

WATERFORD-HALFMOON UNION FREE SCHOOL DISTRICT 2022-23 BUDGET

FINANCE COMMITTEE PRESENTATION

MARCH 3, 2022



AGENDA

- **2022-23 BUDGET INFLUENCERS**
- **2022-23 BUDGET GOALS**
- **2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS**
 - **APPROPRIATIONS**
 - **REVENUES**
- **2022-23 BUDGET: MOVING FORWARD**

2022-23 BUDGET INFLUENCERS

APPROPRIATED FUND BALANCE: HISTORIC RELIANCE TO BE REDUCED

- **THE DISTRICT HAS HISTORICALLY USED APPROPRIATED FUND BALANCE TO FINANCE RECURRING COSTS**
- **SHOULD BE USED TO FUND ONLY ONE-TIME COSTS**

MOMENTIVE TAX CERTIORARI SETTLEMENT: SIGNIFICANT TAXPAYER IMPACT

- **FOUGHT COLLECTIVELY BY THE TOWN AND DISTRICT & SETTLED IN AUGUST 2020**
- **REQUIRED THE DISTRICT TO PAY A \$3.6 MILLION TAX REFUND (USING TAX CERTIORARI RESERVE FUNDS)**
- **REDUCED MOMENTIVE'S ASSESSED VALUE FROM OVER \$200 MILLION TO \$95 MILLION; *THIS IS THE PRIMARY CAUSE OF THE SIGNIFICANT TAX IMPACT ON OUR TAXPAYERS***
- **THE DISTRICT DID NOT COLLECT ADDITIONAL TAX REVENUE DUE TO THIS SETTLEMENT**

2022-23 BUDGET GOALS

BUDGET GOALS

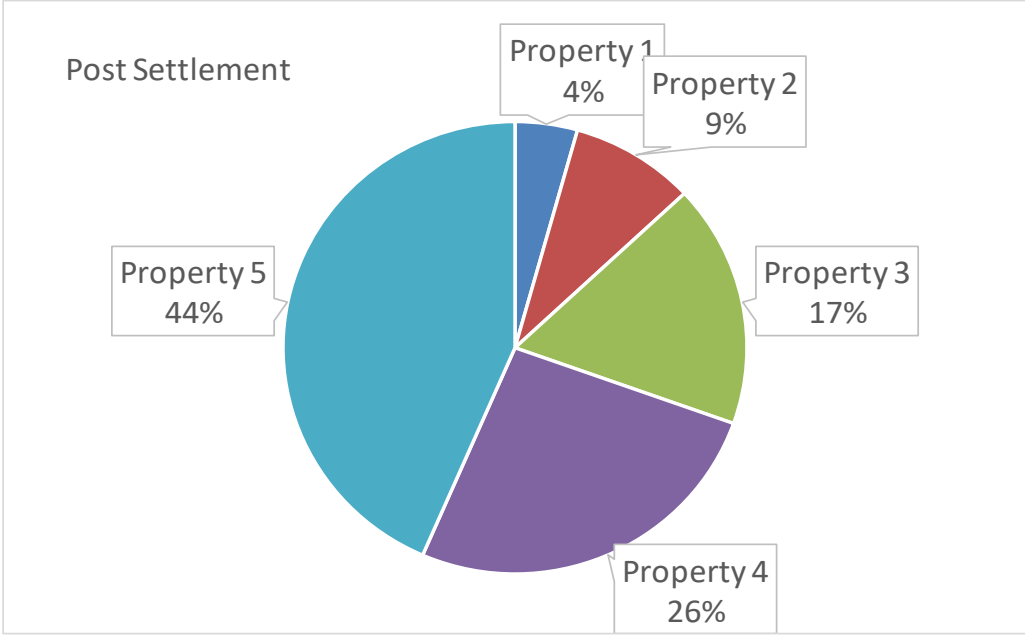
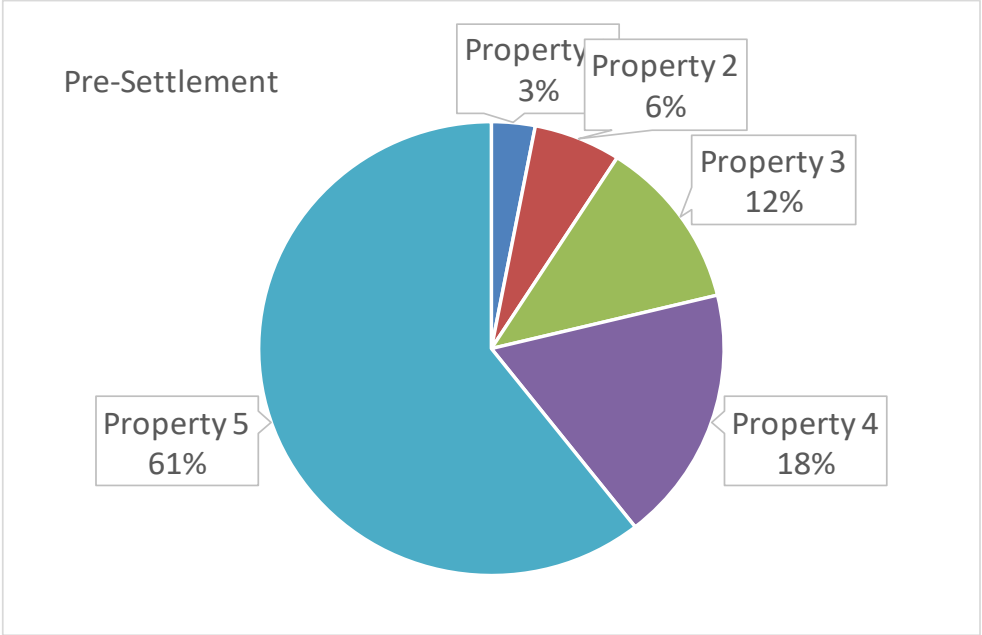
- ☒ **CONTINUE TO SUPPORT STUDENTS STRUGGLING WITH LEARNING UNDER PANDEMIC CONDITIONS**
- ☒ **MAINTAIN SERVICES AND WHEREVER POSSIBLE AND FISCALLY PRACTICABLE, ENHANCE SERVICES TO STUDENTS AND THE COMMUNITY**
- ☒ **REDUCE APPROPRIATED FUND BALANCE OVER A PERIOD OF MULTIPLE YEARS TO PROMOTE LONG-TERM FISCAL STABILITY**
- ☒ **ADOPT A TAX LEVY THAT PLACES AS LITTLE BURDEN ON THE TAXPAYERS AS POSSIBLE AND REMAINS WITHIN THE TAX LEVY LIMIT**

MPM TAX CERTIORARI REFRESHER: WHY DID MY TAXES GO UP SO MUCH?

FOR ILLUSTRATIVE PURPOSES ONLY
VALUES NOT REPRESENTATIVE OF ACTUAL VALUES IN THE WATERFORD-HALFMOON UFSD

Pre-Settlement	Assessed Value	% of Total	Share of Tax Levy
Property 1	\$ 50,000	3%	\$ 351
Property 2	\$ 100,000	6%	\$ 701
Property 3	\$ 200,000	12%	\$ 1,402
Property 4	\$ 300,000	18%	\$ 2,104
Property 5	\$ 1,000,000	61%	\$ 7,012
	\$ 1,650,000		\$ 11,570

Post-Settlement	Assessed Value	% of Total	Share of Tax Levy
Property 1	\$ 50,000	4%	\$ 503
Property 2	\$ 100,000	9%	\$ 1,006
Property 3	\$ 200,000	17%	\$ 2,012
Property 4	\$ 300,000	26%	\$ 3,018
Property 5	\$ 500,000	43%	\$ 5,030
	\$ 1,150,000		\$ 11,570



2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS

APPROPRIATIONS HIGHLIGHTS AND CHANGES FROM 2021-22

ESTIMATED TO INCREASE APPROXIMATELY \$116,000 OR 0.56% FROM 2021-22 LEVELS.

SIGNIFICANT CHANGES FROM 2021-22 TO 2022-23:

- 1. DEBT SERVICE DECLINING APPROXIMATELY \$280,000**
- 2. SALARIES AND BENEFITS INCREASING APPROXIMATELY \$300,000 (2.2%)**
- 3. INCREASE IN TUITION, DECREASE IN BOCES COSTS, NET INCREASE OF APPROXIMATELY \$70,000 PRIMARILY ASSOCIATED WITH SPECIAL EDUCATION TUITION**
- 4. INCREASE IN TRANSFER TO CAPITAL PROJECTS FUND OF \$75,000 FOR SCOREBOARD**
- 5. CONTRACTUAL, MATERIALS & SUPPLIES & EQUIPMENT REMAINED SUBSTANTIALLY AT 2021-22 LEVELS**

2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS

APPROPRIATIONS HIGHLIGHTS CONTINUED

- **CONTINUES ALL EXISTING SERVICES (I.E., INSTRUCTION, ATHLETICS, ETC.); NO LAYOFFS OR STAFF CUTS**
 - **UPK**
 - **BOCES CTE PROGRAM, TEC SMART PROGRAM**
 - **ATHLETIC PROGRAMS**
- **CONTINUES TO FUND SUMMER SCHOOL AT BOTH THE ELEMENTARY AND JUNIOR/SENIOR HIGH SCHOOL LEVELS**
- **ALLOWS FOR THE PURCHASE OF ONE NEW SCHOOL BUS TO REPLACE AN EXPIRING BUS LEASE**
- **CONTINUES TO FUND A \$100,000 CAPITAL OUTLAY PROJECT**
- **INCLUDES A \$75,000 APPROPRIATION TO PURCHASE A SCORE BOARD FOR THE TURF FIELD**

2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS

OUTSIDE OF THE GENERAL FUND BUDGET: WE ARE CONTINUING TO RECEIVE CRRSA AND ARPA FUNDS (FEDERAL FUNDS) AND USE THOSE FUNDS TO IMPLEMENT PROGRAMS TO ASSIST OUR STUDENTS – THESE PROGRAMS WILL CONTINUE IN 2022-23

- **AFTER SCHOOL ASSISTANCE AT THE ELEMENTARY SCHOOL LEVEL**
- **NEW AIS TEACHERS AT THE JUNIOR/SENIOR HIGH SCHOOL LEVEL**
- **ADDITIONAL PART-TIME SOCIAL WORKER (BOCES)**
- **ELEMENTARY CARPET REPLACEMENT**
- **EQUIPMENT PURCHASES**
- **ADDITIONAL TECHNOLOGY (CHROMEBOOKS)**
- **OTHER**

2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS

REVENUES

- **STATE AID: (\$164,240)**
 - **THE EXECUTIVE BUDGET PROVIDES FOR A \$151,737 INCREASE IN FOUNDATION AID (3.2%)**
 - **THE DISTRICT'S EXPENSE BASED AIDS, SPECIFICALLY BUILDING AID, WILL DECLINE BY APPROXIMATELY \$312,000**
 - **MORE TO COME! THE LEGISLATIVE BUDGET IS SCHEDULED TO BE ADOPTED APRIL 1ST, 2022**
- **OTHER REVENUES: +\$32,000**
 - **MINOR INCREASES IN PILOT REVENUES, HEALTH SERVICES FOR OTHER GOVERNMENTS AND BOCES SURPLUS**
 - **DECREASE IN INTEREST AND EARNINGS AND OTHER MINOR CHANGES**

2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS

REVENUES

THE 2022-23 TAX LEVY LIMIT IS ~\$11,960,000 (WHICH ALLOWS FOR AN INCREASE OF \$280,000, OR 2.4% INCREASE FROM 2021-22)

IMPORTANT TAX RATE AND TAX LEVY NOTES

- 1. EVEN WITH A TAX LEVY THAT WILL NOT CHANGE, TAX RATES MAY INCREASE OR DECREASE – THIS IS DRIVEN BY CHANGES IN ASSESSED VALUE.**
- 2. AN INCREASE IN TAX RATE WITHOUT AN INCREASE IN TAX LEVY DOES NOT RESULT IN THE DISTRICT RECEIVING ANY ADDITIONAL FUNDS.**

**NOTE: THIS TABLE IS FOR ILLUSTRATIVE PURPOSES ONLY AND DOES NOT REFLECT ACTUAL VALUES FOR THE WATERFORD-HALFMOON UNION FREE SCHOOL DISTRICT			
	NO CHANGE FROM 2021-22 ASSESSMENT ROLL	INCREASE IN ASSESSED VALUE	DECREASE IN ASSESSED VALUE
TAX LEVY	\$11,000,000	\$11,000,000	\$11,000,000
TOTAL EQUALIZED ASSESSED VALUE	\$535,000,000	\$536,000,000	\$534,000,000
TAX LEVY/TOTAL AV	\$0.0206	\$0.0205	\$0.0206
MULTIPLY BY \$1,000	\$20.56	\$20.52	\$20.60
RATE APPLIED TO \$150,000 HOME	\$3,084.11	\$3,078.36	\$3,089.89
(DECREASE)/INCREASE		(\$5.75)	\$5.78

2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS

2022-23 BUDGET: BIG PICTURE: TAX LEVY POSSIBILITIES (ALL WITHIN TAX CAP)

	2021-22	1% Tax Levy Increase			1.5% Tax Levy Increase			1.9% Tax Levy Increase		
		Budget	\$ Change	% Change	Budget	\$ Change	% Change	Budget	\$ Change	% Change
Appropriations	20,791,576	20,908,100	116,524	0.56%	20,908,100	116,524	0.56%	20,908,100	116,524	0.56%
Funded By:										
State Aid & Other Revenues	8,219,000	8,086,760	(132,240)	-1.61%	8,086,760	(132,240)	-1.61%	8,086,760	(132,240)	-1.61%
Tax Levy	11,680,000	11,796,800	116,800	1.00%	11,855,200	175,200	1.50%	11,901,920	221,920	1.90%
Appropriated Fund Balance/Reserves	892,576	1,024,540	131,964	14.78%	966,140	73,564	8.24%	919,420	26,844	3.01%
Total Revenue	20,791,576	20,908,100	116,524		20,908,100	116,524		20,908,100	116,524	
Appropriated Fund Balance Used for One-Time Expenditures	246,500	323,500			323,500			323,500		
% of Appropriated Fund Balance Used For One-Time Expenditures	27.62%	31.58%			33.48%			35.19%		

2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS

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2022-23 BUDGET: IMPLEMENTING A STRATEGY TO ACHIEVE OUR GOALS

REVENUES

- **APPROPRIATED FUND BALANCE:**
 - **WHILE ONE OF OUR GOALS IS TO REDUCE RELIANCE ON APPROPRIATED FUND BALANCE – THIS IS SPECIFICALLY RELATED TO USING IT FOR RECURRING EXPENDITURES.**
 - **WHILE WE MAY BE LOOKING AT AN INCREASE IN APPROPRIATED FUND BALANCE IN TOTAL, WE ARE USING MORE OF IT FOR ONE-TIME COSTS – WHICH DOES ACCOMPLISH OUR GOAL!**

2022-23 BUDGET GOALS

BUDGET GOALS

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2022-23 BUDGET: MOVING FORWARD

VARIABLES THAT MAY CHANGE THE BUDGET MOVING FORWARD

- 1. NYS LEGISLATIVE BUDGET (APRIL 1ST)**
- 2. MISCELLANEOUS OUTSTANDING ITEMS USED TO DEVELOP BUDGETS**

MEETING SCHEDULE & OTHER IMPORTANT DATES

- **FINANCE COMMITTEE MEETINGS**

- **MARCH 3, 2022, 6:00 PM**
- **MARCH 17, 2022, 6:00 PM**
- **MARCH 31, 2022, 6:00 PM**

- **OTHER IMPORTANT DATES:**

- **MARCH 1, 2022: TAX CAP DUE**
- **APRIL 1, 2022: NYS LEGISLATIVE BUDGET**
- **APRIL 13, 2022: BOE APPROVAL OF BUDGET**
- **MAY 5, 2022: BUDGET HEARING**
- **MAY 17, 2022: BUDGET VOTE**

QUESTIONS?



IF TIME PERMITS...

- **2022-23 100K CAPITAL OUTLAY PROJECT PLANS?**
- **ITEMS FROM MOST RECENT 5 YEAR PLAN:**
 - ✓ **VALVE REPLACEMENT**
 - ✓ **KINDERGARTEN WING FLOORING REPLACEMENT**
 - **GUIDANCE OFFICE FLOORING**
 - **BASEBALL/SOFTBALL DUGOUTS**
 - **AUDITORIUM ELECTRICAL REPAIRS**
 - **LOADING DOCK REPAIR**
 - **OTHERS?**