

2024-2025 BUDGET DEVELOPMENT INITIAL BUDGET PRESENTATION

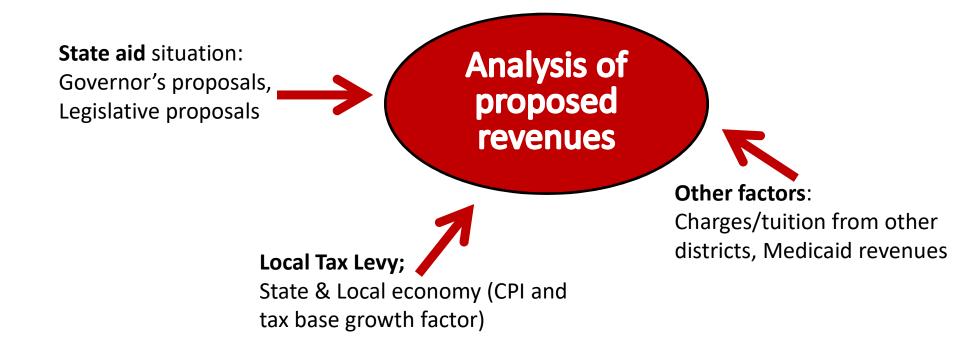
Presented By: Dr. Krislynn Dengler, Superintendent of Schools Anthony Cammarata, Assistant Superintendent for Business February 12, 2024





Budget basics: How do we build it?

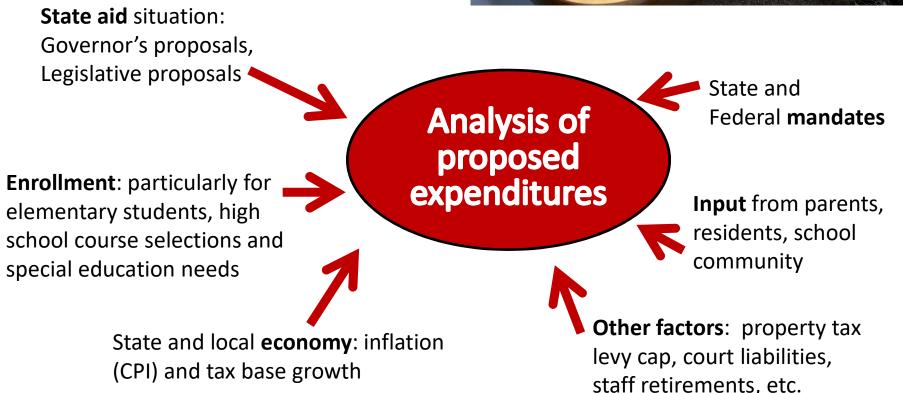






Budget basics: How do we build it?







Approved budget, 2023-24: \$57,135,126



Projections for 2024-2025:

Increases in health insurance

Preliminary discussions: minimum 12.5-16% increase

> Increase in pension contributions

- Employees' Retirement System: 13.1% => 15.2% (est.) in 24-25



Approved budget, 2023-2024: \$57,135,126



Projections for 2024-2025:

Allowable Growth Factor in Tax Cap - capped 2.00%

Actual inflation factor: 4.12%

Two collective bargaining agreement expiring at 6/30/2024

➤CSEA and GFAA

> Retirements:

► GFTA – 8; GFSSA – 3; GFAA – 1



NYS Budget/Aid impact: Executive Proposal



Statewide 2.43% proposed increase to traditional school aid (Foundation Aid & expense based categorical aids)

➢ Foundation Aid Formula phase-in:

Foundation Aid Formula calculating. Glens Falls is not impacted by the governor's proposed transition adjustment.



NYS Property Tax Levy Cap in brief:



- New York State has a property tax levy cap, NOT A <u>"2% CAP!"</u>
 - The law does not restrict any proposed tax levy increase to 2%
- The law creates an 8 step formula to determine the "tax levy limit"
 - Adjusts tax levy to reflect local growth in tax base and rate of inflation (max 2%)



NYS Property Tax Levy Cap in brief:



- The property tax levy cap limits the school district levy <u>NOT</u> the individual tax bill of resident taxpayers
 - Assessments and equalization rates impact tax rates
- The formula allows for certain expenses to be exempt from the cap, therefore allowing the total tax levy increase to be greater than "perceived" cap



NYS Property Tax Levy Cap in brief:



- BOEs can present a budget that "overrides" the cap but will need 60% voter approval
- Voters are approving the budget (spending plan) not the tax levy



Tax Cap Calculation

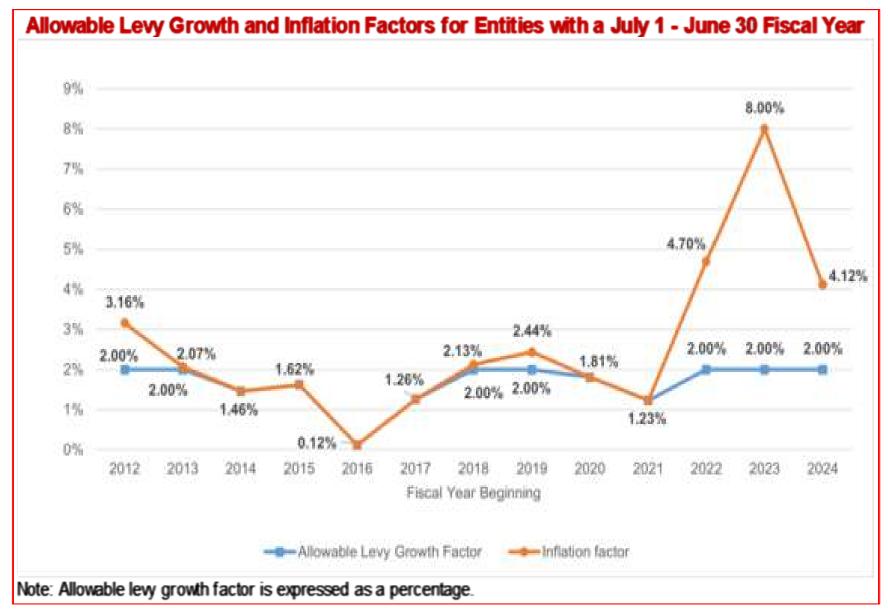
Prior Year Tax Levy Х Tax Base Growth Factor, if any (Tax & Finance) PILOTS Receivable During Prior Year (22-23) Taxes Levied For Exemptions During Prior Year Adjusted Prior Year Tax Levy χ Allowable Growth Factor (Lesser of 2% or CPI) PILOTS Receivable In The Coming Year Available Carryover, If Any **"TAX LEVY LIMIT" Coming School Year Exemptions** = "MAXIMUM ALLOWABLE TAX LEVY"

2024-2025 Tax Cap Calcula	ition
Prior Year Tax Levy (2023-24)	\$23,431,072
Tax Levy Base Growth Factor	1.0030
Prior year PILOT	222,186
Prior Year Exclusions (capital levy, court orders)	587,569
Adjusted Prior Year Levy	23,135,982
Allowable Growth Factor (lesser of CPI or 2%)	1.0200
PILOTS for Coming Year	220,914
Available Carry-Over	
TAX LEVY LIMIT	23,377,788
Coming School Year Exclusions (capital levy, court orders, pension)	672,936
MAXIMUM ALLOWABLE LEVY Dollar increase Percentage increase	\$24,050,723 619,651 2.64%











2023-2024 STATE AID Review – Budget vs. Actual

	2023-2024	2023-2024	Dollar	Percent
Expense Category	Adopted Budget	Proje cte d	Variance	Variance
Foundation Aid	17,066,824	17,068,650	1,826	0.01%
Building Aid	1,721,288	1,732,278	10,990	0.64%
Transportation Aid	1,100,000	785,540	(314,460)	-28.59%
Public Excess Cost Aid	350,658	369,417	18,759	5.35%
Private Excess Cost Aid	454,920	547,869	92,949	20.43%
BOCES Aid	1,927,761	1,902,997	(24,764)	-1.28%
Textbook Aid	110,209	110,384	175	0.16%
Computer Software Aid	30,799	30,455	(344)	-1.12%
Library Materials Aid	12,850	12,706	(144)	-1.12%
Hardware Aid	34,082	33,702	(380)	-1.11%
Total State Aid	22,809,391	22,593,998	(215,393)	-0.94%
23-24 Legislative Proposal	22,932,949	22,932,949		
Difference between	(123,558)	(338,951)		
	-0.54%	-1.48%		



2024-2025 Executive Budget Aid Proposal vs. Projected Actual State Aid

	2023-2024	2024-2025	2024-2025	Dollar	Percent
Expense Category	Actual State Aid	Executive Proposal	Projected - #1	Variance - #1	Variance - #1
Foundation Aid	17,068,650	17,736,200	17,736,200	-	0.00%
Building Aid	1,732,278	1,736,389	3,234,636	1,498,247	86.29%
Transportation Aid	785,540	1,381,800	1,381,800	-	0.00%
Public Excess Cost Aid	369,417	351,445	351,445	-	0.00%
Private Excess Cost Aid	547,869	559,119	559,119	-	0.00%
BOCES Aid	1,902,997	1,808,331	1,808,331	-	0.00%
Textbook Aid	110,384	155,134	155,134	-	0.00%
Computer Software Aid	30,455	30,799	30,799	-	0.00%
Library Materials Aid	12,706	12,850	12,850	-	0.00%
Hardware Aid	33,702	33,635	33,635	-	0.00%
Universal Pre-K	-	824,740	-	(824,740)	-100.00%
Total State Aid	22,593,998	24,630,442	25,303,949	\$ 673,507	2.73%



State Aid Budget – Initial Comparison

	2023-2024	2024-2025	Dollar	Percent
Expense Category	GF Budget	GF Projection	Variance	Variance
Foundation Aid	17,066,824	17,736,200	669,376	3.92%
Building Aid	1,721,288	3,234,636	1,513,348	87.92%
Transportation Aid	1,100,000	1,381,800	281,800	25.62%
Public Excess Cost Aid	350,658	351,445	787	0.22%
Private Excess Cost Aid	454,920	559,119	104,199	22.90%
BOCES Aid	1,927,761	1,808,331	(119,430)	-6.20%
Textbook Aid	110,209	155,134	44,925	40.76%
Computer Software Aid	30,799	30,799	-	0.00%
Library Materials Aid	12,850	12,850	-	0.00%
Hardware Aid	34,082	33,635	(447)	-1.31%
Universal Pre-K		-	-	N/A
Total State Aid	22,809,391	25,303,949	\$ 2,494,558	10.94%
Difference between 23-24		\$ 2,494,558		
and Projected 2024-2025		10.94%		



2024-25 Initial Draft Revenues

	2023-24	2024-2025	Budg	get
	Adopted	Projected	\$ Variance	% Variance
Projected Revenues before FB	49,448,963	52,561,877	3,112,914	6.30%
State Aid	22,809,391	25,303,949	2,494,558	10.94%
Tax Levy	23,431,072	24,050,700	619,628	2.64%
Other	3,208,500	3,207,228	(1,272)	-0.04%
Total Revenue Before Fund Balance	49,448,963	52,561,877	3,112,914	13.54%
Appropriated Fund Balance				
 Appropriated for Capital/Debt 	5,495,000	553,056	(4,941,944)	-
- Appropriated ERS Reserve	514,981	603,507	88,526	17.19%
- Appropriated Unassigned FB	1,676,182	2,860,226	1,184,044	70.64%
Total Appropriated Fund Balance	7,686,163	4,016,789	(3,669,374)	-47.74%
Grand Total Revenue	57,135,126	56,578,666	(556,460)	-0.97%



2024-2025 Initial Draft Expenditures

	2023-2024	2024-2025	Dollar	Percent
Expense Category	Adopted	Projected	Variance	Variance
Salaries	26,005,698	28,112,153	2,106,455	8.10%
Equipment	1,116,811	986,058	(130,753)	-11.71%
Contractual	3,961,623	4,037,887	76,264	1.93%
BOCES	5,165,662	5,170,162	4,500	0.09%
Materials & Supplies	1,196,026	1,346,400	150,374	12.57%
Debt Service	2,269,325	3,759,025	1,489,700	65.65%
Employee Benefits	11,824,981	13,066,980	1,241,999	10.50%
Interfund Transfers	5,595,000	100,000	(5,495,000)	-98.21%
Total Expenditures	57,135,126	56,578,665	(556,461)	-0.97%



Bus Purchases:



2024-25 Bus Purchases with the budget – authorize

- the purchase of 2 small buses, 1 small wheel chair bus, 1 big bus, and 1 big wheel chair bus. Total cost is \$645,508.
- School Bus Funding— proposed bus purchases will utilize the aid received on previous years bus purchases and available fund balance.



Considerations Capital Reserve Fund:



➤ 2024-25 Additional Proposition – voter approval for the establishment of a Capital Reserve Fund to be utilized for general improvements, reconstruction, renovations, or additions to the District's buildings and site property.

- Funded with unallocated fund balance
- **Probable duration of ten (10) years**
- □ Total Deposits not to exceed \$10 million



Budget development timeline



- Board of Education Meetings
 - March 11, 2024 7 p.m.
 - April 8, 2024 7 p.m. (anticipated budget adoption)
 - April 23, 2024 6 p.m. (BOCES budget adoption)
 - May 13, 2024 6 p.m. Public Budget Hearing
 - May 21, 2024 12 p.m. 9 p.m. BUDGET VOTE DAY



Additional materials on <u>www.gfsd.org</u>

