

Upper St. Clair School District

Proposed Final Budget

2019-20 General Fund Budget - PDE 2028

April 8, 2019

2019-20 Budget Process

- ▶ A budget worksheet is distributed in December, via google docs, to key areas of the school district including the athletic department, curriculum leaders, guidance, special education, building principals, operations, security, central office, technology and transportation.
- ▶ Budget meetings are conducted at every level with Central Office Administration.
- ▶ A secondary review process takes place to substantiate the budget dollars in all programs.
- ▶ The current budget, as it is being presented tonight, is a “working document”. A comprehensive presentation will occur at the May committee meeting.

USC 2019-20 Proposed Revenue

REVENUE SOURCE	2017-18 ACTUAL	2018-19 BUDGET	2019-20 BUDGET @ 2.3% increase	PERCENT OF BUDGET
LOCAL REVENUE	\$62,799,884	\$64,650,464	\$67,122,141	78.38%
STATE REVENUE	\$16,936,513	\$17,510,804	\$18,132,403	21.17%
FEDERAL REVENUE	\$1,600,946	\$1,452,027	\$381,027	0.44%
SALE OF FIXED ASSETS	\$70,647	\$0	\$0	0.00%
TOTAL REVENUE	\$81,407,990	\$83,613,295	\$85,635,570	100.00%

USC 2019-20 Proposed Revenue

REVENUE 2019-20 PROPOSED FINAL BUDGET							
ACCOUNT	TITLE	2017-18 ACTUAL	2018-19 BUDGET	2019-20 BUDGET	2019-20 BUDGET	2019-20 BUDGET	2019-20 BUDGET
				NO Real Estate Tax increase	1.80 % Real Estate Tax increase	2.0% Real Estate Tax increase	2.3% Real Estate Tax increase
R6111	CURRENT REAL ESTATE	53,003,153	\$55,105,912	\$56,142,054	\$57,177,434	\$57,292,674	\$57,465,089
R6112	INTERIM REAL ESTATE	176,356	\$340,000	\$340,000	\$340,000	\$340,000	\$340,000
R6113	PUBLIC UTILITY REAL ESTATE	56,104	\$60,000	\$57,500	\$57,500	\$57,500	\$57,500
R6151	EARNED INCOME TAX	5,578,247	\$5,668,552	\$5,668,552	\$5,668,552	\$5,668,552	\$5,668,552
R6153	REAL ESTATE TRANSFER	976,336	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000
R6157	MERCANTILE TAX	350,847	\$375,000	\$375,000	\$375,000	\$375,000	\$375,000
R6411	DEL REAL ESTATE TAX	571,182	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000
R6451	DELINQUENT EIT	65,026	\$75,000	\$65,000	\$65,000	\$65,000	\$65,000
R6510	INTEREST INCOME	314,884	\$290,000	\$500,000	\$500,000	\$500,000	\$500,000
R6710	ATHLETIC REVENUE	164,181	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000
R6832	IDEA PASS THRU	612,116	\$606,000	\$600,000	\$600,000	\$600,000	\$600,000
R6990	MISC. REVENUE	931,452	\$805,000	\$726,000	\$726,000	\$726,000	\$726,000
R7110	BASIC INSTRUCT SUBSIDY	4,382,382	\$4,496,621	\$4,609,832	\$4,609,832	\$4,609,832	\$4,609,832
R7271	SPEC ED REGULAR PROGRAMS	1,887,520	\$1,926,364	\$1,967,316	\$1,967,316	\$1,967,316	\$1,967,316
R7310	TRANSPORTATION	910,603	\$900,000	\$900,000	\$900,000	\$900,000	\$900,000
R7320	RENT & SINKING FUND	879,787	\$815,361	\$775,000	\$775,000	\$775,000	\$775,000
R7330	HEALTH SERVICES	83,874	\$85,000	\$84,000	\$84,000	\$84,000	\$84,000
R7340	STATE PROP TAX REDUCTION	1,389,362	\$1,389,632	\$1,389,632	\$1,389,632	\$1,389,632	\$1,389,632
R7505	READY TO LEARN BLOCK GRANT/OTHER GRANTS	337,467	\$332,045	\$332,045	\$332,045	\$332,045	\$332,045
R7810	SOCIAL SECURITY REIMBURSEMENT	1,314,003	\$1,404,289	\$1,454,842	\$1,454,842	\$1,454,842	\$1,454,842
R7820	RETIREMENT REIMBURSEMENT	5,751,515	\$6,161,492	\$6,619,736	\$6,619,736	\$6,619,736	\$6,619,736
R8000's	FEDERAL SUBSIDY	1,600,946	\$1,452,027	\$381,027	\$381,027	\$381,027	\$381,027
9400	SALE OR COMPENSATION FOR LOSS OF FIXED ASSETS	70,647					
		\$81,407,990	\$83,613,295	\$84,312,535	\$85,347,915	\$85,463,155	\$85,635,570

USC 2019-20 revenue items of note

- ▶ Act 1 Index is set at 2.3% for 2019-20.
- ▶ The District adopted the Act 1 Resolution certifying that the School District will not raise taxes for the 2019-20 school year beyond a rate that exceeds the index of 2.3% as calculated by the Pennsylvania Department of Education.
- ▶ No application for budget exceptions was submitted to PDE.
- ▶ Revenue projections with percentage increments up to the 2.3% Act 1 index maximum are provided for consideration.
- ▶ Growth in the assessed property value for the District continues between budget years. The certified assessed real estate tax base increased from \$2,235,513,841 to \$2,270,288,341 or \$34,774,500.
- ▶ State basic and special education subsidy have been budgeted to increase \$150k for next fiscal year. PSERS reimbursement from the State will continue to increase again next year. The PSERS employers rate will increase from 33.43% to 34.29%.

USC 2019-20 Proposed Expenditures

FUNCTION SUMMARY		2016-17	2017-18	2018-19	2019-20
		Actual	Actual	Budget	Budget
1110 - REGULAR ED		31,495,337	33,028,837	34,230,487	35,563,146
1200 - SPECIAL ED		9,240,019	9,202,851	10,403,024	10,775,898
1300 - VOCATIONAL ED		263,274	324,452	290,260	270,000
1400 - OTHER EDUCATION		219,304	213,782	262,325	223,491
2100 - SUPPORT SERV STUDENTS		2,032,873	2,267,125	2,581,190	2,740,879
2200 - SUPPORT SERVICES		2,075,817	2,661,640	2,809,544	2,746,723
2300 - SUPPORT SERV ADMIN		4,739,391	5,283,352	4,893,935	5,118,690
2400 NURSING SERV		628,994	679,818	653,951	691,070
2500 BUSINESS OFFICE		1,020,586	968,418	993,331	1,037,202
2600 - OPERATIONS		7,660,098	7,836,926	8,259,798	9,011,987
2700- TRANSPORTATION		4,020,191	4,136,901	4,502,972	4,534,477
2800 - CENTRAL OFFICE		1,083,701	1,116,840	1,359,033	1,499,585
2900 -OTHER		61,480	134,509	59,560	61,751
3200 - STUDENT ACTIVITIES		1,552,224	1,721,811	1,780,654	1,818,254
5100 -DEBT		9,256,465	9,651,669	9,995,288	9,308,980
5200 - TRANSFERS		196,270	392,456	295,000	285,000
5900 - BUDGETARY RESERVE		0	0	250,000	250,000
		\$75,546,022	\$79,621,386	\$83,620,353	\$85,937,133

USC 2019-20 Proposed Expenditures

		2017-18	2018-19	2019-20
FUNCTION BY OBJECT BUDGET		Actual	Budget	Budget
100	Salaries	\$35,982,559	\$37,045,646	\$38,526,008
200	Benefits	\$21,537,444	\$22,909,378	\$23,775,339
300	Contracted Services	\$3,382,503	\$3,908,577	\$4,107,885
400	Purchased Services	\$1,226,374	\$1,129,557	\$1,290,360
500	Other Purchased Services	\$3,704,576	\$4,015,828	\$4,122,804
600	Books and Supplies	\$3,360,567	\$3,581,989	\$3,691,081
700	Equipment	\$59,205	\$125,824	\$191,654
800	Miscellaneous Fees	\$5,707,732	\$6,281,476	\$5,396,204
900	Other Uses	\$4,660,426	\$4,622,078	\$4,835,799
	TOTAL	\$79,621,386	\$83,620,353	\$85,937,133

***Expenses increased 4% between the current year and 2019-20 after removing the BAB interest*

USC 2019-20 Expenditure items of note

- ▶ The PSERS contribution rate has increased again for 2019-20 from 33.43% to 34.29%. It is expected to reach 36.30% in 2023-24. The District's portion of the retirement cost (net of reimbursement) for next year is \$6.6 million .
- ▶ A bus replacement plan continues for the 2019-20 school year with the purchase of seven (7) buses.
- ▶ Staffing levels are being examined with a recommendation to follow in May.
- ▶ Approximately \$640k of the salary increases is directly related to the teacher jump steps.
- ▶ Charter school expenses are budgeted to increase \$238k with an increase of nine (9) students. The total expenses for charter schools next year is \$650k based on current enrollment.
- ▶ Security & Wellness expenditures increased \$840k. The expenditures increasing include emotional support, nursing services, psychological services, counseling, school police, and security services.
- ▶ Federal BAB's were refinanced in April 2019. Revenue and expenditures decreased \$1.062 million as a result of municipal bonds being issued as the debt replacement.

USC 2019-20 Proposed Final Budget

Deficit summary based on tax increase percentage

	2019-20 BUDGET	2019-20 BUDGET	2019-20 BUDGET	2019-20 BUDGET
	NO Real Estate Tax increase	1.80 % Real Estate Tax increase	2.0% Real Estate Tax increase	2.3% Real Estate Tax increase
REVENUES	\$84,312,535	\$85,347,915	\$85,463,155	\$85,635,570
EXPENDITURES	\$85,937,133	\$85,937,133	\$85,937,133	\$85,937,133
TOTAL DEFICIT	(\$1,624,598)	(\$589,218)	(\$473,978)	(\$301,563)

USC 2019-20 Budget Timeline

Date	Budget Action
April 8, 2019	Summary Budget Presentation
May 6, 2019	Detailed Budget Presentation > Comprehensive look at each program area
May 20, 2019	Adopt 2019-20 Proposed Final Budget
June 3, 2019	Budget Update
June 19, 2019	Adopt 2019-20 Final Budget