Freeport Area School District

2018-2019 Proposed Final Budget Presentation

May 2, 2018

Executive Summary Overview

2017-2018		2018-2019	
Expense:	$30.8M	Expense:	$32.7M
Revenue:	$29.6M	Revenue:	$30.6M
Fund Balance:	$ 1.2M	Fund Balance:	$ 2.1M

Executive Summary
Changes from Prior Year

Expense:

- **Salaries $576K increase**
- **Healthcare $111K increase**
- **PSERS $284K increase ($128K Net of State Reimbursement)**
- **Capital Projects $593K increase**
- Tuition $130K increase
- Transportation $92K increase
- Mental Health Professional $85K increase
- All Other $27K net increase

Revenue

- **Local Revenue $771K increase**
- State Revenue $222K increase

Managing Major Costs
Personnel

Personnel Changes

- Eliminated 4 teaching positions for 17-18 - $440K savings
- Add one special ed position - $77K increase
- Teacher retirement savings $52K savings (salary only)
- Teacher Step Movement $305K increase
- All other salary increase $207K increase

Medical

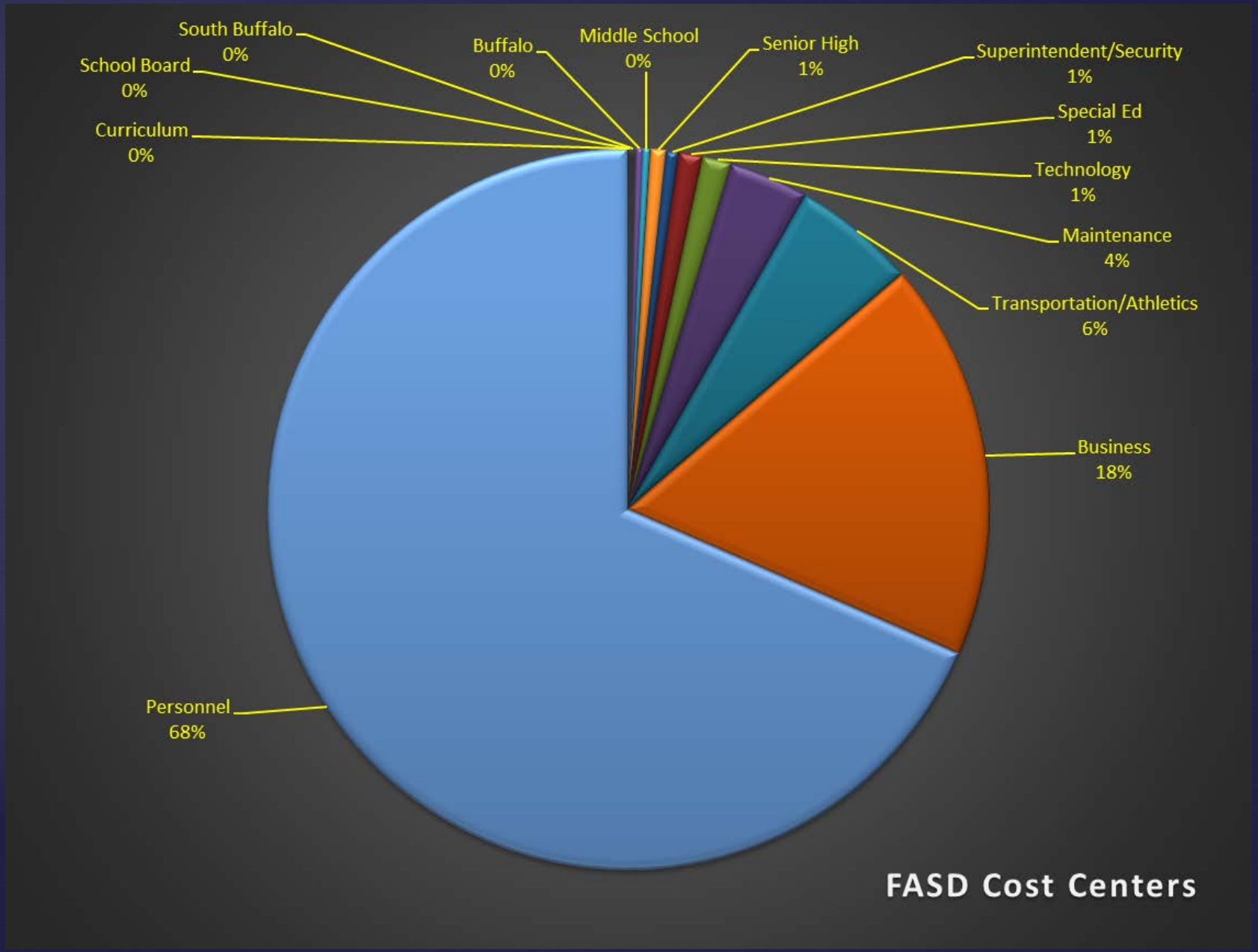
- 3.7% increase assumed or 111K increase

PSERS

- Pension contributions continue to raise at the state mandated level. Pension rates increased an additional 0.86% of payroll which is a 2.6% increase year over year.

FREEPORT
AREA SCHOOL DISTRICT

2018-2019 Budget



Local Tax Impact

Millage Change	Armstrong	% Inc.	Butler	% Inc.	Total Impact
Current 17-18	62.4		142.6		
No Increase	62.4	0.0%	145.9	2.3%	$ 361,137
Index Only	63.6	1.9%	148.7	4.3%	$ 661,462
Max	64.2	2.9%	150.2	5.3%	$ 819,035

Taxpayer Impact
What does it mean for me?

Yearly Median	Armstrong	$ Inc.	Butler	$ Inc.
Median Assessment	$ 32,435		$ 20,760	
Current 17-18	$ 2,024		$ 2,960	
No Increase	$ 2,024	$ -	$ 3,029	$ 69
Index Only	$ 2,063	$ 39	$ 3,087	$ 127
Max	$ 2,082	$ 58	$ 3,118	$ 158

Monthly Median	Armstrong	$ Inc.	Butler	$ Inc.
Current 17-18	$ 169		$ 247	
No Increase	$ 169	$ -	$ 252	$ 6
Index Only	$ 172	$ 3	$ 257	$ 11
Max	$ 174	$ 5	$ 260	$ 13

Closing the Gap
18-19 and beyond

Cost Reduction

- Projected 18-19 savings of $230K in debt service due to variable rate debt
- Positive Experience on Real Estate Collections $250K+

Future Gaps

- 19-20 $1.5M
- 20-21 $1.5M
- 21-22 $1.5M
- 22-23 $1.5M