

# ***SOUTH SENECA SCHOOL DISTRICT***



**2022-23**

**BUDGET PRESENTATION**

# 2022-23 NYS Budget Overview

- As of Saturday April 2<sup>nd</sup>, the NYS Budget has not been finalized. Per the New York Times:

**“Contentious social issues, such as revising the state’s bail law, have delayed passage of what is expected to be largest budget in the state’s history”**

# Governor's Budget Comparison 2022-23

|                                  | 2021-22<br>Modified<br>Budget | 2022-23<br>Governor | 2022-23<br>Legislative | Notes                                              |
|----------------------------------|-------------------------------|---------------------|------------------------|----------------------------------------------------|
| Foundation Aid                   | 8,890,580                     | 9,157,297           | 9,157,297              | With no restrictions                               |
| BOCES                            | 1,328,960                     | 1,273,114           | 1,273,114              | Expenditure Aid-Balance as possible refund         |
| High Tax Aid                     | 273,715                       | 273,715             | 273,715                | Stable                                             |
| Hardware & Technology            | 8,656                         | 8,867               | 8,867                  | Based on enrollment                                |
| Software, Library, Texts         | 53,638                        | 54,434              | 54,434                 | Based on enrollment                                |
| Combined Aids (Subtotal)         | <b>10,555,549</b>             | <b>10,767,427</b>   | <b>10,767,427</b>      | Combined aids                                      |
| <i>Community Schools Aid</i>     | 0                             | 100,000             | 100,000                | <i>Does not increase aid- offsets from Fdn Aid</i> |
| UPK                              | 264,261                       | 264,261             | 264,261                | Recorded in separate fund                          |
| High Cost Excess Cost            | 107,094                       | 89,658              | 89,658                 | Based on usage                                     |
| Private Excess Cost              | 74,467                        | 27,796              | 27,796                 | Based on usage                                     |
| Transportation inc. Summer       | 1,039,648                     | 1,163,198           | 1,163,198              | Only approved expenses                             |
| Building Aid                     | 3,169,281                     | 3,111,390           | 3,111,390              | Includes capital outlay                            |
| Total Aid before Adjustments     | <b>14,946,039</b>             | <b>15,159,469</b>   | <b>15,159,469</b>      |                                                    |
| Community School Aid             | -100,000                      | 0                   | 0                      |                                                    |
| Potential Reduction in Aid       | -200,000                      | -200,000            | -200,000               | Based on history (~\$150,000)                      |
| Total Federal & State Aid        | <b>14,646,039</b>             | <b>14,959,469</b>   | <b>14,959,469</b>      |                                                    |
| Change in Foundation Aid         |                               | 266,717 or 3%       |                        |                                                    |
| Change in Aid (2022 Govern. Run) |                               | 642,094 or 4.3%     |                        |                                                    |

# 2022-23 Tax Cap Calculation

## South Seneca Central School District

|                                                              |           |                  |
|--------------------------------------------------------------|-----------|------------------|
| Tax Base Growth Factor                                       |           | 1.0073           |
| Allowable Levy Growth Factor (lesser of 2% or CPI)           |           | 2.00%            |
| Prior Year Tax Levy                                          | \$        | 8,442,307        |
| Reserve Amount                                               | \$        | -                |
| Prior Year Adjusted Tax Levy                                 | \$        | 8,442,307        |
| Prior Year Adjusted Levy X Tax Base Growth Factor            | 1.0073    | \$ 8,503,936     |
| Add Pilots Receivable in 2021-22                             | \$        | 4,992            |
| Subtract Prior Year Exemptions (not TRS/ERS exemptions):     |           |                  |
| Torts and Judgements                                         | 0         |                  |
| 2021-22 Local Capital Levy Share                             | 538,709   | 538,709          |
| <i>Adjusted Prior Year Tax Levy</i>                          | \$        | 7,970,219        |
| Adjusted Tax Levy X Allowable Levy Growth Factor (2% or CPI) | 1.020000  | \$ 8,129,623     |
| Remove Pilots Receivable in 2022-23                          | \$        | 5,000            |
| Available Carry Over                                         | \$        | -                |
| <i>Tax Levy Limit</i>                                        | \$        | 8,124,623        |
| Add Current Year Exemptions:                                 |           |                  |
| Torts and Judgements                                         | 0         |                  |
| ERS Exemption                                                | 0         |                  |
| TRS Exemption                                                | 0         |                  |
| 2022-23 Local Capital Levy Share                             | 560,796   | \$ 560,796       |
| <b>Calculated Tax Levy Threshold</b>                         | <b>\$</b> | <b>8,685,419</b> |
| <b>Allowable Increase in Dollars</b>                         | <b>\$</b> | <b>243,112</b>   |
| <b>Allowable Increase in %</b>                               |           | <b>2.88%</b>     |
| <b>BOE Approved Increase in Dollars</b>                      | <b>\$</b> | <b>211,058</b>   |
| <b>BOE Approved Increase in %</b>                            |           | <b>2.50%</b>     |
| <b>New Tax Levy Threshold</b>                                | <b>\$</b> | <b>8,653,365</b> |

# So What is South Seneca's Plan?

- Maintain current 2022-23 budget projections
- Go below tax levy at 2.5%
- Pre-purchase 22-23 items from the 21-22 remaining contingency
- Continue to use federal funds and reserves to offset any State cut backs (Both the CRRSA and ARP continue to provide funding)
- Strategic use of reserves and manage fund balance for long-term consequences
- Resist pressure to add recurring operating expenses
- Configure spending on professional development on sanitizing and preventing virus transmission, purchasing supplies to sanitize, improve indoor air quality, purchasing educational technology for live and virtual classes
- Plan aggressively for 2023-24 and beyond (3 Year Plan)
- Continue to monitor market for investment opportunities

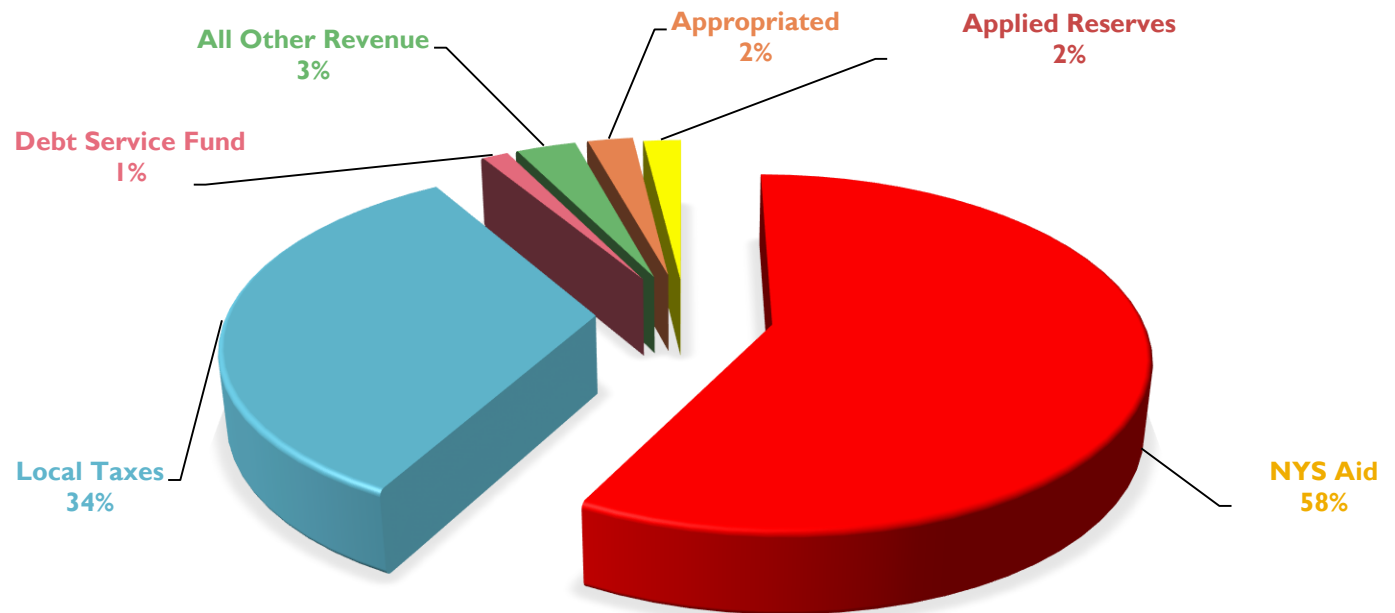
# 2022-23 Revenue Budget

| Item                 | 2021-22             | 2022-23             | Difference       |
|----------------------|---------------------|---------------------|------------------|
| NYS Aid              | \$14,646,039        | \$14,959,469        | \$313,430        |
| Local Taxes          | \$8,442,307         | \$8,653,365         | \$211,058        |
| Debt Service Fund    | \$300,000           | \$350,000           | \$50,000         |
| All Other Revenue    | \$550,000           | \$800,000           | \$250,000        |
| Appropriated         | \$541,994           | \$607,833           | \$65,839         |
| Applied Reserves     | \$500,000           | \$500,000           | \$0              |
| <b>Total Revenue</b> | <b>\$24,980,340</b> | <b>\$25,870,667</b> | <b>\$890,327</b> |

3.56%

|                  |                  |
|------------------|------------------|
| Applied Reserves |                  |
| Insurance        | \$10,000         |
| EBLAR            | \$15,000         |
| Capital - Buses  | \$400,000        |
| Misc             | \$75,000         |
| Total            | <u>\$500,000</u> |

# 2022-23 Revenue Breakdown



# 2022-23 Expenditure Budget

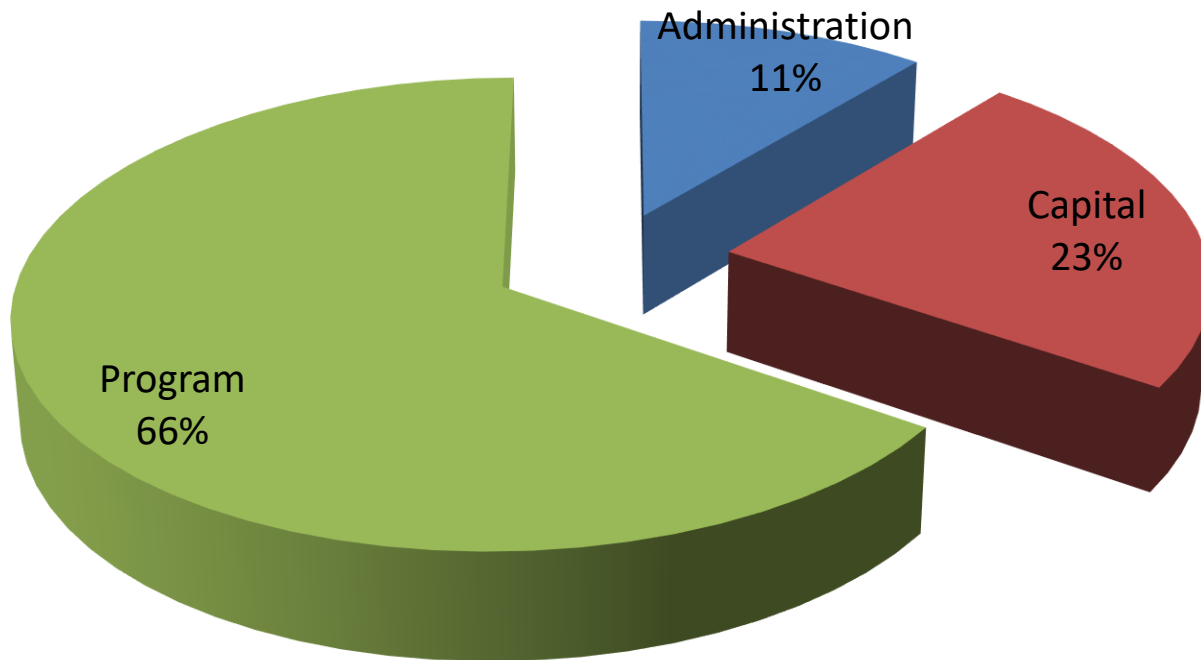
- 2021-22 Budget, \$ 24,980,340
- 2022-23 Budget, \$ 25,870,667
- 3.56% budget to budget increase



# South Seneca 2022-23 Proposed Budget

| Description                                      | 2022-23<br>Proposed Budget | 2021-22<br>Approved Budget | Change         |
|--------------------------------------------------|----------------------------|----------------------------|----------------|
| Board Of Education                               | 69,363                     | 66,679                     |                |
| Central Administration                           | 234,932                    | 209,539                    |                |
| Business Administration                          | 453,623                    | 426,269                    |                |
| Legal and Public Information                     | 81,480                     | 72,188                     |                |
| Central Printing & Mailing                       | 355,689                    | 353,147                    |                |
| Insurance and Administrative Costs               | 355,448                    | 343,797                    |                |
| Supervision and Benefits                         | 1,354,726                  | 1,257,694                  |                |
| <b>Total Administration</b>                      | <b>2,905,261</b>           | <b>2,729,313</b>           | <b>175,948</b> |
| Operation of Plant                               | 1,073,969                  | 1,053,624                  |                |
| Maintenance of Plant                             | 483,100                    | 482,180                    |                |
| Refund on Real Property Taxes                    | 2,731                      | 2,229                      |                |
| District Transportation Services                 | 400,000                    | 325,000                    |                |
| Employee Benefits                                | 503,104                    | 440,397                    |                |
| Debt Service                                     | 3,382,838                  | 3,386,088                  |                |
| Transfer to Capital Fund- Capital Outlay Project | 100,000                    | 100,000                    |                |
| <b>Total Capital</b>                             | <b>5,969,241</b>           | <b>5,789,518</b>           | <b>179,723</b> |
| Teaching-Regular School                          | 4,999,449                  | 4,907,266                  |                |
| Program For Students with Disabilities           | 3,833,064                  | 3,834,631                  |                |
| Occupational Education (Grades 9-12)             | 897,907                    | 878,873                    |                |
| Teaching-Special Schools                         | 52,197                     | 52,347                     |                |
| School Library & AV                              | 239,125                    | 249,916                    |                |
| Computer Assisted Instruction                    | 1,222,616                  | 1,217,633                  |                |
| Guidance/ Health Services                        | 460,758                    | 376,589                    |                |
| Psychological & Social Work Services             | 252,791                    | 247,007                    |                |
| Co-Curricular Activities                         | 55,000                     | 7,000                      |                |
| Interscholastic Athletics                        | 328,387                    | 328,350                    |                |
| District Transport Services / Garage             | 1,127,292                  | 1,124,819                  |                |
| Employee Benefits and Transfers                  | 3,527,579                  | 3,237,078                  |                |
| <b>Total Program</b>                             | <b>16,996,165</b>          | <b>16,461,509</b>          | <b>534,656</b> |
| <b>Total Budgets</b>                             | <b>25,870,667</b>          | <b>24,980,340</b>          | <b>890,327</b> |
|                                                  |                            |                            | 3.56%          |

# 2022-23 Budget Summary



# Estimated Town Tax rates:

| Town    | Equalization<br>Rate(1&2) | 2022-23                                | 2021-22                                | Change |
|---------|---------------------------|----------------------------------------|----------------------------------------|--------|
|         |                           | Tax Rate<br>per \$1,000<br>of Assessed | Tax Rate<br>per \$1,000<br>of Assessed |        |
| Covert  | 95.00%                    | \$ 13.10                               | \$ 12.78                               | 0.32   |
| Lodi    | 64.00%                    | \$ 19.45                               | \$ 18.97                               | 0.47   |
| Ovid    | 64.00%                    | \$ 19.45                               | \$ 18.97                               | 0.47   |
| Romulus | 64.00%                    | \$ 19.45                               | \$ 18.97                               | 0.47   |
| Hector  | 100.00%                   | \$ 12.45                               | \$ 12.14                               | 0.30   |

•True Tax Rate at 100% is \$12.446

# Why different tax rates?

| Town   | Home Value | Equalization Rate | Adjusted for Equalization | Rate Per 1,000 |
|--------|------------|-------------------|---------------------------|----------------|
| Covert | 100,000.00 | 95.00%            | 105,264.00                | 13.10          |
| Lodi   | 100,000.00 | 64.00%            | 156,250.00                | 19.45          |

- What is an Equalization Rate?

- An equalization rate is New York State's measure of a municipality's level of assessment.
- Total assessed value of the municipality ÷ total market value of the municipality = Equalization rate

- 2 things impact future tax rates:

- Equalization rates
- New/Increased assessments

# What if the Budget is Voted Down?

- Propose new budget with attainable tax levy increase, no capital outlay, no bus purchases, possible staff and expenditure cuts and present to the public June 15
- Budget is made up of expenses necessary to provide the minimum services legally required to: (1) operate & maintain school buildings & educational programs, (2) preserve the property of the district, (3) ensure the health & safety of students and staff
- Go to Contingent Budget- Tax Levy increase of 0%, \$517,311 of possible cuts

# Possible Contingent Budget

- Proposed Budget
  - 25,870,667
  - 3.56% Budget-to-Budget increase
  - Tax Levy Cap 2.88%, going out to 2.50%
  - Maintain current staffing and programs
  - Purchase equipment
  - Continue existing facility use procedures
  - Classroom budget provides supplies
- Contingent Budget
  - 25,269,186
  - 1.16% Budget-to-Budget increase from 2021-22
  - Tax Levy 0%
  - Staff and Program cuts up to \$601,481
  - Eliminate new & replacement equipment
  - Buses, computers, science equipment, musical instruments, security cameras, maintenance and weight room equipment
  - Charges for facility use by the public
  - Students provide school supplies

# 2022-23 Budget Propositions

- Proposition #1- RESOLVED, that the Board of Education of the South Seneca Central School District shall be authorized to expend the sum set forth in the budget for the 2022-23 school year in the total amount of \$25,870,667 and to assess and levy upon the taxable property of the District the necessary tax therefore.
- Proposition #2- RESOLVED, that pursuant to Education Law, Section 259, the Board of Education of the South Seneca Central School District is authorized to levy and collect an annual tax, year after year, separate and apart from the annual school district budget, in the amount of \$213,000, which shall be paid for the support and maintenance of the Interlaken Public Library (\$71,000); for the support and maintenance of the Lodi Whittier Library (\$71,000); and for the support and maintenance of the Edith B. Ford Memorial Library (\$71,000).
- Proposition #3- To elect two members of the Board for a three-year term to succeed Ave Bauder and Mary Elizabeth Ose commencing on July 1, 2022 and expiring on June 30, 2025.
- Proposition #4- Shall the Board of Education of the South Seneca Central School District be authorized to purchase motor vehicles for use in the transportation program of the District, including up to three (3) school buses and one (1) van, and expend therefore an aggregate sum not to exceed \$400,000 and be it further authorized that the sum of \$400,000 being the aggregate of the aforesaid maximum estimated amounts, or so much thereof as may be necessary, shall be raised by the appropriation of the amount not to exceed \$400,000 from the School Bus Reserve Fund or available budget fund balance.
- Proposition #5- To authorize the establishment of a Capital Improvement Reserve Fund for an amount up to \$10,000,000 for up to 10 years, commencing June 1, 2022. To transfer the prior Capital Reserve Fund, that has reached its maximum term, into the new Capital Improvement Reserve.

# **Evolution of the Budget**

- **2021-22 Adopted Budget is \$24,980,340**
- **2022-23 Rollover Budget is \$25,798,898, Incr. of \$818,558 or 3.28%**
- **February 9 Budget is \$25,826,837, Incr. of \$846,497 or 3.39%**
- **February 23 Budget is \$25,832,429, Incr. of \$852,089 or 3.41%**
- **March 9 Budget is \$25,847,167, Incr. of \$866,827 or 3.47%**
- **March 23 Budget is \$25,870,667, Incr. of \$890,327 or 3.56%**
- **April 7 Budget is \$25,870,667, Incr. of \$890,327 or 3.56%; BOE Adopts Budget**



# 2022-23 Budget Hearing & Vote

South Seneca School District

Hearing May 10-- 7:00 pm

*Flex Lab, Ovid Campus*

Vote May 17-- 1:00-8:00 pm

*Auditorium, Interlaken Campus*

