
Central Islip UFSD

26/27 Revenue & Reserves

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Agenda for Presentation



1. Fiscal Stress Monitoring System
2. Budget Calendar & Overview
3. 26/27 Budget
 - Estimated Revenue
 - Property Tax Cap
 - State Aid
4. Fund Balance & Reserve Accounts
5. What's Ahead?



Office of the New York State Comptroller

Fiscal Stress Monitoring System



Fiscal Stress Monitoring System

What is the Fiscal Stress Monitoring System?

- The Office of the New York State Comptroller (OSC) has the responsibility to examine and report on the financial (fiscal) and environmental conditions of school districts and other local governments.
- To do so, the OSC developed the Fiscal Stress Monitoring System. This system allows the OSC to evaluate various fiscal stress factors and provide a score to reflect the ability of a school district or local government to generate enough revenues to meet expenditure needs.



Fiscal Stress Scoring

Financial		Environmental	
Significant Fiscal Stress	65-100	Significant Fiscal Stress	60-100
Moderate Fiscal Stress	45-64.9	Moderate Fiscal Stress	45-59.9
Susceptible Fiscal Stress	25-44.9	Susceptible Fiscal Stress	30-44.9
No Designation	0-24.9	No Designation	0-29.9

Unlike financial indicators, environmental indicators are outside the direct control of the district



24/25 Results

Fiscal Stress

2025: 0 points
2024: 0 points
2023: 0 points

We received no designation in each of the past 3 years

Environmental Stress

2025: **41.7** points
2024: **50** points
2023: **46.7** points

2025 designation of susceptible to environmental stress



How will the District strive to maintain its “No Designation” fiscal stress status?

Indicators within District control:

- Maintain a stable level of fund balance that can help balance out unanticipated changes to budgeted revenues or expenditures
- Develop and maintain realistic budgets to minimize the likelihood of operating deficits

Indicators outside of District control:

- Ensure that cash on hand is sufficient to cover the District's current liabilities and operating expenses
- Managing a stable level of short-term borrowings for cash flow purposes



26/27 Budget

Calendar & Overview



Budget Calendar

July - August Year End Closing of the Books	September - October Financial Statements and Fiscal Reporting	November - December Current Year Review and Districtwide Budget Meetings
January First Draft Full Expense Budget and Build Revenue Budget	February Public Budget Meetings and Property Tax Cap Submission	March Departmental Budget Presentations, Prioritize Expenses & Balance the Budget
April Legislative Budget Update and Budget Adoption	May Budget Hearing and Budget Vote	June Budget/Tax Reporting and Establishing New School Year Accounts

Budget Process Overview



Step One: Individual budget meetings with every director and administrator

- Review operational budgets
- Identify future goals and opportunities

Step Two: Develop a preliminary budget for salaries and benefits

Step Three: Adjust the budget for new objectives unique to the upcoming fiscal year

Step Four: Continue discussions with the Board of Education and Administration

Step Five: Develop a first draft budget

Step Six: Prioritize expenses and finalize the budget for Board consideration

26/27 Budget

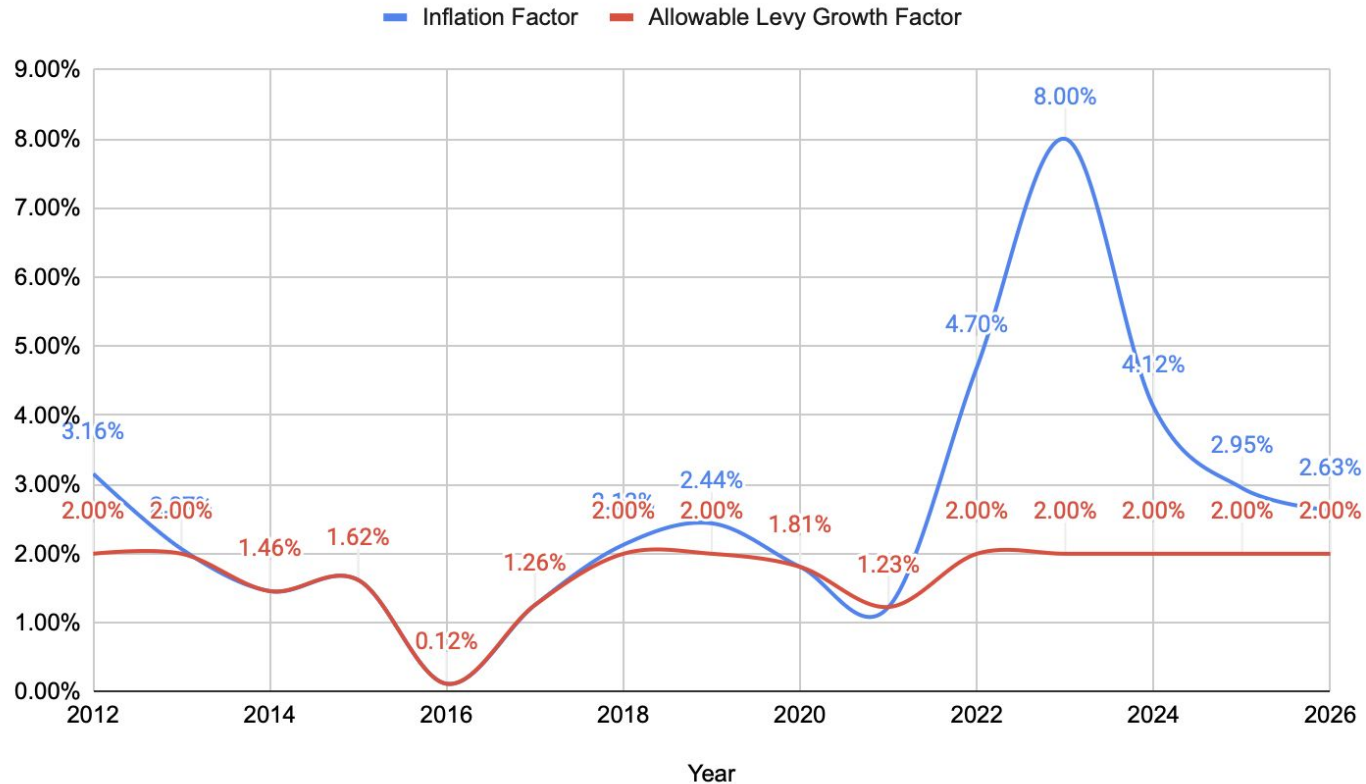
Estimated Revenue, Property Tax
Cap & State Aid

26/27 Estimated Revenue & Use of Financial Resources



REVENUE SOURCE	BUDGET 2024-2025	BUDGET 2025-2026	PROJECTED 2026-2027	26-27 % CHANGE
PROPERTY TAXES/STAR AID	\$92,685,547	94,438,632	\$94,398,356	-0.04%
STATE/FEDERAL AID	\$192,704,055	\$194,405,353	\$208,779,238	7.39%
LOCAL REVENUE	\$8,650,000	\$9,155,000	\$10,055,000	9.83%
TOTAL REVENUE	\$294,039,602	\$297,998,985	\$313,232,594	5.11%
USE OF FINANCIAL RESOURCES				
APPROPRIATED FROM UNASSIGNED AND DESIGNATED FUND BALANCE	-	\$3,500,000	\$3,500,000	0.00%
TOTAL USE OF FINANCIAL RESOURCES	-	\$3,500,000	\$3,500,000	0.00%
TOTAL REVENUE AND FINANCIAL RESOURCES	\$294,039,602	\$301,498,985	\$316,732,594	5.05%

Allowable Levy Growth Factor and Inflation Factor Over Time



26/27 Property Tax Cap



25-26 Maximum Allowable Levy

\$94,438,632.00

Allowable Levy Growth Factor

2.00%

26-27 Maximum Allowable Levy With Exclusions

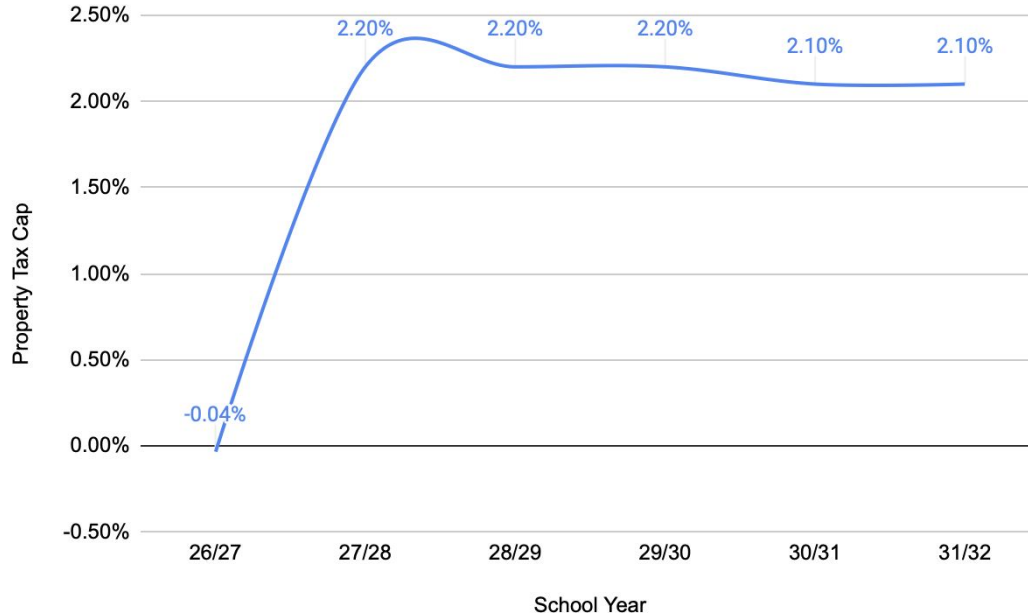
\$94,398,356.00

Increase Over Prior Year

\$ (40,276)

-0.04%

5 Year Property Tax Cap Projection

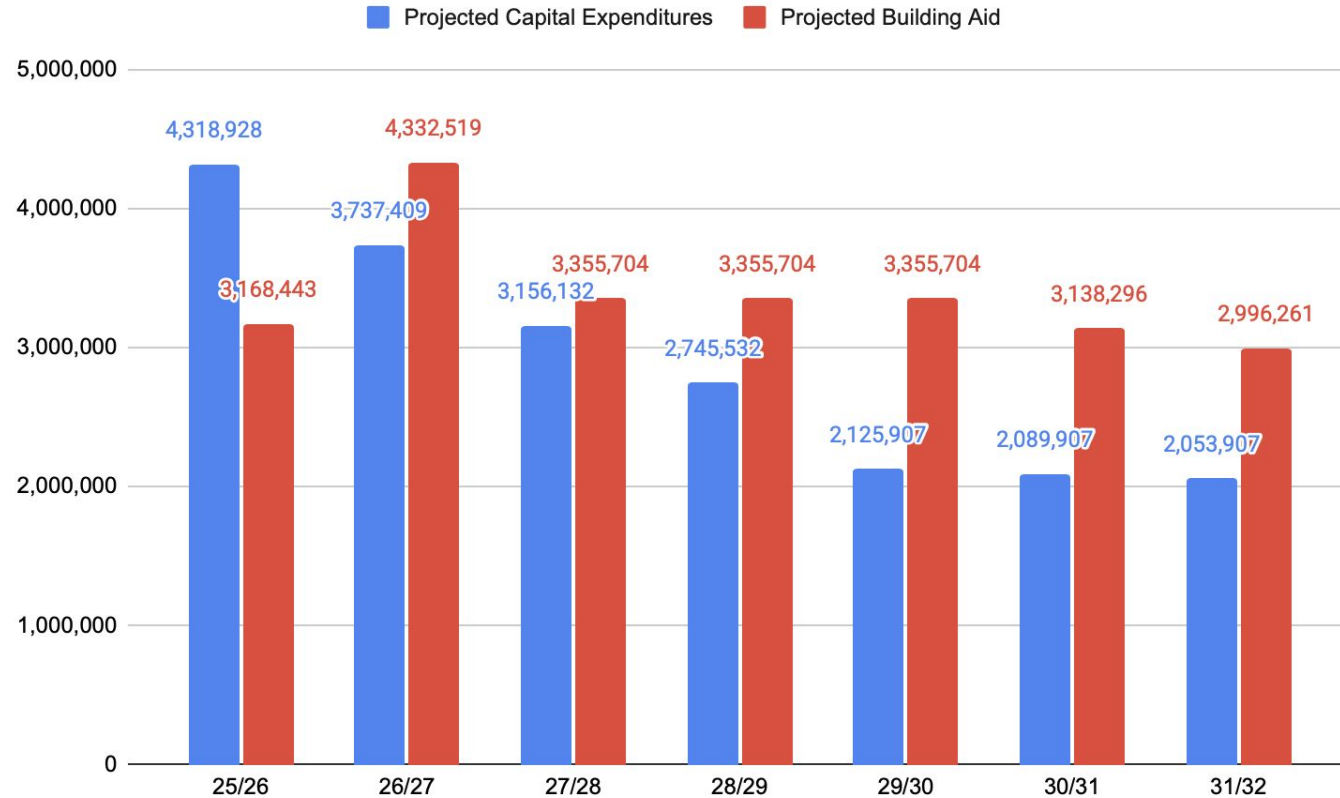


The -0.04% projected property tax cap in 26/27 is primarily due to two factors:

1. An increase in PILOT revenue of \$1.7m
2. A reduction in the net local capital exclusion of \$1.2m

The changes in these two formula factors offsets the 2% allowable levy growth factor in 26/27

5 Year Projected Capital Expenditures and Building Aid





Anticipated State Aid - Governor's Budget

Curent State Aid 25-26	
Total Aid Reported - Governor's Proposal January 2026	\$ 210,278,470
Less UPK (Recorded in the Special Aid Fund)	\$ (4,511,501)
25-26 Adjusted State Aid Total	\$ 205,766,969

Governor's State Aid Proposal January 2026 for 26-27 Budget	
Total Reported Aid	\$ 214,322,513
Less UPK (Recorded in the Special Aid Fund)	\$ (5,543,275)
26-27 Projected State Aid Total	\$ 208,779,238

26-27 State Aid Increase	
Increase from 25-26 Projected State Aid Total	1.5% \$ 3,012,269



Fund Balance Overview

Reserve Balance Analysis

Fund Balance by School Year



Reserve Account	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022
Employees' Retirement System	45,998,362	32,298,360	16,256,450	15,860,753
Teachers' Retirement System	5,249,538	3,404,087	1,742,412	
Capital	46,698,085	44,363,065	22,548,862	
Repair	7,894,758	7,500,000		
Property Loss and Liability	88,399	83,979	78,921	77,000
Insurance	8,500,000	500,000		
Employee Benefit Accrued Liability	54,463,360	35,436,200	24,374,018	20,320,415
Workers' Compensation	2,107,083	2,001,724	1,881,157	1,835,368
Appropriated Fund Balance	3,500,000			
Encumbrances	1,790,516	556,487	284,466	543,035
Unassigned	12,059,935	11,552,521	10,059,591	9,225,288
Total Fund Balance	188,350,036	137,696,423	77,225,877	47,861,859
Next School Year Budget	301,498,985	\$294,039,602	\$252,864,607	\$248,768,021
% of Budget	62%	47%	31%	19%



Reserve Balance Analysis

Recommended Reserve Balance Level

- **ERS:** recommended 3-5 years of ERS expenses
- **TRS:** 2% annual covered payroll | 10% cumulative
- **Workers Compensation:** recommended not to exceed the long-term liability
- **EBALR** recommended not to exceed the long-term compensated absence projection

Central Islip UFSD (as of June 30, 2025)

- **ERS:** 11 years - currently highly funded
- **TRS:** 6% - within statutory limit
- **Workers Compensation:** under total liability of \$2.5m
- **EBALR** under compensated absence projection of \$6gm



What's Ahead

Important Upcoming Dates



Upcoming Important Dates

- **March 9, 2026:** Departmental Budget Presentations: Non-Instructional, Curriculum & Instruction and Staffing
- **April 13, 2026:** Budget Adoption
- **May 11, 2026:** Budget Available
- **May 11, 2026:** Budget Hearing
- **May 19, 2026:** Budget Vote



THANK YOU!

