

# Budget Hearing

Patchogue-Medford School District

May 3, 2018

# Enacted State Budget

- State aid to public schools in New York State will increase by \$859 million;
- Includes a \$618 million dollar increase in Foundation Aid Statewide;
- Community Schools Aid set-aside for some Districts from total Foundation Aid;
- No formula change enacted for expense driven aids;
- Will require school districts to submit school level funding plans;

# Enacted State Budget – Continued

- Ban on lunch shaming in all districts throughout NYS;
- Effective July 1, 2018 all public school districts will be required to provide free feminine hygiene products, in restrooms for students in grades 6 through 12 – unfunded mandate;
- Some districts will be required to provide breakfast after the school day has begun in an effort to improve access to breakfast for low income students.

# Impact of State Budget on Patchogue-Medford

- Increase in state aid of \$2,872,980 budget to budget;
- Increase in Community Schools Set-A-Side.

		2017-18	2018-19 Proposed Budget	Change	%
State Aid Budgeted by District	\$	70,978,294.00	\$ 73,851,274.00	\$ 2,872,980.00	4.05%
State Aid Per Governors Run	\$	70,872,114.00	\$ 72,808,386.00	\$ 1,936,272.00	2.73%
State Aid Per Legislative Run	\$	71,117,417.00	\$ 73,318,857.00	\$ 2,201,440.00	3.10%
Community Schools Set-A-Side	\$	323,043.00	\$ 638,499.00	\$ 315,456.00	97.65%

# Property Tax Cap

- Enacted by the Legislators in June 2011;
- Caps the tax *levy* NOT the tax *rate*;
- Tax rate is contingent upon the assessed valuation for the District and the tax levy.

PATCHOGUE-MEDFORD UFSD						
Assessed Valuation Summary						
Fiscal Year	Town Year	Assessed Value Net of Exemptions Except STAR	Assessed Value Change Increase (Decrease)	Assessed Value % Change		
2012/2013 Fiscal Year	2012	43,582,762	(429,436)	-0.98%		
2013/2014 Fiscal Year	2013	43,312,750	(270,012)	-0.62%		
2014/2015 Fiscal Year	2014	43,221,376	(91,374)	-0.21%		
2015/2016 Fiscal Year	2015	43,038,303	(183,073)	-0.42%		
2016/2017 Fiscal Year	2016	43,460,186	421,883	0.98%		
2017/2018 Fiscal Year	2017	42,946,515	(513,671)	-1.18%		

# Property Tax Cap Factors 2018 - 2019

Factors	Impact 2017-18	Impact 2018-19
Growth	1.0181	1.0021
Consumer Price Index	1.26%	2.13% (Capped at 2.00%)
Exclusions	\$2,188,766	\$3,518,724

# What Does This Mean?

- Tax Levy for 2018-2019 will be increased by 3.21% or \$3,497,813 when compared to 2017-2018 tax levy;
- Proposed tax rate increase of 3.74%, with no assessment decline.

		2017-18	2018-19	Change	%
Budgeted Property Taxes	\$	108,920,314.00	\$ 112,318,127.00	\$ 3,397,813.00	3.12%
Property Taxes Levied	\$	108,820,314.00	\$ 112,318,127.00*	\$ 3,497,813.00	3.21%
*Anticipated					

# Budget Impacts

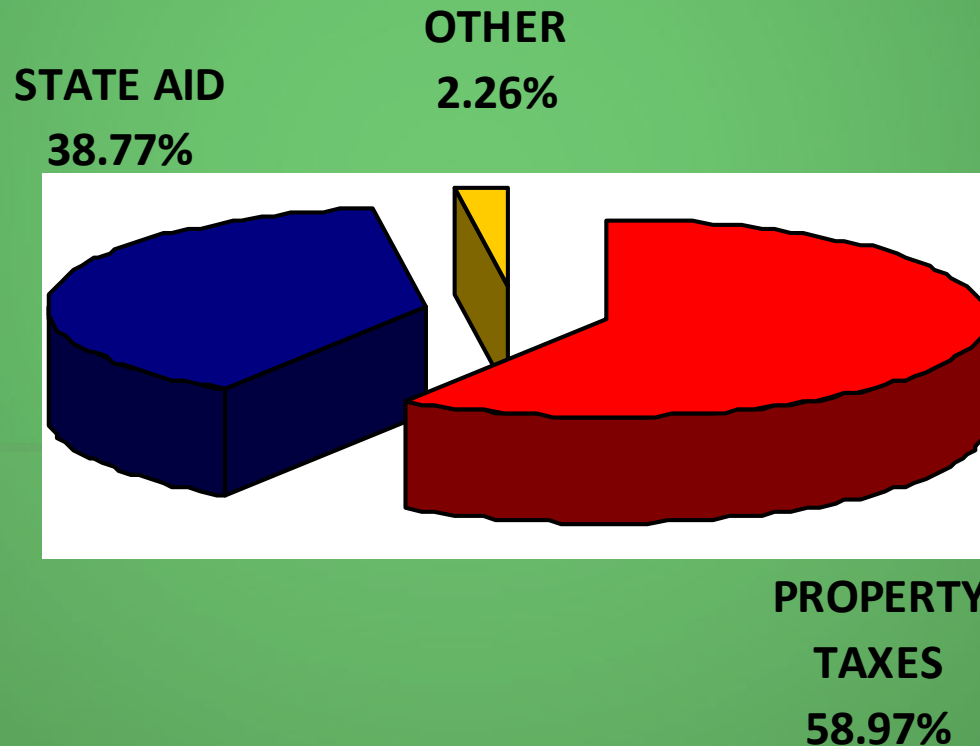
- Special Education Five Year Program Enhancement Plan;
- Year two cost of Five Year Literacy Plan;
- Purchase of additional bus for special education field trip flexibility;
- Inter-fund transfer to Capital Funds to address the Playground Renovation Plan as part of the District Facilities Plan.

# Budget Impacts Continued

- Community Schools Aid

- \$638,499 of the 2018-2019 State Aid for the District was “set-aside” for community schools.
- District will continue to use the funding to provide students and their families with support services;
- Construct a District greenhouse;
- Work with Stony Brook to provide a mobile dental unit for students in grades one through three.

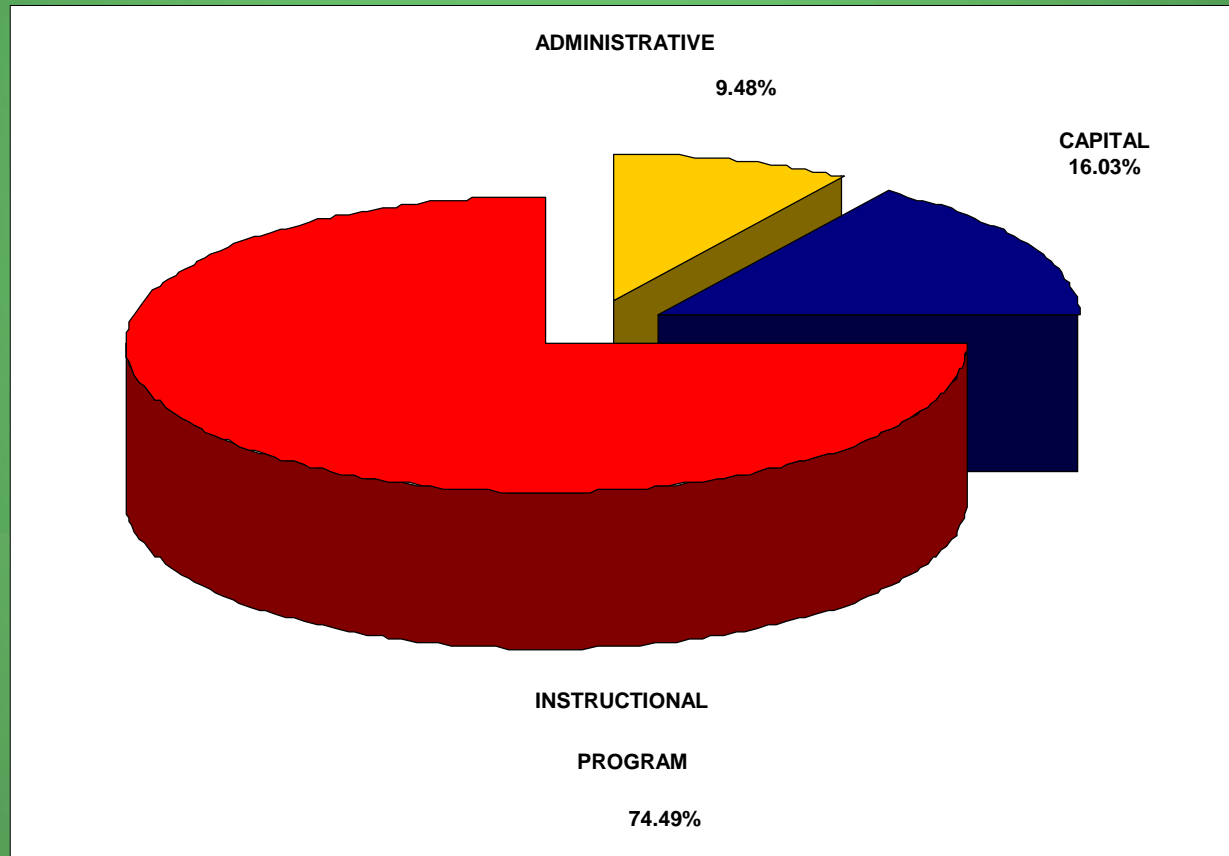
# Budget Summary of Revenues



# Revenue Summary

	2017-2018 Adopted Budget	2018-2019 Proposed Budget	Increase / (Decrease)
State Aid	\$ 70,978,294	\$ 73,851,274	\$ 2,872,980
Other Sources	\$ 4,052,460	\$ 4,297,915	\$ 245,455
Property Taxes	\$ 108,920,314	\$ 112,318,127	\$ 3,397,813
Total	<u>\$ 183,951,068</u>	<u>\$ 190,467,316</u>	<u>\$ 6,516,248</u>

# Budget Summary of Expenditures



# Administrative Expenditures

	2017-2018 Adopted Budget	2018-2019 Proposed Budget	Increase / (Decrease)
Board of Education	\$ 193,197	\$ 190,058	(\$ 3,139)
Central Administrative Support	\$ 2,233,545	\$ 2,253,019	\$ 19,474
Legal Services and Insurance	\$ 1,404,086	\$ 1,393,823	(\$ 10,263)
Other Central Services	\$ 2,549,933	\$ 2,753,232	\$ 203,299
Instructional Educational Support	\$ 6,480,066	\$ 6,891,256	\$ 411,190
Employee Benefits	\$ 4,410,295	\$ 4,575,349	\$ 165,054
Total	\$ 17,271,122	\$ 18,056,737	\$ 785,615

# Program Expenditures

	2017-2018 Adopted Budget	2018-2019 Proposed Budget	Increase / (Decrease)
General Instruction	\$ 50,422,323	\$ 52,308,005	\$ 1,885,682
Students with Disabilities Programs	\$ 27,464,477	\$ 28,154,327	\$ 689,850
Occupational Education	\$ 1,398,100	\$ 1,460,010	\$ 61,910
Special School	\$ 862,962	\$ 806,371	(\$ 56,591)
Library & Media	\$ 1,498,631	\$ 1,615,847	\$ 117,216
Sub Total	\$ 81,646,493	\$ 84,344,560	\$ 2,698,067

# Additional Program Expenditures

	2017-2018 Adopted Budget	2018-2019 Proposed Budget	Increase / (Decrease)
Computer Instruction	\$ 1,360,323	\$ 1,348,746	(\$ 11,577)
Student Support Services	\$ 6,327,723	\$ 6,441,386	\$ 113,663
Extracurricular and Athletics	\$ 1,816,825	\$ 1,720,918	(\$ 95,907)
Transportation	\$ 8,987,306	\$ 9,440,975	\$ 453,669
Employee Benefits	\$ 35,830,658	\$ 36,916,926	\$ 1,086,268
Community Services	<u>\$ 1,325,697</u>	<u>\$ 1,666,117</u>	<u>\$ 340,420</u>
Total Including Sub Total From Prior Page	<u>\$ 137,295,025</u>	<u>\$ 141,879,628</u>	<u>\$ 4,584,603</u>

# Capital Expenditures

	2017-2018 Adopted Budget	2018-2019 Proposed Budget	Increase / (Decrease)
Operations, Maintenance and Security	\$ 12,347,647	\$ 12,324,239	(\$ 23,408)
Employee Benefits	\$ 3,779,321	\$ 3,789,615	\$ 10,294
Debt Service	\$ 250,000	\$ 288,255	\$ 38,255
Transfers	\$ 13,007,953	\$ 14,128,842	\$ 1,120,889
Total	\$ 29,384,921	\$ 30,530,951	\$ 1,146,030

# Budget and Tax Rate Summary

- Tax rate percentage increase 3.74– 5.86% depending on determination of assessed valuation in August 2018;
- Levy to levy increase 3.21% or \$3,497,813;
- Budget to budget increase 3.54% or \$6,516,248;
- Annual increase in taxes for an average home assessed at \$3,000 - \$282.88 (with no assessment decline);
- District is NOT proposing to pierce the Tax Cap.

# Budget Highlights

- Reduction of B.O.C.E.S. Special Education placements as part of the Five Year Special Education Program Enhancement Plan;
- Staffing increases to support program initiatives;
- Balanced Budget.

# Staffing Highlights

Employee Type	Increase / Decrease	Area of Need
Teachers	8.5	General and Special Education
Clericals	3.0	Bay Elementary, River Elementary, Human Resources
Teaching Assistants	6.0	Special Education
Operational	2.0	Audio Visual, Driver/Messenger
Security	10.0	Provide additional Security Guard at elementary and middle school main entrances
Part-Time Clerical	-2.0	Reduction at Bay Elementary and River Elementary
Part-Time Library Aide	0.5	Addition of a library aide to support the literacy plan

# What is a Capital Reserve?

- A Capital Reserve allows the District to make capital repairs without incurring borrowing costs. It also significantly increases revenues since the projects return \$0.733 cents in state aid for every dollar spent on authorized projects.

# Propositions on the Ballot

## Proposition 2

- A voter proposition will be placed on the ballot for the establishment of a **new Capital Reserve Fund - 2018**. The proposition would authorize the fund to be established in the 2017-2018 school year in the amount not to exceed fifteen million dollars over a ten year period. Voter authorization would be required to spend funds from the reserve and the projects would have to be specifically defined.

# Propositions on the Ballot - Continued

## Proposition 3

- Authorization from the residents to spend the balance of the funds available in the Capital Reserve (approximately \$1.2 million dollars) on security related purchases including, but not limited to vestibules to fortify main entrances at all schools.

# Other Capital Highlights

- Roof recoatings at River Elementary School, South Ocean Middle School and the High School will be completed during July and August 2018;
- Replacement of boys and girls lockers in the locker rooms at Saxton and South Ocean Middle Schools;
- Tennis Court replacements at the High School;
- Continued work on District wide ADA renovations;
- Refinish the gymnasium floor at Saxton Middle School;
- Installation of Greenhouse at the High School for student learning;

# Other Capital Highlights - Continued

- Full replacement of curtains at Oregon and replacement of rear panel curtains at the High School;
- Inter-fund transfer to Capital Fund to address the Playground Renovation Plan as part of the District Facilities Plan;
- Installation of vestibules at main entrances of Barton, Bay, Canaan, Eagle, and Medford elementary schools as well Oregon, Saxton and South Ocean middle schools (contingent upon approval of Proposition #3 on the May 15, 2018 Ballot).

# Technology Highlights

- Replacement of District firewall and content filter;
- Staff computer replacements at Bay, River, Medford and South Ocean;
- Replacement of over 630 elementary classroom computers;
- High School computer science lab replacements for three labs;
- Purchase of SMART boards for all Fourth and Fifth Grade classrooms;
- High School TV studio upgrade.

# What Happens if the Budget Fails?

- Board may recommend a re-vote on June 19, 2018 or adopt a contingent budget;
- Contingent budget will require over \$3.5 million in cuts to the General Fund budget;
- Equipment purchases will be eliminated from the budget;
- Some of the proposed additional staff would be eliminated;
- No inter-fund transfers to the Capital Fund or the School Lunch Fund.

# Budget Vote

May 15, 2018

7:00 a.m. – 9:00 p.m.