



Holland Central School District

2021-2022 BUDGET PRESENTATION
DRAFT #1 ROLLOVER BUDGET

JANUARY 25, 2021

PRESENTATION OVERVIEW

- ▶ Review of Governor's Proposal
- ▶ Holland's State Aid
- ▶ Tax Cap Calculation
- ▶ 1st Draft 2021-2022 Revenues
- ▶ 1st Draft 2021-2022 Projected Expenditures
- ▶ 1st Draft 2021-2022 Rollover Overall Budget
- ▶ Summary

Executive Budget Proposal

- ▶ **The Governor presented two budgets – A Worse Case Scenario and a Best Case Scenario**
 - ▶ School Aid runs are based on the worse case scenario, which includes \$6 billion of Federal Stimulus Aid. This Worse Case Scenario includes \$2 billion in cuts to General Support for Public Schools. It continues a 5% cut across the board in aid payments.
 - ▶ The Governor has asked for \$15 billion in Federal Aid to NYS in future stimulus package. This Best Case Scenario offers a \$3.8 billion increase in education funding state-wide.

Executive Budget Proposal

- ▶ **\$31.7 billion in funding through School Aid, STAR, and Federal Funds**
- ▶ **\$850 million in continued funding for Pre-K programs for 3 and 4 year olds**
- ▶ **\$333 million in continued funding for after-school programs**
- ▶ **\$30 million in continued funding for early college programs**
- ▶ **\$250 million in continued funding to support community school models in school districts**
- ▶ **Continues School Funding Transparency Report (budget reporting) requirement**
- ▶ **Requires internet providers to offer \$15/mo high speed plans to low-income households**

Executive Budget Proposal

\$393 Million reduction to 2021-22 Services Aid (11 expense-based aid categories)

- ▶ Funding for these aids in 2021-22 is reduced to \$3.3 billion
- ▶ This reduction is fully offset for each district by its allocation of CRRSA funds. These spending reductions may be restored if the State receives requested Federal COVID relief funds (\$15 billion).

\$1.35 Billion Local District Funding Adjustment (similar to the Pandemic Adjustment)

Holland's State Aid – 1-20-2021 run

	<u>2020-21</u>	<u>2021-22</u>	<u>Difference</u>	<u>Notes</u>
Foundation Aid	\$ 5,674,992	\$ 5,674,992	\$0	Foundation aid remains flat
Lottery Aid	\$ 1,050,000	\$ 1,050,000	\$0	Foundation aid remains flat
BOCES Aid	\$ 1,324,533	\$ 2,451,511	(\$145,470)	All expense based aids rolled into one number. No breakout offered
Hardware	\$ 12,903	\$ incl above		
Software, Library, Textbook	\$ 70,888	\$ incl above		
Sub Total Foundation Aid	\$ 8,133,316	\$ 9,176,503		
High Cost Excess	\$ 214,686	\$ 177,892	(\$36,794)	
Private Excess	\$ 146,886	\$ 166,801	\$ 19,915	
Transportation Aid	\$ 1,188,657	\$ incl above		
Building Aid	\$ 1,173,972	\$ 1,681,083	\$507,111	As per BPD schedule
Pandemic Adjustment	\$ (138,388)	\$ (753,149)	(\$614,761)	Offset by Federal Cares Restoration
Total	\$ 10,719,129	\$ 10,449,130		
UPK Grant	\$ 84,418	\$ 84,418	\$0	
Federal Cares Restoration	\$ 138,388	\$ 753,149	\$614,761	See above
Grand Total	\$ 10,941,935	\$ 11,286,697	\$344,762	

Property Tax Cap Calculation

Tax Levy Limit Before Adjustments and Exclusions							
	2020-21 Tax Levy			7,787,170			
x	Tax Base growth factor			1.0052	<i>determined by Dept of Tax & Finance</i>		
				7,827,663			
+	PILOTS receivable in 2020-21			0	<i>budgeted 20/21</i>		
-	Capital Tax Levy for 2020-21			23,685	<i>entered for 20/21</i>		
				7,803,978			
x	Allowable Levy growth factor (CPI)			1.0123	<i>determined by Office of State Comptroller</i>		
				7,899,967			
-	PILOTS receivable in 2021-22			0	<i>budgeted 20/21</i>		
+	Prior year available carryover			0	<i>available rollover from prior year</i>		
Total Levy Limit Before Adjustment and Exclusions					\$ 7,899,967	112,797	1.449%
Exclusions							
+	Tax Levy necessary for expenditures arising out of tort orders/judgements over 5% of 2020-21 tax levy			0	<i>none</i>		
	Tax Levy necessary for pension contribution expenditures in excess of 2%:						
+	ERS			0	<i>increase not greater than 2%</i>		
+	TRS			0	<i>increase not greater than 2%</i>		
+	Capital Tax Levy for 2021-22			113,049	<i>capital exclusion</i>		
Total Exclusions					113,049		
TAX Levy Limit, adjusted for transfers, plus exclusions					\$ 8,013,016	225,846	2.900%

Draft Revenues

	2019-20 Actual	2020-2021 Budget	2021-22 1st Draft Rollover	\$ Change of 2020-21 Budget to 2021-22 1st Draft Rollover
Property Tax Levy including STAR	\$ 7,536,101	\$ 7,787,170	\$ 8,013,016*	\$225,846
Sales Tax	\$ 950,107	\$ 937,732	\$ 1,000,000	\$ 62,268
Misc.	\$ 499,652	\$ 630,707	\$ 420,925	(\$209,782)
State Aid – based on Executive Proposal	\$10,953,253	\$ 10,719,129	\$ 10,489,168***	(\$229,961)
Fed. Pandemic Adjust		\$	\$ 759,149	\$759,149
Interfund Transfers	\$ 61,893	\$ 333,811	\$ 105,000**	(\$228,811)
Totals	\$20,001,006	\$ 20,408,549	\$ 20,787,258	\$ 378,709

* Property Tax Levy estimated at +2.90%. Property tax levy growth capped at 1.23%, down from 1.81% last year. (Last year's increase was 3.33%)

** Use \$45k of Debt Service and \$60k from Unemployment Reserves

*** Includes add'l \$467,340 in building aid per BPD for 2018 & 2019 projects offset by State Pandemic Adjustment of (\$759,149)

Draft Expenditures

	2019-20 Actual	2020-21 Budget	2021-22 1st Draft Rollover	\$ Change of 2020-21 Budget to 2021-22 1st Draft Rollover
Contractual Salaries	\$ 8,896,331	\$ 9,629,094	\$ 9,843,572	\$ 214,478
Utilities	\$ 216,897	\$ 293,901	\$ 308,800	\$ 14,899
BOCES	\$ 2,987,346	\$ 3,020,266	\$ 3,001,960	(\$ 18,306)
Special Ed Tuitions	\$ 200,086	\$ 457,000	\$ 457,000	\$ 0
Retirement (ERS & TRS)	\$ 851,862	\$ 1,040,000	\$ 1,039,027	(\$ 973)
Social Security	\$ 679,795	\$ 718,186	\$ 734,594	\$ 16,408
Worker's Comp	\$ 62,088	\$ 80,581	\$ 80,581	\$ 0
Health Insurance	\$ 1,940,560	\$ 2,136,650	\$ 2,336,140	\$ 199,490
Debt Service	\$ 1,517,145	\$ 1,506,262	\$ 1,959,029	\$ 452,767
Other	\$ 1,736,828	\$ 2,026,609	\$ 2,408,457	\$ 381,848
Total	\$ 19,088,938	\$ 20,908,549	\$ 22,169,160	\$ 1,260,611
Increase in Spending				

Current Budget Gap at 1/20/2021

▶ Total Revenues	\$ 20,787,258
▶ Total Expenditures	<u>\$ 22,169,160</u>
▶ Budget Gap	<u>(\$ 1,381,902)</u>

What's included in the Expenditure Budget?

- ▶ One Mental Health Counselor (\$80,000 w/benefits)
- ▶ Increase to Legal Fees (\$50,000)
- ▶ Increase to Debt Service (\$452,767)
- ▶ Increased expenses for Sonitrol monitoring of additional cameras (\$12,946)
- ▶ COVID-19 supply expenses (\$60,380)
- ▶ Chip and Stone of MS parking lot (\$16,500)
- ▶ Sealing and Striping HS, ES, BG campus (\$17,300)

What's included in the Expenditure Budget?

- ▶ Johnson Controls (\$28,500) and BJ Muirhead (\$7,200) service agreements
- ▶ Drainage Repairs for Baseball Field (est. \$50,000)
- ▶ 10% Increase to Health Insurance Premiums (\$199,490)
- ▶ Increase to Unemployment Expense (\$44,000)
- ▶ \$100,000 Capital Outlay Project (Building Aid received)
- ▶ Athletic Trainer (\$25,000)

What's Not Yet in the Budget?

- ▶ Teacher “Wish List” Items (\$12,302) + Furniture (\$19,065)
- ▶ Outdoor Seating
- ▶ Actual BOCES Services totals
- ▶ Actual Health Insurance increase
- ▶ Actual Utility estimates from SMEC

- ▶ Revenues – additional Federal Aid?

Next Steps

- ▶ Determine actual costs for those that are estimated
- ▶ Determine amount of use of fund balance
- ▶ Determine what should be added/deleted from budget

Questions

