



HOLLIDAYSBURG AREA SCHOOL DISTRICT

2022-2023

BUDGET DISCUSSION

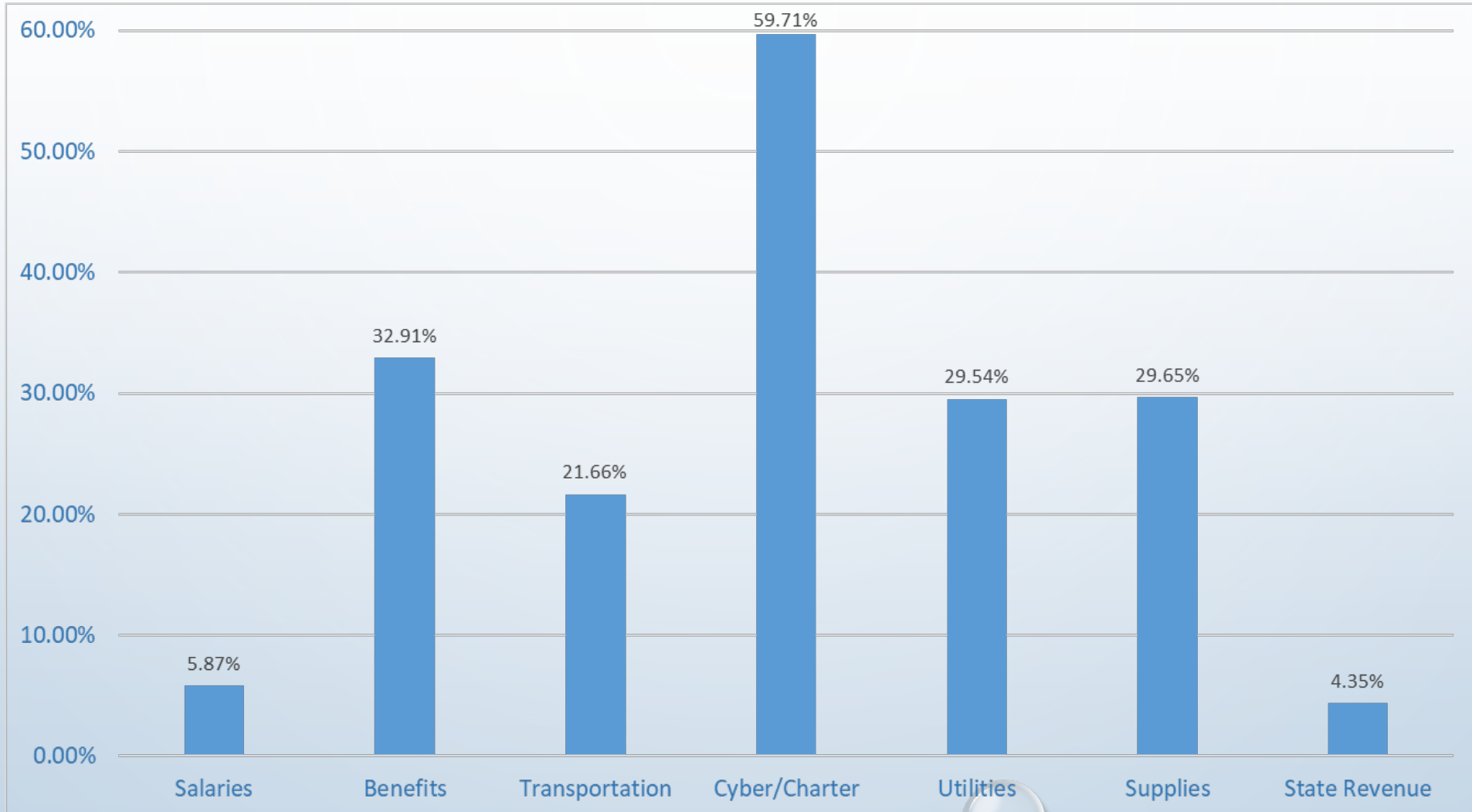
MAY 18, 2022



BUDGET REDUCTIONS PRIOR TO PROPOSED

Budget Item	Dollar Amount
Retirement Savings & 4 Positions through attrition	\$ 511,940
Equipment	\$ 11,255
Elementary Library Reduction	\$ 7,750
Accelerated Reader Savings	\$ 12,000
TOTAL	\$ 542,945

5 YEAR EXPENDITURE/STATE REVENUE INCREASE



BUDGET FORECASTING MODEL

	<u>PROJECTION NOTES</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>2024-2025</u>	<u>2025-2026</u>	<u>2026-2027</u>
Budgeted Revenues	2% Overall Increase Projected	\$ 51,464,396	\$ 52,493,684	\$ 53,543,558	\$ 54,614,429	\$ 55,706,717
Mill Increase	\$242,973 per 1/10 mill	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenue		\$ 51,464,396	\$ 52,493,684	\$ 53,543,558	\$ 54,614,429	\$ 55,706,717

Budgeted Expenses						
Salaries	2% Increase Projected	\$ 22,784,807	\$ 23,240,503	\$ 23,705,313	\$ 24,179,419	\$ 24,663,008
Retirement	PSERS Projected Rates	\$ 7,806,304	\$ 8,091,353	\$ 8,225,532	\$ 8,503,532	\$ 8,751,326
Medical Health Care	4% Increase Projected	\$ 5,980,053	\$ 6,219,255	\$ 6,468,025	\$ 6,726,746	\$ 6,995,816
Other Expenses	2% Increase Projected	\$ 18,913,939	\$ 19,292,218	\$ 19,678,062	\$ 20,071,623	\$ 20,473,056
Budget Adjustments		\$ -	\$ -	\$ -	\$ -	\$ -
ESSER II Funds		\$ (62,586)	\$ -	\$ -	\$ -	\$ -
ESSER III Funds		\$ -	\$ -	\$ -	\$ -	\$ -
Total Expenses		\$ 55,422,517	\$ 56,843,329	\$ 58,076,933	\$ 59,481,321	\$ 60,883,206

Revenues over Expenditures	\$ (3,958,121)	\$ (4,349,645)	\$ (4,533,375)	\$ (4,866,892)	\$ (5,176,489)	
Use of Technology Department Assigned Funds	\$ 183,429	\$ -	\$ -	\$ -	\$ -	
Use of Retirement Rate Stabilization Funds	\$ 415,721	\$ 431,572	\$ 423,299	\$ 442,299	\$ 426,451	
Use of Capital Reserve Projects Assigned Funds	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	
(Total Projected 21/22 Unassigned Fund Balance \$3,798,740)						
Projected Ending Deficit/Surplus	\$ (3,208,971)	\$ (3,768,073)	\$ (3,960,076)	\$ (4,274,593)	\$ (4,600,038)	\$ (19,811,751)
Total Projected Mills Needed thru 2026-2027					8.15	
Projected Unassigned Fund Balance	\$ 589,769	\$ (3,178,304)	\$ (7,138,380)	\$ (11,412,974)	\$ (16,013,011)	

POSSIBLE BUDGET REDUCTIONS

Budget Item	Dollar Amount
Insurance Renewal Savings	\$ 125,000
CTC Tuition Adjustment	\$ 11,884
Subtotal	\$ 136,884
Use of ESSER Funds	\$ 1,000,000
Department Cuts	\$ 305,000
Guard Shack	\$ 25,000
Resource Officer Reduction	\$ 35,000
Additional Teacher Position	\$ 65,000
Reduce Curriculum Purchases	\$ 3,000
Subtotal	\$ 433,000
TOTAL	\$ 1,569,884

BUDGET FORECASTING MODEL

<u>PROJECTION NOTES</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>2024-2025</u>	<u>2025-2026</u>	<u>2026-2027</u>	
Budgeted Revenues	2% Overall Increase Projected	\$ 51,464,396	\$ 52,493,684	\$ 53,543,558	\$ 54,614,429	\$ 55,706,717
Mill Increase	\$242,973 per 1/10 mill	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenue		\$ 51,464,396	\$ 52,493,684	\$ 53,543,558	\$ 54,614,429	\$ 55,706,717

<u>Budgeted Expenses</u>						
Salaries	2% Increase Projected	\$ 22,784,807	\$ 23,240,503	\$ 23,705,313	\$ 24,179,419	\$ 24,663,008
Retirement	PSERS Projected Rates	\$ 7,806,304	\$ 7,984,283	\$ 8,225,532	\$ 8,503,532	\$ 8,751,326
Medical Health Care	4% Increase Projected	\$ 5,980,053	\$ 6,219,255	\$ 6,468,025	\$ 6,726,746	\$ 6,995,816
Other Expenses	2% Increase Projected	\$ 18,913,939	\$ 18,710,936	\$ 19,085,155	\$ 19,466,858	\$ 19,856,195
Budget Adjustments		\$ (569,884)	\$ -	\$ -	\$ -	\$ -
ESSER II Funds		\$ (62,586)	\$ -	\$ -	\$ -	\$ -
ESSER III Funds		\$ (1,000,000)	\$ (1,000,000)	\$ -	\$ -	\$ -
Total Expenses		\$ 53,852,633	\$ 55,154,977	\$ 57,484,026	\$ 58,876,556	\$ 60,266,345

Revenues over Expenditures	\$ (2,388,237)	\$ (2,661,293)	\$ (3,940,468)	\$ (4,262,127)	\$ (4,559,628)	
Use of Technology Department Assigned Funds	\$ 183,429	\$ -	\$ -	\$ -	\$ -	
Use of Retirement Rate Stabilization Funds	\$ 415,721	\$ 431,572	\$ 423,299	\$ 442,299	\$ 426,451	
Use of Capital Reserve Projects Assigned Funds	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	
(Total Projected 21/22 Unassigned Fund Balance \$3,798,740)						
Projected Ending Deficit/Surplus	\$ (1,639,087)	\$ (2,079,721)	\$ (3,367,169)	\$ (3,669,828)	\$ (3,983,177)	\$ (14,738,982)
Total Projected Mills Needed thru 2026-2027					6.07	
Projected Unassigned Fund Balance	\$ 2,159,653	\$ 79,932	\$ (3,287,237)	\$ (6,957,065)	\$ (10,940,242)	

ACT 1 INDEX

Current Tax Rate	9.4326
Act 1 Index	4.20%
Maximum Increase	0.3962
Maximum Millage	9.8288

	<u>No Increase</u>	<u>Act 1 Increase</u>
22-23 Assessed Value	\$ 2,442,781,526.00	\$ 2,442,781,526.00
Millage % Increase	0.00%	4.20%
Real Estate Millage	9.4326	9.8288
Tax Revenue	\$ 23,041,781.02	\$ 24,009,535.83
Average Collection Rate	94.99%	94.99%
Projected 22-23 Tax Revenue	\$ 21,886,741.70	\$ 22,805,984.85
Increase over 22-23 Proposed Budget	\$ -	\$ 919,243.15
Budgeted 22-23 Deficit	\$ (3,958,121)	\$ (3,038,878)
Use of Assigned and Committed Funds	\$ 749,150	\$ 749,150
Potential Budget Adjustments	\$ 569,884	\$ 569,884
Use of additional ESSER Funds	\$ 1,000,000	\$ 1,000,000
Projected Ending Deficit	\$ (1,639,087)	\$ (719,844)

BUDGET FORECASTING MODEL

	<u>PROJECTION NOTES</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>2024-2025</u>	<u>2025-2026</u>	<u>2026-2027</u>
Budgeted Revenues	2% Overall Increase Projected	\$ 51,464,396	\$ 52,493,684	\$ 53,543,558	\$ 54,614,429	\$ 55,706,717
Mill Increase	\$242,973 per 1/10 mill	\$ 919,243	\$ 919,243	\$ 919,243	\$ 919,243	\$ 919,243
Total Revenue		\$ 52,383,639	\$ 53,412,927	\$ 54,462,801	\$ 55,533,672	\$ 56,625,961

Budgeted Expenses						
Salaries	2% Increase Projected	\$ 22,784,807	\$ 23,240,503	\$ 23,705,313	\$ 24,179,419	\$ 24,663,008
Retirement	PSERS Projected Rates	\$ 7,806,304	\$ 7,984,283	\$ 8,225,532	\$ 8,503,532	\$ 8,751,326
Medical Health Care	4% Increase Projected	\$ 5,980,053	\$ 6,219,255	\$ 6,468,025	\$ 6,726,746	\$ 6,995,816
Other Expenses	2% Increase Projected	\$ 18,913,939	\$ 18,710,936	\$ 19,085,155	\$ 19,466,858	\$ 19,856,195
Budget Adjustments		\$ (569,884)	\$ -	\$ -	\$ -	\$ -
ESSER II Funds		\$ (62,586)	\$ -	\$ -	\$ -	\$ -
ESSER III Funds		\$ (1,000,000)	\$ (1,000,000)	\$ -	\$ -	\$ -
Total Expenses		\$ 53,852,633	\$ 55,154,977	\$ 57,484,026	\$ 58,876,556	\$ 60,266,345

Revenues over Expenditures	\$ (1,468,994)	\$ (1,742,050)	\$ (3,021,225)	\$ (3,342,884)	\$ (3,640,384)	
Use of Technology Department Assigned Funds	\$ 183,429	\$ -	\$ -	\$ -	\$ -	
Use of Retirement Rate Stabilization Funds	\$ 415,721	\$ 431,572	\$ 423,299	\$ 442,299	\$ 426,451	
Use of Capital Reserve Projects Assigned Funds	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	
(Total Projected 21/22 Unassigned Fund Balance \$3,798,740)						
Projected Ending Deficit/Surplus	\$ (719,844)	\$ (1,160,478)	\$ (2,447,926)	\$ (2,750,585)	\$ (3,063,933)	\$ (10,142,765)
Total Projected Mills Needed thru 2026-2027					4.17	
Projected Unassigned Fund Balance	\$ 3,078,896	\$ 1,918,419	\$ (529,507)	\$ (3,280,092)	\$ (6,344,025)	

Average Residential Assessed Value	\$ 173,192
Millage increase	0.3962
Average Taxpayer Annual Increase	\$ 68.62
Projected Average HS/FS Increase	\$ (21.00)
Total Average Increase	\$ 47.62
Average Taxpayer Monthly Increase	\$ 3.97