



KENMORE-TOWN OF TONAWANDA
UNION FREE SCHOOL DISTRICT

2022-23

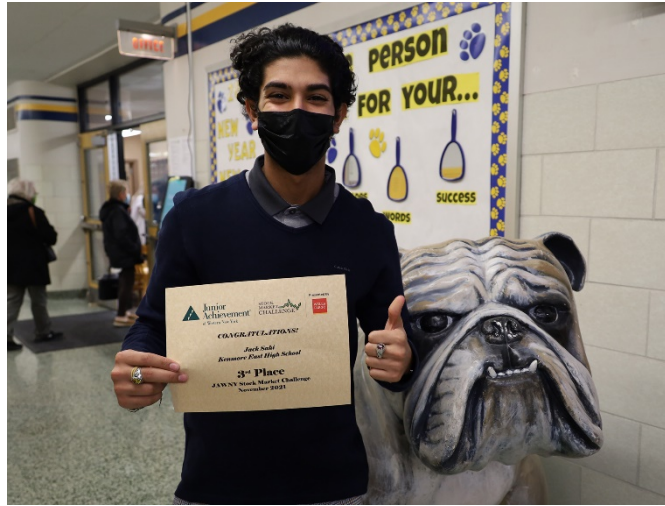
BUDGET WORK SESSION

BOARD OF EDUCATION

FEBRUARY 1, 2022

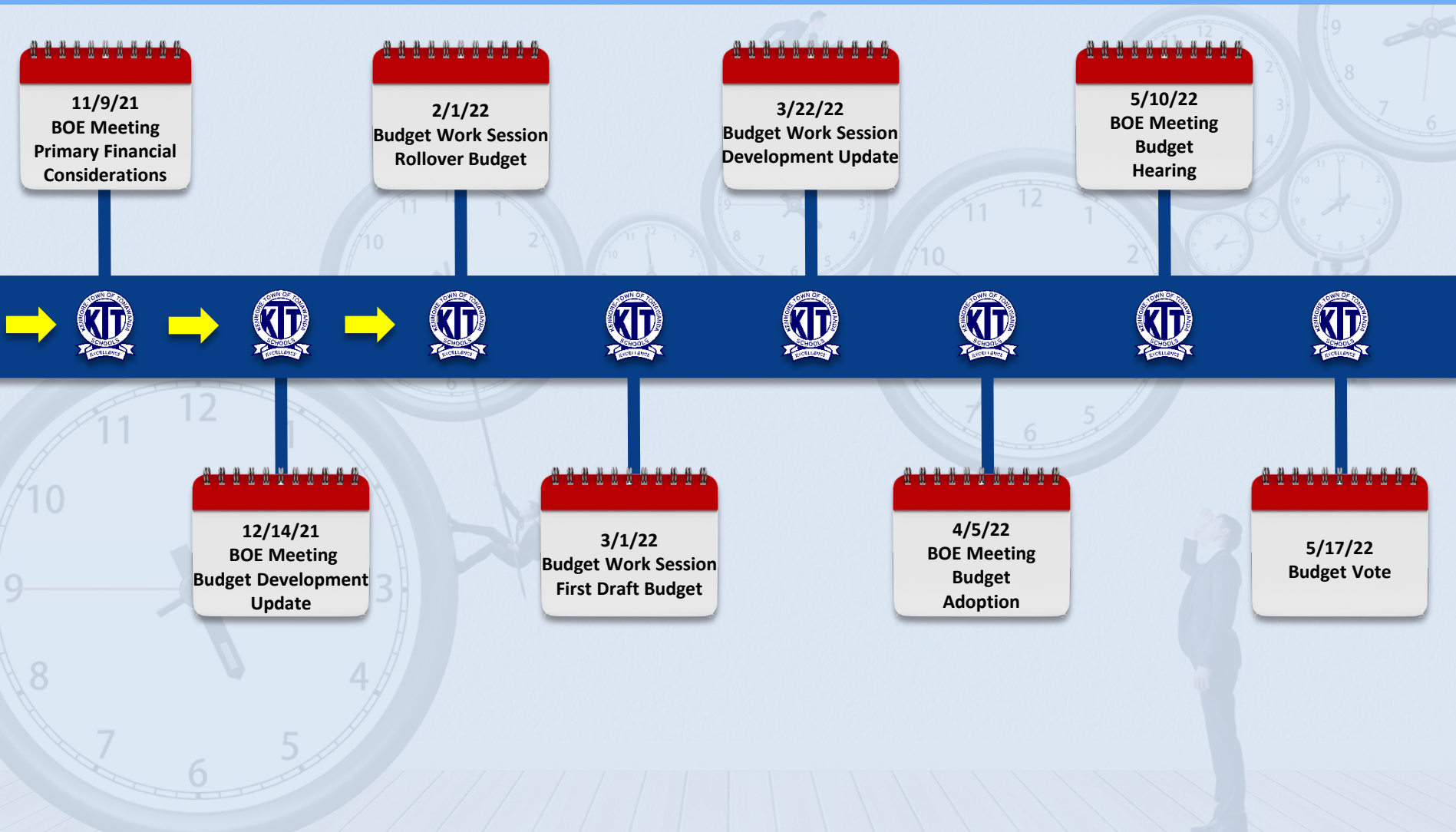
Providing our students with the supports, tools, and diverse opportunities needed to meet the challenges of an ever-changing world.

Objective



Review the 2022-23 Rollover Budget

Budget Development Timeline



Budget Development Assumptions

Expenditure

- Health Care Budget 6% Increase
- Debt Service – Actual and estimated for 2020 Capital project
- BOCES –Service Request review
- Salaries –2.5-3.5% increase based on contractual obligations
- Bus Replacement – 10 buses

Revenue

- 1.0% Increase to tax levy
- Executive budget proposal analysis
- Appropriated Fund Balance and Reserves – Reduction
- Miscellaneous – nominal increases or decreases

Expenditures – Salaries & Employee Benefits

Salary

- Estimated contractual obligations for staff
 - 2.5-3.5%
 - Review budget to budget salary increase

Employee Benefits

- Health Insurance – 6%
 - Current review of expenditures
- Retirement Contributions estimated
 - TRS 10.5%
 - ERS Average 16%

Expenditures – Debt Service

Debt Service Summary

- Reduction in BOND payment for buses
\$321,000
 - More cost effective to do short term financing – Increase \$353,000
- 2020 Capital project payments - \$1.25 million
- Reduction in Debt Interest for prior capital projects - **\$137,000**

Net debt increase - \$1.17

Expenditures – Rollover Budget

2021-22 Budget	\$172,426,830	-
Contractual Increases	\$1,721,407	1.94%
Employee Benefits	\$1,760,989	4.67%
<i>BOCES Services</i>	<i>-\$375,807</i>	<i>-3.20%</i>
Debt Service	\$1,172,216	11.40%
Tuition & Payments to Schools	\$1,603,595	19.84%
Misc. Cont./M&S/Equip.	\$428,277	3.11%
Total Increases	<u>\$6,310,677</u>	
2022-23 Budget	\$178,737,507	3.66%

Revenue – Tax Levy Limit (Tax Cap)

A	21-22 Tax Levy	\$89,998,791
B	Tax Base Growth Factor	1.0012
C	A * B	\$90,106,790
D	Base Year PILOTs	\$927,824
E	C + D	\$91,034,614
F	21-22 Capital Tax Levy	\$1,888,283
G	E - F	\$87,339,906
H	Growth Factor (CPI)	2.0%
I	G * H	\$88,414,187
J	22-23 Estimated PILOTs	\$893,289
K	Levy Before Exclusions (I – J)	\$87,486,363
	2022-23 Exclusions	
L	2022-23 Capital Tax Levy	\$2,155,167
2022-23 Tax Levy Limit		\$91,554,508
2022-23 Tax Levy % Increase		1.73%

← Property growth -
New Construction

← **CPI or 2%
whichever is lower

**CPI – The average
change over time in prices
paid for consumer goods
and services.

Revenue – Executive Budget Proposal

Executive Budget Proposal

- **Foundation Aid Funding:** - Overall increase of \$1.6 Billion to school districts statewide, including fully funding foundation aid in 2023-24 school year.
 - Proposed increase for Ken-Ton, \$2.4 million or 5.88%.
- **Expense Driven Aids** – No formula changes proposed
- **UPK** - \$0 increase, maintain current funding level



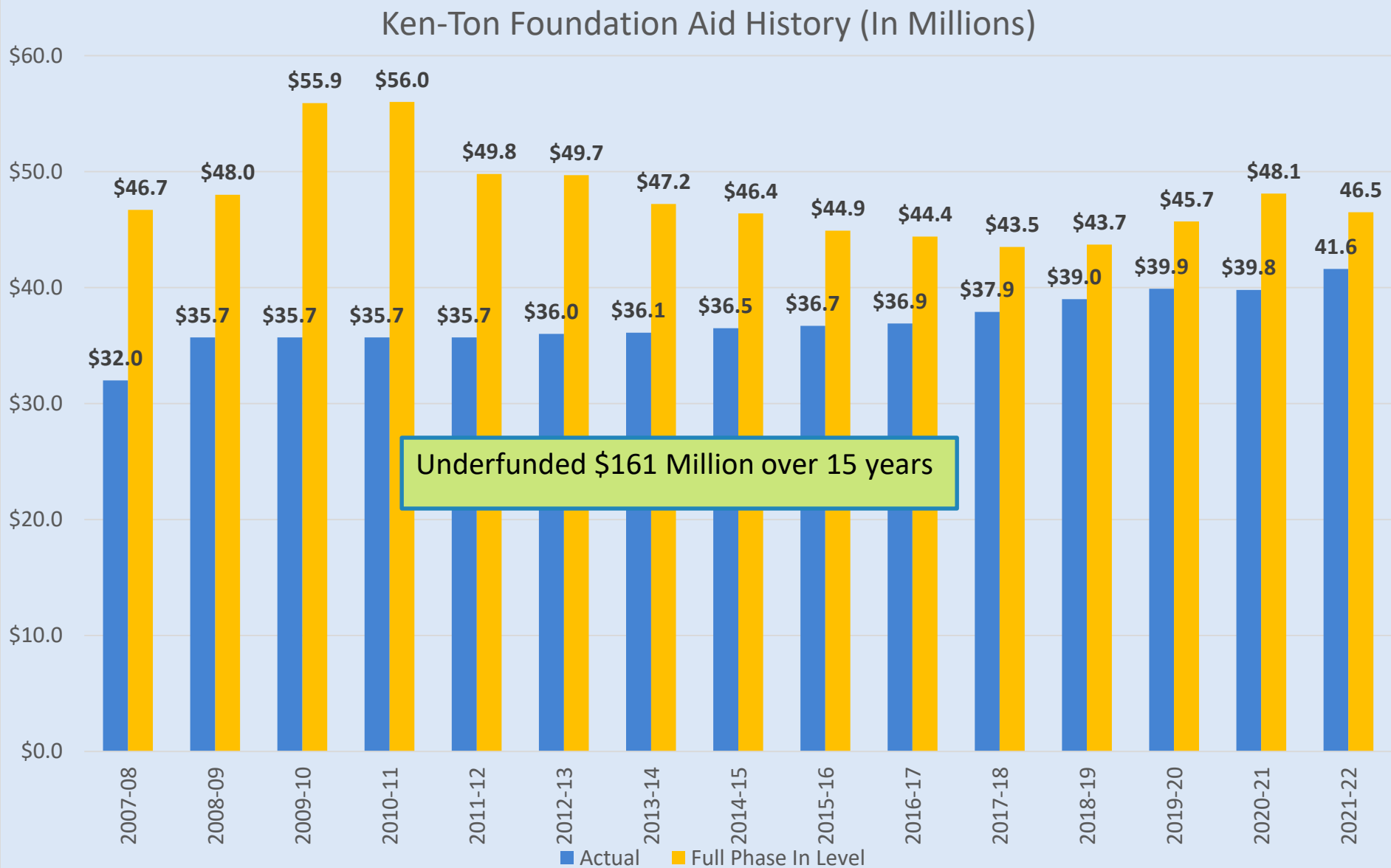
Revenue – Executive Proposed State Aid

	Estimated	Executive		
	State Aid	State Aid		
AID CATEGORY	2021-22	2022-23	Difference	% Change
Foundation aid	41,658,704	44,108,307	2,449,603	5.88%
BOCES	3,949,115	4,096,245	147,130	3.73%
Transportation	3,909,111	5,337,958	1,428,847	36.55%
Hardware Tech	169,705	175,187	5,482	3.23%
Software, Library Textbook	697,080	709,534	12,454	1.79%
Charter School - Transitional	366,110	304,288	(61,822)	-16.89%
High Cost Excess Cost	529,105	376,889	(152,216)	-28.77%
Private Excess Cost	3,365,957	3,407,458	41,501	1.23%
Building aid	6,900,735	6,891,181	(9,554)	-0.14%
Other	264,510	-	(264,510)	-100.00%
TOTAL	61,810,132	65,407,047	3,596,915	5.82%
Universal Pre-K	1,968,361	1,968,361	-	0.00%
TOTAL	63,778,493	67,375,408	3,596,915	5.64%

Revenue – 2022-23 State Aid Budget vs Executive Proposal

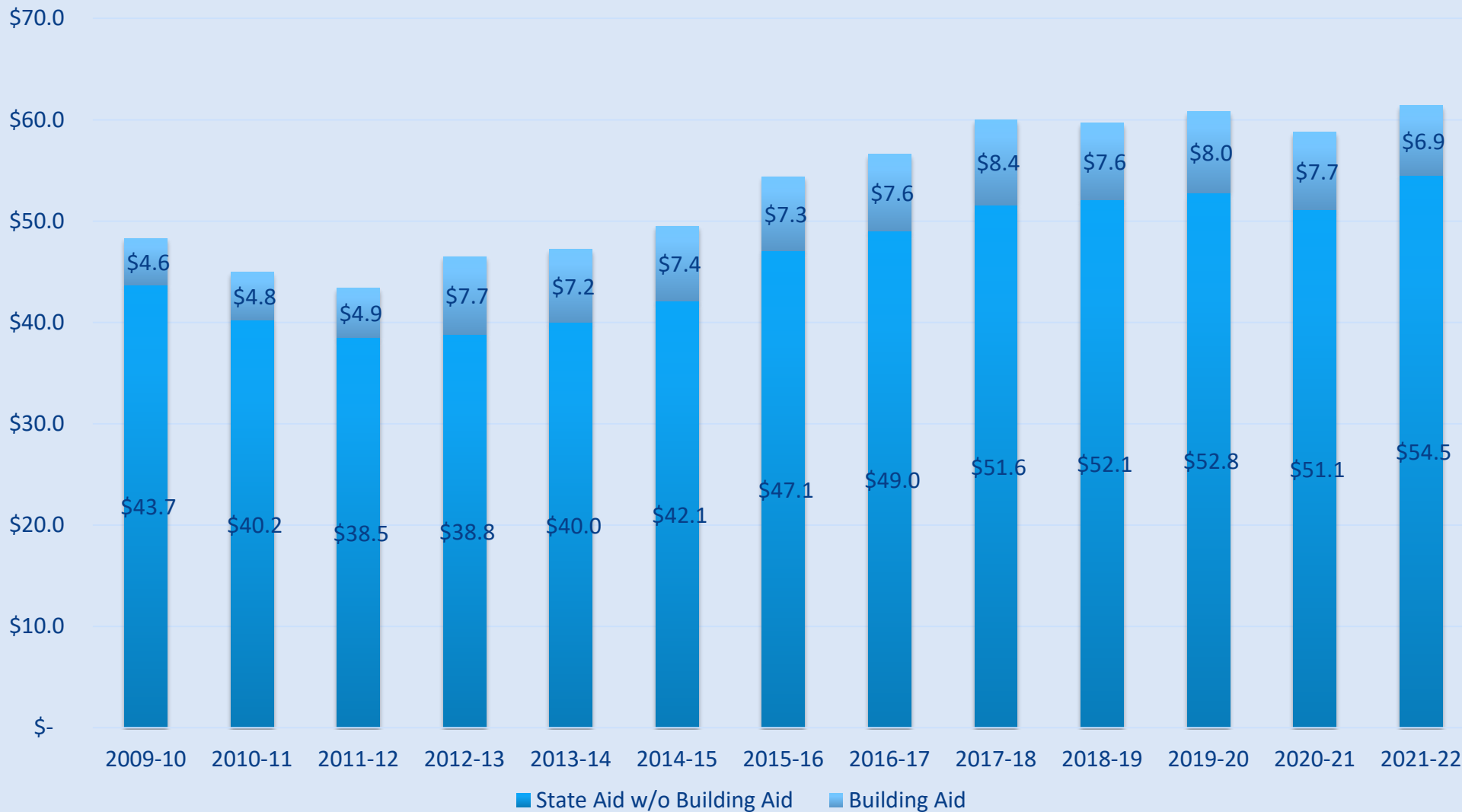
Aid Category	Exec. Proposal	Budget Assumption 2022-23	Difference
<i>Foundation Aid</i>	\$44,108,307	\$43,958,307	-\$150,000
BOCES	\$4,096,245	\$4,005,498	-\$90,747
Transportation	\$5,337,958	\$4,134,958	-\$1,200,000
Hardware Tech	\$175,187	\$175,187	-
Software, Library Textbook	\$709,534	\$709,534	-
Charter School	\$304,288	\$304,288	-
High Excess Cost	\$376,889	\$326,889	-\$50,000
Private Excess Cost	\$3,407,458	\$3,357,458	-\$50,000
Building	\$6,891,181	\$7,391,181	\$500,000
Total Aid	\$65,407,047	\$64,363,300	-\$1,040,747

Historical Foundation Aid



Historical Total State Aid

Ken-Ton State Aid History (In Millions)



Revenue Total

2021-22 Revenue	\$172,426,830	-
Tax Levy	\$899,988	1.0%
Appropriated Reserves	-\$500,000	-6.1%
Rental	-\$200,000	-27.17%
Miscellaneous	-\$66,000	-2.66%
Sales Tax	\$100,000	1.2%
State Aid	\$2,933,464	4.78%
Total Increases	<u>\$3,167,452</u>	
2022-23 Revenue	\$175,594,282	1.84%

Budget Gap

Rollover budget estimate:

Expenditures:\$178,737,507

Revenues:\$175,594,282

Budget Gap:-\$3,143,225

Important questions:

- Will the Executive Budget be approved?



Future Budget Scenario

	Revenue	Expenditure	Difference
2022-23 Rollover budget	\$175,594,282	\$178,737,507	-\$3,143,225
Appropriated Fund Balance & Reserves	\$7,700,000	-	-\$7,700,000
Subtotal	\$167,894,282	\$178,737,507	-\$10,843,225

- Future Appropriated Fund balance and reserves



Continuing Budget Development

Continuing Budget Development:

- Priority – Close Budget Gap
 - Investigate efficiencies and partnerships
 - Staffing Review
 - BOCES Services request reviews
- Monitor and update fund balance projections



QUESTIONS?

Thank you!

**KENMORE-TOWN OF TONAWANDA
UNION FREE SCHOOL DISTRICT**

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