

# 2022–23 Budget Overview and Discussion

Presentation to the  
Bethlehem Central School District Board of Education  
Wednesday, April 6, 2022



1

## ACADEMICS

INSTRUCTIONAL AND ASSESSMENT PRACTICES THAT ARE ALIGNED TO A STRONG AND RELEVANT CURRICULUM.



2

## CHARACTER

POSITIVE CHARACTER TRAITS ARE ESSENTIAL TO BECOMING CONTRIBUTING MEMBERS OF SOCIETY.



3

## COMMUNITY

STRENGTHENING FAMILY, SCHOOL AND COMMUNITY PARTNERSHIPS THROUGH TRANSPARENT COMMUNICATION.



4

## WELLNESS

ENHANCING SOCIAL-EMOTIONAL WELLNESS AND BALANCE FOR STUDENTS AND STAFF BY SUPPORTING ACTIVE, HEALTHY LIFESTYLES AND PROMOTING POSITIVE BEHAVIOR.

*Our mission...*

**TO EDUCATE AND PREPARE ALL STUDENTS TO REACH THEIR POTENTIAL, DISCOVER THEIR PURPOSE, AND BE ENGAGED COMMUNITY MEMBERS.**



# BUDGET OVERVIEW

Judi Kehoe

Chief Business and Financial Officer



# 2022-23 BUDGET DEVELOPMENT

AS OF 4/6/22

	<b>Expenditures</b>	<b>Revenue</b>	<b>Gap</b>
Baseline as of 2/16/22	\$102,313,000	\$102,698,000	\$385,000
Transportation	110,000		(110,000)
Athletics	22,500		(22,500)
O&M	13,500		(13,500)
Instructional Program	239,000		(239,000)
<b>ADJUSTED BASELINE</b>	<b>\$102,698,000</b>	<b>\$102,698,000</b>	<b>\$0</b>



# TRANSPORTATION

## REPLACEMENT OF FLEET VEHICLES

<b>Description</b>	<b>Cost</b>
Purchase Chevy 2500 Service Body 4x4 with Plow <ul style="list-style-type: none"><li>replaces two older vehicles</li></ul>	\$62,530
Purchase Multi-Use Chevy Tahoe ( <i>aidable</i> ) <ul style="list-style-type: none"><li>replaces Ford Escape AWD</li></ul>	47,470
<b>TOTAL</b>	<b>\$110,000</b>



# ATHLETICS

## ADDITIONS

<b>Description</b>	<b>No. of Positions</b>	<b>Cost</b>
3rd Varsity Football Assistant Coach	1.0	\$3,900
2nd Modified Football Assistant Coach	1.0	2,470
Varsity Tennis Boys and Girls Assistant Coaches	2.0	4,530
Middle School Tennis Extramural Advisor	1.0	600
Varsity & JV Field Hockey Field Turf Rental		7,500
Bond Related Field Rentals (Spring 2023)		3,500
<b>TOTAL</b>		<b>\$22,500</b>





# OPERATIONS & MAINTENANCE

## STAFF UPGRADES, AS REQUESTED ADDITIONS TO BUDGET

<b>Description</b>	<b>Cost</b>
Upgrade Gr 7 Bldg Maint Helper to Gr 9 Bldg Maint Person (Grounds/Athletic Division)	\$6,800
Upgrade Gr 9 Bldg Maint Person to Gr 11 Bldg Maint Mech (Carpentry Division)	6,700
<b>TOTAL</b>	<b>\$13,500</b>



# K-12 INSTRUCTIONAL PROGRAM

## ADDITIONS

<b>Description</b>	<b>FTE</b>	<b>Cost</b>
Director of Diversity, Equity, and Inclusion	1.0	\$163,000
Middle School Counselor/Social Worker	1.0	89,200
Saratoga Center for the Family Social Worker	1.0	47,250
High School Social Studies Teacher	0.3	26,760
Middle School Extracurricular Stipends		10,000
High School Extracurricular Stipends		10,000
Elementary Art Enrichment Program Stipends		8,750
<b>TOTAL</b>		<b>\$354,960</b>





# K-12 INSTRUCTIONAL PROGRAM

## REDUCTIONS

<b>Description</b>	<b>FTE</b>	<b>Cost</b>
Elementary Teacher	1.0	\$89,200
High School Business Teacher	0.3	26,760
<b>TOTAL</b>		<b>\$115,960</b>

**Net addition to instructional program = \$239,000**



# 2022-23 BUDGET DEVELOPMENT

## SUMMARY OF BUDGETED EXPENDITURES (BY TYPE)

Description	Budget 2021-22	Budget 2022-23	Adjusted Budget 2022-23
Salaries	\$53,351,106	\$54,697,640	\$54,876,390
Fringe Benefits	24,554,450	24,714,700	24,752,700
Debt Service - <b>reduced due to maturing bonds</b>	10,077,115	7,908,465	7,908,465
BOCES Services	4,465,445	4,876,587	4,876,587
Equipment/Supplies & Contractual	9,074,884	9,601,608	9,769,858
Transfers/Capital Outlay	514,000	514,000	514,000
<b>TOTAL - INCREASE OF 0.65%</b>	<b>\$102,037,000</b>	<b>\$102,313,000</b>	<b>\$102,698,000</b>



# 2022-23 BUDGET DEVELOPMENT

## BUDGET SUMMARY BY PROGRAM AREA

<b>Description</b>	<b>Budget 2021-22</b>	<b>Baseline 2022-23</b>	<b>Adjusted Budget 2022-23</b>
Administrative - <b>2/16/22</b>	\$3,710,218	\$3,783,758	\$3,783,758
Instructional Programs - <b>3/16/22</b>	35,493,211	36,770,832	36,971,274
Special Education and Student Services - <b>3/16/22</b>	12,513,190	12,730,681	12,731,481
Transportation - <b>2/16/22</b>	6,404,001	6,263,705	6,373,705
Operations and Maintenance - <b>3/2/22</b>	5,492,330	5,777,969	5,791,269
Athletics - <b>3/2/22</b>	999,031	1,042,078	1,064,537
Technology - <b>2/16/22</b>	2,793,454	3,320,812	3,320,812
Fringe Benefits - <b>2/16/22</b>	24,554,450	24,714,700	24,752,700
Debt Service - <b>2/16/22</b>	10,077,115	7,908,465	7,908,465
<b>TOTAL</b>	<b>\$102,037,000</b>	<b>\$102,313,000</b>	<b>\$102,698,000</b>

# 2022-23 BUDGET DEVELOPMENT

## SUMMARY OF BUDGETED REVENUES

<b>Description</b>	<b>Budget 2021-22</b>	<b>Budget 2022-23</b>
School Taxes	\$69,233,000	\$69,233,000
PILOT Payments	3,616,000	3,780,000
State Aid	26,841,000	28,019,000
Other Revenue	1,957,000	1,666,000
Use of Fund Balance	390,000	0
<b>TOTAL</b>	<b>\$102,037,000</b>	<b>\$102,698,000</b>



# 2022-23 BUDGET DEVELOPMENT

## FINAL STATE AID ESTIMATE (unchanged)

Description	2021-22	2022-23
Foundation Aid – <b>up \$1.5M, as expected</b>	\$13,904,000	\$15,430,500
Other Aid Items (BOCES/special ed)	4,219,000	3,791,500
Transportation	4,300,000	4,582,000
Building Aid - <b>maturing debt yields reduced aid</b>	4,418,000	4,215,000
<b>TOTAL BUDGETED STATE AID</b>	<b>\$26,841,000</b>	<b>\$28,019,000</b>
<b>Increase in budgeted aid</b>		<b>\$1,178,000</b>



# FUND BALANCE & RESERVES

	<b>6/30/20</b>	<b>6/30/21</b>	<b>Est. 6/30/22</b>
Encumbrances	\$92,137	\$1,020,819	\$560,000
Workers' Comp	1,150,000	895,000	830,000
Employee Benefits	1,400,000	1,400,000	1,400,000
Tax Certiorari	500,000	500,000	500,000
Retirement (ERS)	2,700,000	2,700,000	2,700,000
Retirement (TRS)	1,270,000	1,925,000	2,605,000
2015 Capital Reserve	5,100,000	5,100,000	4,100,000
2019 Capital Reserve	4,000,000	10,000,000	10,000,000
2022 Capital Reserve	0	0	4,200,000
Mandatory Reserve for Debt	190,421	95,200	0
Appropriated Fund Balance	3,000,000	390,000	0
Undesignated (< 4% budget)	3,803,521	3,471,579	4,105,000
<b>TOTAL</b>	<b>\$23,206,521</b>	<b>\$27,497,598</b>	<b>\$31,000,000</b>

# 2022-23 BUDGET DEVELOPMENT

## SUMMARY OF FUTURE PILOT PAYMENTS

Description	Budget 2021-22	Budget 2022-23	Budget 2023-24	Budget 2024-25
Total PILOT Payments	\$3,616,000	\$3,780,000	\$3,915,000	<b>Drops to \$500,000 - End of PSEG PILOT - \$3.4M loss of revenue</b>
Est. Tax Cap Calculation	1.61%	0.15%	2.97%	9.11% Not Recommended

Prepare for Impact of PSEG PILOT ending in 2024-25



Will require reduced expenditures and/or substantial use of fund balance. If districts could maintain more than 4% in fund balance, or have a Rainy Day Reserve as NYS proposes for itself, we would have a more effective tool to address this change. A substantial tax increase is NOT recommended.





# 2022-23 BUDGET DEVELOPMENT

## MULTI-YEAR PROJECTION

DESCRIPTION ( <i>in millions</i> )	2023-24	2024-25	2025-26
School Taxes (+ 2% per year)	\$70.6	\$72.0	\$73.5
PILOT Payments	3.9	0.5	0.3
State Aid, w/ foundation aid boost, +1% per year	29.6	29.9	30.2
All Other Revenue	1.7	1.7	1.7
<b>Use of Fund Balance</b>	<b>0.0</b>	<b>2.0</b>	<b>2.5</b>
<b>Revenues</b>	<b>105.8</b>	<b>106.1</b>	<b>108.2</b>
<b>Expenditures</b>	104.2	106.0	108.2
Surplus (Deficit)	1.6	0.1	0.0

The “fiscal cliff” is in 2024-25 -- PILOTs drop off -- modest tax levies allow us to maintain program stability in 2024-25 and beyond.



# CAPITAL OUTLAY *(included in budget)*

## HIGH SCHOOL CAMERA UPGRADE

- Replaces 68 old Cisco cameras
- Frequency of camera failure has been on the rise
- New Avigilon cameras have better resolution. This upgrade will be more user friendly for HS Administration.
- Project unifies all 143 cameras at the school



# BALLOT PROPOSITIONS



# TRANSPORTATION – BUS PURCHASE PROPOSITION

## OVERVIEW OF COST OF BUSES, NET OF AID

Description of Vehicle	Cost/Bus	Aid at .667	Net Cost/Bus	Cost times Number of Buses, = Proposition Amount
70-passenger Electric Bus (Large EV Bus)	\$368,000	\$245,000	\$123,000	1 = \$368,000
45-passenger (Mid-Size Bus)	\$151,000	\$101,000	\$50,000	3 = \$453,000
<b>TOTAL</b>				<b>\$821,000</b>



# 2022-23 BUDGET DEVELOPMENT

## PROPOSAL TO CREATE 2022 CAPITAL RESERVE

	<b>Max Funding</b>	<b>Used/Committed</b>	<b>Remaining Amount</b>
2015 Capital Reserve (expires 6/30/25)	\$10,000,000	\$10,000,000	\$0
2019 Capital Reserve (expires 6/30/29)	\$10,000,000	\$8,300,000	\$1,700,000
2022 Capital Reserve (expires 6/30/32)	\$20,000,000	Next project	

Public approval required to establish, and prior to any future expenditures.

Benefit: reduces future need to incur debt and provides funding source for future capital projects.



# 2022-23 BUDGET DEVELOPMENT

## BOARD OF EDUCATION ELECTION

On May 17, voters in the Bethlehem Central School District will elect two members of the Board of Education for a 3-year term, expiring June 30, 2025. Nominating petitions will be available beginning February 21 from the District Clerk, Brittany Barrett. All petitions are due by April 18 at 5 pm.



**Jonathan  
Fishbein**

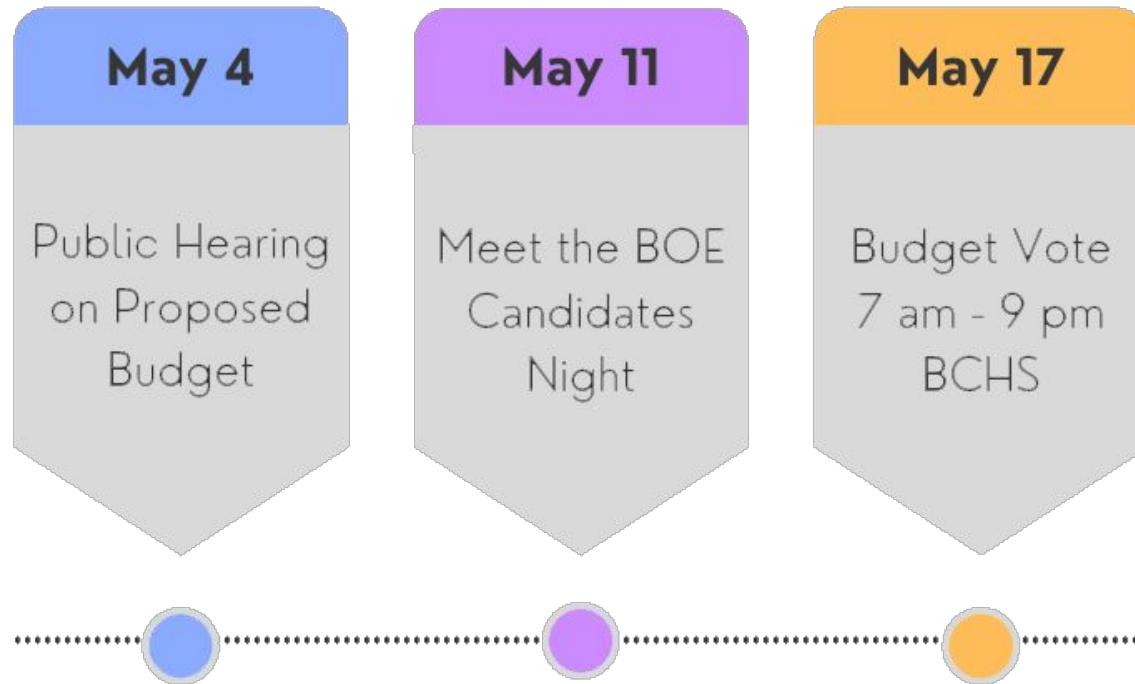


**Wendy  
Samson**



# 2022-23 BUDGET DEVELOPMENT

## FUTURE MEETINGS



**All meetings begin at 7 pm in the Bethlehem Central High School Cafeteria, unless otherwise noted.**

