

2023 – 2024 Final Budget Adoption

Board of Education
April 18, 2023



Agenda

- Revenue
- Proposed Budget (Proposition #1)
 - 2023-2024 Budget Request
 - 2023-2024 Proposed Tax Increase
 - 2023-2024 Final Proposed Budget
- Bus/Vehicle Purchase (Proposition #2)
 - 2023-2024 Bus/Vehicle Purchase Plan
- Capital Reserve (Proposition #3)
 - 2023-24 Capital Reserve Establishment
- Fund Balance
- Budget Calendar

2023-2024 Final Budget Adoption



Program Maintenance Budget

Governor's Executive Budget Recap

- **Foundation Aid: \$2.73 billion increase**

Minimum increase of the higher of 3% increase over 2022-23 aid or school district's full phase-in amount.

- **Expense Driven Aides: \$232 million increase**

Fully funding expense-based aids (BOCES, textbook, software, library, computer hardware and technology, supplemental public excess cost, transportation aid, public high cost excess cost and private excess cost)

- **Universal Prekindergarten Aid - \$160.56 million increase**

The Executive Budget proposal would increase funding for prekindergarten by \$160.56 million. This amount would include \$100 million in new funding allocated by formula to support full-day four-year-old prekindergarten programming and \$25 million in funding for competitive grants to further expand the number of full day for-year-old slots. Total state funding for prekindergarten would be just below \$1.2 billion dollars. There is also a proposal which establishes a new reporting requirement for all school districts eligible for state prekindergarten funding.

- **Zero-Emission Bus Progress Reporting**

The Executive Budget proposal would establish an annual reporting requirement for districts to update the state (via the State Education Department) annually beginning in the 2023-24 school year on their progress in the transition to zero-emission buses. If enacted, the report would include, but not be limited to:

Sufficiency of the electrical grid to meet needs; Availability and installation of charging stations and other components; Progress in workforce training; Number and proportion of zero-emission buses currently purchased, leased or utilized; Number of zero-emission buses anticipated in the next two years;

- **Employee Relations & Civil Service**

The Executive budget proposal would increase the minimum wage automatically each year to keep pace with inflation after reaching \$15 per hour. Increases would be capped at 3%. The proposal would also provide the Department of Civil Service with the ability to use a continuous recruitment testing process to establish an eligible list for any open competitive class positions. The budget also seeks to continue the county-wide shared services initiative match.

Executive Budget

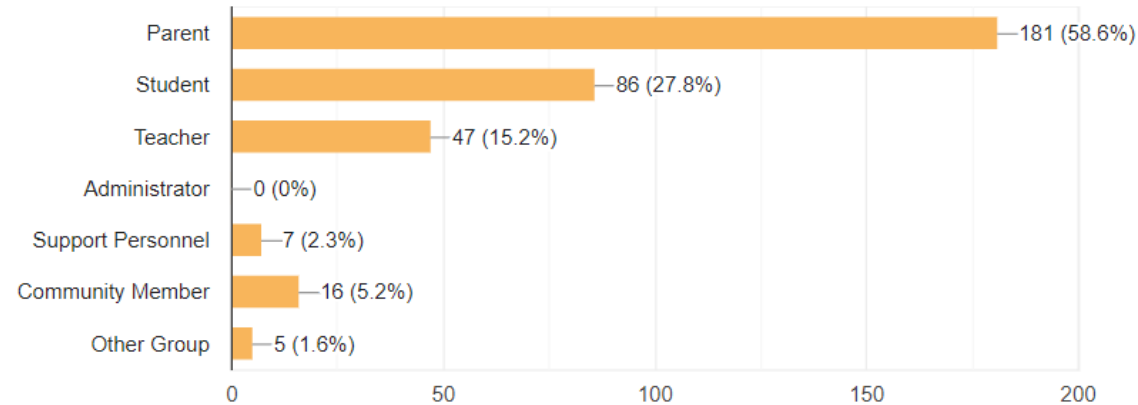
Grand Island State Aid Proposal

DESCRIPTION	2022-23 Exec Run to 2023-24 Exec Run					
	Exec Prop. 4/7/2022 2022-23	Update Aid November 2022 2022-23	Forecasted January 2023 2023-24	Database Update 2/14/2023	Amount Change	PERCENT
Foundation Aid	\$13,339,120	\$13,336,958	\$15,507,863	\$15,507,731	\$2,168,611	16.26%
Foundation Aid - High Impact Tutoring Setaside	\$0	\$0	\$0	\$0	\$0	0.00%
Universal Pre-Kindergarten	\$586,023	\$586,023	\$991,023	\$991,023	\$405,000	69.11%
BOCES**	\$1,771,108	\$1,545,668	\$1,697,428	\$1,697,428	(\$73,680)	-4.16%
High Cost Excess Cost	\$241,646	\$347,345	\$324,585	\$349,074	\$107,428	44.46%
Private Excess Cost	\$513,761	\$443,879	\$481,824	\$481,694	(\$32,067)	-6.24%
Hardware and Technology**	\$47,133	\$47,102	\$46,919	\$46,590	(\$543)	-1.15%
Software, Library and Textbook **	\$249,063	\$248,904	\$248,406	\$246,679	(\$2,384)	-0.96%
Transportation**	\$2,687,350	\$2,591,245	\$2,764,681	\$2,764,681	\$77,331	2.88%
Building Aid* Nov. Aid (Doesn't include outlay)	\$4,622,422	\$4,612,189	\$4,529,851	\$4,529,851	(\$92,571)	-2.00%
Total Aid Change	\$24,057,626	\$23,759,313	\$26,592,580	\$26,614,751	\$2,557,125	10.63%
Total Aid (w/o building aid)	\$19,435,204	\$19,147,124	\$22,062,729	\$22,084,900	\$2,649,696	13.63%

- **High Impact Tutoring Set-Aside: \$250 million of the Foundation Aid Increase:** Portion of foundation aid to provide small group or individual tutoring sessions in reading and math to students in 3-8 grade who have been designated “at risk” for falling below state standards. The set-aside must supplement-not supplant- existing state, local and federal funds spent on high-impact tutoring.
- **Foundation Aid Survey:** The enacted New York state budget included language stating that for the 2021-22, 2022-23 and 2023-24 school years, each school district receiving a foundation aid increase of more than 10% or \$10,000,000 must post to its district website prior to July 1 of each school year a plan by school year of how the funds will be used to address student performance and need. **Grand Island anticipates a foundation aid increase of 16.3 percent for the 2023-2024 school year.**

Foundation Aid Increase Survey Results

309 responses



Responses to Yes/No Questions:

1. 84.5% - Would like to see us utilize our funding increase to address student social-emotional health.
2. 78.3% - Would like to see us utilize our funding increase to address achievement gaps
3. 76.7% - Would like to see us utilize our funding increase to provide academic supports for student in danger of not meeting state standards.
4. 83.2% - Would like to see us utilize our funding increase to provide resources to English language learners, students with disabilities, and students experiencing homelessness.
5. 73.5% - Would like to see us utilize our funding increase to reduce class sizes.
6. 70.6% - Would like to see us utilize our funding increase to increase our graduation rate.

Summary of All Revenues

DESCRIPTION	BUDGETED 2021-22	BUDGETED 2022-23	BUDGETED 2023-24	AMOUNT CHANGE	PERCENT
Real Property Tax Levy	\$36,289,062	\$38,318,340	\$39,594,648	\$1,276,308	3.33%
State Aid	\$15,985,375	\$16,812,963	\$19,282,070.00	\$2,469,107	14.69%
High Impact Tutoring Set-aside	\$0	\$0	\$0	\$0	0.00%
Pandemic Adjustment/ Local Dist. Adjust.	N/A	N/A	N/A		
Federal Cares Restoration/COVID-19 Suppl	N/A	N/A	N/A		
State Building Aid-Prior Reconstruction Projects	\$4,650,161	\$4,622,422	\$4,503,671	(\$118,751)	-2.57%
State Building Aid-EPC	\$0	\$0	\$0	\$0	0.00%
State Building Aid-\$51M Project	\$0	\$0	\$0	\$0	0.00%
State Building Aid-New Reconstruction Project	\$0	\$0	\$0	\$0	0.00%
Sales Tax	\$3,010,799	\$3,010,799	\$3,010,799	\$0	0.00%
State Aid-BOCES	\$1,705,500	\$1,650,000	\$1,550,000	(\$100,000)	-6.06%
Interest	\$50,000	\$50,000	\$50,000	\$0	0.00%
In-Lieu of Taxes	\$25,000	\$15,000	\$15,000	\$0	0.00%
Tuition-Foster & Other Districts	\$143,000	\$143,000	\$143,000	\$0	0.00%
Tuition-Chapter 721 IRA Reimbursement	\$316,000	\$316,000	\$316,000	\$0	0.00%
Other Receipts*	\$333,300	\$333,300	\$333,300	\$0	0.00%
Reserve for Tax Reduction	\$0	\$0	\$0	\$0	0.00%
Retirement Contribution Reserve (ERS)	\$1,000,000	\$1,000,000	\$0	\$0	0.00%
Reserve for Unemployment Benefits	\$50,010	\$50,010	\$0	\$0	0.00%
Reserve for Employee Benefits Liability	\$650,000	\$650,000	\$0	\$0	0.00%
Reserve for Workers Compensation	\$0	\$0	\$0	\$0	0.00%
Reserve for Debt-New Reconstruction Project	\$960,000	\$0	\$0	\$0	0.00%
Community Education Tuition & Fees	\$0	\$0	\$0	\$0	0.00%
Appropriated Fund Balance	\$4,610,010	\$4,934,844	\$4,929,400	(\$5,444)	-0.11%
BASIC BUDGET	\$67,118,207	\$70,206,668	\$73,727,888	\$3,521,220	5.02%

AID AREA	AMOUNT
Total Aid Forecasted	\$26,614,751.00
Building Aid Deduct	(\$4,529,851.00)
BOCES Deduct	(\$1,697,428.00)
UPK Deduct	(\$991,023.00)
High Impact Aid Deduct	\$0.00
Transportation Aid Deduct	(\$184,379.00)
Capital Outlay Aid	\$70,000.00
State Aid Total	\$19,282,070.00

*** Other Receipts Include**

- Student & Admission Fees, Rental Fees, & Insurance Recoveries
- Rental of instruments etc.
- Sales of supplies, Gifts and Donations
- BOCES prior yr. refund, other refunds and Misc.



2023-2024 Budget Impact Items Prioritized by District (Instructional, Operations, Other)

Current Year Request Updates

2023-2024 Budget Request Inclusions

CURRENT YEAR REQUEST

Increase Art Teacher (0.4 FTE to 0.5 FTE)	8,083	Current Staff Adjustment
0.5 FTE English/ 0.5 FTE TA to 1.0 FTE English	16,175	Current Staff Adjustment
1.0 Elementary Teacher (Kaegebein)	-	Monitoring Grade K Enrollment
Community Relations 0.5 FTE to 0.6 FTE	4,203	Current Staff Adjustment
SRO (1.0 to 2.0)	50,000	Increase in Contracted Services
Cybersecurity and Data Protection Officer	118,000	New Position (includes benefits)
Flag Football (girls)	15,000	New Sports Team
High School Elevator	-	Covered through Arch.Bus.Office
Transfer to Food Service	22,000	Final amount for 5 year Plan
Total Budget Request	233,461	

Tax Cap Calculator Results Report

23-24 Preliminary Budget as of 2/13/2023

	BUDGET 2023	PROPOSED 2024	2025	PROJECTIONS		
				2026	2027	2028
Tax Levy Limit Before Adjustments and Exclusions						
Prior FYE Tax Levy	\$36,289,062	\$38,318,340	\$39,594,647	\$40,292,125	\$41,296,336	\$42,246,889
Tax Cap Reserve Plus Interest from Two Years Ago Used to Reduce Previous Year	\$0	\$0	\$0	\$0	\$0	\$0
Total Tax Cap Reserve Amount (including interest earned from Prior FYE)	\$0	\$0	\$0	\$0	\$0	\$0
Tax Base Growth Factor	1.0044	1.0092	1.0060	1.0060	1.0060	1.0060
PILOTs Receivable from Prior FYE	\$25,000	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000
Tort Exclusion Amount Claimed in Prior FYE	\$0	\$0	\$0	\$0	\$0	\$0
Capital Levy for Prior FYE	\$709,445	\$1,853,765	\$2,040,902	\$1,744,685	\$1,731,060	\$1,637,274
Allowable Growth Factor	1.0200	1.0200	1.0200	1.0200	1.0200	1.0200
PILOTS Receivable for Current FYE	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000
Available Carryover from Prior FYE	\$0	\$0	\$0	\$0	\$0	\$0
Total Levy Limit Before Adjustments and Exclusions	\$36,464,575	\$37,553,745.44	\$38,547,440	\$39,565,276	\$40,609,615	\$41,680,659
Exclusions						
Tax Levy Necessary for Expenditures Resulting from Tort Judgements Over 5%	\$0	\$0	\$0	\$0	\$0	\$0
Capital Levy for Current FYE	\$1,853,765	\$2,040,902	\$1,744,685	\$1,731,060	\$1,637,274	\$1,586,029
ERS contribution increase greater than 2%	\$0	\$0	\$0	\$0	\$0	\$0
TRS contribution increase greater than 2%	\$0	\$0	\$0	\$0	\$0	\$0
Total Exclusions	\$1,853,765	\$2,040,902	\$1,744,685	\$1,731,060	\$1,637,274	\$1,586,029
Tax Levy Limit, Adjusted For Transfers, Plus Exclusions	\$38,318,340	\$39,594,647	\$40,292,125	\$41,296,336	\$42,246,889	\$43,266,688
Total Tax Cap Reserve Amount Used to Reduce Current FYE Levy	\$0	\$6	\$0	\$0	\$0	\$0
Current FYE Proposed Levy, Net of Reserve	\$38,318,340	\$39,594,647	\$40,292,125	\$41,296,336	\$42,246,889	\$43,266,688
	2023	2023	2024	2025	2026	2027
CURRENT FYE PROPOSED LEVY, \$ entry	\$38,318,340	\$39,594,647	\$40,292,125	\$41,296,336	\$42,246,889	\$43,266,688
CURRENT FYE PROPOSED LEVY, NET OF RESERVE %	5.59%	3.33%	1.76%	2.49%	2.30%	2.41%
TAX LEVY LIMIT %	5.59%	3.33%	1.76%	2.49%	2.30%	2.41%
DIFFERENCE BETWEEN TAX LEVY LIMIT AND PROPOSED LEVY	\$0	\$0	\$0	\$0	\$0	\$0
YEAR OVER YEAR CHANGE IN CURRENT FYE PROPOSED LEVY	\$2,029,178	\$1,276,308	\$697,477	\$1,004,212	\$950,553	\$1,019,798

Actual 2022-23 Levy % : 4.69%

Grand Island Central School District Proposed Tax Rates

	Actual	Actual	*Estimated		
<u>Tax Rates</u>	<u>2021-2022</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>\$ Change</u>	<u>% Change</u>
	\$ 16.20	\$ 16.96	\$ 17.52	\$0.56	3.33%
<u>Tax Bill</u>	<u>Actual</u>	<u>Actual</u>	<u>Estimated</u>	<u>\$ Change</u>	<u>% Change</u>
Assessed Value (No STAR)	\$180,000	\$180,000	\$180,000		
Tax Rate	\$16.20	\$16.96	\$17.52	\$0.56	3.33%
Tax Bill	\$2,915	\$3,052	\$3,154	\$101.66	3.33%
Assessed Value (STAR \$30,000)	\$150,000	\$150,000	\$150,000		
Tax Rate	\$16.20	\$16.96	\$17.52	\$0.56	3.33%
Tax Bill	\$2,430	\$2,544	\$2,628	\$84.72	3.33%
2021-22 Projected	\$ 20.41				
2022-23 Projected	\$ 17.10				

- Estimate based on 2022-23 Property Assessment
- Reassessment occurred in Spring 2021

Grand Island CSD
DRAFT BUDGET RECAP

		School Year
<u>Revenues:</u>		<u>2023-24</u>
	State Aid	\$ 20,832,070
	Building Aid	\$ 4,503,671
	Sales Tax	\$ 3,010,799
	Other Revenue	\$ 857,300
	Appropriated Fund Balance	\$ 4,929,400
	Total Revenues before tax levy	\$ 34,133,240
<u>Expenses:</u>		
<u>Salaries</u>	GITA - Teachers	\$ 23,793,862
	Admin	\$ 1,832,289
	SRP - Service	\$ 8,912,649
	Other Salary Items	\$ 1,241,723
	Total All Salaries	\$ 35,780,523
<u>Benefits:</u>	Health Insurance Cost	\$ 10,078,496
	ERS	\$ 1,220,602
	TRS	\$ 2,910,114
	Other Benefits	\$ 4,559,431
	Total All Benefits	\$ 18,768,643
<u>Other Costs</u>	Debt Service	\$ 6,632,085
	Other	\$ 12,546,637
	Total All Other Costs	\$ 19,178,722
	Total Expenses:	\$ 73,727,888
	Anticipated Tax Levy	\$ 39,594,648
	Tax Levy Maximum increase	\$ 39,594,648
	Difference to Tax Cap	\$ -

2023 – 2024

Recommended Proposed Budget

Revenues \$ 73,727,888

Expenditures \$ 73,727,888

GAP \$ **0**

2023- 2024 Proposition #2

Vehicle Purchase

DESCRIPTION	BUDGETED	BUDGETED	AMOUNT	
	2022-2023	2023-2024	CHANGE	PERCENT
PROPOSITION - Bus Replacement	\$675,000	\$675,000	\$0	0.0%

- 3 – 65 Passenger Buses (\$155,249 ea.)
- 1 – 29 Passenger Buses (\$95,684 ea.)
- 2 – Ford F350 4X4 – B&G (\$52,500 ea.)
 - Cost of Buses and Vehicles have increase, so has the revenue from the sales of vehicles and buses
- This impacts the 2024-25 Debt Service Budget
- These items are apart of the vehicle replacement plan for B&G and Transportation
- Bond Borrowing has been occurring for 20+ years
 - BOND repayment = 5 year repayment plan
 - Fee to Firm for Borrowing = \$3,000
 - Principal Payment = \$135,000 but an old principal payment is removed so it usually is less than \$10,000 of an increase from one year to the next.



2023- 2024 Proposition #3

Establishment of a Capital Reserve Fund

Prior Reserve(s)	Voter Approved Amount	Year Approved	Term of Reserve	Funded Amount
Capital Reserve <i>expiring this year</i>	\$10,000,000	2008	15 years	\$8,628,762

Capital Project Considerations

- Athletics - Weight Room extended
- Athletics - New equipment
- Athletics Team Room/Modified Football/Lacrosse
- Athletics - 3-5 tier bleachers in HS back gym & scoreboard
- Athletics - 2 team rooms and 1 coaches/officials office
- Athletics - MS gym scoreboard(s)
- Athletics - Outside Storage building/trainer fall & spring
- Kaeg - Building Repairs
- MS - New Student Lockers
- MS - Furniture Replacement Plan for all classrooms
- MS - New Café Tables
- MS - Fitness Center
- Sidway - swap nurses office with conference room and attach principal office



- **New 2023 Capital Reserve Fund**: in an amount not to exceed **\$10,000,000** plus any interest accrued thereon, with a probable term of **15 years**, but such fund will continue in existence for the Fund's stated purpose until liquidated. With the purpose thereof being the construction, reconstruction and improvement of School District facilities, including original furnishings, equipment, machinery or apparatus incidental thereto, and the purchase of furnishings, equipment, machinery or apparatus separately.

Important Information on Capital Reserve Funds

Funding a capital reserve fund fully takes multiple years. The funds come from budget transfers, leftover money from the annual budget, and cost saving opportunities that can occur throughout the school year.

Capital Reserve Benefits

- Credit Rating (boost district's fiscal strength)
- Less Interest and Debt Issuances Expenses
- More Building Aid
- Less Burden on Taxpayers (tax cap calculation)
- Ability to Complete Larger Projects
- Establish Capital Project Long Range Schedule
- Set-aside that does not affect the general fund budget
- Maintenance and upkeep of items throughout the buildings



Steps In Establishing, Funding and Using The Capital Reserve Fund

Step 1: BOE Approves proposing the capital reserve fund proposition

Step 2: Capital Reserve Fund vote May 16th (Proposition #3)

Step 3: Upon external audit annually, the District begins transferring available funds to Capital Reserve Fund and BOE votes to approve with External Audit.

Step 4: Once a project has been developed, voters, vote on the capital project and usage of reserve funds to assist with project cost.

Capital Reserve Fund is a restricted fund that can **ONLY** be used for capital improvement, new construction, acquisition, repair, reconstruction which require voter approval.

****Funds can only be transferred out of this fund upon Voter Approval***

Draft Budget Recap & Fund Balance

Fund Balances	Fund Balance as of June 30, 2020	Fund Balance as of June 30, 2021	Fund Balance as of June 30, 2022	Fund Balance as of March 31, 2023	**Anticipated Fund Balance June 30, 2023	Explanation of Anticipation
Restricted:						
Capital	\$412,203.00	\$0.00	\$0.00	\$0.00	\$0.00	Reserve Fund Expiring
Debt Service	\$2,465,331.00	\$1,811,451.00	\$3,828,271.00	\$3,828,271.00	\$3,828,271.00	Working with Financial advisors to time the usage with a future capital project
Employee Benefit Accrued Liability	\$1,677,272.00	\$1,430,930.00	\$1,432,628.00	\$1,432,628.00	\$1,082,628.00	Use about \$350,000 toward Retired Employee Benefits if needed
Retirement Contribution (ERS)	\$1,018,239.00	\$1,496,460.00	\$1,431,157.00	\$1,431,157.00	\$1,431,157.00	Remain or increase
*Retirement Contribution (TRS)				\$0.00	\$0.00	Begin to fund if possible
Unemployment Insurance	\$222,975.00	\$223,461.00	\$223,726.00	\$223,726.00	\$223,726.00	Remain
Workers Comp	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
*Self Funded - Health Reserve				\$0.00	\$0.00	Begin to fund if possible
Committed:						
Tax Certiorari	\$61,194.00	\$61,194.00	\$61,194.00	\$61,194.00	\$61,194.00	Remain or increase
Assigned:						
Designated for Subsequent Year's Expenditures	\$1,950,000.00	\$1,950,000.00	\$4,934,844.00	\$4,934,844.00	\$4,934,844.00	Remain
Other purposes (reserve for encumbrances)	\$228,671.00	\$96,141.00	\$1,016,240.00	\$1,016,240.00		Depends on encumbrances at year end
Unassigned	\$2,615,505.00	\$2,585,021.00	\$1,106,217.00	\$1,106,217.00	\$2,808,266.72	4% of general fund budget
Total	\$10,651,390.00	\$9,654,658.00	\$14,034,277.00	\$14,034,277.00	\$14,370,086.72	
* New Reserves						
**June 30, 2023 balances are subject to change based on year end financial review						



2023-24

Budget Development Sessions

Special Budget Study Workshops

- ❑ February 13, 2023 – 1st Presentation
- ❑ March 13, 2023- 2nd Presentation
- ❑ March 27, 2023 – 3rd Presentation
- ~~❑ Tuesday, April 11th (Special Meeting Date)~~
- ❑ April 18, 2023 - Mandatory Budget Adoption Date

Regular Board Meetings

- ❑ May 8, 2023 - Budget Public Hearing

Community Budget Vote and Board Seat Elections

- ❑ May 16, 2023

Questions / Comments

The mission of the Grand Island Central School District is to **inspire** all students to achieve their highest potential by fostering academic excellence, personal growth, and social responsibility.

