

# Revised Budget for 2020-21 School Year

Presented on April 23, 2020

# Revised 2020-21 Budget Overview

Presented on the following slides is the Revised Budget for the 2020-21 school year for Galway Central School District.

This will be an overview of the budget needed to deliver the existing education programs and support services for the children of Galway Central School, at next year's estimated costs, along with a few essential enhancements to the programs, aimed to foster overall instructional improvement as we continue to provide the best possible education for the students.

# Revised 2020-21 Budget Objective/Goal

The budget development objective for 2020-21 remains:

To sustain the fiscal capacity of the school district in order to adequately provide for the programs and services for our students, not only for next year, but for years well into the future.

Also, this budget has a goal to maintain fiscal responsibility and to provide financial excellence and stability, especially in the situation of fiscal pressure stemming from the viral pandemic.

# Revised 2020-21 Budget Highlights

Total Preliminary 2020-21 Budget of \$23,389,781, which would be a \$1,090,651 (4.89%) increase from the 2019-20 budget of \$22,299,130. This Revised Budget is \$232,056 less than the Preliminary Budget that was presented on March 5<sup>th</sup>.

## Major Cost Changes:

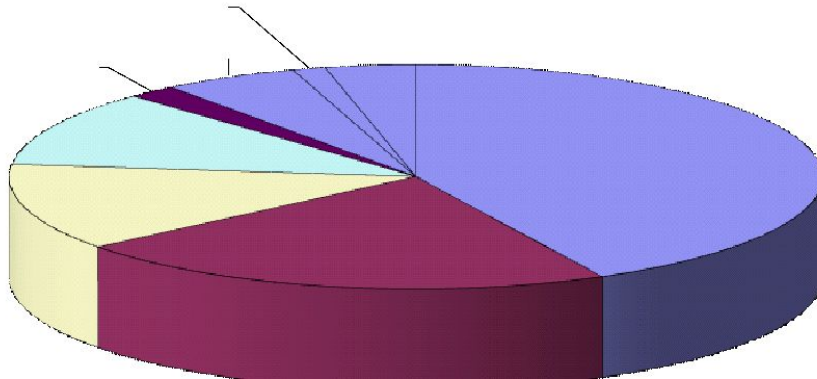
- New Debt Service Principal and Interest: \$696,133
- Employee Salaries: \$158,959
- Employee Benefits: \$213,778

The total of the three areas listed above are the most significant reasons for the overall budget change; representing about 98% of the increase.

# Revised 2020-21 Budget Summary

## Where the money goes

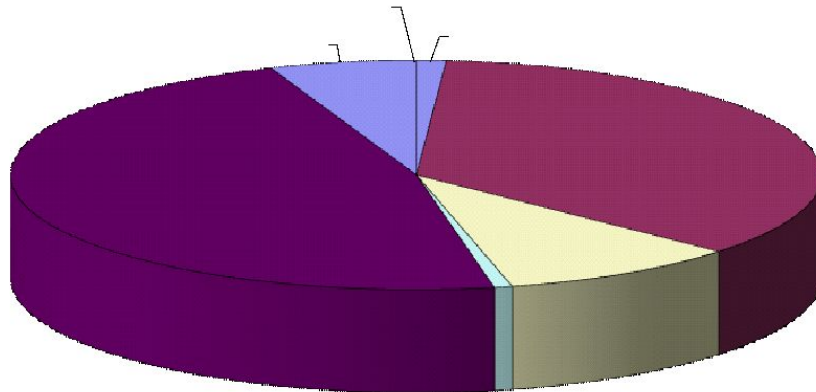
DESCRIPTION	2019-20	2020-21	2020-21	2020-21	2020-21
	Adopted Budget	Revised Budget	\$ Change	% Change	% Share
Employee Salaries	\$9,816,543	\$9,928,317	\$111,774	1.14%	42.45%
Employee Benefits	\$4,863,134	\$5,094,912	\$231,778	4.77%	21.78%
Debt Service/Fund Transfers	\$2,238,513	\$2,929,646	\$691,133	30.87%	12.53%
BOCES Costs	\$2,603,890	\$2,573,077	(\$30,813)	-1.18%	11.00%
Student Transportation	\$430,201	\$456,100	\$25,899	6.02%	1.95%
Support Services / Operations	\$1,299,228	\$1,261,710	(\$37,518)	-2.89%	5.39%
Out-of-District Tuition	\$203,000	\$306,000	\$103,000	50.74%	1.31%
Instructional Programs	\$844,621	\$840,019	(\$4,602)	-0.54%	3.59%
<b>TOTALS</b>	<b>\$22,299,130</b>	<b>\$23,389,781</b>	<b>\$1,090,651</b>	<b>4.89%</b>	<b>100.00%</b>



# Revised 2020-21 Revenues

Where the money comes from

DESCRIPTION	2019-20	2020-21	2020-21	2020-21	2020-21
	Adopted Budget	Revised Budget	\$ Change	% Change	% Share
Miscellaneous Revenues	\$269,079	\$276,787	\$7,708	2.86%	1.18%
State Aid (w/out Building Aid)	\$8,464,598	\$8,295,354	(\$169,244)	-2.00%	35.47%
Building Aid	\$764,709	\$2,235,338	\$1,470,629	192.31%	9.56%
Federal Aid; Fund Transfers	\$593,549	\$166,875	(\$426,674)	-71.89%	0.71%
Tax Levy and STAR	\$10,832,597	\$11,048,166	\$215,569	1.99%	47.24%
Fund Balance Allocation	\$1,374,599	\$1,367,261	(\$7,338)	-0.53%	5.85%
Revenue Gap	\$0	\$0	\$0		0.00%
<b>TOTALS</b>	<b>\$22,299,130</b>	<b>\$23,389,781</b>	<b>\$1,090,650</b>	<b>4.89%</b>	<b>100.00%</b>



# Budget Summary: Appropriations

The Revised Budget for 2020-21 would increase appropriations by \$1,090,651 (4.89%) over the current year.

\$696,133 of the total increase is due to additional debt service payments for the capital project expense. Of that amount, the state will reimburse the district at an approximate rate of 77%.

The remainder of the Budget is increasing by \$394,518, which, in essence, represents the normal growth to keep the District going toward educational excellence. If the debt service change were set-aside, then for comparison purposes, the baseline 2020-21 budget is increasing by about 1.95% over the 2019-20 baseline budget.

## Revenue Summary: State Aid

The preliminary estimate is that state aid for 2020-21 would change by \$1,301,385 over 2019-20. This is because the state building aid will start to be registered as the permanent financing for the capital project will be in place.

However, we are exercising caution about this number as the recently enacted state budget has a schedule of adjustments because of the pandemic crisis, therefore the actual aid could be lower than anticipated. Should this turn out to be the case, there may need to be a mid-year reduction of allocations in order to keep the budget in balance.

The Tax Levy Limitation formula allows a change in the tax levy of about 4.17 percent. However, this Revised Budget is for a moderate 1.99% levy increase.



# Something to Keep in Mind

Things could change.

Governor Cuomo stated in his April 20th press conference that school aid could be cut 20%.

We will continue to monitor and are preparing alternate budgets if warranted.

# Key Remaining Dates

The following dates are being planned but are subject to change:

- May 7 - Board of Education Meeting to Adopt the Proposed 2020-21 Budget
- May 28 - Board Meeting and Public Hearing on Proposed 2020-21 Budget
- June 9 - Vote by Public on Proposed 2020-21 Budget, Propositions, Members of the Board of Education

# Galway Central School District

This has been presentation of the Revised Budget  
for the 2020-21 School Year