

Budget Hearing

Patchogue-Medford School District

May 9, 2019

Enacted State Budget

- State aid to public schools in New York State will increase by \$960.89 million;
- Includes a \$618.41 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

- Property Tax Cap is permanent and was written into law;
- School Equity Plan beginning in the 2019-2020 school year, will require Districts that have underfunded high need schools to submit a plan for review and approval addressing the funding equity of the high needs schools. Division of Budget Director will notify schools May 1st, and plans will be required by July 1st.
- STAR rebates will be in the form of a check for homeowners that earn between \$250,000 and \$500,000 rather than receiving the savings directly in their school tax bills. If STAR recipients don't switch to a check, they won't get a 2 % increase in their tax savings this Fall. Homeowners can still keep the rebates within their tax bill but they won't be eligible for the 2% increase in STAR savings. The 2% will only go to homeowners who get a check.

Impact of State Budget on Patchogue-Medford

- Increase in state aid of \$700,000 budgeted;
- Increase in Community Schools Set-A-Side.

		2018-19	2019-20 Proposed Budget	Change	%
State Aid Budgeted by District	\$	73,851,274.00	\$ 74,551,274.00	\$ 700,000.00	0.95%
Community Schools Set-A-Side	\$	638,499.00	\$ 950,321.00	\$ 311,822.00	48.84%

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	
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%	
2018/2019 Fiscal Year	2018	42,898,624	(47,891)	-0.11%	

Property Tax Cap Factors 2019 - 2020

Factors	Impact 2018-19	Impact 2019-20
Growth	1.0021	1.0015
Consumer Price Index	2.13% (capped at 2.00%)	2.44% (Capped at 2.00%)
Exclusions	\$3,518,724	\$4,713,808

What Does This Mean?

- Tax Levy for 2019-2020 will be increased by 3.16% or \$3,546,216 when compared to 2018-2019 tax levy;
- Proposed tax rate increase of 3.26%, with no assessment decline.

	2018-19	2019-20	Change	%	
Budgeted Property Taxes	\$ 112,318,127	\$ 115,864,343	\$ 3,546,216	3.16%	
Property Taxes Levied	\$ 112,318,127	\$ 115,864,343*	\$ 3,546,216	3.16%	
*Anticipated					

Budget Impacts

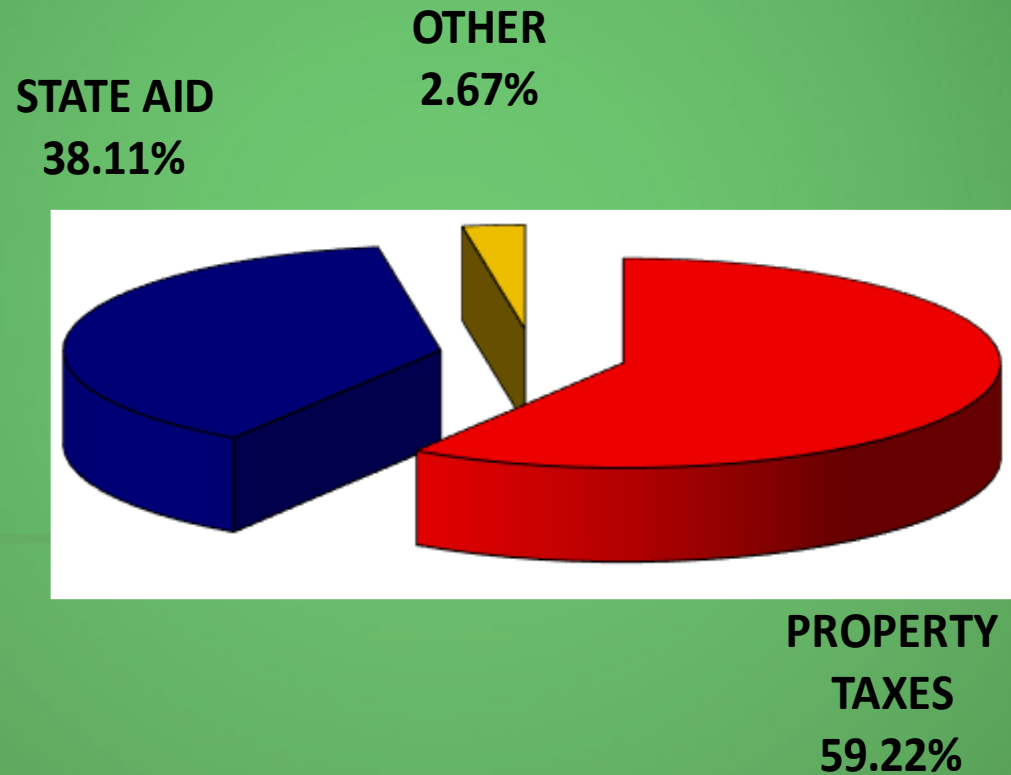
- Implementation of Year two of the Special Education Five Year Program Enhancement Plan;
- Implementation of Year three of the Five Year Literacy Plan;
- Implementation of Year two of the Health, Wellness and Physical Education Five Year Plan;
- Implementation of Year one of a CTE Plan;
- Implementation of Year one of a five year plan to improve the STEM curriculum for students
- Interfund transfer to Capital Fund for CTE modifications, leasing of portable classrooms at Bay, purchase new equipment for weight room at the HS, electric sign for South Ocean and uninvent replacements at South Ocean;
- Capital Reserve projects include, window replacements at Oregon, fire alarm upgrade at the High School, gym floor replacement at Medford, electrical upgrade at South Ocean and terrazzo repairs at the High School.

Budget Impacts Continued

- Community Schools Aid

- \$950,321 of the 2019-2020 State Aid allocation 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 Wellness Center at the High School which will include new weight equipment, cardio equipment, spin bikes, yoga mats and dynamic fitness center;
- Continue to work with Stony Brook to provide mobile dental services for students in grades one through three.
- Supply purchases for the Greenhouse.

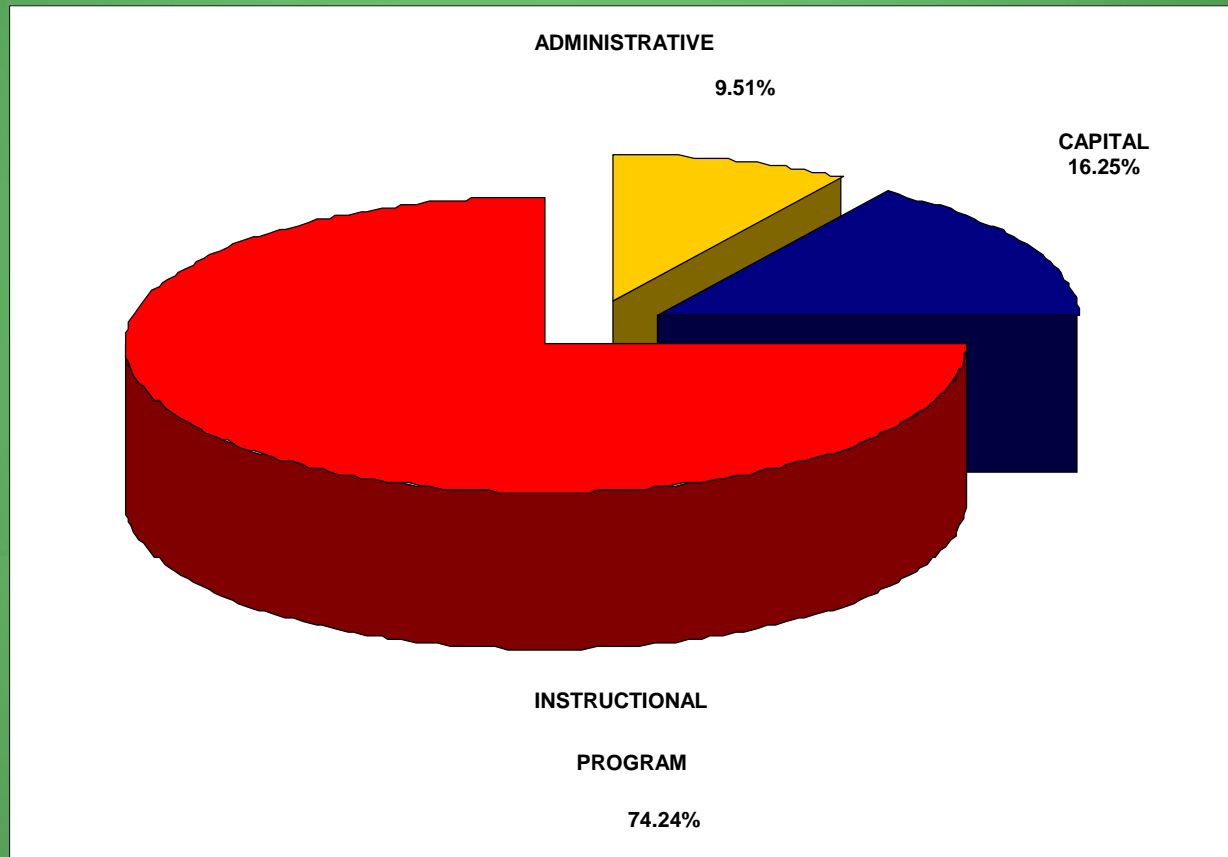
Budget Summary of Revenues



Revenue Summary

	2018-2019 Adopted Budget	2019-2020 Proposed Budget	Increase / (Decrease)
State Aid	\$ 73,851,274	\$ 74,551,274	\$ 700,000
Other Sources	\$ 4,297,915	\$ 5,225,082	\$ 927,167
Property Taxes	\$ 112,318,127	\$ 115,864,343	\$ 3,546,216
Total	<u>\$ 190,467,316</u>	<u>\$ 195,640,699</u>	<u>\$ 5,173,383</u>

Budget Summary of Expenditures



Administrative Expenditures

	2018-2019 Adopted Budget	2019-2020 Proposed Budget	Increase / (Decrease)
Board of Education	\$190,058	\$193,360	\$3,302
Central Administrative Support	\$2,253,019	\$2,416,118	\$163,099
Legal Services and Insurance	\$1,393,823	\$1,405,286	\$11,463
Other Central Services	\$2,753,232	\$2,879,606	\$126,374
Instructional Educational Support	\$6,891,256	\$7,088,185	\$196,929
Employee Benefits	\$4,575,349	\$4,622,671	\$47,322
Total	\$18,056,737	\$18,605,226	\$ 548,489

Program Expenditures

	2018-2019 Adopted Budget	2019-2020 Proposed Budget	Increase / (Decrease)
General Instruction	\$52,308,005	\$54,231,123	\$1,923,118
Students with Disabilities Programs	\$28,154,327	\$29,115,626	\$961,299
Occupational Education	\$1,460,010	\$1,715,132	\$255,122
Special School	\$806,371	\$743,416	(\$62,955)
Library & Media	\$1,615,847	\$1,638,550	\$22,703
Sub Total	\$84,344,560	\$87,443,847	\$3,099,287

Additional Program Expenditures

	2017-2018 Adopted Budget	2018-2019 Proposed Budget	Increase / (Decrease)
Computer Instruction	\$1,348,746	\$1,357,960	\$9,214
Student Support Services	\$ 6,441,386	\$6,498,364	\$56,978
Extracurricular and Athletics	\$1,720,918	\$1,747,153	\$26,235
Transportation	\$9,440,975	\$9,260,034	\$(180,941)
Employee Benefits	\$36,916,926	\$36,986,846	\$69,920
Community Services	<u>\$1,666,117</u>	<u>\$1,950,541</u>	<u>\$284,424</u>
Total Including Sub Total From Prior Page	<u>\$141,879,628</u>	<u>\$145,244,745</u>	<u>\$ 3,365,117</u>

Capital Expenditures

	2018-2019 Adopted Budget	2019-2020 Proposed Budget	Increase / (Decrease)
Operations, Maintenance and Security	\$ 12,324,239	\$ 12,683,928	\$ 359,689
Employee Benefits	\$ 3,789,615	\$ 3,787,623	(\$ 1,992)
Debt Service	\$ 288,255	\$ 596,827	\$ 308,572
Transfers	\$ 14,128,842	\$ 14,722,350	\$ 593,508
Total	\$ 30,530,951	\$ 31,790,728	\$ 1,259,777

Budget and Tax Rate Summary

- Tax rate percentage increase 3.26– 5.37% depending on determination of assessed valuation in August 2019;
- Levy to levy increase 3.16% or \$3,546,216;
- Budget to budget increase 2.72% or \$5,173,383;
- Annual increase in taxes for an average home assessed at \$3,000 - \$255.78 (with no assessment decline);
- District is NOT proposing to pierce the Tax Cap.

Budget Highlights

- Continue to support the “Whole Child” through a series of initiatives and support services;
- Staffing increases to support program initiatives;
- Balanced Budget.

Staffing Highlights

Employee Type	Increase / Decrease	Area of Need
Teachers	14.0	General and Special Education
Administrators	2.0	Director of CTE and Director for ENL/Community Support
Teaching Assistants	2.0	Special Education
Part Timers	1.5	Greeter, Lavatory aide, Part Time Custodian, Library Aide for Literacy Plan, Health Aide South Ocean MS, Science Aide, Clerical Aide School Lunch Program

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 authorization to expend funds from the Capital Reserve Fund.
- The Capital Reserve Fund was established on May 15, 2018 and approved by the voters.
- Proposed projects in the approximate amount of \$2,500,000 include: Oregon window replacement, High School fire alarm upgrade, Medford gym floor replacement, South Ocean electrical upgrade, and High School terrazzo floor repairs.

Other Capital Highlights

- Roof recoating's at River Elementary School, South Ocean Middle School and the High School were completed in July and August 2018;
- Replacement of boys and girls lockers in the locker rooms at Saxton and South Ocean Middle Schools in July of 2018;
- Tennis Courts were replaced at the High School;
- District wide ADA renovations scheduled for summer 2019;
- Playground improvements at all seven elementary schools scheduled for June, July, and August 2019;
- Installation of Greenhouse at the High School for student learning to be completed early Fall 2019;

Other Capital Highlights - Continued

- Installation of new tracks at Oregon and Saxton Middle School scheduled for summer 2019;
- Installation of a vestibule at the main entrance at Canaan elementary school to be completed early Fall 2019;
- Installation of a parking loop for Medford Elementary School scheduled for summer 2019;
- Installation of a new Dust Collection System at the High School scheduled for summer 2019.

Technology Highlights for 2018-2019

- Replacement of District firewall and content filter;
- Purchased and installed over 1,000 new laptops and desktops for instructional use;
- High School computer science lab replacements for three labs;
- Purchase and installed SMART boards for all third and fourth grade classrooms;
- Upgraded High School Auditorium sound system;
- Purchased and installed networking switches at all elementary schools;
- District wiring upgrades - this placed a networking cable in every classroom for future wireless use. 125 miles of cable were installed.

Proposed Technology Highlights for 2019-2020

- Purchase and install Smart Boards for all fifth grade classrooms;
- Continue staff computer replacements;
- Purchase sixth grade laptop carts;
- Upgrades to software on existing middle school laptops;
- Migration to new Microsoft licensing.

What Happens if the Budget Fails?

- Board may recommend a re-vote on June 18, 2019 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;
- No inter-fund transfers to the Capital Fund or the School Lunch Fund.

Budget Vote

May 21, 2019

7:00 a.m. – 9:00 p.m.