



East Ramapo Central School District

Board of Education Business Meeting

Tuesday, March 1, 2022, 7:30 PM





2021-2022 Commitments

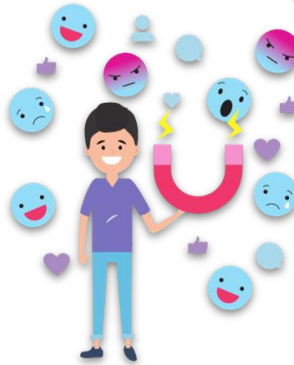
Academic/Instructional

*Accelerate Academic
Achievement*



Social Emotional Learning

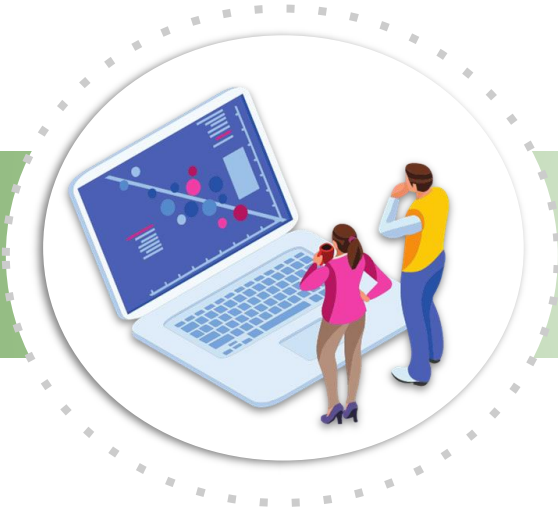
*Social, Emotional and Mental
Health*



Operations

*Prioritize the Health and safety of
students, staff and families*





Operations

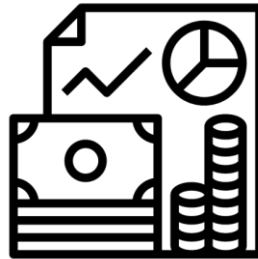
Prioritize the Health and safety of students, staff and families



EAST RAMAPO CENTRAL SCHOOL DISTRICT

2022-2023

Proposed Strategic Budget



BOARD OF EDUCATION BUSINESS MEETING

TRANSLATIONS AVAILABLE: ESPAÑOL: 1-602-580-9528 CÓDIGO DE ACCESO: 3705623



Budget Development for 2022-2023 Fiscal Year

March 1, 2022	Submit 2022-23 calculation for tax levy limit to Office of State Comptroller, Tax & Finance & SED (single submission to OSC only)
March 7, 2022	Commissioner of Education must approve the budget 45 days prior to the board adoption
March 2022	Present 2022-23 operational and general support budget to the Board of Education for review and comment (Operations & Maintenance, Transportation and General support)
March 2022	Present 2022-23 debt service and employee benefits budget to the Board of Education for review and comment
March 2022	Present 2022-23 instructional and special education budget to the Board of Education for review and comment



Operations *Prioritize the Health and safety of students, staff and families*

BOARD OF EDUCATION BUSINESS MEETING

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What we will

Proposed Revenues

COVER:

- Cost Analysis
- Tax Levy History
- Tax Cap Formula, Levy Limit
- Tax Levy Calculation
- Proposed Revenue Budget
- Revenue Considerations

Proposed Expenditures

- Proposed Expenditure Budget
- The Establishment of Reserves

Contingency Budget





EAST RAMAPO CENTRAL SCHOOL DISTRICT

Proposed 2022- 2023 Budget Revenues





State Aid Analysis

		Initial Estimate		Revised Estimate		
<u>2021-2022 Base Aid Year Aids</u>		<u>2022-2023 Estimated Aid</u>		<u>2022-2023 Estimated Aid</u>	<u>\$ Increase</u>	<u>% Increase</u>
Foundation Aid	46,221,431		59,893,049	★ 54,005,184	7,783,753	17%
BOCES	3,580,635		2,664,924	2,664,924	(915,711)	-26%
High Cost Excess Cost	1,911,432		1,872,392	1,872,392	(39,040)	-2%
Private Excess Cost	772,925		831,031	831,031	58,106	8%
Hardware & Technology	347,033		382,737	382,737	35,704	10%
Software, Library, Textbook	3,046,966		3,090,484	3,090,484	43,518	1%
Transportation incl summer	30,030,778		33,319,304	★ 33,319,304	3,288,526	11%
Building & Building Reorg Incentive	1,079,877		752,268	752,268	(327,609)	-30%
High Tax Aid	729,146		729,146	729,146	-	0%
Total:	87,720,223		103,535,335	97,647,470	9,927,247	11%

* Subject to legislative approval in April, 2022

*State aid revenue estimates are sourced from the NYS Governor's Proposed Budget - published in January, 2022.



State Aid Considerations

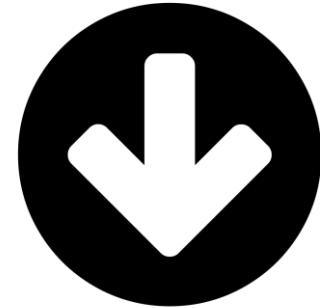
The State Aid projections are not final until after Legislative vote in April, 2022.

State Aid Reduction

- Foundation Aid – approximately \$5,800,000

Anticipated State Aid Deduction

- Transportation Aid – approximately \$7,800,000



2022-2023 Proposed State Aid Revenue: \$89,847,470



Tax Levy History

Uncollected Revenue for Program

Fiscal Year	Max Allowable Levy	Tax CAP	Tax Levy	Difference
2018-2019	154,817,065	2.22%	151,461,007	3,356,058
2019-2020	159,493,891	5.30%	154,490,227	5,003,664
2020-2021	159,871,908	3.82%	154,490,227	5,381,681
2021-2022	158,613,756	2.67%	154,490,227	4,123,529

Represents \$17,864,931 of uncollected revenue for program



Tax CAP Formula / Tax Levy Limit

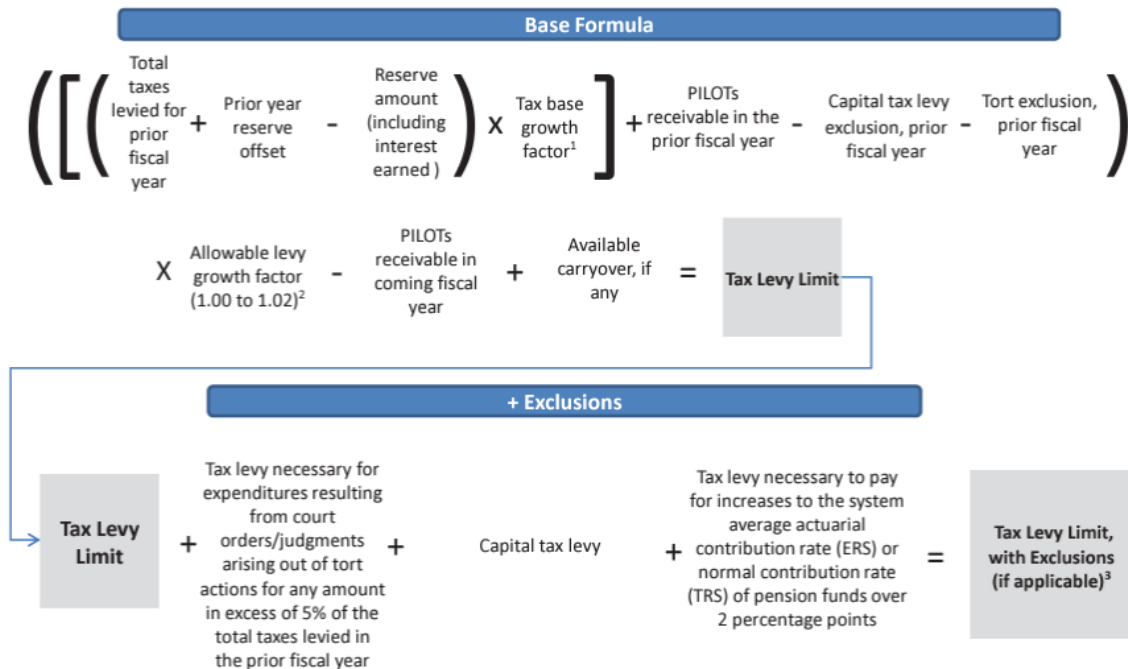
- Tax Cap Formula, or Property Tax Cap Calculation = determines the levy limit
- Allowable levy growth is the lesser of 2% or CPI
 - Thresholds control the allowable increases to the tax levy
 - Tax Base Growth Factor (set by NYS Department of Real Property Tax, 1.0088)
 - Allowable Levy Growth Factor (based on CPI and set by NYS OSC, 1.02)
 - PILOTs (\$~235k)
 - Capital Tax Levy (includes capital projects, building aid, and debt service, ~\$2.5M)
 - TRS and/or ERS Exclusions (~\$2.7M)



Tax CAP Formula / Tax Levy Limit

Complex

Multi-Step Formula





2022-2023 Tax Levy Limit Calculation

DUE MARCH 1, 2022
TAX LEVY LIMIT CALCULATION

2022-2023 TAX LEVY CALCULATION

PRIOR YEAR TAX LEVY	\$154,242,013
<i>Multiply by:</i>	
TAX BASE GROWTH FACTOR	1.0088
	\$155,599,343
<i>Adjusted Tax Levy:</i>	
ADD PRIOR YEAR PILOTS	\$257,663
LESS PRIOR YEAR EXEMPTIONS (CAP. LEVY)	\$2,590,102
ADJUSTED PRIOR YEAR LEVY	\$153,266,904
<i>Multiply by:</i>	
ALLOWABLE GROWTH FACTOR	1.02
Tax Levy including Growth Factor:	\$156,332,242
LESS PILOTS FOR COMING YEAR	\$235,569
ADD AVAILABLE CARRYOVER FR 6/30/21	\$1,781,641
TAX LEVY LIMIT (before exclusions)	\$157,878,314
EXCLUSIONS (TRS, CAP. LEVY)	\$2,735,178
MAXIMUM ALLOWABLE LEVY	\$160,613,492
MAXIMUM LEVY AMOUNT INCREASE	\$6,371,479
TAX CAP	4.13%

The 2022-2023 budget proposal will include a **3.96% levy increase over the prior years levy**

Based on the NYS Office of the State Comptroller's formula, the district can opt to increase the tax levy by up to **\$6,371,479**

3.96% increase in comparison to the prior years levy

**Any increase to the Tax Levy is subject to 50% +1 voter approval. The district is not seeking a super majority voter approval (over 60%) because we are staying within the tax cap.*



Proposed 2022-2023 Revenue Budget

	2021-2022 Approved Budget	2022-2023 Proposed Budget	\$ Difference
Tax Levy	\$154,490,227	\$160,613,492	\$6,123,265
NYS Aid Revenue	\$87,867,659	\$89,847,470	\$1,979,811
PILOTs	\$250,000	\$252,602	\$2,602
Health Services	\$475,000	\$475,000	-
Non-Resident, Foster, OPWDD Tuition	\$1,600,000	\$1,678,313	\$78,313
Chapter Tuition - STAC	\$1,920,000	\$1,541,840	(\$378,160)

*State aid revenue estimates are sourced from the NYS Legislature Approved Budget - published in April 6, 2021.



Proposed 2022-2023 Revenue Budget

	2021-2022 Approved Budget	2022-2023 Proposed Budget	\$ Difference
BOCES Refund for Prior Year Surplus	\$850,000	\$830,399	(\$19,601)
Workers Comp & Ins. Reimbursement	\$150,000	\$93,318	(\$56,682)
Medicaid	\$1,000,000	\$989,000	(\$11,000)
Use of Facilities	\$228,000	\$236,081	\$8,081
Misc Revenue	\$1,315,000	\$1,130,453	(\$184,547)



Proposed 2022-2023 Revenue Budget

	2021-2022 <i>Approved Budget</i>	2022-2023 Proposed Budget	\$ Difference
Interfund Transfers from Debt Service	\$53,218	\$53,055	(\$163)
Fund Balance & Appropriated Reserves	-	-	-
CARES Funding	\$22,250,529	-	(\$22,250,529)
Total Revenues:	\$272,449,633	\$257,741,021	(\$14,708,612)



Revenue Considerations

State Aid

- Possible transportation aid deduction
- Final after legislative vote in April 2022

Tax Levy

- Final after budget vote

Use of Federal Funding Sources

- Coronavirus Response and Relief Supplemental Appropriations Act, 2021 (CRRSA) **\$66,418,114**
 - **\$34.5M used in 21/22 budget**
 - **\$31.8M to be used in 22/23 budget**
- American Rescue Plan Act of 2021 \$150,445,511 **Approved by NYSED on 2/18/22*

**Any excess funds will be recommended to be placed in reserves*





Proposed 2022- 2023 Budget Expenses





Proposed 2022-2023 Expenditure

	2021-2022 Approved Budget	2022-2023 Proposed Budget	\$ Difference
Salaries	\$112,632,486	\$112,807,816	\$175,330
Benefits	\$55,899,206	\$57,489,717	\$1,590,512
Materials & Equipment *	\$28,434,103	\$4,470,840	(\$23,963,263)
Contractual	\$14,402,142	\$39,266,219	\$24,864,077
Contractual - Legal **	\$1,500,000	\$2,088,084	\$588,084
Contractual - Transportation ***	\$46,000,106	\$61,868,506	\$15,868,400

* BOCES expenses shifted to contractual line, ** Increase is based on projected actuals for 21/22,

*** Increase is based on projected actuals for 21/22 + CPI



Proposed 2022-2023 Expenditure

	2021-2022 Approved Budget	2022-2023 Proposed Budget	\$ Difference
CARES Expenditures	\$15,800,000	-	(\$15,800,000)
Debt Payment	\$26,880,107	\$5,561,162	(\$21,318,946)
Legal Settlement	\$5,446,140	-	(\$5,446,140)
Transfer to Other Funds (F,H) *	-	\$6,062,134	\$6,062,134
Transfer from Special Aid Fund	(\$34,544,657)	(\$31,873,457)	\$2,671,200
Totals Expenditures:	\$272,449,633	\$257,741,021	(\$14,708,612)

* **F: to support Special Education Services; 4201 and Summer Handicap, H: Renovation of secondary instructional areas for PE**



Proposed 2022-2023 Balanced Budget



Represents a 5% reduction in budget compared to the prior year

**Subject to Commissioner Review & BOE Adoption*



Proposed 2022-2023 Reserves TBD

Considerations

Type	Establishment & Use	Notes
Capital Reserve <ul style="list-style-type: none">To finance capital projects	Voter approval is required for establishment and use	<ul style="list-style-type: none">Funds must be investedInterest accrues to reserves
Employee Benefit Accrued Liability Reserve (EBALR) <ul style="list-style-type: none">Payment for employee unused sick, personal and vacation time	Voter approval is not required for establishment and use	<ul style="list-style-type: none">Funds must be investedInterest accrues to reserves
Repair Reserve <ul style="list-style-type: none">Payment for repairs to capital improvements or equipment that is non-recurring	Voter approval is not required to establish Emergency $\frac{2}{3}$ BOE approval to use	<ul style="list-style-type: none">Funds must be investedInterest accrues to reserves



Proposed 2022-2023 Reserves TBD

Considerations

Type	Establishment & Use	Notes
<p>Retirement Contribution Reserve</p> <ul style="list-style-type: none">• Payment for retirement contributions to the NYS Local Employees' Retirement System (ERS)	<p>Voter approval is <i>not required</i> to establish or use</p>	<ul style="list-style-type: none">• Funds must be invested• Interest accrues to reserves• Funds may be transferred to another reserve following a public hearing
<p>TRS Retirement Contribution Reserve (subfund)</p> <ul style="list-style-type: none">• Payment for retirement contributions to the NYS Teachers' Retirement System	<p>Voter approval is <i>not required</i> to establish or use</p>	<ul style="list-style-type: none">• Balance of the fund cannot exceed 10% of total comp to teachers and annual contributions cannot exceed 2%• Funds must be invested• Interest accrues to reserves• Funds may be transferred to another reserve following a public hearing



Proposed 2022-2023 Reserves TBD

Considerations

Type	Establishment & Use	Eligible Use/Notes
<p>Unemployment Insurance Reserve</p> <ul style="list-style-type: none">For Self-Insured school districts (Article 18 NYS Labor Law) to reimburse NYS for benefits payable to claimants	<p>Voter approval is <i>not required</i> to establish or use</p>	<ul style="list-style-type: none">Funds must be investedInterest accrues to reservesExcess funds available at end of fiscal year may be transferred to another reserve (within 60 days)
<p>Workers Compensation Reserve</p> <ul style="list-style-type: none">For Self-Insured school districts to pay lost wage and benefits payments to claimants	<p>Voter approval is <i>not required</i> to establish or use</p>	<ul style="list-style-type: none">Funds must be investedInterest accrues to reservesExcess funds available at end of fiscal year may be transferred to another reserve (within 60 days)



Contingency Budget

Under a **Contingency Budget**, the District's Tax Levy for 2022-2023 must be the same (or less) than the Tax Levy for 2021-2022 (0% increase).

The District is proposing a 3.96% tax levy increase (\$6,371,479). If the budget is voted down, the District will be tasked with reducing program and/or staff in the amount of \$6,371,479.



Questions?

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