



PENNCREST

EMPOWERING LIFE-LONG LEARNERS

2021-2022 BUDGET PRESENTATION

April 6, 2021



PENNCREST
EMPOWERING LIFE-LONG LEARNERS

2021-2022 GENERAL FUND

21-22 GENERAL FUND BUDGET

AS OF MARCH 18, 2021

**PENNCREST School District
Proposed 2021-2022 Budget Summary
Version #1**

	2021-2022 Budget	2020-2021 Budget	Increase / (Decrease)	
Revenue	\$ 53,346,845	\$ 52,442,160	\$ 904,685	1.73%
Expenditures	\$ 55,196,425	\$ 54,004,898	\$ 1,191,527	2.21%
	\$ (1,849,580)	\$ (1,562,738)		

Notes:

Revenue:

1. Real estate tax increase of .5 Mill.....	\$	489,685
2. ESSER II Federal Grant.....	\$	650,000
3. Delinquent Real Estate Tax - Reduction.....	\$	(125,000)
4. Earnings on Investment - Reduction.....	\$	(80,000)
5. IDEA Pass Through from IU #5.....	\$	(30,000)
	\$	-
	\$	904,685

Expenditures:

1. Wage increase.....	\$	91,302
2. Employee benefit increase.....	\$	404,731
3. Kelly Services - Teachers Subs (329) decrease.....	\$	(101,000)
4. Special Ed IU Contract (322) decrease.....	\$	(200,000)
5. Cyber Tuition (562) increase.....	\$	574,000
6. Career & Tech Center (564) increase.....	\$	111,000
7. Transportation (513) increase.....	\$	163,000
8. Curriculum Resources (640) increase.....	\$	157,000
	\$	1,200,033

Real Estate Tax Budget to Budget Increase:

.5 Mill Tax Increase	\$	140,000
Total District Assessed Value Increase by \$2.8 million	\$	145,000
Collection Percentage Increased from 91% to 93%	\$	204,685
	\$	489,685



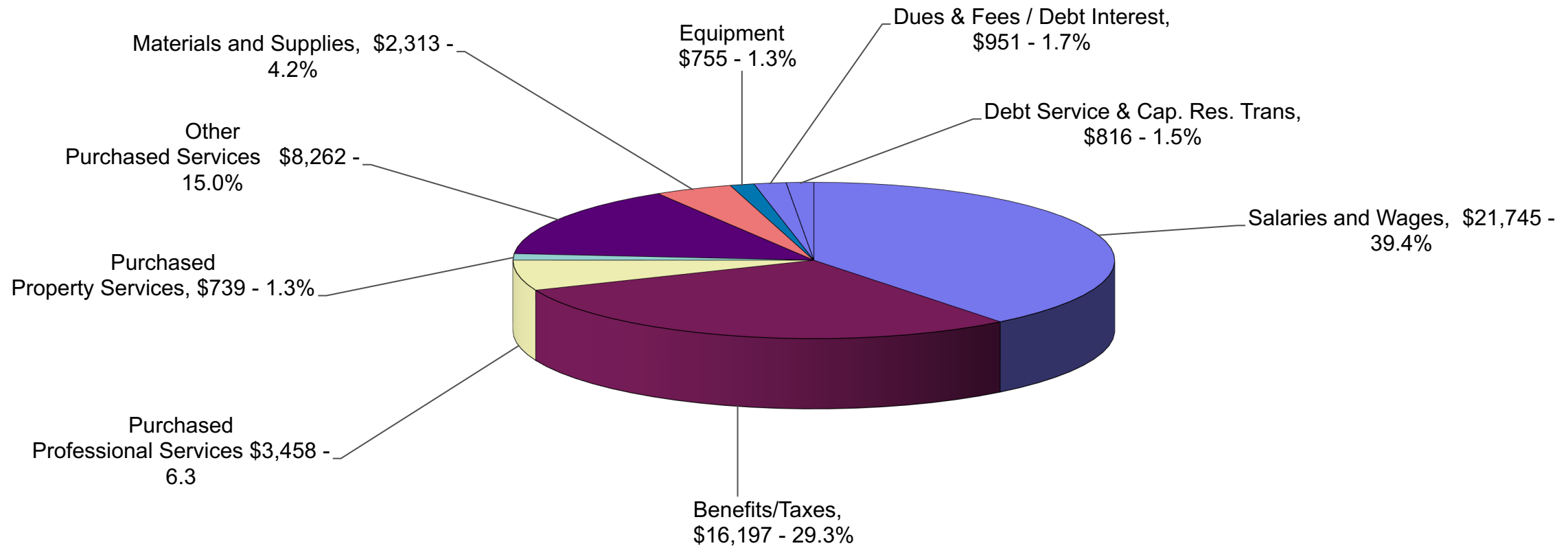
PENNCREST
EMPOWERING LIFE-LONG LEARNERS

**PENNCREST School District
Budgeted Expenditure Comparison by Object
2020-2021 Budget to 2021-2022 V.01 Budget**

Description	Object	2020-2021 Final Budget	2021-2022 V.01 Budget	Increase / (Decrease)		
Salaries & Wages - Teachers	100's	\$ 15,580,110	\$ 15,528,689	\$ (51,421)		
Salaries & Wages - Support	100's	\$ 3,635,593	\$ 3,739,115	\$ 103,522		
Salaries & Wages - Admin.	100's	\$ 1,784,420	\$ 1,813,424	\$ 29,004		
Salaries & Wages - Athletics	100's	\$ 458,681	\$ 468,878	\$ 10,197		
Salaries & Wages - Student Act.	100's	\$ 45,156	\$ 45,156	\$ -	\$ 91,302	0.42%
Employer Contribution	199	\$ 150,000	\$ 150,000	\$ -		
Life Insurance	213	\$ 39,611	\$ 48,631	\$ 9,020		
Vision Insurance	215	\$ 17,832	\$ 16,502	\$ (1,330)		
Social Security	220	\$ 1,644,458	\$ 1,650,607	\$ 6,149		
PSERS	230	\$ 7,284,781	\$ 7,394,409	\$ 109,628		
Tuition Reimbursement	240	\$ 120,000	\$ 120,000	\$ -		
Unemployment Comp.	250	\$ 18,634	\$ 35,345	\$ 16,711		
Workman's Comp.	260	\$ 191,216	\$ 192,012	\$ 796		
Health Insurance	271	\$ 6,229,271	\$ 6,497,508	\$ 268,237		
Dental Insurance	272	\$ 246,239	\$ 241,759	\$ (4,480)	\$ 404,731	2.54%
Contracted Services	300's	\$ 3,792,614	\$ 3,458,600	\$ (334,014)		
Purchased Property Services	400's	\$ 729,200	\$ 739,478	\$ 10,278		
Other Purchased Services	500's	\$ 7,427,568	\$ 8,261,707	\$ 834,139		
Supplies / Books & Periodicals	600's	\$ 2,141,236	\$ 2,312,560	\$ 171,324		
Equipment	700's	\$ 686,000	\$ 715,000	\$ 29,000		
Other	800's	\$ 258,278	\$ 951,245	\$ 692,967		
Debt Service / Cap Res Transfer	900's	\$ 1,524,000	\$ 815,800	\$ (708,200)	\$ 695,494	4.20%
		\$ 54,004,898	\$ 55,196,425	\$ 1,191,527		
				Percent Decrease		2.21%

Main Increases and (Decreases) from 2020-21 Budget to 2021-22 Budget:		
Personnel Wage	Slight Increase (Total staff count down by 9 from 20-21)	\$ 91,302
Benefits	Increase mainly due to PSERS and Health Insurance	\$ 404,731
Teacher Subs (329)	Decrease based on prior years usage	\$ (101,000)
Special Ed IU Contract (322)	Decrease based on IU Preliminary 21-22 Budget Book	\$ (200,000)
Cyber Tuition (562)	Increase due to current enrollment	\$ 574,000
Career & Tech Center (564)	Increase based on Tech Center Preliminary 21-22 budget	\$ 111,000
Transportation (513)	Projected Increase	\$ 163,000
Curriculum Books (640)	Increase to update Elementary & Secondary Curriculum	\$ 157,000
		\$ 1,200,033

2021-2022 Budgeted Expenditures by Object (in thousands of dollars)



2021-2022 Budget V.01

Object	Description	Dollars	% of Total
100	Salaries and Wages	\$ 21,745	39.4%
200	Employee Benefits & Taxes	\$ 16,197	29.3%
300	Purchased Professional Services	\$ 3,458	6.3%
400	Purchased Property Services	\$ 739	1.3%
500	Other Purchased Services	\$ 8,262	15.0%
600	Materials and Supplies	\$ 2,313	4.2%
700	Equipment	\$ 715	1.3%
800	Dues & Fees / Debt Interest	\$ 951	1.7%
900	Debt Service & Cap. Res. Trans	\$ 816	1.5%
	Total	\$ 55,196	100.0%

21-22 BUDGETED EXPENDITURES

- K-12 Curriculum Science & Social Studies - \$400,000 (ESSER II Grant) increase of \$157,000 over 2021-21 budget
- Increase in cyber tuition - \$574,000
- Two new student vans - \$80,000
- PENNCREST Pride funds - \$67,500 (\$7,500 elementary/\$15,000 secondary)
- Health insurance increase of \$268,237 (4% increase)
- Employer share of PSERS \$109,628 (1.5% increase)

21-22 BUDGETED EXPENDITURES

- Special Education IU #5 contract reduced by \$200,000
- Kelly Services teacher subs reduced by \$101,000
- Copier supplies reduced by \$30,000

21-22 BUDGETED STAFFING

**PENNCREST School District
Employee Count
2020-2021 Budget vs 2021-2022 Budget**

	2020-2021 Budget	2021-2022 Budget	Increase / (Decrease)
Professional Staff	228	221	-7
Support Staff - 180 Days	52	46	-6
Support Staff - 260 Days	45	49	4
Act 93	13	13	0
Act 93 Support	12	12	0
Individual Contracts	4	4	0
	354	345	-9



21-22 BUDGETED REVENUE

- .5 Mill Tax Increase Earmarked for Debt Service
- No Increase for Basic Ed & Special Ed Subsidies
- Federal Revenue Increase by \$650,000 (ESSER II Funds)

Function	2021-2022	
	Dollars	% of Total
Local	\$ 18,816	35.3%
State	\$ 32,012	60.0%
Federal	\$ 2,454	4.6%
Other	\$ 65	0.1%
Total	\$ 53,347	100.0%

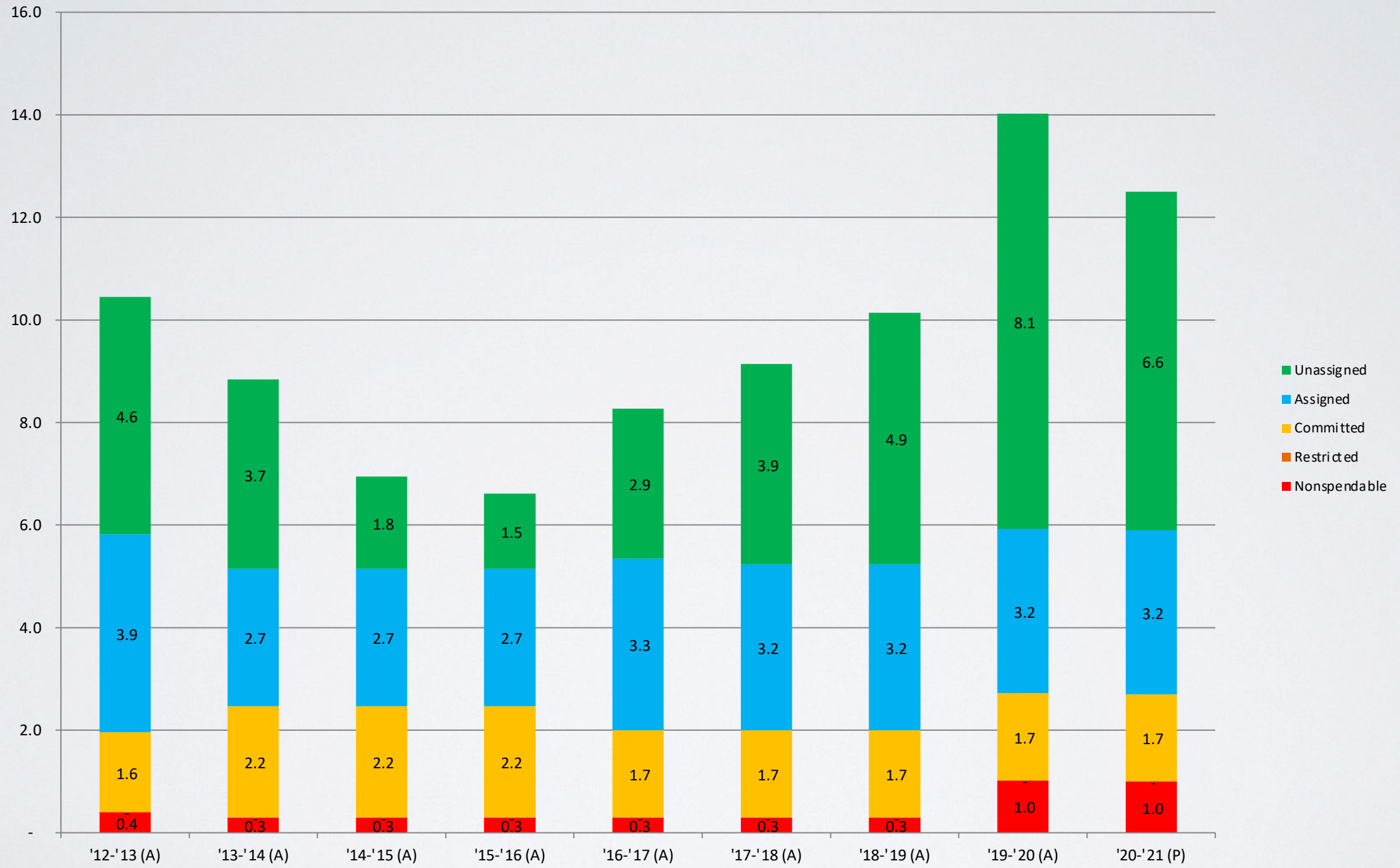
**PENNCREST School District
Real Estate Tax Millage History**

<u>Year</u>	<u>Crawford Rate</u>	<u>(Decrease) Increase</u>	<u>Venango Rate</u>	<u>(Decrease) Increase</u>
<u>2011-2012</u>	48.59	0	13	0.00
<u>2012-2013</u>	48.59	0	13.617	0.62
<u>2013-2014</u>	48.59	0	13.35	(0.27)
<u>2014-2015</u>	48.59	0	14.67	1.32
<u>2015-2016</u>	49.95	1.36	15.27	0.60
<u>2016-2017</u>	49.96	0.01	16.76	1.49
<u>2017-2018</u>	51.75	1.79	17.33	0.57
<u>2018-2019</u>	51.75	0	18.73	1.40
<u>2019-2020</u>	52.25	0.5	18.78	0.05
<u>2020-2021</u>	52.25	0	19.35	0.57
Accumulative Rate Increase		<u><u>3.66</u></u>		<u><u>6.35</u></u>

Tax increase (in dollars) of accumulative rate increase over a 10 year history for a median assessed property (\$26,400):

	<u>Crawford</u>
Median Assessment.....	\$ 26,400
Accumulative Rate increase.....	<u>3.66</u>
Total Increase in dollars.....	<u>\$ 97</u>
 Annual Increase over 10 Years.....	 <u>\$ 9.66</u>

PENNCREST Fund Balance (\$millions)



**PENNCREST SCHOOL DISTRICT
FUND BALANCE RECLASSIFICATION
TO BE APPROVED WITH 2021-22 BUDGET**

	<u>7/1/2020 Balance</u>		<u>7/1/2020 Reallocated Balance</u>	
Nonspendable:				
Prepaid items (Highmark).....	\$ 247,900	→	\$ 247,900	
NOREBT Balance.....	\$ 771,776	→	\$ 771,776	
	\$ 1,019,676	1.85%	\$ 1,019,676	1.85%
Committed:				
Facilities, Acquisition and Improvement.....	\$ 285,000	→	\$ 285,000	
Future PSERS increases.....	\$ 1,417,507	→	\$ 3,206,880	
Future Health Care Increase.....	\$ -	→	\$ 1,353,625	
Future Budget Deficits.....	\$ -	→	\$ 2,906,375	
	\$ 1,702,507	3.08%	\$ 7,751,880	14.03%
Assigned:				
Future Increases in District's share of PSERS.....	\$ 1,789,373	→		
Future Increases in Health Care cost.....	\$ 1,353,625	→		
6/30/17 Unused Math Curriculum Revision Funds.....	\$ 88,509	→		
Future Debt Service.....			\$ 140,000	
Cyber Tuition Increases.....			\$ 800,000	
	\$ 3,231,507	5.85%	\$ 940,000	1.70%
Unassigned:	\$ 8,105,663	14.67%	\$ 4,347,797	7.87%
Grand Total Fund Balance	\$ 14,059,353		\$ 14,059,353	
Percent of 2021-22 Budgeted Expenditures	25.45%		25.45%	

Note:

For the 2021-2022 budget the unassigned fund balance must be no more than 8% of the budgeted expenditures.

2021-2022 Expenditures of V.01 Budget.....	\$ 55,196,425
	<u>8%</u>
Allowable unassigned fund balance.....	<u>\$ 4,415,714</u>

THE FOLLOWING PROJECTIONS ARE
ESTIMATES BASED ON THE BEST
AVAILABLE DATA ON **APRIL 6, 2021**

5-YEAR GENERAL FUND PROJECTION

PENNCREST SCHOOL DISTRICT
GENERAL FUND BUDGET
PROJECTED FUND BALANCE SCHEDULE
2017-2018 TO 2027-2028

REPORT UPDATED: 3/24/21

Description	Actual	Actual	Actual	Budget	Budget	Projected	Projected	Projected	Projected	Projected	Projected
	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026	2026-2027	2027-2028
Beginning Fund Balance	\$ 8,221,126	\$ 9,091,594	\$ 10,089,807	\$ 14,059,353	\$ 12,496,615	\$ 10,647,035	\$ 8,406,620	\$ 4,976,412	\$ (636,107)	\$ (7,240,835)	\$ (14,879,712)
Add Total Revenues	\$ 52,246,715	\$ 53,038,709	\$ 54,526,633	\$ 52,442,160	\$ 53,346,845	\$ 54,836,686	\$ 55,216,920	\$ 54,652,262	\$ 55,366,279	\$ 56,079,414	\$ 56,775,255
Subtract Expenditures	\$ (51,376,247)	\$ (52,040,496)	\$ (50,557,087)	\$ (54,004,898)	\$ (55,196,425)	\$ (57,077,101)	\$ (58,647,128)	\$ (60,264,781)	\$ (61,971,007)	\$ (63,718,291)	\$ (65,481,111)
Ending Fund Balance	\$ 9,091,594	\$ 10,089,807	\$ 14,059,353	\$ 12,496,615	\$ 10,647,035	\$ 8,406,620	\$ 4,976,412	\$ (636,107)	\$ (7,240,835)	\$ (14,879,712)	\$ (23,585,568)
Increase/(Decrease) of Fund Balance	\$ 870,468	\$ 998,213	\$ 3,969,546	\$ (1,562,738)	\$ (1,849,580)	\$ (2,240,415)	\$ (3,430,208)	\$ (5,612,519)	\$ (6,604,728)	\$ (7,638,877)	\$ (8,705,856)
Revenue Increase (- Decrease) %	2.65%	1.52%	2.81%	-3.82%	1.73%	2.79%	0.69%	-1.02%	1.31%	1.29%	1.24%
Expenditure Increase (-Decrease) %	4.59%	1.29%	-2.85%	6.82%	2.21%	3.41%	2.75%	2.76%	2.83%	2.82%	2.77%

Assumptions included in projections:

- Revenue:
- * 1/2 mill real estate tax increase for 2021-22 / One Mill increase per year for all projected years
 - * Basic Ed Subsidy increase of .8% per year
 - * Special Ed Subsidy increase of 2% per year
 - * FICA & PSERS reimbursement based on budgeted expenditures
 - *2022-2023 revenue includes one time ESSER I and II Federal Grant in the amount of \$1.5 million
 - *2023-2024 revenue includes one time ESSER I and II Federal Grant in the amount of \$1.25 million
 - *The projection above does not include any of the new ESSER III funds (estimated \$6.4 million)
- Expenditures:
- * Beginning in 2022-2023 district total debt service expense projected at \$1.5 million
 - * All projected years includes a \$400,000 transfer into the Capital Reserve Fund



PENNCREST
EMPOWERING LIFE-LONG LEARNERS

PROPOSED STATE BUDGET

1. Governor's proposal is bold and aggressive
2. It's not going to happen
3. It's a good start to a needed conversation...

(Above bullet points taken from PASBO presentation)

PROPOSED STATE BUDGET

- Increase Personal Income Tax (PIT) from 3.07% to 4.49%
- Redistribute all 6.25 billion in the BEF budget through the BEF formula
- Use 1.15 billion in new PIT revenue to level fund (at 19-20 BEF) any district that lost money when running all of the BEF \$ through the formula

PROPOSED STATE BUDGET LOSERS

AUN	School District	County	2021-22 Proposed Total BEF Feb 2021	2021-22 Proposed Student-Weighted Distribution of Existing Funds	2021-22 Proposed Fair Funding Formula Initiative ⁽¹⁾	2021-22 Proposed Student-Weighted Distribution of New Funds	2019-20 Final BEF May 2020 ⁽²⁾	Dollar Change over 2019-20	Percent Change over 2019-20
123460504	Bryn Athyn SD	Montgomery	\$34,381	\$123	\$34,254	\$4	\$34,377.51	\$3	0.01%
101630504	Avella Area SD	Washington	\$4,333,288	\$751,403	\$3,557,860	\$24,025	\$4,309,262.45	\$24,026	0.56%
127047404	South Side Area SD	Beaver	\$10,312,739	\$1,967,055	\$8,282,789	\$62,895	\$10,249,844.64	\$62,894	0.61%
104374003	Laurel SD	Lawrence	\$7,643,225	\$1,766,540	\$5,820,201	\$56,483	\$7,586,741.57	\$56,483	0.74%
127049303	Western Beaver County SD	Beaver	\$5,555,262	\$1,420,096	\$4,089,760	\$45,406	\$5,509,855.34	\$45,407	0.82%
118406003	Northwest Area SD	Luzerne	\$7,293,975	\$1,907,519	\$5,325,465	\$60,991	\$7,232,984.39	\$60,991	0.84%
108112203	Forest Hills SD	Cambria	\$12,741,481	\$3,605,106	\$9,021,105	\$115,270	\$12,626,210.98	\$115,270	0.91%
101633903	McGuffey SD	Washington	\$10,421,213	\$2,931,306	\$7,396,181	\$93,726	\$10,327,486.58	\$93,726	0.91%
127044103	Hopewell Area SD	Beaver	\$9,929,192	\$3,207,927	\$6,618,695	\$102,570	\$9,826,621.96	\$102,570	1.04%
106160303	Allegheny-Clarion Valley SD	Clarion	\$6,003,614	\$1,931,442	\$4,010,416	\$61,756	\$5,941,857.84	\$61,756	1.04%
104433903	Lakeview SD	Mercer	\$6,832,602	\$2,192,820	\$4,569,669	\$70,113	\$6,762,489.39	\$70,113	1.04%
105253903	General McLane SD	Erie	\$10,843,688	\$3,535,228	\$7,195,425	\$113,035	\$10,730,652.57	\$113,035	1.05%
108561803	Conemaugh Township Area SD	Somerset	\$6,920,017	\$2,301,743	\$4,544,678	\$73,596	\$6,846,420.12	\$73,597	1.07%
108116303	Portage Area SD	Cambria	\$6,854,756	\$2,288,522	\$4,493,061	\$73,173	\$6,781,582.48	\$73,174	1.08%
105204703	Penncrest SD	Crawford	\$19,324,966	\$6,517,959	\$12,598,602	\$208,405	\$19,116,560.62	\$208,405	1.09%
127045853	Riverside Beaver County SD	Beaver	\$8,073,095	\$2,779,546	\$5,204,675	\$88,873	\$7,984,221.41	\$88,874	1.11%
104375003	Mohawk Area SD	Lawrence	\$10,211,327	\$3,503,980	\$6,595,310	\$112,036	\$10,099,290.79	\$112,036	1.11%
108561003	Berlin Brothersvalley SD	Somerset	\$5,309,894	\$1,817,615	\$3,434,163	\$58,116	\$5,251,778.03	\$58,116	1.11%
101631003	Bethlehem-Center SD	Washington	\$8,949,707	\$3,098,636	\$5,751,995	\$99,076	\$8,850,631.82	\$99,075	1.12%



PROPOSED STATE BUDGET WINNERS

AUN	School District	County	2021-22 Proposed Total BEF Feb 2021	2021-22 Proposed Student-Weighted Distribution of Existing Funds	2021-22 Proposed Fair Funding Formula Initiative ⁽¹⁾	2021-22 Proposed Student-Weighted Distribution of New Funds	2019-20 Final BEF May 2020 ⁽²⁾	Dollar Change over 2019-20	Percent Change over 2019-20
115228303	Susquehanna Township SD	Dauphin	\$8,358,769	\$8,099,786	\$0	\$258,983	\$4,191,328.22	\$4,167,441	99.43%
123464603	Lower Moreland Township SD	Montgomery	\$4,647,698	\$4,503,697	\$0	\$144,001	\$2,312,482.89	\$2,335,215	100.98%
119648303	Wallenpaupack Area SD	Pike	\$11,503,214	\$11,146,806	\$0	\$356,408	\$5,669,585.50	\$5,833,629	102.89%
123466403	Pottstown SD	Montgomery	\$25,433,116	\$24,645,112	\$0	\$788,003	\$12,144,141.17	\$13,288,975	109.43%
123467203	Springfield Township SD	Montgomery	\$3,305,466	\$3,203,051	\$0	\$102,414	\$1,569,554.11	\$1,735,912	110.60%
122091002	Bensalem Township SD	Bucks	\$28,898,202	\$28,002,839	\$0	\$895,363	\$13,710,961.52	\$15,187,240	110.77%
103028703	South Fayette Township SD	Allegheny	\$7,780,633	\$7,539,563	\$0	\$241,070	\$3,589,846.98	\$4,190,786	116.74%
120452003	East Stroudsburg Area SD	Monroe	\$37,352,359	\$36,195,058	\$0	\$1,157,301	\$16,802,125.28	\$20,550,234	122.31%
110148002	State College Area SD	Centre	\$18,997,445	\$18,408,840	\$0	\$588,605	\$8,406,927.57	\$10,590,517	125.97%
121135003	Jim Thorpe Area SD	Carbon	\$8,886,735	\$8,611,394	\$0	\$275,341	\$3,851,971.96	\$5,034,763	130.71%
123468402	Upper Merion Area SD	Montgomery	\$5,965,294	\$5,780,469	\$0	\$184,825	\$2,580,728.46	\$3,384,566	131.15%
113364503	Manheim Township SD	Lancaster	\$14,267,176	\$13,825,131	\$0	\$442,045	\$6,096,749.20	\$8,170,427	134.01%
123465602	Norristown Area SD	Montgomery	\$32,288,920	\$31,288,501	\$0	\$1,000,419	\$13,662,604.34	\$18,626,316	136.33%
121395103	Parkland SD	Lehigh	\$20,737,350	\$20,094,837	\$0	\$642,513	\$8,565,124.95	\$12,172,225	142.11%
114065503	Muhlenberg SD	Berks	\$15,434,019	\$14,955,822	\$0	\$478,198	\$6,012,959.12	\$9,421,060	156.68%
115221753	Derry Township SD	Dauphin	\$7,788,427	\$7,547,115	\$0	\$241,312	\$2,983,495.20	\$4,804,932	161.05%
103027753	Quaker Valley SD	Allegheny	\$4,031,589	\$3,906,677	\$0	\$124,912	\$1,527,718.65	\$2,503,870	163.90%
112672803	Hanover Public SD	York	\$10,349,384	\$10,028,726	\$0	\$320,659	\$3,615,518.29	\$6,733,866	186.25%
113361703	Conestoga Valley SD	Lancaster	\$15,384,710	\$14,908,040	\$0	\$476,670	\$4,786,088.13	\$10,598,622	221.45%
114069353	Wyomissing Area SD	Berks	\$6,394,360	\$6,196,241	\$0	\$198,119	\$1,847,750.05	\$4,546,610	246.06%
112679403	York Suburban SD	York	\$11,483,899	\$11,128,089	\$0	\$355,810	\$2,842,245.82	\$8,641,653	304.04%



PROPOSED STATE CYBER REFORM

- Establishes a statewide cyber charter tuition rate of \$9,500
- Applies the SEF weights (1.51, 3.77, 7.34) to students enrolled in charter school to the SD's regular ed tuition rate & statewide cyber charter rate.
- The proposed cyber charter reform could save PENNCREST around \$500,000

FEDERAL ESSER / CARES ACT FUNDING

Grant Name	Amount	Spend date	Use of Funds
School Safety & Security for COVID-19 Disaster Emergency School Health & Safety Grant (PCCD)	\$ 234,243	10/31/2020	Used for PPE, Chemicals, Cleaning Equipment & Technology for Online learning
ESSER I Grant (Elementary & Secondary School Emergency Relief)	\$ 779,936	9/30/2022	Used for iPads, Curriculum Resources (Freckle & Star), Technology, PPE, Thermometers & Tempory Teacher Wages
School Safety & Security for COVID-19 Disaster Emergency School Health & Safety Grant (ESSER I)	\$ 75,602	9/30/2022	Used for wages of Tempory teacher
Compensatory Education (Special Ed) Grant	\$ 23,971	9/30/2021	Provide services & support to students who experienced loss of skills & behavior & a lack of progress due to school closures
Coronavirus Response & Relief Supplemental Appropriations (CRRAS) Act (ESSER II)	\$ 3,133,929	9/30/2023	Used for Tech Infrastructure, Science & Social Studies Resources & Possible Upgrades to HVAC Systems (GESA)
ESSER III Grant	\$ 6,424,373	Unknown	Unknown
TOTAL ESSER / CARES ACT FUNDING	\$ 10,672,054		



NEXT STEPS

- Continue to monitor:
 - 2020-2021 Revenue & Expenditures Projections
 - State Budget Changes
 - Staff Needs & Retirements
- Approve a preliminary budget on **May 13, 2021**
- Approve a final budget on **June 10, 2021**