



# 2022-23 *Budget Hearing*

May 3, 2022



GATES CHILI CENTRAL SCHOOL DISTRICT

*Together we teach and inspire excellence for all learners.*

# Agenda

- Budget goals and priorities
- State of affairs
- Expenditures
- Revenues
- Propositions
- Next steps
- Summary
- Public Q & A



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# *Budget Goals and Priorities*



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# *Budget Goals and Priorities*

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

- Protect current programming and staffing
- Maintain focus on district goals
  - Cultivate a welcoming, affirming environment where barriers are removed
  - Maximize student growth by being responsive to needs of the learning community
- Promote social and emotional competency and build resilience
- Help ensure a positive, safe school environment





The background image shows a football field with green turf and white yard lines. In the center of the field is a large, circular, blue and white logo. In the background, there are blue bleachers and a scoreboard. The scoreboard has "GATES CHILI SPARTANS" written on it. Below the scoreboard, the words "HOME OF THE SPARTANS" and "GUESTS" are visible on the bleachers. A person is standing on the field in the center, near the logo.

# *State of Affairs*



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# *State of Affairs*

1. Year two of three-year Foundation Aid phase-in
2. Infusion of Federal funds

Potential Issue: Fiscal gap in 2024-25



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# *Expenditures*



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# *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 Budget	2022-23 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	\$ 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
<b>Total</b>	<b>\$ 85,469,378</b>	<b>\$ 88,845,138</b>	<b>\$ 3,375,760</b>	<b>3.95%</b>	

# Administrative Budget

	2021-22 Budget	2022-23 Proposed	\$ Change	% Change
<b>ADMINISTRATIVE</b>				
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%
<b>TOTAL ADMINISTRATIVE</b>	<b>\$11,589,456</b>	<b>\$12,032,572</b>	<b>\$443,116</b>	<b>3.82%</b>



# Program Budget

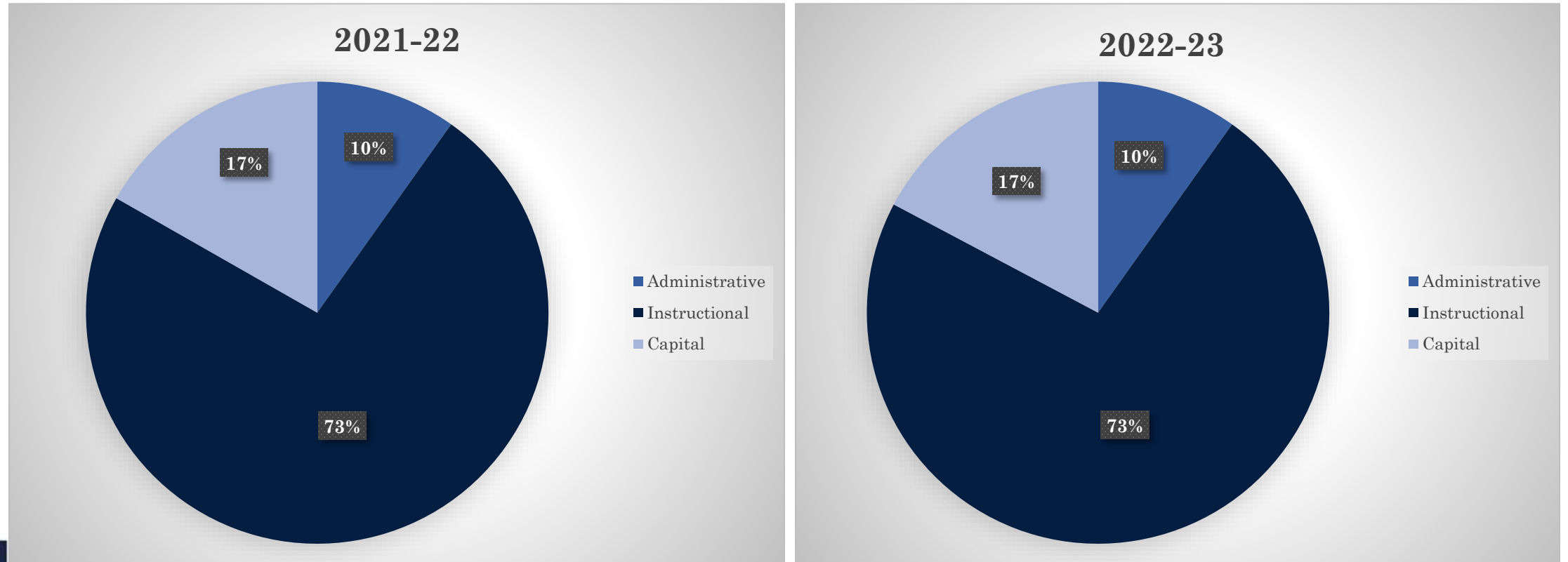
	2021-22 Budget	2022-23 Proposed	\$ Change	% Change
<b>PROGRAM</b>				
Community Services	\$ 495,653	\$ 546,187	\$50,534	10.20%
District Transportation	\$ 4,684,732	\$ 5,001,933	\$317,201	6.77%
Employee Benefits	\$ 24,901,932	\$ 27,315,718	\$2,413,786	9.69%
Instructional Admin. & Staff Development	\$ 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%
<b>TOTAL PROGRAM</b>	<b>\$86,547,987</b>	<b>\$89,211,398</b>	<b>\$2,663,411</b>	<b>3.08%</b>

# Capital Budget

	2021-22 Budget	2022-23 Proposed	\$ Change	% Change
<b>CAPITAL</b>				
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%
<b>TOTAL CAPITAL</b>	<b>\$19,744,602</b>	<b>\$21,093,439</b>	<b>\$1,348,837</b>	<b>6.83%</b>



# Three-Part Budget



# 2022-23: Expenditure Budget Breakdown



Salaries and Employee Benefits 66¢

BOCES Services 12¢

Debt Service, Capital Outlay, Transfers 11¢

Services, Tuition, Fees, Insurance 7¢

Materials, Supplies, Books 3¢

Utilities <1¢

Equipment and School Buses <1¢

Fuel <1¢



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A background image of a football stadium. The bleachers are blue and have "HOME OF THE SPARTANS" on the left and "GUESTS" on the right. A scoreboard is visible in the center. A large, stylized "G" logo is painted on the field. A person is standing on the field in front of the logo.

# *Revenues*



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# 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



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# 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



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# *Local Sales Tax*

- Accounts for **3.26%** of all revenue
- Directly from Monroe County
- Uncertainty of impact relating to:
  - Rising costs
  - Amazon sales tax
  - Marijuana legislation

2021-21 (Est.): \$4,000,000

2022-23 (Est.): \$4,000,000



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# *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



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# State Funding Breakdown

	2021-22 Budget	2022-23 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%
<b>TOTAL</b>	<b>\$45,457,488</b>	<b>\$48,796,297</b>	<b>\$3,338,809</b>	<b>7.34%</b>

Notes:

1. Foundation Aid increase: One of lowest in county
2. Large portion of Aid increase tied to \$68M Capital Project
3. Charter School Transitional Aid: Distributed to school if over 2% of students attend Charter Schools. Not included in Aid runs this year.
4. 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*

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



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# *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



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# *Recommendation: Approp. FB and Reserve Use*

Source	2021-22 Budget	2022-23 Proposed	\$ Change	% 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%
<b>TOTAL</b>	<b>\$ 5,650,000</b>	<b>\$ 5,650,000</b>	<b>\$ -</b>	<b>0.00%</b>
Utilization Data	2021-22	2022-23		
Current/Estimated Budget	\$ 117,882,045	\$ 122,337,409		
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%		



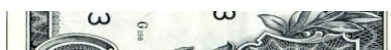
# 2022-23: Revenue Budget Breakdown



**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*



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# 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%
<b>Total</b>	<b>\$ 117,882,045</b>	<b>\$ 122,337,409</b>	<b>\$ 4,455,364</b>	<b>3.78%</b>	<b>100.00%</b>



A background image of a football stadium. The bleachers are blue and have "HOME OF THE SPARTANS" and "GUESTS" written on them. A scoreboard is visible in the center. A large, stylized "Propositions" text is overlaid in the center. A person is standing on the field in the foreground.

# *Propositions*



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# 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 and grant funding*
3. Establish Capital Reserve for Security Infrastructure: \$4M
4. Use of Capital Reserve – Technology: \$300,000





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# *Next Steps*



# Next Steps

- Budget vote on **Tuesday, May 17** from **6 a.m. to 8 p.m.** at the **Gates Chili Field House**
- For budget documents, information about the BOE candidates, and/or to see this presentation again, go to:

*[gateschili.org/vote](https://gateschili.org/vote)*



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A photograph of a football stadium with blue bleachers and a scoreboard. The scoreboard displays "GATES CHILI SPARTANS" at the top, "HOME OF THE SPARTANS" on the left, and "GUESTS" on the right. A large, stylized "Summary" text is overlaid in the center of the image.

# Summary



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# Summary

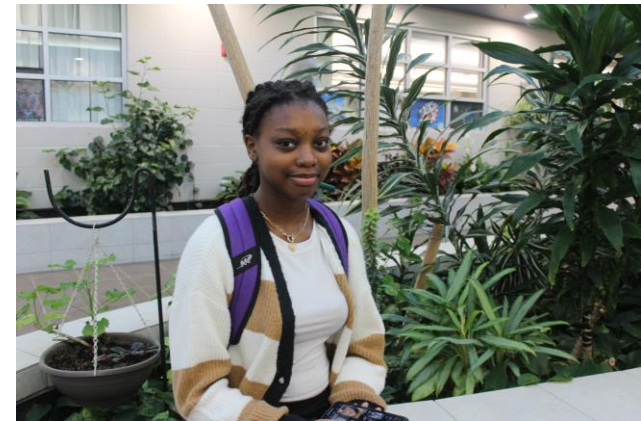
- Our intention is to maintain current staffing/programming and to continue with current district goals;
- Use State and Federal funding to increase intervention and mental health supports;
- Continue to provide multiple opportunities for student engagement;
- Acknowledging that this a balanced budget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







*Thank you!*



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# Public Q&A



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