

POSTPONED

2020-21 School Budget Vote

Putnam Valley School District
April 2, 2020



Statewide

- The Annual Budget Vote will be moved to June. No date established
- Construction Project will be allowed to continue during the closure with COVID-19 safety protocols in place. The construction project is not part of the 2020-21 budget. It has its own budget that cannot be spent on anything else.
- New State Aid Projections were released but not final.



Categories of State Aid Changing

- Foundation Aid
- BOCES Aid
- Building Aid (no effect on total Revenue)

How would we make up shortfall?

- Building aid affects tax levy cap: The tax levy cap changes by the amount of the building aid adjustment and create an overall net effect of ZERO change in revenues.
- BOCES Aid is expense based and can change if we spend less.
- Foundation Aid: -\$586K
 1. Make cuts to programs, personnel or both
 2. Use some additional reserves to balance the budget
 3. Possibly a combination of both



As of April 1, 2020 NYSSBA release

Aid Category	January Executive Budget	Updated State Aid Projections	Change
Foundation Aid	\$5,666,691	\$5,119,710	-\$546,981
Expense Based Aids (BOCES)	\$1,208,804	\$1,169,152	-\$39,652
Estimated Reduction	\$6,875,495	\$6,288,862	-\$586,633

Additional Pros and Cons

Business Officials collectively spoke today over 40 members from the Lower Hudson Association of School Business Officials.

Interest Earnings and Sales tax will drop to low levels. Perhaps back to the amount that we received around 2008. Do a new analysis and re-evaluate our revenues overall. Majority of districts reducing estimates for these 2 categories by 20%.

Unemployment Claims are greatly increased.

Savings remaining from this year because of the closure are being diverted to FB reserves because of the shortfall we are all going to need revenue next year.

Positive note is the financial assumption on Bonds should be better for our Capital project.