

# **WATERFORD-HALFMOON UNION FREE SCHOOL DISTRICT 2022-23 BUDGET**

**FINANCE COMMITTEE PRESENTATION**

**MARCH 17, 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**

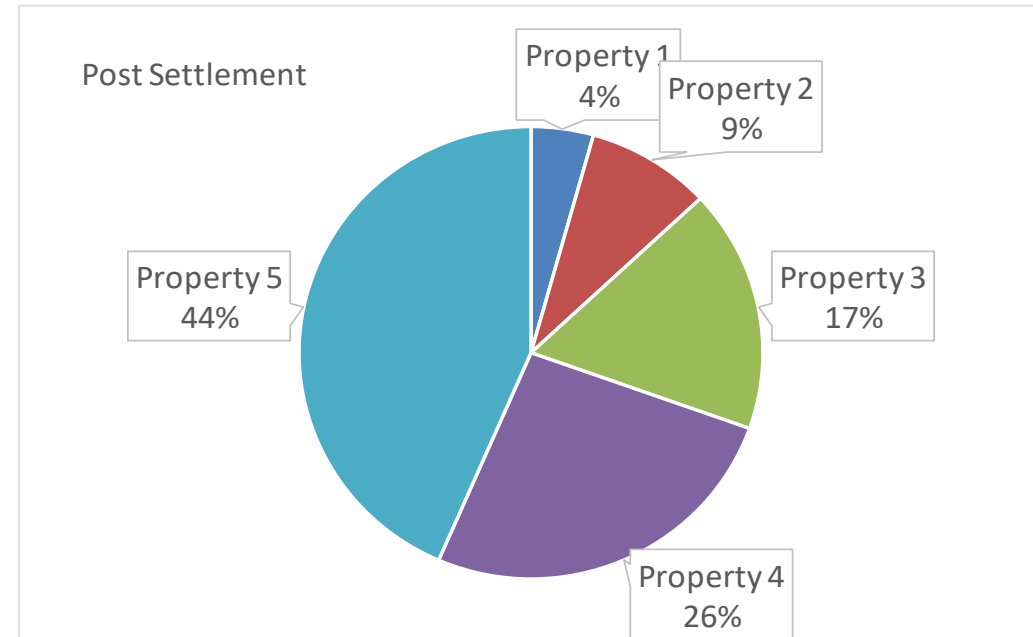
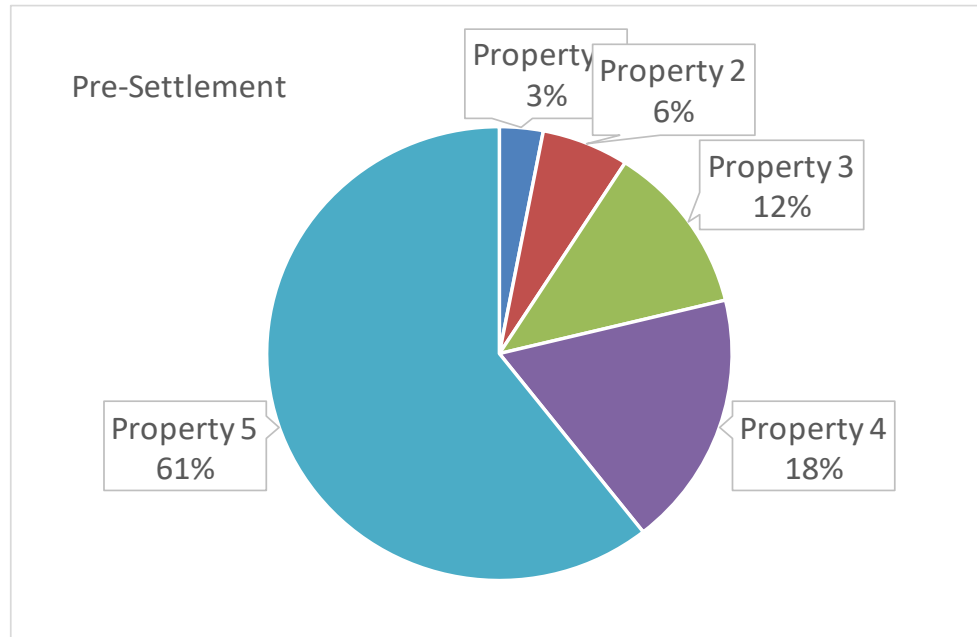
# MPM TAX CERTIORARI REFRESHER: WHY DID MY TAXES GO UP SO MUCH?

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





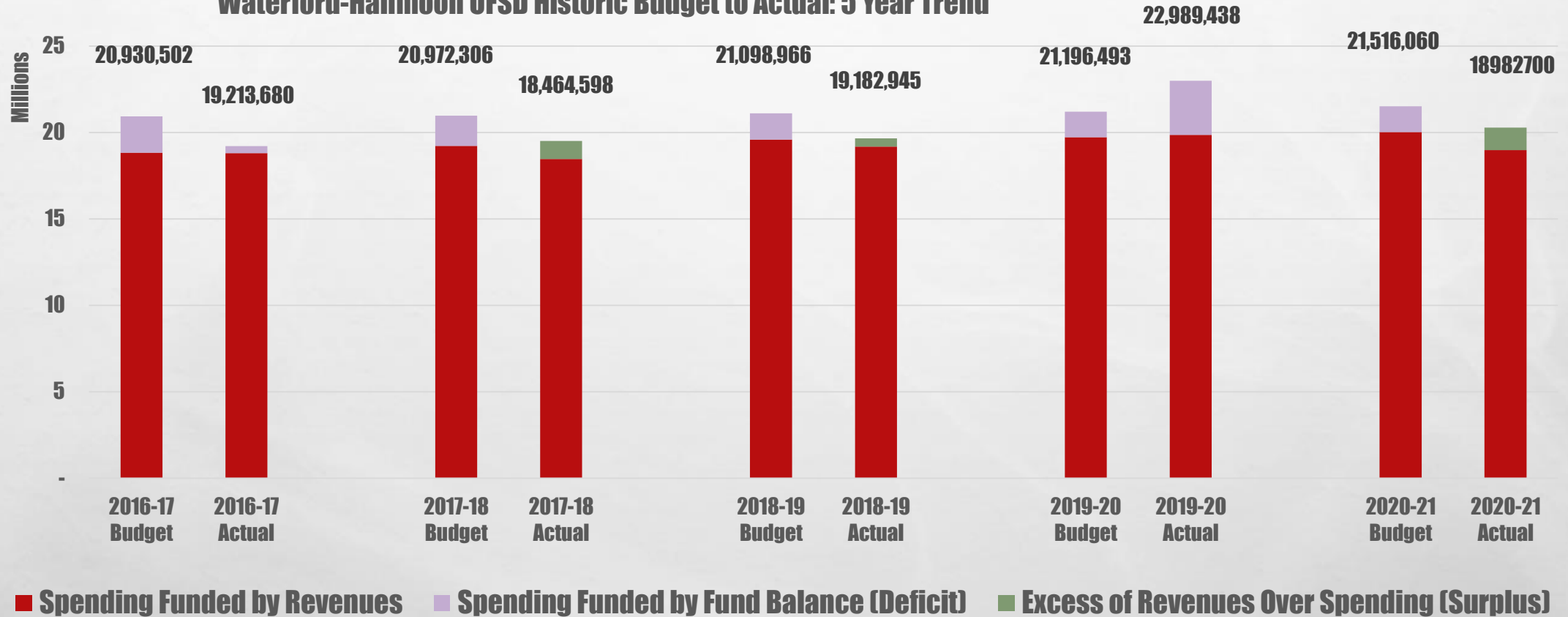
# 2022-23 BUDGET GOALS

## **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**

# HISTORIC APPROPRIATED FUND BALANCE

Waterford-Halfmoon UFSD Historic Budget to Actual: 5 Year Trend



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

## **APPROPRIATIONS HIGHLIGHTS AND CHANGES FROM 2021-22**

**ESTIMATED TO INCREASE APPROXIMATELY \$164,000 OR 0.79% 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 \$285,000 (2.1%)**
- 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 \$125,000 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 \$125,000 APPROPRIATION TO PURCHASE A SCORE BOARD FOR THE TURF FIELD**

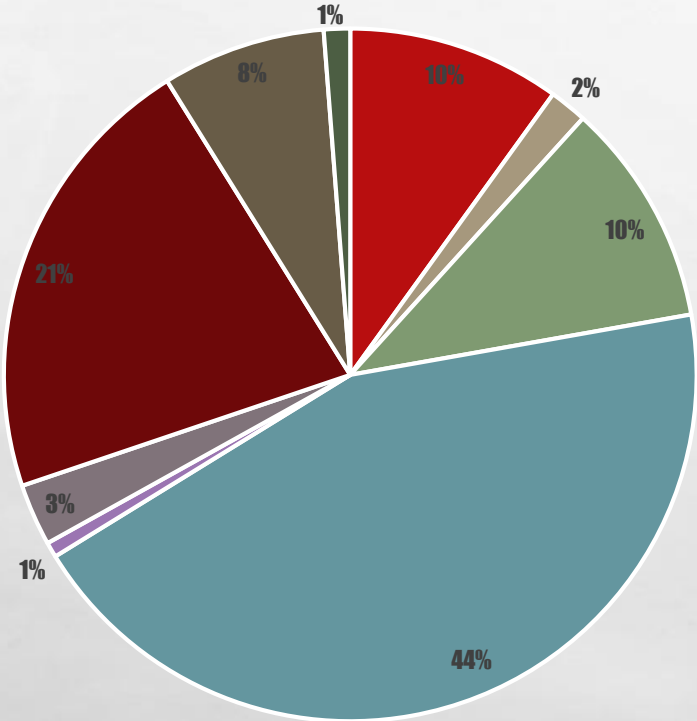
# 2022-23 TENTATIVE BUDGET APPROPRIATIONS

Appropriations	2021-22	2022-23	\$ Change	% Change
Contractual Services	2,083,209	2,087,240	4,031	0.19%
Materials & Supplies	402,967	369,583	(33,384)	-8.28%
BOCES	2,293,100	2,196,825	(96,275)	-4.20%
Salaries	8,997,900	9,222,900	225,000	2.50%
Equipment	146,500	148,500	2,000	1.37%
Tuition	445,000	605,000	160,000	35.96%
Benefits	4,407,000	4,467,500	60,500	1.37%
Debt	1,883,900	1,601,206	(282,694)	-15.01%
Transfers	132,000	257,000	125,000	94.70%
<b>TOTAL</b>	<b>20,791,576</b>	<b>20,955,754</b>	<b>164,178</b>	<b>0.79%</b>



# 2022-23 TENTATIVE BUDGET APPROPRIATIONS

## 2022-23 Proposed Budget Appropriations



- Contractual
- Mat & Sup
- BOCES
- Salaries
- Equipment
- Tuition
- Benefits
- Debt
- Transfers

# 2022-23 BUDGET: FEDERAL FUNDING

**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: TENTATIVE REVENUES

## 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 1<sup>ST</sup>, 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: TENTATIVE REVENUES

## 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

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

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

# 2022-23 BUDGET: TENTATIVE TAX IMPACT SCENARIOS

2022-23 TAX LEVY ANALYSIS	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	20,955,754	164,178	0.79%	20,955,754	164,178	0.79%	20,955,754	164,178	0.79%
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	1,072,194	179,618	20.12%	1,013,794	121,218	13.58%	967,074	74,498	8.35%
Total Revenue	20,791,576	20,955,754	164,178		20,955,754	164,178		20,955,754	164,178	
Appropriated Fund Balance Used for One-Time Expenditures	246,500	373,500			373,500			373,500		
% of Appropriated Fund Balance Used For One-Time Expenditures	27.62%	34.84%			36.84%			38.62%		
<b>Tax Rate Per \$1,000 of Assessed Value</b>										
Town of Waterford	\$ 22.01	\$ 22.23	\$ 0.22	1.00%	\$ 22.35	\$ 0.33	1.50%	\$ 22.43	\$ 0.42	1.90%
Town of Halfmoon	\$ 37.43	\$ 37.80	\$ 0.37	1.00%	\$ 37.99	\$ 0.56	1.50%	\$ 38.14	\$ 0.71	1.90%
<b>Tax Bill on \$150,000 Home*</b>										
Town of Waterford (AV** \$139,500)	\$ 3,071.06	\$3,101.77	\$ 30.71	1.00%	\$3,117.13	\$ 46.07	1.50%	\$3,129.41	\$ 58.35	1.90%
Town of Halfmoon (AV** \$82,050)	\$ 3,071.06	\$3,101.77	\$ 30.71	1.00%	\$3,117.13	\$ 46.07	1.50%	\$3,129.41	\$ 58.35	1.90%

\* A home with a \$150,000 full market value (i.e., value after applying the equalization rate to the assessed value)

\*\*AV = Assessed Value (before applying the equalization rate)



# **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**

- CONTINUE TO SUPPORT STUDENTS STRUGGLING WITH LEARNING UNDER PANDEMIC CONDITIONS**
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- REDUCE APPROPRIATED FUND BALANCE OVER A PERIOD OF MULTIPLE YEARS TO PROMOTE LONG-TERM FISCAL STABILITY**
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# **2022-23 BUDGET: MOVING FORWARD**

## **ITEMS FOR CONTINUED CONSIDERATION**

- 1. NYS LEGISLATIVE BUDGET (APRIL 1<sup>ST</sup>)**
- 2. DECISION POINT ON 2022-23 CAPITAL OUTLAY (100K) PROJECT (PENDING INFO FROM DISTRICT ARCHITECTS)**

# MEETING SCHEDULE & OTHER IMPORTANT DATES

- **FINANCE COMMITTEE MEETINGS**

- ~~MARCH 3, 2022, 6:00 PM~~
- ~~MARCH 17, 2022, 6:30 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?

