

Cheltenham School District Finance Committee Meeting

Tuesday, November 1, 2022



Cheltenham School District

Mission & Vision Statements



Mission Statement

Drawing on its cultural richness, creativity, and tradition of scholastic excellence, the Cheltenham School District strives to nurture each child through a wealth of academic endeavors and community partnerships that provide the skills and vision needed to lead a productive and meaningful life beyond our classroom walls.

Vision Statement

With a clear connection between the classroom and the world, the Cheltenham School District will strive for excellence by:

1. inspiring our students to develop principled and knowledgeable responses to the local, national, and global challenges of the 21st century;
2. actively engaging parents in their children's intellectual, social, and moral education;
3. encouraging faculty and staff to continually broaden the web of connections between their academic disciplines and the world on which they depend;
4. stimulating dynamic leadership of building and district administrators; and
5. creating partnerships with community individuals, institutions, organizations, and businesses that model real-world connections for all students.

Agenda



AGENDA

- Interim Financial Statements: Balance Sheet & Statement of Changes in Fund Balances
- ESSER Update
- Act 1 Timeline & Update
- Act 57 Resolution

Interim Financial Statements



Financial Statement Presentation

CHELTENHAM SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

2020-2021 PDE-2057 Annual Financial Report - 06/30/2021 Fiscal Year End
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	General Fund	Capital Project Fund	Debt Service Fund	Total Governmental Funds
REVENUES				
Local sources	\$ 97,960,695	\$ 10,228	\$ -	\$ 97,970,923
State sources	24,778,833	-	-	24,778,833
Federal sources	1,731,970	-	-	1,731,970
TOTAL REVENUES	124,471,498	10,228	-	124,481,726
EXPENDITURES				
Instruction	69,717,129	-	-	69,717,129
Support services	35,404,819	-	-	35,404,819
Operation of non-instructional services	1,554,806	-	-	1,554,806
Refund of prior year revenues	526,350	24,448	-	550,798
Facilities acquisition, construction and improvement services	-	111,957	-	111,957
Debt service expenditures	-	-	8,845,264	8,845,264
Bond issue costs	-	539,936	-	539,936
TOTAL EXPENDITURES	107,203,104	676,341	8,845,264	116,724,709
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	17,268,394	(666,113)	(8,845,264)	7,757,017
OTHER FINANCING SOURCES (USES)				
Issuance of refunding bonds	-	27,475,000	-	27,475,000
Payments to refund bonds	-	(28,517,195)	-	(28,517,195)
Bond premium	-	1,582,131	-	1,582,131
Transfers in	-	-	8,845,264	8,845,264
Transfers out	(8,975,790)	-	-	(8,975,790)
TOTAL OTHER FINANCING SOURCES (USES)	(8,975,790)	539,936	8,845,264	409,410
NET CHANGE IN FUND BALANCES				
	8,292,604	(126,177)	-	8,166,427
FUND BALANCES AT BEGINNING OF YEAR, RESTATED*				
	10,437,873	15,030,780	-	25,468,653
FUND BALANCES AT END OF YEAR				
	\$ 18,730,477	\$ 14,904,603	\$ -	\$ 33,635,080

General Fund(10)

1000 Instruction		
1100 Regular Programs - Elementary / Secondary		46,484,227.31
1200 Special Programs - Elementary / Secondary		20,624,583.56
1300 Vocational Education		2,459,248.36
1400 Other Instructional Programs - Elementary / Secondary		118,492.84
1500 Nonpublic School Programs		27,472.06
Total Instruction		\$69,714,024.13
2000 Support Services		
2100 Support Services - Students		4,280,651.97
2200 Support Services - Instructional Staff		3,200,919.06
2300 Support Services - Administration		7,081,277.27
2400 Support Services - Pupil Health		1,001,288.10
2500 Support Services - Business		1,977,227.53
2600 Operation and Maintenance of Plant Services		10,003,586.14
2700 Student Transportation Services		5,240,016.75
2800 Support Services - Central		2,622,386.30
2900 Other Support Services		46,156.22
Total Support Services		\$35,453,509.34
3000 Operation of Non-Instructional Services		
3200 Student Activities		1,116,785.31
3300 Community Services		392,420.00
Total Operation of Non-Instructional Services		\$1,509,205.31
4000 Facilities Acquisition, Construction and Improvement Services		
4600 Existing Building Improvement Services		
Total Facilities Acquisition, Construction and Improvement Services		
5000 Other Expenditures and Financing Uses		
5100 Debt Service / Other Expenditures and Financing Uses		526,365.00
5200 Interfund Transfers - Out		8,975,790.00
Total Other Expenditures and Financing Uses		\$9,502,155.00
TOTAL ACTUAL EXPENDITURES & OTHER FINANCING USES		\$116,178,893.78

Interim Financial Statements



CHELTENHAM SCHOOL DISTRICT GENERAL FUND BALANCE SHEET OCTOBER 31, 2022

	<u>2022</u>	<u>2021</u>	<u>CHANGE</u>
<u>ASSETS</u>			
CASH	\$ 88,556,869	\$ 80,724,901	\$ 7,831,968
TAXES RECEIVABLE - DELINQUENT	3,363,167	3,363,167	-
INTER-FUND ACCOUNTS RECEIVABLE	1,754,502	1,446,853	307,649
STATE REVENUE RECEIVABLE	662,342	759,758	(97,416)
FEDERAL REVENUE RECEIVABLE	2,963,063	608,523	2,354,540
OTHER ACCOUNTS RECEIVABLE	14,751	101,116	(86,365)
INVENTORIES	115,767	108,094	7,673
PREPAID EXPENSES	1,603,760	1,103,786	499,974
TOTAL ASSETS	<u>99,034,221</u>	<u>88,216,198</u>	<u>10,818,023</u>
<u>LIABILITIES</u>			
INTERFUND PAYABLES	4,530,904	1,159,761	3,371,143
ACCRUED SALARIES & BENEFITS	2,838,790	6,640,796	(3,802,006)
DEFERRED REVENUE	77,766	77,766	-
TAXES RECEIVABLE - DEFERRED	3,363,168	3,363,168	-
TOTAL LIABILITIES	<u>10,810,628</u>	<u>11,241,491</u>	<u>(430,863)</u>
<u>EQUITY</u>			
RESERVE FUND BALANCE	9,878,929	3,580,378	6,298,551
UNRESERVED FUND BALANCE	15,150,099	15,150,099	-
TOTAL FUND BALANCE	<u>25,029,028</u>	<u>18,730,477</u>	<u>6,298,551</u>
CHANGE IN FUND BALANCE			
REVENUE	95,867,344	91,360,288	4,507,056
EXPENDITURES	(32,672,779)	(33,116,058)	443,279
TOTAL CHANGE IN FUND BALANCE	<u>63,194,565</u>	<u>58,244,230</u>	<u>4,950,335</u>
TOTAL EQUITY & CHANGE IN FUND BAL	<u>88,223,593</u>	<u>76,974,707</u>	<u>11,248,886</u>
TOTAL LIABILITY & EQUITY ACCOUNTS	<u>\$ 99,034,221</u>	<u>\$ 88,216,198</u>	<u>\$ 10,818,023</u>

Interim Financial Statements



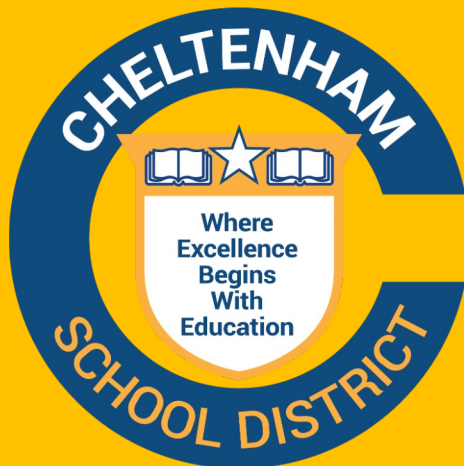
CHELTENHAM SCHOOL DISTRICT
GENERAL FUND INTERIM
YEAR-TO-DATE ENDED OCTOBER 31, 2022

	October 31, 2022	October 31, 2021	2022-2023 Budget	
REVENUES				
Local sources	\$ 88,157,981	\$ 85,186,239	\$ 99,780,763	
State sources	7,221,542	5,828,238	25,720,091	
Federal sources	487,821	345,811	1,599,146	
TOTAL REVENUES	95,867,344	91,360,288	127,100,000	
EXPENDITURES				
Instruction				
Regular programs	<i>Teachers</i>	11,886,377	11,955,400	52,657,462
Special programs	<i>Special Ed. Teachers/Tuition</i>	4,105,656	4,917,243	20,815,612
Vocational programs	<i>Industrial Arts/Eastern</i>	823,333	873,835	2,241,578
Other instructional programs	<i>Summer/Alt School</i>	362,122	281,132	215,500
Nonpublic school programs	<i>Nonpublic school programs</i>	-	-	17,600
Support services				
Pupil personnel services	<i>Student Svcs, Counselors...</i>	1,129,824	1,006,735	4,392,116
Instructional staff services	<i>Library, Curriculum</i>	968,430	902,009	3,552,164
Administration services	<i>Superintendent, Principals, Legal</i>	2,320,232	2,594,059	7,077,044
Pupil health services	<i>Nurses</i>	250,120	246,860	1,060,493
Business services	<i>Busines Office, Financial Svcs</i>	572,792	770,802	1,613,646
Operation and maintenance services	<i>Facilities</i>	3,396,086	3,126,245	10,113,614
Student transportation services	<i>Transportation</i>	911,015	639,927	9,024,236
Central services	<i>Information/Data</i>	970,002	878,953	2,711,654
Other support services		-	-	48,000
Operation of non-instructional services				
Student activities	<i>Athletics, Co-Curricular</i>	292,284	184,859	909,924
Community services		-	28,271	13,887
Debt service		4,273,861	4,413,771	10,635,470
Employee Benefits	<i>Vision, Dental, W/C</i>	410,645	295,957	-
TOTAL EXPENDITURES	32,672,779	33,116,058	127,100,000	
NET CHANGE IN FUND BALANCE	\$ 63,194,565	\$ 58,244,230	\$ -	

	2022-2023 Budget - \$	Thru 10/31/22 UnAudited - \$	Variance - \$	Variance %	Projection Year-End
<u>REVENUES</u>					
Local	99,781,763	88,157,981	(11,623,782)	88.35%	99,781,763
State	25,720,091	7,221,542	(18,498,549)	28.08%	25,720,091
Federal	1,599,146	487,821	(1,111,325)	30.51%	1,599,146
Fund Balance	-	-	-	N/A	-
TOTAL REVENUES and FUND BALANCE	127,101,000	95,867,344	(31,233,656)	75.43%	127,101,000
<u>EXPENDITURES</u>					
100 - Salary	51,138,930	13,685,731	37,453,199	26.76%	51,138,930
200 - Benefits	32,960,370	8,190,243	24,770,127	24.85%	32,960,370
300 - Prof/Tech Svcs	7,561,425	751,262	6,810,163	9.94%	7,561,425
400 - Purchased Property Svcs	2,927,330	941,305	1,986,025	32.16%	2,927,330
500 - Other Purchased Svcs	17,780,111	2,881,709	14,898,402	16.21%	17,780,111
600 - Supplies	3,330,548	1,551,322	1,779,226	46.58%	3,330,548
700 - Property	365,524	57,159	308,365	15.64%	365,524
800 - Other Objects	5,131,762	2,389,045	2,742,717	46.55%	5,131,762
900 - Other Financing Uses	5,905,000	2,225,000	3,680,000	37.68%	5,905,000
TOTAL EXPENDITURES	127,101,000	32,672,776	94,428,224	25.71%	127,101,000

ESSER Update

ESSER Spending to Date



	Grant Amount	2020-2021 Expenditures	2021-2022 Expenditures	Remaining
COUNTY ESSER	\$ 543,171	\$ (543,171)	\$ -	\$ -
PCCD/GEER	395,459	(395,459)	-	-
ESSER I	387,882	(207,529)	(180,353)	-
ESSER II	1,943,192	(4,450)	(1,664,841)	240,623
ESSER III	3,930,515	-	-	3,930,515
	<u>\$ 7,200,219</u>	<u>\$ (1,150,609)</u>	<u>\$ (1,845,194)</u>	<u>\$ 4,171,138</u>

ESSER Update

ESSER Spending Highlights

- ESSER spending includes:
 - Additional curriculum development to address learning loss
 - Math Foundations
 - Summer School
 - Coaching on student mental health
 - Behavior specialists
 - Additional technology in classrooms and for students
 - Increase in air quality & related controls



2023-2024 Act 1 Timeline

2023-2024 Act 1 Timeline

Timeline for Events Related to 2023-2024 Budget Process Special Session Act 1 of 2006

**Dates in Timeline Apply to All School Districts except
Philadelphia City SD, Pittsburgh SD, and Scranton SD**

Date	Description	Section
September 1, 2022 <i>(Annual deadline)</i>	Department of Education publishes the 2023-2024 base index in the Pennsylvania Bulletin.	Section 333(l)
September 30, 2022 <i>(Annual deadline)</i>	Department of Education notifies school districts of their 2023-2024 adjusted index.	Section 313(2)
December 15, 2022 <i>(Annual deadline)</i>	School districts 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 2021 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 2021 calendar year.)	Sections 503(b)(2); 324(2)
December 27, 2022 <i>(30 days prior to preliminary budget public inspection deadline)</i>	Department of Education deadline to notify school districts of school year of AFR data to be used when calculating referendum exception in Section 333(f)(2)(v).	Section 333(j)(4)
December 31, 2022 <i>(60 days prior to March 1 application deadline)</i>	School Districts 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 26, 2023 <i>(110 days prior to primary election)</i>	School district deadline to make 2023-2024 proposed version of preliminary budget available for public inspection or 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)
January 31, 2023 <i>(5 days after resolution adoption)</i>	School district deadline to submit a copy of resolution adopted pursuant to 311(d)(1) and proposed tax rate increases to Department of Education in the Consolidated Financial Reporting System (CFRS) application.	Section 311(d)(2)
February 5, 2023 <i>(10 days prior to preliminary budget adoption deadline)</i>	School district deadline to give public notice of the intent to adopt the 2023-2024 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.	Section 311(c)



2023-2024 Act 1 Timeline

2023-2024 Act 1 Timeline

- Cheltenham School District Act 1 Rate:
 - 4.1%



Act 57



Act 57 Resolution

- Act 57 of 2022 changes the “Local Tax Collection Law” to require tax collectors to waive penalties and interest imposed for the late payment of real estate taxes in certain limited instances – primarily cases in which a new property owner did not timely receive a real estate tax bill in the first year of property ownership.”

Questions



THANK YOU!

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Cheltenham School District

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