

Finance Committee Meeting Minutes
Thursday, June 2, 2022
5:30 p.m.

Present Shannon Stringer, BOE Member
Massimo Bufalini, BOE Member
Lisa Brady, Superintendent
Ron Clamser, Jr., Assistant Superintendent

Capital Project Financing

Ron provided the committee with an update on the recent BAN refinancing. The BAN sale for the \$15,130,830 financing was on May 24 at 10:00 a.m. The amount included refinancing the original \$13.5m + an additional \$1,630,830 for cash flow to complete the project. There were 6 bids received, with the award going to Oppenheimer & Co., Inc. at an effective net interest rate of 2.227101%.

Below is a chart of the bids received:

Bidder	Amount	Interest Rate	Gross Interest	Premium	Net Interest	Effective Net Interest Rate
Oppenheimer & Co., Inc.	15,130,830	3.000%	453,924.90	116,946.00	336,978.90	2.227101%
Jeffries LLC	15,130,830	3.250%	491,751.98	152,816.00	338,935.98	2.240036%
TD Securities	15,130,830	3.250%	491,751.98	145,709.89	346,042.09	2.287000%
Piper Sandler & Co.	15,130,830	3.000%	453,924.90	93,962.45	359,962.45	2.379000%
Bank of America, N.A.	15,130,830	2.400%	363,139.92	0.00	363,139.92	2.400000%
BNY Mellon Capital Markets, LLC	15,130,830	4.000%	605,233.20	226,974.55	378,258.65	2.499920%

The \$116,946 premium will need to be placed into the Debt Service Reserve account so that it is available next June when the payment is due.

Monthly Financial Report

Revenue Update

Ron provided the following revenue update:

- 1st Quarter sale tax revenue came in at \$241,114 which is equivalent to what was received last Quarter. If the next Quarter is the same, we will be on track to collect approximately \$120,000 more than budgeted.
- Tuition revenue is projected to finish \$80,000 over budget, primarily due to 2 tuitioned special education students, 1 from Rye and 1 from Irvington.

Total year-end revenue projections are anticipated to be a surplus of \$200,000

Expense Update

July through April expenses are noted in the chart. April is typically 83.33% through the fiscal year.

April is 83.33% of the fiscal year	2017-18	2018-19	2019-20	2020-21	2021-22
Utilities	74.44%	70.54%	78.96%	84.62%	83.96%
Special Ed Tuitions (Non-BOCES)	40.01%	52.72%	56.44%	66.73%	70.96%
BOCES	56.56%	67.95%	94.81%	81.81%	82.33%
Health Insurance	83.18%	73.79%	74.32%	73.31%	75.70%
TRS	67.30%	67.82%	68.68%	67.64%	67.73%
ERS	80.67%	79.73%	75.37%	78.49%	81.59%
Social Security	67.75%	68.07%	68.06%	66.18%	68.20%
Transportation	72.24%	72.84%	69.95%	71.32%	78.04%
Payroll	69.07%	69.09%	68.98%	69.06%	69.40%

Taking into consideration year-end encumbrances and outstanding year-end accruals, Ron shared that he estimates that there will be approximately \$600,000 of unspent expense budget. Combined with excess revenues reported above, Ron reported a potential of \$800,000 may be returned to fund balance. These are conservative estimates right now. Discussions will take place with the full board at one of the next board meetings regarding reserve fund balances and options for funding various reserves at year end.

Year End Tax Certiorari Analysis

Ron provided the committee with a summary of the tax certiorari claims totaled by year. The analysis included a calculation of what the potential refunds could cost the district. Ron also reported that as of June 30, 2021 the district had \$4,771,702 in the Tax Cert Reserve. Ron estimates the target funding amount to cover current probable refunds, including tax cert claims received during the 2021-22 school year, should be \$3,738,447. Using the probable refund amount as a target funding level for the reserve, the Tax Cert Reserve has approximately \$1,033,255 more than needed to pay anticipated judgements. Discussions will take place with the full board at one of the next board meetings regarding options for what to do with this excess.

Review 2022-23 American Rescue Plan Foundation Aid Increase Presentation

Lisa and Ron shared with the Committee the draft 2022-23 American Rescue Plan Foundation Aid Increase presentation that will be presented at the 6/14/22 Board meeting. The Committee had the opportunity to ask questions and provide feedback.