



Mexico Academy & Central School District



**Budget Update
February 16, 2023**



Agenda

- Goals
- Expenses
- Revenue
- Tax Cap Calculation
- Tax Levy Discussion
- Fund Balance Discussion
- Reserves
- Next Steps



Goals

- BOE Guidance on use of revenue sources:
 - Tax Cap
 - Fund Balance
 - Reserves
- BOE Input on possible budget additions
- 2-3 BOE meetings left to finalize budget



Expenses



Major Expense Changes

- BOCES Programming Increase \$590,580
- BOCES Admin/Capital Rent Increase \$84,600
- Health Insurance \$391,240
- Workers' Comp (\$40,250)
- Salaries \$1,130,000
- Breakage (\$150,000)



Wish Lists!

Budget Wish List





2023-2024 Draft Budget

Based on Current Known and Estimated Increases:
\$63,692,000

Increase of \$2,311,000 or 3.8%

Current Estimated Gap:
\$3,567,000



Budget Requests for BOE Discussion

- IT Device Replacement - \$200,000
- Disney - \$62,500
- .5 FTE Grant Coordinator/Accountant - \$45,000
- Special Education Teacher - \$90,000
- Clerical Position at Mexico Elementary - \$60,000
- Student Supplies - \$38,000
- .5 FTE Cleaner at High School - \$47,000
- Additional Teacher at Mexico Elementary - \$90,000
- Anything else?



Revenue



2023-2024 Draft Revenue Summary

Source of Revenue	2022-2023 Approved	2023-2024 Exec Run	State Aid Change	2023-2024 Draft Budget	Budget to Budget Change
General Aids (Foundation)	\$ 22,535,311	\$ 23,211,370	\$ 676,059	\$ 23,211,370	\$ 676,059
High Cost Aid	\$ 908,079	\$ 959,945	\$ 51,866	\$ 950,000	\$ 41,921
Private Excess Cost Aid	\$ 35,323	\$ -	\$ (35,323)	\$ -	\$ (35,323)
Hardware & Technology Aid	\$ 31,394	\$ 33,428	\$ 2,034	\$ 33,428	\$ 2,034
Software, Library & Textbook Aid	\$ 149,777	\$ 156,114	\$ 6,337	\$ 156,114	\$ 6,337
Transportation Aids	\$ 3,703,835	\$ 3,997,277	\$ 293,442	\$ 3,800,000	\$ 96,165
BOCES Aids	\$ 3,728,230	\$ 3,873,390	\$ 145,160	\$ 3,500,000	\$ (228,230)
Building Aid	\$ 3,535,646	\$ 5,148,631	\$ 1,612,985	\$ 3,398,618	\$ (137,028)
Total Budgeted State Aid	\$ 34,627,595	\$ 37,380,155	\$ 2,752,560	\$ 35,049,530	\$ 421,935
Local Tax Levy	\$ 12,694,435	\$ -		\$ 12,948,324	\$ 253,889
PILOT	\$ 9,041,237	\$ -		\$ 9,052,146	\$ 10,909
Miscellaneous Non-tax	\$ 961,500	\$ -		\$ 975,000	\$ 13,500
Debt Service Fund	\$ 100,000	\$ -		\$ 100,000	\$ -
Total Local & Non-tax	\$ 22,797,172	\$ -		\$ 23,075,470	\$ 278,298
Appropriated Fund Balance	\$ 3,956,233	\$ -		\$ 2,000,000	\$ (1,956,233)
Total Revenue	\$ 61,381,000	\$ 37,380,155		\$ 60,125,000	\$ (1,256,000)
Budget Appropriations	\$ 61,381,000			\$ 63,692,000	
% Proposed Budget Increase	2.94%			3.77%	\$ 2,311,000
% Estimated Tax Levy Increase	0.00%			2.00%	



MACS Tax Rate History

Tax Rate History





Draft 2023-2024 Tax Cap Calculation

Real Property Tax Levy 2022-2023	\$	12,694,435	A	
Tax Base Growth Factor		1.0098		
PILOTs Receivable FYE 2023	+ \$	9,040,083		
Capital Tax Levy Exclusion FYE 2023 (Includes BOCES Capital Exemptions)	- \$	1,211,619		
Allowable Levy Growth Factor		1.0200	B	\$ 13,283,565
PILOTs Receivable FYE 2024	- \$	9,052,146	A	\$ 12,694,435
Available Carryover from FYE 2023	+ \$	-		\$ 589,130
Tax Levy Limit Before Adjustments/Exclusions	\$	12,008,105		
Capital Tax Levy Exclusion FYE 2024 (Includes BOCES Capital Exemptions)	+ \$	1,275,460		
Teachers' Retirement System Exclusion	\$	-		
Employees' Retirement System Exclusion	\$	-		
Total Exclusions	\$	1,275,460		
MACS 2023-2024 Tax Levy Limit, With Exclusions	\$	13,283,565	B	
		4.64%		

***These numbers anticipated to change with BOCES capital rent additions.*



Tax Levy

1% Increase in Tax Levy is \$126,944

2% Increase in Tax Levy is \$253,888



Fund Balance



Fund Balance

- Short-term Concerns
 - Emergency roof project – timing of receipt of aid
 - Gap
- Long-term Concerns
 - Annual Gaps
 - Expenses increasing faster than revenue
 - Tightening of budget each year means less available



MACS Annual Expense Summary

	Fiscal 2018		Fiscal 2019		3.5 Mos COVID Fiscal 2020		COVID Fiscal 2021		Fiscal 2022		Fiscal 2023	
	Budget	% of Total	Budget	% of Total	Budget	% of Total	Budget	% of Total	Budget	% of Total	Budget	% of Total
Budget	53,748,377		56,805,732		57,852,378		57,619,200		59,627,200		61,381,000	
YTD Expenses	25,261,853		26,693,809		27,281,251		25,426,054		21,332,078		21,754,610	
Encumbrances at Jan 31	22,741,324	89.3%	24,624,580	90.3%	25,960,646	92.0%	25,433,905	88.3%	30,901,192	87.6%	31,301,454	86.4%
YE Final Expenses	51,850,760	96.5%	54,194,274	95.4%	55,264,475	95.5%	52,798,147	91.6%	55,118,203	92.4%	57,878,589	94.3%
Not Spent or Encum. at YE	1,875,658		2,635,731		2,484,288		4,792,818		4,587,108		3,502,411	

Note: Average % of budget spent and encumbered at YE is 94.3%

94.3% of Budgeted Expense - ESTIMATED Based on Average



Reserves



Reserve Balance Summary

Mexico Academy & Central School

Fund Balance Reserves	Balance 6/30/2022	Transfers In	Transfers Out	Interest YTD	Balance 1/31/2023
Unemployment Reserve	343,400			630	344,030
ERS Retirement Contribution Reserve	1,657,118			3,040	1,660,158
TRS Retirement Contribution Reserve	475,702			873	476,574
Liability Reserve	947,412			1,738	949,150
Employee Benefits Reserve	4,385,750			8,046	4,393,795
2202 Capital Projects Reserve	1,500,000			2,752	1,502,752
2022 Turf Capital Reserve	650,000			1,192	651,192
Tax Stabilization Reserve	25,785,968			47,304	25,833,272
Total Reserves	35,745,350	0	0	65,574	35,810,924
Debt Service Fund	1,218,955		0	2,825	1,221,780



2023-2024 Bus Purchase Request

- 4 Large Busses
 - Diesel \$155,240 each

 - 1- 16 Passenger
 - \$80,650 each (est.)

 - Total for Bus Proposition \$710,000 (est.)
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- This may be adjusted slightly as we analyze more information coming out on the mandate for Electric Busses.



2023-2024 Budget Next Steps

- Decide on Goal Tax Levy Increase
- Decide on Possible Use of Reserves
- Decide on Possible Use of Fund Balance
- Determine Goal Budget Increase
- Provide 3-5 Year Projection
- Determine Final Budgetary Needs/Budget Requests
- Adjust Expenses & Provide Detail Budget
- Final Budget Proposal



Next Meeting

- ✓ Budget survey results summary
- ✓ Updated Budget Status
- ✓ Final Tax Cap Calculation
- ✓ Approve Annual Meeting Notice and Resolutions
- ✓ Other Information?



Questions?