



North Tonawanda City Schools

Achieving Excellence

2020-21 Budget Economic Update

**Board of Education Meeting
March 18, 2020**



The presentation tonight will provide some updates and a draft of the 2020-21 budget.



Budget Builders

- **Revenues**
- **Expenditures**
- **Mandates**
- **Fund Balance and Reserves**



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2020-21 Recommended Budget Goals

- ✓ Stay within the tax cap
- ✓ Allocate resources to support District initiatives and strategic plans
- ✓ Keep pace with Technology
- ✓ Improve Operational Efficiency (Facilities)
- ✓ Continue to enhance safety and security measures throughout the District
- ✓ Reduce Appropriated Fund Balance amount
- ✓ **Additional BOE Directives**



**~ 3 % increase
over
2019-20 Budget**



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Expenditures

2020 – 21 proposed

Expenditure

Budget

\$81,831,936

**\$2,400,636 increase over
2019-20 Budget**

~1.5 % excluding
bus reserve
increase
over
2019-20 Budget



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Expenditures

Excluding the Capital
purchase use of reserves

\$80,637,436

\$1,206,136 increase over
2019-20 Budget

Representing about 1.5%
last year the final budget
increase was **1.98%**

Current State of Economics



BIG IDEA

Current Health Crisis

Uncertain the exact impact of COVID on the economy of NYS but highly likely it will impact any further increase in legislative budget

Major changes

Expenditures

- Reduce BOCES \$300,000 – alt programs and technology spend
- Shift of \$500,000 from contractual to transfer for capital projects

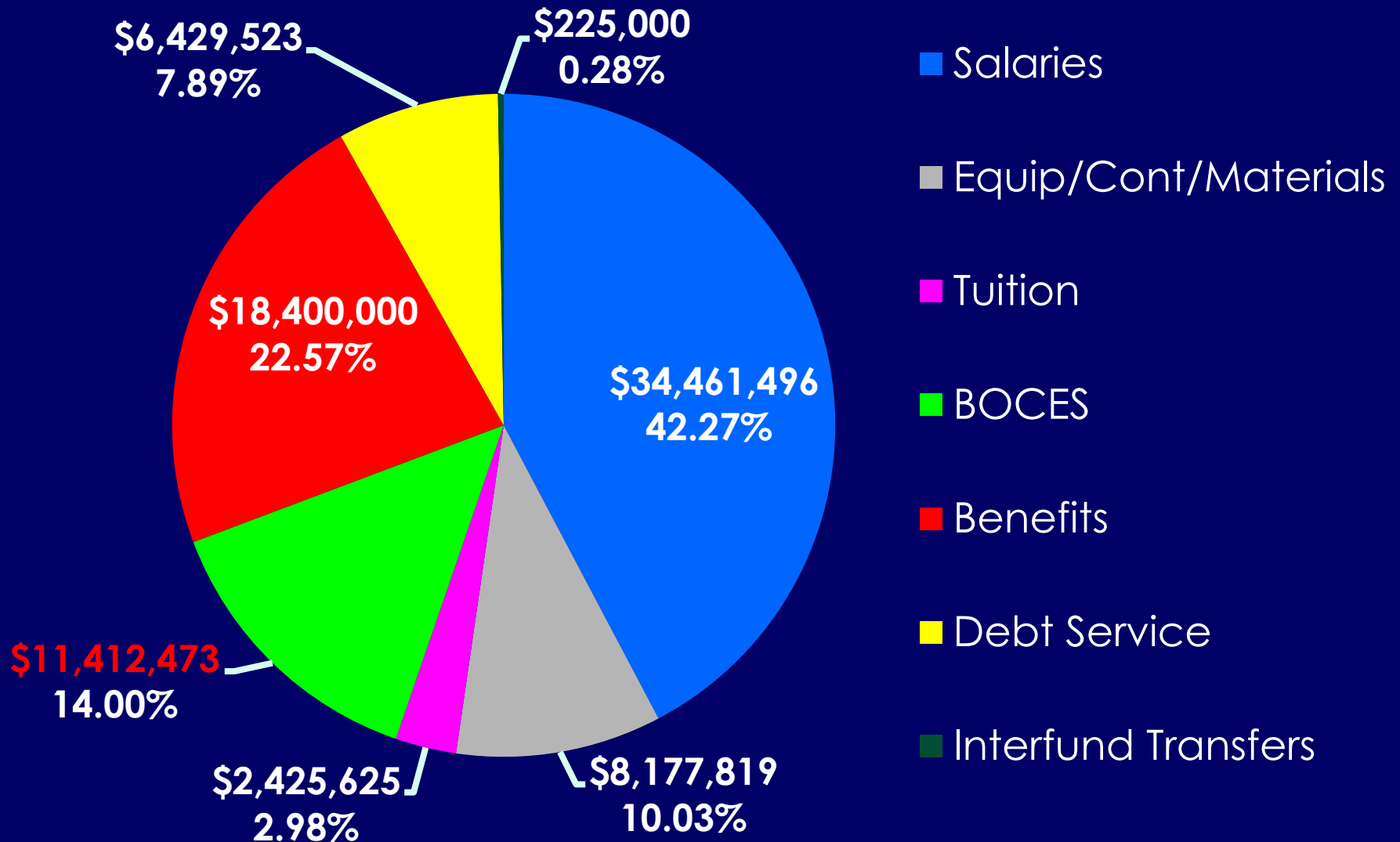
Revenue

- Legislative increase - \$0
- Increase appropriation of Fund Balance – \$100,000

UPDATE

Expenditures

2020 - 21 Proposed Budget \$81,531,936



UPDATE SUMMARY

2020-21 Proposed
Budget Expenditures



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	2019-20	2020-21	Change
Salaries	\$33,477,102	\$34,461,496	\$984,394
Equipment	\$378,500	\$1,972,000	\$1,593,500
Contractual	\$5,386,878	\$4,612,100	(\$774,778)
Materials	\$1,012,516	\$1,093,719	\$81,203
Tuition	\$2,425,625	\$2,425,625	\$ 0
BOCES	\$10,879,677	\$11,412,473	\$532,796
Benefits	\$18,705,266	\$18,400,000	(\$305,266)
Debt Service	\$6,940,736	\$6,429,523	(\$511,213)
Transfers	\$225,000	\$725,000	\$ 500,000
Totals	\$79,431,300	\$81,531,936	\$2,100,636

Transfer to Capital

State Aided
Project

81.2%



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Capital Outlay

\$ 100,000

- Control and Equipment Room
- Playground Site Work

Transfer to Capital

State Aided Project at **81.2%**.

Transfer to Capital

State Aided
Project

81.2%



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Asset Preservation Project

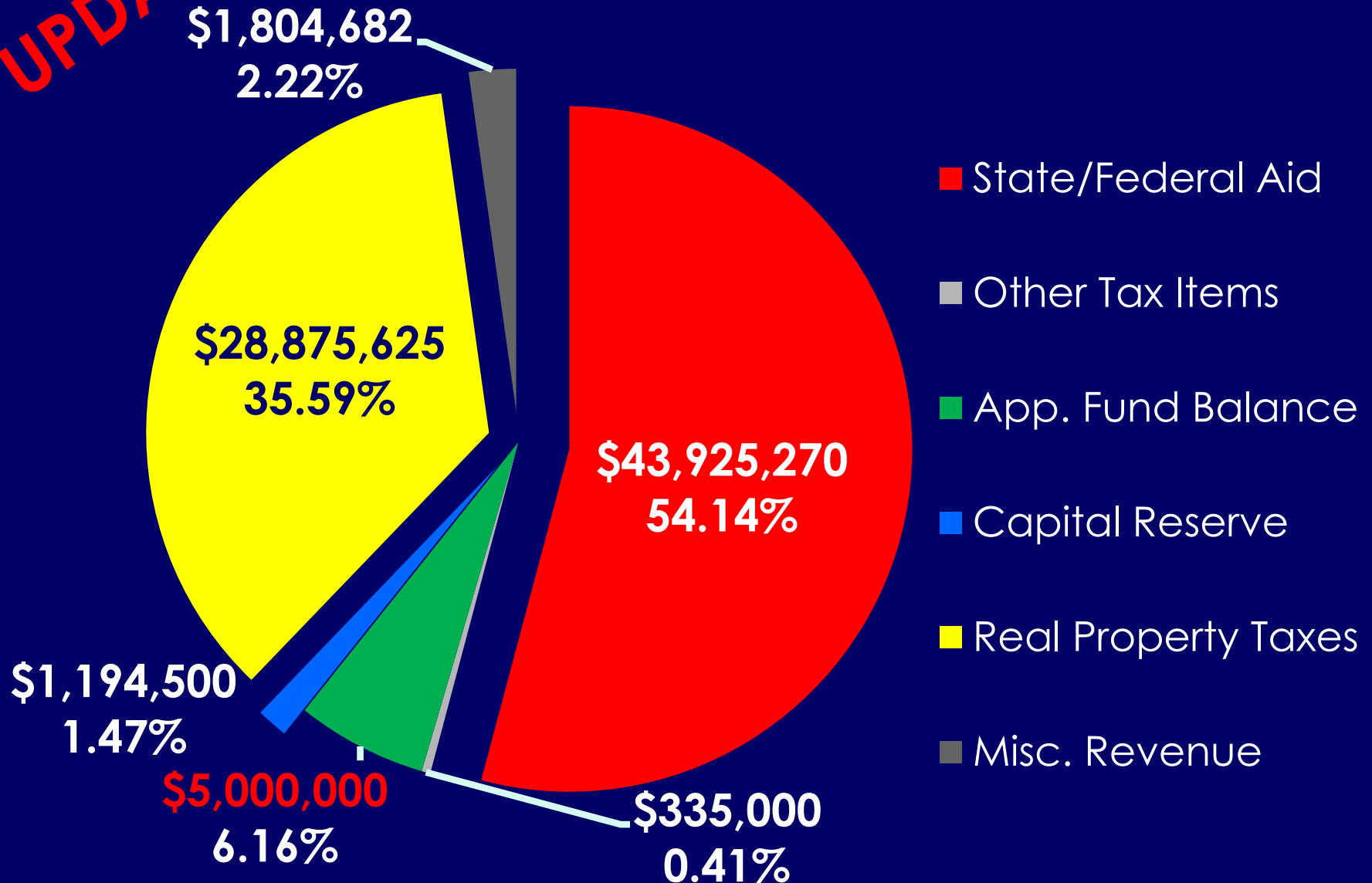
\$ 500,000

- Refinishing of gym floor - complete sanding and resurfacing
- Reconstruction/Construction of Fine Arts Center stair access for stage
- Stage wood floor apron to be refinished
- Pool Improvements
- Bus Parking lot improvements
- Playground Site Work (additional)
- school sign needs to be upgraded and aligned

Revenue (Gov's Proposal)

UPDATE

0% Tax Levy Increase \$81,135,077



Overall Summary

		UPDATED	
19-20 Proposed Budget		Reduction \$ 300,000	\$81,531,936
		BOCES Expense	
19-20 Projected Revenue		Increase \$ 100,000	\$81,135,077
		Use of Fund Balance	
Budget GAP			(\$396,859)



Tax Cap Calculation



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A	19-20 Tax Levy	\$ 28,907,667
D	Tax Base Growth Factor	1.0033
E	Adjusted Levy (A * D)	\$ 29,003,062
F	Base Year PILOTs	\$ 220,011
G	Base Year + PILOTs (E + F)	\$ 29,223,073
I	19-20 Capital Exclusion	\$ 699,249
K	Levy less Capital (G – I)	\$ 28,523,824
L	Growth Factor (CPI)	1.0181
M	Levy including GF (K * L)	\$ 29,040,106
N	20-21 PILOTs	\$ 251,004
O	Levy Before Exclusions (M– N)	\$ 28,789,101
P	Eligible Carry Over	\$ 0
Q	Levy before Exclusions (O + P)	\$ 28,789,101
R	20-21 Capital Tax Levy	\$ 480,612
	2020-21 Tax Levy Limit (Q + R)	\$ 29,269,713
	MAXIMUM Real Property Tax Levy Change	\$ 362,046
	Potential % increase to the cap	1.25 %

Closing the GAP



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Options to close the GAP

Current BUDGET GAP	\$ 396,859
Additional Appropriation of Fund Balance	\$xxx,000
Increase the Tax Levy (1.25 %)	\$ 362,046
Additional Use of Reserves	\$xxx,000
Additional State Aid (ESTIMATE)	\$0
Additional Reductions in General Fund Appropriations	\$xxx,000
Reduction to Gap	\$34,813

Budget Gap \$34,813

BOARD OF Ed MEETING

- Wednesday, April 1, 2020
(POSSIBLE ADOPTION)
- 6:00 PM

BUDGET



- Tuesday, May 19, 2020
- 12:00 – 9:00 PM
- Alumni Center

ANNUAL BUDGET HEARING

- Tuesday, May 12, 2020
- 7:00 PM



Thank You

