



Budget *Workshop #1*

2023-2024

February 7, 2023



Agenda



- 2023-2024 NYS Executive Budget Proposal
- *Projected* State Aid – *1st Run*
- Property Tax Cap – *Capital Exclusion*
- The *Gap* in Revenues/Expenses





2023-24 NYS Executive Budget *Proposal*



2023-24 Executive Budget *Proposal*



Major Focus Points

- Includes Promised Restoration Foundation Aid Amount
- Includes Additional Foundation Aid Increase
- Uses Foundation Aid to Establish High-Impact Tutoring Program for Grades 3-8
- Further Expansion of Full-day Pre-K Programs
- Expansion of Career/Tech Programs & Opportunities
- Mental Health Initiatives for Students & Staff



State Aid	2023-24 State Aid – 1st Run	2022-23 <u>Budgeted</u> State Aid	\$ Change
Foundation Aid*	\$9,189,655	\$7,727,651	\$1,462,004
Universal Pre-K	\$291,050	\$100,510	\$190,540
BOCES Aid	\$1,311,551	\$1,209,685	\$101,866
Public Excess Cost Aid	\$369,214	\$350,773	\$18,441
Private Excess Cost Aid	\$133,587	\$142,764	(\$9,177)
Hardware/Technology Aid	\$19,282	\$18,957	\$325
Software/Library/Textbook Aid	\$84,098	\$81,890	\$2,208
Transportation Aid	\$529,882	\$526,233	\$3,649
Building Aid	\$1,704,115	\$1,681,681	\$22,434
High Tax Aid	\$325,321	\$325,321	\$0
Total	\$13,957,755	\$12,165,465	\$1,792,290

** Contains \$145,251 High-Impact Tutoring Setaside Funds*



State Aid – *What's Next?*

- Proceed Carefully with Foundation Aid Increase – *Next Year?*
- Look at Governor's Proposed Process for High-Impact Tutoring
- UPK Expansion Funds – *Examine Best Plan for Students & Families*
- Prove Excess Cost & Building Aid Figures
- Validate BOCES Aid Figure
- Validate Transportation Aid Figure



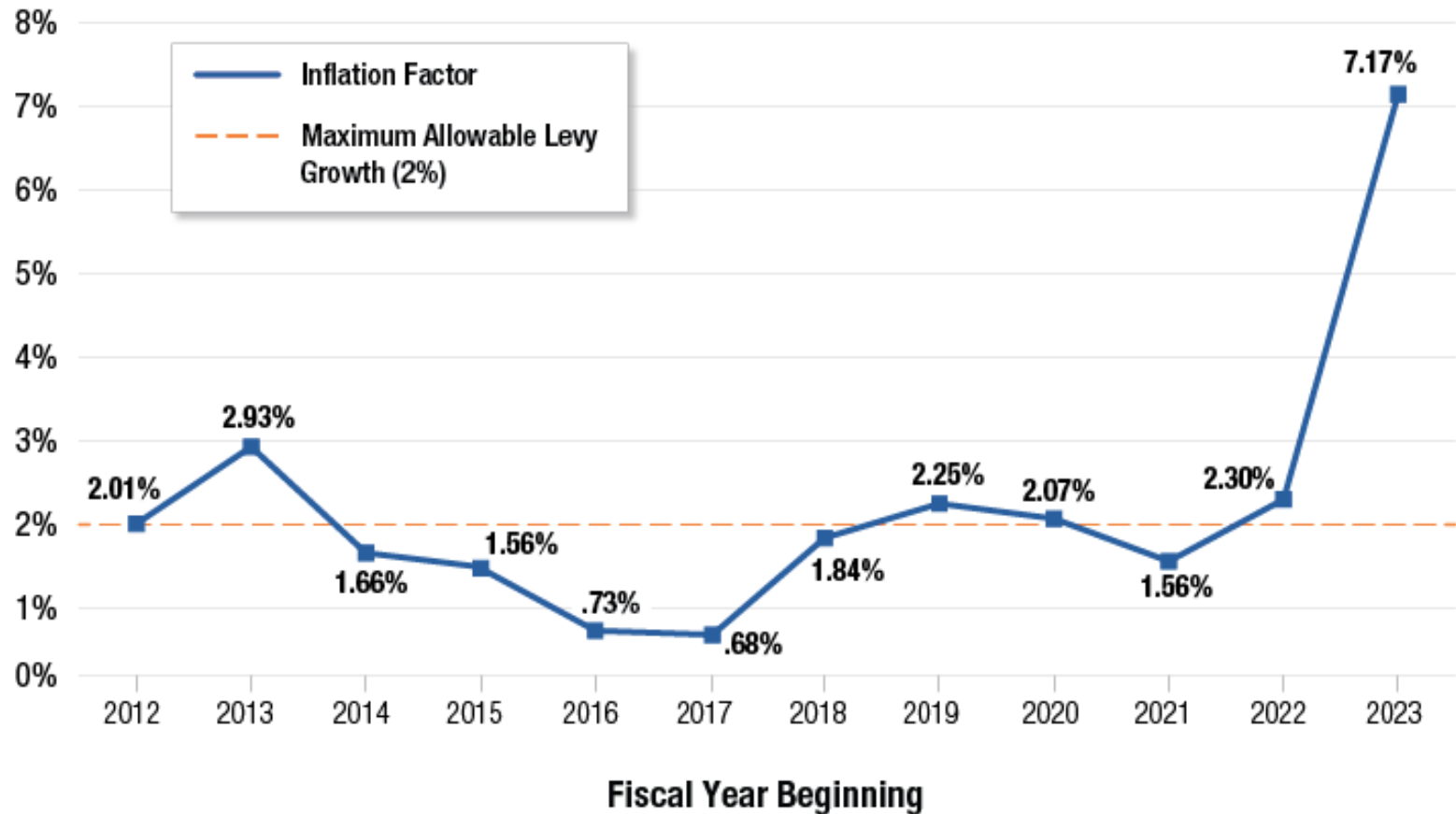


Property Tax Cap*

** Capital Exclusion*



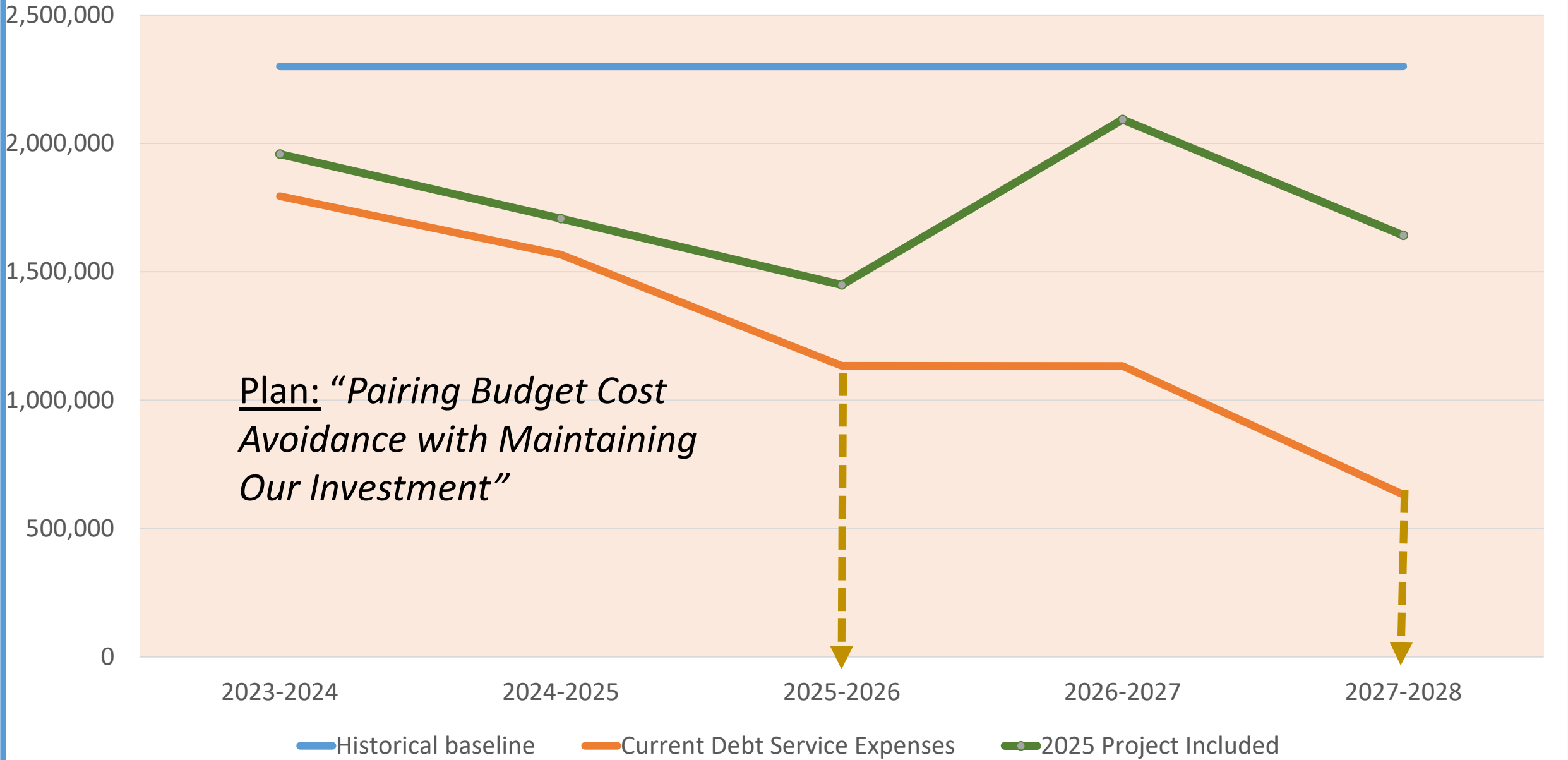
Tax Cap Inflation Factors for Calendar Fiscal Year Local Governments 2012-2023



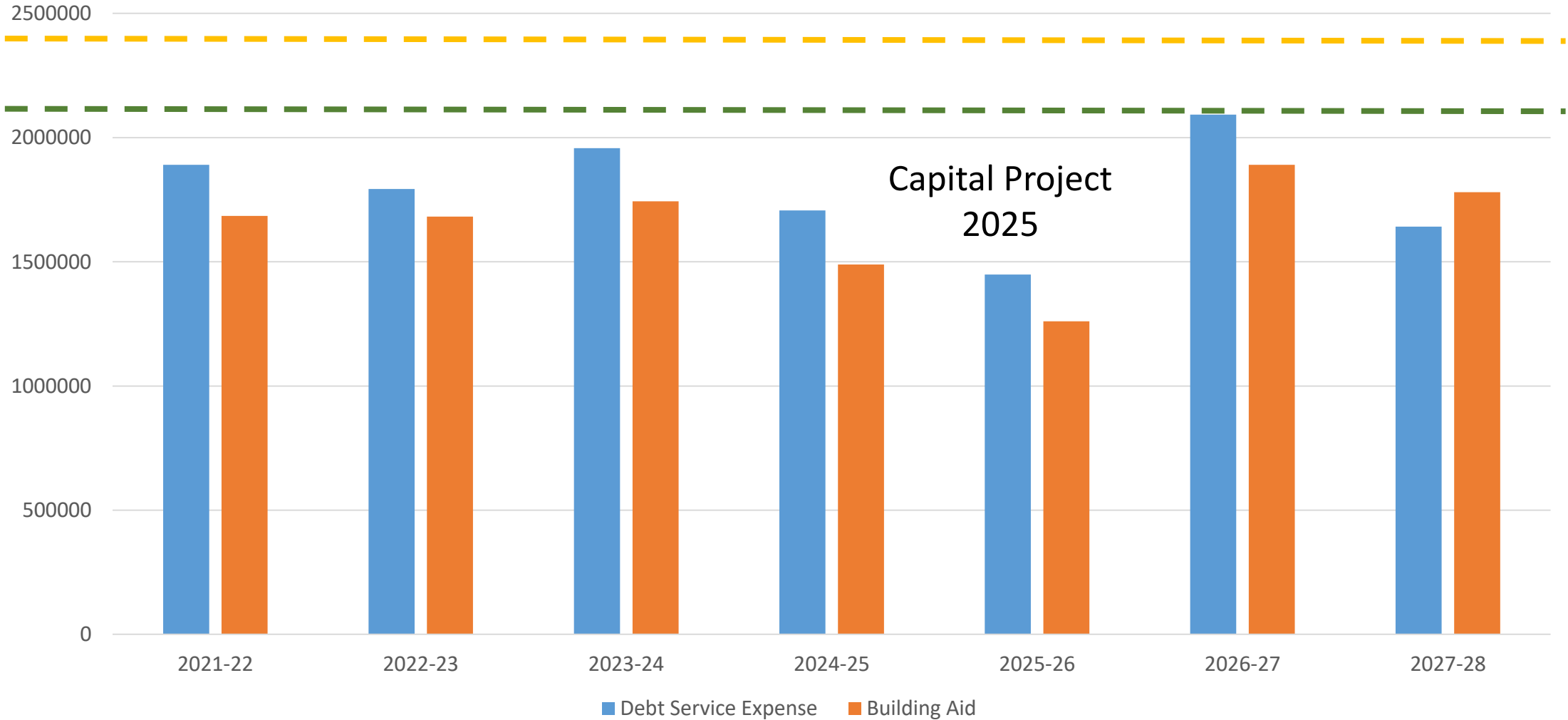
Debt Service

Bond Year(s)	Description	Debt "Falls Off" or is Paid-in-full
2013	Bird & Morgan Renovation Project (BOCES) \$4,045,000	June 2027
2017	2015-16 Project – Turf field renovation; Elem School Security; Auditorium \$3,095,000	June 2031
2020	Refunded – 2007 Fuel Cell Project \$1,400,000; 2008 Project – Roof work; front loop; lower parking lot; Science Rooms; bathrooms; courtyards \$5,353,140	June 2025
2021	CIP 2020-21 – Roof work, Band Rooms, Single Point of Entry, Maintenance Building, MLA, Tile \$9,600,000	June 2036
2026	Anticipated CIP 2025-26 – Roof work, Indoor Pool, Safety & Security, Other Scope TBD	June 2041
2031	Anticipated CIP 2030-31 - Scope TBD	June 2046

Capital Projects and Debt Service



Summary of Debt and Building Aid



Transfer to Capital – *How Does it Work?*



- BCS Capital Project Items Completed Between CIP Projects
 - 2023-24 Possible Scope Considered– Playground (Phase I), Electrical Transformer Replacement
- *No Additional Cost to Taxpayers* - Fund with Appropriated Fund Balance and/or Debt Service Reserve – Budget Neutral
- Generate Building Aid in Subsequent Years *Without Debt*
- Does Impact the Tax Cap Calculation...



Capital Levy Exclusion

Description	2022-23	2023-24	2024-25	2025-26	2026-27
Debt Service Payments (P & I)	\$1,793,100	\$1,794,150	\$1,567,000	\$1,133,900	\$2,092,350
Lease on School Bus	\$22,271	\$22,271	\$23,000	\$23,000	\$23,000
Energy Performance Contract (EPC) - Payments	\$0	\$0	\$0	\$0	\$0
NEW Short-term Debt (BAN) CIP '25		\$163,600	\$139,725	\$314,448	\$0
BOCES Capital Expense	\$302,162	\$86,558	\$86,558	\$86,558	\$86,558
Project Expenses Paid with Local Funds	\$0	\$400,000	\$300,000	\$0	\$0
Total Allowable Debt Expenses	<u>\$2,117,533</u>	<u>\$2,466,579</u>	<u>\$2,116,283</u>	<u>\$1,557,906</u>	<u>\$2,201,908</u>
<u>MINUS:</u>					
Building Aid on Capital Projects	\$1,681,681	\$1,743,581	\$1,489,538	\$1,260,763	\$1,890,251
Transportation Aid on Bus Lease	\$15,144	\$15,144	\$15,640	\$15,640	\$15,144
BOCES Rent & Capital Aid	\$204,911	\$61,197	\$61,197	\$61,197	\$61,197
Transfers from Debt Service Fund to General Fund for debt payments	\$0	\$200,000	\$200,000	\$0	\$0
Total Allowable Debt Revenue	<u>\$1,901,736</u>	<u>\$2,019,922</u>	<u>\$1,766,375</u>	<u>\$1,337,600</u>	<u>\$1,966,592</u>
Total Capital Exclusion	\$215,797	\$446,657	\$349,908	\$220,306	\$235,316

2023-24 Property Tax Cap – *Status*



- Overall Tax Levy Limit is *Currently* 3.86% due to Capital Exclusion*
 - **Recommendation* – Tax Levy Limit = 1.98%
- *Projected* \$300,000 Additional Tax Revenue for 2023-2024
- Full Calculation for the *February 14th* Board Meeting
- Calculation Due to the Office of State Comptroller (OSC) by *March 1*





Expenses/Revenue *Update*



The *Gap* Between *Expenses* & Revenues



Expenses	Projected Amount	<u>Tentative</u> Detail
Contractual Obligations (Salaries)	\$11,851,483	+ 6.10% from 2022-23
Employee Benefits	\$ 7,723,086	+3.47% from 2022-23
BOCES Services	\$ 5,989,078	+3.53% from 2022-23
Debt Service	\$ 1,794,150	+0.06% from 2022-23
Equipment	\$ 150,000	Placeholder Until Confirmed
Contractual & Supplies	\$ 3,985,710	+2.38% from 2022-23
Transfer to Capital	\$400,000	Possible New Playground
Total Expenditures	\$31,893,507	Approximately 5% Budget-to-Budget Increase



The *Gap* Between Expenses & *Revenue*



Revenue	Projected Amount	<u>Tentative</u> Detail
State Aid – All Categories	\$12,970,001	Based on 1 st State Aid Run & 22-23 Output Reports
Urban-Suburban Transfer Aid	\$331,600	Same Figure as 22-23
BOCES Rent	\$75,000	Per Lease Agreement
Other Revenues (Medicaid, PILOT, Interest)	\$394,500	Reflects Small Increase in PILOT
Monroe County Sales Tax	\$900,000	Same Figure as 22-23
Real Property Tax	\$15,468,564	+1.98%; \$300,331 in Levy
Reserves	\$689,896	Increase in Debt Service Rsv
Appropriated Fund Balance	\$600,000	Increase for Transfer to Capital
Total Revenue	\$31,429,561	





The Gap = \$463,946*

** Will Fluctuate as Budget Development Continues*



Next Steps



- Proving Revenue
 - Foundation Aid
 - UPK Funding
 - High Cost Excess Cost Aid
 - Building Aid
 - Transportation Aid
- Continue to Examine Expenditures
 - BOCES
 - Wages – Contractual Obligations
 - Special Education
 - Contractual & Supplies

