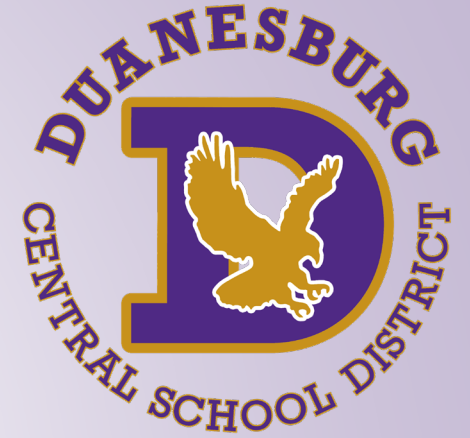


2025-2026 BUDGET OUTLOOK

JANUARY 07, 2025



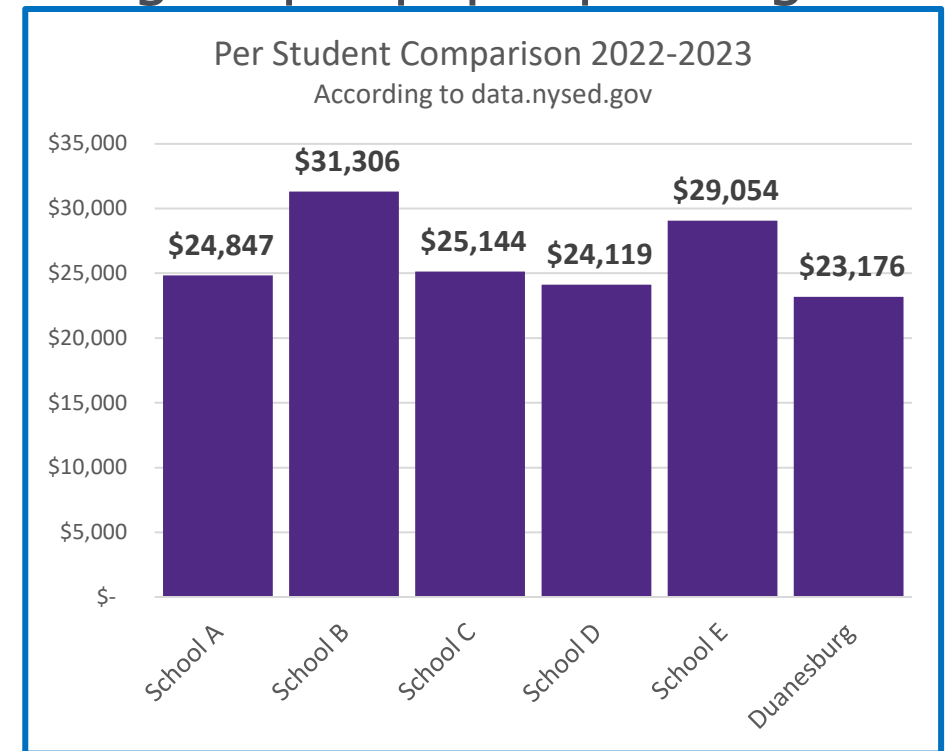
AGENDA

- Key factors to consider
- Foundation Aid basics
- State Fiscal Status
- Current Status of District & Challenges
- Overview of key budget factors
- Initial Assumptions

ROCKEFELLER REPORT

- Report opens with discussion about New York’s education spending per pupil (\$29,873), ranking it #1 in the country against a national average of \$15,633.
- Small districts with under 1500 students do require higher per pupil spending to reach academic standards.
 - Duaneburg’s per pupil spending is \$23,176

“As we craft the upcoming Executive Budget, the Governor believes we should avoid proposals that would negatively impact school budgets, such as eliminating the hold-harmless provision of the Foundation Aid formula” covering such reductions, the statement from Hochul’s office said.



FOUNDATION AID ASSUMED

2024-2025 Foundation Aid (As of November 2024)	\$5,341,759
2025-2026 Foundation Aid Estimate based on current law	<u>\$5,341,759</u>
Change in Foundation Aid	\$0

Save-Harmless funding within Foundation Aid assumed for 2025-26	\$352,530
% of 2025-26 Foundation Aid is Save-Harmless	6.6%



ECONOMY OUTLOOK

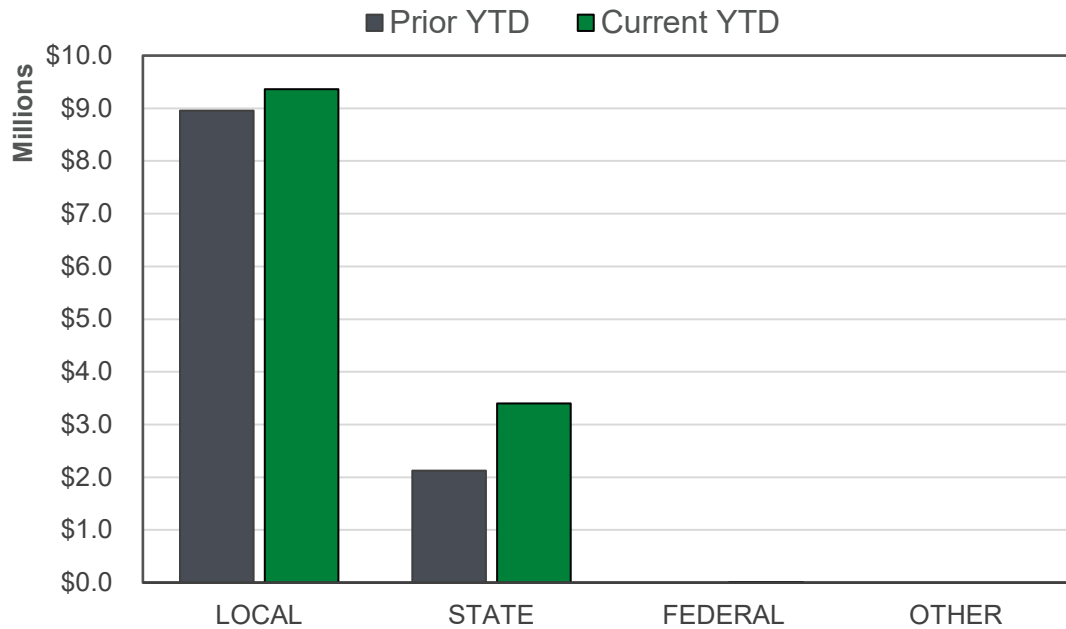


- NY State Budget
 - As of September NY State budget balance **3.2 billion above budgeted assumption**
 - Through September 2024, General Fund Receipts, including transfers from other funds, totaled \$54.6 billion, \$1.2 billion **(2.3 percent) above the initial estimate**
 - General Fund spending, including transfers to other funds, totaled \$48.6 billion, \$2 billion **(3.9 percent) below the initial estimate**
- Inflation is currently near pre-pandemic levels 2.7% in November 2024
 - Come a long way down from June 2022 when it was 9.1%

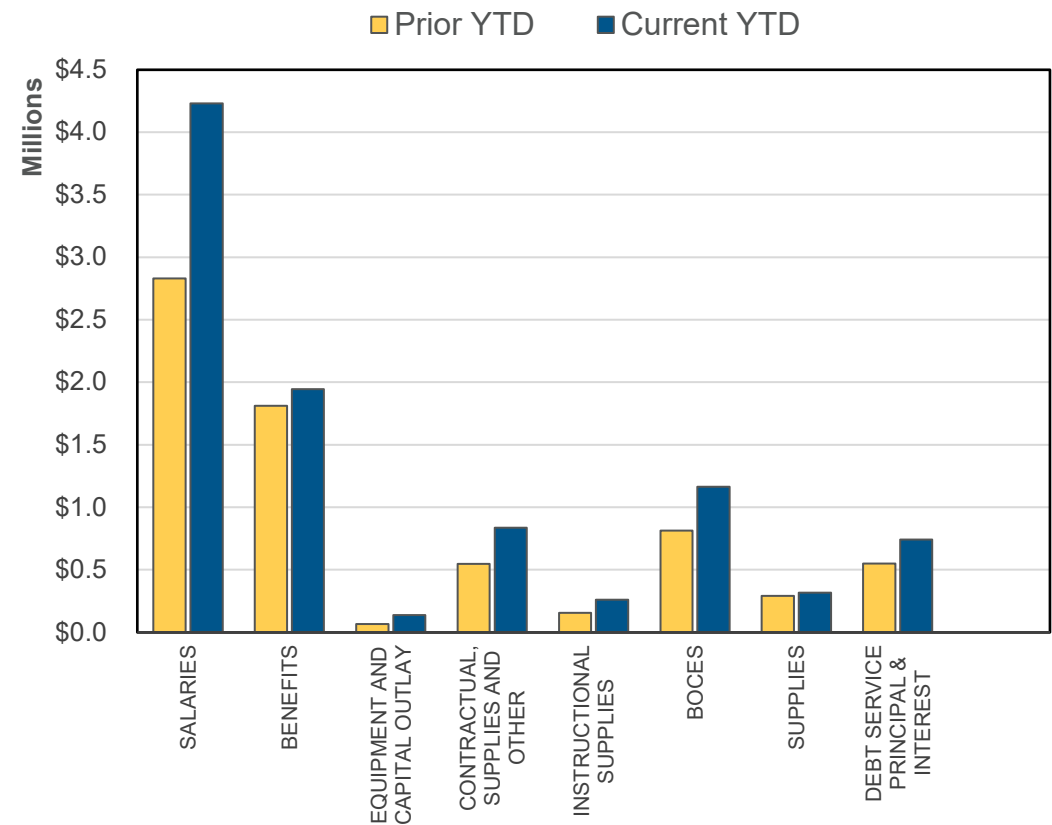


CURRENT STATUS OF THE DISTRICT

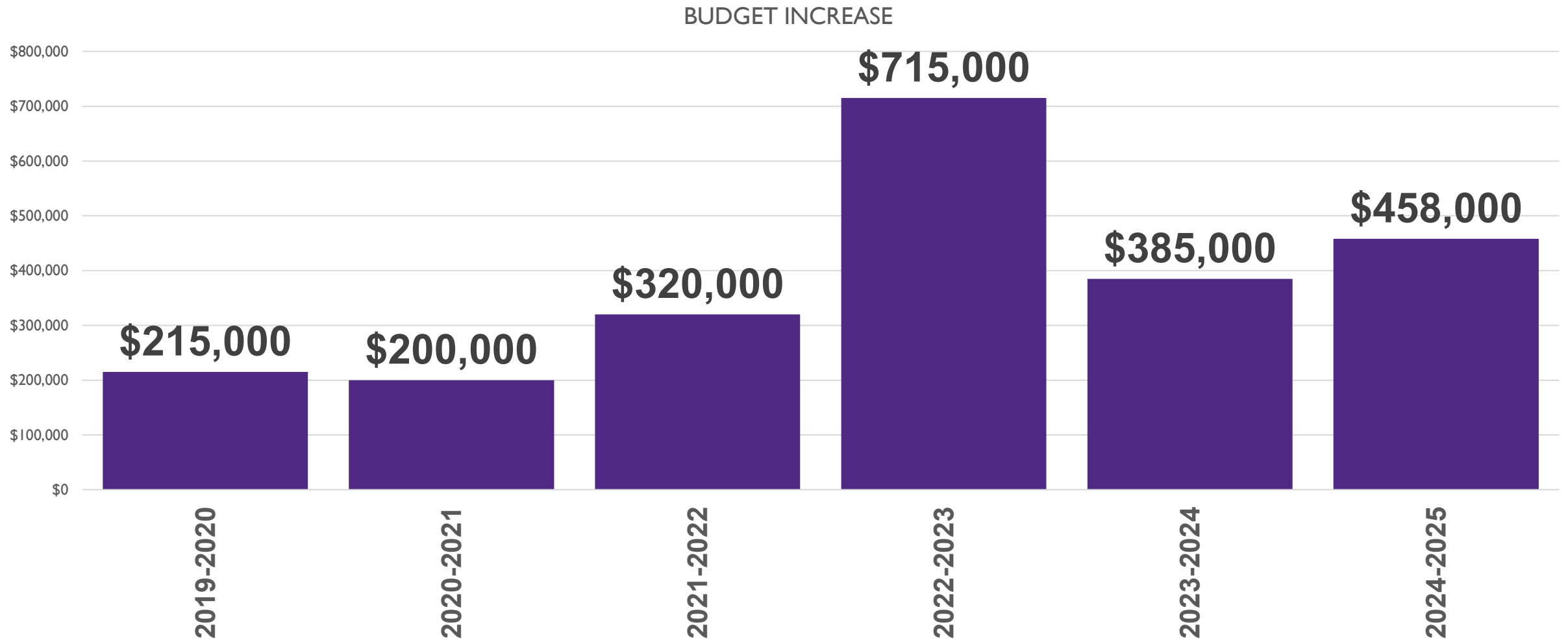
Revenues by Source | Prior YTD vs. Current YTD



Expenditures by Object: Prior YTD vs. Current YTD



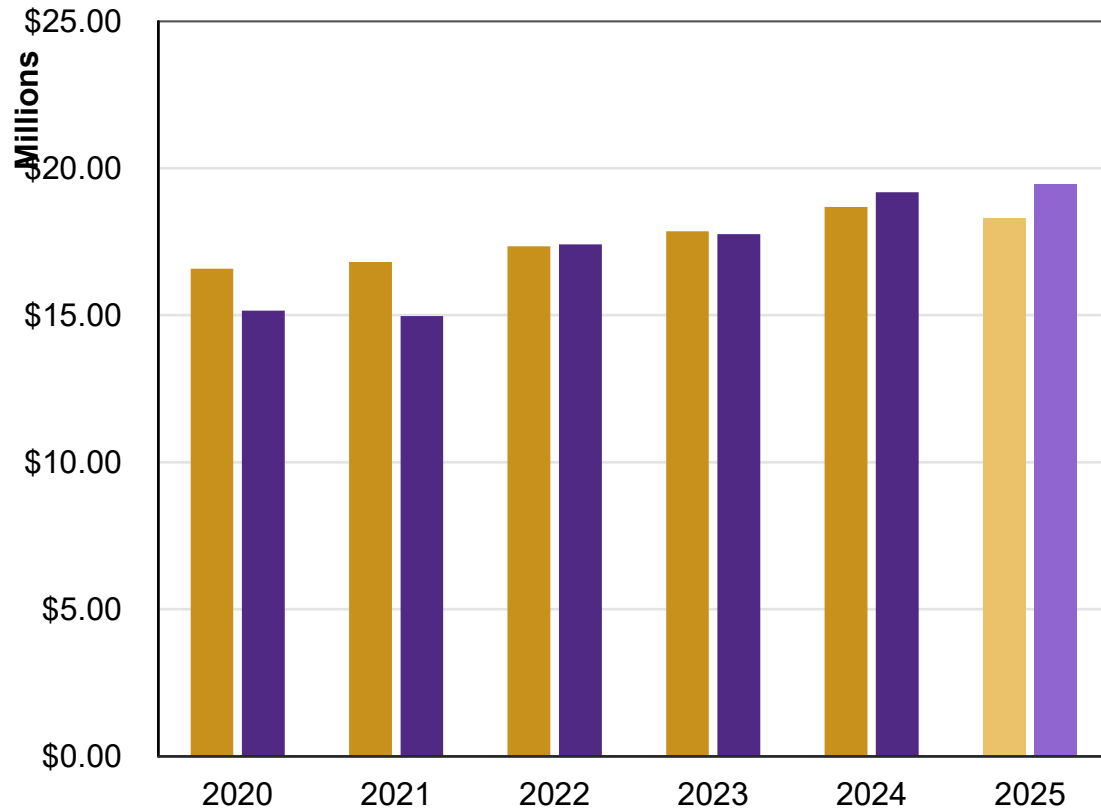
HISTORICAL BUDGET INCREASES



HISTORICAL REVENUE VS. EXPENDITURE

Revenues Vs. Expenditures

■ Revenues ■ Expenditures



HISTORICAL BUDGET DATA

What have the last five years looked like?

	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
REVENUE	\$16,579,974	\$16,806,393	\$17,345,542	\$17,851,185	\$18,683,194
EXPENSES	\$15,154,759	\$14,969,384	\$17,408,621	\$17,756,848	\$19,179,723
NET POSITION	\$1,425,215	\$1,837,010	-\$63,079	\$94,337	-\$496,529

ASSUMED CHALLENGES OF THE 2024-2025 BUDGET



FOUNDATION AID
ASSUMED TO BE FLAT



TRANSPORTATION
Expenses increased over 12%
from 2023 to 2024



**SPECIAL EDUCATION IN
DISTRICT, PROVIDED
SERVICES &
OUTPLACEMENTS**



**CONTRACTUAL
OBLIGATIONS &
RENEWALS**
Currently unsettled union
contracts



ENROLLMENT
Declined for the past
decade, but leveled in
recent years.



**EMPLOYEE
BENEFITS**
Uncertain of Health
Insurance

FUNCTIONS OF THE BUDGET



GENERAL SUPPORT

Maintain support for all district services including business operations, legal, personnel services, data processes, insurances, and administrative.



TRANSPORTATION

Maintain transportation services of students to and from school, athletics, and field trips. Includes transportation staff and all other bus garage operations.



ACADEMIC PROGRAMS

Maintain and grow existing programs and continue initiatives for improved opportunities for all students.



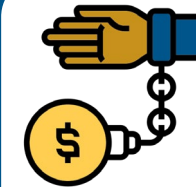
EMPLOYEE BENEFITS

A large portion of the budget that accounts for health insurance, dental, retirement, and unemployment benefits.



OPERATIONS & MAINTENANCE

Maintain clean, safe, and healthy facilities for students to learn. Maintain HVAC, plumbing, electrical, and communications needs.



DEBT

As a school the two debts that the district carries are building construction and school bus debts.

INITIAL REVENUE ASSUMPTIONS

- Tax Cap
 - Initial cap estimate near 3.5% (More on this in February)
- State Aid
 - Current assumption is flat foundation aid
 - Assumed does not reflect current CPI/inflation
 - Assume increases for expense based aids based on current year expenses
- Other
 - Building aid anticipated to increase to offset debt costs



INITIAL EXPENSES ASSUMPTIONS

- **Instructional Salaries Expenses** (will be based on 2025-26 staffing and new contract)
- **Non-Instructional Expenses** (will be based on 2025-26 staffing and new contract)
- **Retirement** – Assume continued increases for years to come
- **Utilities/Energy** – Assume 3%+
- **Special Education** - District should always consider significant fluctuations
- **Health Insurance** is currently stable, but represents a large portion of the budget
- **Debt** - Significant increases to budget, but offset by building aid



