

# **GLEN COVE CITY SCHOOL DISTRICT**

**2023-2024 BUDGET**

**WORKSHOP #1  
JANUARY 25, 2023**

# OVERVIEW

- **WHAT IS A BUDGET**
- **TAX LEVY LIMIT**
- **REVENUE BUDGET**
- **APPROPRIATION BUDGET**

# WHAT IS A BUDGET?

- **A multi-year plan**
- **A reasonably detailed estimate of revenues and expenditures at the time of the development of the budget**
- **It establishes tax levy, *NOT* the tax rate**
- **Subject to future update – budget transfers**
- **It is a working document – will be used to forecast future budgets**

# PROPERTY TAX CAP

## CHAPTER 97 OF THE LAWS OF 2011

- **Property Tax Cap was first implemented in the 2012-13 school year budget.**
- **Governor Cuomo included making the cap permanent in his 2019-2020 State budget.**
- **The tax cap restricts the annual growth of a school district's tax levy to 2% or the rate of inflation, whichever is lower. A number of other factors go into calculating an individual school district's tax levy limit.**

# TAX LEVY LIMIT FORMULA

**Prior year levy**

**- Reserve amount (including interest earned)**

**x Tax base growth factor (Tax & Finance)**

**+ PILOTs receivable, prior year (2022-23)**

**- Capital tax levy exclusion, prior year (2022-23)**

**- Tort exclusion amount prior year (2022-23)**

**= Adjusted prior year tax levy**

**X Allowable levy growth factor (lesser of 2% or inflation)**

**- PILOTs receivable, coming year (2023-24)**

**+ Available carryover**

**= Tax Levy Limit**

**+ Exclusions (tort, pensions and capital (2023-2024))**

**= Total MAXIMUM ALLOWABLE TAX LEVY (requires simple majority) This legal limit can be more than 2%**

# BUDGET DEVELOPMENT BEFORE TAX CAP

## EXPENDITURE BUDGET

- STATE & FEDERAL AID
- LOCAL REVENUES
- USE OF RESERVES

= NEEDED TAX LEVY

# BUDGET DEVELOPMENT WITH TAX LEVY CAP

**TAX LEVY LIMIT**

**+ STATE & FEDERAL AID**

**+ LOCAL REVENUE**

**+ USE OF RESERVES**

**= EXPENDITURE BUDGET**

# CONSUMER PRICE INDEX

**8%**

## 2023-2024 Budget

**CPI is capped at**

**2%**

**(before legal exemptions)**



# REVENUE BUDGET

- **Tax Levy**
- **Payments in Lieu of Taxes**
- **Tax on Consumer Utility Bill**
- **Reserves**
- **Interest and Earnings**
- **State Aid**

# 2023-2024 DRAFT REVENUE BUDGET

Description	2023-2024 Draft Budget	2022-2023 Budget	Variance
Tax Levy	70,776,782	69,389,002	1,387,780
P.I.L.O.T.'s	4,816,322	4,453,522	362,800
Tax on Consumer Utility Bills	1,300,000	1,000,000	300,000
Interest & Earnings	55,000	38,000	17,000
State Aid	24,292,681	21,138,282	3,154,399
Other Revenues	4,450,000	4,598,865	(148,865)
Reserves	1,250,000	1,325,000	(75,000)
<b>TOTAL</b>	<b>\$106,940,785</b>	<b>\$101,942,671</b>	<b>\$4,998,114</b>

# 2023-2024 P.I.L.O.T.'S (PAYMENT IN LIEU OF TAXES)

<b>AVALON-Phase I</b>	<b>\$1,066,090.02</b>
<b>AVALON-Phase II</b>	<b>\$0.00</b>
<b>MEN ON THE MOVE</b>	<b>\$379,324.86</b>
<b>MOVIE THEATRE</b>	<b>\$46,461.96</b>
<b>THE REGENCY</b>	<b>\$309,632.40</b>
<b>50 GLEN STREET</b>	<b>\$0.00</b>
<b>FAIR HOUSING</b>	<b>\$33,257.82</b>
<b>LIPA</b>	<b>\$1,312,085.05</b>
<b>GARVIES POINT</b>	<b>\$1,510,491.00</b>
<b>VILLAGE SQUARE</b>	<b>\$120,490.35</b>
<b>136 GLEN STREET</b>	<b>\$38,488.96</b>
<b>TOTAL</b>	<b>\$4,816,322.42</b>

# APPROPRIATION BUDGET

- **CAPITAL COMPONENT**

  - Operation and Maintenance of Facilities

  - Tax Certiorari

  - Debt Service

- **ADMINISTRATIVE COMPONENT**

  - Board of Education

  - Administrative/Central Office Staff

  - Finance and Legal

  - Insurance and Central Printing

- **PROGRAM COMPONENT**

  - Teaching – Regular Ed and Special Ed

  - Information Technology

  - Health Services

  - Cocurricular and Athletics

  - Transportation

  - Employee Benefits

# **ESTIMATED APPROPRIATION INCREASES/DECREASES FOR 2023-2024**

- **HEALTH INSURANCE – 14% (increase of 2%)**
- **ERS – 15% (increase of 3.40%)**
- **TRS – 10% (decrease of .50%)**
- **CONTRACTUAL OBLIGATIONS ( INCLUDING VENDORS, THIRD PARTY PROVIDERS, EMPLOYEES, ETC.)**

# DISCUSSION FOR FEBRUARY 8, 2023

## BUDGET WORKSHOP

- CAPITAL COMPONENT
- ADMINISTRATIVE COMPONENT
- RESERVES
- UPDATE ON STATE AID

**QUESTIONS?**