

Phelps-Clifton Springs CSD
2024 - 2025 Budget Presentation
Draft #1

February 12, 2024



Agenda

- Highlights of Executive Budget
- Analysis of the State Budget
- Decrease in Foundation Aid
- Proposed Foundation Aid
- Budgetary Stressors
- Use of Reserves (Revenue)
- Capital and Bus Purchase Reserves
- Budget Goals for 2024-2025 school year
- Tax Levy Calculation
- Tax History
- Bus Purchases
- Ballot Propositions
- Next Steps



Highlights of Executive Budget

- \$35.3 billion in School Aid
 - Increase of \$825 million from last year
 - \$100 million of this to additional prekindergarten funding
 - Down almost \$400 million from November estimates
 - Division of Budget proposing a \$4.3 billion deficit that this budget proposal will need to close



Association of School Business Officials (ASBO) of New York Mid-Year Financial Plan Update

Projected Fiscal Year Surplus/(Gap)

	FY2024	FY2025	FY2026	FY2027
Enacted Budget	\$0	(\$9.055 B)	(\$13.873 B)	(\$13.438 B)
Mid-Year Update	\$0	(\$4.326 B)	(\$9.526 B)	(\$7.722 B)

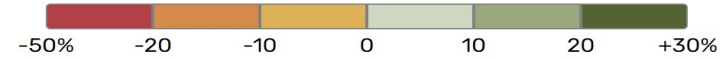
- Weakening Economy
- Reduction in State Tax Receipts
- Costs Associated with Expiration of Federal Funds

Analysis of the State Budget Fiscal Year 2024

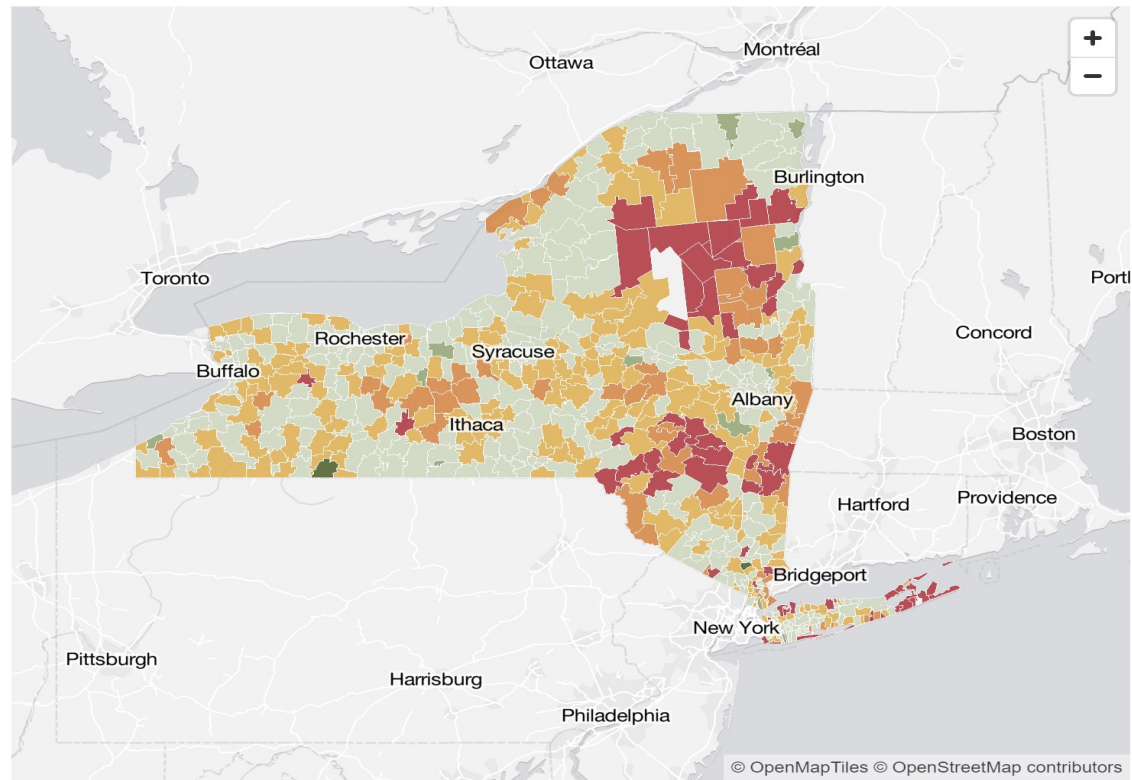


Hochul proposes school aid changes

About half of New York's school districts could see decline in "foundation aid" under governor's budget proposal.



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Decrease in
Foundation
Aid

Proposed Foundation Aid



Year	Foundation Aid Due	Foundation Aid Received
2021-2022	\$17,548,592	\$14,762,811
2022-2023	\$16,155,702	\$16,095,060
2023-2024	\$17,548,593	\$19,511,996
2024-2025	\$20,699,872	

Budgetary Stressors

- Approximately \$630,000 increase in salaries for full-time staff
- Healthcare rates expected to increase approximately 9.5%
- BOCES programs for Special Education and Occupational Education increasing approximately 5% - 6%



Use of Reserves (Revenue)



Reserve Description	19-20	20-21	21-22	22-23	23-24
Unemployment Insurance Reserve		\$10,000	\$10,000	\$10,000	\$10,000
ERS Reserve	\$185,000	\$510,000	\$414,495	\$574,575	\$324,575
TRS-Sub Fund		\$15,000	\$15,000	\$15,000	\$15,000
Debt Service Fund	\$225,000	\$550,000	\$550,000	\$550,000	\$300,000
TOTAL	\$410,000	\$1,085,000	\$990,495	\$1,149,575	\$649,575

Capital and Bus Purchase Reserves



Reserve Description	Maximum Funding	Total Funding Provided	Total Year to Date Balance
2019 Bus Purchase Reserve	\$3,000,000	\$2,823,431	\$1,925,889
2020 Capital Reserve	\$4,000,000	\$4,000,000	\$4,144,048
2023 Capital Reserve	\$6,000,000	\$2,000,000	
2024 Bus Purchase Reserve	\$5,000,000		

2024-2025 Budget Goals

- Meet the needs of students while being responsible to our taxpayers
- Protect the long-term availability of District reserves
- Continue to fund Bus Purchase Reserve and Capital Reserves to plan for the future
- Plan for negative budget outlook in 2025-26

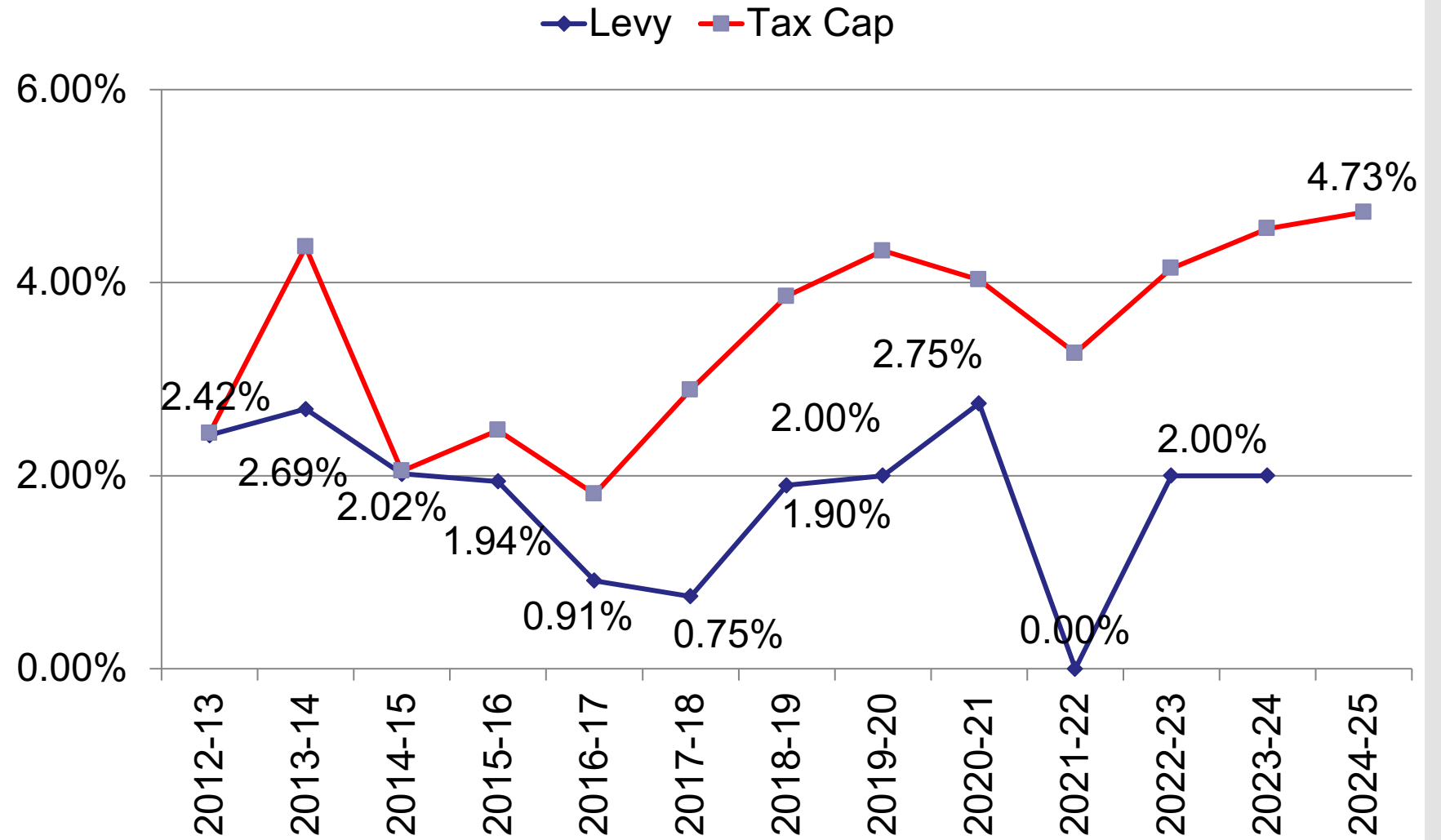


Midlakes Tax Levy History



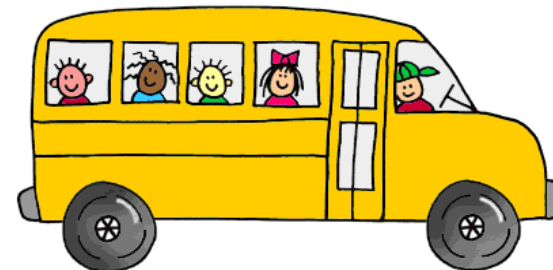
24-25 REAL PROPERTY TAX LEVY LIMIT		
2023-24 TAX LEVY		\$ 15,468,237
+ TAX BASE GROWTH FACTOR	1.0126%	\$ 194,890
+ 2023-24 PILOTS		\$ 29,501
+ ALLOWABLE LEVY GROWTH FACTOR	1.02%	\$ 313,853
+ AVAILABLE CARRY OVER 23-24		\$ 237,837
2024-25 TAX LEVY LIMIT		\$ 16,200,609
Allowable Increase in %	4.73%	
Allowable Increase in \$		\$ 690,851

Midlakes Tax Levy History



Bus Purchases (Using Bus Purchase Reserve)

- 2 – 70 passenger buses
- 3 – 30 passenger buses
- 1 – 30 passenger wheelchair accessible bus
- 1 Suburban
- Total cost \$1,073,880
- Transportation Aid Ratio 90%
- Net cost to District over 5 years **\$107,388**



Ballot Propositions



- Adopt the annual budget of the School District for the fiscal year 2024-2025.
- To elect three members of the Board of Education.
- To authorize the expenditure of up to \$1,073,880 for the purchase of school buses, to be paid from the Bus Purchase Reserve.
- To create a 2024 Bus Purchase Reserve with a max allocation of \$5 million for future bus purchases.
- A separate proposition for the Clifton Springs Library and the Phelps Community Memorial Library in the amount of \$TBD.

Next Steps

- Review Tax Levy Limit (Updated BOCES numbers)
- Identify and Evaluate Potential Programmatic and Operational Adjustments
- Present Budget Proposal Draft #2 – March 18, 2024



Questions

