

# Budget Development Process

April 16, 2021

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# Objectives

This presentation will provide the Board with:

- A summary of the Budget Committee's recommended 2021-22 budget
- Projected 2021-22 expenses and revenues
- Review of State budget proposal
- Review Federal stimulus funding
- Next Steps

# Preliminary Recommended Budget Summary (Status Quo Staffing and Program)

CPP Preliminary Budget Estimates  
Executive Proposal  
Preliminary CPP Budget 3-17-21

	CURRENT YEAR		Preliminary Estimates		Percent of Expenditures	INCREASE	CHANGE
	20-21		21-22				
DEBT SERVICE	13,321,423		14,219,842		12%	6.74%	\$ 898,419
SALARIES	\$ 49,767,688	\$	51,254,879	\$	42%	2.99%	\$ 1,487,191
FRINGE BENEFITS	\$ 31,210,903	\$	32,641,175	\$	27%	4.58%	\$ 1,430,272
TRANSPORTATION	\$ 4,955,968	\$	5,102,713	\$	4%	2.96%	\$ 146,745
UTILITIES	\$ 1,350,000	\$	1,350,000	\$	1%	0.00%	\$ -
BOCES	\$ 10,760,819	\$	10,938,662	\$	9%	1.65%	\$ 177,843
OTHER EXPENDITURES	\$ 6,350,442	\$	6,604,653	\$	5%	4.00%	\$ 254,211
<b>TOTAL COSTS</b>	<b>\$ 117,717,243</b>	<b>\$</b>	<b>122,111,924</b>	<b>\$</b>	<b>100%</b>	<b>3.73%</b>	<b>\$ 4,394,681</b>
					Percent of Revenues		
STATE OPERATING AID (FOUNDATION AID)	\$ 31,245,891	\$	31,245,891	\$	26%	0.00%	\$ -
STATE AID TRANS, BOCES (Services Aid)	\$ 10,767,790	\$	11,451,554	\$	10%	6.35%	\$ 683,764
STATE BUILDING AID	\$ 10,423,588	\$	11,171,609	\$	9%	7.18%	\$ 748,021
OTHER REVENUES	\$ 6,200,771	\$	6,253,108	\$	5%	0.84%	\$ 52,337
FUND BALANCE APPROPRIATION	\$ 2,796,272	\$	2,100,000	\$	2%	-24.90%	\$ (696,272)
TRANSFER FROM DEBT SERVICE	\$ -	\$	329,937	\$	0%	0.00%	\$ 329,937
TRANSFER FROM ERS RESERVE	\$ 1,200,000	\$	1,300,000	\$	LESS THAN 1%	8.33%	\$ 100,000
TRANSFER FROM TRS RESERVE	\$ 500,000	\$	500,000	\$	LESS THAN 1%	0.00%	\$ -
TRANSFER FROM UNEMPLOYMENT RESERVE	\$ 25,000	\$	25,000	\$	LESS THAN 1%	0.00%	\$ -
TRANSFER FROM WORKERS' COMP. RESERVE	\$ 500,000	\$	450,000	\$	LESS THAN 1%	0.00%	\$ (50,000)
<b>SUB TOTAL OF REVENUE</b>	<b>\$ 63,659,312</b>	<b>\$</b>	<b>64,827,099</b>	<b>\$</b>	<b>54%</b>	<b>1.83%</b>	<b>\$ 1,167,787</b>

# Preliminary Recommended Budget Summary (Status Quo Staffing and Program)

CPP Preliminary Budget Estimates  
Executive Proposal  
Preliminary CPP Budget 3-17-21

	CURRENT YEAR <u>20-21</u>	Preliminary Estimates <u>21-22</u>	Percent of <u>Expenditures</u>	<u>INCREASE</u>	<u>CHANGE</u>
TOTAL COSTS	\$ 117,717,243	\$ 122,111,924	100%	3.73%	\$ 4,394,681
			Percent of <u>Revenues</u>		
SUB TOTAL OF REVENUE	\$ 63,659,312	\$ 64,827,099	54%	1.83%	\$ 1,167,787
TAX LEVY	\$ 54,057,931	\$ 54,798,428	46%	1.37%	\$ 740,497
TOTAL REVENUE	\$ 117,717,243	\$ 119,625,527	100%	1.62%	\$ 1,908,284
ESTIMATED SURPLUS OR (DEFICIT)	\$ -	\$ (2,486,397)			
ESTIMATED BUDGET FOR VOTER APPROVAL	\$ 117,717,243	\$ 119,625,527		1.62%	\$ 1,908,284

# State Budget Highlights

- Increase Foundation Aid beyond Executive Budget Proposal (CPP increase \$945,873 or 3.03%)
- Categorical aids restored (no Services aid)
  - CPP increase year over year \$254,343
- Transportation Standby Costs 2019-20 (some form of aid forgiveness ...Dates?)

# Preliminary Recommended Budget Summary

CPP Preliminary Budget Estimates  
 Final State Budget Adoption  
 Preliminary CPP Budget 4-16-21

	CURRENT YEAR		Preliminary	Percent of	INCREASE	CHANGE
	20-21	21-22	Estimates	Expenditures		
DEBT SERVICE	13,321,423	14,219,842		12%	6.74%	\$ 898,419
SALARIES	\$ 49,767,688	\$ 51,254,879		42%	2.99%	\$ 1,487,191
FRINGE BENEFITS	\$ 31,210,903	\$ 32,641,175		27%	4.58%	\$ 1,430,272
TRANSPORTATION	\$ 4,955,968	\$ 5,102,713		4%	2.96%	\$ 146,745
UTILITIES	\$ 1,350,000	\$ 1,350,000		1%	0.00%	\$ -
BOCES	\$ 10,760,819	\$ 10,938,662		9%	1.65%	\$ 177,843
OTHER EXPENDITURES	\$ 6,350,442	\$ 6,604,653		5%	4.00%	\$ 254,211
<b>TOTAL COSTS</b>	<b>\$ 117,717,243</b>	<b>\$ 122,111,924</b>		<b>100%</b>	<b>3.73%</b>	<b>\$ 4,394,681</b>
				Percent of		
				<u>Revenues</u>		
STATE OPERATING AID (FOUNDATION AID)	\$ 31,245,891	\$ 32,191,764		27%	3.03%	\$ 945,873
STATE AID TRANS, BOCES	\$ 10,767,790	\$ 11,022,133		9%	2.36%	\$ 254,343
STATE BUILDING AID	\$ 10,423,588	\$ 11,209,767		9%	7.54%	\$ 786,179
OTHER REVENUES	\$ 6,200,771	\$ 6,253,108		5%	0.84%	\$ 52,337
FUND BALANCE APPROPRIATION	\$ 2,796,272	\$ 2,100,000		2%	-24.90%	\$ (696,272)
TRANSFER FROM DEBT SERVICE	\$ -	\$ 291,079		0%	0.00%	\$ 291,079
TRANSFER FROM ERS RESERVE	\$ 1,200,000	\$ 1,300,000		LESS THAN 1%	8.33%	\$ 100,000
TRANSFER FROM TRS RESERVE	\$ 500,000	\$ 500,000		LESS THAN 1%	0.00%	\$ -
TRANSFER FROM UNEMPLOYMENT RESERVE	\$ 25,000	\$ 25,000		LESS THAN 1%	0.00%	\$ -
TRANSFER FROM WORKERS' COMP. RESERVE	\$ 500,000	\$ 450,000		LESS THAN 1%	0.00%	\$ (50,000)
<b>SUB TOTAL OF REVENUE</b>	<b>\$ 63,659,312</b>	<b>\$ 65,342,851</b>		<b>54%</b>	<b>2.64%</b>	<b>\$ 1,683,539</b>

# Preliminary Recommended Budget Summary

CPP Preliminary Budget Estimates  
 Final State Budget Adoption  
 Preliminary CPP Budget 4-16-21

	CURRENT YEAR 20-21	Preliminary Estimates 21-22	Percent of Expenditures	INCREASE	CHANGE
TOTAL COSTS	\$ 117,717,243	\$ 122,111,924	100%	3.73%	\$ 4,394,681
			Percent of Revenues		
SUB TOTAL OF REVENUE	\$ 63,659,312	\$ 65,342,851	54%	2.64%	\$ 1,683,539
TAX LEVY	\$ 54,057,931	\$ 54,798,428	46%	1.37%	\$ 740,497
TOTAL REVENUE	\$ 117,717,243	\$ 120,141,279	100%	2.06%	\$ 2,424,036
ESTIMATED SURPLUS OR (DEFICIT)	\$ -	\$ (1,970,645)			
ESTIMATED BUDGET FOR VOTER APPROVAL	\$ 117,717,243	\$ 120,141,279		2.06%	\$ 2,424,036

# Federal Aid Highlights (CRRSA)

- Federal Coronavirus Response and Relief Supplemental Appropriations Act(CRRSA)
  - President Signed Into Law On 12/27/2020
  - \$4 Billion for NYS K-12 Education
  - About Four Times Larger Than Cares Act
- CPP Allotment of \$4,222,783
- Available Use 3/13/20-9/30/23\*\*
- Accounted for in Special Aid Fund

\*\*Clarity needed relative to Tydings Amendment



# Federal Aid Highlights (ARP)

- American Rescue Plan Act
  - Signed into law March 2021
  - \$120 Billion To K-12 Schools
  - \$11.9 Billion to NYS K-12 And Higher Ed.
- CPP allotment \$7,820,891
- \$1,993,751 to be set aside for “learning recovery”
- Available Use 3/13/20-9/30/24\*\*
- Accounted for in Special Aid Fund

\*\*Clarity needed relative to Tydings Amendment

# Federal Aid Highlights

- Both stimulus packages can be used for a number of purchases (broad)
  - Supplies, training, professional development, air quality enhancements, technology, mental health, continuing to employ existing staff for continuity of operations
  - Both packages offer Federal “Rescue” funding that offsets current NYS revenue losses
  - Funds can be used for a period of up to three years to help cover NYS revenue losses

# Federal Aid Highlights

- Total CRRSA Act funding to CPP \$4,222,783
- Total ARP Act funding to CPP \$7,820,891
  - \$1,993,751 to be set aside for “learning recovery”
  - 5,827,140 Federal rescue funding
- Total Federal rescue funding for CRRSA and ARP over three year period  $\$4,222,783 + \$5,827,140 = \$10,049,923$
- Smooth revenue over time (Be Ready for 2024-25)

# Federal Aid Highlights

- Smooth rescue funding use over time
  - 2021-22 \$4,000,000
  - 2022-23 \$3,000,000
  - 2023-24 \$3,000,000

Prepare and plan for funding to end relative to the 2024-25 budget cycle

# 2021-22 Recommended Budget Actions

Type of Actions	Budget Action	Dollar Value	Adjusted Budget Deficit/Surplus	Comments/Notes
Budget deficit reflecting Legislative Budget Proposal as of 4/1/21			\$1,970,645	Deficit based on a \$945,873 increase in state Foundation Aid and a 1.37% tax levy increase
Reduction	Reduction in General Fund Salary and Benefits based on Federal Stimulus	\$4,000,000	\$-2,029,355	41.6 FTE moved to Special Aid Fund reflecting federal stimulus CRRA award
Revenue	Decrease use of Appropriated Fund Balance	\$600,000	\$-1,429,355	
Revenue	Decrease use of TRS Reserve	\$500,000	\$-929,355	

# 2020-21 Recommended Budget Actions

Type of Action	Budget Action	Dollar Value	Adjusted Budget Deficit/Surplus	Comments/Notes
Revenue	Decrease use of ERS Reserve	\$929,355	\$0	

# Preliminary Recommended Budget Summary

CPP Preliminary Budget Estimates  
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 Preliminary CPP Budget 4-16-21  
 Accounting for Federal Stimulus

	CURRENT YEAR		Preliminary Estimates	Percent of		
	<u>20-21</u>	<u>21-22</u>	<u>21-22</u>	<u>Expenditures</u>	<u>INCREASE</u>	<u>CHANGE</u>
DEBT SERVICE	13,321,423	14,219,842	14,219,842	12%	6.74%	\$ 898,419
SALARIES	\$ 49,767,688	\$ 48,058,954	\$ 48,058,954	41%	-3.43%	\$ (1,708,734)
FRINGE BENEFITS	\$ 31,210,903	\$ 31,837,100	\$ 31,837,100	27%	2.01%	\$ 626,197
TRANSPORTATION	\$ 4,955,968	\$ 5,102,713	\$ 5,102,713	4%	2.96%	\$ 146,745
UTILITIES	\$ 1,350,000	\$ 1,350,000	\$ 1,350,000	1%	0.00%	\$ -
BOCES	\$ 10,760,819	\$ 10,938,662	\$ 10,938,662	9%	1.65%	\$ 177,843
OTHER EXPENDITURES	\$ 6,350,442	\$ 6,604,653	\$ 6,604,653	6%	4.00%	\$ 254,211
<b>TOTAL COSTS</b>	<b>\$ 117,717,243</b>	<b>\$ 118,111,924</b>	<b>\$ 118,111,924</b>	<b>100%</b>	<b>0.34%</b>	<b>\$ 394,681</b>
				Percent of		
				<u>Revenues</u>		
STATE OPERATING AID (FOUNDATION AID)	\$ 31,245,891	\$ 32,191,764	\$ 32,191,764	27%	3.03%	\$ 945,873
STATE AID TRANS, BOCES	\$ 10,767,790	\$ 11,022,133	\$ 11,022,133	9%	2.36%	\$ 254,343
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OTHER REVENUES	\$ 6,200,771	\$ 6,253,108	\$ 6,253,108	5%	0.84%	\$ 52,337
FUND BALANCE APPROPRIATION	\$ 2,796,272	\$ 1,500,000	\$ 1,500,000	1%	-46.36%	\$ (1,296,272)
TRANSFER FROM DEBT SERVICE	\$ -	\$ 291,079	\$ 291,079	0%	0.00%	\$ 291,079
TRANSFER FROM ERS RESERVE	\$ 1,200,000	\$ 370,645	\$ 370,645	LESS THAN 1%	-69.11%	\$ (829,355)
TRANSFER FROM TRS RESERVE	\$ 500,000	\$ -	\$ -	LESS THAN 1%	-100.00%	\$ (500,000)
TRANSFER FROM UNEMPLOYMENT RESERVE	\$ 25,000	\$ 25,000	\$ 25,000	LESS THAN 1%	0.00%	\$ -
TRANSFER FROM WORKERS' COMP. RESERVE	\$ 500,000	\$ 450,000	\$ 450,000	LESS THAN 1%	0.00%	\$ (50,000)
<b>SUB TOTAL OF REVENUE</b>	<b>\$ 63,659,312</b>	<b>\$ 63,313,496</b>	<b>\$ 63,313,496</b>	<b>54%</b>	<b>-0.54%</b>	<b>\$ (345,816)</b>

# Preliminary Recommended Budget Summary

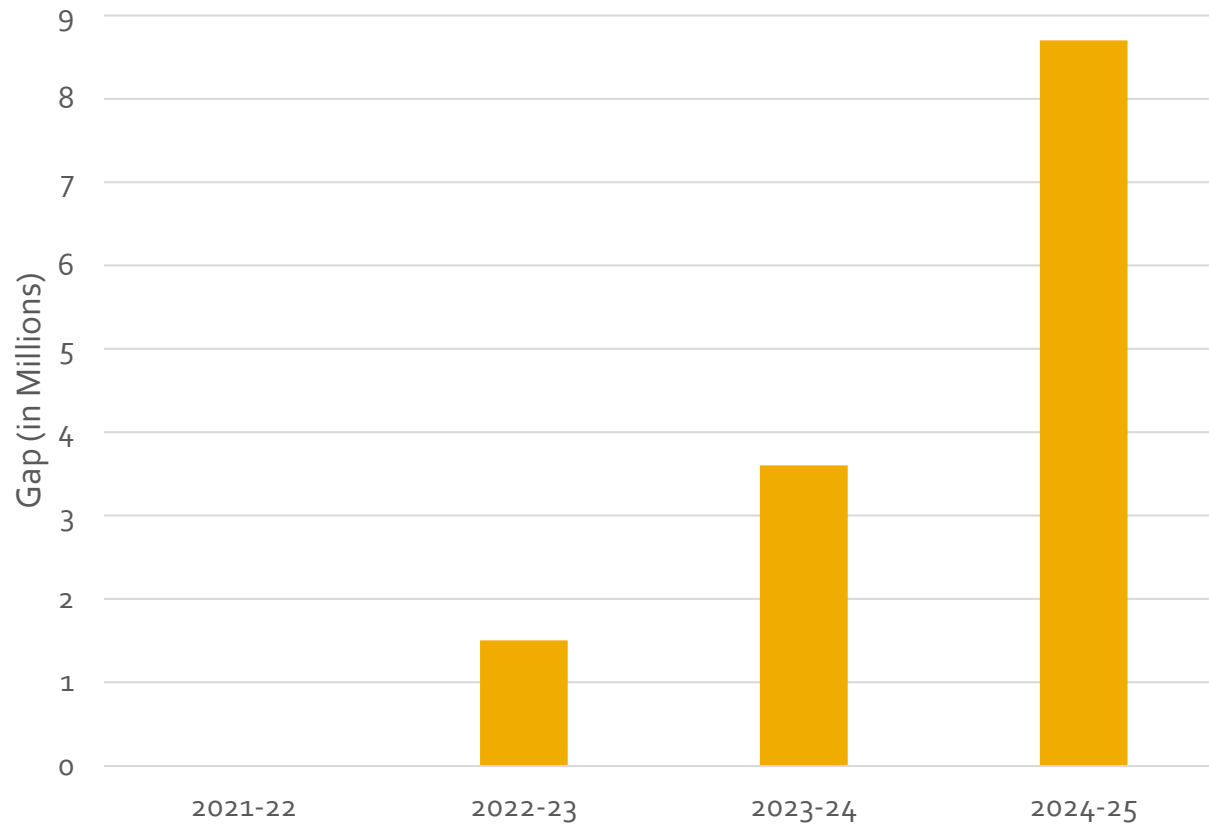
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TOTAL COSTS	\$ 117,717,243	\$ 118,111,924	100%	0.34%	\$ 394,681
			Percent of Revenues		
SUB TOTAL OF REVENUE	\$ 63,659,312	\$ 63,313,496	54%	-0.54%	\$ (345,816)
TAX LEVY	\$ 54,057,931	\$ 54,798,428	46%	1.37%	\$ 740,497
TOTAL REVENUE	\$ 117,717,243	\$ 118,111,924	100%	0.34%	\$ 394,681
ESTIMATED SURPLUS OR (DEFICIT)	\$ -	\$ -			
ESTIMATED BUDGET FOR VOTER APPROVAL	\$ 117,717,243	\$ 118,111,924		0.34%	\$ 394,681



# 2021-22 thru 2024-25 Four Year Forecast

Forecasted Budget Gap 2021-22 thru 2024-25



# Tax Rate

<u>Year</u>	<u>Tax Levy</u>	<u>% Incr./ (Decr.)</u>	<u>FV Tax Rate</u>
2016-2017	\$50,968,797	0.81%	\$23.64
2017-2018	\$51,854,114	1.74%	\$24.04
2018-2019	\$52,941,672	2.10%	\$24.17
2019-2020	\$54,057,931	2.11%	\$23.81
2020-2021	\$54,057,931	0%	\$23.39
2021-2022	\$54,798,428	1.37%	\$23.25

\* 2021-22 full value tax rate has been estimated. The actual tax rate will be set in September after the District receives the final assessment rolls from the counties. Individual town/city tax rates will vary depending on their final equalization rates. An individual's tax bill may vary depending on any changes in the assessment of the individual's property or changes to the exemption status of the property.

# Next Steps

- Further Board discussion and direction
- Work with district administrative team
- Work with Board budget committee
- April 21, 2021 – Budget adoption