

Budget Hearing

Patchogue-Medford School District

May 7, 2015

Enacted State Budget

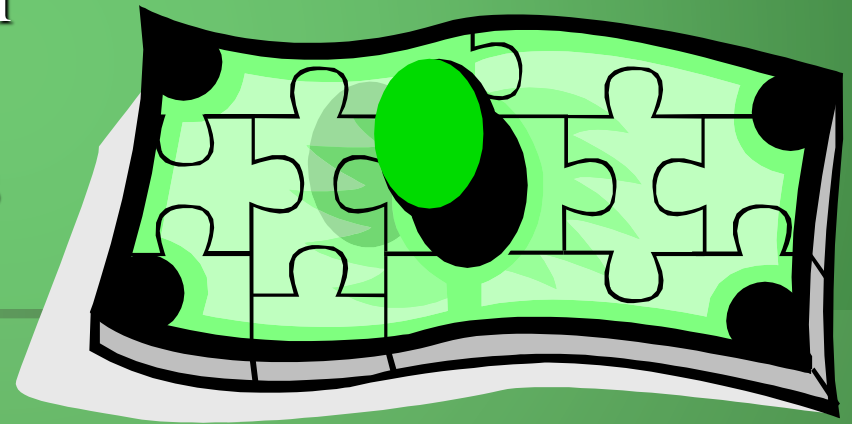
- State aid to public schools in New York State will increase by \$1.3 billion (6%)
- Includes \$428 million dollar increase in Foundation Aid Statewide.
- \$603 million favorable adjustment to Gap Elimination (58% reduction from 2014-15 GEA)

Enacted State Budget Continued

- \$269 million increase in expense driven aids – Transportation, Building, Special Education and BOCES Aids.
- Extends probationary period for teachers to four years
- Streamlines the 3020A teacher disciplinary process.
- Modifies teacher evaluation process.

Impact of State Budget on Patchogue-Medford

- Increase in state aid of \$2,753,508
- Able to propose a Capital Reserve
- Able to sustain programs and services from the current year



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
- Assessed valuations for the District have declined over the last several years

Property Tax Cap Factors 2015 - 2016

Factors	Impact
Growth	1.0027
Consumer Price Index	1.62%
Exclusions	\$1,647,438

What Does This Mean?

- Tax Levy for 2015-2016 will be increased by 2.86% or \$2,881,145 when compared to 2014-2015 tax levy
- Proposed tax rate increase of 2.62%, with no assessment decline

Budget Impacts

- Significant decline in pension costs for Teachers Retirement System
- Increase of four teaching FTEs
- 15 teachers retiring on 6/30/2015 and being replaced
- Purchase of one new bus at a cost of \$120,000
- Significant savings due to transportation efficiencies

Other Budget Impacts

- Reduction in assessed values of properties continues to be a concern
- Unfunded mandates to address student improvement and teacher and administrative professional development (APPR)
- Unfunded mandates to address Affordable Care Act



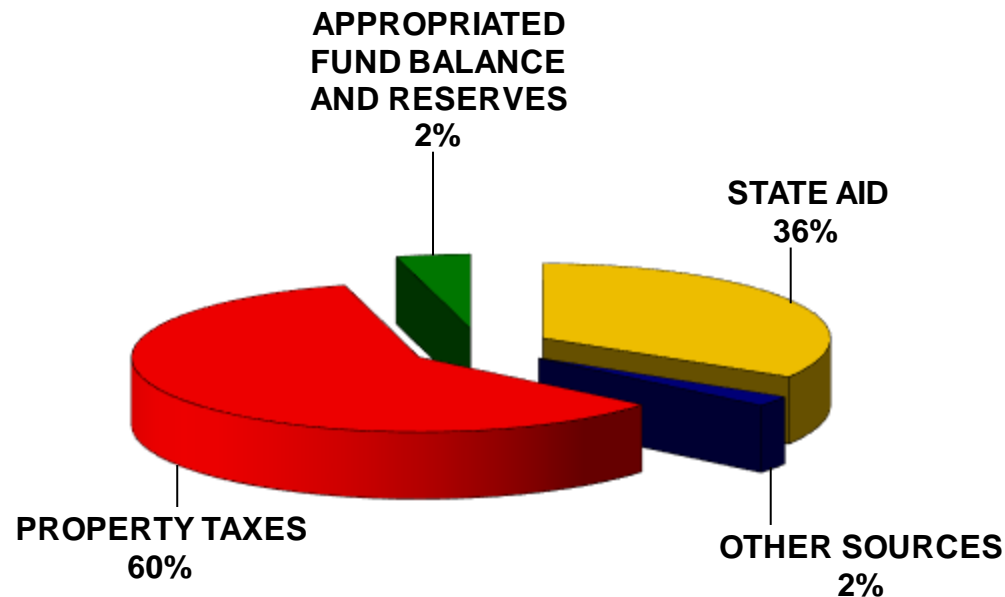
Transportation Proposition

- Voter proposition presented that will change the mileage limitation for transporting children to private and parochial schools from 15 to 25 miles
- Estimated cost of changing mileage based on current private and parochial school enrollment and next years costs would be \$423,440

Factors to Consider

- A 60% super majority requirement will apply to both the proposition and the District's Budget if the expenditure required for the proposition and the Budget combined will require a levy that exceeds the tax levy limit.
- 60% super majority required even though the District has not pierced the tax cap due to the provisions required by law governing Tax Cap.

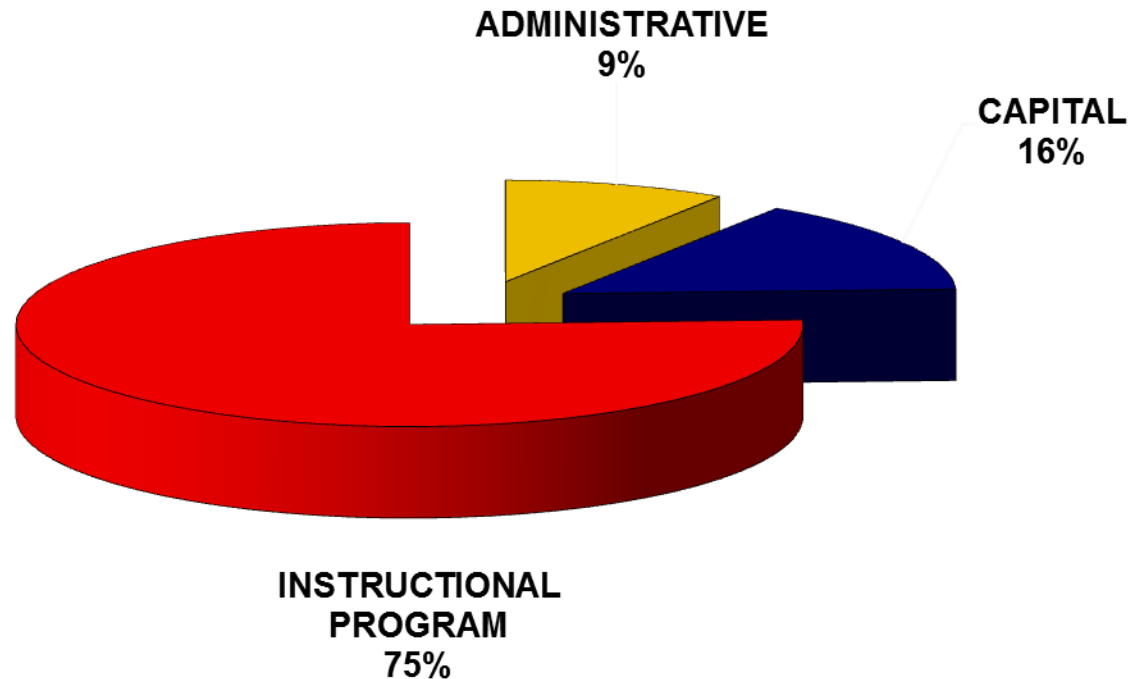
Budget Summary of Revenues



Revenue Summary

	2014-2015 Adopted Budget	2015-2016 Proposed Budget
State Aid	\$ 61,598,323	\$ 61,720,756
Other Sources	\$ 4,006,339	\$ 4,121,225
Property Taxes	\$ 100,682,131	\$ 103,563,276
Appropriated Fund Balance and Reserves	\$ 5,167,032	\$ 3,663,642
Total	\$ 171,453,825	\$ 173,068,899

Budget Summary of Expenditure



Administrative Expenditures

	2014-2015 Adopted Budget	2015-2016 Proposed Budget
Board of Education	\$ 180,373	\$ 182,196
Central Administrative Support	\$ 1,942,398	\$ 2,035,838
Legal Services and Insurance	\$ 1,511,801	\$ 1,492,868
Other Central Services	\$ 2,622,311	\$ 2,458,876
Instructional Educational Support	\$ 5,603,575	\$ 5,923,656
Employee Benefits	\$ 4,020,493	\$ 4,009,863
Total	\$ 15,880,951	\$ 16,103,297

Program Expenditures

	2014-2015 Adopted Budget	2015-2016 Proposed Budget
General Instruction	\$ 48,833,909	\$ 49,078,930
Students with Disabilities Programs	\$ 24,065,519	\$ 26,094,322
Occupational Education	\$ 1,259,000	\$ 1,283,900
Special School	\$ 845,797	\$ 863,679
Library & Media	\$ 1,266,132	\$ 1,280,484
Sub Total	\$ 76,270,357	\$ 78,601,315

Additional Program Expenditures

Computer Instruction	\$ 1,223,245	\$ 1,305,227
Student Support Services	\$ 5,351,885	\$ 5,601,300
Extracurricular and Athletics	\$ 1,497,824	\$ 1,539,284
Transportation	\$ 8,491,570	\$ 8,055,954
Employee Benefits	\$ 34,987,129	33,228,063
Community Services	<u>\$ 969,910</u>	<u>\$ 967,543</u>
Total Including Sub Total From Prior Page	<u>\$ 128,791,920</u>	<u>\$ 129,298,686</u>

Capital Expenditures

	2014-2015 Adopted Budget	2015-2016 Proposed Budget
Operations, Maintenance and Security	\$ 11,447,591	\$ 11,450,451
Employee Benefits	\$ 3,471,854	\$ 3,398,890
Debt Service	\$ 326,000	\$ 108,278
Transfers	\$ 11,535,509	\$ 12,709,297
Total	\$ 26,780,954	\$ 27,666,916

Budget and Tax Rate Summary

- Tax rate percentage increase 2.62– 4.71% depending on determination of assessed valuation in August 2015
- Levy to levy increase 2.86% or \$2,881,145
- Budget to budget increase .94% or \$1,615,074
- Annual increase in taxes for an average home assessed at \$3,000 - \$182.84 (with no assessment decline)

Technology Highlights

- Computers installed in high school resource and life skills rooms
- Computer lab installed in High School Business Department
- Kiosk computers installed in every library for reference and research

What Happens if the Budget Fails?

- Board may recommend a re-vote on June 16, 2015 or adopt a contingent budget
- Contingent budget will require over 2.19 million in additional cuts to the General Fund budget
- Equipment purchases will be eliminated from the budget
- Staff reductions

Budget Vote

May 19, 2015

7:00 a.m. – 9:00 p.m.