

Upper Adams School District  
**Financial Update**  
**Budget 2023/2024**

Tuesday, June 6, 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 5/31/23)



	Updated 2022/23 Budget (7/1/22-6/30/23)	YTD as of 5/31/23	FY23 Projections (estimated through 6/30/23)	
Local (6000)	16,762,057	17,091,264	17,525,263	51%
State (7000)	14,770,781	11,757,615	14,782,211	43%
Federal (8000)	1,207,034	1,680,902	2,336,743	7%
Other (9000)				
<b>Total Revenue</b>	\$ 32,739,872	\$ 30,529,781	\$ 34,644,217	
<b>Total Expense</b>	\$ 33,781,639	\$ 28,816,154	\$ 33,851,064	
<b>Variance</b>	\$ (1,041,767)		\$ 793,153	

Note: This is only an estimate and does not assume that all \$793,153 will be allocated to the unassigned fund balance

**Revenue:** actual revenue received through 5/31/23

**Expenses:** represents invoices paid through 5/31/23, however, many are April 2023 invoices (1 month delay)

# FY23 Fund Balance



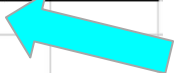
	Audited 6/30/2022	Fund Balance used for FY23 (July 1, 2022 - June 30, 2023) as of July 1, 2022	Expected Adjustments to Fund Balance <i>as of June 6, 2023*</i>	Estimated Fund balance 6/30/23	Recommendation 2/7/23, approved 2/21/23	Updated Estimated Fund balance 6/30/23
Nonspendable	3,182,407			3,182,407		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)	350,000	4,212,593	(455,000)	3,757,593.00
<b>Total Fund Balance</b>	<b>9,627,270</b>	<b>(1,032,767)</b>	<b>350,000</b>	<b>9,977,270</b>		<b>9,977,270.00</b>
2/7/23 - Recommend moving \$455K from unassigned fund balance to Capital Reserve, approved 2/21/23						
6/6/23* - Estimate adding to fund balance \$350,000						
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 31, 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 **	Proposed FY24 as 6/4/23 ***	
	7/1/21-6/30/22	7/1/22-6/30/23	as of 5/31/23	7/1/23-6/30/24	7/1/23-6/30/24	7/1/23-6/30/24	7/1/23-6/30/24	
Local (6000)	18,471,690	16,762,057	17,525,263	18,065,473	18,259,097	17,228,767	17,228,767	52%
State (7000)	13,720,398	14,230,734	14,782,211	14,171,904	14,093,404	15,123,734	15,123,734	46%
Federal (8000)	818,470	1,207,034	2,336,743	1,516,542	1,557,070	743,478	750,240	2%
	550,435							
<b>Total Revenue</b>	\$ 33,560,993	\$ 32,199,825	\$ 34,644,217	33,753,919	\$ 33,909,571	\$ 33,095,979	\$ 33,102,741	
<b>Total Expense</b>	\$ 31,614,628	\$ 33,781,639	\$ 33,851,064	35,583,618	\$ 35,306,772	\$ 34,478,178	\$ 34,482,215	
<b>Variance</b>	\$ 1,946,365	\$ (1,581,814)	\$ 793,153	\$ (1,829,699)	\$ (1,397,201)	\$ (1,382,199)	\$ (1,379,474)	
<b>Proposed 5/16/23 FY24 **</b>	Revenue Includes:			Expense Includes				
	<b>Local: 0% tax increase =</b>			FY24 "Asks"	\$ 297,170	includes reduction of \$15K (firewall)		
	Local: Assumes 96.6% collection rate			FY24 "Asks"	\$ (13,000)	Cyber Insurance updated 6/6/23		
	Local: Removes Homestead Amt =	\$ 1,030,330			\$ 284,170			
	State: Assumes Additional BEF =	\$ 200,000						
	State: Assumes Additional SEF =	\$ 75,000						
	State: Includes Homestead Amt =	\$ 1,030,330						
	Federal: All Title updated as known							
	Title I =	\$ 314,722						
	Title II =	\$ 47,979						
	Est. Title III =	\$ 49,105						
	Title IV =	\$ 22,033						



# Tax Increase Discussion

(updated June 6, 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%	33,102,741	34,482,215	1,379,474	-	2,224,235	231,000	6.45%
					1,364,474	15,000	2,239,235	216,000	6.49%
					1,349,474	30,000	2,254,235	201,000	6.54%
					1,334,474	45,000	2,269,235	186,000	6.58%
					1,319,474	60,000	2,284,235	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%	33,170,782	34,482,215	1,311,433	-	2,292,276	231,000	6.65%
					1,296,433	15,000	2,307,276	216,000	6.69%
					1,281,433	30,000	2,322,276	201,000	6.73%
					1,266,433	45,000	2,337,276	186,000	6.78%
					1,251,433	60,000	2,352,276	171,000	6.82%
<b>Increases Local Revenue by:</b>		<b>\$ 68,041</b>	<b>*Increase to homeowner for the year: \$14.52</b>			<b>Increase to homeowner by the month:</b>		<b>\$ 1.21</b>	

\*Based on assessed value of \$185,750

# Tax Increase Discussion

(updated June 6, 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%	33,204,803	34,482,215	1,277,412	-	2,326,297	231,000	6.75%
					1,262,412	15,000	2,341,297	216,000	6.79%
					1,247,412	30,000	2,356,297	201,000	6.83%
					1,232,412	45,000	2,371,297	186,000	6.88%
					1,217,412	60,000	2,386,297	171,000	6.92%
<b>Increases Local Revenue by:</b>		<b>\$ 102,062</b>	<b>*Increase to homeowner for the year: \$21.79</b>			<b>Increase to homeowner by the month:</b>		<b>\$ 1.82</b>	

\*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%	33,238,823	34,482,215	1,243,392	-	2,360,317	231,000	6.85%
					1,228,392	15,000	2,375,317	216,000	6.89%
					1,213,392	30,000	2,390,317	201,000	6.93%
					1,198,392	45,000	2,405,317	186,000	6.98%
					1,183,392	60,000	2,420,317	171,000	7.02%
<b>Increases Local Revenue by:</b>		<b>\$ 136,082</b>	<b>*Increase to homeowner for the year: \$29.05</b>			<b>Increase to homeowner by the month:</b>		<b>\$ 2.42</b>	

\*Based on assessed value of \$185,750



# Tax Increase Discussion

(updated June 6, 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%	33,306,864	34,482,215	1,175,351	-	2,428,358	231,000	7.04%
					1,160,351	15,000	2,443,358	216,000	7.09%
					1,145,351	30,000	2,458,358	201,000	7.13%
					1,130,351	45,000	2,473,358	186,000	7.17%
					1,115,351	60,000	2,488,358	171,000	7.22%
<b>Increases Local Revenue by:</b>		<b>\$ 204,123</b>	<b>*Increase to homeowner for the year: \$43.56</b>		<b>Increase to homeowner by the month:</b>		<b>\$ 3.63</b>		

\*Based on assessed value of \$185,750

# FY24 “Asks” Summary as

presented 4/4/23, updated 5/2/23, updated 5/16/23,  
updated 6/6/23



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	<del>\$170,000</del> \$40,000	<del>No (not for 5 years)</del> Yes
Cyber Insurance	<del>\$25,000</del> \$11,950	Yes
Firewall license	<del>\$40,000</del> \$25,000	No (not for 3 years)
Band uniforms	\$20,000	No
Grand Total	<del>\$442,170</del> <del>\$312,170</del> <del>\$297,170</del> \$284,120	

6/6/23 Updated  
Cyber Insurance



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



5/16/23  
Updated  
Firewall cost



Note: \$239,120  
recurring expenses,  
84.2% of the additional  
“asks”

# Include the following for Final FY24 budget June 20, 2023



- Elementary Special Education Professional - \$103K
- Secondary Math Professional - \$52,170
- Secondary Building Substitute - \$32,000
- Band Uniforms - \$20,000
- Cyber Insurance - \$11,950
- Tax increase? If so, what percentage?
- Use of PSERS assigned fund to balance the budget? If so, what amount?

# 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 projection/FY24 updates~~

# 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?

