

Upper Adams School District **Financial Update** **Budget 2021/2022**

Tuesday, April 6, 2021



Board of Directors

Susan Crouse

Bruce Hollabaugh

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Cindy Janczyk

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Wesley T. Doll, Superintendent

Shelley L. Hobbs, Business Administrator/Board Secretary



AGENDA



- ❖ ESSER funding
- ❖ Projected FY22 Revenues/Expenses
- ❖ Proposed Preliminary FY22 Budget
- ❖ Historical Fund Balance
- ❖ Tax Options

ESSER Funding



ESSER II (CRRSA)= \$850,417
funds need to be spent by 9/2023

ESSER III (ARP)= \$1,376,674
funds need to be spent by 9/2024

Loss of Learning = \$344,169
represents 20% of ESSER III

Total ESSER funding = \$2,571,260

ESSER Funding



<u>ESSER I (CARES)</u>	<u>ESSER II (CRRSA)</u>	<u>ESSER III (ARP)</u>
Coronavirus Aid, Relief and Economic Security	Coronavirus Response and Relief Supplemental Appropriations Act	American Rescue Plan
\$211,816	\$850,417	\$1,702,843 where 20% Learning Loss = \$344,619
Spent in Summer 2020		
iPads for Biglerville Elementary	Purchasing educational technology	
	Addressing the needs of children from low-income families	
	Developing and implementing activities during long-term closure	
	Addressing learning loss	
		Planning & implementing activities to summer learning and supplemental after-school programs
		Within 30 days of receiving funds, the District must publicly make available on its website a plan for safe return to in-person instruction & continuity of services

Projected FY22 Revenues

(July 1 2021-June 30, 2022)



	FY18 Actual	FY19 Actual	FY20 Actual	FY21 Budget	FY22 Preliminary Budget April 6, 2021
Local Revenue	15,527,961	16,575,040	16,247,158	15,661,821	17,079,707
State Revenue	12,178,812	12,649,236	13,410,311	13,319,475	12,355,894
Federal Revenue	327,510	369,098	280,880	542,726	1,060,769
Total Revenue	\$ 28,034,283	\$ 29,593,373	\$ 29,938,349	\$ 29,524,021	\$ 30,496,370

Local Revenue: Does not include a tax increase, does reflect current County assessment and 96.75% collection rate on real estate tax collection

State Revenue: Does not include Homestead/Farmstead amount. This is certified in May 2021. FY21 = \$815,708.84

Federal Revenue: Does include anticipated expenditures with ESSER funding

Projected FY22 Expenses

(July 1 2021-June 30, 2022)



		FY18 Actual	FY19 Actual	FY20 Actual	FY21 Budget	FY22 Preliminary Budget April 6, 2021
100	Salaries	10,468,668	10,721,636	11,147,869	11,327,077	11,853,462
200	Benefits	6,442,913	6,965,068	6,367,336	7,492,000	7,553,647
300	Purchased Professional Services	2,881,408	3,232,379	3,409,724	3,298,505	2,585,031
400	Purchased Property Services	456,458	490,698	440,437	555,932	1,496,370
500	Other Purchased Services	3,221,368	3,616,999	3,408,346	3,423,869	4,055,079
600	Supplies	648,224	747,308	868,654	1,054,358	1,143,529
700	Equipment	594,439	531,478	603,004	523,248	584,719
810	Dues/Other Objects	67,896	53,358	33,797	70,255	70,045
831	Interest - Loan & Lease	269,837	332,180	766,063	1,180,532	1,129,532
840	Budget Reserve - Capital Reserve	250,000	887,619	75,120	-	-
912	Serial Bonds - Principal	1,190,415	1,597,261	1,193,784	1,235,087	1,294,000
	GRAND TOTAL EXPENDITURES	26,491,626	29,175,984	28,314,134	30,160,861	31,765,413
	% of Increase		10.13%	-3%	7%	5%

Proposed Preliminary FY22 Budget

(as of April 6, 2021 for July 1 2021-June 30, 2022)



	2019/2020	2020/2021	2021/2022	2021/2022	2021/2022	2021/2022	2021/2022	2021/2022	2021/2022
	Actual	Budget	Preliminary April 6, 2021	Preliminary April 6, 2021	Preliminary April 6, 2021	Preliminary April 6, 2021	Preliminary April 6, 2021	Preliminary April 6, 2021	Preliminary April 6, 2021
Mill Rate	15.3167	15.3167	15.3167	15.4699	15.5465	15.6384	15.6996	15.7762	15.9600
Rate Increase			0%	1%	1.50%	2.10%	2.50%	3%	4.20%
Local Revenue	16,247,158	15,661,821	17,079,707	17,211,098	17,276,677	17,355,447	17,407,903	17,473,560	17,631,100
State Revenue	13,410,311	13,319,475	12,355,894	12,355,894	12,355,894	12,355,894	12,355,894	12,355,894	12,355,894
Federal Revenue	280,880	542,726	1,060,769	1,060,769	1,060,769	1,060,769	1,060,769	1,060,769	1,060,769
Total Revenue	29,938,349	29,524,021	30,496,370	30,627,761	30,693,340	30,772,110	30,824,566	30,890,223	31,047,763
Total Expenditure	28,314,134	30,160,861	31,765,412	31,765,412	31,765,412	31,765,412	31,765,412	31,765,412	31,765,412
Variance (Revenue over Expenditures)	1,624,214	(636,840)	(1,269,042)	(1,137,651)	(1,072,072)	(993,302)	(940,846)	(875,189)	(717,649)

Board Policy #623 prescribes the fund balance guidelines



FY22 Fund Balance Summary

ASSUMED BEGINNING UNASSIGNED FUND BALANCE 7/1/2021	MILL RATE	TAX RATE	TOTAL REVENUES	TOTAL EXPENSES	VARIANCE	PROJECTED ENDING UNASSIGNED FUND BALANCE	Fund Balance as a % of Expenditures
1,598,777	15.3167	0%	30,496,370	31,765,412	(1,269,042)	329,735	1.04%
1,598,777	15.4699	1%	30,627,761	31,765,412	(1,137,651)	461,126	1.45%
1,598,777	15.5465	1.50%	30,693,340	31,765,412	(1,072,072)	526,705	1.66%
1,598,777	15.6384	2.10%	30,772,110	31,765,412	(993,302)	605,475	1.91%
1,598,777	15.6996	2.50%	30,824,566	31,765,412	(940,846)	657,931	2.07%
1,598,777	15.7762	3%	30,890,223	31,765,412	(875,189)	723,588	2.28%
1,598,777	15.9600	4.20%	31,047,763	31,765,412	(717,649)	881,128	2.77%

FY22 Proposed Tax Impact



Potential Tax Increase	Generated Revenue	Resulting Deficit	Ending Unassigned Fund Balance 6/30/2022	Estimated Tax Increase on 183,158 of Assessed Value	Estimated Monthly Increase based on Assessed Value
4.20%	551,393.38	(717,649)	881,128.02	117.83	\$9.82
4.10%	538,264.96	(730,777)	867,999.60	115.02	\$9.59
4.00%	525,136.55	(743,906)	854,871.19	112.22	\$9.35
3.90%	512,008.14	(757,034)	841,742.78	109.41	\$9.12
3.80%	498,879.72	(770,163)	828,614.36	106.60	\$8.88
3.70%	485,751.31	(783,291)	815,485.95	103.80	\$8.65
3.60%	472,621.87	(796,420)	802,356.51	100.99	\$8.42
3.50%	459,507.77	(809,535)	789,242.41	98.19	\$8.18
3.25%	426,679.66	(842,363)	756,414.30	91.58	\$7.63
3.00%	393,851.55	(875,191)	723,586.19	84.16	\$7.01
2.75%	361,031.38	(908,011)	690,766.02	77.15	\$6.43
2.50%	328,195.34	(940,847)	657,929.98	70.13	\$5.84
2.25%	295,367.24	(973,675)	625,101.88	62.27	\$5.19
2.10%	275,696.69	(993,346)	605,431.33	58.91	\$4.91
2.00%	262,539.13	(1,006,503)	592,273.77	56.11	\$4.68
1.00%	131,312.42	(1,137,730)	461,047.06	28.05	\$2.34
0.75%	98,484.32	(1,170,558)	428,218.96	21.04	\$1.75
0.50%	65,656.21	(1,203,386)	395,390.85	14.03	\$1.17
0.25%	32,828.11	(1,236,214)	362,562.75	7.01	\$0.58



CHALLENGES for 2021-2022



Expenses

- Pandemic Impacts/additional COVID expenditures
- Charter/Cyber school
- mandated increase to minimum wage

Revenues

- Homestead/Farmstead funding
- Level State funding

Timeline



- ☒ ~~March 16, 2021, highlights from Governor Wolf's address, review revenues~~
- ☒ ~~April 6, 2021, updated revenue and expenditures for FY22 (July 1, 2021-June 30, 2022)~~
- ☒ May 4, 2021, **present** preliminary FY22 budget
- ☒ May 18, 2021, **adopt** proposed final FY22 budget
- ☒ June 15, 2021, **final** approval of FY22 budget

QUESTIONS?

