

Mt. Lebanon School District

Preparation of Draft 7 Budget
Proposed Final Budget 2021–2022

April 19, 2021

Investment in our Children

Proposed Final Budget*

- .80 millage increase
- \$1.5M use of fund balance

*If approved, PDE-2028 will be posted on the District website for 30 day public review

Changes from Draft 6 to Draft 7

- Refined salaries
- Refined benefits
- Updated local revenue projections
 - ◆ Increase in Real Estate Transfer Tax
 - ◆ Increase in Rental Rates
 - ◆ Increase in Interest Income
- New Bus Contract
- Reduced Worker's Compensation
- Reduced Charter School tuition expense

Revenue Changes

| Category | 20-21 Budget | 21-22 Draft 6 | 21-22 Draft 7 | Change \$ | Change % |
|-------------------|--------------|---------------|---------------|-----------|----------|
| Real Estate | 64,975,731 | 67,234,216 | 67,234,216 | - | - |
| Earned Income Tax | 8,324,336 | 8,100,000 | 8,100,000 | - | - |
| Delinquent RE | 1,200,000 | 1,100,000 | 1,100,000 | - | - |
| RE Transfer Tax | 900,000 | 900,000 | 1,000,000 | 100,000 | 11.11% |
| Interest Income | 1,000,000 | 12,000 | 20,000 | 8,000 | 67.67% |
| Building Use Fee | 140,000 | 140,000 | 143,500 | 3,500 | 2.50% |
| SS Reimb. | 1,964,620 | 2,000,783 | 1,991,067 | (9,716) | -0.49% |
| PSERS Reimb. | 8,862,619 | 9,138,219 | 9,093,842 | (44,377) | -0.49% |
| ESSER II | - | 832,875 | 832,875 | - | - |
| ESSER III | - | 1,685,818 | 1,685,818 | - | - |
| Total | 102,949,915 | 106,612,764 | 106,670,171 | 57,407 | 0.05% |

Expenditure Changes

| Category | 20-21 Budget | 21-22 Draft 6 | 21-22 Draft 7 | \$ Difference | % Difference |
|----------------|--------------------|--------------------|--------------------|------------------|---------------|
| Salaries | 51,248,914 | 52,308,065 | 52,054,047 | (254,018) | -0.49% |
| Benefits | 31,590,901 | 32,736,894 | 32,471,134 | (265,760) | -0.81% |
| Prof. Services | 3,331,206 | 3,325,638 | 3,325,638 | - | - |
| Repair | 903,048 | 1,021,032 | 1,021,032 | - | - |
| Other Services | 3,469,487 | 4,014,969 | 3,673,785 | (341,184) | -8.50% |
| Consumables | 3,353,811 | 3,276,025 | 3,276,025 | - | - |
| Equipment | 94,329 | 907,004 | 907,004 | - | - |
| Other | 11,733,219 | 11,376,253 | 11,376,253 | - | - |
| Total | 105,724,915 | 109,031,133 | 108,170,171 | (860,962) | -0.79% |

Draft with Tax Increase of 0.80 Mills

Revenues (anticipated) \$106,670,171

Expenditures (estimated) \$108,170,171

Use of Fund Balance \$1,500,000

-0-

*Includes a Tax Increase of 0.80 Mills

Cost per Household

| Assessed Value | \$100,000 | \$200,000 | \$300,000 | \$400,000 |
|------------------|-----------|-----------|-----------|-----------|
| Millage Increase | 0.80 | 0.80 | 0.80 | 0.80 |
| Yearly Increase | \$80 | \$160 | \$240 | \$320 |
| Monthly Increase | \$6.67 | \$13.33 | \$20.00 | \$26.67 |

If the proposal is approved, Projections*

| Category | 2020-2021 | 2021-2022 | 2022-2023* | 2023-2024* | 2024-2025* |
|------------------------|-------------|-------------|-------------|-------------|-------------|
| Revenues | 102,949,915 | 106,670,171 | 107,372,279 | 110,454,512 | 113,418,869 |
| Expenditures | 105,724,915 | 108,170,171 | 110,404,658 | 112,599,383 | 114,557,903 |
| Out of Balance | 2,775,000 | 1,500,000 | 3,032,378 | 2,037,321 | 1,024,665 |
| Projected Fund Balance | 11,037,895 | 8,262,895 | 6,672,895 | 3,730,517** | 1,693,196** |

*anticipates retirements, 1% increase from the state, no increases from federal, increases in every category, includes transfer to capital reserve, no stimulus money, no bond refinancing, minimal interest income increase, 1% earned income increase, etc.

**This will require that the board budgets conservatively, continues to look for savings in expenditures, careful management of staffing, conservative funding of capital projects, and careful management of revenues.

Continued Refinement thru May

- 30-Day Community Review
- Staffing
- County Assessment May 1st
- Revenues
- Expenditures
- State and Federal Funds?