

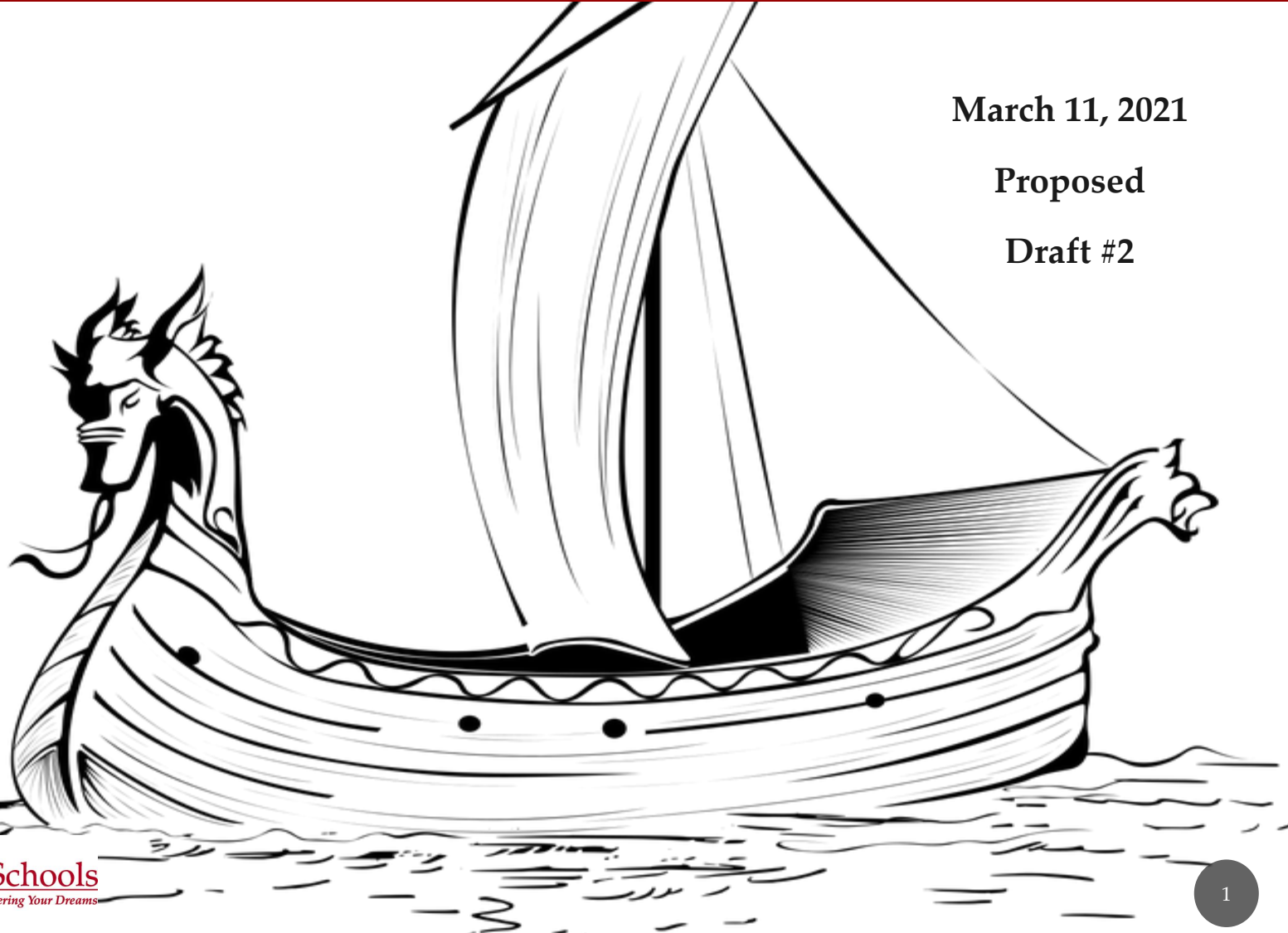
We are #VikingStrong

2021-22 REVISED BUDGET PRESENTATION

March 11, 2021

Proposed

Draft #2



2021-22 TOTAL BUDGET AT A GLANCE Continued

Proposed 2021-2022 Budget

2020-21 Approved Budget \$110,315,208.77	2021-22 Proposed Budget \$112,171,783.60	\$ Increase \$1,856,774.83	% Increase 1.683%
Additional Expenses	473,081.35*	473,081.35*	.429%
110,315,208.77	112,644,864.95	2,329,856.18	2.112%

Tax Levy- Proposed 2021-2022 Budget

91,031,703.77	92,337,256.24	1,305,552.47	1.434%
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REVISED BUDGET to BUDGET INCREASE- 3/11/2021

110,315,208.77	111,641,018.06	1,325,809.29	1.202%
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Tax Levy- Proposed 2021-2022 Budget

91,031,703.77	92,337,256.24	1,305,552.47	1.434%
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2021-22 PROPOSED BUDGET CUTS 3/11/2021

121,766.00	Additional Elementary ICT Teacher. As the budget process and programming process has developed, student needs do not warrant the additional position
121,766.00	Reduce 1 FTE Teacher
208,900.29	Salary and Benefits from the elimination of Assistant Director of Elementary Special Education position
75,600.00	Elimination of contracted 1:1 nurse position
20,000.00	Staff Development
102,224.00	Elimination of Data Analyst position. This position has been vacant
88,165.00	Elimination of unfilled Health Office clerical position. Support for office to be consolidated with another office
20,000.00	Reduction in split property bill to Locust Valley due to change in taxes paid
15,000.00	Reduction in Home Teaching expense to be more closely aligned to the last two years of expenses
4,929.00	Reduction in bus monitor salaries
146,937.00	Reduction in clerical positions

2021-22 PROPOSED BUDGET CUTS 3/11/2021 CONTINUED

48,706.40	Eliminate new .4 FTE cycle elective at the MS
24,353.20	Reduce Reading position at the MS from .6 FTE to .4 FTE
5,500.00	Reduce Contract Transportation Budget
1,003,846.89	Total Proposed Cuts - 03/11/21

2021-22 EXPENDITURE BUDGET AT A GLANCE ASSUMING PANDEMIC ENDS BEFORE 7/1/2021 APPROPRIATIONS

Description	Approved Budget 2020-21	Proposed Budget 2021-22	\$ Change	% Change
General Support	10,344,400.55	10,146,366.21	(198,034.34)	(1.91%)
Instruction- <i>Includes Regular and Special Education</i>	65,467,206.41	66,208,417.07	741,210.66	1.13%
Pupil Transportation	2,786,441.05	2,701,053.55	(85,387.50)	(3.06%)
Community Service	33,500.00	33,500.00	.00	.00%
Employee Benefits	26,988,111.81	27,574,453.69	586,341.88	2.17%
Debt Service/Tax Anticipation Notes and EPC	4,695,548.95	4,977,227.54	281,678.59	6.00%
Totals	110,315,208.77	111,641,018.06	1,325,809.29	1.202%

2021-22 TOTAL BUDGET AT A GLANCE

THE HYBRID PLAN

1. The 2021-22 Expense Budget outlined below focuses on the “hybrid” Return to Normal with Modifications
2. *The District will continue to monitor the budget, make adjustments, and repurpose resources should the pandemic continue into the 2021-22 school year*

2021-22 TOTAL REVENUES AT A GLANCE

THE HYBRID PLAN

1. **The 2021-22 Revenues outlined below are based on the “hybrid” Return to Normal with Modifications**
2. *The January 25, 2021 edition of Newsday reported that Nassau County is close to a settlement with LIPA regarding the Glenwood Landing Power Plant. Revenue from the Glenwood Landing Plant is a key source of funding for the district’s operations, but the district has not been able to obtain all of the financial details of this settlement. The revenue projections below, assume that proceeds from LIPA will remain unchanged. Adjustments will be made upon the receipt of the financial details.*

2021-22 CHANGES TO THE USE OF RESERVES

1,154,398.53	Increase the use of the former Tax Cert Reserve. This completes the use of this funding which was originally proposed at \$400,000
253,898	Continue the use of a one-time transfer from capital project fund as originally proposed
1,091,754.58	Use of fund balance from current operations. This is reduced from \$1,300,000 as originally proposed
	Do not utilize Marcellino/Lavine grant in 2021-22 as originally proposed
	Do not use ERS Reserve-\$1,250,000 was originally proposed

2021-22 REVENUES AT A GLANCE-Revised Draft #2

Total Budget	2020-21 Approved Budget 110,315,208.77	2021-22 Draft #2 Proposed Budget 111,641,018.06	\$ Increase 1,325,809.29	% Increase 1.202%
Split Properties	150,000.00	150,000.00	.00	.00%
PILOT 2 Peaking Stations	1,863,215.74	1,926,969.84	63,754.10	3.42%
Business PILOT IDA	32,000.00	32,000.00	.00	00%
Former LILCO Properties	7,210,811.42	7,210,811.42	.00	.00%
State Aid	5,322,877.00	5,613,783.00	290,906.00	5.46%
Miscellaneous Revenues	1,862,184.00	1,870,176.45	7,992.45	.04%
FUND BALANCE				
Current Operations	1,068,900.58	1,091,754.58	22,854.00	2.14%
Marcellino/Lavine Grant	73,516.26	0.00	(73,516.26)	(100.00%)
Closed Tax Certiorari	500,000.00	1,154,398.53	654,398.53	(130.88%)
Interfund Transfer	1,200,000.00	0.00	(1,200,000.00)	(100.00%)
Interfund Transfer- <i>Balance From Capital Projects</i>		253,868.00	253,868.00	100.00%
Subtotal Other Revenues	19,283,505.00	19,303,761.82	20,256.82	.10%
Total Tax Levy-Proposed	91,031,703.77	92,337,256.24	1,305,552.47	1.434%
Tax Levy Permitted	91,031,703.77	92,337,256.24	1,305,552.47	1.434%
UNDER NYS CAP		(0.00)		

REVENUE CHALLENGES

- Reduced Interest income
- Inflation factor 1.23% Tax Cap; *maximum allowable under Tax Cap law for North Shore with adjustment is 1.434%; current estimated levy increase 1.434%*
- Continued reduction in assessment and a shift of the tax burden from LIPA to residents
- State Aid-Difficult to predict expense based aids
- Fund Balance-Continued dependence on fund balance and reserves

THE STATUS OF FUND BALANCE



PAST AND FUTURE USE OF MARCELLINO AND LAVINE GRANT-Revised

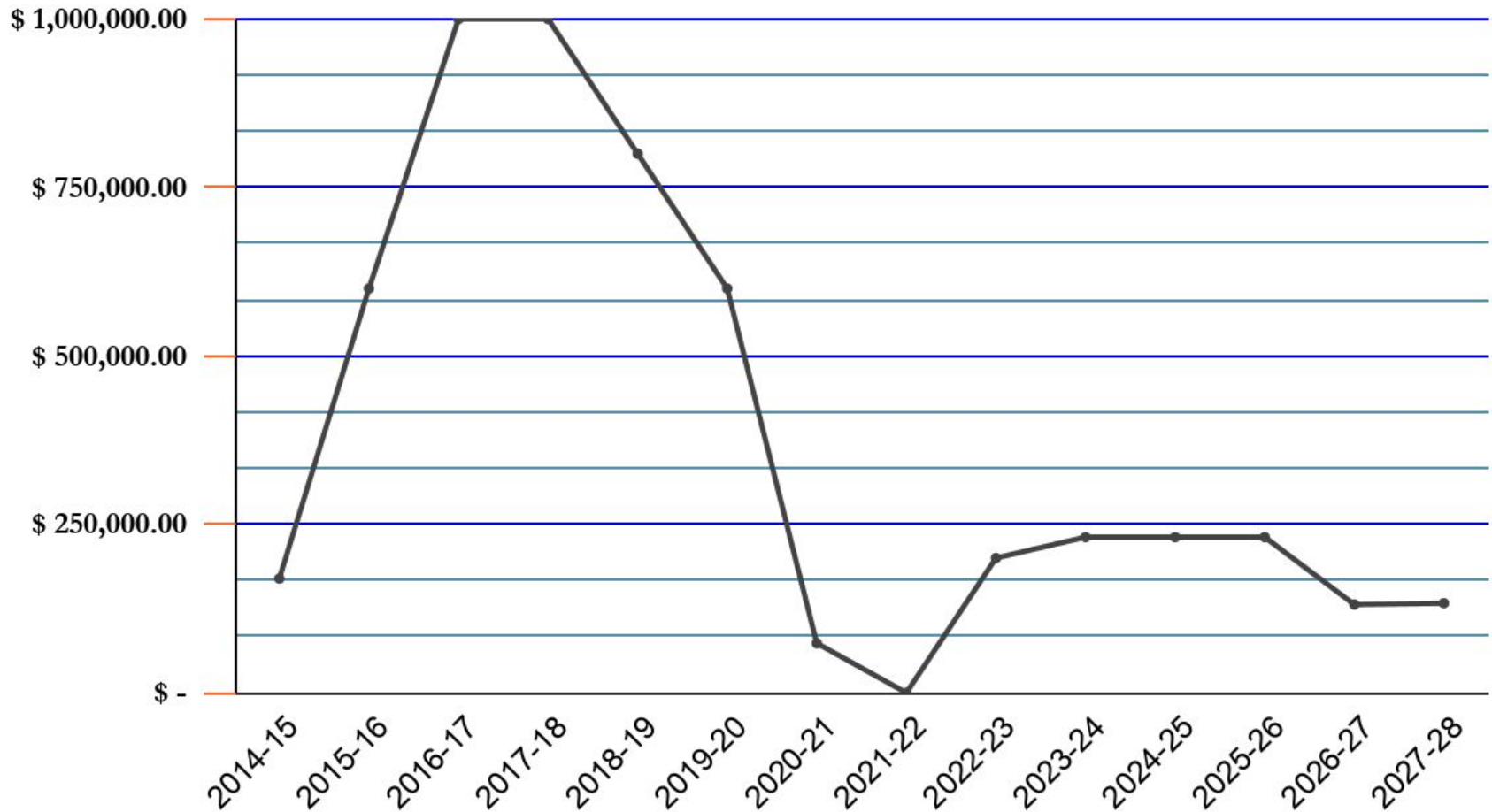
PAST ALLOCATION	
Year	Amount
2014-15	169,518.75
2015-16	600,000.00
2016-17	1,000,000.00
2017-18	1,000,000.00
2018-19	800,000.00
2019-20	600,000.00
2020-21	73,516.74

FUTURE ALLOCATION	
Year	Amount
2021-22	0.00
2022-23	200,000.00
2023-24	231,000.00
2024-25	231,000.00
2025-26	231,000.00
2026-27	131,000.00
2027-28 Plus Accrued Interest	132,954.74

Future budget allocation of the Grant will be reviewed on an ongoing basis to ensure structural balance of the district's finances. The Board of Education revised this grant allocation for the 2020-21 budget to extend it one more year into the 2027-28 school year.

REVISED ALLOCATION OF GRANT -3/11/2021

Revised Allocation of Special Legislative Grant Marcellino/Lavine



PROPOSED AND FUTURE ALLOCATION OF FUNDS - TAX CERTIORARI RESERVE (LIQUIDATED)

PAST ALLOCATION

Year	Amount
2018-19-Allocated	350,000.00
2019-20-Allocated	500,000.00
2020-21-Allocated	500,000.00

FUTURE ALLOCATION

Year	Amount
2021-22	1,154,398.53
Funds Fully Liquidated	

The entire fund will be liquidated at the conclusion of the 2021-2022 fiscal year.

TAX LEVY AT A GLANCE

2018-19 Total Levy	2019-20 Total Levy	2020-21 Total Levy	Proposed 2021-22 Total Levy
86,086,545.69	88,350,729.79	91,031,703.77	92,337,256.24*
% Change from Prior Year	% Change from Prior Year	% Change from Prior Year	% Change from Prior Year
1.89%	2.63%	3.03%	1.434%*

*The proposed 2021-22 Levy assumes that the revenues from LIPA will remain unchanged

HOW IS THE LEVY DISTRIBUTED?

	2018-19 Total Levy	2019-20 Total Levy	2020-21 Total Levy	Proposed 2021-22 Total Levy
	86,086,545.69	88,350,729.79	91,031,703.77	92,337,256.24*
<u>CLASS 1</u> Single Family Homes	72.210%	72.433%	72.556%	72.556%**
<u>CLASS 2</u> Coops and Condos	1.475%	1.507%	1.366%	1.366%*
<u>CLASS 3</u> Utilities	19.876%	20.032%	20.077%	20.077%*
<u>CLASS 4</u> Business and Commercial	6.439%	6.028%	6.001%	6.001%*

*Class share of the levy is determined by Nassau County in October every year (this is 2020-21 data)

*Both the total levy and class share of the levy are contingent upon the settlement with LIPA

IMPACT ON HOMEOWNERS IN THE NORTH SHORE SCHOOL DISTRICT

Home Value 2020-21	500,000	750,000	1,000,000	1,500,000
<u>Assessed Value</u>	500*	750*	1,000*	1,500*
<u>2020-21 School Taxes Before STAR</u>	10,415.54	15,623.03	20,831.07	31,246.61
PROPOSED 2021-2022 BUDGET				
<u>2021-22 School Taxes Before STAR</u>	10,564.20	15,847.37	21,129.83	31,694.75
<u>Difference</u>	148.66	224.34	298.76	448.14

**Assessed values determined by Nassau County*

REFERENDUM # 2

ESTABLISHMENT OF A NEW CAPITAL RESERVE TO MAINTAIN THE DISTRICT'S INFRASTRUCTURE INCLUDING:

1. **Field Lighting- \$1.5M**
2. **Turf Fields- \$3M**
 - a. Middle School game field
 - b. High School practice and PE site
 - c. Replace existing High School field
 - d. Glenwood Landing upper field
 - e. Baseball and softball- Install turf infield
3. **Wellness Centers- \$750K**
 - a. High School
 - b. Middle School
4. **Equipment- weight equipment and cardiovascular equipment- \$100K**
5. **Renovate Gym Floors in each building- \$1.5M**
 - a. High School floor can no longer be sanded
 - b. Elementary floors very old
6. **High School Storage and additional bathrooms- \$75K**
 - a. Gymnastics
 - b. Increase storage
7. **Track- \$750K**
 - a. Replace existing track surface
8. **Create wooded trails on High School property for cross country training - \$100K**
9. **Fencing- \$100K**
10. **Dugout and Bleacher, and Folding Partition Replacement- \$400K**

Total Estimated Costs for Capital Reserve: \$8,275,000

All costs are estimates only. Final costs are determined based on estimates at the time of construction and the total costs may not exceed the fiscal parameters set in the resolution.