
Frewsburg Central School District 2020–2021 Budget Workshop #3

April 6, 2020

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Let's Start with What We Know...

- “No one is held harmless from reality. I cannot protect you from reality.”
--Governor Andrew Cuomo
- New York State is spending money that it doesn't have. This money is being funneled to Covid19.
- State Budget Director indicated a 15 billion deficit.
(2008 GEA=10 billion dollar deficit)

There will be long term implications.

Two Year Problem

2019-2020

Delayed State Aid Payments?
(April, May, June)

Decreased State Aid Payments?
-April 30th End of Quarter

2020-2021

Foundation Aid remained the same as last year.

Expense Based Aids were not consolidated into Foundation Aid

FEMA Money Received

2019-2020

Cash Flow Assessment

Apply for Revenue Anticipation Note (RAN), if/when needed

Discontinue discretionary spending

Limit hiring to essential position replacements (i.e. cleaners)

Complete Budget Projections- how much will we have at the end of the year?

Update Reserve Plan

2020-2021

Determine best/worst case scenarios for state aid

0% As Is= \$213,000
10% Decrease= \$1,347,688
20% Decrease= \$2,481,560
30% Decrease= \$3,615,433

Current Budget Deficit = \$326,799

Limit Hiring / Salary freeze (?) / Early retirement incentives (?)

Cuts

Foundation aid remained
the same as 19-20

Expense based aids did not
get consolidated into
foundation aid and reflect
most up to date amounts

2020-21 ESTIMATED AIDS:	
FOUNDATION AID	7,596,393
FULL DAY K CONVERSION	0
UNIVERSAL PRE-KINDERGARTEN	76,768
BOCES	966,293
SPECIAL SERVICES	0
HIGH COST EXCESS COST	153,518
PRIVATE EXCESS COST	137,925
HARDWARE & TECHNOLOGY	16,024
SOFTWARE, LIBRARY, TEXTBOOK	61,222
TRANSPORTATION INCL SUMMER	822,932
BUILDING + BLDG REORG INCENT	1,371,434
OPERATING REORG INCENTIVE	0
CHARTER SCHOOL TRANSITIONAL	0
ACADEMIC ENHANCEMENT	0
HIGH TAX AID	0
SUPPLEMENTAL PUB EXCESS COST	0
PANDEMIC ADJUSTMENT	-134,649
SUBTOTAL	11,067,860
FEDERAL CARES RESTORATION	134,649
TOTAL	11,202,509
COMMUNITY SCHOOLS SETASIDE	0
\$ CHG 20-21 MINUS 19-20	-123,985
% CHG TOTAL AID	-1.09
\$ CHG W/O BLDG, REORG BLDG AID	-177,355
% CHG W/O BLDG, REORG BLDG AID	-1.77

Budget Worksheet Third Draft.pdf

Next Steps

- Determine affects on 19-20 State Aid payments
- Conduct Cash Flow Study/Apply for RAN, if/when needed
- Stop any unnecessary spending
- Plan for the worse case scenario and hope for the best

Budget Process Revised Dates

- **April 21 7:00 pm
Regular Board Meeting**
- **May 4 Board Petitions Due**
- **May 14 6:30 p.m.
Board Meeting to Approve Budget
(Replaces May 20 Meeting)**
- **May 26 Budget Hearing 6:30 p.m.**
- **June 2 Budget Vote**

Additionally...

- We will be removing proposition for purchasing school buses

2020-21 Budget Third Draft

Revenues

State Aid - Legislative Budget 4/1/20	11,125,741
Appropriation	600,000
Capital Outlay Building Aid	90,000
Local Revenues	104,800
Medicaid	10,000
2019 Tax Levy	5,543,902
Trans. From Unemployment Reserve	5,000
Trans. Retirement Contribution Reserve	110,000
Trans. From Debt Service	110,000
	<u>17,699,443</u>
Possible Additional Revenue	
Boces Computer	100,000
Additional Tax Levy (2.77%)	153,401
Total 2020-21 Revenues	<u><u>17,952,844</u></u>

Expenditures

Athletics	√	84,325
Jr/Sr High	√	72,600
Elementary	√	34,700
K-12 General	√	184,650
Admin/Misc.	√	333,601
Buildings & Grounds	√	806,808
Transportation	√	230,450
Debt Service	√	1,528,937
Special Education	√√	440,856
BOCES	√√	2,718,743
Salaries	√√	7,957,445
Benefits	√√	3,886,528
Total 2020-21 Expenditures		<u><u>18,279,643</u></u>

Reviewed in Budget Workshop # 1 √
Reviewed in Budget Workshop # 2 √√

2020-21 Budget Proposals Scenarios

	2020-21 Budget Scenario 1 Tax Levy 0.00%	2020-21 Budget Scenario 2 Tax Levy ▲2.00%	2020-21 Budget Scenario 3 Tax Levy ▲2.77%
2019-20 Budget			
	17,775,530	17,775,530	17,910,156
\$ Increase/(Decrease)	-	134,626	177,314
% Increase/(Decrease)	0.00%	0.76%	1.00%
Cuts needed to meet Tax Levy Cap	(504,113)	(369,487)	(326,799)

Every \$55,439 change in the budget will result in a 1% change in the Tax Levy



Questions