



# SACHEM

CENTRAL  
SCHOOL  
DISTRICT

# Board of Education 2017-2018

## Budget Development Workshop #1 February 1, 2017

*Kenneth E. Graham, Ed.D., Superintendent of Schools*

*John J. O'Keefe, Assistant Superintendent for Business*

*Ron Sacks, School Business Administrator*



## Budget Timeline

- February 1, 2017 Budget Development Meeting #1
- February 15, 2017 Budget Development Meeting #2
- March 8, 2017 Budget Development Meeting #3
- March 22, 2017 Budget Development Meeting #4
- April 5, 2017 Budget Development Meeting #5
- April 19, 2017 Budget Adoption Meeting
- May 3, 2017 Public Hearing
- May 16, 2017 Annual Election and Budget Vote



## 2016-2017 Budget Recap

**Total Approved Budget: \$306,407,294**

- \$10,333,591 Budget-to-Budget Increase
- 0.76% Tax Levy Increase

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- ✓ *Tax Cap Compliant*
  - ✓ *Fiscally Prudent Budget*
  - ✓ *Five-Year Average\* Annual Budget Increase **1.27%***

*\* Since Inception of the Tax Cap in 2012-2013*

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## Challenges to Budgeting

- The 2% Tax Levy Limit Legislation (“2% Tax Cap”)
- Additionally, there are numerous mandates and expenses over which the district has no control.

### These include:

- BOCES Administrative Fees
- Special Education Mandates
- Mandated Testing and Scoring
- Auditing and Financial Compliance
- Academic Intervention Services (AIS)
- Health Insurance Premium Increases
- Pension and Retirement Contributions – TRS/ERS



## Preparing for 2017-2018

### *Important Financial Information to Consider ...*

- CPI-U for 2017-2018 is **1.26%**
  - This is the **4<sup>th</sup> Year** in a Row **Below 2%**.

- 
- 2017-2018 ... **1.26%**
  - 2016-2017 ... **0.12%**
  - 2015-2016 ... **1.62%**
  - 2014-2015 ... **1.46%**
  - 2013-2014 ... **2.00%**
  - 2012-2013 ... **2.00%**



## Preparing for 2017-2018 ...CONTINUED

### ***Additional Financial Information to Consider ...***

TOTAL <u>ACTUAL</u> EXPENDITURES					
2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016
\$ 269,833,295	\$ 278,579,016	\$ 285,119,338	\$ 277,918,942	\$ 293,684,510	\$ 290,456,893
TOTAL <u>ACTUAL</u> REVENUES					
2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016
\$ 264,756,551	\$ 262,359,074	\$ 273,738,041	\$ 277,164,420	\$ 285,018,913	\$ 297,981,254
ANNUAL SURPLUS / (DEFICIT)					
2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016
\$ (5,076,744)	\$ (16,219,942)	\$ (11,381,297)	\$ (754,522)	\$ (8,665,597)	\$ 7,524,361
ANNUAL Y/E TOTAL FUND BALANCE					
2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016
\$ 36,760,228	\$ 24,395,255	\$ 14,796,151	\$ 14,041,628	\$ 5,516,795	\$ 13,100,670

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## Non-Instructional Areas

- 1000-1999 – General Support
- 5000-5999 – Transportation
- 9000-9099 – Employee Benefits
- 9700-9799 – Debt Service
- 9900-9999 – Interfund Transfers



## BOE, Superintendent, Business, Personnel

BUDGET ACCOUNT GROUP	2013-14 Actual	2014-15 Actual	2015-16 Actual	2016-17 Budget	2017-18 Proposed
1010 BOARD OF EDUCATION	\$ 12,945	\$ 13,764	\$ 14,183	\$ 14,850	\$ 20,800
1040 DISTRICT CLERK	\$ 71,786	\$ 84,989	\$ 83,664	\$ 79,411	\$ 78,650
1060 DISTRICT MEETING	\$ 32,200	\$ 29,242	\$ 28,037	\$ 37,500	\$ 65,620
1240 CHIEF SCHOOL ADM	\$ 375,176	\$ 396,895	\$ 415,706	\$ 400,803	\$ 382,890
1310 BUSINESS ADMINISTRATION	\$ 1,731,373	\$ 1,667,145	\$ 1,672,852	\$ 1,687,051	\$ 1,704,903
1320 AUDITING SERVICES	\$ 151,803	\$ 156,263	\$ 126,500	\$ 150,000	\$ 169,740
1325 DISTRICT TREASURER	\$ 32,700	\$ 31,200	\$ 34,550	\$ 60,000	\$ 60,000
1345 PURCHASING	\$ 155,334	\$ 159,137	\$ 160,307	\$ 162,016	\$ 168,532
1430 PERSONNEL	\$ 1,431,471	\$ 1,486,098	\$ 1,235,003	\$ 1,442,021	\$ 1,509,743
1480 COMMUNICATIONS	\$ 42,615	\$ 42,647	\$ 38,629	\$ 35,000	\$ 127,000

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## Facilities, Security, Data, Insurance, BOCES

BUDGET ACCOUNT GROUP	2013-14 Actual	2014-15 Actual	2015-16 Actual	2016-17 Budget	2017-18 Proposed
1620 BUILDINGS & GROUNDS	\$ 13,564,678	\$ 13,436,917	\$ 12,365,593	\$ 13,928,753	\$ 13,661,165
1621 GROUNDS	\$ 1,280,492	\$ 1,320,763	\$ 1,249,352	\$ 1,290,270	\$ 1,325,747
1622 SAFETY COMPLIANCE	\$ 120,242	\$ 362,640	\$ 291,629	\$ 86,166	\$ 183,226
1625 SECURITY	\$ 2,163,104	\$ 2,139,095	\$ 2,046,317	\$ 1,874,054	\$ 2,314,777
1680 CENTRAL DATA PROCESSING	\$ 644,792	\$ 1,070,851	\$ 711,288	\$ 895,330	\$ 856,895
1910 UNALLOCATED INSURANCE	\$ 1,175,310	\$ 1,272,242	\$ 1,270,246	\$ 1,447,270	\$ 1,348,649
1930 JUDGMENTS & CLAIMS	\$ 16,494	\$ 10,346	\$ 3,386	\$ 10,000	\$ 10,000
1981 BOCES SERVICES	\$ 1,758,106	\$ 1,755,665	\$ 1,766,549	\$ 1,854,877	\$ 1,868,601

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## Transportation – District/Contract/BOCES

BUDGET ACCOUNT GROUP	2013-14 Actual	2014-15 Actual	2015-16 Actual	2016-17 Budget	2017-18 Proposed
5510 DISTRICT TRANSPORTATION	\$ 2,080,551	\$ 2,210,759	\$ 2,075,611	\$ 2,168,012	\$ 2,385,956
5515 SUPERVISOR & SECURITY VEHICLES	\$ -	\$ -	\$ -	\$ 121,000	\$ -
5530 GARAGE BUILDING	\$ 85,895	\$ 82,946	\$ 72,298	\$ 94,182	\$ 95,184
5540 CONTRACT TRANSPORTATION	\$ 16,068,145	\$ 16,165,724	\$ 15,408,503	\$ 15,780,247	\$ 16,583,545
5581 BOCES TRANSPORTATION	\$ 864,352	\$ 974,487	\$ 749,874	\$ 1,002,000	\$ 911,000



## Benefits – ERS/TRS/FICA/WC/UI/Health/Etc.

BUDGET ACCOUNT GROUP	2013-14 Actual	2014-15 Actual	2015-16 Actual	2016-17 Budget	2017-18 Proposed
9010 EMPLOYEE RETIREMENT SYSTEM	\$ 3,999,919	\$ 4,360,091	\$ 4,811,395	\$ 5,314,039	\$ 5,170,000
9020 TEACHERS RETIREMENT SYSTEM	\$ 17,074,120	\$ 17,940,658	\$ 17,006,611	\$ 17,754,197	\$ 18,275,000
9030 SOCIAL SECURITY	\$ 8,628,682	\$ 9,127,014	\$ 8,977,919	\$ 9,606,476	\$ 10,070,000
9040 WORKERS' COMPENSATION	\$ 2,037,902	\$ 2,376,706	\$ 2,923,668	\$ 3,400,000	\$ 3,400,000
9045 LIFE INSURANCE	\$ 46,640	\$ 60,100	\$ 45,214	\$ 40,000	\$ 50,000
9050 UNEMPLOYMENT INSURANCE	\$ 610,797	\$ 59,753	\$ 175,436	\$ 417,080	\$ 200,000
9055 DISABILITY INSURANCE	\$ 256,149	\$ 204,864	\$ 153,707	\$ 290,000	\$ 290,000
9060 MEDICAL INSURANCE	\$ 29,164,722	\$ 29,974,836	\$ 30,965,527	\$ 33,666,826	\$ 36,130,467
9089 OTHER BENEFITS	\$ 2,194,595	\$ 2,366,166	\$ 2,483,047	\$ 2,288,816	\$ 2,580,000

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## Debt, TAN, EPC, Transfer to Capital

BUDGET ACCOUNT GROUP	2013-14	2014-15	2015-16	2016-17	2017-18
	Actual	Actual	Actual	Budget	Proposed
9710 SERIAL BONDS-LIBRARY	\$ 471,550	\$ 453,650	\$ 458,675	\$ 439,600	\$ 418,700
9711 SER BONDS-SCHOOL CONST	\$ 17,686,069	\$ 17,539,638	\$ 17,537,431	\$ 17,539,475	\$ 16,825,113
9760 TAX ANTICIPATION NOTE	\$ 624,889	\$ 576,111	\$ 1,334,667	\$ 1,500,000	\$ 1,500,000
9789 ENERGY PERFORMANCE CONTRACT	\$ 1,914,544	\$ 1,353,687	\$ 1,353,687	\$ 1,353,688	\$ 3,169,915
9950 TRANSFER TO CAPITAL FUND	\$ -	\$ -	\$ -	\$ -	\$ 1,556,766



## 2017/18 Proposed Transfer to Capital

What is Included in this Draft Proposal:

- HS East Stairs to Field \$ 400,256.00
- HS North Pool Locker Rm \$ 406,510.00
- 6 New Large Buses \$ 750,000.00

**Total Proposed Expenditure** \$1,556,766.00

***This Increase in Expenditure will Result in a Corresponding Increase in the Tax Levy Calculation, and is an Allowable Exclusion in the Tax Levy Cap Calculation.***

***It Does Not Impact Monies Available for Instructional Programs.***

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## Next Steps ...

- Keep in mind, these are **only preliminary numbers**, and are likely subject to change.
- We are still waiting for finalized State Aid projections.
  - ❖ (Typically on or about April 1<sup>st</sup>)
- District Administration will continue to work to refine budgetary projections.
- District Administration will keep the Board of Education and the community updated as information becomes available.

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Continuing the Conversation ...

The Next Budget Workshops are  
Scheduled for

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**Wednesday, February 15<sup>th</sup>**

**Student Activities & Support Services**

(Athletics, OSS/Special Education,  
Grant Funded Programs, Co-Curricular Activities)

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**Wednesday, March 8<sup>th</sup>**

**Curriculum and Instruction**

(General Education Programs, Occupational Education,  
Guidance, Library, Child Care, Summer Enrichment)

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Continuing the Conversation ...

Additional Discussions  
**March 22<sup>nd</sup> and April 5<sup>th</sup>**

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Budget Vote  
**Tuesday, May 16, 2017**  
At your local Elementary School

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