



Williamsville Central School District 2022-23 Budget Development February 8, 2022

Presentation Topics:

Program Continuation (Budget increases)

Tax Cap and Revenue Estimates

Budget position and Summary



2022-2023 Budget Development - February 2022 Report				Long-Range Budget Forecast 2023-2024			
Program Continuation - Required Expense Increases				Program Continuation - Required Expense Increases			
Base Budget - 2021-2022 Budget			\$ 205,020,967	Projected Base Budget - 2022-2023 Budget			\$212,623,086
Expense	Justification	M=Mandated C=Contractual I=Inflation P=Program		Expense	Justification	M=Mandated C=Contractual I=Inflation P=Program	
Employee Salaries	Salary increases for district staff. Actual budgeted increase.	C	\$ 4,607,613	Employee Salaries	Expense increase projections continue due to contracts and economic conditions	C	\$ 4,607,613
Social Security (FICA) Employer portion	Salary increases result in a higher Social Security Administration liability.	M	\$ 475,000	Social Security (FICA) Employer portion	Expense increase projections continue due to contracts and economic conditions	M	\$ 475,000
Health Insurance	Increased health insurance premiums and costs (5%) incurred in the District's self-funded health plans.	I	\$ 911,306	Health Insurance	Expense increase projections continue due to contracts and economic conditions (6%)	I	\$ 1,148,245
New York State Retirement system increases (TRS and ERS)	The District is mandated to contribute an employer's share of retirement system payments each year. Both systems contribution rates are increasing. ERS = 11.6% and TRS=9.80	M	\$ 450,000	New York State Retirement system increases (TRS and ERS)	Expense increase projections continue due to contracts and economic conditions	M	\$ 400,000
BOCES	BOCES services includes career and technical student courses, special education, and administrative support	P and I	\$ 375,000	BOCES	BOCES services includes career and technical student courses, special education, and administrative support	P and I	\$ 375,000
Bus Transportation	Fuel and contract increase	M and I	\$ 445,000	Bus Transportation	Fuel and contract increase	M and I	\$ 400,000
Instructional Support	Supplies and contract services (Math, art, music and athletic)	I	\$ 338,200				
TOTAL REQUIRED EXPENSE INCREASES			\$ 7,602,119	TOTAL REQUIRED EXPENSE INCREASES			\$ 7,405,858
2022-23 BUDGET DEVELOPMENT TOTAL			\$212,623,086	2023-24 BUDGET DEVELOPMENT TOTAL			\$220,028,944
Comparison - Percentage of Budget Increase			3.71%	Comparison - Percentage of Budget Increase			3.48%

**Williamsville CSD
2022-23 State Aid Projection
January Governor's Executive Budget**

<u>January New York State Aid (Executive)</u>		State Aid Reductions	State Aid Calculations
2022-23 Governor's Aid Proposal	\$ 54,851,943		
2021-22 State Aid on BT222-3	\$ 48,738,655		
State Aid Increase	\$ 6,113,288		
<u>Reconciliation Items:</u>			
2022-23 Governor's Aid Proposal			\$ 54,851,943
Universal Pre-K funding is recorded in the Federal Fund		\$ (1,833,231)	
<u>Aid Reductions by Category (note 1):</u>			
Foundation aid		\$ (650,000)	
Transportation aid		\$ (675,000)	
Excess Cost Aid		\$ (175,000)	
BOCES (Remove single aid payment for capital project)		\$ (950,000)	
BOCES general		\$ (650,000)	
Building Aid (Projects not complete on aid schedule)		\$ (270,000)	
Categorical Aid		\$ (20,000)	
Subtotal	→	\$ (5,223,231)	
Total State Aid reductions	→		\$ (5,223,231)
Total Projected State Aid	→		\$ 49,628,712
2021-22 State Aid Budget	→		\$ 47,696,161
February State Aid Increase	→		\$ 1,932,551

Note 1: The Governor's budget estimates are based on the District's approved 2021-22 budget. The District must adjust the Governor's estimate for the projected actual expenses to be incurred in the 2021-22 budget. Not doing so will result in an inaccurate state aid budget and overstatement of state aid revenues for the 2022-23 budget.

**Williamsville Central School District
2022-23 Tax Cap/Tax Cap Calculation
February 2022**

		<u>Tax Cap Calculation</u>
Tax Levy (2021)		\$ 133,790,000
Growth Factor	x	<u>1.0091</u>
		\$ 135,007,489
2021-22 PILOTS	+	\$ 2,461,138
		<u>\$ 137,468,627</u>
Tax Levy Judgements-Torts		
Capital Expenses - Debt Svc	-	\$ -
Capital Expenses - Equip	-	\$ -
		<u>\$ 137,468,627</u>
CPI Allowed Increase (2.0%)	x	<u>1.02</u>
		\$ 140,218,000
2022-23 PILOTS (Estimated)	-	\$ 2,978,680
Subtotal		<u>\$ 137,239,320</u>
Capital Expenses - Debt Svc	+	
Capital Expenses - Equip	+	\$ -
TRS Exemption	+	\$ -
ERS Exemption	+	\$ -
Tax Levy Limit	=	<u><u>\$ 137,239,320</u></u>
Levy Increase		\$ 3,449,320
Available Levy Carryover		<u>\$ 7,572</u>
Adjusted (Maximum) Levy Increase		<u><u>\$ 3,456,892</u></u>
Adjusted Tax Levy Limit		<u><u>\$ 137,246,892</u></u>
Percent Levy Increase		<u><u>2.58%</u></u>

Proposed Levy	<u><u>\$ 137,200,000</u></u>
Levy Increase	<u><u>\$ 3,410,000</u></u>
Percent Levy Increase	<u><u>2.55%</u></u>
Amount under Levy Limit	<u><u>\$ (46,892)</u></u>

Growth factors designated by NYS Department of Finance

CPI rate is at the maximum of 2.0%, inflation was 6.58%

Actual PILOT income increased, this actually reduces the tax levy

Maximum tax cap increase is 2.58%, proposed increase is 2.55%

Williamsville CSD – February Revenue Projection

	Budget 2019-20	Budget 2020-21	Current Year Budget 2021-22	Next Year February Budget 2022-23	Dollar Change 22-23 vs. 21-22
STATE AID:					
Basic Formula Aid - Foundation Aid	\$ 24,900,000	\$ 25,072,791	\$ 29,157,242	\$ 33,995,603	\$ 4,838,361
Basic Formula Aid - Excess Cost Aids	1,508,497	1,534,559	1,675,228	1,672,078	\$ (3,150)
Transportation Aid	5,276,901	4,976,528	3,800,000	4,418,372	\$ 618,372
BOCES Aid	2,392,861	2,848,142	2,403,064	2,444,848	\$ 41,784
Software, Library and Textbook Aid	1,056,440	1,033,904	1,014,954	991,338	\$ (23,616)
Building Aid	7,744,481	6,903,138	6,609,511	6,106,473	\$ (503,038)
CRRSA - ESSER (March 2021)			3,036,162	-	\$ (3,036,162)
TOTAL - STATE AID	\$ 42,879,180	\$ 42,369,062	\$ 47,696,161	\$ 49,628,712	\$ 1,932,551
FEDERAL AID (MEDICAID)	\$ 325,000	\$ 325,000	\$ 150,000	\$ 150,000	\$ -
OTHER INCOME:					
PILOTS	\$ 2,700,000	\$ 2,850,000	\$ 2,461,138	\$ 2,978,680	\$ 517,542
Interest/Penalties on Real Property Taxes	10,000	10,000	10,000	10,000	\$ -
Sales Tax	11,225,000	11,325,000	10,550,000	11,550,000	\$ 1,000,000
Day School Tuition - Other Districts	150,000	150,000	25,000	25,000	\$ -
Other Student Fees/Charges	90,000	90,000	5,000	5,000	\$ -
Admissions From Individuals	25,000	25,000	1,000	1,000	\$ -
Services Provided to BOCES	12,000	8,000	8,000	8,000	\$ -
Health Services to Other Districts	340,000	345,000	100,000	100,000	\$ -
Interest Earnings	510,000	910,000	40,000	40,000	\$ -
Rentals of Real Property to BOCES	14,000	14,000	2,000	2,000	\$ -
Rentals of Equipment to Individuals	16,000	16,000	10,000	10,000	\$ -
Charges for Use of Building	250,000	250,000	125,000	125,000	\$ -
Sale of Property	35,000	20,000	20,000	20,000	\$ -
Insurance Recoveries	750	550	550	550	\$ -
Refund of Prior Year's Expense	350,000	325,000	275,000	275,000	\$ -
Miscellaneous Revenue HCP	13,000	13,000	13,000	13,000	\$ -
Donations, Gifts, and Other Revenue	110,000	35,118	35,118	35,118	\$ -
TOTAL - OTHER INCOME	\$ 15,850,750	\$ 16,386,668	\$ 13,680,806	\$ 15,198,348	\$ 1,517,542
APPROPRIATED FUND BALANCE	\$ 5,424,000	\$ 5,574,000	\$ 5,574,000	\$ 5,574,000	\$ -
EMPLOYEE BENEFITS RESERVE	400,000	600,000	600,000	600,000	\$ -
WORKERS COMPENSATION RESERVE	600,000	700,000	700,000	700,000	\$ -
REPAIR RESERVE	330,000	330,000	330,000	330,000	\$ -
UNEMPLOYMENT RESERVE	-	50,000	50,000	50,000	\$ -
RETIREMENT SYSTEM RESERVE	2,450,000	2,450,000	2,450,000	2,450,000	\$ -
TOTAL APPROPRIATED	\$ 9,204,000	\$ 9,704,000	\$ 9,704,000	\$ 9,704,000	\$ -
PROPERTY TAX LEVY ISSUED	\$ 126,925,908	\$ 130,415,000	\$ 133,790,000	\$ 137,200,000	\$ 3,410,000
Property tax levy adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
PROPERTY TAX LEVY ISSUED	\$ 126,925,908	\$ 130,415,000	\$ 133,790,000	\$ 137,200,000	\$ 3,410,000
TOTAL REVENUE BUDGET	\$ 195,184,838	\$ 199,199,730	\$ 205,020,967	\$ 211,881,060	\$ 6,860,093
TOTAL EXPENSE BUDGET	\$ 195,184,838	\$ 199,199,730	\$ 205,020,967	\$ 212,623,086	\$ 7,602,119
BALANCED BUDGET	-	-	-	(742,026)	(742,026)
Levy Percent Increase	2.29%	2.06%	2.59%	2.55%	\$ 6,860,093
Budget Percent Increase	3.15%	2.75%	2.92%	3.71%	

+ \$5.0 million
State Aid based
on the January
Governor's State
Aid reports, net
+ \$1.9 million

COVID-19
Supplementary
Stimulus of
\$3.0 million
not included

PILOT payments
increase -
\$517,542, sales
tax increased
\$1.0 million

Tax levy
(under tax cap)



2022-23 Budget Development Financial Summary February 2022

February Revenue Estimate	\$211,881,060
February Expense Estimate	\$212,623,086
Budget Deficit	-\$742,026
Tax Levy Increase	\$3,410,000 – 2.55%
Budget Increase	\$7,602,119 – 3.71%

- Program Continuation increases are **Not Adjusted** for staff retirements
- Revenue estimates **no longer** include federal aid from COVID-19 Stimulus aid



2022-23 Budget Development Status February 2022

Positives:

- Maintenance Expenditure Budget (**no program cuts**)
- State Aid increases offset Federal Aid (**no future budget shortfalls**)
- Growth of two other major revenue categories (**PILOTS and Sales Tax**)
- Certain forecasts project an end to COVID disruptions on the economy

Negatives:

- Uncertainty with the inflationary budget impact (**6.58% in 2021**)
- Uncertainty on New York State's long-term revenue stream without federal aid (**Will the economy generate sufficient tax revenue**)
- Uncertainty on the sustainability of continued increases in State Aid (**Future increases in State Aid, or future reductions?**)



2022-23 Budget Development Action Items (February – April)

- **Receive feedback** on the budget from the Board of Education
- **Receive feedback** on the budget from our community including through our dedicated budget email (budgetfeedback@williamsvillek12.org)
- **Update** program continuation expenses if applicable
- **Update** revenue estimates if new information becomes available
- **Balance the budget**
- Present the preliminary budget at the **March Board meeting**



2022-23 Budget Development Discussion February 2022