

# **New Lebanon CSD** **Budget Workshop**



March 28, 2022

# NL 22-23 Budget Calendar:

January 12, 2022 - Facilities and Food Service

February 9, 2022- Instructional Programs and Transportation

March 9, 2022 - Full 22-23 Budget Presentation

March 28, 2022 - Budget Workshop - 6:30pm - Virtual  
- Bus Proposition Approval

April 13, 2022 - Final Discussion and Adoption of 22-23 school year budget

May 4, 2022 - Public Hearing on Proposed Budget

May 17th - Public Budget Vote and Board of Education Election - WBH Elementary School

# **Board of Education Elections:**

- Three Board Member Terms Expire at the end of this school year.
- There will be three school board openings..
- Please contact Kelly McGivern if you are interested in running for the New Lebanon School Board.

# **Bus Lease Pay Off..**

- Due to not be able to purchase a bus last school year - the district agreed to lease a bus for the 21-22 school year with the goal of paying it off to own by the 22-23 school year.
- At our last meeting the district recently found out that we can not bond the remainder of our current bus lease.
- The payout for the lease is due June 30, 2022
- We will have to pay for this using funds from this year's 21-22 budget
- This will reduce the projected excess fund balance left over for this school year, but we do not have to budget this expense for the 22-23 school year

# Current Fund Balance:

Due to a spending freeze last school year and higher than projected state aid, the district was able to preserve some fund balance for this school year. Starting on July 1, 2021. The district had a fund balance of: \$751,812

<u>Expenses Paid Using Fund Balance:</u>	<u>Total Amount:</u>	<u>Remaining Fund Balance</u>
Recurring Expense: December Payment	\$260,000	\$491,812
Portion of Bus Lease (Total is \$80,145 - \$54,365 will come out of this years budget due to spending freeze)	\$25,780	<b>\$426,032</b>

# Projected Total Fund Balance

Due to spending freeze this school year and receiving more than anticipated state aid for the 21-22 school year. The district is anticipating to have \$295,766 that can be added to the fund balance for the 22-23 school year.

Fund Balance as of 3/23/22	\$426,032
Anticipated Funds Left Over from the 21-22 school year budget - due to spending freeze and additional revenue	\$245,766
Total Projected Fund Balance as of 7/1/22	<b>\$671,798</b>

## **Excess Fund Balance..**

NY State recommends that districts should maintain a fund balance of 4% in case of unexpected expenses that may come up during the school year.

4% of the 22-23 school year budget is - \$517,076

This leaves the district with **PROJECTED** “Excess” fund balance of - **\$154,722**

# Variables in the Budget:

- Contract Negotiations
- Inflation
- State Aid?
- Health Insurance Costs (should have final numbers in April)
- Unstable and high fuel costs
- Special education placements
- Excess fund balance is a projection

**Due to these Variables** - It is recommended that the district does not spend all of the excess fund balance to balance the 22-23 budget

# Tax Cap Levy Limit Calculation

Prior Year Tax Levy		\$8,596,955
Tax Base Growth Factor	x	<u>1.006</u>
		\$8,648,537
Prior Year PILOT	+	<u>\$0</u>
		\$8,648,537
Prior Year Exemptions (Capital Expenditures)	-	<u>\$387,181</u>
		\$8,261,356
Adjusted Prior Year Levy		
Allowable Growth Factor ( lesser of CPI or 2%)	x	<u>1.02</u>
		\$8,426,583
PILOTS for Coming Year	+	\$0
		\$8,426,853
Tax Levy Limit		
Coming School Year Exemptions:		
Capital Exclusion for 2022-23		\$410,776
Maximum Allowable Levy		\$8,837,359
		2.8%

**Increase**

**\$240,404**

# 22-23 School Year Budget

	2022-23
<b>Budget</b>	<b>\$12,926,907</b>
<b>Excess Fund Balance</b>	How much fund balance does the district want to use to balance the budget?
<b>Revenue</b>	<b>\$4,017,548</b>
<b>Levy Amount</b>	This amount will depend on the district's decision on a tax increase..

# Difference in Budget...

Last Meeting the projected budget was - 13,049,907

The current 22-23 school year budget is - **\$12,926,907**

## Why a different number?

- The \$100,000 capital project was taken out of the budget
- The SRO was originally budgeted at \$40,000 and after negotiating will cost the district \$10,000 - saving the district \$30,000
- An additional \$7,000 was added to the budget for an increase in cost of the district's physician services (Columbia Memorial Hospital)

# Reductions to the Budget

After reviewing the budget extensively. Any additional cuts to the budget will impact programs and student offerings..

## Options:

- Non mandated teaching positions: (for examples: library, RTI, arts, electives, etc.)
- Extra curricular activities - clubs, athletics, etc
- Technology replacement equipment

# **Review the addition of the assistant principal/athletic director position:**

Does the board want to reinstate the full time assistant principal/athletic director position?

- To do this the district would have to reduce a .2 business teacher and increase the budget by \$25,000

\*The presented budget currently does not include this scenario but excess fund balance could be used to budget for this \*

# 2.8% Increase

	2022-23
Budget	\$12,926,907
Excess Fund Balance	\$72,000
Revenue	\$4,017,548
Levy Amount	\$8,837,359

\$82,722 left approximately in excess fund balance.

## 2.5% Increase

	2022-23
Budget	\$12,926,907
Excess Fund Balance	\$97,480
Revenue	\$4,017,548
Levy Amount	\$8,811,879

\$57,242 left  
approximately in  
excess fund balance.

## 2.3% Increase

	2022-23
Budget	\$12,926,907
Excess Fund Balance	\$114,674
Revenue	\$4,017,548
Levy Amount	\$8,794,685

\$40,048 left  
approximately in  
excess fund balance.

## 2.0% Increase

	2022-23
Budget	\$12,926,907
Excess Fund Balance	\$140,465
Revenue	\$4,017,548
Levy Amount	\$8,768,894

\$14,257 left  
approximately in excess  
fund balance.

# **Board Discussion and Decision:**

- 1.) Does the board want to reinstate the assistant principal/Athletic Director Position?
- 2.) What tax increase does the board want to adopt and how much excess fund balance will be used to balance the 22-23 school year budget?