



Port Jefferson

School District

Tradition, Excellence, Pride



Budget Update

2012-2013 School Year Budget

April 17, 2012

Next Steps

- Board of Education provided guidance on total budget figure

Administrative Directive - 2%

	Tax Levy	Inc
02/03	\$ 21,063,322	
03/04	\$ 22,267,003	5.71%
04/05	\$ 24,230,700	8.82%
05/06	\$ 25,627,194	5.76%
06/07	\$ 26,799,979	4.58%
07/08	\$ 27,763,961	3.60%
08/09	\$ 28,153,651	1.40%
09/10	\$ 28,907,099	2.68%
10/11	\$ 29,538,898	2.19%
11/12	\$ 31,960,867	8.20%
12/13	\$ 32,600,515	2.00%

- Superintendent and staff make proposed changes
- Budget Advisory Committee receives Board of Education and District Recommendations



Brookhaven Town School Tax Rates

School District	02-03	03-04	04-05	05-06	06-07	07-08	08-09	09-10	10-11	11-12	% Change
Fire Island	15.37	17.08	18.21	19.10	20.62	21.10	21.26	21.48	21.68	21.66	-0.09%
Port Jefferson	84.90	89.22	97.46	102.04	106.77	110.70	113.26	117.39	120.76	131.60	8.98%
Riverhead	114.78	126.32	131.27	131.39	107.60	132.22	136.89	145.38	159.07	160.20	0.71%
Sachem	126.83	135.56	149.59	167.08	169.14	168.28	165.88	167.27	168.94	174.40	3.23%
South Country	130.60	143.52	151.68	162.76	170.97	179.26	183.48	187.1	193.27	199.94	3.45%
Shoreham-Wading River	130.83	136.72	147.78	144.55	142.36	144.54	144.56	184.91	201.92	210.21	4.11%
Patchogue-Medford	108.18	119.22	133.64	140.54	161.04	177.09	193.02	201.74	207.59	215.47	3.80%
Comsewogue	121.36	138.22	149.47	162.38	169.51	178.99	185.78	191.02	200.46	216.80	8.15%
Middle Country	109.74	122.89	140.50	153.10	171.15	182.57	192.7	197.31	206.35	221.35	7.27%
Longwood	135.03	150.81	166.39	174.37	181.57	188.92	198.22	204.14	211.90	221.93	4.73%
Three Village	127.86	136.30	152.60	165.44	178.20	188.53	196.81	203.95	212.98	224.34	5.33%
Eastport South Manor			166.93	175.66	180.64	187.60	196.86	205.05	216.22	227.64	5.28%
Mount Sinai	154.72	164.61	175.13	183.01	187.04	199.76	205.7	211.81	219.91	228.43	3.87%
Miller Place	150.20	168.72	171.71	181.69	181.69	194.02	201.31	213.12	219.50	230.22	4.88%
East Moriches	129.28	140.72	144.26	152.28	184.91	197.70	213.26	221.33	227.32	232.29	2.19%
Center Moriches	134.60	150.61	208.36	204.26	207.93	209.34	217.36	225.12	233.50	248.88	6.59%
Rocky Point	148.25	166.37	175.93	185.56	192.66	205.02	219.27	227.96	236.74	249.63	5.44%
William Floyd	133.68	143.85	158.00	171.77	186.54	199.37	209.26	212.99	231.15	257.62	11.45%
Bayport-Blue Point	147.51	158.11	173.44	182.90	210.68	229.28	235.15	234.54	253.50	265.22	4.62%

Average Tax Rate (without Fire Island)	124.50	135.52	148.02	155.78	163.74	173.38	180.53	188.08	206.73	217.57	5.23%
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Median Tax Rate (without Fire Island)	130.72	140.98	151.68	165.44	178.20	187.60	196.81	203.95	212.44	223.14	4.81%
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Tax Levy

	2010/2011	2011/2012	Decrease	% Increase with regard to Tax Levy
Approved Budget	37,354,521	37,354,521	-	
less				
State Aid	3,170,623	3,048,654	(121,969)	0.41%
less				
Local Revenues	2,345,000	2,345,000	-	
less				
Use of Reserves	550,000		(550,000)	1.86%
less				
Use Appropriated Fund Balance	1,750,000		(1,750,000)	5.92%
Tax Levy	29,538,898	31,960,867	2,421,969	8.20%
Decrease in Assessed Value of Homes			(163,884)	0.67%
Tax Rate Increase				8.87%

Reason for Tax Rate Increase? To put the district on the firmest possible financial footing to face the future economic change by ceasing the use of the districts limited reserves and by lifting the burden of having to come in each year under budget by \$1,750,000 to continue contributing Appropriated Fund Balance to the next school year revenue stream.



Port Jefferson Status of Restricted Reserve Balances

	June 30, 2009	June 30, 2010	June 30, 2011
RESTRICTED RESERVES			
Compensated Absences	\$2,193,254	\$2,193,254	\$2,202,027
Suffolk County Tax Act	\$855,000	\$505,000	\$505,000
Employees Retirement System	\$905,808	\$755,808	\$859,431
Workers Compensation	\$422,457	\$372,457	\$624,147
Unemployment	\$235,389	\$235,389	\$336,331
UNRESTRICTED RESERVES (4% Maximum)	\$1,486,218	\$1,487,628	\$1,486,667
	\$6,098,126	\$5,549,536	\$6,013,603



Rollover Budget

2011-12 Budget \$37,354,521

2012-13 Rollover Budget \$38,265,493

Increase

\$ 910,972

2.44%

Main Drivers of Increase

Instructional Salaries \$360,000

Health Insurance \$328,000

Transportation \$ 77,000

Social Security \$ 76,000

Special Education Aides \$ 75,000



2012/2013 Expenditure Budget at a 2% Tax Levy

Rollover Budget		\$ 38,265,492.50
Secondary School Realignment	10 Period to 9 period day	(600,000.00)
Elementary School Realignment	Class Size	(450,000.00)
Transportation Reduction	10 routes to 9 Routes	(100,000.00)
MTA Payroll Tax Elimination	Reimbursement also eliminated	(70,000.00)
School Lunch	No Additional Equipment Upgrade	(50,000.00)
Overnight Field Trips	Chaperones/Substitutes	(20,000.00)
Superintendent Conference Day	Removal of Guest Speakers	(5,000.00)
District Wide	Capital Improvements	740,000.00
District Wide	Equipment	155,000.00
Tuition	Deaf/Blind Tuition Paid by District reimb by State	100,000.00
Instruction	Additional Mandated Testing	65,100.00
Instruction	Retention of Assistant Principal Position	30,598.00
Instruction	Contractual Lane Changes Since Rollover	14,729.00
Math supplies	SAT Study Guides	580.00
	 2012/2013 Budget	 \$ 38,076,499.50
	 Budget to Budget	 1.93%
	 Tax Levy	 32,600,786.00
	 Tax Levy	 2.00%



Three Part Budget

Administrative Component	\$ 3,320,585	8.721%
Capital Component	\$ 5,053,689	13.272%
Program Component	\$29,702,225	78.007%
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Total	\$38,078,500	100.000%



2012/2013 Revenue Budget at a 2% Tax Levy

ITEM	2011-12	2012-13	\$	%
Proposed Budget	37,354,521	38,076,500	721,979	1.93%
State Aid Projection	3,048,654	3,079,714	31,060	1.02%
Other Revenue				
Continuing Education	0	0	0	n/a
Health Services	251,000	150,000	(101,000)	-40.24%
Interest Income	85,000	65,000	(20,000)	-23.53%
Rentals	760,000	760,000	0	0.00%
Reserves-SCTR	0	0	0	n/a
Pilot Program	1,125,000	1,280,000	155,000	13.78%
Miscellaneous	124,000	141,000	17,000	13.71%
Fund Balance Applied	0	0	0	n/a
Fund Balance Transfer	0	0	0	n/a
Total Other Revenue	2,345,000	2,396,000	51,000	2.17%
Total Non Tax Levy Revenues	5,393,654	5,475,714	82,060	1.52%
Tax Levy Revenues Required	31,960,867	32,600,786	639,918.50	2.00%



Budget Summary: Tax Cap

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 is 3.2% so Tax Levy Cap will be 2% before exemptions. Exemptions are

- Judgments and Claims from prior year

- Teachers retirement system contribution rate increase greater than 2%

- Employee retirement system contribution rate increases greater than 2%

- Capital Costs

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

District voters can override the tax cap with a 60% voter majority



- A failed budget under tax cap and contingency regulations will force further budget reductions of \$1,169,250, a net budget reduction -1.2% from the prior year, and a -1.66% 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.



Maximum Allowable Tax Levy

Port Jefferson School District 2012-13 Maximum Allowable Tax Levy

2011-12 Tax Levy	\$31,960,867
Tax base growth factor, if any	1.0007
2011-12 Payments in Lieu of Taxes	\$1,277,429
Tax Levy for Capital Items (If negative, use \$0)	\$1,028,557
Debt Service	
Leases	
Building Aid	
Court Orders/Judgments (Exceeds 5% of prior year tax levy)	\$0
2011-12 Adjusted Tax Levy	\$32,232,112
Allowable Growth Factor (lesser of CPI or 2%)	1.02
Subtotal	\$32,876,754
2012-13 Payments in Lieu of Taxes	1,280,000
Available Carryover	\$0
Tax Levy Limit - Before Exemptions	\$31,596,754
Tax Levy for Capital Items (If negative, use \$0)	1,203,309.00
Debt Service	
Leases	
Building Aid	
Court Orders/Judgments	\$0
Pension Cost Exemptions	
TRS (11.84% -11.11% = .73% -2.0% =0.0%)	\$0
ERS (18.9% -16.3% = 2.6% -2.0% + .6%)	\$172,817
Maximum Allowable Levy	\$32,972,880
Change from 2011-12 After Exemptions	\$1,012,013 3.17%



Budget Summary: Voter Information

Date: Tuesday, May 15, 2012

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

