



# 2020-2021 Budget *Update*

Board of Education Meeting  
April 21, 2020





# Budget *Components* – 2020-2021

- Expenditures

- Salaries
- Benefits
- Debt Service
- BOCES Services
- Contractual & Supplies

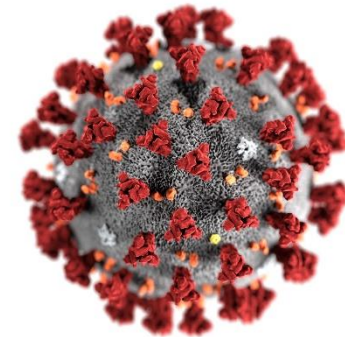
- Revenue

- State Aid
- Real Property Tax
- Other (PILOT, Medicaid, Interest)
- Reserves
- Appropriated Fund Balance



## *Summary* April 1 State Aid Run for ER

- Contains a Pandemic Adjustment Equal to Amount of Federal Stimulus
- Removes Community Set-aside Funds
- Removes Foundation Aid Increase
- BOCES Aid is Expense-Driven Aid Again, Lower for Us
- *What is Next?*
- Lowering of Transportation Aid?
- 3 More Chances for Governor to Reduce Aid
  - April 30, July 31, December 31



<b>State Aid</b>	<b>2020-2021 <i>Final State Aid Run At 4/1/20</i></b>	<b>2020-2021 <i>Proposed State Aid at 3/24/20</i></b>	<b>\$ Change</b>
Foundation Aid	\$6,603,930	\$6,680,309	(\$76,379)
High Tax Aid	\$325,321	\$325,321	\$0
Transportation Aid	\$644,530	\$644,530	\$0
Building Aid	\$1,725,295	\$1,670,895	\$54,400
BOCES Aid	\$1,011,253	\$1,153,803	(\$142,550)
Public Excess Cost Aid	\$230,355	\$350,355	(\$120,000)
Private Excess Cost Aid	\$193,459	\$195,981	(\$2,522)
Software/Library/Textbook Aid	\$83,781	\$83,807	(\$26)
Hardware/Technology Aid	\$18,842	\$18,219	\$623
Universal Pre-K	\$156,349	\$156,349	\$0
<b>Pandemic Adjustment</b>	(\$421,633)	\$0	(\$421,633)
<b>Federal CARES Restoration</b>	\$421,633	\$0	\$421,633
<b>Total</b>	<b>\$10,993,115</b>	<b>\$11,279,569</b>	<b>(\$286,454)</b>

## **EAST ROCHESTER UNION FREE SCHOOL DISTRICT**

For more information email [staci.sansoucie@erschools.org](mailto:staci.sansoucie@erschools.org)

# *NEW* Gap Explained

Description	Amount
Budgeted State Aid as of 3/24/2020	\$11,279,569
Governor's Final Aid Run as of 4/1/2020	<u>\$10,993,115</u>
State Aid Gap	\$286,454
Plus: Incorrect Building Aid Ratio Used in Governor's Figure	+\$54,400
Plus: Adjustments to Sales Tax Revenue and Interest Earnings	+\$80,000
Less: Proven Excess Cost Aid Figures & BOCES Aid	-\$153,298
<b>Total NEW GAP at 4/1/2020:</b>	<b>\$267,556</b>



# Property Tax Revenue 2020-2021



## 2020-2021 *Maximum* Allowable Levy Limit *vs. Proposed* Levy Increase

- While 4.02% is the *Maximum* Levy Increase as Followed by Law, the *Proposed* 2020-21 Levy Increase = **2.98%**



# How *Does* a 2.98% Levy Increase Impact the 2020-2021 Tax Rate?

- Here's What We Know:

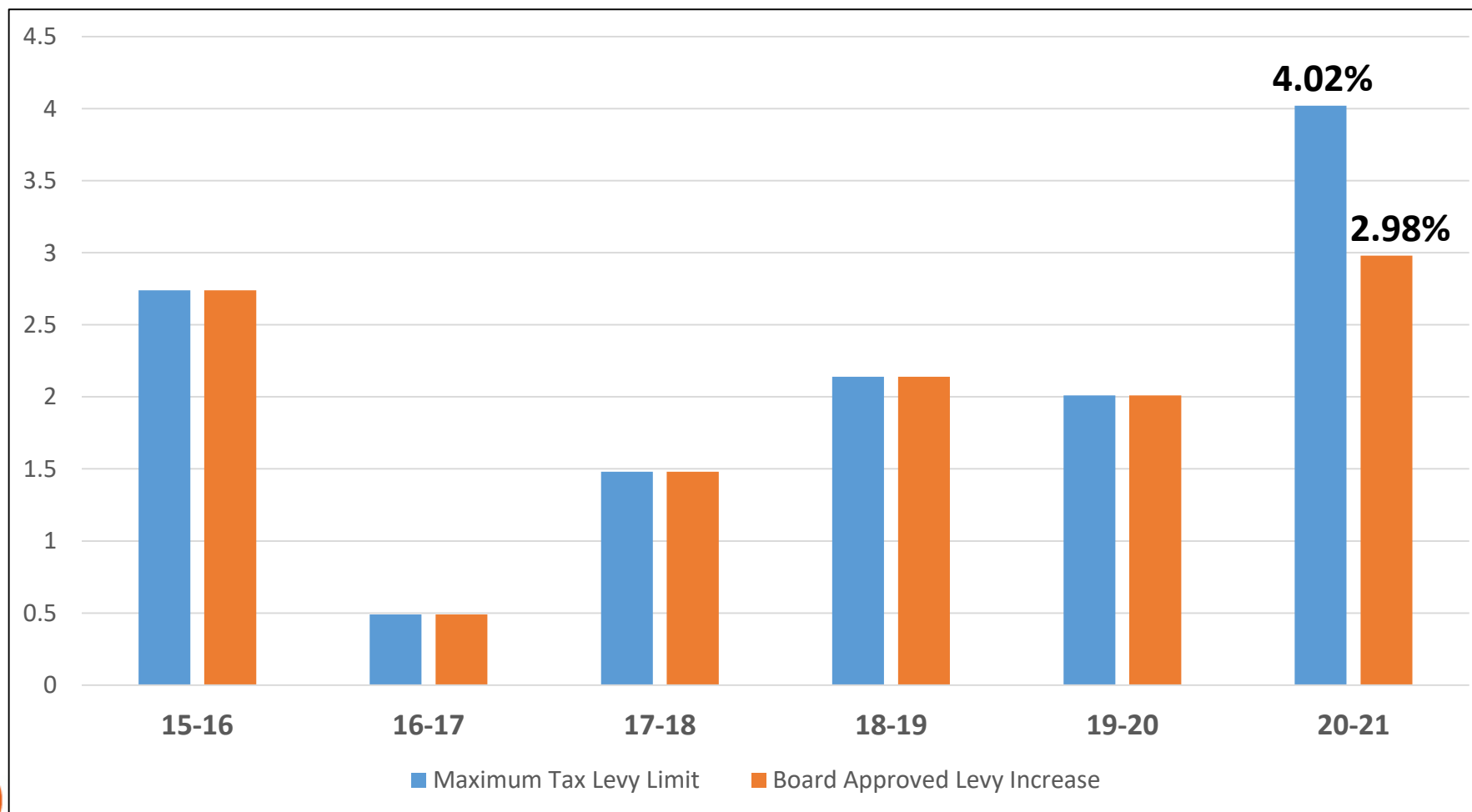
- Assessment Projections Indicate No Growth in ER, Pittsford, Perinton
  - Towns pulling back their reassessment measures
  - Equalization Rates Will Be Below 100% for ER, Pittsford, and Perinton
    - *Q - What Does This Mean?*
      - A - Assessments Are Running Below Fair Market Values (FMV)
      - NYS Assigns Equalization Rates Based on State-Wide FMV
  - Less Assessment + A Below 100% Equalization Rate = Higher Tax Rates







# Tax Levy – *History & Proposed*



# Beyond *the Balance*



- *This Problem is Not Isolated to Balancing the 20-21 Budget:*
- We Continue to:
- Carefully Look at Options to Balance the 20-21 Budget *Again*
- Emergency Budget Already in Place for 2019-2020
- Working on a Plan to *Help* Insulate Us Financially from:
  - Additional Aid Reductions
  - Poor Economic Environment for at Least 2 Years



# Looking Ahead



- *Next* Board Meeting & Budget Adoption – **May 5, 2020**
- *Future Meetings*
  - Board Meeting & Public Budget Hearing – **May 19, 2020**
  - Board Election & Public Vote on the 20-21 Budget – **TBA**
- Questions? Please email [staci.sansoucie@erschools.org](mailto:staci.sansoucie@erschools.org)

