

# Cheltenham School District Finance Committee Meeting

Tuesday, November 14, 2023





# Cheltenham School District

## Mission & Vision Statements



### **Mission Statement**

The mission of Cheltenham School District is to provide inspiration and resources for every student to achieve academic excellence and pursue their highest potential by creating an equitable and inclusive community that fosters social and emotional well-being and a passion for learning.

### **Vision Statement**

“Belong, Engage, Seek Justice” - Cheltenham School District is a community where all students know they belong, engage and excel in their learning experience, and are prepared to act as champions of social justice.

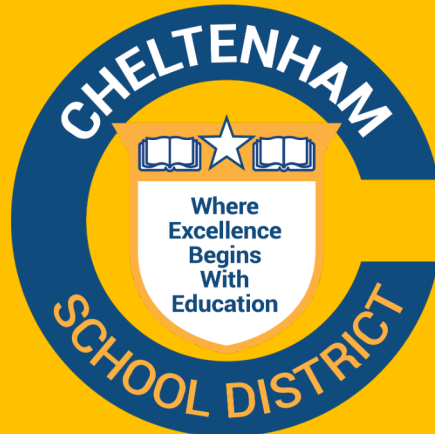
# Agenda



# AGENDA

- Interim Financial Statements: Balance Sheet & Statement of Changes in Fund Balances
  - Historical Local Revenue Collections
- Budget/Act 1 Timeline
- Charter School Spending
  - HB 1422
- PennDOT Project Update

# Interim Financial Statements



**CHELTENHAM SCHOOL DISTRICT**  
**GENERAL FUND BALANCE SHEET - UNAUDITED**  
**OCTOBER 31, 2023**

	<u>2023</u>	<u>2022</u>	<u>CHANGE</u>
<b><u>ASSETS</u></b>			
CASH	\$ 101,857,001	\$ 88,556,869	\$ 13,300,132
TAXES RECEIVABLE - DELINQUENT	2,808,147	3,363,167	(555,020)
INTER-FUND ACCOUNTS RECEIVABLE	1,756,007	1,754,502	1,505
STATE REVENUE RECEIVABLE	554,483	662,342	(107,859)
FEDERAL REVENUE RECEIVABLE	1,170,397	2,963,063	(1,792,666)
OTHER ACCOUNTS RECEIVABLE	136,588	14,751	121,837
INVENTORIES	99,782	115,767	(15,985)
PREPAID EXPENSES	449,182	1,603,760	(1,154,578)
<b>TOTAL ASSETS</b>	<b>108,831,587</b>	<b>99,034,221</b>	<b>9,797,366</b>
<b><u>LIABILITIES</u></b>			
INTERFUND PAYABLES	4,530,490	4,530,904	(414)
ACCRUED SALARIES & BENEFITS	1,452,693	2,838,790	(1,386,097)
DEFERRED REVENUE	40,039	77,766	(37,727)
TAXES RECEIVABLE - DEFERRED	2,808,147	3,363,168	(555,021)
<b>TOTAL LIABILITIES</b>	<b>8,831,369</b>	<b>10,810,628</b>	<b>(1,979,259)</b>
<b><u>EQUITY</u></b>			
RESERVE FUND BALANCE	16,541,996	9,878,929	6,298,551
UNRESERVED FUND BALANCE	17,167,374	15,150,099	-
<b>TOTAL FUND BALANCE</b>	<b>33,709,370</b>	<b>25,029,028</b>	<b>6,298,551</b>
CHANGE IN FUND BALANCE			
REVENUE	99,076,434	95,867,344	4,507,056
EXPENDITURES	(32,785,586)	(32,672,779)	443,279
<b>TOTAL CHANGE IN FUND BALANCE</b>	<b>66,290,848</b>	<b>63,194,565</b>	<b>4,950,335</b>
<b>TOTAL EQUITY &amp; CHANGE IN FUND BAL.</b>	<b>100,000,218</b>	<b>88,223,593</b>	<b>11,248,886</b>
<b>TOTAL LIABILITY &amp; EQUITY ACCOUNTS</b>	<b>\$ 108,831,587</b>	<b>\$ 99,034,221</b>	<b>\$ 9,269,627</b>

# Interim Financial Statements

**CHELTENHAM SCHOOL DISTRICT**  
GENERAL FUND INTERIM  
YEAR-TO-DATE ENDED OCTOBER 31, 2023

UNAUDITED

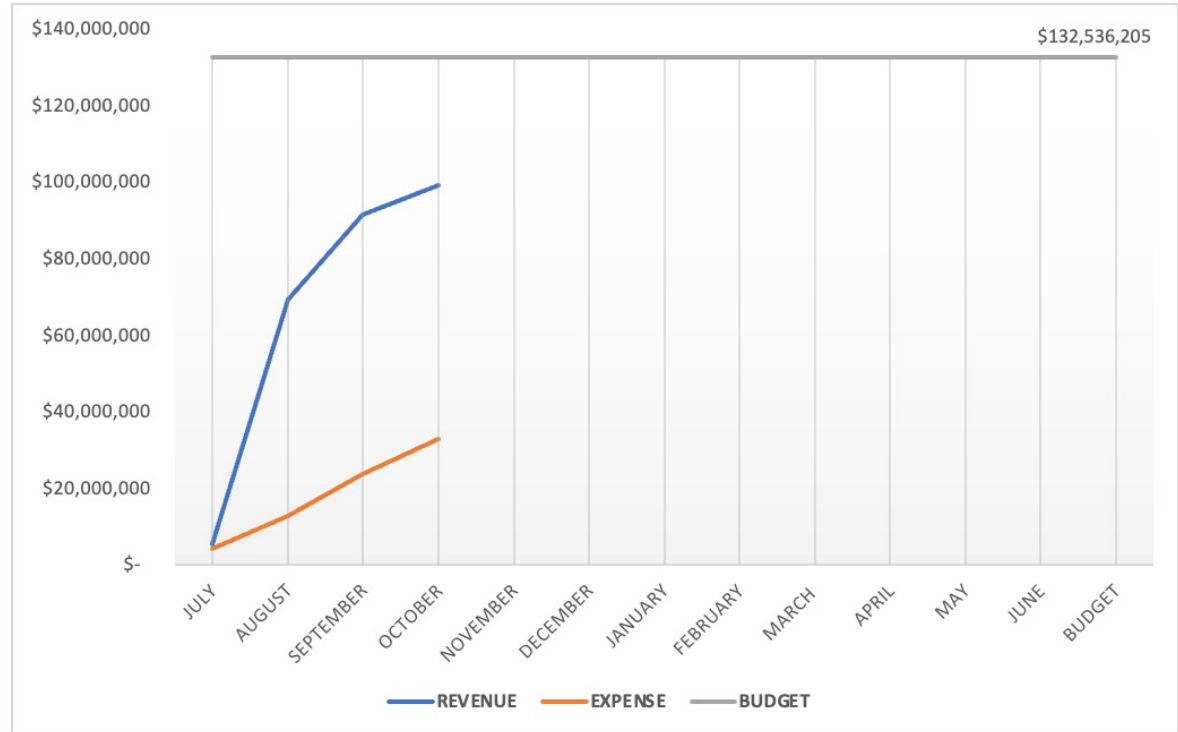
		October 31, 2023	October 31, 2022	Actual Year-to-Year Variance
<b>REVENUES</b>				
Local sources		\$ 91,958,683	\$ 88,157,981	\$ 3,800,702
State sources		7,046,287	7,221,542	(175,255)
Federal sources		71,464	487,821	(416,357)
<b>TOTAL REVENUES</b>		<b>99,076,434</b>	<b>95,867,344</b>	<b>3,209,090</b>
<b>EXPENDITURES</b>				
Instruction				
Regular programs	<i>Teachers</i>	11,132,888	11,886,377	(753,489)
Special programs	<i>Special Ed. Teachers/Tuition</i>	4,819,564	4,105,656	713,908
Vocational programs	<i>Industrial Arts/Eastern</i>	829,229	823,333	5,896
Other instructional programs	<i>Summer/Alt School</i>	364,796	362,122	2,674
Nonpublic school programs	<i>Nonpublic school programs</i>	-	-	-
Support services				
Pupil personnel services	<i>Student Svcs, Counselors...</i>	1,190,385	1,129,824	60,561
Instructional staff services	<i>Library, Curriculum</i>	1,062,828	968,430	94,398
Administration services	<i>Superintendent, Principals, Legal</i>	2,355,270	2,320,232	35,038
Pupil health services	<i>Nurses</i>	262,927	250,120	12,807
Business services	<i>Busines Office, Financial Svcs</i>	558,198	572,792	(14,594)
Operation and maintenance services	<i>Facilities</i>	3,285,364	3,396,086	(110,722)
Student transportation services	<i>Transportation</i>	998,007	911,015	86,992
Central services	<i>Information/Data</i>	597,943	970,002	(372,059)
Other support services		-	-	-
Operation of non-instructional services				
Student activities	<i>Athletics, Co-Curricular</i>	399,458	292,284	107,174
Community services		-	-	-
Debt service		4,483,330	4,273,861	209,469
Employee Benefits	<i>Vision, Dental, W/C</i>	445,398	410,645	34,753
<b>TOTAL EXPENDITURES</b>		<b>32,785,585</b>	<b>32,672,779</b>	<b>112,806</b>
<b>NET CHANGE IN FUND BALANCE</b>		<b>\$ 66,290,849</b>	<b>\$ 63,194,565</b>	<b>3,096,284</b>



# Interim Financial Statements



## Revenues vs. Expenditures - Monthly



# Interim Financial Statements

## Local Revenues: Historical

	Amount					Difference	
	10/31/23	10/31/22	10/31/21	10/31/20	10/31/19	\$\$\$	%
<b>LOCAL</b>							
Real Estate Taxes	\$ 88,379,146	\$ 85,262,158	\$ 82,484,532	\$ 76,782,885	\$ 78,244,926	\$3,116,988	3.5%
Earned Income Taxes	1,188,193	1,064,698	917,036	1,034,860	958,816	123,495	10.4%
R/E Transfer Taxes	402,537	420,872	453,916	187,609	393,605	(18,335)	-4.6%
Delinquent R/E Taxes	670,934	845,715	907,468	911,740	559,656	(174,781)	-26.1%
Earnings on Investments	1,160,481	249,181	978	1,237	207,267	911,300	78.5%





# Budget/ Act 1 Timeline



# Budget Timeline

Compile preliminary budgetary information	All year/ongoing
Building/Department allocations and comprehensive report released	December 2023
Preliminary budget meeting with Business Manager	December/January 2024
Deadline for preliminary budget information to submitted to the Business Manager	January 31, 2024
Present 2024-2025 Preliminary Budget – Financial Affairs Committee	February/March 2024
Adopt 2024-2025 Preliminary Budget – Legislative Meeting	February/March 2024
Central/Building Administration review of retirements – attritional savings	After April 15, 2024
Present 2024-2025 Proposed Final Budget – Financial Affairs Committee Adopt 2024-25 Proposed Final Budget – Legislative Meeting	May 2024 May 2024
Next Year Requisitions opened in eFinance – allows for 2024-2025 ordering to begin	May 2024
Present 2024-2025 Final Budget – Financial Affairs Committee Adopt 2025-2025 Final Budget – Legislative Meeting	June 2024 June 2024

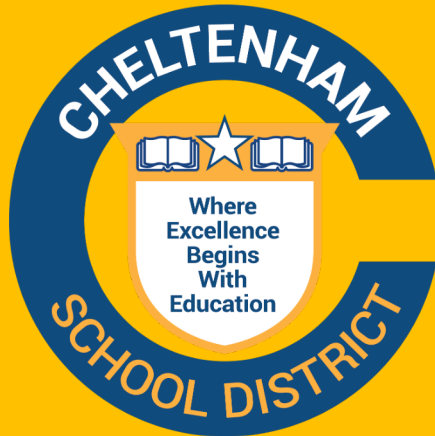
# Budget/ Act 1 Timeline



## Act 1 Timeline

Date	Description	Section
September 30, 2023 (Annual deadline)	<b>Department of Education</b> notifies school districts of their 2024-2025 adjusted index.	Section 313(2)
December 15, 2023 (Annual deadline)	<b>School districts</b> with residents paying tax on compensation imposed by Philadelphia under the authority of the Sterling Act certify to the Department of Education the total amount of 2022 tax credits provided based on the tax rate of the school district. (Applies only to school districts that had an earned income and net profits tax in the 2022 calendar year.)	Sections 503(b)(2); 324(2)
January 1, 2024 (60 days prior to March 1 application deadline)	<b>School Districts</b> send notification, by first class mail, to owners of each parcel of residential property – which can be limited to owners who are not currently approved or whose approval is due to expire – stating that the owner must submit a completed application to county assessor to qualify for homestead exclusion. Mailing must include application, instructions, and deadline to apply.	Section 341(b)
January 4, 2024 (110 days prior to primary election)	<b>School district</b> deadline to make 2024-2025 proposed version of preliminary budget available for public inspection <b>or</b> adopt resolution pursuant to Section 311(d)(1) indicating that it will not raise the rate of any tax by more than its index.	Section 311(c); 311(d)(1)
May 1, 2024 (Annual deadline)	<b>Department of Education</b> 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.	Section 505(a)(4)

# Budget/ Act 1 Timeline



## Act 1 Timeline (cont'd)

Date	Description	Section
May 1, 2024 (Annual deadline)	<b>Department of Education</b> 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.	Section 505(a)(4)
June 10, 2024 (20 days prior to final budget adoption deadline)	<b>School district</b> deadline to make 2024-2025 proposed final budget available for public inspection on the General Fund Budget from the CFRS application.	Section 312(c)
June 30, 2024 (Annual deadline)	<b>School district</b> deadline to adopt the 2024-2025 final budget.	Section 312(a)

# Charter School Spending

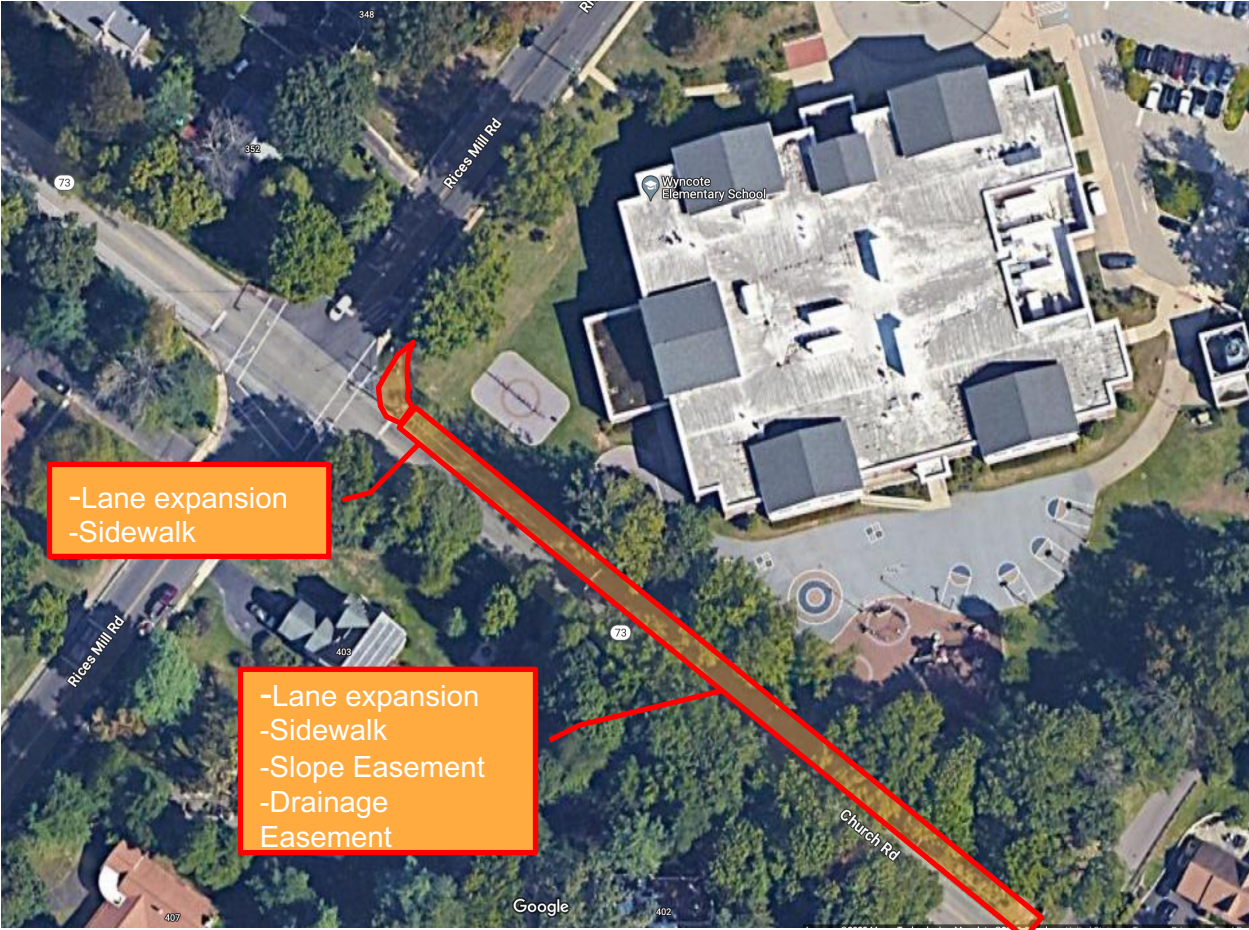


## Proposed Legislation

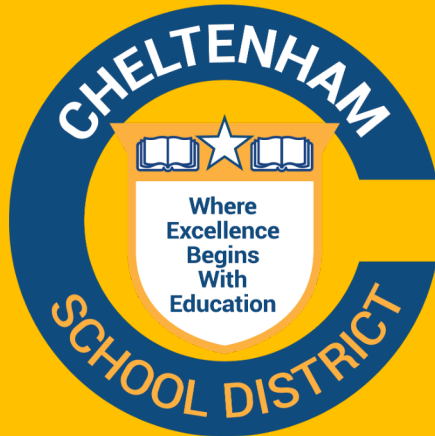
- House Bill 1422 Proposed changes to Cyber Charter Schools:
  - (1) Fair Funding
    - Regular Education: Flat tuition rate that more fairly represents the true cost of providing
      - Would provide nearly \$1M in savings to Cheltenham School District
    - Special Education: Tiered flat tuition rates representing true spending
      - State-wide tuition rates based on student needs
  - (2) Increased Accountability
    - Statewide performance standards
    - Limit enrollment if below standard
  - (3) Increased ethical standards
    - Required ethical board policies: against conflicts of interest and profiteering
    - Increased standards between private management companies
    - Annual independent audit

# PennDOT Purchase

## PennDOT Purchase



# PennDOT Purchase



# PennDOT Purchase

- Purchased through eminent domain
- \$60,000 Settlement plus fees incurred
- Property purchased:
  - 0.096 Right of Way
  - 0.105 Slope Easement
  - 0.032 Drainage Easement
  - 0.233 Total acreage purchased

# Questions



**THANK YOU!**

**Joshua Sweigard**  
**Director of Business Services**  
**Cheltenham School District**

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