



# 2020–21 Budget Overview

## May 26, 2020



2020-21 BUDGET PROCESS  
ENROLLMENT & CLASS SIZES  
REVENUE OVERVIEW  
TAX LEVY CALCULATIONS  
BUDGETARY ADJUSTMENTS

# 2020-21 BUDGET PROCESS




PROCEDURAL STEPS

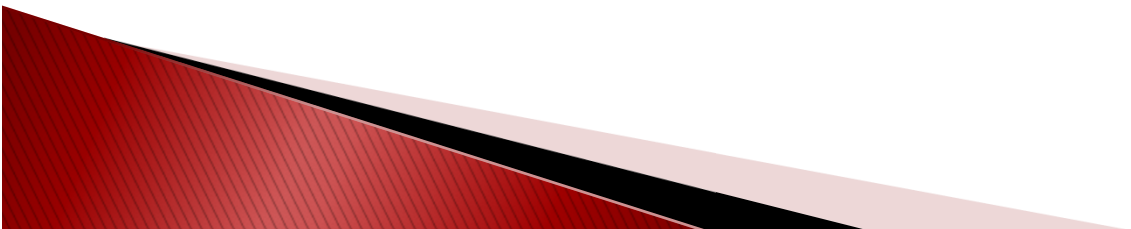
BUDGET GOALS

CONCERNS &  
CONSIDERATIONS

# BUDGET GOALS

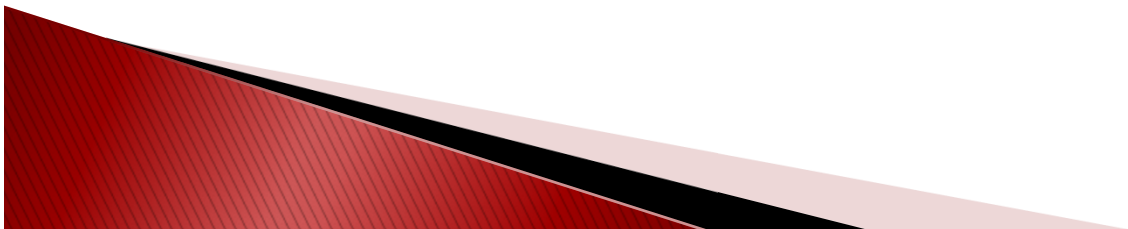
- Retaining current staffing levels
  - Meeting our special education obligations
  - Extending existing initiatives in technology, racial equity, and professional development
  - Acting on high priority building security needs
  - Enhancing K-5 math learning
  - Funding curriculum-based field trips
  - Sustaining mental health supports and expanding access to substance abuse counseling
  - Providing a trainer to our student athletes and adding unified sport options in the high school
  - Leveraging state reimbursement wherever possible to address capital needs
- 

# **EXTENDING EXISTING INITIATIVES in TECHNOLOGY, RACIAL EQUITY, and PROFESSIONAL DEVELOPMENT**

- ▶ The Proposal extends the planned rollout of Chromebooks to grades 3, 4, 8, and 9
  - ▶ The Proposal replicates the current expenditure of \$119,500 for Racial Equity initiatives with preliminary allocations in the categories of:
    - Restorative Practice
    - Bias Awareness
    - SUNY Partnership
    - Other
  - ▶ The Proposal replicates other expenditures in Curriculum Development and Supervision
- 

# FORMING THE BUDGET: PROCEDURAL STEPS

- Rolling over prior year proposal
- Reviewing line expenditures
- Predicting revenues – e.g., state aid, property tax cap, unexpended fund balances.
- Calculating obligatory employee compensation and benefit costs
- Estimating other fixed costs
- Prioritizing capital needs
- Prioritizing program enhancements
- Balancing expenditures and revenues



# BUDGET CONSIDERATIONS

*Actions taken this year affect future budgets*

- Reductions in state aid are *likely* in 2020-21 AND 2021-22
  - New York State has a revenue deficit *before* the COVID-19 pandemic
- Larger increases in health insurance are likely due to COVID-19
- Larger increases in ERS and TRS are likely due to stock market losses
- The maximum allowable levy will most likely be lower next year.
  - Inflation is likely to be less than 2% next year
  - The tax base growth factor may also be lower next year
- This year's tax levy is the starting point for next year's tax levy

# ENROLLMENT DATA



# ENROLLMENT

SCHOOL	CURRENT	PROJECTED
DUZINE	370	360
LENAPE	423	407
MIDDLE SCHOOL	494	458
HIGH SCHOOL	746	737
TOTAL	2033	1962
OTHER	102	



# K-5 ENROLLMENT & CLASS SIZE PROJECTIONS

	2019-2020			2020-2021		
Grade	# Students	# Sections/ # Co-Taught	Avg.	# Students	# Sections	Avg.
K	124*	7/2	18	130 (est.)	7	19
1	101*	6/3	17	124	6	21
2	135*	7/3	19	101	<b>6</b>	17
3	129+	7/2	18	135	7	19
4	143+	6/2	24	129	6	22
5	151+	6/4	25	143	<b>7</b>	20
	783	39/16	20	762	39	20

\* Excludes Self-Contained = 10

+ Excludes Self-Contained = 7

# REVENUE OVERVIEW

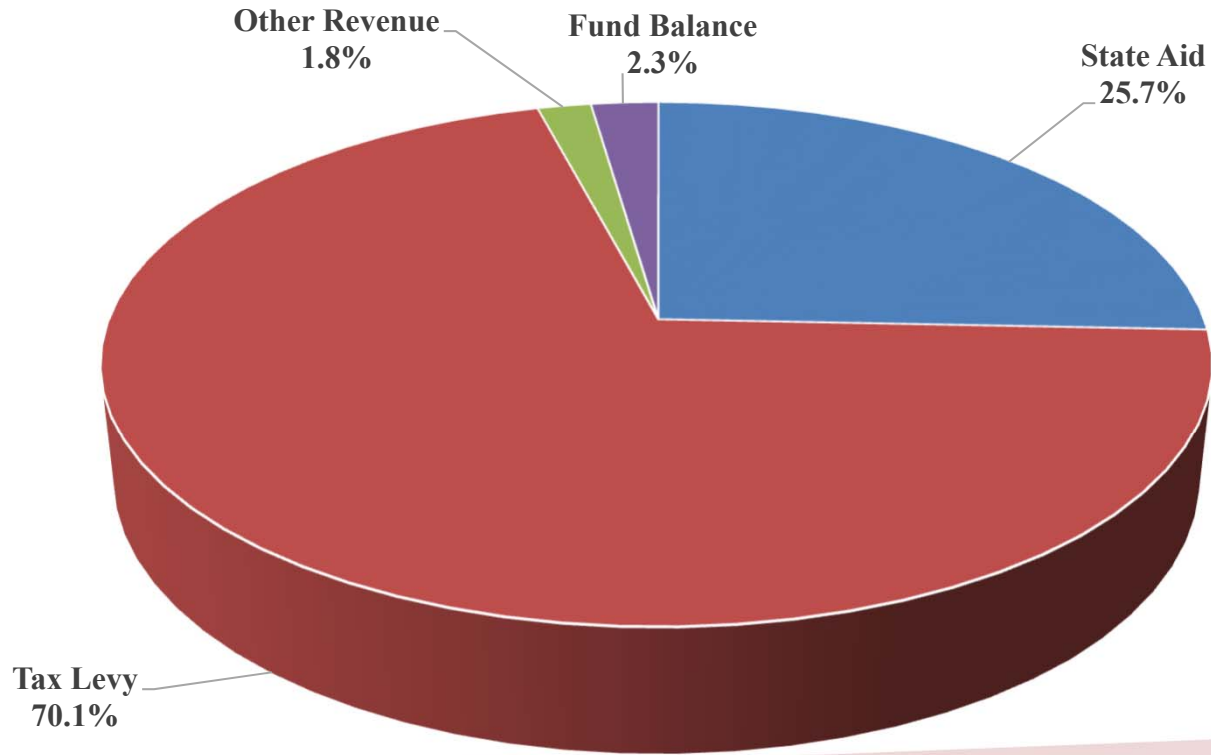


REVENUE SOURCES

STATE AID HISTORY

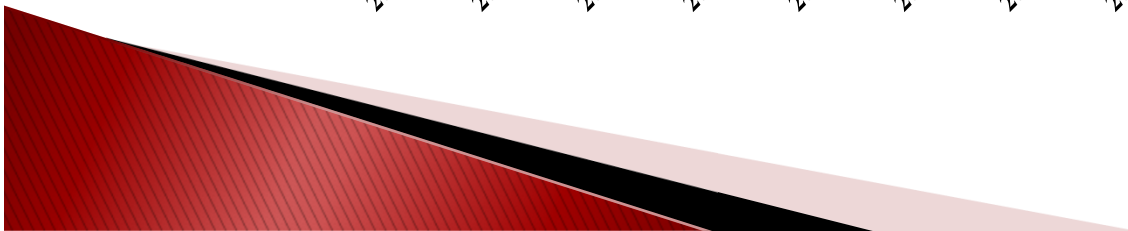
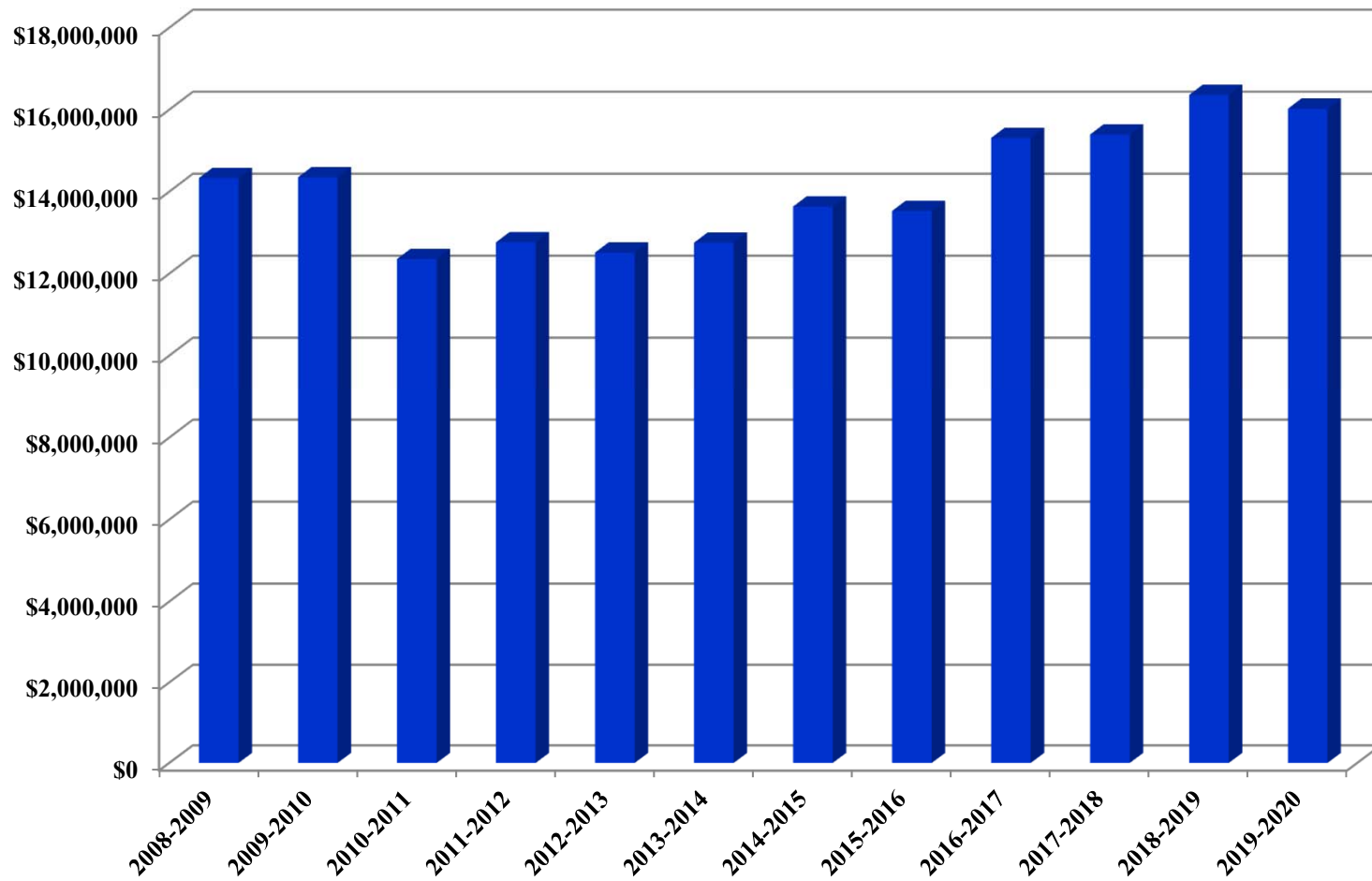
PANDEMIC IMPACT ON  
REVENUES

# New Paltz CSD Revenue Sources 2020-21 Proposed Budget



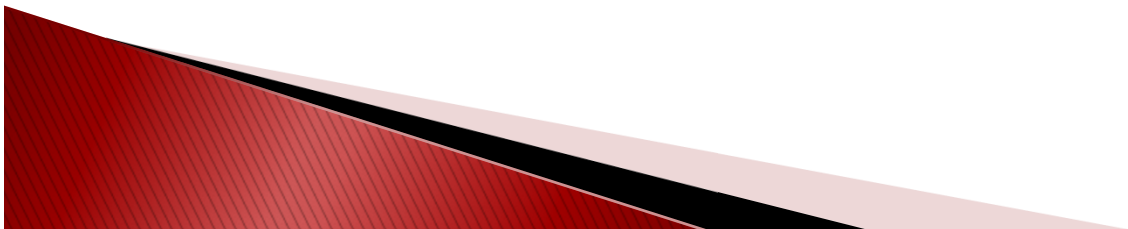
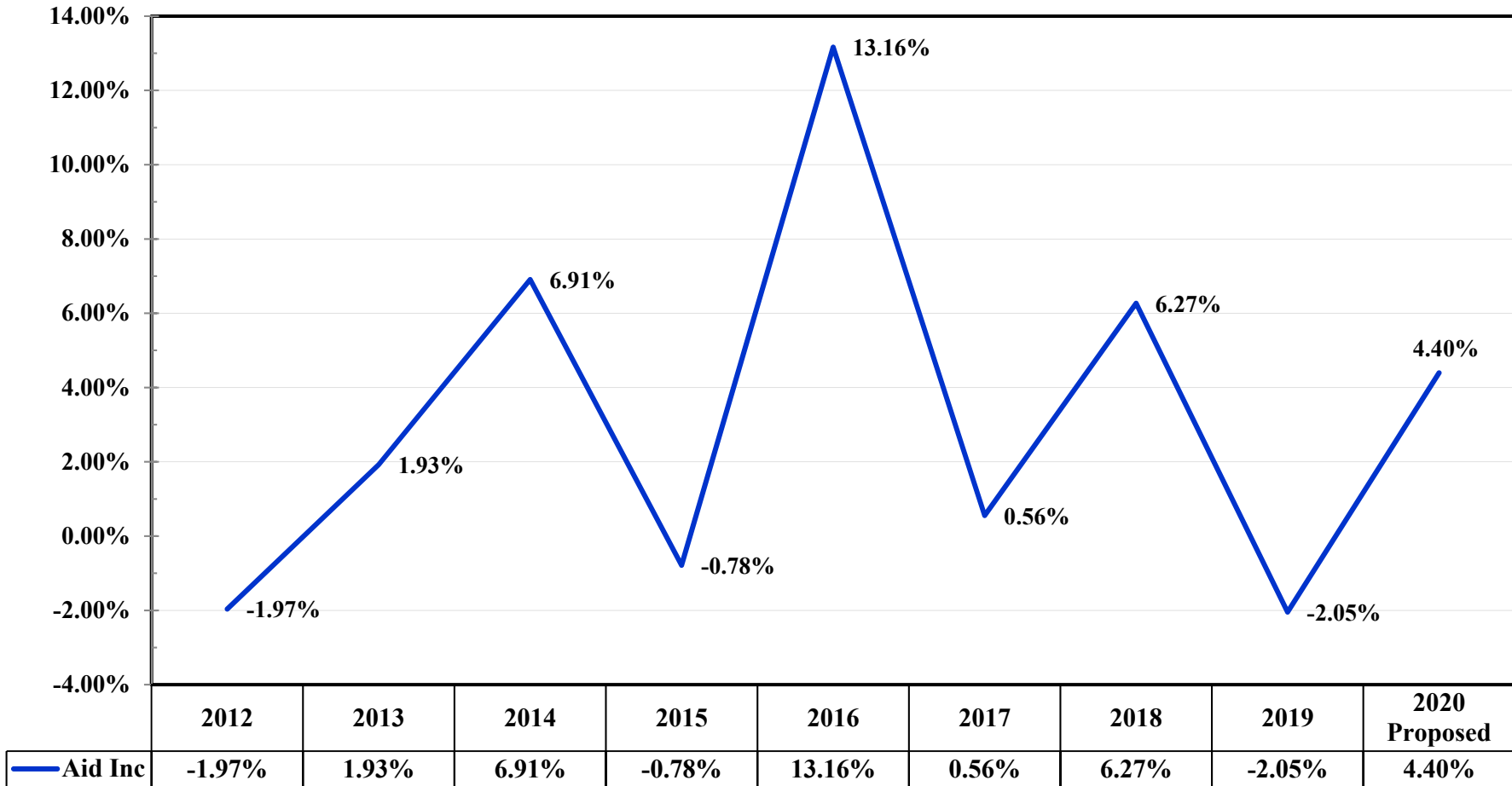
# New Paltz CSD State Aid History

## 2008-09 to 2019-20



# New Paltz CSD State Aid Trend

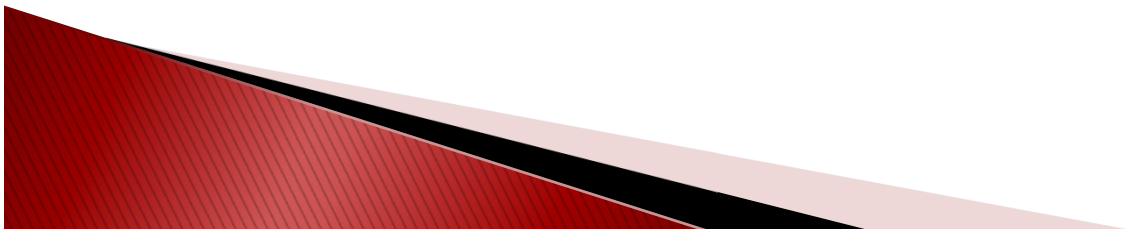
## 2012 - 2020 Proposed



# IMPACT OF COVID-19 TO REVENUES

As a result of the NYS Budget deficit, the Enacted State Budget that was adopted in April 2020 included:

- No Foundation Aid increase for 2020-21
- An additional reduction of Foundation Aid: \$260,924
  - This was offset with Federal funds, called “Federal Cares Restoration”
- The State can make additional state aid modifications after 3 quarterly “look back periods”: April 30th, June 30th & December 31<sup>st</sup>.
  - Consequently, the current proposed budget may require further cuts
- The Governor has announced a possible 20% reduction in aid to school districts if no federal assistance is provided to NYS.



# TAX LEVY CALCULATIONS



TAX LEVY HISTORY

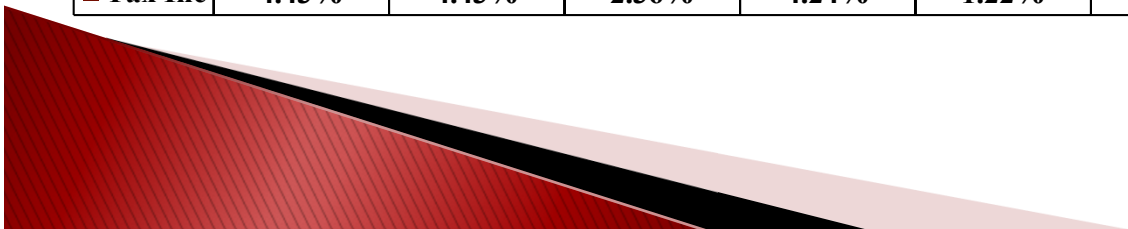
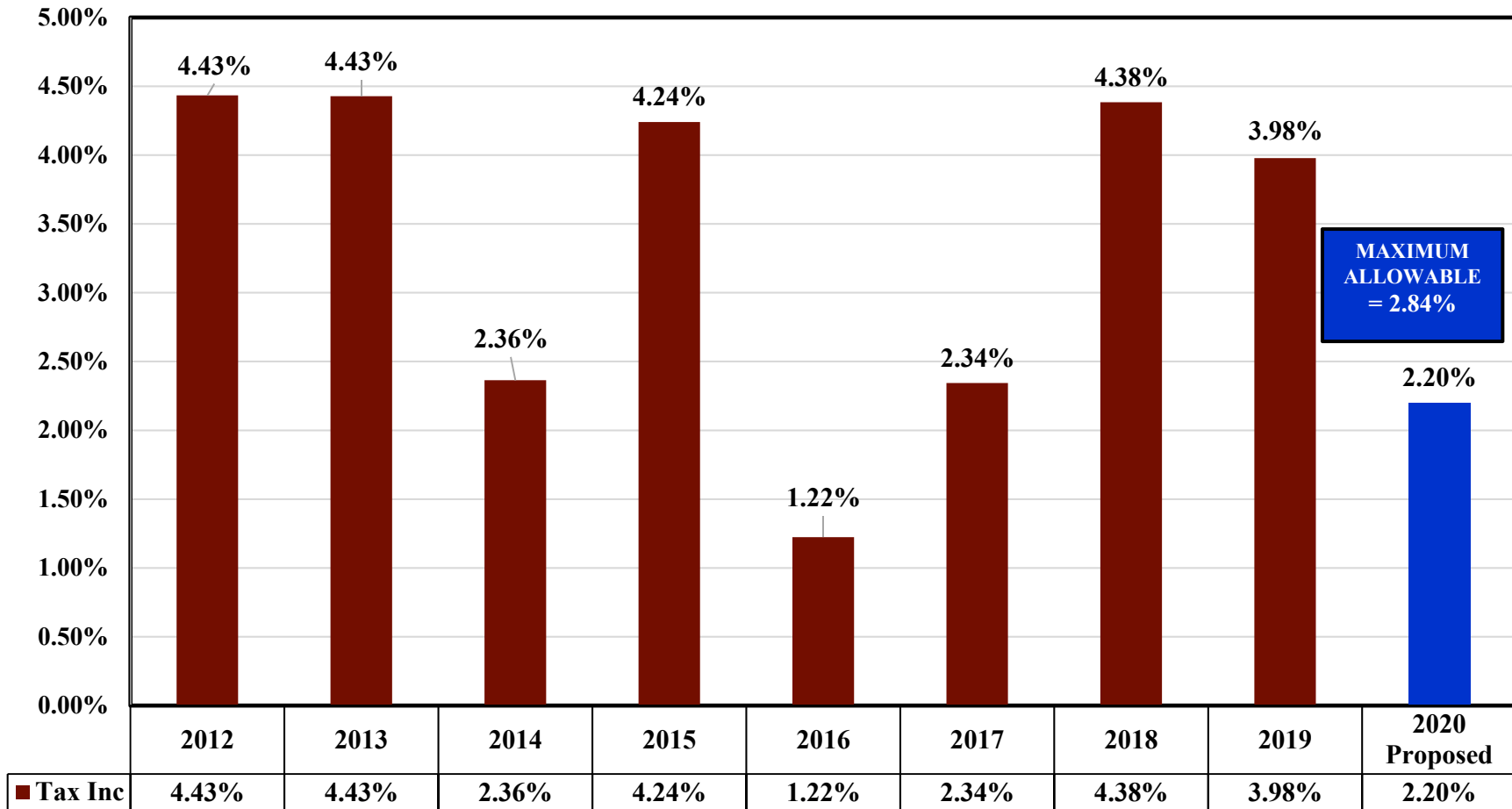
FACTORS IMPACTING TAX LEVY

MAXIMUM ALLOWABLE LEVY

IMPACT OF REDUCING TAX LEVY

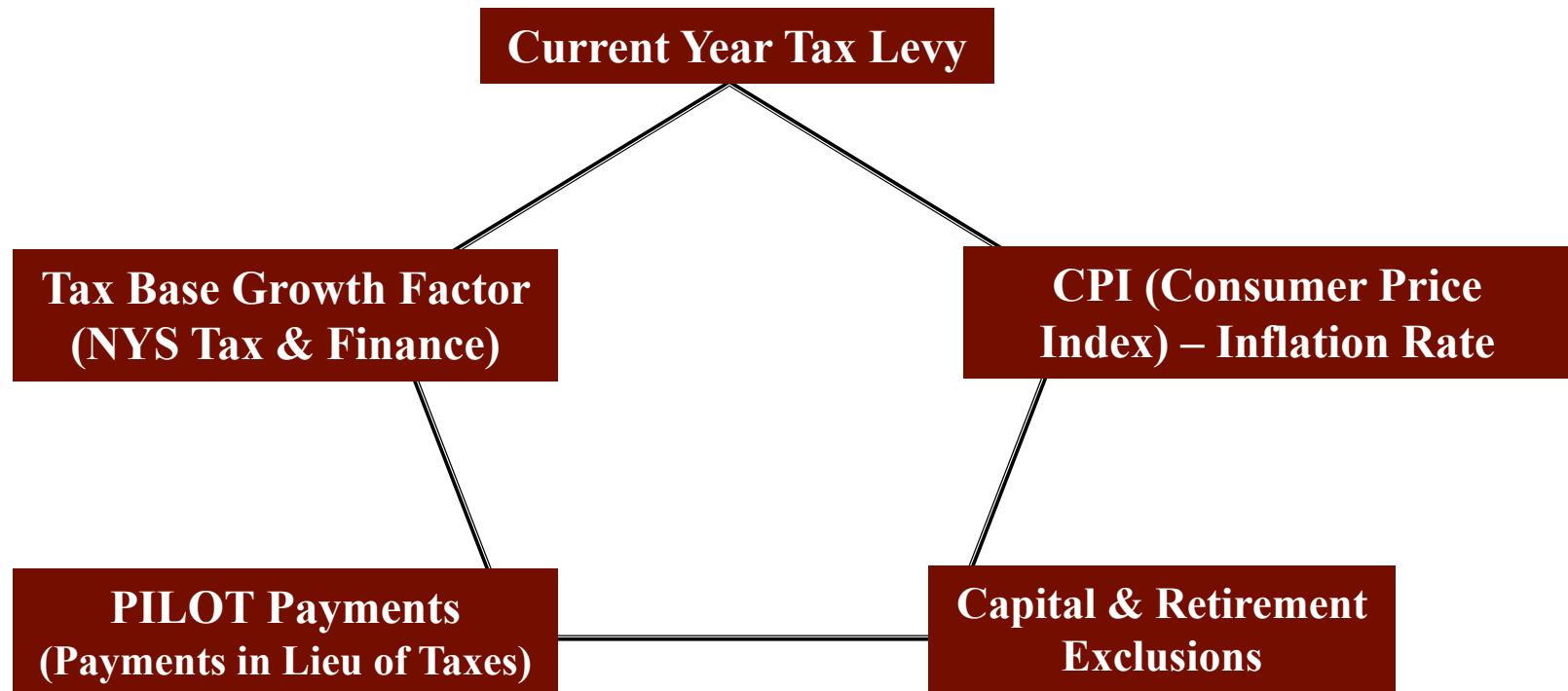
# New Paltz CSD Tax Levy Trend

## 2012 - 2020 Maximum





# Tax Cap Calculation: 5 Key Factors



# Tax Levy Limit: Maximum Allowable Levy

<b>Prior Year Tax Levy</b>		<b>\$44,565,000</b>
	x	
Tax Base Growth Factor		1.0056
	+	
Payments In Lieu of Taxes Receivable in 2019-20		\$442,495
	-	
Taxes Levied For Exemptions in 2019-20		\$3,629,301
	=	
Adjusted Prior Year Tax Levy		\$41,627,758
	X	
<b>Allowable Levy Growth Factor (<u>Lesser of 2% or CPI</u>)</b>		<b>1.0181</b>
	-	
Payments In Lieu of Taxes Receivable in 2020-21		\$450,000
	+	
Available Carryover (If Any)		
	=	
<b>“TAX LEVY LIMIT”</b>		<b>\$41,931,220</b>
	+	
Coming School Year Exemptions		\$3,901,150
	=	
<b>“MAXIMUM ALLOWABLE TAX LEVY”</b>		<b>\$45,832,370</b>

This is the **ONLY** place where 2% *could be* a factor in the calculation

This is the level that the tax levy would have to be reduced to in order to qualify for Carryover for the 2021-22 Budget

**2.84%**

# 2021-22 Tax Levy: 2020-21 Maximum Allowable Levy

*Assumes All Other Factors Are Unchanged*

<b>Prior Year Tax Levy</b>		<b>\$45,563,242</b>	
	x		
Tax Base Growth Factor		1.0056	
	+		
Payments In Lieu of Taxes Receivable in 2020-21		\$450,000	
	-		
Taxes Levied For Exemptions in 2020-21		\$3,901,150	
	=		
Adjusted Prior Year Tax Levy		\$42,367,246	
	X		
<b>Allowable Levy Growth Factor (<u>Lesser of 2% or CPI</u>)</b>		<b>1.0181</b>	
	-		
Payments In Lieu of Taxes Receivable in 2021-22		\$450,000	
	+		
Available Carryover (If Any)			
	=		
<b>“TAX LEVY LIMIT”</b>		<b>\$42,684,093</b>	
	+		
Coming School Year Exemptions		\$3,901,150	
	=		
<b>“MAXIMUM ALLOWABLE TAX LEVY”</b>		<b>\$46,585,243</b>	<b>2.24%</b>

# 2021-22 Tax Levy: 2% Increase for 2020-21

*Assumes All Other Factors Are Unchanged*

<b>Prior Year Tax Levy</b>			<b>\$45,456,300</b>
	x		
Tax Base Growth Factor			1.0056
	+		
Payments In Lieu of Taxes Receivable in 2020-21			\$450,000
	-		
Taxes Levied For Exemptions in 2020-21			\$3,901,150
	=		
Adjusted Prior Year Tax Levy			\$42,259,705
	x		
<b>Allowable Levy Growth Factor (<u>Lesser of 2% or CPI</u>)</b>			<b>1.0181</b>
	-		
Payments In Lieu of Taxes Receivable in 2021-22			\$450,000
	+		
Available Carryover (If Any)			
	=		
<b>“TAX LEVY LIMIT”</b>			<b>\$42,574,606</b>
	+		
Coming School Year Exemptions			\$3,901,150
	=		
<b>“MAXIMUM ALLOWABLE TAX LEVY”</b>			<b>\$46,475,756</b>

2% Increase =  
\$376,000 budget  
reduction

**NOTE:** The percentage increase is the same.  
  
However, it is **\$385,000 LESS** revenue than starting with the maximum allowable levy for 2020-21.

**2.24%**

# BUDGET ADJUSTMENTS



BUDGET ADJUSTMENTS  
MADE IN RESPONSE TO THE  
COVID-19 PANDEMIC

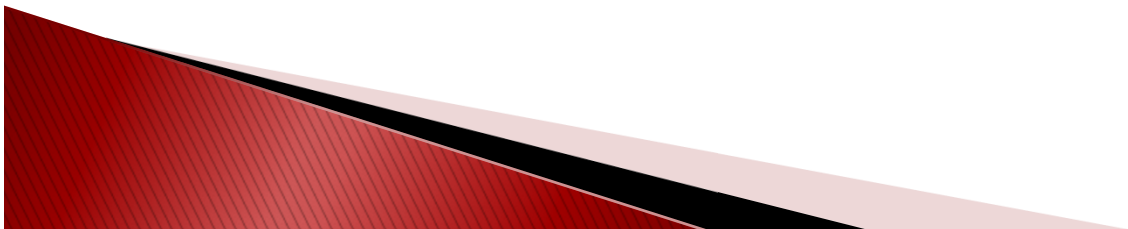
# BUDGET ADJUSTMENTS IN RESPONSE TO PANDEMIC

## Reductions:

- Eliminating 3 buses from the District's bus replacement plan
- Leaving 1 open clerical position unfilled
- Leaving 1 instructional position unfilled
- Replacing part-time counseling position with contracted services
- Maintain Interim K-5 PPS Coordinator for 2020-21

## Additions:

- Added \$120,000 to budget for additional sanitation and PPE
- Added \$100,000 for other unanticipated needs/mandates to respond to COVID-19 crisis in schools, including social-emotional support



# BUDGET VOTE – JUNE 9<sup>TH</sup> ABSENTEE BALLOTS ONLY

**Due to the COVID-19 Pandemic, the budget vote timeline and process has changed for all 700+ NYS school districts.**

- By Executive Order, voting will take place by absentee ballots only.
- All qualified voters will be mailed a postage-paid absentee ballot during the week of May 25<sup>th</sup>.
- Budget notices will be included with the District's budget newsletter. They cannot be mailed out before the Budget Hearing.
- **Ballots must be received by the District by 5:00 p.m. on June 9<sup>th</sup> to be counted. Please follow the instructions in the ballots.**