

Mt. Lebanon School District

Preparation of Draft 4 Budget for 2021–2022

March 15, 2021

Investment in our Children

COVID Impact Statewide Trends

- Cyber Charter enrollment has increased Statewide by 70% from 2019–2020 (\$335.5M in tuition)
- Average cost increase due to the pandemic \$1M
- Actions taken due to budget pressures for 2020–21
 - ◆ 67.9% of Schools drew from Fund Balance
 - ◆ 37.9% raised local property taxes
 - ◆ 44.1% reduced staffing
- 53.8% of school districts are reporting they are somewhat behind in local revenue projections
- 45% of school districts will require a property tax increase for 21–22
- 97.8% of school districts are spending resources to expand virtual learning options

COVID Impact

- Use of \$2.775M fund balance – No millage increase 2020–2021
- Federal/State COVID Relief – Must be expensed
- Local Revenue Shortfalls – Interest income
- **Charter School Increase – \$225,000**
- **Uncertainty from State – Historical increases @ 1%**
- **New Stimulus Disbursements – Parameters unknown**

Revenue Changes

| Category | 20-21 Budget | 21-22 Draft 3 | 21-22 Draft 4 | Change \$ | Change % |
|-------------------|--------------|---------------|---------------|-----------|----------|
| Earned Income Tax | 8,324,336 | 8,000,000 | 8,100,000 | 100,000 | 1.25% |
| Other Income | 1,520,000 | 1,320,000 | 1,370,000 | 50,000 | 3.79% |
| Basic Ed | 6,672,133 | 6,672,133 | 6,738,854 | 66,721 | 1.00% |
| Special Ed | 2,881,129 | 2,715,782 | 2,742,940 | 27,158 | 1.00% |
| Transportation | 100,000 | 100,000 | 125,000 | 25,000 | 25.00% |
| SS Reimb. | 1,964,620 | 2,018,829 | 1,997,672 | (21,157) | -1.05% |
| PSERS Reimb. | 8,862,619 | 9,220,637 | 9,116,159 | (104,478) | -1.13% |
| Medical Access | 250,000 | 250,000 | 300,000 | 50,000 | 7.14% |
| Total | 102,949,915 | 103,846,398 | 104,039,642 | 193,244 | 0.19% |

Expenditure Changes

| Category | 20-21 Budget | 21-22 Draft 3 | 21-22 Draft 4 | \$ Difference | % Difference |
|----------------|--------------|---------------|---------------|---------------|--------------|
| Salaries | 51,248,914 | 52,779,832 | 52,227,665 | -552,167 | -1.05 |
| Benefits | 31,590,901 | 33,021,578 | 32,814,760 | -206,818 | -0.63% |
| Prof. Services | 3,331,206 | 3,331,206 | 3,325,638 | -5,568 | -0.17% |
| Repair | 903,048 | 903,048 | 1,021,032 | 117,984 | 13.07% |
| Other Services | 3,469,487 | 3,469,487 | 3,769,202 | 299,715 | 8.64% |
| Consumables | 3,353,811 | 3,353,811 | 3,276,025 | -77,786 | -2.32% |
| Equipment | 94,329 | 94,329 | 74,129 | -20,200 | -21.41 |
| Other | 11,733,219 | 11,691,603 | 11,691,506 | -97 | 0.00% |
| Total | 105,724,915 | 108,644,894 | 108,199,957 | -444,937 | -0.41% |

Draft 4 Budget 2021–2022

| | |
|--------------------------|---------------|
| Revenues (anticipated) | \$101,707,797 |
| Expenditures (estimated) | \$108,199,957 |

| | |
|----------------|----------------|
| Out of Balance | (\$ 6,492,160) |
|----------------|----------------|

| | |
|--------------------|--------|
| Millage Equivalent | 2.4154 |
| Index Cap | 0.8675 |

Draft 4 with Tax Increase to Index

| | |
|------------------------|---------------|
| Revenues (anticipated) | \$104,039,642 |
|------------------------|---------------|

| | |
|--------------------------|---------------|
| Expenditures (estimated) | \$108,199,957 |
|--------------------------|---------------|

| | |
|----------------|----------------|
| Out of Balance | (\$ 4,160,315) |
|----------------|----------------|

| | |
|--------------------|---------|
| Millage Equivalent | 1.5478* |
|--------------------|---------|

*Exceeds Index