



January 10, 2022

Mt. Lebanon School District

2022–2023 Accelerated Budget Opt Out Resolution

Preliminary Budget Steps

Why the board has to do this?

- ▶ To comply with PA School Code, Act 1 of 2006 and Act 25 of 2011

What are the options?

1. Preliminary Budget Adoption
2. Accelerated Budget Opt-Out Resolution

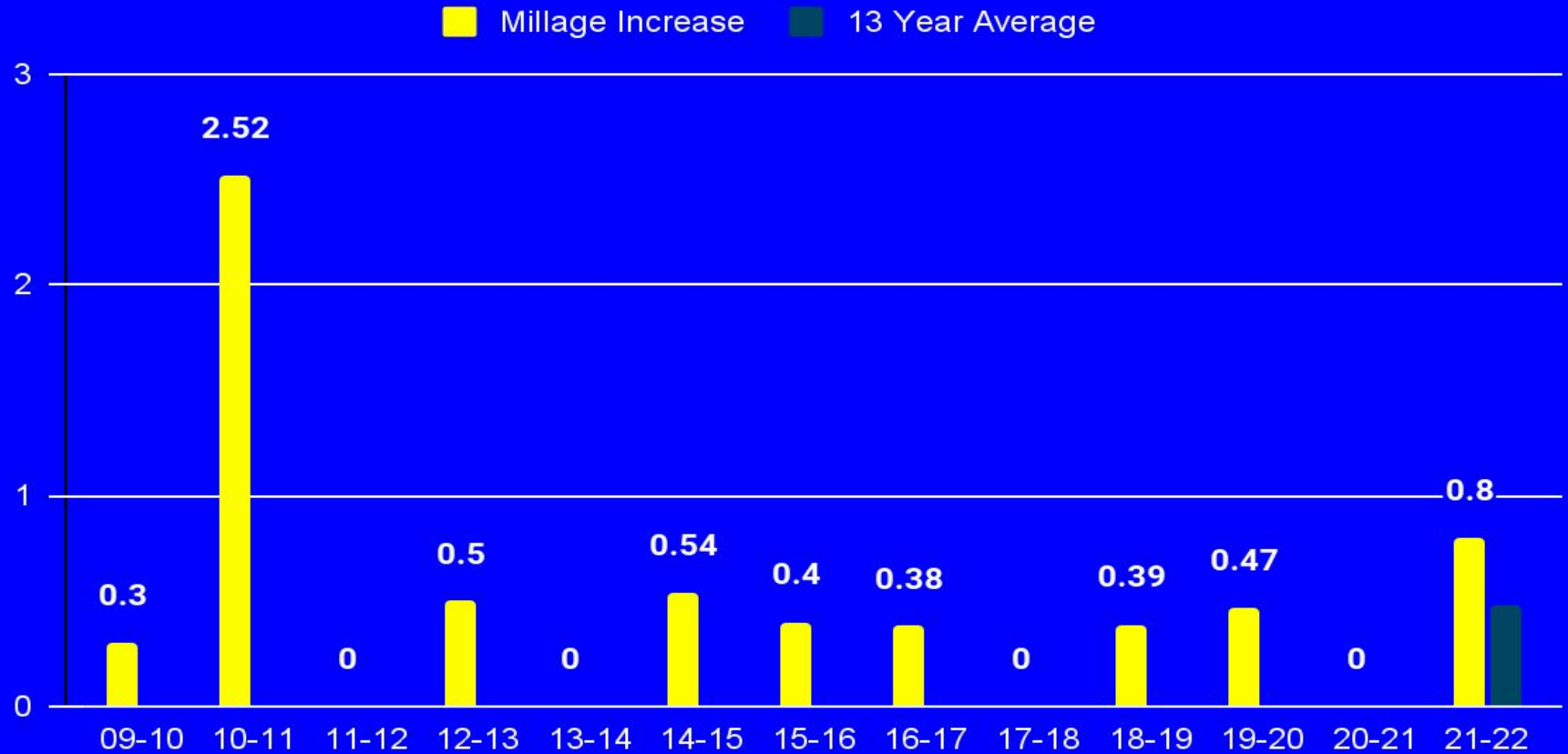
Act 1

- ▶ Taxpayer Relief Act of 2006
- ▶ Establishes the Act 1 Index – used to determine the maximum tax increase for a School District
- ▶ Eases financial burden of homeownership by reducing taxes with gaming revenue (Homestead/Farmstead)
- ▶ Establishes process for raising taxes above the Index through referendum exceptions and referendum voting

Accelerated Budget Opt-Out

- ▶ Allows the District to follow normal budget process detailed in School Code
- ▶ The resolution states that the District does NOT intend to exceed the Act 1 Index
- ▶ Must be adopted 110 days before Primary Election on May 23, 2022

Millage Increase Average .48 mills or 2.01%



Limits to Millage Increase

Index 3.4%

Millage Equivalent – 0.8701

Dollar Equivalent – \$2,343,869

Referendum Exceptions

Millage Equivalent – 0.1570

Exception – \$422,945

Total Possible Increase – 4.01%

Total Millage Equivalent – 1.0271

Total Dollar Equivalent –
\$2,766,814

Timeline for Final Budget

- ▶ March 14, 2022 – Board Discussion and Review Budget
- ▶ March 16, 2022 – Budget Forum
- ▶ March 21, 2022 – Continued Board Discussion and Review
- ▶ April 11, 2022 – Continued Board Discussion and Review
- ▶ April 19, 2022 – Adoption of Proposed Final Budget
- ▶ May 9, 2022 – Continued Board Discussion and Review
- ▶ May 23, 2022 – Adoption of Final Budget

Administrative Recommendation

- ▶ Accelerated Budget Opt-Out Resolution
 - Motion on January 24th Agenda
 - March will begin regular budget process

- ▶ Key Dates
 - February 1 – Retirements
 - March 4 – Health Insurance Rates (Current projection 10%)