

BRIGHTON CENTRAL SCHOOL DISTRICT

Executive Budget Amendments In Response to State Budget

2020-21



April 28, 2020



Impact of State Budget

2020-21 Total Aid

2019-20 Foundation Aid

+

Full Expense-Based Aids

-

Pandemic Assessment

+

Federal Stimulus

- Periodic Adjustments to State Spending – The 2020-21 Enacted Budget authorizes the NYS **Division of Budget to adjust state spending including School Aid if actual state revenues decrease and/or expenditures increase beyond certain levels:**
- Three Measurement Periods:
 - April 1 - April 30
 - May 1 - June 30
 - July 1 – Dec. 31
 - If a NYS General Fund imbalance has occurred during any Measurement Period, using a cash basis of accounting, **the Budget Director is authorized to adjust or reduce any general fund and/or state special revenue fund appropriations by any amount needed to maintain a balanced budget for the 2020-21 fiscal year (State fiscal year is April 1 – March 31st).**

Economic Impact: Change in Revenue Assumptions

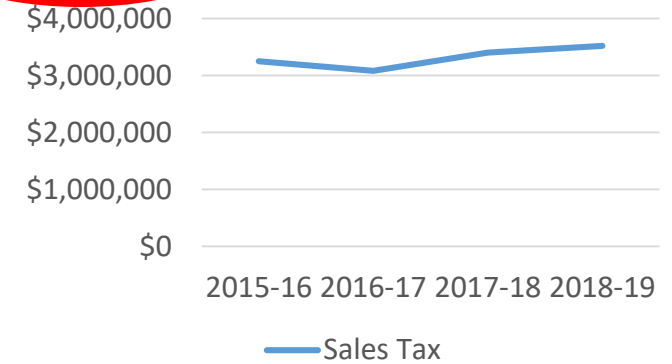
Total Projected Decrease in Revenue = \$1,699,968

- State Aid
 - Loss of Foundation Aid proposed in Governor's budget: **\$347,000**
 - Reduction in Expense-Based Aids due to updated spending projections: **\$150,000**
 - Pandemic Assessment: **\$366,477**

Current Estimable Loss of State Aid =

\$863,477

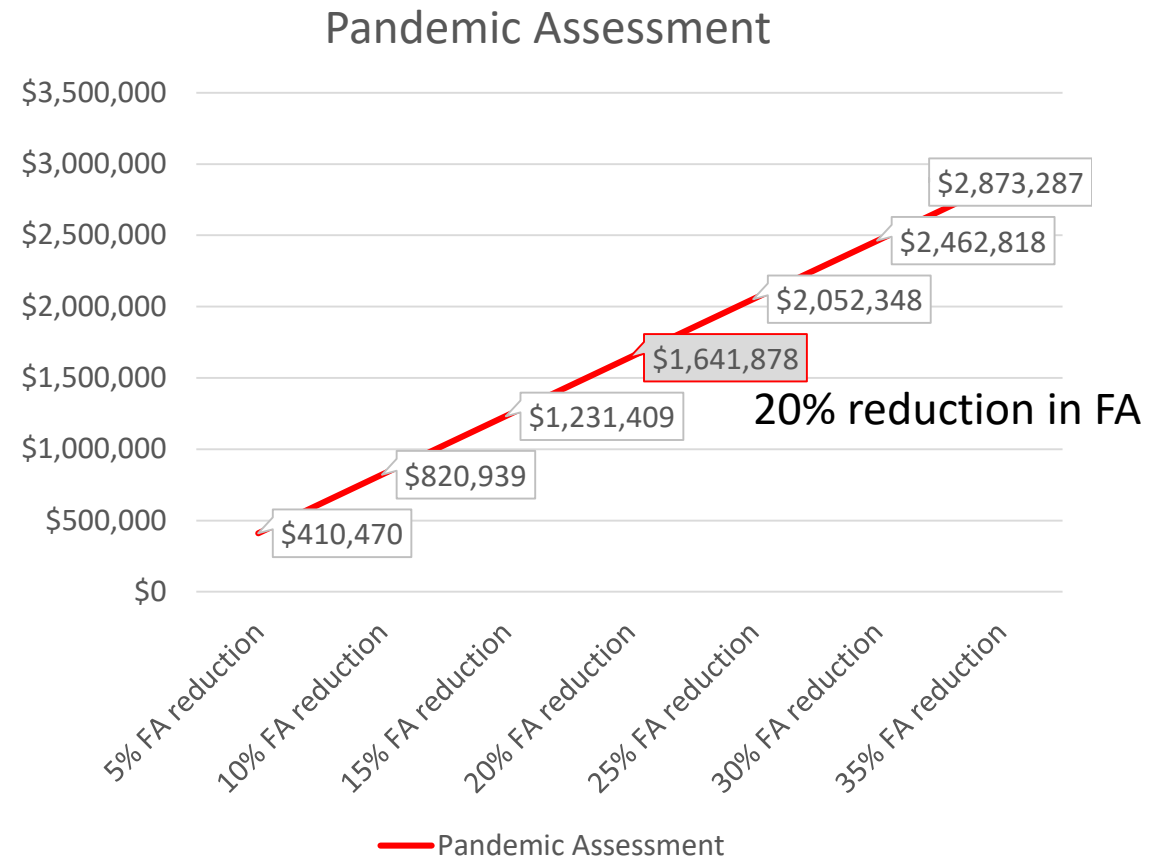
- Sales Tax



Executive Budget Estimate	\$3,522,990	
Revised Assumption		Assumptions
School FY - Q1	\$528,492	60% of 18-19 Actual
School FY - Q2	\$572,533	65% of 18-19 Actual
School FY - Q3	\$704,655	80% of 18-19 Actual
School FY - Q4	\$880,819	100% of 18-19 Actual
Estimated Sales Tax	\$2,686,499	
Reduction in Revenue	-\$836,491	

Additional Revenue Risks Based on State Economic Decision

State Aid Category	Executive Budget
Foundation Aid	\$8,209,392
Categorical Aids	\$8,963,013
Total State Aid	\$17,172,405
Pandemic Assessment (Presumed mid-year cut at 4/14)	\$366,477



Potential revenue loss based on % of Foundation Aid reduced

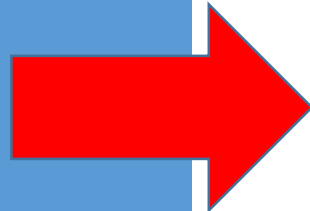
History and the Process...



Initial Challenge due to FA and Last Year's Vote
Reduced Spending \$2.4 million
Some Program Reductions



Pandemic Challenge and Loss of Aid
Reduced Spending \$1.3 of \$1.7 million gap
Significant Program Reductions



Unknown Upcoming and Evolving Challenge
Unprecedented Reductions
Possibly Another \$1.4 million
(already assumed part of the pandemic reduction)

Next Steps (Still need \$400,000 + ??????)

- Await guidance on new budget vote date and adoption calendar. *Set adoption date following this schedule.*
- Continue to assess budget-to-actual projections and update estimates related to mandated student programming.
- Assess programmatic impact of additional service-level reductions.
- 4/30: Assess Impact of 1st State measurement period.
 - *Next Update: May 12th*