

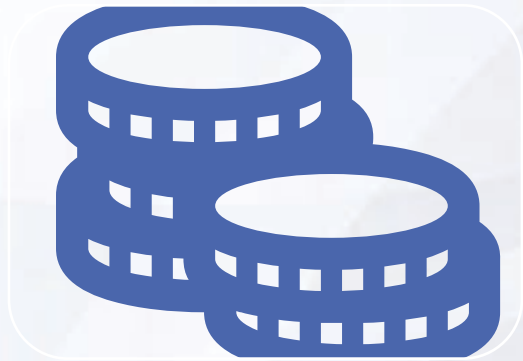
Deposit Central School District 2024-2025 Budget Workshop Presentation

MARCH 11, 2024



LUMBERJACKS

2024-2025 Budget Presentation



Budget Goals



Projected
Expenditures

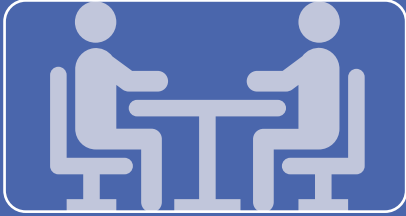


Projected Revenue

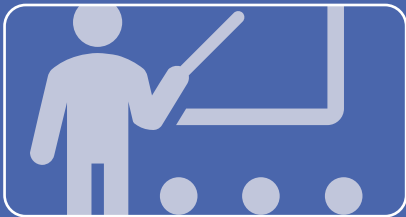


Discussion Session

Budget Goals



Create a sustainable budget within the parameters imposed by the state with a responsible tax levy



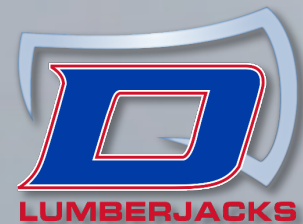
Maintaining quality instruction and programs for our students



Long term planning and use of reserves

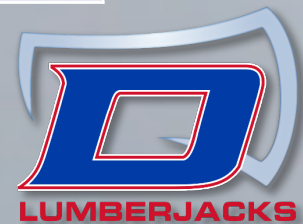
2024-2025 Proposed Budget Comparison

	2023-24 Budget	2024-25 Budget	\$ Change	% Change
Budget	18,638,677	19,508,492	869,815	4.67%
Tax Levy	8,690,774	9,012,741	321,967	3.70%



Projected Expenditures

	2023-24 Budget	2024-25 Budget	\$ Change	% Change
Instructional Salaries	4,926,713	5,038,856	112,143	2.28%
Non-Instructional Salaries	1,753,922	1,973,608	219,686	12.53%
Equipment	60,000	62,590	2,590	4.32%
Contractual Expenses	1,016,716	1,100,605	83,889	8.25%
Materials & Supplies	469,406	483,091	13,685	2.92%
BOCES Expenses	3,010,928	3,185,993	175,065	5.81%
Debt Service	1,731,819	1,622,955	(108,864)	(6.29%)



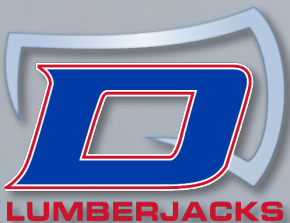
Projected Expenditures - continued

	2023-24 Budget	2024-25 Budget	\$ Change	% Change
State Retirement – ERS	194,468	242,267	47,799	24.58%
Teacher’s Retirement – TRS	519,852	538,463	18,611	3.58%
Social Security	558,723	574,263	15,540	2.78%
Workers Compensation	44,901	47,147	2,246	5.00%
Retirement Incentives	28,000	28,000	-	0.00%
Unemployment Insurance	8,000	8,000	-	0.00%
Health & Dental Insurance	4,164,321	4,476,646	312,325	7.50%
Other Benefits	5,908	5,908	0	0.00%
Transfers	145,000	120,100	(24,900)	(17.17%)
Total	18,638,677	19,508,492	869,815	4.67%

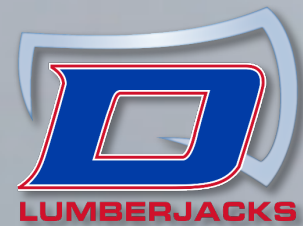
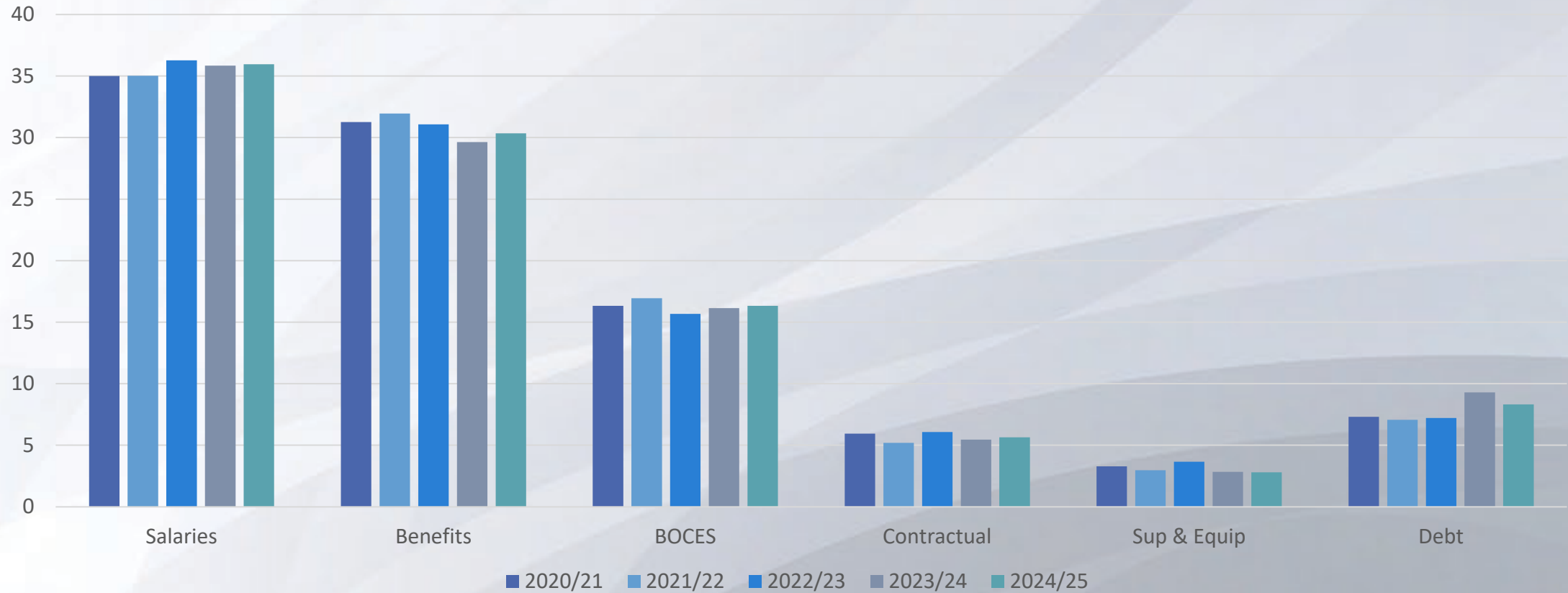


Projected Revenue

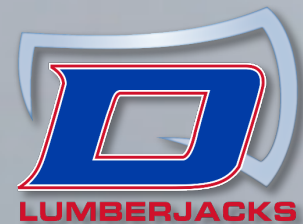
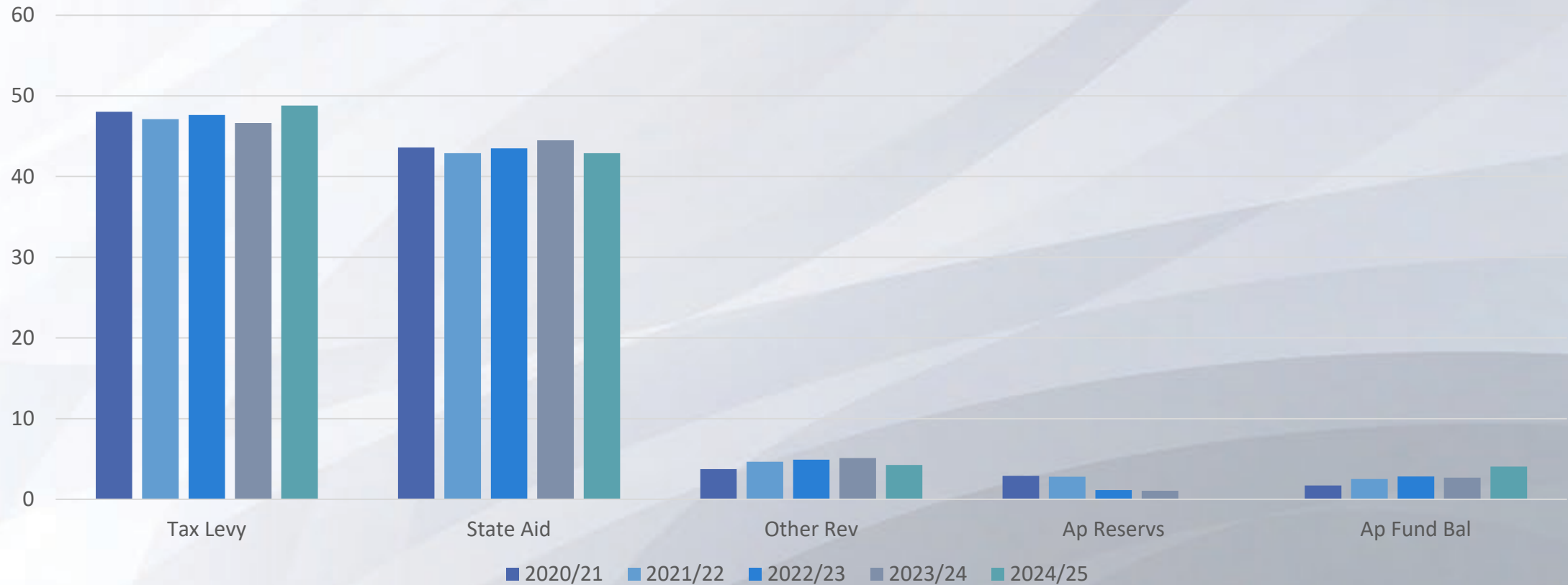
	2023-24 Budget	2024-25 Budget	\$ Change	% Change
Tax Levy	8,690,774	9,012,741	321,967	3.70%
Other Revenue	955,140	783,721	(171,419)	(17.95%)
State Aid	8,293,471	7,921,235	(372,236)	(4.49%)
Appropriated Fund Balance	500,000	750,000	250,000	50.00%
Appropriated Reserves	199,292	0.00	(199,292)	(100.00%)
Total	18,638,677	18,467,697	(170,980)	(.92%)



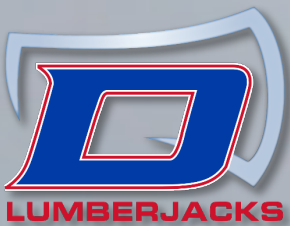
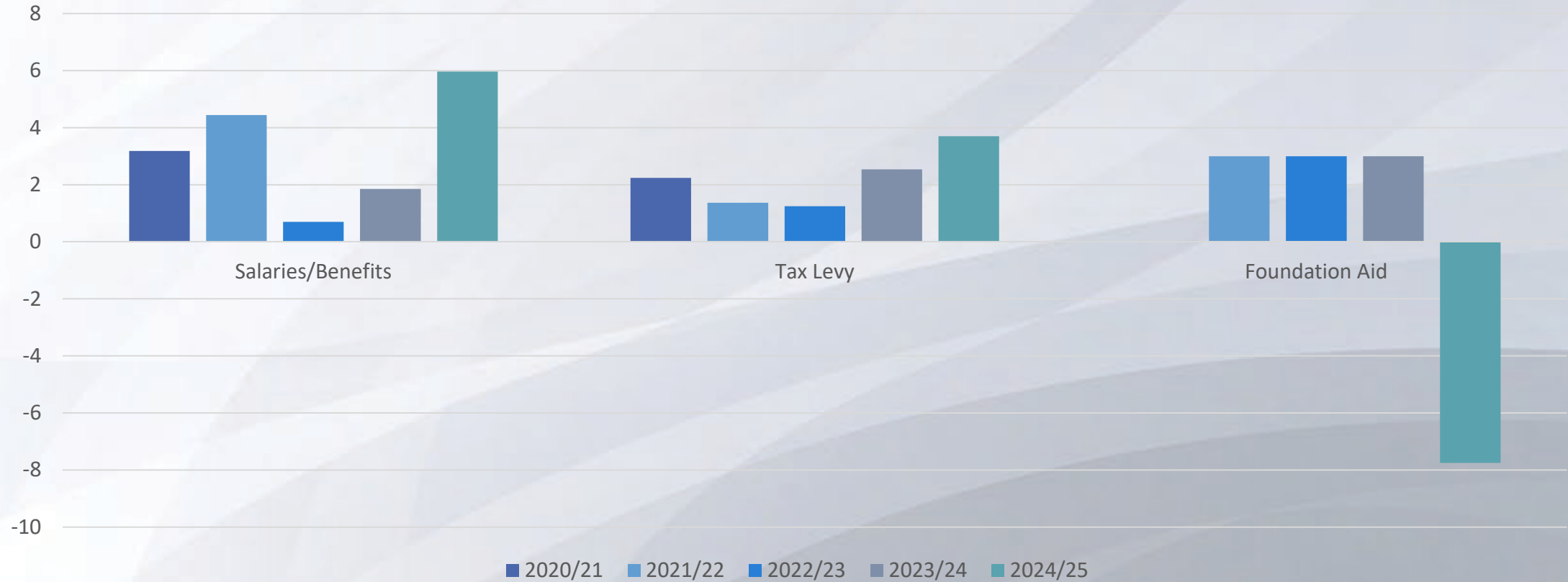
Year to Year Expenditure Comparison as a % of Budget



Year to Year Revenue Comparison as a % of Budget

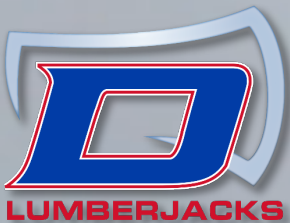


Salary/Benefits Increase vs Taxes/Foundation Aid Inc.



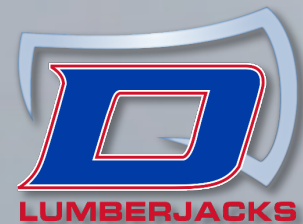
Deposit Tax Limit Calculation

Step 1		2023/24 Tax Levy	8,690,774
Step 2	x	Tax Base Growth Factor	1.0012
			\$ 8,701,203
Step 3	+	2023/24 PILOTS	\$ 190,918
Step 4	-	2023/24 Capital Levy	\$ <u>424,905</u>
			\$ 8,467,216
Step 5	x	Allowable Growth Factor	<u>2.00%</u>
			\$ 8,636,560
Step 6	+	Allowable Carryover	0
	-	2024/25 PILOTS	\$ <u>60,095</u>
		Tax Levy Limit	\$ 8,576,465
Step 7	+	2024/25 Allowable ERS Exemption	\$ 1,797
Step 8	+	2024/25 Capital Levy	\$ 434,479
		Maximum Allowable Levy Limit	\$ 9,012,741



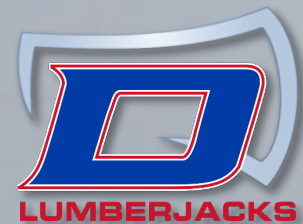
Tax Cap vs Tax Levy

Year	Tax Cap	Tax Levy	Loss of Revenue	Cumulative Loss
2014 – 2015	4.67%	1.15%	260,934	295,149
2015 – 2016	1.55%	0.34%	91,049	386,198
2016 – 2017	2.00%	0.00%	15,118	401,316
2017 – 2018	2.64%	2.64%	-	401,316
2018 – 2019	2.55%	2.55%	-	401,316
2019 – 2020	1.77%	1.77%	-	401,316
2020 – 2021	2.53%	2.24%	23,000	424,316
2021 – 2022	1.37%	1.37%	-	424,316
2022 – 2023	1.50%	1.25%	20,622	444,938
2023 – 2024	2.54%	2.54%	-	444,938
2024 – 2025	3.70%	3.70%	-	444,938



Where are we now?

			% Increase/(Decrease) over 2022-2023
	Budget	\$ 19,508,492	4.67%
Minus	State Aid	\$ 7,921,235	(4.49%)
Minus	Other Revenue	\$ 783,721	(17.95%)
Minus	Appropriated Fund Balance	\$ 750,000	50.00%
Minus	Appropriated Reserves	\$ 0	(100.00%)
Minus	Tax Levy	\$ 9,012,741	3.70%
	Budget Gap	\$ 1,040,795	

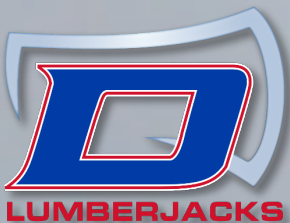


Key Items

- School Aid numbers will not be final until the state budget is passed, but the governor is proposing 2 major changes:

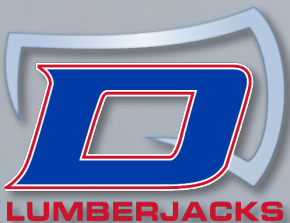
Removing the “save harmless” calculation (applies to districts that are overfunded based on the Foundation Aid formula) and adjusts the aid over two years. This results in an aid reduction of \$441,206 in 24/25 and 25/26. The second change is the inflationary figure – current law would use 4.1%, but the proposal is using to a 10-year average of 2.4%. This represents a \$40,000 aid reduction.

- Millenium Pipeline Pilot is ending and moving from “other revenue” to the tax rolls.
- Health Insurance is looking at a 7.5% increase in the premiums for 24/25.
- Non-Instructional salaries increase is due to the minimum wage and contract increases.
- Contractual increase is due to additional services.



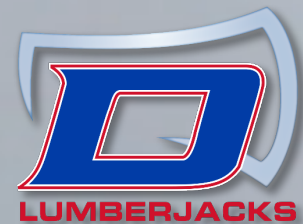
Millenium Pipeline Back on the Tax Roll Effect

- The Millenium Pipeline PILOT will be ending this school year and thus returning to the tax rolls for the 2024-2025 tax year. This means that the revenue from PILOTS will be decreasing and the tax revenue will be increasing.
- As a result, roughly \$130,000 of the \$321,967 tax levy increase will be borne by the Millenium Pipeline, resulting in a net levy increase of 2.20%.



Possible Cost Saving Measures:

Area of Savings			
Staffing: Elimination of positions thru attrition or non-usage Sharing of staff with other districts Appropriating staff to grant-funded programs wherever possible			
BOCES Services			
Use of Reserves			
Elimination of Capital Outlay project			





- Identify areas for further reductions
- Identify additional revenue sources
- Monitor legislative budget for final school aid numbers

Bus Proposition

- Purchases Totaling \$304,708:
 - One 72 Passenger School Bus
 - One 65 Passenger School Bus
- Fleet Reductions:
 - One 65 Passenger School Bus
 - One 72 Passenger School Bus





QUESTIONS & DISCUSSION

Upcoming Schedule

April 22, 2024 – 6:00 PM

Board approved budget

May 13, 2024 – 5:00 PM

Budget Hearing



Thank
you