



Budget 2020-21

Presentation

May 5, 2020

Board of Education Meeting



What's Changed since Budget Presentation #2

COVID-19

- State Aid/State Budget “look back” reduction
- State of Economy- loss of jobs, business closures, etc.
- Budget Timeline changes-Vote and BOE elections
- School closed through end of academic year



Updated State Budget Details

- The State Budget for 2020-21 kept the foundation aid flat to 2019-20 figures so there will be no increase from the current school year - a reduction of \$50,000 from initial projections (1/21/20)
- **New vote date:**
 - **BOE elections and Budget Vote June 9th**



Updated State Aid Details

Pandemic Adjustment:

This has been included into the projected State Aid runs for the 2020-21 school year as follows:

- Projected aid decreased from original 1/21 run
- Federal Cares Stimulus money added back in
- Creates “Pandemic adjustment”- unknown at this point projected between 10-50%



Pandemic Adjustments

- Within the Governor's Budget there is an adjustment feature to where the State now has the ability to decrease State Aid based on State revenue throughout the 2020-21 school year.
- The adjustments are based on "measurement periods" (April 1 to April 30, May 1 to June 30, July 1 to December 31, and January 1 to March 31).
 - 1st Lookback period results will not be announced until **May 15th**
- Since our 1st adjustment period is at the end of April, our State Aid projections could change prior to the budget vote.
- Over time, our aid could then be pulled to make up the gap at the State level

Schalmont's Budget Vote History

Year	Proposed Budget	Vote Result	Yes	No	Tax Levy Increase
2008-09	\$41,550,000	Passed	52%	48%	2.99%
2009-10	\$42,325,000	Passed	62%	38%	0%
2010-11	\$42,325,000	Passed	60%	40%	0.5%
2011-12	\$41,770,000	Passed	74%	26%	0%
2012-13	\$41,925,000	Passed	70%	30%	0.78%*
2013-14	\$43,173,155	Passed	73.8%	26.2%	1.97%*
2014-15	\$44,554,730	Passed	68%	32%	2.00%
2015-16	\$45,797,561	Passed	67.7%	32.3%	1.99%*
2016-17	\$46,570,427	Passed	73.5%	26.5%	0.68%
2017-18	\$47,246,386	Passed	66.9%	33.1%	1.46%
2018-19	\$48,636,823	Passed	66.8%	33.2%	2.6%
2019-20	\$49,250,397	Passed	72.2%	27.8%	2.0%



Budget Landscape

Fund Balance & Reserves-February 2020

- Unemployment Insurance: \$300,000
- Retirement Contributions: \$2,352,058
- Employee Benefit Accrued Liability: \$1,583,355
- Tax Certiorari: \$102,632
- Capital: \$3,300,500
 - Fund Balance is subject to change contingent on our current year bills/payments



Prior Years Fund Balance Used

14/15	\$ 644,778
15/16	\$1,102,722
16/17	\$1,058,684
17/18	\$ 956,236
18/19	\$ 899,361
19/20	\$ 577,824



Budget Scenarios

Current School Year Budget (2019-20)	\$49,250,397
Estimated Rollover Budget for 2020-21	\$51,472,821
Estimated Budget Increase	\$2,222,424
Executive State Aid Increase	1/21= \$770, 456 4/2= \$723,801*
Appropriated Fund Balance	\$2 million
Budget Gap	1/21=\$1,452,424 4/2= \$1,498,623
Tax Levy Increase	0.5%-\$148,000
Min to close gap-1.68% to 2.4% (Tax Levy Limit)	
TOTAL GAP (20% Foundation Aid Loss)	\$3,075,392



Current Estimates	Using 20%	Current Estimates	Using 15%
Budget Rollover	\$2,222,424.00	Budget Rollover	\$2,222,424.00
State Aid Increase	\$723,801.00	State Aid Increase	\$723,801.00
Rollover Gap 1/1/20	\$1,498,623.00	Rollover Gap 1/1/20	\$1,498,623.00
20% Foundation Aid Decrease	\$1,576,769.80	15% Foundation Aid Decrease	\$1,182,577.00
Total Budget Gap	\$3,075,392.80	Total Budget Gap	\$2,681,200.00
Fund Balance	\$2,000,000.00	Fund Balance	\$2,000,000.00
Sub Total	\$1,075,392.80	Sub Total	\$681,200.00
.5% Tax Levy Increase	\$148,000.00	.5% Tax Levy Increase	\$148,000.00
Sub Total	\$927,392.80	Sub Total	\$533,200.00
Additional Reduction at 20%	\$941,800.00	Additional Reduction at 15%	\$534,000.00



Reductions

At 20%

- Operations=\$200,000
- Instructional= 8.6 ftes
- Non-Instructional=5 ftes
- Breakage=\$60,000

At 15%

- Operations= \$100,000
- Instructional= 4 ftes
- Non-Instructional=5 ftes
- Breakage=\$70,000



Recommended budget

GAP	\$3,075,393
Fund Balance	\$2,000,000
Tax Levy (0.5%)	\$148,000
Reductions (15%)	\$534,000



2020-21 Process

- BOE Candidates into BOE Clerk by May 12th
- BOE Adopts Budget by May 21st
- Absentee Ballots are mailed to homes with return envelope to send by 6/9
- Budget Vote is set -June 9th

Stay Informed and Engaged!

Your participation is vital to the budget process

- Stay tuned for information via:
 - E-mails/letters from the superintendent
 - Board meeting agendas/minutes
 - School Website-Budget section of www.schalmont.org
 - Facebook and Twitter