



Together we teach and inspire excellence for all learners.

# Agenda

- Budget goals and priorities
- Budget Ambassador feedback
- State of affairs
- Revenues
- Expenditures
- Propositions
- Next steps
- Summary
- Board discussion







### Guiding Questions

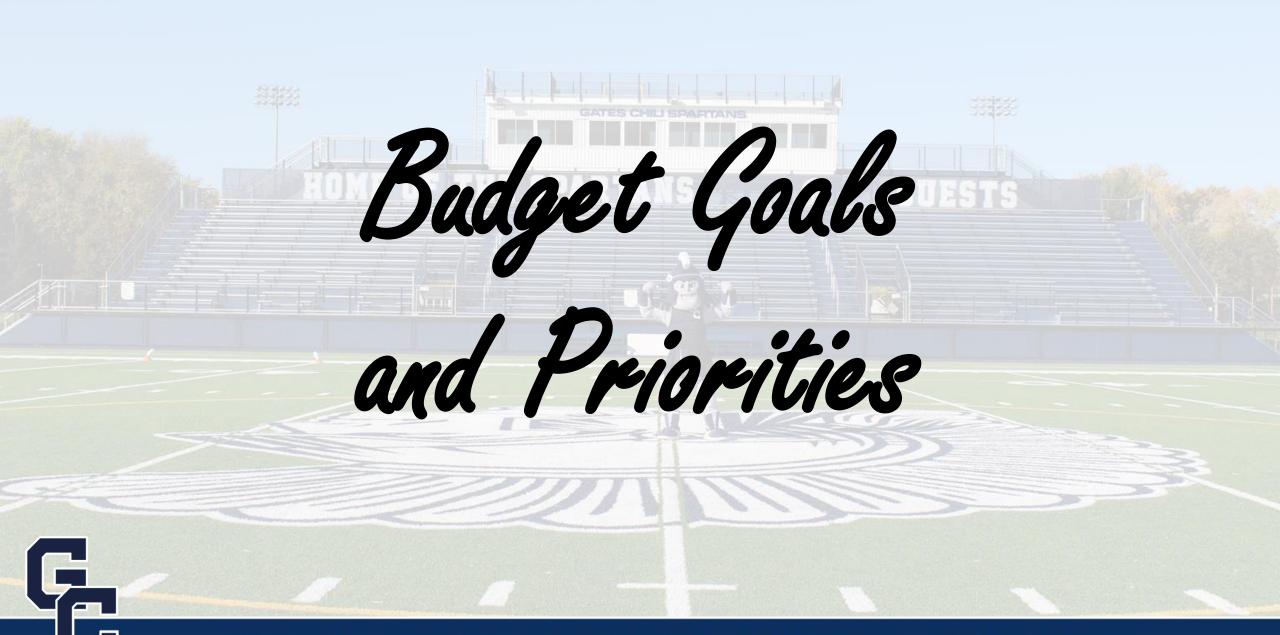
• Are there items from the presentation that need clarification?

• Does this budget reflect our goals and priorities?









#### Budget Goals and Priorities

#### What are we trying to accomplish with this budget?

- Protect current programming and staffing
- Maintain focus on district goals
  - Student-centered learning
  - Culturally-responsive practices
  - Improving graduation rates and test scores
- Promote social and emotional competency and build resilience
- Help ensure a positive, safe school environment









Together we teach and inspire excellence for all learners.

#### Budget Ambassadors 2022-23

- Meetings:
  - March 14
  - March 28
- •8 participants





#### What did you find most beneficial?

"The revenue part was most interesting. I understand spending more so (realizing how much of an impact SE can impact the budget for example since costs can be so high)."

"Time of presenter. I appreciate the time Dr. Ball took in and out of our meetings. The reserve funding was explained well."







#### What did you find most beneficial? (cont'd)

"The control that the state has over funding to Gates Chili."

"The transparency around revenue and expenditures created a clear picture of the districts operations and the primary focus on student learning being equitable."







#### Recommendations

"Continue to engage the community and offer events like the Budget Ambassadors program. Create further paths of communication and transparency to gain further community trust."

"Provide students not college bound opportunities for real success. Provide opportunity outside of the traditional classroom for extracurriculars in larger numbers."









### State of Affairs

- 1. Year two of three-year Foundation Aid Phase in
- 2. Infusion of federal funds

Potential Issue: Fiscal gap in 2024-2025









#### Revenue

- Local property tax: assuming the cap
- Local sales tax: stable
- State funding:
  - Expecting increase
  - Long term impact: Unknown
- Other revenues: Consistent
- Reserve use: Stable
- Federal funding: 3-years







## Local Property Tax

Local Property Taxes account for 47.60% of all revenues

#### Tax Cap Factors:

- CPI-U: 4.70%
- Capped at 2%
- Tax base growth factor: 1.0027 (0.27%)
- Capital Exclusion change: +\$6,986







### Local Property Tax

- Current 2021-22 tax levy: \$56,958,890
- Estimated 2022-23 tax levy: \$58,213,112
- Increase of 2.20%, or \$1,254,222
- Estimated True Value Tax Rate: \$24.58







#### Local Sales Tax

- Accounts for **3.26**% of all revenue
- Directly from Monroe County
- 2022-23 (Est.): \$4,000,000
- Uncertainty of impact relating to:
  - Rising costs
  - Amazon sales tax
  - Marijuana legislation







## State Funding Budget

- Accounts for **39.89**% of all revenue
- Current Estimate: \$48,796,297

Foundation Aid: + \$1,949,664 Categorical/Expense Aid: + \$1,387,425







# State Funding Breakdown

	2021-22	2022-23		
	Budget	Proposed	\$ Change	% Change
Foundation Aid <sup>1</sup>	\$24,272,984	\$26,225,513	\$1,952,529	8.04%
Excess Cost Aid	\$2,488,516	\$2,503,578	\$15,062	0.61%
BOCES Aid	\$3,264,955	\$4,180,370	\$915,415	28.04%
Textbook/Computer/Software/Library	\$398,586	\$395,803	(\$2,783)	-0.70%
High Tax Aid	\$1,155,000	\$1,154,706	(\$294)	-0.03%
Charter School Aid <sup>3</sup>	\$234,133	\$0	(\$234,133)	-100.00%
Transportation	\$5,482,811	\$5,438,581	(\$44,230)	-0.81%
Building Aid <sup>2</sup>	\$8,160,503	\$8,897,746	\$737,243	9.03%
TOTAL	\$45,457,488	\$48,796,297	\$3,338,809	7.34%

#### Notes:

Foundation Aid increase: One of lowest in county
 Large portion of Aid increase tied to \$68M Capital Project
 Charter School Transitional Aid: Distributed to school if over 2% of students attend Charter Schools. Not included in Aid runs this year.

Federal funding adjustment considerations removed

#### Other Revenue

- Accounts for less than 2% of revenue
- Current Estimate: \$1.8M
- Includes items such as tuition, fees, interest earning, sale of property, and Medicaid reimbursement







# Appropriated Fund Balance and Reserve Use



- Accounts for 4.62% of all revenue
- These funds are exhaustible and should not be relied upon long-term
- Current Estimate: \$5,650,000



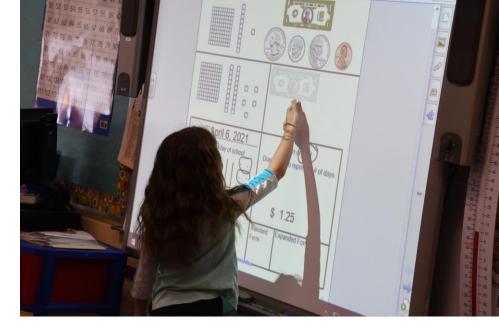


#### Fund Balance

- Funds carried over from the prior year to balance current year budgets
- Prefer not to rely on it

2021-22: \$2,800,000

2022-23: \$2,800,000





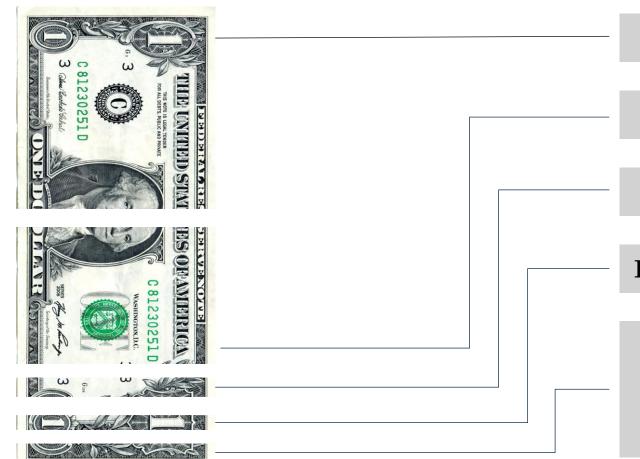


#### Recommendation: Approp. FB and Reserve Use

Source		2021-22 Budget	F	2022-23 Proposed	Ch	\$ nange	% Change
Appropriated Fund Balance	\$	2,800,000	\$	2,800,000	\$	-	0%
Capital - Technology	\$	300,000	\$	300,000	\$	-	0%
EBALR Reserve	\$	100,000	\$	100,000	\$	-	0%
ERS Reserve	\$	1,550,000	\$	1,550,000	\$	-	0%
Tax Cert Reserve	\$	100,000	\$	100,000	\$	-	0%
TRS Reserve	\$	800,000	\$	800,000	\$	-	0%
TOTAL	\$	5,650,000	\$	5,650,000	\$	-	0.00%
Utilization Data		2021-22		2022-23			
Current/Estimated Budget	\$ 1	17,882,045	\$ 1	22,337,409			
Percentage (per budget)		4.79%		4.62%			
Max Reserve Usage (Based on Est. Budge		4,715,282	\$	4,893,496			
Max Recommended Utilization		4.00%		4.00%			



#### 2022-2023: Revenue Budget Breakdown



School Property Taxes 48¢

NY State Aid 40¢

Monroe County Sales Tax 3¢

Fund Balance and Reserves 5¢

Other Revenues 4¢

Interest earnings, payments in-lieu of taxes, Medicaid, fees, tuition



# Overall Revenue Snapshot

	2021-22 Budget	2022-23 Proposed	\$ Change	% Change	% of Budget
Local Property Tax	\$ 56,958,890	\$ 58,213,112	\$ 1,254,222	2.20%	47.58%
PILOTS	\$ 2,600,000	\$ 2,580,000	\$ (20,000)	-0.77%	2.11%
Sales Tax	\$ 4,000,000	\$ 4,000,000	\$ -	0.00%	3.27%
State Aid	\$ 45,457,194	\$ 48,796,297	\$ 3,339,103	7.35%	39.89%
Other	\$ 3,215,961	\$ 3,098,000	\$ (117,961)	-3.67%	2.53%
FB & Reserves	\$ 5,650,000	\$ 5,650,000	\$ -	0.00%	4.62%
Total	\$ 117,882,045	\$ 122,337,409	\$ 4,455,364	3.78%	100.00%





# Expenditure Budget Proposal

- Modified zero-based
- No frills budget / reduced flexibility
- 2021-22: \$117,882,045
- 2022-23: \$122,337,409
- Increase: 3.78%





## Highlighted Cost Increases

	2021-22	2022-23	\$	%	
	Budget	Proposed	Change	Change	Notes
TRS Salaries	\$ 34,746,288	\$ 35,034,516	\$ 288,228	0.83%	Per Contracts
ERS Salaries	\$ 12,859,402	\$ 13,029,873	\$ 170,471	1.33%	Per Contracts
Pension Costs TRS	\$ 3,658,784	\$ 4,126,791	\$ 468,007	12.79%	Rate Change: 10.53% to 11%
Pension Costs ERS	\$ 2,392,425	\$ 2,500,000	\$ 107,575	4.50%	Rate Change: 18.0% to 15.3%
Health Insurance - Active	\$ 12,790,000	\$ 14,080,400	\$ 1,290,400	10.09%	Medical, Dental, Vision
Health Insurance - Retiree	e \$ 6,340,000	\$ 6,577,500	\$ 237,500	3.75%	607 Retirees
Debt Service	\$ 12,682,479	\$ 13,496,058	\$ 813,579	6.41%	Tied to \$68M project
Total	\$ 85,469,378	\$ 88,845,138	\$ 3,375,760	3.95%	

### Administrative Budget

	2021-22 Budget	2022-23 Proposed	\$ Change	% Change
ADMINISTRATIVE				
Board of Education	\$28,670	\$34,495	\$5,825	20.32%
Central Administration	\$301,349	\$341,317	\$39,968	13.26%
Central Services	\$161,030	\$907,500	\$746,470	463.56%
Curriculum Development & Supervision	\$810,101	\$834,538	\$24,437	3.02%
Employee Benefits	\$3,894,060	\$3,343,798	(\$550,262)	-14.13%
Finance	\$1,039,791	\$1,120,091	\$80,300	7.72%
Specialty Items	\$1,683,745	\$1,712,390	\$28,645	1.70%
Staff	\$851,645	\$924,550	\$72,905	8.56%
Supervision of Schools	\$2,819,065	\$2,813,893	(\$5,172)	-0.18%
TOTAL ADMINISTRATIVE	\$11,589,456	\$12,032,572	\$443,116	3.82%

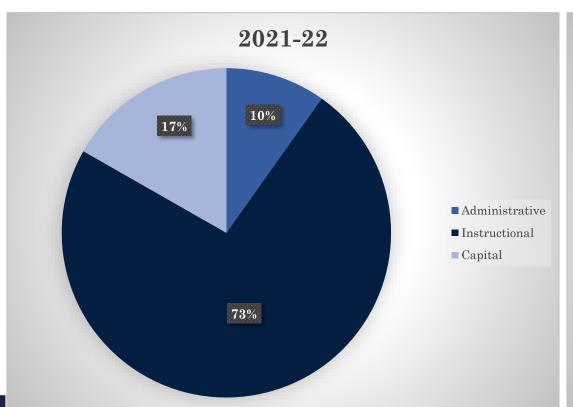
# Program Budget

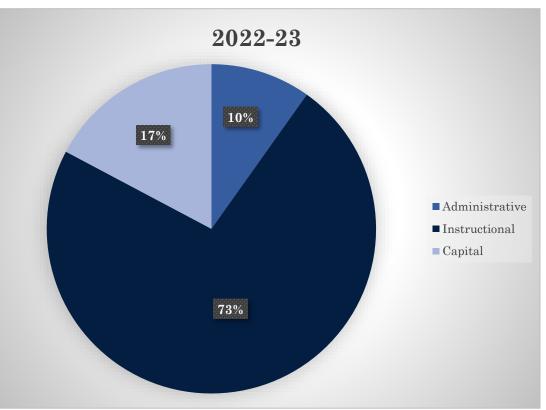
	2021-22 Budget		2022-23 Proposed		\$ Change	% Change
PROGRAM						
Community Services	\$	495,653	\$	546,187	\$50,534	10.20%
District Tansportation	\$	4,684,732	\$	5,001,933	\$317,201	6.77%
Employee Benefits	\$	24,901,932	\$	27,315,718	\$2,413,786	9.69%
Instructional Admin. & Staff Development	\$	233,900	\$	528,025	\$294,125	125.75%
Instructional Services	\$	55,971,770	\$	55,559,535	(\$412,235)	-0.74%
Transfer to School Food Service Fund			\$	1,092	\$1,092	0.00%
Transfer to Special Aid Fund	\$	260,000	\$	258,908	(\$1,092)	-0.42%
TOTAL PROGRAM		\$86,547,987		\$89,211,398	\$2,663,411	3.08%

# Capital Budget

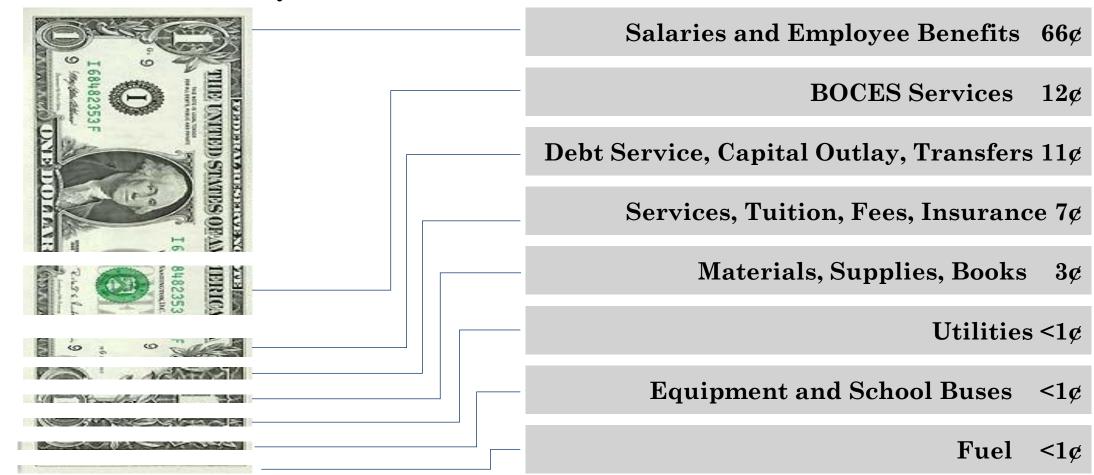
	2021-22 Budget	2022-23 Proposed	\$ Change	% Change
CAPITAL		** .=*		
Operation & Maintenance of Plant	\$5,130,910	\$5,475,903	\$344,993	6.72%
Employee Benefits	\$1,827,213	\$2,011,478	\$184,265	10.08%
Debt Service and Bus Purchases	\$12,682,479	\$13,496,058	\$813,579	6.41%
Refund on Real Property Tax	\$4,000	\$10,000	\$6,000	150.00%
Planned Transfer to Other Funds	\$100,000	\$100,000	\$0	0.00%
TOTAL CAPITAL	\$19,744,602	\$21,093,439	\$1,348,837	$\boldsymbol{6.83\%}$

## Three-Part Budget





#### 2022-23: Expenditure Budget Breakdown







## Budget Propositions

- 1. Expenditure Budget: \$122,337,409
- 2. Bus Purchase
  - Up to \$1,869,913 (EV vs. Diesel)
  - Amount reflects deduct for trade-ins & grant funding
- 3. Establish Capital Reserve for Security Infrastructure: \$4M
- 4. Use of Capital Reserve Technology: \$300,000







### Board of Education Elections

#### Three Seats Available Three-Year Terms

Expiring seats include:

- Dr. Christine Brown Richards
- Francis Muscato
- Michael Bailey

Petitions due to the District Clerk by Monday, April 18







### Next Steps

Budget Adoption Tonight!

Board petitions due April 18

Budget hearing May 3

Budget vote & BOE election May 17









Sammary

- Our intention is to maintain current staffing/programming and to continue with current district goals;
- Use State and Federal funding to increase intervention and mental health supports;
- Continue to provide multiple opportunities for student engagement;
- Acknowledging that this a balanced budget that will use exhaustible reserves and fund balance.









### Guiding Questions

• Are there items from the presentation that need clarification?

• Does this budget reflect our goals and priorities?















# Thank you!









# Creating and Funding Workers' Compensation Reserve

April 13, 2022



#### GATES CHILI CENTRAL SCHOOL DISTRICT

Together we teach and inspire excellence for all learners.

# Workers' Compensation Reserve Fund (GML Section 6-j)

**Purpose:** To pay compensation and benefits, medical, hospital, or other expenses authorized by Article 2 of the Workers' Compensation Law and by the Volunteer Firefighters' Benefit Law and to pay the expenses of administering a self-insurance program.

Who May Create: Municipal corporations (counties, cities, towns, villages), school districts, or fire districts that are self-insurers under Section 50[4] of the Workers' Compensation Law or Section 30 of the Volunteer Firefighters' Benefit Law.

**How to Create and Use:** Created by resolution of the governing board. A referendum is not required either to create or expend moneys from the reserve.



# Workers' Compensation Reserve Fund (GML Section 6-j)

**Sources of Funds:** Budgetary appropriations and other sums as may be legally appropriated (e.g., surplus moneys).

Use of Unexpended Balances: If at the end of any fiscal year, moneys in the fund exceed the amounts required to be paid for compensation, benefits and expenses, plus any additional amount required to pay all pending claims, the governing board, within 60 days of the close of such fiscal year, may elect to transfer all or part of the excess amount to certain other reserve funds, or may apply all or part of the excess to the budget appropriation of the next succeeding fiscal year. If the local government ceases to be a self-insurer, moneys remaining in the fund may be transferred to certain other reserve funds, but only to the extent moneys in the fund exceed an amount sufficient to pay all authorized expenditures, both accrued and contingent.



#### Recommendation

2022-23 Workers' Compensation Cost Estimate:

Recommendation: Create Workers' Compensation Reserve

When: April 26, 2022

Funding: Unappropriated Fund Balance

