

The background features a faint, circular logo. Inside the circle, a fisherman wearing a hat and a vest is shown in a small boat, surrounded by stylized waves. The entire logo is rendered in a light, semi-transparent grey color.

# OYSTER BAY – EAST NORWICH CENTRAL SCHOOL DISTRICT

## ***Budget Fundamentals and Timeline***

December 20, 2016

# Board of Education Goals



*In order to maximize the experience of each member of the Oyster Bay-East Norwich learning community in a safe and secure environment, the Board of Education has identified the following goals for the 2016-17 school year:*

Support the continued improvement of District-wide instructional program that is progressive, relevant, and rigorous supporting excellence for all.

Adopt a District budget that is reflective of the current fiscal climate and constraints.

EXCELLENCE FOR ALL

A faded circular logo in the background. It features a stylized house on a hill, a bird in flight, and wavy lines representing water or a field. The logo is enclosed in a double-lined circular border, with the outer line being yellow and the inner line being grey.

# District Demographics

# Demographics



- As of November 30, 2016 = 1,614 public school students
- Non-public student enrollment declining
- Free & Reduced Priced Lunch = 21.7%
- Special Education Classification Rate = 12.0%
- Limited English Proficiency (LEP) Enrollment:  
13-14=81 14-15=101 15-16=122 16-17=125  
(a 54% increase since 2013-14)
- Combined Wealth Ratio (State Education Department) = 6.012  
(NYS avg 1.000)

# Budget Development



- Prepare a Justification Based budget. Administrators will input and understand their line item budgets.
- Understand budget trends by analyzing current and historical data.
- Obtain projected data: Consumer Price Index (CPI)%, Health, Teachers' Retirement System (TRS), Employee Retirement System (ERS), Contracts, etc.
- Administrator meetings with Central Office (Jan 2017)
  - Existing programs and enrollments will be evaluated
  - Cost-saving initiatives will be reviewed and prioritized
- Central Office continues to review budget line-by-line (Spring 2017)
- BOE to review budget in public sessions



# Budget Development

# 2017-18 Budget Discussion Timeline



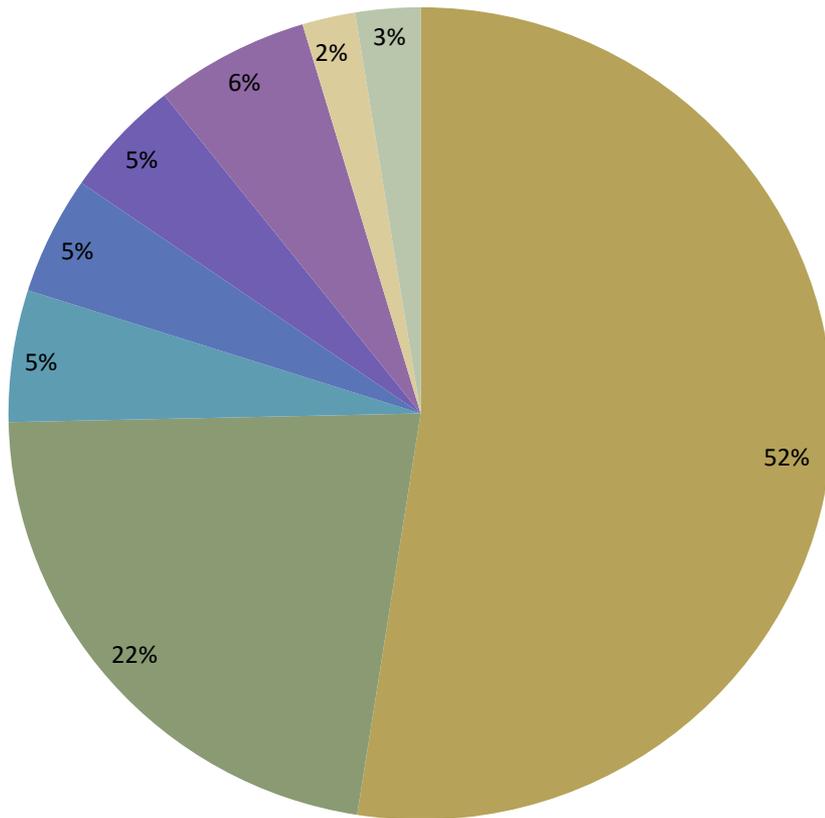
<b>December 20</b>	<b>February 7</b>	<b>March 21</b>	<b>May 2</b>
Budget Fundamentals and Calendar	General Review of Revenue Budget  Review 2017-18 Tax Levy Limit	Additional Budget Review  Impact of a Failed Budget	Budget Hearing
<b>January 17</b>	<b>March 7</b>	<b>Apr 4</b>	<b>May 16</b>
Potential Capital Reserve Projects  General Review of Expenditure Budget	Additional Review of the 2017-18 Expenditure Budget  Review of any "Gap"  2016-17 Fund Balance Projection	Review of Legislative State Aid Numbers  Budget Adoption	Budget Vote 7am-9pm OBHS

**VOTER REGISTRATION: District Clerk's Office (516-624-6502); 1 McCouns Lane, Oyster Bay  
Monday through Friday: 8:00 a.m. to 1:00 p.m. & 2:00 p.m. to 4:00 p.m.**

# OBEN Estimated Expenditure Profile

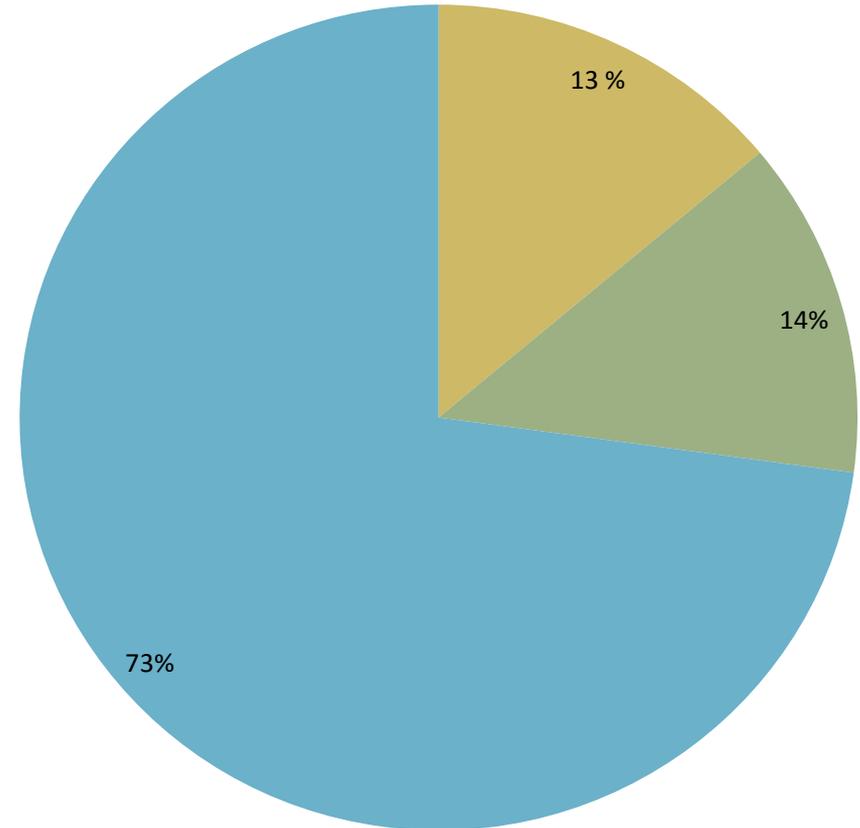


Expenditure Type



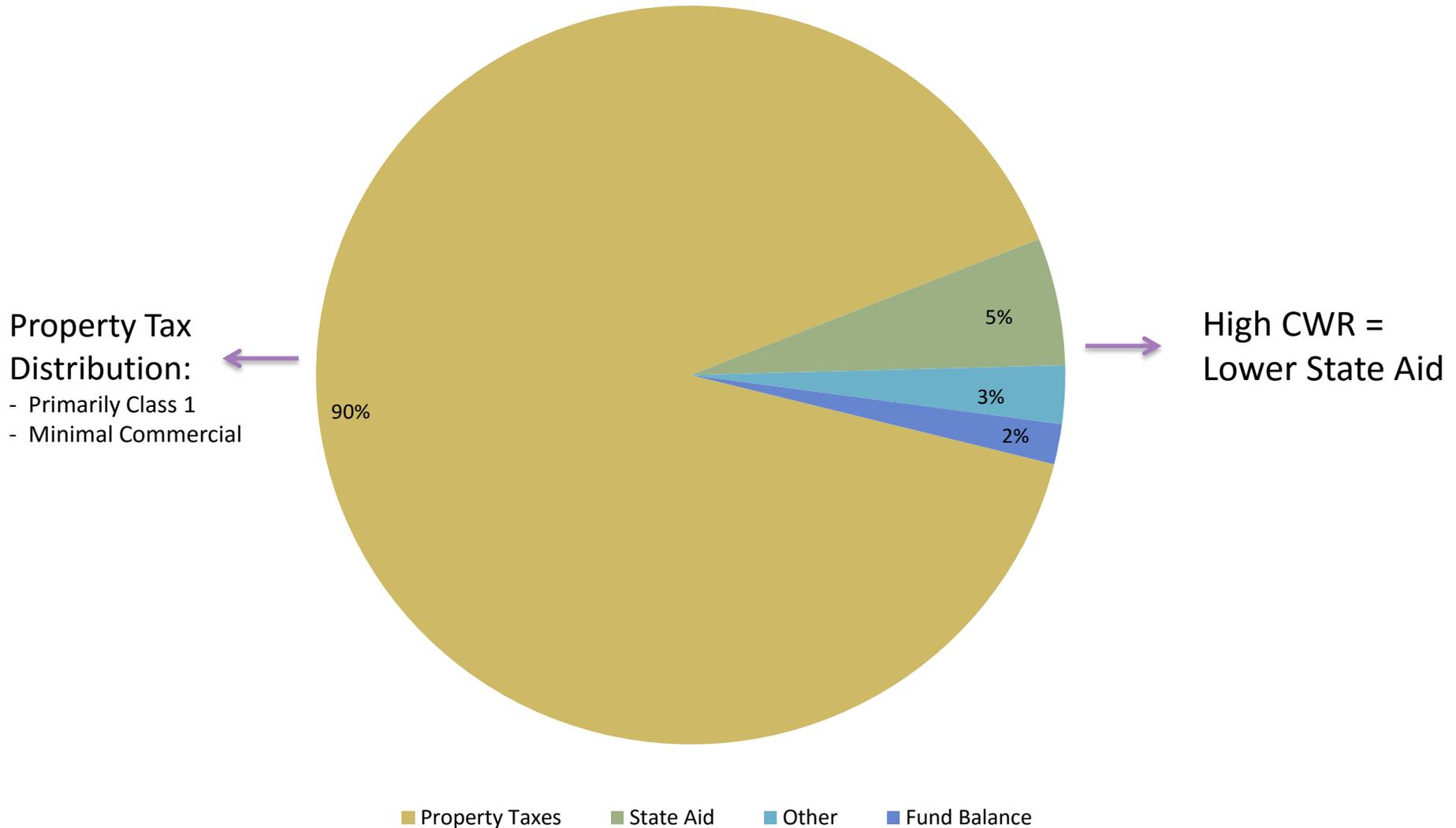
- Salaries
- Benefits
- Transportation
- Debt Service
- BOCES
- Contractual Services
- Support Materials
- Buildings & Grounds

Three-Part Budget



- Admin
- Capital
- Program

# OBEN Estimated Revenue Profile



# The Budget “Formula”



The Board of Education adopts a spending plan which is voted on by the community to operate the District.

- (A) Spending plan (budget) is funded by a few revenue sources:
- (B) State Aid (which has decreased consistently over the years)
- (C) Local Revenues from interest earnings, reimbursable billings, refunds
- (D) Use of Reserves (Including Fund Balance, ERS Reserve, etc.)
- (E) PROPERTY TAXES collected through the Tax Levy

## The Budget Formula:

$$(A) - (B) - (C) - (D) = (E)$$

# Balanced Budget



Revenue

=

Expenses

# Budget Trends



## Positives:

- Decrease in TRS and Flat ERS Rates
- Teacher Retirements
- Significantly Higher CPI than Last Year

## Negatives:

- Health Insurance Renewal Increase
- Tax Levy Growth Factor
- Uncertainty of Future Pension Costs
- No Significant Increase in State Aid Expected

# Historical Budget Vote Results



<u>YEAR</u>	<u>BUDGET INC %</u>	<u>YES</u>	<u>NO</u>	<u>TOTAL</u>	<u>% YES</u>
2008-09	4.66%	968	655	1,623	60%
2009-10	3.65%	1,121	725	1,846	61%
2010-11	2.89%	1,103	914	2,017	55%
2011-12*	2.96%	1,182	1,034	2,216	53%
2012-13	2.68%	1,158	680	1,838	63%
2013-14	3.84%	932	604	1,536	61%
2014-15	2.01%	932	357	1,289	72%
2015-16	1.52%	862	338	1,200	72%
2016-17	0.83%	722	223	945	76%

\*Note: 2011-2012 budget failed first time and passed on second vote

The background features a large, faint circular logo. Inside the circle, there is a stylized illustration of a ship with a striped sail on a wavy sea. A seagull is flying in the upper left quadrant of the circle. The entire logo is rendered in a light, semi-transparent grey color.

# **OBEN Fiscal Health**

# Fiscal Health



## Factors indicative of a strong financial condition:

### INTERNAL

- *Key Performance Indicators are stable*
- *Follow guidance from SED & OSC*
- *Commitment to funding Reserve Funds*

### EXTERNAL

- *Strong Moody's Rating; Aa1*
- *Positive audit reports*



**Questions?**