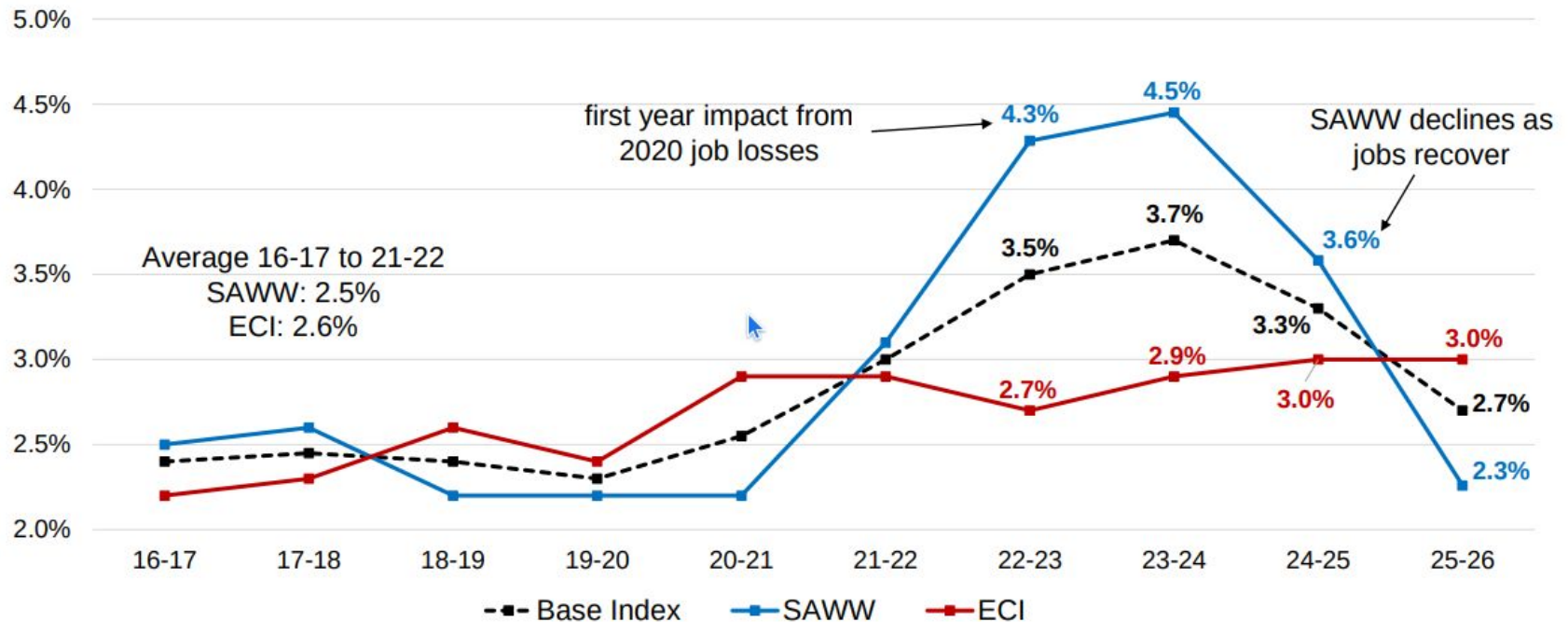




2021-2022 Proposed Final Budget

April 21, 2021

Act 1 Index Components: Actual and Forecast



Sources: Index and components through 21-22 published by PDE. For later years, SAWW is projected by the Department of Labor and Industry and ECI is projected by IHS Markit with minor adjustments by the IFO. Assumes no change in minimum wage.

March 17, 2021



Expenditures

	2020-2021 Final Budget	2021-2022 Preliminary Budget	Adjustments	2021-2022 Proposed Budget
Salary	\$ 19,393,313	\$ 20,238,114	\$ (19,000)	\$ 20,219,114
Benefits	\$ 12,491,361	\$ 13,246,660	\$ 20,845	\$ 13,267,505
Building Level	\$ 2,113,200	\$ 3,242,400	\$ -	\$ 3,242,400
Other Education:				
Special Education	\$ 3,229,654	\$ 3,209,256	\$ -	\$ 3,209,256
Tech School	\$ 1,119,618	\$ 1,158,519	\$ (65,658)	\$ 1,092,861
IU/Other	\$ 74,690	\$ 81,550	\$ (15,800)	\$ 65,750
Ed Support:				
Dir. of Curriculum	\$ 236,845	\$ 259,526	\$ -	\$ 259,526
Technology	\$ 186,350	\$ 229,650	\$ -	\$ 229,650
Grants	\$ 131,961	\$ 118,113	\$ -	\$ 118,113

Expenditures

	2020-2021 Final Budget	2021-2022 Preliminary Budget	Adjustments	2021-2022 Proposed Budget
Administration	\$ 612,400	\$ 647,300	\$ -	\$ 647,300
Building Operation	\$ 1,212,450	\$ 1,245,300	\$ -	\$ 1,245,300
Capital Projects - Fund Balance Use	\$ 2,339,000	\$ 1,135,000	\$ 190,000	\$ 1,325,000
Warehouse/Transp	\$ 2,544,680	\$ 2,660,863	\$ -	\$ 2,660,863
Debt Service	\$ 2,238,331	\$ 2,230,893	\$ (76,552)	\$ 2,154,341
Equipment	\$ 57,507	\$ 59,513	\$ -	\$ 59,513
Comprehensive Planning	\$ 17,120	\$ 17,120	\$ -	\$ 17,120
Budgetary Reserve	\$ 271,000	\$ 271,000	\$ 9,000	\$ 280,000
Total	\$ 48,269,480	\$ 50,050,777	\$ 42,835	\$ 50,093,612

Expenditure Budget Highlights

	2020-2021 Final Budget	2021-2022 Proposed Budget	\$\$ Increase	% Increase
Retirement (PSERS - State Mandate)	\$ 6,586,754	\$ 6,945,090	\$ 358,336	5.4%
Charter Schools (State Mandate)	\$ 1,626,450	\$ 2,751,450	\$ 1,125,000	69.2%
Totals			\$1,483,336	

Notes:

Retirement: 2012-2013 Retirement budget was \$2,554,318. This is a 9 year increase of **172%** or \$4,390,772.

Charter School: Increase is due to an increase in assumed number of students attending outside charter schools and a roughly 6% increase in tuition rates per student for 21-22. The 2012-2013 budget for charter schools was \$617,700. This is a **345%** increase over 9 years.

- Taxes have increased 4.66 mills or **4.2%** over the same time frame (2012-2013 was 110.34 mills) due to Board planning and use of Retirement Spike Fund which will continue until the 2027-2028 fiscal year. *If this maximum potential tax increase* of 3.0% stands for the 2021-2022 year, taxes will have increased 8.11 mills or **7.3%** over the same time frame.

Eight Year School District Expenditure Increase; Eight year Pension Expenditure Increase; Eight year charter tuition Increase

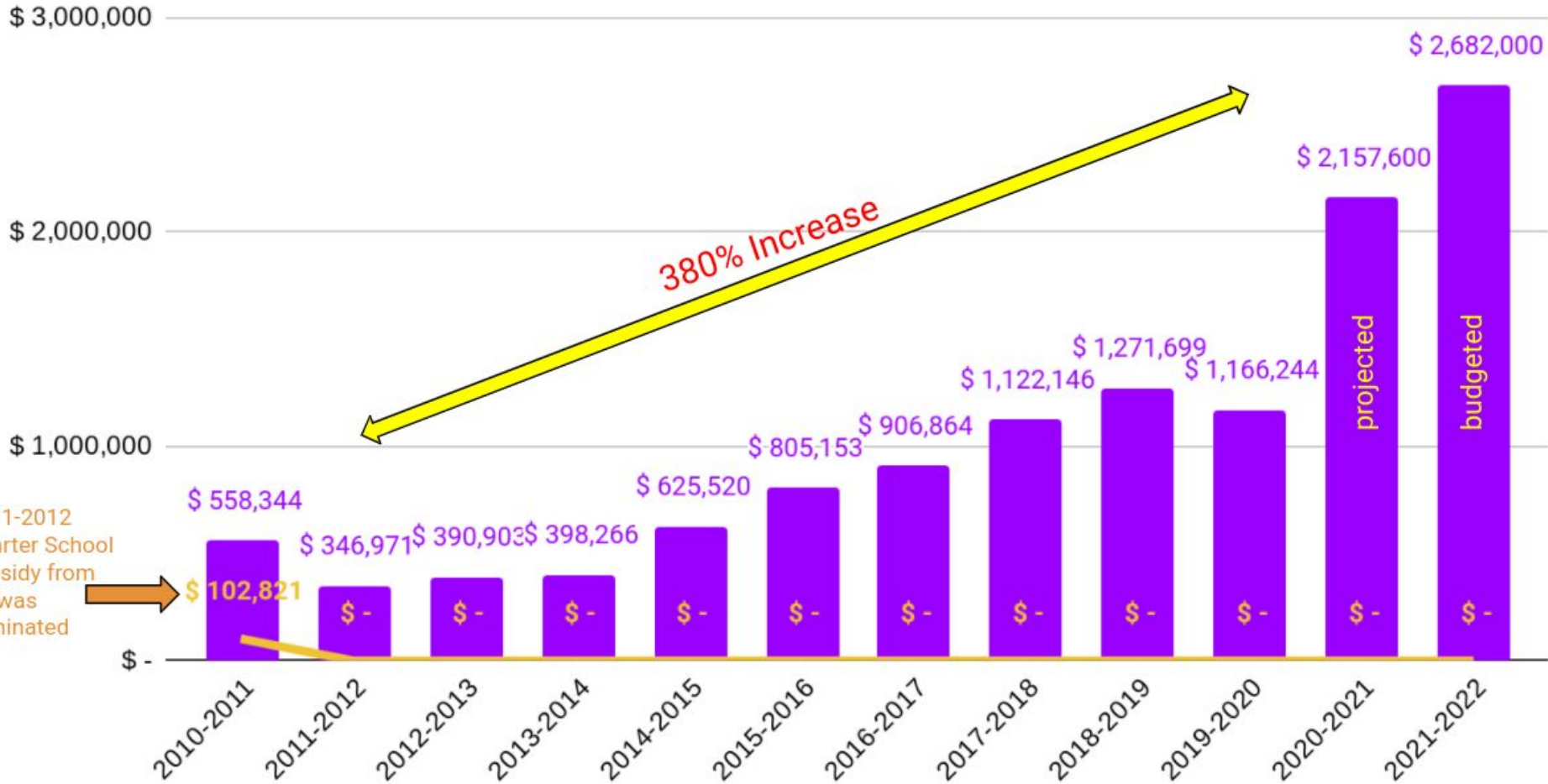
Fiscal year [PDE AFR data]	School District Total Expenditures as Per PDE AFR data	Less School District Pension (230 object Code AFR)	Less School District Charter Tuition Totals PDE AFR	School District Total Expenditures NET of Charter and Pension (8 year Comparison)
2018-19	\$31,396,049,186	\$3,937,150,518	\$2,045,818,142	\$25,413,080,526
2010-11	\$25,097,498,696	\$651,146,264	\$959,703,712	\$23,486,648,719
8 Year Dollar Increase (2019 minus 2011)	\$6,298,550,490	\$3,286,004,254	\$1,086,114,430	\$1,926,431,806
8 Year Increase %	25.10%	504.65%	113.17%	7.68%
8 year Avg annual Percent increase	3.14%	63.08%	14.15%	0.96%

Note: 8 year total pension increase PLUS 8 year total charter increase equals \$4,372,118,684 or 70% of the total 8 year total school expenditure increase. For the past 8 years, ACTUAL total school district expenditure increases averaged under 1.0% per year when Charter and Pension mandated costs are subtracted. That one percent per year includes all salary, health care & operational costs. These two line item cost drivers drove an estimated \$2.3 billion dollars straight to property tax.



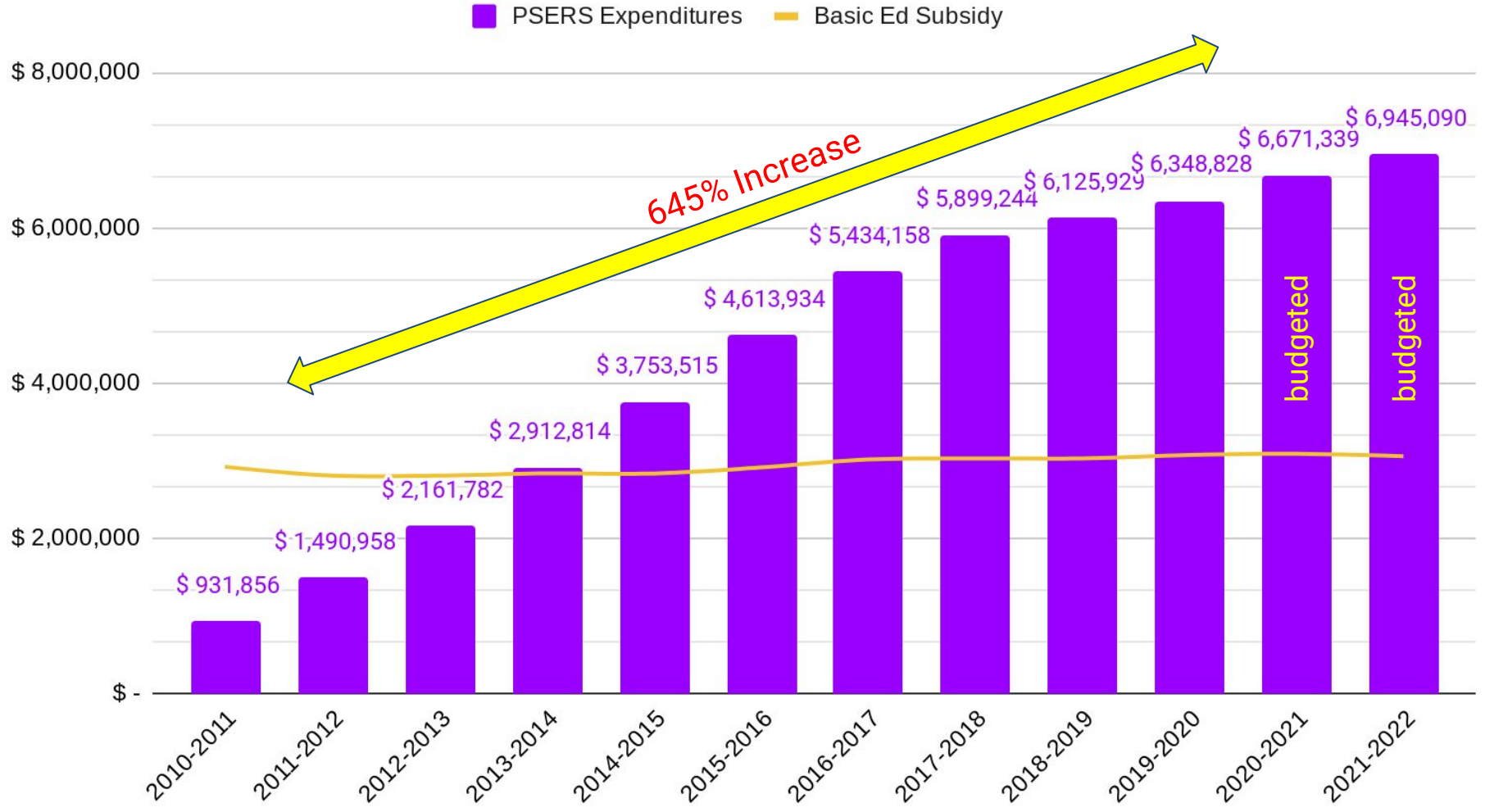
Charter School Expenditures and Charter School Subsidy

■ Charter School Expenditures
 ■ Charter School Subsidy



2011-2012
 Charter School
 subsidy from
 PA was
 eliminated

PSERS Expenditures and Basic Education Subsidy



Revenues - Local

	2020-2021 Final Budget	2021-2022 Preliminary Budget	Adjustments	2021-2022 Proposed Budget
Real Estate	\$ 28,129,700	\$ 28,056,102	\$ 409,709	\$ 28,465,811
Earned Income Tax	\$ 2,130,000	\$ 2,200,000	\$ 50,000	\$ 2,250,000
Real Estate Transfer	\$ 371,000	\$ 375,000	\$ 40,000	\$ 415,000
Other Taxes	\$ 34,091	\$ 31,091	\$ -	\$ 31,091
Delinquent Taxes	\$ 815,000	\$ 830,000	\$ -	\$ 830,000
Investment Income	\$ 250,000	\$ 150,000	\$ -	\$ 150,000
Misc Income	\$ 271,700	\$ 283,700	\$ (37,000)	\$ 246,700
Donations	\$ 100,000	\$ 100,000	\$ -	\$ 100,000
Local IU Grants	\$ 393,000	\$ 430,000	\$ -	\$ 430,000
BCIU Prior Yr Refund	\$ 67,043	\$ 323,890	\$ -	\$ 323,890
Local Revenue Totals	\$ 32,561,534	\$ 32,779,783	\$ 462,709	\$ 33,242,492

Revenues - State

	2020-2021 Final Budget	2021-2022 Preliminary Budget	Adjustments	2021-2022 Proposed Budget
Act 1 (Gaming Rev)	\$ 916,725	\$ 915,036	\$ -	\$ 915,036
Basic Ed Subsidy	\$ 3,016,844	\$ 3,060,000	\$ -	\$ 3,060,000
Ready to Learn Block Grant	\$ 67,213	\$ 67,213	\$ -	\$ 67,213
Orphaned Students	\$ 105,000	\$ 95,000	\$ -	\$ 95,000
Special Ed Subsidy	\$ 1,127,000	\$ 1,130,000	\$ -	\$ 1,130,000
Transp Subsidy	\$ 450,000	\$ 475,000	\$ 80,000	\$ 555,000
PlanCon Subsidy	\$ 215,680	\$ 213,625	\$ (7,524)	\$ 206,101
Medical/Dental Subsidy	\$ 34,000	\$ 32,000	\$ -	\$ 32,000
Social Security	\$ 718,154	\$ 746,759	\$ -	\$ 746,759
Retirement	\$ 3,279,367	\$ 3,472,545	\$ -	\$ 3,472,545
State Revenue Totals	\$ 9,929,983	\$ 10,207,178	\$ 72,476	\$ 10,279,654

Revenues - Federal

	2020-2021 Final Budget	2021-2022 Preliminary Budget	Adjustments	2021-2022 Proposed Budget
Title I	\$ 128,482	\$ 121,938	\$ -	\$ 121,938
Title II/Class Size Red	\$ 32,570	\$ 28,137	\$ -	\$ 28,137
Title IV	\$ 11,463	\$ 10,442	\$ -	\$ 10,442
CARES ESSER II	\$ -	\$ -	\$ 433,782	\$ 433,782
Access (Medicaid)	\$ -	\$ -	\$ -	\$ -
Federal Revenue Totals	\$ 172,515	\$ 160,517	\$ 433,782	\$ 594,299

Revenue Budget Highlights

	2019-2020 Final Budget	2020-2021 Proposed Budget	\$\$ Increase	% Increase
Retirement (PSERS - State Mandate)	\$ 3,337,534	\$ 3,472,545	\$ 135,011	4%
Current Real Estate - Local Revenue <small>(assumed no millage increase 21-22)</small>	\$ 28,129,700	\$ 28,465,811	\$ 336,111	1%
Totals			\$ 471,122	

Balancing the Budget

- Estimated Expenditures	\$ 50,093,612
- Estimated Revenues	<u>\$ 44,116,445</u>
- Difference (before Planned Fund Balance Use)	\$ 5,977,167
- Planned Fund Balance Use - Retirement	\$ 1,726,911
- Planned Fund Balance Use - Capital Projects	\$ 1,325,000
- Planned Fund Balance Use - Tech School	<u>\$ 178,519</u>
- Deficit	\$ 2,746,737

Balancing the Budget

- Deficit		\$ (2,746,737)
- Millage Increase	3.450	
- Tax Increase (%)	3.00%	
- Tax Increase (\$\$)		<u>\$ 849,628</u>
- Fund Balance Use to Balance the Budget		\$ (1,897,109)
- Allowable Act 1 Increase is 3.0% or 3.45 mills		\$ 849,628
- Estimated Value of a mill		\$ 246,269

Balancing the Budget

- Current Average Assessed Value	34,276
- Current Year Millage Rate	115.00
- Average Tax bill based on 115.0 mills	\$ 3,941.74
- Gaming Relief	<u>\$ (197.14)</u>
- Net Tax Bill	\$ 3,744.60
- Proposed Budget Millage Rate	118.450
- Average Tax bill based on 118.45 mills	\$ 4,059.99
- Gaming Relief	<u>\$ (197.14)</u>
- Net Tax Bill	\$ 3,862.85
- Median tax increase at Proposed Budget	\$ 118.25

Tax Decrease from Proposed Budget to Final Budget

Year	Proposed Budget Tax Increase	Final Budget Tax Increase	Reduction from Proposed to Final
2011-2012	1.40%	1.36%	-0.04%
2012-2013	0.70%	0.00%	-0.70%
2013-2014	1.70%	0.00%	-1.70%
2014-2015	0.80%	0.00%	-0.80%
2015-2016	0.80%	0.80%	0.00%
2016-2017	0.90%	0.90%	0.00%
2017-2018	2.00%	0.90%	-1.10%
2018-2019	2.00%	0.88%	-1.12%
2019-2020	2.30%	0.60%	-1.70%
2020-2021	2.60%	0.00%	-2.60%



Questions?