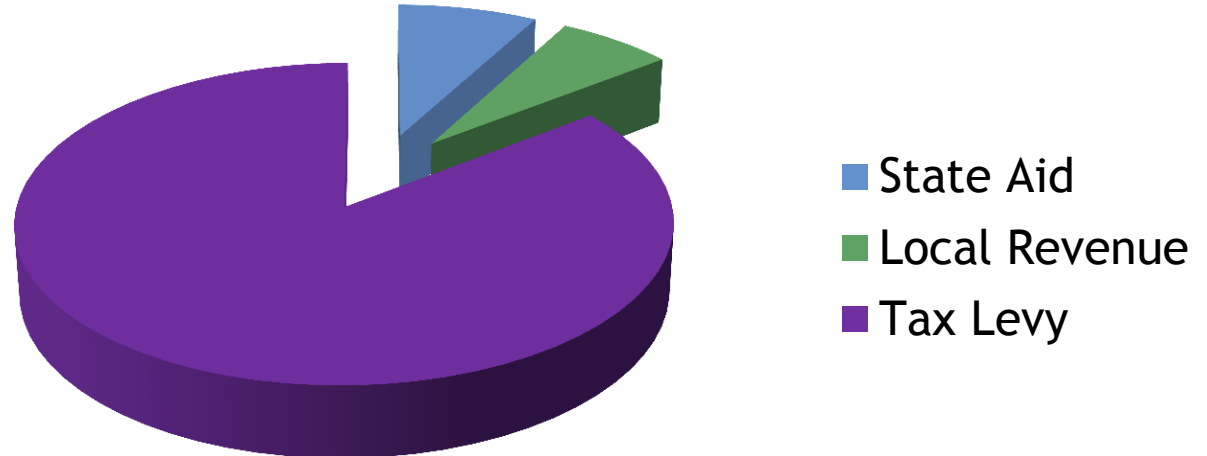
**Local Revenue**   \$2,592,167 (6.59%)

Rental of Spring Street / PILOT payment on Peaker Plant, Tuition

**Tax Levy**      \$33,610,133 (85.48%)

Instructional Program

## 2013/2014 Revenue Components



## Budget by Component

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

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

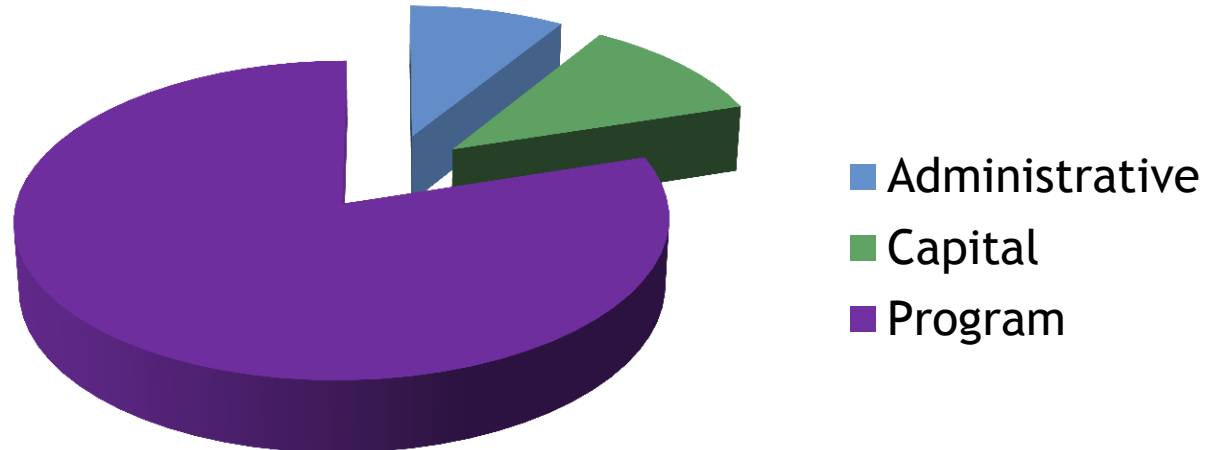
**Capital Component**              \$4,415,878 (11.23%)

Custodial/Buildings & Grounds/Utilities/Debt Service

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

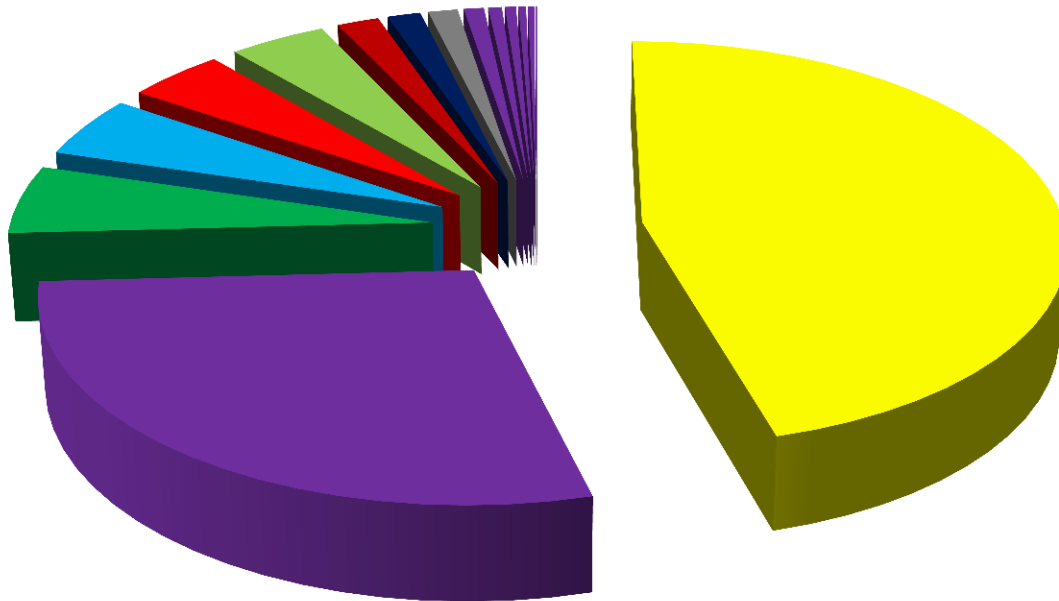
Instructional Program

### 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
- Liabilty Insurance \$229,836
- Textbooks \$186,553
- Other \$127,178
- Software \$108,450
- Postage \$30,504



# Budget Notice

## School District Budget Notice

	Budget Adopted for the 2012 School Year	Budget Proposed for the 2013 School Year	Contingency Budget for the 2013 School Year*
Total Budgeted Amount	\$ 38,076,500	\$ 39,321,266	\$ 38,076,500
Increase/decrease for the 2012 school year		\$ 1,244,766	\$ -
Percentage increase(decrease)in each budget		3.27%	0.00%
Percentage increase(decrease)in the consumer price index		2.10%	
School Tax Levy Limit		\$ 32,028,010	
Proposed School Year Tax Levy (without permissible exclusions to the School Tax Levy Limit)		\$ 32,027,312	\$ 31,596,754
Total Permissible Exclusions		\$ 1,582,821	
Proposed School Year Tax Levy (including permissible exclusions to the School Tax Levy Limit)		\$ 33,610,133	\$ 32,600,786
Administrative Component	\$ 3,320,585	\$ 3,471,110	\$ 3,320,235
Program Component	\$ 29,702,226	\$ 31,434,278	\$ 30,550,326
Capital Component	\$ 5,053,689	\$ 4,415,878	\$ 4,205,939

\*Statement of assumptions made in projecting a contingency budget for the 2013-14 school year, should the budget be defeated.(1)

Should it become necessary to adopt a contingency budget, the district may decrease expenditures in the areas of building improvements, certain equipment, staffing,

public relations and any other non-contingent areas that are not necessary for the health and safety of the School District.

### Basic STAR Exemption Impact

Estimated Basic STAR(2) Exemption Savings:	Budget Proposed for the 2013 School Year
Basic STAR Tax Savings	510.00



- A failed budget under tax cap and contingency regulations will force further budget reductions of \$1,244,766, a net budget reduction 3.2% from the prior year, and a 3.00% tax levy decrease from the prior year.
- In the event of a failed budget, the Board of Education may elect to have the community revote upon a revised budget proposal one time. All programs and other expenses would be reviewed for potential reduction / elimination.



## Budget Summary: Voter Information

**Date:** Tuesday, May 21, 2013

6:00 a.m. until 9:00 p.m.

**Where:** Cafeteria Earl L. Vandermeulen High School

**Eligibility:** Citizen of the United States

18 years of age or older

Resident of the Port Jefferson School District for 30 days  
prior to the vote

