

State College Area School District



2023-24 Budget Development

**State College
Area School District
April 3, 2023**

Major Changes in Projected Revenues

- Revenue
 - Budget presentation assumes a 4.1% tax increase
 - Local Revenue- Earned Income Tax and Local Services Tax
 - Local economic impacts resulted in decrease in assumed growth

Prior Projection	3.5%
Revised Projection	2.5%

- State Revenue- Retirement and Social Security
 - Reimbursement revenue due to salary expense adjustments
 - State revenue does not reflect additional revenue as proposed in the Governor's budget

Changes in Projected Expense since the March 13, 2023 Meeting

- Salaries and Benefits
 - Refinement of salary projections
 - Reduction of 2 FTE Elementary Teacher for positions not filled due to enrollment in 2022-23
 - Not expected to impact class sizes
 - Does not impact the flexibility to accommodate changes in enrollment
 - 5 FTE Special Education para positions not filled in 2022-23
 - Reduction of hours for K-2 paras assuming return to pre-COVID levels
 - Decrease in healthcare expense based upon revised projections from Conrad Seigel
- Contingency – additional contingency becomes available at 4.1% real estate tax increase.

District Funded Positions

- Positions included in the budget that were grant funded in prior years:
 - Two Mental Health Clinicians
 - Multicultural Student Success Initiative
 - Bilingual Family Liaison (partial grant funding in 2023-24)
- Total district funded expense in 2023-24 budget
\$398,790

State College Area School District				
FTE's				
Position	Budget 2022-23	Budget 2023-24	FY24 vs. FY23 Budget	Explanation
COORDINATOR	6.00	5.10	(0.90)	.5 Counseling Coord (offset by decr in counselor); .9 reduction in SAT coordinator; .5 virtual moved to Asst Princ.
ELEMENTARY TEACHER	246.20	242.20	(4.00)	Reduction in Virtual teachers from 3 to 2; 1.0 transferred to mental health; additional reduction of 2.0 positions which were unfilled in 2022-23.
GUIDANCE COUNSELORS	22.00	23.50	1.50	1.0 Behavior Interv (repurposed PFMS English); 1.0 coordinator moved to counselor; offset by .5 decrease that was moved to counseling coordinator
HOME AND SCHOOL VISITOR	4.00	4.00	-	
INSTR TECHNOLOGY SPECIALIST	4.50	4.00	(0.50)	.5 position budgeted in error in 2022-23
INTERPRETER	1.50	1.50	-	
LIBRARIAN	11.50	11.50	-	
MENTAL HEALTH CLIN	3.00	4.00	1.00	Transfer from Elem
NURSES, DENTAL HYGIENISTS	9.00	9.00	-	
PSYCHOLOGIST	11.00	11.00	-	
SECONDARY TEACHER	264.44	264.38	(0.06)	
SPECIAL EDUCATION TEACHER	68.00	69.70	1.70	2 FTE teachers added; offset by reduction of 5 special ed paras
SPEECH AND HEARING	10.00	11.00	1.00	Added position
Total SCAEA	661.14	660.88	(0.26)	
CLERICAL	4.00	4.00	-	
CLERICAL PARAPROFESSIONAL	1.00	1.00	-	
HEALTH CARE PARAPROFESSIONAL	9.57	10.00	0.43	
LIBRARY PARAPROFESSIONAL	10.00	10.00	-	
MONITOR PARAPROFESSIONAL	1.00	-	(1.00)	Parking lot monitor will not be filled
PARAPROFESSIONAL	97.40	102.39	5.00	Reflects an increase in hours during 2022-23, but reflects a decrease compared to hours currently worked.
PARAPROFESSIONAL - LIFT BUS	0.57	0.57	-	
PARAPROFESSIONAL COMP LAB	4.00	3.00	(1.00)	Repurposed for tech specialist
PARAPROFESSIONAL-SPECIAL EDUC	158.86	148.99	(9.86)	Repurposed with increase in Special Educ Teachers; reduction of additional 5.0 positions which were unfilled in 2022-23.
SECRETARY	55.73	55.73	-	
Total SCESPA	342.13	335.69	(6.44)	

**State College Area School District
FTE's Continued**

Position	Budget 2022-23	Budget 2023-24	FY24 vs. FY23 Budget	Explanation
PHYSICAL PLANT CUSTODIAN	67.50	65.00	(2.50)	
PHYSICAL PLANT GROUNDS	7.00	9.00	2.00	
PHYSICAL PLANT MAINTENANCE	6.00	6.00	-	
PHYSICAL PLANT SUPERVISOR	6.00	6.00	-	
TRANSPORTATION BUS DRIVER	31.63	30.00	(1.63)	Reduction related to fewer utilized positions
TRANSPORTATION MECHANIC	5.00	5.00	-	
TRANSPORTATION SUPERVISOR	2.00	2.00	-	
Total AFSCME	125.13	123.00	(2.13)	
ACT93 MANAGERS	12.50	12.50	-	
ASSISTANT PRINCIPAL	6.00	6.50	0.50	Virtual Asst Principal (increase is offset by decrease in coordinators)
CENTRAL OFFICE ADMINISTRATOR	5.00	5.00	-	
OTHER ADMINISTRATOR	15.00	15.00	-	
PRINCIPAL	11.00	11.00	-	
Total Administrators	49.50	50.00	0.50	
CEEL ASST SITE SUPERVISOR-C.E.	2.00	1.00	(1.00)	Position not utilized
CEEL SUPERVISOR-COMM ED	7.00	7.00	-	
EDUCATIONAL RECORDS COORDINATOR	1.00	1.00	-	
EXECUTIVE SECRETARY	7.00	7.00	-	
FINANCE OFFICE	1.00	1.00	-	
HUMAN RESOURCES	1.00	1.00	-	
POOL OPERATOR/FITNESS CTR	1.50	1.50	-	
PRINTER	2.00	2.00	-	
SECURITY GUARD	2.10	3.00	0.90	Lead Security guard added offset by reduction in contracted guards
TECHNOLOGY SPECIALIST	15.00	17.00	2.00	1.0 addition and a transfer of 1.0 computer lab para.
ASG, Exec Secretary and Technology	39.60	41.50	1.90	
Total	1,217.50	1,211.07	(6.42)	

State College Area School District
Expense by Department
Budget 2022-23 vs. Budget 2023-24

Department Title	2022-23 Budget	2023-24 Budget	Variance	Explanations
DISTRICTWIDE	122,678,658	123,208,459	529,801	Contractual and estimated salary and related benefit increases \$4.4 million, offset by a reduction in FTEs compared to prior year \$754k and a decr in health \$2.2 million and PSERS related to rate \$918k.
SUPERINTENDENT	442,515	519,910	77,395	Conf travel/training \$30k; Morale Survey \$30k; Guest Speakers \$20k
ASST SUPER FOR SECOND ED	725,667	747,460	21,793	Vector \$8k; professional development and sal/ben inflator
FIN & OPERATIONS OFFICER	15,827,488	14,125,611	(1,701,877)	Decr in Capital Reserve Transf \$2.5 million offset by increase in contingency of \$795k
ASST SUPVR FOR ELEM ED	476,058	528,394	52,336	Vector \$8k; Ipads for Elem princ \$4k; professional development and sal/ben inflator
DIRECTOR-HUMAN RESOURCES	667,589	755,918	88,329	Est incr in retirement bonus and longevity
DIRECTOR OF SPECIAL EDUC	2,976,074	3,160,467	184,393	Incr in tuition expense
DIRECTOR OF STUDENT SERVICES	441,728	661,767	220,039	Expenses previously changed to ESSER for mental health services \$160k; PCCD grant funded mental health conf \$50k
DIRECTOR OF TECHNOLOGY	3,659,793	4,417,047	757,254	Equipment inflation \$300k;Cyber security \$200k; HR System \$149k; Auditorium support \$75k; multi-factor authentication \$20k; phone and internet \$10k; offset by decr in WAN \$40k and contracted maint \$32k.
PUBLIC INFORMATION SPEC	78,072	57,350	(20,722)	Reduced advertising
ASST BUSINESS ADMINISTRAT	13,818,869	18,850,768	5,031,899	\$4.9 million debt service prev in capital reserve fund;\$125k related to potential assessment appeals
ATHLETICS DIRECTOR	2,008,217	2,076,364	68,148	Girls wrestling and inflation
PHYSICAL PLANT DIRECTOR	5,335,994	6,166,075	830,081	Gas and Electric \$598k; Electrical study \$140k; ADA doors and classroom locks \$65k
AQUATICS DIRECTOR	65,826	67,208	1,381	
TRANSPORTATION DIRECTOR	4,458,342	4,627,586	169,243	Bus contract/inflation \$157k ; Est IU provided trans \$136k ; offset by decr in vehicle purchase (\$120k)
STUDENT ACTIVITIES DIR	596,986	613,793	16,807	Annual uniform cleaning \$4k; Field trip \$8 k; salary increases

State College Area School District
Expense by Department
Budget 2022-23 vs. Budget 2023-24

Department Title	2022-23 Budget	2023-24 Budget	Variance	Explanations
CAREER TECH CENTER DIRECT	329,126	420,028	90,902	\$86k related to incr in students attending CPI
CTC ENTERPRISE	86,500	103,950	17,450	Incr in estimated rev and exp related to enterprise funds.
CORL STREET ELEMENTARY	32,667	33,738	1,070	
EASTERLY PARKWAY ELEM	42,307	44,562	2,255	
FERGUSON TOWNSHIP ELEM	39,899	43,824	3,925	
PARK FOREST ELEMENTARY	57,034	60,587	3,553	
RADIO PARK ELEMENTARY	50,875	55,808	4,932	
GRAY'S WOODS ELEMENTARY	51,813	52,012	199	
MOUNT NITTANY ELEMENTARY	56,230	60,447	4,217	
DIRECTOR OF GIFTED ED	96,770	102,557	5,787	
REGISTRATION	32,719	32,719	-	
EQUITY & INCLUSION	106,767	133,276	26,510	Additional training and presenters
SPRING CREEK ELEMENTARY	48,197	52,012	3,815	
VIRTUAL ACADEMY-ELEM	99,000	66,883	(32,117)	Assumed decr in enrollment
FEDERAL GRANTS	812,411	392,981	(419,430)	Decr in ESSER funded spending
MOUNT NITTANY MIDDLE SCHL	139,320	142,296	2,976	
PARK FOREST MIDDLE SCHL	155,364	162,687	7,323	
DIR OF CURRICULUM 6-8	83,050	129,477	46,427	Offset by decrease in Dir of Curr 9-12
VIRTUAL ACADEMY-SECONDARY	204,869	354,703	149,834	Costs reclassified from Educational Alternative
HIGH SCHOOL PRINCIPALS	645,824	636,801	(9,023)	
INTERN'L BACC DIPLOMA PRG	59,010	67,847	8,837	
DIR OF CURRICULUM 9-12	270,206	193,489	(76,717)	Offset by increase in Dir of Curr 6-8
EDUCATIONAL ALTERNATIVES	283,697	128,715	(154,982)	Costs reclassified to Virtual academy
COMMUNITY EDUCATION	1,619,818	1,676,855	57,037	Inflation of compensation and provider costs
LIBRARY	48,973	48,973	0	
ELEM CURR BUDGET	562,952	1,351,331	788,379	New Reading curriculum
	180,273,275	187,132,735	6,859,460	

State College Area School District
General Fund Expenses and Fund Balance Transfers
Budget 2023-24 and Projected 2024-25

	Budget 2023-2024	% of Expense	Projected 2024-2025	% of Expense
Salaries	\$ 82,341,620	44.0%	\$ 84,647,186	43.9%
Health Insurance	16,107,092	8.6%	17,717,801	9.2%
PSERS	27,296,247	14.6%	28,800,000	14.9%
Other Benefits	7,827,843	4.2%	8,000,000	4.2%
Professional Services	4,613,244	2.5%	4,550,000	2.4%
Purchased Property Services	1,361,616	0.7%	1,380,000	0.7%
Charter School Expense	6,683,714	3.6%	6,800,000	3.5%
Other Purchased Services	7,711,689	4.1%	7,790,000	4.0%
Supplies/Equipment	10,871,498	5.8%	10,380,000	5.4%
Deferred Maintenance	2,390,188	1.3%	2,437,992	1.3%
Transfers/contingencies/fees	2,453,559	1.3%	2,776,230	1.4%
Debt Service	12,218,800	6.5%	12,218,200	6.3%
Debt Service - Referendum Debt	5,255,625	2.8%	5,258,625	2.7%
Fund Balance Commitment/Use (Debt Service)	-		(2,369,000)	
Fund Balance Commitment/Use (Health Insurance)	799,997		805,355	
Total Expenses and Fund Balance Transfers	\$ 187,932,732		\$ 191,192,389	
Total Expense and Transfers (excl fund balance use/commitment)	\$ 187,132,735		\$ 192,756,034	
Salary and Benefits as a percentage of total expense		71.4%		72.2%
Salary and Benefits as a % of expense (excluding capital related)		78.7%		79.4%

Budget Related Information Requested

- Student Activities and Athletics

	Budget FY 2023-2024
Athletics	\$2,570,712
Student Activities	<u>740,743</u>
	\$3,311,455
% of Budget	1.8%

Budget Related Information Requested

- Technology Services and Equipment

	Actual FY 2021-2022	Budget FY 2023-2024	Difference	% Change
	\$2,444,239	\$3,898,700	\$1,454,461	60%
% of Budget	1.4%	2.1%		

- Electricity

	Actual FY 2021-2022	Budget FY 2023-2024	Difference	% Change
	\$1,344,776	\$1,850,000	\$505,224	38%
% of Budget	0.8%	1.0%		

Budget Related Information Requested

- Tuition paid for outplacement of students (Excluding charter schools)

	Actual FY 2021-2022	Budget FY 2023-2024	Difference	% Change
	\$1,676,944	\$1,962,383	\$285,439	17%
% of Budget	1.0%	1.0%		

Budget Related Information Requested

- Charter school expense

	Actual FY 2021-2022	Budget FY 2023-2024	Difference	% Change
	\$5,755,475	\$6,683,714	\$928,239	16%
% of Budget	3.4%	3.6%		

- Charter School tuition per student

Tuition	Actual FY 2021-22	Projected FY 2022-2023	Budget FY 2023-2024
Regular	\$16,014	\$16,965	\$17,943
Special Ed	\$34,489	\$36,333	\$38,761

- Charter School Enrollments

Enrollment	Actual FY 2021-22	Projected FY 2022-2023	Budget FY 2023-2024
Regular	49	52	52
Special Ed	255	260	260
Total	304	312	312

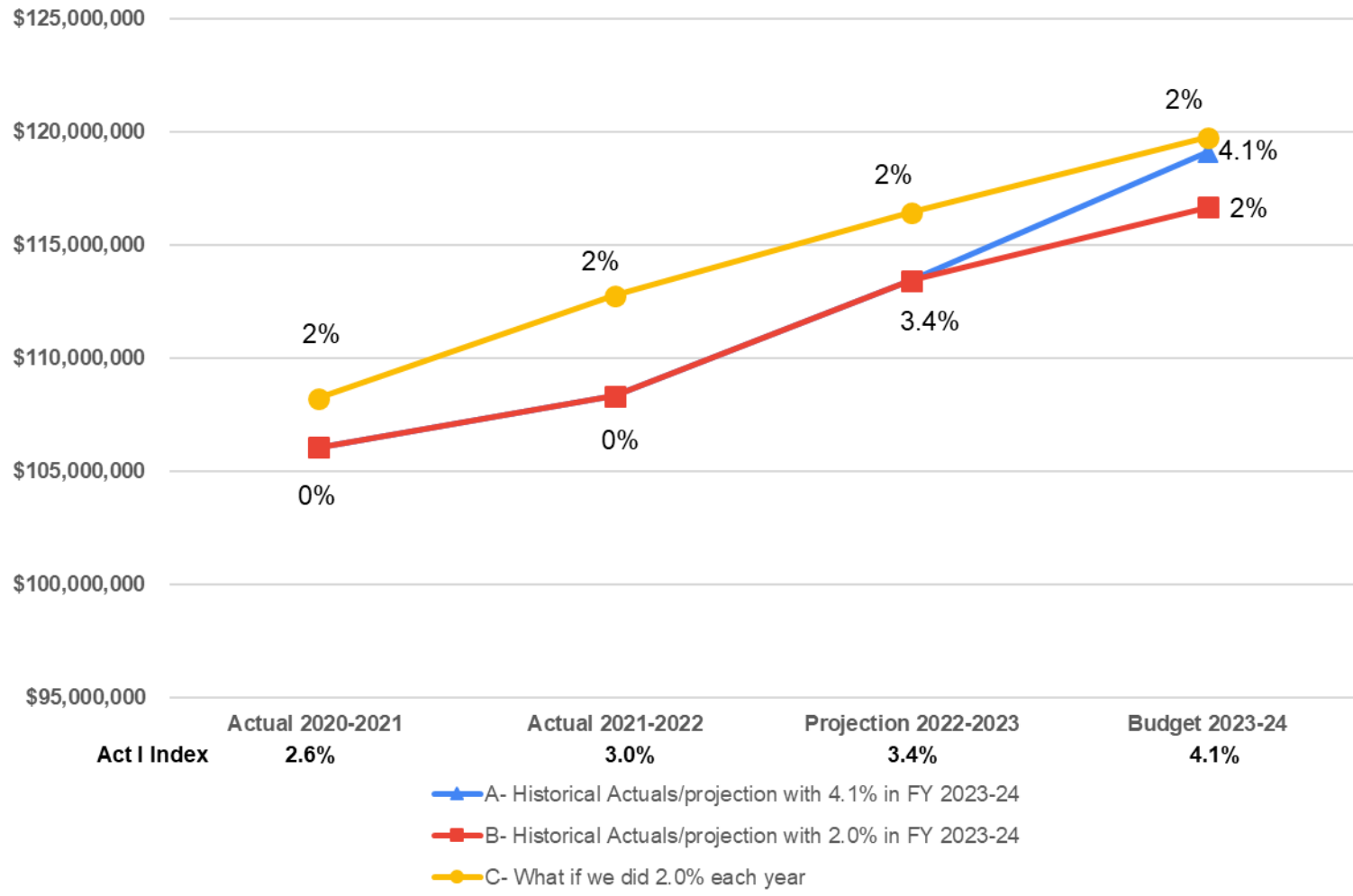
Budget Related Information Requested

Student Activities Fund Actual FY 2021-2022

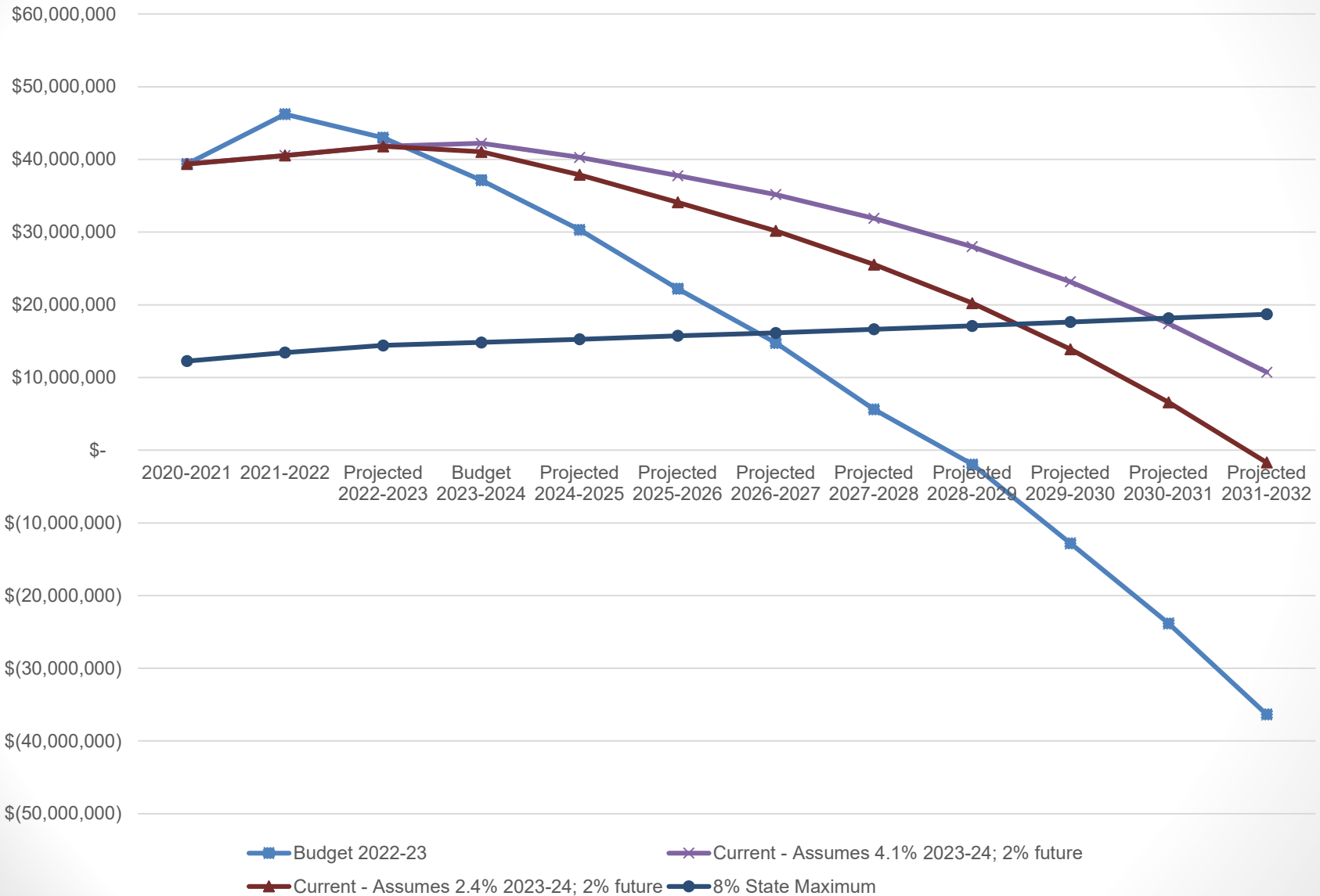
Beginning Balance	\$474,023
Revenue	249,735
Expense (1)	<u>262,637</u>
Ending Balance	\$461,121

(1) Represents the net expenses after parent funds are received to offset outgoing payments (i.e. field trips, foreign trips).

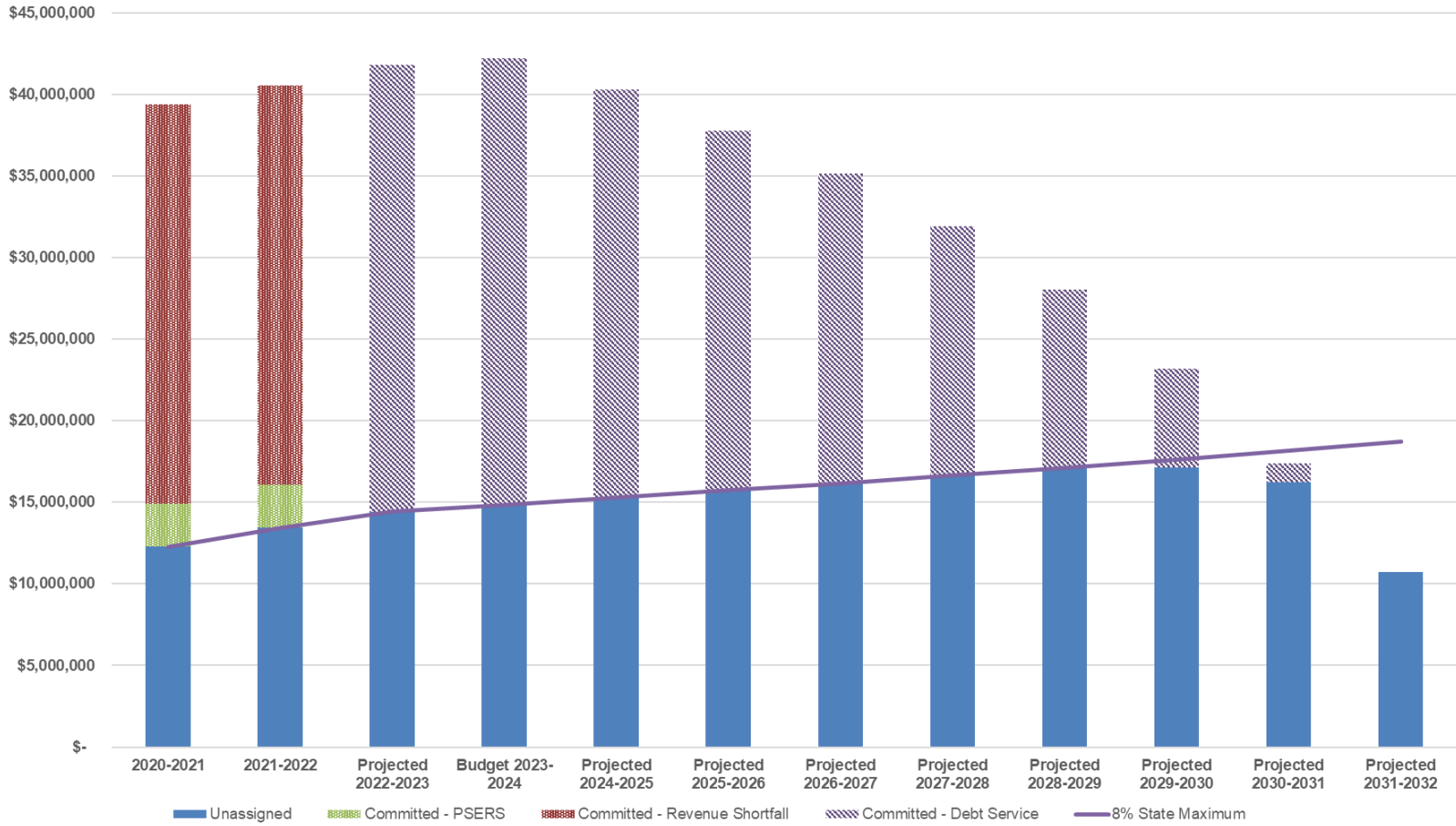
Tax Rate Comparison



General Fund - Unassigned and Committed Fund Balance (Excluding Health)



General Fund - Unassigned and Committed Fund Balance (Excluding Health)
 Assumes 4.1% tax increase in 2023-24; 2% thereafter



Supplemental Tax Rebate

- \$100,000 has been set aside in the 2023-24 budget for this program
- This will be the ninth year of the program.
- Historical Process
 - Applications will be distributed with the tax bills on July 1
 - Applications accepted beginning July 1, 2023
 - Current year program due date for applications is June 30
 - Board needs to approve a resolution to continue.
- The district is watching for additional details related to the Governor's proposal that could lead to recommended changes in our program.

Next Steps

- April 17 - Board Meeting
 - Proposed final budget 2023-2024
- May 1 – Committee of the Whole
 - Board Action Required:
 - Approval of Proposed final budget for 2023-2024
 - School Board President to sign PDE Certification of Use of PDE-2028
- May 15- Board Meeting and Budget Hearing
 - Final budget 2023-24
- June 5- Committee of the Whole
 - Board Action Required:
 - Adopt Final Budget on Form PDE-2028 (resolution)
 - Homestead and Farmstead Exclusion Resolution
 - Annual Tax Levy Resolution
 - Installment Payment Plan Resolution

Questions

State College Area School District

