

Budget Forum

April 8, 2024



Agenda

- Purpose of the Budget Forum
- Instructional Data
- Financial Data
- Preliminary Budget 2024 - 2025
- Updated Preliminary Revenues
- Updated Preliminary Expenditures
- 2024 - 2025 Preliminary Budget Key Risks and Opportunities
- Multi-Year Financial Projections
- 2024 - 2025 Preliminary Budget Overall Summary
- Budget Timeline and Next Steps



Purpose of the Budget Forum

- To provide District data relevant to the budget process both instructional and financial.
- To review preliminary revenues and expenditures for the 2024 - 2025 school year.
- To review the updates to the revenues and expenditures since March 2024.
- To review the Preliminary Budget Key Risks and Opportunities.
- To review the potential impact on students and taxpayers.
- To allow for public feedback on the budget.



Instructional Data



10 Year Enrollment Data: Overall

School Year	Total K-5 Enrollment	Total 6-8 Enrollment	Total 9-12 Enrollment	Total Enrollment	Change in Enrollment Year to Year
2023 - 2024	2,442	1,238	1,793	5,473	-5
2022 - 2023	2,387	1,250	1,841	5,478	71
2021 - 2022	2,334	1,252	1,821	5,407	39
2020 - 2021	2,287	1,283	1,798	5,368	-163
2019 - 2020	2,430	1,308	1,793	5,531	19
2018 - 2019	2,373	1,368	1,771	5,512	-6
2017 - 2018	2,372	1,369	1,777	5,518	68
2016 - 2017	2,343	1,327	1,780	5,450	89
2015 - 2016	2,358	1,262	1,741	5,361	41
2014 - 2015	2,373	1,247	1,701	5,321	



Highlights from 10 Year Enrollment Data Overall

- Overall enrollment is stable.
- Currently, 152 more total students than in 2014 - 2015.
 - 69 more elementary students than in 2014 - 2015.
 - 9 less middle school students than in 2014 - 2015.
 - 92 more high school students than in 2014 - 2015.
- Highest enrollment in the last ten years was in 2019 - 2020 with 5,531 total students. As of today, we are down 58 students from that highest enrollment.



10 Year Enrollment Data: Special Education

School Year	Total K-5 Enrollment	Total 6-8 Enrollment	Total 9-12 Enrollment	Total Enrollment	Outside Placements
2023 - 2024	408	182	247	837	49
2022 - 2023	349	173	250	772	47
2021 - 2022	298	162	246	706	33
2020 - 2021	288	205	173	666	24
2019 - 2020	318	147	228	693	25
2018 - 2019	285	165	230	680	27
2017 - 2018	273	174	228	675	21
2016 - 2017	252	159	213	624	27
2015 - 2016	248	142	231	621	26
2014 - 2015	223	145	234	602	32

Based on 12/1 Special Ed Student Snapshot (PIMS)

Note- 9-12 enrollment includes students aged 18-22



Highlights from 10 Year Special Education Data

- The % of Special Education students has increased from 11.3% (2014 - 2015) of total enrollment to 15.25% (2023 - 2024).
- Currently, 235 more Special Education students than in 2014 - 2015.
 - 185 more elementary students than in 2014 - 2015.
 - 37 more middle school students than in 2014 - 2015.
 - 13 more high school students than in 2014 - 2015.
- The % of Special Education Outside Placements has decreased from 18.8% (2014 - 2015) of total Special Education Enrollment to 17.08% (2023 - 2024).
- Although our percentage has decreased, there are 17 more outside placements than in 2014 - 2015.*
- **Cost per outside placement tuition ranges from \$17,382.60 to \$61,368.00.*



10 Year Enrollment Data: Gifted Education

School Year	Total K-5 Enrollment	Total 6-8 Enrollment	Total 9-12 Enrollment	Total Enrollment
2023 - 2024	76	108	133	317
2022 - 2023	53	108	133	294
2021 - 2022	52	102	116	270
2020 - 2021	62	99	92	253
2019 - 2020	80	101	76	257
2018 - 2019	83	105	60	248
2017 - 2018	83	118	51	252
2016 - 2017	83	109	103	295
2015 - 2016	79	98	97	274
2014 - 2015	79	76	89	244

Based on PIMS Student Snapshot- Semester 2



Highlights from 10 Year Gifted Education Data

- The % of Gifted Education students has increased from 4.6% (2014 - 2015) of total enrollment to 5.8% (2023 - 2024).
- Currently, 73 more Gifted Education students than in 2014 - 2015.
 - 3 less elementary students than in 2014 - 2015.
 - 32 more middle school students than in 2014 - 2015.
 - 44 more high school students than in 2014 - 2015.
- Gifted education does not receive state or federal funding specific to the program.



10 Year Enrollment Data: 504 Plans

School Year	Total K-5 Enrollment	Total 6-8 Enrollment	Total 9-12 Enrollment	Total Enrollment
2023 - 2024	62	105	201	368
2022 - 2023	44	69	180	293
2021 - 2022	51	69	183	303
2020 - 2021	58	74	171	303
2019 - 2020	56	91	141	288
2018 - 2019	55	86	120	261
2017 - 2018	54	83	103	240
2016 - 2017	71	36	93	200
2015 - 2016	40	41	72	153
2014 - 2015	32	29	49	110

Based on PIMS Student Snapshot- Semester 2



Highlights from 10 Year 504 Plan Data

- 504 plans are focused on accommodations and removing barriers in a general education environment.
- A student must meet specific disability criteria to qualify for an IEP, while any disability that affects the child's learning can qualify them for a 504 plan.
- The % of 504 Plan students has increased from 2.1% (2014 - 2015) of total enrollment to 6.7% (2023 - 2024).
- Currently, 258 more 504 Plan students than in 2014 - 2015.
 - 30 more elementary students than in 2014 - 2015.
 - 76 more middle school students than in 2014 - 2015.
 - 152 more high school students than in 2014 - 2015.
- 504 Plans do not receive state or federal funding specific to the service.



10 Year Enrollment Data: English Language Learners

School Year	Total K-5 Enrollment**	Total 6-8 Enrollment**	Total 9-12 Enrollment**	Total Enrollment**
2023 - 2024*	155	67	64	286
2022 - 2023	166	65	55	286
2021 - 2022	137	56	48	241
2020 - 2021	123	49	35	207
2019 - 2020	140	43	44	227
2018 - 2019	127	46	52	225
2017 - 2018	90	41	43	174
2016 - 2017	84	33	47	164
2015 - 2016	90	38	64	192
2014 - 2015	87	39	48	174

*Current PowerSchool enrollment

**From PIMS SY Student Template - students who are in EL, EL without LIFE, and exited EL with monitoring (years 1-4).



Highlights from 10 Year English Language Learners Data

- ELL instruction is a contracted service through the Allegheny Intermediate Unit (AIU).
- The % of English Language Learner students has increased from 3.3% (2014 - 2015) of total enrollment to 5.2% (2023 - 2024).
- Currently, 112 more English Language Learner students than in 2014 - 2015.
 - 68 more elementary students than in 2014 - 2015.
 - 28 more middle school students than in 2014 - 2015.
 - 16 more high school students than in 2014 - 2015.
- ELL instruction receives minimal financial support through Title III.



10 Year Enrollment Data: Cyber/Charter Schools

School Year	Total K-5 Enrollment	Total 6-8 Enrollment	Total 9-12 Enrollment	Total Enrollment**
2023 - 2024*	13	11	24	48
2022 - 2023	13	7	20	40
2021 - 2022	17	8	11	36
2020 - 2021	16	12	11	39
2019 - 2020	6	10	19	35
2018 - 2019	10	10	28	48
2017 - 2018	2	5	18	25
2016 - 2017	7	7	17	31
2015 - 2016	8	6	15	29
2014 - 2015	5	2	7	14

**Students who attended at least one day at some point during the school year.*

***Includes both Special and Non-Special Education students.*



Highlights from 10 Year Cyber/Charter Schools Data

- Currently, 34 more Cyber/Charter students than in 2014 - 2015.
 - 8 more elementary students than in 2014 - 2015.
 - 9 more middle school students than in 2014 - 2015.
 - 17 more high school students than in 2014 - 2015.
- Of the 49 students this school year:
 - 36 are non-special education students with a cost per student of \$16,175.55.
 - 12 are Special Education students with a cost per student of \$29,088.02.



10 Year Staffing Data

	2023 - 2024	2022 - 2023	2021 - 2022	2020 - 2021	2019 - 2020	2018 - 2019	2017 - 2018	2016 - 2017	2015 - 2016	2014 - 2015
Administration	25	25	25	25	25	25	25	25	25	24
Professional Employees - Teachers Contract Total	444	440	433	433	433	429	428	427	429	433
Full Time Contract	421	419	409	409	409	407	408	406	--	--
Part Time Contract	23	21	24	24	24	22	20	21	--	--
Long Term Substitute	20	27	28	30	29	30	24	23	22	20
Secretaries, Clerks, Aides, Support Nurses	80	81	81	79	78	79	78	78	77	76
Personal Care Assistants	69	71	68	63	57	44	41	42	42	40
Administrative Assistants & Specialists	26	27	27	27	27	28	29	31	28	33
Food Service	39	38	38	38	39	39	39	39	39	34
Custodial/Maintenance/Facilities	77	77	75	75	75	75	71	72	72	71
Total Staff	780	786	775	770	763	749	735	737	734	731



Highlights from 10 Year Staffing Data

- Currently, 49 more total staff than in 2014 - 2015.
 - 11 more Professional Employees than in 2014 - 2015.
 - 4 more Secretaries, Clerks, Aides, Support Nurses than in 2014 - 2015.
 - 29 more Personal Care Assistants than in 2014 - 2015.
 - 7 less Administrative Assistants & Specialists than in 2014 - 2015.
 - 5 more Food Service than in 2014 - 2015.
 - 6 more Custodial/Maintenance/Facilities than in 2014 - 2015.
 - Administration and Long term substitutes have no change.
- Student to Teacher Ratio in 2014 - 2015 was 12.3 and is 12.3 in 2023 - 2024. (Calculated by taking Total Students / Professional Employees Contract Total = Student to Teacher Ratio).



Financial Data



Assessed and Estimated Actual Value of Taxable Property

School Year	Taxable Assessed Value	Exempt Real Estate Property	Total	Estimated Actual Value*	Millage
2023 - 2024	Not available	Not Available	Not Available	Not Available	27.59
2022 - 2023	\$2,764,334,810	\$368,238,700	\$3,132,573,510	\$2,827,473,143	26.39
2021 - 2022	\$2,784,336,730	\$368,164,100	\$3,152,500,830	\$2,827,473,143	25.59
2020 - 2021	\$2,767,725,710	\$368,060,000	\$3,135,785,710	\$3,135,785,710	24.79
2019 - 2020	\$2,756,995,028	\$349,031,440	\$3,106,026,468	\$2,812,190,035	24.79
2018 - 2019	\$2,747,645,634	\$349,059,900	\$3,096,705,534	\$2,712,488,346	24.32
2017 - 2018	\$2,743,104,034	\$376,669,846	\$3,119,773,880	\$2,625,133,850	23.93
2016 - 2017	\$2,734,870,374	\$381,877,822	\$3,116,748,196	\$2,621,302,937	23.93
2015 - 2016	\$2,732,801,335	\$381,969,222	\$3,114,770,557	\$2,537,403,198	23.55
2014 - 2015	\$2,718,872,379	\$372,261,922	\$3,091,134,301	\$2,526,070,683	23.15

*Data provided by State Tax Equalization Board.



History of PSERS Employer Contribution Rates

School Year	Employer Normal Cost %	Employer Pension Rate %	Act 5 Defined Contribution %	Health Care Contribution %	Total Employer Contribution %
2024 - 2025	5.68	32.92	0.35	0.63	33.90
2023 - 2024	5.86	33.09	0.27	0.64	34.00
2022 - 2023	6.07	34.31	0.20	0.75	35.26
2021 - 2022	7.20	33.99	0.15	0.80	34.94
2020 - 2021	7.37	33.51	0.18	0.82	34.51
2019 - 2020	7.49	33.36	0.09	0.84	34.29
2018 - 2019	7.59	32.60	NA	0.83	33.43
2017 - 2018	7.70	31.74	NA	0.83	32.57
2016 - 2017	8.31	29.20	NA	0.83	30.03
2015 - 2016	8.38	25.00	NA	0.84	25.84
2014 - 2015	8.46	20.50	NA	0.90	21.40
2013 - 2014	8.57	16.00	NA	0.93	16.93
2012 - 2013	8.66	11.50	NA	0.86	12.36
2011 - 2012	8.12	8.00	NA	0.65	8.65
2010 - 2011	8.08	5.00	NA	0.64	5.64
2009 - 2010	7.35	4.00	NA	0.78	4.78
2008 - 2009	6.68	4.00	NA	0.76	4.76



10 Year Fund Balance, Revenues, and Expenditures

Fund Balance	2014	2015	2016	2017	2018	2019
Nonspendable: Inventory	\$358,517	\$288,349	\$247,187	\$209,588	\$140,644	\$125,942
Restricted	\$7,105,213	\$4,786,355	\$635,831	\$587,284	\$388,531	
Committed next years Budget			\$750,000	\$750,000	\$750,000	\$1,000,000
Assigned to:						
Capital Projects			\$1,241,044	\$3,812,442	\$4,972,729	\$4,589,317
OPEB Obligations			\$2,675,000	\$2,675,000	\$2,675,000	\$3,546,297
Unassigned	\$5,275,471	\$5,528,625	\$5,465,438	\$5,793,965	\$5,935,999	\$5,286,255
Total Fund Balance	\$12,739,201	\$10,603,329	\$11,014,500	\$13,828,279	\$14,862,903	\$14,547,811
Revenues	\$83,464,995	\$88,092,500	\$89,971,443	\$98,883,135	\$97,785,736	\$98,710,302
Expenditures	\$82,905,519	\$90,228,372	\$89,560,272	\$96,069,356	\$96,751,112	\$99,025,394
Change in Fund Balance	\$559,476	(\$2,135,872)	\$411,171	\$2,813,779	\$1,034,624	(\$315,092)



10 Year Fund Balance, Revenues, and Expenditures *

Fund Balance	2020	2021	2022	2023	2024	2025
Nonspendable: Inventory	\$31,784	\$20,122	\$18,771	\$95,789	\$90,000	\$85,000
Restricted		\$98,390				
Committed next years Budget	\$2,775,000	\$1,500,000				
Assigned to:						
Capital Projects	\$2,484,856	\$852,433	\$772,314	\$644,717		
OPEB Obligations	\$460,000	\$460,000				
Unassigned	\$5,286,255	\$5,410,587	\$6,522,236	\$4,605,500	\$3,072,277	\$585,277
Total Fund Balance	\$11,037,895	\$8,341,532	\$7,313,321	\$5,346,006	\$3,162,277	\$670,277
Revenues	\$101,818,802	\$102,913,136	\$ 109,875,235	\$111,245,824	\$115,910,879	\$121,782,000
Expenditures	\$105,328,718	\$105,609,499	\$ 110,903,446	\$113,213,139	\$117,444,102	\$124,269,000
Change in Fund Balance	(\$3,509,916)	(\$2,696,363)	(\$1,028,211)	(\$1,967,315)	(\$1,533,223)	(\$2,487,000)

*The preliminary budget includes using approximately \$2.5M of the fund balance to balance the budget. This preliminary budget would leave us with a minimal amount of fund balance. To ensure the 2024-25 budget doesn't rely on the use of fund balance, the District will consider all options including furloughs, reassignments, program modifications, further reduction in curriculum allocations, not filling EDR's, etc. to not use the fund balance.

It's important to note that these considerations are part of the preliminary budget and subject to change as further planning and analysis take place. This proactive planning underscores the District's commitment to ensuring the long-term fiscal sustainability of our District, aligning with state regulations and our dedication to transparency and responsible financial management.



Cost Per Student Comparison 2014 - 2022

District	2021 - 2022	2020 - 2021	2019 - 2020	2018 - 2019	2017 - 2018	2016 - 2017	2015 - 2016	2014 - 2015
Baldwin-Whitehall SD	\$14,167.96	\$13,354.26	\$13,054.86	\$13,103.97	\$13,538.79	\$12,959.13	\$12,736.97	\$13,290.32
Bethel Park SD	\$21,221.98	\$20,264.03	\$18,753.37	\$18,428.24	\$17,913.34	\$17,087.06	\$17,183.47	\$15,888.55
Chartiers Valley SD	\$19,678.76	\$18,579.35	\$17,798.51	\$18,053.75	\$17,180.25	\$16,673.79	\$16,351.63	\$15,808.97
Fox Chapel Area SD	\$23,268.72	\$21,973.78	\$22,864.49	\$23,045.84	\$22,863.69	\$21,737.49	\$20,142.87	\$18,938.07
Hampton Township SD	\$19,158.52	\$18,761.15	\$17,066.54	\$16,718.94	\$15,892.13	\$14,970.77	\$14,196.88	\$13,266.30
Mt Lebanon SD	\$18,088.82	\$17,524.17	\$16,473.89	\$15,775.24	\$15,476.61	\$14,977.43	\$14,707.93	\$14,473.84
North Allegheny SD	\$18,943.69	\$18,298.84	\$17,919.73	\$17,394.51	\$17,204.25	\$15,950.38	\$15,294.87	\$14,386.10
Pine-Richland SD	\$17,583.32	\$17,122.59	\$16,143.84	\$15,636.69	\$14,963.53	\$14,916.07	\$14,139.63	\$13,920.05
Shaler Area SD	\$20,719.01	\$19,394.10	\$18,344.14	\$17,902.82	\$16,644.05	\$16,040.36	\$15,323.15	\$15,172.30
South Fayette Township SD	\$15,852.70	\$15,306.69	\$14,464.78	\$13,808.76	\$13,839.11	\$13,510.81	\$13,487.21	\$12,589.96
Upper St. Clair SD	\$21,151.36	\$19,361.30	\$18,407.08	\$18,318.76	\$17,133.00	\$16,147.76	\$15,718.17	\$14,966.81

- This data was taken from the PDE website.
- The data is calculated by taking the expenses associated with Function codes 1000 Instruction, 2000 Support Services, and 3000 Operations divided by number of students.
- Green denotes school districts over our cost per student and red under.



Highlights from Cost Per Student Comparison 2014 - 2022

- From 2014 - 2022, of our 10 comparators:
 - Three had a lower cost per student each school year. (*Baldwin-Whitehall, Pine-Richland, and South Fayette*)
 - Five had a higher cost per student each year. (*Bethel Park, Chartiers Valley, Fox Chapel, Shaler, and Upper St. Clair*)
 - One had a higher cost per student each year except one. (*North Allegheny*)
 - One had a higher cost per student each year except three. (*Hampton*)

- Over these eight years of verified data, ranked from highest increase in cost per student to least increase of cost per student is as follows:

District	Difference	Ranking
Hampton Township SD	\$5,494.85	1
Bethel Park SD	\$5,333.43	2
Upper St. Clair SD	\$4,394.49	3
Fox Chapel Area SD	\$4,330.65	4
Shaler Area SD	\$4,221.80	5
North Allegheny SD	\$3,912.74	6
Chartiers Valley SD	\$3,869.79	7
Pine-Richland SD	\$3,202.54	8
Mt Lebanon SD	\$3,050.33	9
South Fayette Township SD	\$2,716.73	10
Baldwin-Whitehall SD	\$877.64	11



Cost Per Student Adjusted for Inflation 2014 - 2022

	2021 - 2022	2020 - 2021	2019 - 2020	2018 - 2019	2017 - 2018	2016 - 2017	2015 - 2016	2014 - 2015
Mt. Lebanon SD Cost per Student	\$18,089	\$17,524	\$16,474	\$15,775	\$15,477	\$14,977	\$14,708	\$14,474
Rate of Inflation*	4.70%	1.20%	1.80%	2.40%	2.10%	1.30%	0.1	1.6
Cost per Student Adjusted for Inflation	\$18,188	\$17,372	\$17,166	\$16,862	\$16,467	\$16,128	\$15,921	-
Difference in Cost Per Student vs. Adjusted for Inflation	-\$99	\$153	-\$692	-\$1,087	-\$990	-\$1,151	-\$1,213	-

*Rates obtained from the Federal Reserve Bank Consumer Price Index

- This calculation uses the baseline year of 2014 - 2015 and applies the rate of inflation. After 2014 - 2015, the cost per student adjusted to inflation is used to see the compounding effect on cost per student.
- The Mt. Lebanon cost per student has increased in line with Consumer Price Index inflation rates.



Revenue Adjusted for Inflation 2014 - 2022

	2022 - 2023	2021 - 2022	2020 - 2021	2019 - 2020	2018 - 2019	2017 - 2018	2016 - 2017	2015 - 2016	2014 - 2015
Mt. Lebanon Revenue	\$111,245,824	\$109,875,235	\$102,913,136	\$101,818,802	\$98,710,302	\$97,785,736	\$98,883,135	\$89,971,443	\$88,092,500
Rate of Inflation*	8.00%	4.70%	1.20%	1.80%	2.40%	2.10%	1.30%	0.1	1.6
Revenue Adjusted for Inflation	\$119,554,380	\$110,698,500	\$105,729,226	\$104,475,520	\$102,628,212	\$100,222,864	\$98,161,473	\$96,901,750	-
Difference in Revenue vs. Adjusted for Inflation	-\$8,308,556	-\$823,265	-\$2,816,090	-\$2,656,718	-\$3,917,910	-\$2,437,128	\$721,662	-\$6,930,307	-

*Rates obtained from the Federal Reserve Bank Consumer Price Index

- This calculation uses the baseline year of 2014 - 2015 and applies the rate of inflation. After 2014 - 2015, the revenue adjusted to inflation is used to see the compounding effect on revenues.
- Our District revenues are not keeping pace with the Consumer Price Index inflation rates. Our revenues are lower than the revenues adjusted for inflation.



Expenditures Adjusted for Inflation 2014 - 2022

	2022- 2023	2021 - 2022	2020 - 2021	2019 - 2020	2018 - 2019	2017 - 2018	2016 - 2017	2015 - 2016	2014 - 2015
Mt. Lebanon Expenditures	\$113,213,139	\$110,903,446	\$105,609,499	\$105,328,718	\$99,025,394	\$96,751,112	\$96,069,356	\$89,560,272	\$90,228,372
Rate of Inflation*	8.00%	4.70%	1.20%	1.80%	2.40%	2.10%	1.30%	0.1	1.6
Expenditures Adjusted for Inflation	\$122,453,070	\$113,382,472	\$108,292,715	\$107,008,611	\$105,116,514	\$102,652,846	\$100,541,475	\$99,251,209	-
Difference in Expenditure vs. Adjusted for Inflation	-\$9,239,931	-\$2,479,026	-\$2,683,216	-\$1,679,893	-\$6,091,120	-\$5,901,734	-\$4,472,119	-\$9,690,937	-

*Rates obtained from the Federal Reserve Bank Consumer Price Index

- This calculation uses the baseline year of 2014 - 2015 and applies the rate of inflation. After 2014 - 2015, the expenditures adjusted to inflation is used to see the compounding effect on expenditures.
- Our expenditures are lower than the expenditures adjusted for inflation.



2024 - 2025 Preliminary Budget



Updated Preliminary Revenues

	Budget 2023/24	Estimated Final 2023/24	Preliminary Budget 2024/25	Est Final 2023/24 versus Preliminary 2024/25	Budget 2023/24 versus Preliminary 2024/25
Local Revenue Sources					
Real Estate Tax	\$72,235,478	\$72,426,231	\$76,648,511	\$4,222,280	\$4,413,033
Earned Income Tax	\$9,595,281	\$9,562,946	\$9,778,112	\$215,166	\$182,831
Realty Transfer Tax	\$1,200,000	\$1,000,000	\$1,000,000	\$0	(\$200,000)
Liened Tax	\$1,300,000	\$1,200,000	\$700,000	(\$500,000)	(\$600,000)
Public Utility Tax	\$75,000	\$75,000	\$75,000	\$0	\$0
Earnings on Investments	\$1,491,273	\$2,408,896	\$2,081,700	(\$327,196)	\$590,427
Rental of Facilities	\$58,000	\$58,000	\$58,000	\$0	\$0
Tuition from Patrons	\$174,000	\$174,000	\$174,000	\$0	\$0
Gifts and Grants	\$0	\$0	\$0	\$0	\$0
Other Local Sources	\$1,310,000	\$1,200,000	\$1,270,000	\$70,000	(\$40,000)
Total Local Revenue Sources	\$87,439,032	\$88,105,073	\$91,785,323	\$3,680,250	\$4,346,291
State Revenue Sources					
Basic Ed Subsidy	\$8,107,057	\$8,271,473	\$9,172,787	\$901,314	\$1,065,730
Special Education Subsidy	\$3,189,046	\$3,150,921	\$3,991,913	\$840,992	\$802,867
Social Security Reimbursement	\$2,091,931	\$2,133,001	\$2,182,484	\$49,483	\$90,553
Retirement Reimbursement	\$9,297,471	\$9,480,003	\$9,671,390	\$191,387	\$373,919
Construction Subsidy	\$1,509,911	\$1,518,773	\$1,494,547	(\$24,226)	(\$15,364)
Health Subsidy	\$115,000	\$107,000	\$115,304	\$8,304	\$304
Gaming Fund Allocation	\$2,149,439	\$2,149,281	\$2,235,252	\$85,971	\$85,813
Other State Subsidies	\$603,618	\$520,354	\$550,000	\$29,646	(\$53,618)
Total State Revenue Sources	\$27,063,473	\$27,330,806	\$29,413,677	\$2,082,871	\$2,350,204
Federal Revenue Sources					
Elementary and Secondary Education Act	\$375,000	\$225,000	\$333,000	\$108,000	(\$42,000)
Other Federal Grants	\$260,000	\$250,000	\$250,000	\$0	(\$10,000)
	\$635,000	\$475,000	\$583,000	\$108,000	(\$52,000)
Total Revenues	\$115,137,505	\$115,910,879	\$121,782,000	\$5,871,121	\$6,644,495



Summary of Preliminary Revenue Updates

Change in Revenues since the Preliminary Budget Presentations in March:

- Increased by \$1,266,387 due to:
 - Governor's proposed first-year adequacy investment focused on basic education funding and special education funding.
 - Adjustment to Local Revenues
 - MS/HS Participation Fee
 - Middle School - From \$20 to \$50 per year
 - High School - From \$40 to \$75 per year
 - Student Parking Fee
 - From \$75 to \$100
 - Tickets to Athletic Events
 - Increase of \$1 per ticket for all ticketed athletic events.



Preliminary Revenues: Impact on Taxpayers

- This budget includes a proposed tax increase of the Act 1 Index at 6.2% or 1.7105 Mills or \$4,222,280.
 - Current millage is 27.59.
 - Projected new millage for 2024 - 2025 would be 29.3005.
 - This is a difference of +1.7105 mills.

	Assessed	Millage	Tax Increase	Tax Increase
	Value	Increase	/Per Month	/Per Year
Home Value	\$100,000	1.7105	\$14.25	\$171.05
Home Value	\$200,000	1.7105	\$28.51	\$342.10
Home Value	\$300,000	1.7105	\$42.76	\$513.15
Home Value	\$400,000	1.7105	\$57.02	\$684.20
Home Value	\$500,000	1.7105	\$71.27	\$855.25



Updated Preliminary Expenditures

	22-23 Actual Expenditures	23-24 Adopted Budget	23-24 Projected Final	24-25 Preliminary
100 Personnel Svcs - Salaries	\$53,360,015	\$54,691,006	\$55,764,723	\$57,058,324
200 Personnel Svcs - employee ben	\$33,864,381	\$34,661,208	\$34,808,499	\$37,174,742
300 Purchased Prof. & Technical Sv	\$4,686,095	\$3,920,188	\$4,628,035	\$4,853,879
400 Purchased Property Services	\$1,210,455	\$1,263,200	\$1,472,332	\$1,116,515
500 Other Purchased Svcs	\$4,695,845	\$4,255,664	\$5,107,052	\$6,755,614
600 Supplies	\$3,692,349	\$4,664,196	\$3,758,151	\$5,043,469
700 Property	\$62,398	\$78,903	\$65,600	\$66,000
800 Other Objects	\$152,352	\$69,738	\$163,028	\$163,054
900 Other Financing Uses	\$11,693,332	\$11,533,402	\$11,676,682	\$12,037,403
	<u>\$113,417,222</u>	<u>\$115,137,505</u>	<u>\$117,444,102</u>	<u>\$124,269,000</u>



Summary of Preliminary Expenditure Updates

Change in Expenditures since the Preliminary Budget Presentations in March decreased by \$3,283,818 due to:

- Attrition of staff due to retirement or resignation.
- Return of teachers on special assignment to the classroom.
- Further curtailment of contracts and applications.
- Further cost savings on the new transportation contract.
- Delay in computer refresh/replacement cycles.
- Creation of a replacement reserve for classroom technology.
- Removal of building substitutes.
- Removal of EDRs for MS and HS intramurals.
- Decreases in budget line items in facilities/maintenance.
- Decrease in budget line items in elementary library supplies.
- Negotiation and reconfiguration of Into Reading Proposal with HMH.
- Removal of secondary textbooks for MS Science/Math and HS Social Studies.



Driving Factors of Expenditures

The driving factors for increased expenditures are a result of:

- Increases in insurance costs for ACSHIC as well as increases in social security, PSERS, Medicare, etc.
- Salary increases based on contractual agreements.
- Increased tuition costs.
- A new transportation contract.
- Curriculum updates.
- Increase in ELL services.



2024-2025 Preliminary Budget Key Risks and Opportunities

Risks

- Interest Rates can be affected by future fed actions that can impact both positively or negatively.
- State Funding for Basic Education, Special Education, and Grant funding.
- PSERS Rates expected to increase each year through 2034.
- Health Insurance expected to increase each year.
- Transportation and tuition costs are expected to continue to increase.
- The Common Level Ratio may continue to impact real estate tax collection and refunds.
- Open litigation cases.
- Reduction in workforce.

Opportunities

- Continue to pursue grant opportunities.
- Opportunity to build intuitive budgets based on past data and future needs.
- Creation of a strategic and comprehensive plan to plan our future.



Multi - Year Financial Projections*

	Estimated Final 6/30/2024	Preliminary 6/30/2025	Projected 6/30/2026	Projected 6/30/2027	Projected 06/30/2028
Total Revenues	\$115,910,879	\$121,782,000	\$125,806,578	\$130,355,637	\$134,900,660
Total Expenditures	\$117,444,102	\$124,269,000	\$127,059,801	\$129,895,278	\$132,733,161
Operating Surplus / (Deficit)	(\$1,533,223)	(\$2,487,000)	(\$1,253,223)	\$460,359	\$2,167,499
Beginning Fund Balance - Unassigned	\$4,605,500	\$3,072,277	\$585,277	(\$667,946)	(\$207,587)
Ending Fund Balance - Unassigned	\$3,072,277	\$585,277	(\$667,946)	(\$207,587)	\$1,959,912
Revenue Assumptions:		Appropriations Assumptions:			
Real estate Tax Increase To Index		Salaries increase 2.75%			
State Revenue increase 1.5%		Healthcare increases 7%			
Earned Income Tax growth 1.5%		All other appropriations increase 1.5% except for Debt Service that is flat			
Other Revenues stagnant					

*The preliminary budget includes using approximately \$2.5M of the fund balance to balance the budget. This preliminary budget would leave us with a minimal amount of fund balance. To ensure the 2024-25 budget doesn't rely on the use of fund balance, the District will consider all options including furloughs, reassignments, program modifications, further reduction in curriculum allocations, not filling EDR's, etc. to not use the fund balance.



2024-2025 Preliminary Budget Overall Summary

- The preliminary budget includes using approximately \$2.5M of the fund balance to balance the budget. This preliminary budget would leave us with a minimal amount of fund balance.
- To ensure the 2024-25 budget doesn't rely on the use of fund balance, the District will consider all options including furloughs, reassignments, program modifications, further reduction in curriculum allocations, not filling EDR's, etc. to not use the fund balance.
- Administration will meet with leaders from all work groups to discuss ways that we can meet our budget demands with minimal impact to students and staff.
- It's important to note that these considerations are part of the preliminary budget and subject to change as further planning and analysis take place. This proactive planning underscores Mt. Lebanon's commitment to ensuring the long-term fiscal sustainability of our District, aligning with state regulations and our dedication to transparency and responsible financial management.



Budget Timeline and Next Steps

- **April 8, 2024:** Budget Forum and Board Review and Discussion
- **April 15, 2024**
 - Preliminary Budget Adoption
 - Potential Vote to Authorize Furloughs
- **May 13, 2024:** Continue Board Review and Discussion
- **May 20, 2024:** Final Budget Adoption if no Furloughs are Needed
- **June 17, 2024:** Final Budget Adoption if Furloughs are Needed
 - **Board Policy DFAA:** Use of Surplus Funds will need to be suspended for the fund balance requirement of 6%.
(Voted on when we approve the final budget.)

