



Forward in Excellence



2022-2023 Budget Discussion Board of Education Meeting December 7, 2021



Contents

- **Budget Development**
- **Driving Factors for 2022-2023**
- **Reserve Balances**
- **Tax Certiorari Review**
- **Debt Service**
- **Capital Funding Methods**
- **Future Infrastructure Needs**
- **Capital Reserve Review**

Budget Development

Ensure the continuing excellence in all academic and extra-curricular programs while developing a fiscally responsible budget that stays within the tax levy cap.



Step 1



Develop Guiding Principles

- Align budget decision with strategic vision - "Forward in Excellence"
- Educate the Whole Child
- Consider degree of impact on students and number of students impacted

Step 2



Input From Stakeholders

- Ongoing input from Board of Education, PTA Council, Citizens' Finance Committee, Building Administration, and other.

Step 3



Budget Variables

- Calculate Estimated Tax Levy Cap
- Use of Fund Balance or use of other Reserves
- Expenditure Increases
- State Aid/Building Aid

Step 4



Budget Calendar

- July-October - Ongoing budget discussions
- December - Budget overview made to the Board
- January-March - Budget presentations made to the Board
- April - Board adopts the budget

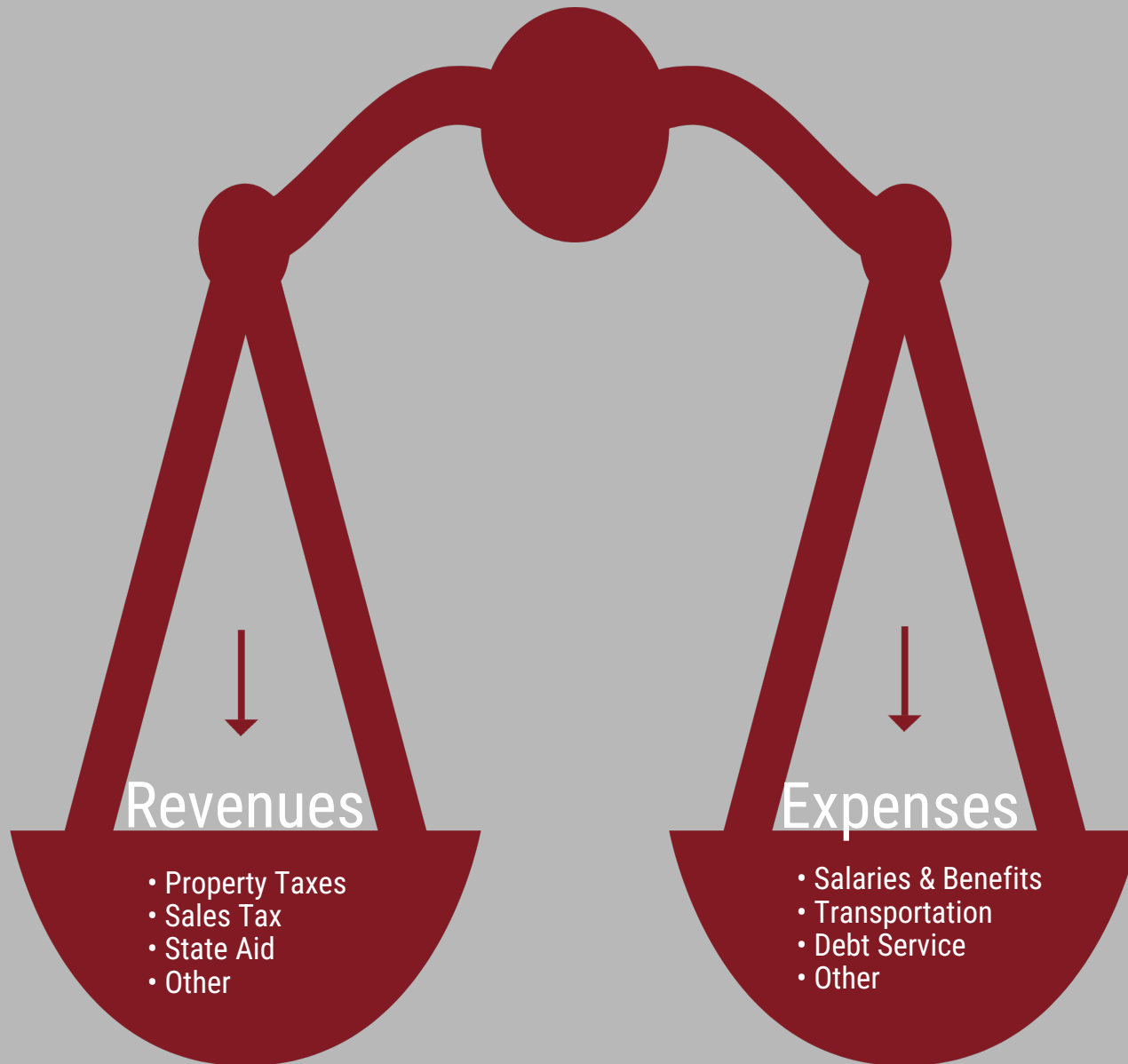
Step 5



Budget Vote

- May 17, 2022 - Budget Vote and Trustee Election

2022-2023 Annual Budget





Driving Factors - Revenues

- **CPI for Tax Levy Cap Calculation - CPI trending above 2.0%**
 - **Maximum levy with exclusions anticipated to be approximately 3.6%**
- **State Aid**
 - **Increase in Foundation Aid - Projected \$1.3M-\$1.5M**
 - **Decrease in Building Aid - Projected \$600k-650k**
 - **Net Increase - Projected \$700k-\$900k**
- **Sales Tax**
 - **Projected increase - \$300k**
- **Appropriated Fund Balance**
 - **Current use - \$324,982**
 - **Projected use - \$150K-\$325k**



Driving Factors - Expenses

- **NYS TRS Pension Rate Increase – announced range is 10.00% – 10.50%**
- **NYS ERS Pension Rate Potential Decrease – from 16.2% to 11.6%**
- **Anticipated Health Insurance Rate Increases**
 - **Empire Plan –**
 - **Calendar Year 2022 Aggregate Increase of 6.6%**
 - **Calendar Year 2023 Aggregate Projected Increase of 6%-7%**
 - **PNW Consortium Plan –**
 - **Fiscal year actual increase of 6.0%**
- **Transportation**
 - **Increase projected to be 3.25% as CPI is trending above this currently**
- **Technology Infrastructure**
 - **\$125K-\$150K Added to Lease Purchase**



Budget History

Year	Budget	B to B Change	Tax Rate % Increase	Assessments	CPI Figure	Dollars Raised via CPI or \$ Change in Tax Levy
2021-22	\$97,483,143	2.98%	1.81%	478,764,547	1.23%	\$1,576,203
2020-21	\$94,658,222	1.05%	1.63%	478,020,792	1.81%	\$1,345,220
2019-20	\$93,677,220	2.65%	2.51%	477,821,337	2.44%	\$2,037,808
2018-19	\$91,257,500	3.31%	1.84%	477,380,603	2.13%	\$1,747,595
2017-18	\$88,330,309	1.64%	1.31%	475,144,531	1.26%	\$1,318,504
Average		2.33%	1.82%	477,426,362		



Reserve Balances as of June 30, 2021

Reserve for Retirement Contributions by Employer (ERS Reserve)	\$3,449,610
Reserve for Retirement Contributions by Employer (TRS Reserve)	\$1,325,572
Reserve for Tax Certiorari	\$6,708,586
Reserve for Employee Benefit Liability	\$229,138
Unassigned Fund Balance	\$3,899,427
Appropriated Fund Balance/Retirement Contribution Reserve (ERS)	\$324,982



Tax Certiorari Review

Tax Certiorari Payments

2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022
\$231,198	\$412,802	\$15,870	\$0	\$0	\$0

Amount in Tax Certiorari Reserve **\$ 6,708,586**

Plaintiffs' Claims Pending **\$22,699,059**

Many of these claims are ongoing and will be resolved in upcoming years. There two tax certioraris that may be settled soon. These two tax certioraris represent over 80% of the potential liability.

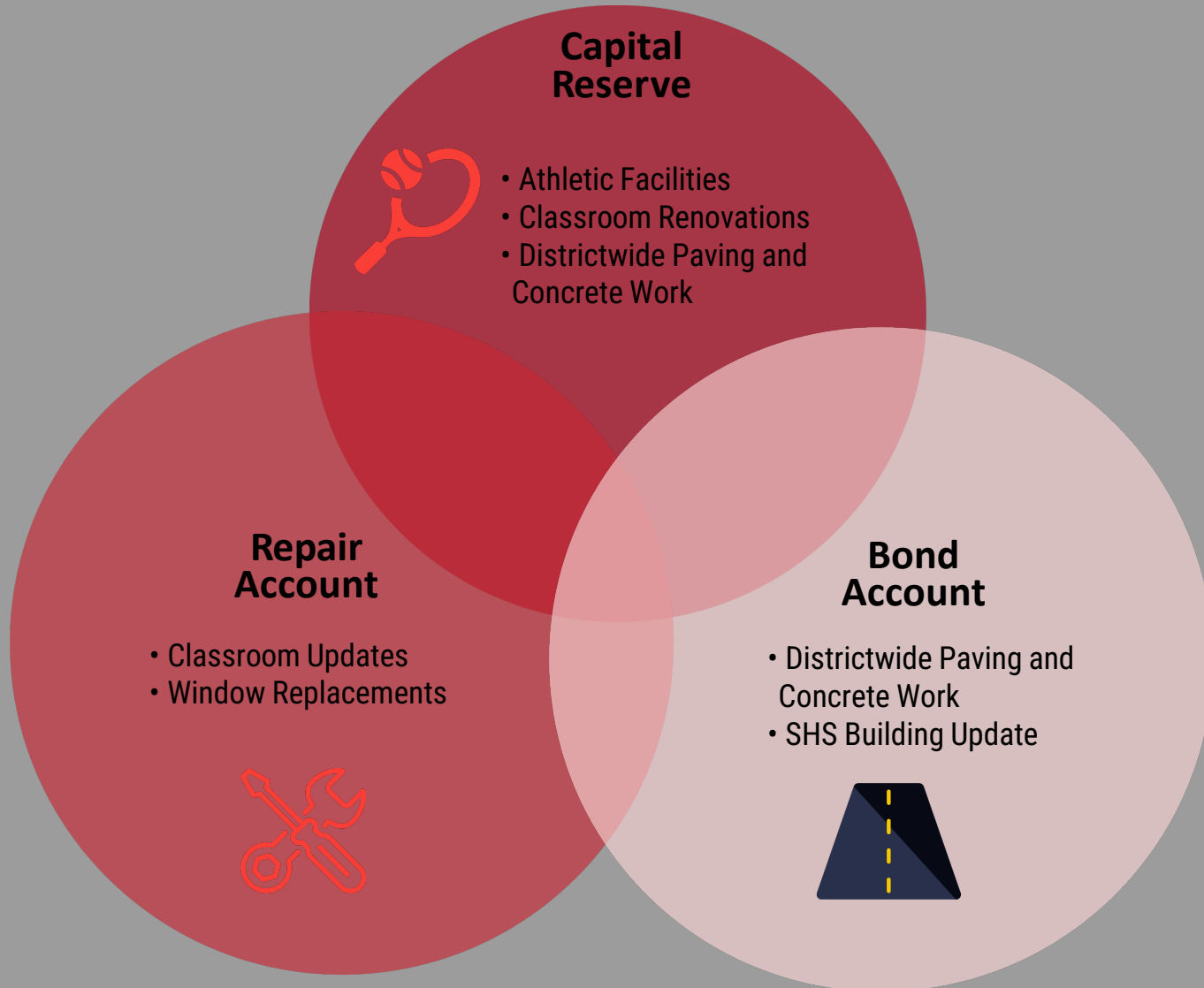
The District continues to monitor these claims and reserves funds accordingly. Currently, we are reserved for 29.55% of the petitioners' requests.



Debt Service 2021-2022 and Beyond

Debt Issued	2021-2022	2022-2023	2023-2024	2024-2025
2006-2009 Building Project	\$3,362,094	\$3,379,444	\$3,378,844	\$3,398,800
\$13.6M Building Project	\$887,926	\$889,300	\$884,550	\$888,550
\$10.7M Safety & Security Project	\$564,188	\$562,528	\$563,778	\$564,028
\$8.9M Energy Performance Contract		Est. \$375,000	Est. \$750,000	Est. \$750,000
Totals	\$4,814,208	Est. \$5,206,272	Est. \$5,577,172	Est. \$5,601,378

Capital Funding Methods





Future Infrastructure Needs - Capital Reserve Fund

The voters will be asked via a separate proposition on the ballot, to establish and authorize the transfer of year-end funds to a Capital Reserve Fund to offset the cost of future infrastructure needs.

The Capital Reserve would be set with a limit of \$10,000,000 with a probable term of 10 years.



Capital Reserve - History

- **\$5,000,000 had been transferred into our previous Capital Reserve Fund.**
- **Items that were paid for from the Capital Reserve were:**
 - **The SHS Security Vestibule Project**
 - **SHS Turf Field and Fitness Center Project**
 - **Districtwide Safety Security Project**



Future Capital Reserve Fund

- **\$10,000,000**
 - **Funded through surplus funds at year end**
- **Items to be considered with future Capital Reserve Fund:**
 - **Athletic upgrades**
 - **Tennis**
 - **Softball**
 - **Baseball**
 - **Classroom renovations**
 - **Districtwide paving**
 - **All buildings as identified in the Districts Five Year Capital Plan**



Upcoming BOE Meeting Dates and Budget Topics

Jan. 18, 2022	Budget Planning Session (Non-Instructional)
Feb. 15, 2022	Budget Planning Session (Instructional)
March 1, 2022	Budget Planning Session (Combined)
March 15, 2022	Budget Planning Session (Summary)
April 19, 2022	Budget Summary and Budget Adoption
May 3, 2022	Public Budget Hearing
May 17, 2022	Budget Vote and Trustee Election



Questions?

