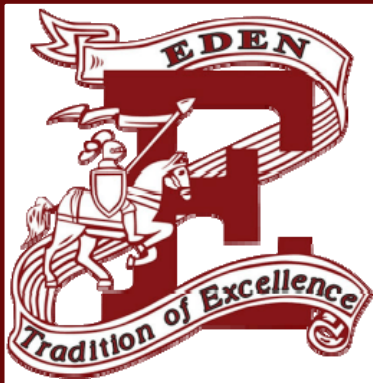




Eden Central School District

2026-2027 Budget

Budget Session #2

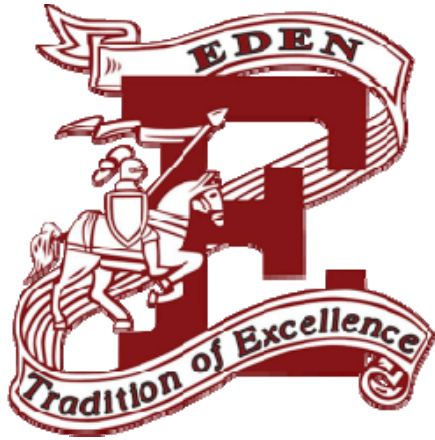
Tax Cap Calculation and Review of Revenue

Board of Education Meeting

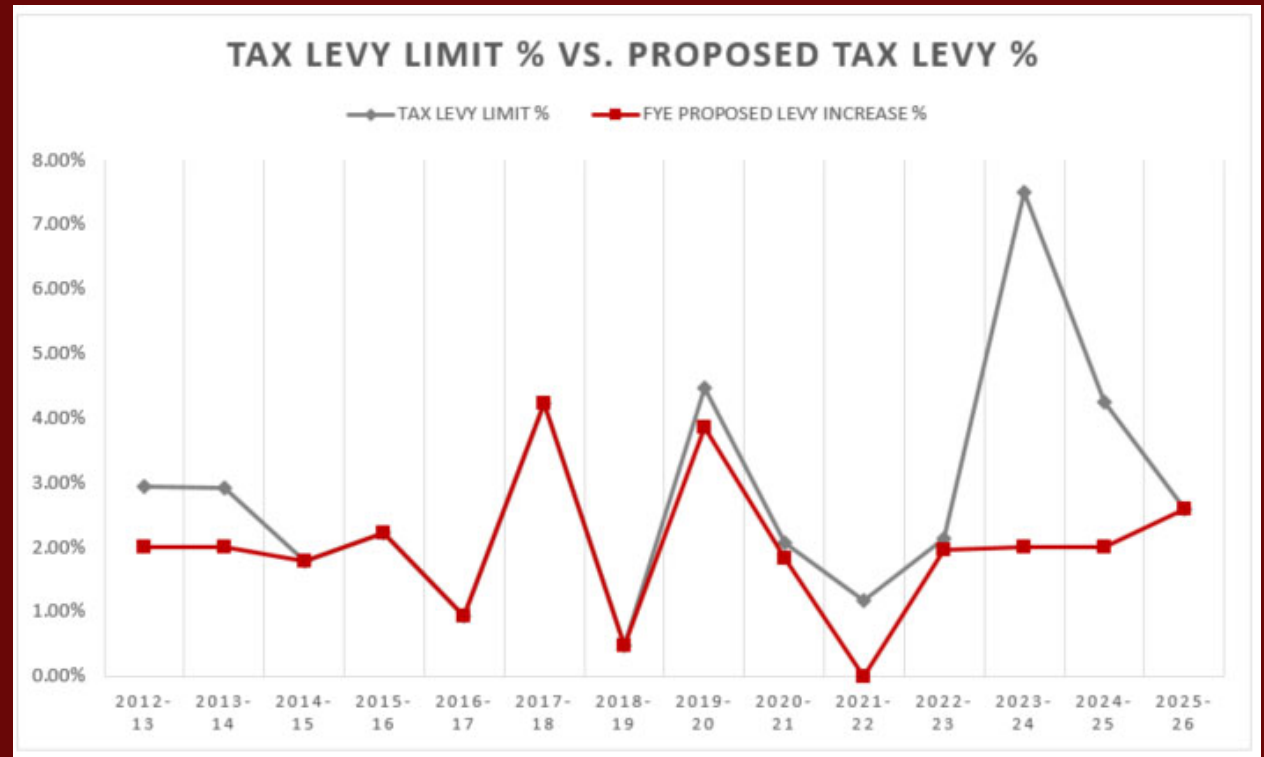
February 9, 2026

Agenda

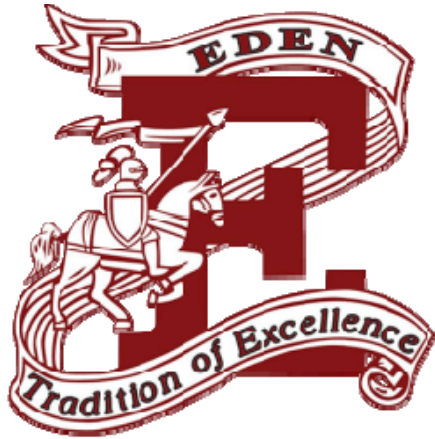
- ❖ Tax Cap & Tax Levy Historical Trends
- ❖ Tax Cap Calculation
- ❖ State Aid
 - ❖ Executive Budget Proposal
- ❖ Overall Revenue Review
- ❖ Closing the Budget Gap



Property Tax Cap Since Inception of Tax Cap Legislation



Tax Levy Limit (Tax Cap) vs. Tax Levy Increase dating back the inception of the Tax Cap Legislation (2012-2013) through the current school year (2025-2026).



Tax Levy as Percentage of the Overall Budget

<u>Year</u>	<u>Tax Warrant</u>	<u>% of Change Over P/Y</u>	<u>% of Budget</u>
2006-07	\$9,795,718	6.98%	43.64%
2007-08	\$10,363,800	5.80%	43.83%
2008-09	\$11,050,289	6.62%	44.41%
2009-10	\$11,729,883	6.15%	45.71%
2010-11	\$12,338,301	5.19%	47.10%
2011-12	\$12,538,629	1.62%	47.93%
2012-13	\$12,789,401	2.00%	50.79%
2013-14	\$13,045,189	2.00%	50.72%
2014-14	\$13,276,678	1.77%	50.30%
2015-16	\$13,571,363	2.22%	50.28%
2016-17	\$13,697,577	0.93%	50.05%
2017-18	\$14,275,945	4.22%	49.20%
2018-19	\$14,342,012	0.047%	47.66%
2019-20	\$14,894,179	3.850%	47.50%
2020-21	\$15,164,827	1.820%	46.91%
2021-22	\$15,164,827	0.000%	46.46%
2022-23	\$15,460,541	1.950%	45.69%
2023-24	\$15,769,751	2.000%	43.31%
2024-25	\$16,085,148	2.000%	42.64%
2025-26	\$16,500,419	2.580%	41.17%

Tax Levy as Percentage of Overall Budget

Local Share has decreased since the introduction of the tax cap legislation (2012-2013).

Property Tax Cap Calculation

2.00%

- Lower of 2.00% or Consumer Price Index (2.63%)

2.07%

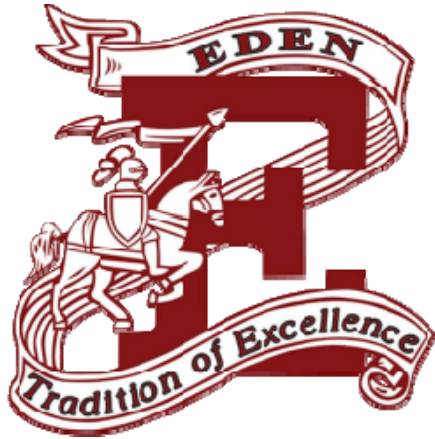
- After impact of growth factor in our tax base (1.00071)

2.52%

- Capital Tax Levy Exclusion
- No ERS or TRS Exclusion for 26-27 – only when rates increases > 2 percentage points

Maximum Tax Levy Increase is

2.52% or \$416,154



State Aid Revenue

- ❖ **Governor's Proposal - Eden**
- ❖ **Other Items in Proposal**

	2025-2026 State Aid (Adopted)	2026-2027 State Aid (Projected)	Increase/Decrease
Foundation Aid-Basic Formula	\$ 8,833,987	\$ 8,929,288	\$ 95,301
Textbook / Software / Hardware	\$ 113,684	\$ 112,880	\$ (804)
Library Materials	\$ 7,769	\$ 7,750	\$ (19)
Private Excess Costs	\$ 583,201	\$ 613,055	\$ 29,854
Public Excess Costs	\$ 210,258	\$ 186,045	\$ (24,213)
Transportation	\$ 1,903,257	\$ 1,877,834	\$ (25,423)
Building	\$ 3,310,378	\$ 2,422,822	\$ (887,556) **
BOCES	\$ 1,135,900	\$ 1,003,884	\$ (132,016)
Total State Aid Revenue	\$ 16,098,434	\$ 15,153,558	\$ (944,876)

**Includes decrease due to deferred building aid falling off - offset by reduction in debt service payment

Governor Executive Proposal

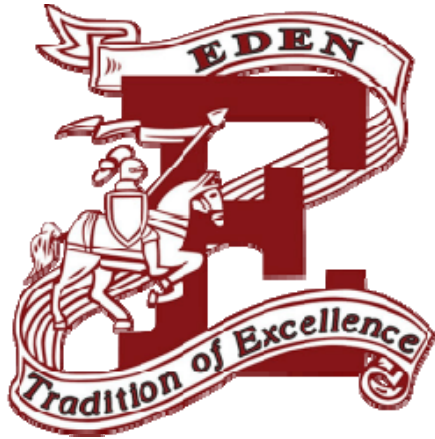
- ❖ Included a 1% increase in Foundation Aid (around \$95k)
 - ❖ Minimum increase for districts on Save Harmless
- ❖ No changes to the Foundation Aid Formula this year

Revenue

Other Tax Items and Other Revenue

	2022-2023 Actual Revenue	2023-2024 Actual Revenue	2024-2025 Actual Revenue	2025-2026 Adopted Revenues	2025-2026 Anticipated Revenue	2026-2027 Projected Revenue	Increase/ Decrease
PILOT	\$ -	\$ -	\$ -	\$ 24,549	\$ 24,549	\$ 25,030	\$ 481
Interest & Penalties	\$ 14,108	\$ 14,362	\$ 17,327	\$ 13,500	\$ 27,093	\$ 15,000	\$ 1,500
Erie County Sales Tax	\$ 2,079,394	\$ 2,080,033	\$ 2,128,853	\$ 1,900,804	\$ 2,004,632	\$ 1,950,000	\$ 49,196
Charges to Students/Comm.	\$ 36,146	\$ 32,908	\$ 44,228	\$ 28,050	\$ 30,139	\$ 28,850	\$ 800
Charges to other Districts	\$ 446,136	\$ 423,084	\$ 339,476	\$ 130,500	\$ 157,734	\$ 165,000	\$ 34,500
Interest/Investments	\$ 309,688	\$ 688,071	\$ 751,384	\$ 131,051	\$ 641,469	\$ 150,000	\$ 18,949
Misc. Revenue	\$ 471,028	\$ 367,252	\$ 445,087	\$ 185,500	\$ 308,326	\$ 175,500	\$ (10,000)
Interfund Transfer	\$ 10,124	\$ 675	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 3,366,624	\$ 3,606,385	\$ 3,726,356	\$ 2,413,954	\$ 3,193,943	\$ 2,509,380	\$ 95,426

- ❖ PILOT = Payment in Lieu of Tax
- ❖ Erie County Sales Tax
- ❖ Charges to Students/Community – Fitness Center, Drivers Education, Early Morning Program
- ❖ Charges to Other Districts – Students with disabilities billing and transportation arrangements
- ❖ Interest Rates are expected to decrease after years of heightened levels
- ❖ Misc. Revenue – each category varies greatly year to year



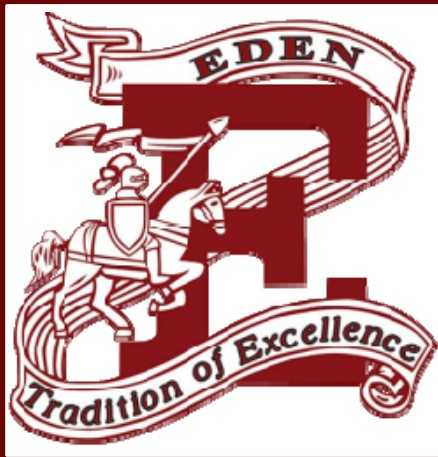
Revenue Budget

- ❖ **Other Tax Items & Misc. Revenue**
- ❖ **Summary of Revenue Budget**

2026-27 Est. Revenue Overall

	2025-2026 Adopted Revenues	2026-2027 Projected Revenue	Increase/ Decrease
State Aid	\$ 16,098,434	\$ 15,153,558	\$ (944,876)
Federal Aid	\$ 100,000	\$ 100,000	\$ -
Property Taxes	\$ 16,500,419	\$ 16,500,419	\$ -
Other Tax Items	\$ 38,049	\$ 40,030	\$ 1,981
Erie County Sales Tax	\$ 1,900,804	\$ 1,950,000	\$ 49,196
Misc Revenue	\$ 475,101	\$ 519,350	\$ 44,249
Interfund Transfers	\$ -	\$ -	\$ -
App. Fund Balance	\$ 3,065,555	\$ 3,050,000	\$ (15,555)
Reserves	\$ 1,898,407	\$ 1,300,000	\$ (598,407)
Total Revenue	\$ 40,076,769	\$ 38,613,357	\$ (1,463,412)

- ❖ Reduction in appropriated fund balance and reserves as a starting point.
- ❖ Once those funds are used, they are not available for future use.



2026-27 Budget Builders

Estimated Budget Gap

- ❖ Estimated gap with tax levy increases using the 2026-27 Tax Cap as a “Max Levy”
- ❖ Expenditures include all additions requested

2026-27 Property Tax Levy Scenarios

					26-27 TAX CAP
State Aid	\$ 15,153,558	\$ 15,153,558	\$ 15,153,558	\$ 15,153,558	\$ 15,153,558
Federal Aid	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000
Other Tax Items (PILOT, etc)	\$ 40,030	\$ 40,030	\$ 40,030	\$ 40,030	\$ 40,030
Erie County Sales Tax	\$ 1,950,000	\$ 1,950,000	\$ 1,950,000	\$ 1,950,000	\$ 1,950,000
Misc. Revenue & Interfund Transfer	\$ 519,350	\$ 519,350	\$ 519,350	\$ 519,350	\$ 519,350
Appropriated Fund Balance	\$ 3,050,000	\$ 3,050,000	\$ 3,050,000	\$ 3,050,000	\$ 3,050,000
Use of Reserves	\$ 1,300,000	\$ 1,300,000	\$ 1,300,000	\$ 1,300,000	\$ 1,300,000
	\$ 22,112,938	\$ 22,112,938	\$ 22,112,938	\$ 22,112,938	\$ 22,112,938
2025-26 Property Tax Levy	\$ 16,500,419	\$ 16,500,419	\$ 16,500,419	\$ 16,500,419	\$ 16,500,419
% Levy Increase	0.0%	1.50%	2.00%	2.25%	2.52%
2026-27	\$ -	\$ 247,506	\$ 330,008	\$ 371,259	\$ 415,811
2026-27 Property Tax Levy	\$ 16,500,419	\$ 16,747,925	\$ 16,830,427	\$ 16,871,678	\$ 16,916,230
Projected Expenditures	\$ 41,697,013	\$ 41,697,013	\$ 41,697,013	\$ 41,697,013	\$ 41,697,013
Projected Revenues	\$ 38,613,357	\$ 38,860,863	\$ 38,943,365	\$ 38,984,616	\$ 39,029,168
Budget Gap	\$ 3,083,656	\$ 2,836,150	\$ 2,753,648	\$ 2,712,397	\$ 2,667,845

2026-2027 Budget

Next Steps

- ❖ Expenditure Detail Review
- ❖ Tax Levy and Fund Balance Usage Discussion
- ❖ Closing the Budget Gap

Thank You