



Mechanicville City School District

2024-25 Budget Planning

March 7, 2024

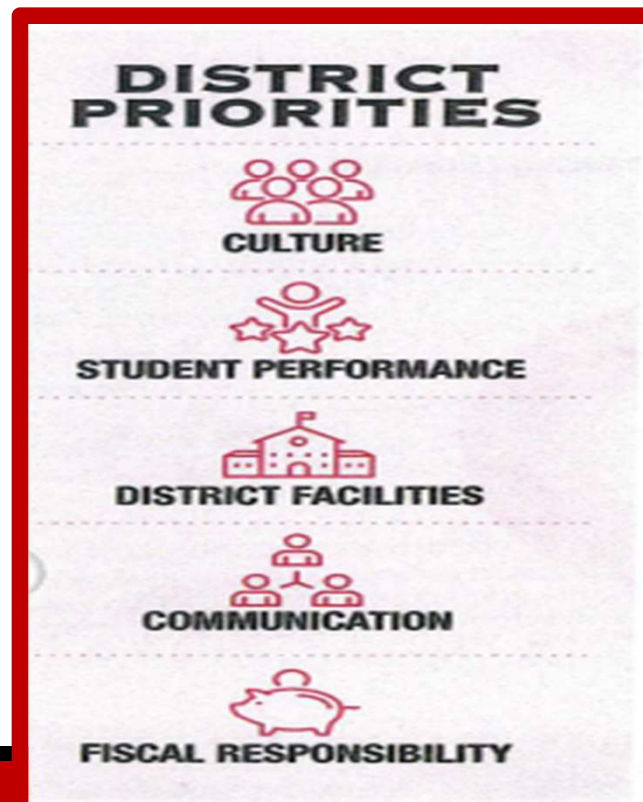
Board of Education Meeting





Mechanicville City School District

Mechanicville CSD Priorities & Values



**Budget
Development &
Considerations**



Mechanicville City School District

Budget Discussion Parameters & Objectives

- We will budget what we know to be true at the time of budget development
 - ✓ Unknowns & uncertainties such as volatile State Aid \$ are a factor
- Some changes may occur as we progress through the budget process. We will adjust accordingly as new information is known – always keeping the District's core values in mind and at the forefront of all decisions



Mechanicville City School District

Comparing Executive and Legislative 2024-25 State Budget Proposals

- Assembly & Senate have **not** released their one-house 2024-25 budget proposals
- These represent the negotiating starting points for the Enacted Budget which is statutorily due April 1st.
- Key Topics/Advocacy:
 - Foundation Aid
 - Hold Harmless Provision
 - Foundation Aid Fully Funded 2023-24



Mechanicville City School District

Comparing Executive and Legislative 2024-25 State Budget Proposals

- Legislative budget may change aid projections
 - “Slice the Pie”
- Anticipate NYS budget to be late
 - BOE budget adoption in April will be based on known information & best judgement



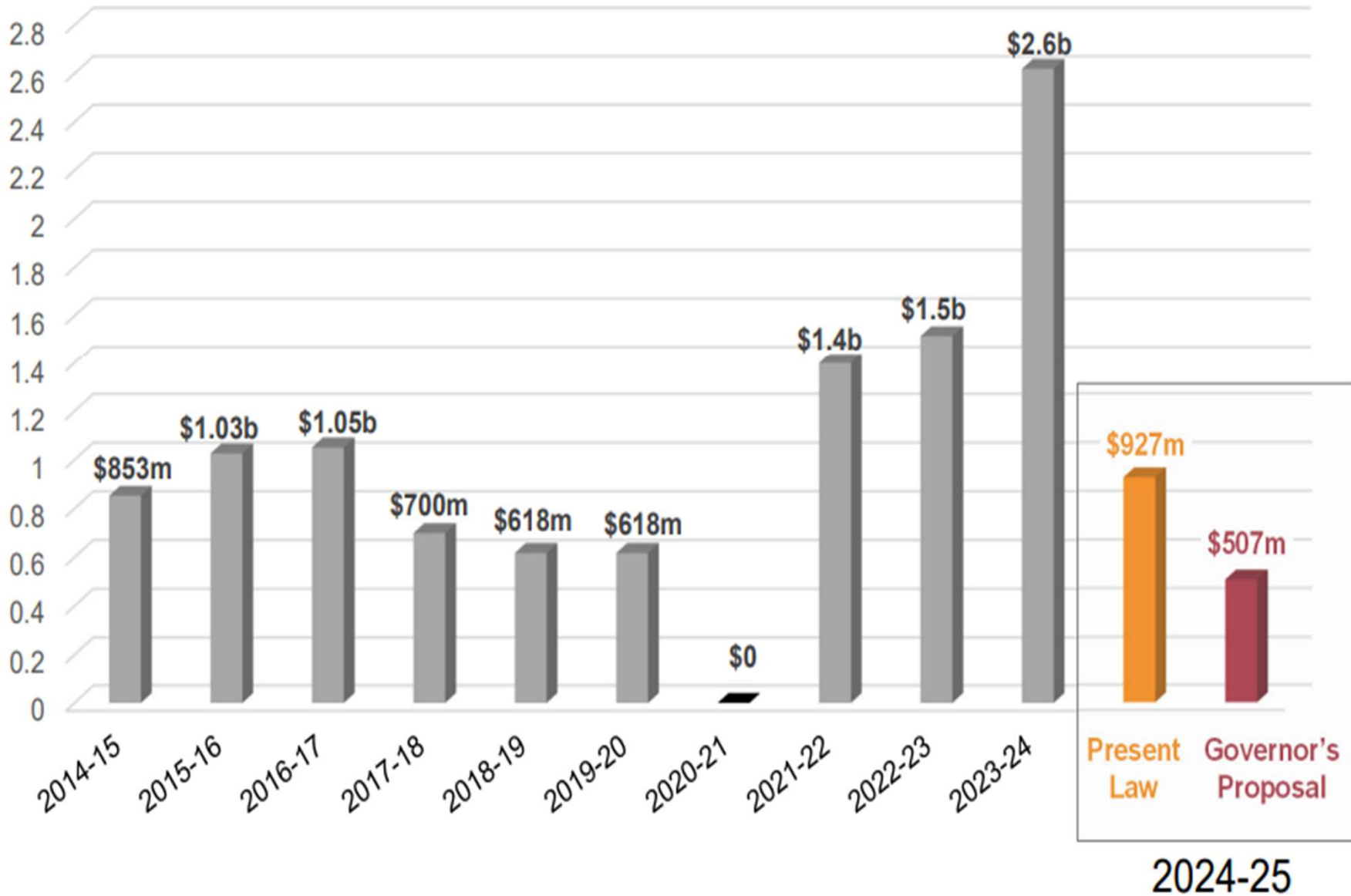
Mechanicville City School District

Executive Budget Proposal

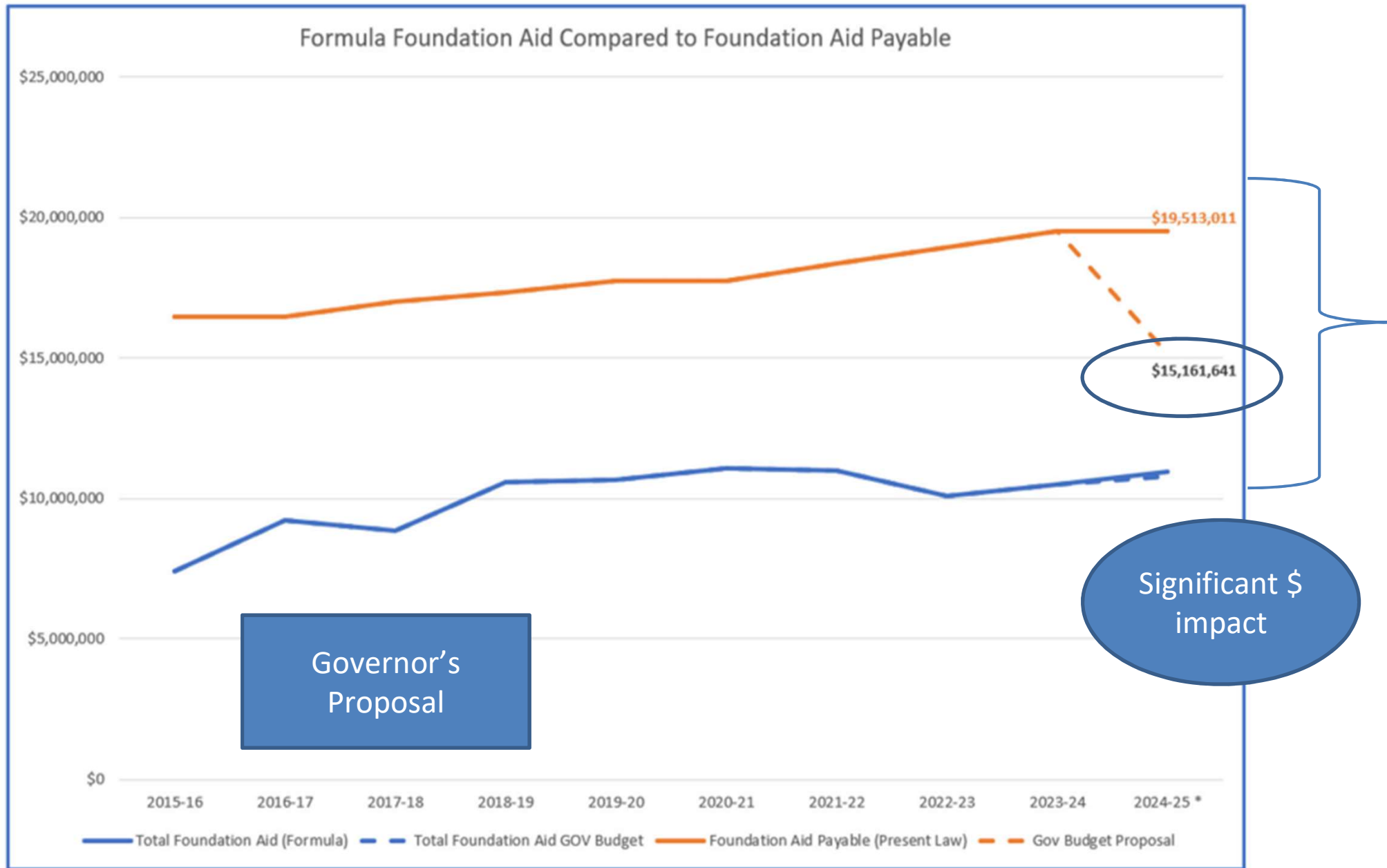
- Significant reduction in Foundation Aid for many districts
- Elimination of Hold Harmless.
- Elimination of retiree income limit waiver – Section 211 waiver will be reinstated to exceed limit
- No proposed changes to expense based aids
- Inflation Factor Calculation
 - Current Law provides 4.12%
 - Governor proposal 10 year average excluding the highest and lowest years – 2.4% (Less aid)

Foundation Aid Actual & Projected Increases

Foundation Aid



Example of Hold Harmless District





Mechanicville City School District



Foundation Aid Estimates & History

- Fully funded as of 2023-24 School Year
- Foundation Aid increase per Executive Budget
- ✓ $\$12,537,756 = 13.23\%$ or $\$1,635,889$
- ✓ Current Law based on actual enrollment/BEDS day =
 $\$11,599,783 = 4.76\%$, $\$527,264$ (Reduction of $\$937,973$)

Mechanicville CSD Executive Budget Proposal

“That was then”

2024-25 Foundation Aid Estimates for the Mechanicville City School District

A. Foundation Aid Estimates

2023-24 Foundation Aid (as of Nov 2023)	\$11,072,519
2024-25 Foundation Aid Estimate	\$12,708,408
<i>Change</i>	\$1,635,889
<i>% Change</i>	14.8%

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Save Harmless Information (if applicable)

B. Relevant Component Calculations

	Foundation Amount (Same for all districts)	Pupil Needs Index (PNI)	Income Wealth Index (IWI)	Foundation Aid Combined Wealth Ratio (FACWR)	Foundation Aid State Sharing Ratio (FASSR)
2023-24 (as of 2023-24 Enacted Budget)	\$7,821	1.336	N/A	0.663	0.576
2024-25 Estimate (as of Nov 2023)	\$8,118	1.362	N/A	0.651	0.584
<i>Change</i>	297	0.026	N/A	(0.012)	0.008
<i>% Change</i>	3.8%	1.9%	N/A	-1.8%	1.4%

Note: Your district uses either the IWI or the State Sharing Ratio to determine the Expected Minimum Local Contribution. "N/A" in either of these columns means your district is not using that component. A small subset of districts use different measures in each year, so they will see numbers and "N/A"s in both.

Mechanicville CSD Executive Budget Proposal

“That was then”

C. Per Pupil Foundation Aid Calculations

Per Pupil Calculations	Adjusted Foundation Amount Per Pupil	Expected Minimum Local Contribution	Foundation Formula Aid Per Pupil	Alternate Foundation Aid Per Pupil	Selected Foundation Aid Per Pupil	Selected TAFPU
2023-24 (as of 2023-24 Enacted Budget)	\$11,744.50	\$6,519.59	\$5,224.91	\$6,764.83	\$6,764.83	1,640
2024-25 Estimate (as of Nov 2023)	\$12,427.74	\$6,839.96	\$5,587.78	\$7,257.80	\$7,257.80	1,751
Change	\$683.24	\$320.37	\$362.87	\$492.97	\$492.97	111
% Change	5.8%	4.9%	6.9%	7.3%	7.3%	6.8%

- Since the full funding of FA in 2023-24, enrollment counts are key/critical to aid projections. Each student = \$7160+ in aid.
- Declining enrollment in schools has been a key talking point of the Governor.
- Executive budget based on “point in time” – November database. #’s based on September projections

FOUNDATION AID – WHERE ARE WE NOW?

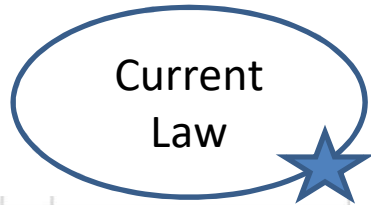
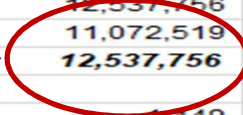


Mechanicville City School District

Current Law

FOUNDATION AID FACTORS	2024-25 FOUNDATION AID PER BT242-5	VARIANCE BETWEEN BT242-5 & CL242-A	2024-25 FOUNDATION AID PER BT242-5 (RESTATED @ 2/15/2024)
2021 ACTUAL VALUATION	945,161,226	0	945,161,226
2021 & 2020 AVERAGE AV	921,817,668	0	921,817,668
SEL. AV: LESSER 21 AV OR AVG AV	921,817,668	0	921,817,668
2022-23 TWFPU	1,314	0	1,314
SEL. ACTUAL VAL./2022-23 TWFPU	701,535	0	701,535
2021 ADJ. GROSS INCOME	301,756,947	0	301,756,947
2021 ADJ. INCOME/2021-22 TWFPU	229,647	0	229,647
INCOME WEALTH INDEX (IWI)	0.574	0.000	0.574
2021 & 2020 AVERAGE INCOME	292,599,742	0	292,599,742
SEL INC: LESSER 20 INCOME OR AVG INC	292,599,742	0	292,599,742
FND COMB WEALTH RATIO FOR SSR	0.651	0.000	0.651
TAFPUBASED ON 22-23 SY DATA	1,751	(134)	1,617
TAFPUBASED ON 21-22 SY DATA	1,623	0	1,623
SELECTED TAFPUBASED ON 21-22 SY DATA	1,751	(131)	1,620
REGIONAL COST INDEX (RCI)	1.124	0.000	1.124
PNI = 1 + EN%, MIN 1; MAX 2	1.362	0.000	1.362
ADJUSTED FOUNDATION AMT/PUPIL	12,260.87	203.60	12,260.88
ADJUSTED TAX RATE	0.00975	(0.00007)	0.00968
EXP MIN LOCAL CONTRIB/PUPIL	6,839.96	(49.11)	6,790.85
FOUNDATION FORMULA AID/PUPIL	5,420.91	252.71	5,673.62
FND STATE SHARING RATIO	0.584	0.000	0.584
ALT FOUNDATION AID/PUPIL	7,160.34	118.91	7,160.36
SELECTED FOUNDATION AID/PUPIL	7,160.34	118.91	7,160.36
TOTAL FOUNDATION AID	12,537,756	(745,371)	11,599,783
2023-24 FOUNDATION AID BASE	11,072,519	0	11,072,519
2024-25 FOUNDATION AID PAYABLE	12,537,756	(745,371)	11,599,783
2023-24 PUBLIC ENROLLMENT EST.	1,449	(136)	1,313
% K-6 ELIG APPLIC LUNCH	0.4660	0.0000	0.4660
LUNCH COUNT @ 0.65	439	(41)	398
CENSUS POVERTY	0.0877	0.0000	0.0877
CENSUS COUNT @ 0.65	83	(8)	75
NUMBER OF SQUARE MILES	18.803	0.000	18.803
SPARSITY FACTOR	0.000	0.000	0.000
SPARSITY COUNT	0	0	0
ENGLISH LANGUAGE LEARNERS	4	0	4

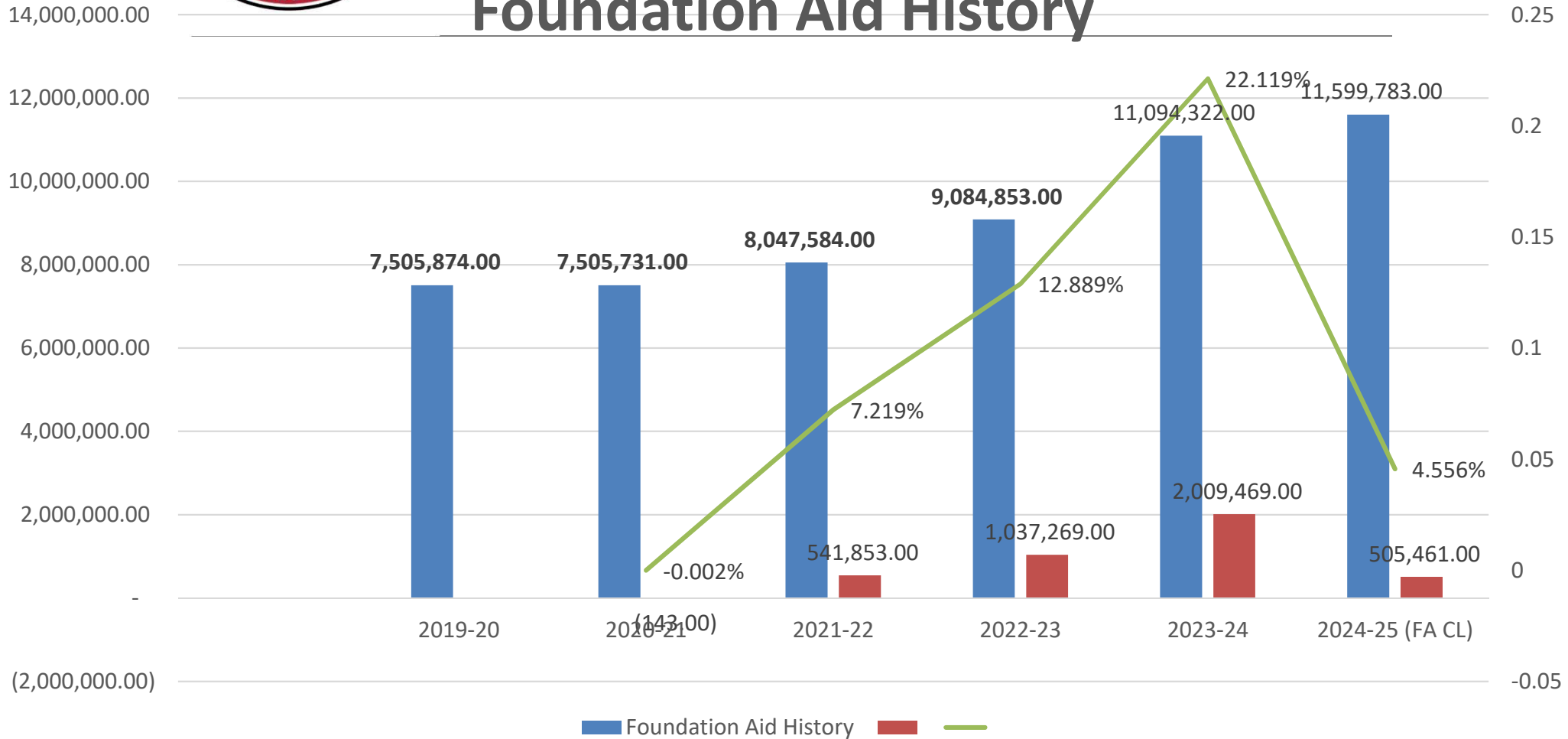
Executive Budget - \$12,537,756





Foundation Aid History			
2019-20	7,505,874.00	\$	%
2020-21	7,505,731.00	(143.00)	-0.002%
2021-22	8,047,584.00	541,853.00	7.219%
2022-23	9,084,853.00	1,037,269.00	12.889%
2023-24	11,094,322.00	2,009,469.00	22.119%
2024-25 (FA CL)	11,599,783.00	505,461.00	4.556%

Foundation Aid History





Mechanicville City School District

Foundation Aid Estimates & History

- **Positive Side**
 - Contrary to many of our District counterparts, MCSD is getting aid & not a reduction
 - Increase of ~ 4.76%
 - Advance knowledge of the reduction in aid and review of enrollment has allowed MCSD to re-pivot and re-evaluate budget items



Mechanicville City School District

Budget Development & Considerations

- #1 Priority – A balanced budget meeting the needs of Students & Staff – student focused
- What services best fit the needs of our students?
- What services provided the best “ROI”?
- Collaborative meetings with administrators, BOE and key stakeholders
- Fiscal responsibility – ensuring long term & short term sustainability





Mechanicville City School District

Budget Development, Considerations & Assumptions

- “Rollover Budget” - **\$36,291,299, 9.06%, \$3,014,913**
 - Process & Considerations:
 1. Carry forward existing general fund staff & known vacancies from 2023-24
 2. Current programming with known contractual increases and assumptions for others unknown
 3. Apply ERS & TRS rate increases
 - ❖ ERS increase from 13.1% to 15.2%
 - ❖ TRS increase from 9.76% to 10.02%



Mechanicville City School District

Budget Development, Considerations & Assumptions

- Rollover Budget” - **\$36,291,299, 9.06%, +\$3,014,913**
5. Apply Fixed Costs & Assumptions
- Debt Service
 - Electricity & Utilities
 - CPI increase – currently over 4%
 - Health insurance increases – **15.25%-17.5%**



Mechanicville City School District

Budget Development, Considerations & Assumptions

- ****Expiration of Federal Grants – CRRSA & ARP****
 - What becomes of programming – i. e. summer enrichment?
 - Grant funded positions – 9 FTE's
 - \$637, 400 (with benefits)
 - Wants vs. needs



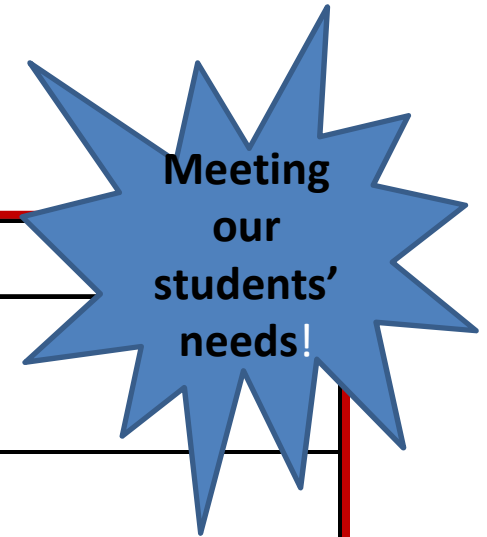
Mechanicville City School District

Proposed Budget Highlights

- Tentative budget to budget increase is 9.06% or \$3,014,913
- Proposed tax levy increase is 3.68% or \$544,854.
 - Allowable 24-25 Property Tax Cap limit with exclusions: 4.13%
 - Less than allowable by \$66,863
- State Aid Increase (overall) = 5.86%
 - Foundation aid = 4.76% or \$527,264



2024-25 Budget Additions, Facility Needs, etc.



2024-25 Additions/Highlights	
Snapshot - Not all Inclusive	
Amount	Description
100,000	Capital Outlay
35,000	Schedule N- Security Upgrades
25,000	HS Band Instruments
68,625	5 New CTE Spots
65,037	1.0 Spec Ed Teacher
524,928	Retention of estimated 9.0 (or Less) Previously Grant Funded Positions - some through attrition, retirements, etc.
237,000	3 New Small Buses
102,000	Facility Improvements - Auditorium Carpet, Band Room Floor, etc., MS Gym Floor Recoating, etc.
\$ 1,157,590.00	



Mechanicville CSD

2024-25 Expenditures at a Glance

3/7/2024

	2023-24 Budget	2024-25 Proposed Budget	\$ Change	% Change
Salaries (professional)	\$ 10,519,471	\$ 11,444,361	\$ 924,890	8.792%
Salaries (support)	\$ 3,503,376	\$ 3,984,223	\$ 480,847	13.725%
Employee benefits	\$ 6,967,241	\$ 8,062,315	\$ 1,095,074	15.717%
Equipment	\$ 631,278	\$ 545,795	\$ (85,483)	-13.541%
Supplies & textbooks/other	\$ 1,240,881	\$ 1,548,055	\$ 307,174	24.755%
Contract Services	\$ 2,289,732	\$ 2,676,650	\$ 386,918	16.898%
BOCES Services	\$ 4,159,913	\$ 4,008,956	\$ (150,957)	-3.629%
Debt Service	\$ 3,764,493	\$ 3,720,943	\$ (43,550)	-1.157%
Interfund transfers	\$ 200,000	\$ 300,000	\$ 100,000	50.000%
Total	\$ 33,276,386	\$ 36,291,299	\$ 3,014,913	9.060%



24-25 Proposed Revenues

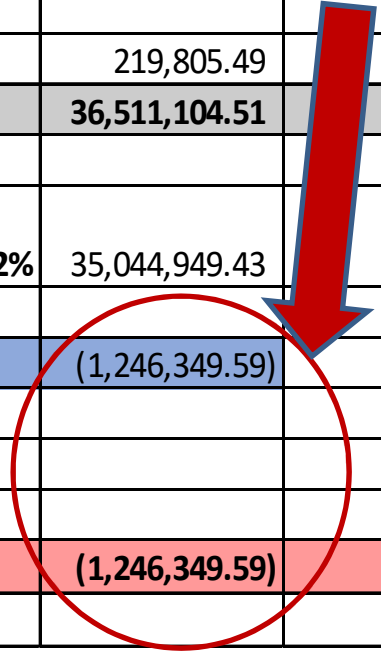
Revenue Type	Comment	2023-24 Budget	2024-25 Proposed	Change \$	Change %
Local Sources		\$ 350,149.85	\$ 366,400.00	\$ 16,250.15	4.64%
Federal Sources		\$ 20,000.00	\$ 20,000.00	\$ -	0.00%
State Aid		\$ 17,066,437.00	\$ 19,063,890.00	\$ 1,997,453.00	11.70%
Payment in Lieu of Taxes		\$ 98,978.00	\$ 198,978.00	\$ 100,000.00	101.03%
Other Property Tax Items		\$ 45,000.00	\$ 45,000.00	\$ -	0.00%
Property Taxes (Tax Levy)		\$ 14,805,827	\$ 15,350,681.00	\$ 544,853.85	3.68%
				\$ -	
Total		\$ 32,386,392.00	\$ 35,044,949.00	\$ 2,658,557.00	8.21%
Appropriate Fund balance	Debt Reserve	\$ 150,000.00			
Appropriate Fund balance	ERS Reserve	\$ 50,000.00			
Appropriated Fund Balance	TRS Reserve	\$ 50,000.00			
Appropriated Fund Balance		\$ 639,994.00	\$ 1,246,350.00		
Total Appropriated F/B		\$ 889,994.00	\$ 1,246,350.00		
Total		\$ 33,276,386.00	\$ 36,291,299.00	\$ 2,658,557.00	7.99%
Appropriate To reserves					
Capital Reserve			\$ 3,000,000.00		
TRS			\$ 219,805.00		



2024-25 Budget Snapshot

2024-25 Mechanicville CSD Snapshot (Revenue vs. Expenditures)					
	2022-23	2023-24	Increase	2024-25	Increase
Budget	30,818,448.00	33,276,386.00	7.98%	36,291,299.02	9.060%
				-	
TRS Reserve				219,805.49	
Sub Total				36,511,104.51	9.72%
Revenue	\$ 30,066,431.42	\$ 32,386,392.15	7.72%	35,044,949.43	8.21%
Over/Under	(752,016.58)	(889,993.85)		(1,246,349.59)	40.04%
Reserve	150,000.00	150,000.00			-100.00%
Reserve	50,000.00	50,000.00			-100.00%
Reserve	50,000.00	50,000.00			-100.00%
F/B		(639,993.85)		(1,246,349.59)	94.74%

Fund Balance needed to balance budget



3.68%



Actual vs. Allowable Tax Levy History

Year	Allowable Levy	Allowed but unlevied	Actual Levy
2012-13	1.41%	20,146	1.22%
2013-14	5.61%	287,502	2.93%
2014-15	4.17%	80,701	3.44%
2015-16	3.65%	82,720	2.93%
2016-17	0.48%	(272,326)	2.79%
2017-18	5.35%	142,740	4.17%
2018-19	4.43%	241,594	2.54%
2019-20	6.78%	418,679	3.62%
2020-21	2.83%	-	2.83%
2021-22	3.84%	543,094	0.00%
2022-23	2.68%	125,890	1.79%
2023-24	7.49%	651,411	2.96%
2024-25	4.13%	611,717	3.68%
Total		2,933,868	
13 yr avg	4.07%	225,682.18	2.68%



What's Next??

- BOE Consideration and final proposed changes/additions, if any
- April 11, 2024 BOE Proposed Budget Adoption
- May 21, 2024 Budget Vote



2024-25 Budget Hearing

- Questions??