

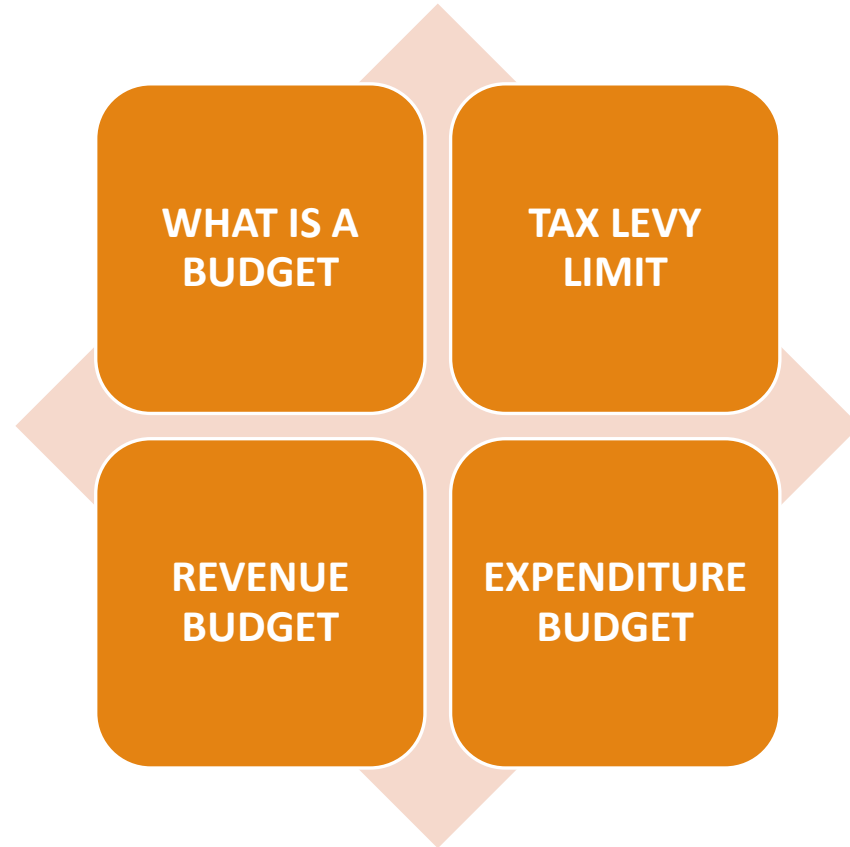
GLEN COVE CITY
SCHOOL DISTRICT

2025-2026 BUDGET

WORKSHOP #1

JANUARY 22, 2025

OVERVIEW



WHAT IS A BUDGET ?

- ❖ It is an estimate of revenues and expenditures based on information we have during the development of the budget
- ❖ It helps to establish the tax levy
- ❖ It is subject to updates through budget transfers
- ❖ It is a working document that is used to guide the purchases during the school year and will be used to forecast future budgets

PROPERTY TAX CAP

Chapter 97 of the Laws of 2011

- ❖ **The Property Tax Cap was first implemented in the 2012-13 school year budget.**
- ❖ **It was made permanent in the NYS Governor's 2019-2020 Executive budget.**
- ❖ **The tax cap restricts the annual growth of a school district's tax levy to the lower of 2% or the rate of inflation, whichever is lower.**
- ❖ **Several other factors, including capital exclusions, used in the calculation of each school district's tax levy limit can bring the legal tax levy limit to more than 2%.**

TAX LEVY LIMIT FORMULA

Prior year levy

- Reserve for excess levy (including interest earned)

x Tax base growth factor (Tax & Finance)

+ PILOTs receivable, prior year (2024-25)

- Capital tax levy exclusion, prior year (2024-25)

- Tort exclusion amount prior year (2024-25)

= Adjusted prior year tax levy

X Allowable levy growth factor or Property Tax Cap (lesser of 2% or inflation)

- PILOTs receivable, coming year (2025-26)

+ Available carryover

= Tax Levy Limit

+ Exclusions for tort, pensions and capital (2025-2026)

= **MAXIMUM ALLOWABLE TAX LEVY** (requires simple majority)

BUDGET DEVELOPMENT BEFORE TAX CAP

EXPENDITURE BUDGET

- STATE & FEDERAL AID

- LOCAL SOURCES

- USE OF RESERVES

= NEEDED TAX LEVY

BUDGET DEVELOPMENT WITH THE TAX CAP

TAX LEVY LIMIT

+ STATE & FEDERAL AID

+ LOCAL SOURCES

+ USE OF RESERVES

= EXPENDITURE BUDGET

REVENUE BUDGET

- ❖ **Payments in Lieu of Taxes (PILOTs)**
- ❖ **State Aid**
- ❖ **Tax on Consumer Utility Bills**
- ❖ **Interest Earnings**
- ❖ **Reserves**
- ❖ **Tax Levy**

2025-2026 Draft (Estimated) Revenue Budget

Description	2025-2026 Draft Budget	2024-2025 Budget	Variance
Tax Levy	76,396,610	74,134,785	2,261,825
P.I.L.O.T.'s	3,382,194	3,682,080	(299,886)
Tax on Consumer Utility Bills	1,500,000	1,500,000	0
Interest & Earnings	800,000	518,631	281,369
State Aid	29,232,550	27,796,898	1,435,652
Other Revenues	3,904,646	3,904,646	0
Reserves	750,000	1,879,000	(1,129,000)
TOTAL	\$115,966,000 *	\$113,416,040	\$2,549,960 *

* Estimated based on current information and will change as final figures are received

2024-2025 P.I.L.O.T.'S (Payment in Lieu of Taxes)

AVALON-Phase I	\$1,261,008.48
MEN ON THE MOVE	\$0
MOVIE THEATRE	\$50,006.86
THE REGENCY	\$307,499.61
50 GLEN STREET	\$104,796.87
FAIR HOUSING	\$43,553.13
LIPA	\$1,326,662.80
VILLAGE SQUARE	\$139,538.33
136 GLEN STREET	\$42,863.56
135 GLEN STREET LIVINGSTON	\$106,264.61
TOTAL	\$3,382,194.25

APPROPRIATION BUDGET

CAPITAL COMPONENT

- ❖ Operation and Maintenance of Facilities
- ❖ Tax Certiorari
- ❖ Debt Service

ADMINISTRATIVE COMPONENT

- ❖ Board of Education
- ❖ Administrative/Central Office Staff
- ❖ Finance and Legal
- ❖ Insurance and Central Printing

PROGRAM COMPONENT

- ❖ Teaching – Regular Ed and Special Ed
- ❖ Information Technology
- ❖ Health Services
- ❖ Cocurricular and Athletics
- ❖ Transportation
- ❖ Employee Benefits

ESTIMATED Appropriation Increases for 2025-2026



FEBRUARY 12, 2025

Budget Workshop #2

❖ CAPITAL COMPONENT

❖ ADMINISTRATIVE COMPONENT

❖ RESERVES

❖ UPDATE ON STATE AID

QUESTIONS?

tkahan@glencoveschools.org