



JERICHO SCHOOL DISTRICT

BUDGET 2012-13

Workshop # 3

2110, 2630, 5000, 9000

Budget Review Calendar



- **January 19** **Overview and Review of Codes:
1000, 2010, 2020, 2070, 7000, 8000**
- **January 26** **Review of Codes:
2250, 2610, 2810, 2815, 2820, 2825, 2850, 2855**
- **February 8** **Codes 2110, 2630, 5000, 9000**
- **March 1** **Full Budget Review of Revenues and Expenditures**
- **March 15** **Adoption of Budget by Board of Education**

The three tax levy numbers under New York state's tax levy "cap"

With all the talk of New York's new "2 percent tax cap," it may come as a surprise to learn that each school district in the state will present three separate tax levy numbers this spring, as part of their compliance with the new legislation.

And chances are good that none of your school district's three tax levy numbers will be exactly 2 percent.

That's because the 2 percent that you hear about is just one part of a complex formula that school districts must use to calculate two of their tax levy numbers, the tax levy limit and the maximum allowable tax levy.

1 Tax levy limit

Essentially, the tax levy limit tells a school district how much community support it will need to pass a budget with its proposed tax levy. For school districts, the tax levy limit is the highest allowable tax levy (before exclusions) that a school district can propose as part of its annual budget and need the approval of only a simple majority of voters (50 percent plus 1) to pass the budget. If a district proposes a budget with a tax levy amount (before exclusions) above this limit, it will need the approval of a supermajority of voters (60 percent) to pass the budget.

School districts are required to report their calculated tax levy limit to the state comptroller by March 1.

2 Maximum allowable tax levy

The maximum allowable tax levy is the tax levy limit PLUS certain exclusions. Taxes levied to fund the following expenses are excluded from the tax levy limit:

- Voter-approved local capital expenditures.
- Increases in the state-mandated employer contribution rates for teacher and employee pension systems that exceed two percentage points.
- Court orders/judgments resulting from tort actions of any amount that exceeds 5 percent of a district's current levy.

A school district adds these exclusions to its tax levy limit without triggering the need for 60 percent voter approval.

3 Proposed tax levy

The third tax levy number is arguably the most important. It's the tax levy called for by a school district's proposed budget. By definition, the tax levy is the total amount of money to be raised locally by a municipality (i.e., school district) after factoring in all other available revenues.

If a school district's proposed tax levy minus exclusions is less than or equal to the district's calculated tax levy limit, the district will need the approval of a simple majority of voters to pass its budget. If the proposed tax levy minus exclusions is greater than the district's calculated tax levy limit, 60 percent voter approval is needed.

Comparing the numbers

On May 15, 2012, New Yorkers will still be voting on school districts' proposed budgets. The level of voter support needed to pass the budget will depend on the amount of the budget's proposed tax levy, as illustrated for a hypothetical district, below:

- PRIOR YEAR TAX LEVY ('11-'12):
\$15,000,000
- CALCULATED TAX LEVY LIMIT ('12-'13):
\$15,207,000
- EXCLUSIONS FROM THE LIMIT ('12-'13):
\$216,500
- MAXIMUM ALLOWABLE TAX LEVY ('12-'13):
\$15,423,500

Scenario A

- PROPOSED TAX LEVY ('12-'13):
\$15,373,500 (2.49% increase over '11-'12)
- How does this compare with the tax levy limit?
 $\$15,373,500 - \$216,500 = \$15,157,000$

The proposed tax levy minus exclusions (\$15,157,000) is below the district's calculated tax levy limit (\$15,207,000). Therefore, the proposed budget, with a tax levy increase of 2.49%, requires approval by a simple majority of voters to pass.

Scenario B

- PROPOSED TAX LEVY ('12-'13):
\$15,423,500 (2.82% increase over '11-'12)
- How does this compare with the tax levy limit?
 $\$15,423,500 - \$216,500 = \$15,207,000$

The proposed tax levy minus exclusions (\$15,207,000) is at the district's calculated tax levy limit (\$15,207,000). Therefore, the proposed budget, with a tax levy increase of 2.82%, requires approval by a simple majority of voters to pass.

Scenario C

- PROPOSED TAX LEVY ('12-'13):
\$15,472,500 (3.15% increase over '11-'12)
- How does this compare with the tax levy limit?
 $\$15,472,500 - \$216,500 = \$15,256,000$

The proposed tax levy minus exclusions (\$15,256,000) is above the district's calculated tax levy limit (\$15,207,000). Therefore, the proposed budget, with a tax levy increase of 3.15%, requires approval by a super majority of voters (60% or more) to pass.

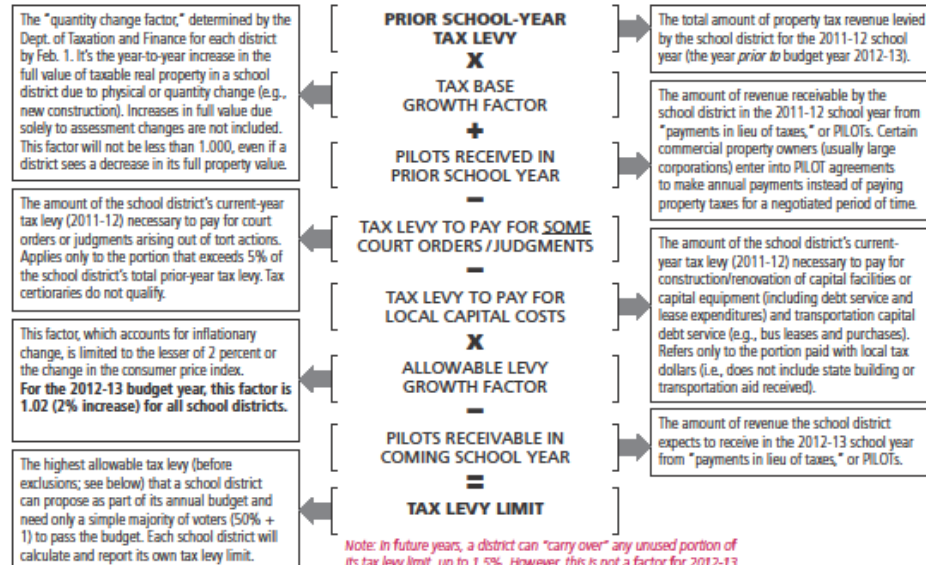
This publication was developed cooperatively by the Capital Region BOCES Communications Service and Questar III's State Aid Planning and Communications Services. For more information on New York's property tax levy cap, visit www.capitalregionboces.org/taxlevycap and <http://www.questar.org/taxcap>. Published January 2012.

New York's Tax Levy Limit Formula:

How does it add up?

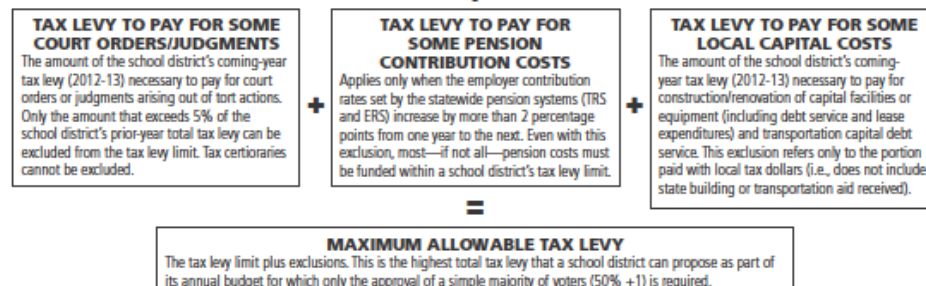
Although often referred to as a "2 percent tax cap," New York's new tax levy "cap" law does not restrict any proposed tax levy increase to 2 percent. Pursuant to the law, each school district must follow an 8-step calculation, outlined below, to calculate its individual "tax levy limit." That limit then determines what level of voter support is required for budget approval.

THE BASE FORMULA



EXCLUSIONS TO BE ADDED

The law excludes certain portions of a school district's tax levy from the calculation above. A district can add these exclusions (described below) to its tax levy limit, increasing the amount of taxes the district is allowed to levy while still needing only a simple majority of voters for budget approval.



This publication was developed cooperatively by the Capital Region BOCES Communications Service and Questar III's State Aid Planning and Communication Services. For more information on New York's property tax levy cap, visit www.capitalregionbooces.org/taxlevycap and <http://saps.questar.org/taxlevycap.php>. Published 1/2012.





What options do Districts have?

- Option 1: Propose a budget requiring a tax levy before exemptions at or below the Tax Levy Limit prescribed by law. Requires a simple majority (50% + 1 voter approval)
- Option 2: Propose a budget requiring a tax levy before exemptions above the Tax Levy Limit. Requires a “super majority” (60% voter approval). Requires a statement on ballot indicating the required tax levy before exemptions exceeds the Tax Levy Limit

What happens if the budget is not approved by the public?

- If the proposed budget is not approved by the required margin:

1. The district may resubmit the original budget or submit a revised budget to the voters on the third Tuesday in June

OR

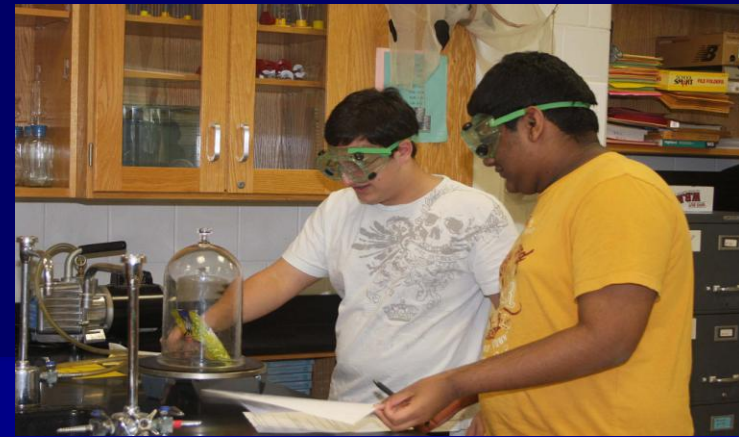
2. Adopt a contingency budget that levies a tax no greater than that of the prior year (0% increase in tax levy).

- If the resubmitted/revised budget proposal is not approved by the required margin:

1. the Board of Education must adopt a budget that levies a tax no greater than that of the prior year (0% increase tax levy) and the budget would be subject to contingent budget requirements.
2. Districts will not be allowed to increase the tax levy to the extent necessary to fund items of expenditure excluded from the tax cap
3. No growth factor
4. No capital, court order/judgments or pension exemptions



Budget Strategies



- Remain committed to being a premier school district and continue to deliver a high quality 21st Century education
- Commitment to our district mission and goals
- Keep a multi-year perspective on the budget
- Review all programs at every level to determine their effectiveness, feasibility, and our commitment to their continuation
- Maintain our building reconditioning projects
- Continue our technology replacement plans
- Continue to pursue efficiencies in all areas of the District

Budget Process

- Process began in October with several presentations pertaining to the new tax levy threshold
- What would a \$2 million reduction look like?
- Administration, Board of Education, PTA, staff, site based teams, and community all provided recommendations
- Possible reductions provided publicly in December



Recommended Reductions

- Consolidation of High /Middle School Assistant Principal via position that became open due to a resignation
- Three teaching retirees will not be replaced.
- Absorb at least three clerical positions through attrition
- Eliminate part-time clerical from Central Office
- Absorb one cleaner through attrition
- Excess one additional cleaner
- Reduce custodial overtime





Recommended Reductions

- Reduce three Literacy Aides
- Reduce one FLES teacher (from 3 to 2)
- Reduce one elementary science teacher (from 3 to 2)
- Reduce one speech therapist
- Eliminate part-time music teacher
- Reduce .5 FTE guidance staff
- Eliminate LI Philharmonic and Fashion Show
- Reduce Arts in Education (Assemblies)
- Reduce Middle School Clubs/Intramurals

Recommended Reductions

- Reduce field trips
- Athletics: possible revisions due to Section VIII
- Reduce 2.0 Special Education Facilitators
- Utilities/energy savings
- Reduce one Middle School teacher due to enrollment
- Classes @ HS/MS not to run with fewer than 17 students unless the class is due to a required sequence
- Reduce Elementary services: video, newspaper & combine student council/peer mediation
- Transportation associated with early arrival for HS students and reduction in after school transportation

2/6/2012



Recent Administrative Consolidations

- Curriculum Associate for Guidance
- Curriculum Associates for Music and Art combined
- Director of Instructional Technology replaced with Data Manager
- Eliminated Assistant Principal position
- Above reductions also resulted in clerical consolidations



ENROLLMENT PROJECTIONS



Jericho Enrollment Projections 12-13
BOCES Demographer

		<u>2011-2012</u>		<u>2012-2013</u>
K		179		159
1		160		195
2		193		170
3		176		205
4		168		191
5		201		176
6		240		212
7		247		247
8		260		257
9		275		271
10		321		279
11		317		324
12		289		318
		<u>3026</u>		<u>3004</u>



General Education Staffing

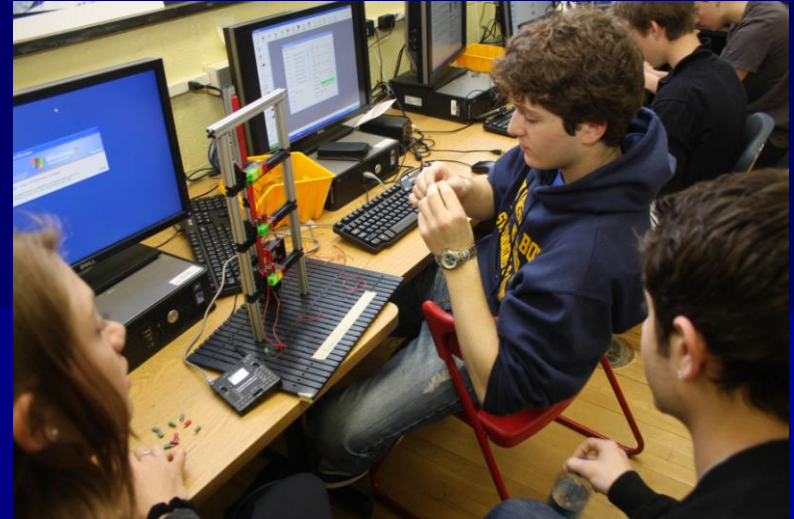
- **K-6 General Education 101.1 FTE, 7-12 General Education 145.3 FTE**
- **2110.127 & 137 Home Tutoring, additional support**
- **2110.129 & 136 Research and Development per JTA Contract; and terminal leaves**
- **2110.145 Substitute Coverage and Long-term absences including maternity leaves, period absences, etc.**

General Education



				Teaching		2008-09	2009-10	2010-11	2011-12	2012-13
				Teaching Regular School		St-3	ST-3	ST-3	Budget	Budget
2110	110	00	0000	Instructional Salaries						
2110	125	00	0000	Instructional Salaries - Elem K-6		12,900,959	12,493,289	12,355,003	14,255,765	14,506,567
2110	126	00	0000	Instructional Salaries - Special Projects		8,149	3,302	-	35,000	-
2110	127	00	0000	Instructional Salaries - Tutoring/Home K-6		232,686	242,145	203,348	400,000	400,000
2110	129	00	0000	Instr. Sal Study Leave, R & D, terminal K-6		353,997	164,684	144,382	400,000	400,000
2110	135	00	0000	Instructional Salaries - Secondary		16,038,776	18,376,497	18,223,128	19,153,607	19,459,104
2110	136	00	0000	Instr. Sal Study Leave, R & D, terminal 7-1		508,794	375,938	357,043	400,000	400,000
2110	137	00	0000	Instructional Salaries - Tutoring/ Home 7-1		213,427	176,823	165,841	250,000	250,000
2110	138	00	0000	Instructional Salaries - Special Projects		6,184	6,087	-	50,000	-
2110	139	00	0000	Instructional Salaries - Driver Ed		-	-	-	-	-
2110	145	00	0000	Instructional Salaries - Substitutes		417,751	397,864	381,093	530,000	530,000
2110	160	00	0000	Non-Instructional Salaries - Aides		1,045,919	1,128,750	1,230,338	1,185,188	1,208,007
2110	449	00	0000	Other Professional Services		46,046	-	2,853	-	-
2110	479	00	0000	Professional 403b			474,930	81,150		
2110	470	00	0000	Tuition--other districts		56,620	204,840	1,152	100,000	100,000
2110	477	00	0000	Student Admission Fees	DW	5,577	8,099	13,882	25,000	25,000
2110	478	00	0000	Professional Meeting		5,236	2,103	5,200	10,000	10,000
2110	480	02	0000	Textbooks - District		340,529	5,255	37,650	75,000	75,000
2110	480	10	0000	Textbooks - High School			104,733	100,597	99,224	101,685
2110	480	20	0000	Textbooks - Middle School			57,283	56,129	68,152	64,745
2110	480	30	0000	Textbooks - Seaman			45,655	46,149	46,500	45,500
2110	480	40	0000	Textbooks - Jackson			40,438	29,401	46,000	41,000
2110	480	50	0000	Textbooks - Cantiague			41,652	38,256	45,176	42,257
2110	480	00	0000	Textbooks - Nonpublic			25,572	25,051	30,000	30,000
2110	490	00	0000	BOCES Services Special		492,987	549,837	533,684	673,080	633,080
						-	-	-	-	-
				Subtotal-Teaching & Textbooks		32,673,637	34,925,776	34,031,330	37,877,692	38,321,945

Instructional Equipment



					2008-09	2009-10	2010-11	2011-12	2012-13
				Equipment-Regular School	St-3	ST-3	ST-3	Budget	Budget
2110	200	00	0000	Equipment - Science Elementary	-	3,828	1,406	5,000	5,000
2110	200	10	0000	Equipment - High School	37,668	33,876	40,491	52,450	45,300
2110	200	20	0000	Equipment - Middle School	13,217	18,600	8,086	20,759	19,721
2110	200	30	0000	Equipment - Seaman	3,680	4,068	4,480	4,000	3,000
2110	200	40	0000	Equipment - Jackson	3,358	4,821	3,080	3,000	3,000
2110	200	50	0000	Equipment-Cantiague	7,035	1,199	5,668	3,000	4,700
				Subtotal-Equipment	64,958	66,392	63,211	88,209	80,721



Contractual Services

						2008-09	2009-10	2010-11	2011-12	2012-13
						St-3	ST-3	ST-3	Budget	Budget
					Contractual-Regular School					
2110	400	00	0000		Contractual Service - District Wide					
2110	464	00	0044		Service Contracts - District Wide	218,996	235,917	248,572	275,000	280,000
2110	437	10	0000		Assemblies Graduation High School	24,489	17,303	15,946	28,500	28,500
2110	437	20	0000		Assemblies Graduation Middle School	4,211	3,489	3,127	4,000	3,800
2110	437	30	0000		Assemblies Graduation Seaman	1,580	435	1,645	1,600	2,500
2110	437	40	0000		Assemblies Graduation Jackson	480	135	295	500	500
2110	437	50	0000		Assemblies Graduation Cantiguero	-	-	-	1,000	1,000
2110	465	00	0000		Repairs and Maintenance	13,071	13,538	940	25,000	25,000
2110	465	10	0000		Contr.Services-Repairs & Maint.HS	15,320	16,215	11,242	22,000	22,000
2110	465	20	0000		Contr.Services-Repairs & Maint.MS	12,081	11,459	11,876	18,000	18,000
2110	465	30	0000		Contr. Services-Repair & Maint. Seaman	5,309	4,959	4,300	3,000	3,000
2110	465	40	0000		Contr. Services-Repairs & Maint.Jackson	3,274	2,789	3,011	3,000	3,000
2110	465	50	0000		Contr.Services-Repairs and Maint. Cant	3,669	2,789	3,499	3,000	3,000
2110	475	00	0000		Meetings and Conferences	284	1,386	2,997	16,000	16,000
2110	475	10	0000		Meetings/Conferences High School	13,148	17,719	14,163	18,000	18,000
2110	475	20	0046		Meetings/Conferences Middle School	7,768	11,175	5,948	10,355	9,837
2110	475	30	0046		Meetings/Conferences Seaman	998	1,856	565	2,500	1,800
2110	475	40	0046		Meetings/Conferences Jackson	1,018	1,486	494	3,000	3,000
2110	475	50	0046		Meetings/Conferences Cantiguero	379	2,286	300	2,000	1,500
2110	476	00	0000		Teaching Contractual	356	1,705	617	5,610	5,610
2110	476	10	0000		Contractual Services - High School	17,475	11,012	12,532	19,000	18,000
2110	476	20	0000		Contractual Services - Middle School	229	89	89	4,500	4,275
2110	476	30	0000		Contractual Services - Seaman	-	-	-	1,000	1,000
2110	476	40	0000		Contractual Services - Jackson	-	-	-	-	-
2110	476	50	0000		Contractual Services - Cantiguero	-	-	-	-	-
					Subtotal-Contractual. Regular School	344,135	357,742	342,158	466,565	469,322

Contractual District Wide

2110.464

Service Contracts
Repairs and
Maintenance

\$280,000

Service Contracts &
Repair

- Duplicating Equipment
- Microfilm Reader
- Musical Instruments
- Science Equipment
- Audio Visual Equip
- Tech Department and Studio



Building



- 2110.437 ■ Assemblies and Graduation
- 2110.465 ■ Repairs and Maintenance
- 2110.475 ■ Meetings and Conferences
- 2110.476 ■ Miscellaneous/Other (Student Contests)



Instructional Supplies

					2008-09	2009-10	2010-11	2011-12	2012-13
				General Supplies	St-3	ST-3	ST-3	Budget	Budget
2110	501	10	0000	General Supplies - High School	210,612	182,827	171,478	242,218	226,325
2110	501	20	0000	General Supplies - Middle School	165,044	148,449	141,176	174,397	165,677
2110	501	30	0000	General Supplies - Seaman	75,245	76,642	74,461	78,720	75,489
2110	501	40	0000	General Supplies - Jackson	84,453	80,529	84,523	95,000	95,000
2110	501	00	0023	Elementary Science	20,604	21,736	18,890	25,000	25,000
2110	501	50	0000	General Supplies - Catiague	84,539	92,415	82,704	94,100	86,000
				Subtotal-General Supplies	640,497	602,598	573,232	709,435	673,491



Computer Technology Plan



- The district owns more than 1500 computers
- Age range--brand new to five years old
- Replacement of work stations began 2006-07. (A cycle has been established so that district computers will have a 5 year life)
- Computers come with a 5 year warranty and the result is that there is significant savings on repairs
- The computers that are being replaced will be taken off-line and will be recycled
- Plan provides the district with a long-term solution to maintaining updated and current technology for our students
- Replacement of over 330 desktops/laptops/projectors/smartboards/printers district-wide
- Upgrade Storage Area Network

Technology

					2008-09	2009-10	2010-11	2011-12	2012-13
				Computer Assisted - Instruction	St-3	ST-3	ST-3	Budget	Budget
2630	100	00	0000	Personnel Services	645,684	669,851	696,005	637,973	646,641
2630	200	00	0000	Equipment (lease)					
2630	200	00	0000	Equipment	490,122	381,877	312,562	350,000	340,250
2630	465	00	0000	Repair and Maintenance of Network	85,374	77,243	46,295	60,000	60,000
2630	501	00	0000	Supplies and Material	167,162	161,925	136,970	180,000	180,000
2630	460	00	0000	Computer Software Services	90,240	67,911	68,471	75,000	85,000
2630	462	00	0000	Software:student information system			-	-	-
2630	490	00	0000	BOCES : Support Cost	27,460	17,190	8,600	20,079	20,079
2630	490	00	0000	BOCES : Power School		30,000	30,340	40,000	40,000
				Subtotal-Comp. Assisted Inst.	1,506,042	1,405,997	1,299,243	1,363,052	1,371,970



TRANSPORTATION

■ PERSONNEL SERVICES



- Director of Transportation
- Clerical (2)
- Drivers (2)
- Mechanics (2)

TRANSPORTATION

- Universal busing transporting over 3,000 students
- Over 130 students attend Private/Parochial Schools and out of district placements
- BOCES programs: fine arts and technical schools
- Life skills and job training programs
- Student mentoring and after school programs
- Field trips and athletics



Transportation Contractual



5510.4

- Portion of District Insurance Vehicle and Liability
- Transfinder: Routing Software

5540.4

- First Student Contract
- Non-Public Transportation
- Special Education Transportation
- Field Trips
- Athletic Trips

Contractors



Jericho Schools:

- 29 Buses
- 4 Vans

■ All District field and athletic trips

■ Special Education and

Private/Parochial:

- Combined public and P/P: 4 Vans
- Special Education and P/P: 41 Vans

Daily Bus Runs

Buses and Vans are Assigned daily multiple trips, up to 4 schools each

- Middle School
- Early High School
- Elementary School
- High School
- Special Education
- Private/Parochial
- After School



Daily Bus Runs

2011-2012

Actual

- **Buses: 29**
- **Vans: 49**



2012-2013

Anticipated

- **Buses: 26**
- **Vans: 47**

Transportation 5000 CODES



				Pupil Transportation	2008-09	2009-10	2010-11	2011-12	2012-13
				District Transportation Services	St-3	ST-3	ST-3	Budget	Budget
5510	160	00	0000	Non-Instructional Salaries	475,754	477,697	488,866	562,000	562,000
5510	200	00	0000	Equipment	-	-	90,479		100,000
5510	400	00	0000	Contractual Services	20,870	3,949	13,834	28,000	28,000
5510	400	00	0049	Insurance	45,000	45,000	45,000	45,000	45,000
5510	501	00	0000	Supplies & Materials	32,548	30,663	27,315	40,000	50,000
				Subtotal-District Transport Service	574,172	557,309	665,494	675,000	785,000
5530	160	00	0000	Non-Instructional Salaries	24,000	24,000	24,000	26,000	26,000
5530	200	00	0000	Equipment					
5530	400	00	0000	Contractual Services	44,595	50,368	48,019	54,397	54,397
				Subtotal-District Transport Service	68,595	74,368	72,019	80,397	80,397
				Contract Transportation					
5540	400	00	0000	Contractual Services- Buses	4,607,379	4,416,803	4,453,127	4,970,147	4,968,082
5540	400	00	0000	Transportation	67,868	97,304	139,139	120,000	160,000
				Subtotal-Contract Transportation	4,675,247	4,514,107	4,592,266	5,090,147	5,128,082
				Other Transportation					
5550	400	00	0000	Public Transportation					
5581	490	00	0000	BOCES Transportation	88,282	29,304	41,629	90,000	112,000
				Subtotal - Other Transportation	88,282	29,304	41,629	90,000	112,000
				Total - Pupil Transportation	5,406,296	5,175,088	5,371,408	5,935,545	6,105,479

- 5510-200: Purchase of new 44-passenger bus to replace obsolete 24 year old existing bus

Employee Benefits

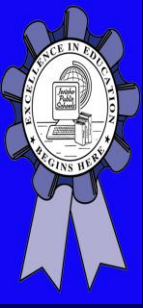
				Undistributed Expenditures	2008-09	2009-10	2010-11	2011-12	2012-13
				Employee Benefits	St-3	ST-3	ST-3	Budget	Budget
9010	800	00	0000	NYS Employees Retirement System	755,242	1,051,756	1,687,377	2,193,830	2,835,000
9020	800	00	0000	Teachers Retirement	3,301,552	2,844,955	3,972,617	5,447,044	6,250,000
9030	800	00	0000	Social Security	3,919,147	4,045,132	4,031,898	4,498,346	4,568,505
1980	400	00	0000	MTA Tax		198,833	207,546	250,000	0
9040	800	00	0000	Workers Compensation	336,195	356,766	349,710	393,250	433,250
9045	800	00	0000	Life/Dental Insurance	527,734	508,686	539,467	600,000	600,000
9050	800	00	0000	Unemployment Insurance	42,993	229,309	227,210	220,000	260,000
9055	800	00	0000	Disability	77,285	70,923	50,912	91,350	91,350
9060	800	00	0000	Health Insurance	7,015,021	7,165,105	7,702,324	8,874,081	9,356,431
9070	800	00	0000	Union Welfare	297,262	278,199	294,695	320,000	320,000
					-	-	-	-	-
				TOTAL - Employee Benefits	16,272,431	16,749,664	19,063,756	22,887,901	24,714,536



Debt Service & Inter-fund Transfers



					2008-09	2009-10	2010-11	2011-12	2012-13
				Debt Service	St-3	ST-3	ST-3	Budget	Budget
9901	600	00	0000	Trans Bond Fund	2,041,300	1,973,950	1,929,363	1,883,963	1,866,226
				Subtotal-Debt Service	2,041,300	1,973,950	1,929,363	1,883,963	1,866,226
9760	700	00	0000	Interest-TAN	198,441	48,982	44,717	160,000	160,000
				Subtotal-TAN	198,441	48,982	44,717	160,000	160,000
				TOTAL - Debt Service	2,239,741	2,022,932	1,974,080	2,043,963	2,026,226
				Inter-Fund Transfers					
9901	900	00	0000	Transfer to School Lunch	140,000	140,000	140,000	140,000	140,000
9902	900	00	0000	Transfer to Debt Service					
9902	900	00	0000	Transfer to Special Aid	135,628	119,922	200,000	200,000	200,000
9950	900	00	0000	Transfer to Capital: reflected in 1621					
				Total-Inter-Fund Transfers	275,628	259,922	340,000	340,000	340,000
				Total - Others	2,515,369	2,282,854	2,314,080	2,383,963	2,366,226



JERICH0 SCHOOL DISTRICT

- The information in this document will be presented at Budget Workshop # 3 on Wednesday, February 8, 2012 in the Middle School Library at 7:30. At that time Victor Manuel, Assistant Superintendent for Business Affairs will review this information with the Board of Education.
- You may print a copy of the presentation by clicking the print symbol or you may obtain a copy from the Business Office after February 3, 2012. Please call 203-3600 Extension 3214.