

WARWICK VALLEY

CENTRAL SCHOOL DISTRICT

2021-22 School Budget

**Projected Revenues, Payroll and Benefits
Presentation 3
March 4, 2021**



Budget Presentations/Updates

- ~~February 4:~~ ~~**Presentations 1 & 2**~~
 - Budget Development Process
 - NYS Aid Update

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 - Transportation – Fleet Report

- **April 8:** **Presentation 5** (Work Session)
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- **April 22:** **Presentation 6** (Board adopts budget)
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- **May 6:** **Presentation 7**
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Outline

- **Overview of Revenue Sources**
- **Update on the Tax Levy Cap**
- **Closer Look at Property Taxes, State Aid, Local Revenue Sources & Appropriated Fund Balance**
- **Total Revenue Update**
- **Payroll & Benefits Expense**
- **Next Steps...**



Goals

in the Budget Development Process

- **Preserve student opportunities**
- **Stay within/below the tax cap threshold**





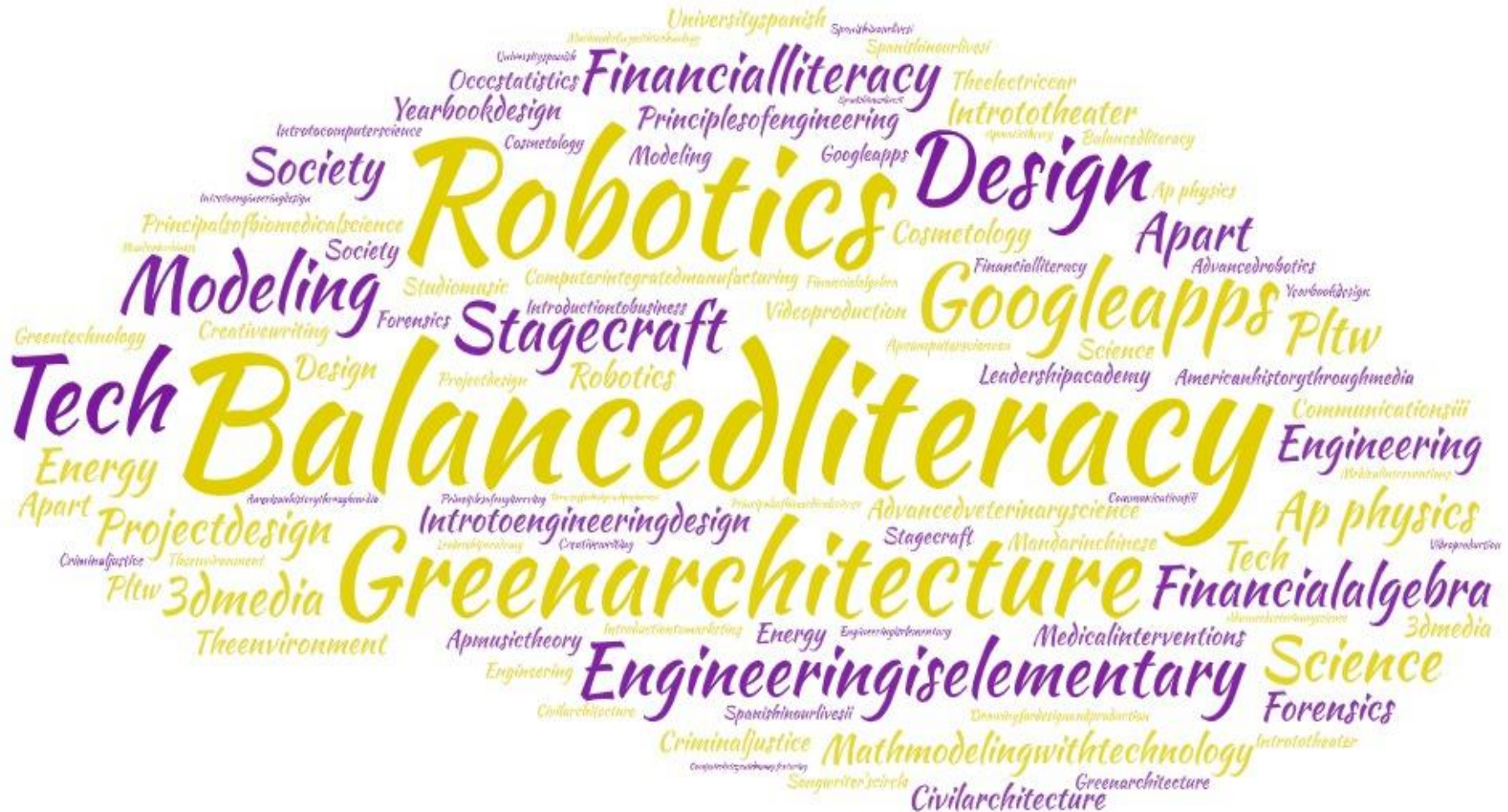
Goals

PORTRAIT OF A GRADUATE



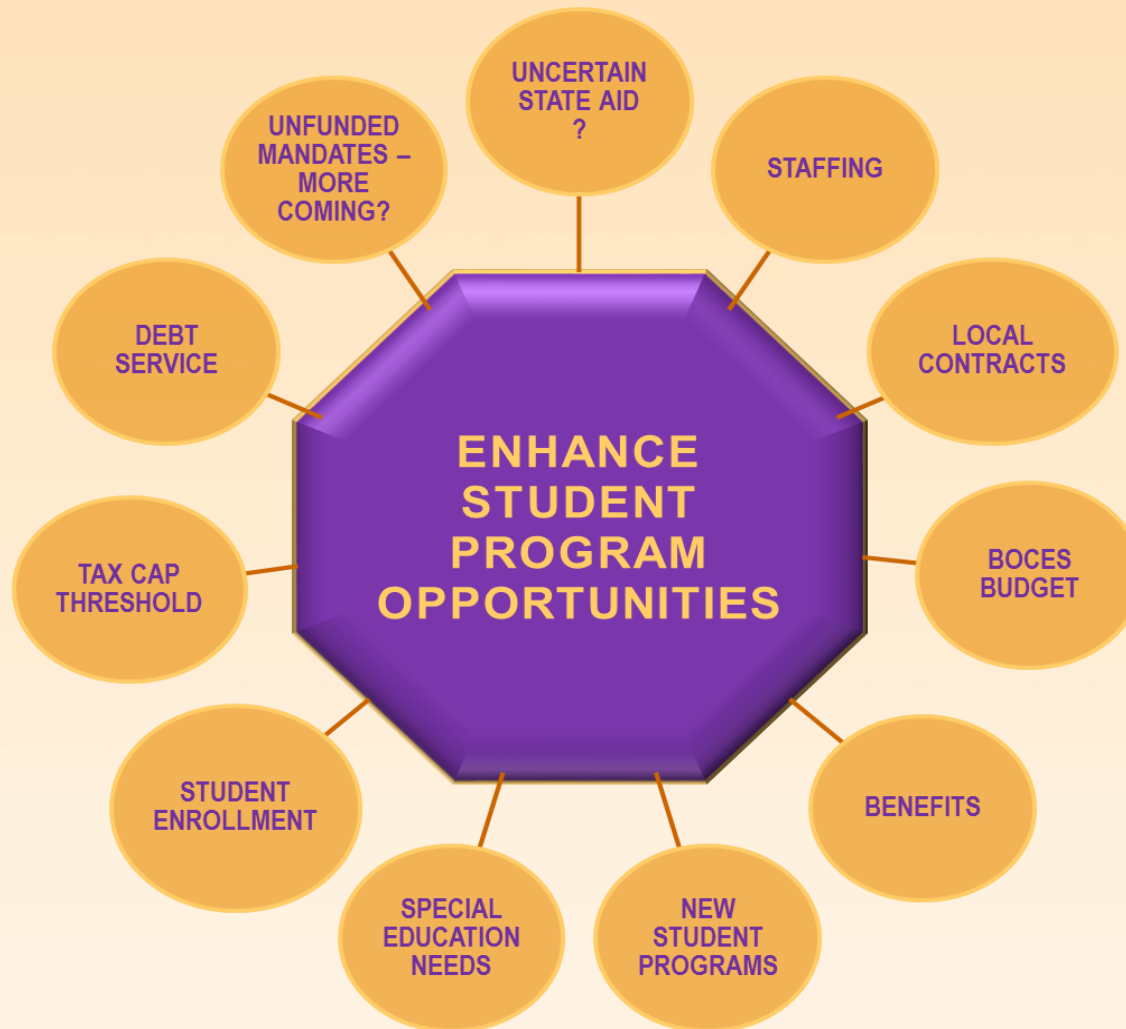


Examples of New Courses Since 2014



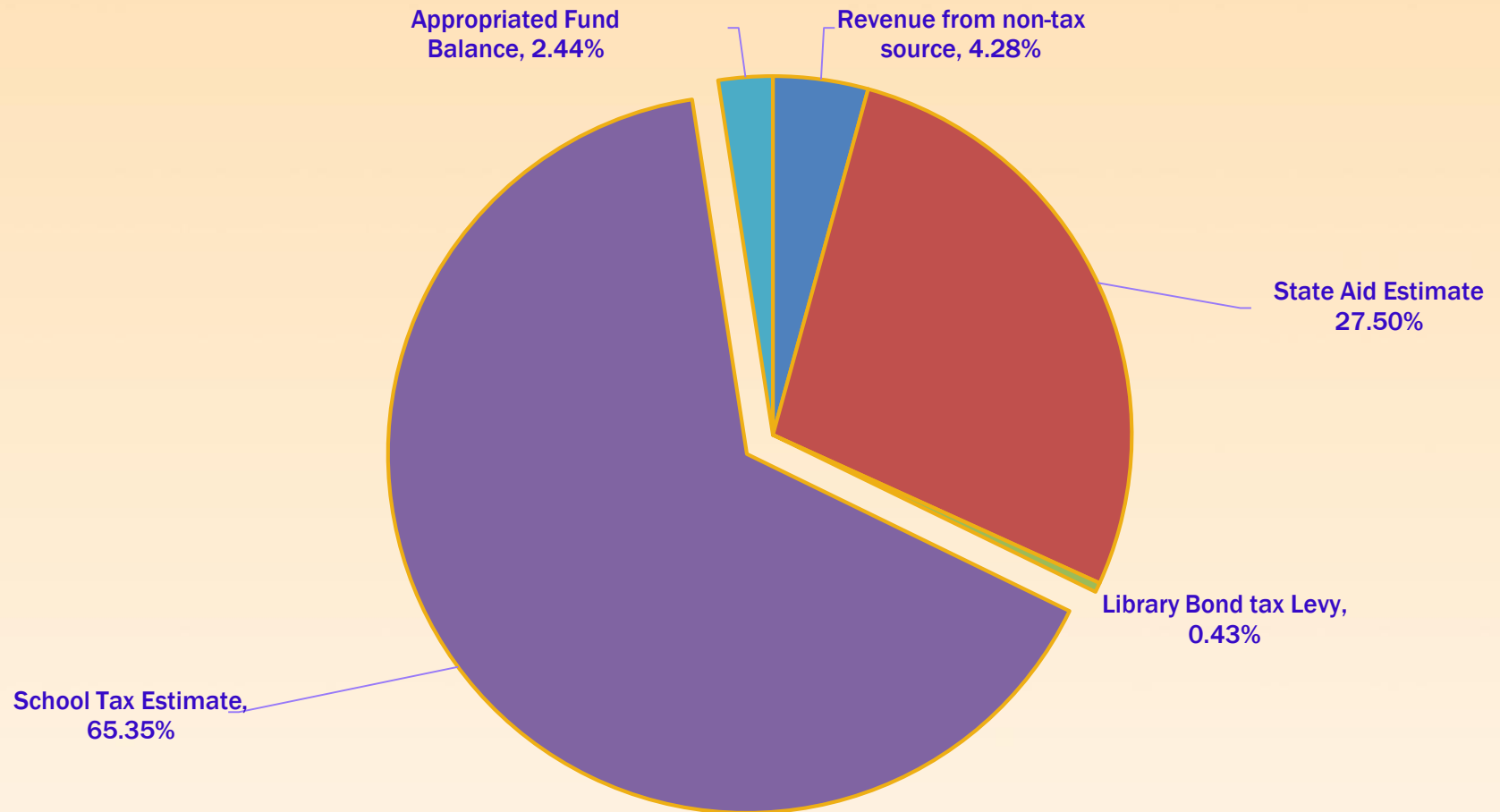


Budget Considerations





Revenue Sources





Tax Cap Levy History

| Budget Year | Actual Tax Levy Increase | Actual Tax Levy % Increase | Allowable Tax Cap Levy Increase | Allowable Tax Cap % Increase | Tax Payer Savings |
|--------------|--------------------------|----------------------------|---------------------------------|------------------------------|--------------------|
| 2014-15 | \$ 980,844 | 1.73% | \$1,034,838 | 1.82% | * \$53,594 |
| 2015-16 | \$ 811,102 | 1.41% | \$811,192 | 1.41% | \$ 0 |
| 2016-17 | \$ 0 | 0% | \$244,846 | .42% | * \$244,846 |
| 2017-18 | \$1,051,545 | 1.80% | \$1,051,545 | 1.80% | \$ 0 |
| 2018-19 | \$1,756,174 | 2.95% | \$1,796,574 | 3.02% | * \$40,400 |
| 2019-20 | \$1,648,633 | 2.69% | \$1,744,580 | 2.84% | * \$95,947 |
| 2020-21 | \$1,636,339 | 2.60% | \$1,797,337 | 2.86% | * \$160,998 |
| 2021-22 | \$ 0 | 0% | \$ 592,645 | 0.92% | * \$592,645 |
| Total | \$7,884,727 | 1.64% | \$9,073,157 | 1.89% | \$1,188,430 |

***Six out of eight years under the allowable tax cap**



Budget & Tax Levy Change History

| Year | Budget Percent Increase | Tax Levy Percent Increase |
|---------|-------------------------|---------------------------|
| 2020-21 | 2.45% | 2.60% |
| 2019-20 | 2.45% | 2.69% |
| 2018-19 | 3.00% | 2.95% |
| 2017-18 | 2.17% | 1.80% |
| 2016-17 | 2.23% | 0% |
| 2015-16 | 2.68% | 1.41% |
| 2014-15 | 1.89% | 1.73% |
| 2013-14 | 3.02% | 3.37% |
| 2012-13 | 1.75% | 2.72% |
| 2011-12 | .14% | 3.67% |

Average Change Per Year

| Year | Budget Percent Increase | Tax Levy Percent Increase |
|---------------|-------------------------|---------------------------|
| Last 5 Years | 1.83% | 2.01% |
| Last 10 Years | 1.86% | 2.29% |
| Last 20 Years | 3.45% | 4.24% |



Tax Levy History





Property Tax

| | 2020-21 | 2021-22 | Difference | % Increase |
|--------------------------|---------------------|---------------------|-------------------|-------------------|
| School Tax Levy | \$64,143,012 | \$64,146,212 | \$3,200 | |
| | | | | |
| Library Bond Levy | \$ 429,450 | \$ 426,250 | (\$3,200) | |
| | | | | |
| Total | \$64,572,462 | \$64,572,462 | \$0 | 0%* |
| | | | | |

***0% allowable tax cap increase reduces levy by (.92%) or \$592,645**



Governor's State Aid Run 2021-22

| | 2020-21 | 2021-22 | | |
|---------------------|--------------|------------------|------------|----------|
| | Aid | Executive Budget | Difference | % Change |
| Foundation Aid | \$15,963,941 | \$15,963,941 | | |
| Services Aid* | \$ 6,127,644 | \$ 6,467,915 | \$340,271 | |
| Transportation Aid | | | | |
| Public Excess Cost | \$ 1,104,706 | \$ 1,310,143 | \$205,437 | |
| Private Excess Cost | \$ 253,122 | \$ 314,612 | \$ 61,490 | |
| Building Aid | \$ 3,175,879 | \$3,437,795 | \$261,916 | |
| | | | | |
| Federal Cares Act | \$ 192,956 | | | |
| | | | | |
| Total | \$26,818,248 | \$27,494,606 | \$676,358 | 2.88% |

Governor's Run includes \$3,498,198 in Federal Aid in 2021-22

*Services Aid includes, Transportation, BOCES, Hardware, Software, Library, Textbook, High Tax Aid and Supplemental Excess Cost



Revenue Non-tax Sources

| 2020-21 | 2021-22 | Difference |
|----------------|----------------|-------------------|
| Budget | Projection | Increase |
| \$4,016,314 | \$ 4,197,809 | \$181,495 |

Success Story: About 73% (\$3.05M) attributable to the following:

Day Tuition other Districts: \$2,572,500
Total Rental/Use of Buildings: \$ 477,843

Other (Total \$1,147,466): Payments in Lieu of Taxes, Interest & Penalties, Adult Education, Other Student Charges, Health Services, Revenue from other Districts, Interest & Earnings, Sale of Equipment, Refund of Prior Years Expenses, Miscellaneous, Inter-fund Transfers, Medicaid Reimbursement



Reserve Utilization

| Category | 2020-21 Budget | 2021-22 Projection |
|---|---------------------------|-------------------------------|
| Retirement Contribution Reserve (Employees Retirement System (ERS) Reserve) | \$ 400,000 | \$ 400,000 |
| Retirement Contribution Reserve (Teachers Retirement System (TRS) Reserve) | \$ 200,000 | \$ 200,000 |
| EBALR Reserve (Employees Benefit Accrued Liability Reserve) | \$ 150,000 | \$ 150,000 |
| Workers Compensation | \$ 25,000 | \$ 25,000 |
| Debt Service | \$ 200,000 | \$ 200,000 |
| Unemployment | \$ 0 | \$ 25,000 |
| Total | \$ 975,000 | \$ 1,000,000 |



Appropriated Fund Balance

| 2020-21 | 2021-22 | Difference |
|----------------|----------------|----------------------|
| Budget | Projection | Increase /(Decrease) |
| \$ 1,400,000 | \$ 1,400,000 | \$ 0 |

Fund Balance: A fund balance is created when the school district has money left over at the end of its fiscal year from either under spending the budget or taking in additional revenue.

A. Appropriated Fund Balance: Any portion of a district's fund balance from the previous fiscal year that is applied as revenue to the district's following year's budget. This reduces the amount of money that must be generated by taxes.

B. Unappropriated Fund Balance: A school district is permitted to keep up to four percent of its fund balance in an unappropriated fund. This money may be used to pay for emergency repairs and other unforeseen occurrences.



Projected Revenue

| Revenue Source | 2020-21 Budget | 2021-22 Projected | Difference |
|------------------------------|-------------------|----------------------|-------------|
| Revenue from Non-Tax Sources | \$ 4,016,314 | \$ 4,197,809 | \$ 181,495 |
| State Aid | \$23,476,618 | \$27,000,394 | \$3,523,776 |
| Library Bond Levy | \$ 429,450 | \$ 426,250 | (\$ 3,200) |
| School Tax | \$64,143,012 | \$64,146,212 | \$ 3,200 |
| Appropriated Fund Balance | \$ 2,375,000 | \$ 2,400,000 | \$ 25,000 |
| Total | \$94,440,394 | \$98,170,665 | \$3,730,271 |



Employee Salaries

| Salaries | 2020-21 Budget | 2021-22 Budget | Difference | % Change |
|-----------------------|---------------------------|---------------------------|--------------------|-----------------|
| Total Salaries | \$45,248,839 | \$47,609,749 | \$2,360,910 | 5.22% |



Employee Benefits

| Benefits | 2020-21 Budget | 2021-22 Budget | Difference | % Change |
|-----------------------|----------------|----------------|------------|----------|
| Total Benefits | \$22,173,913 | \$22,889,590 | \$715,677 | 3.23% |

Health, Dental, Vision Insurance, Social Security, Retirement, Workers Compensation, Unemployment, Disability and Life Insurance.

| | |
|--|--|
| Retirement | <p><u>TRS (Teachers Retirement System)</u> rates decrease by 0.45%</p> <p><u>ERS (Employees Retirement System)</u> rates increased by 2.00%</p> |
| Health Insurance, Dental/Vision | <p>HI Rates are estimated to increase 0% resulting in a budget increase of approximately \$ 86,020. Dental/Visions rates increase by 2% resulting in a budget increase of \$15,576</p> |
| Workers Compensation | <p>Rates decreased by \$31,218 or 6.47%</p> |



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