



2013-14 Budget Presentation

February 12, 2013



Outline

1. Budgetary Goals
2. Revenue Sources
3. State Aid
4. Tax Levy
5. Fund Balance & Reserves
6. Governor's Pension Plan
7. Proposed 2013-2014 Budget



Budgetary Goals

1. Inform and involve the public & employees about the budget and budget developments.
2. Keep Tax levy within the Tax cap while still maintaining quality programs, appropriate staffing levels, and meeting State and Federal mandates
3. Maintain reasonable class size.
4. Keep up with facility maintenance.
5. Maintain curriculum and staff development.



Budgetary Goals

6. Maintain existing curricular and co-curricular programs.
7. Maintain services that meet the needs of a wide range of students.
8. Increase Security at schools.
9. Increase Technology and Technology Instruction to Students.
10. Increase Reading Instruction



12-13 Revenue Sources

Tax Levy:	79.39%
State Aid:	15.84%
Fund Balance/Reserves:	3.50%
District Generated	1.27%

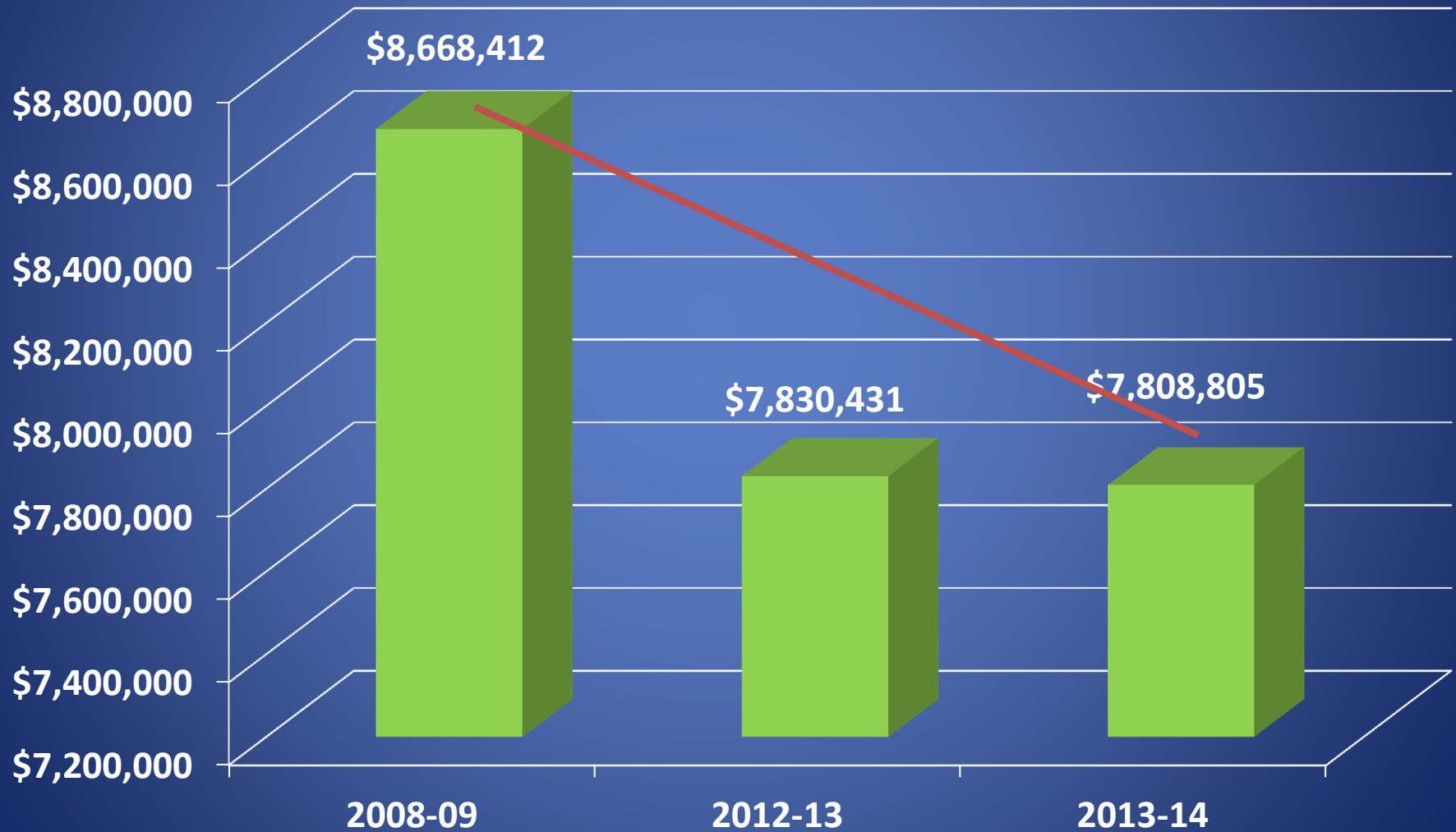


The Executive Budget reflects a State wide 24.4% decrease in overall High Tax Aid.

Malverne UFSD lost \$419,784 in anticipated High Tax Aid.

There are many districts that are in the same position as us including East Rockaway, West Hempstead, Farmingdale, North Merrick, Wantagh, Plainview, Seaford, etc..

Declining State Aid since 2008-09





- Change in State Aid since 2008-2009 (-9.7%)
- Loss of \$837,981 to the district.
- 2008-09 State Aid was 19.92% of Budget.
- As of today State Aid represents 15.68% of Budget.
- A decrease of 21.29%. This decrease over the years was absorbed by the Tax Levy and Fund Balance.



The Good News related to State Aid

We did have an increase in Building Aid
in the amount of **\$577,350**.

This increase is directly related to and to help defray
the increase in Debt Service related to the Bond.



Projected Tax Levy Impact

2012-2013 Tax Levy

\$38,581,125

Tax Cap for 2012-13

Total increase allowed under Tax Cap
Without TRS Exemptions:

\$960,800

**Subject to changes based upon changes in Revenue and State Aid and Governor's Pension Plan **



2013-14 Initial Proposed Tax Levy

\$960,800 Levy Increase Equals
a Levy to Levy Increase of

2.49%



Fund Balance & Reserves

The District has continued its commitment to the return of \$1.7M to the Taxpayers from the budget to the taxpayer to reduce taxes and maintain budget expenditures.

Supplemented Reserves to assist with Capital, Insurance, Employees Retirement System Contributions, ect..

Maintain Reserve Levels to maintain cash flow and address large, unexpected changes in expense or revenue projections.



Governor's Pension Plan

Governor Cuomo's plan would provide school districts a long-term stable pension contribution rate applied to the employer's pensionable wage base of 12 percent for ERS and 12.5 percent for TRS.

This plan would provide a baseline stable pension contribution term of 25 years for ERS and TRS to school districts choosing the option

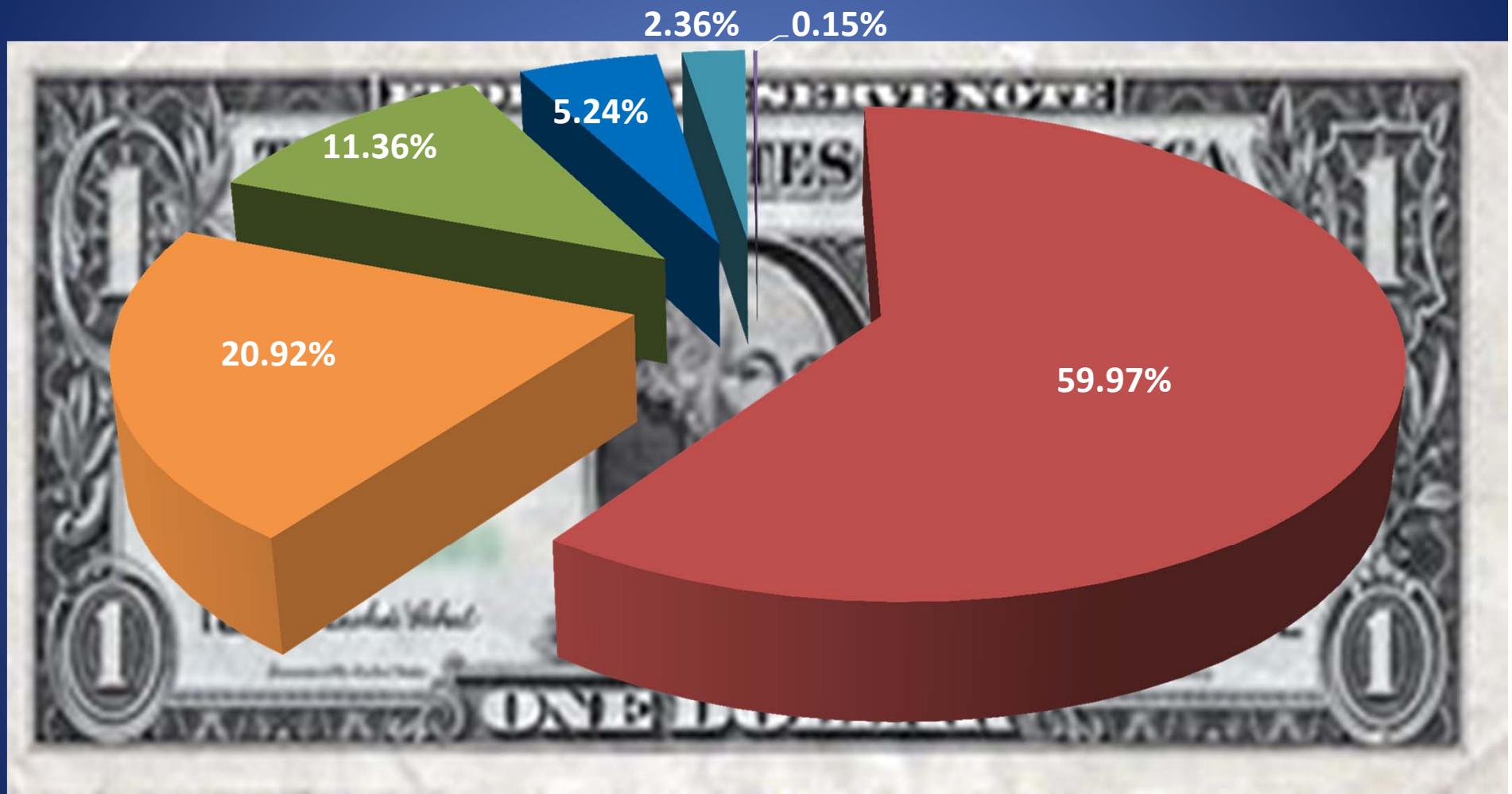


How would this plan affect Malverne UFSD in 2013-14?

If the Governor's pension plan is approved the net savings to the District is approximately **\$450,000**.

There would be a reduction of close to approximately **\$900,000** in expenses and approximately **\$450,000** in exemptions from the Tax Levy.

How is the 2013-2014 Budget Spent?



■ Instruction 59.97% ■ Benefits 20.92% ■ General Support 11.36%
■ Transportation 5.24% ■ Debt 2.36% ■ Interfund Trans. 0.15%

Budget to Budget Comparison By Function

Function	2012/13 Budget	2013/14 Budget	Difference	% Change
General Support	\$5,400,159	\$5,694,812	\$294,653.00	5.46%
Instruction	\$29,453,251	\$30,065,694	\$612,443.00	2.08%
Transportation	\$2,800,211	\$2,624,000	(\$176,211.00)	-6.29%
Employee Benefits	\$10,400,615	\$10,489,058	\$88,443.00	0.85%
Debt Service	\$448,531	\$1,185,306	\$736,775.00	164.26%
Inter-fund Transfer	\$95,000	\$73,000	(\$22,000.00)	-23.16%
Grand Totals	\$48,597,767	\$50,131,870	\$1,534,103.00	3.16%



13-14 Areas of Largest Projected Increases

DESCRIPTION	\$ INC
PRINCIPAL ON SERIAL BONDS	\$385,000
INTEREST ON SERIAL BONDS	\$384,773
EQUIPMENT - TECHNOLOGY	\$200,676
INCREASE IN SECURITY	\$202,942
MTA LANE MOVEMENTS	\$200,000
TEACHERS RETIREMENT	\$115,105
TAX CERT	\$100,000
LEGAL FEES	\$77,500
TEXTBOOKS	\$76,008
CONTRACTUAL & OTHER - TECHNOLOGY	\$31,702



13-14 Areas of Largest Projected Decrease

DESCRIPTION	DEC \$
BOCES - SPECIAL ED TUITION	-\$155,690
TUITION - NON PUBLIC SCHOOLS	-\$118,128
SPECIAL CLASSES BUSES	-\$115,000
BOCES - OCC ED TUITION	-\$99,855
LIPA	-\$50,000
NATIONAL GRID & OIL	-\$50,000
UNEMPLOYMENT INSURANCE	-\$39,000
TELEPHONE	-\$38,000
EMPLOYEES RETIREMENT	-\$36,311
TAX ANTICIPATION NOTE INTEREST	-\$33,000
WORKERS COMP. INSURANCE	-\$30,000
DENTAL INSURANCE	-\$25,000
VOCATIONAL ED STUDENT BUSES	-\$24,000
TEACHERS LONG-TERM DISABILITY INS.	-\$16,000
TRANSFER TO FOOD SERVICE FUND	-\$15,000



2013-2014 Staff Impact



Administration Positions: Various
(-\$175K)

Faculty Positions: -2.9 FTE

Security Positions: +4.5 FTE

Other Staff: -1.5 FTE

Malverne
P R I D E
 UNION FREE SCHOOL DISTRICT

<u>DEPARTMENT</u>	<u>12-13</u>	<u>Proposed 13-14</u>	<u>+/-</u>
ELEMENTARY K-6	35	34	-1
ELA	10.2	10.2	0
SOC. STUDIES	8.8	8.8	0
MATH	14	14	0
SCIENCE	12.4	12.4	0
FOR. LANG.	6	6	0
READING	10	11.6	1.6
ESL	4	4	0
ART	5	4.6	-0.4
MUSIC	6.8	6.4	-0.4

Malverne

PRIDE

UNION FREE SCHOOL DISTRICT

<u>DEPARTMENT</u>	<u>12-13</u>	<u>Proposed 13-14</u>	<u>+/-</u>
LIBRARY	2.5	2.5	0
HEALTH/PE	8.5	8.1	-0.4
SP.ED.	24	23	-1
TECH./CON. SCI.	1.9	1.6	-0.3
BUSINESS	2	1.8	-0.2
Computers K-8	1	2	1
GUIDANCE	4	4	0
PSYCH.	3.6	3	-0.6
SOCIAL WORK.	4	3	-1
SPEECH	2.75	2.5	-0.25
TOTAL	166.45	163.50	-2.95



How does this 2013-2014
Compare to 2011-2012?

Malverne
PRIDE
 UNION FREE SCHOOL DISTRICT

<u>DEPARTMENT</u>	<u>2011-12</u>	<u>Proposed 2013-14</u>	<u>2 years +/-</u>
ELEMENTARY K-6	36	34	-2
ELA	9.7	10.2	0.5
SOC. STUDIES	8.8	8.8	0
MATH	14	14	0
SCIENCE	12	12.4	0.4
FOR. LANG.	5.8	6	0.2
READING	8	11.6	3.6
ESL	4	4	0
ART	5	4.6	-0.4
MUSIC	7.4	6.4	-1

Malverne
PRIDE
 UNION FREE SCHOOL DISTRICT

DEPARTMENT	12-13	Proposed 13-14	+/-
LIBRARY	3	2.5	-0.5
HEALTH/PE	9.2	8.1	-1.1
SP.ED.	25	23	-2
TECH./CON. SCI.	2	1.6	-0.4
BUSINESS	1.5	1.8	0.3
Computers K-8	0	2	2
GUIDANCE	4	4	0
PSYCH.	4	3	-1
SOCIAL WORK.	4	3	-1
SPEECH	2.75	2.5	-0.25
TOTAL	166.15	163.50	-2.65



When you compare the 2011-2012 school year to the proposed 2013-2014 Budget, **Malverne UFSD** has experienced only a 0.65 reduction in Teaching FTE positions or 0.42% .



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

Malverne can resubmit the original
budget or revised budget to the voters
on June 18, 2013.



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).

In the current situation Malverne would be forced to cut approximately \$1.0 Million from the current proposed budget.

BUDGET DEVELOPMENT CALENDAR FOR 2013/2014

<u>Date</u>	<u>Budget Preparation</u>
Tuesday, February 12, 2013 8pm	Regular Meeting – Presentation of 2013/2014 Proposed Budget Overview
Tuesday, February 26, 2013 7pm	Budget Review & Public Discussion
Tuesday, March 05, 2013 7pm	Budget Review & Public Discussion
Tuesday, March 12, 2013 8pm	Regular Meeting/Budget Review & Public Discussion
Tuesday, March 19, 2013 7pm	Budget Review
Tuesday, April 09, 2013 8pm	Regular Meeting – Public Discussion and Budget Adoption
Tuesday, May 14, 2013 8pm	Regular Meeting – Budget Hearing and Public Discussion
Tuesday, May 21, 2013	Trustee and Budget Vote, 7 am – 9 pm at Middle School Gym
Tuesday, June 18, 2013	Statewide Budget revote day (if necessary)



Thank you