

HOLLAND CSD 2024-2025 Budget Presentation #1

February 26, 2024

OVERVIEW

- **Projected Tax Levy and Property Tax Cap**
- **History of Foundation Aid**
- **Holland's State Aid runs**
- **1st Draft 2024-25 Anticipated Revenues**
- **1st Draft 2024-25 Anticipated Expenditures**
- **Budget Gap**
- **Summary**

Property Tax Cap 2024-2025

Property Tax Cap

Formula for Determining Tax Levy Limit: School Districts



Base Formula

$$\left(\left[\left(\begin{array}{l} \text{Total taxes levied for prior fiscal year} \\ + \\ \text{Prior year reserve offset} \\ - \\ \text{Reserve amount (including interest earned)} \end{array} \right) \times \begin{array}{l} \text{Tax base growth factor}^1 \\ 1.0109 \end{array} \right] + \begin{array}{l} \text{PILOTs receivable in the prior fiscal year} \\ - \\ \text{Capital tax levy exclusion, prior fiscal year} \\ - \\ \text{Tort exclusion, prior fiscal year} \end{array} \right) \times \begin{array}{l} \text{Allowable levy growth factor (1.00 to 1.02)}^2 \\ 1.0200 \end{array} - \begin{array}{l} \text{PILOTs receivable in coming fiscal year} \\ + \\ \text{Available carryover, if any} \end{array} = \text{Tax Levy Limit} \quad 8,422,731$$

+ Exclusions

$$\begin{array}{l} \text{Tax Levy Limit} \\ + \\ \begin{array}{l} \text{Tax levy necessary for expenditures resulting from court orders/judgments arising out of tort actions for any amount in excess of 5% of the total taxes levied in the prior fiscal year} \\ + \\ \text{Capital tax levy} \\ 336,615 \\ + \\ \text{Tax levy necessary to pay for increases to the system average actuarial contribution rate (ERS) or normal contribution rate (TRS) of pension funds over 2 percentage points} \end{array} \end{array} = \begin{array}{l} \text{Tax Levy Limit, with Exclusions (if applicable)}^3 \\ \$8,759,346 \\ 3.98\% \end{array}$$

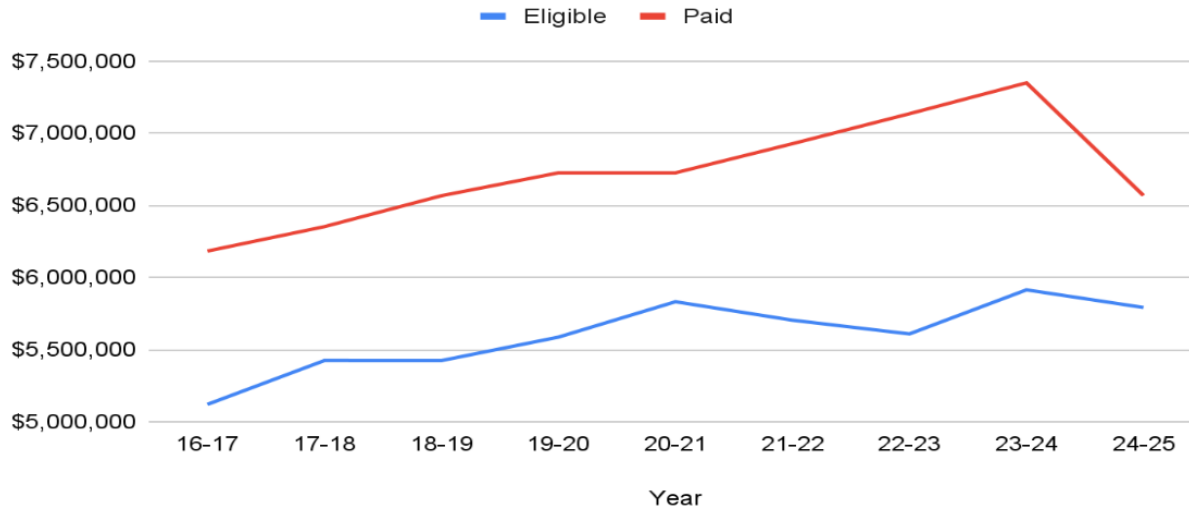


History of Foundation Aid

	Fiscal Year	Foundation Aid	% Increase Prior Year
	2015-16	\$6,144,452	
	2016-17	\$6,182,603	0.62%
	2017-18	\$6,352,006	2.74%
	2018-19	\$6,566,176	3.37%
	2019-20	\$6,724,992	2.42%
	2020-21	\$6,724,992	0.00%
	2021-22	\$6,926,741	3.00%
	2022-23	\$7,134,543	3.00%
	2023-24	\$7,348,579	3.00%
Projected	2024-25	\$6,567,650	-10.63%

Foundation Aid Projections

Eligible and Paid



Holland's State Aid – November Run

2023-24 Enacted Budget vs. 2024-25 November State Aid Runs

AID CATEGORIES	2023-24 ENACTED BUDGET	2024-25 NOVEMBER STATE AID RUNS	\$ DIFFERENCE	% DIFFERENCE
Foundation Aid*	7,348,579	7,348,579	-	0.00%
Charter School Transitional	-	-	-	0.00%
High Tax Aid	-	-	-	0.00%
Summer Transportation Aid	1,746	1,353	(393)	-22.51%
Transportation Aid (w/o Summer)	1,048,785	1,065,920	17,135	1.63%
Building Aid	1,259,226	1,326,716	67,490	5.36%
Building Reorg Incentive Aid	-	-	-	0.00%
Operating Reorg Incentive Aid	-	-	-	0.00%
Non-Component Computer Admin Aid	-	-	-	0.00%
Non-Component Career Education Aid	-	-	-	0.00%
Non-Component Academic Improvement Aid	-	-	-	0.00%
BOCES Aid	1,227,361	1,286,958	59,597	4.86%
Public Excess High Cost Aid	-	177,740	177,740	0.00%
Private Excess Cost Aid	131,897	130,235	(1,662)	-1.26%
Software Aid	11,280	10,920	(360)	-3.19%
Library Materials Aid	4,706	4,556	(150)	-3.19%
Textbook Aid	46,950	45,843	(1,107)	-2.36%
Hardware & Technology Aid	11,043	10,020	(1,023)	-9.26%
Full Day K Conversion	-	-	-	0.00%
Universal Pre-Kindergarten Aid	205,725	205,725	-	0.00%
Supplemental Public Excess Cost	-	-	-	0.00%
Academic Enhancement Aid	-	-	-	0.00%
Instructional Computer Tech Aid	Not included	-	-	-
Non-Component Shared Services Aid	Not Included	-	-	-
Total State Aid	11,297,298	11,614,565	317,267	2.73%



Holland's State Aid – January Run

2024-25 Executive Budget Proposal vs. 2023-24 Enacted Budget

AID CATEGORIES	2024-25 EXECUTIVE BUDGET PROPOSAL	2023-24 ENACTED BUDGET	\$ DIFFERENCE	% DIFFERENCE
Foundation Aid	6,567,650	7,348,579	(780,929)	-10.63%
Charter School Transitional	-	-	-	0.00%
High Tax Aid	-	-	-	0.00%
Summer Transportation Aid	1,353	1,746	(393)	-22.51%
Transportation Aid w/o Summer	1,065,920	1,048,785	17,135	1.63%
Building Aid	1,326,716	1,259,226	67,490	5.36%
Building Reorganization Incentive Aid	-	-	-	0.00%
Operating Reorganization Incentive Aid	-	-	-	0.00%
BOCES Aid	1,286,958	1,227,362	59,596	4.86%
Public Excess High Cost Aid	177,740	-	177,740	0.00%
Private Excess Cost Aid	130,235	131,897	(1,662)	-1.26%
Software Aid	10,920	11,280	(360)	-3.19%
Library Materials Aid	4,556	4,706	(150)	-3.19%
Textbook Aid	45,843	46,950	(1,107)	-2.36%
Hardware and Technology Aid	10,020	11,043	(1,023)	-9.26%
Full Day K Conversion Aid	-	-	-	0.00%
Universal PreKindergarten Aid	205,725	205,725	-	0.00%
Supplemental Public Excess Cost	-	-	-	0.00%
Total State Aid	10,833,636	11,297,299	(463,663)	-4.10%



Anticipated Revenues

	2023-24 Budget	2024-25 1 st Draft	\$ Change in 2023-24 Budget to 2024-25
Property Tax Levy	\$8,424,381	\$8,759,346*	\$334,965
Sales Tax	\$1,250,000	\$1,200,000	(\$50,000)
State Aid	\$11,269,576	\$10,833,636	(\$435,940)
Misc. BOCES rent, BOCES refund, Medicaid, Interest earnings	\$457,036	\$465,240	\$8,204
Total	\$21,400,993	\$21,258,222	(\$142,771)
Interfund Transfers & Appropriated Fund Balance	\$1,149,032	\$50,000 (ERS)	
Totals	\$22,550,025	\$21,308,222	

*Property Tax Levy at 3.98%

Anticipated Expenditures

	2023-2024	2024-2025	\$ Increase/ Decrease	% Increase/ Decrease
General Support	\$2,830,455	\$3,072,664	\$242,209	8.56%
Instructional	\$12,108,923	\$12,226,457	\$117,534	0.97%
Transportation	\$1,133,356	\$1,129,689	(\$3,667)	-0.32%
Employee Benefits	\$4,482,380	\$4,524,200	\$41,820	0.93%
Debt Service	\$2,153,585	\$2,245,722	\$92,137	4.28%
TOTAL	\$22,708,699	\$23,198,732	\$490,033	2.16%

Current Budget Gap at 2/16/2024

Projected Revenues	\$21,308,222
Projected Expenditures	\$23,198,732
Budget Gap	(\$1,890,510)

Projected Revenues	\$21,308,222
Projected Budgeted Expenditures	\$23,198,732
Projected Anticipated Expenditures	\$22,698,732
Projected Budget Gap	(\$1,390,510)

- No 3% increase in Foundation Aid - \$220,457
- Save Harmless reduction in Foundation Aid - \$780,929

Total Impact of Foundation Aid = **(\$1,001,386)**

2024-25 Vehicle Proposition

➤ One Collins DH516 34 passenger school bus	\$99,433
➤ One Collins DE516WR Wheelchair Bus	\$117,341
➤ Ford Explorer	\$48,000
Total Vehicle Proposition	\$264,774

What's Not Yet in the Budget?

- Final BOCES services total
- HTA Retirements – due March 15th
- Final state aid runs

Next Steps

- Incorporate April State Aid Runs
- Finalize Expenditures
- Finalize amount of fund balance and/or reserves
- Balance the budget

Questions

