



SACHEM

CENTRAL
SCHOOL
DISTRICT

Board of Education

2018-2019

Budget Development Workshop

Budget Adoption

April 18, 2018

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

John J. O'Keefe, Assistant Superintendent for Business & Operations

Ron Sacks, School Business Administrator

We are Sachem!



Budget Timeline

- April 18, 2018 Budget Adoption Meeting
- May 2, 2018 Public Hearing
- May 15, 2018 Annual Election and Budget Vote



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Proposed Revenue Budget

| ACCOUNT TITLE | 2014-15 ACTUAL | 2015-16 ACTUAL | 2016-17 ACTUAL | 2017-18 BUDGET | 2018-19 PROPOSED |
|--------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| REAL PROPERTY TAXES & STAR | \$ 166,065,720 | \$ 169,784,031 | \$ 171,075,097 | \$ 177,007,200 | \$ 187,157,699 |
| PAYMENTS IN LIEU OF TAXES (PILOTS) | \$ 932,003 | \$ 1,353,457 | \$ 1,102,507 | \$ 1,000,000 | \$ 1,000,000 |
| OTHER STUDENT FEES & CHARGES | \$ 171,973 | \$ 197,622 | \$ 205,069 | \$ 175,000 | \$ 470,000 |
| OTHER CHGS FOR SERV/TRIPS | \$ 94,105 | \$ 62,999 | \$ 60,194 | \$ 65,000 | \$ 65,000 |
| CHILDCARE | \$ 1,293,142 | \$ 1,531,345 | \$ 1,536,165 | \$ 1,500,000 | \$ 1,500,000 |
| DAY SCH TUITION OTHER DISTRICTS | \$ 937,448 | \$ 128,109 | \$ 716,538 | \$ 500,000 | \$ 500,000 |
| HEALTH SERV/OTHER DISTRICTS | \$ 129,458 | \$ 121,676 | \$ 138,233 | \$ 130,000 | \$ 130,000 |
| LIBRARY DEBT SERVICE | \$ 453,650 | \$ 458,675 | \$ 439,600 | \$ 418,700 | \$ 402,900 |
| INTEREST & EARNINGS | \$ 130,548 | \$ 157,453 | \$ 206,472 | \$ 165,000 | \$ 200,000 |
| RENT REAL PROP-INDIVIDUAL | \$ 266,701 | \$ 305,419 | \$ 491,592 | \$ 400,000 | \$ 400,000 |
| RENT REAL PROP-OTHER GOVERNMENTS | \$ 143,577 | \$ 300,720 | \$ 323,352 | \$ 600,000 | \$ 887,181 |
| RENT OF EQUIPMENT | \$ 51,000 | \$ 51,425 | \$ 44,949 | \$ - | \$ - |
| MISCELLANEOUS REVENUE SOURCES | \$ 2,233,838 | \$ 3,755,163 | \$ 3,804,965 | \$ 2,244,500 | \$ 2,500,000 |
| STATE AID - ALL COMPONENTS | \$ 112,020,706 | \$ 119,576,053 | \$ 128,224,954 | \$ 129,786,136 | \$ 127,474,539 |
| MEDICAID ASSISTANCE | \$ 93,344 | \$ 198,808 | \$ 244,016 | \$ 200,000 | \$ 200,000 |
| INTERFUND TRANSFERS | \$ 140,764 | \$ 59,514 | \$ - | \$ - | \$ - |
| APPROPRIATED FUND BALANCE / RESERVES | \$ - | \$ - | \$ - | \$ - | \$ - |
| TOTAL REVENUE | \$ 285,157,977 | \$ 298,042,468 | \$ 308,613,703 | \$ 314,191,536 | \$ 322,887,319 |



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Proposed Expenditure Budget

| Functional Range | Description | 2017 - 18 Adopted Budget | 2018 - 19 Proposed Budget |
|------------------|---------------------|--------------------------|---------------------------|
| 1000 - 1999 | GENERAL SUPPORT | \$ 25,630,711 | \$ 26,545,454 |
| 2000 - 2999 | INSTRUCTION | \$ 170,032,636 | \$ 174,783,567 |
| 5000 - 5999 | TRANSPORTATION | \$ 19,975,685 | \$ 20,619,450 |
| 7000 - 8999 | COMMUNITY SERVICES | \$ 1,142,027 | \$ 1,008,975 |
| 9000 - 9099 | EMPLOYEE BENEFITS | \$ 73,252,599 | \$ 74,440,520 |
| 9700 - 9799 | DEBT SERVICE | \$ 21,913,728 | \$ 21,898,715 |
| 9900 - 9999 | INTERFUND TRANSFERS | \$ 2,244,150 | \$ 3,590,638 |
| | | \$ 314,191,536 | \$ 322,887,319 |



Property Tax Report Card (PTRC)

Contact Person: John J. O'Keefe

Telephone Number: 631-471-1321

| | Budgeted 2017-18 (A) | Proposed Budget 2018-19 (B) |
|-------------------------------------------------------------------------------------------------------------------------------------|----------------------------|-----------------------------------|
| Total Budgeted Amount, not Including Separate Propositions | \$ 314,191,536 | \$ 322,887,319 |
| A. Proposed Tax Levy to Support the Total Budgeted Amount ¹ | \$ 177,007,200 | \$ 187,157,699 |
| B. Tax Levy to Support Library Debt, if Applicable | \$ - | \$ - |
| C. Tax Levy for Non-Excludable Propositions, if Applicable ² | \$ - | \$ - |
| D. Total Tax Cap Reserve Amount Used to Reduce Current Year Levy, if Applicable | \$ - | \$ - |
| E. Total Proposed School Year Tax Levy (A + B + C - D) | \$ 177,007,200 | \$ 187,157,699 |
| F. Permissible Exclusions to the School Tax Levy Limit | \$ 4,627,155 | \$ 10,985,068 |
| G. School Tax Levy Limit, <u>Excluding</u> Levy for Permissible Exclusions ³ | \$ 172,380,045 | \$ 176,172,631 |
| H. Total Proposed School Year Tax Levy, <u>Excluding</u> Levy to Support Library Debt and/or Permissible Exclusions (E - B - F + D) | \$ 172,380,045 | \$ 176,172,631 |
| I. Difference: (G - H); (negative value requires 60.0% voter approval) ² | \$ - | \$ - |
| Public School Enrollment | 13,156 | 12,850 |
| Consumer Price Index | | 2.13% |

¹ Include any prior year reserve for excess tax levy, including interest.

² Tax levy associated with educational or transportation services propositions are not eligible for exclusion under the School Tax Levy Limit and may affect voter approval requirements.

³ For 2018-19, includes any carryover from 2017-18 and excludes any tax levy for library debt or prior year reserve for excess tax levy, including interest.

| | Actual 2017-18 (D) | Estimated 2018-19 (E) |
|---------------------------------------------------------------------|--------------------------|-----------------------------|
| Adjusted Restricted Fund Balance | \$ 12,689,186 | \$ 17,000,000 |
| Assigned Appropriated Fund Balance | \$ - | \$ - |
| Adjusted Unrestricted Fund Balance | \$ 12,567,661 | \$ 12,915,493 |
| Adjusted Unrestricted Fund Balance as a Percent of the Total Budget | 4.00% | 4.00% |



School District Budget Notice

| Overall Budget Proposal | Budget Adopted for the 2017-18 3Y | Budget Proposed for the 2018-19 3Y | Contingency Budget for the 2018-19 3Y * |
|-------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|------------------------------------|-----------------------------------------|
| Total Budgeted Amount, Not Including Separate Propositions | \$ 314,191,536 | \$ 322,887,319 | \$ 312,736,820 |
| Increase/(Decrease) for the 2018-19 School Year | | \$ 8,695,783 | \$(1,454,716) |
| Percentage Increase/(Decrease) in Proposed Budget | | 2.77 % | (0.46%) |
| Change in the Consumer Price Index | | 2.13% | |
| A. Proposed Levy to Support the Total Budgeted Amount | \$ 177,007,200 | \$ 187,157,699 | |
| B. Levy to Support Library Debt, If Applicable | -0- | -0- | |
| C. Levy for Non-Excludable Propositions, If Applicable ** | -0- | -0- | |
| D. Total Tax Cap Reserve Amount Used to Reduce Current Year Levy | -0- | -0- | |
| E. Total Proposed School Year Tax Levy (A + B + C - D) | \$ 177,007,200 | \$ 187,157,699 | \$ 177,007,200 |
| F. Total Permissible Exclusions | \$ 4,627,155 | \$ 10,985,068 | |
| G. School Tax Levy Limit, <u>Excluding</u> Levy for Permissible Exclusions | \$ 172,380,045 | \$ 176,172,631 | |
| H. Total Proposed School Year Tax Levy, <u>Excluding</u> Levy to Support Library Debt and/or Permissible Exclusions (E - B - F + D) | \$ 172,380,045 | \$ 176,172,631 | |
| I. Difference: G - H (Negative Value Requires 60.0% Voter Approval - See Note Below Regarding Separate Propositions) ** | \$ 0 | \$ 0 | |
| Administrative Component | \$ 26,154,003 | \$ 27,314,717 | \$ 25,827,115 |
| Program Component | \$ 244,627,485 | \$ 250,634,078 | \$ 245,596,190 |
| Capital Component | \$ 43,410,048 | \$ 44,938,524 | \$ 41,313,515 |

* Provide a statement of assumptions made in projecting a contingency budget for the 2018-19 school year, should the proposed budget be defeated pursuant to Section 2023 of the Education Law.
If the Sachem CSD does not have a voter approved 2018-2019 budget, the Board of Education would need to reduce the proposed budget by \$10,150,499. Resulting cuts would include all non-contingent budget items, including all new equipment and hardware, proposed elementary and middle school security guards, proposed middle school foreign language program, proposed co-curricular clubs, as well as planned capital expenditures, which include renovations to HS North pool, new Transportation fuel tanks, partial roof replacement at Waverly Ave. Elementary, and six replacement school buses. The figures above regarding a 2018-2019 contingency budget are estimates for future consideration. A formal contingency budget would be promulgated for consideration by the Board of Education if the voters compel the District to operate under contingency.

** List Separate Propositions that are not included in the Total Budgeted Amount: (Tax Levy associated with educational or transportation services propositions are not eligible for exclusion and may affect voter approval requirements)

| Description | Amount |
|-------------|--------|
| NONE | \$0 |

| Under the Budget Proposed for the 2018-19 School Year | |
|------------------------------------------------------------------|-------|
| Estimated Basic STAR Exemption Savings ¹ - Brookhaven | \$970 |
| Estimated Basic STAR Exemption Savings ¹ - Islip | \$953 |
| Estimated Basic STAR Exemption Savings ¹ - Smithtown | \$995 |

The annual budget vote for fiscal year 2018-19 by the qualified voters of the Sachem Central School District, Suffolk County, New York, will be held at all open Elementary schools in said district on **Tuesday, May 15, 2018** between the hours of 6:00am and 9:00pm, prevailing time, at which time the polls will be opened to vote by voting ballot or machine.

1. The basic school tax relief (STAR) exemption is authorized by section 425 of the Real Property Tax Law.



Draft Budget Maintains:

- ✓ All K-12 Instructional Programs & Overall Staffing Levels
 - Results in a Projected Decrease of One Pupil per Section, in each Elementary Grade Level, from the Current Board Targets
- ✓ All Current Advanced Placement, Honors, and College Level Courses
- ✓ All K-12 Music and Art Offerings
- ✓ All Interscholastic Athletic Activities
- ✓ Professional Development Initiatives for K-12 Instructional Staff
- ✓ Maintain funding to Replace Aging and Outdated Desktop PCs, Macs and Printers



Draft Budget Provides Enhancements:

- ✓ Staffing Increases to Support Introduction of World Language in 7th Grade
- ✓ Addition of Thirteen Security Guards
 - ❑ One for each Elementary Building
 - ❑ One Additional for each Middle School Building
- ✓ Expand Co-Curricular Club Offerings District-wide
- ✓ Enhance Budgetary Support for Art/Music Materials
- ✓ Includes Funding to Restore Supplemental Student Accident Insurance
- ✓ Additional Funding for Technology Enhancements
 - ❑ Including: BrightLinks, Document Cameras, Robotics Kits and Components, and Elementary Computer carts with Devices
- ✓ Additional and Replacement Equipment for the Athletic Program
- ✓ Increase Funding for Capital Expenditures
 - ❑ Including: Partial Waverly Roof Replacement, Transportation Fuel Tanks, HS North Pool Pump/Filter, and Six New Full-Size School Buses



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Next Steps ...

Budget Hearing
May 2nd

Budget Vote

Tuesday, May 15, 2018

At your local Elementary School

(Ten Active Buildings Only – No Voting at Tecumseh or Gatelot)

We are Sachem!