

2023-24 Budget Planning

State Budget Update

Tax Levy, Debt Service
and Bus Proposition

State Budget Update

Full Funding of Foundation Aid

- Increase of \$4,585,056 (26.56%) over 2022-23; *this includes a High Impact Tutoring Set Aside of \$478,716*

Full Funding of Expense Driven Aids

- Includes Transportation, Building Aid, Instructional Materials and Special Education Placements

Increases Universal Pre-K allocation to \$1.1 million, but still unclear as to how to reasonably access funds

Does NOT Include Universal Free Meals

Tax Levy Limit Calculation

Components

- Consumer Price Index (CPI) - Statewide factor used by all districts
 - Over 8% in 2022, but factor is capped at 2.0%
- Allowable Growth Factor - Local factor specific to Mohonasen
 - 0.25%
- Payment in Lieu of Taxes (PILOT)
 - Consistent from 2022-23 to 2023-24

Tax Levy Limit Calculation

Components - continued

- Capital Exclusion - Net cost of debt payments from building projects and bus purchases, minus the state aid received
 - 2022-23 Capital Exclusion - \$1,527,503
 - 2023-24 Capital Exclusion - \$1,593,336
 - \$85,000 Bond payment for \$3.25 million Capital Project
 - Increase of \$65,833 is equal to 0.22% on the levy

History of Tax Levy Limit Calculation

Year	Levy Calculation	CPI	Local Growth Factor
2013-14	4.21% (adopted 3.95%)	2.00%	0.25%
2014-15	3.43%	1.45%	0.47%
2015-16	2.13%	1.62%	0.38%
2016-17	2.21%	0.12%	0.60%
2017-18	2.83%	1.26%	0.81%
2018-19	3.21%	2.00%	0.42%
2019-20	3.82%	2.00%	1.14%
2020-21	2.88%	1.81%	1.33%
2021-22	1.10%	1.23%	0.30%
2022-23	2.74%	2.00%	0.43%
2023-24	2.38%	2.00%	0.25%

Review of Tax Levy for 2023-24

Tax Levy Limit Calculation - 2.38%

- Would increase revenue to be used toward non-capital expenses of \$655,000
- Estimated impact on a home with a full value of \$150,000 would be approximately \$60

Projecting 2024-25 and Beyond

Upcoming Capital Project

- Project to do a BAN (Bond Anticipation Note) in 2024-25 as construction begins
- The project would fully come on the levy over the course of six years, starting in 2025-26
- A Capital Reserve can be established and funded with budget surpluses to off-set taxpayer costs and reduce the annual impact to 0.25% or less per year for the six years, which would be projected to less than an \$8 increase per year during this time

Projecting CPI (Consumer Price Index)

- Although the CPI has remained over 2% for the past two years, we have had this factor be below 2% in 6 of the 11 years and has been as low as 0.12%
- 1% on the tax levy is approximately \$300,000

Bus Proposition

Two 24-Passenger/5-Wheelchair Type A buses

Two Suburbans

Proposition Amount	\$400,000
<u>Less Transportation Aid (76.8%)</u>	<u>\$307,200</u>
District/Taxpayer Share over 5 Years	\$92,800
Annual Taxpayer Share	\$18,560

Due to Transportation Debt dropping off there will be no increase in the tax levy in 2024-25 due to bus purchases.

Note: *Need for buses is determined by the Mohonasen Bus and Vehicle Replacement/Obsolescence Schedule, based on usage the last few years none of the large buses need to be replaced.*

Next Steps

February 27, 2023	BOCES, Employee Benefits and General Support Capital Project Planning Update - CS Arch
March 1, 2023	Tax Levy Calculation due to State Comptroller
March 13, 2023	Instruction, Revenue and Budget Recap
March 27, 2023	Budget Adoption
April 1, 2023	State Budget Due
May 8, 2023	Budget Hearing and Meet the Candidates
May 16, 2023	Budget Vote