



GREENSBURG SALEM SCHOOL DISTRICT 2024-25

PROPOSED FINAL BUDGET PRESENTATION

Presented May 8, 2024

Allison M. Willis – Business Manager

ACT 1 – Timeline Review

- January 4, 2024
 - Deadline to adopt a resolution stating that the district will not exceed the ACT 1 index
 - 2024-25 index is 6.9%
 - 89.72 mills * 6.9% is equivalent to 6.19 mills
 - Board adopted resolution on **December 4, 2023**
- May 31, 2024
 - Deadline to adopt 2024-25 Proposed Final Budget
 - **May 15, 2023** – Voting Board Meeting
- June 10, 2024
 - Deadline to make the 2024-25 Proposed Final Budget available for public inspection (must be 20 days prior to final)
 - **May 30, 2024** – deadline for GSSD due to budget vote on 6/19/2024
- June 30, 2024
 - Deadline to adopt the 2024-25 Final Budget
 - **June 19, 2024** – Voting Board Meeting

Budget Process/Goals

- Goals
 - Fund and operate Greensburg Salem School District in a manner that provides our students with a quality education while remaining fiscally responsible to our taxpayers.
- How
 - Maximizing Revenues
 - Reducing Operating Costs
 - Adopting a balanced budget with minimal to no impact to the taxpayers.

Revenue/Expense Comparison

2022-23 Audit

	2022-2023 Final Budget	2022-2023 Audit	\$ Difference	% Difference
Revenue	\$ 48,556,998	\$ 51,638,898	\$ 3,133,900	6.5%
Expenses	\$ 49,088,539	\$ 51,723,614	\$ 2,635,074	5.4%
Net Income/(Deficit)	(\$ 531,541)	(\$ 32,716)		
Fund Balance – Beginning		\$ 7,455,489		
Prior-period adjustment From 2021-22 audit		(\$ 2,627,199)		
Fund Balance – Ending		\$ 4,795,574		
% of Expenditures		9.2%		

Revenue/Expense Comparison – ESSER Impact 2022-23 Audit

	2022-2023 Final Budget	2022-2023 Audit	Less: ESSER	Adjusted Rev/Exp	Budget to Actual
Revenue	\$ 48,556,998	\$ 51,638,898	(\$ 3,120,062)	\$ 48,518,836	(\$ 38,162)
Expenses	\$ 49,088,539	\$ 51,723,614	(\$ 1,741,489)	\$ 49,982,125	\$ 893,586
Net Income/(Deficit)	(\$ 531,541)	(\$ 32,716)	\$ 1,378,573	(\$ 1,463,289)	
Fund Balance – Beginning		\$ 7,455,489			
Prior-period adjustment From 2021-22 audit		(\$ 2,627,199)			
Fund Balance – Ending		\$ 4,795,574			
% of Expenditures		9.2%			

ESSERs - Reoccurring Expenses

Fund Balance History

	Unassigned	Assigned	Non Spendable	Restricted	Total	% of Budget
2014-15	\$1,891,366		\$499,112	\$205,946	\$2,596,424	6.22%
2015-16	\$2,101,013		\$564,430	\$242,239	\$2,907,682	6.82%
2016-17	\$3,336,528		\$606,249	\$237,439	\$4,180,216	9.61%
2017-18	\$4,318,158		\$561,758	\$ 79,033	\$4,958,949	11.09%
2018-19	\$3,778,493		\$244,908	\$ 68,081	\$4,091,482	8.83%
2019-20	\$4,149,776		\$ 1,432	\$ 66,081	\$4,217,289	9.12%
2020-21	\$3,738,336	\$2,883,752			\$6,622,088	14.32%
2021-22	\$4,571,737	\$2,883,752			\$7,455,489	14.48%
2022-23	\$4,137,889	\$ 657,685			\$4,795,574	9.71%
2023-24	\$4,795,574					

Fund Balance Categories:

Unassigned – Funds that are available for any purpose

Assigned – Funds intended for a specific purposed authorized by the board

Nonspendable – Funds that are not in a spendable form (inventory, prepaid expenses)

Restricted – Fund that are constrained to a specific purpose (grant funds, comp ed)

Proposed Revenue/Expenses 2024-25

	2023-24 Budget	2024-25 Proposed Budget	\$ Increase /Decrease	% Increase /Decrease
Revenue	\$ 49,415,365	\$ 50,507,305	\$ 1,091,940	2.21%
Expenses	\$ 49,415,365	\$ 52,866,770	\$ 3,451,405	6.99%
Net Income / (Shortfall)		(\$ 2,359,465)		

Proposed Revenue 2024-25

	2023-24 Budget	2024-25 Proposed Budget	\$ Increase	% Increase	% of Total Budget
Local	\$ 25,387,315	\$ 25,821,285	\$ 433,970	1.7%	51.1%
State	\$ 21,761,485	\$ 23,448,520	\$ 1,687,035	7.8%	46.4%
Federal	\$ 2,266,565	\$ 1,237,500	(\$1,029,065)	(45.4%)	2.5%
Total	\$ 49,415,365	\$ 50,507,305	\$ 1,091,940	2.2%	100%

Proposed Revenue - Highlights

- Local Revenue
 - Increased assessed value applied to current millage rate
 - The projected increase in local revenue is a positive adjustment to Earned Income tax collections based on a 5-year trend analysis
 - Interest Income adjusted to reflect higher interest earnings on investments.
- State Revenue
 - Basic Education & Special Education Subsidy (see separate slide)
 - Social Security & Retirement Subsidy are based on 50% of total payroll costs.
- Federal Revenue
 - \$1 million decrease in Federal Revenue due expiration of ESSER funds
 - Projecting approximately \$30,000 decrease in Title funds

District Assessed Value Information

	2019	2020	2021	2022	2023	2024
Assessed Valuation	\$247,331,775	\$247,208,455	\$247,367,550	\$248,391,870	\$248,356,290	\$251,270,320
Inc/(Dec) Assessment		(\$ 123,320)	\$ 159,095	\$ 1,024,320	(\$ 35,580)	\$ 2,914,030
\$ Impact		(\$ 11,065)	\$ 14,275	\$ 91,900	(\$ 3,192)	\$ 261,450
Millage Rate	89.72	89.72	89.72	89.72	89.72	TBD

Millage Scenarios

Increase	1 Mill	2 Mills	3 Mills	4 Mills	6.19 Mills Max (Act 1)
Total Mills	90.72	91.72	92.72	93.72	95.91
Additional Revenue Generated	\$ 234,938	\$ 469,875	\$ 704,813	\$ 939,751	\$1,454,265
Approximate Tax Increase for Median Household	\$ 17.20	\$ 34.40	\$ 51.60	\$ 68.80	\$106.47
Less: Increase in Homestead/Farmstead	(\$ 38.00)	(\$ 38.00)	(\$ 38.00)	(\$ 38.00)	(\$ 38.00)
Net Change to Tax Bill	(\$ 20.80)	(\$ 3.60)	\$ 13.60	\$ 30.80	\$ 68.47

- A homeowner with a median assessed value of \$17,200 would pay \$1,543 in real estate taxes at the current rate.
- The State Property Tax Reduction Allocation for Homestead Exclusions increased by \$210,375 – Approved H/F properties will see an estimated increase of \$38 in additional tax relief. Approximately \$218

State Budget Projections 2024-25

	2022-23 Actual	2023-24 Actual	Governor's Proposed Budget	Proposed Increase	50% Proposed Increase
Basic Education Subsidy	\$ 11,853,093	\$ 12,864,194	\$ 14,509,580	\$ 1,645,386	\$ 822,693
Level Up Funding	\$ 546,738	Included in BEF			
Total – Basic Ed	\$ 12,399,264	\$ 12,864,194	\$ 14,509,580		
Special Education Subsidy	\$ 2,381,432	\$ 2,459,193	\$ 2,535,110	\$ 75,917	\$ 75,917
Total	\$ 14,780,696	\$ 15,323,387	\$ 17,044,690	\$ 1,721,303	\$ 898,610

Budgeted Expense Summary

	2023-24 Budget	2024-25 Proposed Budget	Increase/ (Decrease)	% Increase	% of Total Budget
Salaries & Benefits	\$ 33,526,812	\$ 34,690,905	\$ 1,164,093	3.5%	65.6%
Charter Tuition	\$ 2,000,000	\$ 3,001,200	\$ 1,001,200	50.1%	5.7%
Special Education	\$ 2,600,250	\$ 3,051,000	\$ 450,750	17.3%	5.8%
Transportation	\$ 2,694,358	\$ 2,810,000	\$ 115,642	4.3%	5.3%
Debt Service	\$ 2,689,000	\$ 2,686,000	(\$ 3,000)	(0.1%)	5.1%
Maintenance	\$ 1,320,850	\$ 1,505,000	\$ 184,150	13.9%	2.8%
Contracted Services	\$ 1,450,800	\$ 1,611,300	\$ 160,500	11.1%	3.0%
Technology	\$ 1,205,505	\$ 1,487,415	\$ 281,910	23.4%	2.8%
CWCTC	\$ 760,000	\$ 828,965	\$ 68,965	9.1%	1.6%
School-level	\$ 659,400	\$ 659,400	\$ 0	0%	1.2%
Athletics	\$ 313,445	\$ 325,000	\$ 11,555	3.7%	0.6%
Other	\$ 194,945	\$ 210,585	\$ 15,640	8.0%	0.4%
Total	\$ 49,415,365	\$ 52,866,770	\$ 3,451,405	6.99%	100%

Proposed Expenses - Highlights

- Staffing
 - Preliminary Budget includes all positions that were included in the 2023-24 budget. No retirement adjustments have been made at this time.
- PSERS costs
 - Contribution Rate – 33.9%
 - Total net cost to the district of \$3,523,035
- Healthcare Costs
 - WCHO approved increase of 12% which is a total cost to the district of \$4,407,400 a budget increase of \$594,486.
 - 22% increase in line item over past 2 years.
- Cyber/Charter Costs
 - Projected tuition - \$3,000,000.
 - 50% increase equivalent to \$1 million
 - Total enrollment as of April 2024 – 175 – 70 student enrollment increase from 22-23 SY

Budget Assumption & Other Considerations

Where do we stand today?

A lot of work to do between May 8th and June 19th

- Review staffing – Retirements/Resignations (all areas)
- Enrollment analysis
- Charter School conversations
- Review all department budgets / Analyze all ESSER expenditures

To balance the budget with no reduction in expenses:

- Raise Taxes – 6.19 mills – generates - \$1,454,265
- Fund Balance Use - \$ 905,200 (not recommended for operating expenses)