

2021-2022

Budget Planning Update

January 26, 2021



GATES CHILI CENTRAL SCHOOL DISTRICT

Together we teach and inspire excellence for all learners.

Agenda

- Revenue Estimates
 - State Aid: Current Year Update
 - State Aid: Executive Proposal
 - Tax Levy Limit
 - Fund Balance and Reserve Use
 - Other Revenues
- Expenditure Update
 - Department and Building-Level Budget Update
 - Salaries/Benefits Update
- Vote Propositions
- Next Steps



Revenue Estimates



GATES CHILI CENTRAL SCHOOL DISTRICT

Together we teach and inspire excellence for all learners.

2020-21: Revenue Budget Breakdown



School Property Taxes 49¢

NY State Aid 38¢

Monroe County Sales Tax 3¢

Fund Balance and Reserves 5¢

Other Revenues 5¢
*Interest earnings, payments in-lieu
of taxes, Medicaid, admissions,
fees, tuition*



GATES CHILI CENTRAL SCHOOL DISTRICT

2020-21 State Aid

- Current Budget:
 - \$42,467,738
- Potentially Fully Funded
- Exception:
 - Transportation Aid Issues
 - Potential ~\$1.2M shortfall



2020-21 Cares Act

- Unemployment: Cares Act has kicked in
 - Q2: \$139K
 - Q3: \$186K
 - Q4: \$0
- 2020-21 Pandemic Adjustment
 - \$836K
 - Application in to State Ed.
 - **Kudos Sally Sanford, Treasurer**





State Aid: 2021-22

- Executive Proposal:
 - Released last week
- Includes an overall increase of \$2.1B to schools
- With \$3.8B in CRRSA Funds
- Issue: Potential for significant fiscal gap in 2022-23
- Aid Runs
 - Looks Different... Again!



State Aid - By the Numbers

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Foundation Aid	\$23,015,896	\$23,015,896	\$0	0.00%
Services Aid	\$9,508,338	\$10,283,932	\$775,594	8.16%
Universal Pre-Kindergarten	\$900,000	\$900,000	\$0	0.00%
High-Cost Excess Cost	\$1,674,292	\$1,547,259	(\$127,033)	-7.59%
Private Excess Cost	\$799,351	\$950,219	\$150,868	18.87%
Building**	\$5,827,329	\$7,067,068	\$1,239,739	21.27%
Pandemic Adjustment	(\$835,758)	-	-	-
Federal CARES Act Restoration	\$835,758	-	-	-
STAR Payment	\$8,690,754	\$8,428,327	(\$262,427)	-3.02%
Local District Funding Adjustment	-	(\$3,640,067)	-	-
COVID-19 Supplemental Stimulus	-	\$3,640,067	-	-
TOTAL W / STAR	\$50,415,960	\$52,192,701	\$1,776,741	3.52%
TOTAL W/O STAR	\$41,725,206	\$43,764,374	\$2,039,168	4.89%



State Aid - Foundation Aid

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Foundation Aid	\$23,015,896	\$23,015,896	\$0	0.00%
Services Aid	\$9,508,338	\$10,283,932	\$775,594	8.16%
Unrestricted Capital Projects	\$800,000	\$800,000	\$0	0.00%
Annual Foundation Aid Shortfall of \$5M Remains (\$102M total since 2007-2008)				
Bonding	\$8,621,528	\$7,667,666	-\$953,862	-11.07%
Pandemic Adjustment	(\$835,758)	-	\$835,758	-
Federal CARES Act Restoration	\$835,758	-	-\$835,758	-
STAR Payment	\$8,690,754	\$8,428,327	-\$262,427	-3.02%
Local District Funding Adjustment	-	(\$3,640,067)	\$3,640,067	-
COVID-19 Supplemental Stimulus	-	\$3,640,067	-\$3,640,067	-
TOTAL W / STAR	\$50,415,960	\$52,192,701	\$1,776,741	3.52%
TOTAL W/O STAR	\$41,725,206	\$43,764,374	\$2,039,168	4.89%



State Aid - Services Aid

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Foundation Aid	\$23,015,896	\$23,015,896	\$0	0.00%
Services Aid	\$9,508,338	\$10,283,932	\$775,594	8.16%
Universal Pre-Kindergarten	\$900,000	\$900,000	\$0	0.00%
High-Cost Excess Cost	\$1,674,292	\$1,547,259	(\$127,033)	-7.59%

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Transition Aid for Charter School	\$0	\$234,133	\$234,133	0.00%
BOCES	\$3,005,465	\$3,006,668	\$1,203	0.04%
High Tax	\$1,154,706	\$1,154,706	\$0	0.00%
Hardware and Technology	\$74,840	\$73,901	(\$939)	-1.25%
Software, Library, Textbooks	\$335,515	\$331,713	(\$3,802)	-1.13%
Transportation Aid	\$4,937,812	\$5,482,811	\$544,999	11.04%
TOTAL	\$9,508,338	\$10,283,932	\$775,594	8.16%



State Aid - Building

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Foundation Aid	\$23,015,896	\$23,015,896	\$0	0.00%
Services Aid	\$9,508,338	\$10,283,932	\$775,594	8.16%
Universal Pre-Kindergarten	\$900,000	\$900,000	\$0	0.00%
High-Cost Excess Cost	\$1,674,292	\$1,547,259	(\$127,033)	-7.59%
Private Excess Cost	\$799,351	\$950,219	\$150,868	18.87%
Building**	\$5,827,329	\$7,067,068	\$1,239,739	21.27%
Pandemic Adjustment	(\$835,758)	-	-	-

- Majority of building aid increase tied to capital \$68M capital project
- Increased Debt Service Principal and Interest payments equal to about \$2.7M
 - 2020-21: Actual Aid estimated to be \$6,405,178
 - 2021-22: Actual Aid estimated to be \$8,160,503
 - Actual Difference (\$ Change) Estimated to be \$1,755,325



State Aid - Pandemic Adjustment

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Foundation Aid	\$23,015,896	\$23,015,896	\$0	0.00%
Services Aid	\$9,508,338	\$10,283,932	\$775,594	8.16%
Un				0.00%
Hi	Pandemic Adjustment from last year, not being carried forward to 2021-22			-7.59%
Pr				18.87%
Building**	\$5,827,329	\$7,067,068	\$1,239,739	21.27%
Pandemic Adjustment	(\$835,758)	-	-	-
Federal CARES Act Restoration	\$835,758	-	-	-
STAR Payment	\$8,690,754	\$8,428,327	(\$262,427)	-3.02%
Local District Funding Adjustment	-	(\$3,640,067)	-	-
COVID-19 Supplemental Stimulus	-	\$3,640,067	-	-
TOTAL W / STAR	\$50,415,960	\$52,192,701	\$1,776,741	3.52%
TOTAL W/O STAR	\$41,725,206	\$43,764,374	\$2,039,168	4.89%



State Aid - STAR

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Found	<ul style="list-style-type: none"> STAR was established as a tax break for NYS homeowners When the district calculates taxes, we reduce the amount collected by the total amount of STAR tax exemptions The state pays us the difference, as they are the ones that provides the program The Governor is calling this is an aid to schools, it is NOT 			0.00%
Serv				8.16%
Univ				0.00%
High				-7.59%
Priv				18.87%
Build				21.27%
Pand				-
Federal CARES Act Restoration	\$835,758	-	-	-
STAR Payment	\$8,690,754	\$8,428,327	(\$262,427)	-3.02%
Local District Funding Adjustment	-	(\$3,640,067)	-	-
COVID-19 Supplemental Stimulus	-	\$3,640,067	-	-
TOTAL W / STAR	\$50,415,960	\$52,192,701	\$1,776,741	3.52%
TOTAL W/O STAR	\$41,725,206	\$43,764,374	\$2,039,168	4.89%



State Aid - CRRSA

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Foundation Aid	\$22,015,806	\$22,015,806	\$0	0.00%
Serv				8.16%
Univ				0.00%
High				-7.59%
Privat				18.87%
Build				21.27%
Pand				-
Fede				-
STAR Payment	\$8,690,754	\$8,428,327	(\$262,427)	-3.02%
Local District Funding Adjustment		(\$3,640,067)	-	-
COVID-19 Supplemental Stimulus		\$3,640,067	-	-
TOTAL W / STAR	\$50,415,960	\$52,192,701	\$1,776,741	3.52%
TOTAL W/O STAR	\$41,725,206	\$43,764,374	\$2,039,168	4.89%

- This funding is tied to the Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act stimulus funds
 - Not receiving these funds would be problematic
- What happens if CRRSA Funds are not available next year (2022-23)?



State Aid - Final Thoughts

Aid Category	2020-2021	2021-2022	\$ Change	% Change
Foundation Aid	\$23,015,896	\$23,015,896	\$0	0.00%
COVID-19 Supplemental Stimulus	-	\$3,640,067	-	-
TOTAL W / STAR	\$50,415,960	\$52,192,701	\$1,776,741	3.52%
TOTAL W/O STAR	\$41,725,206	\$43,764,374	\$2,039,168	4.89%

Final Thoughts on State Aid:

1. Most of the increase in aid is tied to our current \$68M capital project
2. Services Aid is bad news, we must advocate against it
3. Governor may be using STAR as a pawn to do one or more of the following:
 - a) Make it seem as though the state is giving more aid than it is
 - b) Meet MOE (Federal Gov't) requirements
 - c) Blame reductions to the STAR program on school districts down the road



Tax Levy Limit

- CPI-U: 1.23%
- Tax base growth factor: 1.0056 (0.56%)
- Carry over amount: \$0
- Capital exclusion change: *estimated awaiting BOCES*: +\$205,940
- PILOTS stable (\$2.6M)
- Due March 1, 2021



Other Revenues

- Monroe County Sales Tax
- PILOTS
- Facilities Use, Continuing Education, fees, etc.
 - Anticipate schools will be open for business
 - Reviewed and matched 2018-19 figures
- Medicaid Reimbursement
- All other stable



Fund Balance and Reserve Use

2020-2021 (Current) Budget	
Retirement Contributions Reserve (TRS)	\$800,000
Retirement Contributions Reserve (ERS)	\$1,200,000
Tax Certiorari Reserve	\$100,000
Employee Benefits Accrued Liability Reserve	\$100,000
Capital Reserve – Technology	\$100,000
Appropriated Fund Balance	\$2,800,000
TOTAL	\$4,009,800

2021-2022: To Be Determined



Expenditure Update



GATES CHILI CENTRAL SCHOOL DISTRICT

Together we teach and inspire excellence for all learners.

2020-21: Expenditure Budget Breakdown



Salaries and Benefits 65¢

BOCES Services 15¢

Debt Service, Capital Outlay, Transfers 10¢

Services, Tuition, Fees, Insurance 6¢

Materials, Supplies, Books 2¢

Utilities <1¢

Equipment and School Buses <1¢

Fuel <1¢



GATES CHILI CENTRAL SCHOOL DISTRICT

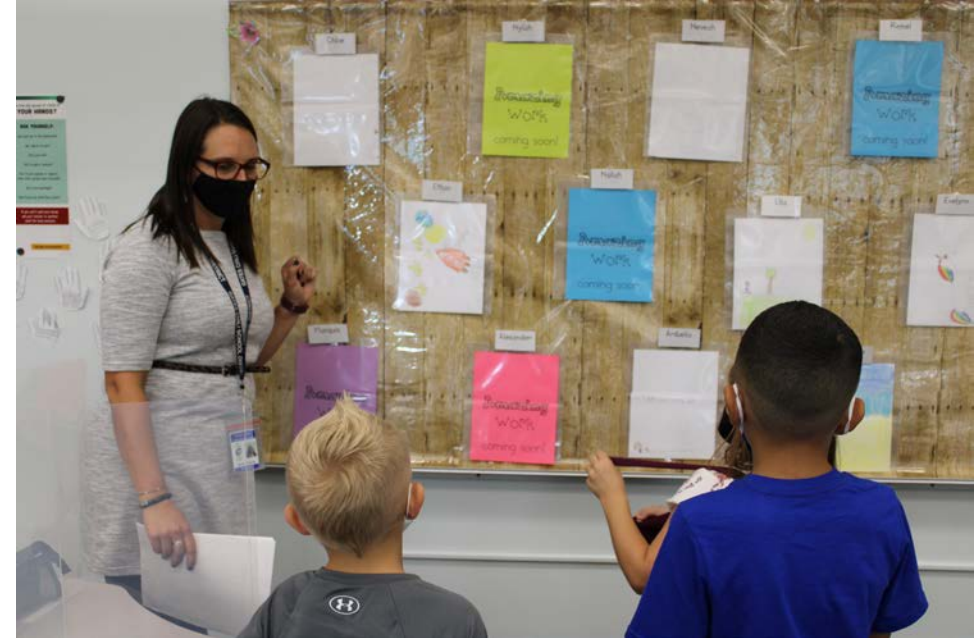
Department and Building-Level

- Budgets for supplies, materials, and contracts are all nearly finalized
- Incredible job by Building-Level and Department Staff reducing over \$200K for 2021-22



Salaries

- Expiring contracts:
 - School-Related Professionals
 - Transportation
- All Others:
 - Per Agreement
- Staffing conversations:
 - February 26th



Benefits

- Teacher Retirement System rate:
 - equal to 10.53% of salaries
- Employee Retirement System rate:
 - equal to 18.00% of salaries
- Health Insurance rate:
 - increase of 8.0%



Vote Propositions



GATES CHILI CENTRAL SCHOOL DISTRICT

Together we teach and inspire excellence for all learners.

Vote Propositions

1. Budget Approval
2. Bus Purchase Proposition
3. Capital Reserve Creation
4. Capital Reserve for Technology Use
5. Potential: Capital Reserve for Vehicle Use



Next Steps



GATES CHILI CENTRAL SCHOOL DISTRICT

Together we teach and inspire excellence for all learners.

Next Steps

- Continue collecting information for the tax cap calculation
- Await final State Aid allocations
- Collaborate with staff district-wide to generate and refine the expenditure proposal



Budget Calendar and Timeline

Feb. 9	Budget Ambassadors
Mid-Feb.	Initial non-staffing budgets finalized
Feb. 22	Finance Committee Meeting
Feb. 23	BOE Budget Presentation (Final Tax Cap & Bus Proposition)
March 1	Tax levy limit calculation due
Mar. 16	Budget Ambassadors
Mid Mar.	Estimated staffing budgets finalized
Mar. 23	Broader BOE Budget Presentation
May 4	Budget Hearing
May 18	Annual Budget Vote and BOE Election





GATES CHILI CENTRAL SCHOOL DISTRICT

Together we teach and inspire excellence for all learners.

Email us with any questions at
communications@gateschili.org



Questions?

GATES CHILI CENTRAL SCHOOL DISTRICT