

# Hoosic Valley Central School District

2022-23 Budget Development

January 6<sup>th</sup>, 2022

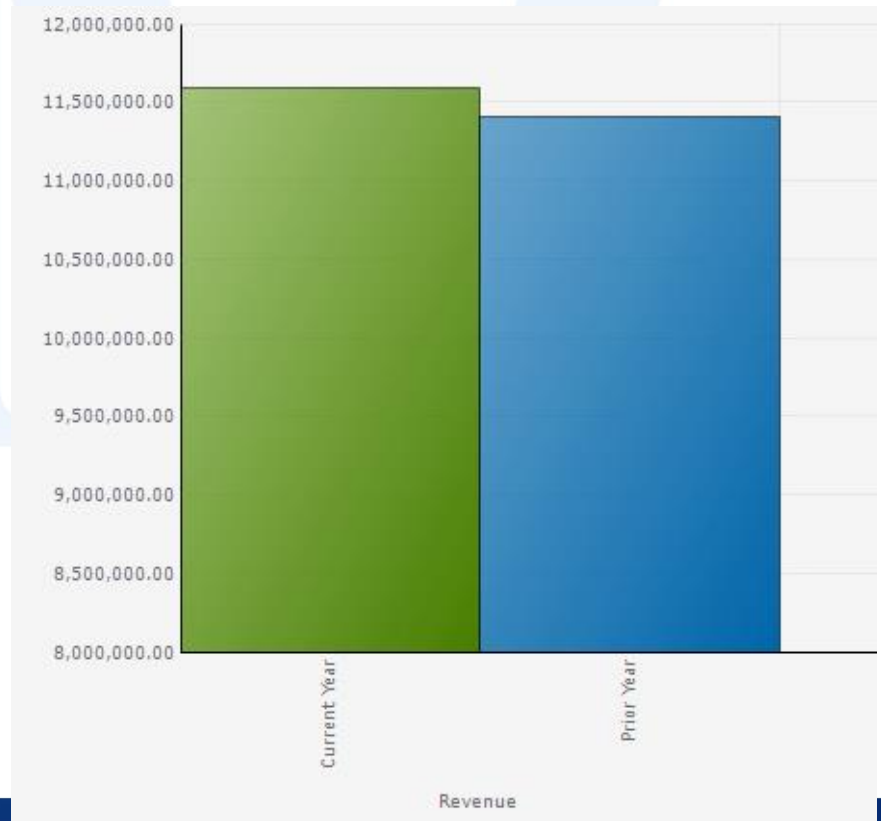
# Review of Current 2021-22 Expenditures

## 2021-22 Expenditure Budget

- The largest portions of the budget are salaries and benefits at 71.03%.
- The next are Debt Service at 7.95% and BOCES at 9.19%.
- The remaining 11.83% represents all other expenses such as energy, teacher supplies, repairs to buildings and district contractual obligations.

# Review of Current 2021-22 Revenue

- Revenue is as expected for the current fiscal year.
- Current Revenue = \$11,594,989 to date
  - Last year \$11,407,685.10 at this point



# Budget Assumptions

- All employee contractual increases and steps will be included in the budget.
  - Negotiations with both HVTA and HVTAU are now complete!
  - Both contracts are settled throughout the 2023-24 school year
- ERS contribution rates are projected to drop from an average of 16.2% in 2021-22 to 11.6% in 2022-23
- TRS contributions rates in the next year are anticipated to increase slightly in the upcoming year to 10-10.5%. The current rate for 2021-22 is 9.80%.
- The district's health insurance plans are through the RCG Health Insurance Trust. The RCG Trust provides an initial estimated health insurance rate increase in February with final rate towards the end of the budget season.
- Expenses for teaching supplies, building supplies and repairs, energy, and district contractual obligations will be rolled over and assessed accordingly.
  - Increased line items for supplies in 21-22 by approx. 2% average.
  - Inflation continues to be a factor impacting supplies and will be a factor for 22-23.

## Budget Assumptions (continued)

- The IRS mileage rate reimbursement was set at \$.585 for 2022. Up from \$0.56 for 2021.
- The Minimum Wage rate increased from \$12.50 to 13.20 on December 31, 2021 and is slated to rise in the future.
- The state revenue is TBD. The Governor's proposal is projected to be released later this month.
- Based on the first 11 months of CPI-U data, ASBO New York projects the 2021 inflation rate will be 4.48 % (it was 1.22% in 2020). The final allowable growth factor to determine the tax cap for the 2022-23 school year will be determined in late January 2022. It is likely that the 2021-22 growth factor will be at the 2% cap.

# 2022-23 Budget Goals

- Develop a budget that keeps taxes at or below the tax levy limit.
- Establish a budget that manages our general fund resources alongside unprecedented federal aid to strategically plan for the future.
- Provide the necessary resources to ensure our school meets the immediate and long-term needs of students and staff given the impacts of the pandemic.

## Important Dates

- 2/3/22 Regular Board Meeting - Governor's Proposed Budget
- 2/17/22 Budget Workshop
- 3/3/22 Regular Board Meeting – Tax Levy Limit/Benefits/Energy
- 3/31/22 Budget Workshop
- 4/14/22 Budget Workshop (if needed)
- 4/26/22 Regular Board Meeting – Board Adoption of the Budget
- 5/5/22 Budget Hearing
- 5/17/22 Budget Vote