

# Community Budget Committee

## Budget Update

Kimberly Rohring, Deputy Superintendent Business and Finance  
February 28, 2022



# Agenda

- Budget Process
- Modified Rollover Expense Update
- Revenue Update from February State Aid Data
- Tax Cap Scenarios
- Recommendations?

# Budget Calendar

<b>March 17</b>	Board Meeting (Budget Update, State Aid Update)
<b>March 24</b>	Virtual Community Budget Presentation
<b>April 6</b>	Board Meeting (Superintendent's Proposed Budget)
<b>April 11</b>	Board Meeting (Budget Forum)
<b>April 14</b>	Board Meeting (Budget Adoption)
<b>April 27</b>	Virtual Community Budget Presentation
<b>May 4</b>	Council of Albany Neighborhood Associations (CANA) Budget Presentation
<b>May 5</b>	Budget Hearing
<b>May 6</b>	Budget Newsletter Mailing
<b>May 10</b>	Virtual Community Budget Presentation
<b>May 14</b>	Virtual Community Budget Presentation
<b>May 17</b>	Budget Vote/Board of Education Election

# Budget Key Terms

**Rollover Budget** – All current staffing and programs from the general fund carried forward for the next fiscal year along with our known contractual obligations.

**Modified Rollover Budget** – The Rollover Budget plus items that will be transferred from our one-time federal funds to the General Fund for the next fiscal year.

# 2022-23 Modified Rollover Budget Assumptions

## **Rollover Budget includes:**

- Continuation of existing programs and services
- Continuation of contractual obligations
- Continuation of operations
- Continuation of staffing and benefits under labor contracts

## **Modified Rollover Budget includes the above plus:**

- Absorption of programs and staffing funded with one-time federal funds

## **Modified Rollover Budget does NOT include:**

- New funding/staffing requests submitted for 2022-23
- Addressing mandates that require more resources
- Other items considered to be essential for programming, health and safety



# 2022-23 Modified Rollover Budget

## Modified Rollover Budget adjustments:

- Renew HVAC Preventive Maintenance Contract
- Funding Pool Maintenance Contract
- Extended Day/Night School funded at 2019-20 level
- Behavior specialist and social worker positions added in 2021-22 (SEL)
- Mandated nursing positions added in 2021-22 to comply with regulatory ratios (supporting students off-site)
- Additional equipment funds for security and maintenance

# 2022-23 Modified Rollover Budget

## Additional Modified Rollover Budget adjustments to maintain current programs and operations:

- Increase for software licenses to build in those previously funded by grants (\$401,667)
- Increase for technology hardware to support Chromebook replacement schedule now that we are a 1:1 district (\$339,322)
- Increase funding for hall monitor and maintenance overtime to support programming and facilities use (\$247,000)

# 2022-23 Modified Rollover Budget

## Funding for programs and staff expensed in CRRSA/ARP in 2021-22

- Albany International Center and Dual Language Program expansion
- Tony Clement Center for Education
- Faculty, support and administrative positions

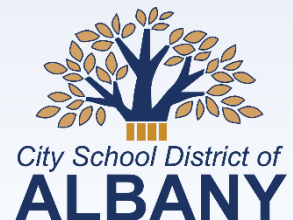


# Cost-Drivers on the Modified Rollover Budget

## Primary Cost Drivers

<b>Benefits</b> (Retirement, Health)	<b>\$ 1,950,883</b>
<b>Debt Service on Capital Projects</b>	<b>\$ (296,321)</b>
<b>* Salary expense</b>	<b>\$ 9,532,149</b>
<b>BOCES Adjustments</b>	<b>\$ 207,921</b>
<b>Technology Hardware/Software</b>	<b>\$ 740,989</b>
<b>Maintenance Cont Svcs/Supply</b>	<b>\$ 1,507,550</b>
<b>Charter School Tuition</b>	<b>\$ 1,026,526</b>
<b>Security</b>	<b>\$ 300,000</b>
<b>Other Tuition</b>	<b>\$ (221,555)</b>
<b>Transportation Contract Increase</b>	<b>\$ 396,296</b>
<b>Miscellaneous (Cont Svcs, Supplies, etc.)</b>	<b><u>\$ 2,186,754</u></b>
<b>TOTAL</b>	<b>\$17,331,192</b>

*\* Includes absorption of positions funded in CRRSA/ARP*



# Modified Rollover Adjustments as of February 24<sup>th</sup>

- **Employees Retirement System employer contribution rate adjustment**
- **Adjustments in positions, including those absorbed from one-time federal dollars**
- **Increase in BOCES expenses based on updated cost information and additional services requested**
- **Summer school moved to grants for 2022**
- **Charter school tuition rate increase; 30 additional students anticipated**

# Cost-Drivers on the Modified Rollover Budget

	January 24, 2022	February 14, 2022	February 24, 2022	Difference from 1/24 to 2/24	NOTES
Benefits	\$ 3,551,589	\$ 1,950,883	\$ 1,950,883	\$ (1,600,706)	ERS Contribution Rate Dec
Debt Service on Capital Projects	\$ (296,321)	\$ (296,321)	\$ (296,321)	\$ -	
* Salary Expense	\$ 7,596,924	\$ 8,325,842	\$ 9,532,149	\$ 1,935,225	Added 8 SEL positions, 9 CW; approx 97 positions planned to be absorbed from federal dollars
Summer School	\$ 595,630	\$ -	\$ -	\$ (595,630)	Will be grant funded 2022
BOCES adjustments	\$ 92,500	\$ 207,921	\$ 207,921	\$ 115,421	Tax Services, Tech Valley
Technology Hardware/Software	\$ 740,989	\$ 740,989	\$ 740,989	\$ -	
Maintenance Cont Svcs/Supplies	\$ 1,507,550	\$ 1,507,550	\$ 1,507,550	\$ -	\$1.4M Cont Svcs; \$55k supplies
Safety and Security	\$ -	\$ 60,000	\$ 300,000	\$ 300,000	additional security personnel; radios, earpieces, cameras
Equipment	\$ -	\$ 259,413	\$ -	\$ 259,413	Maintenance snow removal equipment and vehicle replacement for deliveries to schools
Charter School Tuition	\$ 2,385,562	\$ 2,272,180	\$ 1,026,526	\$ (1,359,036)	30 Additional Students; inc tuition rate
Other Tuition	\$ (221,555)	\$ (221,555)	\$ (221,555)	\$ -	Private and Public placement
Transportation	\$ 396,296	\$ 396,296	\$ 396,296	\$ -	Contractual increases
Miscellaneous	\$ 2,103,063	\$ 2,115,346	\$ 2,186,754	\$ 83,691	\$2.27M Comm Schools Supplies until allocated
<b>TOTAL</b>	\$ 18,452,227	\$ 17,318,544	\$ 17,331,192	\$ (861,622)	

\* Includes absorption of positions funded in CRRSA/ARP



City School District of  
**ALBANY**

# Modified Rollover Expense Budget

## Modified Rollover Budget, February 24, 2022

	2021-22 Adopted Budget	2022-23 Modified Rollover Budget	Difference	% Increase
<b>TOTAL</b>	<b>\$ 270,267,867</b>	<b>\$ 287,599,059</b>	<b>\$ 17,331,192</b>	<b>6.41%</b>

### The figures above do not include:

1. New funding/staffing requests submitted for 2022-23
2. Additional items needed to address mandates
3. Additional items considered essential for programming, health and safety



# Governor's Proposed Budget

- State Budget includes:
  - \$2.1 Billion increase in education funding, \$1.6 billion to fund foundation aid increases; \$466M for other programs
  - Year two of a three year path to fully funding Foundation Aid (half of remaining balance due in both 2022-23 and 2023-24)
  - Continues the Community Schools set aside in the foundation aid total (approximately \$4.4M)
  - Fully funds expense based aids (transportation, public and private excess cost, building aid, BOCES aid) (\$464M)
  - Continuation of categorical aids at the same per student allocation (textbooks, software, hardware, library materials)
  - Charter school tuition rate increase of 4.7%
  - New Program - \$100M over two years matching fund for social emotional and academic supports for students – district must match with ARP funds



# Revenue Sources

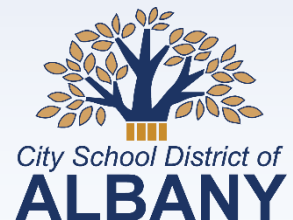
Local	State	Federal	Other
Property Taxes	STAR Reimbursement	Medicaid Assistance	Interest earnings
Tax on Consumer Utilities	Foundation Aid	E-Rate	District Billings for non-resident students
Payment in Lieu of Taxes	Categorical Aid (Building, Transportation, Instructional		Appropriated Fund Balance and Reserves
	BOCES Special Services Aid		Rebates & Refunds

# Revenue Adjustments since Feb 10<sup>th</sup>

State Aid has been updated to reflect the February projections from NYSED

Foundation Aid	\$ 102,577,730
Charter School Transitional Aid	\$ 1,158,417
Charter School Supp Basic Tution Aid	\$ 2,226,000
Academic Enhancement Aid	\$ 1,247,799
Private Excess Cost Aid	\$ 3,984,616
Public High Cost Excess Cost Aid	\$ 1,378,279
Community Schools Setaside	\$ 4,449,735
Building Aid	\$ 12,615,861
Transportation Aid	\$ 8,797,470
BOCES Aid-Special Service	\$ 4,303,284
Textbook Aid	\$ 659,681
Computer Software	\$ 194,905
Hardware & Technology	\$ 235,520
Library AV Loan Program	\$ 81,319

- Amounts in **Red** reflect categories where we had a decrease down from January state aid runs
- Amounts in **Green** reflect categories where we have an increase from January state aid runs



# 2022-23 Revenue Budget

Revenue Budget February 24, 2022

	<b>2021-22 Budgeted Revenue</b>	<b>2022-23 Revenue based on February State Aid Projections</b>	<b>Difference</b>
Total	\$ 270,267,867	\$ 286,311,021	\$ 16,043,154

Revenue will continue to be reviewed and updated

- 1) Reflects adjustments to state aid in February (net increase of \$402,818)
- 2) Continue use of restricted reserves and appropriated fund balance at \$3M
- 3) Assumes flat property tax levy





# Revenue Estimate by Source

	2021-22 Budgeted Revenue	2022-23 Revenue based on February State Aid Projections	Difference	Notes
<b>Local</b>	\$ 132,147,805	\$ 132,140,805	\$ (7,000)	Decreased interest/penalties
<b>State</b>	\$ 128,177,131	\$ 143,910,616	\$ 15,733,485	Increased Foundation & Building Aid
<b>Federal</b>	\$ 620,000	\$ 1,050,000	\$ 430,000	Anticipated increase in Medicaid Reimbursement
<b>Other</b>	\$ 9,322,931	\$ 9,209,600	\$ (113,331)	Reduced tuition and rental billings
<b>Total</b>	\$ 270,267,867	\$ 286,311,021	\$ 16,043,154	

# 2022-23 Updated Revenue vs Modified Rollover Expense

## Budget Comparison February 24, 2022

<b>2022-23 Initial Revenue based on February State Aid Projections</b>	<b>2022-23 Modified Rollover Budget</b>	<b>Difference</b>
\$ 286,311,021	\$ 287,599,059	\$ (1,288,038)

# Tax Levy Scenarios

<b>% Increase</b>	<b>Dollar Difference</b>
2.00%	\$ 2,425,199
1.50%	\$ 1,818,899
1%	\$ 1,212,600
0.80%	\$ 970,080
0.50%	\$ 606,300

- The current Revenue estimate for 2022-23 includes \$0 increase in the tax levy
- Gap (\$1,288,038)

# Budget Variables

- **State Aid (typically not finalized until end of March)**
- **Health Insurance increases (finalized in March)**
- **Tax levy (set in early April)**

# Next Steps

- **Finalize District Priorities**
- **Incorporate new information as it becomes available**
- **Continue reviewing projections, budget estimates, and assumptions**
- **Respond to Board questions**
- **Incorporate feedback from the Board, community and staff**
- **Continue lobbying efforts**

# Questions

