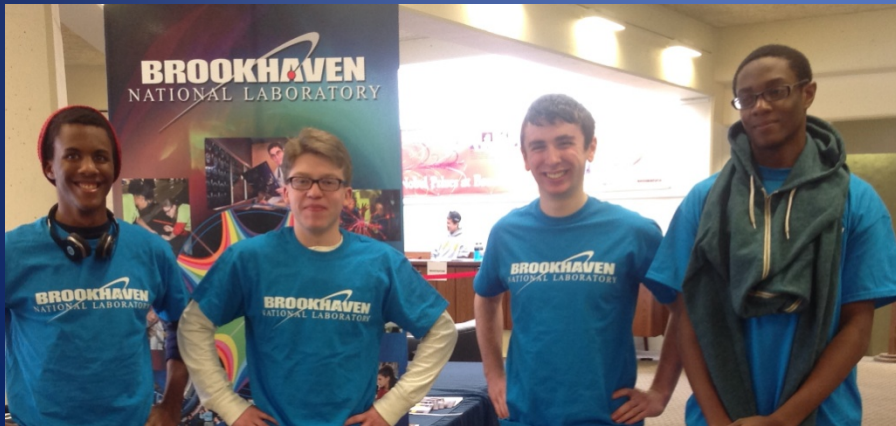




2014-15 Budget Presentation

April 8, 2014



Malverne PRIDE

UNION FREE SCHOOL DISTRICT



Outline

1. Tax Cap/Tax Levy
2. Revenues
3. Appropriations
4. Budget Comparison
5. Propositions
6. Capital Program
7. Staffing
8. Contingency



“Helping all our students learn well, stay safe, participate and graduate.”



TAX CAP LEVY

| | | |
|---------------------------|---|--------------|
| Prior year tax levy: | | \$39,991,973 |
| Tax base growth factor: | X | 1.0005 |
| | | \$40,011,969 |
| Prior year PILOTS: | + | \$281,808 |
| | | \$40,293,777 |
| Prior year exemptions: | - | \$278,522 |
| | | |
| Adjusted Prior year Levy: | | \$40,015,255 |



TAX CAP LEVY

| | | |
|--|---|--------------|
| Adjusted Prior year Levy: | | \$40,015,255 |
| Allowable Growth Factor: (lesser of CPI or 2%) | X | 1.0146 |
| | | \$40,599,478 |
| PILOTS for coming year: | - | \$317,952 |
| | | \$40,281,526 |
| | | |
| Tax Levy Limit | | \$40,281,526 |



TAX CAP LEVY

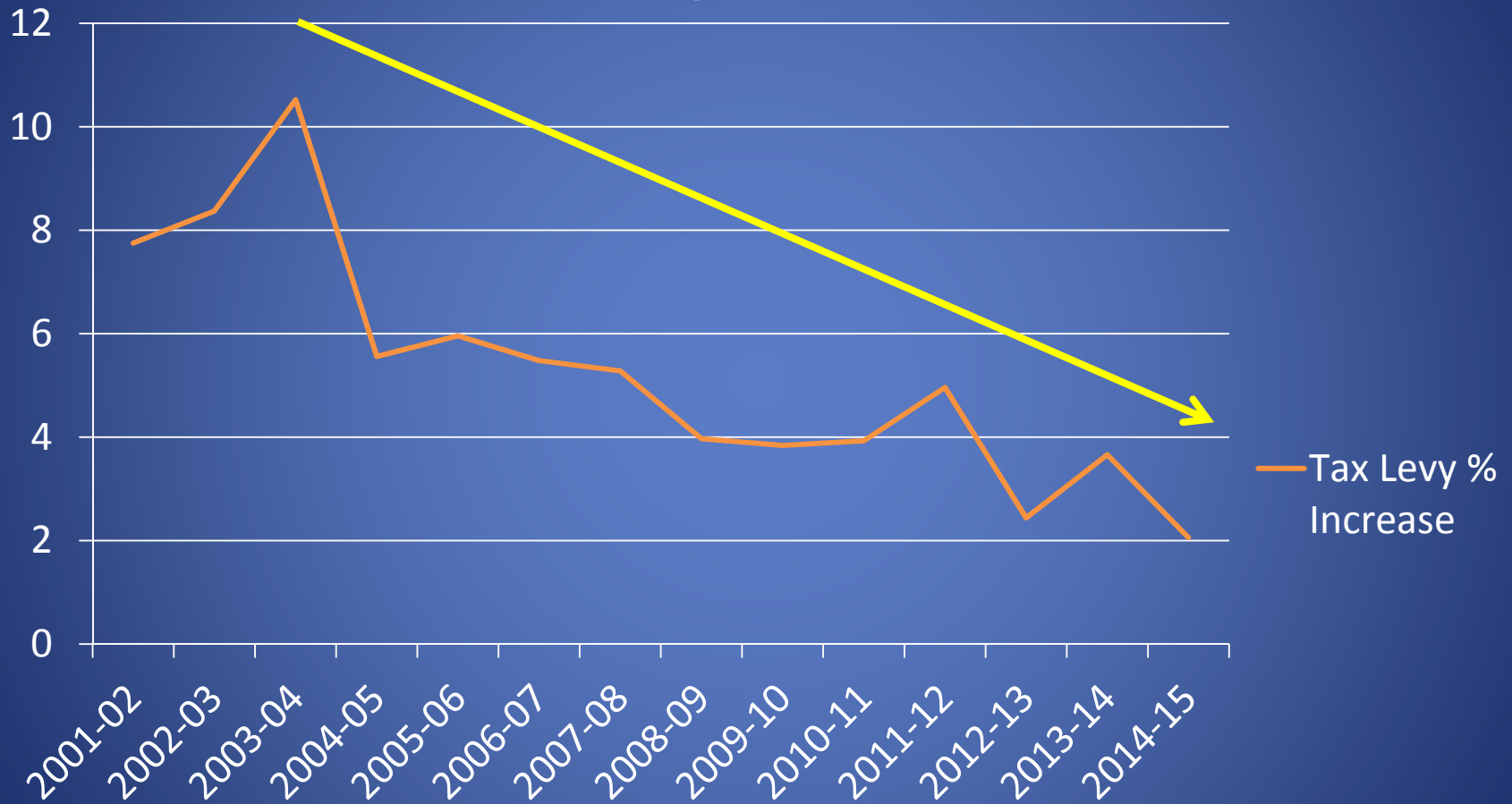
| | | |
|--------------------------------|----------|---------------------|
| Tax Levy Limit | | \$40,281,526 |
| Current year exemptions | + | \$535,233 |
| Tax Levy 2014-2015 | | \$40,816,759 |
| | | |
| Total Tax Levy Increase | | \$824,786 |
| | | |
| Percent Levy Increase: | | 2.06% |
| | | |



\$824,786 or a Levy Increase
of **2.06%** requires a
50% +1 Vote

Lowest Levy % increase in over 15 years

Tax Levy % Increase





Projected 14/15 Revenue

| Revenue | Revenue 13/14 | Revenue 14/15 | Difference | % Change |
|---------------------------|------------------|------------------|-------------|----------|
| District Generated | \$520,227 | \$561,371 | \$41,144 | 7.91% |
| Fund Balance/ Reserves | \$1,900,000 | \$2,300,000 | \$400,000 | 21.05% |
| State Aid | \$8,832,009 | \$8,827,529 | \$-4,480 | -0.05% |
| Tax Cap Levy | \$39,991,973 | \$40,816,759 | \$824,786 | 2.06% |
| | | | | |
| Budget to Budget | \$51,244,209 | \$52,505,659 | \$1,261,450 | 2.46% |



Fund Balance & Reserves

The District will be committing **\$2.3M** as additional revenue:

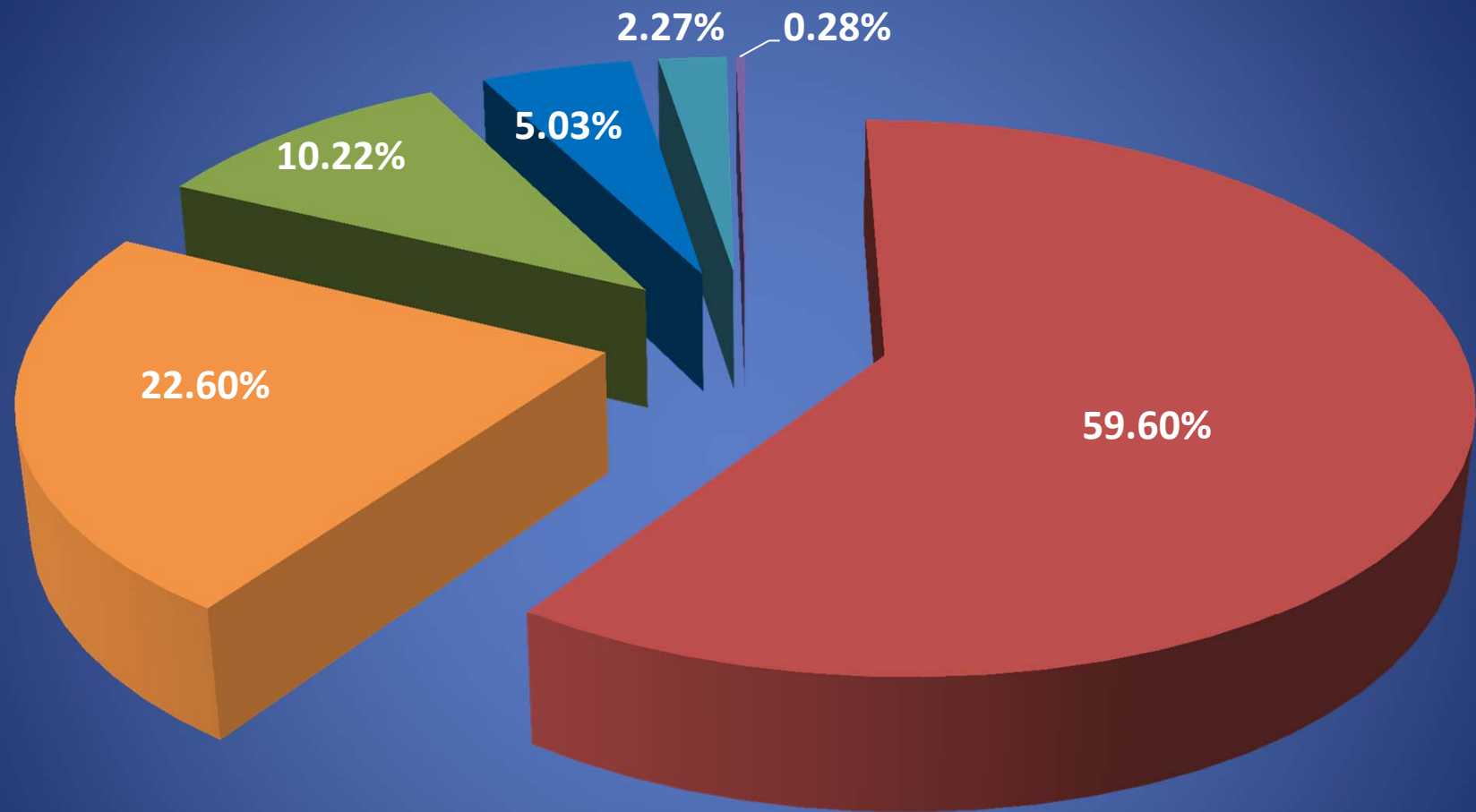
- Appropriated Fund Balance **\$1.4M**
- Reserves **\$900,000**



2014-15 Proposed Revenue

| | 13-14 | 14-15 |
|-------------------------------|----------------|----------------|
| Tax Levy: | 78.04% | 77.74% |
| State Aid: | 17.24% | 16.81% |
| Fund Balance/Reserves: | 3.71% | 4.38% |
| District Generated | 1.01% | 1.07% |
| | 100.00% | 100.00% |

How is the 2014-2015 Budget Spent?



■ Instruction 59.60

■ Benefits 22.60%

■ General Support 10.22%

■ Transportation 5.03%

■ Debt 2.27%

■ Interfund Trans. 0.28%

Budget to Budget Comparison By Function

| <u>Function</u> | <u>13-14</u> | <u>14-15</u> | <u>Difference</u> | |
|--------------------|--------------|--------------|-------------------|---------|
| General Support | \$5,592,918 | \$5,364,271 | (\$228,647) | -4.09% |
| Instruction | \$30,351,474 | \$31,295,959 | \$944,485 | 3.11% |
| Transportation | \$2,624,000 | \$2,642,600 | \$18,600 | 0.71% |
| Employee Benefits | \$11,417,511 | \$11,865,097 | \$447,586 | 3.92% |
| Debt service | \$1,185,306 | \$1,189,732 | \$4,426 | 0.37% |
| Interfund transfer | \$73,000 | \$148,000 | \$75,000 | 102.74% |
| Totals | \$51,244,209 | \$52,505,659 | \$1,261,450 | 2.46% |

Propositions

1. Prop #1: 2014-15 Budget/Tax Levy
2. Prop #2: Capital Reserve Fund I Expenditure
3. Prop #3: Establishment & Funding of Capital Reserve Fund II
4. Prop #4: Funding of Repair Reserve Fund

Capital Reserve Fund I Expenditure (Prop #2)

- These expenditures will be at **NO ADDITIONAL COST** to taxpayers
- State reimbursement of 37.5% for approved projects
- There is \$1.6M remaining in the reserve fund
- The following projects are being proposed:
 - District wide roof repairs
 - Secondary buildings heating upgrades
 - Two large yellow school buses
 - District wide bathroom upgrades
 - Demolition of Davison house & construction of new parking lot

Establishment & Funding of Capital Reserve Fund II (Prop #3)

- These expenditures will be at **NO ADDITIONAL COST** to taxpayers
- State reimbursement of 37.5% for approved projects
- Necessary to establish in order to fund future capital projects
- Funding Period: June 30, 2014 – June 30, 2024
- Limitations: Total amount not to exceed \$10,000,000
- Source of Funding:
 - Annual transfer of surplus money (if any)

Funding of Repair Reserve (Prop #4)

- There will be **NO ADDITIONAL COST** to taxpayers
- Funds may be used for future emergency repairs
 - Repairs must not recur annually or at shorter intervals
 - For repairs to capital assets or equipment
- Limitations: Amount not to exceed \$400,000
- Source of Funding:
 - Transfer of surplus money (if any)

Capital Program History

| School Year Budget | Projects | Action / Amount |
|--------------------|---|--|
| 2007-2008 | H.S.: Roof replacement, track replacement Davison & MWD: Replacement of playgrounds Upgrade of Technology Systems | Authorization to establish a Capital Project Fund w/ funding of \$1,910,000. \$516,000 of this was funded via EXCEL aid (State aid) |
| 2008-2009 | No Activity | No Activity |
| 2009-2010 | Establishment of Capital Reserve Fund I | \$5 Million maximum |

Capital Program History - Bond

| School Year Budget | Projects | Action / Amount |
|--------------------|---|---|
| November 2010 | <p>H.S.: Turf football field, reconstruction of tennis & basketball courts, renovation of two exterior toilets for public use during events, modifications to two soccer and practice fields (sod & fencing), replacement of bleachers/pressbox/video room/sound system, installation of field irrigation system, renovation of boys' & girls' locker rooms, installation of required track and field competition events</p> <p>HTH: Renovation of boys' and girls' team locker rooms</p> | <p>Authorization to take out a bond of just over \$14M</p> <p>\$5.6M of this is anticipated to be funded via Building aid (State aid)</p> |



Capital Program History – Bond (Continued)

| School Year Budget | Projects | Action / Amount |
|--------------------|--|---|
| November 2010 | <p>Davison: Building Additions, upgrades to conform with ADA (including elevators), renovations to basement & cafeteria, upgrades to kitchen, addition of science lab & music space, repair of exterior steps, exterior walls, exterior doors and improvements through additional site work</p> <p>MWD: Addition to library, replacement of roof, renovations to basement, cafeteria, Principals meeting room, kitchen upgrade, additional ramp railings, upgrades to conform with ADA, replacement of exterior doors, renovation of exteriors steps & ramps and improvements through additional side work</p> | <p>Authorization to take out a bond of just over \$14M</p> <p>\$5.6M of this is anticipated to be funded via Building aid (State aid)</p> |



Capital Program History

| School Year Budget | Projects | Action / Amount |
|--------------------|--|-----------------------------------|
| 2010-2011 | <p>High School: Upgrade science labs with ADA upgrades</p> <p>HTH: Fire alarm system upgrades, smoke detection</p> <p>MWD: Interior renovations, fire alarm system upgrades, smoke detection, PA/Clock system</p> <p>Davison: Fire alarm system upgrades, smoke detection, PA/Clock system, parking lots, ADA upgrades, plumbing</p> | Authorization to expend \$1.1M |
| 2011-2012 | <p>High School: Upgraded science labs with ADA upgrades</p> <p>HTH: Upgraded science labs with ADA upgrades</p> | Authorization to expend \$400,000 |



Capital Program History

| School Year Budget | Projects | Action / Amount |
|--------------------|--|--------------------------------|
| 2012-2013 | High School: Gym Roof | Expenditure of \$330,000 |
| 2013-2014 | High School: Upgrades to bathrooms & classrooms, replacement of PA/clock system HTH: Replacement of PA/clock system, upgrades to bathroom & classroom, cafeteria upgrades, sound and video upgrades at auditorium | Authorization to expend \$1.6M |

Malverne
PRIDE
UNION FREE SCHOOL DISTRICT

2014-2015
Staffing

Malverne
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Faculty Positions: -8.0 FTE



Malverne
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| <u>DEPARTMENT</u> | <u>13-14</u> | <u>Proposed 14-15</u> | <u>+/-</u> |
|-------------------|--------------|-----------------------|------------|
| ELEMENTARY K-6 | 34.2 | 34 | -0.2 |
| ELA | 10.8 | 10.2 | -0.6 |
| SOC. STUDIES | 9 | 9 | 0 |
| MATH | 15 | 14.5 | -0.5 |
| SCIENCE | 13 | 12.4 | -0.6 |
| FOR. LANG. | 6 | 5.8 | -0.2 |
| READING | 11.5 | 11 | -0.5 |
| ESL | 4 | 4 | 0 |
| ART | 5 | 4.7 | -0.3 |
| MUSIC | 6.8 | 6 | -0.8 |

Malverne
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| <u>DEPARTMENT</u> | <u>13-14</u> | <u>Proposed 14-15</u> | <u>+/-</u> |
|-------------------|---------------|-----------------------|-------------|
| LIBRARY | 2.5 | 2.5 | 0 |
| HEALTH/PE | 8.2 | 7.2 | -1 |
| SP.ED. | 26 | 25 | -1 |
| TECH./CON. SCI. | 1.7 | 0.9 | -0.8 |
| BUSINESS | 1.8 | 1.4 | -0.4 |
| Computers K-8 | 1.5 | 1.5 | 0 |
| GUIDANCE | 4 | 4 | 0 |
| PSYCH. | 3.6 | 3 | -0.6 |
| SOCIAL WORK. | 4 | 3.5 | -0.5 |
| SPEECH | 2.75 | 2.75 | 0 |
| TOTAL | 171.35 | 163.35 | -8.0 |

Staff Reductions



| | 2011- 2012 | 2014- 2015 | + / - | % Change |
|----------------|---------------|---------------|-------|----------|
| Teaching Staff | 166.15 | 163.35 | -2.80 | -1.69% |
| Administration | 22 | 17 | -5 | -22.73% |



What happens if the proposed budget is not approved by the required margin?

The district may do one of the following:

- 1. Resubmit the defeated budget to the voters on June 17, 2014**
- 2. Submit a revised budget to the voters on June 17, 2014**
- 3. Adopt a contingent budget**



If the proposed budget is again not approved by the required margin than Malverne will be forced to adopt a contingency budget that levies a tax no greater than that of the prior year (0% increase in tax levy).

Malverne UFSD would be forced to cut \$824,786 from the proposed budget.

BUDGET DEVELOPMENT **CALENDAR FOR 2014/2015**

| <u>Date</u> | <u>Budget Preparation</u> |
|----------------------------|--|
| | |
| Tuesday, April 8, 2014 8pm | Regular Meeting – Public Discussion and Budget Adoption |
| | |
| Tuesday, May 13, 2014 8pm | Regular Meeting – Budget Hearing and Public Discussion |
| | |
| Tuesday, May 20, 2014 | Trustee and Budget Vote, 7 am – 9 pm at Middle School Gym |
| | |
| Tuesday, June 17, 2014 | Statewide Budget revote day (if necessary) |



Thank you

"Helping all our students learn well, stay safe, participate and graduate."