



Enlarged City School District



# Budget 2022-2023

Cortland Enlarged City School District  
January 25, 2022

Kristopher Williamson, Business Administrator



**Barry Primary**



**Smith Intermediate**



**Randall Middle**



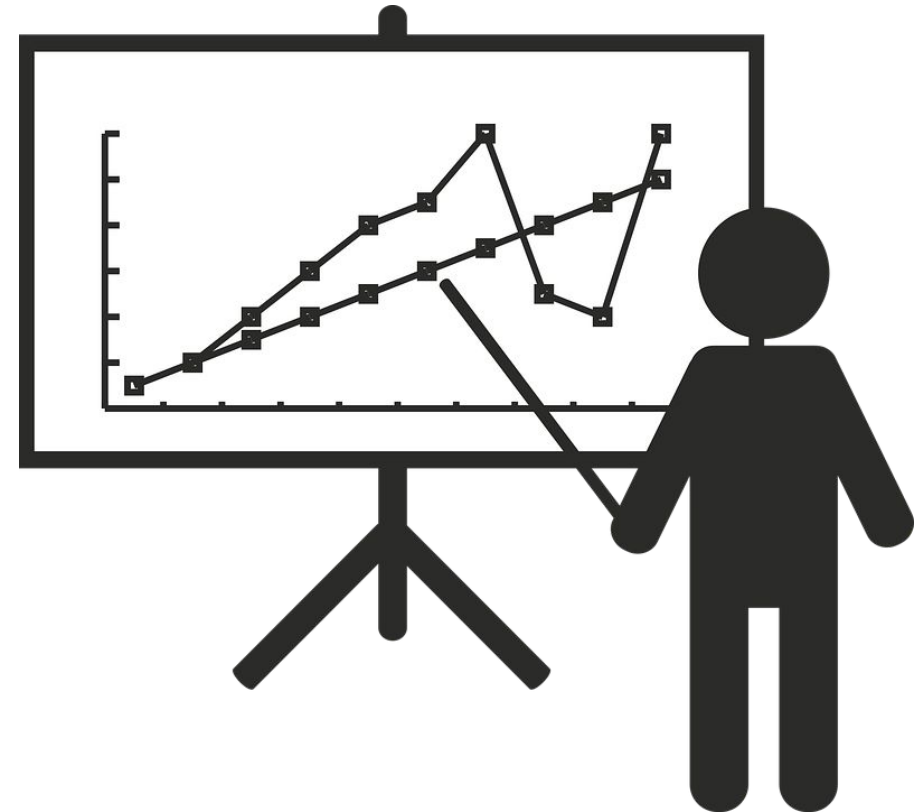
**Junior High School**



**Cortland High School**

# Budget Presentation #3

- Debt Service Projections
- Employee Benefits Projections
- Governor's Budget - Projected State Aid
- Reserves Updates



# Debt Service - Bus Purchases

	BUS SERIAL BONDS													
<b>Amount:</b>	\$711,000		\$500,000		\$551,000		\$575,000		\$529,000		\$399,000		\$452,000	
<b>Year Issued:</b>	2016		2017		2018		2019		2020		2021		2022	
<b>Dated Date:</b>	July 28, 2016		August 15, 2017		August 15, 2018		August 15, 2019		18-Aug-20		16-Aug-21		16-Aug-22	
<b>Purpose:</b>	Bus Purchase		Bus Purchase		Bus Purchase		Bus Purchase		Bus Purchase		Bus Purchase		Bus Purchase - Estimated	
<b>Fiscal Year</b>	<b>Principal</b>		<b>Interest</b>		<b>Principal</b>		<b>Interest</b>		<b>Principal</b>		<b>Interest</b>		<b>Estimated</b>	
<b>Ending 6/30</b>	7/15	7/15 & 1/15	8/15	8/15 & 2/15	8/15	8/15 & 2/15	8/15	8/15 & 2/15	8/15	8/15 & 2/15	8/15	8/15 & 2/15	8/15	8/15 & 2/15
2022	145,000	1,268.75	105,000	3,150.00	110,000	7,125.00	115,000	7,734.38	99,000	9,244.90	-	-	-	-
2023	-	-	105,000	1,050.00	115,000	4,312.50	115,000	5,578.13	105,000	4,718.75	74,000	6,463.49	-	-
2024	-	-	-	-	115,000	1,437.50	120,000	3,375.00	105,000	3,406.25	80,000	3,312.50	82,000	13,560.00
2025	-	-	-	-	-	-	120,000	1,125.00	110,000	2,062.50	80,000	2,412.50	90,000	7,400.00
2026	-	-	-	-	-	-	-	-	110,000	687.50	80,000	1,512.50	90,000	5,600.00
2027	-	-	-	-	-	-	-	-	-	-	85,000	531.25	95,000	3,800.00
2028	-	-	-	-	-	-	-	-	-	-	-	-	95,000	1,900.00
<b>TOTAL</b>	<b>145,000</b>	<b>1,268.75</b>	<b>210,000</b>	<b>4,200.00</b>	<b>340,000</b>	<b>12,875.00</b>	<b>470,000</b>	<b>17,812.51</b>	<b>529,000</b>	<b>20,119.90</b>	<b>399,000</b>	<b>14,232.24</b>	<b>452,000</b>	<b>32,260.00</b>

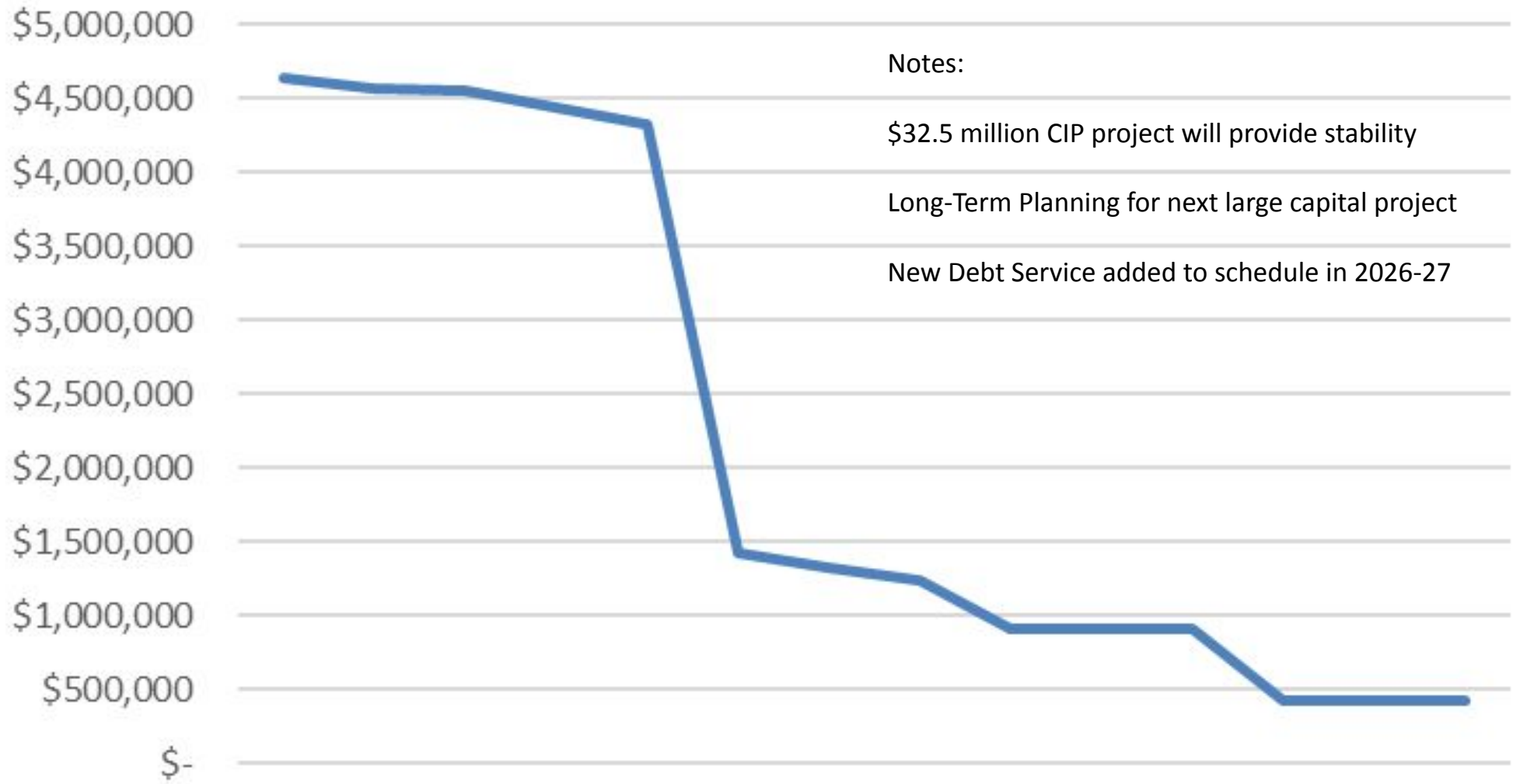
# Debt Service - Bonds

CAPITAL PROJECT BONDS												
Amount:	\$24,560,000			\$3,300,000			\$4,740,000			\$4,270,000		
Year Issued:	2014A - DASNY			2014A - DASNY			2018A - DASNY			2021A - DASNY		
Dated Date:	June 10, 2014			June 10, 2014			June 15, 2018			June 16, 2021		
Purpose:	SED Project #: 0001-004, 0001-005, 0002-005, 0002-006, 0004-005, 0004-006, 0006-005, 0006-006, 0007-004, 0007-005, 0009-005, 0009-0006, 5003-004			SED Project #: 0001-004, 0001-005, 0002-005, 0002-006, 0004-005, 0004-006, 0006-005, 0006-006, 0007-004, 0007-005, 0009-005, 0009-0006, 5003-004			SED Project #: 0001-007, 0002-008, 0004-008, 0006-008, 0007-008, 0009-009, 5003-006			SED Project #: 0-007-012		
Fiscal Year	Principal	Interest	Interest	Principal	Interest	Interest	Principal	Interest	Interest	Principal	Interest	Interest
Ending 6/30	6/15	12/15	6/15	6/15	12/15	6/15	6/15	12/15	6/15	6/15	12/15	6/15
2022	2,190,000	302,625.00	302,625.00	215,000	51,875.00	51,875.00	285,000	100,875.00	100,875.00	175,000	155,404.17	98,150.00
2023	2,300,000	247,875.00	247,875.00	230,000	46,500.00	46,500.00	300,000	93,750.00	93,750.00	240,000	94,650.00	94,650.00
2024	2,415,000	190,375.00	190,375.00	240,000	40,750.00	40,750.00	315,000	86,250.00	86,250.00	245,000	89,850.00	89,850.00
2025	2,535,000	130,000.00	130,000.00	250,000	34,750.00	34,750.00	330,000	78,375.00	78,375.00	255,000	84,950.00	84,950.00
2026	2,665,000	66,625.00	66,625.00	265,000	28,500.00	28,500.00	345,000	70,125.00	70,125.00	265,000	79,850.00	79,850.00
2027	-	-	-	280,000	21,875.00	21,875.00	365,000	61,500.00	61,500.00	280,000	73,225.00	73,225.00
2028	-	-	-	290,000	14,875.00	14,875.00	375,000	52,375.00	52,375.00	295,000	66,225.00	66,225.00
2029	-	-	-	305,000	7,625.00	7,625.00	400,000	43,000.00	43,000.00	310,000	58,850.00	58,850.00
2030	-	-	-	-	-	-	420,000	33,000.00	33,000.00	325,000	51,100.00	51,100.00
2031	-	-	-	-	-	-	440,000	22,500.00	22,500.00	340,000	42,975.00	42,975.00
2032	-	-	-	-	-	-	460,000	11,500.00	11,500.00	360,000	34,475.00	34,475.00
2033										375,000	25,475.00	25,475.00
2034										395,000	16,100.00	16,100.00
2035										410,000	8,200.00	8,200.00
TOTAL	12,105,000	937,500.00	937,500.00	2,075,000	246,750.00	246,750.00	4,035,000	653,250.00	653,250.00	4,270,000	881,329.17	824,075.00

	<b>Bus Purchases</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
<b>2021-22</b>	\$ 574,000.00	\$ 28,523.03	\$ 602,523.03
<b>2022-23</b>	\$ 514,000.00	\$ 22,122.87	\$ 536,122.87
<b>2023-24</b>	\$ 502,000.00	\$ 25,091.25	\$ 527,091.25
<b>2024-25</b>	\$ 400,000.00	\$ 13,000.00	\$ 413,000.00
<b>2025-26</b>	\$ 280,000.00	\$ 7,800.00	\$ 287,800.00
<b>2026-27</b>	\$ 180,000.00	\$ 4,331.25	\$ 184,331.25
<b>2027-28</b>	\$ 95,000.00	\$ 1,900.00	\$ 96,900.00
<b>TOTALS:</b>	<b>\$ 2,545,000.00</b>	<b>\$ 102,768.39</b>	<b>\$ 2,647,768.39</b>

	<b>Capital Project Bonds</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
<b>2021-22</b>	\$ 2,865,000.00	\$ 1,164,304.17	\$ 4,029,304.17
<b>2022-23</b>	\$ 3,070,000.00	\$ 965,550.00	\$ 4,035,550.00
<b>2023-24</b>	\$ 3,215,000.00	\$ 814,450.00	\$ 4,029,450.00
<b>2024-25</b>	\$ 3,370,000.00	\$ 656,150.00	\$ 4,026,150.00
<b>2025-26</b>	\$ 3,540,000.00	\$ 490,200.00	\$ 4,030,200.00
<b>2026-27</b>	\$ 925,000.00	\$ 313,200.00	\$ 1,238,200.00
<b>2027-28</b>	\$ 960,000.00	\$ 266,950.00	\$ 1,226,950.00
<b>TOTALS:</b>	<b>\$ 17,945,000.00</b>	<b>\$ 4,670,804.17</b>	<b>\$ 22,615,804.17</b>

# Capital Project Bonds - Long-Term Debt Schedule



## Notes:

\$32.5 million CIP project will provide stability

Long-Term Planning for next large capital project

New Debt Service added to schedule in 2026-27

# Initial Benefits Projections

- Employer Contribution is a Percentage of Payroll
  - TRS - Teachers' Retirement System
    - 9.8% in 2021-22 → 10-10.5% in 2022-23
    - 2021-22 Budgeted: \$1,902,040
    - 2022-23 Projected: \$2,037,900\*
  - ERS - Employee's Retirement System
    - 16.2% in 2021-22 → 11.6% in 2022-23
    - 2021-22 Budgeted: \$692,046
    - 2022-23 Projected: \$495,540\*

\*Note: Negotiations with CUT and CSEA this year

\*These projections are based on current-year payroll. These will increase as negotiations progress.



# Initial Insurance Projections

<b>Insurance</b>	<b>2021-22</b>	<b>%</b>	<b>2022-23</b>
Social Security	\$1,764,787	6.2%*	\$1,900,000
Medicaid	\$343,339	1.45%*	\$350,000
Unemployment	\$15,000	3.4%*	\$15,000
Health - Active Employees	\$5,585,106	+6%	\$5,920,220
Health - Retirees	\$2,902,709	+6%	\$3,076,880
Other Employees Benefits	\$707,091		\$800,000
<b>TOTALS:</b>	<b>\$11,318,032</b>	<b>+6.57%</b>	<b>\$12,062,100</b>

# Governor's State Aid Projections

	2020-21 Legislative	Change	2021-22 Legislative	Change	2022-23 Estimated Aid
<b>Foundation Aid</b>	\$21,260,554	3.43%	\$21,988,949	3.00%	<b>\$22,648,617</b>
<b>Universal Pre-Kindergarten</b>	\$410,134	0.00%	\$410,134	14.16%	<b>\$468,206</b>
<b>BOCES</b>	\$2,359,203	- 10.76%	\$2,105,260	11.56%	<b>\$2,348,680</b>
<b>High Cost Excess Cost</b>	\$913,263	- 48.51%	\$470,264	99.75%	<b>\$939,349</b>
<b>Private Excess Cost</b>	\$68,425	246.49%	\$237,087	- 3.22%	<b>\$229,447</b>
<b>Hardware &amp; Technology</b>	\$44,938	- 6.32%	\$42,098	- 2.19%	<b>\$41,176</b>
<b>Software, Library, Textbook</b>	\$167,760	- 13.30%	\$145,446	23.14%	<b>\$179,097</b>
<b>Transportation, Including Summer</b>	\$1,183,459	2.57%	\$1,213,903	5.54%	<b>\$1,281,136</b>
<b>Building</b>	\$3,876,386	- 3.43%	\$3,743,555	- 0.29%	<b>\$3,732,696</b>
<b>Pandemic Adjustment</b>	- \$845,702				
<b>TOTAL</b>	<b>\$29,438,420</b>	<b>3.12%</b>	<b>\$30,356,696</b>	<b>4.98%</b>	<b>\$31,868,404</b>

# 2021-22 Estimated vs Legislative

	Change from 20/21	2021-22 Estimated Aid	Change from Estimated	2021-22 Legislative	Change from 21/22	2022-23 Budgeted Aid As of 1/25/22
<b>Foundation Aid</b>	3.41%	\$21,984,521	0.02%	\$21,988,949	2.50%	<b>\$22,538,673</b>
<b>Universal Pre-Kindergarten</b>	14.16%	\$468,206	- 12.40%	\$410,134	5.00%	<b>\$430,641</b>
<b>BOCES</b>	3.76%	\$2,447,828	- 13.99%	\$2,105,260	8.50%	<b>\$2,284,207</b>
<b>High Cost Excess Cost</b>	20.21%	\$1,097,843	- 57.16%	\$470,264	85.00%	<b>\$869,988</b>
<b>Private Excess Cost</b>	292.81%	\$268,778	- 11.79%	\$237,087	- 4.50%	<b>\$226,418</b>
<b>Hardware &amp; Technology</b>	- 6.28%	\$42,116	- 0.04%	\$42,098	- 3.00%	<b>\$40,835</b>
<b>Software, Library, Textbook</b>	5.07%	\$176,269	- 17.49%	\$145,446	20.00%	<b>\$174,535</b>
<b>Transportation, Including Summer</b>	24.39%	\$1,472,114	- 17.54%	\$1,213,903	3.50%	<b>\$1,256,390</b>
<b>Building</b>	- 0.47%	\$3,858,318	- 2.97%	\$3,743,555	- 1.25%	<b>\$3,696,761</b>
<b>TOTAL</b>	<b>8.08%</b>	<b>\$31,815,993</b>	<b>- 4.59%%</b>	<b>\$30,356,696</b>	<b>3.83%</b>	<b>\$31,518,448</b>

# Reflections on Governor's Budget

- These are initial projections
  - They will likely change - Assume they will go down
  - Note the previous slide with reductions from Estimated Aids to Legislative Budget for 2021-22
- Legislative Budget will be available by April
  - We will have better projections in a couple of months
  - Revenue projections will be updated regularly
- Best practice: Underestimate State Aid



# Key Take-Aways

- 2022-23 budget is dependent upon expected revenues
  - Constant balancing act between Revenues and Expenses
- Debt Service is expected to remain fairly stable
- District Share of Benefits is based on Payroll and Premium Costs
- Insurance costs are expected to increase
- State Aid is expected to increase, but likely less than initial Governor Executive Budget
  
- A lot of unknowns at this point



# Next Steps in Budget Process

- Review Initial Budget Requests
- Tax Levy Calculations (next BOE Meeting)
- Continue to update Revenue Projections

Note: Negotiations with CUT and CSEA this year



# Reserves - Guiding Principles

- Up for BOE Action tonight is the approval of the Guiding Principles
  - Typically BOE approved at Reorganizational Meeting in July
- Important notes for this year:
  - All reserves are expected to have minimal increases due to interest added
  - Excess fund balance from 2020-21 were transferred into Capital Reserve
    - ~\$2.9 million
  - Only the Capital Reserve is expected to be used this year
    - \$1.5 million voter-approved for design work of current \$32.5 million CIP
  - TRS Reserve has yet to be funded
  - Updated definitions and information for Assigned Fund Balance, Carryover Encumbrances, and Unassigned Fund Balance
  - End of year recommendations are forthcoming

# Next Presentation - Feb 8

- Tax Levy Calculations
- Initial Budget Requests





Questions?

