

GLEN COVE CITY SCHOOL DISTRICT

2022-2023 BUDGET
WORKSHOP #1
JANUARY 19, 2022

*Introduction:
Budget
Tax Levy
Revenue Budget*

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

- o **Property Tax Cap was first implemented in the 2012-13 school year budget.**
- o **Governor Cuomo included making the cap permanent in his 2019-2020 State budget.**
- o **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 (2021-22)

- Capital tax levy exclusion, prior year (2021-22)

- Tort exclusion amount prior year (2021-22)

= Adjusted prior year tax levy

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

- PILOTs receivable, coming year (2022-23)

+ Available carryover

= Tax Levy Limit

+ Exclusions (tort, pensions and capital (2022-2023))

= 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

CPI- 4.7%

**2022-2023 Budget CPI is
capped at 2%** before legal exemptions

CPI for 2021-2022 Budget

1.23%

REVENUE BUDGET

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

2022-2023 Draft Revenue Budget

Description	2022-2023 Draft Budget	2021-2022 Budget	Variance
Tax Levy	73,511,518	72,070,116	1,441,402
P.I.L.O.T.'s	4,453,521	4,286,707	166,814
Tax on Consumer Utility Bills	1,100,000	1,100,000	0
Interest & Earnings	38,000	45,000	(7,000)
State Aid	21,839,690	14,709,513	7,130,177
Other Revenues	525,000	555,000	(30,000)
Reserves	1,100,000	2,980,419	(1,880,419)
TOTAL	102,567,729	95,746,755	6,820,974

2022-2023 P.I.L.O.T.'S

AVALON-Phase I	\$1,037,139.86
AVALON-Phase II	\$0.00
MEN ON THE MOVE	\$221,149.20
MOVIE THEATRE	\$45,550.94
THE REGENCY	\$296,015.58
50 GLEN STREET	\$70,069.03
FAIR HOUSING	\$0.00
LIPA	\$1,299,221.48
GARVIES POINT	\$1,328,327.00
VILLAGE SQUARE	\$118,127.67
136 GLEN STREET	\$37,920.64
TOTAL	\$4,453,521.40

APPROPRIATION BUDGET

o CAPITAL COMPONENT

Operation and Maintenance of Facilities

Tax Certiorari

Debt Service

o ADMINISTRATIVE COMPONENT

Board of Education

Administrative/Central Office Staff

Finance and Legal

Insurance and Central Printing

o PROGRAM COMPONENT

Teaching – Regular Ed and Special Ed

Information Technology

Health Services

Cocurricular and Athletics

Transportation

Employee Benefits

ESTIMATED
Appropriation Increases/Decreases for
2022-2023

- o **HEALTH INSURANCE – 12% (increase of 3%)**
- o **ERS – 11.6% (decrease of 3%)**
- o **TRS – 10.50% (increase of .70%)**
- o **CONTRACTUAL OBLIGATIONS**

ADDITIONAL EXPENSES FOR 2022-2023

o Health Insurance \$1,250,000

o Special Education \$2,500,000

o Contractual Obligations \$1,500,000

o 9 Period Day at Finley MS \$550,000

o Inflation is at 4% - the highest level since the inception of the NYS Tax Cap

Discussion for February 2, 2022

Budget Workshop

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

QUESTIONS?