Administrative Budget
Five-Year Plan

October 19, 2022
ADMINISTRATIVE CHARGE

(Average increase of 2.24% over 10-year period)
• The agency has been able to keep the administrative charge lower by:
  • Negotiating reductions in the rental budget
  • Strategic use of reserve funds
  • Monitoring cash and maintaining a strong cash flow
  • Collective bargaining including increases in employee health insurance contributions
  • Evaluating programs and realigning duties to maximize departmental efficiencies within the agency
PROJECTED BUDGET COMPONENTS

October 19, 2022    Administrative Budget: Five-Year Plan
## TOTAL OPEB LIABILITY

<table>
<thead>
<tr>
<th>Total OPEB Liability</th>
<th>2022</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Service cost</td>
<td>$33,573,145</td>
<td>$41,573,215</td>
<td>$28,345,135</td>
</tr>
<tr>
<td>Interest on total OPEB liability</td>
<td>22,626,329</td>
<td>22,717,620</td>
<td>30,874,099</td>
</tr>
<tr>
<td>Effect of plan changes</td>
<td>1,561,274</td>
<td>(16,570,825)</td>
<td>0</td>
</tr>
<tr>
<td>Effect of demographic gains or losses</td>
<td>(150,124,329)</td>
<td>0</td>
<td>(75,244,387)</td>
</tr>
<tr>
<td>Effect of assumption changes or inputs</td>
<td>(137,648,977)</td>
<td>8,113,489</td>
<td>177,199,012</td>
</tr>
<tr>
<td>Benefit payments</td>
<td>(27,664,922)</td>
<td>(28,854,793)</td>
<td>(28,205,211)</td>
</tr>
<tr>
<td>Net change in total OPEB liability</td>
<td>(257,767,480)</td>
<td>26,978,706</td>
<td>132,968,648</td>
</tr>
<tr>
<td>Total OPEB liability, beginning</td>
<td>1,027,700,653</td>
<td>1,000,721,947</td>
<td>867,753,299</td>
</tr>
<tr>
<td>Total OPEB liability, ending (a)</td>
<td>770,023,173</td>
<td>1,027,700,653</td>
<td>1,000,721,947</td>
</tr>
<tr>
<td>Covered payroll</td>
<td>$128,000,917</td>
<td>$126,614,115</td>
<td>$126,614,115</td>
</tr>
<tr>
<td>Total OPEB liability as a % of covered payroll</td>
<td>601.58%</td>
<td>811.68%</td>
<td>790.37%</td>
</tr>
</tbody>
</table>
PROJECTED STAFFING

October 19, 2022  Administrative Budget: Five-Year Plan
CAPITAL BUDGET

- Construction Reimbursement: $193,566, 3%
- Capital Fund: $2,399,864, 41%
- Rental Charges: $3,290,032, 56%

TOTAL $5,883,462
Lease renewals of rental properties will be the lesser of 2% or the CPI-U or based on negotiated agreements.

- Inter-Program charges will increase by 2.5%.
- Staff salary and other contractual costs are projected between 3.50%-3.75%.
- Health insurance will increase by 10%.
- Static employer contributions to ERS and TRS with the continued use of the reserve fund.
- Retiree health costs projected to rise 5.1% (down from 6.6%) based on the current GASB 75 Post Retirement Report.
- Inflation, supply chain, labor....
BUDGET ASSUMPTIONS - YEAR 1

2022-23

- Baseline Year
- Capital Fund Transfer established at $2.4MM
- Utilize ERS and TRS reserves funds to manage expense lines
- Reorganization of the Office of Technology Integration - Three-year phase-in savings - $50,000 (completed)
BUDGET ASSUMPTIONS - YEARS 2/3

2023-24

- No change in staff
- Planned use of TRS and ERS reserve funds
- Capital Fund Transfer increased to $2.525MM

2024-25

- No change in staff
- Planned use of TRS and ERS reserve funds
- Transfer to Capital Fund increased to $2.650MM
BUDGET ASSUMPTIONS - YEARS 4/5

2025-26

• No change in staff
• Planned use of TRS and ERS reserve funds
• Transfer to Capital Fund increased to $2.835MM
• Rental budget savings of $455,000 - Tatonka (BAC)

2026-27

• No change in staff
• Planned use of TRS and ERS reserve funds
• Transfer to Capital Fund increased to $2.845MM
• Tatonka final rental budget savings $91,000
Maintains a 10-year average rate of 2.24% for component school districts

Continues the agency’s commitment to Diversity, Equity & Inclusivity

Considers long-term space and security, including future expansion

Employs best practices; Favorable audit reports including one from the Office of the State Comptroller in 2016

Plans for a post-pandemic future
Eastern Suffolk BOCES
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Brian O. Mealy
John Wyche

District Superintendent
David Wicks

Chief Operating Officer
Ryan J. Ruf

Associate Superintendent
James J. Stucchio – Management Services

Claudy Damus-Makelele – Educational Services

Assistant Superintendent
Christopher Cook – Human Resources

Directors
Leah Arnold – Career, Technical and Adult Education
Kate Davern – Educational Support Services
Mark Finnerty – Facilities

April Francis-Taylor – Diversity, Equity, and Inclusivity
Susan Maddi – Administrative Services

Gin Nelsen – Technology Integration
Gina Reilly – Special Education
Darlene Roces – Regional Information Center
Wendy Tromblee – Business Services

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