



STATE COLLEGE AREA SCHOOL DISTRICT

Office of Finance and Operations

240 VILLA CREST DRIVE • STATE COLLEGE PENNSYLVANIA • 16801

TELEPHONE: 814-231-1021 • FAX: 814-272-8790

To: Board of Directors  
 From: Curtis Johnson, Randy Brown and Donna Watson  
 Date: December 1, 2022  
 Subject: 2023-2024 Budget Development

The purpose of this discussion is to introduce the proposed preliminary budget for 2023-2024. The Act 1 budget timeline requires the approval of a proposed preliminary budget or the Accelerated Budget Opt Out Resolution (resolution). The administration recommends approval of the resolution (Attachment A.)

**Accelerated Budget Opt Out Resolution (Attachment A)**

The resolution certifies that the school district's revenue will be sufficient to balance the school district final budget for the 2023-2024 fiscal year. This is based on maintaining the current tax rates, or by increasing the tax rates by an amount less than or equal to the Act 1 index applicable to the school district. The [Act 1](#) index for the district is 4.1%.

The Act 1 index is calculated by averaging the percent increase in the Pennsylvania statewide average weekly wage and the Federal employment cost index for elementary/secondary schools.

The resolution further certifies that the district has complied, and will continue to do so, with the rules set forth in the state School Code for adoption of the school district proposed and final budgets for the next fiscal year. The budget development timeline (attached) includes the dates for budget development board and committee meetings, as well as required approval due dates to comply with the budget adoption rules in the School Code.

In addition, by approving the resolution, the district will not be eligible to use Act 1 [referendum exceptions](#) for the next fiscal year. Referendum exceptions allow the tax rate to exceed the Act 1 index for specific purposes, which include school construction debt service, special education expenditures, and retirement contributions. The district used the Act 1 referendum exceptions for the State High referendum debt during 2015-2016 and 2016-2017 years as well as from 2010-2011 to 2013-2014 for retirement contributions. In all other years since 2006-2007 the tax

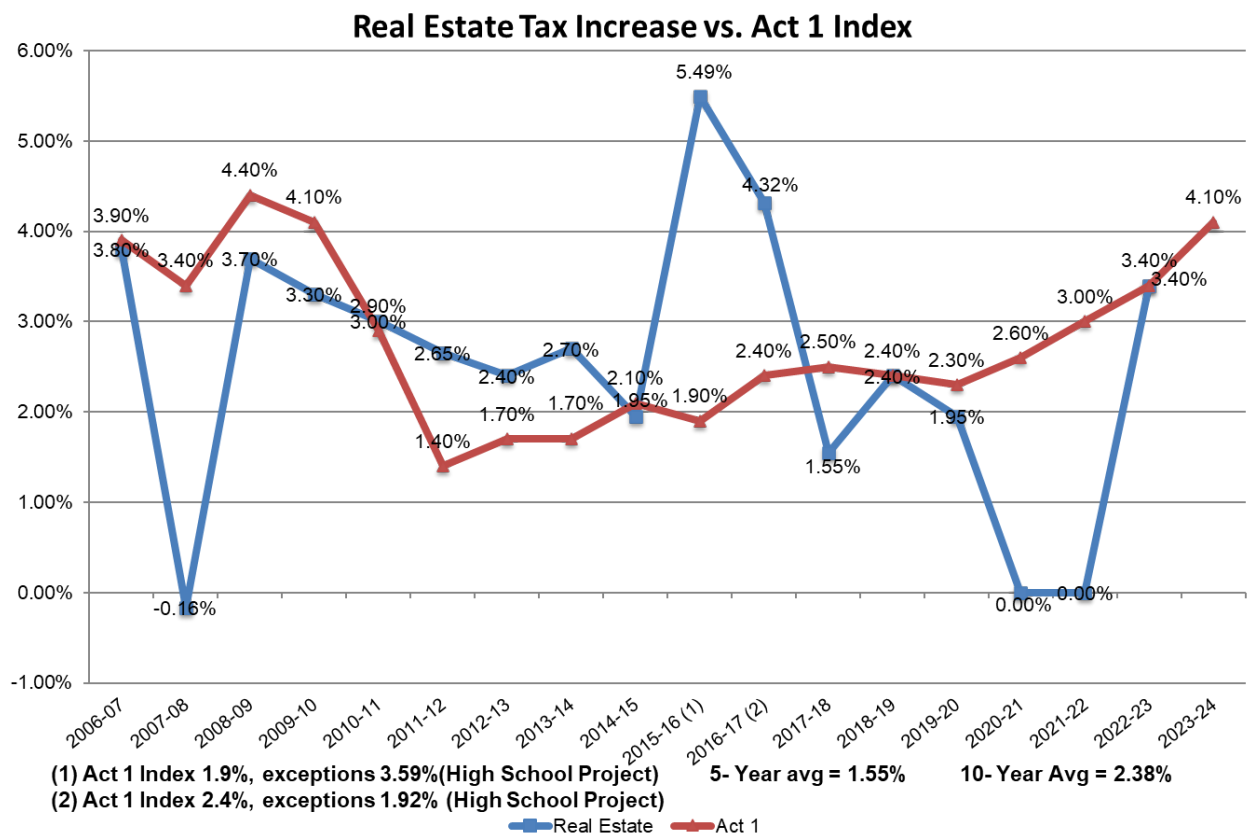
rate increase has remained within the Act 1 index, with the Board approving the resolution in most instances. The district is not eligible for exceptions this budget cycle.

The Act 1 timeline requires approval of this resolution by Jan. 26, 2023. Therefore, action by the Board would need to occur at the Jan. 23, 2023 board meeting. In the event the resolution is not approved by the Board, a preliminary budget would need to be approved by the Feb. 6, 2023 meeting to meet the PDE deadline of Feb. 15, 2023.

### 2023-2024 Proposed Preliminary Budget

As the district prepares for the next fiscal year, the budget development for 2023-2024 is being created taking into account the recent economic trends, including local, state, and federal revenue impacts and inflation. Attachment B includes three proposed preliminary budgets with increases to the real estate tax rate of no change, 2.0% and 4.1%. The 4.1% increase represents the maximum allowed by the Act 1 index. Graph A shows the history of the real estate tax changes and Act 1 index since its inception in 2006-2007. The district's 5- and 10-year average tax rate changes were 1.55% and 2.38%, respectively, while the average Act 1 indexes for the same periods were 2.74% and 2.43%.

Graph A



The rationale for a proposed tax rate increase includes expenses greater than revenues in the proposed preliminary budget and the projection years.

Please remember, this is only a preliminary budget proposal. There is still much to be learned about the district's financial position for the current year which can be extrapolated into the next year's budget. As budget development continues, the preliminary budget will be updated to reflect any unanticipated changes in our economic recovery. The impact of inflation will continue to be monitored on expenses as well.

The local revenue budget includes the following assumptions:

- Assessed value growth of 1.2% which accounts for the net additions of new properties assessed value after assessment appeals.
- Collection percentage of 97.2%, similar to the historical experience and slightly higher than budgeted in 2022-2023.
- Earned Income Tax growth at 2.5%
  - 5-year average 3.69%
  - 10-year average 4.01%

Budgeted state and federal subsidies are similar to 2022-2023. Certain state revenue, such as retirement and social security reimbursements, are budgeted in relation to the expenses — specifically, the value in which they are reimbursed. Other federal revenue primarily contains the Title funding, which must be expended by 2024.

The expense portion of the budget is based in large part on the 2022-2023 budget; please see the highlights below.

**Expense increases:**

- Salaries and benefits, including healthcare, PSERS:
  - Reflects impact of current contractual agreements and estimates for those expiring
  - Assumes 2022-2023 budgeted staffing levels
  - Summer school and tutoring returned to level closer to historical, however programs are being reviewed which may change budget proposal.
  - Assumed 10% increase over projected 2022-2023 expenses for health insurance.
- Inflationary cost increase for goods and services
- Assumes reduction in psychological services due to elimination of grant funding
  - Will continue to explore available grants in addition to opportunities with the SCASD Education Foundation
- Assumes all debt service funded from General Fund
- Assumes no transfer to Capital Reserve Fund given budgeted revenue not in excess of expenses

The proposed preliminary budget has been provided in comparative statement format providing a historical record of the previous iterations.

### **Fund Balance Assumptions**

The projections are built to maintain an unrestricted fund balance as close to the state maximum of 8% as possible.

Regarding committed fund balances, the district was able to fully fund a six month health insurance reserve in 2021-2022. The projections continue that funding of health insurance expenses. The revenue shortfall or COVID-19 committed fund balance is used in the projections to fund expenses in excess of revenue. As far as the PSERS committed fund balance, the administration recommends using the remaining balance of \$2.6 million in the 2022-2023 fiscal year. Any remaining fund balance at the end of the 2022-2023 could be committed to another purpose, including transfer to the capital reserve fund. This proposal will be discussed throughout the remainder of the budget development process.

### **Multi-year Projection**

The multi-year projection (Attachment F, G, and H) has been updated to reflect the 2023-2024 proposed preliminary budget and the 2022-2023 projection reflecting the different real estate tax changes for 2023-2024. The district's general fund balance is projected, across these scenarios, to decline by \$3 to \$23 million during the five year period and \$17 to \$65 million during the ten year period. As has been our past, we use these multi-year projections as guideposts in budget development, however many estimates and uncertainties are contained in the projections, especially looking out over 10 years. Throughout the budget development process, the multi-year projections will be updated as well.

### **Next Steps**

The administration will consider Board comments when preparing for the next steps in the budget development process. Currently, the following meetings have been scheduled in the process:

- Dec. 14            Finance and Audit
- Dec. 19            Board
- Jan. 11            Board
- Jan. 23            Board - consideration of Opt Out Resolution

## **Attachment A**

### Opt Out Resolution

STATE COLLEGE AREA SCHOOL DISTRICT  
(Centre County, Pennsylvania)

**Accelerated Budget Opt Out Resolution Certifying Tax Rate Within Inflation Index  
(and No Need to Comply with Act 1 Accelerated Budget Procedures)**

**Background.** Act I § 311(a), 53 P.S. § 6926.311( a), requires an accelerated budget adoption timeline and procedure unless a school district, no later than 110 days before the primary election, adopts a resolution containing the certifications incorporated in this resolution. The deadline this year is January 26, 2023. After adoption of a resolution containing such certifications, § 311(d) authorizes a school district to comply with pre-Act I budget adoption rules as set forth in School Code § 687, 24 P.S. § 6-687. The School Board has reviewed the school district preliminary budget or has other information sufficient to make a determination that the budget for the next fiscal year can be funded based on maintaining current tax rates or increasing taxes by an amount less than or equal to the Act I index. In lieu of the Act I budget adoption timeline and procedure, the School Board wishes to make the required certifications and comply with pre-Act I budget adoption rules.

**RESOLVED**, that the Board of School Directors of State College Area School District, makes the following unconditional certifications:

1. The school district's various tax levies and other revenue sources will be sufficient to balance the school district final budget for the next fiscal year (2023-2024) based on maintaining current tax rates or increasing tax rates by an amount less than or equal to the Act 1 index applicable to the school district as calculated by the Pennsylvania Department of Education. This conclusion is based on the school district preliminary budget or other information available to the School Board.
2. The applicable index for the next fiscal year is 4.1%, and the School Board will not for the next fiscal year increase the rate of its real estate tax, or any other tax for the support of public education, by an amount that exceeds the applicable index.
3. The School Board has to date and in the future will comply with the rules set forth in School Code § 687 for adoption of the school district proposed and final budgets for the next fiscal year.
4. The School Board understands that the school district will not be eligible to use Act 1 referendum exceptions for the next fiscal year.

Duly adopted by the State College Area School District (Centre County, Pennsylvania) in lawful session assembled on this 23rd day of January, 2023.

STATE COLLEGE AREA SCHOOL  
DISTRICT

Attest:

\_\_\_\_\_  
President, Board of School Directors

\_\_\_\_\_  
Secretary

Per Act 1 §§ 311 (d)(2)(ii) and (iii), the school district must, within 5 days after adoption of this resolution submit to PDE: (1) on a PDE prescribed form, information on any proposed tax increase - Real Estate Tax Rate Report; and (2) a copy of this resolution.

## **Attachment B**

Comparative Statements

Budget 2023-24

(Assumes 0% Tax Increase)

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Revenue</b>				
3	<b>Budget 2023-24</b>				
4	Assumes 0% Tax Increase				
5					
6		<b>Board Presentation 5/16/22</b>	<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>	<b>12/5/22 vs. 5/16/22</b>	<b>Variance Explanation</b>
7	<b>LOCAL SERVICES TAX</b>				
8	CURRENT REAL ESTATE TAX	\$ 111,404,824	\$ 109,667,084	\$ (1,737,740)	5/16/22 presentation assumed 2% tax increase; reduction is offset by fewer appeal settlements in 2021-22 and higher assessed value growth assumed in 2022-23.
9	REAL ESTATE TAX-REFERENDUM DEBT	4,943,388	4,943,388	-	
10	EARNED INCOME TAX	20,100,000	21,530,000	1,430,000	Greater than anticipated growth in 2021-22
11	REALTY TRANSFER TAX	2,800,000	2,800,000	-	
12	DELINQUENT REAL ESTATE TAX	1,100,000	1,100,000	-	
13	INTERIM REAL ESTATE TAX	600,000	600,000	-	
14	IDEA-B	733,819	898,756	164,937	Projected higher allocation
15	PAYMENTS IN LIEU OF TAX	674,646	674,646	-	
16	LOCAL SERVICES TAX	393,000	394,000	1,000	
17	TUITION	1,462,805	1,462,805	-	
18	MISC LOCAL REVENUE	549,915	549,915	-	
19	PUBLIC UTILITY REALTY TAX	117,190	117,190	-	
20	INTEREST ON INVESTMENTS	250,000	700,000	450,000	Projected higher rates
21	<b>TOTAL LOCAL</b>	<b>145,129,586</b>	<b>145,437,783</b>	<b>308,197</b>	
22					
23	<b>STATE</b>				
24	BASIC ED INSTR SUBSIDY	9,039,487	10,600,367	1,560,880	Actual 2022-23 state subsidy
25	SPECIAL ED REVENUE-REGULR	3,409,937	3,485,046	75,109	Actual 2022-23 state subsidy
26	REV. FOR RETIREMENT	14,300,000	14,300,000	-	
27	REV. FOR SOCIAL SECURITY	3,061,845	3,063,087	1,242	
28	PROPERTY TAX REDUCTION	1,421,949	1,421,949	-	
29	TRANSPORTATION REVENUE	800,000	800,000	-	
30	BOND REIMBURSEMENTS	938,994	910,702	(28,292)	
31	HEALTH SERVICES REVENUE	140,000	140,000	-	
32	READY TO LEARN GRANT	310,013	310,013	-	
33	SAFETY GRANTS	-	-	-	
34	VOCATIONAL EDUCATION	196,000	196,000	-	
35	OTHER STATE REVENUE	-	105,190	105,190	Estimated PCCD grant utilization
36	TUITION - 1305/1306	130,000	130,000	-	
37	<b>TOTAL STATE</b>	<b>33,748,225</b>	<b>35,462,354</b>	<b>1,714,129</b>	
38					
39	<b>FEDERAL</b>				
40	TITLE I REVENUE	600,000	600,000	-	
41	TITLE II REVENUE	140,000	140,000	-	
42	ACCESS FUNDS	250,000	350,000	100,000	Based upon higher than projected 2021-22 revenue
43	OTHER FEDERAL REVENUE	168,788	147,200	(21,588)	
44	TITLE III REVENUE	35,000	35,000	-	
45					
46	<b>TOTAL FEDERAL</b>	<b>1,193,788</b>	<b>1,272,200</b>	<b>78,412</b>	
47					
48	<b>TOTAL REVENUE</b>	<b>\$180,071,599</b>	<b>\$182,172,337</b>	<b>\$2,100,738</b>	
49					
50					
51					



	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Expenses and Fund Balance Transfers</b>				
3	<b>Budget 2023-24</b>				
4					Assumes 0% Tax Increase
5		<b>Board Presentation 5/16/22</b>	<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>	<b>12/5/22 vs. 5/16/22</b>	<b>Variance Explanation</b>
6	Salaries	\$81,681,864	\$81,715,005	\$33,141	
7	Health Insurance	20,158,837	17,599,934	(2,558,903)	Lower projected health based upon first yr of self insured
8	PSERS	28,600,000	28,600,000	-	
9	Other Benefits	7,800,000	7,800,000	-	
10	Professional Services	4,240,000	4,270,000	30,000	
11	Purchased Property Services	1,430,000	1,430,000	-	
12	Charter School Expense	6,620,000	6,620,000	-	
13	Other Purchased Services	7,550,000	7,830,000	280,000	Reflects increase in bus contractor rates
14	Supplies/Equipment	8,620,000	8,880,000	260,000	Based upon assumed inflation impacts
15	Minor Capital Projects	2,390,188	2,390,188	-	
16	Transfers/contingencies	1,789,107	1,789,107	-	
17	Debt Service	7,367,000	12,218,800	4,851,800	Debt service previously funded from Capital Reserve Fund
18	Debt Service - Referendum Debt	5,255,625	5,255,625	-	
20	<b>Total Expense before transfer to capital reserve and fund balance use</b>	<b>183,502,621</b>	<b>186,398,658</b>	<b>2,896,037</b>	
21					
22	Transfer to Capital Reserve	2,435,928	0	(2,435,928)	Expenses projected to exceed revenues, therefore no transfer
23					
24	<b>Total Expense including transfer to capital reserve</b>	<b>185,938,549</b>	<b>186,398,658</b>	<b>460,109</b>	
25					
26	Fund Balance Commitment/Use (COVID-19)	(5,919,820)	(5,277,000)	642,820	Increase in projected revenues less expense, therefore decr in utilization of committed fund balance
27	Fund Balance Commitment/Use (Health Insurance)	-	799,997	799,997	Assumed additional funding to maintain 6 months reserve
28	Fund Balance Use (PSERS/Legal)	(396,159)	0	396,159	Assumed reallocation of PSERS fund balance in 2022-23
29	<b>Total fund balance commitment/(use)</b>	<b>(6,315,979)</b>	<b>(4,477,003)</b>	<b>1,838,976</b>	
30					
31	<b>Total Expenses and Transfers</b>	<b>\$179,622,570</b>	<b>\$181,921,655</b>	<b>\$4,735,013</b>	
32					
33	Interest included in Debt Service	\$8,034,425	\$8,034,425	-	

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Activity</b>				
3	<b>Budget 2023-24</b>				
4				Assumes 0% Tax Increase	
13					
14		<b>Board Presentation 5/16/22</b>	<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>	<b>12/5/22 vs. 5/16/22</b>	
15					
16	<b>Beginning Fund Balance</b>	\$14,287,835	\$14,511,599	\$223,764	a
17					
18	<b>Revenue</b>	180,071,599	182,172,337	2,100,738	
19					
20	Local	145,129,586	145,437,783	308,197	
21	State	33,748,225	35,462,354	1,714,129	
22	Federal	1,193,788	1,272,200	78,412	
23				-	
24	<b>Expense (including capital reserve transfer)</b>	185,938,549	186,398,658	460,109	
25	<b>Revenue less expense</b>	(5,866,950)	(4,226,322)	1,640,629	b
26					
27	Funding (Use) of Committed Fund Bal (COVID-19)	(5,919,820)	(5,277,000)	642,820	c
28	Funding (Use) of Committed Fund Bal (Health Insurance)	0	799,997	799,997	d
29	Funding (Use) of Committed Fund Bal (PSERS)	(396,159)	0	396,159	e (c+d)
30	<b>Change in Assigned Fund Balance</b>	(6,315,979)	(4,477,003)	1,838,976	f (c+d+e)
31					
32	<b>Change in Unassigned General Fund Balance</b>	449,029	250,681	(198,347)	g (b-f)
33					
34	<b>Ending Unassigned Fund Balance</b>	<u>\$14,736,864</u>	<u>\$14,762,280</u>	<u>\$25,417</u>	(a+g)
35					
36	<b>Unassigned Fund Balance Percentage</b>	7.9%	7.9%	7.9%	
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					

## **Attachment C**

Comparative Statements

Budget 2023-24

(Assumes 2% Tax Increase)

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Revenue</b>				
3	<b>Budget 2023-24</b>				
4	Assumes 2% Tax Increase				
5					
6		<b>Board Presentation 5/16/22</b>	<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>	<b>12/5/22 vs. 5/16/22</b>	<b>Variance Explanation</b>
7	<b>LOCAL SERVICES TAX</b>				
8	CURRENT REAL ESTATE TAX	\$ 111,404,824	\$ 111,986,965	\$ 582,141	Fewer appeal settlements in 2021-22 and higher assessed value growth assumed in 2022-23.
9	REAL ESTATE TAX-REFERENDUM DEBT	4,943,388	4,943,388	-	
10	EARNED INCOME TAX	20,100,000	21,530,000	1,430,000	Greater than anticipated growth in 2021-22
11	REALTY TRANSFER TAX	2,800,000	2,800,000	-	
12	DELINQUENT REAL ESTATE TAX	1,100,000	1,100,000	-	
13	INTERIM REAL ESTATE TAX	600,000	600,000	-	
14	IDEA-B	733,819	898,756	164,937	Projected higher allocation
15	PAYMENTS IN LIEU OF TAX	674,646	674,646	-	
16	LOCAL SERVICES TAX	393,000	394,000	1,000	
17	TUITION	1,462,805	1,462,805	-	
18	MISC LOCAL REVENUE	549,915	549,915	-	
19	PUBLIC UTILITY REALTY TAX	117,190	117,190	-	
20	INTEREST ON INVESTMENTS	250,000	700,000	450,000	Projected higher rates
21	<b>TOTAL LOCAL</b>	<b>145,129,586</b>	<b>147,757,664</b>	<b>2,628,078</b>	
22					
23	<b>STATE</b>				
24	BASIC ED INSTR SUBSIDY	9,039,487	10,600,367	1,560,880	Actual 2022-23 state subsidy
25	SPECIAL ED REVENUE-REGULR	3,409,937	3,485,046	75,109	Actual 2022-23 state subsidy
26	REV. FOR RETIREMENT	14,300,000	14,300,000	-	
27	REV. FOR SOCIAL SECURITY	3,061,845	3,063,087	1,242	
28	PROPERTY TAX REDUCTION	1,421,949	1,421,949	-	
29	TRANSPORTATION REVENUE	800,000	800,000	-	
30	BOND REIMBURSEMENTS	938,994	910,702	(28,292)	
31	HEALTH SERVICES REVENUE	140,000	140,000	-	
32	READY TO LEARN GRANT	310,013	310,013	-	
33	SAFETY GRANTS	-	-	-	
34	VOCATIONAL EDUCATION	196,000	196,000	-	
35	OTHER STATE REVENUE	-	105,190	105,190	Estimated PCCD grant utilization
36	TUITION - 1305/1306	130,000	130,000	-	
37	<b>TOTAL STATE</b>	<b>33,748,225</b>	<b>35,462,354</b>	<b>1,714,129</b>	
38					
39	<b>FEDERAL</b>				
40	TITLE I REVENUE	600,000	600,000	-	
41	TITLE II REVENUE	140,000	140,000	-	
42	ACCESS FUNDS	250,000	350,000	100,000	Based upon higher than projected 2021-22 revenue
43	OTHER FEDERAL REVENUE	168,788	147,200	(21,588)	
44	TITLE III REVENUE	35,000	35,000	-	
45	<b>TOTAL FEDERAL</b>	<b>1,193,788</b>	<b>1,272,200</b>	<b>78,412</b>	
46					
47	<b>TOTAL REVENUE</b>	<b>\$180,071,599</b>	<b>\$184,492,218</b>	<b>\$4,420,619</b>	
48					
49					
50					
51					

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Expenses and Fund Balance Transfers</b>				
3	<b>Budget 2023-24</b>				
4					Assumes 2% Tax Increase
5		<b>Board Presentation 5/16/22</b>	<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>	<b>12/5/22 vs. 5/16/22</b>	<b>Variance Explanation</b>
6	Salaries	\$81,681,864	\$81,715,005	\$33,141	
7	Health Insurance	20,158,837	17,599,934	(2,558,903)	Lower projected health based upon first yr of self insured
8	PSERS	28,600,000	28,600,000	-	
9	Other Benefits	7,800,000	7,800,000	-	
10	Professional Services	4,240,000	4,270,000	30,000	
11	Purchased Property Services	1,430,000	1,430,000	-	
12	Charter School Expense	6,620,000	6,620,000	-	
13	Other Purchased Services	7,550,000	7,830,000	280,000	Reflects increase in bus contractor rates
14	Supplies/Equipment	8,620,000	8,880,000	260,000	Based upon assumed inflation impacts
15	Minor Capital Projects	2,390,188	2,390,188	-	
16	Transfers/contingencies	1,789,107	1,789,107	-	
17	Debt Service	7,367,000	12,218,800	4,851,800	Debt service previously funded from Capital Reserve Fund
18	Debt Service - Referendum Debt	5,255,625	5,255,625	-	
20	<b>Total Expense before transfer to capital reserve and fund balance use</b>	<b>183,502,621</b>	<b>186,398,658</b>	<b>2,896,037</b>	
21					
22	Transfer to Capital Reserve	2,435,928	0	(2,435,928)	Expenses projected to exceed revenues, therefore no transfer
23					
24	<b>Total Expense including transfer to capital reserve</b>	<b>185,938,549</b>	<b>186,398,658</b>	<b>460,109</b>	
25					
26	Fund Balance Commitment/Use (COVID-19)	(5,919,820)	(2,958,000)	2,961,820	Increase in projected revenues less expense, therefore decr in utilization of committed fund balance
27	Fund Balance Commitment/Use (Health Insurance)	-	799,997	799,997	Assumed additional funding to maintain 6 months reserve
28	Fund Balance Use (PSERS/Legal)	(396,159)	0	396,159	Assumed reallocation of PSERS fund balance in 2022-23
29	<b>Total fund balance commitment/(use)</b>	<b>(6,315,979)</b>	<b>(2,158,003)</b>	<b>4,157,976</b>	
30					
31	<b>Total Expenses and Transfers</b>	<b>\$179,622,570</b>	<b>\$184,240,655</b>	<b>\$7,054,013</b>	
32					
33	Interest included in Debt Service	\$8,034,425	\$8,034,425	-	

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Activity</b>				
3	<b>Budget 2023-24</b>				
4	Assumes 2% Tax Increase				
13					
		<b>Board</b>	<b>Finance</b>		
		<b>Presentation</b>	<b>Committee</b>		
		<b>5/16/22</b>	<b>10/17/22 &amp;</b>	<b>12/5/22 vs.</b>	
			<b>Board 12/5/22</b>	<b>5/16/22</b>	
14					
15					
16	<b>Beginning Fund Balance</b>	\$14,287,835	\$14,511,599	\$223,764	a
17					
18	<b>Revenue</b>	180,071,599	184,492,218	4,420,619	
19					
20	Local	145,129,586	147,757,664	2,628,078	
21	State	33,748,225	35,462,354	1,714,129	
22	Federal	1,193,788	1,272,200	78,412	
23				-	
24	<b>Expense (including capital reserve transfer)</b>	185,938,549	186,398,658	460,109	
25	<b>Revenue less expense</b>	(5,866,950)	(1,906,441)	3,960,510	b
26					
27	Funding (Use) of Committed Fund Bal (COVID-19)	(5,919,820)	(2,958,000)	2,961,820	c
28	Funding (Use) of Committed Fund Bal (Health Insurance)	0	799,997	799,997	d
29	Funding (Use) of Committed Fund Bal (PSERS)	(396,159)	0	396,159	e (c+d)
30	<b>Change in Assigned Fund Balance</b>	(6,315,979)	(2,158,003)	4,157,976	f (c+d+e)
31					
32	<b>Change in Unassigned General Fund Balance</b>	449,029	251,562	(197,466)	g (b-f)
33					
34	<b>Ending Unassigned Fund Balance</b>	<u>\$14,736,864</u>	<u>\$14,763,161</u>	<u>\$26,298</u>	(a+g)
35					
36	<b>Unassigned Fund Balance Percentage</b>	7.9%	7.9%	7.9%	
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					

## **Attachment D**

### Comparative Statements

Budget 2023-24

(Assumes 4.1% - Act 1 Tax Increase)

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Revenue</b>				
3	<b>Budget 2023-24</b>				
4	Assumes 4.1% Tax Increase				
5					
6		<b>Board Presentation 5/16/22</b>	<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>	<b>12/5/22 vs. 5/16/22</b>	<b>Variance Explanation</b>
7	<b>LOCAL SERVICES TAX</b>				
8	CURRENT REAL ESTATE TAX	\$ 111,404,824	\$ 114,422,706	\$ 3,017,882	5/16/22 presentation assumed 2% tax increase; fewer appeal settlements in 2021-22 and higher assessed value growth assumed in 2022-23.
9	REAL ESTATE TAX-REFERENDUM DEBT	4,943,388	4,943,388	-	
10	EARNED INCOME TAX	20,100,000	21,530,000	1,430,000	Greater than anticipated growth in 2021-22
11	REALTY TRANSFER TAX	2,800,000	2,800,000	-	
12	DELINQUENT REAL ESTATE TAX	1,100,000	1,100,000	-	
13	INTERIM REAL ESTATE TAX	600,000	600,000	-	
14	IDEA-B	733,819	898,756	164,937	Projected higher allocation
15	PAYMENTS IN LIEU OF TAX	674,646	674,646	-	
16	LOCAL SERVICES TAX	393,000	394,000	1,000	
17	TUITION	1,462,805	1,462,805	-	
18	MISC LOCAL REVENUE	549,915	549,915	-	
19	PUBLIC UTILITY REALTY TAX	117,190	117,190	-	
20	INTEREST ON INVESTMENTS	250,000	700,000	450,000	Projected higher rates
21	<b>TOTAL LOCAL</b>	<b>145,129,586</b>	<b>150,193,405</b>	<b>5,063,819</b>	
22					
23	<b>STATE</b>				
24	BASIC ED INSTR SUBSIDY	9,039,487	10,600,367	1,560,880	Actual 2022-23 state subsidy
25	SPECIAL ED REVENUE-REGULR	3,409,937	3,485,046	75,109	Actual 2022-23 state subsidy
26	REV. FOR RETIREMENT	14,300,000	14,300,000	-	
27	REV. FOR SOCIAL SECURITY	3,061,845	3,063,087	1,242	
28	PROPERTY TAX REDUCTION	1,421,949	1,421,949	-	
29	TRANSPORTATION REVENUE	800,000	800,000	-	
30	BOND REIMBURSEMENTS	938,994	910,702	(28,292)	
31	HEALTH SERVICES REVENUE	140,000	140,000	-	
32	READY TO LEARN GRANT	310,013	310,013	-	
33	SAFETY GRANTS	-	-	-	
34	VOCATIONAL EDUCATION	196,000	196,000	-	
35	OTHER STATE REVENUE	-	105,190	105,190	Estimated PCCD grant utilization
36	TUITION - 1305/1306	130,000	130,000	-	
37	<b>TOTAL STATE</b>	<b>33,748,225</b>	<b>35,462,354</b>	<b>1,714,129</b>	
38					
39	<b>FEDERAL</b>				
40	TITLE I REVENUE	600,000	600,000	-	
41	TITLE II REVENUE	140,000	140,000	-	
42	ACCESS FUNDS	250,000	350,000	100,000	Based upon higher than projected 2021-22 revenue
43	OTHER FEDERAL REVENUE	168,788	147,200	(21,588)	
44	TITLE III REVENUE	35,000	35,000	-	
45					
46	<b>TOTAL FEDERAL</b>	<b>1,193,788</b>	<b>1,272,200</b>	<b>78,412</b>	
47					
48	<b>TOTAL REVENUE</b>	<b>\$180,071,599</b>	<b>\$186,927,959</b>	<b>\$6,856,360</b>	
49					
50					
51					



	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Expenses and Fund Balance Transfers</b>				
3	<b>Budget 2023-24</b>				
4					Assumes 4.1% Tax Increase
5		<b>Board Presentation 5/16/22</b>	<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>	<b>12/5/22 vs. 5/16/22</b>	<b>Variance Explanation</b>
6	Salaries	\$81,681,864	\$81,715,005	\$33,141	
7	Health Insurance	20,158,837	17,599,934	(2,558,903)	Lower projected health based upon first yr of self insured
8	PSERS	28,600,000	28,600,000	-	
9	Other Benefits	7,800,000	7,800,000	-	
10	Professional Services	4,240,000	4,270,000	30,000	
11	Purchased Property Services	1,430,000	1,430,000	-	
12	Charter School Expense	6,620,000	6,620,000	-	
13	Other Purchased Services	7,550,000	7,830,000	280,000	Reflects increase in bus contractor rates
14	Supplies/Equipment	8,620,000	8,880,000	260,000	Based upon assumed inflation impacts
15	Minor Capital Projects	2,390,188	2,390,188	-	
16	Transfers/contingencies	1,789,107	1,789,107	-	
17	Debt Service	7,367,000	12,218,800	4,851,800	Debt service previously funded from Capital Reserve Fund
18	Debt Service - Referendum Debt	5,255,625	5,255,625	-	
20	<b>Total Expense before transfer to capital reserve and fund balance use</b>	<b>183,502,621</b>	<b>186,398,658</b>	<b>2,896,037</b>	
21					
22	Transfer to Capital Reserve	2,435,928	0	(2,435,928)	Expenses, plus incr in committed health fund balance, projected to exceed revenues, therefore no transfer
23					
24	<b>Total Expense including transfer to capital reserve</b>	<b>185,938,549</b>	<b>186,398,658</b>	<b>460,109</b>	
25					
26	Fund Balance Commitment/Use (COVID-19)	(5,919,820)	(521,000)	5,398,820	Increase in projected revenues less expense, therefore decr in utilization of committed fund balance
27	Fund Balance Commitment/Use (Health Insurance)	-	799,997	799,997	Assumed additional funding to maintain 6 months reserve
28	Fund Balance Use (PSERS/Legal)	(396,159)	0	396,159	Assumed reallocation of PSERS fund balance in 2022-23
29	<b>Total fund balance commitment/(use)</b>	<b>(6,315,979)</b>	<b>278,997</b>	<b>6,594,976</b>	
30					
31	<b>Total Expenses and Transfers</b>	<b>\$179,622,570</b>	<b>\$186,677,655</b>	<b>\$9,491,013</b>	
32					
33	Interest included in Debt Service	\$8,034,425	\$8,034,425	-	

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Activity</b>				
3	<b>Budget 2023-24</b>				
4				Assumes 4.1% Tax Increase	
13					
		<b>Board</b>	<b>Finance</b>		
		<b>Presentation</b>	<b>Committee</b>		
		<b>5/16/22</b>	<b>10/17/22 &amp;</b>	<b>12/5/22 vs.</b>	
			<b>Board 12/5/22</b>	<b>5/16/22</b>	
14					
15					
16	<b>Beginning Fund Balance</b>	\$14,287,835	\$14,511,599	\$223,764	a
17					
18	<b>Revenue</b>	180,071,599	186,927,959	6,856,360	
19					
20	Local	145,129,586	150,193,405	5,063,819	
21	State	33,748,225	35,462,354	1,714,129	
22	Federal	1,193,788	1,272,200	78,412	
23				-	
24	<b>Expense (including capital reserve transfer)</b>	185,938,549	186,398,658	460,109	
25	<b>Revenue less expense</b>	(5,866,950)	529,300	6,396,251	b
26					
27	Funding (Use) of Committed Fund Bal (COVID-19)	(5,919,820)	(521,000)	5,398,820	c
28	Funding (Use) of Committed Fund Bal (Health Insurance)	0	799,997	799,997	d
29	Funding (Use) of Committed Fund Bal (PSERS)	(396,159)	0	396,159	e (c+d)
30	<b>Change in Assigned Fund Balance</b>	(6,315,979)	278,997	6,594,976	f (c+d+e)
31					
32	<b>Change in Unassigned General Fund Balance</b>	449,029	250,303	(198,725)	g (b-f)
33					
34	<b>Ending Unassigned Fund Balance</b>	<u>\$14,736,864</u>	<u>\$14,761,902</u>	<u>\$25,039</u>	(a+g)
35					
36	<b>Unassigned Fund Balance Percentage</b>	7.9%	7.9%	7.9%	
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					

## **Attachment E**

Comparative Statement

2022-23 Projection

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Revenue</b>				
3	<b>Projection 2022-23</b>				
4					
5					
6					
7					
8		<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>		<b>12/5/22 vs. Budget</b>	<b>Variance Explanation</b>
9	<b>LOCAL SERVICES TAX</b>				
10	CURRENT REAL ESTATE TAX	\$ 107,366,561	\$ 107,930,281	\$ 563,720	Fewer appeal settlements in 2021-22; assumed assessed value growth of 1.4% vs budgeted 1.2%
11	REAL ESTATE TAX-REFERENDUM DEBT	4,944,564	4,944,564	-	
12	EARNED INCOME TAX	19,610,000	21,000,000	1,390,000	Greater than anticipated growth in 2021-22
13	REALTY TRANSFER TAX	2,800,000	2,800,000	-	
14	DELINQUENT REAL ESTATE TAX	1,100,000	1,100,000	-	
15	INTERIM REAL ESTATE TAX	600,000	600,000	-	
16	IDEA-B	802,610	1,047,675	245,065	Carryover from 2021-22 and higher than budgeted 2022-23 allocation
17	PAYMENTS IN LIEU OF TAX	674,646	674,646	-	
18	LOCAL SERVICES TAX	383,000	384,000	1,000	
19	TUITION	1,462,805	1,462,805	-	
20	MISC LOCAL REVENUE	549,915	549,915	-	
21	PUBLIC UTILITY REALTY TAX	117,190	117,190	-	
22	INTEREST ON INVESTMENTS	200,000	1,100,000	900,000	Interest rate increase
23					
24	<b>TOTAL LOCAL</b>	<b>140,611,290</b>	<b>143,711,075</b>	<b>3,099,785</b>	
25					
26	<b>STATE</b>				
27	BASIC ED INSTR SUBSIDY	9,039,487	10,600,367	1,560,880	Actual state subsidy announced after budget approved
28	SPECIAL ED REVENUE-REGULR	3,409,937	3,485,046	75,109	Actual state subsidy announced after budget approved
29	REV. FOR RETIREMENT	13,760,101	13,765,178	5,077	
30	REV. FOR SOCIAL SECURITY	2,985,381	2,986,461	1,080	
31	PROPERTY TAX REDUCTION	1,792,547	1,792,547	-	
32	TRANSPORTATION REVENUE	800,000	800,000	-	
33	BOND REIMBURSEMENTS	938,804	910,864	(27,940)	
34	HEALTH SERVICES REVENUE	140,000	154,304	14,304	
35	READY TO LEARN GRANT	310,013	310,013	-	
36	SAFETY GRANTS	-	-	-	
37	VOCATIONAL EDUCATION	196,000	196,000	-	
38	OTHER STATE REVENUE	-	304,010	304,010	PCCD grants announced after budget approval
39	TUITION - 1305/1306	130,000	130,000	-	
40	<b>TOTAL STATE</b>	<b>33,502,270</b>	<b>35,434,789</b>	<b>1,932,520</b>	
41					
42	<b>FEDERAL</b>				
43	TITLE I REVENUE	600,000	652,386	52,386	
44	TITLE II REVENUE	140,000	140,907	907	
45	ACCESS FUNDS	250,000	350,000	100,000	Based upon higher than projected 2021-22 revenue
46	OTHER FEDERAL REVENUE	1,898,993	2,132,370	233,377	Revised estimate of usage of ESSER funding
47	TITLE III REVENUE	35,000	44,981	9,981	
48					
49	<b>TOTAL FEDERAL</b>	<b>2,923,993</b>	<b>3,320,644</b>	<b>396,651</b>	
50					
51	<b>TOTAL REVENUE</b>	<b>\$177,037,552</b>	<b>\$182,466,508</b>	<b>\$5,428,956</b>	
52					

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Expenses and Fund Balance Transfers</b>				
3	<b>Projection 2022-23</b>				
4					
5					
6		<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>		<b>12/5/22 vs. Budget</b>	<b>Variance Explanation</b>
7	Salaries	\$79,642,022	\$79,670,822	\$28,800	
8	Health Insurance	18,326,215	15,999,940	(2,326,276)	Lower projected health based upon first yr of self insured
9	PSERS	27,520,202	27,530,356	10,155	
10	Other Benefits	7,647,440	7,649,790	2,350	
11	Professional Services	4,296,346	4,227,183	(69,164)	Reclass of Foundation related expense account; offset by PCCD expense
12	Purchased Property Services	1,421,940	1,421,940	-	
13	Charter School Expense	6,513,252	6,513,252	-	
14	Other Purchased Services	7,435,132	7,725,344	290,212	Bus contractor rate incr; Incr in CPI students
15	Supplies/Equipment	8,635,038	9,032,950	397,912	PCCD grant expense; assumed higher gas/electric
16	Minor Capital Projects	2,343,321	2,343,321	-	
17	Transfers/contingencies	1,361,870	1,010,691	(351,179)	Assumed use of contingency offset by reclass of Foundation related exp
18	Debt Service	7,360,250	12,216,550	4,856,300	Debt service previously funded from Capital Reserve Fund
19	Debt Service - Referendum Debt	5,256,875	5,256,875	-	
21	<b>Total Expense before transfer to capital reserve and fund balance use</b>	<b>177,759,905</b>	<b>180,599,015</b>	<b>2,839,111</b>	
22					
23	Transfer to Capital Reserve	2,513,370	2,633,000	119,630	
24					
25	<b>Total Expense including transfer to capital reserve</b>	<b>180,273,275</b>	<b>183,232,015</b>	<b>2,958,741</b>	
26					
27	Fund Balance Commitment/Use (COVID-19)	(3,974,900)	-	3,974,900	Increase in projected revenues less expense, therefore no fund balance utilization required
28	Fund Balance Commitment/Use (Health Insurance)		792,790	792,790	Assumed additional funding to maintain 6 months reserve
29	Fund Balance Use (PSERS/Legal)	(396,159)	(2,640,414)	(2,244,255)	Assumed reallocation of PSERS fund balance.
30	<b>Total fund balance commitment/(use)</b>	<b>(4,371,059)</b>	<b>(1,847,624)</b>	<b>2,523,435</b>	
31					
32	<b>Total Expenses and Transfers</b>	<b>\$175,902,216</b>	<b>\$181,384,391</b>	<b>\$5,482,175</b>	
33					
34					
35					
36	Interest included in Debt Service	\$8,483,425	\$8,483,425	-	

	A	B	C	D	E
1	<b>State College Area School District</b>				
2	<b>General Fund Activity</b>				
3	<b>Projection 2022-23</b>				
4					
13					
			<b>Finance Committee 10/17/22 &amp; Board 12/5/22</b>	<b>12/5/22 vs. Budget</b>	
14		<b>Budget</b>			
15					
16	<b>Beginning Fund Balance</b>	\$13,152,498	\$13,429,482	\$276,984	a
17					
18	<b>Revenue</b>	177,037,552	182,466,508	5,428,956	
19					
20	Local	140,611,290	143,711,075	3,099,785	
21	State	33,502,270	35,434,789	1,932,520	
22	Federal	2,923,993	3,320,644	396,651	
23				-	
24	<b>Expense (including capital reserve transfer)</b>	180,273,275	183,232,015	2,958,741	
25	<b>Revenue less expense</b>	(3,235,722)	(765,507)	2,470,215	b
26					
27	Funding (Use) of Committed Fund Bal (COVID-19)	-3,974,900	0	3,974,900	c
28	Funding (Use) of Committed Fund Bal (Health Insurance)	0	792,790	792,790	d
29	Funding (Use) of Committed Fund Bal (PSERS)	(396,159)	(2,640,414)	(2,244,255)	e (c+d)
30	<b>Change in Assigned Fund Balance</b>	(4,371,059)	(1,847,624)	2,523,435	f (c+d+e)
31					
32	<b>Change in Unassigned General Fund Balance</b>	1,135,337	1,082,117	(53,219)	g (b-f)
33					
34	<b>Ending Unassigned Fund Balance</b>	<u>\$14,287,835</u>	<u>\$14,511,599</u>	<u>\$223,765</u>	(a+g)
35					
36	<b>Unassigned Fund Balance Percentage</b>	7.9%	7.9%		
37					
38					

## **Attachment F**

### Multi-Year Projection

Assumes 0% Tax Increase in 2023-24





	B	C	AD	AG	AJ	AK	AL	AM	AN	AO	AP	AQ	AR	AS	AT	AU
81	<b>State College Area School District</b>															
	<b>Assumes 0% Tax Increase</b>															
82	<b>General Fund Expenses and Fund Balance Transfers</b>															
83	<b>10/31/2022</b>															
84																
85																
86			<b>Actual 2019-2020</b>	<b>Actual 2020-2021</b>	<b>Actual 2021-2022</b>	<b>Budget 2022-2023</b>	<b>Projection 2022-2023</b>	<b>Projected 2023-2024</b>	<b>Projected 2024-2025</b>	<b>Projected 2025-2026</b>	<b>Projected 2026-2027</b>	<b>Projected 2027-2028</b>	<b>Projected 2028-2029</b>	<b>Projected 2029-2030</b>	<b>Projected 2030-2031</b>	<b>Projected 2031-2032</b>
87																
88	Salaries		71,274,299	70,932,556	74,651,307	79,642,022	79,670,822	81,715,005	83,972,432	86,071,743	87,793,177	89,549,041	91,340,022	93,166,822	95,030,159	96,930,762
89	Health Insurance		13,478,031	14,266,500	14,414,360	18,326,215	15,999,940	17,599,934	19,359,927	21,295,920	23,425,512	25,768,063	28,344,869	31,179,356	34,297,291	37,727,021
90	PSERS		23,775,689	23,969,757	25,309,537	27,520,202	27,530,356	28,600,000	29,600,000	30,800,000	31,600,000	32,400,000	33,200,000	34,100,000	34,700,000	35,400,000
91	Other Benefits		6,773,545	6,803,775	7,157,467	7,647,440	7,649,790	7,800,000	8,000,000	8,200,000	8,400,000	8,600,000	8,800,000	9,000,000	9,200,000	9,400,000
92	Professional Services		2,831,599	2,947,482	3,268,113	4,296,346	4,227,183	4,270,000	4,340,000	4,410,000	4,480,000	4,560,000	4,640,000	4,720,000	4,800,000	4,880,000
93	Purchased Property Services		1,320,379	1,551,666	1,954,582	1,421,940	1,421,940	1,430,000	1,440,000	1,450,000	1,470,000	1,490,000	1,520,000	1,550,000	1,580,000	1,610,000
94	Charter School Expense		5,929,478	5,867,965	5,755,475	6,513,252	6,513,252	6,620,000	6,730,000	6,840,000	6,960,000	7,080,000	7,200,000	7,320,000	7,440,000	7,570,000
95	Other Purchased Services		6,138,888	6,094,301	6,820,794	7,435,132	7,725,344	7,830,000	7,960,000	8,100,000	8,240,000	8,380,000	8,520,000	8,660,000	8,810,000	8,960,000
96	Supplies/Equipment		7,579,832	8,208,900	7,801,185	8,635,038	9,032,950	8,880,000	8,990,000	9,140,000	9,300,000	9,460,000	9,620,000	9,780,000	9,950,000	10,120,000
97	Deferred Maintenance		2,258,549	1,384,838	2,300,000	2,343,321	2,343,321	2,390,188	2,437,991	2,486,751	2,536,486	2,587,216	2,638,960	2,691,740	2,745,574	2,800,486
98	Transfers/contingencies		703,311	490,210	463,149	1,361,870	1,010,691	1,789,107	1,816,889	1,845,227	1,874,131	1,903,614	1,933,686	1,964,360	1,995,647	2,027,560
99	Debt Service		7,453,050	7,083,822	7,415,475	7,360,250	12,216,550	12,218,800	12,218,200	12,215,425	11,181,600	11,181,850	8,634,075	8,635,950	7,464,825	7,467,388
100	Debt Service - Referendum Debt		5,258,625	5,258,125	5,257,625	5,256,875	5,256,875	5,255,625	5,258,625	5,255,375	5,255,875	5,254,625	5,256,375	5,257,925	5,257,425	5,258,925
101	Transfer to Capital Projects - DCED Grant		606,921	-	-	-	-	-	-	-	-	-	-	-	-	-
102	Transfer to Capital Reserve (1)		3,081,825	-	6,960,000	2,513,370	2,633,000	-	-	-	-	-	2,547,775	2,545,900	3,717,025	3,714,462
103	Fund Balance Commitment/Use (Revenue Shortfall)		10,158,600	14,314,000	-	(3,974,900)	-	(5,277,000)	(6,853,000)	(7,946,000)	(4,396,600)	-	-	-	-	-
104	Fund Balance Commitment/Use (Health Insurance)		-	-	7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865
105	Fund Balance Use (PSERS)(2)		-	-	-	(396,159)	(2,640,414)	-	-	-	-	-	-	-	-	-
106																
107	<b>Total Expenses and Fund Balance Transfers</b>		<b>\$168,622,623</b>	<b>\$169,173,898</b>	<b>\$176,729,069</b>	<b>\$175,902,216</b>	<b>\$181,384,391</b>	<b>\$181,921,655</b>	<b>\$186,151,061</b>	<b>\$191,132,437</b>	<b>\$199,184,978</b>	<b>\$209,385,684</b>	<b>\$215,484,166</b>	<b>\$221,989,296</b>	<b>\$228,546,915</b>	<b>\$235,581,468</b>
108																
109	<b>Total Expense and Transfers (excl fund balance use/commitment)</b>		<b>\$158,464,023</b>	<b>\$154,859,898</b>	<b>\$169,529,069</b>	<b>\$180,273,275</b>	<b>\$183,232,015</b>	<b>\$186,398,658</b>	<b>\$192,124,064</b>	<b>\$198,110,440</b>	<b>\$202,516,782</b>	<b>\$208,214,409</b>	<b>\$214,195,762</b>	<b>\$220,572,053</b>	<b>\$226,987,947</b>	<b>\$233,866,603</b>
110																
111	(1) Includes a transfer beginning in 2028-29 in the amount which debt service decreases from the 2027-28 base year. This proposed transfer is intended to replenish the capital reserve fund for future projects.															
112	(2) Recommendation for elimination of PSERS Fund Balance in 2022-23.															
113																
114	Expenses excluding Transfer to Capital, Debt Service and Fund Balance Use/Commitment					165,142,780	163,125,590	168,924,233	174,647,239	180,639,640	186,079,307	191,777,934	197,757,537	204,132,278	210,548,672	217,425,828
115	Salaries and Benefits					133,135,880	130,850,908	135,714,938	140,932,359	146,367,662	151,218,689	156,317,104	161,684,891	167,446,178	173,227,450	179,457,782
116	Salary and Benefit %					80.62%	80.21%	80.34%	80.70%	81.03%	81.27%	81.51%	81.76%	82.03%	82.27%	82.54%

	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN	AO
1	<b>State College Area School District</b>																
2	<b>General Fund Activity</b>																
3	<b>10/31/2022</b>																
4																	
5																	
6																	
15			<b>Actual 2019-</b>	<b>Actual 2020-</b>	<b>Actual 2021-</b>	<b>Budget 2022-</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected 2026-</b>	<b>Projected 2027-</b>	<b>Projected 2028-</b>	<b>Projected 2029-</b>	<b>Projected 2030-</b>	<b>Projected 2031-</b>	<b>Projected 2032-</b>
16			<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2022-2023</b>	<b>2023-2024</b>	<b>2024-2025</b>	<b>2025-2026</b>	<b>2027</b>	<b>2028</b>	<b>2029</b>	<b>2030</b>	<b>2031</b>	<b>2032</b>	
17	<b>Beginning Fund Balance</b>		\$13,253,860	\$12,627,467	\$12,264,882	\$13,152,498	\$13,429,482	\$14,511,599	\$14,762,281	\$15,215,622	\$15,689,823	\$13,077,481	\$5,334,142	(\$3,354,231)	(\$13,075,281)	(\$23,932,472)	i
18																	
19	<b>Revenue</b>		167,918,285	168,866,114	177,666,991	177,037,552	182,466,508	182,172,337	186,604,402	191,606,638	196,572,635	201,642,345	206,795,793	212,268,246	217,689,723	223,383,014	
20																	
21	Local		135,482,211	133,927,009	138,584,567	140,611,290	143,711,075	145,437,783	149,427,414	153,747,706	158,312,344	162,916,365	167,763,176	172,716,784	177,821,566	183,093,285	
22	State		29,981,916	29,871,141	34,456,309	33,502,270	35,434,789	35,462,354	35,941,989	36,623,932	37,025,291	37,490,980	37,797,617	38,316,462	38,633,157	39,054,730	
23	Federal		2,454,158	5,067,965	4,626,115	2,923,993	3,320,644	1,272,200	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	
24																	
25	<b>Expense and transfers (excluding use of fund balance)</b>		158,464,023	154,859,898	169,529,069	180,273,275	183,232,015	186,398,658	192,124,064	198,110,440	202,516,782	208,214,409	214,195,762	220,572,053	226,987,947	233,866,603	
26	<b>Revenue less expense</b>		9,454,262	14,006,217	8,137,922	(3,235,722)	(765,507)	(4,226,322)	(5,519,662)	(6,503,802)	(5,944,146)	(6,572,063)	(7,399,970)	(8,303,806)	(9,298,223)	(10,483,589)	ii
27																	
28	<b>Funding/(Use) of Committed Fund Balance (Revenue Shortfall)</b>		10,158,600	14,314,000	-	(3,974,900)	-	(5,277,000)	(6,853,000)	(7,946,000)	(4,396,600)	-	-	-	-	-	iii
29	<b>Funding/(Use) of Committed Fund Balance (Health Insurance)</b>				7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865	
30	<b>(Use) of Committed Fund Balance (PSERS/Legal Liability)</b>		0	0	0	(396,159)	(2,640,414)	0	0	0	0	0	0	0	0	0	iv
31	<b>Incr (Decr) in Assigned Fund Balance</b>		10,158,600	14,314,000	7,200,000	(4,371,059)	(1,847,624)	(4,477,003)	(5,973,003)	(6,978,004)	(3,331,804)	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865	v (iii+iv)
32																	
33	<b>Change in non-spendable Fund Balance</b>		77,945	28,325	228,405												
34	<b>Change in enterprise Fund Balance</b>			(83,127)	(1,727)												
35	<b>Change in Unassigned General Fund Balance</b>		(626,393)	(362,585)	1,164,600	1,135,337	1,082,117	250,681	453,341	474,201	(2,612,342)	(7,743,339)	(8,688,373)	(9,721,050)	(10,857,191)	(12,198,454)	vi (ii-v)
36																	
37	<b>Ending Unassigned Fund Balance</b>		\$12,627,467	\$12,264,882	\$13,429,482	\$14,287,835	\$14,511,599	\$14,762,281	\$15,215,622	\$15,689,823	\$13,077,481	\$5,334,142	(\$3,354,231)	(\$13,075,281)	(\$23,932,472)	(\$36,130,926)	(i+vi)
38																	

	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN
1	<b>State College Area School District</b>															
2	<b>General Fund Balance</b>															
3	<b>10/31/2022</b>															
4																
5			<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>
6			<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>	<b>2022-2023</b>	<b>2022-2023</b>	<b>2023-2024</b>	<b>2024-2025</b>	<b>2025-2026</b>	<b>2026-2027</b>	<b>2027-2028</b>	<b>2028-2029</b>	<b>2029-2030</b>	<b>2030-2031</b>	<b>2031-2032</b>
7	<b>General Fund - Unassigned</b>															
8	Beginning Balance		\$13,253,860	\$12,627,467	\$12,264,882	\$13,152,498	\$13,429,482	\$14,511,599	\$14,762,281	\$15,215,622	\$15,689,823	\$13,077,481	\$5,334,142	(\$3,354,231)	(\$13,075,281)	(\$23,932,472)
9																
10	Revenue less Expense (1)		(626,393)	(362,585)	1,164,600	1,135,337	1,082,117	250,681	453,341	474,201	(2,612,342)	(7,743,339)	(8,688,373)	(9,721,050)	(10,857,191)	(12,198,454)
11																
12	<b>General Fund - Unassigned</b>		<b>12,627,467</b>	<b>12,264,882</b>	<b>13,429,482</b>	<b>14,287,835</b>	<b>14,511,599</b>	<b>14,762,281</b>	<b>15,215,622</b>	<b>15,689,823</b>	<b>13,077,481</b>	<b>5,334,142</b>	<b>(3,354,231)</b>	<b>(13,075,281)</b>	<b>(23,932,472)</b>	<b>(36,130,926)</b>
13																
14	% of Expense (subject to 8% cap)		7.97%	7.92%	7.92%	7.93%	7.92%	7.92%	7.92%	7.92%	6.46%	2.56%	-1.57%	-5.93%	-10.54%	-15.45%
15																
16																
17	<b>General Fund - Committed</b>															
18	<b>PSERS</b>															
19	Beginning Balance		2,640,414	2,640,414	2,640,414	2,244,255	2,640,414	-	-	-	-	-	-	-	-	-
20																
21	Additions															
22	Planned Uses		-	-	-	(396,159)	(2,640,414)	-	-	-	-	-	-	-	-	-
23																
24	Ending Fund Balance		2,640,414	2,640,414	2,640,414	1,848,096	-	-	-	-	-	-	-	-	-	-
25																
33																
42	<b>Revenue Shortfall</b>															
43	Beginning Balance		-	10,158,600	24,472,600	30,832,174	24,472,600	24,472,600	19,195,600	12,342,600	4,396,600	-	-	-	-	-
44																
45	Additions/Use		10,158,600	14,314,000	-	(3,974,900)	-	(5,277,000)	(6,853,000)	(7,946,000)	(4,396,600)	-	-	-	-	-
46																
47	Ending Fund Balance		10,158,600	24,472,600	24,472,600	26,857,274	24,472,600	19,195,600	12,342,600	4,396,600	-	-	-	-	-	-
48																
49	<b>Health Insurance</b>															
50	Beginning Balance		-	-	-	-	7,200,000	7,992,790	8,792,787	9,672,783	10,640,780	11,705,576	12,876,851	14,165,254	15,582,498	17,141,466
51																
52	Additions/Use		-	-	7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865
53																
54	Ending Fund Balance		-	-	7,200,000	-	7,992,790	8,792,787	9,672,783	10,640,780	11,705,576	12,876,851	14,165,254	15,582,498	17,141,466	18,856,330
55																
56																
57	<b>Total General Fund - Committed</b>		<b>12,799,014</b>	<b>27,113,014</b>	<b>34,313,014</b>	<b>28,705,370</b>	<b>32,465,390</b>	<b>27,988,387</b>	<b>22,015,383</b>	<b>15,037,380</b>	<b>11,705,576</b>	<b>12,876,851</b>	<b>14,165,254</b>	<b>15,582,498</b>	<b>17,141,466</b>	<b>18,856,330</b>
58																
59	<b>Total General Fund</b>		<b>25,426,481</b>	<b>39,377,896</b>	<b>47,742,496</b>	<b>42,993,205</b>	<b>46,976,989</b>	<b>42,750,667</b>	<b>37,231,006</b>	<b>30,727,203</b>	<b>24,783,057</b>	<b>18,210,993</b>	<b>10,811,024</b>	<b>2,507,217</b>	<b>(6,791,006)</b>	<b>(17,274,595)</b>
60																
61																

	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN
63	<b>State College Area School District</b>															
64	<b>Capital Reserve Fund</b>															
65	<b>10/31/2022</b>															
66																
67		<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>
68		<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>	<b>2022-2023</b>	<b>2022-2023</b>	<b>2023-2024</b>	<b>2024-2025</b>	<b>2025-2026</b>	<b>2026-2027</b>	<b>2027-2028</b>	<b>2028-2029</b>	<b>2029-2030</b>	<b>2030-2031</b>	<b>2031-2032</b>	
69																
70	Beginning Balance	\$65,352,257	\$64,456,646	\$59,832,977	\$55,453,954	\$62,086,123	\$64,060,846	\$59,205,092	\$57,609,835	\$55,990,650	\$56,680,510	\$57,380,717	\$60,639,203	\$63,944,691	\$68,470,886	
71																
72	Additions:															
73	Transfer (5)	1,783,500	-	6,960,000	2,513,370	2,633,000	-	-	-	-	-	2,547,775	2,545,900	3,717,025	3,714,462	
74	Lemont Sale	1,298,325														
75	Bond Reimbursements		-		198,370	-	-	-	-	-	-	-	-	-	-	
76	Net Investment Earnings	1,191,756	224,857	148,921	681,809	1,041,722	810,913	738,076	714,148	689,860	700,208	710,711	759,588	809,170	877,063	
77	Total Additions	4,273,581	224,857	7,108,921	3,393,549	3,674,722	810,913	738,076	714,148	689,860	700,208	3,258,486	3,305,488	4,526,195	4,591,525	
78																
79	Uses:															
80	Debt Service:															
81	2018 Bonds - Elementary (1)	(3,441,200)	(3,444,450)	(3,444,700)	(3,444,600)											
82	2019 Bonds - HS/Elem/Nittany Ave/Memorial Field/Playgrounds/North bldg (2)	(638,715)	(1,404,075)	(1,411,075)	(1,411,700)											
83	Middle School (3)		-	-	-	-	-	-	-	-	-	-	-	-	-	
84	Capital Expenditures:															
85	Athletic/Recreation Facilities (4)	-	-		(2,333,333)		(2,333,333)	(2,333,333)	(2,333,333)	-	-	-	-	-	-	
86	Physical Plant Building (6)					(1,700,000)	(3,333,333)									
87	MNMS HVAC	(563,613)														
88	South Track Lighting	(442,209)														
89	North Field Lighting															
90	North Field Project	(83,455)	-													
91	Total Uses	(5,169,192)	(4,848,525)	(4,855,775)	(7,189,633)	(1,700,000)	(5,666,667)	(2,333,333)	(2,333,333)	-	-	-	-	-	-	
92																
93	Net Change	(895,611)	(4,623,668)	2,253,146	(3,796,084)	1,974,722	(4,855,754)	(1,595,257)	(1,619,185)	689,860	700,208	3,258,486	3,305,488	4,526,195	4,591,525	
94																
95	<b>Ending Fund Balance</b>	\$64,456,646	\$59,832,977	\$62,086,123	\$51,657,870	\$64,060,846	\$59,205,092	\$57,609,835	\$55,990,650	\$56,680,510	\$57,380,717	\$60,639,203	\$63,944,691	\$68,470,886	\$73,062,412	
96																
97																
98																
99																
100	<i>(1) Elementary: Series 2018 Bonds - debt service for 25 years to fund \$56.9 MM @ 3.72%. Debt service for the Series 2018 Bonds was paid from the Capital Reserve Fund through 2021-22. Recommend payment from General Fund beginning in 2022-23.</i>															
101	<i>(2) Series 2019 Bonds - debt service for 25 years to fund \$25.6 MM @ 2.74%. Borrowing includes \$6.1 Million High School; Elem \$2.9 million; Memorial Field \$12.7 million; Playgrounds \$900,000; North building \$3 million. Debt service for Series 2019 Bonds was paid from the Capital Reserve Fund through 2021-22. Recommend payment from General Fund beginning in 2022-23.</i>															
102	<i>(3) Current projection assumes no borrowing for the middle school project.</i>															
103	<i>(4) Assumes estimated \$7.6 million for Athletic/Recreation Facilities is funded from Capital Reserve. Assumed timing of expenses extended through 2025-26.</i>															
104	<i>(5) Includes a transfer beginning in 2028-29 in the amount which debt service decreases from the 2027-28 base year. This proposed transfer is intended to replenish the capital reserve fund for future projects.</i>															
105	<i>(6) Assumes the funding for the Physical Plant building, which is intended to begin construction in 2022-23, will be funded from the Capital Reserve Fund.</i>															
106																

State College Area School District  
Fund Balance Summary - General and Capital Reserve Fund  
10/31/2022

Assumes 0% Tax Increase

	Actual 2019- 2020	Actual 2020- 2021	Actual 2021- 2022	Budget 2022- 2023	Projected 2022- 2023	Projected 2023- 2024	Projected 2024- 2025	Projected 2025- 2026	Projected 2026-2027	Projected 2027-2028	Projected 2028-2029	Projected 2029- 2030	Projected 2030- 2031	Projected 2031- 2032
Nonspendable Fund Balance	\$ 1,855,488	\$ 1,827,163	\$ 1,598,758	\$ 1,827,163	\$ 1,598,758	\$ 1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758
General - Assigned- Enterprise		83,127	84,854	83,127	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854
General Unassigned	12,627,467	12,264,882	13,429,482	14,287,835	14,511,599	14,762,281	15,215,622	15,689,823	13,077,481	5,334,142	(3,354,231)	(13,075,281)	(23,932,472)	(36,130,926)
General Committed Revenue Shortfall	10,158,600	24,472,600	24,472,600	26,857,274	24,472,600	19,195,600	12,342,600	4,396,600	-	-	-	-	-	-
General Committed Health Insurance			7,200,000	-	7,992,790	8,792,787	9,672,783	10,640,780	11,705,576	12,876,851	14,165,254	15,582,498	17,141,466	18,856,330
General Committed PSERS	2,640,414	2,640,414	2,640,414	1,848,096	-	-	-	-	-	-	-	-	-	-
Total General Fund	27,281,969	41,288,186	49,426,108	44,903,495	48,660,601	44,434,279	38,914,617	32,410,815	26,466,668	19,894,605	12,494,635	4,190,829	(5,107,394)	(15,590,984)
Capital Reserve Fund	64,456,646	59,832,977	62,086,123	51,657,870	64,060,846	59,205,092	57,609,835	55,990,650	56,680,510	57,380,717	60,639,203	63,944,691	68,470,886	73,062,412
Total Fund Balance	\$ 91,738,615	\$ 101,121,163	\$ 111,512,231	\$ 96,561,365	\$ 112,721,446	\$ 103,639,371	\$ 96,524,452	\$ 88,401,465	\$ 83,147,178	\$ 77,275,322	\$ 73,133,838	\$ 68,135,520	\$ 63,363,492	\$ 57,471,428

## **Attachment G**

Multi-Year Projection

Assumes 2% Tax Increase in 2023-24

	B	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN
1	<b>State College Area School District</b>														
2	<b>General Fund Revenue</b>														
3	<b>10/31/2022</b>														
6	<b>Assumptions:</b>														
7	<b>Earned Income Tax Growth (1)</b>	2.25%	-0.74%	9.76%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
8	<b>Assessed Value Growth (2)</b>	1.95%	1.10%	1.65%	1.20%	1.40%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%
9	<b>Exceptions</b>	0.00%	0.00%	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	<b>Act 1 Index (3)</b>	2.30%	2.60%	3.00%	3.40%	3.40%	4.10%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
12	<b>Actual/Projected Total Tax Increase</b>	1.95%	0.00%	0.00%	3.40%	3.40%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
13		<b>Actual 2019-2020</b>	<b>Actual 2020-2021</b>	<b>Actual 2021-2022</b>	<b>Budget 2022-2023</b>	<b>Projection 2022-2023</b>	<b>Projected 2023-2024</b>	<b>Projected 2024-2025</b>	<b>Projected 2025-2026</b>	<b>Projected 2026-2027</b>	<b>Projected 2027-2028</b>	<b>Projected 2028-2029</b>	<b>Projected 2029-2030</b>	<b>Projected 2030-2031</b>	<b>Projected 2031-2032</b>
14	<b>LOCAL SERVICES TAX</b>														
16	CURRENT REAL ESTATE TAX	\$100,120,228	\$101,141,373	\$103,390,767	\$107,366,561	\$107,930,281	111,986,965	115,798,661	119,739,107	\$123,802,888	\$127,999,528	\$132,328,523	\$136,797,205	\$141,412,022	\$146,173,735
17	REAL ESTATE TAX-REFERENDUM DEBT	4,946,210	4,945,740	4,945,269	4,944,564	4,944,564	4,943,388	4,946,210	4,943,153	4,943,623	4,942,447	4,944,093	4,945,551	4,945,081	4,946,492
18	EARNED INCOME TAX	18,802,288	18,662,696	20,484,199	19,610,000	21,000,000	21,530,000	22,070,000	22,620,000	23,190,000	23,770,000	24,360,000	24,970,000	25,590,000	26,230,000
19	REALTY TRANSFER TAX	3,046,841	3,542,448	3,233,460	2,800,000	2,800,000	2,800,000	2,800,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
20	DELINQUENT REAL ESTATE TAX	1,225,055	1,653,703	1,087,258	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
21	INTERIM REAL ESTATE TAX	1,338,213	1,388,429	1,584,502	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
22	IDEA-B	781,373	733,829	992,337	802,610	1,047,675	898,756	898,756	898,756	898,756	898,756	898,756	898,756	898,756	898,756
23	PAYMENTS IN LIEU OF TAX	674,646	613,671	637,441	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646
24	LOCAL SERVICES TAX	376,816	315,549	383,996	383,000	384,000	394,000	404,000	414,000	424,000	435,000	446,000	457,000	468,000	480,000
25	TUITION	1,198,923	352,567	975,620	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805
26	MISC LOCAL REVENUE	1,770,439	303,638	572,027	549,915	549,915	549,915	549,915	549,915	549,915	549,915	549,915	549,915	549,915	549,915
27	PUBLIC UTILITY REALTY TAX	110,406	122,788	129,570	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190
28	INTEREST ON INVESTMENTS	1,090,774	150,577	168,121	200,000	1,100,000	700,000	700,000	600,000	600,000	500,000	500,000	450,000	400,000	350,000
30	<b>TOTAL LOCAL</b>	<b>135,482,211</b>	<b>133,927,009</b>	<b>138,584,567</b>	<b>140,611,290</b>	<b>143,711,075</b>	<b>147,757,664</b>	<b>151,822,182</b>	<b>156,219,571</b>	<b>160,863,822</b>	<b>165,550,287</b>	<b>170,481,927</b>	<b>175,523,067</b>	<b>180,718,414</b>	<b>186,083,537</b>
32	<b>STATE</b>														
33	BASIC ED INSTR SUBSIDY	8,406,928	8,406,907	9,039,483	9,039,487	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367
34	SPECIAL ED REVENUE	3,358,750	3,358,713	3,411,035	3,409,937	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046
35	REV. FOR RETIREMENT	11,921,782	11,994,488	12,665,683	13,760,101	13,765,178	14,300,000	14,800,000	15,400,000	15,800,000	16,200,000	16,600,000	17,050,000	17,350,000	17,700,000
36	REV. FOR SOCIAL SECURITY	2,375,222	2,707,175	2,743,532	2,985,381	2,986,461	3,063,087	3,147,707	3,226,399	3,290,927	3,356,746	3,423,881	3,492,358	3,562,205	3,633,450
37	PROPERTY TAX REDUCTION	1,423,580	1,426,711	1,421,949	1,792,547	1,792,547	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949
38	TRANSPORTATION REVENUE	803,219	812,080	643,838	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	277,820	250,398	3,678,236	938,804	910,864	910,702	910,907	914,158	850,989	850,859	690,361	690,729	637,577	637,905
40	HEALTH SERVICES REVENUE	140,519	138,232	135,129	140,000	154,304	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	310,013
42	SAFETY GRANTS	24,691	73,505	20,000	0	0	-	-	-	0	0	0	0	0	0
43	VOCATIONAL EDUCATION	197,228	218,773	250,919	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000
44	OTHER STATE REVENUE (4)	634,792	74,018	41,256	0	304,010	105,190	-	-	0	0	0	0	0	0
45	TUITION - 1305/1306	107,373	100,126	95,236	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000
47	<b>TOTAL STATE</b>	<b>29,981,916</b>	<b>29,871,141</b>	<b>34,456,309</b>	<b>33,502,270</b>	<b>35,434,789</b>	<b>35,462,354</b>	<b>35,941,989</b>	<b>36,623,932</b>	<b>37,025,291</b>	<b>37,490,980</b>	<b>37,797,617</b>	<b>38,316,462</b>	<b>38,633,157</b>	<b>39,054,730</b>
49	<b>FEDERAL</b>														
50	TITLE I REVENUE	786,137	708,109	627,144	600,000	652,386	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
51	TITLE II REVENUE	169,276	145,873	133,336	140,000	140,907	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000
52	ACCESS FUNDS	685,060	372,126	514,411	250,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
53	OTHER FEDERAL REVENUE (5)	765,724	3,817,611	3,319,771	1,898,993	2,132,370	147,200	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000
54	TITLE III REVENUE	47,960	24,246	31,453	35,000	44,981	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
56	<b>TOTAL FEDERAL</b>	<b>2,454,158</b>	<b>5,067,965</b>	<b>4,626,115</b>	<b>2,923,993</b>	<b>3,320,644</b>	<b>1,272,200</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>
58	<b>TOTAL REVENUE</b>	<b>167,918,285</b>	<b>168,866,114</b>	<b>177,666,991</b>	<b>177,037,552</b>	<b>182,466,508</b>	<b>184,492,218</b>	<b>188,999,170</b>	<b>194,078,504</b>	<b>199,124,113</b>	<b>204,276,267</b>	<b>209,514,544</b>	<b>215,074,530</b>	<b>220,586,571</b>	<b>226,373,267</b>
62	<b>(1) Projected 2021-22 reflects an estimate based on actual receipts to date. Future years are assumed to be between the 5 and 10-year historical averages of 2.19% and 3.28%, respectively.</b>														
63	<b>(2) Projected 2021-22 reflect the estimated impact of filed appeals. Years 2024-25 forward assume historical 10-year average of 1.2% through 2020-21.</b>														
64	<b>(3) Projected Act 1 Index for 2024-25 forward reflects 3%, which is lower than the most recent projected rates in the August 2022 report from the Independent Fiscal Office of 4.5%, 4.0% and 3.8% for 2024-25, 2025-26 and 2026-27, respectively.</b>														
65	<b>(4) Other State Revenue in 2022-23 and 2023-24 reflects projected use of PCCD School Mental Health and Safety and Security state funding.</b>														
66	<b>(5) Other Federal Revenue includes Perkins, Title IV and ESSER related grants.</b>														

	B	C	AD	AG	AJ	AK	AL	AM	AN	AO	AP	AQ	AR	AS	AT	AU
81	<b>State College Area School District</b>															
	<b>Assumes 2% Tax Increase</b>															
82	<b>General Fund Expenses and Fund Balance Transfers</b>															
83	<b>10/31/2022</b>															
84																
85																
86			<b>Actual 2019-2020</b>	<b>Actual 2020-2021</b>	<b>Actual 2021-2022</b>	<b>Budget 2022-2023</b>	<b>Projection 2022-2023</b>	<b>Projected 2023-2024</b>	<b>Projected 2024-2025</b>	<b>Projected 2025-2026</b>	<b>Projected 2026-2027</b>	<b>Projected 2027-2028</b>	<b>Projected 2028-2029</b>	<b>Projected 2029-2030</b>	<b>Projected 2030-2031</b>	<b>Projected 2031-2032</b>
87																
88	Salaries		71,274,299	70,932,556	74,651,307	79,642,022	79,670,822	81,715,005	83,972,432	86,071,743	87,793,177	89,549,041	91,340,022	93,166,822	95,030,159	96,930,762
89	Health Insurance		13,478,031	14,266,500	14,414,360	18,326,215	15,999,940	17,599,934	19,359,927	21,295,920	23,425,512	25,768,063	28,344,869	31,179,356	34,297,291	37,727,021
90	PSERS		23,775,689	23,969,757	25,309,537	27,520,202	27,530,356	28,600,000	29,600,000	30,800,000	31,600,000	32,400,000	33,200,000	34,100,000	34,700,000	35,400,000
91	Other Benefits		6,773,545	6,803,775	7,157,467	7,647,440	7,649,790	7,800,000	8,000,000	8,200,000	8,400,000	8,600,000	8,800,000	9,000,000	9,200,000	9,400,000
92	Professional Services		2,831,599	2,947,482	3,268,113	4,296,346	4,227,183	4,270,000	4,340,000	4,410,000	4,480,000	4,560,000	4,640,000	4,720,000	4,800,000	4,880,000
93	Purchased Property Services		1,320,379	1,551,666	1,954,582	1,421,940	1,421,940	1,430,000	1,440,000	1,450,000	1,470,000	1,490,000	1,520,000	1,550,000	1,580,000	1,610,000
94	Charter School Expense		5,929,478	5,867,965	5,755,475	6,513,252	6,513,252	6,620,000	6,730,000	6,840,000	6,960,000	7,080,000	7,200,000	7,320,000	7,440,000	7,570,000
95	Other Purchased Services		6,138,888	6,094,301	6,820,794	7,435,132	7,725,344	7,830,000	7,960,000	8,100,000	8,240,000	8,380,000	8,520,000	8,660,000	8,810,000	8,960,000
96	Supplies/Equipment		7,579,832	8,208,900	7,801,185	8,635,038	9,032,950	8,880,000	8,990,000	9,140,000	9,300,000	9,460,000	9,620,000	9,780,000	9,950,000	10,120,000
97	Deferred Maintenance		2,258,549	1,384,838	2,300,000	2,343,321	2,343,321	2,390,188	2,437,991	2,486,751	2,536,486	2,587,216	2,638,960	2,691,740	2,745,574	2,800,486
98	Transfers/contingencies		703,311	490,210	463,149	1,361,870	1,010,691	1,789,107	1,816,889	1,845,227	1,874,131	1,903,614	1,933,686	1,964,360	1,995,647	2,027,560
99	Debt Service		7,453,050	7,083,822	7,415,475	7,360,250	12,216,550	12,218,800	12,218,200	12,215,425	11,181,600	11,181,850	8,634,075	8,635,950	7,464,825	7,467,388
100	Debt Service - Referendum Debt		5,258,625	5,258,125	5,257,625	5,256,875	5,256,875	5,255,625	5,258,625	5,255,375	5,255,875	5,254,625	5,256,375	5,257,925	5,257,425	5,258,925
101	Transfer to Capital Projects - DCED Grant		606,921	-	-	-	-	-	-	-	-	-	-	-	-	-
102	Transfer to Capital Reserve (1)		3,081,825	-	6,960,000	2,513,370	2,633,000	-	-	-	-	-	2,547,775	2,545,900	3,717,025	3,714,462
103	Fund Balance Commitment/Use (Revenue Shortfall)		10,158,600	14,314,000	-	(3,974,900)	-	(2,958,000)	(4,458,000)	(5,474,000)	(4,807,000)	(5,560,000)	(1,215,600)	-	-	-
104	Fund Balance Commitment/Use (Health Insurance)		-	-	7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865
105	Fund Balance Use (PSERS)(2)		-	-	-	(396,159)	(2,640,414)	-	-	-	-	-	-	-	-	-
106																
107	<b>Total Expenses and Fund Balance Transfers</b>		<b>\$168,622,623</b>	<b>\$169,173,898</b>	<b>\$176,729,069</b>	<b>\$175,902,216</b>	<b>\$181,384,391</b>	<b>\$184,240,655</b>	<b>\$188,546,061</b>	<b>\$193,604,437</b>	<b>\$198,774,578</b>	<b>\$203,825,684</b>	<b>\$214,268,566</b>	<b>\$221,989,296</b>	<b>\$228,546,915</b>	<b>\$235,581,468</b>
108																
109	<b>Total Expense and Transfers (excl fund balance use/commitment)</b>		<b>\$158,464,023</b>	<b>\$154,859,898</b>	<b>\$169,529,069</b>	<b>\$180,273,275</b>	<b>\$183,232,015</b>	<b>\$186,398,658</b>	<b>\$192,124,064</b>	<b>\$198,110,440</b>	<b>\$202,516,782</b>	<b>\$208,214,409</b>	<b>\$214,195,762</b>	<b>\$220,572,053</b>	<b>\$226,987,947</b>	<b>\$233,866,603</b>
110																
111	(1) Includes a transfer beginning in 2028-29 in the amount which debt service decreases from the 2027-28 base year. This proposed transfer is intended to replenish the capital reserve fund for future projects.															
112	(2) Recommendation for elimination of PSERS Fund Balance in 2022-23.															
113																
114	Expenses excluding Transfer to Capital, Debt Service and Fund Balance Use/Commitment					165,142,780	163,125,590	168,924,233	174,647,239	180,639,640	186,079,307	191,777,934	197,757,537	204,132,278	210,548,672	217,425,828
115	Salaries and Benefits					133,135,880	130,850,908	135,714,938	140,932,359	146,367,662	151,218,689	156,317,104	161,684,891	167,446,178	173,227,450	179,457,782
116	Salary and Benefit %					80.62%	80.21%	80.34%	80.70%	81.03%	81.27%	81.51%	81.76%	82.03%	82.27%	82.54%



	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN	AO
1	<b>State College Area School District</b>																
2	<b>General Fund Activity</b>																
3	<b>10/31/2022</b>																
4																	
5																	
6																	
15																	
16																	
17	<b>Beginning Fund Balance</b>	\$13,253,860	\$12,627,467	\$12,264,882	\$13,152,498	\$13,429,482	\$14,511,599	\$14,763,162	\$15,216,271	\$15,690,338	\$16,039,873	\$16,490,456	\$11,736,434	\$4,821,667	(\$3,138,676)	i	
18																	
19	<b>Revenue</b>	167,918,285	168,866,114	177,666,991	177,037,552	182,466,508	184,492,218	188,999,170	194,078,504	199,124,113	204,276,267	209,514,544	215,074,530	220,586,571	226,373,267		
20																	
21	Local	135,482,211	133,927,009	138,584,567	140,611,290	143,711,075	147,757,664	151,822,182	156,219,571	160,863,822	165,550,287	170,481,927	175,523,067	180,718,414	186,083,537		
22	State	29,981,916	29,871,141	34,456,309	33,502,270	35,434,789	35,462,354	35,941,989	36,623,932	37,025,291	37,490,980	37,797,617	38,316,462	38,633,157	39,054,730		
23	Federal	2,454,158	5,067,965	4,626,115	2,923,993	3,320,644	1,272,200	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000		
24																	
25	<b>Expense and transfers (excluding use of fund balance)</b>	158,464,023	154,859,898	169,529,069	180,273,275	183,232,015	186,398,658	192,124,064	198,110,440	202,516,782	208,214,409	214,195,762	220,572,053	226,987,947	233,866,603		
26	<b>Revenue less expense</b>	9,454,262	14,006,217	8,137,922	(3,235,722)	(765,507)	(1,906,440)	(3,124,894)	(4,031,937)	(3,392,669)	(3,938,142)	(4,681,219)	(5,497,523)	(6,401,375)	(7,493,336)	ii	
27																	
28	<b>Funding/(Use) of Committed Fund Balance (Revenue Shortfall)</b>	10,158,600	14,314,000	-	(3,974,900)	-	(2,958,000)	(4,458,000)	(5,474,000)	(4,807,000)	(5,560,000)	(1,215,600)	-	-	-	iii	
29	<b>Funding/(Use) of Committed Fund Balance (Health Insurance)</b>			7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865		
30	<b>(Use) of Committed Fund Balance (PSERS/Legal Liability)</b>	0	0	0	(396,159)	(2,640,414)	0	0	0	0	0	0	0	0	0	iv	
31	<b>Incr (Decr) in Assigned Fund Balance</b>	10,158,600	14,314,000	7,200,000	(4,371,059)	(1,847,624)	(2,158,003)	(3,578,003)	(4,506,004)	(3,742,204)	(4,388,724)	72,803	1,417,243	1,558,968	1,714,865	v (iii+iv)	
32																	
33	<b>Change in non-spendable Fund Balance</b>	77,945	28,325	228,405													
34	<b>Change in enterprise Fund Balance</b>		(83,127)	(1,727)													
35	<b>Change in Unassigned General Fund Balance</b>	(626,393)	(362,585)	1,164,600	1,135,337	1,082,117	251,563	453,109	474,067	349,535	450,582	(4,754,022)	(6,914,767)	(7,960,343)	(9,208,201)	vi (ii-v)	
36																	
37	<b>Ending Unassigned Fund Balance</b>	\$12,627,467	\$12,264,882	\$13,429,482	\$14,287,835	\$14,511,599	\$14,763,162	\$15,216,271	\$15,690,338	\$16,039,873	\$16,490,456	\$11,736,434	\$4,821,667	(\$3,138,676)	(\$12,346,877)	(i+vi)	
38																	

	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN
1	<b>State College Area School District</b>															
2	<b>General Fund Balance</b>															
3	<b>10/31/2022</b>															
4																
5			<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>
6			<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>	<b>2022-2023</b>	<b>2022-2023</b>	<b>2023-2024</b>	<b>2024-2025</b>	<b>2025-2026</b>	<b>2026-2027</b>	<b>2027-2028</b>	<b>2028-2029</b>	<b>2029-2030</b>	<b>2030-2031</b>	<b>2031-2032</b>
7	<b>General Fund - Unassigned</b>															
8	Beginning Balance		\$13,253,860	\$12,627,467	\$12,264,882	\$13,152,498	\$13,429,482	\$14,511,599	\$14,763,162	\$15,216,271	\$15,690,338	\$16,039,873	\$16,490,456	\$11,736,434	\$4,821,667	(\$3,138,676)
9																
10	Revenue less Expense (1)		(626,393)	(362,585)	1,164,600	1,135,337	1,082,117	251,563	453,109	474,067	349,535	450,582	(4,754,022)	(6,914,767)	(7,960,343)	(9,208,201)
11																
12	<b>General Fund - Unassigned</b>		<u>12,627,467</u>	<u>12,264,882</u>	<u>13,429,482</u>	<u>14,287,835</u>	<u>14,511,599</u>	<u>14,763,162</u>	<u>15,216,271</u>	<u>15,690,338</u>	<u>16,039,873</u>	<u>16,490,456</u>	<u>11,736,434</u>	<u>4,821,667</u>	<u>(3,138,676)</u>	<u>(12,346,877)</u>
13																
14	% of Expense (subject to 8% cap)		7.97%	7.92%	7.92%	7.93%	7.92%	7.92%	7.92%	7.92%	7.92%	7.92%	5.48%	2.19%	-1.38%	-5.28%
15																
16																
17	<b>General Fund - Committed</b>															
18	<b>PSERS</b>															
19	Beginning Balance		2,640,414	2,640,414	2,640,414	2,244,255	2,640,414	-	-	-	-	-	-	-	-	-
20																
21	Additions															
22	Planned Uses		-	-	-	(396,159)	(2,640,414)	-	-	-	-	-	-	-	-	-
23																
24	Ending Fund Balance		<u>2,640,414</u>	<u>2,640,414</u>	<u>2,640,414</u>	<u>1,848,096</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
25																
33																
42	<b>Revenue Shortfall</b>															
43	Beginning Balance		-	10,158,600	24,472,600	30,832,174	24,472,600	24,472,600	21,514,600	17,056,600	11,582,600	6,775,600	1,215,600	-	-	-
44																
45	Additions/Use		10,158,600	14,314,000	-	(3,974,900)	-	(2,958,000)	(4,458,000)	(5,474,000)	(4,807,000)	(5,560,000)	(1,215,600)	-	-	-
46																
47	Ending Fund Balance		<u>10,158,600</u>	<u>24,472,600</u>	<u>24,472,600</u>	<u>26,857,274</u>	<u>24,472,600</u>	<u>21,514,600</u>	<u>17,056,600</u>	<u>11,582,600</u>	<u>6,775,600</u>	<u>1,215,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
48																
49	<b>Health Insurance</b>															
50	Beginning Balance		-	-	-	-	7,200,000	7,992,790	8,792,787	9,672,783	10,640,780	11,705,576	12,876,851	14,165,254	15,582,498	17,141,466
51																
52	Additions/Use		-	-	7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865
53																
54	Ending Fund Balance		<u>-</u>	<u>-</u>	<u>7,200,000</u>	<u>-</u>	<u>7,992,790</u>	<u>8,792,787</u>	<u>9,672,783</u>	<u>10,640,780</u>	<u>11,705,576</u>	<u>12,876,851</u>	<u>14,165,254</u>	<u>15,582,498</u>	<u>17,141,466</u>	<u>18,856,330</u>
55																
56																
57	<b>Total General Fund - Committed</b>		<u>12,799,014</u>	<u>27,113,014</u>	<u>34,313,014</u>	<u>28,705,370</u>	<u>32,465,390</u>	<u>30,307,387</u>	<u>26,729,383</u>	<u>22,223,380</u>	<u>18,481,176</u>	<u>14,092,451</u>	<u>14,165,254</u>	<u>15,582,498</u>	<u>17,141,466</u>	<u>18,856,330</u>
58																
59	<b>Total General Fund</b>		<u>25,426,481</u>	<u>39,377,896</u>	<u>47,742,496</u>	<u>42,993,205</u>	<u>46,976,989</u>	<u>45,070,549</u>	<u>41,945,655</u>	<u>37,913,718</u>	<u>34,521,049</u>	<u>30,582,907</u>	<u>25,901,688</u>	<u>20,404,165</u>	<u>14,002,790</u>	<u>6,509,453</u>
60																
61																

	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN
63	<b>State College Area School District</b>															
64	<b>Capital Reserve Fund</b>															
65	<b>10/31/2022</b>															
66																
67		<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>
68		<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>	<b>2022-2023</b>	<b>2022-2023</b>	<b>2023-2024</b>	<b>2024-2025</b>	<b>2025-2026</b>	<b>2026-2027</b>	<b>2027-2028</b>	<b>2028-2029</b>	<b>2029-2030</b>	<b>2030-2031</b>	<b>2031-2032</b>	
69																
70	Beginning Balance	\$65,352,257	\$64,456,646	\$59,832,977	\$55,453,954	\$62,086,123	\$64,060,846	\$59,205,092	\$57,609,835	\$55,990,650	\$56,680,510	\$57,380,717	\$60,639,203	\$63,944,691	\$68,470,886	
71																
72	Additions:															
73	Transfer (5)	1,783,500	-	6,960,000	2,513,370	2,633,000	-	-	-	-	-	2,547,775	2,545,900	3,717,025	3,714,462	
74	Lemont Sale	1,298,325														
75	Bond Reimbursements		-		198,370	-	-	-	-	-	-	-	-	-	-	-
76	Net Investment Earnings	1,191,756	224,857	148,921	681,809	1,041,722	810,913	738,076	714,148	689,860	700,208	710,711	759,588	809,170	877,063	
77	Total Additions	4,273,581	224,857	7,108,921	3,393,549	3,674,722	810,913	738,076	714,148	689,860	700,208	3,258,486	3,305,488	4,526,195	4,591,525	
78																
79	Uses:															
80	Debt Service:															
81	2018 Bonds - Elementary (1)	(3,441,200)	(3,444,450)	(3,444,700)	(3,444,600)											
82	2019 Bonds - HS/Elem/Nittany Ave/Memorial Field/Playgrounds/North bldg (2)	(638,715)	(1,404,075)	(1,411,075)	(1,411,700)											
83	Middle School (3)		-	-	-	-	-	-	-	-	-	-	-	-	-	-
84	Capital Expenditures:															
85	Athletic/Recreation Facilities (4)	-	-		(2,333,333)		(2,333,333)	(2,333,333)	(2,333,333)	-	-	-	-	-	-	-
86	Physical Plant Building (6)					(1,700,000)	(3,333,333)									
87	MNMS HVAC	(563,613)														
88	South Track Lighting	(442,209)														
89	North Field Lighting															
90	North Field Project	(83,455)	-													
91	Total Uses	(5,169,192)	(4,848,525)	(4,855,775)	(7,189,633)	(1,700,000)	(5,666,667)	(2,333,333)	(2,333,333)	-	-	-	-	-	-	-
92																
93	Net Change	(895,611)	(4,623,668)	2,253,146	(3,796,084)	1,974,722	(4,855,754)	(1,595,257)	(1,619,185)	689,860	700,208	3,258,486	3,305,488	4,526,195	4,591,525	
94																
95	<b>Ending Fund Balance</b>	\$64,456,646	\$59,832,977	\$62,086,123	\$51,657,870	\$64,060,846	\$59,205,092	\$57,609,835	\$55,990,650	\$56,680,510	\$57,380,717	\$60,639,203	\$63,944,691	\$68,470,886	\$73,062,412	
96																
97																
98																
100	<i>(1) Elementary: Series 2018 Bonds - debt service for 25 years to fund \$56.9 MM @ 3.72%. Debt service for the Series 2018 Bonds was paid from the Capital Reserve Fund through 2021-22. Recommend payment from General Fund beginning in 2022-23.</i>															
101	<i>(2) Series 2019 Bonds - debt service for 25 years to fund \$25.6 MM @ 2.74%. Borrowing includes \$6.1 Million High School; Elem \$2.9 million; Memorial Field \$12.7 million; Playgrounds \$900,000; North building \$3 million. Debt service for Series 2019 Bonds was paid from the Capital Reserve Fund through 2021-22. Recommend payment from General Fund beginning in 2022-23.</i>															
102	<i>(3) Current projection assumes no borrowing for the middle school project.</i>															
103	<i>(4) Assumes estimated \$7.6 million for Athletic/Recreation Facilities is funded from Capital Reserve. Assumed timing of expenses extended through 2025-26.</i>															
104	<i>(5) Includes a transfer beginning in 2028-29 in the amount which debt service decreases from the 2027-28 base year. This proposed transfer is intended to replenish the capital reserve fund for future projects.</i>															
105	<i>(6) Assumes the funding for the Physical Plant building, which is intended to begin construction in 2022-23, will be funded from the Capital Reserve Fund.</i>															

State College Area School District  
Fund Balance Summary - General and Capital Reserve Fund  
10/31/2022

Assumes 2% Tax Increase

	Actual 2019- 2020	Actual 2020- 2021	Actual 2021- 2022	Budget 2022- 2023	Projected 2022- 2023	Projected 2023- 2024	Projected 2024- 2025	Projected 2025- 2026	Projected 2026-2027	Projected 2027-2028	Projected 2028-2029	Projected 2029- 2030	Projected 2030- 2031	Projected 2031- 2032
Nonspendable Fund Balance	\$ 1,855,488	\$ 1,827,163	\$ 1,598,758	\$ 1,827,163	\$ 1,598,758	\$ 1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758
General - Assigned- Enterprise		83,127	84,854	83,127	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854
General Unassigned	12,627,467	12,264,882	13,429,482	14,287,835	14,511,599	14,763,162	15,216,271	15,690,338	16,039,873	16,490,456	11,736,434	4,821,667	(3,138,676)	(12,346,877)
General Committed Revenue Shortfall	10,158,600	24,472,600	24,472,600	26,857,274	24,472,600	21,514,600	17,056,600	11,582,600	6,775,600	1,215,600	-	-	-	-
General Committed Health Insurance			7,200,000	-	7,992,790	8,792,787	9,672,783	10,640,780	11,705,576	12,876,851	14,165,254	15,582,498	17,141,466	18,856,330
General Committed PSERS	2,640,414	2,640,414	2,640,414	1,848,096	-	-	-	-	-	-	-	-	-	-
Total General Fund	27,281,969	41,288,186	49,426,107	44,903,495	48,660,600	46,754,160	43,629,266	39,597,329	36,204,661	32,266,519	27,585,300	22,087,777	15,686,401	8,193,065
Capital Reserve Fund	64,456,646	59,832,977	62,086,123	51,657,870	64,060,846	59,205,092	57,609,835	55,990,650	56,680,510	57,380,717	60,639,203	63,944,691	68,470,886	73,062,412
Total Fund Balance	\$ 91,738,615	\$ 101,121,163	\$ 111,512,231	\$ 96,561,365	\$ 112,721,446	\$ 105,959,252	\$ 101,239,102	\$ 95,587,979	\$ 92,885,170	\$ 89,647,236	\$ 88,224,503	\$ 86,032,468	\$ 84,157,288	\$ 81,255,477

## **Attachment H**

### Multi-Year Projection

Assumes 4.1% Tax Increase in 2023-24

	B	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN
1	State College Area School District														
2	General Fund Revenue														
3	10/31/2022														
5															
6	<b>Assumptions:</b>														
7	Earned Income Tax Growth (1)	2.25%	-0.74%	9.76%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
8	Assessed Value Growth (2)	1.95%	1.10%	1.65%	1.20%	1.40%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%	1.20%
9	Exceptions	0.00%	0.00%	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 (3)	2.30%	2.60%	3.00%	3.40%	3.40%	4.10%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
12	Actual/Projected Total Tax Increase	1.95%	0.00%	0.00%	3.40%	3.40%	4.10%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
13		Actual 2019-2020	Actual 2020-2021	Actual 2021-2022	Budget 2022-2023	Projection 2022-2023	Projected 2023-2024	Projected 2024-2025	Projected 2025-2026	Projected 2026-2027	Projected 2027-2028	Projected 2028-2029	Projected 2029-2030	Projected 2030-2031	Projected 2031-2032
14	<b>LOCAL SERVICES TAX</b>														
16	CURRENT REAL ESTATE TAX	\$100,120,228	\$101,141,373	\$103,390,767	\$107,366,561	\$107,930,281	114,422,706	118,312,896	122,334,367	\$126,481,763	\$130,764,673	\$135,182,914	\$139,743,632	\$144,453,342	\$149,313,139
17	REAL ESTATE TAX-REFERENDUM DEBT	4,946,210	4,945,740	4,945,269	4,944,564	4,944,564	4,943,388	4,946,210	4,943,153	4,943,623	4,942,447	4,944,093	4,945,551	4,945,081	4,946,492
18	EARNED INCOME TAX	18,802,288	18,662,696	20,484,199	19,610,000	21,000,000	21,530,000	22,070,000	22,620,000	23,190,000	23,770,000	24,360,000	24,970,000	25,590,000	26,230,000
19	REALTY TRANSFER TAX	3,046,841	3,542,448	3,233,460	2,800,000	2,800,000	2,800,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
20	DELINQUENT REAL ESTATE TAX	1,225,055	1,653,703	1,087,258	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
21	INTERIM REAL ESTATE TAX	1,338,213	1,388,429	1,584,502	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
22	IDEA-B	781,373	733,829	992,337	802,610	1,047,675	898,756	898,756	898,756	898,756	898,756	898,756	898,756	898,756	898,756
23	PAYMENTS IN LIEU OF TAX	674,646	613,671	637,441	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646
24	LOCAL SERVICES TAX	376,816	315,549	383,996	383,000	384,000	394,000	404,000	414,000	424,000	435,000	446,000	457,000	468,000	480,000
25	TUITION	1,198,923	352,567	975,620	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805	1,462,805
26	MISC LOCAL REVENUE	1,770,439	303,638	572,027	549,915	549,915	549,915	549,915	549,915	549,915	549,915	549,915	549,915	549,915	549,915
27	PUBLIC UTILITY REALTY TAX	110,406	122,788	129,570	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190
28	INTEREST ON INVESTMENTS	1,090,774	150,577	168,121	200,000	1,100,000	700,000	700,000	600,000	600,000	500,000	500,000	450,000	400,000	350,000
30	<b>TOTAL LOCAL</b>	<b>135,482,211</b>	<b>133,927,009</b>	<b>138,584,567</b>	<b>140,611,290</b>	<b>143,711,075</b>	<b>150,193,405</b>	<b>154,336,417</b>	<b>158,814,831</b>	<b>163,542,697</b>	<b>168,315,432</b>	<b>173,336,318</b>	<b>178,469,495</b>	<b>183,759,734</b>	<b>189,222,942</b>
32	<b>STATE</b>														
33	BASIC ED INSTR SUBSIDY	8,406,928	8,406,907	9,039,483	9,039,487	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367	10,600,367
34	SPECIAL ED REVENUE	3,358,750	3,358,713	3,411,035	3,409,937	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046	3,485,046
35	REV. FOR RETIREMENT	11,921,782	11,994,488	12,665,683	13,760,101	13,765,178	14,300,000	14,800,000	15,400,000	15,800,000	16,200,000	16,600,000	17,050,000	17,350,000	17,700,000
36	REV. FOR SOCIAL SECURITY	2,375,222	2,707,175	2,743,532	2,985,381	2,986,461	3,063,087	3,147,707	3,226,399	3,290,927	3,356,746	3,423,881	3,492,358	3,562,205	3,633,450
37	PROPERTY TAX REDUCTION	1,423,580	1,426,711	1,421,949	1,792,547	1,792,547	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949	1,421,949
38	TRANSPORTATION REVENUE	803,219	812,080	643,838	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	277,820	250,398	3,678,236	938,804	910,864	910,702	910,907	914,158	850,989	850,859	690,361	690,729	637,577	637,905
40	HEALTH SERVICES REVENUE	140,519	138,232	135,129	140,000	154,304	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	310,013
42	SAFETY GRANTS	24,691	73,505	20,000	0	0	-	-	-	0	0	0	0	0	0
43	VOCATIONAL EDUCATION	197,228	218,773	250,919	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000
44	OTHER STATE REVENUE (4)	634,792	74,018	41,256	0	304,010	105,190	-	-	0	0	0	0	0	0
45	TUITION - 1305/1306	107,373	100,126	95,236	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000
47	<b>TOTAL STATE</b>	<b>29,981,916</b>	<b>29,871,141</b>	<b>34,456,309</b>	<b>33,502,270</b>	<b>35,434,789</b>	<b>35,462,354</b>	<b>35,941,989</b>	<b>36,623,932</b>	<b>37,025,291</b>	<b>37,490,980</b>	<b>37,797,617</b>	<b>38,316,462</b>	<b>38,633,157</b>	<b>39,054,730</b>
49	<b>FEDERAL</b>														
50	TITLE I REVENUE	786,137	708,109	627,144	600,000	652,386	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000
51	TITLE II REVENUE	169,276	145,873	133,336	140,000	140,907	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000
52	ACCESS FUNDS	685,060	372,126	514,411	250,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
53	OTHER FEDERAL REVENUE (5)	765,724	3,817,611	3,319,771	1,898,993	2,132,370	147,200	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000
54	TITLE III REVENUE	47,960	24,246	31,453	35,000	44,981	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
56	<b>TOTAL FEDERAL</b>	<b>2,454,158</b>	<b>5,067,965</b>	<b>4,626,115</b>	<b>2,923,993</b>	<b>3,320,644</b>	<b>1,272,200</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>	<b>1,235,000</b>
58	<b>TOTAL REVENUE</b>	<b>167,918,285</b>	<b>168,866,114</b>	<b>177,666,991</b>	<b>177,037,552</b>	<b>182,466,508</b>	<b>186,927,959</b>	<b>191,513,406</b>	<b>196,673,763</b>	<b>201,802,988</b>	<b>207,041,411</b>	<b>212,368,935</b>	<b>218,020,957</b>	<b>223,627,891</b>	<b>229,512,671</b>
62	(1) Projected 2021-22 reflects an estimate based on actual receipts to date. Future years are assumed to be between the 5 and 10-year historical averages of 2.19% and 3.28%, respectively.														
63	(2) Projected 2021-22 reflect the estimated impact of filed appeals. Years 2024-25 forward assume historical 10-year average of 1.2% through 2020-21.														
64	(3) Projected Act 1 Index for 2024-25 forward reflects 3%, which is lower than the most recent projected rates in the August 2022 report from the Independent Fiscal Office of 4.5%, 4.0% and 3.8% for 2024-25, 2025-26 and 2026-27, respectively.														
65	(4) Other State Revenue in 2022-23 and 2023-24 reflects projected use of PCCD School Mental Health and Safety and Security state funding.														
66	(5) Other Federal Revenue includes Perkins, Title IV and ESSER related grants.														

	B	C	AD	AG	AJ	AK	AL	AM	AN	AO	AP	AQ	AR	AS	AT	AU
81	<b>State College Area School District</b>															
	<b>Assumes 4.1 % (Act 1) Tax Increase</b>															
82	<b>General Fund Expenses and Fund Balance Transfers</b>															
83	<b>10/31/2022</b>															
84																
85																
86			<b>Actual 2019-2020</b>	<b>Actual 2020-2021</b>	<b>Actual 2021-2022</b>	<b>Budget 2022-2023</b>	<b>Projection 2022-2023</b>	<b>Projected 2023-2024</b>	<b>Projected 2024-2025</b>	<b>Projected 2025-2026</b>	<b>Projected 2026-2027</b>	<b>Projected 2027-2028</b>	<b>Projected 2028-2029</b>	<b>Projected 2029-2030</b>	<b>Projected 2030-2031</b>	<b>Projected 2031-2032</b>
87																
88	Salaries		71,274,299	70,932,556	74,651,307	79,642,022	79,670,822	81,715,005	83,972,432	86,071,743	87,793,177	89,549,041	91,340,022	93,166,822	95,030,159	96,930,762
89	Health Insurance		13,478,031	14,266,500	14,414,360	18,326,215	15,999,940	17,599,934	19,359,927	21,295,920	23,425,512	25,768,063	28,344,869	31,179,356	34,297,291	37,727,021
90	PSERS		23,775,689	23,969,757	25,309,537	27,520,202	27,530,356	28,600,000	29,600,000	30,800,000	31,600,000	32,400,000	33,200,000	34,100,000	34,700,000	35,400,000
91	Other Benefits		6,773,545	6,803,775	7,157,467	7,647,440	7,649,790	7,800,000	8,000,000	8,200,000	8,400,000	8,600,000	8,800,000	9,000,000	9,200,000	9,400,000
92	Professional Services		2,831,599	2,947,482	3,268,113	4,296,346	4,227,183	4,270,000	4,340,000	4,410,000	4,480,000	4,560,000	4,640,000	4,720,000	4,800,000	4,880,000
93	Purchased Property Services		1,320,379	1,551,666	1,954,582	1,421,940	1,421,940	1,430,000	1,440,000	1,450,000	1,470,000	1,490,000	1,520,000	1,550,000	1,580,000	1,610,000
94	Charter School Expense		5,929,478	5,867,965	5,755,475	6,513,252	6,513,252	6,620,000	6,730,000	6,840,000	6,960,000	7,080,000	7,200,000	7,320,000	7,440,000	7,570,000
95	Other Purchased Services		6,138,888	6,094,301	6,820,794	7,435,132	7,725,344	7,830,000	7,960,000	8,100,000	8,240,000	8,380,000	8,520,000	8,660,000	8,810,000	8,960,000
96	Supplies/Equipment		7,579,832	8,208,900	7,801,185	8,635,038	9,032,950	8,880,000	8,990,000	9,140,000	9,300,000	9,460,000	9,620,000	9,780,000	9,950,000	10,120,000
97	Deferred Maintenance		2,258,549	1,384,838	2,300,000	2,343,321	2,343,321	2,390,188	2,437,991	2,486,751	2,536,486	2,587,216	2,638,960	2,691,740	2,745,574	2,800,486
98	Transfers/contingencies		703,311	490,210	463,149	1,361,870	1,010,691	1,789,107	1,816,889	1,845,227	1,874,131	1,903,614	1,933,686	1,964,360	1,995,647	2,027,560
99	Debt Service		7,453,050	7,083,822	7,415,475	7,360,250	12,216,550	12,218,800	12,218,200	12,215,425	11,181,600	11,181,850	8,634,075	8,635,950	7,464,825	7,467,388
100	Debt Service - Referendum Debt		5,258,625	5,258,125	5,257,625	5,256,875	5,256,875	5,255,625	5,258,625	5,255,375	5,255,875	5,254,625	5,256,375	5,257,925	5,257,425	5,258,925
101	Transfer to Capital Projects - DCED Grant		606,921	-	-	-	-	-	-	-	-	-	-	-	-	-
102	Transfer to Capital Reserve (1)		3,081,825	-	6,960,000	2,513,370	2,633,000	-	-	-	-	-	2,547,775	2,545,900	3,717,025	3,714,462
103	Fund Balance Commitment/Use (Revenue Shortfall)		10,158,600	14,314,000	-	(3,974,900)	-	(521,000)	(1,944,000)	(2,879,000)	(2,128,000)	(2,795,000)	(3,589,000)	(4,474,000)	(5,427,000)	(715,600)
104	Fund Balance Commitment/Use (Health Insurance)		-	-	7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865
105	Fund Balance Use (PSERS)(2)		-	-	-	(396,159)	(2,640,414)	-	-	-	-	-	-	-	-	-
106																
107	<b>Total Expenses and Fund Balance Transfers</b>		<b>\$168,622,623</b>	<b>\$169,173,898</b>	<b>\$176,729,069</b>	<b>\$175,902,216</b>	<b>\$181,384,391</b>	<b>\$186,677,655</b>	<b>\$191,060,061</b>	<b>\$196,199,437</b>	<b>\$201,453,578</b>	<b>\$206,590,684</b>	<b>\$211,895,166</b>	<b>\$217,515,296</b>	<b>\$223,119,915</b>	<b>\$234,865,868</b>
108																
109	<b>Total Expense and Transfers (excl fund balance use/commitment)</b>		<b>\$158,464,023</b>	<b>\$154,859,898</b>	<b>\$169,529,069</b>	<b>\$180,273,275</b>	<b>\$183,232,015</b>	<b>\$186,398,658</b>	<b>\$192,124,064</b>	<b>\$198,110,440</b>	<b>\$202,516,782</b>	<b>\$208,214,409</b>	<b>\$214,195,762</b>	<b>\$220,572,053</b>	<b>\$226,987,947</b>	<b>\$233,866,603</b>
110																
111	(1) Includes a transfer beginning in 2028-29 in the amount which debt service decreases from the 2027-28 base year. This proposed transfer is intended to replenish the capital reserve fund for future projects.															
112	(2) Recommendation for elimination of PSERS Fund Balance in 2022-23.															
113																
114	Expenses excluding Transfer to Capital, Debt Service and Fund Balance Use/Commitment					165,142,780	163,125,590	168,924,233	174,647,239	180,639,640	186,079,307	191,777,934	197,757,537	204,132,278	210,548,672	217,425,828
115	Salaries and Benefits					133,135,880	130,850,908	135,714,938	140,932,359	146,367,662	151,218,689	156,317,104	161,684,891	167,446,178	173,227,450	179,457,782
116	Salary and Benefit %					80.62%	80.21%	80.34%	80.70%	81.03%	81.27%	81.51%	81.76%	82.03%	82.27%	82.54%

	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN	AO
1	<b>State College Area School District</b>																
2	<b>General Fund Activity</b>																
3	<b>10/31/2022</b>																
4																	
5																	
6																	
15																	
16																	
17	<b>Beginning Fund Balance</b>	\$13,253,860	\$12,627,467	\$12,264,882	\$13,152,498	\$13,429,482	\$14,511,599	\$14,761,903	\$15,215,248	\$15,689,574	\$16,038,985	\$16,489,712	\$16,963,482	\$17,469,143	\$17,977,119	i	
18																	
19	<b>Revenue</b>	167,918,285	168,866,114	177,666,991	177,037,552	182,466,508	186,927,959	191,513,406	196,673,763	201,802,988	207,041,411	212,368,935	218,020,957	223,627,891	229,512,671		
20																	
21	Local	135,482,211	133,927,009	138,584,567	140,611,290	143,711,075	150,193,405	154,336,417	158,814,831	163,542,697	168,315,432	173,336,318	178,469,495	183,759,734	189,222,942		
22	State	29,981,916	29,871,141	34,456,309	33,502,270	35,434,789	35,462,354	35,941,989	36,623,932	37,025,291	37,490,980	37,797,617	38,316,462	38,633,157	39,054,730		
23	Federal	2,454,158	5,067,965	4,626,115	2,923,993	3,320,644	1,272,200	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000	1,235,000		
24																	
25	<b>Expense and transfers (excluding use of fund balance)</b>	158,464,023	154,859,898	169,529,069	180,273,275	183,232,015	186,398,658	192,124,064	198,110,440	202,516,782	208,214,409	214,195,762	220,572,053	226,987,947	233,866,603		
26	<b>Revenue less expense</b>	9,454,262	14,006,217	8,137,922	(3,235,722)	(765,507)	529,301	(610,659)	(1,436,677)	(713,794)	(1,172,997)	(1,826,827)	(2,551,096)	(3,360,056)	(4,353,932)	ii	
27																	
28	<b>Funding/(Use) of Committed Fund Balance (Revenue Shortfall)</b>	10,158,600	14,314,000	-	(3,974,900)	-	(521,000)	(1,944,000)	(2,879,000)	(2,128,000)	(2,795,000)	(3,589,000)	(4,474,000)	(5,427,000)	(715,600)	iii	
29	<b>Funding/(Use) of Committed Fund Balance (Health Insurance)</b>			7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865		
30	<b>(Use) of Committed Fund Balance (PSERS/Legal Liability)</b>	0	0	0	(396,159)	(2,640,414)	0	0	0	0	0	0	0	0	0	iv	
31	<b>Incr (Decr) in Assigned Fund Balance</b>	10,158,600	14,314,000	7,200,000	(4,371,059)	(1,847,624)	278,997	(1,064,003)	(1,911,004)	(1,063,204)	(1,623,724)	(2,300,597)	(3,056,757)	(3,868,032)	999,265	v (iii+iv)	
32																	
33	<b>Change in non-spendable Fund Balance</b>	77,945	28,325	228,405													
34	<b>Change in enterprise Fund Balance</b>		(83,127)	(1,727)													
35	<b>Change in Unassigned General Fund Balance</b>	(626,393)	(362,585)	1,164,600	1,135,337	1,082,117	250,304	453,345	474,326	349,410	450,727	473,770	505,661	507,976	(5,353,197)	vi (ii-v)	
36																	
37	<b>Ending Unassigned Fund Balance</b>	\$12,627,467	\$12,264,882	\$13,429,482	\$14,287,835	\$14,511,599	\$14,761,903	\$15,215,248	\$15,689,574	\$16,038,985	\$16,489,712	\$16,963,482	\$17,469,143	\$17,977,119	\$12,623,922	(i+vi)	
38																	



	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN
1	<b>State College Area School District</b>															
2	<b>General Fund Balance</b>															
3	<b>10/31/2022</b>															
4																
5			<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>
6			<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>	<b>2022-2023</b>	<b>2022-2023</b>	<b>2023-2024</b>	<b>2024-2025</b>	<b>2025-2026</b>	<b>2026-2027</b>	<b>2027-2028</b>	<b>2028-2029</b>	<b>2029-2030</b>	<b>2030-2031</b>	<b>2031-2032</b>
7	<b>General Fund - Unassigned</b>															
8	Beginning Balance		\$13,253,860	\$12,627,467	\$12,264,882	\$13,152,498	\$13,429,482	\$14,511,599	\$14,761,903	\$15,215,248	\$15,689,574	\$16,038,985	\$16,489,712	\$16,963,482	\$17,469,143	\$17,977,119
9																
10	Revenue less Expense (1)		(626,393)	(362,585)	1,164,600	1,135,337	1,082,117	250,304	453,345	474,326	349,410	450,727	473,770	505,661	507,976	(5,353,197)
11																
12	<b>General Fund - Unassigned</b>		<b>12,627,467</b>	<b>12,264,882</b>	<b>13,429,482</b>	<b>14,287,835</b>	<b>14,511,599</b>	<b>14,761,903</b>	<b>15,215,248</b>	<b>15,689,574</b>	<b>16,038,985</b>	<b>16,489,712</b>	<b>16,963,482</b>	<b>17,469,143</b>	<b>17,977,119</b>	<b>12,623,922</b>
13																
14	% of Expense (subject to 8% cap)		7.97%	7.92%	7.92%	7.93%	7.92%	7.92%	7.92%	7.92%	7.92%	7.92%	7.92%	7.92%	7.92%	5.40%
15																
16																
17	<b>General Fund - Committed</b>															
18	<b>PSERS</b>															
19	Beginning Balance		2,640,414	2,640,414	2,640,414	2,244,255	2,640,414	-	-	-	-	-	-	-	-	-
20																
21	Additions															
22	Planned Uses		-	-	-	(396,159)	(2,640,414)	-	-	-	-	-	-	-	-	-
23																
24	Ending Fund Balance		2,640,414	2,640,414	2,640,414	1,848,096	-	-	-	-	-	-	-	-	-	-
25																
33																
42	<b>Revenue Shortfall</b>															
43	Beginning Balance		-	10,158,600	24,472,600	30,832,174	24,472,600	24,472,600	23,951,600	22,007,600	19,128,600	17,000,600	14,205,600	10,616,600	6,142,600	715,600
44																
45	Additions/Use		10,158,600	14,314,000	-	(3,974,900)	-	(521,000)	(1,944,000)	(2,879,000)	(2,128,000)	(2,795,000)	(3,589,000)	(4,474,000)	(5,427,000)	(715,600)
46																
47	Ending Fund Balance		10,158,600	24,472,600	24,472,600	26,857,274	24,472,600	23,951,600	22,007,600	19,128,600	17,000,600	14,205,600	10,616,600	6,142,600	715,600	-
48																
49	<b>Health Insurance</b>															
50	Beginning Balance		-	-	-	-	7,200,000	7,992,790	8,792,787	9,672,783	10,640,780	11,705,576	12,876,851	14,165,254	15,582,498	17,141,466
51																
52	Additions/Use		-	-	7,200,000	-	792,790	799,997	879,997	967,996	1,064,796	1,171,276	1,288,403	1,417,243	1,558,968	1,714,865
53																
54	Ending Fund Balance		-	-	7,200,000	-	7,992,790	8,792,787	9,672,783	10,640,780	11,705,576	12,876,851	14,165,254	15,582,498	17,141,466	18,856,330
55																
56																
57	<b>Total General Fund - Committed</b>		<b>12,799,014</b>	<b>27,113,014</b>	<b>34,313,014</b>	<b>28,705,370</b>	<b>32,465,390</b>	<b>32,744,387</b>	<b>31,680,383</b>	<b>29,769,380</b>	<b>28,706,176</b>	<b>27,082,451</b>	<b>24,781,854</b>	<b>21,725,098</b>	<b>17,857,066</b>	<b>18,856,330</b>
58																
59	<b>Total General Fund</b>		<b>25,426,481</b>	<b>39,377,896</b>	<b>47,742,496</b>	<b>42,993,205</b>	<b>46,976,989</b>	<b>47,506,290</b>	<b>46,895,632</b>	<b>45,458,954</b>	<b>44,745,161</b>	<b>43,572,163</b>	<b>41,745,336</b>	<b>39,194,241</b>	<b>35,834,185</b>	<b>31,480,252</b>
60																
61																

	B	C	W	Z	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL	AM	AN
63	<b>State College Area School District</b>															
64	<b>Capital Reserve Fund</b>															
65	<b>10/31/2022</b>															
66																
67		<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>	<b>Projected</b>
68		<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>	<b>2022-2023</b>	<b>2022-2023</b>	<b>2023-2024</b>	<b>2024-2025</b>	<b>2025-2026</b>	<b>2026-2027</b>	<b>2027-2028</b>	<b>2028-2029</b>	<b>2029-2030</b>	<b>2030-2031</b>	<b>2031-2032</b>	
69																
70	Beginning Balance	\$65,352,257	\$64,456,646	\$59,832,977	\$55,453,954	\$62,086,123	\$64,060,846	\$59,205,092	\$57,609,835	\$55,990,650	\$56,680,510	\$57,380,717	\$60,639,203	\$63,944,691	\$68,470,886	
71																
72	Additions:															
73	Transfer (5)	1,783,500	-	6,960,000	2,513,370	2,633,000	-	-	-	-	-	2,547,775	2,545,900	3,717,025	3,714,462	
74	Lemont Sale	1,298,325														
75	Bond Reimbursements		-		198,370	-	-	-	-	-	-	-	-	-	-	
76	Net Investment Earnings	1,191,756	224,857	148,921	681,809	1,041,722	810,913	738,076	714,148	689,860	700,208	710,711	759,588	809,170	877,063	
77	Total Additions	4,273,581	224,857	7,108,921	3,393,549	3,674,722	810,913	738,076	714,148	689,860	700,208	3,258,486	3,305,488	4,526,195	4,591,525	
78																
79	Uses:															
81	Debt Service:															
82	2018 Bonds - Elementary (1)	(3,441,200)	(3,444,450)	(3,444,700)	(3,444,600)											
83	2019 Bonds - HS/Elem/Nittany Ave/Memorial Field/Playgrounds/North bldg (2)	(638,715)	(1,404,075)	(1,411,075)	(1,411,700)											
84	Middle School (3)		-		-											
85																
86	Capital Expenditures:															
87	Athletic/Recreation Facilities (4)				(2,333,333)		(2,333,333)	(2,333,333)	(2,333,333)							
88	Physical Plant Building (6)					(1,700,000)	(3,333,333)									
89	MNMS HVAC	(563,613)														
90	South Track Lighting	(442,209)														
91	North Field Lighting															
92	North Field Project	(83,455)														
93	Total Uses	(5,169,192)	(4,848,525)	(4,855,775)	(7,189,633)	(1,700,000)	(5,666,667)	(2,333,333)	(2,333,333)							
94																
95	Net Change	(895,611)	(4,623,668)	2,253,146	(3,796,084)	1,974,722	(4,855,754)	(1,595,257)	(1,619,185)	689,860	700,208	3,258,486	3,305,488	4,526,195	4,591,525	
96																
97	<b>Ending Fund Balance</b>	\$64,456,646	\$59,832,977	\$62,086,123	\$51,657,870	\$64,060,846	\$59,205,092	\$57,609,835	\$55,990,650	\$56,680,510	\$57,380,717	\$60,639,203	\$63,944,691	\$68,470,886	\$73,062,412	
98																
100	<i>(1) Elementary: Series 2018 Bonds - debt service for 25 years to fund \$56.9 MM @ 3.72%. Debt service for the Series 2018 Bonds was paid from the Capital Reserve Fund through 2021-22. Recommend payment from General Fund beginning in 2022-23.</i>															
101	<i>(2) Series 2019 Bonds - debt service for 25 years to fund \$25.6 MM @ 2.74%. Borrowing includes \$6.1 Million High School; Elem \$2.9 million; Memorial Field \$12.7 million; Playgrounds \$900,000; North building \$3 million. Debt service for Series 2019 Bonds was paid from the Capital Reserve Fund through 2021-22. Recommend payment from General Fund beginning in 2022-23.</i>															
102	<i>(3) Current projection assumes no borrowing for the middle school project.</i>															
103	<i>(4) Assumes estimated \$7.6 million for Athletic/Recreation Facilities is funded from Capital Reserve. Assumed timing of expenses extended through 2025-26.</i>															
104	<i>(5) Includes a transfer beginning in 2028-29 in the amount which debt service decreases from the 2027-28 base year. This proposed transfer is intended to replenish the capital reserve fund for future projects.</i>															
105	<i>(6) Assumes the funding for the Physical Plant building, which is intended to begin construction in 2022-23, will be funded from the Capital Reserve Fund.</i>															

State College Area School District  
Fund Balance Summary - General and Capital Reserve Fund  
10/31/2022

Assumes 4.1 % (Act 1) Tax Increase

	Actual 2019- 2020	Actual 2020- 2021	Actual 2021- 2022	Budget 2022- 2023	Projected 2022- 2023	Projected 2023- 2024	Projected 2024- 2025	Projected 2025- 2026	Projected 2026- 2027	Projected 2027- 2028	Projected 2028- 2029	Projected 2029- 2030	Projected 2030- 2031	Projected 2031- 2032
Nonspendable Fund Balance	\$ 1,855,488	\$ 1,827,163	\$ 1,598,758	\$ 1,827,163	\$ 1,598,758	\$ 1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758	1,598,758
General - Assigned- Enterprise		83,127	84,854	83,127	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854	84,854
General Unassigned	12,627,467	12,264,882	13,429,482	14,287,835	14,511,599	14,761,903	15,215,248	15,689,574	16,038,985	16,489,712	16,963,482	17,469,143	17,977,119	12,623,922
General Committed Revenue Shortfall	10,158,600	24,472,600	24,472,600	26,857,274	24,472,600	23,951,600	22,007,600	19,128,600	17,000,600	14,205,600	10,616,600	6,142,600	715,600	-
General Committed Health Insurance			7,200,000	-	7,992,790	8,792,787	9,672,783	10,640,780	11,705,576	12,876,851	14,165,254	15,582,498	17,141,466	18,856,330
General Committed PSERS	2,640,414	2,640,414	2,640,414	1,848,096	-	-	-	-	-	-	-	-	-	-
Total General Fund	27,281,969	41,288,186	49,426,108	44,903,495	48,660,601	49,189,902	48,579,243	47,142,566	46,428,772	45,255,775	43,428,948	40,877,852	37,517,796	33,163,864
Capital Reserve Fund	64,456,646	59,832,977	62,086,123	51,657,870	64,060,846	59,205,092	57,609,835	55,990,650	56,680,510	57,380,717	60,639,203	63,944,691	68,470,886	73,062,412
Total Fund Balance	\$ 91,738,615	\$ 101,121,163	\$ 111,512,231	\$ 96,561,365	\$ 112,721,446	\$ 108,394,994	\$ 106,189,079	\$ 103,133,216	\$ 103,109,282	\$ 102,636,492	\$ 104,068,151	\$ 104,822,543	\$ 105,988,683	\$ 106,226,276

## State College Area School District

### 2023-2024 Budget Development - Updated December 1, 2022

*Key dates in the budget process based on PDE published filing requirements.*

#### **November 9 Finance Committee**

- Administration will present budget projections including real estate tax increases at 0%, 2%, and 4.1% (Act 1 Index).

#### **November 21 Board Discussion**

- Administration will present budget projections including real estate tax increases at 0%, 2%, and 4.1% (Act 1 Index).

#### **December 5 Board Discussion**

- Administration will present an initial proposed preliminary budget including recommendation to adopt opt out resolution.

#### **December 14 Finance Committee**

- Budget Development - Proposed preliminary budget presented

#### **December 21 Board Discussion**

- Board discussion of proposed preliminary budget and adopt opt out resolution.

#### **December 31**

- District deadline to notify residential property owners not currently approved or whose approval is due to expire that the owner must submit a completed application to county assessment office to qualify for homestead exclusion. Deadline for submitting an application is March 1.

#### **January 11 Board**

- Budget Development

#### **January 23 Board Meeting Action Required**

- Budget Development
- Deadline to make 2023-2024 proposed preliminary budget available for public inspection or adopt resolution indicating will not raise the rate of any tax by more than index. (PDE deadline January 26)

#### **January 28**

- Deadline to submit a copy of adopted resolution

### **February 6 Board Meeting Action Required**

- Adopt preliminary budget if resolution not adopted. (PDE deadline February 15)

### **February 8 Finance Committee**

- Budget Development

### **February 11**

- Deadline to submit 2023-2024 preliminary budget containing proposed tax rate increases to PDE. (Five days after adoption, N/A if opt out resolution adopted)

### **February 20 Board Meeting**

- Budget Development

### **February 23**

- Deadline to publish notice of intent to request approval for a referendum exception.

### **March 1**

- Deadline for residential property owners to submit homestead application to County Assessment office.

### **March 2**

- File Referendum exception request (N/A if opt out resolution adopted)

### **March 17**

- PDE deadline to file referendum exception request (75 days prior to primary Election) (N/A if opt out resolution adopted)

### **March 8 - Finance Committee**

- Budget Development

### **March 20 - Board Meeting**

- Budget Development

### **March 22**

- PDE to rule on school district request for referendum exception (55 days prior to primary election)

### **April 12 - Finance Committee**

- Budget Development

### **April 17 - Board Meeting**

- Presentation of district proposed final budget for 2022-2023

### **May 1 - Board Action Required**

- Approval of district Proposed Final Budget for 2023-2024 for board.  
(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 10 Finance Committee**

- Budget Development

### **May 15 Board Meeting and Budget Hearing**

- Public hearing for district final budget for 2023-2024

### **May 16**

- Primary Election Day

### **May 15**

- Proposed Final Budget on Form PDE-2028 available for public  
inspection (PDE deadline 20 days prior to final budget adoption)

### **May 25**

- District publish notice of intent to adopt Final Budget (PDE deadline 10 days prior  
to adoption)

### **June 5 Board Meeting (Board action required)**

- Adopt Final Budget on Form PDE-2028 (resolution)
- Homestead and Farmstead Exclusion Resolution
- Annual Tax Levy Resolution
- Installment Payment Plan Resolution
- (PDE deadline June 30)



# State College Area School District





# 2023-24 Budget Development

**State College  
Area School District  
December 5, 2022**

# 2023-24 Proposed Preliminary Budget

- Board decision points
  - Proposed Preliminary Budget
  - Or
  - Accelerated Budget Opt Out Resolution
    - Deadline: January 26
    - Scheduled: January 23 meeting

# What is the Accelerated Budget Opt Out Resolution

- Maintains any real estate tax rate increase would be within the Act 1 index – 4.1% for FY24
- Comply with budget adoption rules in School Code
- Not eligible to use Act 1 referendum exceptions

# What is the Act 1 Index?

Calculated by averaging the percent increase in the Pennsylvania statewide average weekly wage and the Federal employment cost index for elementary/secondary schools

# What is a referendum exception?

Allows for the tax rate to be set higher than the index for certain expenses:

- School construction debt service
- Special education expenditures
- Retirement contributions

# Since Act 1 of 2006

Referendum Exceptions used for:

- State High referendum debt in 2015-16 and 2016-17
- Retirement contributions in 2010-11 through 2013-14

Rate within index, all other years

# Resolution

- Used frequently
- Still follow preliminary budget process, which allows for Board discussion of budget development and public input

# Why approve the Resolution?

- Provides notice to community of intent to maintain tax rate within the index
  - Will not apply for exceptions
- Does not set tax rate
  - Tax rate approved with final budget
- Allows Board to consider administrative recommendations during budget development process
- Reminder: State budget approval deadline June 30

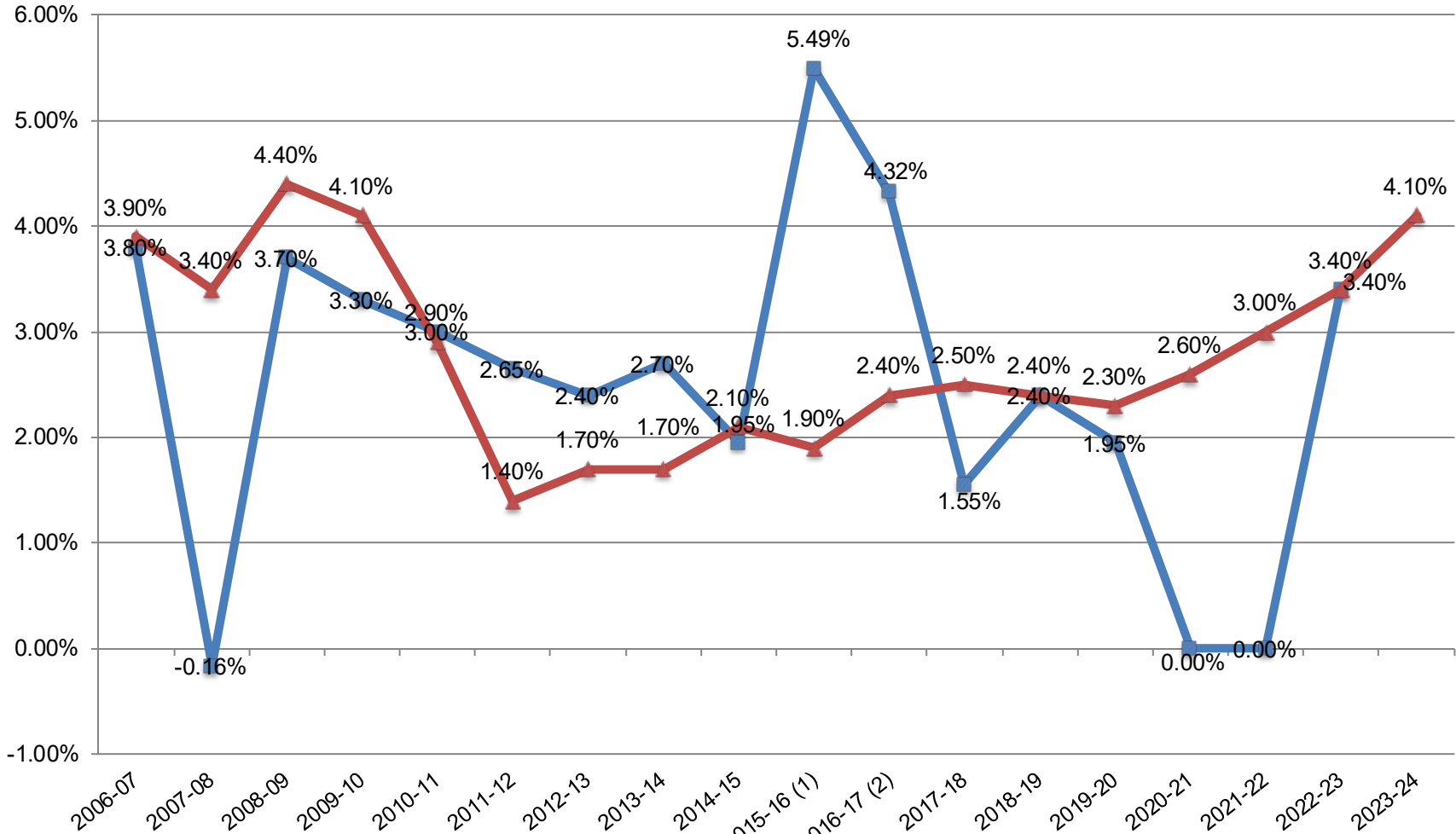




# Proposed Preliminary Budget

- Three options for the Proposed Preliminary Budget are presented:
  - 0%, 2% and 4.1% (Act 1 index)
  - Impacts the level of use of committed fund balance and projected negative shortfalls in the multiyear projection
- Prior three years tax rate increases:
  - 2020-21 0%
  - 2021-22 0%
  - 2022-23 3.4%
- Note: At Dec. 14 Finance Comm/. Discuss tax rate increase for future budget presentations.

## Real Estate Tax Increase vs. Act 1 Index



(1) Act 1 Index 1.9%, exceptions 3.59% (High School Project)  
 (2) Act 1 Index 2.4%, exceptions 1.92% (High School Project)

5- Year avg = 1.55%

10- Year Avg = 2.38%

Real Estate Act 1

# Tax Increase Options

	<b>0% Tax Increase</b>	<b>2% Tax Increase</b>	<b>4.1% Tax Increase</b>
<b>Beginning Fund Balance</b>	\$14,511,599	\$14,511,599	\$14,511,599 <sup>a</sup>
<b>Revenue</b>	182,172,337	184,492,218	186,927,959
Local	145,437,783	147,757,664	150,193,405
State	35,462,354	35,462,354	35,462,354
Federal	1,272,200	1,272,200	1,272,200
<b>Expense (including capital reserve transfer)</b>	186,398,658	186,398,658	186,398,658
<b>Revenue less expense</b>	(4,226,321)	(1,906,440)	529,301 <sup>b</sup>
Funding (Use) of Committed Fund Bal (COVID-19)	(5,277,000)	(2,958,000)	(521,000) <sup>c</sup>
Funding (Use) of Committed Fund Bal (Health Insurance)	799,997	799,997	799,997 <sup>d</sup>
Funding (Use) of Committed Fund Bal (PSERS)	0	0	0 <sup>e (c+d)</sup>
<b>Change in Assigned Fund Balance</b>	(4,477,003)	(2,158,003)	278,997 <sup>f (c+d+e)</sup>
<b>Change in Unassigned General Fund Balance</b>	250,682	251,563	250,304 <sup>g (b-f)</sup>
<b>Ending Unassigned Fund Balance</b>	<u>\$14,762,281</u>	<u>\$14,763,162</u>	<u>\$14,761,903</u> <sup>(a+g)</sup>
<b>Unassigned Fund Balance Percentage</b>	7.9%	7.9%	7.9%

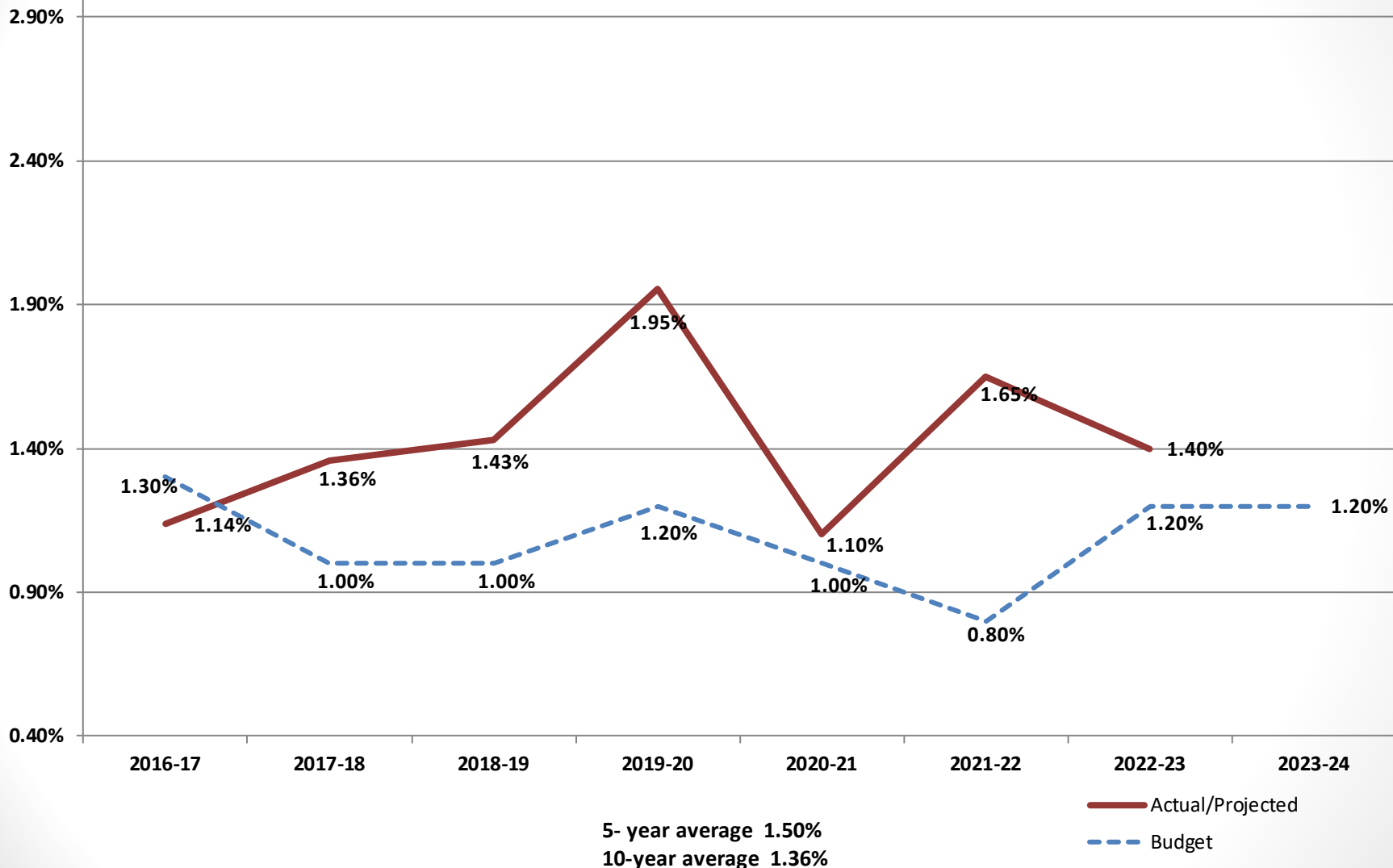


# Other Local Revenue Major Assumptions

- Real estate tax – other assumptions
  - Assessed value growth 1.2%
  - Collection percentage 97.2%
- Earned income growth 2.5%

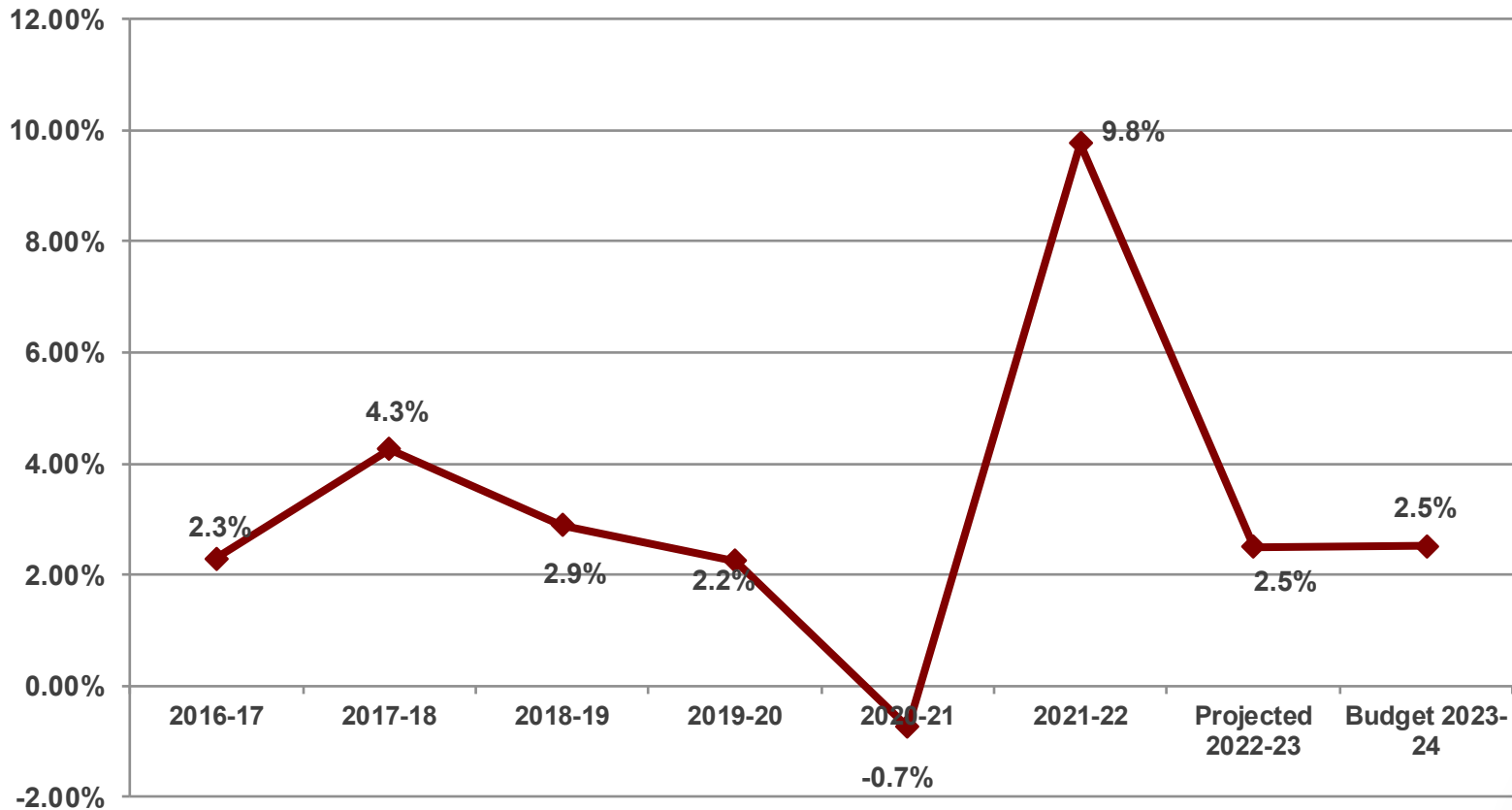


# Historical Assessed Value Growth





## Earned Income Tax - Historical Percent Change



Five-year average through 2021-22	3.69%
Ten-year average through 2021-22	4.01%
Five-year average through 2019-20	3.02%



# Expense Assumptions

- Salaries and benefits
  - Reflects impact of current contractual agreements and estimates for those expiring
  - Assumes 2022-23 budgeted contracted staffing levels (with the exception of the PTS Science position)
  - Due to grant funding availability ending, summer school and tutoring have been modified to return level closer to historical.
    - This proposal may change after further review.
  - Assumes 10% rate increase for health insurance over projected 2022-23 expenses.



# Expense Assumptions (cont'd)

- Higher inflationary increases for goods and services than normal.
- Assumes reduction in psychological services due to elimination of grant funding.
  - Explore external grants including continuation of funding with the SCASD Ed Foundation
- Assumes all debt service is funded from the General Fund.
- Assumes no transfer to Capital Reserve Fund given budgeted revenue not in excess of expenses.





# Fund Balance Assumptions

- Unrestricted Fund Balance – maintain just under 8% state maximum.
- Committed Fund Balance:
  - Health Insurance – funded at 6 months of estimated health insurance expense
  - PSERS – Recommend reallocating in 2023-24
  - Revenue Shortfall – utilized to fund expenses in excess of revenue in projections.

# Items for Focus 2023-24 Budget

- Compensation and Benefits
- Athletics and Student Activities

# Items for Consideration 2023-24 Budget

- Reading Curriculum
- Grant funded expenses in 2022-23
- Inflation Impacts

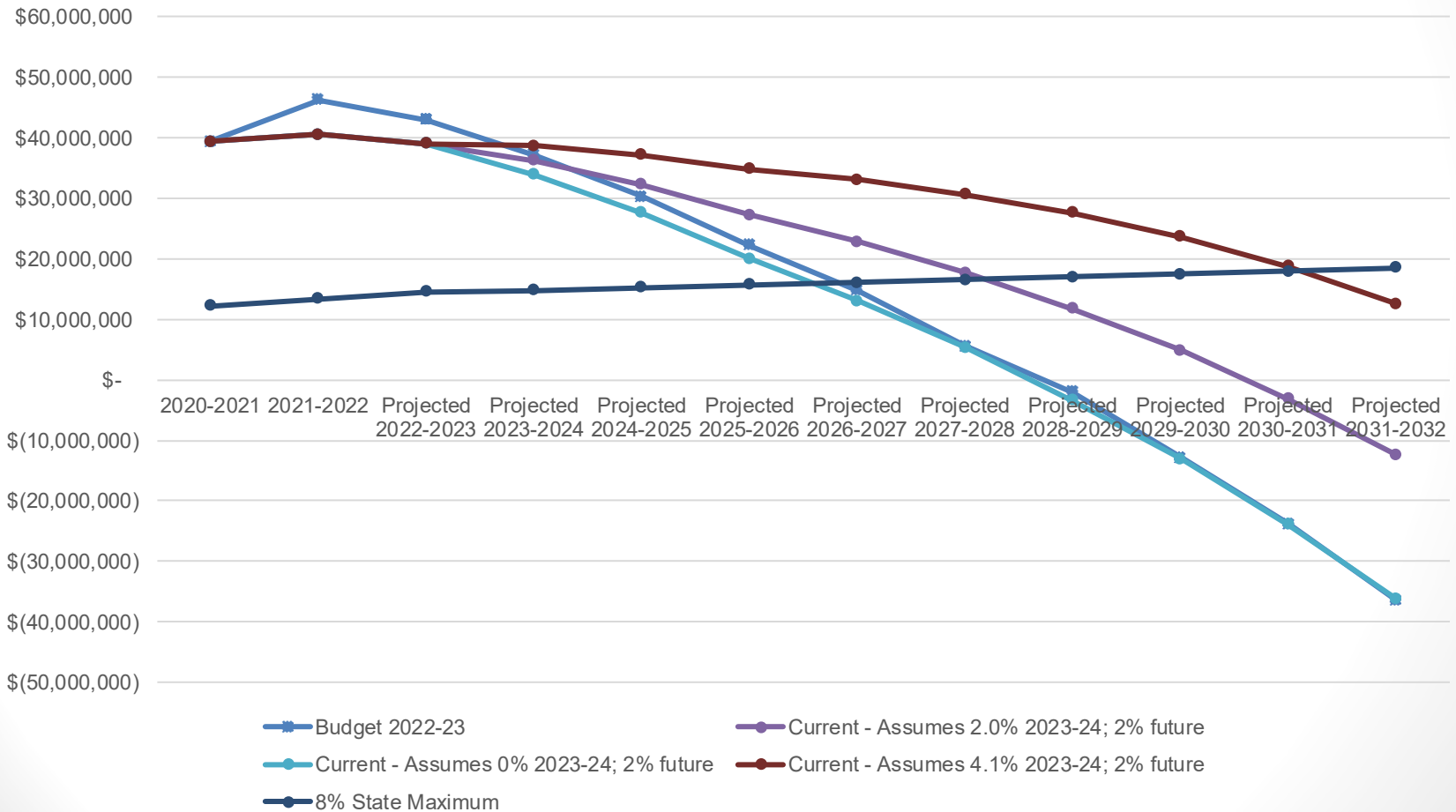


# Multi-year Projections

- Declining fund balance as expenses exceed revenues
- Impact on future capital projects

# Multi-year Projections

## General Fund - Committed and Unassigned Fund Balance (excluding Committed Health)





# Next Steps

- 12/14/2022 Finance and Audit
- 12/19/2022 Board
- 1/11/2023 Board
- 1/23/2023 Board
  - Consideration of Opt Out Resolution

# Questions

# State College Area School District

