



North Tonawanda City Schools

2022-23 Budget

STUDY SESSION #3

Board of Education Meeting
March 2, 2022

The presentation tonight will provide updates and a first draft of the 2022-23 budget. In this session we will also:

- **Identify the expense and revenue structure of the budget.**
- **Review state budget proposals impact on future budgets.**
- **Evaluate measures to close the current budget gap.**





REVIEW

Budget Builders

- Revenues
- Expenditures
- Mandates
- Fund Balance and Reserves

2022-23 Recommended Budget Goals

- ✓ Stay within the tax cap
- ✓ Allocate resources to support District initiatives and strategic plans
- ✓ Keep pace with Technology
- ✓ Improve Operational Efficiency (Facilities)
- ✓ Continue to enhance safety and security measures throughout the District
- ✓ Reduce Appropriated Fund Balance amount
- ✓ Additional BOE Directives



Expenditures

2022 – 23 proposed

Expenditure

Budget

\$ 83,697,000

\$1,842,500 increase over
2021-22 Budget

Previous year over 20-21
\$837,560 or 1.03%

2.25 % increase
over
2021-22 Budget

Salaries

Possible Additions

- Gifted and Talented Programs
 - 1.0 FTE
 - One of two positions in the District
 - Reallocation from grant programs to end
- Counselor for Family Resource Center
 - .5 FTE

\$75,000 (Salaries and Benefits)

Salaries

2021-22 Budget			\$36,060,654
Increase in Appropriations - Contractual / Projections		\$1,221,167	
Increase in Appropriations - Staffing Additions		\$75,000	
Decrease in Appropriations - Retirement Breakage (est)		(\$800,001)	
Net Change			\$ 496,166
22-23 Proposed Budget			\$36,556,820

Equipment

2021-22 Budget			\$1,321,500
Increase in Appropriations - Replacement Plans - Buildings and Grounds - Technology/Security		\$300,000	
Decrease in Appropriations - Fleet Plan		(\$200,000)	
Net Change			\$100,000
22-23 Proposed Budget			\$1,421,500

Contractual

2021-22 Budget			\$4,742,800
Increase in Appropriations - Utilities - General contractual		\$200,000	
Increase in Appropriations - Educational Programs		\$100,000	
Increase in Appropriations - Transportation		\$250,000	
Net Change			\$550,000
22-23 Proposed Budget			\$5,292,800

BOCES

2021-22 Budget			\$9,851,081
Decrease in Appropriations - SWD programs and professional services.		(\$250,001)	
Net Change			(\$250,001)
22-23 Proposed Budget			\$9,601,080

One word of caution is that expense driven aid will decrease in following year

Benefits

2021-22 Budget			\$19,075,000
Increase in Appropriations -Net increases of benefits to TRS/ERS, FICA, etc.		\$300,000	
Net Change			\$ 300,000
22-23 Proposed Budget			19,375,000



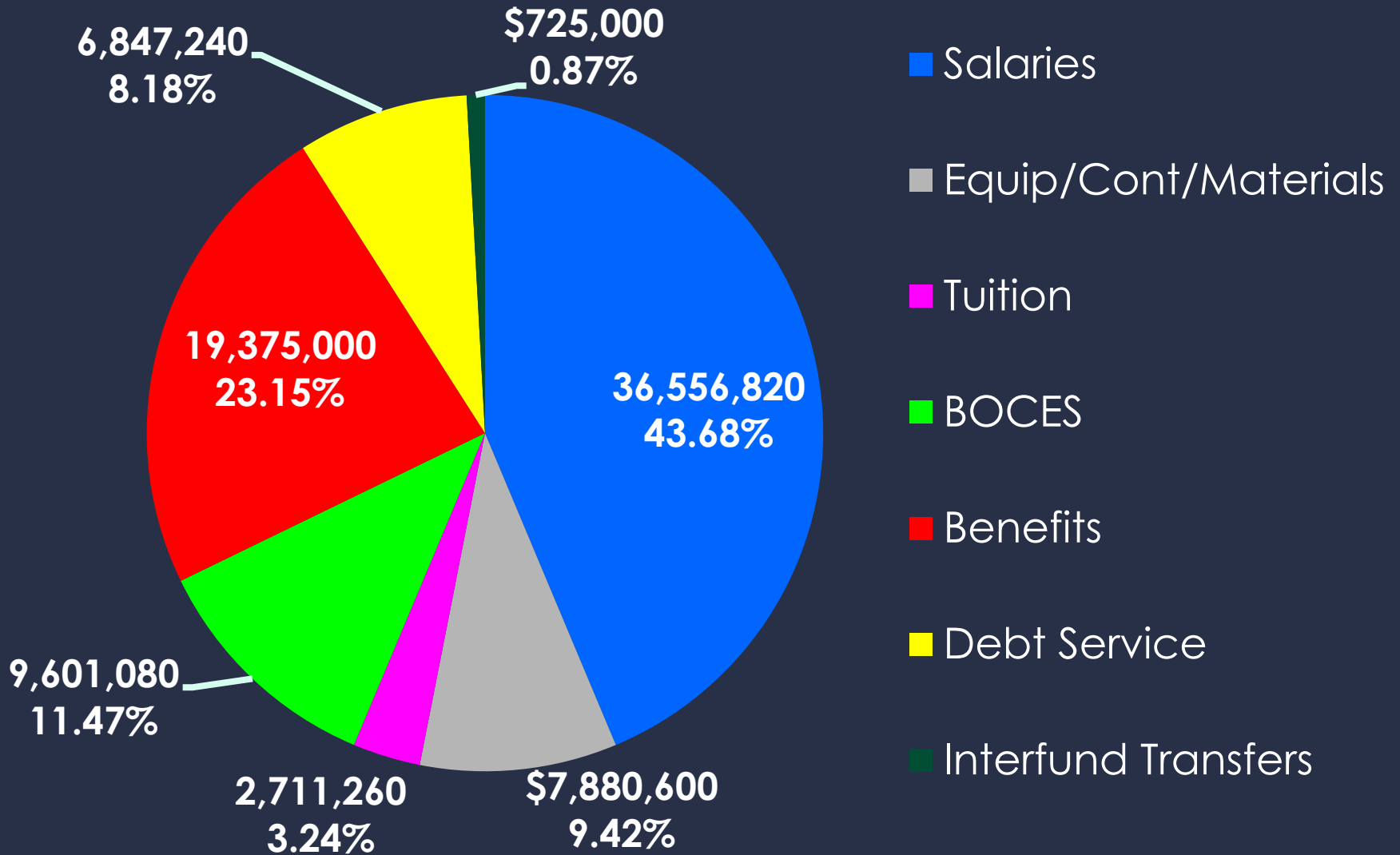
First Draft

2022-23 Proposed
Budget Expenditures

	2022-23	2021-22	Change
Salaries	\$36,556,820	\$36,060,654	\$496,166
Equipment	\$1,421,500	\$1,321,500	\$100,000
Contractual	\$5,292,800	\$4,742,800	\$550,000
Materials	\$1,166,300	\$1,041,300	\$125,000
Tuition	\$2,711,260	\$2,711,260	0
BOCES	\$9,601,081	\$9,851,081	(\$250,001)
Benefits	\$19,375,000	\$19,075,000	\$300,000
Debt Service	6,847,240	\$6,825,905	\$21,335
Transfers	\$725,000	\$225,000	\$500,000
Totals	\$83,697,000	\$81,854,500	\$1,842,500

Expenditures

2022 - 23 Proposed First Draft Budget \$83,697,000





SUMMARY

2022-23 Revenue
Budget **Projection**

\$1,155,558

represents a
2.59 % Increase
in Budget to
Budget

	2021-22 ENACTED BUDGET	2022-23 Proposed BUDGET	Change
Foundation Aid	\$29,980,619	\$30,889,151	\$908,532
Building Aid	\$6,077,801	\$6,261,920	\$184,119
Trans. Aid	\$2,567,741	\$2,641,806	\$74,065
BOCES Aid	\$2,729,053	\$2,834,845	\$105,792
Other Aid	\$2,949,969	\$2,833,019	(\$116,950)
Total State Aid	\$44,305,183	\$45,460,741	\$1,155,558
Federal Aid	\$300,000	\$300,000	\$ 0
Total State / Federal Aid	\$44,605,183	\$45,760,741	\$1,155,558



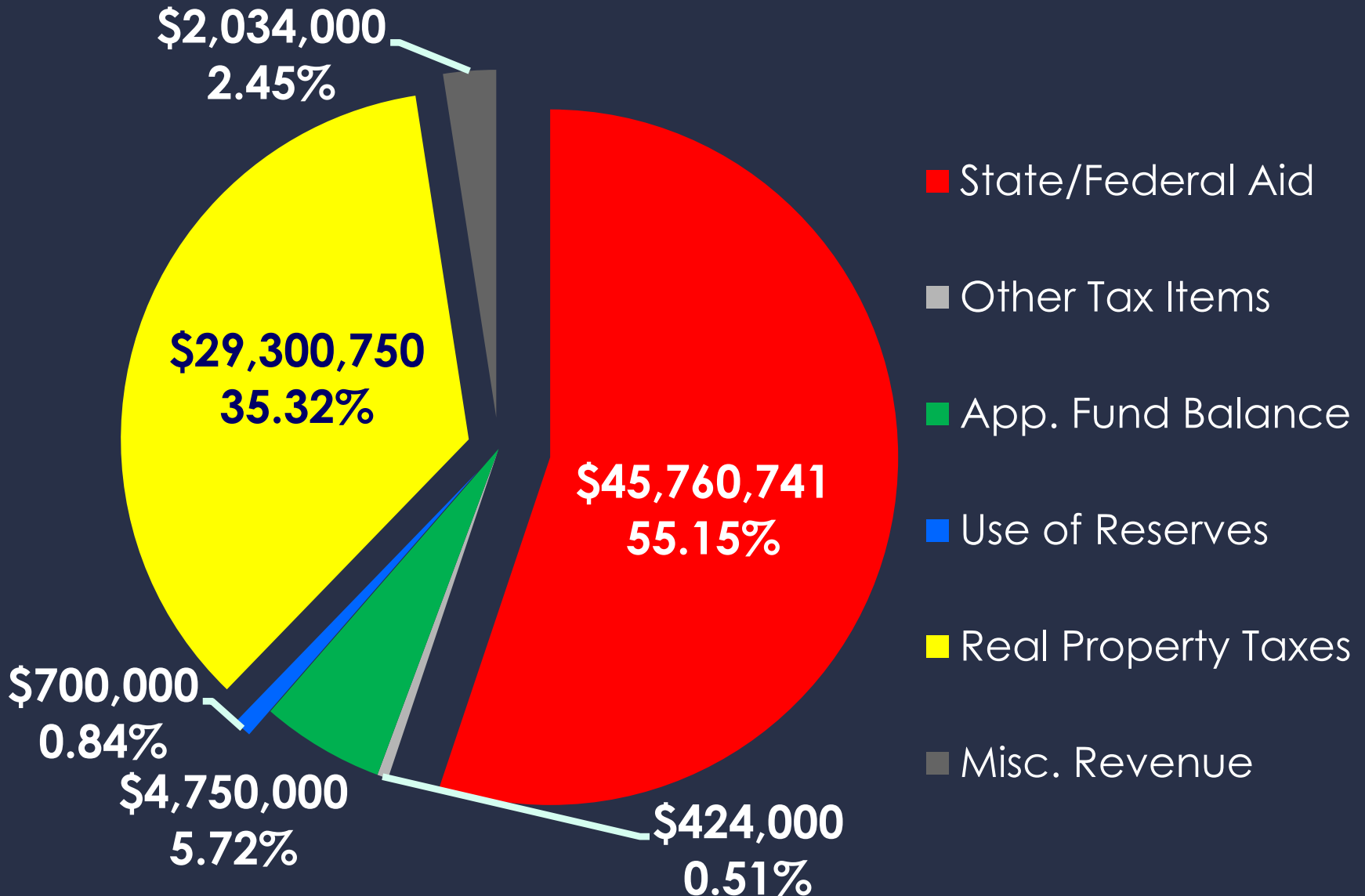
SUMMARY

2022-23 Revenue
Budget Projection

	2021-22 ENACTED BUDGET	2022-23 Proposed BUDGET	Change
Other Tax Items	\$444,522	\$424,000	(\$20,522)
Local Revenues	\$2,054,045	\$2,034,000	(\$20,045)
Total	\$2,498,567	\$2,458,000	(\$40,567)
Use of Reserves	\$700,000	\$700,000	\$ 0
Use of Fund Balance	\$4,750,000	\$4,750,000	\$ 0
Total	\$7,948,567	\$7,908,000	(\$40,567)

Revenue (Gov's Proposal)

0% Tax Levy Increase \$82,969,491

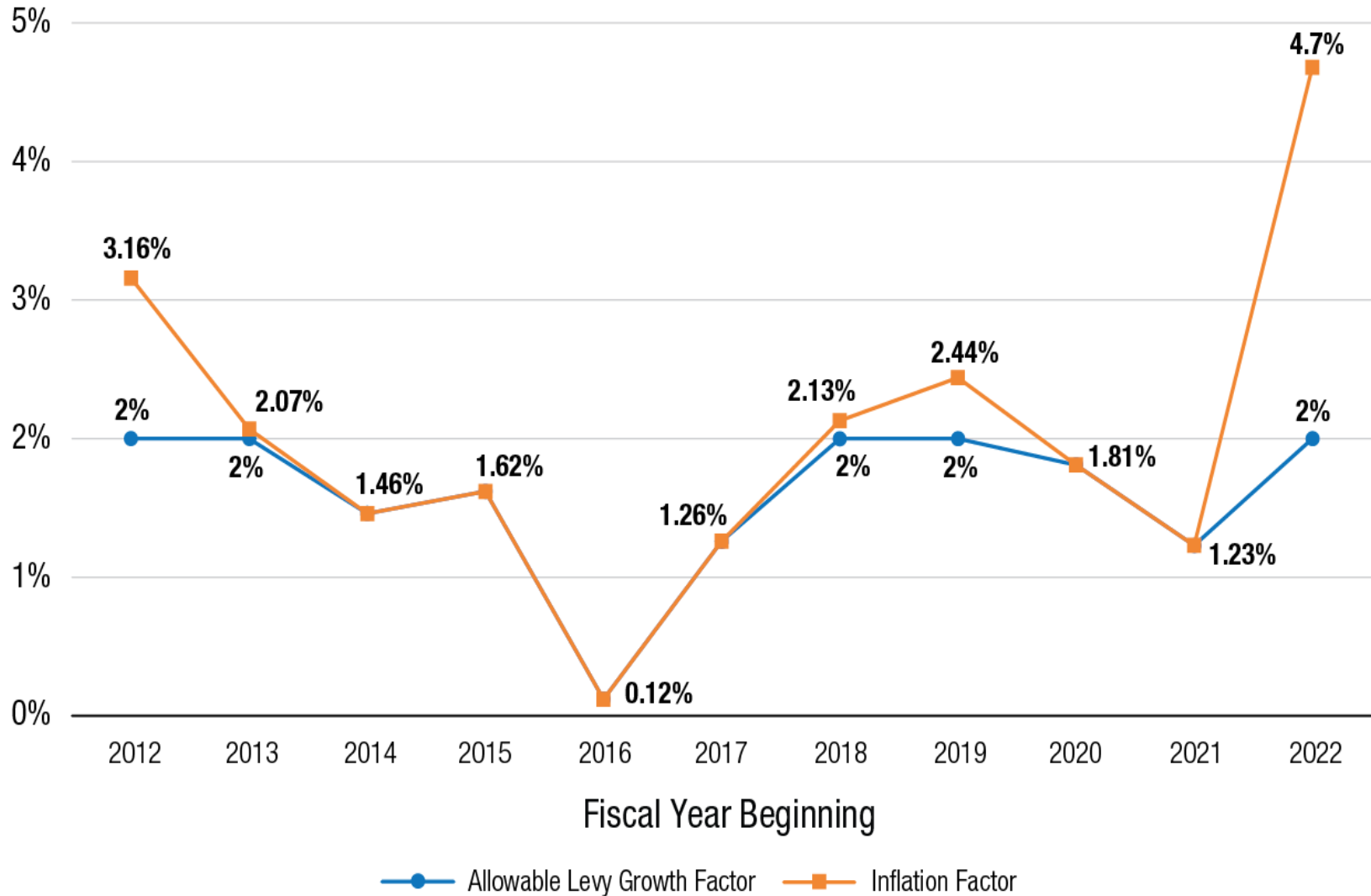


Overall Summary

22-23 Proposed Expenditure Budget			\$83,697,000
22-23 Projected Revenue			\$82,969,491
Budget GAP			(\$727,509)

Allowable Levy Growth & Inflation Factors

July 1 - June 30 Fiscal Year



Note: Allowable levy growth factor is expressed as a percentage.



Tax Cap Calculation

A	Prior FYE Tax Levy	\$ 29,300,750
D	Tax Base Growth Factor	1.0037
E	Adjusted Levy (A * D)	\$ 29,409,163
F	PILOTS Receivable from Prior FYE	\$ 344,954
G	Base Year + PILOTS (E + F)	\$ 29,754,117
I	Capital Levy for Prior FYE	\$ 361,226
K	Levy less Capital (G - I)	\$ 29,392,891
L	Growth Factor (CPI)	1.02
M	Levy including GF (K * L)	\$ 29,980,749
N	PILOTS Receivable Current FYE	\$ 312,202
O	Levy Before Exclusions (M- N)	\$ 29,668,547
P	Eligible Carry Over	\$ 0
Q	Levy before Exclusions (O + P)	\$ 29,668,547
R	Capital Levy for Current FYE	\$ 534,714
	Tax Levy Limit (Q + R)	\$ 30,203,261
	MAXIMUM Real Property Tax Levy Change	\$ 902,511
	Potential % increase to the cap	3.08 %



What are the options to close the gap?

Closing the GAP

- ❑ Increase Tax Levy
- ❑ Budgetary Reductions
 - ❑ Cuts in appropriations (expenses)
- ❑ Potential Revenue Streams
 - ❑ Sustainable vs One Time
 - ❑ Reserves and Appropriated Fund Balance

2022-23 Levy Scenarios

State Aid	\$ 45,460,741	\$ 45,460,741	\$ 45,460,741
Federal Aid	\$ 300,000	\$ 300,000	\$ 300,000
Misc. Revenue	\$ 2,034,000	\$ 2,034,000	\$ 2,034,000
Appropriated Fund Balance	\$ 4,750,000	\$ 4,750,000	\$ 4,750,000
Use of Reserves	\$ 700,000	\$ 700,000	\$ 700,000
Other Tax Item	\$ 424,000	\$ 424,000	\$ 424,000
	\$ 53,668,741	\$ 53,668,741	\$ 53,668,741
2021-22 Property Tax Levy	\$ 29,300,750	\$ 29,300,750	\$ 29,300,750
% Levy Increase	0.50%	1.50%	2.00%
2020-21 Levy Increase	\$ 146,504	\$ 439,511	\$ 586,015
2020-21 Property Tax Levy	\$ 29,447,254	\$ 29,740,261	\$ 29,886,765
Projected Expenditures	\$ 83,697,000	\$ 83,697,000	\$ 83,697,000
Projected Revenues	\$ 83,115,995	\$ 83,409,002	\$ 83,555,506
Budget Gap	\$ 581,005	\$ 287,998	\$ 141,494
Assessments			
\$ 1,285,835,260			
Current year	\$ 22.7873	\$ 22.7873	\$ 22.7873
Projected	\$ 22.9013	\$ 23.1291	\$ 23.2431
Difference	\$ 0.11	\$ 0.34	\$ 0.46
Increase on 100,000 household	\$ 11.39	\$ 34.18	\$ 45.57
Increase on 150,000 household	\$ 17.09	\$ 51.27	\$ 68.36

BOARD OF Ed MEETING

- Wednesday, April 6, 2022
(POSSIBLE ADOPTION)
- 6:00 PM

BUDGET



- Tuesday, May 17, 2022
- 11:00 – 8:00 PM
- Alumni Center

ANNUAL BUDGET HEARING

- Tuesday, May 10, 2022
- 7:00 PM



Next Steps....

Expense Side

- ✓ Identify and state the budget reduction measures to balance the budget

Revenue Side

- ✓ Identify and state the tax levy
- ✓ Identify and state the size of appropriated fund balance
- ✓ Identify and state the use of reserves

**Goal is to have a final budget for approval
at the April 14th BoE meeting**

Thank You

Any Questions?

**CREATE YOUR
LEGACY**

NORTH TONAWANDA

