



STATE COLLEGE AREA SCHOOL DISTRICT

Office of the Superintendent

240 VILLA CREST DRIVE • STATE COLLEGE PENNSYLVANIA • 16801

TELEPHONE: 814-231-1021 • FAX: 814-231-4130

To: Board of Directors

From: Robert O'Donnell, Randy Brown and Donna Watson

Date: April 5, 2018

Re: 2018-19 Budget Development - Update

The budget development update provides greater focus on the 2018-19 budget proposal. The proposal remains the same since the March 26 Board meeting. This update includes discussion of:

- Supplemental Tax Rebate Program
- Charter School Enrollments & Expenses
- Debt & Capital
- Total Expenses
 - PSERS Employer Rate Contributions
 - Summary of 2017-18 Projection vs. 2018-19 budget
 - Budgeted Expense by Function
 - Budgeted Expense by Object
- Budget Additions
- Next Steps

Supplemental Tax Rebate Program (Attachment A)

The Board instituted a supplemental tax rebate program for 2015-16. The initial budget for the program was \$200,000, reduced to \$100,000 in 2016-17. Based upon historical expense (included below), the administration recommends a budget of \$100,000 for inclusion in the 2018-19 budget should the Board desire to maintain the current components of the program.

2015-16	\$76,590
2016-17	\$82,584
2017-18	\$72,482

Charter School Enrollments and Expenses

The district cost for charter schools in 2017-18 is projected at \$6.8 million or approximately 5% of total expenses exclusive of capital and debt service. Assuming level enrollments in 2018-19, the budget proposal includes an estimated \$7 million charter school costs resulting from an

expected increase in the tuition rate. Enrollment of district students in charter schools in the current year totals 432 students, 372 regular ed and 60 special education. This is the highest enrollment level the district has experienced to date. The students attend one of four brick and mortar or eight cyber charter schools. Eighty-six percent of the district students attending charter schools are enrolled in brick and mortar schools. The tuition rate for regular education is \$14,008 and special education is \$28,465.

Debt Service and Capital

With the completion of the debt issuance for the elementary school projects in March 2018, total debt service in 2018-19 will be \$16 million. Debt service for incurred debt is budgeted and expensed from the general fund. Prior to being incurred, debt service expense is projected in the capital reserve fund. A chart detailing outstanding principal for district debt is included for reference.

Since the debt service expense for the 2018 bond issue is moved to a general fund expense (shown on the general fund expenses and fund balances transfers for 2018-19), the transfer to capital reserve for 2017-18 is recommended to become an assignment of fund balance in the general fund (\$4,811,000). In 2018-19 the debt service and capital projects on the high school campus (\$3,444,318) are suggested to be paid from this assigned fund balance. The proposed 2018-19 capital reserve (\$2,117,200) is recommended become an assignment of fund balance, leaving \$3,483,882 in assigned fund balance at the end of 2018-19. (see Figures A and B) The capital projects on the high school campus include \$1,000,000 for the artificial surface at the north field and \$300,000 for the traffic light on Westerly Parkway. These items will be discussed in more detail at future committee meetings.

Figure A

Projected 2017-18		3/26/2018	4/9/2018	Net Change
Transfer to Capital Reserve		\$ 4,811,000	\$ 0	(\$ 4,811,000)
General Fund - Assigned	Total	\$ 3,847,987	\$ 8,658,987	\$ 4,811,000
	PSERS	\$ 3,847,987	\$ 3,847,987	\$ 0
	Debt Service/Capital	\$ 0	\$ 4,811,000	\$ 4,811,000
General Fund Unassigned		\$ 12,135,183	\$ 12,135,183	\$ 0

Figure B

2018-19 Proposed Budget		3/26/2018	4/9/2018	Net Change
Debt Service		\$ 7,613,533	\$ 11,057,851	\$ 3,444,318
Transfer to Capital Reserve		\$ 2,117,200	\$ 0	(\$ 2,117,200)
General Fund - Assigned	Total	\$ 2,640,414	\$ 6,124,296	\$ 3,483,882
	PSERS	\$ 2,640,414	\$ 2,640,414	\$ 0
	Debt Service/Capital	\$ 0	\$ 3,483,882	\$ 3,483,882
General Fund Unassigned		\$ 12,491,345	\$ 12,491,345	\$ 0

Budgeted Expenses (Attachment B)

Total budgeted expenses in 2018-19 are \$157,729,655, with the only differences since the last presentation being the movement of debt service from transfer to capital service for the 2018 debt service.

The functional categorization of expenses includes instructional and support services.

Instructional includes all activities dealing directly with the interaction between teachers and students directly attributed to program of instruction.

Regular Programs are activities designed to provide grades K-12 students with learning experiences to prepare them for activities as citizens, family members, and non-vocational workers.

Special Programs are activities designed primarily for students having special needs.

Support Services include student support services such as guidance, health, social work, instructional support such as curriculum development and technology, and administrative support such as tax collection, legal, accounting and board.

Non-Instructional services related to student activities, athletics and community services.

Other Expense and Financing Uses include debt service, transfers to other funds, and budgeted contingency.

Instructional (56%) and Support (29%) Services account for 85% of all budgeted expenses in 2018-19 proposal. Non-instructional and Other Expenditures account for 1.8% and 13.6%, respectively.

Several charts and graphs have been provided in the attachment showing various breakdowns of expense make-up and categorization.

As a follow-up from the last budget discussion, a slide related to the salary expense by staffing group with a breakdown of permanent and temporary is also included. Also included are charts related to the PSERS employer rates.

Additional Positions and Increased Expenditures

As provided in the March 26 budget update, the explanations for additional positions and increased expenditures has been included.

1. *Staffing to adjust student day* – We have identified that we will need additional teachers (7.35 FTE) for the proposed K-5 STEM special, as well as music and health and physical education. Of these, six positions would be used for the STEM program, and 1.35 positions would be utilized to instruct music and physical education. This is almost 3.0 FTEs less than what was previously suggested with the extended elementary day proposal, because we now have a clearer understanding of our specials scheduling. However, we have yet to finalize our support staff needs pertaining to midday lunch and recess and expect to have a final request in our next update. ([Educational Strategic Plan goals 1, 2 and 4](#))
2. *Director of Diversity and Inclusivity* – This full-time position is almost entirely funded by shifting resources from a current position. However, we budgeted an \$18,000 increase to fund the difference. This position is a 12-month position. ([Educational Strategic Plan goals 1, 2, 4 and 5](#))
3. *Elementary counselor* (1.0 FTE) – This position would enable us to move forward with a comprehensive counseling curriculum in K-5. This supports our efforts to better promote the social, emotional and behavioral development of all students. Attached to the budget documents is a staffing level report. For elementary counselors, the staffing level would be 1.0 counselor per elementary school. However, Corl Street staffing level would be at 0.6 counselor. Currently, we have full-time counselors at Gray's Woods, Easterly Parkway, Mount Nittany, Park Forest, and Radio Park. There is a shared counselor at Corl Street (0.4 FTE) and Ferguson (0.6 FTE), and a 0.6 FTE at Houserville/Lemont. ([Educational Strategic Plan goals 1, 3 and 5](#))

4. *Primary autistic support classroom* (1.0 FTE faculty, 5.0 FTE paraprofessionals) – This staffing request is due to six newly registered [kindergarten] students for the fall of 2018. The students need supports offered through our autistic support program. Because our current primary autistic support classroom is one student from full capacity for the 2018-2019 year, we are proposing a second classroom based on students who are registered at this time. ([Educational Strategic Plan goals 1 - 5](#))
5. *Elementary Instructional Support (0.5 FTE - Corl Street)* – A shift in student demographics has presented increased needs for student supports in reading and math. The half-day instructional support teacher (IST) position is no longer sufficient in meeting those needs. Currently, the IST is limited to Tier 2 and Tier 3 supports in kindergarten for reading and math and push-in supports for 4th grade. There has been an increase in IEPs for writing. We believe this is attributed to the limited student support for writing from the IST. A full-time IST would increase support for students in writing and math, including additional Tier 2 and Tier 3 supports at all grade levels. Additionally, the shift to full time would permit the IST to attend professional learning community meetings that would allow for consultation with grade level teachers on instructional strategies to support students. ([Educational Strategic Plan goals 1, 2 and 4](#))
6. *Elementary classroom teacher* – Although we have identified three current positions for addressing summer shifts in K-5 enrollment, we are proposing to include one faculty position in case enrollments shift more than we have capacity to address within our current class size guidelines. ([Educational Strategic Plan goals 1 - 5](#))
7. *Part-time middle school gifted support teacher (0.4 FTE)* – Due to the increased number of gifted identified elementary students that are rising to the middle level, we are proposing to increase gifted support staffing at the middle schools. Currently, each middle school has one full-time gifted teacher, and Delta has one full-time position that supports grades 5-8. During our next board CCL meeting, we will present a proposed five-year gifted education plan which includes this position.
8. *Security and Resource Officer* – We have included resources for an increased security guard and resource officer. This is through a contracted service. ([Educational Strategic Plan goal 1](#))
9. *Lead counselor stipend* – Due to the expansion of K-5 counseling programming, this lead role would collaborate with our Director of Student Services to ensure a cohesive K-8 counseling program, with an increased emphasis on social and emotional learning for all students. Because we are shifting a small amount of resources within the student services budget, we expect no increased cost. ([Educational Strategic Plan goals 1, 3 and 5](#))
10. *Psychological services* – This would provide two part-time psychologist interns for the 2018-19 school year. These two roles provide cost-effective support to our psychologists' in meeting evaluation requirements, as well as develop capacity for future transitions. ([Educational Strategic Plan goals 1, 3 and 5](#))

11. *Recruitment software* – This has been a discussion for several years. However, we have held off on this update due to cost considerations. Our current system requires appreciable staff intervention, is frequently frustrating for users, and does not provide desired capabilities. Feedback from our current and prospective employees continue to underscore the need for a solution. Following Board budget approval, we will present a proposed solution for review. ([Educational Strategic Plan goals 1 - 5](#))
12. *High school student assessment (PSAT)* – This is dependent upon Board approval of an updated assessment plan. We are proposing \$11,000 for all grade 9 and 11 students to have the option of participating in the PSAT-9 (grade 9) and regular PSAT (grade 11). This would enable students to participate during the fall semester. We are not including the PSAT-10 option in the school day due to the spring administration; we do not propose increasing spring testing experiences due to the timing of mandated state assessments. During an upcoming CCL meeting, we will bring forth the rationale for these assessments. We believe these options would help students, parents and faculty to better understand strengths and weaknesses, which would better inform course selection decisions. ([Educational Strategic Plan goals 1 - 4](#))
13. *Curriculum changes* – The proposal includes resources to support the Board-approved changes to the K-5 mathematics and new K-5 STEM curriculum. This item would not recur to the level of 2018-19, and is due to the the initial year of the mathematics and STEM changes. ([Educational Strategic Plan goals 1 - 4](#))

The next steps in the budget development process include:

April 19 Finance and Audit Committee
April 23 Presentation of proposed final budget
May 7 Board action to adopt proposed final budget
May 17 Finance and Audit Committee
May 21 Budget development update
June 4 Budget hearing
June 11 Board action to adopt final budget

Attachment A

Supplemental Tax Rebate

STATE COLLEGE AREA SCHOOL DISTRICT
CENTRE COUNTY, PENNSYLVANIA

A RESOLUTION OF THE BOARD OF SCHOOL DIRECTORS OF STATE COLLEGE AREA SCHOOL DISTRICT, CENTRE COUNTY, PENNSYLVANIA, PROVIDING PROPERTY TAX REBATES TO CERTAIN SENIOR CITIZENS, WIDOWS, WIDOWERS, AND DISABLED PERSONS WITH FIXED AND LIMITED INCOMES; ESTABLISHING UNIFORM STANDARDS AND QUALIFICATIONS FOR ELIGIBILITY TO RECEIVE A REBATE; AND PROVIDING PENALTIES FOR FRAUDULENT CLAIMS.

WHEREAS, the Board of School Directors ("Board") of the State College Area School District, Centre County, Pennsylvania ("School District") considers it to be a matter of sound public policy to make special provisions for property tax rebates to that class of senior citizens, widows, widowers and disabled persons who are real property taxpayers of an approved Homestead/Farmstead property and to relieve their economic burden; and

WHEREAS, pursuant to this Resolution, the Board is demonstrating a willingness to help the above individuals.

NOW, THEREFORE, BE IT RESOLVED by the Board as follows:

1) **Definitions.** The following words and phrases, when used in this Resolution shall have the meanings ascribed to them in this Section 1, except where the context clearly indicates or requires a different meaning.

(a) "Act" means Chapter 13 (Senior Citizens Property Tax and Rent Rebate Assistance) of the Taxpayer Relief Act, Act 1 of Special Session 2006 as amended.

(b) "Claimant" means a person who files a claim for property tax rebate under the Act and, for the 2017 calendar year, (i) was sixty-five (65) years of age or over, or whose spouse (if a member of the household) was sixty-five (65) years of age or over, (ii) was a widow or widower and was fifty (50) years of age or over, or (iii) was a permanently disabled person eighteen (18) years of age or over. For the purposes of this Resolution, the term "widow" or "widower" shall mean the surviving wife or surviving husband, as the case may be, of a deceased individual and who has not remarried, and the term "permanently disabled person" shall mean a person who is unable to engage in any substantial gainful activity by reason of any medically determinable physical or mental impairment which can be expected to continue indefinitely.

(c) "Claim Form" means the form attached hereto as Exhibit A and the additional information required to be filed with the Business Office of the School District as set forth on such form.

(d) "Total Income" shall mean income as defined by the Pennsylvania Department of Revenue for reporting for the Property Tax/Rent Rebate program. "Property Tax Paid" shall be the property taxes paid to the School District during the 2017/2018 School District Fiscal Year. Property taxes must have been paid prior to December 31, 2017 to qualify for Property Tax Rebate.

(e) "School District Fiscal Year" means July 1st to the following June 30th.

- (f) "Resolution" means this Resolution.

2. **Property Tax Rebate.**

(a) Subject to the other provisions of this Resolution, during the 2018/2019 School District Fiscal Year, the School District shall pay a property tax rebate in accordance with the following schedule.

Total Income	Maximum Rebate
\$0 to \$8,000	\$650
\$8,001 to \$15,000	\$500
\$15,001 to \$18,000	\$300
\$18,001 to \$35,000	\$250

(b) Notwithstanding the foregoing, a Claimant with Total Income greater than \$35,000 shall not be eligible for a property tax rebate and any property tax rebate to be paid by the School District to an otherwise eligible Claimant in the 2018/2019 School District Fiscal Year shall be limited to the lesser of:

(i) The excess of property taxes paid to the School District by the Claimant in the 2017/2018 School District Fiscal Year over the property tax rebate paid to the Claimant under the Act during the 2018/2019 School District Fiscal Year by reason of the payment of such property taxes to the School District; or

(ii) Six Hundred Fifty Dollars (\$650.00)

(c) Notwithstanding (a) and (b) above, the total of all property tax rebates paid to the Claimant under the Act, when combined with the calculated property tax rebate payable from the School District, cannot exceed the Pennsylvania maximum allowable tax relief of 50 percent of the median assessed value of all homestead properties in the District multiplied by the School District tax millage rate. For the 2018/2019 year, the maximum relief available to Pennsylvania residents from all state and local programs is estimated at \$1,626. The School District rebate will be limited to an amount that will result in total property relief within this limit.

(d) Notwithstanding (a), (b) and (c) above, the School District reserves the right to rescind this resolution if the Pennsylvania Commonwealth Budget for 2018/2019 includes property tax reform.

3. **Filing.** To claim and receive the property tax rebate provided for under Section 2 from the School District, the Claimant must file a claim for the property tax rebate with the Business Office of the School District on or before the end June 30, 2019. The Claimant shall be entitled to a property tax rebate from the School District so long as funds remain available from the allotment approved by the Board. Rebate payments will be made to qualified applicants after the passage of the Commonwealth budget for the 2018/2019 year. If two or more persons, under the same property, are able to meet the qualifications for a Claimant, the rebate shall be paid to the Claimant(s) who received the property tax rebate under the Act.

4. **Claim Form.**

(a) When filing for a property tax rebate from the School District, Claimant shall timely file with the Business Office of the School District a Claim Form (and all required additional information which shall include evidence of the rebate amount received from the Commonwealth of Pennsylvania). Appropriate evidence of the rebate amount received from the Commonwealth of Pennsylvania shall include a copy of the rebate check received from the Pennsylvania Department of Revenue, a copy of the Claimant's bank statement reflecting the deposit of the rebate amount or a statement printed from the Pennsylvania Department of Revenue website made available under the option titled "Where's my Property Tax/Rent Rebate?".

(b) The following is an example to illustrate the requirements of Sections 2 through 4. The example is for illustration purposes only.

Example: Claimant files for a property tax rebate under the Act with the Pennsylvania Department of Revenue by filing Form PA-1000 2017 (Property Tax or Rent Rebate Claim) in connection with property taxes paid in 2017. On July 15, 2018, Claimant receives a property tax rebate from the Commonwealth of Pennsylvania in connection with such filing. Claimant may now file for a property tax rebate with the School District by submitting a Claim Form to the School District with a copy of the Form PA-1000 2017 filed with the Pennsylvania Department of Revenue and evidence of the rebate amount received, on or before June 30, 2019.

5. **Incorrect Claim.** Whenever the Business Office of the School District finds a claim to have been incorrectly determined, the Business Officer shall calculate the correct amount of the claim and notify the Claimant of the reason for the redetermination and the amount of the corrected claim.

6. **Fraudulent Claim: Conveyance to Obtain Benefits.**

(a) In any case in which a claim is excessive and was filed with fraudulent intent, the claim shall be disallowed. The amount of the disallowed claim, if the claim has been paid, will be expected to be repaid. The Claimant and any person who assisted in preparation of filing of a fraudulent claim shall be subject to criminal prosecution in accordance with applicable provisions and penalties as provided in the Pennsylvania Crimes Code.

(b) A claim shall be disallowed if the Claimant received title to the homestead primarily for the purpose of receiving a property tax rebate.

7. **Petition for Redetermination.** Any Claimant whose claim for a property tax rebate is either denied, corrected or otherwise adversely affected by the Business Office of the School District, may file with the Board a petition for redetermination within ninety (90) days after the date of mailing or written notice by the Business Office of such action. Such petition shall set forth the grounds upon which the Claimant alleges that such action of the Business Office is erroneous or unlawful, in whole or in part, and shall be accompanied by an affidavit or affirmation that the facts contained therein are true and correct. The Board shall hold such hearings as may be necessary for the purpose of redetermination and each Claimant who has duly filed such petition for redetermination shall be notified by the Board of the time when, and the place where, such hearing in his or her case will be held. The determination of the Board, after such hearings and any required further review, shall be final.

8. **Severability.** The provisions of this Resolution are severable; if any word, phrase, clause, sentence, section or provision of this Resolution is for any reason held to be unconstitutional or illegal or invalid, the decision of any Court shall not affect or impair any of the remaining provisions of this Resolution. It is hereby declared to be the intent of the Board of the School District that this Resolution would have been adopted had such unconstitutional or illegal or invalid word, phrase, clause, sentence, section or provision thereof not been included herein.

9. **Effective Date.** This Resolution shall be effective solely for the 2018/2019 School District Fiscal Year and shall be deemed repealed for all School District Fiscal Years thereafter.

RESOLVED by the Board this _____ day of _____, 2018.

Attest:

STATE COLLEGE AREA SCHOOL DISTRICT

Secretary

By: _____
President

The State College Area School District Board of School Directors has approved a supplemental property tax rebate program for the 2018-19 fiscal year providing for property tax rebates to senior citizens, widows, widowers and disabled persons who meet certain income eligibility guidelines and who are homeowners.

Rebates up to \$650 per single household are available and are based upon total income as listed on Form PA-1000 for 2017.

Income	Maximum Rebate
\$0 to \$8,000	\$650
\$8,001 to \$15,000	\$500
\$15,001 to \$18,000	\$300
\$18,001 to \$35,000	\$250

By implementing the rebate program, the board is demonstrating a willingness to help the aforementioned individuals for the 2018-19 fiscal year.

Criteria which must be met to qualify for the rebate:

- Claimant must be a homeowner. Renters are not eligible for the program.
- Household income must not exceed \$35,000 per year. One half of your social security income is excluded from this calculation.
- Any of the following criteria must be met:
 - Claimant or claimant's spouse is 65 or older
 - Claimant is a widow or widower 50 and older
 - Claimant has disabilities and is 18 and older
- Claimant must have been awarded and received a rebate under the Pennsylvania Property Tax Rebate Program.
- Real estate tax bills for 2017-18 (issued July 2017) must have been paid by December 31, 2017.
- Property must have received a homestead/farmstead exclusion for the 2017-18 tax year.

If you have questions related to the completion of the Pennsylvania Form PA-1000, the Pennsylvania Department of Revenue instructions for the PA-1000 lists various agencies to contact for assistance, including Pennsylvania Department of Revenue district offices.

Frequently Asked Questions

What steps must be taken to apply for the rebate?

1) Apply for the 2017 Pennsylvania Property Tax Rebate using Form PA-1000 **before December 31, 2018**. Property Tax Rebate claim forms are available online at <http://www.revenue.state.pa.us> or by calling the department's information line at 1-888-222-9190.

2) Receive a rebate under the Pennsylvania Supplemental Property Tax program.

3) Complete the SCASD Supplemental Property Tax Rebate Claim Form.

4) Submit your completed application to SCASD, Supplemental Property Tax Program, 240 Villa Crest Drive, State College, PA 16801, with the following:

- A copy of your completed PA-1000 form for 2017
- Evidence of receipt of rebate from the Pennsylvania Property Tax Rebate Program for 2017

If I moved during the year will I still qualify for the rebate? If you moved or had a change in your personal status during the year, your rebate will be prorated.

When can I submit my application? Property owners may submit applications anytime from July 1, 2018 to June 30, 2019.

If I meet all of the specified criteria, am I guaranteed a rebate? SCASD has set aside \$100,000 for the program in the 2018-19 budget. Applications will be processed on a first-come basis until funds are expended.

If I qualify for a rebate, how will the amount of my rebate be determined? The rebate will be based on your income level as defined under the Pennsylvania Tax Rebate Program and the amount of real estate taxes paid in the 2017-18 tax year. The rebate will be the lesser of the maximum rebate in the chart provided, or the real estate taxes paid less any state rebates received. For the current rebate year, the state mandated maximum tax relief is \$1,626.

When will I receive my rebate? Rebates will be issued by check. Please allow up to six weeks for review and processing. **Please note that payments will begin after passage of the Commonwealth 2018-19 Budget.**



STATE COLLEGE AREA SCHOOL DISTRICT

2017 Supplemental Property Tax Rebate Claim Form

- **Complete the District Claim Form**
- **Attach a copy of form PA-1000 for 2017**
- **Attach proof of receipt of the State Property Tax Rebate**
 - Copy of check received or
 - Copy of bank statement showing electronic deposit or
 - Statement printed from the Pennsylvania Department of Revenue website under the option titled: "Where's my Property Tax Rebate?"

Mail completed form and all required documentation to:

State College Area School District
Supplemental Property Tax Program
240 Villa Crest Drive
State College, PA 16801

Questions?

Please contact the
State College Area School District
(SCASD) at 814-231-1021

SUPPLEMENTAL PROPERTY TAX REBATE CLAIM FORM

STATE COLLEGE AREA SCHOOL DISTRICT

For 2017-18 State College Area School District Property Tax

BILLS ISSUED JULY 2017

FILING INSTRUCTIONS

1. Complete PART A – Personal Information
2. Complete PART B – Property Tax Rebate Information from Form PA-1000
3. Assemble required documentation:
 - **This completed form**
 - **A copy of form PA-1000 for 2017 submitted to Pennsylvania Department of Revenue**
 - **Proof of receipt of the Pennsylvania Property Tax Rebate (received on or after July 1, 2018)**
4. Mail completed claim form and required documentation to:

State College Area School District
Supplemental Property Tax Program
240 Villa Crest Drive
State College, PA 16801

NOTE – must be filed after July 1, 2018, but before June 30, 2019.

PART A – Personal Information – COMPLETE ALL INFORMATION

(a-1) Name of Claimant:

(a-2) Address of Claimant:

(a-3) Tax Parcel Number: ____ - ____ - ____ , ____ - ____ - ____

(a-4) Total property taxes paid to School District for 2017-18: \$ ____ , ____ - ____ . ____

(a-5) Birth date of Claimant: ____ / ____ / ____

(a-6) Social Security Number of Claimant: ____ - ____ - ____

PART B – Property Tax Rebate from the Commonwealth of PA – COMPLETE ALL INFORMATION

(b-1) Income Amount from Line 12 on Form PA-1000 2017

\$

(b-2) Property Tax Rebate Amount from Line 14 on Form PA-1000 2017

\$

I declare that this form is true, correct and complete, that the documents required and attached hereto are true and correct copies of those documents, and that to the best of my knowledge and belief this is the only claim filed by members of my household.

Claimant's Signature

Telephone Number

_____/_____/_____
Date

Signature of Preparer (if other than Claimant)

Note: Claim forms will be processed on a first-come, first-served basis until June 30, 2019, provided the \$100,000 allotment has not been expended. **Checks will not be issued until after the passage of the Commonwealth 2018-19 budget.**

Revised 3/30/18

Attachment B

Budget Statements
Multiyear Projection
Presentation

State College Area School District
General Fund Revenue
Projected 2017-18 vs. Preliminary Budget 2018-19

	(A) Projected 2017-2018	(B) Budget 2018-2019	(C) Variance	(D) Estimated Student Day Impact(1)
LOCAL SERVICES TAX				
CURRENT REAL ESTATE TAX	\$92,118,130	\$95,491,597	\$3,373,467	-
REAL ESTATE TAX-REFERENDUM DEBT	4,945,363	4,941,977	(3,386)	-
EARNED INCOME TAX	17,480,000	17,830,000	350,000	-
REALTY TRANSFER TAX	2,194,000	2,194,000	-	-
DELINQUENT REAL ESTATE TAX	1,100,000	1,100,000	-	-
INTERIM REAL ESTATE TAX	680,000	600,000	(80,000)	-
IDEA-B	742,380	740,000	(2,380)	-
PAYMENTS IN LIEU OF TAX	648,561	648,561	-	-
LOCAL SERVICES TAX	398,000	402,000	4,000	-
TUITION	1,190,638	1,513,346	322,708	-
MISC LOCAL REVENUE	570,508	573,112	2,604	-
PUBLIC UTILITY REALTY TAX	117,190	117,190	-	-
INTEREST ON INVESTMENTS	400,000	250,000	(150,000)	-
TOTAL LOCAL	122,584,770	126,401,783	3,817,012	-
STATE				
BASIC ED INSTR SUBSIDY	7,724,480	7,724,480	-	-
SPECIAL ED REVENUE-REGULR	3,292,893	3,292,893	-	-
REV. FOR RETIREMENT	10,666,599	11,375,695	709,096	104,513
REV. FOR SOCIAL SECURITY	2,489,217	2,607,151	117,934	23,418
PROPERTY TAX REDUCTION	1,424,050	1,424,050	-	-
TRANSPORTATION REVENUE	800,000	800,000	-	-
BOND REIMBURSEMENTS	321,430	633,004	311,574	-
HEALTH SERVICES REVENUE	140,000	140,000	-	-
READY TO LEARN GRANT	310,013	310,013	-	-
VOCATIONAL EDUCATION	135,000	100,000	(35,000)	-
OTHER STATE REVENUE	0	1,935,393	1,935,393	-
TUITION - 1305/1306	130,000	130,000	-	-
TOTAL STATE	27,433,683	30,472,679	3,038,997	127,931
FEDERAL				
TITLE I REVENUE	713,000	709,940	(3,060)	-
TITLE II REVENUE	180,000	156,415	(23,585)	-
ACCESS FUNDS	250,000	250,000	-	-
OTHER FEDERAL REVENUE	86,156	60,000	(26,156)	-
TITLE III REVENUE	35,000	35,000	-	-
TOTAL FEDERAL	1,264,156	1,211,355	(52,801)	-
TOTAL REVENUE	\$151,282,609	\$158,085,817	\$6,803,208	\$127,931

(1) Includes the PSERS and Social Security reimbursement related to the estimated student day expenses as included in the budget 2018-19 column.

**State College Area School District
General Fund Expenses and Fund Balance Transfers
Projected 2017-18 vs. Proposed Budget 2018-19**

	(A) Projected 2017-2018	(B) Budget 2018-2019	(C) Variance	(D) Estimated Student Day Impact (1)
Salaries	\$ 66,814,751	\$ 69,551,852	\$ 2,737,101	\$ 612,236
Health Insurance	12,815,963	13,051,290	235,327	113,628
PSERS	21,333,198	22,751,390	1,418,192	209,026
Other Benefits	6,698,090	6,943,781	245,691	56,579
Professional Services	3,275,740	3,527,566	251,826	30,000
Purchased Property Services	1,269,621	1,352,407	82,786	-
Charter School Expense	6,711,000	7,130,000	419,000	-
Other Purchased Services	5,904,278	5,982,720	78,442	-
Supplies/Equipment	7,110,547	7,838,325	727,778	400,000
Minor Capital Projects	2,301,386	2,181,543	(119,843)	-
Transfers/contingencies	1,432,270	1,706,103	273,833	-
Debt Service	7,486,051	11,057,851	3,571,800	-
Debt Service - Referendum Debt	5,257,725	5,254,125	(3,600)	-
Transfer to Cap Projects-DCED Grant	-	1,935,393	1,935,393	-
Transfer to Capital Reserve (2)	-	-	-	-
Fund Balance Use (Debt Service/Capital) (2)	-	(1,327,118)	(1,327,118)	-
Fund Balance Use (PSERS/Legal)	(2,186,728)	(1,207,573)	979,155	-
Total Expenses and Fund Balance Transfers	\$146,223,892	\$157,729,655	\$11,505,763	
Proposed Student Day Expense Impact				1,421,470
Less PSERS and Social Security Reimbursement (3)				127,851
Net Proposed Student Day Impact				\$ 1,293,618

(1) Student day impact as it is included in the Budget 2018-19 column (Column B).

(2) Reflects proposed assignment of amount previously transferred to capital reserve. Assignment allows for funding of Series 2018 Bond debt service from the General Fund rather than from the Capital Reserve Fund. This assignment may also fund certain capital projects on the high school campus.

(3) The PSERS and Social Security Reimbursement is reflected in the Revenue Budget for 2018-19.

**State College Area School District
General Fund Activity
Projected 2017-18 vs. Preliminary Budget 2018-19**

	Preliminary 1/22/18	Board Presentation 3/26/18	3/26/18 vs. 1/22/18	Board Presentation 4/9/18	4/9/18 vs. 3/26/18
Beginning Fund Balance	\$12,692,045	\$12,135,183	(\$556,863)	\$12,135,183	\$0 a
Revenue	157,991,062	158,085,817	94,755	158,085,817	0
Local	126,401,783	126,401,783	0	126,401,783	0
State	30,464,279	30,472,679	8,400	30,472,679	0
Federal	1,125,000	1,211,355	86,355	1,211,355	0
Expense	158,747,224	158,937,228	190,004	160,264,346	1,327,118
Revenue less expense	(756,162)	(851,412)	(95,250)	(2,178,529)	(1,327,117) b
Funding (Use) of Assigned Fund Bal (Debt Serv/Cap)				(1,327,118)	(1,327,118) c
Funding (Use) of Assigned Fund Bal (PSERS/Legal Liab)	(1,207,573)	(1,207,573)	0	(1,207,573)	0 d
Change in Assigned Fund Balance	(1,207,573)	(1,207,573)	0	(2,534,691)	(1,327,118) e (c+d)
Change in Unassigned General Fund Balance	451,411	356,161	(95,250)	356,162	0 f (b-e)
Ending Unassigned Fund Balance	<u>\$13,143,456</u>	<u>\$12,491,344</u>	<u>(\$652,113)</u>	<u>\$12,491,345</u>	<u>\$0 (a+f)</u>

3/26/18 vs. 1/22/18 - Changes primarily reflect decrease in estimated cost of student day change and health insurance, offset by proposed budget additions. Capital reserve transfer is also increased by \$800,000.

4/9/18 vs. 3/26/18 - Reflects funding of debt service for Series 2018 bonds through use of assigned fund balance, and continued assignment of fund balance for amount previously recorded as transfer to capital reserve.

**State College Area School District
General Fund Revenue
Budget 2018-19**

Assumptions:

Earned Income Tax Growth	2.00%	2.00%	2.00%
Assessed Value Growth	1.00%	1.00%	1.00%
Exceptions	0.00%	0.00%	0.00%
Act 1 Index	2.40%	2.40%	2.40%
Proposed Tax Increase	2.40%	2.40%	2.40%

	(A)	(B)	(C)	(D)	(E)	(F)	(G)
						Estimated Student Day Impact (1)	
	Preliminary 1/22/18	Board Presentation 3/26/18	3/26/18 vs. 1/22/18	Board Presentation 4/9/18	4/9/18 vs. 3/26/18	Preliminary 1/22/18	Board Presentation 3/26/18 & 4/9/18
LOCAL SERVICES TAX							
CURRENT REAL ESTATE TAX	\$95,491,597	\$95,491,597	\$0	\$95,491,597	\$0	-	-
REAL ESTATE TAX-REFERENDUM DEBT	4,941,977	4,941,977	0	4,941,977	0	-	-
EARNED INCOME TAX	17,830,000	17,830,000	0	17,830,000	0	-	-
REALTY TRANSFER TAX	2,194,000	2,194,000	0	2,194,000	0	-	-
DELINQUENT REAL ESTATE TAX	1,100,000	1,100,000	0	1,100,000	0	-	-
INTERIM REAL ESTATE TAX	600,000	600,000	0	600,000	0	-	-
IDEA-B	740,000	740,000	0	740,000	0	-	-
PAYMENTS IN LIEU OF TAX	648,561	648,561	0	648,561	0	-	-
LOCAL SERVICES TAX	402,000	402,000	0	402,000	0	-	-
TUITION	1,513,346	1,513,346	0	1,513,346	0	-	-
MISC LOCAL REVENUE	573,112	573,112	0	573,112	0	-	-
PUBLIC UTILITY REALTY TAX	117,190	117,190	0	117,190	0	-	-
INTEREST ON INVESTMENTS	250,000	250,000	0	250,000	0	-	-
TOTAL LOCAL	126,401,783	126,401,783	0	126,401,783	0	-	-
STATE							
BASIC ED INSTR SUBSIDY	7,724,480	7,724,480	0	7,724,480	0	-	-
SPECIAL ED REVENUE-REGULR	3,292,893	3,292,893	0	3,292,893	0	-	-
REV. FOR RETIREMENT	11,371,149	11,375,695	4,546	11,375,695	0	153,394	104,513
REV. FOR SOCIAL SECURITY	2,603,297	2,607,151	3,854	2,607,151	0	34,285	23,418
PROPERTY TAX REDUCTION	1,424,050	1,424,050	0	1,424,050	0	-	-
TRANSPORTATION REVENUE	800,000	800,000	0	800,000	0	-	-
BOND REIMBURSEMENTS	633,004	633,004	0	633,004	0	-	-
HEALTH SERVICES REVENUE	140,000	140,000	0	140,000	0	-	-
READY TO LEARN GRANT	310,013	310,013	0	310,013	0	-	-
VOCATIONAL EDUCATION	100,000	100,000	0	100,000	0	-	-
OTHER STATE REVENUE	1,935,393	1,935,393	0	1,935,393	0	-	-
TUITION - 1305/1306	130,000	130,000	0	130,000	0	-	-
TOTAL STATE	30,464,279	30,472,679	8,400	30,472,679	0	187,679	127,931
FEDERAL							
TITLE I REVENUE	600,000	709,940	109,940	709,940	0	-	-
TITLE II REVENUE	180,000	156,415	(23,585)	156,415	0	-	-
ACCESS FUNDS	250,000	250,000	0	250,000	0	-	-
OTHER FEDERAL REVENUE	60,000	60,000	0	60,000	0	-	-
TITLE III REVENUE	35,000	35,000	0	35,000	0	-	-
TOTAL FEDERAL	1,125,000	1,211,355	86,355	1,211,355	0	-	-
TOTAL REVENUE	\$157,991,062	\$158,085,817	\$94,755	\$158,085,817	\$0	\$187,679	\$127,931

(1) Includes the PSERS and Social Security reimbursement related to the estimated student day expenses as included in the Budget 2018-19 columns A and B.

3/26/18 vs. 1/22/18 - Revenue for Retirement and Social Security reflect the impact of the change in budgeted salaries. Title revenue is updated to reflect revised estimates and Title related budgeted expenses.

**State College Area School District
General Fund Expenses and Fund Balance Transfers
Budget 2018-19**

	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
						Estimated Student Day Impact (1)		
		Board		Board			Board	
	Preliminary	Presentation	3/26/18 vs.	Presentation	4/9/18 vs.	Preliminary	Presentation	4/9/18 vs.
	1/22/18	3/26/18	1/22/18	4/9/18	3/26/18	1/22/18	3/26/18 & 4/9/18	1/22/18
Salaries	\$ 69,449,042	\$ 69,551,852	\$ 102,810	\$ 69,551,852	\$ -	\$ 897,726	\$ 612,236	\$ (285,490)
Health Insurance	14,133,888	13,051,290	(1,082,598)	13,051,290	-	155,655	113,628	(42,027)
PSERS	22,742,298	22,751,390	9,092	22,751,390	-	306,843	209,026	(97,817)
Other Benefits	6,905,360	6,943,781	38,421	6,943,781	-	82,457	56,579	(25,878)
Professional Services	3,630,000	3,527,566	(102,434)	3,527,566	-	-	30,000	30,000
Purchased Property Services	1,270,000	1,352,407	82,407	1,352,407	-	-	-	-
Charter School Expense	7,043,347	7,130,000	86,653	7,130,000	-	-	-	-
Other Purchased Services	6,340,000	5,982,720	(357,280)	5,982,720	-	350,000	-	(350,000)
Supplies/Equipment	7,150,000	7,838,325	688,325	7,838,325	-	300,000	400,000	100,000
Minor Capital Projects	2,181,543	2,181,543	-	2,181,543	-	-	-	-
Transfers/contingencies	1,781,495	1,706,103	(75,392)	1,706,103	-	-	-	-
Debt Service	7,613,533	7,613,533	-	11,057,851	3,444,318	-	-	-
Debt Service - Referendum Debt	5,254,125	5,254,125	-	5,254,125	-	-	-	-
Transfer to Cap Projects-DCED Grant	1,935,393	1,935,393	-	1,935,393	-	-	-	-
Transfer to Capital Reserve	1,317,200	2,117,200	800,000	-	(2,117,200)	-	-	-
Fund Balance Use (Debt Service/Capital)	-	-	-	(1,327,118)	(1,327,118)	-	-	-
Fund Balance Use (PSERS/Legal)	(1,207,573)	(1,207,573)	-	(1,207,573)	-	-	-	-
Total Expenses and Fund Balance Transfers	\$157,539,651	\$157,729,655	\$190,004	\$157,729,655	\$0	\$2,092,681	\$1,421,470	(\$671,211)
Proposed Student Day Expense Impact						\$2,092,681	\$1,421,470	\$ (671,211)
Less: PSERS and Social Security Reimbursements						187,679	127,931	(59,748)
Net Estimated Student Day Impact						\$1,905,002	\$1,293,538	(\$611,464)

3/26/18 vs. 1/22/18 - Decrease in estimated cost of student day change (\$671,000) offset by proposed addition of positions for Elementary Counselor, Elementary enrollment, Autistic Support Teacher, .4 Gifted Teacher, .5 Instructional Support Teacher and five Special Ed paraprofessionals. Health insurance premium increase was revised from 10% to 0%. Purchased Services includes an increase related to increased security services. Charter School expense was increase based on updated enrollment projections. Transfer to Food Services was decreased to reflect refined budget estimates.

4/9/18 vs. 3/26/18 - Increase in debt service reflects debt service for Series 2018 bonds. Decrease in Transfer to Capital Reserve and Use of Fund Balance reflects proposed establishment of assigned fund balance for the payment of the Series 2018 Bond debt service.

(1) Student day impact as is included in Budget 2018-19 columns A, B and D.

**State College Area School District
General Fund Activity
Budget vs. Projection 2017-18**

	Budget 2017-2018	Projected Board Presentation 1/22/18	Projection 1/22/18 vs. Budget	Projected Board Presentation 3/26/18	3/26/18 vs. 1/22/18	Projected Board Presentation 4/9/18	4/9/18 vs. 3/26/18	
Beginning Fund Balance	\$11,750,831	\$11,887,466	\$136,635	\$11,887,466	\$0	\$11,887,466	\$0	a
Revenue	150,229,781	151,110,433	880,652	151,282,609	172,176	151,282,609	0	
Local	121,656,837	122,454,770	797,933	122,584,770	130,000	122,584,770	0	
State	27,427,944	27,391,506	(36,438)	27,433,682	42,176	27,433,682	0	
Federal	1,145,000	1,264,156	119,156	1,264,156	0	1,264,156	0	
Expense	152,122,249	152,492,581	370,333	153,221,620	729,039	148,410,620	(4,811,000)	
Revenue less expense	(1,892,468)	(1,382,149)	510,319	(1,939,011)	(556,863)	2,871,989	4,811,000	b
Funding (Use) of Assigned Fund Bal (Debt Serv/Cap)	0	0	0	0	0	4,811,000	4,811,000	c
Funding (Use) of Assigned Fund Bal (PSERS/Legal Liab)	(2,186,728)	(2,186,728)	0	(2,186,728)	0	(2,186,728)	0	d
Change in Assigned Fund Balance	(2,186,728)	(2,186,728)	-	(2,186,728)	-	2,624,272	4,811,000	e (c+d)
Change in Unassigned General Fund Balance	294,260	804,579	510,319	247,717	(556,863)	247,717	-	f (b-e)
Ending Unassigned Fund Balance	<u>\$12,045,091</u>	<u>\$12,692,045</u>	<u>\$646,954</u>	<u>\$12,135,183</u>	<u>(\$556,863)</u>	<u>\$12,135,183</u>	<u>\$0</u>	(a+f)

Budget vs 1/22 - Reflects increase in projected revenue, primarily related to assessed value in excess of budget and adjustments to Earned Income Tax and Transfer tax to reflect increased prior year experience. This is offset by projected increased expense, primarily related to projected charter school enrollments and purchased services related to special education.

3/26/18 vs. 1/22/18 - Revenues and expenses were updated based on actual results to date, plus updated estimates. Expense adjustment includes increase in transfer to capital reserve to reflect projected revenues vs. budget.

4/9/18 vs. 3/26/18 - Reflects proposed assignment of fund balance, instead of transfer to capital reserve, to fund debt service for the Series 2018 Bonds and certain capital projects on the high school campus.

**State College Area School District
General Fund Revenue
Budget vs. Projection 2017-18**

Assumptions:

Earned Income Tax Growth	2.00%	2.00%	2.00%	2.00%
Assessed Value Growth	1.00%	1.36%	1.36%	1.36%
Exceptions	0.00%	0.00%	0.00%	0.00%
Act 1 Index	2.50%	2.50%	2.50%	2.50%
RE Tax Increase	1.55%	1.55%	1.55%	1.55%

	Budget	Projected Board Presentation 1/22/18	1/22/18 vs. Budget	Projected Board Presentation 3/26/18	3/26/18 vs. 1/22/18	Board Presentation 4/9/18	4/9/18 vs. 3/26/18
LOCAL SERVICES TAX							
CURRENT REAL ESTATE TAX	\$91,772,524	\$92,118,130	\$345,606	\$92,118,130	\$0	\$92,118,130	\$0
REAL ESTATE TAX-REFERENDUM DEBT	4,945,363	4,945,363	0	4,945,363	-	4,945,363	-
EARNED INCOME TAX	17,350,000	17,480,000	130,000	17,480,000	-	17,480,000	-
REALTY TRANSFER TAX	2,082,000	2,194,000	112,000	2,194,000	-	2,194,000	-
DELINQUENT REAL ESTATE TAX	1,100,000	1,100,000	-	1,100,000	-	1,100,000	-
INTERIM REAL ESTATE TAX	600,000	600,000	-	680,000	80,000	680,000	-
IDEA-B	740,000	742,380	2,380	742,380	-	742,380	-
PAYMENTS IN LIEU OF TAX	620,356	648,561	28,205	648,561	-	648,561	-
LOCAL SERVICES TAX	385,000	398,000	13,000	398,000	-	398,000	-
TUITION	1,150,304	1,190,638	40,334	1,190,638	-	1,190,638	-
MISC LOCAL REVENUE	644,100	570,508	(73,592)	570,508	-	570,508	-
PUBLIC UTILITY REALTY TAX	117,190	117,190	-	117,190	-	117,190	-
INTEREST ON INVESTMENTS	150,000	350,000	200,000	400,000	50,000	400,000	-
TOTAL LOCAL	121,656,837	122,454,770	797,933	122,584,770	130,000	122,584,770	-
STATE							
BASIC ED INSTR SUBSIDY	7,543,140	7,724,480	181,340	7,724,480	-	7,724,480	-
SPECIAL ED REVENUE-REGULR	3,268,768	3,292,893	24,125	3,292,893	-	3,292,893	-
REV. FOR RETIREMENT	10,596,050	10,630,096	34,046	10,666,599	36,503	10,666,599	-
REV. FOR SOCIAL SECURITY	2,492,079	2,483,544	(8,535)	2,489,217	5,673	2,489,217	-
PROPERTY TAX REDUCTION	1,424,050	1,424,050	-	1,424,050	-	1,424,050	-
TRANSPORTATION REVENUE	800,000	800,000	-	800,000	-	800,000	-
BOND REIMBURSEMENTS	632,953	321,430	(311,522)	321,430	-	321,430	-
HEALTH SERVICES REVENUE	140,000	140,000	-	140,000	-	140,000	-
READY TO LEARN GRANT	310,013	310,013	-	310,013	-	310,013	-
VOCATIONAL EDUCATION	90,891	135,000	44,109	135,000	-	135,000	-
OTHER STATE REVENUE	0	0	-	0	-	0	-
TUITION - 1305/1306	130,000	130,000	-	130,000	-	130,000	-
TOTAL STATE	27,427,944	27,391,506	(36,438)	27,433,682	42,176	27,433,682	-
FEDERAL							
TITLE I REVENUE	600,000	713,000	113,000	713,000	-	713,000	-
TITLE II REVENUE	200,000	180,000	(20,000)	180,000	-	180,000	-
ACCESS FUNDS	250,000	250,000	-	250,000	-	250,000	-
OTHER FEDERAL REVENUE	60,000	86,156	26,156	86,156	-	86,156	-
TITLE III REVENUE	35,000	35,000	-	35,000	-	35,000	-
TOTAL FEDERAL	1,145,000	1,264,156	119,156	1,264,156	-	1,264,156	-
TOTAL REVENUE	\$150,229,781	\$151,110,433	\$880,652	\$151,282,609	\$172,176	\$151,282,609	\$0

Budget vs. 1/22 - Real estate revenue was increased to reflect assessed value growth in excess of budget. Earned income tax reflects higher than projected 2016-17 receipts. Transfer tax was increased to reflect 3-yr average, adjusting large claims to \$300k. Investment earnings were increased based on projected investments. State subsidy revenue was increased to reflect final state budget. PlanCon reimbursement was adjusted to remove projected referendum debt reimbursement as this will not be received until after project completion.

3/26/18 vs. 1/22/18 - Revenues are updated to reflect revised projections based on collections to date.

**State College Area School District
General Fund Expenses and Fund Balance Transfers
Budget vs. Projection 2017-18**

	Budget	Preliminary 1/22/18	Projection 1/22/18 vs Budget	Projected Board Presentation 3/26/18	3/26/18 vs. 1/22/18	Projected Board Presentation 4/9/18	4/9/18 vs. 3/26/18
Salaries	\$66,482,030	\$66,662,469	\$180,439	\$66,814,751	\$152,282	\$66,814,751	\$0
Health Insurance	13,114,783	12,825,988	(288,795)	12,815,963	(10,025)	12,815,963	0
PSERS	21,192,019	21,260,192	68,173	21,333,198	73,006	21,333,198	0
Other Benefits	6,655,842	6,679,425	23,582	6,698,090	18,665	6,698,090	0
Professional Services	3,555,248	3,566,755	11,507	3,275,740	(291,015)	3,275,740	0
Purchased Property Services	1,245,492	1,248,428	2,936	1,269,621	21,193	1,269,621	0
Charter School Expense	6,457,500	6,629,298	171,798	6,711,000	81,702	6,711,000	0
Other Purchased Services	5,646,957	5,889,497	242,540	5,904,278	14,781	5,904,278	0
Supplies/Equipment	6,785,675	6,785,675	0	7,110,547	324,872	7,110,547	0
Minor Capital Projects	2,138,768	2,138,768	0	2,301,386	162,618	2,301,386	0
Transfers/contingencies	2,310,830	2,268,980	(41,850)	1,432,270	(836,710)	1,432,270	0
Debt Service	5,014,259	7,486,050	2,471,791	7,486,051	1	7,486,051	0
Debt Service - Referendum Debt	5,257,725	5,257,725	0	5,257,725	0	5,257,725	0
Transfer to Capital Reserve	6,265,122	3,793,331	(2,471,791)	4,811,000	1,017,669	0	(4,811,000)
Fund Balance Use (PSERS/Legal)	(2,186,728)	(2,186,728)	-	(2,186,728)	0	(2,186,728)	0
Total Expenses and Fund Balance Transfers	\$149,935,522	\$150,305,853	\$370,331	\$151,034,892	\$729,039	\$146,223,892	(\$4,811,000)

Budget vs. 1/22 - Salaries, PSERS and benefits increased primarily related to addition of three custodians mid-year, higher than budgeted sick/vacation payments, and other net variance to budget based on actual salaries, net of estimated vacancies. Health insurance reduced to reflect actual employee plan selection. Charter school expense increase reflects higher than budgeted enrollments. Other Purchased Services are increased based on projected cost of contracted carriers and purchased services related to special education (both in line with 2016-17 actual expense). Debt service increase and Transfer to Capital Reserve decrease related issuance of 2017 bonds.

3/26/18 vs. 1/22/18 - Salaries, PSERS and benefits adjusted primarily for revised estimate of substitute costs and cost of high school move. Decrease in professional services and increase in supplies, is primarily related to a correction for PDE required coding. Charter School Expense is increased to reflect a slightly higher projected enrollment. Minor capital projects increased for proposed transfer to cover the cost of high school trailers. Contingency adjusted to cover estimated overages in various expenses. Increase in transfer to capital reserve is based on projected revenue vs. budget.

4/9/18 vs. 3/26/18 - Reflects proposed assignment of fund balance, instead of transfer to capital reserve, to fund debt service for the Series 2018 Bonds and certain capital projects on the high school campus.

	B	C	N	O	P	Q	R	S	T	U	V	W	X	Y	Z	AA
1	State College Area School District															
2	General Fund Activity															
3	4/4/2018															
4																
5																
6																
						Actual	Budget	Projected	Proposed							
15						2016-2017	2017-2018	2017-2018	Budget	Projected	2019-	2020-	2021-	2022-	2023-	2024-
16									2018-2019 (1)	2020	2021	2022	2023	2024	2025	2026
17	Beginning Fund Balance					\$11,114,602	\$11,750,831	\$11,887,466	\$12,135,183	\$12,491,345	\$12,756,127	\$13,056,191	\$13,403,708	\$13,766,438	\$14,130,503	\$14,488,396
18																
19	Revenue					149,444,212	150,229,782	151,282,609	158,085,817	160,832,107	165,117,279	169,593,100	174,217,087	178,745,801	183,454,553	188,258,452
20																
21	Local					119,738,829	121,656,837	122,584,771	126,401,783	130,138,076	133,990,002	137,962,457	142,055,776	146,277,406	150,627,821	155,122,337
22	State					28,226,039	27,427,944	27,433,682	30,472,680	29,592,616	30,025,862	30,529,227	31,059,897	31,366,980	31,725,317	32,034,700
23	Federal					1,479,345	1,145,000	1,264,156	1,211,355	1,101,415	1,101,415	1,101,415	1,101,415	1,101,415	1,101,415	1,101,415
24																
25	Expense					151,050,352	152,122,250	148,410,620	160,264,346	161,226,945	165,213,374	169,641,742	174,250,516	178,777,895	183,492,820	187,895,308
26	Revenue less expense					(1,606,140)	(1,892,468)	2,871,989	(2,178,529)	(394,838)	(96,095)	(48,643)	(33,428)	(32,094)	(38,266)	363,144
27																
28	Funding (Use) of Assigned Fund Bal (Debt Serv/Cap) (2)						0	4,811,000	(1,327,118)	0	0	0	0	0	0	0
29	(Use) of Assigned Fund Balance (PSERS/Legal Liability)					(2,379,004)	(2,186,728)	(2,186,728)	(1,207,573)	(659,620)	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	0
30	Incr (Decr) in Assigned Fund Balance					(2,379,004)	(2,186,728)	2,624,272	(2,534,691)	(659,620)	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	-
31																
32	Change in Unassigned General Fund Balance					772,864	294,260	247,717	356,162	264,782	300,064	347,516	362,731	364,065	357,893	363,144
33																
34	Ending Unassigned Fund Balance					\$11,887,466	\$12,045,091	\$12,135,183	\$12,491,345	\$12,756,127	\$13,056,191	\$13,403,708	\$13,766,438	\$14,130,503	\$14,488,396	\$14,851,539
35																
36	Note: Athletics expenses included in expense line based on PDE reporting requirements.															
37																
38	(1) Expenses beginning in 2018-19 include the estimated cost of the proposed student day changes.															
39	(2) Reflects proposed assignment of amount previously transferred to capital reserve. Assignment allows for funding of Series 2018 Bond debt service from the General Fund rather than from the Capital Reserve Fund. This assignment may also be used to fund certain capital projects on the high school campus.															

	A	B	N	O	P	Q	R	S	T	U	V	W	X	Y	Z
1		State College Area School District													
2		General Fund Revenue													
3		4/4/2018													
5															
6		Assumptions:													
7		Earned Income Tax Growth (1)	2.29%	2.00%	2.00%	2.00%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
8		Assessed Value Growth (2)	1.14%	1.00%	1.36%	1.00%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%
9		Exceptions	1.92%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
10		Act 1 Index	2.40%	2.50%	2.50%	2.40%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
12		Actual/Projected Total Tax Increase	4.32%	1.55%	1.55%	2.40%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
13			Actual	Budget	Projected	Proposed	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected
14			2016-2017	2017-2018	2017-2018	Budget	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026	2026-2027	2027-2028
16		LOCAL SERVICES TAX													
17		CURRENT REAL ESTATE TAX	89,403,014	\$91,772,524	\$92,118,130	\$95,491,597	\$98,769,658	\$102,158,054	\$105,656,980	\$109,267,003	\$112,995,809	\$116,839,403	\$120,812,976	\$124,912,611	\$129,144,138
18		REAL ESTATE TAX-REFERENDUM DEBT	4,943,999	4,945,363	4,945,363	4,941,977	4,946,210	4,945,740	4,945,269	4,944,564	4,943,388	4,946,210	4,943,153	4,943,623	4,942,447
19		EARNED INCOME TAX	17,139,905	17,350,000	17,480,000	17,830,000	18,280,000	18,740,000	19,210,000	19,690,000	20,180,000	20,680,000	21,200,000	21,730,000	22,270,000
20		REALTY TRANSFER TAX	2,612,935	2,082,000	2,194,000	2,194,000	2,194,000	2,194,000	2,194,000	2,194,000	2,194,000	2,194,000	2,194,000	2,194,000	2,194,000
21		DELINQUENT REAL ESTATE TAX	1,011,409	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000
22		INTERIM REAL ESTATE TAX	631,353	600,000	680,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
23		IDEA-B	749,006	740,000	742,380	740,000	740,000	740,000	740,000	740,000	740,000	740,000	740,000	740,000	740,000
24		PAYMENTS IN LIEU OF TAX	620,356	620,356	648,561	648,561	648,561	648,561	648,561	648,561	648,561	648,561	648,561	648,561	648,561
25		LOCAL SERVICES TAX	393,703	385,000	398,000	402,000	406,000	410,000	414,000	418,000	422,000	426,000	430,000	434,000	438,000
26		TUITION	1,126,167	1,150,304	1,190,638	1,513,346	1,513,346	1,513,346	1,513,346	1,513,346	1,513,346	1,513,346	1,513,346	1,513,346	1,513,346
27		MISC LOCAL REVENUE	712,637	644,100	570,508	573,112	573,112	573,112	573,112	573,112	573,112	573,112	573,112	573,112	573,112
28		PUBLIC UTILITY REALTY TAX	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190
29		INTEREST ON INVESTMENTS	277,154	150,000	400,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
30		TOTAL LOCAL	119,738,829	121,656,837	122,584,771	126,401,783	130,138,076	133,990,002	137,962,457	142,055,776	146,277,406	150,627,821	155,122,337	159,756,443	164,530,794
31															
32		STATE													
33		BASIC ED INSTR SUBSIDY	7,543,444	7,543,140	7,724,480	7,724,480	7,724,480	7,724,480	7,724,480	7,724,480	7,724,480	7,724,480	7,724,480	7,724,480	7,724,480
34		SPECIAL ED REVENUE	3,270,067	3,268,768	3,292,893	3,292,893	3,292,893	3,292,893	3,292,893	3,292,893	3,292,893	3,292,893	3,292,893	3,292,893	3,292,893
35		REV. FOR RETIREMENT	9,388,660	10,596,050	10,666,599	11,375,695	12,200,000	12,600,000	13,050,000	13,550,000	13,800,000	14,100,000	14,350,000	14,650,000	14,950,000
36		REV. FOR SOCIAL SECURITY	2,328,362	2,492,079	2,489,217	2,607,151	2,685,366	2,739,073	2,793,854	2,849,732	2,906,726	2,964,861	3,024,158	3,084,641	3,146,334
37		PROPERTY TAX REDUCTION	1,424,101	1,424,050	1,424,050	1,424,050	1,424,050	1,424,050	1,424,050	1,424,050	1,424,050	1,424,050	1,424,050	1,424,050	1,424,050
38		TRANSPORTATION REVENUE	927,949	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000
39		BOND REIMBURSEMENTS	584,229	632,953	321,430	633,004	785,815	765,353	763,937	738,729	738,818	739,020	739,106	675,454	675,519
40		HEALTH SERVICES REVENUE	142,902	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000
41		READY TO LEARN GRANT	310,013	310,013	310,013	310,013	310,013	310,013	310,013	310,013	310,013	310,013	310,013	310,013	310,013
42		VOCATIONAL EDUCATION	154,017	90,891	135,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
43		OTHER STATE REVENUE	2,017,555	0	0	1,935,393	0	0	0	0	0	0	0	0	0
44		TUITION - 1305/1306	134,739	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000
45															
46		TOTAL STATE	28,226,039	27,427,944	27,433,682	30,472,680	29,592,616	30,025,862	30,529,227	31,059,897	31,366,980	31,725,317	32,034,700	32,331,531	32,693,289
47															
48		FEDERAL													
49		TITLE I REVENUE	762,693	600,000	713,000	709,940	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
50		TITLE II REVENUE	164,094	200,000	180,000	156,415	156,415	156,415	156,415	156,415	156,415	156,415	156,415	156,415	156,415
51		ACCESS FUNDS	371,333	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000
52		OTHER FEDERAL REVENUE	69,589	60,000	86,156	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
53		TITLE III REVENUE	111,636	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
54															
55		TOTAL FEDERAL	1,479,345	1,145,000	1,264,156	1,211,355	1,101,415	1,101,415	1,101,415	1,101,415	1,101,415	1,101,415	1,101,415	1,101,415	1,101,415
56															
57		TOTAL REVENUE	149,444,212	150,229,782	151,282,609	158,085,817	160,832,107	165,117,279	169,593,100	174,217,087	178,745,801	183,454,553	188,258,452	193,189,389	198,325,498
58															
59		Note: Athletics revenue is included in all periods based on PDE reporting requirements. Athletics expense, net of related revenues, was previously presented as a transfer.													
60															
61		(1) Projected 2019-20 and forward is slightly less than the historical 5-year average (excluding Fiscal Year 2012-13) of 2.68%												Projection_master.xlsx	
62		(2) Projected 2019-20 and forward is based on the historical 10-year average of 1.2%												4/5/20184:46 PM	

	B	C	U	V	W	X	Y	Z	AA	AB	AC	AD	AE	AF	AG
81	State College Area School District														
82	General Fund Expenses and Fund Balance Transfers														
83	4/4/2018														
84															
86															
87															
88	Salaries	63,891,205	66,482,030	66,814,751	\$ 69,551,852	71,638,408	73,071,176	74,532,599	76,023,251	77,543,716	79,094,591	80,676,482	82,290,012	83,935,812	
89	Health Insurance	12,415,394	13,114,783	12,815,963	13,051,290	14,291,163	15,648,823	16,963,705	18,410,076	20,001,083	21,751,192	23,676,311	25,793,942	28,123,336	
90	PSERS	18,719,962	21,192,019	21,333,198	22,751,390	24,400,000	25,200,000	26,100,000	27,100,000	27,600,000	28,200,000	28,700,000	29,300,000	29,900,000	
91	Other Benefits	6,387,569	6,655,842	6,698,090	6,943,781	7,200,000	7,300,000	7,400,000	7,500,000	7,700,000	7,900,000	8,100,000	8,300,000	8,500,000	
92	Professional Services	3,328,268	3,555,248	3,275,740	3,527,566	3,560,000	3,620,000	3,680,000	3,740,000	3,800,000	3,860,000	3,930,000	4,000,000	4,070,000	
93	Purchased Property Services	1,332,485	1,245,492	1,269,621	1,352,407	1,380,000	1,400,000	1,420,000	1,440,000	1,460,000	1,480,000	1,510,000	1,540,000	1,570,000	
94	Charter School Expense	5,904,490	6,457,500	6,711,000	7,130,000	7,250,000	7,370,000	7,500,000	7,630,000	7,760,000	7,890,000	8,020,000	8,160,000	8,300,000	
95	Other Purchased Services	5,802,701	5,646,957	5,904,278	5,982,720	6,080,000	6,180,000	6,290,000	6,400,000	6,510,000	6,620,000	6,730,000	6,840,000	6,960,000	
96	Supplies/Equipment	6,913,474	6,785,674	7,110,547	7,838,325	7,364,503	7,440,000	7,510,000	7,590,000	7,670,000	7,750,000	7,830,000	7,910,000	7,990,000	
97	Minor Capital Projects	2,617,170	2,138,768	2,301,386	2,181,543	2,225,174	2,269,677	2,315,071	2,361,372	2,408,600	2,456,772	2,505,907	2,556,025	2,607,146	
98	Transfers/contingencies	1,251,815	2,310,830	1,432,270	1,706,103	1,755,145	1,273,548	1,292,319	1,311,465	1,330,995	1,350,914	1,371,233	1,391,957	1,413,097	
99	Debt Service	4,899,647	5,014,259	7,486,050	11,057,851	7,540,783	7,579,675	7,551,623	7,477,526	7,485,026	7,486,876	7,477,106	6,450,906	6,453,244	
100	Debt Service - Referendum Debt	5,256,275	5,257,725	5,257,725	5,254,125	5,258,625	5,258,125	5,257,625	5,256,875	5,255,625	5,258,625	5,255,375	5,255,875	5,254,625	
101	Transfer to Capital Projects - DCED Grant	2,000,000	0	0	1,935,393	0	0	0	0	0	0	0	0	0	
102	Transfer to Capital Reserve	10,329,898	6,265,122	0	0	1,283,145	1,602,350	1,828,800	2,009,950	2,252,850	2,393,850	2,112,894	3,012,894	2,852,894	
103	Fund Balance Use (Debt Service/Capital) (2)	0	0	0	(1,327,118)	0	0	0	0	0	0	0	0	0	
104	Fund Balance Use (PSERS/Legal)	(2,379,004)	(2,186,728)	(2,186,728)	(1,207,573)	(659,620)	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	0	0	0	
105															
106	Total Expenses and Fund Balance Transfers	\$148,671,348	\$149,935,522	\$146,223,892	\$157,729,655	\$160,567,325	\$164,817,215	\$169,245,583	\$173,854,357	\$178,381,736	\$183,096,661	\$187,895,308	\$192,801,612	\$197,930,154	
107															
	Total Expense and Transfers (excl fund balance use)	\$151,050,352	\$152,122,250	\$148,410,620	\$160,264,346	\$161,226,945	\$165,213,374	\$169,641,742	\$174,250,516	\$178,777,895	\$183,492,820	\$187,895,308	\$192,801,612	\$197,930,154	
108															
109															
110	(1) Expenses beginning in 2018-19 include the estimated cost of the proposed student day changes.														
111	(2) Proposed assignment of fund balance (rather than transfer to capital reserve) to fund Series 2018 Debt Service and certain capital projects on the high school campus. Debt service for 2018 bonds for 2019-20 forward are currently presented in the capital reserve fund. Propose evaluating assignment vs. transfer on an annual basis.														
112															
113	Note: Athletics expenses included in each expense line items based on PDE reporting requirments. Previously reported in transfer/contingencies line.														

	B	C	N	O	P	Q	R	S	T	U	V	W	X	Y	Z
1	State College Area School District														
2	General Fund Balance														
3	4/4/2018														
4															
5						Actual	Budget	Projected	Proposed	Projected	Projected	Projected	Projected	Projected	Projected
6						2016-2017	2017-2018	2017-2018	Budget	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025
7									2018-2019						
8															
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	B	C	N	O	P	Q	R	S	T	U	V	W	X	Y	Z
49	State College Area School District														
50	Capital Reserve Fund														
51	4/4/2018														
52															
53						Proposed									
54		Actual	Budget	Projected	Budget	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected
55		<u>2016-2017</u>	<u>2017-2018</u>	<u>2017-2018</u>	<u>2018-2019</u>	<u>2019-2020</u>	<u>2020-2021</u>	<u>2021-2022</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>2024-2025</u>	<u>2025-2026</u>	<u>2026-2027</u>	<u>2027-2028</u>	
56	Beginning Balance	\$43,391,547	\$52,041,744	\$53,956,685	\$54,651,685	\$55,544,719	\$44,297,558	\$41,840,209	\$39,559,514	\$37,414,854	\$35,470,401	\$33,632,309	\$29,074,799	\$25,318,939	
57															
58	Additions:														
59	Transfer	10,329,898	6,265,122	-	-	1,283,145	1,602,350	1,828,800	2,009,950	2,252,850	2,393,850	2,112,894	3,012,894	2,852,894	
60	Donation/Net Investment Earnings	235,240	416,334	695,000	893,034	910,894	685,951	636,804	591,190	548,297	509,408	472,646	381,496	306,379	
61	Total Additions	10,565,138	6,681,456	695,000	893,034	2,194,039	2,288,301	2,465,604	2,601,140	2,801,147	2,903,258	2,585,540	3,394,390	3,159,273	
62															
63	Uses:														
64	High School (1a)		(1,594,422)	-	-	-	-	-	-	-	-	-	-	-	
65	High School (1b)					(10,000,000)									
66	Elementary (2)		(1,298,667)	-	-	(3,441,200)	(3,444,450)	(3,444,700)	(3,444,600)	(3,445,600)	(3,443,350)	(3,442,850)	(3,443,850)	(3,441,100)	
67	Other Facilities (3)		-	-	-	-	-	-	-	-	-	(2,405,000)	(2,404,800)	(2,404,600)	
68	Athletic Fields (4)						(650,600)	(650,800)	(650,600)	(650,000)	(649,000)	(647,600)	(650,800)	(648,400)	
69	Nittany Ave/Fairmount/Memorial Field (5)						(650,600)	(650,800)	(650,600)	(650,000)	(649,000)	(647,600)	(650,800)	(648,400)	
70	Total Uses	-	(2,893,089)	-	-	(13,441,200)	(4,745,650)	(4,746,300)	(4,745,800)	(4,745,600)	(4,741,350)	(7,143,050)	(7,150,250)	(7,142,500)	
71															
72	Net Change	10,565,138	3,788,367	695,000	893,034	(11,247,161)	(2,457,349)	(2,280,696)	(2,144,660)	(1,944,453)	(1,838,092)	(4,557,510)	(3,755,860)	(3,983,227)	
73															
74	Ending Fund Balance	\$53,956,685	\$55,830,111	\$54,651,685	\$55,544,719	\$44,297,558	\$41,840,209	\$39,559,514	\$37,414,854	\$35,470,401	\$33,632,309	\$29,074,799	\$25,318,939	\$21,335,712	
75															
76	<i>(1a) High School/Elem Funding: 2017-2018 budget assumed \$1,594,422 estimated debt service on \$46 MM (NW 4.20.2017); debt issued July 2017, therefore debt service moved to general fund expense. Actual debt service for 2017-18 \$2.5MM, however all-</i>														
77	<i>in TIC 3.17% vs. 4% projected results in total debt service over 25 years of \$67.9M vs. \$74.7 projected.</i>														
78	<i>(1b) High School Funding: Includes \$10 MM from reserves.</i>														
79	<i>(2) Elementary: Series 2018 Bonds - debt service for 25 years to fund \$56.9 MM @ 3.72%. Debt service for 2018-19 is reflected in general fund expense and funded with assigned fund balance.</i>														
80	<i>(3) Other Facilities: Wrapped debt service for 25 years to fund \$60 MM @ 4%.</i>														
81	<i>(4) (5) Other Facilities /Reserves used to fund renovations. Borrowings at 4% 2019-2020.</i>														
82	<i>Assumptions:</i>														
83	<i>Debt service calculation from NW Financial.</i>														
84	<i>Borrowing potential may change as a result of interest rate movement.</i>														
	<i>Debt service based upon level repayment with the exception of (3).</i>														

State College Area School District
Fund Balance Summary
4/4/2018

	Actual 2016-2017	Budget 2017-2018	Projected 2017-2018	Proposed Budget 2018-2019	Projected 2019-2020	Projected 2020-2021	Projected 2021-2022	Projected 2022-2023	Projected 2023-2024	Projected 2024-2025	Projected 2025-2026	Projected 2026-2027	Projected 2027-2028
Nonspendable Fund Balance	\$ 1,932,848	\$ 1,885,449	\$ 1,932,848	\$ 1,885,449	\$ 1,885,449	\$ 1,885,449	\$ 1,885,449	\$ 1,885,449	\$ 1,885,449	\$ 1,885,449	\$ 1,885,449	\$ 1,885,449	\$ 1,885,449
General Unassigned	11,887,466	12,045,091	12,135,183	12,491,345	12,756,127	13,056,191	13,403,708	13,766,438	14,130,503	14,488,396	14,851,539	15,239,316	15,634,660
General Assigned PSERS	5,484,715	3,847,987	3,847,987	2,640,414	1,980,794	1,584,635	1,188,476	792,317	396,158	-	-	-	-
General Assigned Debt Service/Capital (1)	-	-	4,811,000	3,483,882	3,483,882	3,483,882	3,483,882	3,483,882	3,483,882	3,483,882	3,483,882	3,483,882	3,483,882
General Assigned Legal Liability	550,000	-	-	-	-	-	-	-	-	-	-	-	-
Total General Fund	19,855,029	17,778,527	22,727,018	20,501,090	20,106,252	20,010,157	19,961,515	19,928,086	19,895,992	19,857,727	20,220,870	20,608,647	21,003,991
Capital Reserve Fund	53,956,685	55,830,111	54,651,685	55,544,719	44,297,558	41,840,209	39,559,514	37,414,854	35,470,401	33,632,309	29,074,799	25,318,939	21,335,712
Capital Projects Fund	244,643	121,585	244,643	244,643	244,643	244,643	244,643	244,643	244,643	244,643	244,643	244,643	244,643
Total Capital (excluding bond funds from 2017 and 2018 bonds.)	54,201,328	55,951,696	54,896,328	55,789,362	44,542,201	42,084,852	39,804,156	37,659,497	35,715,044	33,876,952	29,319,442	25,563,582	21,580,355
Total Fund Balance	\$ 74,056,357	\$ 73,730,223	\$ 77,623,346	\$ 76,290,452	\$ 64,648,454	\$ 62,095,010	\$ 59,765,671	\$ 57,587,583	\$ 55,611,036	\$ 53,734,679	\$ 49,540,312	\$ 46,172,229	\$ 42,584,346

(1) Proposed assignment of fund balance (rather than transfer to capital reserve) to fund Series 2018 Debt Service and certain capital projects on the high school campus. Debt service for 2018 bonds for 2019-20 forward are currently presented in the capital reserve fund. Propose evaluating assignment vs. transfer on an annual basis.

State College Area School District



2018-19 Budget Development

State College Area School District April 9, 2018

2018-19 Budget Development

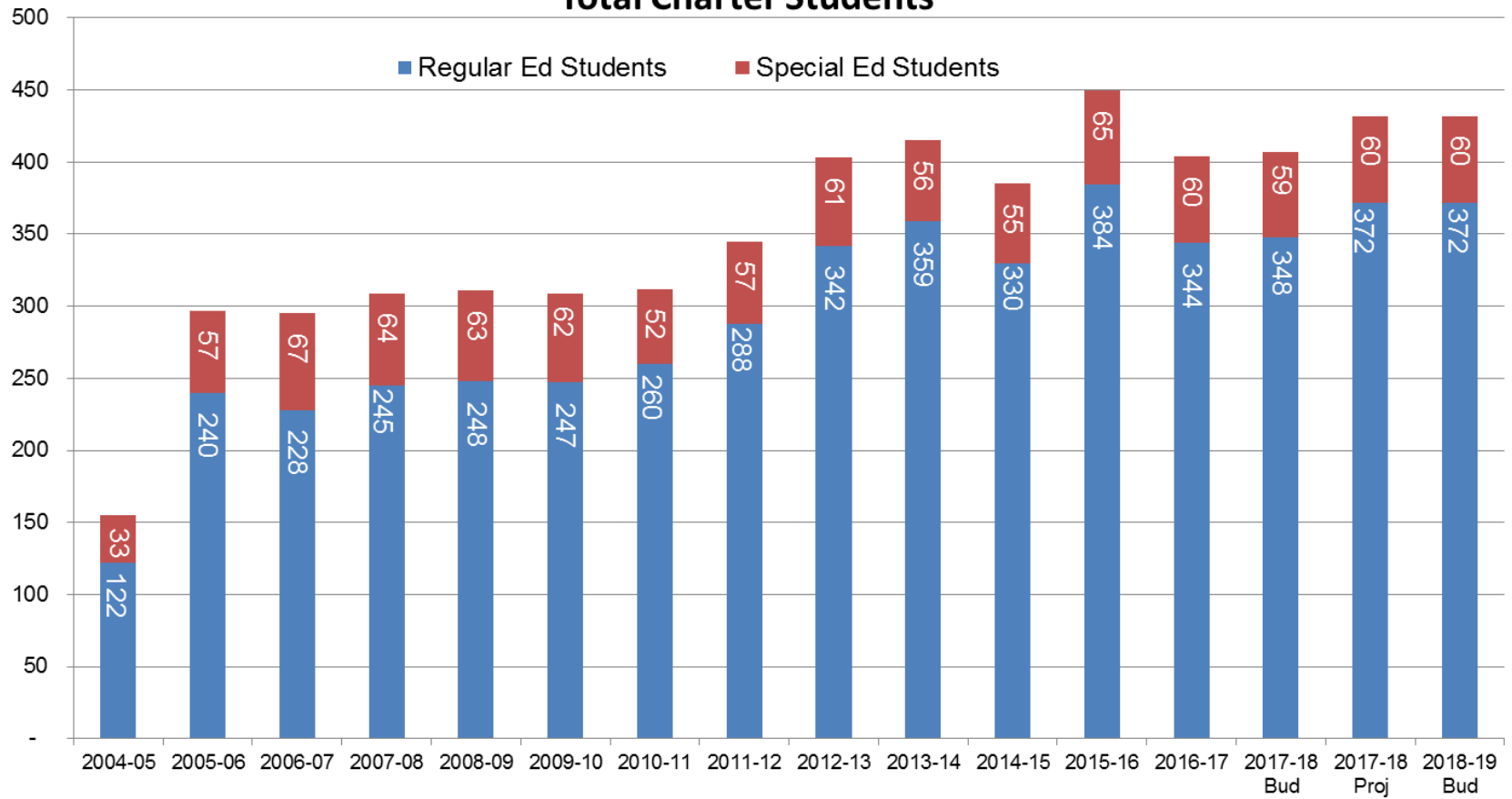
- Supplemental Tax Rebate Program
- Charter School Enrollments & Expenses
- Debt & Capital
- Expenses
 - Summary of 2017-18 Projection vs. 2018-19 budget
 - Budgeted Expense By Function
 - Budgeted Expense By Object
 - PSERS Employer Rate Contributions
 - Budget Additions
- Next Steps

Supplemental Tax Rebate Program

Rebate Amount	Current Year as of 3/30/18		Prior Year as of 3/30/17		Total 2016-17		Total 2015-16	
	Count	Dollars	Count	Dollars	Count	Dollars	Count	Dollars
up to \$250	154	\$38,492	169	\$42,250	186	\$46,500	178	\$44,500
\$251 to \$300	21	6,300	27	8,060	29	8,660	24	7,200
\$301 - \$499	13	6,190	5	2,169	10	4,424	12	4,890
\$500	43	21,500	37	18,500	46	23,000	40	20,000
\$650	0	-	0	-	0	-	0	-
Total	231	\$72,482	238	\$70,979	271	\$82,584	254	\$76,590
Average Rebate		\$314		\$298		\$305		\$302
Budget		\$100,000				\$100,000		\$200,000

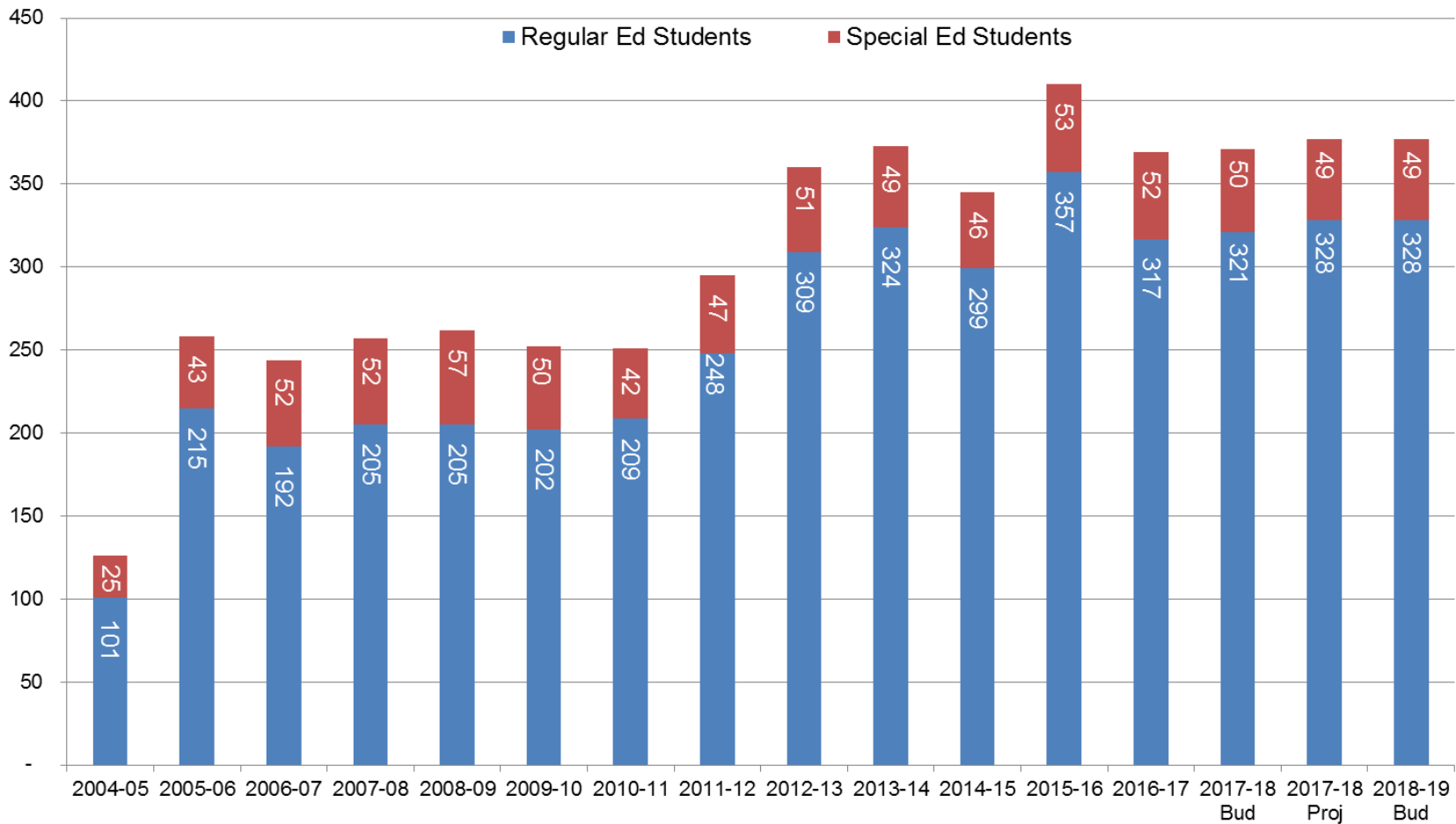
Charter School Enrollments & Expenses

Total Charter Students

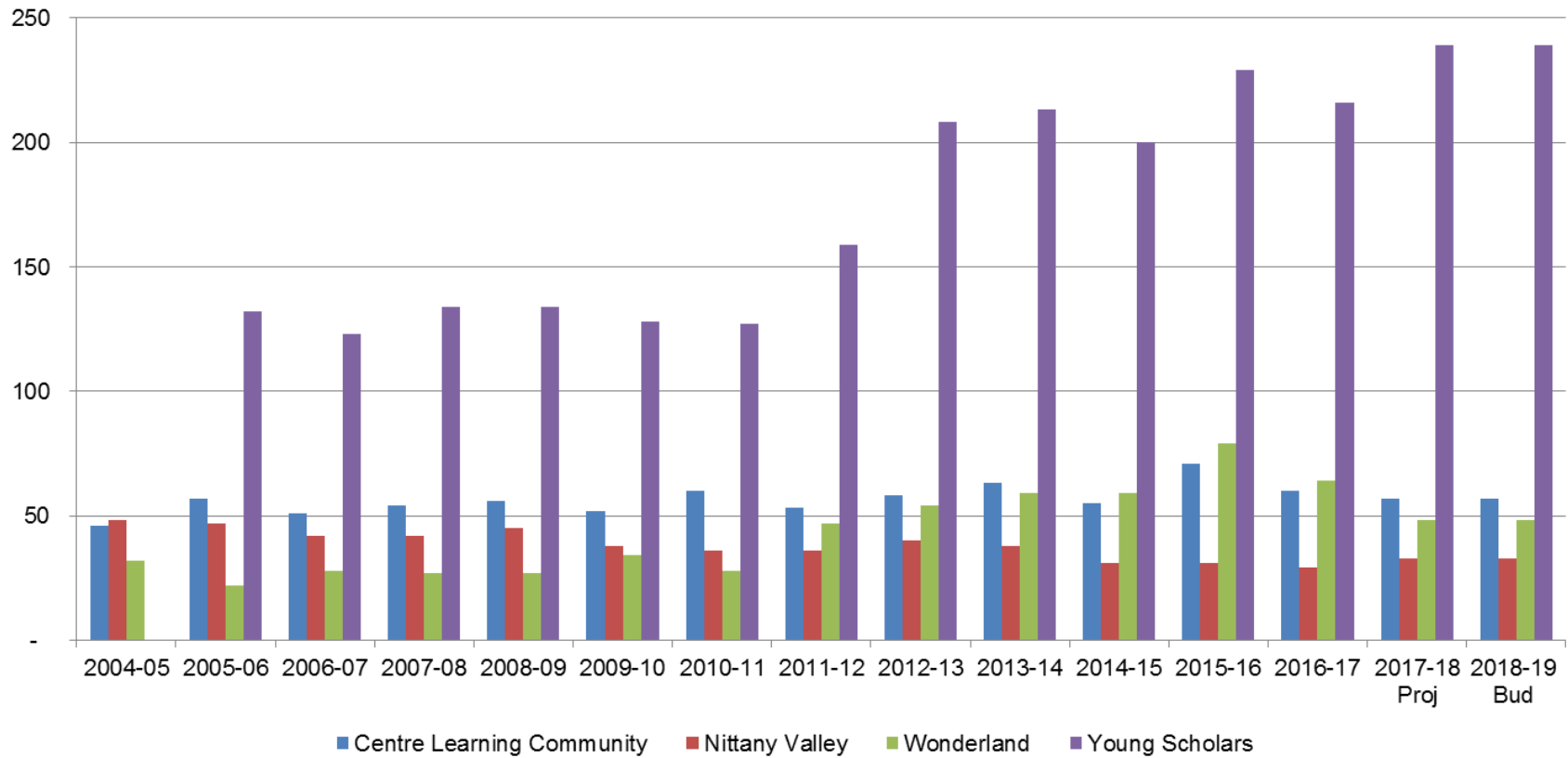


Total	155	297	295	309	311	309	312	345	403	415	385	450	404	407	432	432
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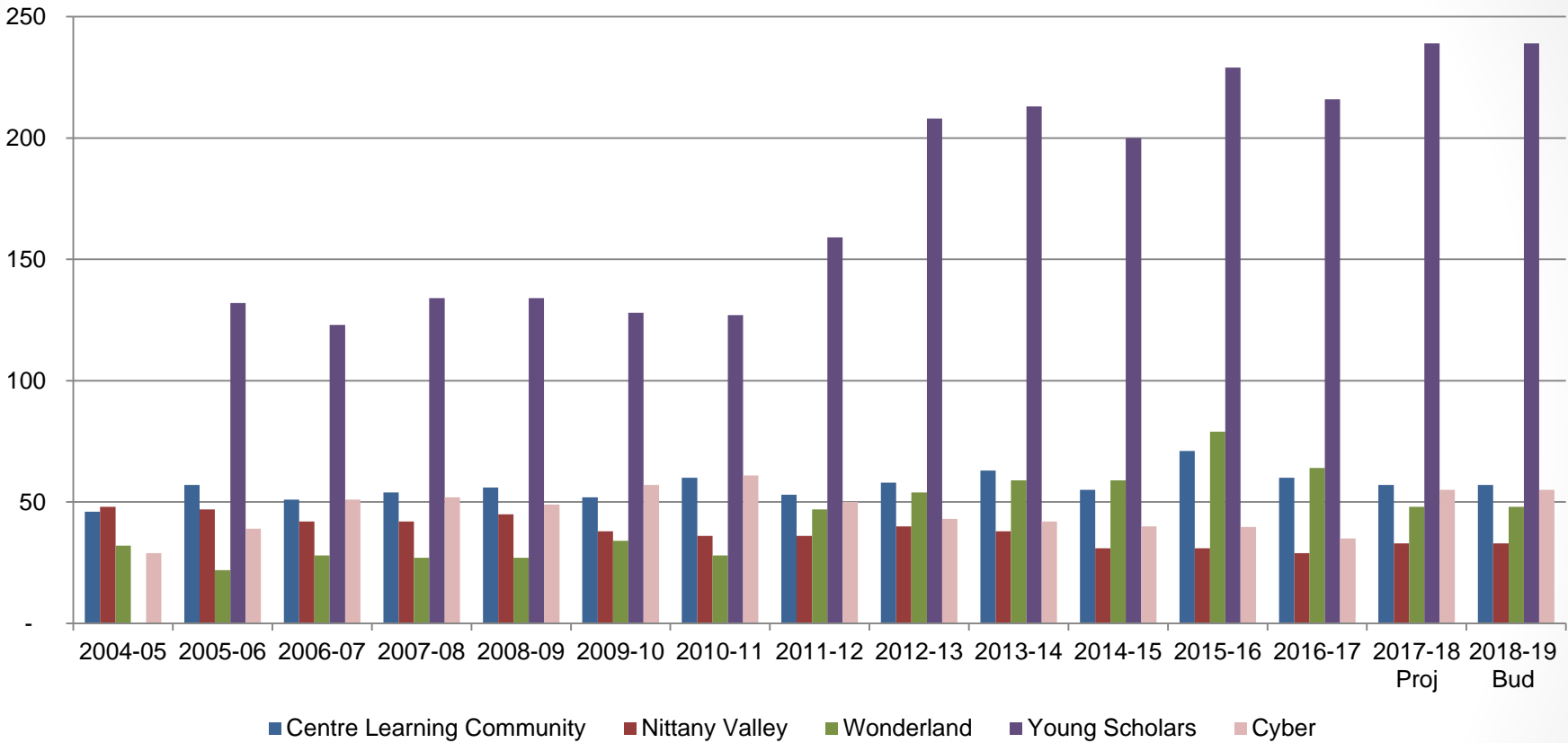
Brick and Mortar Charters Students



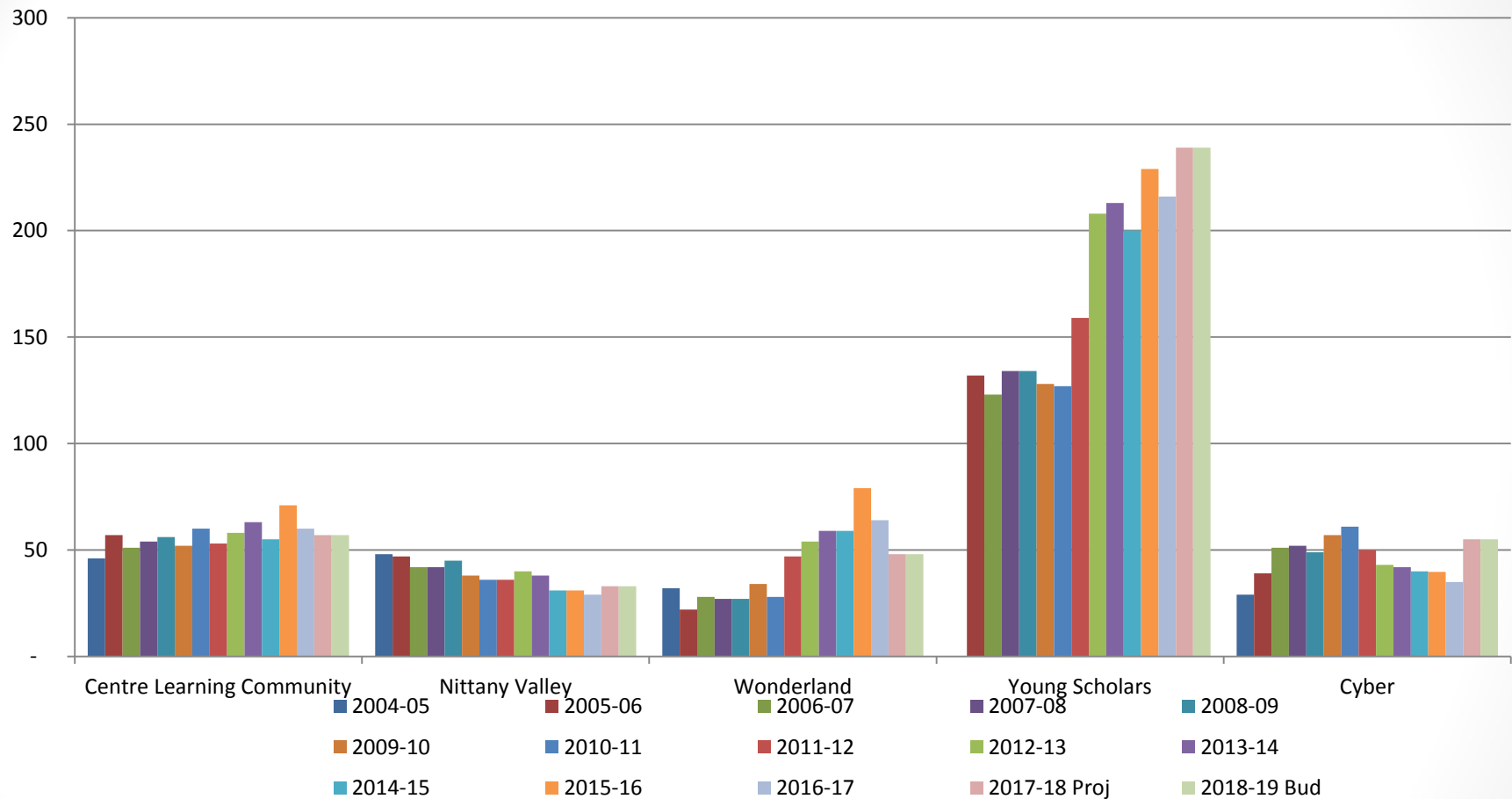
Brick and Mortar Charter Enrollments



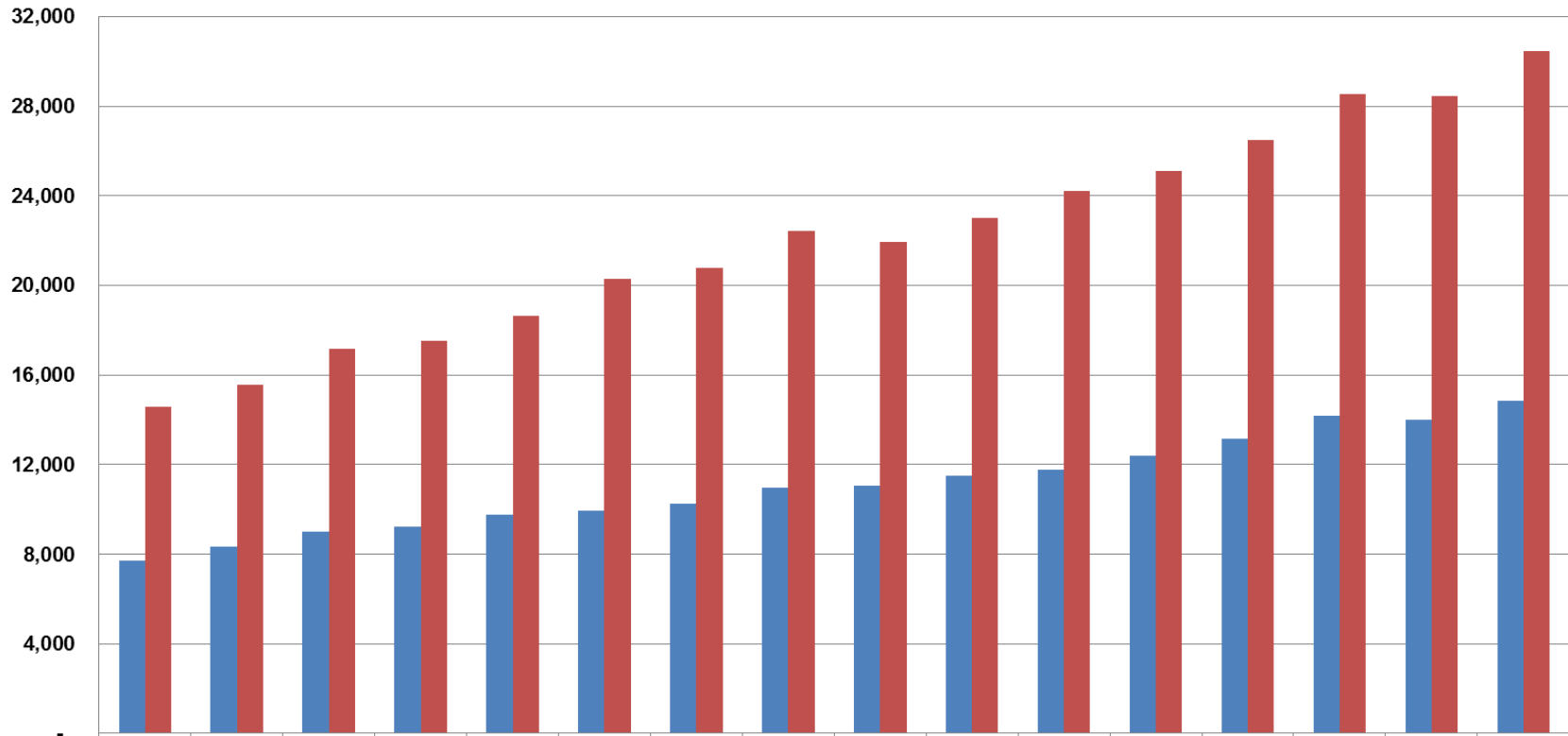
Charter Enrollments



Charter Enrollments

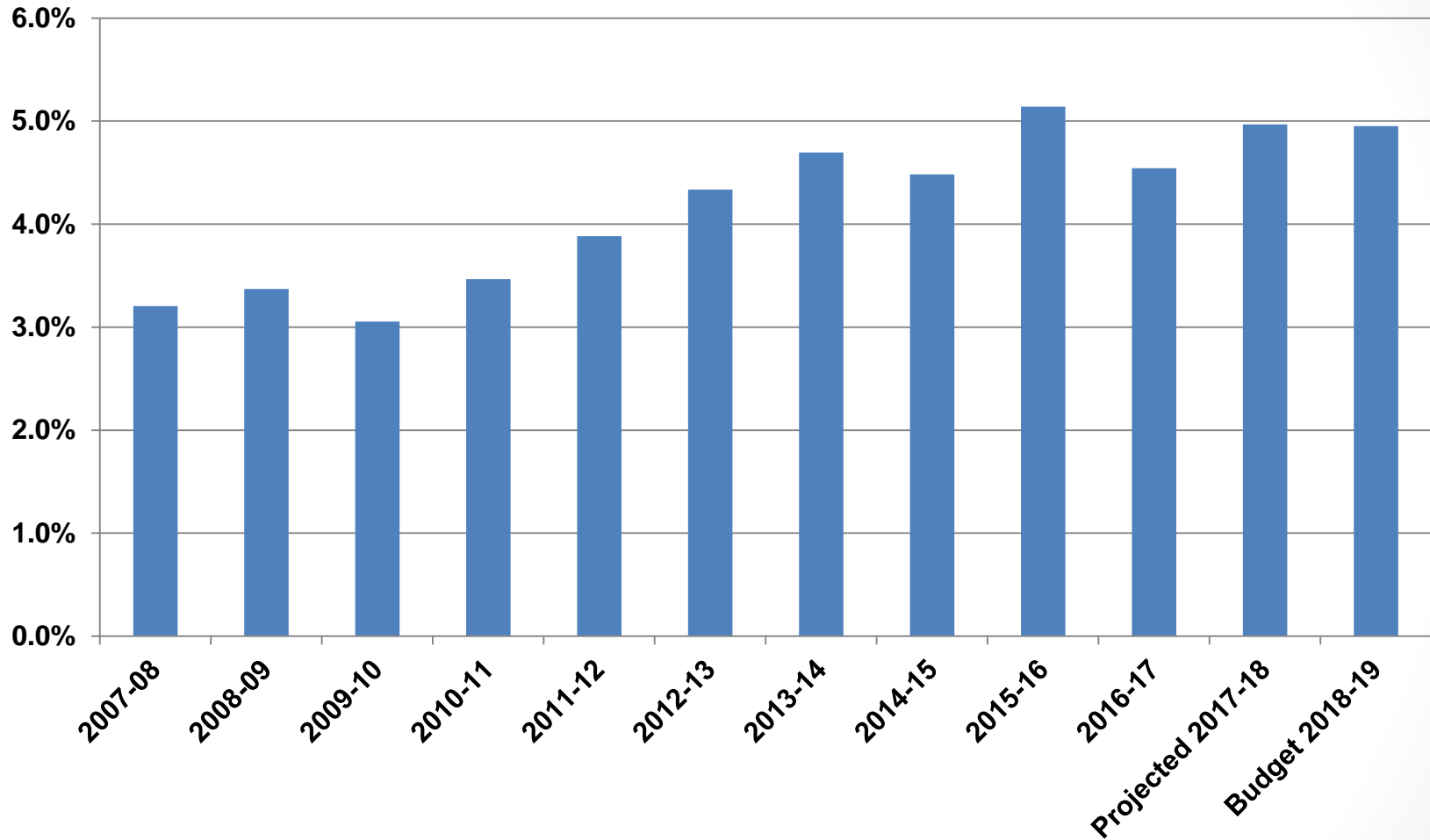


Charter School Cost Per Student

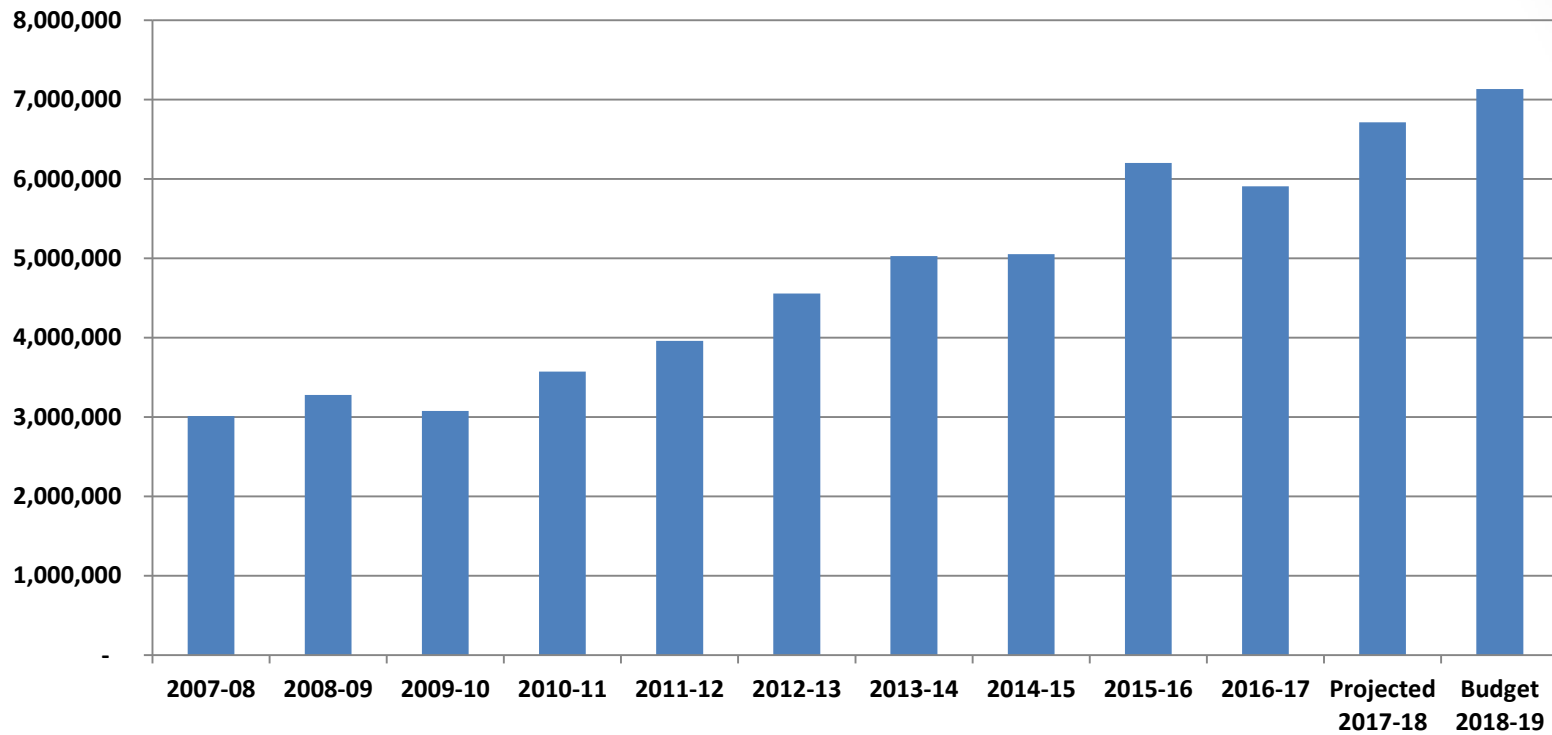


	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18 Bud	2017-18 Proj	2018-19 Bud
Regular Ed	7,729	8,353	9,026	9,210	9,775	9,931	10,274	10,972	11,054	11,513	11,759	12,416	13,138	14,191	14,008	14,848
Special Ed	14,590	15,581	17,167	17,540	18,648	20,272	20,778	22,419	21,962	23,022	24,229	25,126	26,501	28,524	28,465	30,458

Charter School Expense as a Percent of Total Expenses (Excluding Capital and Debt Service)



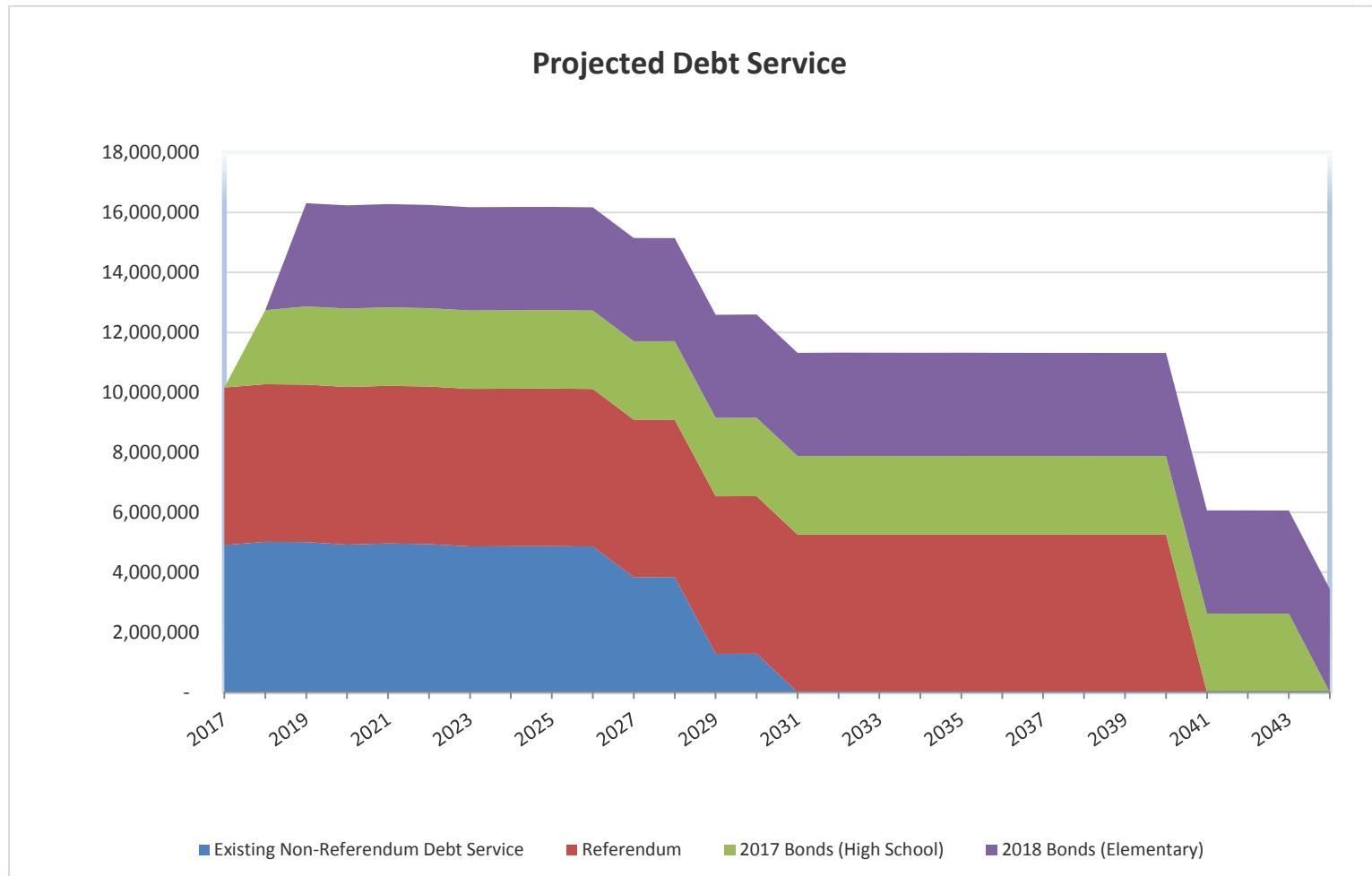
Charter School Expense



Debt & Capital

2018-19

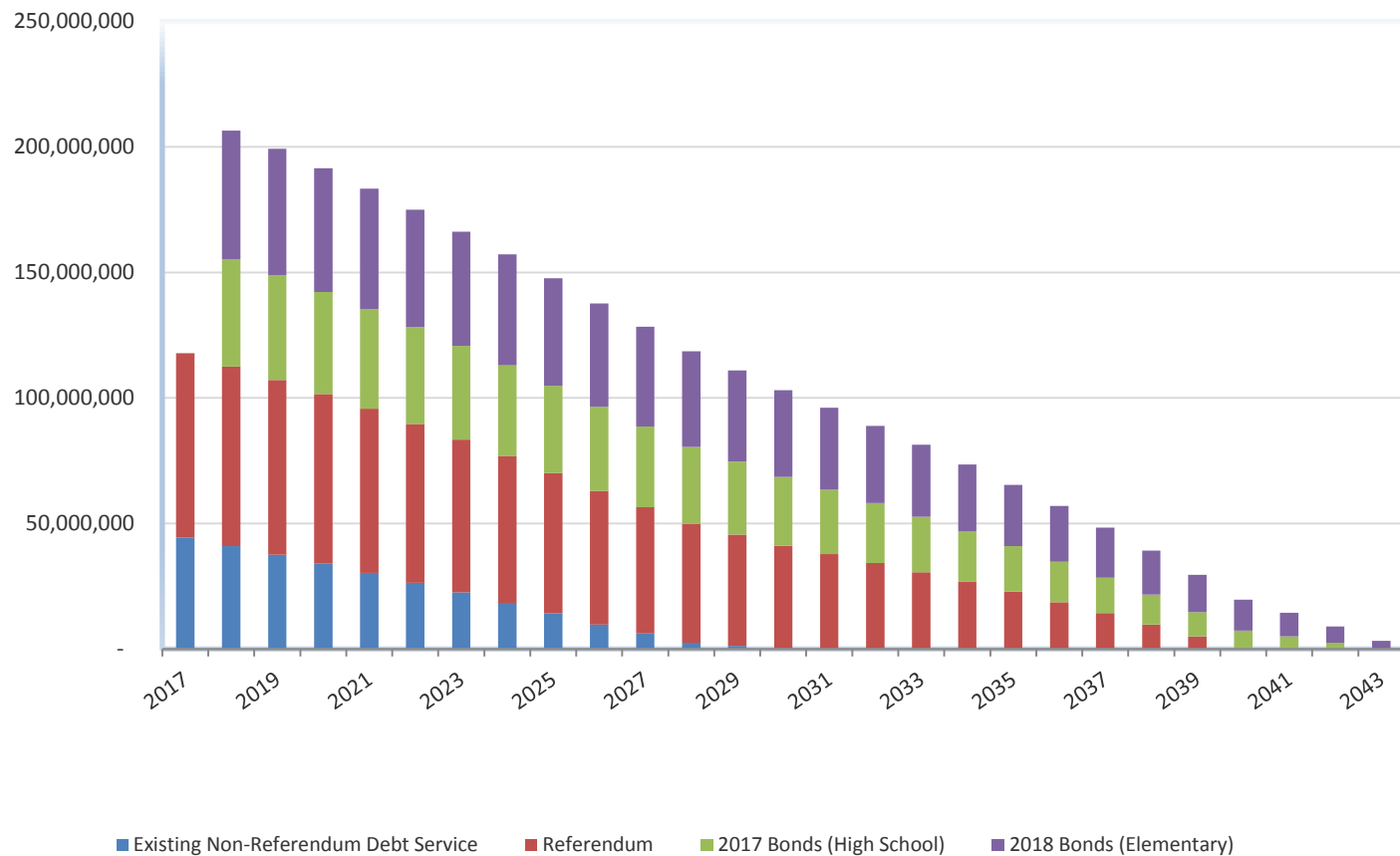
Debt Service and Capital



2018-19

Debt Service and Capital

Outstanding Principal



PDE General & Capital Reserve Fund Descriptions

- **General Fund**

- Accounts for all financial resources of the LEA, except those financial resources specifically required by law to be accounted for in another fund.

- **Capital Reserve Fund**

- Funded through transfers from General Fund plus interest earnings on fund balance
- No transfers out of this fund are allowable for any purpose
- Used to fund construction of new buildings and debt service associated with these projects
- Fund may also be used for replacement of school buses and deferred maintenance

Proposed Capital Reserve Use for Capital related projects

- North Field-Artificial Turf- \$1million
- Traffic Signal- Westerly Parkway- \$300,000

2018-19 Budgeted Expenses

**State College Area School District
General Fund Expenses and Fund Balance Transfers
Projected 2017-18 vs. Proposed Budget 2018-19**

	(A) Projected 2017-2018	(B) Budget 2018-2019	(C) Variance	(D) Estimated Student Day Impact (1)
Salaries	\$ 66,814,751	\$ 69,551,852	\$ 2,737,101	\$ 612,236
Health Insurance	12,815,963	13,051,290	235,327	113,628
PSERS	21,333,198	22,751,390	1,418,192	209,026
Other Benefits	6,698,090	6,943,781	245,691	56,579
Professional Services	3,275,740	3,527,566	251,826	30,000
Purchased Property Services	1,269,621	1,352,407	82,786	-
Charter School Expense	6,711,000	7,130,000	419,000	-
Other Purchased Services	5,904,278	5,982,720	78,442	-
Supplies/Equipment	7,110,547	7,838,325	727,778	400,000
Minor Capital Projects	2,301,386	2,181,543	(119,843)	-
Transfers/contingencies	1,432,270	1,706,103	273,833	-
Debt Service	7,486,051	11,057,851	3,571,800	-
Debt Service - Referendum Debt	5,257,725	5,254,125	(3,600)	-
Transfer to Cap Projects-DCED Grant	-	1,935,393	1,935,393	-
Transfer to Capital Reserve (2)	-	-	-	-
Fund Balance Use (Debt Service/Capital) (2)	-	(1,327,118)	(1,327,118)	-
Fund Balance Use (PSERS/Legal)	(2,186,728)	(1,207,573)	979,155	-
Total Expenses and Fund Balance Transfers	\$146,223,892	\$157,729,655	\$11,505,763	
Proposed Student Day Expense Impact				1,421,470
Less PSERS and Social Security Reimbursement (3)				127,851
Net Proposed Student Day Impact				\$ 1,293,618

(1) Student day impact as it is included in the Budget 2018-19 column (Column B).

(2) Reflects proposed assignment of amount previously transferred to capital reserve. Assignment allows for funding of Series 2018 Bond debt service from the General Fund rather than from the Capital Reserve Fund. This assignment may also fund certain capital projects on the high school campus.

(3) The PSERS and Social Security Reimbursement is reflected in the Revenue Budget for 2018-19.

2018-19 Budgeted Expenses By Function

Functional Expense Definitions

- **Instruction(1000)**- Includes all activities dealing directly with the interaction between teachers and students and related costs, which can be directly attributed to a program of instruction. This does not include administrative instructional support costs.
 - Regular Programs (1100)- Activities designed to provide grades K-12 students with learning experiences to prepare them for activities as citizens, family members, and non-vocational workers as contrasted with programs designed to improve physical, mental, social and/or emotional handicaps.
 - Special Programs (1200)- Activities designed primarily for students having special needs. The Special Programs include support classes for students identified as exceptional.

Functional Expense Definitions

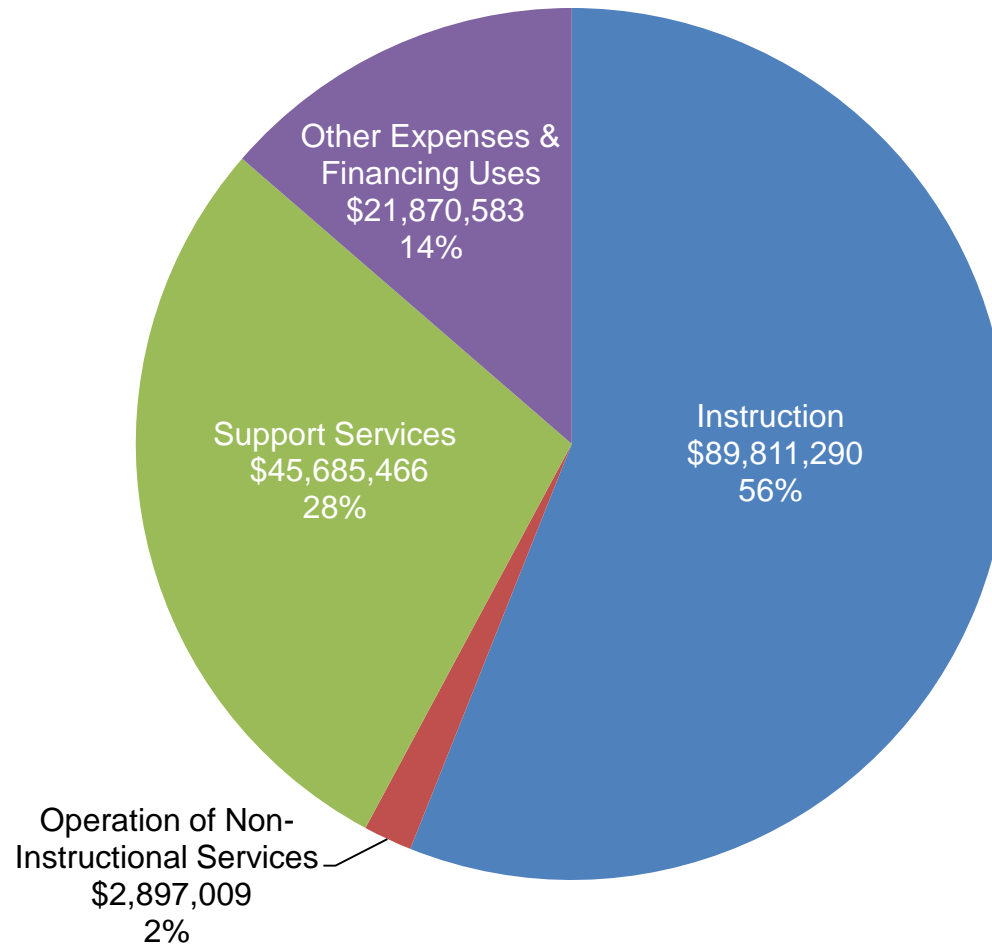
- **Support Services (2000)**- Student support services (i.e. guidance, health, social work), instructional support (i.e. curriculum development, technology), and administrative support (i.e. tax collection, legal, accounting, board).
- **Non-Instructional Services (3000)**- Activities concerned with providing non-instructional services to students, staff or the community such as student activities, athletics and community services.
- **Other Expense and Financing Uses (4000 & 5000)**- Includes debt service expenditures, transfers to other funds (capital reserve, capital projects, and food service), payments under swap termination agreement and budgeted contingency.

2018-19 Budget				
Instructional and Support Service				
Function	Submajor function	Submaj Function	2018-19 Budget	2018-19 % of Total Budget
Instructional	1100	Reg Prog- Elem/Sec	\$ 64,258,800	
	1200	Special Prog- Elem/Sec	19,398,417	
	1300	Vocational Educ	3,718,511	
	1400	Other Inst Prog- Elem/Sec	2,410,560	
	1500	Nonpublic School Prog	17,325	
	1600	Adult Educ Prog	7,677	
		Total Instruction	\$ 89,811,290	
Support Services	2100	Support Services-Students	\$ 5,458,693	
	2200	Support Services- Instr Staff	5,779,240	
	2300	Support Services- Admin	8,227,934	
	2400	Support Services- Pupil Health	1,544,833	
	2500	Support Services- Business	1,442,887	
	2600	Oper & Main of Plant Serv	10,122,320	
	2700	Student Transportation Serv	6,760,740	
	2800	Support Services- Central	6,348,819	
		Total Support Services	\$ 45,685,466	
		Total Instruction and Support Services	\$ 135,496,756	85%
		All other District Budgeted Expense	24,767,592	15%
		Total 2018-19 Budget	\$ 160,264,348	

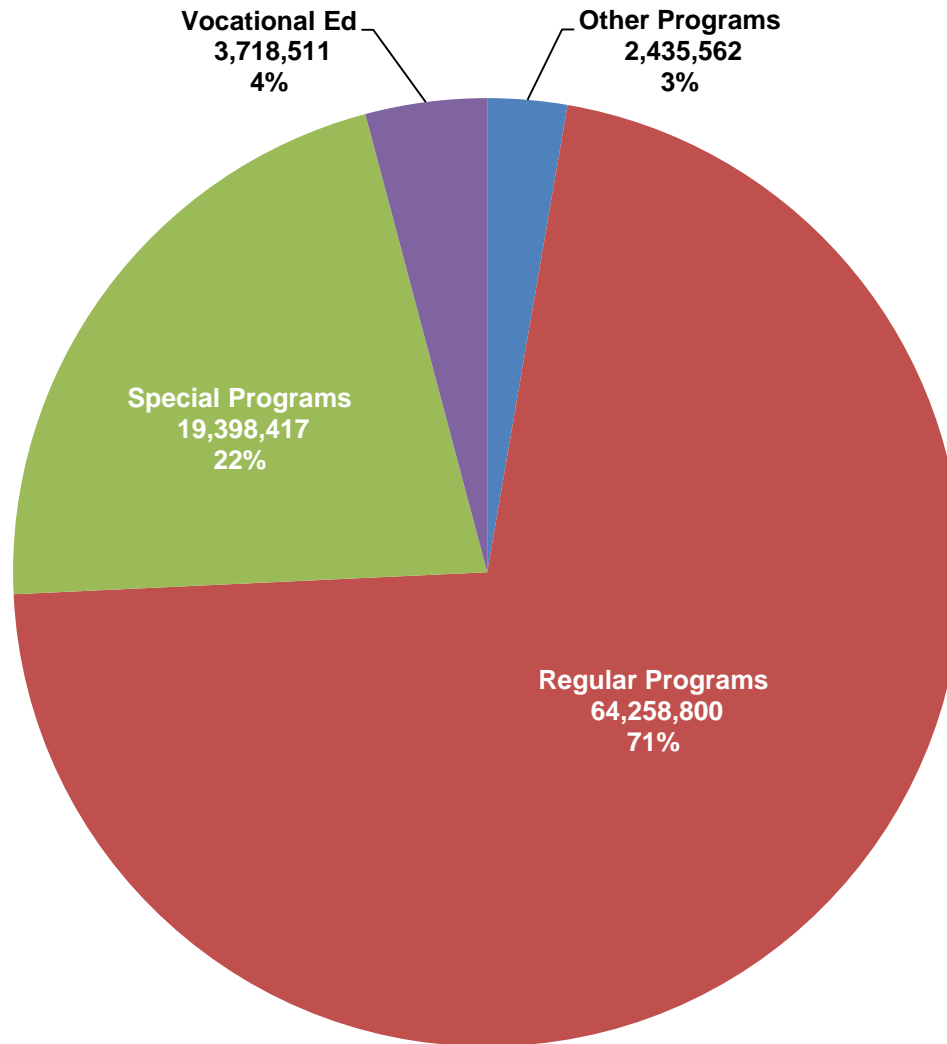
2018-19 Budget										
Instructional and Support Service										
	Salaries	Benefits	Professional Services	Purchased Property Services	Charter School	Other Purchased Services	Supplies/ Equip	Other Exp & Financing Uses	Total Expense	2018-19 % of Total Budget
Instructional										
Reg Prog- Elem/Sec	\$ 36,698,154	\$ 20,877,323	\$ 42,704	\$ 33,859	\$ 5,347,247	\$ 507,242	\$ 703,506	\$ 48,765	\$ 64,258,800	
Special Prog- Elem/Sec	9,080,043	6,607,774	695,662	31,760	1,782,753	930,110	261,714.00	8,601	19,398,417	
Vocational Educ	2,206,380	1,315,254	22,223	2,869	-	40,044	116,812.00	14,929	3,718,511	
Other Programs	1,367,195	775,323	75,882	1,585	-	46,240	125,033.00	44,304	2,435,562	
Total Instructional	\$ 49,351,772	\$ 29,575,674	\$ 836,471	\$ 70,073	\$ 7,130,000	\$ 1,523,636	\$ 1,207,065	\$ 116,599	\$ 89,811,290	56%
Support Services										
Support Services-Students	3,152,239	2,029,275	177,428	600	-	32,985	63,536	2,630	5,458,693	
Support Services- Instr Staff	2,742,542	1,978,745	108,000	-	-	49,469	879,639.00	20,845	5,779,240	
Support Services- Admin	4,425,406	2,646,632	833,399	12,041	-	135,438	103,753.00	71,265	8,227,934	
Support Services- Pupil Health	884,233	603,638	42,250	812	-	500	13,400.00	-	1,544,833	
Support Services- Business	797,778	462,493	76,240	-	-	67,600	26,488.00	12,288	1,442,887	
Oper & Main of Plant Serv	3,711,879	2,591,820	416,500	1,118,911	-	318,176	1,958,034.00	7,000	10,122,320	
Student Transportation Serv	1,382,086	1,137,961	9,144	51,986	-	3,405,373	773,505.00	685	6,760,740	
Support Services- Central	1,781,795	1,101,470	282,324	81,339	-	397,033	2,651,858.00	53,000	6,348,819	
Total Support Services	18,877,958	12,552,034	1,945,285	1,265,689	-	4,406,574	6,470,213	167,713	45,685,466	29%
Total Instr & Support Services	68,229,730	42,127,708	2,781,756	1,335,762	7,130,000	5,930,210	7,677,278	284,312	135,496,756	
Other District Budgeted Exp	1,322,122	618,753	745,810	16,645	-	52,510	161,047	21,850,705	24,767,592	15%
Total 2018-19 Budget	\$ 69,551,852	\$ 42,746,461	\$ 3,527,566	\$ 1,352,407	\$ 7,130,000	\$ 5,982,720	\$ 7,838,325	\$ 22,135,017	\$ 160,264,348	100%

2018-19 Budget										
Instructional and Support Service										
	Salaries	Benefits	Professional Services	Purchased Property Services	Charter School	Other Purchased Services	Supplies/ Equip	Other Exp & Financing Uses	Total Expense	2018-19 % of Total Budget
Instructional										
Reg Prog- Elem/Sec	\$ 36,698,154	\$ 20,877,323	\$ 42,704	\$ 33,859	\$ 5,347,247	\$ 507,242	\$ 703,506	\$ 48,765	\$ 64,258,800	
Special Prog- Elem/Sec	9,080,043	6,607,774	695,662	31,760	1,782,753	930,110	261,714	8,601	19,398,417	
Vocational Educ	2,206,380	1,315,254	22,223	2,869	-	40,044	116,812	14,929	3,718,511	
Other Programs	1,367,195	775,323	75,882	1,585	-	46,240	125,033	44,304	2,435,562	
Total Instructional	\$ 49,351,772	\$ 29,575,674	\$ 836,471	\$ 70,073	\$ 7,130,000	\$ 1,523,636	\$ 1,207,065	\$ 116,599	\$ 89,811,290	56.0%
Support Services										
Support Services-Students	3,152,239	2,029,275	177,428	600	-	32,985	\$ 63,536	2,630	5,458,693	
Support Services- Instr Staff	2,742,542	1,978,745	108,000	-	-	49,469	879,639	20,845	5,779,240	
Support Services- Admin	4,425,406	2,646,632	833,399	12,041	-	135,438	103,753	71,265	8,227,934	
Support Services- Pupil Health	884,233	603,638	42,250	812	-	500	13,400	-	1,544,833	
Support Services- Business	797,778	462,493	76,240	-	-	67,600	26,488	12,288	1,442,887	
Oper & Main of Plant Serv	3,711,879	2,591,820	416,500	1,118,911	-	318,176	1,958,034	7,000	10,122,320	
Student Transportation Serv	1,382,086	1,137,961	9,144	51,986	-	3,405,373	773,505	685	6,760,740	
Support Services- Central	1,781,795	1,101,470	282,324	81,339	-	397,033	2,651,858	53,000	6,348,819	
Total Support Services	\$ 18,877,958	\$ 12,552,034	\$ 1,945,285	\$ 1,265,689	\$ -	\$ 4,406,574	\$ 6,470,213	\$ 167,713	\$ 45,685,466	28.5%
Non-Instructional (Student Activities/Athletics/Comm ed)										
	\$ 1,322,122	\$ 618,753	\$ 690,810	\$ 16,645	\$ -	\$ 52,510	\$ 161,047	\$ 35,122	\$ 2,897,009	1.8%
Other Expenditures & Financing Uses										
Other	-	-	55,000	-	-	-	-	1,005,000	1,060,000	
Debt Service Transfer	-	-	-	-	-	-	-	10,127,853	10,127,853	
Debt Service- Referendum	-	-	-	-	-	-	-	5,254,125	5,254,125	
Capital Projects Transfer (Includes DCED Grant)	-	-	-	-	-	-	-	4,116,936	4,116,936	
Food Service Transfer	-	-	-	-	-	-	-	264,000	264,000	
Budgetary Reserve	-	-	-	-	-	-	-	1,047,669	1,047,669	
Total Other Exp & Financing Uses	\$ -	\$ -	\$ 55,000	\$ -	\$ -	\$ -	\$ -	\$ 21,815,583	\$ 21,870,583	13.6%
Total 2018-19 Budget	\$ 69,551,852	\$ 42,746,461	\$ 3,527,566	\$ 1,352,407	\$ 7,130,000	\$ 5,982,720	\$ 7,838,325	\$ 22,135,017	\$ 160,264,348	100%

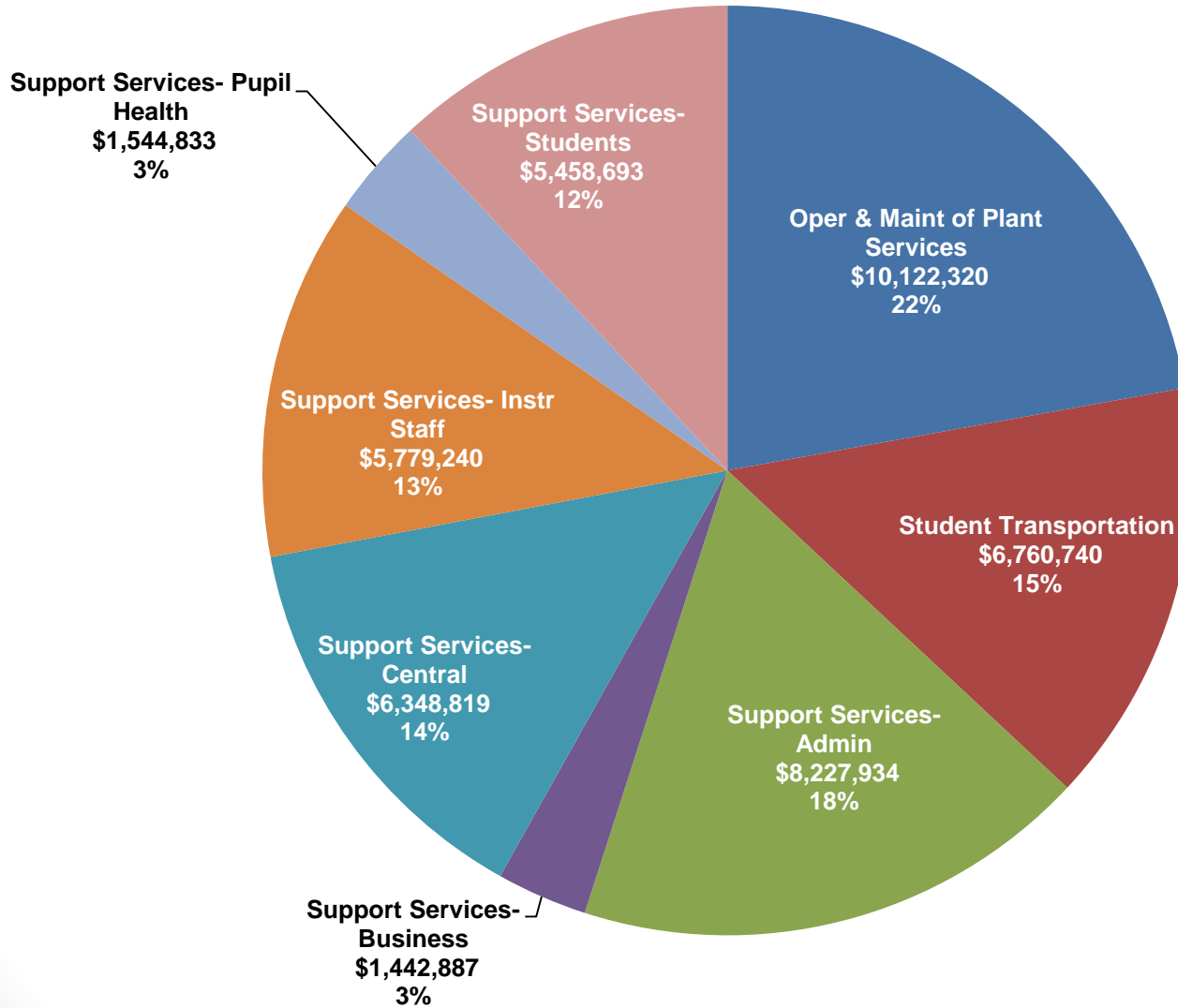
2018-19 Budgeted Expense by Function



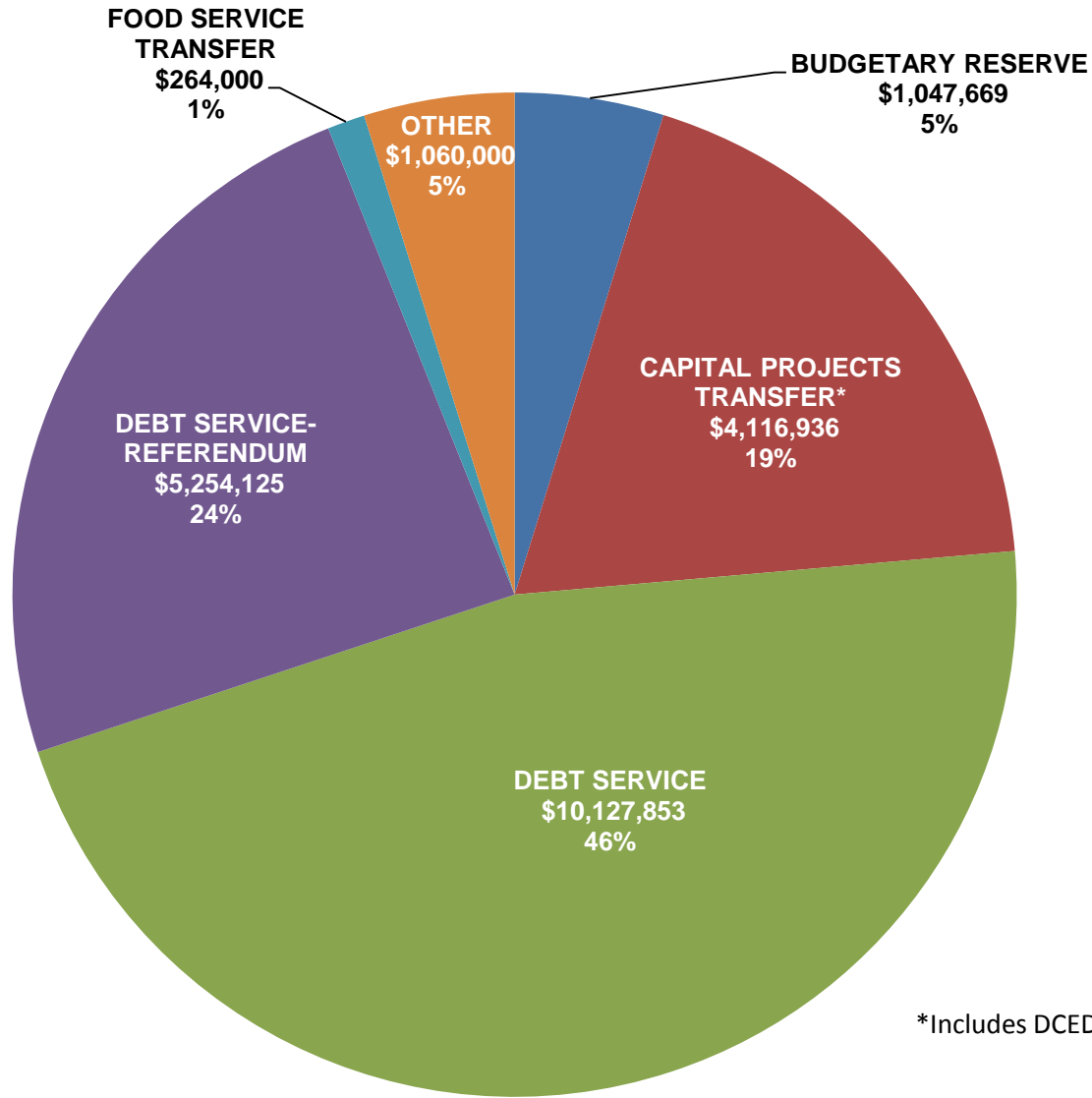
2018-19 Budget Instructional Expense



2018-19- Support Services Expense

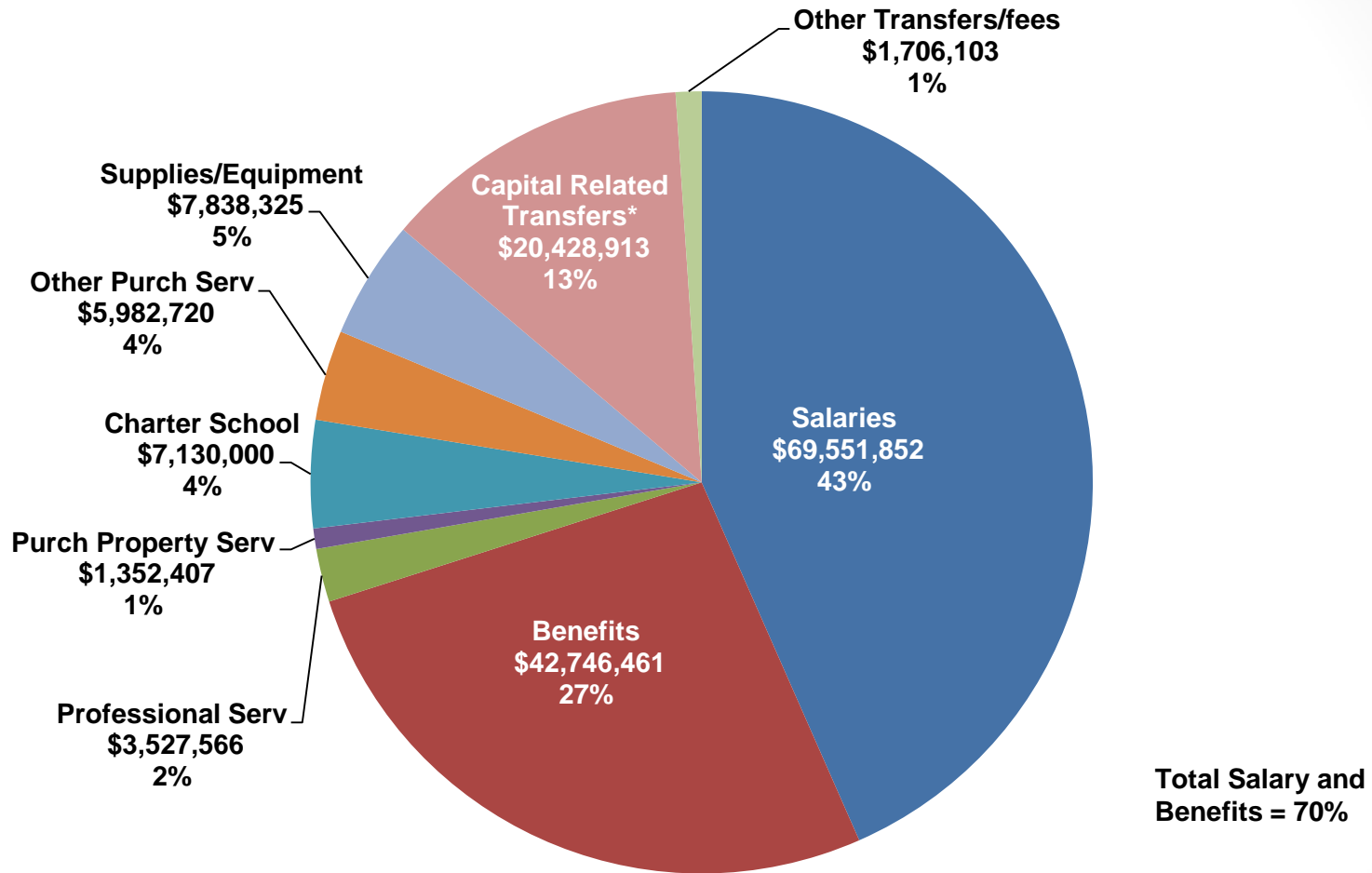


2018-19 Budget- Other Expense and Financing Uses



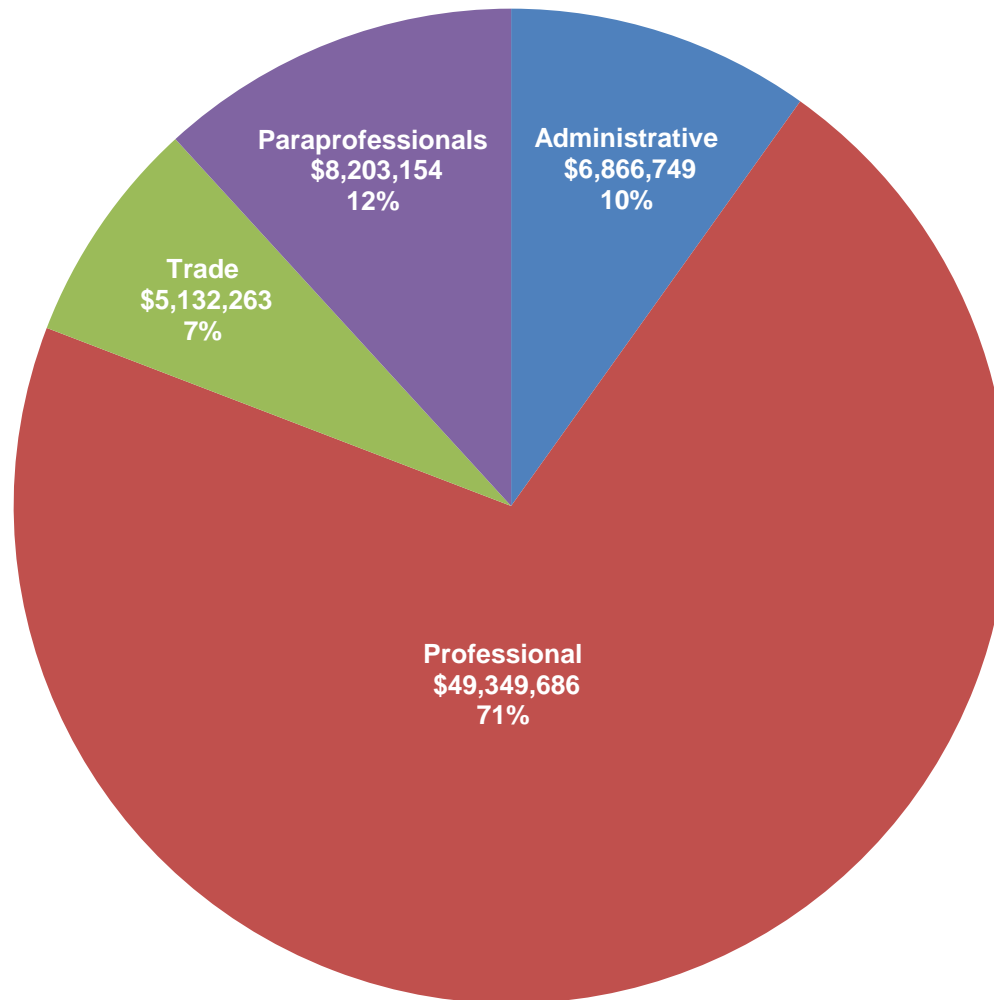
2018-19 Budgeted Expenses By Object

2018-19 Budget Expenses

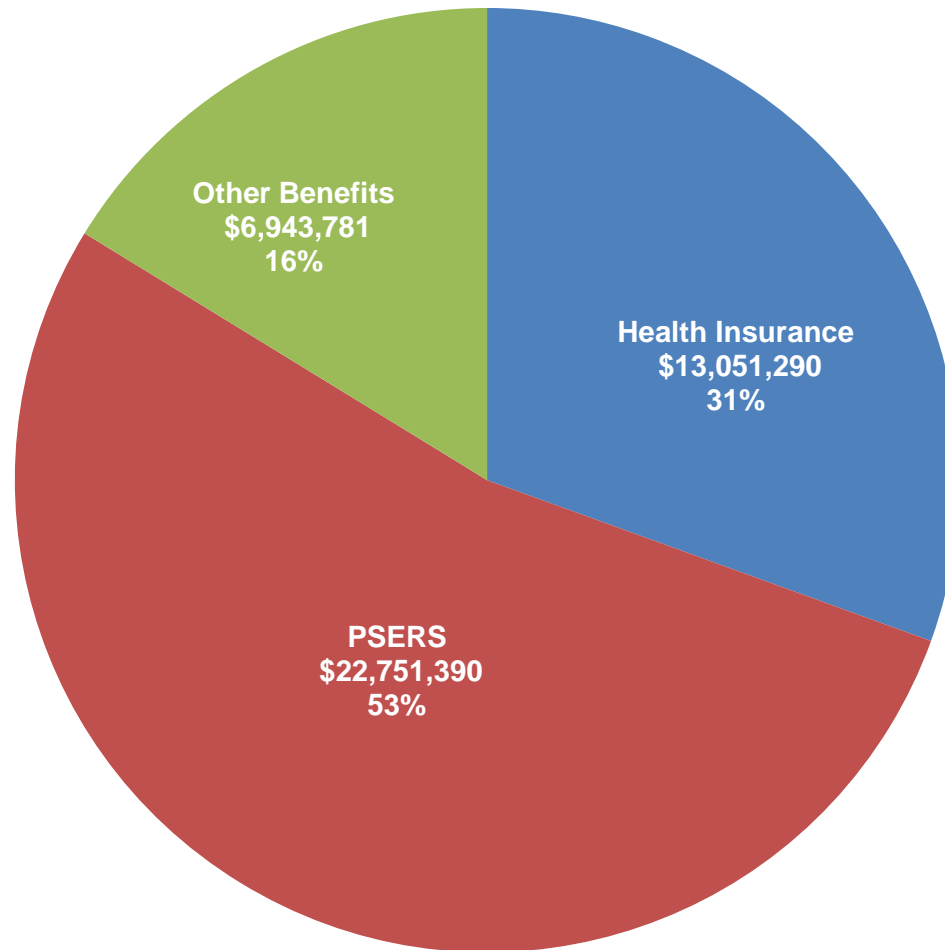


*Capital Related Transfers includes the DCED grant (\$1.9M)

Budget 2018-19 Salary Expense



Benefits Expense 2018-19 Budget

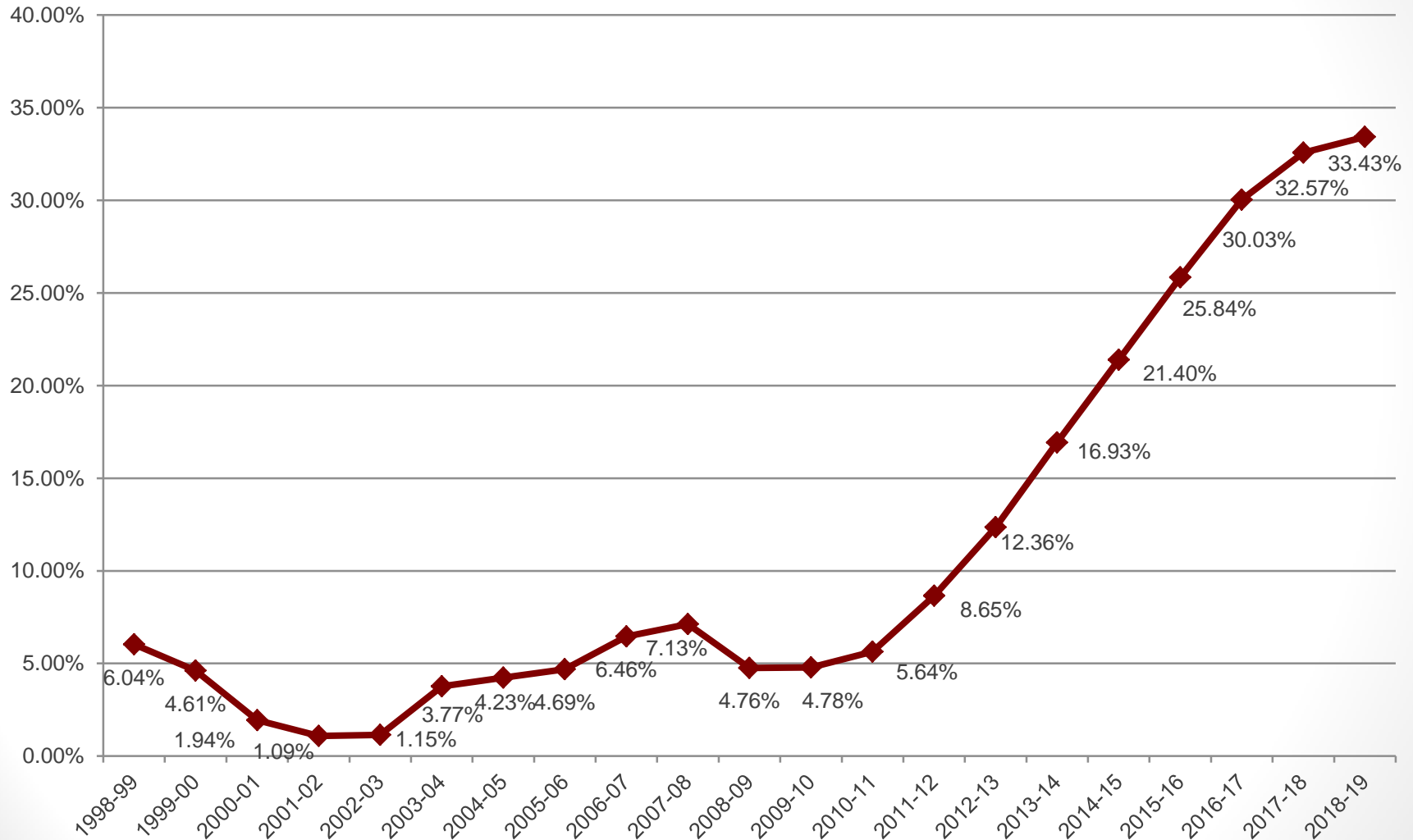


Permanent and Temporary Staffing Comparison

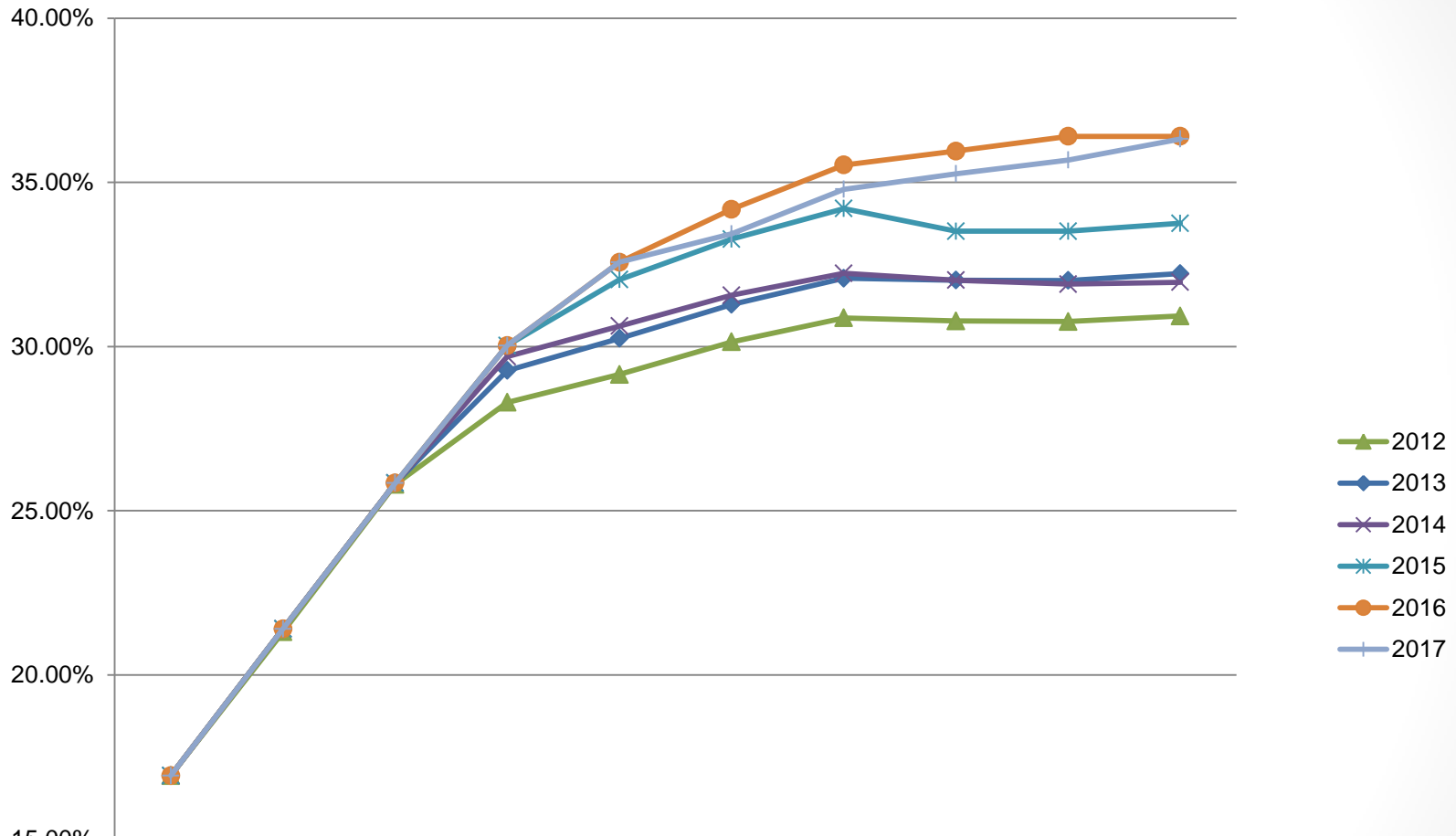
Permanent/Temporary	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	Projected 2017-18	Budget 2018-19
Administrative	\$ 4,979,713	\$ 5,061,512	\$ 5,313,238	\$ 5,267,672	\$ 4,836,520	\$ 5,067,342	\$ 5,172,880	\$ 5,140,135	\$ 5,727,187	\$ 5,983,680	\$ 6,501,876	\$ 6,856,543
Administrative- Temp	35,445	17,828	16,379	17,041	23,906	4,469	540	-	20,862	59,509	10,000	10,206
Professional	38,966,994	40,503,206	42,330,044	43,536,353	41,256,398	42,185,856	41,633,932	43,051,727	44,129,815	45,114,173	46,810,114	48,322,217
Professional-Temp	870,865	973,822	883,330	834,722	920,833	962,006	479,720	39,833	775,629	972,198	967,567	1,027,469
Trade	3,882,357	4,066,522	4,183,369	4,250,797	4,006,213	3,891,359	3,840,646	3,997,860	3,945,931	4,382,141	4,683,831	4,952,210
Trade- Temp	221,076	184,388	183,878	145,954	116,123	164,816	176,693	126,149	138,674	152,938	167,342	180,053
Paraprofessionals	5,590,276	5,913,668	6,148,007	6,087,990	6,065,635	6,176,479	6,103,996	5,964,795	6,521,746	6,959,360	7,388,450	7,916,376
Paraprofessional- Temp	218,672	235,417	250,928	206,667	182,740	277,035	128,040	4,795	239,890	267,205	285,571	286,778
Substitute Teacher Service (STS)	-	-	-	-	-	-	724,027	1,402,681	-	-	-	-
Total	\$ 54,765,399	\$ 56,956,363	\$ 59,309,174	\$ 60,347,196	\$ 57,408,368	\$ 58,729,361	\$ 58,260,473	\$ 59,727,975	\$ 61,499,733	\$ 63,891,205	\$ 66,814,751	\$ 69,551,852
Total Permanent	\$ 53,419,340	\$ 55,544,908	\$ 57,974,658	\$ 59,142,811	\$ 56,164,766	\$ 57,321,036	\$ 56,751,454	\$ 58,154,517	\$ 60,324,678	\$ 62,439,354	\$ 65,384,271	\$ 68,047,346
Total Temporary	1,346,059	1,411,455	1,334,516	1,204,385	1,243,603	1,408,325	1,509,020	1,573,458	1,175,054	1,451,850	1,430,480	1,504,506
Percentage Temporary	2.46%	2.48%	2.25%	2.00%	2.17%	2.40%	2.59%	2.63%	1.91%	2.27%	2.14%	2.16%

Note: The STS line above represents the total substitute cost while other temporary expense amounts are salary only.

PSERS Percentage Employer Contributions



Projected Employer PSERS Rates



	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
2012	16.93%	21.31%	25.80%	28.30%	29.15%	30.14%	30.87%	30.78%	30.76%	30.93%
2013	16.93%	21.40%	25.84%	29.27%	30.25%	31.28%	32.08%	32.02%	32.01%	32.22%
2014	16.93%	21.40%	25.84%	29.69%	30.62%	31.56%	32.23%	32.02%	31.90%	31.96%
2015	16.93%	21.40%	25.84%	30.03%	32.04%	33.27%	34.20%	33.51%	33.51%	33.75%
2016	16.93%	21.40%	25.84%	30.03%	32.57%	34.18%	35.53%	35.95%	36.40%	36.40%
2017	16.93%	21.40%	25.84%	30.03%	32.57%	33.43%	34.79%	35.26%	35.68%	36.32%

2018-19 Additions

- Student Day Staffing Adjustments (7.35 FTE)
- Director of Diversity and Inclusivity (Shifted position)
- Elementary Counselor (1.0 FTE)
- Primary Autistic Support Classroom (1.0 FTE faculty, 5.0 FTE Paraprofessionals)
- Elementary Instructional Support (0.5 FTE- Corl Street)
- Elementary Classroom Teacher
- Part-time Middle School Gifted Support Teacher (0.4 FTE)
- Security Guard and Resource Officer
- Lead Counselor Stipend
- Psychological Services (Two part time psych interns)
- Recruitment Software
- High School Student Assessment (PSAT)
- Curriculum Changes

Next Steps

- April 19 Finance & Audit Committee
- April 23 Presentation of proposed final budget for 2018-19
- May 7
 - Board Action- Adopt Proposed Final Budget for 2018-19
 - Resolution and advertising- 30 days prior to final budget adoption, PDE deadline May 31
 - School Board President to sign and send to PDE Certification of Use of PDE-2028
- May 17 Finance & Audit Committee
- May 21 Board Meeting
 - Budget Development Update
- June 4
 - 2018-19 Budget Hearing
- June 11
 - Board Action- Adopt Final Budget on Form- 2028 (resolution)

Questions

State College Area School District

