

NORTHWESTERN LEHIGH SCHOOL DISTRICT

**6493 ROUTE 309
NEW TRIPOLI, PA 18066**

2015-2016

GENERAL FUND BUDGET



FINAL BUDGET

June 17, 2015

Northwestern Lehigh School District MISSION STATEMENT

It is the mission of the Northwestern Lehigh School District to educate, challenge and inspire our students with a commitment to excellence through learning. Northwestern Lehigh...Excellence through learning!

Educate, Challenge & Inspire!

NORTHWESTERN LEHIGH SCHOOL DISTRICT SUPERINTENDENT'S BUDGET MESSAGE



PRESENTED TO: The Board of School Directors and
The Public of Northwestern Lehigh School District

Northwestern Lehigh School District is a great place to learn and work, and we are proud to continue to offer well-rounded academic and extra-curricular opportunities for the students of our District. The Board of School Directors approved the Proposed Final Budget for 2015-2016 at the May 13, 2015 Board Meeting. As we finalize our budget for 2015-2016, it is important to note that all programs with strong enrollment, effective class sizes, and current offerings in extra-curricular and athletic activities will be maintained for the 2015-2016 school year. ***For the fifth consecutive year, the 2015-16 Proposed Final Budget will be presented with no tax increase.*** I am proud that our Board and employees continue to work together to ...***Educate, Challenge, and Inspire...Excellence through learning.***

The 2015-16 budget was developed as a collaborative effort of the Board, administration, and employees. Budget development began back in October of 2014. From November through April, budget meetings were held with administrators, teachers, and the Board to further examine and refine the budget. Administrators met and determined appropriate staffing levels for classrooms and departments across all areas of instruction and operations.

Budget discussions were held in public meetings during and Finance Committee and regular Board Meetings in December, January, February, and April with the Proposed Final Budget Adoption at the May 13, 2015 Board Meeting.

Our Board of School Directors work together with administration, employees, and the community to provide the best, affordable education possible. ***Northwestern remains financially and educationally sound.*** Our students demonstrate outstanding achievement as measured by PSSA and Keystone assessments, but they are much more than scores on state tests. Our students, kindergarten through 12th grades, demonstrate significant growth and achievement in all aspects of our core curriculum; in performance based activities such as art, music, drama, health and wellness, business and technology education, family and consumer science and career and technical education; in athletic and scholastic competitions/events; and through community service. We are proud to deliver a budget that maintains excellent programs, experiences, and opportunities for our children without increasing property taxes for our residents.

We will continue to be conservative with our spending, and at the same time, the School Board and District employees remain committed to providing a rigorous education, healthy food choices, efficient facilities, and safe transportation for our children. We will continue to maximize our resources so we can provide a high quality, fiscally responsible education for our children that will ...***Educate, Challenge, and Inspire....*** our students! Thank you for your ongoing support of the Northwestern Lehigh School District and for helping Northwestern to demonstrate***Excellence through learning!***

Sincerely,

A handwritten signature in cursive script, reading "Mary Anne Wright".

Dr. Mary Anne Wright
Superintendent of Schools

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
6493 ROUTE 309, NEW TRIPOLI, PA 18066
2015-2016**

SCHOOL BOARD MEMBERS

**Paul C. Fisher, Jr., President
Darryl S. Schafer, Vice President
Greg Sanders, Secretary
Willard G. Dellicker, Treasurer
Todd Hernandez
Ronald L. Morrison
Joseph J. Reiter
Leroy Sorensen
Phillip Toll
John E. Freund III, Esq., Solicitor**

Administrators

**Dr. Mary Anne Wright, Superintendent
Jennifer Holman, Assistant Superintendent
Leslie Frisbie, Business Administrator
Luann Matika, Director of Human Resources
Dr. Mark Scott, Director of Student Services
LeAnn Stitzel, Director of Curriculum and Technology
Arthur Oakes, Director of Operations
Northwestern Lehigh Administrative/Business Offices
6493 Route 309, New Tripoli, PA 18066**

**Aileen Yadush, High School Principal
Donald Allen, Assistant High School Principal
Northwestern Lehigh High School
6493 Route 309, New Tripoli, PA 18066**

**William Dovico, Middle School Principal
Amy Wahl, Assistant Middle School Principal
Northwestern Lehigh Middle School
6636 Northwest Road, New Tripoli, PA 18066**

**Maria Pulli, Elementary Principal
Northwestern Elementary Building
6493 Route 309, New Tripoli, PA 18066**

**Jill Berlet, Elementary Principal
Weisenberg Elementary Building
2665 Golden Key Road, Kutztown, PA 19530**

**Andrea Madochick, Supervisor of Food Services
Jason Zimmerman, Director of Student Athletics and Activities**

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET**

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**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-2016 FINAL BUDGET SUMMARY**

		May 13, 2015	June 17, 2015			
	Final	Budget	Final	Change from	Change from	% Change from
	2014-15	2015-16	2015-16	May 13th	2014-15	2014-15
Northwestern Elementary	80,790	80,790	80,790	-	-	
Weisenberg Elementary	80,790	80,790	80,790	-	-	
Middle School	83,460	83,460	83,460	-	-	
High School	115,793	115,793	115,793	-	-	
Business Office	90,699	84,069	84,069	-	(6,630)	
Superintendent	18,615	18,465	18,465	-	(150)	
Curriculum	240,076	240,076	240,076	-	-	
Technology	565,814	698,481	698,481	-	132,667	
Special Education	17,485	17,855	17,855	-	370	
Assistant Superintendent	28,324	31,565	31,565	-	3,241	
Human Resources	26,875	29,925	29,925	-	3,050	
Buildings & Grounds	823,994	822,994	822,994	-	(1,000)	
Transportation	398,254	398,254	398,254	-	-	
Athletics & Activities	218,350	211,924	211,924	-	(6,426)	
ESL					-	
Total Building & Departments	\$ 2,789,319	\$ 2,914,441	\$ 2,914,441	\$ -	\$ 125,122	4.49%
District Wide:						
Salaries:						
Total Salaries	16,980,417	17,220,732	17,158,645	(62,087)	178,228	1.05%
Benefits-All Staff						
Medical	2,663,866	2,630,431	2,609,146	(21,285)	(54,720)	
Dental	155,874	144,912	144,338	(574)	(11,536)	
Life Insurance	34,038	31,535	31,341	(194)	(2,697)	
Long-Term Disability	37,511	33,341	33,190	(151)	(4,321)	
Vision	13,142	13,333	13,277	(56)	135	
Prescription	564,425	631,172	628,808	(2,364)	64,383	
Social Security	1,311,868	1,317,203	1,312,454	(4,749)	586	
PSERS	3,670,991	4,439,949	4,423,905	(16,044)	752,914	
Tuition	51,528	50,980	50,892	(88)	(636)	
Unemployment Compensation	24,618	25,424	25,249	(175)	631	
Workers' Compensation	211,796	214,617	177,787	(36,830)	(34,009)	
Other Benefits	66,290	67,990	68,175	185	1,885	
Total Benefits-All Staff	8,805,947	9,600,887	9,518,562	(82,325)	712,615	8.09%
District Wide	10,316,863	13,875,805	13,875,805	-	3,558,942	34.50%
Grant Expenditures	439,046	43,670	43,670	-	(395,376)	-90.05%
Total Expenditures	39,331,592	43,655,535	43,511,123	(144,412)	4,179,531	10.63%
Total Revenue	38,153,393	39,658,787	39,599,749	(59,038)	1,446,356	3.79%
Surplus/(Shortfall) before FB	(1,178,199)	(3,996,748)	(3,911,374)			
FB Transfer for Capital Projects		2,850,000	2,850,000			
Surplus/(Shortfall)		(1,146,748)	(1,061,374)			



**NORTHWESTERN LEHIGH SCHOOL DISTRICT
REVENUES AND OTHER FINANCING SOURCES
SUMMARIZED VARIANCES FROM 2014-2015 BUDGET
2015-2016 FINAL BUDGET**

CATEGORY	KEY ASSUMPTIONS	CHANGE FROM 2014-2015
LOCAL REVENUE		
<i>Local Real Estate Taxes</i>	<i>Variance based on assessed value growth & TIF revenues</i>	<i>\$ 559,000</i>
<i>Interim Real Estate Taxes</i>	<i>Variance based on collection history</i>	<i>\$ (30,000)</i>
<i>Earned Income Taxes</i>	<i>Variance based on collection history</i>	<i>\$ 200,000</i>
<i>Delinquent Real Estate Taxes</i>	<i>Variance based on collection history</i>	<i>\$ 50,000</i>
<i>Interest Earnings</i>	<i>Variance based on estimated interest rates</i>	<i>\$ (40,000)</i>
<i>All Other Local Sources (net)</i>		<i>\$ (5,000)</i>
LOCAL REVENUE- TOTAL CHANGE		\$ 734,000
STATE REVENUE		
<i>Basic Education Funding</i>	<i>Variance based on Governor's budget</i>	<i>\$ 433,000</i>
<i>Tuition for Section 1305 & 1306</i>	<i>Variance based on historical revenue</i>	<i>\$ (5,000)</i>
<i>Special Education Funding</i>	<i>Variance based on Governor's budget</i>	<i>\$ 120,000</i>
<i>Transportation</i>	<i>Variance based on increased funding in 2014-15</i>	<i>\$ 100,000</i>
<i>Rental & Sinking Payments</i>	<i>Variance based on scheduled debt payments</i>	<i>\$ (23,000)</i>
<i>State Property Tax Reduction (gaming)</i>	<i>Variance based on state allocation</i>	<i>\$ 5,000</i>
<i>Accountability Block Grants</i>	<i>Anticipated elimination of grant program</i>	<i>\$ (311,000)</i>
<i>Social Security Reimbursement</i>	<i>Variance based on estimated salaries</i>	<i>\$ 4,000</i>
<i>Retirement Reimbursement</i>	<i>Variance in Employer Contribution Rate to 25.84%</i>	<i>\$ 390,000</i>
STATE REVENUE- TOTAL CHANGE		\$ 713,000
FEDERAL REVENUE		
<i>Title I & II</i>	<i>Variance based on estimated allocation for 2015-16</i>	<i>\$ (500)</i>
FEDERAL REVENUE- TOTAL CHANGE		\$ (500)
TOTAL REVENUE & OTHER FINANCING SOURCES		\$ 1,446,500

NOTE: Highlighted items reflect changes from May 13th Proposed Final Budget.

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET EXPLANATION
REVENUE FROM LOCAL SOURCES**

6111 REAL ESTATE TAXES (includes 0 millage increase).....	\$22,664,862
<p><i>Real Estate Tax is the main source of revenue for funding the operations of the Northwestern Lehigh School District. It is based on the assessed valuation of all taxable property within the School District and is collected by the local elected tax collectors.</i></p> <p><i>This year's tax is based on an assessed valuation of 1,525,375,300 and is estimated to be 96% collectable, resulting in a net budgetary value per mill of \$1,454,372. The total millage required for the 2015-16 Budget is 15.9631 mills. This represents a 0 mill increase over the prior year's millage.</i></p>	
6112 INTERIM REAL ESTATE TAXES.....	\$170,000
<p><i>Interim Real Estate Tax is revenue from the increase in assessed valuations of local property as a result of improvements or construction to property after mailing of original tax notices. This year's estimate is based on historical collections as a percentage of the current year's assessed valuation and anticipated commercial/residential construction.</i></p>	
6113 PUBLIC UTILITY REALTY TAX.....	\$33,000
<p><i>Public Utility Realty Tax is revenue collected and distributed by the Commonwealth of Pennsylvania pursuant to Act 66 of 1970. The allocation is based on the District's total revenues as a ratio of the total revenues of all participants, and the real estate tax, which the District could have collected if the utilities were not exempt entities. This year's estimate is based on the previous year's receipt, the District's millage rate, and the anticipated percentage of the Commonwealth's total revenues.</i></p>	
6114 PAYMENTS IN LIEU OF TAXES.....	\$5,700
<p><i>Payments in Lieu of Taxes are revenues received in lieu of taxes for property withdrawn from the tax rolls for public housing, forest lands, game lands, water conservation, or flood control. This is computed at \$ 0.20 per acre.</i></p>	
6143 LOCAL SERVICES TAX.....	\$47,000
<p><i>Act 511 of 1965 allows a flat rate assessment on resident and nonresident individuals employed within the School District boundaries for the privilege of engaging in an occupation. Flat rate assessment is \$10.00 for Heidelberg, Lowhill, Lynn and Weisenberg Townships. Estimates are made using historical collection data.</i></p>	
6151 EARNED INCOME TAX.....	\$2,500,000
<p><i>Earned income taxes are assessed at one percent (1%) of earned income pursuant of Act 511. Earned income tax revenues are shared equally with our component municipalities resulting in an effective rate equal to 0.5% for the School District. Estimates are made using historical collection and personal income data. Earned income taxes are collected by the tax collector appointed by the Lehigh Tax Collection Committee pursuant to Act 32 of 2008.</i></p>	
6153 TRANSFER TAX.....	\$250,000
<p><i>Transfer Tax is revenue collected by the County Recorder of Deeds on the value of all real estate property within the School District boundaries sold during the year. This tax is equal to 1/2% of the value of the property being sold and is paid at the time of title transfer. This year's estimate is based on historical collections and anticipated growth.</i></p>	
6154 CURRENT AMUSEMENT TAX.....	\$0
<p><i>Act 511 of 1965 allows a 10% assessment on admission prices to places of amusement, entertainment or recreation within the School District boundaries. Act 50 of 1998 froze amusement tax revenues at June 30, 1997 levels. Effective July 1, 2013, the district eliminated the Amusement Tax.</i></p>	

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
EXPLANATION REVENUE FROM LOCAL SOURCES (cont'd)**

6411 DELINQUENT REAL ESTATE TAX.....	\$800,000
<i>Delinquent Real Estate Taxes are collected by Portnoff Law Associates. It represents regular real estate taxes not paid during the original year of levy. These taxes also include revenue from roll-back taxes on Act 319/515 properties. Unpaid taxes for bills issued prior to July 1, 2004, have been collected by the County Tax Claims Bureau.</i>	
6412 DELINQUENT INTERIM REAL ESTATE TAX.....	\$10,000
<i>Delinquent Interim Real Estate Taxes are collected by Portnoff Law Associates. It represents interim real estate taxes not paid during the original year of levy. Estimates are based on historical collections. Unpaid taxes for bills issued prior to July 1, 2004, have been collected by the County Tax Claims Bureau.</i>	
6510 INTEREST EARNINGS.....	\$200,000
<i>Interest earnings are revenues received from investing the School District's resources as they become available, and include earnings on various forms of cash and cash equivalents.</i>	
6710 ADMISSIONS.....	\$65,000
<i>Admissions revenue represents anticipated gate receipts for athletic events, band concerts, and school plays.</i>	
6790 OTHER STUDENT ACTIVITY INCOME.....	\$10,000
<i>Other Student Activity Income represents amounts charged for use of School District vehicles by school-related organizations or groups.</i>	
6832 REVENUE FROM INTERMEDIATE SOURCES-FEDERAL.....	\$332,578
<i>Funds received by the School District for reimbursement of expenses incurred during participation the Individuals with Disabilities Education Act (IDEA) consortium programs.</i>	
6910 RENTALS.....	\$15,000
<i>Rentals represents revenue received from various government bodies, organizations, and civic groups for the rental of the School District's buildings and facilities.</i>	
6920 CONTRIBUTIONS/DONATIONS FROM PRIVATE SOURCES.....	\$110,000
<i>Revenues received from private sources for which no repayment is expected. The School District uses this account primarily for revenues received through the Pennsylvania Earned Income Tax Credit and Educational Foundation.</i>	
6943 ADULT EDUCATION.....	\$5,000
<i>Adult Education represents revenues received for adult education programs provided by the School District.</i>	
6944 TUITION - OTHER DISTRICT.....	\$10,000
<i>Tuition - Other District represents monies received from other districts in Pennsylvania for education provided to pupils from the paying district.</i>	
6961 TRANSPORTATION FEES.....	\$5,000
<i>Funds received by other LEAs for transportation of pupils.</i>	
6999 MISCELLANEOUS REVENUE.....	\$25,000
<i>Miscellaneous Revenue represents those items of revenue received during the year that cannot be classified as one of the previously identified sources.</i>	
REVENUE FROM LOCAL SOURCES	
	<u>\$27,258,140</u>

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET EXPLANATION
REVENUE FROM STATE AND FEDERAL SOURCES**

7110 BASIC EDUCATION FUNDING.....	\$5,851,223
<i>Basic Education Funding (BEF) is the primary source of state funding provided to local school districts. Each school district's share of this subsidy is based on a formula that takes into account the district's previous level of subsidy adjusted for various components evaluated by using such information as Average Daily Membership (weighted) and Market Value Personal Income Aid Ratio.</i>	
7160 TUITION FOR SECTION 1305 AND 1306.....	\$20,000
<i>This revenue represents tuition received from the Commonwealth of children who are orphans and/or children placed in private homes by the court. Payments are made in accordance with Sections 1305 and 1306 of the Public School Code.</i>	
7271 SPECIAL EDUCATION	\$1,396,441
<i>Special Education is a subsidy to school districts for the costs associated with instructing exceptional children in mandated special education programs. Payments are made in accordance with Sections 2509 and 1373.1 of the Public School Code. As of 2004-2005, this amount also includes special education contingency funding.</i>	
7310 TRANSPORTATION.....	\$928,448
<i>Transportation is a reimbursement to school districts for the operation of a school busing program in compliance with state law and regulations. It is not required that each school district operate a busing program, but if operated, it must comply with the state laws and regulations and is then eligible for reimbursement based on the number of student transported, miles driven, and other approved factors.</i>	
7320 RENTAL AND SINKING FUND PAYMENTS.....	\$350,000
<i>Rental and Sinking Fund reimbursement is available to school districts to reimburse approved debt service charges. To be eligible, building plans must have been approved by the Department of Education in conformance with the District's Long-Range Plan. Reimbursement for the LCTI borrowing is reflected in this amount.</i>	
7330 HEALTH SERVICES.....	\$41,000
<i>Health Services is a reimbursement available to each school district providing the required health examinations in certain grade levels of the district and nursing services to pupils (both public and non-public).</i>	
7340 STATE PROPERTY TAX REDUCTION ALLOCATION.....	\$677,622
<i>Designated for school district property tax reduction. Payments are made in accordance with section 505 of Special Session Act 1 of 2006.</i>	
7501 PA ACCOUNTABILITY BLOCK GRANTS.....	\$0
<i>Revenue received from the Commonwealth of PA authorized by Act 48 of 2003 for school districts to implement research-based programs to boost student achievement.</i>	
7810 STATE SOCIAL SECURITY PAYMENTS.....	\$654,113
<i>Revenue received from the State designated as the Commonwealth's matching share of the employer's contribution of the social security taxes for covered employees which are not federally funded.</i>	
7820 STATE RETIREMENT PAYMENTS.....	\$2,209,449
<i>Revenue received from the State designated as the Commonwealth's matching share of the employer's contribution of retirement for eligible employees, which are not federally funded.</i>	
REVENUE FROM STATE SOURCES	
<u><u>\$12,128,296</u></u>	
8514 IMPROVING BASIC PROGRAMS-TITLE I.....	\$176,345
<i>Revenue received for the education of disadvantaged children under NCLB, Title I.</i>	
8515 IMPROVING TEACHER QUALITY-TITLE II.....	\$34,968
<i>Revenue received for the education of children under NCLB, Title II.</i>	
8820 MEDICAL ASSISTANCE REIMBURSEMENT.....	\$2,000
<i>The Administrative Claiming Program reimbursement for the costs associated with administrative Medicaid-related activities. Payments for School Based Access Program Administration Claiming Program are received from the Department of Revenue.</i>	
REVENUE FROM FEDERAL SOURCES	
<u><u>\$213,313</u></u>	

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-2016 FINAL BUDGET
REVENUES AND OTHER FINANCING SOURCES**

Account	Description	12-13 Actual	13-14 Actual	14-15 Budget	15-16 Final	Increase/ (Decrease)
6111	Current Real Estate Taxes	\$21,270,232	\$21,302,587	\$22,106,131	\$22,664,862	\$558,731
6112	Interim Real Estate Taxes	\$92,202	\$103,997	\$200,000	\$170,000	(\$30,000)
6113	Public Utility Realty Tax	\$33,488	\$31,312	\$33,000	\$33,000	\$0
6114	Payments in Lieu of Current Taxes	\$5,708	\$5,733	\$6,000	\$5,700	(\$300)
6143	Local Services Tax (LST)	\$41,152	\$46,612	\$45,000	\$47,000	\$2,000
6151	Earned Income Taxes	\$2,153,990	\$2,498,518	\$2,300,000	\$2,500,000	\$200,000
6153	Real Estate Transfer Taxes	\$320,117	\$606,413	\$250,000	\$250,000	\$0
6154	Amusement Taxes	\$9,700	\$0	\$0	\$0	\$0
6411	Delinquent Real Estate Taxes	\$779,715	\$892,427	\$750,000	\$800,000	\$50,000
6412	Delinquent Int. Real Estate Taxes	\$15,121	\$23,291	\$10,000	\$10,000	\$0
6510	Earnings on Investments	\$134,410	\$94,481	\$240,000	\$200,000	(\$40,000)
6710	Admissions - Student Activities	\$60,786	\$63,441	\$50,000	\$60,000	\$10,000
6740	Fees	\$3,089	\$2,784	\$10,000	\$5,000	(\$5,000)
6790	Misc Transportation	\$8,288	\$20,642	\$10,000	\$10,000	\$0
6821	Rev from Other LEA's - State	\$1,149	\$0	\$0	\$0	\$0
6829	Rev from Intermediate Sources-State	\$0	\$0	\$0	\$0	\$0
6831	Intermediate Unit-Federal Pass Through	\$11,504	\$0	\$0	\$0	\$0
6832	Rev from Intermediate Sources-Federal	\$367,354	\$347,907	\$332,578	\$332,578	\$0
6910	Rentals	\$21,641	\$27,077	\$10,000	\$15,000	\$5,000
6920	Contributions/Donations Private Sources	\$32,783	\$7,542	\$125,000	\$10,000	(\$115,000)
6921	Capital Contributions	\$113,909	\$89,648	\$0	\$100,000	\$100,000
6943	Adult Education	\$4,435	\$4,014	\$7,000	\$5,000	(\$2,000)
6944	Tuition - Other Districts	\$7,620	\$11,657	\$15,000	\$10,000	(\$5,000)
6949	Other Tuition From Patrons	\$680	\$0	\$0	\$0	\$0
6961	Transportation Fees	\$5,236	\$10,589	\$0	\$5,000	\$5,000
6991	Refund of a Prior Year Expenditure	\$2,012	\$77,323	\$0	\$0	\$0
6999	Miscellaneous Revenue	\$28,689	\$21,850	\$25,000	\$25,000	\$0
TOTAL	REVENUE FROM LOCAL SOURCES	\$25,525,010	\$26,289,845	\$26,524,709	\$27,258,140	\$733,431

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-2016 FINAL BUDGET
REVENUES AND OTHER FINANCING SOURCES**

Account	Description	12-13 Actual	13-14 Actual	14-15 Budget	15-16 Final	Increase/ (Decrease)
7000	<u>REVENUE FROM STATE SOURCES</u>					
7110	Basic Education Funding	\$5,317,738	\$5,418,397	\$5,418,397	\$5,851,223	\$432,826
7160	Tuition for Section 1305 & 1306	\$25,832	\$17,350	\$25,000	\$20,000	(\$5,000)
7271	Special Education Of Exceptional Pupils	\$1,329,211	\$1,276,343	\$1,276,343	\$1,396,441	\$120,098
7310	Transportation	\$933,273	\$996,094	\$828,525	\$928,448	\$99,923
7320	Rental And Sinking Fund Payments	\$316,409	\$346,346	\$373,142	\$350,000	(\$23,142)
7330	Health Services	\$41,536	\$41,430	\$41,000	\$41,000	\$0
7340	State Property Tax Reduction Allocation	\$665,883	\$666,586	\$672,236	\$677,622	\$5,386
7501	PA Accountability Block Grants	\$85,745	\$85,745	\$310,994	\$0	(\$310,994)
7810	Revenue For Social Security Payments	\$610,448	\$614,841	\$650,250	\$654,113	\$3,863
7820	Revenue For Retirement Payments	\$1,003,373	\$1,376,389	\$1,819,000	\$2,209,449	\$390,449
TOTAL	REVENUE FROM STATE SOURCES	\$10,329,448	\$10,839,521	\$11,414,887	\$12,128,296	\$713,409
8000	<u>REVENUE FROM FEDERAL SOURCES</u>					
8514	Improving Basic Programs - Title I	\$198,346	\$176,152	\$176,739	\$176,345	(\$394)
8515	Improving Teacher Quality - Title II	\$45,287	\$30,887	\$35,058	\$34,968	(\$90)
8820	Medical Assistance Reimbursement	\$4,799	\$2,732	\$2,000	\$2,000	\$0
8000	REVENUE FROM FEDERAL SOURCES	\$248,432	\$209,771	\$213,797	\$213,313	(\$484)
	TOTAL REVENUES & OTHER FINANCING SOURCES	\$36,102,890	\$37,339,137	\$38,153,393	\$39,599,749	\$1,446,356
	APPROPRIATION OF FUND BALANCE			\$1,178,199	\$3,911,374	
	TOTAL APPROPRIATION OF FUND BALANCE, REVENUES & OTHER FINANCING SOURCES	\$36,102,890	\$37,339,137	\$39,331,592	\$43,511,123	\$1,446,356

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
CHART OF TAX MILLAGE AND ASSESSED VALUES**

SCHOOL YEAR	MILLAGE LEVEL	% CHANGE PRIOR YEAR	ASSESSED VALUE	NET ASSESSED VALUE*	EST GROSS VALUE OF 1 MILL	COLLECTIONS	% OF DUPLICATE COLLECTED
2015-16 Budget	15.96	0.00%	1,525,375,300	1,483,618,134	\$1,454,372.00 Gaming Funds	\$23,216,424 (677,622)	** 96.00%
2014-15 Budget	15.96	0.00%	1,505,604,500	1,463,847,334	\$1,404,845.00 Gaming Funds	\$22,778,367 (672,236)	** 96.00%
2013-14 Actual	15.96	Reassessment	1,455,289,500	1,413,610,809	\$1,385,373.00 Gaming Funds	\$22,114,979 (666,586)	95.20%
2012-13 Actual	50.66	0.00%	452,432,450	439,287,360	\$446,151.00 Gaming Funds	\$21,936,115 (665,883)	95.58%
2011-12 Actual	50.66	0.00%	451,702,650	438,557,560	\$444,369.00 Gaming Funds	\$21,845,771 (665,966)	95.33%
2010-11 Actual	50.66	2.53%	450,926,550	437,778,870	\$431,599.00 Gaming Funds	\$21,864,817 (666,002)	95.59%
2009-10 Actual	49.41	4.22%	446,075,975	432,594,217	\$427,533.35 Gaming Funds	\$21,124,423 (665,953)	95.71%
2008-09 Actual	47.41	5.19%	434,234,800	420,270,101	\$413,328.20 Gaming Funds	\$19,595,890 (662,156)	95.02%
2007-08	45.07	5.01%	427,085,300		\$408,824.45	\$18,425,718	95.72%
2006-07	42.92	5.40%	406,930,196		\$391,732.25	\$16,813,148	96.27%
2005-06	40.72	10.74%	392,761,397		\$377,765.00	\$15,382,591	96.18%
2004-05	36.77	7.11%	381,012,509		\$365,527.01	\$13,440,428	95.94%
2003-04	34.33	2.91%	370,444,663		\$353,724.53	\$12,143,363	95.49%
2002-03	33.36	3.67%	350,591,051		\$332,842.75	\$11,103,634	94.94%
2001-02	32.18	0.00%	342,234,181		\$324,472.23	\$10,440,981	94.81%
2000-01	32.18	1.58%	329,660,578		\$311,364.42	\$10,019,939	94.45%

* Net assessed value after offset associated with State property tax reduction allocation (gaming).

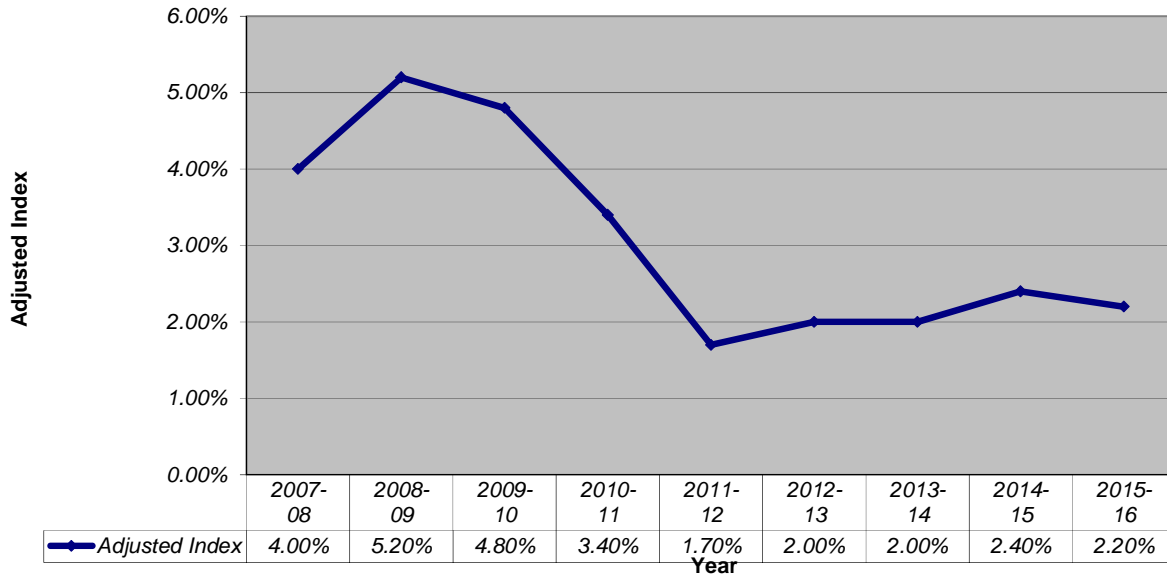
** Collections are net of Tax Incremental Financing (TIF) revenue required to be sent to Trustee.

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
TAX MILLAGE/RATE CHART**

	<i>Estimated Assessed Value</i>	<i>Change in Assessment</i>	<i>Percent</i>
2015-16	1,514,628,400	9,023,900	0.60%
2014-15	1,505,604,500		
		2015-16 Millage	
		15.9631	
	<i>Property Assessment</i>	2015-16 Tax Bill	
	1,000	\$15.96	
	50,000	\$798.16	
	100,000	\$1,596.31	
	110,000	\$1,755.94	
	120,000	\$1,915.57	
	130,000	\$2,075.20	
	140,000	\$2,234.83	
	150,000	\$2,394.47	
	160,000	\$2,554.10	
	170,000	\$2,713.73	
	180,000	\$2,873.36	
Average	191,508	\$3,057.06	
	200,000	\$3,192.62	
	210,000	\$3,352.25	
	220,000	\$3,511.88	
	230,000	\$3,671.51	
	240,000	\$3,831.14	
	250,000	\$3,990.78	
	260,000	\$4,150.41	
	270,000	\$4,310.04	
	280,000	\$4,469.67	
	290,000	\$4,629.30	
	300,000	\$4,788.93	
	350,000	\$5,587.09	
	400,000	\$6,385.24	
	450,000	\$7,183.40	
	500,000	\$7,981.55	

THE INDEX SPECIAL SECTION ACT 1 OF 2006

The Act 1 index is used to determine the maximum tax increase (without court, PDE, or voter approval) allowed. The Index is calculated by averaging the percentage increase in the Pennsylvania Statewide Average Weekly Wage and the Federal Employment Cost Index for elementary/secondary schools. For 2015-16, the base index is 1.9%. For school district with a market value/income aid ratio greater than 0.4000, an upward adjustment is made to the index. For 2015-16, the adjusted index is 2.2%.

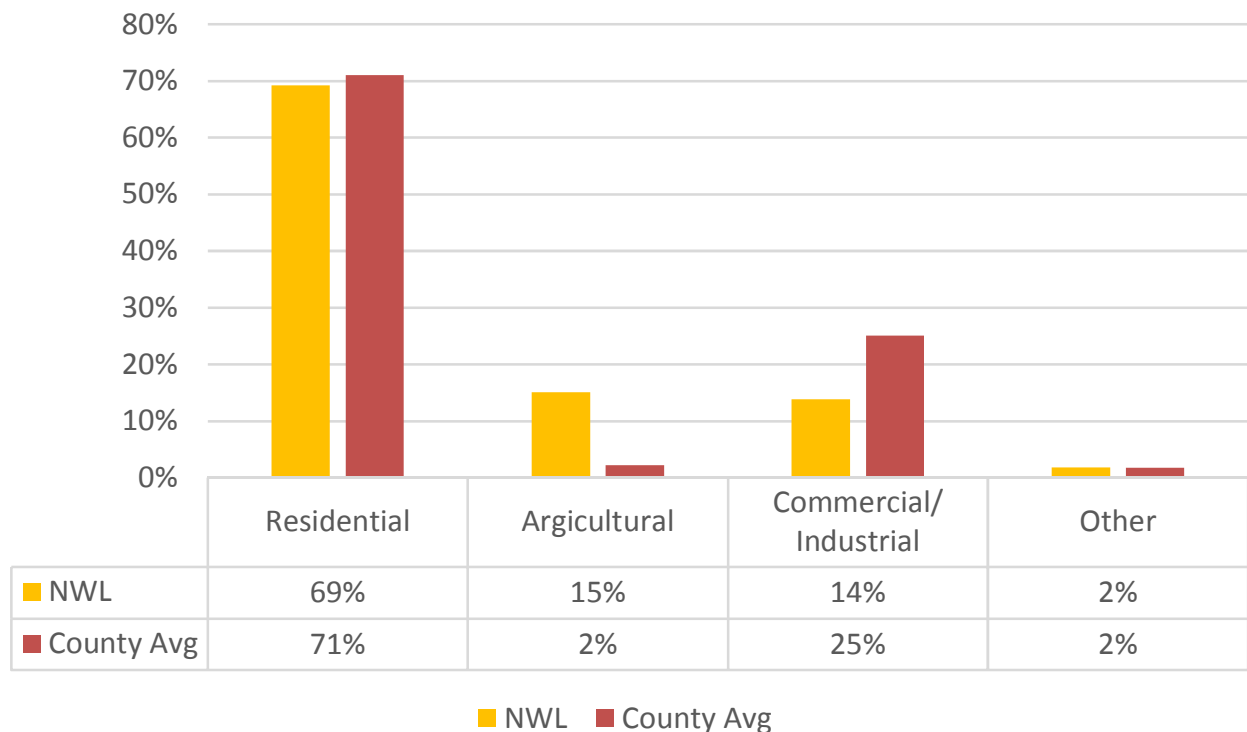


Source: Adjusted Index History obtained from the Pennsylvania Department of Education (PDE)
http://www.portal.state.pa.us/portal/server.pt/community/property_tax_relief/7452/act_1_index/510332

REAL ESTATE TAXES

Real Estate Tax is the main source of revenue for funding the operations of the Northwestern Lehigh School District. It is based on the assessed valuation of all taxable property within the district and is collected by local elected or appointed tax collectors. Residential properties represent approximately 72% of the total taxable assessment for the district.

The 2015-16 General Fund budget is based on an assessed valuation of \$1,514,628,400 and is estimated to be 96% collectible, resulting in a net budgetary value per mill of \$1,454,372. The total millage required for the 2015-16 budget is 15.9631 mills. This represents a 0.00 mill increase over the prior year's millage rate.



Source: Assessment data obtained from Lehigh County Property Classification Totals report as of 1/27/15.

LEHIGH COUNTY MILLAGE RATES

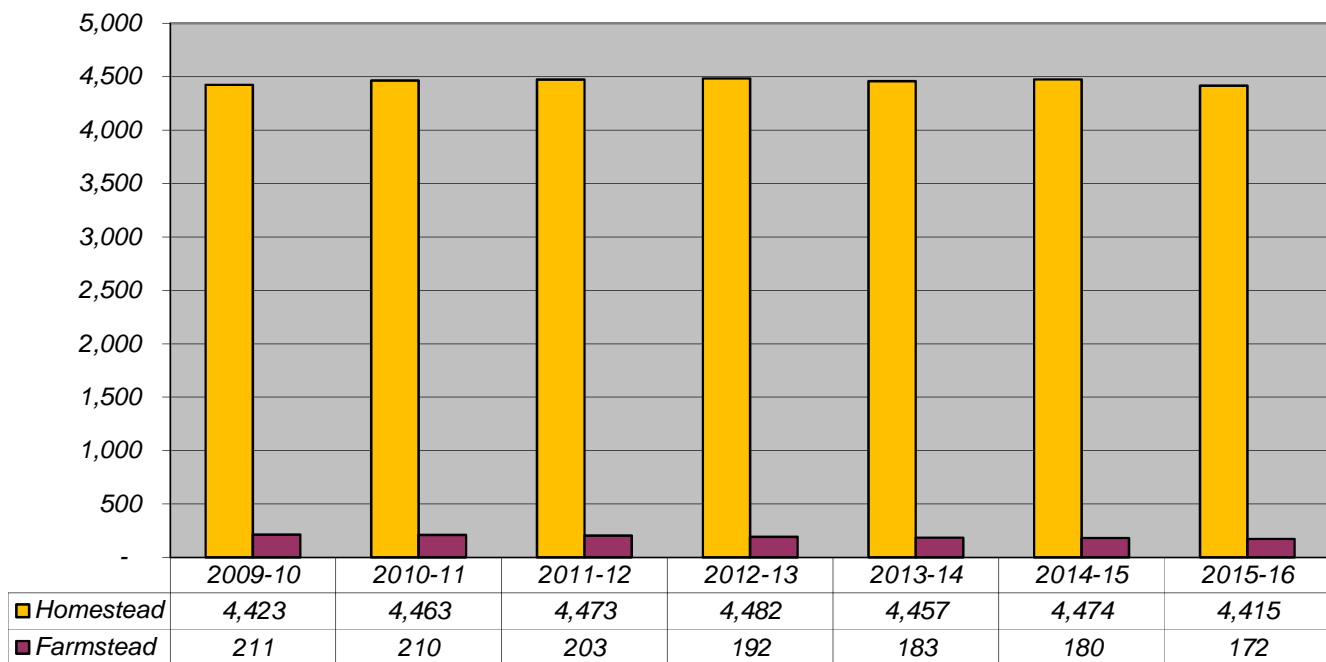
	District	2013-14 Millage	2014-15 Millage	Change	% Change
1	<i>Northern Lehigh</i>	20.1681	20.7644	0.5963	2.96%
2	<i>Allentown</i>	17.3155	18.3287	1.0132	5.85%
3	<i>Salisbury Township</i>	16.9203	17.4956	0.5753	3.40%
4	<i>East Penn</i>	16.1259	16.6490	0.5231	3.24%
5	<i>Catasauqua</i>	16.3100	16.3100	-	0.00%
	6 Northwestern Lehigh	15.9631	15.9631	-	0.00%
7	<i>Whitehall Coplay</i>	14.9259	15.4186	0.4927	3.30%
8	<i>Southern Lehigh</i>	15.3700	15.3700	-	0.00%
9	<i>Parkland</i>	13.9300	14.1900	0.2600	1.87%
	<i>Average</i>	16.3365	16.7210	0.3845	2.35%

Source: Millage rate data obtained from Lehigh County Assessment Office.

STATE PROPERTY TAX RELIEF HOMESTEAD/FARMSTEAD

The Special Session Act 1 of 2006, the Taxpayer Relief Act was established to ease the financial burden of home ownership by providing school districts the means to lower property taxes to homeowners, through the funding provided by gaming revenue.

Northwestern Lehigh School District's State Property Tax Relief allocation for the 2015-16 fiscal year is \$677,622, an increase of \$5,386 compared to 2014-15. The proceeds generated through gaming proceeds flow from the state to the district and then are passed directly to all eligible taxpayers through a reduction to the current real estate tax bill. For the 2015-16 tax bills, homesteads will receive a reduction of \$153.33 and farmsteads will receive a reduction of \$3.93. Since inception of the program, the district's revenues have remained relatively flat.



Source: Approved homestead/farmstead data obtained from Lehigh County.

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
PROPOSED USE OF FUND BALANCE
2015-2016 FINAL BUDGET**

Shortfall- June 17th		<u><u>3,911,374</u></u>
Committed		
Emmaus Bond Pool Stabilization **	*	(1,700,000)
Emmaus Bond Pool Stabilization	*	(150,000)
Energy Stabilization **	*	(1,150,000)
PSERS Stabilization ***	*	(71,374)
Assigned		
Curriculum Textbooks/Materials		(140,000)
Technology		(300,000)
Unassigned		
Budgetary Reserve		(400,000)
Grand Total		<u><u>(3,911,374)</u></u>

* Amount requires board action for use in 2015-16 in accordance with Board Policy 620.

** Amount is budgeted for transfer to Capital Reserve to fund the Energy Savings Project

*** Amount is less than proposed on PSERS funding plan.

Committed fund balance is the portion of fund balance that represents resources whose use is constrained by limitations that the district imposes upon itself by formal board action. Commitments remain binding unless removed through formal board action.

Assigned fund balance is the portion of fund balance that represents the district intended use of the resources. Formal board action is not required to assign fund balance.

Unassigned fund balance is the portion of fund balance that represents the district surplus that is not reserved for other purposes.



NORTHWESTERN LEHIGH SCHOOL DISTRICT

2015-16 FINAL BUDGET

EXPLANATION OF MAJOR FUNCTIONS

INSTRUCTION

1100	REGULAR PROGRAMS..... <i>Providing learning activities to students in grades K-12.</i>	\$15,356,246
1200	SPECIAL EDUCATION PROGRAMS..... <i>Providing learning activities to students in grades K-12 with special needs.</i>	\$5,086,030
1300	VOCATIONAL EDUCATION PROGRAMS..... <i>Payments to Lehigh Career & Technical Institute for programs.</i>	\$1,032,432
1400	OTHER INSTRUCTIONAL PROGRAMS..... <i>Summer school, homebound instruction, and other instructional grant programs.</i>	\$5,195
1600	ADULT EDUCATION PROGRAMS..... <i>Providing educational opportunities to the adult community on a self-supporting basis.</i>	\$11,738
1700	COMMUNITY/JUNIOR COLLEGE EDUCATION PROGRAMS..... <i>The School District's sponsorship of students attending programs at local community colleges.</i>	\$246,746
TOTAL INSTRUCTION		\$21,738,387

SUPPORT SERVICES

2100	PUPIL PERSONNEL..... <i>Services to supplement the teaching process and to meet the applicable provisions of Article XIII of the Public School Code and Chapter 7 of the State Board of Education Regulations. Programs include Counseling, Psychological Services, and Pupil Personnel Services.</i>	\$1,303,160
2200	INSTRUCTIONAL STAFF..... <i>Audio-visual/computer-assisted instruction, school library services, instruction/curriculum development, instructional staff development and other instructional staff services.</i>	\$953,952

NORTHWESTERN LEHIGH SCHOOL DISTRICT

2015-16 FINAL BUDGET

EXPLANATION OF MAJOR FUNCTIONS

SUPPORT SERVICES (cont'd)

2300	ADMINISTRATION..... <i>Establishing and administering policy in connection with operating the School District. These areas include School Board/Treasurer, tax collection, legal, superintendent and principal services.</i>	\$2,174,985
2400	PUPIL HEALTH..... <i>Services associated with providing appropriate medical, dental and nursing services, including verification of required immunizations.</i>	\$326,898
2500	BUSINESS..... <i>Activities concerned with the fiscal and internal services of the School District.</i>	\$679,941
2600	OPERATIONAL AND MAINTENANCE OF PLANT..... <i>Activities concerned with physical plant facilities (buildings and grounds) of the School District.</i>	\$3,642,623
2700	STUDENT TRANSPORTATION SERVICES..... <i>Activities concerned with transporting students to and from school.</i>	\$2,429,542
2800	SUPPORT SERVICES - CENTRAL..... <i>Activities which support other instructional and supporting services programs.</i>	\$665,016
2900	OTHER SUPPORT SERVICES..... <i>Represents amount withheld by Commonwealth for Intermediate Unit administrative operations.</i>	\$38,000
TOTAL SUPPORT SERVICES		\$12,214,117

OPERATION OF NON-INSTRUCTIONAL STAFF

3200	STUDENT ACTIVITIES..... <i>School sponsored student activities such as band, chorus, class plays, interscholastic, and intramural sports programs.</i>	\$876,284
3300	COMMUNITY SERVICES..... <i>Represents the School District's contribution to the Northwestern Recreation Commission and summer recreation programs.</i>	\$5,000
TOTAL OPERATION OF NON-INSTRUCTIONAL STAFF		\$881,284

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
EXPLANATION OF MAJOR FUNCTIONS**

**BUILDING ACQUISITION AND
CONSTRUCTION SERVICES**

4200	EXISTING SITE IMPROVEMENT SERVICES.....	\$30,000
	<i>Costs incurred to improve existing land and land improvements.</i>	
4600	EXISTING BUILDING IMPROVEMENT SERVICES.....	\$92,000
	<i>Capital expenditures incurred to renovate or improve existing buildings, service systems and other built-in equipment.</i>	
TOTAL BLDG ACQ & CONSTRUCT SVCS		<u>\$122,000</u>

OTHER FINANCING USES

5100	DEBT SERVICE.....	\$3,437,579
	<i>Payments on general long-term debt/obligations paid directly by the General Fund.</i>	
5200	FUND TRANSFERS.....	\$4,717,756
	<i>Transfers of monies from the General Fund to other funds including debt service payments through transfers to the Debt Service Fund when applicable.</i>	
5900	BUDGETARY RESERVE.....	\$400,000
	<i>Amount set aside for unexpected expenditures that could not be reasonably anticipated at the time of budget preparation.</i>	
TOTAL OTHER FINANCING USES		<u>\$8,555,335</u>

GRAND TOTAL OF EXPENDITURES AND OTHER FINANCING USES	<u>\$43,511,123</u>
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**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
SUMMARY EXPENDITURES AND OTHER FINANCING USES BY FUNCTION AND OBJECT**

#	Object	12-13 Actual	13-14 Actual	14-15 Budget	15-16 Final	Increase (Decrease)	% Change
INSTRUCTION - REGULAR PROGRAMS							
Function 1100							
100	Salaries	\$8,690,648	\$8,413,837	\$8,892,642	\$8,678,840	(\$213,802)	-2.4%
200	Employee Benefits	\$3,387,928	\$3,835,051	\$4,470,582	\$4,819,889	\$349,307	7.8%
300	Purchased Professional & Technical Services	\$27,208	\$44,597	\$35,600	\$35,600	\$0	0.0%
400	Purchased Property Services	\$76,069	\$80,303	\$76,900	\$80,100	\$3,200	4.2%
500	Other Purchased Services	\$438,191	\$511,554	\$517,164	\$633,137	\$115,973	22.4%
600	Supplies	\$632,690	\$715,306	\$894,722	\$644,002	(\$250,720)	-28.0%
700	Property	\$606,326	\$471,588	\$315,236	\$459,802	\$144,566	45.9%
800	Other Objects	\$3,596	\$3,884	\$10,148	\$4,876	(\$5,272)	-52.0%
	Total	\$13,862,656	\$14,076,120	\$15,212,994	\$15,356,246	\$143,252	0.9%
INSTRUCTION - SPECIAL PROGRAMS							
Function 1200							
100	Salaries	\$1,783,061	\$2,248,905	\$2,364,428	\$2,269,513	(\$94,915)	-4.0%
200	Employee Benefits	\$808,317	\$950,008	\$1,225,517	\$1,283,287	\$57,770	4.7%
300	Purchased Professional & Technical Services	\$1,322,498	\$1,148,355	\$1,163,819	\$1,236,095	\$72,276	6.2%
500	Other Purchased Services	\$366,494	\$298,261	\$295,774	\$276,560	(\$19,214)	-6.5%
600	Supplies	\$13,375	\$24,582	\$18,980	\$20,075	\$1,095	5.8%
700	Property	\$10,544	\$2,585	\$950	\$500	(\$450)	-47.4%
800	Other Objects	\$114	(\$114)	\$0	\$0	\$0	0.0%
	Total	\$4,304,403	\$4,672,582	\$5,069,468	\$5,086,030	\$16,562	0.3%
INSTRUCTION - VOCATIONAL EDUCATION PROGRAMS							
Function 1300							
500	Other Purchased Services	\$1,039,506	\$1,050,300	\$1,065,063	\$1,032,432	(\$32,631)	-3.1%
	Total	\$1,039,506	\$1,050,300	\$1,065,063	\$1,032,432	(\$32,631)	-3.1%

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
SUMMARY EXPENDITURES AND OTHER FINANCING USES BY FUNCTION AND OBJECT**

#	Object	12-13 Actual	13-14 Actual	14-15 Budget	15-16 Final	Increase (Decrease)	% Change
OTHER INSTRUCTIONAL PROGRAMS							
Function 1400							
100	Salaries	\$7,735	\$1,442	\$2,000	\$2,000	\$0	0.0%
200	Employee Benefits	\$1,606	\$371	\$606	\$695	\$89	14.7%
300	Purchased Professional & Technical Services	\$2,000	\$2,000	\$2,500	\$2,500	\$0	0.0%
500	Other Purchased Services	\$0	\$2,549	\$0	\$0	\$0	0.0%
	Total	\$11,341	\$6,362	\$5,106	\$5,195	\$89	1.7%
NON PUBLIC SCHOOL PROGRAM							
Function 1500							
600	Supplies	\$1,376	\$3,800	\$0	\$0	\$0	0.0%
	Total	\$1,376	\$3,800	\$0	\$0	\$0	0.0%
ADULT EDUCATION PROGRAMS							
Function 1600							
100	Salaries	\$420	\$0	\$5,000	\$5,000	\$0	0.0%
200	Employee Benefits	\$64	\$0	\$1,516	\$1,738	\$222	14.6%
300	Purchased Professional & Technical Services	\$3,540	\$3,135	\$5,000	\$5,000	\$0	0.0%
	Total	\$4,024	\$3,135	\$11,516	\$11,738	\$222	1.9%
COMMUNITY/JR. COLLEGE EDUC. PROGRAMS							
Function 1700							
500	Other Purchased Services	\$279,638	\$275,654	\$254,497	\$246,746	(\$7,751)	-3.0%
	Total	\$279,638	\$275,654	\$254,497	\$246,746	(\$7,751)	-3.0%
TOTAL 1000	INSTRUCTION	\$19,502,944	\$20,087,951	\$21,618,644	\$21,738,387	\$119,743	0.6%

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
SUMMARY EXPENDITURES AND OTHER FINANCING USES BY FUNCTION AND OBJECT**

		12-13	13-14	14-15	15-16	Increase	%
#	Object	Actual	Actual	Budget	Final	(Decrease)	Change
SUPPORT SERVICES - PUPIL PERSONNEL							
Function 2100							
100	Salaries	\$767,041	\$777,638	\$800,389	\$805,513	\$5,124	0.6%
200	Employee Benefits	\$319,829	\$342,693	\$431,536	\$480,502	\$48,966	11.3%
300	Purchased Professional & Technical Services	\$3,925	\$200	\$1,000	\$1,000	\$0	0.0%
400	Purchased Property Services	\$212	\$176	\$500	\$500	\$0	0.0%
500	Other Purchased Services	\$5,050	\$4,663	\$5,209	\$4,150	(\$1,059)	-20.3%
600	Supplies	\$6,787	\$8,119	\$7,110	\$9,200	\$2,090	29.4%
700	Property	\$305	\$0	\$0	\$0	\$0	0.0%
800	Other Objects	\$1,726	\$1,828	\$2,205	\$2,295	\$90	4.1%
	Total	\$1,104,875	\$1,135,317	\$1,247,949	\$1,303,160	\$55,211	4.4%
SUPPORT SERVICES - INSTRUCTIONAL STAFF							
Function 2200							
100	Salaries	\$563,042	\$563,182	\$497,212	\$503,084	\$5,872	1.2%
200	Employee Benefits	\$253,060	\$289,801	\$332,034	\$343,896	\$11,862	3.6%
300	Purchased Professional & Technical Services	\$70,448	\$23,179	\$18,325	\$20,868	\$2,543	13.9%
500	Other Purchased Services	\$3,895	\$3,681	\$46,084	\$42,364	(\$3,720)	-8.1%
600	Supplies	\$43,081	\$51,035	\$41,660	\$42,940	\$1,280	3.1%
700	Property	\$0	\$33,400	\$0	\$0	\$0	0.0%
800	Other Objects	\$428	\$783	\$675	\$800	\$125	18.5%
	Total	\$933,954	\$965,061	\$935,990	\$953,952	\$17,962	1.9%
SUPPORT SERVICES - ADMINISTRATION							
Function 2300							
100	Salaries	\$1,080,781	\$1,062,031	\$1,118,988	\$1,124,559	\$5,571	0.5%
200	Employee Benefits	\$437,067	\$472,600	\$741,193	\$692,966	(\$48,227)	-6.5%
300	Purchased Professional & Technical Services	\$182,007	\$163,586	\$164,060	\$243,000	\$78,940	48.1%
400	Purchased Property Services	\$515	\$555	\$1,000	\$1,000	\$0	0.0%
500	Other Purchased Services	\$50,875	\$40,615	\$59,120	\$60,520	\$1,400	2.4%
600	Supplies	\$21,026	\$24,214	\$28,985	\$22,240	(\$6,745)	-23.3%
700	Property	\$1,156	\$2,880	\$0	\$0	\$0	0.0%
800	Other Objects	\$18,113	\$45,407	\$40,100	\$30,700	(\$9,400)	-23.4%
	Total	\$1,791,540	\$1,811,888	\$2,153,446	\$2,174,985	\$21,539	1.0%

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
SUMMARY EXPENDITURES AND OTHER FINANCING USES BY FUNCTION AND OBJECT**

#	Object	12-13 Actual	13-14 Actual	14-15 Budget	15-16 Final	Increase (Decrease)	% Change
SUPPORT SERVICES - PUPIL HEALTH							
Function 2400							
100	Salaries	\$172,960	\$177,298	\$147,044	\$183,779	\$36,735	25.0%
200	Employee Benefits	\$87,937	\$106,321	\$122,976	\$137,119	\$14,143	11.5%
300	Purchased Professional & Technical Services	\$400	\$1,020	\$850	\$500	(\$350)	-41.2%
400	Purchased Property Services	\$0	\$0	\$6,500	\$0	(\$6,500)	-100.0%
600	Supplies	\$3,560	\$5,508	\$6,100	\$5,500	(\$600)	-9.8%
	Total	\$264,857	\$290,147	\$283,470	\$326,898	\$43,428	15.3%
SUPPORT SERVICES - BUSINESS							
Function 2500							
100	Salaries	\$366,282	\$348,696	\$363,402	\$377,522	\$14,120	3.9%
200	Employee Benefits	\$186,324	\$180,380	\$231,285	\$223,195	(\$8,090)	-3.5%
300	Purchased Professional & Technical Services	\$56,377	\$75,486	\$61,600	\$53,100	(\$8,500)	-13.8%
400	Purchased Property Services	\$4,346	\$3,603	\$4,790	\$4,910	\$120	2.5%
500	Other Purchased Services	\$6,516	\$5,389	\$6,550	\$6,300	(\$250)	-3.8%
600	Supplies	\$4,281	\$22,785	\$4,756	\$6,394	\$1,638	34.4%
700	Property	\$0	\$7,678	\$0	\$0	\$0	0.0%
800	Other Objects	\$7,659	\$7,425	\$8,495	\$8,520	\$25	0.3%
	Total	\$631,785	\$651,442	\$680,878	\$679,941	(\$937)	-0.1%
OPERATION & MAINT. OF PLANT SERVICES							
Function 2600							
100	Salaries	\$1,162,812	\$1,134,390	\$1,136,766	\$1,248,523	\$111,757	9.8%
200	Employee Benefits	\$547,955	\$591,755	\$697,642	\$749,900	\$52,258	7.5%
300	Purchased Professional & Technical Services	\$126,003	\$188,341	\$216,205	\$222,196	\$5,991	2.8%
400	Purchased Property Services	\$620,034	\$666,952	\$727,551	\$567,344	(\$160,207)	-22.0%
500	Other Purchased Services	\$161,683	\$168,888	\$217,905	\$222,705	\$4,800	2.2%
600	Supplies	\$603,809	\$694,075	\$644,532	\$544,955	(\$99,577)	-15.4%
700	Property	\$44,848	\$57,463	\$86,000	\$86,000	\$0	0.0%
800	Other Objects	\$1,361	\$1,967	\$1,000	\$1,000	\$0	0.0%
	Total	\$3,268,505	\$3,503,831	\$3,727,601	\$3,642,623	(\$84,978)	-2.3%

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
SUMMARY EXPENDITURES AND OTHER FINANCING USES BY FUNCTION AND OBJECT**

		12-13	13-14	14-15	15-16	Increase	%
#	Object	Actual	Actual	Budget	Final	(Decrease)	Change
STUDENT TRANSPORTATION SERVICES							
Function 2700							
100	Salaries	\$1,070,588	\$1,021,843	\$1,107,935	\$1,190,437	\$82,502	7.4%
200	Employee Benefits	\$283,510	\$307,054	\$394,488	\$434,096	\$39,608	10.0%
300	Purchased Professional & Technical Services	\$7,118	\$7,560	\$5,618	\$5,618	\$0	0.0%
400	Purchased Property Services	\$63,860	\$58,802	\$68,891	\$68,891	\$0	0.0%
500	Other Purchased Services	\$100,520	\$419,519	\$285,805	\$248,235	(\$37,570)	-13.1%
600	Supplies	\$381,630	\$328,736	\$382,226	\$302,165	(\$80,061)	-20.9%
700	Property	\$207,928	\$70,689	\$180,000	\$180,000	\$0	0.0%
800	Other Objects	\$40	\$80	\$100	\$100	\$0	0.0%
	Total	\$2,115,194	\$2,214,283	\$2,425,063	\$2,429,542	\$4,479	0.2%
OTHER SUPPORT SERVICES							
Function 2800							
100	Salaries	\$273,327	\$297,865	\$304,133	\$354,546	\$50,413	16.6%
200	Employee Benefits	\$102,831	\$129,226	\$159,803	\$182,798	\$22,995	14.4%
300	Purchased Professional & Technical Services	\$50,587	\$30,849	\$16,650	\$60,422	\$43,772	262.9%
500	Other Purchased Services	\$21,632	\$23,553	\$30,450	\$30,025	(\$425)	-1.4%
600	Supplies	\$21,495	\$14,240	\$17,875	\$13,125	(\$4,750)	-26.6%
700	Other Purchased Services	\$28,194	\$88,725	\$12,000	\$12,000	\$0	0.0%
800	Other Objects	\$490	\$432	\$600	\$12,100	\$11,500	1916.7%
	Total	\$498,556	\$584,890	\$541,511	\$665,016	\$123,505	22.8%
OTHER SUPPORT SERVICES							
Function 2900							
500	Other Purchased Services	\$37,311	\$37,277	\$38,000	\$38,000	\$0	0.0%
	Total	\$37,311	\$37,277	\$38,000	\$38,000	\$0	0.0%
TOTAL 2000	SUPPORT SERVICES	\$10,646,577	\$11,194,137	\$12,033,908	\$12,214,117	\$180,209	1.5%

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
SUMMARY EXPENDITURES AND OTHER FINANCING USES BY FUNCTION AND OBJECT**

		12-13	13-14	14-15	15-16	Increase	%
#	Object	Actual	Actual	Budget	Final	(Decrease)	Change
STUDENT ACTIVITIES							
<i>Function 3200</i>							
100	Salaries	\$385,780	\$398,599	\$410,605	\$415,329	\$4,724	1.2%
200	Employee Benefits	\$96,412	\$121,616	\$151,125	\$168,481	\$17,356	11.5%
300	Purchased Professional & Technical Services	\$69,754	\$76,382	\$80,963	\$76,347	(\$4,616)	-5.7%
400	Purchased Property Services	\$20,400	\$23,554	\$22,750	\$22,750	\$0	0.0%
500	Other Purchased Services	\$24,017	\$33,500	\$113,850	\$88,650	(\$25,200)	-22.1%
600	Supplies	\$36,655	\$62,742	\$49,187	\$51,017	\$1,830	3.7%
700	Property	\$81,568	\$32,038	\$29,790	\$37,590	\$7,800	26.2%
800	Other Objects	\$19,104	\$16,362	\$15,560	\$16,120	\$560	3.6%
	<i>Total</i>	\$733,690	\$764,793	\$873,830	\$876,284	\$2,454	0.3%
COMMUNITY SERVICES							
<i>Function 3300</i>							
600	Supplies	\$2,225	\$0	\$0	\$0	\$0	0.0%
700	Property	\$22,512	\$0	\$0	\$0	\$0	0.0%
800	Other Objects	\$5,000	\$2,500	\$5,000	\$5,000	\$0	0.0%
	<i>Total</i>	\$29,737	\$2,500	\$5,000	\$5,000	\$0	0.0%
TOTAL 3000	OPER OF NONINSTRUCTIONAL SVC	\$763,427	\$767,293	\$878,830	\$881,284	\$2,454	0.3%

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
2015-16 FINAL BUDGET
SUMMARY EXPENDITURES AND OTHER FINANCING USES BY FUNCTION AND OBJECT**

#	Object	12-13 Actual	13-14 Actual	14-15 Budget	15-16 Final	Increase (Decrease)	% Change
SITE IMPROVEMENT SERVICES							
<i>Function 4200</i>							
400	Purchased Property Services	\$0	\$0	\$0	\$30,000	\$30,000	0.0%
	Total	\$0	\$0	\$0	\$30,000	\$30,000	0.0%
BUILDING IMPROVEMENT SERVICES							
<i>Function 4600</i>							
400	Purchased Property Services	\$0	\$0	\$0	\$92,000	\$92,000	0.0%
700	Property	\$0	\$25,630	\$0	\$0	\$0	0.0%
	Total	\$0	\$25,630	\$0	\$92,000	\$92,000	0.0%
TOTAL 4000	FACILITIES ACQ, CONSTR & IMPRV	\$0	\$25,630	\$0	\$122,000	\$122,000	0.0%
DEBT SERVICE							
<i>Function 5100</i>							
800	Other Objects	\$1,250,110	\$1,100,471	\$1,293,364	\$1,352,579	\$59,215	4.6%
900	Other Financing Uses	\$1,940,000	\$2,195,000	\$2,250,000	\$2,085,000	(\$165,000)	-7.3%
	Total	\$3,190,110	\$3,295,471	\$3,543,364	\$3,437,579	(\$105,785)	-3.0%
FUND TRANSFERS							
<i>Function 5200</i>							
900	Other Financing Uses	\$326,257	\$584,675	\$856,846	\$4,717,756	\$3,860,910	450.6%
	Total	\$326,257	\$584,675	\$856,846	\$4,717,756	\$3,860,910	450.6%
BUDGETARY RESERVE							
<i>Function 5900</i>							
800	Other Objects	\$0	\$0	\$400,000	\$400,000	\$0	0.0%
TOTAL 5000	OTHER FINANCING USES	\$3,516,367	\$3,880,146	\$4,800,210	\$8,555,335	\$3,755,125	78.2%
TOTAL EXPENDITURES & OTHER FINANCING USES							
		\$34,429,315	\$35,955,157	\$39,331,592	\$43,511,123	\$4,179,531	10.6%

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
EXPENDITURES AND OTHER FINANCING USES
SUMMARIZED VARIANCES FROM 2014-2015 BUDGET
2015-2016 FINAL BUDGET**

CATEGORY	KEY ASSUMPTIONS	CHANGE FROM 2014-2015	% CHANGE
SALARIES	<i>Changes on existing staffing</i>	\$ 13,000	
	<i>Leaves & additional staffing needs</i>	\$ 244,000	
	<i>Attritional savings on replacements</i>	\$ (249,000)	
	SALARIES- TOTAL CHANGE	\$ 8,000	0.05%
BENEFITS			
<i>Health Benefits (medical, dental, RX)</i>	<i>Premium rate increase 3%</i>	\$ 79,000	
<i>Health Benefits (medical, dental, RX)</i>	<i>Plan design changes</i>	\$ (160,000)	
<i>Health Benefits (medical, dental, RX)</i>	<i>Employee contributions</i>	\$ 21,000	
<i>PSERS</i>	<i>Estimated rate increase from 21.40% to 25.84%</i>	\$ 753,000	
<i>Workers Compensation</i>	<i>Estimated premium decrease</i>	\$ (34,000)	
<i>Other (FICA, Life, LTD, etc)</i>	<i>Estimated rates for existing staff</i>	\$ 35,000	
	<i>Net additional staffing, leaves and attritional savings</i>	\$ (136,000)	
	BENEFITS- TOTAL CHANGE	\$ 558,000	7.27%
PURCHASED PROFESSIONAL & TECHNICAL SERVICES			
<i>Educational Services (IU, Other LEA's)</i>	<i>Variance based on anticipated special education services</i>	\$ 87,000	
<i>Professional Services</i>	<i>Variance based on anticipated costs for negotiations</i>	\$ 91,000	
<i>Other Services (net)</i>		\$ 12,000	
	PURCH PROF & TECH SVCS- TOTAL CHANGE	\$ 190,000	10.77%
PURCHASED PROPERTY SERVICES			
<i>Electricity</i>	<i>Variance based on decreased rates & utilization and reclass to 6XX</i>	\$ (38,000)	
<i>Other Services (net)</i>		\$ (3,000)	
	PURCH PTY SVCS- TOTAL CHANGE	\$ (41,000)	-4.92%
OTHER PURCHASED SERVICES			
<i>Contracted Carriers</i>	<i>Variance based on Brandywine contracted services</i>	\$ (51,000)	
<i>Insurance</i>	<i>Variance based on renewal & additional coverage</i>	\$ 10,000	
<i>Cyber/Charter School</i>	<i>Variance based on projected enrollment</i>	\$ 91,000	
<i>LCTI</i>	<i>Variance based on budget projections from LCTI</i>	\$ (33,000)	
<i>Travel</i>	<i>Variance based on historical spending</i>	\$ (19,000)	
<i>Other Services (net)</i>		\$ (4,000)	
	OTHER PURCH SVCS- TOTAL CHANGE	\$ (6,000)	-0.21%
SUPPLIES			
<i>Electricity</i>	<i>Variance based on lower contracted rates & reclass from 4XX</i>	\$ 33,000	
<i>Oil /Diesel</i>	<i>Variance in price per gallon</i>	\$ (212,000)	
<i>Instructional Supplies & Technology</i>	<i>Variance due to budget plan</i>	\$ (254,000)	
<i>Other Supplies (net)</i>		\$ (1,000)	
	SUPPLIES- TOTAL CHANGE	\$ (434,000)	-22.20%
PROPERTY			
<i>Technology Equipment</i>	<i>New equipment</i>	\$ 117,000	
<i>Replacements</i>	<i>Variance based on planned capital purchases</i>	\$ 35,000	
	PROPERTY- TOTAL CHANGE	\$ 152,000	19.18%
OTHER FINANCING USES			
<i>Debt</i>	<i>Variance based on scheduled debt payments</i>	\$ (106,000)	
<i>Fund Transfers</i>	<i>Capital Reserve transfer</i>	\$ 140,000	
<i>Fund Transfers</i>	<i>Technology plan initiative</i>	\$ 300,000	
<i>Fund Transfers</i>	<i>Energy Savings Contract</i>	\$ 2,900,000	
<i>Other Financing Uses (net)</i>	<i>Planned budget transfers</i>	\$ 519,000	
	OTHER FINANCING USES- TOTAL CHANGE	\$ 3,753,000	94.76%
TOTAL EXPENDITURES & OTHER FINANCING USES		\$ 4,180,000	11.63%

NOTE: Highlighted items reflect changes from May 13th Proposed Final Budget.

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
EXPENDITURES BY OBJECT
2015-2016 FINAL BUDGET**

		2013-14	2014-15	2015-16	Compared
OBJ	Description	Actual	Budget	Budget	to 14-15
111	ADMIN-REG SALARY	1,374,166	1,471,533	1,503,788	32,255
116	EMPLOYEE INS OPT OUT	300	900	900	-
121	PROFESSIONAL SALARIES	10,187,113	10,653,722	10,348,461	(305,261)
122	PROFESSIONAL SUBSTITUTE	252,420	281,000	251,000	(30,000)
123	PROFESSIONAL OVERTIME	79,872	92,033	92,033	-
126	EMPLOYEE INS OPT OUT	24,600	22,950	20,700	(2,250)
131	PROFESSIONAL OTHER	568,662	543,313	573,317	30,004
132	PROFESSIONAL OTHER SUBSTITUTE	360	700	700	-
133	PROFESSIONAL OTHER OVERTIME	964	-	-	-
136	EMPLOYEE INS OPT OUT	1,800	-	1,800	1,800
141	ADULT EDUCATION SALARIES	-	5,000	5,000	-
151	OFFICE SALARIES	872,373	911,532	921,980	10,448
152	OFFICE SUBSTITUTE	3,438	5,400	5,400	-
153	OFFICE OVERTIME	4,594	7,650	7,650	-
156	EMPLOYEE INS OPT OUT	3,750	3,600	3,600	-
161	TRADE SALARIES	538,699	551,624	614,507	62,883
162	TRADE SUBSTITUTES	9,624	15,170	17,627	2,457
163	TRADE OVERTIME	44,613	24,360	42,401	18,041
171	OPERATIVE REG SALARIES	674,366	763,172	853,307	90,135
172	OPERATIVE SUBSTITUTES	86,477	90,888	90,888	-
173	OVERTIME	7,314	-	-	-
174	DIST PAID/MISC/LAYOVER	9,111	-	-	-
178	SPORT TRIPS	-	9,000	30,000	21,000
181	CUSTODIAN SALARIES	695,145	669,596	717,308	47,712
182	CUSTODIAN SUBSTITUE	14,146	10,000	10,000	-
183	CUSTODIAN OVERTIME	32,740	20,000	35,000	15,000
186	EMPLOYEE INS OPT OUT	1,800	1,800	2,700	900
187	CUSTODIAN SUMMER MAINT	8,059	17,500	-	(17,500)
191	INST ASST REG SALARY	916,987	951,401	981,878	30,477
192	INST ASST SUBSTITUTES	30,063	24,900	24,900	-
193	INST ASST OVERTIME	368	-	-	-
196	EMPLOYEE INS OPT OUT	1,800	1,800	1,800	-
	TOTAL 100	16,445,726	17,150,544	17,158,645	8,101
211	MEDICAL INSURANCE	2,275,983	2,663,866	2,609,146	(54,720)
212	DENTAL INSURANCE	140,266	155,874	144,338	(11,536)
213	LIFE INSURANCE	30,881	34,038	31,341	(2,697)
214	DISABILITY INSURANCE	22,665	37,511	33,190	(4,321)
215	EYE CARE INSURANCE	10,724	13,142	13,277	135
216	PRESCRIPTION INSURANCE	559,376	564,425	628,808	64,383
219	OTHER GROUP INSURANCE	2,475	-	-	-
220	SOCIAL SECURITY	1,229,279	1,311,868	1,312,454	586
230	RETIREMENT (PSERS)	2,756,746	3,670,991	4,423,905	752,914
240	TUITION REIMBURSEMENT	54,985	51,528	50,892	(636)
250	UNEMPLOYMENT COMPENSATION	12,168	24,618	25,249	631
260	WORKERS COMPENSATION	197,741	211,796	177,787	(34,009)
281	OPEB RETIREE HEALTH BENEFITS	-	154,356	-	(154,356)
290	OTHER BENEFITS	33,588	66,290	68,175	1,885
	TOTAL 200	7,326,876	8,960,303	9,518,562	558,259

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
EXPENDITURES BY OBJECT
2015-2016 FINAL BUDGET**

		2013-14	2014-15	2015-16	Compared
OBJ	Description	Actual	Budget	Budget	to 14-15
313	TAX COLL SVCS	40,236	32,860	40,000	7,140
322	PROF EDUCATION SVCS/IU'S	883,820	896,734	960,922	64,188
324	PROF EDUCATION SVCS	31,520	24,125	38,997	14,872
329	PROF EDUCATION SVCS-OTHER	323,063	321,035	328,848	7,813
330	OTHER PROF. SERVICES	387,532	399,115	490,156	91,041
340	TECHNICAL SERVICES	22,754	29,098	27,598	(1,500)
348	CONTRACTED TECHNICAL SVCS	14,818	-	14,818	14,818
350	SECURITY/SAFETY SVCS	18,927	31,776	23,460	(8,316)
390	OTHER PROF/TECH SER.	42,020	37,447	37,447	-
	TOTAL 300	1,764,690	1,772,190	1,962,246	190,056
411	DISPOSAL SERVICES	23,949	29,000	29,000	-
412	SNOW PLOWING SERVICES	30,060	21,050	21,050	-
415	LAUNDRY/LINEN/DRY CLEAN	17,841	21,591	21,591	-
422	ELECTRICITY	221,092	239,207	201,000	(38,207)
423	BOTTLED GAS	456	1,031	1,031	-
424	SEWAGE	91,544	105,000	105,000	-
430	REPAIR/MAINT. SER.	315,557	345,098	223,098	(122,000)
432	R&M EQUIPMENT	12,195	15,825	9,325	(6,500)
438	TECH REPAIRS	1,503	-	-	-
441	RENTALS	9,810	11,125	11,125	-
442	RENTAL/EQUIP/VEHICLES	73,171	70,090	73,410	3,320
444	RENTAL OF VEHICLES	-	500	500	-
450	CONSTRUCTION SER.	-	-	122,000	122,000
460	EXTERMINATION SER.	4,230	5,480	5,480	-
490	OTHER PUR. PROP. SER.	32,539	43,885	43,885	-
	TOTAL 400	833,945	908,882	867,495	(41,387)
513	CONTRACTED CARRIERS	301,326	225,770	175,000	(50,770)
516	IU TRANSPORTATION	67,920	70,000	70,000	-
522	AUTO LIABILITY INSURANCE	49,655	53,000	53,000	-
523	GEN. PROP/LIAB. INSURANCE	86,594	103,000	103,000	-
525	BONDING INSURANCE	3,488	3,200	3,200	-
529	OTHER INSURANCE	43,332	48,000	57,500	9,500
530	PHONE/POSTAGE/METER	17,751	25,255	25,755	500
538	TECH COMMUNICATIONS	85,090	118,000	124,386	6,386
540	ADVERTISING	22,620	24,200	26,000	1,800
550	PRINTING/BINDING	12,939	20,576	16,026	(4,550)
561	TUITION/PA. LEA'S	11,194	5,000	5,000	-
562	TUITION PA CHARTER SCHOOL	738,705	748,888	840,251	91,363
564	VO TECH/CCAITS (LCTI)	1,050,300	1,065,063	1,032,432	(32,631)
566	TUITION INSTITUTE HIGHER ED (LCCC)	275,654	254,497	246,746	(7,751)
567	TUITION TO APS	41,825	40,000	40,000	-
580	TRAVEL/IN DIST (PROFESSIONAL DEV)	24,396	91,522	72,028	(19,494)
590	MISC. PUR. SVCS.	-	1,500	1,500	-
594	SVCS/IU	5,336	-	-	-
595	I.U. PAY BY WITHHOLDING	37,277	38,000	38,000	-
	TOTAL 500	2,875,403	2,935,471	2,929,824	(5,647)

**NORTHWESTERN LEHIGH SCHOOL DISTRICT
EXPENDITURES BY OBJECT
2015-2016 FINAL BUDGET**

		2013-14	2014-15	2015-16	Compared
OBJ	Description	Actual	Budget	Budget	to 14-15
612	TESTING	11,119	11,785	12,100	315
613	MUSIC	1,622	1,800	2,100	300
614	ART	4,035	5,000	4,400	(600)
615	PHYS ED/HEALTH	2,066	1,800	1,800	-
616	SCIENCE	4,810	2,500	2,500	-
618	ADMIN SOFTWARE/MAINTENA	34,328	52,221	25,324	(26,897)
619	GENERAL SUPPLIES/MAT'LS	510,052	639,837	421,127	(218,710)
622	ELECTRICITY	113,433	101,029	134,000	32,971
624	OIL	415,194	404,898	272,350	(132,548)
626	GASOLINE	43,472	45,500	45,000	(500)
627	DIESEL FUEL	203,202	247,186	167,625	(79,561)
631	FOOD	3,087	450	550	100
635	MEALS/REFRESHMENTS	865	3,300	2,300	(1,000)
641	CONSUMABLES/PERIODICALS	34,051	34,385	34,800	415
648	EDUC TECH SOFTWARE	577	-	-	-
649	NON-CONSUMABLES/TEXTS	262,869	255,115	251,800	(3,315)
650	TECH SUPPLIES & FEES	310,362	289,327	283,837	(5,490)
	TOTAL 600	1,955,143	2,096,133	1,661,613	(434,520)
751	OTHR ORIG/NON-CAPITAL	19,825	109,884	106,100	(3,784)
752	OTHR ORIG/CAPITAL	58,521	54,000	54,000	-
757	TECH-ORIG-NON CAPITAL	114,163	204,600	321,250	116,650
758	TECH - ORIG CAPITAL	79,455	-	-	-
759	GENERAL EQUIPMENT-NEW	-	-	-	-
761	OTHR REPLC/NON-CAPITAL	22,055	42,140	43,190	1,050
762	OTHR REPLC/CAPITAL	104,401	201,052	209,052	8,000
767	TECH-REPL-NON CAPITAL	309,582	2,300	2,300	-
768	TECH-REPLAC-CAPITAL	-	-	-	-
788	TECHNOLOGY INFRASTRUC	84,675	10,000	40,000	30,000
	TOTAL 700	792,677	623,976	775,892	151,916
810	DUES & FEES	48,053	58,883	66,511	7,628
820	CLAIMS/JUDGEMENTS	30,000	20,000	10,000	(10,000)
831	INTEREST/IMPROVE LOAN	278,196	203,000	220,750	17,750
832	INTEREST/SERIAL BONDS	797,767	1,087,864	1,129,329	41,465
860	DONATION- COMMUNITY SERVICES	2,500	5,000	5,000	-
880	REFUND/PRIOR RECEIPTS	24,508	2,500	2,500	-
890	MISC. EXPENDITURES	-	400,000	400,000	-
	TOTAL 800	1,181,024	1,777,247	1,834,090	56,843
911	LOAN PRINCIPAL PAYMENTS	100,000	100,000	700,000	600,000
912	SERIAL BONDS/PRINCIPAL PAYMENTS	2,095,000	2,150,000	1,385,000	(765,000)
932	CAPITAL RESERVE FUND TRANSFERS	-	856,846	1,867,756	1,010,910
939	OTHER FUND TRANSFERS	584,675	-	2,850,000	2,850,000
	TOTAL 900	2,779,675	3,106,846	6,802,756	3,695,910
	GRAND TOTAL	35,955,158	39,331,592	43,511,123	4,179,531