

Upper Adams School District
Financial Update
Budget 2023/2024

Tuesday, May 16, 2023



Board of Directors

Susan Crouse

Kay Hollabaugh

James Rutkowski

Ronald Ebbert

Cindy Janczyk

Gerald Walmer

Chris Fee

Jim Lady

Tom Wilson

Wesley T. Doll, Superintendent

Shelley L. Hobbs, Business Administrator/Board Secretary



AGENDA



- ❖ Recap FY23 (July 1, 2022 - June 30, 2023)
- ❖ Recap FY24 (July 1, 2023-June 30, 2024)
- ❖ Timeline

FY23 Year-end Projections

(Estimated with data as of 4/30/2023)



	Actual 2021/2022 (7/1/21-6/30/22)	Budget 2022/23 (7/1/22-6/30/23)	State Additions	Updated 2022/23 Budget (7/1/22-6/30/23)	YTD as of 4/30/23	FY23 Projections (estimated through 6/30/23)
Local (6000)	18,471,690	16,762,057		16,762,057	16,659,587	17,328,496
State (7000)	13,720,398	14,230,734	540,047	14,770,781	11,569,943	14,734,712
Federal (8000)	818,470	1,207,034		1,207,034	1,620,620	1,636,009
Other (9000)	550,435					
Total Revenue	\$ 33,560,993	\$ 32,199,825		\$ 32,739,872	\$ 29,850,150	\$ 33,699,217
Total Expense	\$ 31,614,628	\$ 33,781,639		\$ 33,781,639	\$ 25,849,874	\$ 33,306,985
Variance				\$ (1,041,767)		\$ 392,232

Note: This is only an estimate and does not assume that all \$392,232 will be allocated to the unassigned fund balance

Revenue: actual revenue received through 4/30/2023

Expenses: represents invoices paid through 4/30/2023, however, many are March 2023 invoices (1 month delay)

FY23 Fund Balance



	Audited 6/30/2022	Fund Balance used for FY23 (July 1, 2022 - June 30, 2023) as of July 1, 2022	Expected Adjustments to Fund Balance <i>as of May 16, 2023 *</i>	Estimated Fund balance 6/30/23	Recommendation 2/7/23, approved 2/21/23	Updated Estimated Fund balance 6/30/23
Nonspendable	3,182,407			3,182,407		3,182,407.00
Restricted	-			-		-
Committed	-			-		-
Assigned:	-			-		-
Debt Assignment	2,001,270	(520,000)		2,001,270		2,001,270.00
PSERS (Retirement)	231,000	(60,000)		231,000		231,000.00
Capital Reserve	-			-		455,000.00
Medical	350,000			350,000		350,000.00
Unassigned	3,862,593	(452,767)	196,116	4,058,709	(455,000)	3,603,709.00
Total Fund Balance	9,627,270	(1,032,767)	196,116	9,823,386		9,823,386.00
2/7/23 - Recommend moving \$455K from unassigned fund balance to Capital Reserve, approved 2/21/23						
5/16/23* - Estimate adding to fund balance \$196,116 and paying for Apple \$813,592 plus being reimbursed with ESSER funding for Apple \$813,592						
Apple payment net sum zero						
Note: ESSER reimbursement of \$813,592 will be received in July/Aug 2023 and accrued back to FY23 (2022-2023 fiscal year)						

Projected FY24 Budget

(updated May 16, 2023)



	Actual FY22	Budget FY23	Est. Projections FY23	Proposed FY24 as 4/19/23	Proposed FY24 as 5/2/23	Proposed FY24 as 5/16/23 **
	7/1/21-6/30/22	7/1/22-6/30/23	as of 4/30/23	7/1/23-6/30/24	7/1/23-6/30/24	
Local (6000)	18,471,690	16,762,057	17,328,496	18,065,473	18,259,097	17,228,767
State (7000)	13,720,398	14,230,734	14,734,712	14,171,904	14,093,404	15,123,734
Federal (8000)	818,470	1,207,034	1,636,009	1,516,542	1,557,070	743,478
	550,435					
Total Revenue	\$ 33,560,993	\$ 32,199,825	\$ 33,699,217	33,753,919	\$ 33,909,571	\$ 33,095,979
Total Expense	\$ 31,614,628	\$ 33,781,639	\$ 33,306,985	35,583,618	\$ 35,306,772	\$ 34,478,178
Variance	\$ 1,946,365	\$ (1,581,814)	\$ 392,232	\$ (1,829,699)	\$ (1,397,201)	\$ (1,382,199)
Proposed 5/16/23 FY24 **	Revenue Includes:			Expense Includes		
	Local: 0% tax increase =			FY24 "Asks"	\$ 297,170	includes reduction of \$15K (firewall)
	Local: Assumes 96.6% collection rate					
	Local: Removes Homestead Amt =	\$ 1,030,330				
	State: Assumes Additional BEF =	\$ 200,000				
	State: Assumes Additional SEF =	\$ 75,000				
	State: Includes Homestead Amt =	\$ 1,030,330				
	Federal: Removes ESSER Amt =	\$ 813,592				

Tax Increase Discussion

(updated May 16, 2023)



0% Tax Increase										
ASSUMED BEGINNING UNASSIGNED FUND BALANCE	PROPOSED MILL RATE	INCREASE TAX RATE BY	TOTAL REVENUES	TOTAL EXPENSES	AMOUNT FROM UNASSIGNED FUND BALANCE	AMOUNT FROM ASSIGNED PSERS FUND BALANCE	PROJECTED ENDING UNASSIGNED FUND BALANCE	PROJECTED ENDING ASSIGNED PSERS FUND BALANCE	Fund Balance as a % of Expenditures	
3,603,709	15.6383	0%	33,095,979	34,478,180	1,382,201	-	2,221,508	231,000	6.44%	
					1,367,201	15,000	2,236,508	216,000	6.49%	
					1,352,201	30,000	2,251,508	201,000	6.53%	
					1,337,201	45,000	2,266,508	186,000	6.57%	
					1,322,201	60,000	2,281,508	171,000	6.62%	

0.50% Tax Increase										
ASSUMED BEGINNING UNASSIGNED FUND BALANCE	PROPOSED MILL RATE	INCREASE TAX RATE BY	TOTAL REVENUES	TOTAL EXPENSES	AMOUNT FROM UNASSIGNED FUND BALANCE	AMOUNT FROM ASSIGNED PSERS FUND BALANCE	PROJECTED ENDING UNASSIGNED FUND BALANCE	PROJECTED ENDING ASSIGNED PSERS FUND BALANCE	Fund Balance as a % of Expenditures	
3,603,709	15.7165	0.50%	33,164,020	34,478,180	1,314,160	-	2,289,549	231,000	6.64%	
					1,299,160	15,000	2,304,549	216,000	6.68%	
					1,284,160	30,000	2,319,549	201,000	6.73%	
					1,269,160	45,000	2,334,549	186,000	6.77%	
					1,254,160	60,000	2,349,549	171,000	6.81%	
Increases Local Revenue by:		\$ 68,041	*Increase to homeowner for the year: \$14.52		Increase to homeowner by the month:				\$ 1.21	

*Based on assessed value of \$185,750

Tax Increase Discussion

(updated May 16, 2023)



0.75% Tax Increase									
ASSUMED BEGINNING UNASSIGNED FUND BALANCE	PROPOSED MILL RATE	INCREASE TAX RATE BY	TOTAL REVENUES	TOTAL EXPENSES	AMOUNT FROM UNASSIGNED FUND BALANCE	AMOUNT FROM ASSIGNED PSERS FUND BALANCE	PROJECTED ENDING UNASSIGNED FUND BALANCE	PROJECTED ENDING ASSIGNED PSERS FUND BALANCE	Fund Balance as a % of Expenditures
3,603,709	15.7556	0.75%	33,198,041	34,478,180	1,280,139	-	2,323,570	231,000	6.74%
					1,265,139	15,000	2,338,570	216,000	6.78%
					1,250,139	30,000	2,353,570	201,000	6.83%
					1,235,139	45,000	2,368,570	186,000	6.87%
					1,220,139	60,000	2,383,570	171,000	6.91%
Increases Local Revenue by:		\$ 102,062	*Increase to homeowner for the year: \$21.79		Increase to homeowner by the month:			\$ 1.82	
*Based on assessed value of \$185,750									

1% Tax Increase									
ASSUMED BEGINNING UNASSIGNED FUND BALANCE	PROPOSED MILL RATE	INCREASE TAX RATE BY	TOTAL REVENUES	TOTAL EXPENSES	AMOUNT FROM UNASSIGNED FUND BALANCE	AMOUNT FROM ASSIGNED PSERS FUND BALANCE	PROJECTED ENDING UNASSIGNED FUND BALANCE	PROJECTED ENDING ASSIGNED PSERS FUND BALANCE	Fund Balance as a % of Expenditures
3,603,709	15.7947	1%	33,232,061	34,478,180	1,246,119	-	2,357,590	231,000	6.84%
					1,231,119	15,000	2,372,590	216,000	6.88%
					1,216,119	30,000	2,387,590	201,000	6.92%
					1,201,119	45,000	2,402,590	186,000	6.97%
					1,186,119	60,000	2,417,590	171,000	7.01%
Increases Local Revenue by:		\$ 136,082	*Increase to homeowner for the year: \$29.05		Increase to homeowner by the month:			\$ 2.42	
*Based on assessed value of \$185,750									

Tax Increase Discussion

(updated May 16, 2023)



1.5% Tax Increase

ASSUMED BEGINNING UNASSIGNED FUND BALANCE	PROPOSED MILL RATE	INCREASE TAX RATE BY	TOTAL REVENUES	TOTAL EXPENSES	AMOUNT FROM UNASSIGNED FUND BALANCE	AMOUNT FROM ASSIGNED PSERS FUND BALANCE	PROJECTED ENDING UNASSIGNED FUND BALANCE	PROJECTED ENDING ASSIGNED PSERS FUND BALANCE	Fund Balance as a % of Expenditures
3,603,709	15.8729	1.50%	33,300,102	34,478,180	1,178,078	-	2,425,631	231,000	7.04%
					1,163,078	15,000	2,440,631	216,000	7.08%
					1,148,078	30,000	2,455,631	201,000	7.12%
					1,133,078	45,000	2,470,631	186,000	7.17%
					1,118,078	60,000	2,485,631	171,000	7.21%
Increases Local Revenue by:		\$ 204,123	*Increase to homeowner for the year: \$43.56		Increase to homeowner by the month:		\$ 3.63		
*Based on assessed value of \$185,750									

FY24 “Asks” Summary as presented 4/4/23, updated 5/2/23



Description	Amount	Recurring (Y/N)
Elem. Special Education Professional	\$103,000	Yes
Secondary Math Professional	\$52,170	Yes
Secondary Building Substitute	\$32,000	Yes
Cisco Meraki	\$170,000 \$40,000	No (not for 5 years) Yes
Cyber Insurance	\$25,000	Yes
Firewall license	\$40,000 \$25,000	No (not for 3 years)
Band uniforms	\$20,000	No
Grand Total	\$442,170 \$312,170 \$297,170	

Cisco Meraki - can be split over 5 years. Decreased amount for FY24 = \$40K

5/16/23 Updated Firewall cost

Note: \$252,170 recurring expenses, 84.9% of the additional “asks”

How to prepare for June 6, 2023



UASD - will continue to gather data for FY24 budget

UASD - salaries and benefits to be updated, as known

Board - provide guidance to the “asks”

Elem. Special Education Professional - \$103,000

Secondary Math Professional - \$52,170

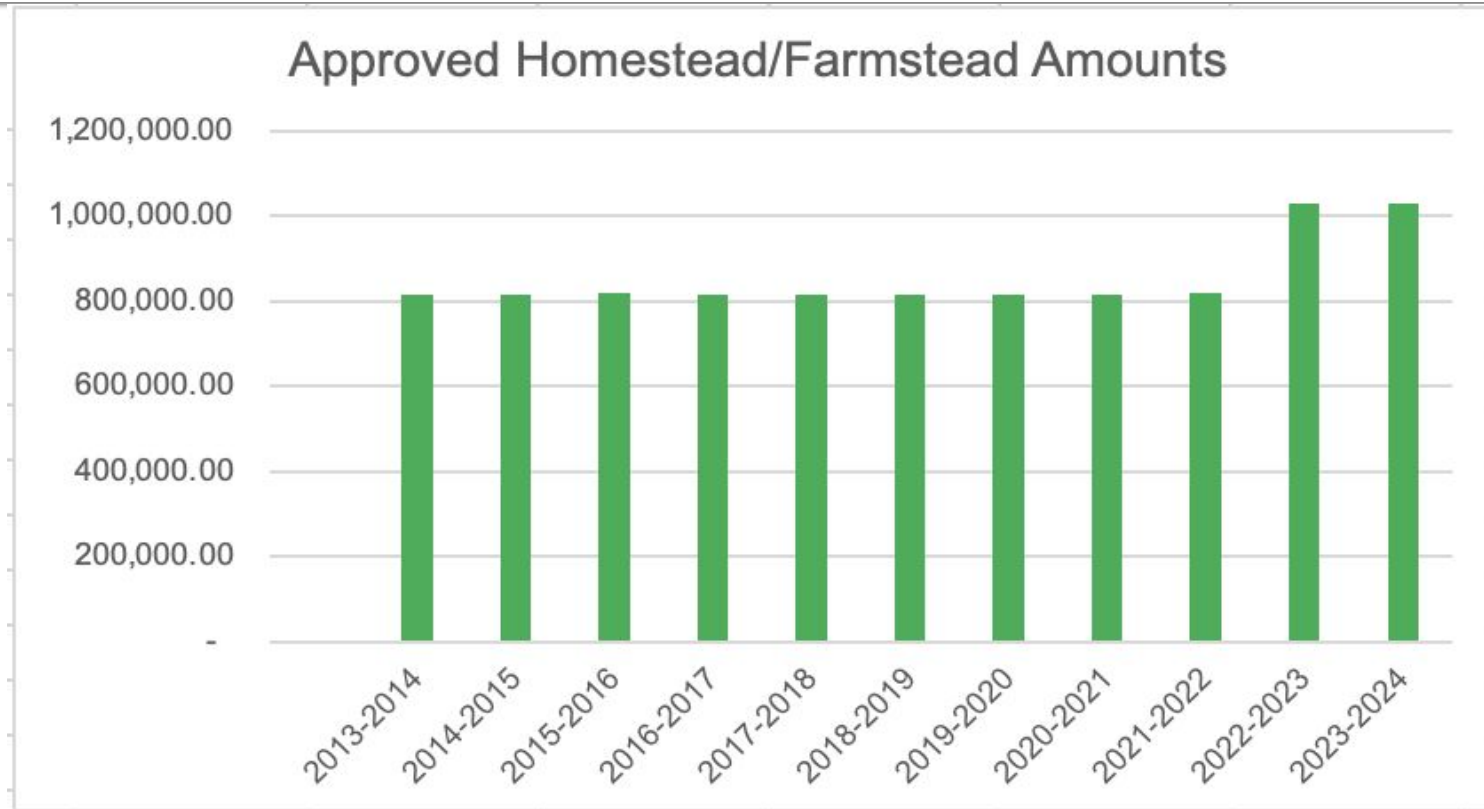
Secondary Building Substitute - \$32,000

Band uniforms - \$20,000

Tax increase discussion

UASD - will prepare presentation as directed

Homestead/Farmstead



Property Tax Rebate is determined after tax millage is determined along with the number of approved homestead/farmstead properties in the District.

Source: <https://www.education.pa.gov/Policy-Funding/PropertyTax/Pages/Property-Tax-Reduction-Allocations.aspx>

Timeline



- ~~❖ January 17, 2023, adopt resolution not to exceed index or make preliminary budget available~~
- ~~❖ February 7, 2023, review operational expenses~~
- ~~❖ March 2023, Governor Shapiro's budget address~~
- ~~❖ March 7, 2023, FY23 revenue~~
- ~~❖ April 4, 2023, FY24 expenditure discussion~~
- ~~❖ April 18, 2023, FY23 revenue and expenditure~~

Timeline



- ~~❖ May 2, 2023, FY24 revenue/expenditure discussion, potential tax increase?~~
- ~~❖ May 16, 2023, adopt FY24 preliminary budget~~
- ❖ June 6, 2023, FY24 revenue/expenditure discussion, final direction for the 6/20/23 adoption of FY24 final budget
- ❖ June 20, 2023, vote on FY24 final budget

QUESTIONS?

