

SCHOOL DISTRICT  
OF HAVERFORD  
TOWNSHIP

**PROPOSED FINAL BUDGET**  
**APRIL 18, 2024**

# 2024-25 PROPOSED BUDGET SUMMARY

- Summary

• Revenues	\$150,460,354
• <u>Expenditures</u>	<u>\$152,476,161</u>
• Increase / (Deficit)	(\$ 2,015,808)

- Tax Increase

• Act I Index	5.30%
• Increase in Budget	4.00%

- Tax Rate in Mills

• Current	18.1684
• Proposed	18.8951

- Taxpayer Effect

• Average Assessed Value	\$346,434
• 2023-2024 Taxes (18.1684 Mills) =	\$6,294
• <u>2024-2025 Taxes (18.8951 Mills) =</u>	<u>\$6,546</u>
• Average Tax Increase =	\$ 252



# FUND BALANCE

- Fund Balance
  - Projected Balance as of July 1, 2024 \$11,026,278
- Projected Use
  - 2024-2025 Operating Budget (\$2,015,808)
- Projected Fund Balance
  - Ending Balance as of June 30, 2024 \$ 9,010,471
  - Unreserved Fund Balance % 5.90%



# 2024-25 REVENUE SOURCES

## ➤ **Local Revenue - \$120,778,484**

### ➤ Real Estate Taxes - \$113,868,400

- Millage increase of 4.00, maximum allowable of 5.30% (Act I Index)
- Reduction in total assessed value equates to \$178,296 in collectible taxes

## ➤ **State Revenue - \$28,833,555**

### ➤ Basic Ed Funding - \$6,138,108

- Base amount that is equivalent to 2023-24 Basic Education Funding
- Share of \$200,000,000 through the student-weighted distribution formula to continue sustained investment in school district basic education programs
- A distribution (totaling \$872,000,000) to provide an adequacy investment for basic education as recommended by the Basic Education Funding Commission

### ➤ Special Ed Funding - \$3,000,797

- A prorata share of \$383,350,000, based on the school district's adjusted weighted special education student count multiplied by its market value/personal income aid ratio and its equalized mills multiplier

## ➤ **Federal Revenue - \$848,315**



# 2024-25 ALLOCATION OF RESOURCES

CATEGORY		NON- DISCRETIONARY	DISCRETIONARY	TOTAL
<b>Salaries</b>				
	Employee contracts and agreements	71,890,494		71,890,494
<b>Employee Benefits</b>				
	Medical benefits	12,963,197		12,963,197
	Social Security, FICA	5,499,513		5,499,513
	PSERS	24,094,200		24,094,200
<b>Purchased Professional Svcs</b>				
	IU, professional educational, and legal svcs	4,052,000		4,052,000
	Technology support services, employee professional development		146,714	146,714



# 2024-25 ALLOCATION OF RESOURCES

CATEGORY	NON-DISCRETIONARY	DISCRETIONARY	TOTAL
<b>Purchased Property Services</b>			
Technology leases, building and IT maintenance contracts	2,902,162		2,902,162
DCIU Fair Share-bldg rental	149,094		149,094
Disposal services, water/sewer	230,000		230,000
Routine maintenance, equipment rental		505,461	505,461
<b>Other Purchased Services</b>			
Tuition to outside schools	7,787,870		7,787,870
Property and liability insurance, crossing guards, DCIU operating cost	1,331,768		1,331,768
Printing, communication, travel		100,668	100,668
<b>Supplies</b>			
Utilities	1,636,000		1,636,000
Software renewals	759,039		759,039
Supplies, materials, books		2,694,474	2,694,474



# 2024-25 ALLOCATION OF RESOURCES

CATEGORY	NON-DISCRETIONARY	DISCRETIONARY	TOTAL
<b>Equipment</b>			
Fuel Pumps, Security Cameras, SBAP System (ACCESS Prog)	355,240		355,240
Interactive displays, projectors, chromebooks, Maint equipment		551,119	551,119
<b>Dues/Fees/Debt Svc</b>			
Prinicpal and interest on debt obligations	13,837,700		13,837,700
Dues & Fees		189,448	189,448
Contingency Reserve		800,000	800,000
<b>TOTAL</b>	<b>147,488,277</b>	<b>4,987,884</b>	<b>152,476,161</b>
	<b>96.7%</b>	<b>3.3%</b>	<b>100.0%</b>



# FACTORS FOR RESOURCE EXPANSION

- \$3.3 million for employee contracts and agreements
- \$2.8 million for employee benefits
  - \$1.975 million in Rx expense to support a 2023-24 funding shortfall and a 6.81% rate increase for 2024-25
- \$259k in Other Purchased Services to fund tuition to Approved Private Schools, and DCIU operating expense
- \$438k in Supplies to fund new curriculum, mechanical supplies and utilities
- \$165k in Equipment for maintenance and furniture





# FACTORS FOR RESOURCE EXPANSION

- Addresses enrollment growth in Special Education to include:
  - PATH teacher at HHS
  - AS teacher at HMS
  - Supervisor of Special Programs (funded with ACCESS funds)
- Addresses enrollment growth in General Education to include:
  - Need for Assistant Principal at HHS
  - Need for 10-month secretary position at HMS
  - .5 Reading Specialist at Chatham
    - (funded entirely or partially with Title I funds)
  - Finalizes the goal to support MTSS Interventionist positions (3)
- Substitute instructional assistant positions at the elementary level (2)



# ACT 1 INDEX / MILLAGE HISTORY

Fiscal Year	Act 1 Index	Millage Increase	% of Act 1 Used
2017-2018	2.50%	2.50%	100.00%
2018-2019	2.40%	2.40%	100.00%
2019-2020	2.30%	2.30%	100.00%
2020-2021 (1)	2.60%	3.22%	123.85%
2021-2022 (2)	3.00%	2.60%	86.67%
2022-2023	3.40%	2.95%	86.76%
2023-2024	4.10%	2.72%	66.34%
2024-2025 (3)	5.30%	4.00%	75.47%
<b>AVG</b>	<b>3.20%</b>	<b>2.84%</b>	<b>88.63%</b>

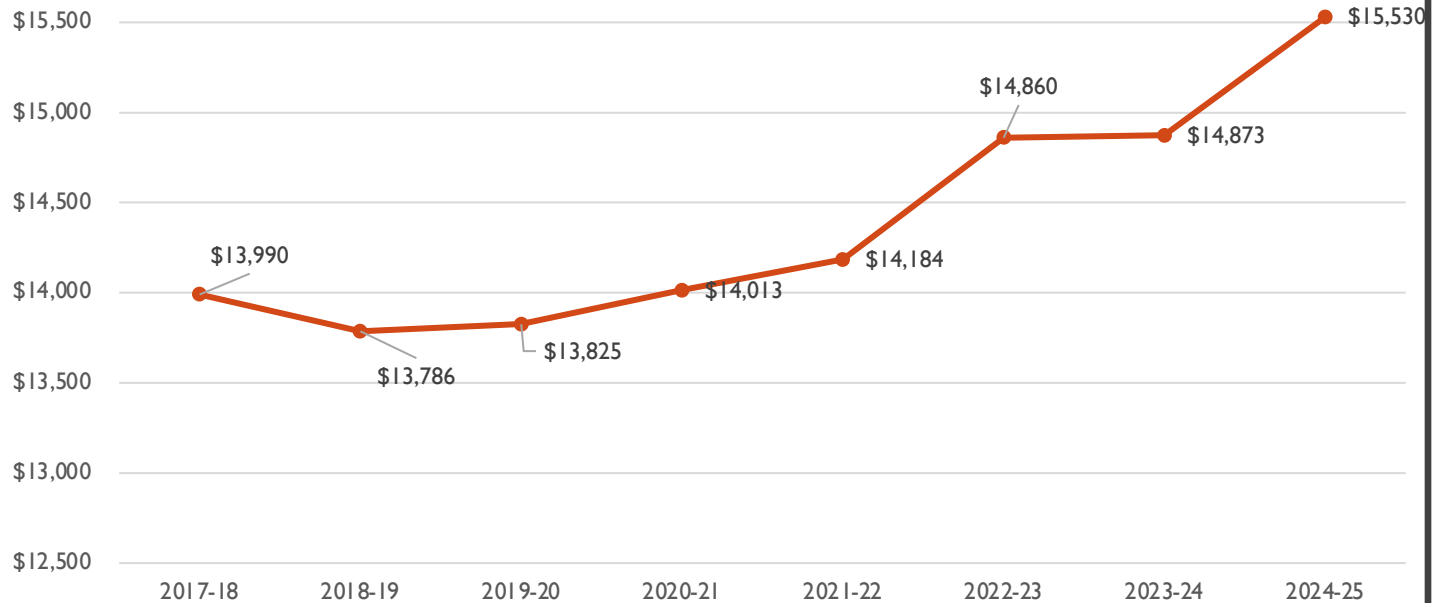
*(1) 2020-2021 Included Special Ed Exception*

*(2) 2021-2022 County-Wide Reassessment*

*(3) 2024-2025 Proposed Final Millage Increase*



# ACTUAL INSTRUCTIONAL EXPENSE PER ADM



2022-2023 based on AFR data submitted, to be certified by PDE  
2023-2024 and 2024-2025 based on budget data



# ACT I DEFINED

- The base index is calculated by averaging the percent increases in the Pennsylvania statewide average weekly wage (SAWW) and the Federal employment cost index for elementary/secondary schools (ECI)

$$\text{SAWW @ 5.6\% / ECI @ 4.9\% = 5.3\%}$$



# ACT I DEFINED

- Statewide Average Weekly Wage
  - That amount determined by the Department of Labor and Industry in the same manner that it determines the average weekly wage under section 404(e)(2) of the act of December 5, 1936 (2nd Sp.Sess., 1937 P.L.2897, No.1), known as the Unemployment Compensation Law, except that it shall be calculated for the preceding calendar year.
  
- Employment Cost Index
  - Measures the change in the hourly labor cost to employers over time
  - The most recent official figures, for the previous 12-month period beginning July 1 and ending June 30 for the Employment Cost Index Series for Elementary and Secondary Schools, reported by the Bureau of Labor Statistics of the Federal Department of Labor



# ACT I TIMELINE

- Jan 14, 2024 School district deadline to give public notice of the intent to adopt the 2024-2025 preliminary budget unless resolution was adopted under Section 311(d)(1) indicating that it will not raise the rate of any tax by more than its index (*Adopted by the board Dec 21, 2023*)
- Jan 19, 2024 Dept. of Education deadline to notify school districts that adopted a resolution pursuant to Section 311(d)(1) whether the 2024-2025 proposed tax rates are equal to or less than their Index (*Notified by PDE Jan 9, 2024*)
- Jan 24, 2024 School district deadline to adopt the 2024-2025 preliminary budget unless resolution adopted under Section 311(d)(1) (*Opt-out Resolution adopted Dec 21, 2023*)



# ACT I TIMELINE

- Feb 1, 2024 School district deadline to publish notice in newspaper of intent to request approval from Dept. of Education for a referendum exception (*District not seeking exceptions*)
- Feb 8, 2024 School district deadline to seek approval from Department of Education for referendum exceptions requiring their approval
- Feb 28, 2024 Deadline for Department of Education to issue ruling on school district's petition for referendum exception
- May 1, 2024 Dept. of Education notifies school districts of the amount of their state allocation of property tax reduction funding. This only occurs if the Secretary of the Budget certifies, by April 15, 2024, that there are enough funds in the Property Tax Relief Fund to make a distribution to school districts in 2024-2025



# ACT I TIMELINE

- May 2, 2024 Proposed Final Budget Adoption, upload the signed Certification of Use document in the CFRS application
- May 24 2024 Budget Available on PDE-2028 for Public Inspection on the General Fund Budget from the CFRS application (20 days prior to final budget adoption)
- June 3, 2024 Public Notice of Intent to Adopt Final Budget (10 days prior to final budget adoption)
- June 13, 2024 Final Budget Adoption (June 30, 2024 deadline)





# Questions?

