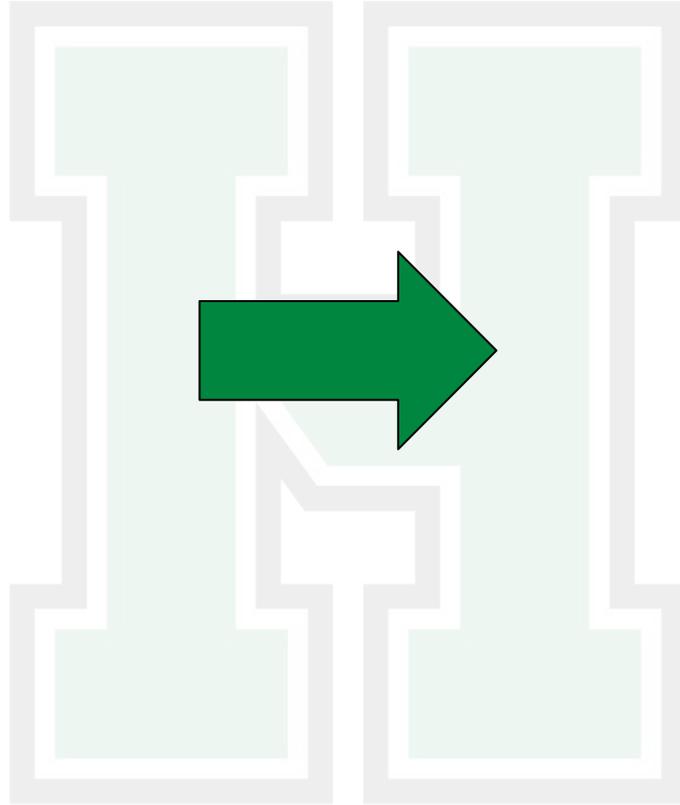


Heatly School

GREEN ISLAND UFSD

Budget Workshop #2
Revenue Sources Allocation

**Revenue
Sources**



State Aid

Property Taxes

PILOTS

Debt Service

Medicaid

Miscellaneous

Fund Balance

● State Aid

- **Foundation Aid** - Selected Foundation Aid/Pupil × Selected Total Aidable Foundation Pupil Units (TAFPU).
- **Building Aid** - Aidable Building Expenditures multiplied by the Building Aid Ratio for the district (79%)
- **Transportation Aid** - Approved Prior Year Transportation Expenditures multiplied by the Transportation Aid Ratio for the district (65%)
- **BOCES Aid** - Approved Prior Year Aidable Expenditures multiplied by the BOCES Aid Ratio for the district (60%)
- **Excess Cost Aid** - High Cost & Private Excess Cost - Public (58%), Private (88%)
- **Instructional Materials Aid** -
 - Hardware & Technology, Software, Library, Textbook
 - *Based off of base year enrollment multiplied by expenses, with limits of per pupil amounts*
- **Charter School Transitional Aid** - Based off Charter School Enrollment from year to year and the state determined tuition rate
- **Universal Pre Kindergarten** - Included in Aid runs but is a grant fund. Determined by the enrollment (20 students = full amount \$127,520)

● Property Taxes

- **Limited by Tax Levy Limit (“Tax Cap”) legislation**
- **Tax Cap Levy is determined using various amounts:**
 - Prior Year Amounts, Reserves, Tax Base Growth Factors, PILOT payments, Tort/Judgement Exclusions, and Capital Tax Levy Exclusions
- **District can plan to stay under the limit, at the limit, or go over the limit**
 - Under or at the limit = Requires a simple majority (50% + 1 voter approval)
 - Above the limit = Requires a supermajority (60% or more voter approval) & Requires a statement on ballot indicating the required tax levy before exclusions exceeds the Tax Levy Limit

Example:

Proposed Tax Levy		Maximum Allowable Levy	Vote Needed
\$5,550,000	<	\$6,250,000	Simple Majority (50% +1)
\$6,250,000	=	\$6,250,000	Simple Majority (50% +1)
\$6,700,000	>	\$6,250,000	Super Majority (60%)

● **PILOTS** (Payment in Lieu of Taxes)

- A PILOT is an entity or business that has asked for a “Payment in lieu of taxes” instead of paying their full assessed property taxes in exchange for a promise to develop that property to the advantage of the local municipality granting it. Under such an agreement, a company makes some fixed yearly contribution to a municipality or school system rather than pay property taxes. Once that agreement timeframe has ended, the property is full taxed on the municipalities tax roll.
 - [Starbuck Island](#)

Debt Service

- The Debt Service Fund is used to record payments of principal and interest on capital debt.
- It is optional except where a mandatory reserve is required as a result of having sold school property that has outstanding debt
- Most school districts pay debt service on capital debt directly from the General Fund and it is seen as an interfund transfer from the Debt Service Fund

	A	B	C (A+B)	D	E	F (C-D-E)		
<u>Fiscal Year</u> <u>Ending June 30:</u>	<u>Total Principal</u>	<u>Total Interest</u>	<u>Total Debt</u> <u>Service</u>	<u>Estimated</u> <u>Building Aid</u>	<u>Debt Service</u> <u>Offsets</u>	<u>Estimated Net</u> <u>Local Share</u>	<u>Budgeted Tax Levy</u> <u>per DSB Estimates</u>	<u>\$ Change</u> <u>(F)</u>
2022	\$ 580,000	\$ 40,221	\$ 620,221	\$ 322,553	\$ -	\$ 297,668		
2023	260,000	55,606	315,606	28,706	-	286,900		\$ (10,768)
2024	295,000	86,614	381,614	80,199	-	301,415		14,516
2025	334,200	85,094	419,294	60,687		358,608		57,192
2026	345,000	77,450	422,450	75,125	30,000 ¹	317,325	305,062	(41,283)
2027	350,000	67,800	417,800	75,125	25,000 ¹	317,675		350
2028	90,000	433,050	523,050	75,125	130,000 ²	317,925		250
2029	405,000	504,000	909,000	587,727	-	321,273		3,348
2030	425,000	481,125	906,125	587,727	-	318,398		(2,875)
2031	450,000	457,050	907,050	587,727	-	319,323		925

● Medicaid

- Payments received for eligible related services for students with disabilities:
 - *Physical therapy services, Occupational therapy services, Speech therapy services, Psychological evaluations, Psychological counseling, Skilled nursing services, Medical evaluations, Medical specialist evaluations, Audiological evaluations, Special transportation services*
- In order to be eligible, these services must be:
 - *Medically necessary and included in a Medicaid covered service category;*
 - *Included in the State's Medicaid plan and/or available under Early and Periodic Screening, Diagnosis and Treatment (EPSDT) to children up to age 21;*
 - *Prescribed, ordered or referred by a practitioner acting within his or her scope of practice;*
 - *Included in the child's Individualized Education Program (IEP);*
 - *Provided by qualified professionals under contract with or employed by a school district, a §4201 school; a county in the State or the City of New York; and,*
 - *Furnished in accordance with all requirements of the State Medicaid Program and other pertinent state and federal laws and regulations, including those regarding provider qualifications, comparability of services, freedom of choice and the amount, duration and scope provisions*

● Miscellaneous

- Miscellaneous Revenue for our district, typically consists of the following:
 - *Facility Rentals*
 - *Evolve Program - Watervliet*
 - *Gym Rentals*
 - *Refunds*
 - *Student/Faculty Equipment (Chromebooks, Chargers, Etc.)*
 - *Purchasing Refunds (Account Credits from lost orders)*

● Fund Balance

- **Nonspendable** - Includes amounts that can't be spent because they are not in spendable form or legally or contractually required to be maintained intact. Includes prepaid items, inventories, long-term portions of loans receivable, financial assets held for resale, and principal of endowments. - *None in our District*
- **Restricted (Reserves)**– consists of amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation.
 - *Special Revenue - Scholarships for Donors*
 - *Debt Service*
 - *Employee Benefit Accrued Liability - Pay benefits to an employee upon termination*
 - *Unemployment Insurance*
 - *Repair*
- **Committed** – consists of amounts that are subject to a purpose constraint imposed by a formal action of the Board of Education. - *None in our District*

● Fund Balance

- **Assigned** – consists of amounts that are subject to a purpose constraint that represents an intended use established by the Board of Education. The purpose of the assignment must be narrower than the purpose of the general fund.
 - *Encumbrances*
 - *Appropriated Fund Balance*
- **Unassigned** – *represents the residual classification for the school district's general fund and could report a surplus or deficit. These amounts are subject to NYS Real Property Tax Law 1318, that limits the amount to 4%.*

● Tying to the Budget

- All of the revenues sources must add up to the approved expenditure amount for a balanced budget. **Revenues = Expenses**
- [2026-2027 Example](#)

