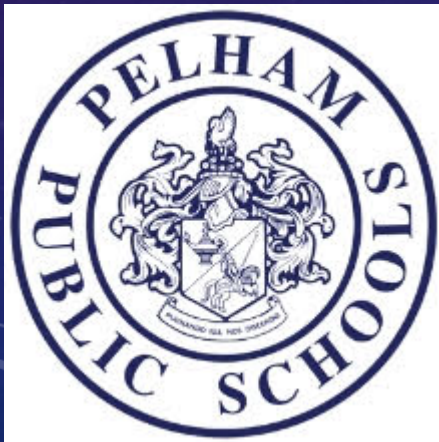


PELHAM PUBLIC SCHOOLS 2024-25 PRELIMINARY BUDGET



WEDNESDAY, FEBRUARY 28, 2024

2024-25 Budget At-a-Glance

Total Appropriations \$93,400,000

Budget-to-Budget Increase 2.68%

Projected Preliminary
Allowable Tax Levy Increase 2.68%

Tax Levy Increase per
Preliminary Budget 2.68%



Programmatic Highlights & Growth

Authentic Learning:

- Consistent District-wide programs, such as Math in Focus, Teachers College Reading/Writing, FLES, Responsive Classroom, etc.
- International Baccalaureate at Middle School
- Updated elective/dual enrollment course offerings at high school

Support/MTSS:

- Additional academic intervention teachers
- Shift to Multi-Tiered Systems of Support Model
- New strategies for math/ELA interventions

Programmatic Highlights & Growth

Belonging & Wellness:

- Increased extracurricular activities & participation
- Additional mental health staff
- Increased ELL Support

Operations:

- Flexible furniture implementation
- Robust professional learning opportunities
- Alignment of elementary schedule

Technology:

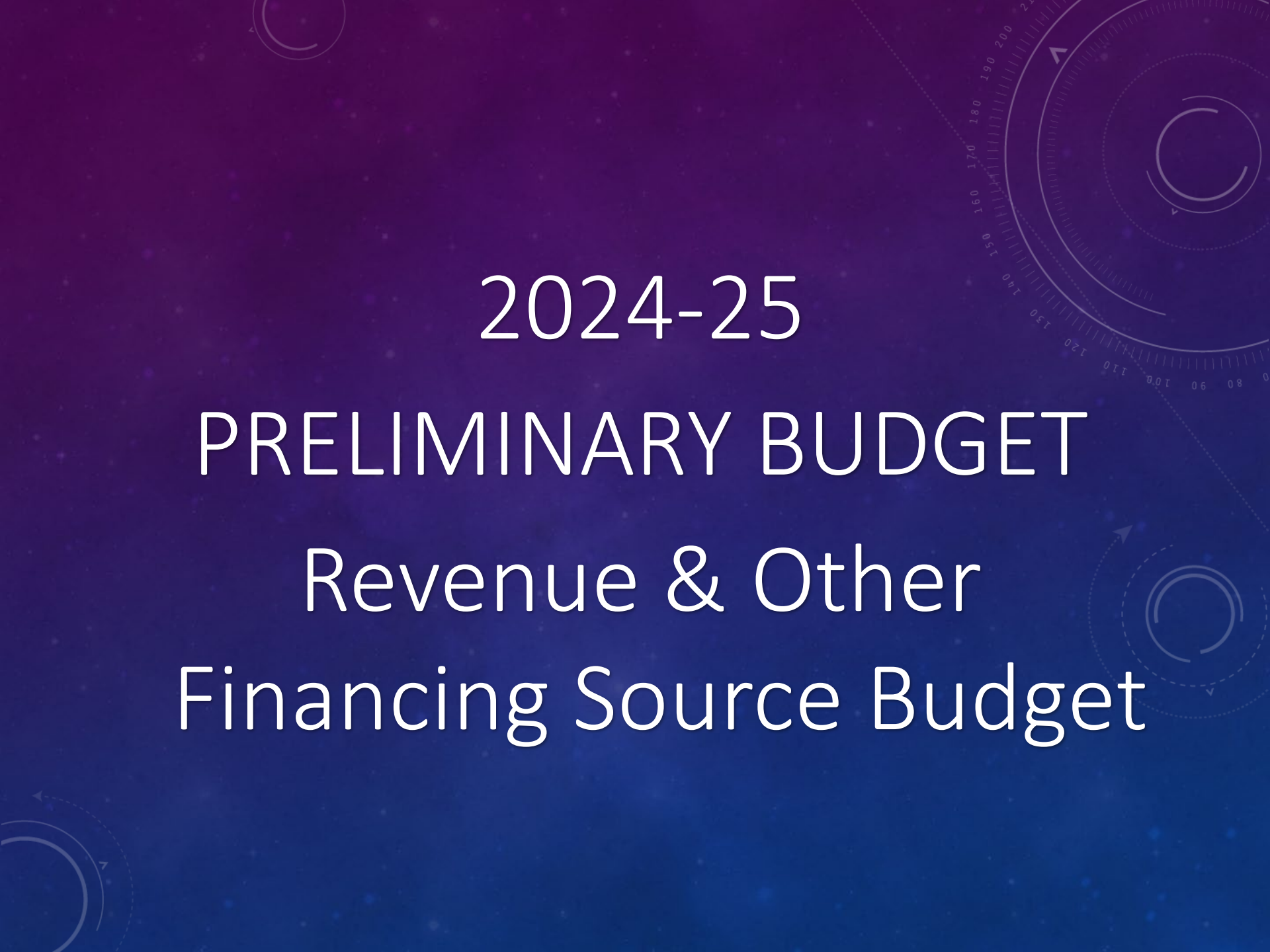
- 1:1 Chromebooks K-12
- Interactive displays & document cameras
- Digital fluency curriculum & expanded learning/assessment software
- Robust infrastructure

Outcomes

- Significant increase in AP Exams taken by HS Students with outstanding results
- More dual enrollment (college credit-bearing courses) offered
- Increase in students attending four-year college
- Increase in SAT Critical Reading and Math scores
- Regional, state and national awards in Science Research, Presidential Scholars, Forensic Debate, Arts, Athletics, Yearbook, Newspaper...
- Colonial Elementary being selected as a Blue Ribbon School by the USDOE
- All schools being identified as award winners by US News and World Report

Budget Highlights

- Sustains rich program offerings across all levels
- Expands Elementary Integrated Co-Teaching with additional teacher and teaching assistant
- Maintaining elementary class sizes at or below Board of Education guidelines
- Refreshes Gr. 5 & 8 Chromebooks
- Supports Branching Minds/Data Viz implementation
- Continues flexible furniture implementation
- Provides a free and appropriate education for all Pelham students

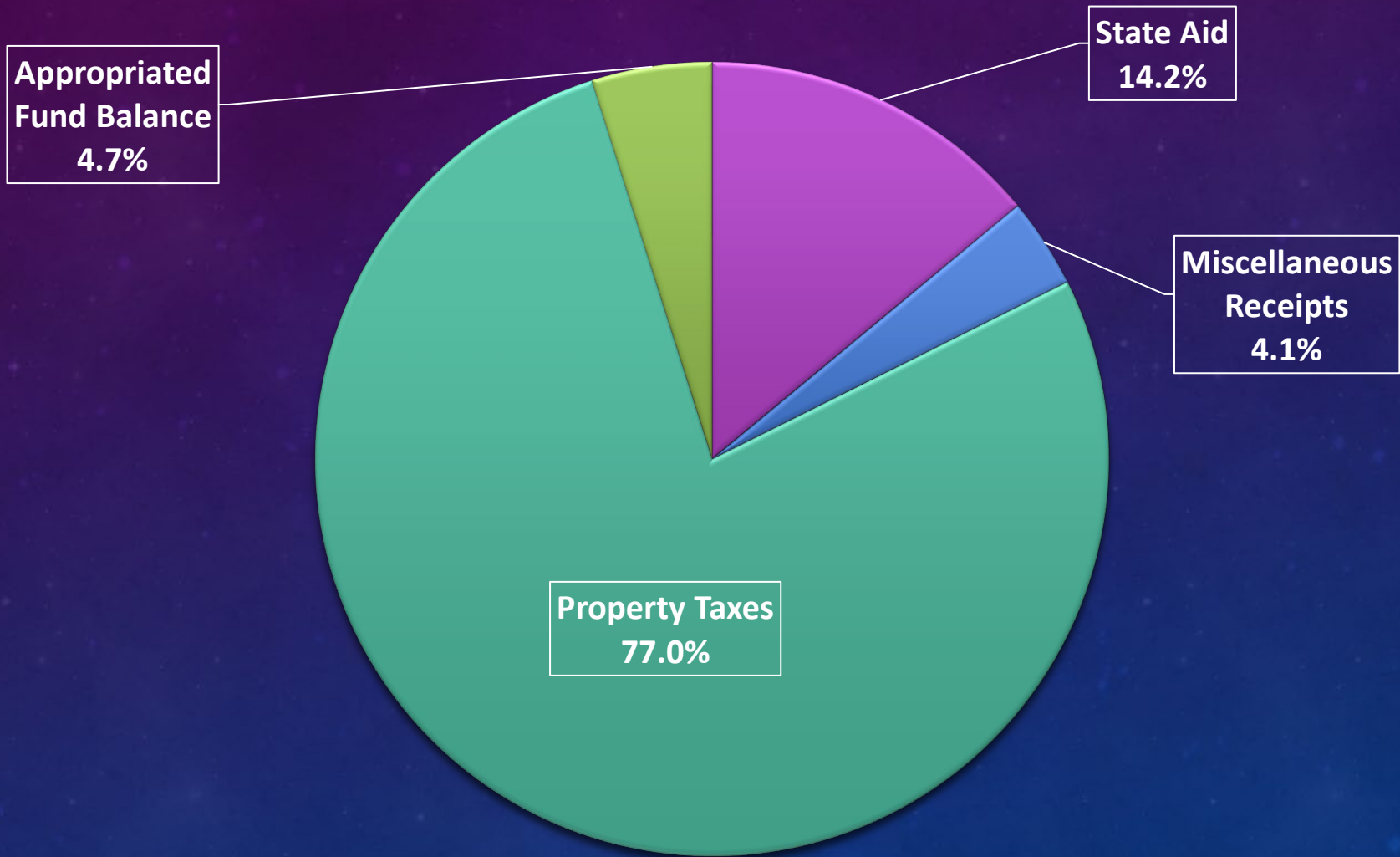


2024-25 PRELIMINARY BUDGET Revenue & Other Financing Source Budget

REVENUE & OTHER FINANCING SOURCE BUDGET

Category	2024-25 Preliminary Budget	2023-24 Adopted Budget	Increase (Decrease)	% Change	% Total Revenue 2024-25
Property Taxes	\$71,876,715	\$70,002,518	\$1,874,197	2.68%	76.96%
State Aid	13,309,176	12,742,649	566,527	4.45%	14.25%
Miscellaneous Receipts	3,829,109	3,329,833	499,276	14.99%	4.10%
Appr.-Fund Balance Prior Year Surplus	1,230,000	560,000	670,000	119.64%	1.32%
Appr.-Fund Balance Capital Expenditures	---	2,000,000	(2,000,000)	(100.00)%	---
Appr.-Debt Service Reserve	2,175,000	2,175,000	---	0.00%	2.33%
Appropriation- ERS Reserve	800,000	150,000	650,000	433.33%	0.86%
Appropriation- TRS Reserve	180,000	---	180,000	n/a	0.18%
TOTAL REVENUE	\$93,400,000	\$90,960,000	\$2,440,000	2.68%	100%

2024-25 REVENUE BUDGET



PROPERTY TAXES



NEW YORK STATE TAX CAP

- Limits tax levy growth to lesser of 2% or CPI, with adjustments for certain exclusions (thus, reference to “2% Tax Cap”)
 - *CPI is 4.12% for 2023, therefore cap = 2.0%*
- Allowable exclusions:
 - Capital expenditures (net debt service; transfer to capital projects)
 - BOCES facilities/capital costs
 - Pension costs in excess of a 2 percentage point rate increase from year-to-year
 - Applicable for the ERS pension system in 2024-25

TAX LEVY CAP PROVISIONS

BUDGET VOTE PROVISIONS

If Budget is Within the Tax Cap Limit:

- ➡ Need simple majority to pass (50% + 1 voter)

If Budget is Above the Tax Cap Limit:

- ➡ Need a supermajority public vote to pass (60%)

If no Budget is Approved after two failed attempts:

- ➡ Board of Education must adopt a Contingency Budget
- ➡ 0% tax levy increase
- ➡ \$1.9 million impact on the budget, requiring expenditure reductions and/or increased appropriations of fund balance

2024-25 PRELIMINARY TAX LEVY CALCULATION

NYS Tax Cap Formula Components		Amount	%
2023-24 Tax Levy		\$70,002,518	
x Tax Base Growth Factor		1.0072	0.72%
- Prior Year Exclusions	Capital Expenditures	(4,429,736)	(6.33)
	Appr-Debt Service Fund	2,175,000	3.11
= Prior Year Tax Levy Limit		68,251,800	
x Allowable Levy Growth Factor (lower of CPI (4.12% for 2023) or 2%)		1.02	1.95%
= 2024-25 Tax Levy Limit (before Exclusions)		69,616,836	
+ Current Year Exclusions	Capital Expenditures	4,428,655	6.33
	Appr-Debt Service Fund	(2,175,000)	(3.11)
	ERS Pension	6,224	0.01
= 2024-25 Allowable Tax Levy		\$71,876,715	2.68%
2024-25 Preliminary Budget Tax Levy		\$71,876,715	2.68%
Note: If no fund balance was appropriated from the Debt Service Fund, the Allowable Tax Levy would be 5.78%.			

COMPONENTS OF TAX INCREASE

2024-25

Operating Budget (Subject to Tax Cap)		
• Growth Factor	0.72%	
• CPI: 1.02% (applied to levy, less capital exclusions)	1.95%	
Total Operating Budget portion		2.67%
Exclusions: Capital & Pension		
• Increase in Building Aid (reduces local share)	(0.02)%	
• Reduction in existing Debt Service Payments	(0.02)%	
• Increase in BOCES capital exclusion	0.04%	0.00%
• ERS Pension exclusion	0.01%	0.01%
Total Exclusions		0.01%
Total Tax Levy Increase		2.68%

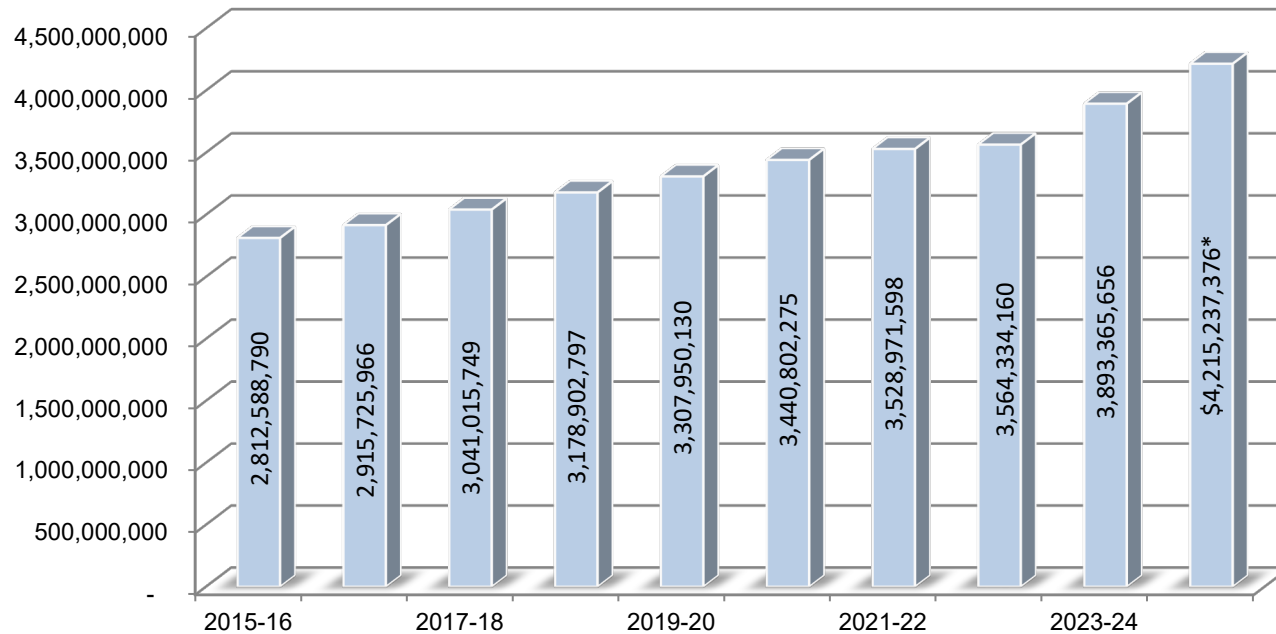
BUDGETING IN THE TAX CAP ERA

- District strives to keep expenditures in line with available revenue and reduce reliance on fund balance/reserve appropriations
- District has limited controllable revenue sources:
 - *Property Taxes--subject to cap and taxpayer tolerance/sensitivity*
 - *State Aid--formula driven and subject to political considerations*
- Fund Balance/Reserves can be controlled but must be used strategically

ASSESSED VALUATION

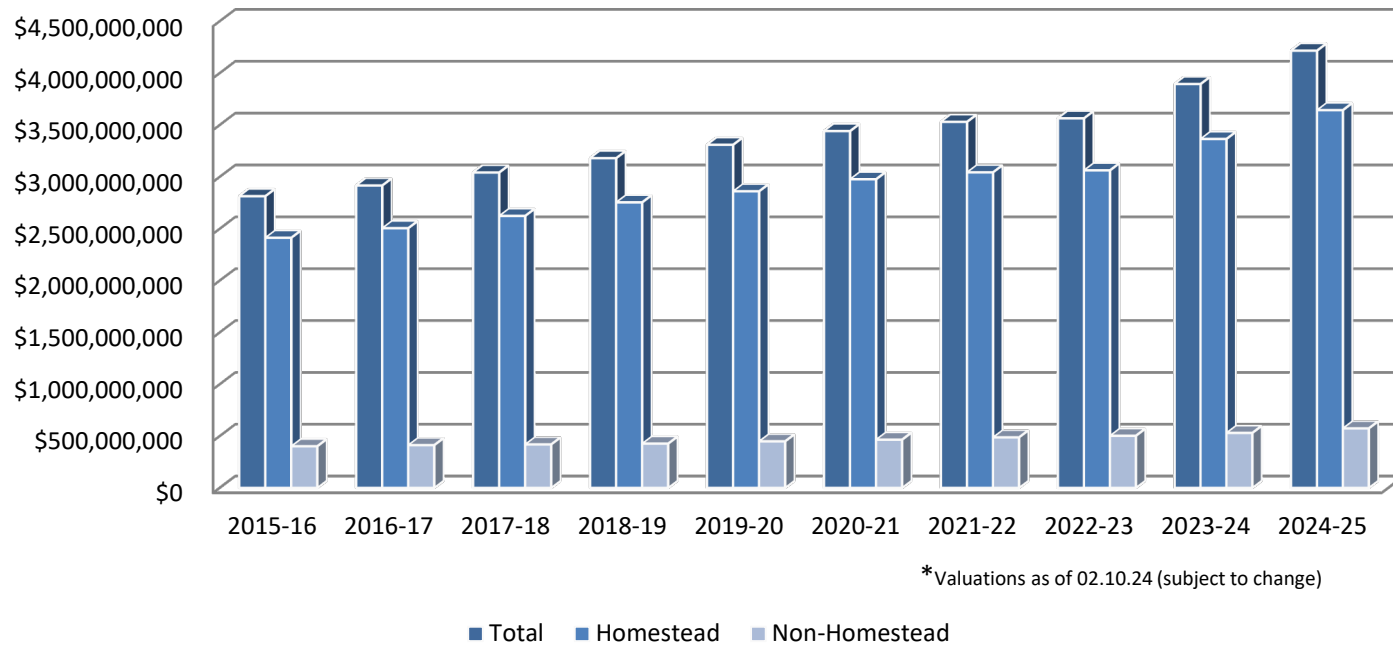
Homestead
&
Non-Homestead

PELHAM ASSESSED VALUATION Total Property Value



*2024-25 valuation as of 2.10.24; subject to change.

PELHAM
ASSESSED VALUATION
Homestead versus Non-Homestead



EFFECT OF SCHOOL TAX INCREASE

Example 1: \$600,000 home assessment – 2023-24 School Taxes (Base Year) = \$10,135

Assessed Value Change	5.00%	8.26%	15.00%
Estimated 2024-25 School Tax	\$10,225	\$10,542	\$11,199
Annual Tax Increase	\$90	\$407	\$1,064
Percent Change	0.89%	4.02%	10.50%

Example 2: \$1,123,000 home assessment - 2023-24 School Taxes (Base Year) = \$18,969

Assessed Value Change	5.00%	8.26%	15.00%
Estimated 2024-25 School Tax	\$19,138	\$19,732	\$20,960
Annual Tax Increase	\$168	\$763	\$1,991
Percent Change	0.89%	4.02%	10.50%

Example 3: \$1,475,000 home assessment - 2023-24 School Taxes (Base Year) = \$24,915

Assessed Value Change	5.00%	8.26%	15.00%
Estimated 2024-25 School Tax	\$25,136	\$25,917	\$27,530
Annual Tax Increase	\$221	\$1,002	\$2,615
Percent Change	0.89%	4.02%	10.50%

STATE AID

STATE & FEDERAL AID – 14.2% of Revenue Budget

Category	2024-25 Preliminary Budget	2023-24 Adopted Budget	Increase (Decrease)	% Change	% Total Aid
Foundation Aid	\$8,220,534	\$7,902,121	\$318,413	4.03%	61.77%
Building Aid	2,148,182	2,136,958	11,224	0.53%	16.14%
BOCES Aid	1,931,411	1,704,501	226,910	13.31%	14.51%
Transportation Aid	468,441	482,000	(13,559)	(2.81)%	3.52%
Instructional Mat. Aid	252,048	249,805	2,243	0.90%	1.89%
High Tax Aid	116,596	116,596	---	---	0.88%
All Other Aids	171,964	150,668	21,296	14.13%	1.29%
TOTAL STATE AID	\$13,309,176	\$12,742,649	\$566,527	4.45%	100%

MISCELLANEOUS RECEIPTS

MISCELLANEOUS RECEIPTS

- Sales Tax
 - Represents the District's apportionment of NYS sales tax
- Tuition
 - Includes tuition for regular and special education non-resident students
- Refund of Prior Year Expenses
 - Includes annual BOCES refund, Arts-in-Education reimbursement from the PTAs & other recapture of prior year expenditures
- Interest Earnings
 - Budget reflects current earnings environment (subject to change)
- All Other Miscellaneous Receipts
 - Includes utility payments from Town, rental charges for facility use and any other miscellaneous monies received

MISCELLANEOUS RECEIPTS – 4.1% of Revenue Budget

Category	2024-25 Preliminary Budget	2023-24 Adopted Budget	Increase (Decrease)	% Change
Sales Tax	\$1,325,000	\$1,300,000	\$25,000	1.92%
Tuition	878,482	790,288	88,194	11.16%
Refund-Prior Year Expenses, including Arts in Ed	416,427	330,000	86,427	26.19%
Interest Earnings	1,100,000	800,000	300,000	37.50%
All Other	109,200	109,545	(345)	(0.31)%
TOTAL MISCELLANEOUS RECEIPTS	\$3,829,109	\$3,329,833	\$499,276	14.99%

The background is a dark blue gradient with faint, stylized circular patterns and a scale-like graphic on the right side. The scale has numbers from 0 to 200 and arrows indicating a clockwise direction.

APPROPRIATIONS AS OTHER FUNDING SOURCES:

USE OF
FUND BALANCE &
RESERVES

A NOTE REGARDING RESERVE FUNDS

- NYS recommends that school districts create reserve funds against certain long term liabilities of the school district
- Unlike the private sector, school districts are limited in the amount that can be maintained and the use of such funds

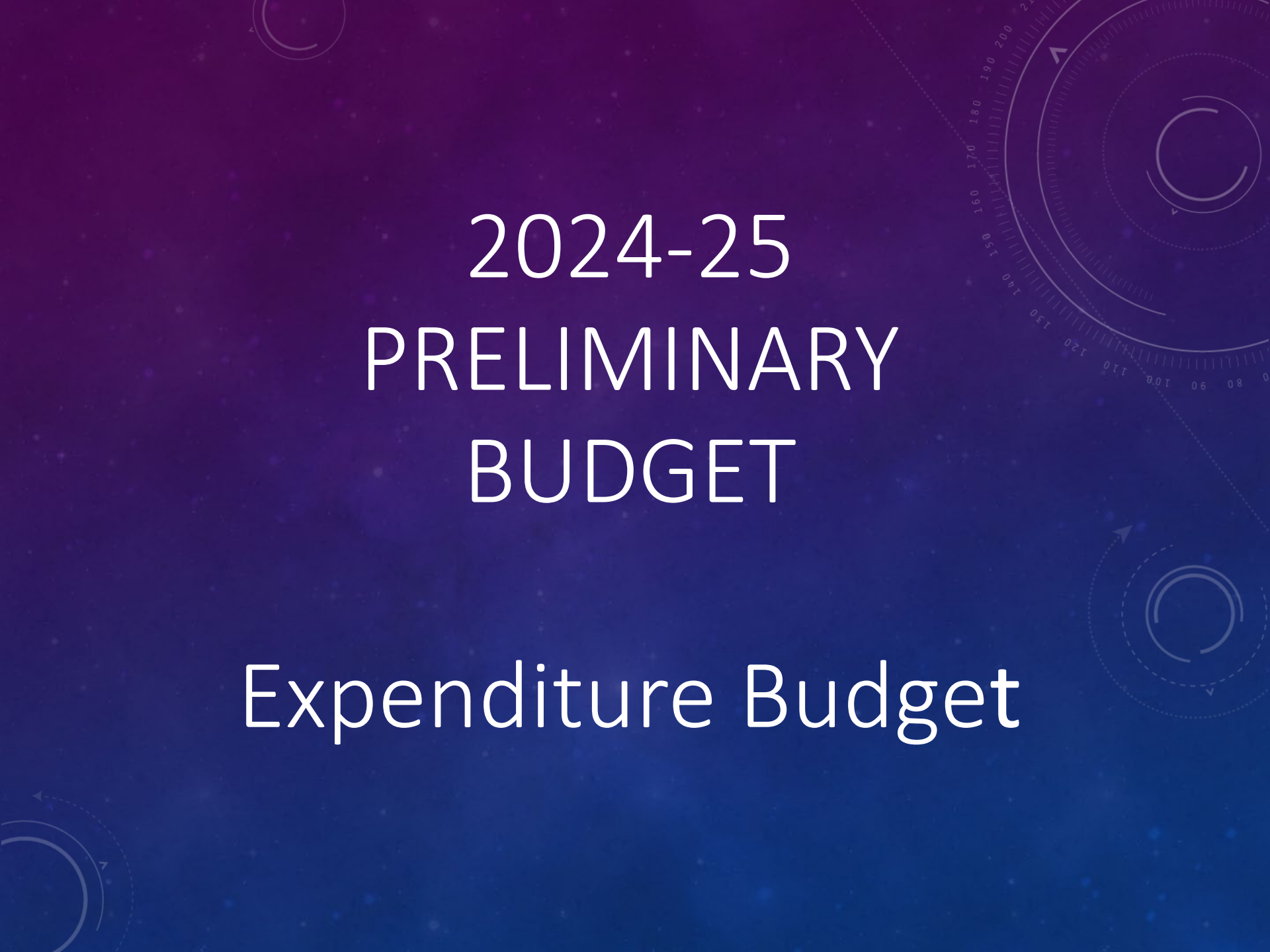
GOAL:

- Maintain reserves against liabilities of the District and support the budget appropriately through a planned utilization of reserves over time

APPROPRIATIONS

4.7% OF REVENUE BUDGET

Source	Amount	Notes
Prior Year Surplus-Carryforward	\$1,230,000	Appropriation of anticipated General Fund fund balance at end of 2023-24 school year to balance the budget
ERS Pension Reserve	800,000	Utilization of the ERS Reserve to offset the anticipated increase in ERS pension expense
TRS Pension Reserve	180,000	Utilization of the TRS Reserve to offset the anticipated increase in TRS pension expense
Debt Service Fund	2,175,000	<ul style="list-style-type: none">Utilization of the Debt Service Fund (DSF) to offset the local share of debt serviceThe planned usage reflects substantially all of the existing DSF, <i>excluding any funds remaining at closeout of the 2018 Capital Projects</i>
TOTAL	\$4,385,000	



2024-25 PRELIMINARY BUDGET

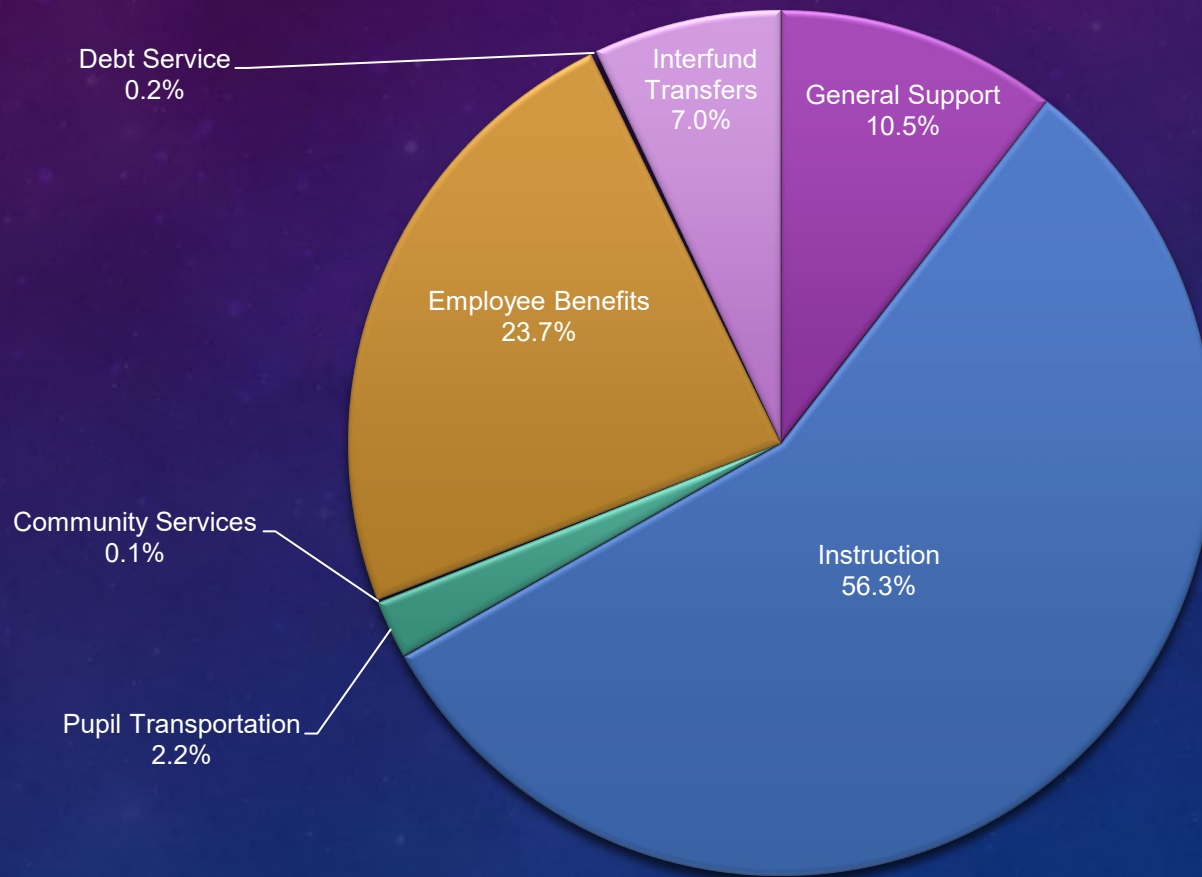
Expenditure Budget

EXPENDITURE BUDGET

Category	2024-25 Preliminary Budget	2023-24 Adopted Budget	Increase (Decrease)	% Change	% Total Expense
Salaries	\$48,766,484	\$47,785,499	\$980,985	2.05%	52.21%
Employee Benefits	22,110,608	19,680,460	2,430,148	12.35%	23.67%
Note: Salaries & Employee Benefits together comprise 76% of the Budget					
Contractual	7,522,643	6,968,248	554,395	7.96%	8.05%
BOCES Services	6,022,151	5,407,970	614,181	11.36%	6.46%
Interfund Transfer- Debt Service	6,512,681	6,527,906	(15,225)	(0.23)%	6.98%
Interfund Transfer- Capital Fund	---	2,000,000	(2,000,000)	(100.00)%	---
Materials & Supplies	1,034,994	959,950	75,044	7.82%	1.11%
Tuition	666,212	761,923	(95,711)	(12.56)%	0.71%
Textbooks	256,677	284,794	(28,117)	(9.87)%	0.27%
Equipment	268,550	344,250	(75,700)	(21.99)%	0.29%
Debt Service-Leases	199,000	199,000	---	---	0.21%
Interfund Transfer- Special Aid Fund	40,000	40,000	---	---	0.04%
TOTAL	\$93,400,000	\$90,960,000	\$2,440,000	2.68%	100%

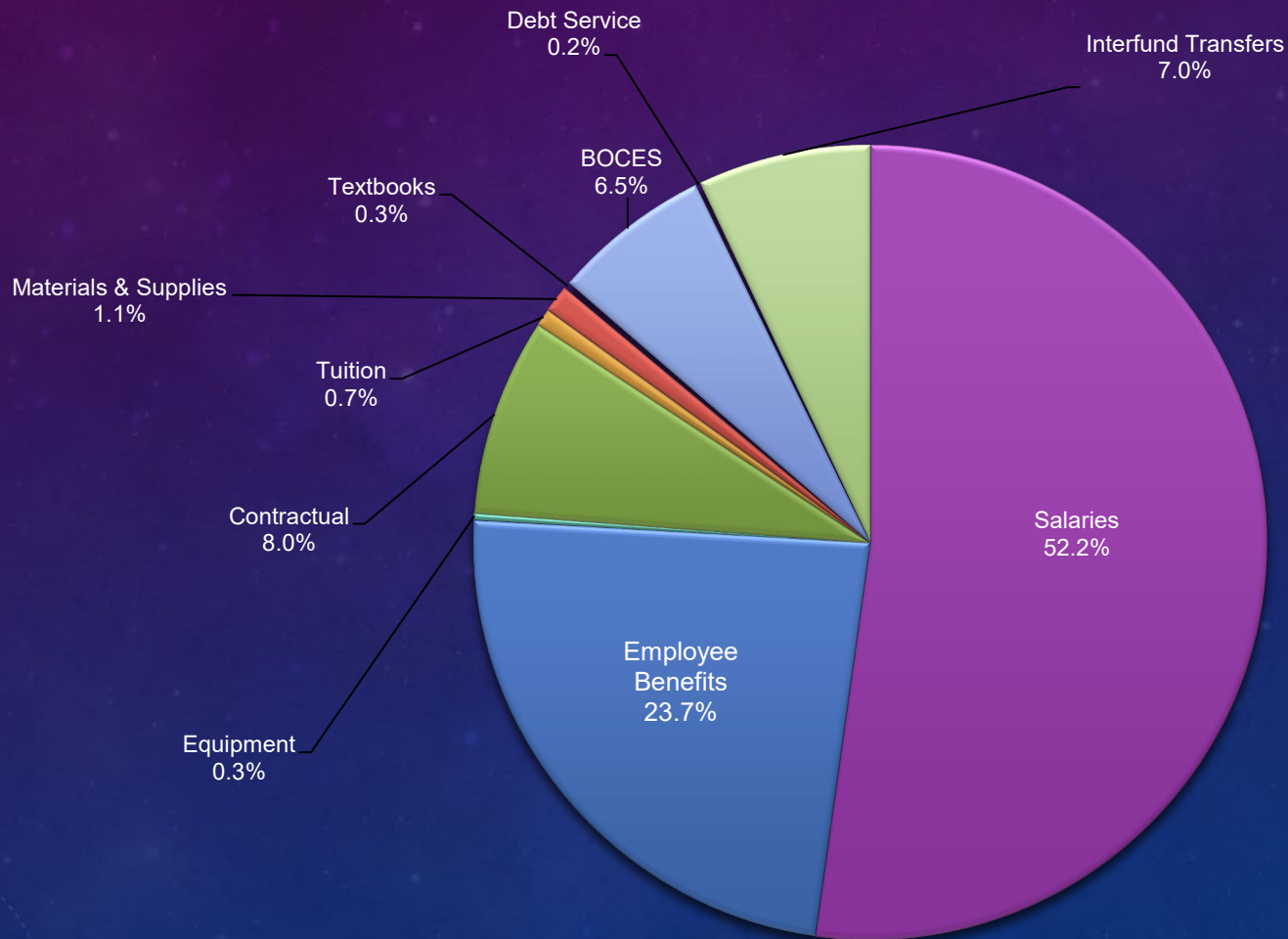
2024-25 EXPENDITURE BUDGET

BY FUNCTION CODE



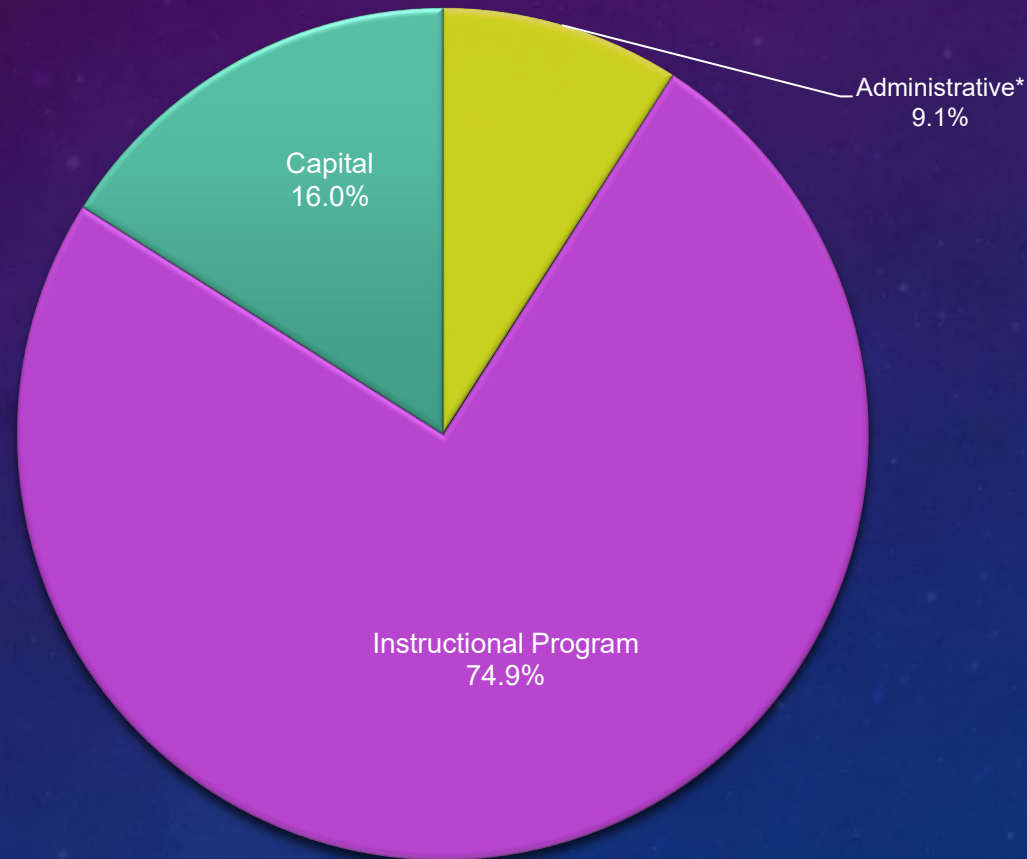
2024-25 EXPENDITURE BUDGET

BY OBJECT CODE



2024-25 EXPENDITURE BUDGET

3 COMPONENT CATEGORIES



*Note: The Administrative portion of the budget cannot exceed 10% of the total budget per NYS law

BUDGET CATEGORIES DRIVING BUDGET TO BUDGET CHANGE

Category of Spending	Budget Change	% Total Budget Change
Salary & Benefits <ul style="list-style-type: none"> • Cost to “rollover” the budget for existing staff • Addition of Special Education ICT class (\$221k) • Additional elementary class sections added in 2023-24 • Retirements & other staffing adjustments • Increase in health insurance costs (11%) • Increase in pension & other employee benefit costs 	\$3,411,000	3.75%
Special Education <i>Out of district (OOD) placements & contractual expenses to meet student need</i>	510,000	0.56%
Transportation <i>Largely driven by Special Education OOD placements</i>	300,000	0.33%
Transfer to Capital Project (2023-24)	(2,000,000)	(2.20)%
All other changes	219,000	0.24%
TOTAL	\$2,440,000	2.68%

SUMMARY OF BUDGET TO BUDGET CHANGES

REVENUE & OTHER FINANCING SOURCES			EXPENDITURES	
Property Taxes	\$1,874,197		Salaries	\$980,985
State & Federal Aid	566,527		Employee Benefits	2,430,148
Miscellaneous Receipts	499,276		Transfer to Capital Fund 2023-24	(2,000,000)
Appropriation of Prior Year Surplus Fund Balance	Capital Expenditures	(2,000,000)	Contractual	554,395
	Balance Budget	670,000	BOCES	614,181
Appropriation from ERS Reserve	650,000		Materials & Supplies	75,044
			Tuition	(95,711)
Appropriation from TRS Reserve	180,000		Equipment	(75,700)
			All other	(43,342)
TOTAL INCREASE	\$2,440,000		TOTAL INCREASE	\$2,440,000

BUDGET AT A GLANCE

Total Appropriations

\$93,400,000

Budget-to-Budget Increase

2.68%

Projected Preliminary
Allowable Tax Levy Increase

2.68%

Tax Levy Increase per
Preliminary Budget

2.68%



Questions?

Thank you!