



2015-2016 Budget Considerations

**Huntington Union Free School District
Board of Education Meeting
Monday, March 2, 2015**

Tax Levy Basics

- Estimated levy limit for 2015-16 = **\$102,547,638**
(represents a **2.12%** increase over the 2014-15 levy)
- Submitted to state comptroller prior to March 1, 2015
- No allowable exclusions for 2015-16
- Tax levy increase greater than \$102,547,638 requires 60% supermajority voter approval

Change in Levy Limit Since 2/9

- Town estimate of PILOTs for 2015-16 reduced
- Calculation adjustment made on two Suffolk IDA PILOTs to include only the school district portion
- Net limit increase since 2/9 = \$40,315
- Translates to an increase from 2.08 to 2.12%

**Huntington Union Free School District
Estimated Property Tax Cap Calculation**

	2014/15 Approved Actual Tax Levy	\$100,413,940	
(multiply)	Tax Base Growth Factor	1.0043	
		\$100,845,720	
		\$100,845,720	
(add)	2014/15 PILOTs	\$168,374	
	Total	\$101,014,094	
	<u>Prior Year Exemptions</u>		
(subtract)	Tort judgments greater than 5% of 2013/14 tax levy	\$0	
(subtract)	2014/15 Capital Tax Levy (including debt service and less building aid)	\$0	
	Adjusted Prior Year Tax Levy	\$101,014,094	
		\$101,014,094	
(multiply)	Adjusted Prior Year Tax Levy	\$101,014,094	
	Allowable Levy Growth Factor	1.62%	
	<small>[lesser of 1 and 2 one hundredths (1.02) or sum of 1 plus inflation factor (1.0X)]</small>	\$102,650,522	
		\$102,650,522	
(subtract)	2015/16 PILOTs	(\$102,884)	
		\$102,547,638	
		\$102,547,638	
(add)	Available Carryover (not available in year 1)	\$0	
	Tax Levy Limit	\$102,547,638	
		\$102,547,638	
	<u>Current Year Exemptions</u>		
(add)	1.) tort judgments greater than 5% of 2014/15 tax levy	\$0	
(add)	2.) ERS contribution increase greater than 2 percentage points (for 15/16)	\$0	
(add)	3.) TRS contribution increase greater than 2 percentage points (for 15/16)	\$0	
(add)	4.) 2015/16 Capital Tax Levy (including debt service and less building aid)	\$0	
	Allowable Tax Levy prescribed by Chapter 97 of the Laws of 2011 (with a simple majority vote)	\$102,547,638	2.12%
			<small>estimated allowable 15-16 levy increase</small>
	Voter Approved 2014/15 Tax Levy:	\$100,413,940	\$2,133,698

2015-16 Working Budget *

* Will not be final until board-adopted on 4/13/15

	2014-2015	WORKING BUDGET 2015-2016	AT LEVY LIMIT 2015-2016
BUDGET	\$117,614,370	\$120,403,377	\$119,672,278
REVENUE (includes state aid, fund balance, reserve use, other)	17,200,430	17,124,640	17,124,640
TAX LEVY	100,413,940	103,278,737	102,547,638
ASSESSED VALUATION	44,643,315 (Budgeted) 44,871,097 (Sept. actual)	44,671,097	44,671,097

Expense Adjustments Since 2/9

CATEGORY	ORIGINAL AMT.	REVISED AMT.	DIFFERENCE
Business Administration	\$ 28,904	\$ 25,122	(\$3,782)
Central Data Processing	224,065	217,719	(6,346)
Computer-Assisted Instruction	931,736	954,193	22,457
Contract Transportation Services	9,932,811	9,909,464	(23,347)
Curriculum Development	371,417	379,017	7,600
Health Insurance	18,065,260	17,959,260	(106,000)
In-Service Training	138,985	118,985	(20,000)
Occupation Education	952,577	912,477	(40,100)
Operation of Plant	216,659	248,273	31,614
Personnel	47,053	44,414	(2,639)
Programs Student/Disabilities	19,932,272	20,023,510	91,238
Research, Planning & Evaluation	45,130	48,430	3,300
School Association Dues	20,500	20,250	(250)
Teachers' Retirement System	6,421,965	6,422,965	1,000
Teaching Regular School	32,297,818	32,429,274	131,456
Unallocated Insurance	623,438	616,244	(7,194)
TOTAL	\$90,250,590	\$90,329,597	\$79,007

2015-16 Working Budget

	WORKING BUDGET 2015-2016	TAX LEVY LIMIT 2015-2016
CHANGE IN BUDGET (\$) FROM 14-15 to 15-16	\$2,789,007	\$2,057,908
CHANGE IN BUDGET (%) FROM 14-15 to 15-16	2.37%	1.75%

2015-16 Working Budget

ALLOWABLE TAX LEVY LIMIT
INCREASE FOR 2015-16 ...

\$2,133,698

PROJECTED OTHER REVENUE
DECREASE FOR 2015-16 ...

(75,790)
2,057,908

WORKING BUDGET INCREASE ...

2,789,007

**REQUIRED ADJUSTMENT TO
REACH LEVY LIMIT ...**

(\$731,099)

2015-16 Working Budget

	2014-2015	WORKING BUDGET 2015-2016	AT LEVY LIMIT 2015-2016
TAX RATE (per \$100)	\$223.78	\$231.20	\$229.56
TAX RATE \$ CHANGE (per \$100)		\$7.42	\$5.78
TAX RATE % CHANGE		3.31%	2.58%

Major Non-Discretionary Costs

- Salary and Contractual Obligations
- Pension Contributions (TRS/ERS)
- Insurance Premiums
- Debt Service
- BOCES Administrative & Capital Charges
- Utilities
- Special Education
- Transportation

Salary & Contractual Obligations

- Instructional and non-instructional salaries
- Overtime and sick/personal leaves
- Health insurance premiums
- Extracurricular stipends
- Substitute employees

Salary & Contractual Obligations

2014-2015 BUDGET	2015-2016 WORKING BUDGET	\$ Change	% Change
\$75,655,065	\$78,388,945	\$2,733,880	3.61%

Pension Contributions

- Teachers' Retirement System (TRS)
 - ✓ All certificated employees
 - ✓ 2015-16 employer contribution rate: **13.26%**
(compared to 17.53% for 2014-15)
- Employees' Retirement System (ERS)
 - ✓ All civil service employees
 - ✓ 2015-16 employer contribution rate: **18.90%**
(compared to 20.10% for 2014-15)

Pension Contributions

2014-2015 BUDGET	2015-2016 WORKING BUDGET	\$ Change	% Change
\$10,404,023	\$9,345,521	(\$1,058,502)	(10.17%)

General Insurance

- Includes premiums for:
 - ✓ Property insurance
 - ✓ Liability insurance
 - ✓ Excess liability & umbrella policies
 - ✓ Student accident insurance
 - ✓ Boiler & machinery insurance
 - ✓ Underground storage tank insurance
- Does not include employee benefit insurances (health, dental, life)

General Insurance

2014-2015 BUDGET	2015-2016 WORKING BUDGET	\$ Change	% Change
\$605,280	\$616,244	\$10,964	1.81%

Debt Service

	<u>Amount</u>	<u>Balance</u>
• 2006 Bond Issue	\$251,282	\$2,025,000
• 2006 Energy Performance Contract	212,719	973,312

Debt Service

2014-2015 BUDGET	2015-2016 WORKING BUDGET	\$ Change	% Change
\$460,188	\$464,001	\$3,813	0.83%

BOCES Admin & Capital

- HUFSD share of all BOCES administrative costs (salaries, pensions, fringe benefits)
- HUFSD share of all BOCES operational costs (rents, mortgages, maintenance, etc.)

BOCES Admin & Capital

2014-2015 BUDGET	2015-2016 WORKING BUDGET	\$ Change	% Change
\$306,520	\$308,231	\$1,711	0.56%

Utilities

- Fuel oil
- Electricity
- Gas
- Water
- Telephone
- Refuse Removal
- Sewer

Utilities

2014-2015 BUDGET	2015-2016 WORKING BUDGET	\$ Change	% Change
\$1,166,600	\$1,196,800	\$30,200	2.59%

Special Education

- Out-of-district student tuitions
- Contracted services in- and out-of-district (speech, OT/PT, related services)
- Services to non-resident students attending private and parochial schools within the Huntington School District (matching revenue)

Special Education

2014-2015 BUDGET	2015-2016 WORKING BUDGET	\$ Change	% Change
\$3,005,000	\$3,025,000	\$20,000	0.66%

Non-Discretionary Increases from 14-15 to 15-16

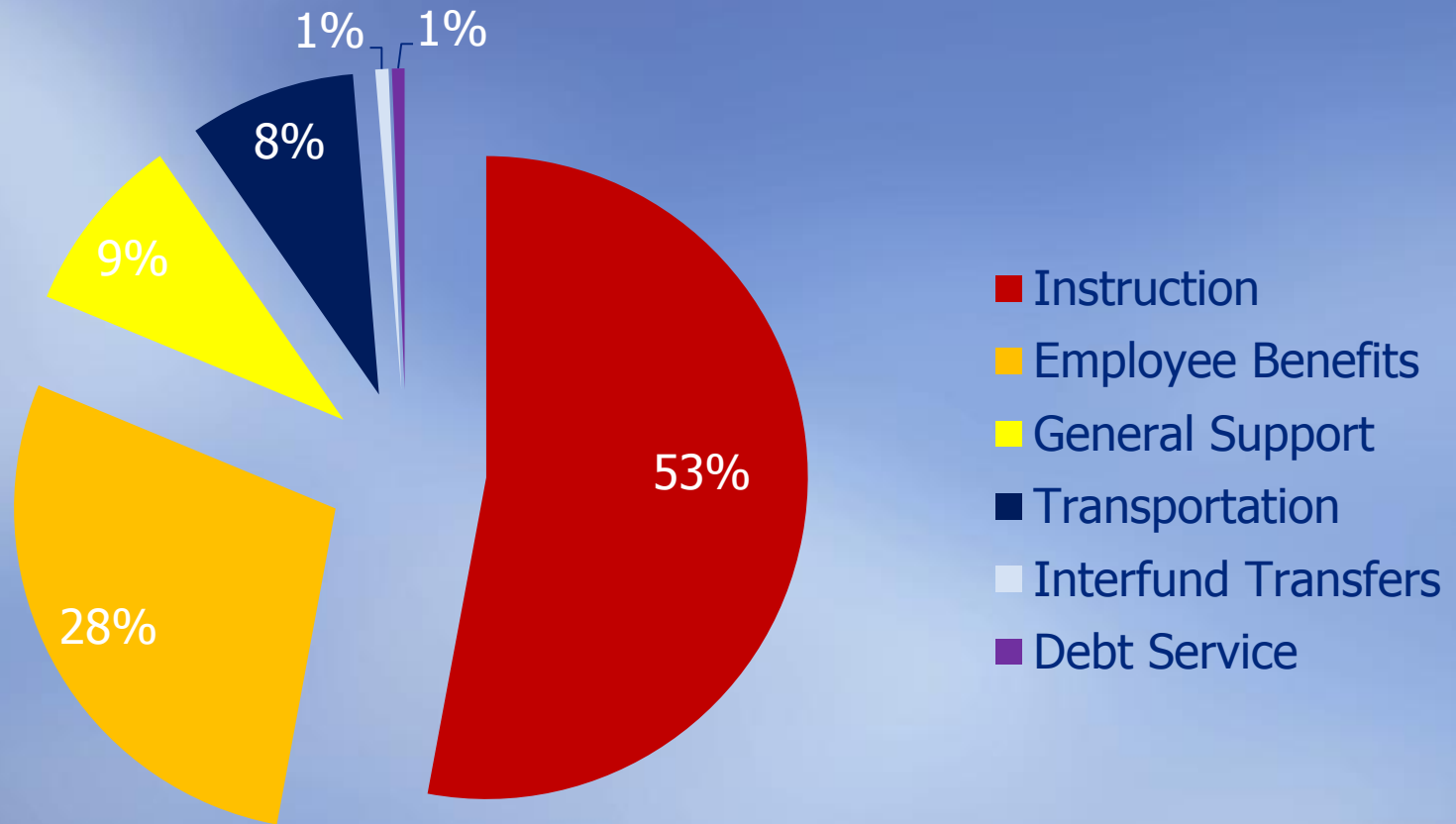
	\$ Increase	% Increase
Salary & Contractual Obligations	\$2,733,880	3.61%
Pension Contributions	(1,058,502)	(10.17%)
General Insurance Premiums	\$10,964	1.81%
Debt Service	\$3,813	0.83%
BOCES Admin & Capital Charges	\$1,711	0.56%
Utilities	\$30,200	2.59%
Special Education	\$20,000	0.66%
\$/% of Total Budget Increase	\$1,742,066	62.46%

Discretionary Spending

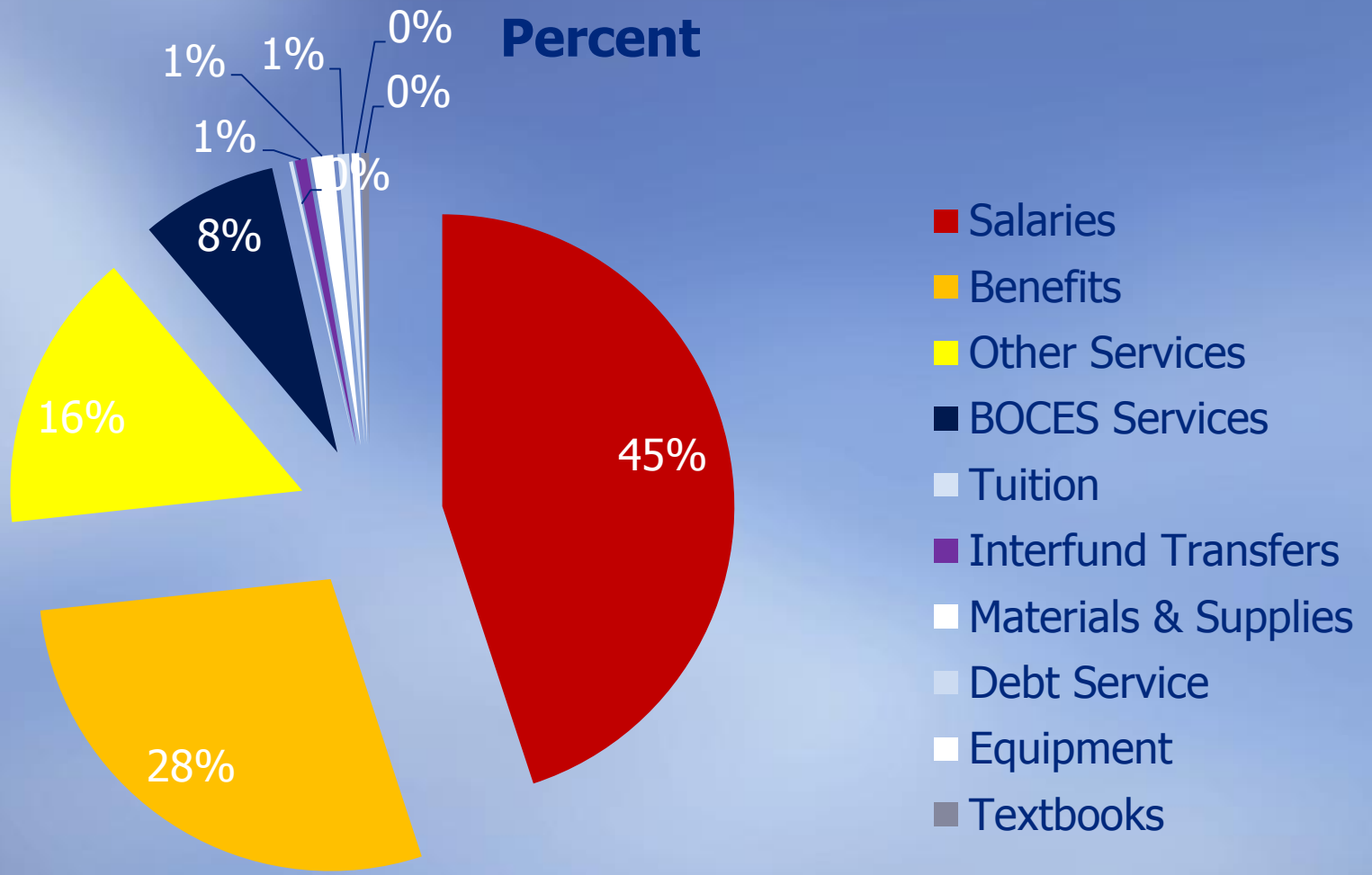
- Examples:
 - ✓ Staffing
 - ✓ Textbooks
 - ✓ Supplies & equipment
 - ✓ Instructional technologies
 - ✓ Co-/Extra-curricular activities
 - ✓ Travel & conference
 - ✓ Capital improvements & maintenance

Budget by Function

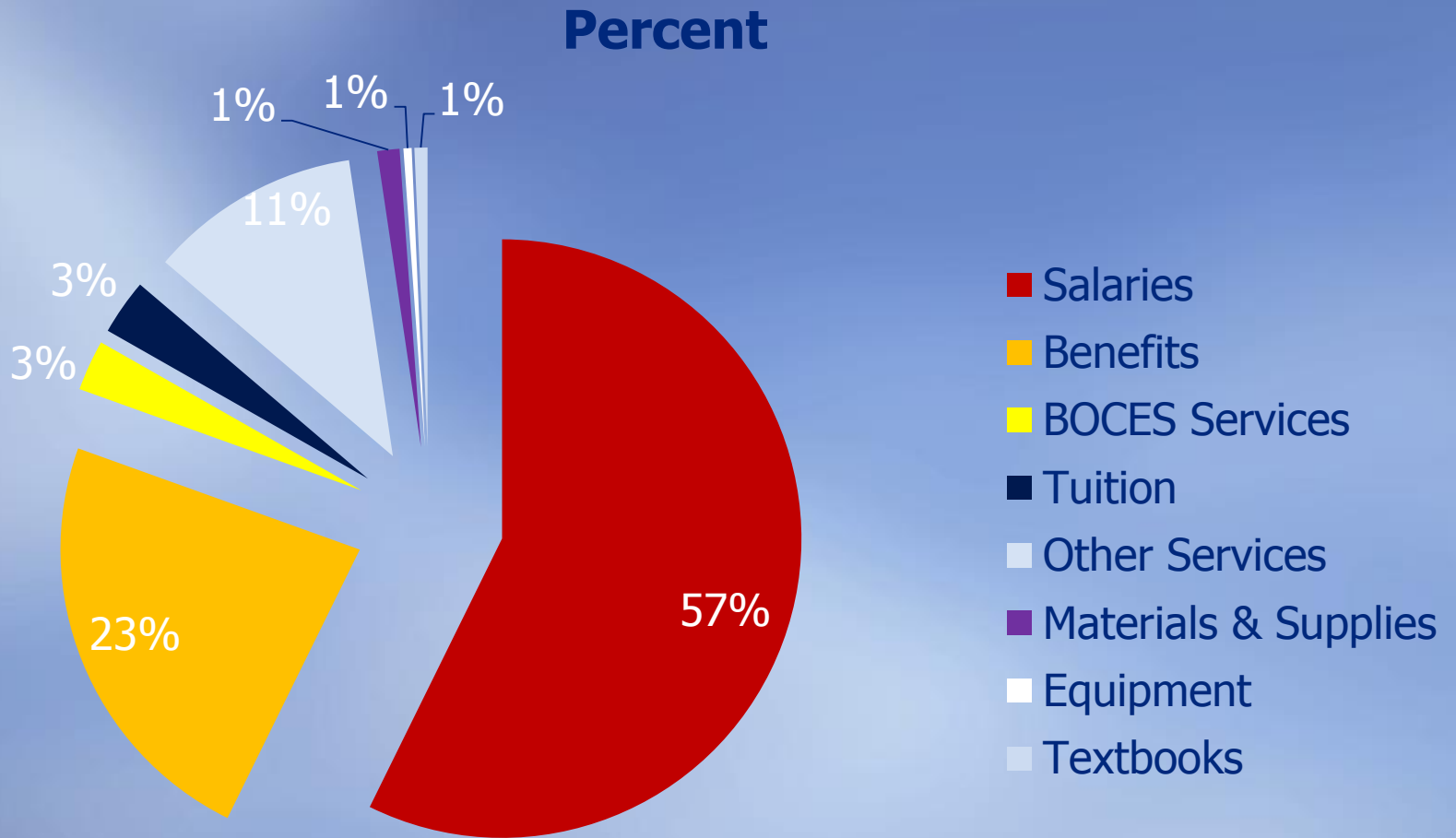
Percent



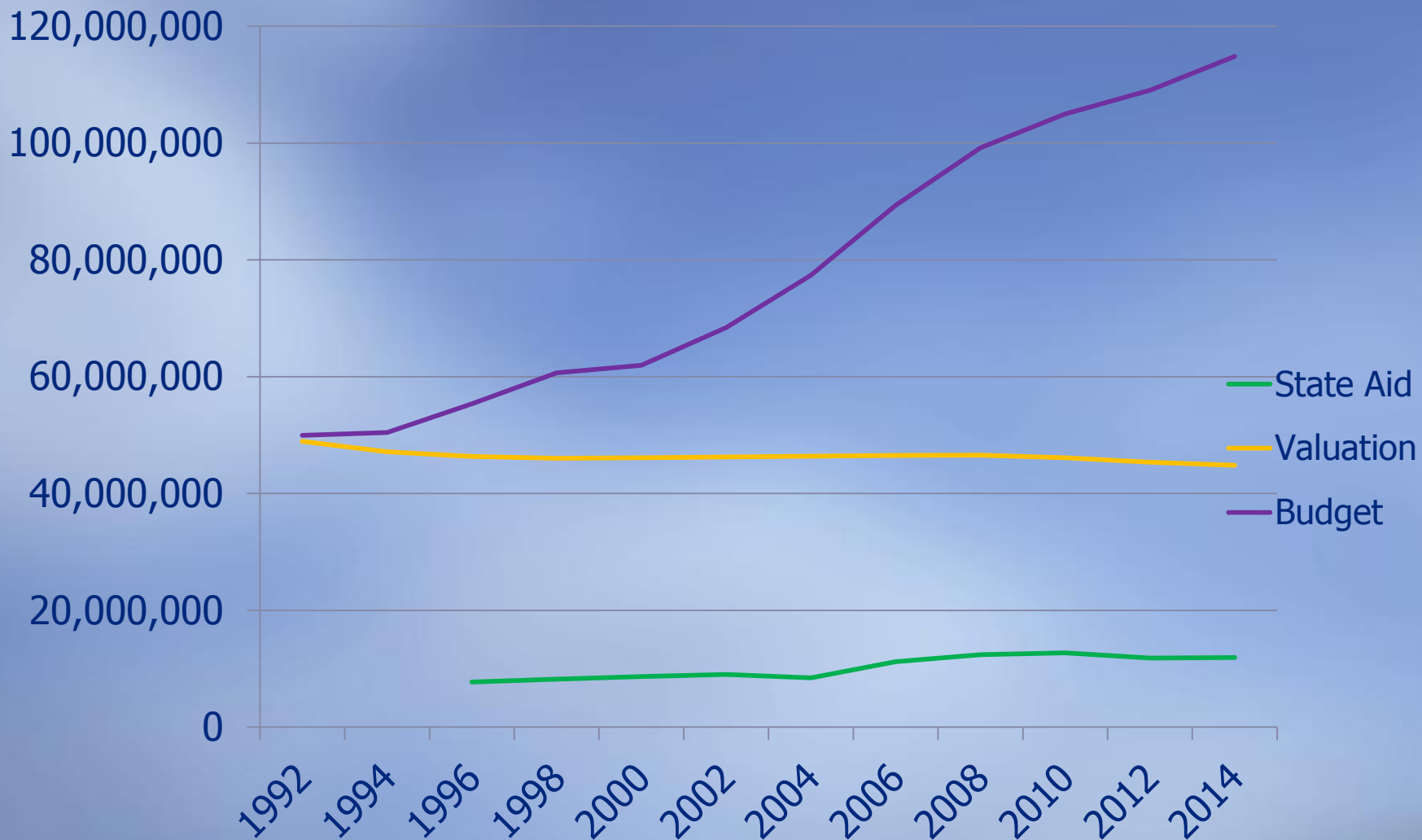
Budget by Object



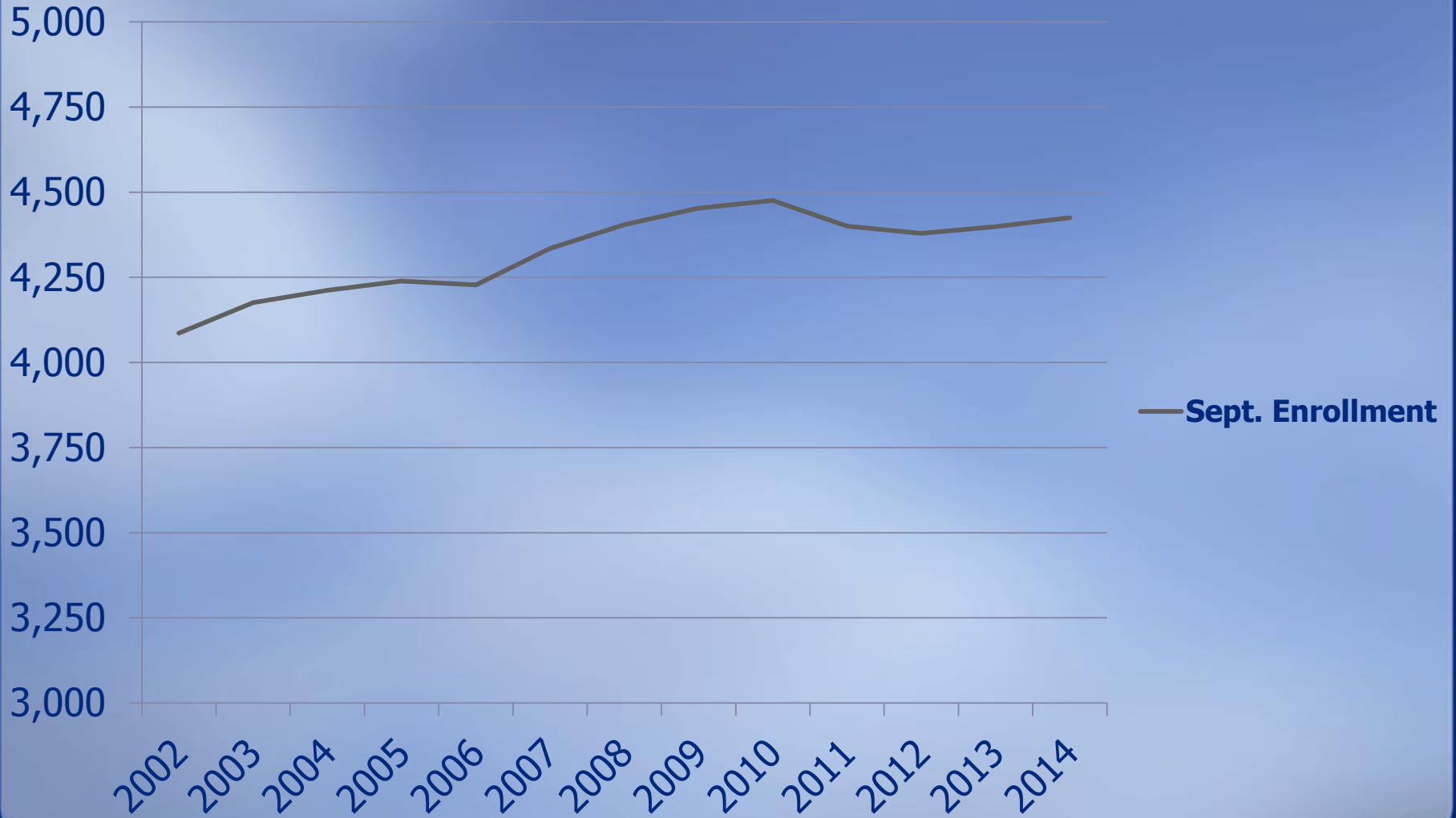
Instructional Budget by Object



State Aid, Assessed Valuation, Budget Trend 1992-2014



Enrollment Trend 2002-2014



Huntington Union Free School District

Budget Overview

1000 Series: General Support

5000 Series: Transportation

1000 Series: General Support

- Board of Education
- District Clerk and District Meetings
- Chief School Administrator
- Business Administrator
- Legal Services
- Human Resources (Personnel)
- Public Information
- Plant Operation
- Plant Maintenance
- Central Storage, Printing, Mailing
- Central Data Processing
- General Insurance
- School Association Dues
- BOCES Administrative and Capital Costs

1000 Series: General Support

2013-2014 Actual	2014-2015 Est. Actual
\$10,690,730	\$10,363,056

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$10,528,368	\$10,910,891	\$382,523	3.63%

1010 Board of Education

- Conferences/workshops for Board of Education members
- Office supplies, postage, photocopy costs
- Board policy services

1010 Board of Education

2013-2014 Actual	2014-2015 Est. Actual
\$2,975	\$3,900

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$3,900	\$4,400	\$500	12.82%

1040 District Clerk

- Staff
- Office supplies, postage
- District clerk workshop
- Freedom of Information Law compliance
- Legal processes
- Paperless board document service
- Clerical support

1040 District Clerk

2013-2014 Actual	2014-2015 Est. Actual
\$21,535	\$32,850

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$33,011	\$33,550	\$539	1.63%

1060 District Meetings

- Board of Education meetings
- School budget vote:
 - ✓ Voting machines
 - ✓ Budget information mailings
 - ✓ Legal notices

1060 District Meetings

2013-2014 Actual	2014-2015 Est. Actual
\$10,063	\$27,500

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$33,145	\$33,145	\$0	0.00%

1240 Chief School Administrator's Office

- Staff
- Mailings to residents, postage
- Contracted services
- Office supplies, photocopy costs
- Professional association memberships
- Workshops and conferences
- School district subscriptions/publications
- Staff development (Superintendent's Conference Days)

1240 Chief School Administrator's Office

2013-2014 Actual	2014-2015 Est. Actual
\$294,770	\$293,718

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$294,618	\$295,889	\$1,271	0.43%

1310 Business Administration

- Staff
- NYSED filings and annual audit
- Revenue collection
- Accounts payable
- Purchasing
- Payroll
- Employee benefits
- Postage, photocopy expenses

1310 Business Administration

2013-2014 Actual	2014-2015 Est. Actual
\$908,812	\$850,331

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$849,531	\$874,653	\$25,122	2.96%

1320 Auditing

- Required under NYS law:
 - ✓ Annual (external) independent audit by CPA firm
 - ✓ Internal audit services
 - ✓ Claims Audit Services
 - ✓ Financial statement preparation

1320 Auditing

2013-2014 Actual	2014-2015 Est. Actual
\$123,400	\$125,000

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$142,000	\$145,000	\$3,000	2.11%

1325 Treasurer

- Staff
- Cash management and investments
- Income and expenditure reports
- Banking transactions
- Trust and agency funds

1325 Treasurer

2013-2014 Actual	2014-2015 Est. Actual
\$61,762	\$70,000

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$34,028	\$71,614	\$37,856	105.17%

1420 Legal Services

- General Counsel:
 - ✓ School district municipal and education law
- Labor Counsel:
 - ✓ Collective bargaining agreements
 - ✓ Arbitrations and labor-related grievances

1420 Legal Services

2013-2014 Actual	2014-2015 Est. Actual
\$480,165	\$400,800

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$400,800	\$405,500	\$4,700	1.17%

1430 Human Resources

- Staff
- Recruitment and hiring (instructional/non-instructional)
- Advertising
- Collective bargaining/negotiations
- Certifications and classifications
- Observation/evaluation management

1430 Human Resources

2013-2014 Actual	2014-2015 Est. Actual
\$234,172	\$228,112

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$219,479	\$263,893	\$44,414	20.24%

1460 Records Management

- Records retention
- Supplies

1460 Records Management

2013-2014 Actual	2014-2015 Est. Actual
\$3,981	\$3,981

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$5,500	\$5,500	\$0	0.00%

1480 Public Information and Services

- Staff
- Press releases
- District calendar
- Budget brochure
- District website

1480 Public Information and Services

2013-2014 Actual	2014-2015 Est. Actual
\$119,404	\$123,000

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$130,000	\$133,302	\$3,302	2.54%

1620 Operation of Plant

- Operation of buildings (8)
- Staff (custodial)
- Equipment (vehicles, tractors, plows)
- Custodial supplies
- Utilities (fuel, electric, water, telephone, refuse removal)

1620 Operation of Plant

2013-2014 Actual	2014-2015 Est. Actual
\$5,478,697	\$5,247,827

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$5,238,808	\$5,487,081	\$248,273	4.74%

1621 Maintenance of Plant

- Staff (maintenance, grounds)
- Building repairs
- Contracted services
- Supplies (heating, plumbing, electrical, etc.)

1621 Maintenance of Plant

2013-2014 Actual	2014-2015 Est. Actual
\$1,030,676	\$1,107,344

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$1,208,829	\$1,209,720	\$891	0.07%

1625 Security

- Staff
- Cameras
- Uniforms

1625 Security

2013-2014 Actual	2014-2015 Est. Actual
\$812,563	\$779,700

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$785,200	\$785,200	\$0	0.00%

1680 Central Data Processing

- Student assessment information
- Attendance tracking
- Report card/progress report printing
- State reporting mandates
- Student management software

1680 Central Data Processing

2013-2014 Actual	2014-2015 Est. Actual
\$188,857	\$196,219

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$217,719	\$217,719	\$0	0.00%

1910 General Insurance

- Property insurance
- Vehicle insurance
- Liability insurance
- Excess and umbrella policies
- Student accident insurance
- Boiler and machinery insurance
- Underground storage tank insurance
- Pollution liability insurance

1910 General Insurance

2013-2014 Actual	2014-2015 Est. Actual
\$570,740	\$600,000

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$605,280	\$616,244	\$10,964	1.81%

1920 School Association Dues

- Examples:
 - ✓ New York State School Boards Association
 - ✓ Nassau-Suffolk School Boards Association
 - ✓ SCOPE

1920 School Association Dues

2013-2014 Actual	2014-2015 Est. Actual
\$20,000	\$20,000

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$20,000	\$20,250	\$250	1.25%

1981 BOCES Admin & Capital Costs

- Share of all BOCES administrative and operational costs:
 - ✓ Salaries, pensions and fringe benefits
 - ✓ Rents, mortgages and maintenance

1981 BOCES Admin & Capital Costs

2013-2014 Actual	2014-2015 Est. Actual
\$328,157	\$305,755

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$306,520	\$308,231	\$1,711	0.56%

1000 Series: General Support

2013-2014 Actual	2014-2015 Est. Actual
\$10,690,730	\$10,363,056

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$10,528,368	\$10,910,891	\$382,523	3.63%

5000 Series: Transportation

Current Huntington Coach contract:

- One-year term set to expire on June 30, 2015
- 51 large buses
- 77 vans
- Cost based on “packages,” each including routes associated with multiple schools

Transportation Data

- **5,224** eligible students transported daily to:
 - ✓ Eight district schools
 - ✓ 29 private/parochial schools (down from 32 in 2013-14)
 - ✓ 24 special needs schools (down from 26 in 2013-14)

5000 Series: Transportation

2013-2014 Actual	2014-2015 Est. Actual
\$9,482,027	\$9,627,150

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$9,809,541	\$10,088,804	\$279,263	2.85%

5510 District Transportation Services

Transportation supervisor's office:

- Staff
- Supplies

5510 District Transportation Services

2013-2014 Actual	2014-2015 Est. Actual
\$140,845	\$140,900

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$141,883	\$149,340	\$7,457	5.26%

5540 Contract Transportation

- Regular daily transportation
- Special education transportation
- Athletics
- Music
- Late buses
- Daily rentals (e.g., field trips)

5540 Contract Transportation

2013-2014 Actual	2014-2015 Est. Actual
\$9,306,828	\$9,454,250

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$9,642,658	\$9,909,464	\$266,806	2.77%

5581 Transportation BOCES

- Greenkill (costs covered by students)
- Athletic tournaments/playoffs
- Marching band

5581 Transportation BOCES

2013-2014 Actual	2014-2015 Est. Actual
\$34,354	\$32,000

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$25,000	\$30,000	\$5,000	20.00%

5000 Series: Transportation

2013-2014 Actual	2014-2015 Est. Actual
\$9,482,027	\$9,627,150

2014-2015 Budget	2015-2016 Budget	\$ Change	% Change
\$9,809,541	\$10,088,804	\$279,263	2.85%

2015-16 Working Budget *

* Will not be final until board-adopted on 4/13/15

	WORKING BUDGET 2015-2016	BUDGET INCREASE	TAX RATE INCREASE
AS OF 3/2/2015	\$120,403,377	2.37%	3.31%

Contingency Budget

- Incorporates the same tax levy adopted for 2014-15 (0% levy increase, no exclusions)
- Required budget reduction: \$2,824,482
 - ✓ Must include equipment removal - \$506,904
- Remaining budget reduction: **\$2,317,578**

Upcoming Budget Sessions

- **Monday, 3/9:** Employee Benefits, Debt Service, Fund Transfers, Capital
(workshop)
- **Monday, 3/23:** Instruction and Staffing
- **Monday, 3/30:** Revenue/Budget Review
- **Monday, 4/13:** Budget Adoption
- **Monday, 5/11:** Budget Hearing
- **Tuesday, 5/19:** Budget Vote/Election

Factors Still To Be Determined

- State Aid (projections not released)
- Impact of Smart Schools Bond Act funding
- Property Tax Freeze/Government Efficiency Plan Requirement
- Part 154 Amendment Impact

Governor's Aid Proposal Conditions

- APPR reform (50% State exams; 50% classroom observations, including 35% from an outside "independent" observer)
 - Probationary period extension from three to five years
 - Incentives for high performing teachers
 - Expedited removal of ineffective teachers
 - State takeover of failing schools (Mass. receivership model)
 - \$100 million for Educational Incentive Tax Credit
 - Increase charter school cap (primarily in NYC)
 - Extend mayoral control in NYC
 - Extend pre-K funding and opportunities for three-year olds
 - Create mentoring commission to be chaired by Matilda Cuomo
- (\$1.1 billion in state aid remains in the balance ...)