



PUBLIC BUDGET SEMINAR

March 14, 2023 | 5:30 - 7:30PM



- I. Welcome and Introduction to RCSD Budget Process – *Beatriz LeBron, Board Vice President and Chair of Finance Committee*
- II. Annual Budget Process – *Dr. Carmine Peluso, Superintendent*
- III. Review of District Revenue and Expenditures for 2023-24 – *Shawn Farr, Chief Financial Officer*
- IV. CRRSA/ARP (federal stimulus funds) – *Dr. Carmine Peluso, Superintendent*
- V. Next Steps in the Budget Process – *Shawn Farr, CFO*
- VI. Balancing Act- *Beatriz LeBron, Board VP and Chair of Finance Committee*
- VII. Questions



Agenda



ANNUAL BUDGET PROCESS

- Every year, the Board of Education is required to adopt a “balanced” budget for the period of July 1st to the following June 30th.
- A balanced budget is when projected expenditures are matched by projected revenues.
- Because of past issues, the state currently is restricting the ability of the District to use accumulated “fund balance” (money remaining from prior year operations) to go towards balancing the budget.





ANNUAL BUDGET PROCESS

- The budget process for 2023-24 began in October 2022.
- Departments submit requests for staffing and funding in alignment with the strategic plan goals and objectives of the District.
- Based on estimates from the state and other sources, the District develops revenue projections for the budget.
- The requested expenditures are matched up against projected revenue and adjustments are made to bring the budget into balance.

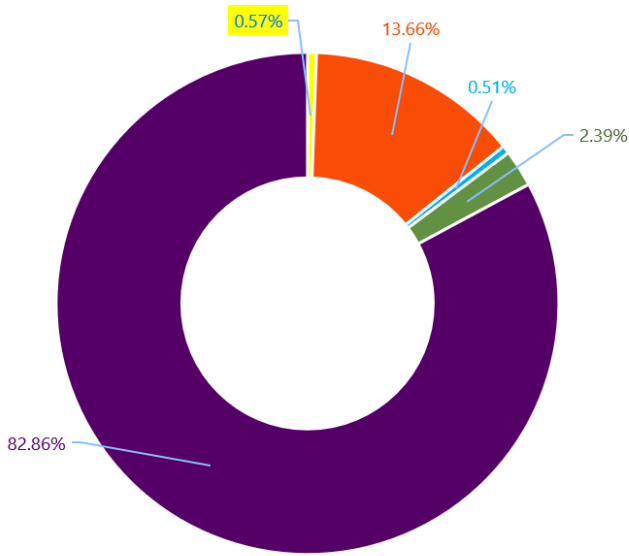







2023-24 Revenue and Appropriated Fund Balance

Revenues & Appropriated Fund Balance

General Fund Revenue is the amount of funding received from external agencies.

The District's primary sources of revenue are State Aid & City Maintenance of Effort contribution.



	City of Rochester \$119,100,000
	Local \$20,797,596
	New York State Aid & Grants \$722,236,006
	Federal \$4,480,477
	Appropriated Fund Balance \$5,000,000

Revenues:	2021-22 Actual	2022-23 Adopted	2023-24 Draft 2/14	\$ Change 2023 to 2024
City of Rochester	\$119,100,000	\$119,100,000	\$119,100,000	\$0
Local	\$10,034,375	\$15,592,646	\$20,797,596	\$5,204,950*
State	\$636,534,411	\$687,262,193	\$722,236,006	\$34,973,813**
Federal	\$26,626,049	\$4,380,477	\$4,480,477	\$100,000
Appropriated Fund Balance	-	\$10,000,000	\$5,000,000	(\$5,000,000)
Total	\$792,294,835	\$836,335,316	\$871,614,079	\$35,278,763

*- Increase in indirect revenue due to ARP funding

**- Reinstating the foundation aid formula

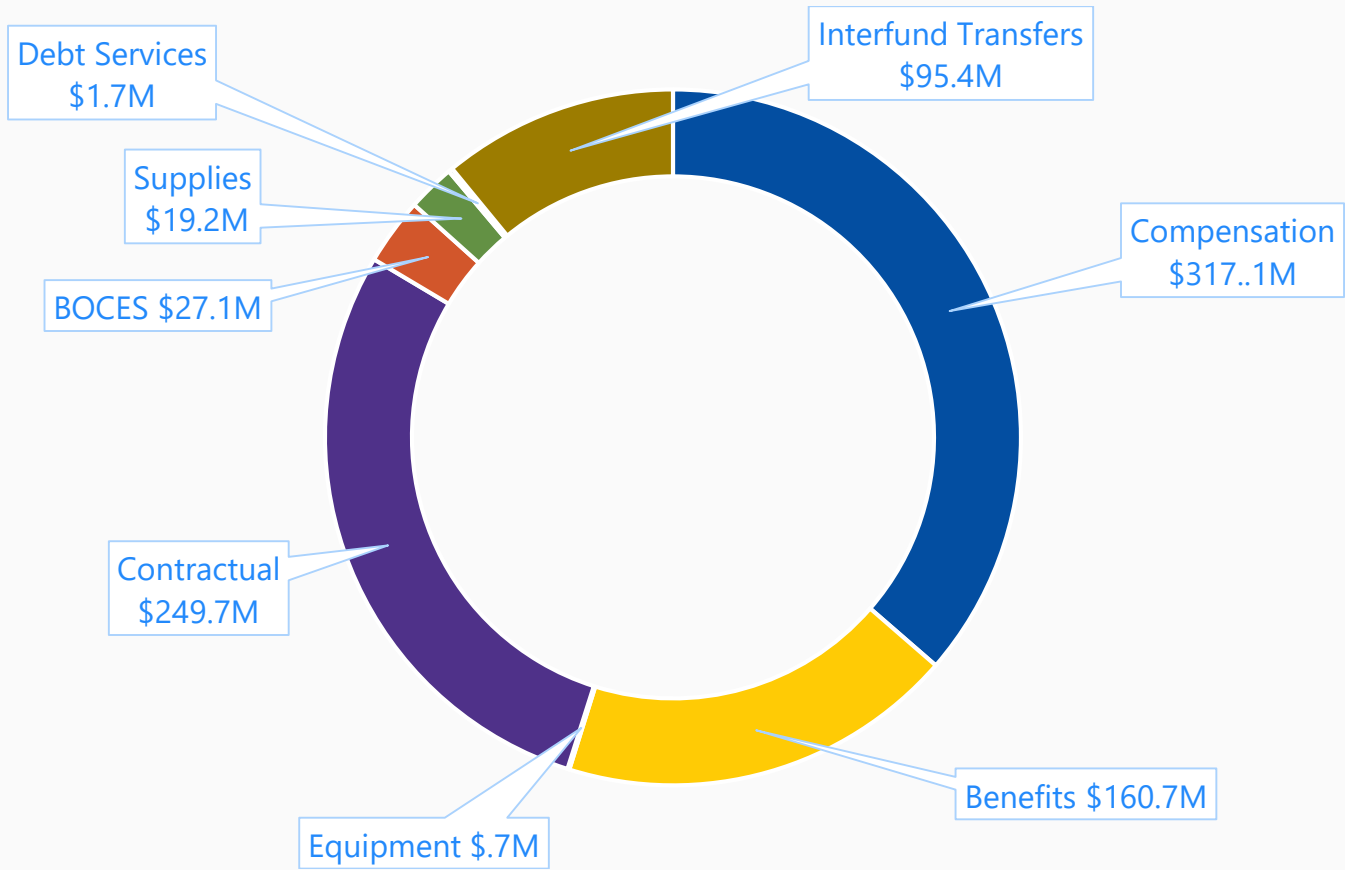


Draft Budget Revenue

- Foundation Aid formula was made whole.
- Interfund Revenues will increase as a result of the charge-back of indirect costs associated primarily with CRRSA and ARP.
- Interest Revenue increased due to the increased financial condition of the District.
- Transportation aid decreased due to the implementation of operating efficiencies and a decrease in State Education Department approved contracts.
- \$5 million Appropriated Fund Balance restricted for emergency maintenance projects.
- Increased Charter School Basic Aid and Transitional Aid due to increased movement.
- Upon receipt of the Legislative Runs, assumptions will be reviewed and adjustments made accordingly.



2023-24 Revenue Key Assumptions



2023-24 Expense

Appropriations	2021-22 Actual	2022-23 Adopted	2023-24 Draft	\$ Change 2023 to 2024
General Support	\$60,124,427	\$59,800,614	\$66,699,615	\$6,899,001
Instruction	\$391,545,810	\$443,237,683	\$465,294,997	\$22,057,314
Transportation	\$61,539,939	\$78,676,069	\$77,376,191	(\$1,299,878)
Community Support	\$234,847	\$234,581	\$186,995	(\$47,586)
Benefits	\$144,536,215	\$157,927,482	\$164,944,633	\$7,017,151
Debt Service/ Transfers	\$101,040,966	\$96,458,887	\$97,111,648	\$652,761
Total Appropriations/ Expenditures	\$759,022,204	\$836,335,316	\$871,614,079	\$35,278,763



Draft Expense Appropriations

- Employee compensation and benefits remain the leading cost driver for appropriations.
- Charter School tuition appropriations continue to increase as projected enrollment surpasses 7,800 students.
- Utility costs continue to increase since 2022.
- Reduction in Out-of-District placements (other than Charter) due to decreasing enrollment.
- Reduction of budgeted positions.



2023-24 Expense Key Assumptions



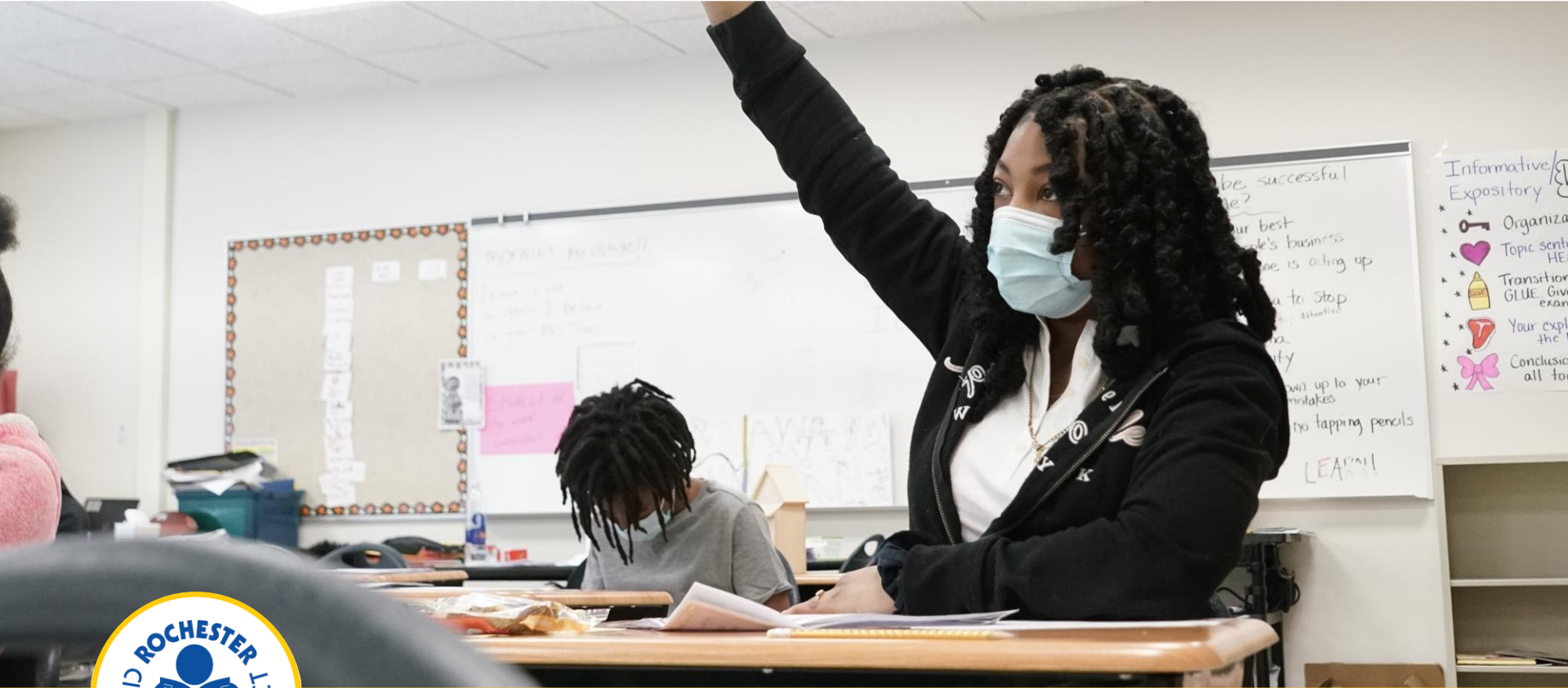
CRRSA/ARP

- The COVID-19 Supplemental Stimulus is a one-time revenue source and will require significant future financial adjustments to accommodate the loss of this revenue
- CRRSA ends 9/2023
- ARP ends 9/2024



Next Steps in the Budget Process

- March 23rd – Budget book available
- April – Board budget hearings and review
- May 9th – Board meeting to adopt budget
- May 26th – Budget hearing by City Council
- June 8th – Joint City Council/Board public hearing
- June 20th – City Council votes of budget



Balancing Act

Questions about the District Budget Process for 2023-24

Submit your questions to be answered now via
Facebook and YouTube Live Streams

After tonight's seminar, questions can be submitted by
emailing:

publicbudgetwebinar@rcsdk12.org

