

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:	Robert O'Donnell, Randy Brown and Donna Watson
Subject:	2022-2023 Budget Development
Date:	February 17, 2022

This discussion of budget development centers around revenue. While we focus primarily on the 2022-2023 budget, the five-year projections as well as rollforward of fund balance analysis is also included.

The total revenue budget is \$176,656,428 with \$140,863,322 or 80% representing local, \$32,916,175 or 18% from state sources, and \$2,876,931 or 2% being federal.

Local Revenue Assumptions

	Budget assumption	Five-year average	2020-21 Actual	Projected 2021-22
Real estate tax rate increase	3.40%	1.55%	0%	
Act 1 Index	3.40%	2.74%	3.00%	
Assessed value growth	1.20%	1.40%	1.10%	1.35%
Real estate tax collection	97.20%	97.20%	97.10%	97.60%
Earned income tax growth	2.50%	2.20%	(.74%)	2.50%

Looking at additional local revenues:

- Transfer tax is expected to approach \$3 million in the current year, with the budget being \$2.8 million, while the 5-year average is \$2.9 million
- Delinquent real estate tax revenue is projected and budgeted being \$1.1 million based upon the 5-year average and recent balance of uncollected taxes.
- Interim real estate tax revenue is now projected for 2021-22 at \$1.2 million based upon billings on February 1, however the budget remains at \$600,000 due to the unpredictability of this revenue.

State revenue

This version of the budget proposal and multi-year projections include updates to the 2021-22 basid and special education subsidy. These amounts had not yet been updated to reflect the amount awarded in the state budget for 2021-22. The future year budget projections assume the same funding level.

State revenue assumptions

	Preliminary Budget	Revised Budget	Impact over projection period
Basic Ed Subsidy	\$8,406,928	\$9,039,487	\$6,325,590
Special Ed Subsidy	\$3,358,750	\$3,409,937	\$511,870

The budget for retirement reimbursement revenue has decreased as a result of the employer contribution rate reduction announced at the end of 2021. This accounts for a reduction in expense between \$400,00 and \$1,100,000 annually. The reimbursement revenue is equal to approximately 50% of the expense.

Multi-Year Projections

The multi-year projections have been updated and are include for review. Changes in estimates are noted by yellow highlight. In this version, fund balance increases, although still resulting at a negative balance in the 2028-29 projection year.

Federal revenue will be the primary focus of future revenue updates. Adjustments in federal revenue will for the most part be related to the expenses funding by ESSER grants. You may remember we have three fiscal years, beginning with 2020-21, to spend the ESSER grants.

The expenditure budget is the focus on the finance teams work at this time. The personnel budget, including salaries and benefits, being the majority of this effort. In addition, the remaining expenses budgets are being analyzed following budget head and department submission. Our primary concern with expenses so far is related to cost increases due to inflation as well as product availability due to supply chain issues. We are also attempting to quantify the various PPE supplies and services added during the pandemic which will be required for next year. The expenditure budget will be presented in March.

Governor's 2022 Budget Proposal

Here are some links to Governor's budget proposal.

Proposed 22-23 BEF Funding www.education.pa.gov/Documents/Teachers-Administrators/...

Proposed 22-23 SEF Funding www.education.pa.gov/Documents/Teachers-Administrators/...

Summary of the Governor's BudgetThe new investments for classroom funding include: \$1.25 billion increase in Basic Education Fair Funding Formula. This investment enables all school districts to have the basic resources they need to provide a high-quality education for Pennsylvania students. With this increase, more than \$2 billion, or 26.5 percent, of total Basic Education Funding, will be distributed through the fair funding formula enacted in June 2016 to provide a more equitable and predictable allocation to school districts across Pennsylvania.

\$300 million increase in Level Up. This targeted investment provides more equitable funding to the 100 most underfunded districts and the students they serve. This investment, combined with the increase to the Fair Funding Formula, means that more than 30 percent of all Basic Education Funding will be allocated to school districts based on the demographics of students today. \$200 million increase in Special Education Funding Formula. This investment ensures school districts have the basic resources they need to provide high-quality special education services to students with disabilities and special needs.

\$200 million increase in Special Education Funding Formula. This investment ensures school districts have the basic resources they need to provide high-quality special education services to students with disabilities and special needs.

Charter School Funding Reform Proposal Applying the Special Education Formula to All Public Schools: Currently, school districts receive funding for special education students through a three-tiered Special Education Funding formula, with funding increasing as the student's need for special education services increases. Special education tuition payments to charters, however, are calculated based on the outdated assumption that all school districts have a special education population of 16 percent, regardless of the level of services a student's Individualized Education Plan outlines. The governor's budget applies the tiered Special Education Funding formula to all charters to better align Special Education Funding with actual costs of providing services to special education students. This was a recommendation from the bipartisan Special Education Funding Commission and will save school districts an estimated \$174 million annually.

Establishing a Statewide Cyber Charter Tuition Rate: Currently, cyber charter schools in Pennsylvania charge school districts between \$8,306 and \$36,204 per student per year. For comparison, the typical tuition rates an Intermediate Unit charges to provide a comparable online education is around \$5,400 per student per year. The governor's budget establishes a statewide cyber tuition rate of \$9,800 per student per year and will better align tuition with the actual costs of providing an online education. This reform will save school districts an estimated \$199 million annually.

As a point of interest, if the current Governor's proposal is funded as presented, the district would see almost \$3 million in additional subsidy. From our experience, it is too early in the process to include this increase. As we have handled historically, we will not adjust the state revenue budget until the state budget is approved.

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4	B State College Area School District		W	Z	AA	AB	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL
1	State College Area School District General Fund Revenue															
2	2/15/2022															
3	2/15/2022															
5	Accumutione															
6 7	Assumptions:	2.90%	2.25%	-0.74%	1.00%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
8	Earned Income Tax Growth (1) Assessed Value Growth (2)	2.90% 1.43%	2.25% 1.95%	-0.74% 1.10%	0.80%	2.50% 1.35%	2.50%	2.50% 1.20%	2.50% 1.20%	2.50% 1.20%	2.50% 1.20%	2.50% 1.20%	2.50%	2.50%	2.50% 1.20%	2.50% 1.20%
8	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%	0.00%
9 10		2.40%	2.30%	2.60%	3.00%	3.00%	3.40%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
12		2.40%	1.95%	0.00%	0.00%	0.00%	3.40%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
12	Actual/110jected Total Tax Increase	Actual 2018-	Actual 2019-	Actual 2020-		Projected	Budget 2022-									
40		2019	2020	2021	Budget 2021- 2022	2021-2022	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
13		2019	2020	2021	2022	2021-2022	2023	2023-2024	2024-2025	2023-2026	2020-2027	2027-2028	2028-2029	2029-2030	2030-2031	2031-2032
14 16		¢00 400 000	¢400.400.000	¢404 444 070	\$400 700 0F0	\$400.050.000	#407 700 704	444 404 000	445 407 000	440 440 474	\$400,400,000	\$407,000,470	#404 040 475	£400.000.400	#440.004.000	¢4.45.404.00
-	CURRENT REAL ESTATE TAX	\$96,102,333	\$100,120,228	\$101,141,373	+ · · · / · · / · · ·	\$103,059,693	\$107,726,781	111,404,823	115,197,338	119,119,474	\$123,162,338	\$127,339,176	\$131,646,175	\$136,092,160	\$140,684,869	\$145,424,02
17	REAL ESTATE TAX-REFERENDUM DEB	, ,	4,946,210	4,945,740	4,945,269	4,945,269	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	4,946,49
18	EARNED INCOME TAX	18,388,631	18,802,288	18,662,696	18,572,524	19,129,264	19,610,000	20,100,000	20,600,000	21,120,000	21,650,000	22,190,000	22,740,000	23,310,000	23,890,000	24,490,00
19	REALTY TRANSFER TAX	3,070,277	3,046,841	3,542,448	2,500,000	3,000,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000	2,800,00
20	DELINQUENT REAL ESTATE TAX	1,190,289	1,225,055	1,653,703	1,300,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,00
21		1,277,422	1,338,213	1,388,429	600,000	1,200,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,00
22		739,659	781,373	733,829	832,280	1,068,309	802,610	733,819	733,819	733,819	733,819	733,819	733,819	733,819	733,819	733,81
23		664,382	674,646	613,671	674,646	613,671	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,646	674,64
24		386,864	376,816	315,549	383,000	383,000	383,000	393,000	403,000	413,000	423,000	434,000	445,000	456,000	467,000	479,00
25	TUITION	1,414,650	1,198,923	352,567	1,405,011	1,011,325	1,443,680	1,443,680	1,443,680	1,443,680	1,443,680	1,443,680	1,443,680	1,443,680	1,443,680	1,443,68
26	MISC LOCAL REVENUE	634,427	1,770,439	303,638	396,646	291,930	460,852	460,852	460,852	460,852	460,852	460,852	460,852	460,852	460,852	460,85
27	PUBLIC UTILITY REALTY TAX	118,725	110,406	122,788	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,190	117,19
28 29	INTEREST ON INVESTMENTS	<u>1,269,780</u>	<u>1,090,774</u>	<u>150,577</u>	100,000	<u>100,000</u>	200,000	<u>250,000</u>	250,000	250,000	250,000	250,000	250,000	<u>250,000</u>	<u>250,000</u>	<u>250,00</u>
30	TOTAL LOCAL	130,199,417	135,482,211	133,927,009	132,595,519	136,019,650	140,863,322	145,021,397	149,326,734	153,775,813	158,359,148	163,085,809	167,955,455	172,983,898	178.167.136	183,519,70
30	TOTAL LOCAL	130,199,417	135,462,211	133,927,009	132,595,519	130,019,030	140,003,322	145,021,397	149,320,734	155,775,615	150,559,140	103,003,009	167,955,455	172,903,090	170,107,130	103,519,703
32	STATE															
33	BASIC ED INSTR SUBSIDY	7,920,859	8,406,928	8,406,907	8,406,928	9,039,487	9,039,487	9.039.487	9,039,487	9,039,487	9,039,487	9,039,487	9.039.487	9,039,487	9,039,487	9,039,487
33	SPECIAL ED REVENUE	3,292,352	3,358,750	3,358,713	3,358,750	3,409,937	3,409,937	3,409,937	3,409,937	3,409,937	3,409,937	3,409,937	3,409,937	3,409,937	3,409,937	3,409,93
35	REV. FOR RETIREMENT	11,363,341	11,921,782	11.994.488	12,831,101	13,017,700	13,583,017	14.100.000	14.650.000	15,200,000	15,600,000	16.000.000	16.400.000	16.800.000	17.150.000	17,500,00
36	REV. FOR SOCIAL SECURITY	2,536,120	2,375,222	2,707,175	2,812,255	2,853,129	2,946,968	3,025,139	3,106,958	3,184,632	3,248,325	3,313,291	3,379,557	3,447,148	3,516,091	3,586,41
30	PROPERTY TAX REDUCTION	1,423,448	1,423,580	1,426,711	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	1,421,949	1,421,949	1,421,94
37	TRANSPORTATION REVENUE	926,079	803.219	812.080	800.000	800.000	800.000	800.000	800.000	800.000	800.000	800,000	800,000	800.000	800.000	800,00
38	BOND REIMBURSEMENTS (3)	320,857	277,820	250.398	937.733	937.733	938.804	938.994	939.196	939.055	800,000	800,000	718.819	719.287	666.215	800,00 666,60
39 40	HEALTH SERVICES REVENUE	140,026	140,519	138,232	140,000	937,733 140,000	938,804 140,000	938,994 140,000	939,196 140,000	939,055 140,000	140,000	140,000	140,000	140,000	140,000	
40 41		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	140,00 310,01
41	SAFETY GRANTS	65,000	24,691	73,505	310,013	20,000	310,013	310,013 -	310,013 -	310,013	310,013	310,013	310,013	310,013	310,013	510,01
		,	,	,	-	,	-				-	-			Ŭ	400.00
43		227,172	197,228	218,773	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,000	196,00
44		6,818,508	634,792	74,018	0	0	0	-	-	-	0	0	0	0	0	400.00
45	TUITION - 1305/1306	<u>108,757</u>	<u>107,373</u>	<u>100,126</u>	130,000	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>130,00</u>
40	TOTAL STATE	35,452,531	29,981,916	29,871,141	31.344.730	32,275,949	32,916,175	33,511,519	34.143.541	34,771,074	35,171,439	35,636,186	35,945,763	36,413,822	36,779,693	37,200,40
47		55, 4 52,551	23,301,310	23,571,141	51,544,750	52,215,343	52,310,173	55,511,513	57,175,571	54,771,074	55,171,455	55,550,100	55,545,705	50,415,022	55,115,035	01,200,40
48	FEDERAL															
49 50	TITLE I REVENUE	783,712	786,137	708,109	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,000	600,00
50		167,980	169,276	145,873	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,000	140,00
51	ACCESS FUNDS	343,115	685,060	372,126	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	250,000	· · · · · · · · · · · · · · · · · · ·
52 53		,	,	372,126	4,283,657	,	250,000 1,851,931	,	,	250,000 110,000	250,000	,	,	,	250,000	250,00 110,00
	OTHER FEDERAL REVENUE (5) TITLE III REVENUE	119,545	765,724	, ,	· · ·	3,517,646		206,687	110,000	,	,	110,000	110,000	110,000		
54 55		<u>56,699</u>	<u>47,960</u>	24,246	35,000	35,000	<u>35,000</u>	35,000	35,000	35,000	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	35,000	<u>35,000</u>	<u>35,00</u>
56 57	TOTAL FEDERAL	1.471.051	2,454,158	5,067,965	5.308.657	4.542.646	2.876.931	1,231,687	1.135.000	1,135,000	1,135,000	1,135,000	1,135,000	1,135,000	1,135,000	1,135,00
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58	TOTAL REVENUE	167,123,000	167,918,285	168,866,114	169,248,905	172,838,245	176,656,428	179,764,604	184,605,275	189,681,886	194,665,586	199,856,996	205,036,217	210,532,719	216,081,829	221,855,103
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 (2) Projected 2021-22 reflects an esimate 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.

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(3) Excludes reimbursement due to the district for debt service payments related to the high school and elementary project debt paid through 2020-21. Reimbursement related to referendum debt is approximately \$312,000 annually.

64 Plancon reimbursement related to debt paid from the capital reserve fund is included in the projected transfer to capital reserve.

(4) Other State Revenue for 2018-19 and 2019-20 include DCED grant revenue related to the State High Project and three elementary buildings. This grant revenue is included in both revenue and expense.

66 (5) Other Federal Revenue includes Perkins and Title IV revenue. Also included from 2019-20 through 2023-24 are actual/projected revenue from COVID related grants.

B Id	AA	AD	AG	AH	AI	AJ	AK	AL	АМ	AN	AO	AP	AQ	AR	AS
81 State College Area School District	AA	AD	AG	АП	AI	AJ	An	AL	AW	AN	AU	AP	AQ	AR	AS
82 General Fund Expenses and Fund Balance Transfers															
	,														
<u>83</u> 2/15/2022															
84															
85															
	Actual 2018-	Actual 2019-	Actual 2020-	Budget 2021-	Projected	Budget 2022-	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected
86	2019	2020	2021	2022	2021-2022	2023	2023-2024	2024-2025	2025-2026	2026-2027	2027-2028	2028-2029	2029-2030	2030-2031	2031-2032
87															
88 Salaries	69,490,777	71,274,299	70,932,556	75,023,470	76,113,892	78,617,249	80,702,646	82,885,370	84,957,504	86,656,654	88,389,787	90,157,583	91,960,735	93,799,949	95,675,94
89 Health Insurance	12,563,861	13,478,031	14,266,500	17,335,113	17,035,113	19,249,678	21,174,646	23,292,110	25,621,321	28,183,454	31,001,799	34,101,979	37,512,177	41,263,394	45,389,73
90 PSERS	22,561,701	23,775,689	23,969,757	25,662,202	26,035,399	27,166,033	28,200,000	29,300,000	30,400,000	31,200,000	32,000,000	32,800,000	33,600,000	34,300,000	35,000,00
91 Other Benefits	6,797,767	6,773,545	6,803,775	7,257,138	7,371,239	7,578,631	7,800,000	8,000,000	8,200,000	8,400,000	8,600,000	8,800,000	9,000,000	9,200,000	9,400,00
92 Professional Services	3,150,563	2,831,599	2,947,482	3,796,754	3,774,937	3,863,805	3,770,000	3,830,000	3,900,000	3,970,000	4,040,000	4,110,000	4,180,000	4,250,000	4,320,00
93 Purchased Property Services	1,781,117	1,320,379	1,551,666	1,422,447	1,735,744	1,495,295	1,520,000	1,550,000	1,580,000	1,610,000	1,640,000	1,670,000	1,700,000	1,730,000	1,760,00
94 Charter School Expense 95 Other Purchased Services	6,013,133	5,929,478	5,867,965	5,825,760	6,009,655	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	7,570,00
96 Supplies/Equipment	6,465,922 8,155,769	6,138,888 7,579,832	6,094,301 8,208,900	7,082,266 7,903,308	7,277,485 7,721,683	7,349,602 8,164,375	7,470,000 8,250,000	7,600,000 8,290,000	7,730,000 8,370,000	7,860,000 8,450,000	7,990,000 8,530,000	8,130,000 8.620.000	8,270,000 8,710,000	8,410,000 8.800.000	8,550,00 8,890,00
90 Supplies/Equipment 97 Deferred Maintenance	2,222,559	2,258,549	1,384,838	1,412,535	1,121,003	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	2,800,48
97 Defensed Maintenance 98 Transfers/contingencies	283,622	703,311	490,210	1,357,728	1,003,573	1,757,728	1,721,914	1,750,353	1,779,360	1,808,947	1,839,126	1,869,908	1,901,306	1,933,332	1,965,99
99 Debt Service	7,613,533	7,453,050	7,083,822	7,415,475	7,415,475	7,360,250	7,367,000	7,370,275	7,361,125	6,335,800	6,334,675	3,781,150	3,783,025	2,617,900	2,617,15
100 Debt Service - Referendum Debt	5,254,125	5,258,625	5,258,125	5,257,625	5,257,625	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	5,258,92
101 Transfer to Capital Projects - DCED Grant	6,799,671	606,921	0,200,120	-	0,207,020	-	-	-	-	-	-	-	-	-	-
102 Transfer to Capital Reserve (1)	8,175,289	3,081,825		198,376	198,376	2,513,370	2,435,928	2,296,498	2,532,769	2,230,327	3,155,669	3,021,582	5,185,341	5,185,341	5,185,341
103 Fund Balance Commitment/Use (Revenue Shortfall)	-	10,158,600	14,314,000	1,685,574	5,326,574	(3,148,900)	(4,948,820)	(6,057,744)	(7,444,710)	(6,749,000)	(1,450,000)	-	-	-	
104 Fund Balance Use (PSERS)(2)	(1,207,573)	-	-	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	(263,460)	-	-	-	-
105															
106 Total Expenses and Fund Balance Transfers	\$166,121,836	\$168,622,623	\$169,173,898	\$168,239,612	\$171,880,612	\$175,684,407	\$179,332,967	\$184,137,319	\$189,173,336	\$194,312,384	\$206,729,437	\$212,157,537	\$221,072,248	\$226,932,917	\$234,383,58
107															
Total Expense and Transfers (excl fund balance															
108 use/commitment)	\$167,329,409	\$158,464,023	\$154,859,898	\$166,950,197	\$166,950,197	\$179,229,466	\$184,677,946	\$190,591,222	\$197,014,205	\$201,457,543	\$208,442,897	\$212,157,537	\$221,072,248	\$226,932,917	\$234,383,58
109															
110 (1) Includes estimated plancon reimbursement related to		nded from the ca	pital reserve fun	d beginning in 20)21-22.										
111 (2) Recommendation for use of fund balance may chang	e.														
112															
	6 II	Para dal 4													
114 Total Debt Service (General + Capital Reserve Fund)			* • • • • = • =	* 4 055 775	* 4 055 375	* 4 050 000	* 4 05 4 000	* 4 0 4 7 005	* 4 9 5 4 9 9 9	* 4 • 4 = • • • •	* • • • • • • • •	* 4 9 5 9 9 5 5	* / 050 005	* 4 0 40 005	* 4 0 5 0 00
115 Debt Service Paid from Capital Reserve (3)	\$3,444,319	\$4,079,915	\$4,848,525	\$4,855,775	\$4,855,775	\$4,856,300	\$4,851,800	\$4,847,925	\$4,854,300	\$4,845,800	\$4,847,175	\$4,852,925	\$4,852,925	\$4,846,925	\$4,850,23
116 Total Debt Service (including referendum debt)	\$16,311,977	\$ 16,791,590	\$17,190,472	\$17,528,875	\$17,528,875	\$17,473,425	\$17,474,425	\$17,476,825	\$17,470,800	\$16,437,475	\$16,436,475	\$13,890,450	\$13,893,875	\$12,722,250	\$12,726,31
117 118 Interest included in Debt Service	\$8,976,977	\$9,111,590	\$9,185,472	\$8,848,875	\$8,848,875	\$8,483,425	\$8,034,425	\$7,561,825	\$7,065,800	\$6,627,475	\$6,201,475	\$5,755,450	\$5,408,875	\$5,012,250	\$5,012,25
(3) Debt service for Series 2018 and Series 2019 Bonds	is funded by the	e Capital Reserve	Fund. Amounts	s above											

ВС	Т	W	Z	AA	AB	AC	AD	AE	AF	AG	AH	Al	AJ	AK	AL	1
State College Area School District	-							·								
General Fund Activity																
2/15/2022																
	Actual 2018-	Actual 2019-		Budget 2021-	Projected	Budget 2022-	Projected	Projected		Projected 2026- F		Projected	Projected 2029-	•	•	
	2019	2020	2021	2022	2021-2022	2023	2023-2024	2024-2025	2025-2026	2027	2028	2028-2029	2030	2031	2032	4
Beginning Fund Balance	\$12,252,696	\$13,253,860	\$12,627,467	\$12.212.737	\$12.264.882	\$13,222,515	\$14.194.536	\$14,626,172	\$15,094,127	\$15,602,677	\$15,955,880	\$9,083,438	\$1,962,118	(\$8,577,410)	(\$19,428,498)	
	ψ12,202,000	ψ10,200,000	ψ12,021, 4 01	ψ12,212,707	ψ12,204,002	ψ10,222,010	φ14,104,000	φ1 4 ,020,172	ψ13,03 4 ,127	ψ10,00 <u>2</u> ,011	ψ10,000,000	\$5,005,450	ψ1,50 <u>2</u> ,110	(\$0,577,410)	(\$13,420,430)	Ľ
Revenue	167.123.000	167.918.285	168.866.114	169.248.905	172.838.245	176,656,428	179.764.604	184,605,275	189.681.886	194.665.586	199,856,996	205.036.217	210,532,719	216,081,829	221,855,103	
	- , -,	- ,,			,, -		-, -,			- ,						
Local	130,199,417	135,482,211	133,927,009	132,595,519	136,019,650	140,863,322	145,021,397	149,326,734	153,775,813	158,359,148	163,085,809	167,955,455	172,983,898	178,167,136	183,519,703	
State	35,452,531	29,981,916	29,871,141	31,344,730	32,275,949	32,916,175	33,511,519	34,143,541	34,771,074	35,171,439	35,636,186	35,945,763		36,779,693	37,200,400	
Federal	1,471,051	2,454,158	5,067,965	5,308,657	4,542,646	2,876,931	1,231,687	1,135,000	1,135,000	1,135,000	1,135,000	1,135,000	1,135,000	1,135,000	1,135,000	
Expense and transfers (excluding use of fund balance)	167.329.409	158.464.023	154.859.898	166.950.197	166.950.197	179.229.466	184.677.946	190.591.222	197.014.205	201.457.543	208.442.897	212.157.537	221.072.248	226.932.917	234.383.583	
Revenue less expense	(206,409)	9,454,262	14,006,217	2,298,709	5,888,048	(2,573,038)	(4,913,343)	(5,985,948)	(7,332,319)	(6,791,956)	(8,585,901)	(7,121,320)	(10,539,529)	(10,851,088)	(12,528,480)	ii i
· · · · · · · · · · · · · · · · · · ·	(,,	-, - , -	, ,	,,	-,,-	() / /	()//	(-,,	() ,,	(-, - ,,	(-,,	()))	(-,,,	(-,,	(),,	
Funding/(Use) of Assigned Fund Balance (Revenue Shortfall)		10.158.600	14,314,000	1,685,574	5.326.574	(3,148,900)	(4,948,820)	(6,057,744)	(7,444,710)	(6,749,000)	(1,450,000)	-	-	-	-	iii
(Use) of Assigned Fund Balance (PSERS/Legal Liability)	(1.207.573)	0	0	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	(396,159)	(263,460)	0	0	0	0	iv
Incr (Decr) in Assigned Fund Balance	(1,207,573)	10,158,600	14,314,000	1,289,415	4,930,415	(3,545,059)	(5,344,979)	(6,453,903)	(7,840,869)	(7,145,159)	(1,713,460)	-	-	-	-	v
	(, - ,)	-,,	,- ,	,,	,,	()	((-,,)	(,,)	() = () = ((, _,)					
Change in non-spendable Fund Balance		77,945	28,325													
Change in enterprise Fund Balance			(83,127)													
Change in Unassigned General Fund Balance	1,001,164	(626,393)	(362,585)	1,009,294	957,633	972,021	431,636	467,955	508,550	353,203	(6,872,441)	(7,121,320)	(10,539,529)	(10,851,088)	(12,528,480)	vi
Ending Unassigned Fund Balance	\$13,253,860	\$12.627.467	\$12.264.882	\$13.222.030	\$13.222.515	\$14,194,536	\$14.626.172	\$15,094,127	\$15.602.677	\$15,955,880	\$9,083,438	\$1,962,118	(\$8,577,410)	(\$19,428,498)	(\$31,956,978)	/ i.

B C	Т	W	Z	AA	AB	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL
state College Area School District															
General Fund Balance															
2/15/2022															
	Actual	Actual	Actual	Budget	Projected	Budget	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Project
	2018-2019	2019-2020	2020-2021	2021-2022	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026	2026-2027	2027-2028	2028-2029	2029-2030	2030-2031	2031-20
General Fund - Unassigned															
Beginning Balance	\$12,252,696	\$13,253,860	\$12,627,467	\$12,212,737	\$12,264,882	\$13,222,515	\$14,194,536	\$14,626,172	\$15,094,127	\$15,602,677	\$15,955,880	\$9,083,438	\$1,962,118	(\$8,577,410)	(\$19,42
boginning Balarioo	ψ12,202,000	φ10,200,000	ψ12,021,101	ψ12,212,101	ψ12,20 1,002	\$10,222,010	φ11,101,000	ψ11,020,112	\$10,00 I,IZI	φ10,002,011	φ10,000,000	<i>\\</i> 0,000,100	ψ1,002,110	(\$0,011,110)	(\$10,12
Revenue less Expense (1)	1,001,164	(626,393)	(362,585)	1,009,294	957,633	972,021	431,636	467,955	508,550	353,203	(6,872,441)	(7,121,320)	(10,539,529)	(10,851,088)	(12,52
	1,001,101	(020,000)	(002,000)	1,000,201	001,000	072,021	101,000	101,000	000,000	000,200	(0,012,111)	(1,121,020)	(10,000,020)	(10,001,000)	(12,02
General Fund - Unassigned	13,253,860	12,627,467	12,264,882	13.222.030	13,222,515	14,194,536	14,626,172	15,094,127	15,602,677	15,955,880	9,083,438	1,962,118	(8,577,410)	(19,428,498)	(31,95
Seneral Fund Chaeolynea	10,200,000	12,021,101	12,201,002	10,222,000	10,222,010	11,101,000	11,020,112	10,001,121	10,002,011	10,000,000	0,000,100	1,002,110	(0,011,110)	(10,120,100)	(01,00
% of Expense (subject to 8% cap)	7.92%	7.97%	7.92%	7.92%	7.92%	7.92%	7.92%	7.92%	7.92%	7.92%	4.36%	0.92%	-3.88%	-8.56%	-1
% of Expense (subject to 0 % cap)	1.52/0	1.5170	1.5270	1.52/0	1.92/0	1.52/0	1.52/0	1.52/0	1.52/0	1.52/0	4.30%	0.9276	-3.00 /8	-0.00 /6	-1
General Fund - Committed															
PSERS															
	2 9 47 097	2 6 4 0 4 1 4	2 6 4 0 4 1 4	2,244,255	2 640 414	2 244 255	1,848,096	1 451 007	1 055 779	650 610	262.460				
Beginning Balance	3,847,987	2,640,414	2,640,414	2,244,255	2,640,414	2,244,255	1,848,096	1,451,937	1,055,778	659,619	263,460	-	-	-	
Additions															
Planned Uses	(1,207,573)			(206 150)	(396,159)	(396,159)	(396,159)	(206 150)	(396,159)	(396,159)	(263,460)				
	(1,207,573)	-	-	(396,159)	(390,159)	(396,159)	(396,159)	(396,159)	(396,159)	(390,159)	(203,400)	-	-	-	
Ending Fund Balance	2,640,414	2,640,414	2,640,414	1,848,096	2,244,255	1,848,096	1,451,937	1,055,778	659,619	263,460					
Ending Fund Balance	2,040,414	2,040,414	2,040,414	1,040,090	2,244,255	1,040,090	1,451,957	1,055,776	059,019	203,400	-	-	-	-	
Revenue Shortfall															
Revenue Shortian			40.450.000	04 040 000	04 470 000	00 700 474	00 050 074	21,701,454	45 040 740	0 400 000	4 450 000				
Beginning Balance	-	-	10,158,600	21,640,890	24,472,600	29,799,174	26,650,274	21,701,454	15,643,710	8,199,000	1,450,000	-	-	-	
dditiona /Lloo		10 159 600	14 214 000	1 695 574	E 200 E74	(2 1 4 9 0 0 0)	(4 0 4 9 9 2 0)	(6.057,744)	(7,444,710)	(6 740 000)	(1 450 000)				
Additions/Use		10,158,600	14,314,000	1,685,574	5,326,574	(3,148,900)	(4,948,820)	(6,057,744)	(7,444,710)	(6,749,000)	(1,450,000)	-	-	-	
Ending Fund Balance		10,158,600	24,472,600	23,326,464	29,799,174	26,650,274	21,701,454	15,643,710	8,199,000	1,450,000					
Ending Fund Balance	-	10,156,600	24,472,000	23,320,404	29,799,174	20,030,274	21,701,454	15,643,710	6,199,000	1,450,000	-	-	-	-	
Total General Fund - Committed	2,640,414	12,799,014	27,113,014	25,174,560	32,043,429	28,498,370	23,153,391	16,699,488	8,858,619	1,713,460	-	-	-	-	
iotal General Fund - Committed	2,040,414	12,799,014	27,113,014	23,174,360	32,043,429	20,490,370	23,133,391	10,099,488	0,000,019	1,713,460	-	-	-	-	
Tatal Cananal Fund	45 004 074	05 400 404	20.277.000	20,200,500	45.005.044	40.000.000	07 770 500	04 700 045	04 404 000	47.000.040	0.000.400	4 000 440	(0.577.440)	(40,400,400)	(04.05
Fotal General Fund	15,894,274	25,426,481	39,377,896	38,396,590	45,265,944	42,692,906	37,779,563	31,793,615	24,461,296	17,669,340	9,083,438	1,962,118	(8,577,410)	(19,428,498)	(31,95

56 State College Area School District	Т	W	Z	AA	AB	AC	AD	AE	AF	AG	AH	AI	AJ	AK	AL
57 Capital Reserve Fund															
58 2/15/2022															
59															
	A . (1	A	A	- • •		- • •				.				.	
60	Actual	Actual	Actual	Budget	Projected	Budget	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected	Projected
61	<u>2018-2019</u>	<u>2019-2020</u>	<u>2020-2021</u>	<u>2021-2022</u>	<u>2021-2022</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>2024-2025</u>	<u>2025-2026</u>	<u>2026-2027</u>	<u>2027-2028</u>	<u>2028-2029</u>	2029-2030	2030-2031	2031-2032
62		•••••••	A A A A A A A A A A	••••	•		• • • • • • • • • •	• · - • • • • • •	* · • • • • • • • •	• · • • • · • • • •	• • • • • • • • • •				AA A A A A A A A A
63 Beginning Balance	\$62,683,123	\$65,352,257	\$64,456,646	\$60,078,765	\$59,832,977	\$53,220,621	\$49,391,037	\$45,628,080	\$43,987,513	\$42,544,001	\$40,777,735	\$37,495,353	\$34,007,599	\$32,614,108	\$31,198,747
64 65 Additions:															
66 Transfer	8,175,289	1,783,500		198,376	198.376	2,513,370	2,435,928	2.296.498	2,532,769	2,230,327	3,155,669	3,021,582	5,185,341	5,185,341	5,185,341
67 Lemont Sale	0,175,209	1,298,325	-	190,370	190,370	2,513,370	2,435,926	2,290,490	2,552,769	2,230,327	3,155,009	3,021,562	5,165,541	5,165,341	5,165,541
68 Bond Reimbursements		1,290,325	-	198,376	198,376	198,370	198,428	198,298	198,269	198,327	198,169	198.082	198,341	198,341	198,341
69 Donation/Net Investment Earnings	1,331,388	1.191.756	224.857	250.394	180.000	648,309	787.821	712.562	679.750	650,880	615,555	549.907	480.152	452,282	423,975
70 Total Additions	9,506,677	4,273,581	224,857	647,146	576,752	3,360,049	3,422,177	3,207,358	3,410,788	3,079,534	3,969,393	3,769,571	5,863,834	5,835,964	5,807,657
71	0,000,011	1,210,001	221,001	011,110	010,102	0,000,010	0,122,111	0,201,000	0,110,700	0,010,001	0,000,000	0,100,011	0,000,001	0,000,001	0,001,001
72 Uses:															
74 Debt Service:															
75 2018 Bonds - Elementary (1)	(3,444,319)	(3,441,200)	(3,444,450)	(3,444,700)	(3,444,700)	(3,444,600)	(3,445,600)	(3,443,350)	(3,442,850)	(3,443,850)	(3,441,100)	(3,439,600)	(3,444,100)	(3,444,100)	(3,450,038)
2019 Bonds - HS/Elem/Nittany															
Ave/Memorial Field/Playgrounds/North															
76 bldg (2)		(638,715)	(1,404,075)	(1,411,075)	(1,411,075)	(1,411,700)	(1,406,200)	(1,404,575)	(1,411,450)	(1,401,950)	(1,406,075)	(1,413,325)	(1,408,825)	(1,402,825)	(1,400,200)
77 Middle School (3)	-		-	-		-	-	-	-	-	(2,404,600)	(2,404,400)	(2,404,400)	(2,404,400)	(2,404,400)
78															
79 Capital Expenditures:	(22,172)			((((
80 Athletic/Recreation Facilities (4)	(83,158)	-	-	(2,333,333)	(2,333,333)	(2,333,333)	(2,333,333)	-	-	-	-	-	-	-	-
81 MNMS HVAC 82 South Track Lighting	(1,687,185)	(563,613)													
82 South Track Lighting 83 North Field Lighting	(6,811)	(442,209)													
84 North Field Project	(437,220) (1,178,850)	(83,455)													
85 Total Uses	(6,837,543)	(5,169,192)	(4,848,525)	(7,189,108)	(7,189,108)	(7,189,633)	(7,185,133)	(4,847,925)	(4,854,300)	(4,845,800)	(7,251,775)	(7,257,325)	(7,257,325)	(7,251,325)	(7,254,638)
86	(0,007,040)	(0,100,102)	(4,040,020)	(7,103,100)	(7,103,100)	(7,103,000)	(7,100,100)	(4,047,320)	(4,004,000)	(4,040,000)	(7,201,770)	(1,201,020)	(1,201,020)	(7,201,020)	(7,204,000)
87 Net Change	2,669,133	(895.611)	(4,623,668)	(6,541,963)	(6.612.356)	(3.829.584)	(3.762.957)	(1,640,567)	(1,443,512)	(1,766,266)	(3,282,382)	(3,487,754)	(1,393,491)	(1,415,361)	(1.446.981)
88		(000,011)	(1,020,000)	(0,0 ,000)	(0,012,000)	(0,020,001)	(0,102,001)	(1,010,001)	(1,110,012)	(1,100,200)	(0,202,002)	(0,101,101)	(1,000,101)	(1,110,001)	(1,110,001)
89 Ending Fund Balance	\$65,352,257	\$64,456,646	\$59,832,977	\$53,536,802	\$53,220,621	\$49,391,037	\$45,628,080	\$43,987,513	\$42,544,001	\$40,777,735	\$37,495,353	\$34,007,599	\$32,614,108	\$31,198,747	\$29,751,766
90															
92 (1) Elementary: Series 2018 Bonds - debi	t service for 25 ye	ars to fund \$56.9	0 MM @ 3.72%.	Debt service for	the Series 2018	Bonds is to be pa	aid from the Cap	tal Reserve Fund	d.						
(2) Series 2019 Bonds - debt service for 2	25 years to fund \$	25.6 MM @ 2.74	%. Borrowing ind	cludes \$6.1 Millio	on High School; E	Elem \$2.9 million,	Memorial Field	\$12.7 million; Pla	aygrounds \$900,0	000; North buildir	ng \$3 million. Del	bt service for			
93 Series 2019 Bonds is to be paid from the	Capital Reserve I	-und.													
94 (3) Middle School: Wrapped debt service	for 25 years to fur	nd \$60 MM @ 4%	6.												
95 (4) Assumes estimated \$7.6 million for A	thletic/Recreation	Facilities is fund	led from Capital F	Reserve. 2018-19	9 expense repres	ents Memorial F	ield construction	funded by brick	donations.						
96															
97															
98 Assumptions:															
99 Debt service calculation from NW Financi															
100 Borrowing potential may change as a rest	ult of interest rate	movement.													
101															

State College Area School District Fund Balance Summary - General and Capital Reserve Fund 2/15/2022

	Actual 2018-	Actual 2019-	Actual 2020-	Budget 2021-	Projected 2021-	Budget 2022-	Projected	Projected	Projected	Projected	Projected	Projected	Projected 2029- F	Projected 2030- P	rojected 2031-
	2019	2020	2021	2022	2022	2023	2023-2024	2024-2025	2025-2026	2026-2027	2027-2028	2028-2029	2030	2031	2032
Nonspendable Fund Balance	\$ 1,933,433	\$ 1,855,488	\$ 1,827,163	\$ 1,855,488	\$ 1,827,163	\$ 1,827,163	\$ 1,827,163	\$ 1,827,163	\$ 1,827,163	\$ 1,827,163	\$ 1,827,163	\$ 1,827,163	\$ 1,827,163	\$ 1,827,163 \$	5 1,827,163
General - Assigned- Enterprise			83,127		\$ 83,127	83,127	83,127	83,127	83,127	83,127	83,127	83,127	83,127	83,127	83,127
General Unassigned	13,253,860	12,627,467	12,264,882	13,222,030	13,222,515	14,194,536	14,626,172	15,094,127	15,602,677	15,955,880	9,083,438	1,962,118	(8,577,410)	(19,428,498)	(31,956,978)
General Committed Revenue Shortfall	-	10,158,600	24,472,600	23,326,464	29,799,174	26,650,274	21,701,454	15,643,710	8,199,000	1,450,000	-	-	-	-	-
General Committed PSERS	2,640,414	2,640,414	2,640,414	1,848,096	2,244,255	1,848,096	1,451,937	1,055,778	659,619	263,460	-	-	-	-	-
Total General Fund	17,827,707	27,281,969	41,288,186	40,252,079	47,176,234	44,603,196	39,689,853	33,703,905	26,371,586	19,579,630	10,993,728	3,872,408	(6,667,121)	(17,518,208)	(30,046,688)
Capital Reserve Fund	65,352,257	64,456,646	59,832,977	53,536,802	53,220,621	49,391,037	45,628,080	43,987,513	42,544,001	40,777,735	37,495,353	34,007,599	32,614,108	31,198,747	29,751,766
Total Fund Balance	\$ 83,179,964	\$ 91,738,615	\$ 101,121,163	\$ 93,788,881	\$ 100,396,854	\$ 93,994,232	\$ 85,317,933	\$77,691,418	\$ 68,915,587	\$ 60,357,365	\$ 48,489,081	\$ 37,880,007	\$ 25,946,987	\$ 13,680,539 \$	(294,922)

General Fund Revenue

Projection 2/15/2022 vs. 2022-23 Preliminary Budget

Budget										
Assumptions:										
Earned Income Tax Growth	0.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Assessed Value Growth	0.15%	0.40%	0.20%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Exceptions	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Act 1 Index	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Actual/Projected Total Tax Increase	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

	Projected 2021-2022	Budget 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 2021- 2022 through 2030- 2031
LOCAL SERVICES TAX											
CURRENT REAL ESTATE TAX	\$771,002	\$713,647	\$965,603	\$996,769	\$1,028,951	\$1,062,154	\$1,096,444	\$1,131,825	\$1,168,347	\$1,206,057	\$10,140,798
REAL ESTATE TAX-REFERENDUM DEBT	-	-	-	-	-	-	-	-	-	-	
EARNED INCOME TAX	93,313	100,000	100,000	100,000	110,000	110,000	110,000	110,000	110,000	110,000	1,053,313
REALTY TRANSFER TAX	-	-	-	-	-	-	-	-	-	-	-
DELINQUENT REAL ESTATE TAX	-	-	-	-	-	-	-	-	-	-	-
INTERIM REAL ESTATE TAX	600,000	-	-	-	-	-	-	-	-	-	600,000
IDEA-B PAYMENTS IN LIEU OF TAX	-	-	-	-	-	-	-	-	-	-	-
LOCAL SERVICES TAX	-	-	-	-	-	-	-	-	-	-	-
TUITION	(202 696)	- (56,321)	-	-	-	-	(56 221)	-	- (EE 201)	(56 221)	- (000 571)
MISC LOCAL REVENUE	(393,686)	(50,521)	(56,321)	(56,321)	(56,321)	(56,321)	(56,321)	(56,321)	(56,321)	(56,321)	(900,571)
PUBLIC UTILITY REALTY TAX	-	-	-	-	-	-	-	-	-	-	-
INTEREST ON INVESTMENTS		-	-	-	-	-	-	-	-	-	-
TOTAL LOCAL	1,070,629	757,326	1,009,282	1,040,448	1,082,631	1,115,834	1,150,123	1,185,505	1,222,026	1,259,736	10,893,541
STATE											
BASIC ED INSTR SUBSIDY	632,559	632,559	632,559	632,559	632,559	632,559	632,559	632,559	632,559	632,559	6,325,590
SPECIAL ED REVENUE	51,187	51,187	51,187	51,187	51,187	51,187	51,187	51,187	51,187	51,187	511,870
REV. FOR RETIREMENT	-	(138,681)	(200,000)	(200,000)	(300,000)	(450,000)	(550,000)	(450,000)	(400,000)	(400,000)	(3,088,681)
REV. FOR SOCIAL SECURITY	0	0	0	0	Ó	Ó	Ó	0	Ó	Ó	
PROPERTY TAX REDUCTION	0	0	0	0	0	0	0	0	0	C	-
TRANSPORTATION REVENUE	0	0	0	0	0	0	0	0	0	C	-
BOND REIMBURSEMENTS	0	0	0	0	0	0	0	0	0	C	-
HEALTH SERVICES REVENUE	0	0	0	0	0	0	0	0	0	C	-
READY TO LEARN GRANT	0	0	0	0	0	0	0	0	0	C	-
SAFETY GRANTS	0	0	0	0	0	0	0	0	0	C	-
VOCATIONAL EDUCATION	0	0	0	0	0	0	0	0	0	C	-
OTHER STATE REVENUE	0	0	0	0	0	0	0	0	0	C	-
TUITION - 1305/1306	0	0	0	0	0	0	0	0	0	C	-
TOTAL STATE	683,746	545,065	483,746	483,746	383,746	233,746	133,746	233,746	283,746	283,746	(3,088,681)
FEDERAL											
TITLE I REVENUE	-	-	-	-	-	-	-	-	-	-	-
TITLE II REVENUE	-	-	-	-	-	-	-	-	-	-	-
ACCESS FUNDS	-	-	-	-	-	-	-	-	-	-	-
OTHER FEDERAL REVENUE TITLE III REVENUE	177,961	(177,961)	-	-	-	-	-	-	-	-	-
TOTAL FEDERAL	177,961	(177,961)	0	0	0	0	0	0	0	0	0
	-			-	-	-		-			
TOTAL REVENUE	1,932,336	1,124,430	1,493,028	1,524,194	1,466,377	1,349,580	1,283,869	1,419,251	1,505,772	1,543,482	14,642,320

State College Area School District

General Fund Expenses and Fund Balance Transfers

Projection 2/15/2022 vs. 2022-23 Preliminary Budget

	Projected 2021-2022	Budget 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 2021- 2022 through 2030-2031
Salaries	-	-	-	-	-	-	-	-	-	-	-
Health Insurance	-	-	-	-	-	-	-	-	-	-	-
PSERS	-	(277,362)	(400,000)	(400,000)	(600,000)	(900,000)	(1,100,000)	(900,000)	(800,000)	(800,000)	(6,177,362)
Other Benefits	-	-	-	-	-	-	-	-	-	-	-
Professional Services	-	-	-	-	-	-	-	-	-	-	-
Purchased Property Services	-	-	-	-	-	-	-	-	-	-	-
Charter School Expense	-	-	-	-	-	-	-	-	-	-	-
Other Purchased Services	-	-	-	-	-	-	-	-	-	-	-
Supplies/Equipment	-	-	-	-	-	-	-	-	-	-	-
Deferred Maintenance	-	-	-	-	-	-	-	-	-	-	-
Transfers/contingencies	-	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-	-
Debt Service - Referendum Debt	-	-	-	-	-	-	-	-	-	-	-
Transfer to Capital Projects - DCED Grant	-	-	-	-	-	-	-	-	-	-	-
Transfer to Capital Reserve	-	-	-	-	-	-	-	-	-	-	-
Fund Balance Commitment/Use (Revenue Shortfall)	1,932,000	1,425,000	1,902,000	1,925,000	1,015,000	(6,749,000)	(1,450,000)	-	-	-	-
Fund Balance Use (PSERS)		-	-	-	-	-	-	-	-	-	-
Total Expenses and Fund Balance Transfers	1,932,000	1,147,638	1,502,000	1,525,000	415,000	(7,649,000)	(2,550,000)	(900,000)	(800,000)	(800,000)	(6,177,362)
Total Expense and Transfers (excl fund balance use/commitment)	-	(277,362)	(400,000)	(400,000)	(600,000)	(900,000)	(1,100,000)	(900,000)	(800,000)	(800,000)	(6,177,362)

State College Area School District





2022-23 Budget Development

State College Area School District February 21, 2022



2022-2023 Revenue

Total Revenue Budget

\$176,656,428

Major Local Revenue Assumptions:

- Real Estate Tax Increase of 3.4% (Act 1 Index)
- Assessed value growth 1.2%
 - 5 year average 1.4%
 - 10 year average 1.3%
 - Actual 2020-21 1.1%
 - Projected 2021-22 1.35%

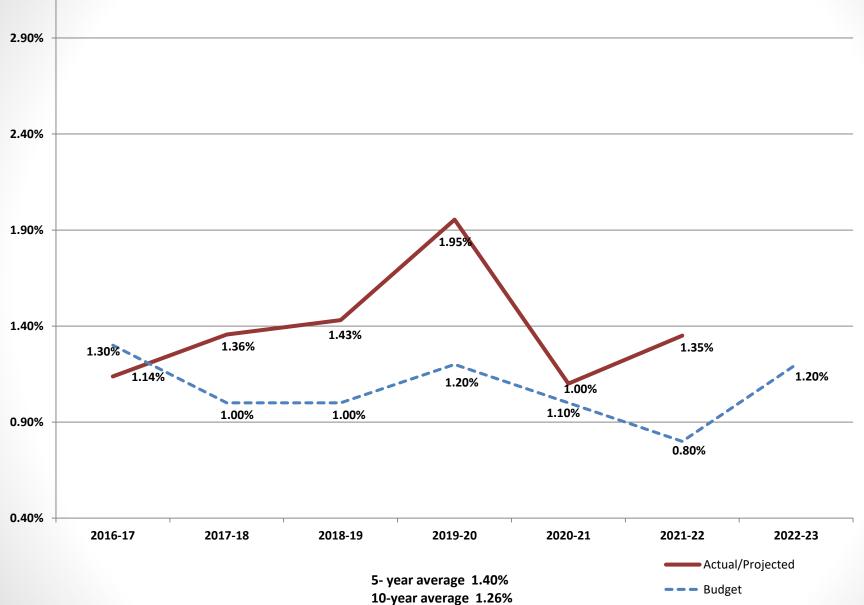
Collection Percentage – 97.2%

- Historical approximately 97.2%
- 2021-22 actual 97.6%
- Impact of 1% increase in collection percentage \$1.1 million

• Earned Income Tax Growth – 2.5%

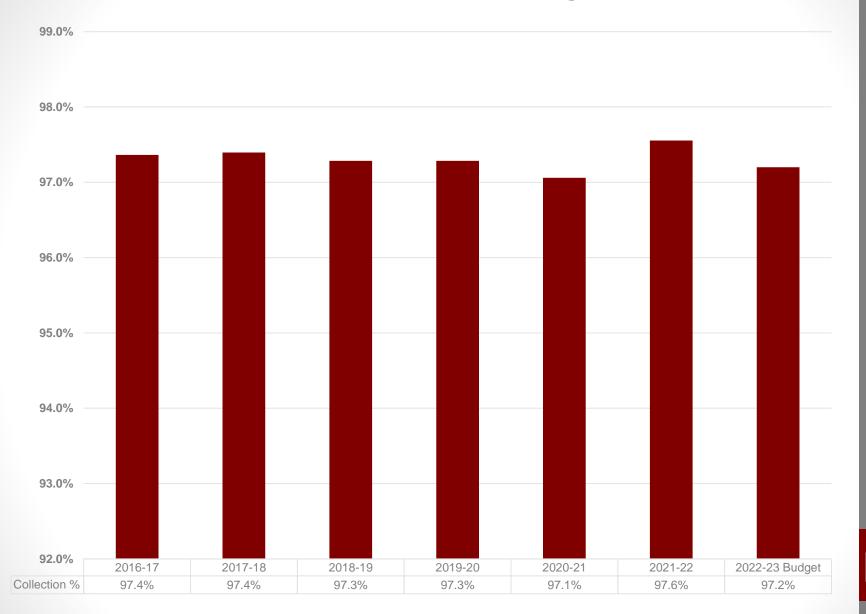
- 5 year average 2.2%
- 10 year average 3.3%
- 2020-21 actual -.74%
- Projected 2021-22 2.5%

Historical Assessed Value Growth



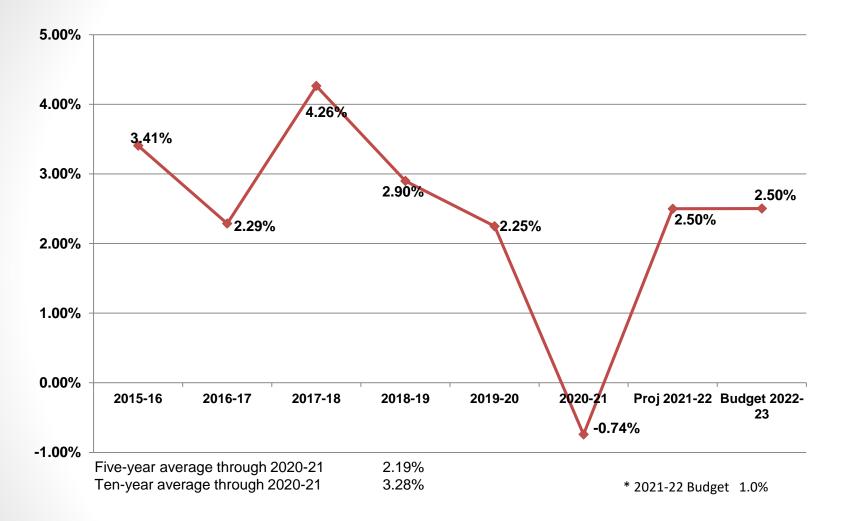
4)

Real Estate Tax Collection Percentage

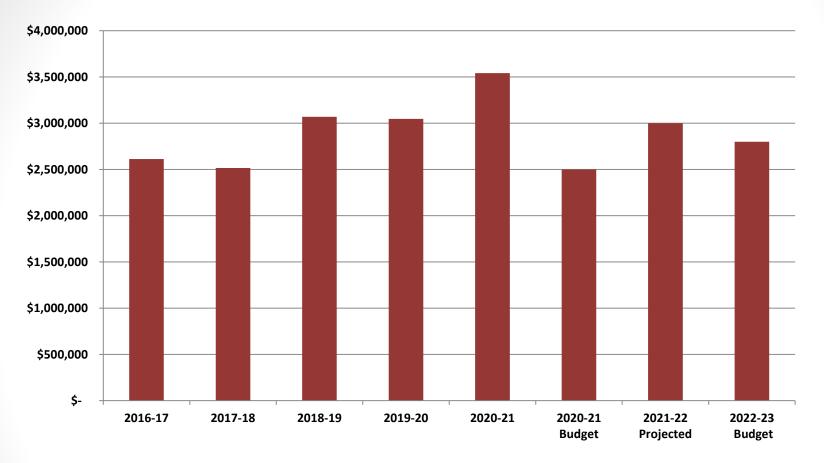


Note: The increase in revenue in 2021-22 resulting from the collection percentage of 97.6% is \$1,711,250 vs. a budgeted collection percentage of 96%, and \$612,450 vs. the December 2021 projected collection percentage of 97%.

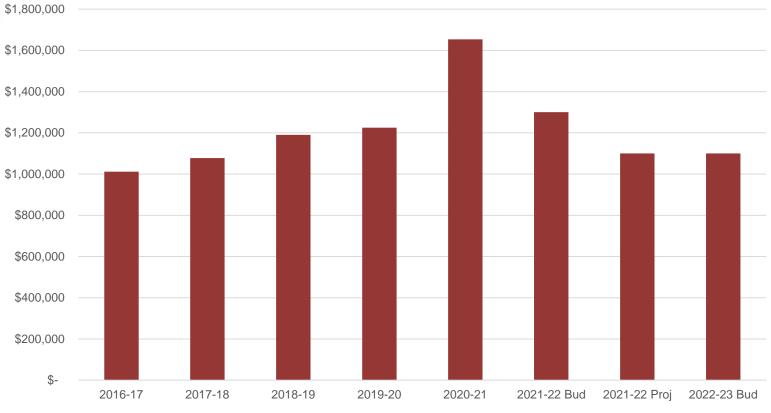
Earned Income Tax - Historical Percent Change



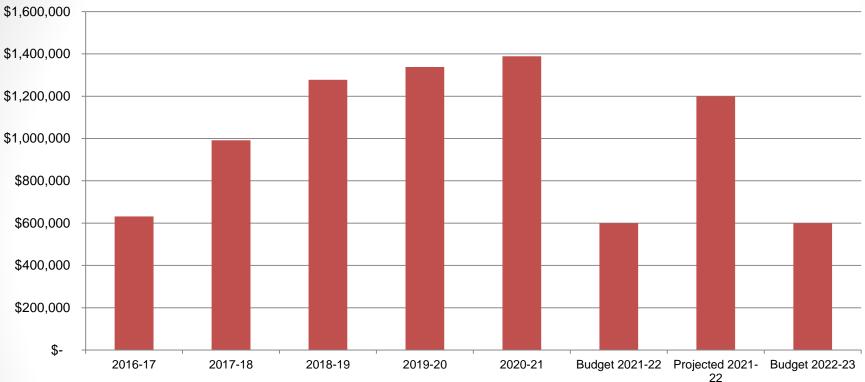
Transfer Tax Revenue



Delinquent Real Estate Tax



5 year average (excluding 2020-21) \$1,152,000 10 year average (excluding 2020-21) \$1,270,000



Historical Interim Real Estate Tax

Note: Properties that are not on the tax rolls prior to the July duplicate real estate tax billing are processed in off-cycle July and February billings. Revenue is net of supplemental tax rebates.

Supplemental tax rebates:

2016-17 \$82,584 2017-18 \$88,266 2018-19 \$84,220 2019-20 \$85,225 2020-21 \$85,020

2022-2023 Revenue

Major State Revenue Assumptions:

Basic Education Subsidy

•	Preliminary Budget	\$8,406,928
•	Revised	\$9,039,487
•	Impact over 10 years	\$6,325,590

Special Education Subsidy

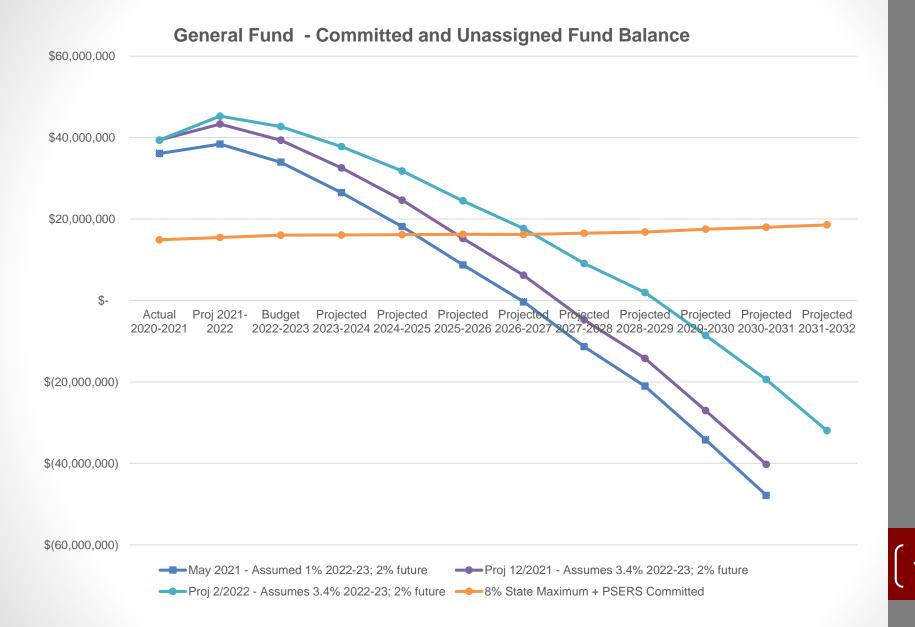
- Preliminary Budget \$3,358,750
- Revised \$3,409,937
- Impact over 10 years \$ 511,870



State College Area School District General Fund Activity 2/15/2022

	Actual 2020- 2021	Projected 2021-2022	Budget 2022- 2023	Projected 2023-2024	Projected 2024-2025	Projected 2025-2026	Projected 2026-2027
Beginning Fund Balance	\$12,627,467	\$12,264,882	\$13,222,515	\$14,194,536	\$14,626,172	\$15,094,127	\$15,602,677
Revenue	168,866,114	172,838,245	176,656,428	179,764,604	184,605,275	189,681,886	194,665,586
Local State Federal	133,927,009 29,871,141 5,067,965	136,019,650 32,275,949 4,542,646	32,916,175	145,021,397 33,511,519 1,231,687	149,326,734 34,143,541 1,135,000	153,775,813 34,771,074 1,135,000	158,359,148 35,171,439 1,135,000
Expense and transfers (excluding use of fund balance) Revenue less expense	154,859,898 14,006,217	166,950,197 5,888,048	179,229,466 (2,573,038)	184,677,946 (4,913,343)	190,591,222 (5,985,948)	197,014,205 (7,332,319)	201,457,543 (6,791,956)
Funding/(Use) of Assigned Fund Balance (Revenue Shortfall)	14,314,000	5,326,574	(3,148,900)	(4,948,820)	(6,057,744)	(7,444,710)	(6,749,000)
(Use) of Assigned Fund Balance (PSERS/Legal Liability) Incr (Decr) in Assigned Fund Balance	0 14,314,000	(396,159) 4,930,415	(396,159) (3,545,059)	(396,159) (5,344,979)	(396,159) (6,453,903)	(396,159) (7,840,869)	(396,159) (7,145,159)
Change in non-spendable Fund Balance Change in enterprise Fund Balance	28,325 (83,127)						
Change in Unassigned General Fund Balance	(362,585)	957,633	972,021	431,636	467,955	508,550	353,203
Ending Unassigned Fund Balance	\$12,264,882	\$13,222,515	\$14,194,536	\$14,626,172	\$15,094,127	\$15,602,677	\$15,955,880
Preliminary Budget Increase (Decrease)		\$13,222,179 \$336	\$14,217,408 (\$22,872)	\$14,658,016 (\$31,844)	\$15,126,777 (\$32,650)	\$14,583,950 \$1,018,727	\$5,938,573 \$10,017,307





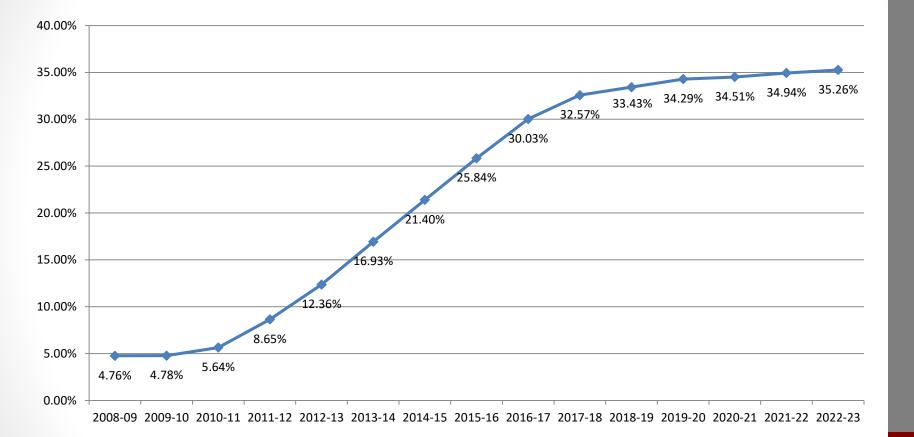
PSERS Employer Rates

- PSERS published updated employer percentage contribution rates on December 17, 2021
- The last update of rates for projected periods was in December 2019
- Rates are less than the most recent estimate
- Impact of rate changes

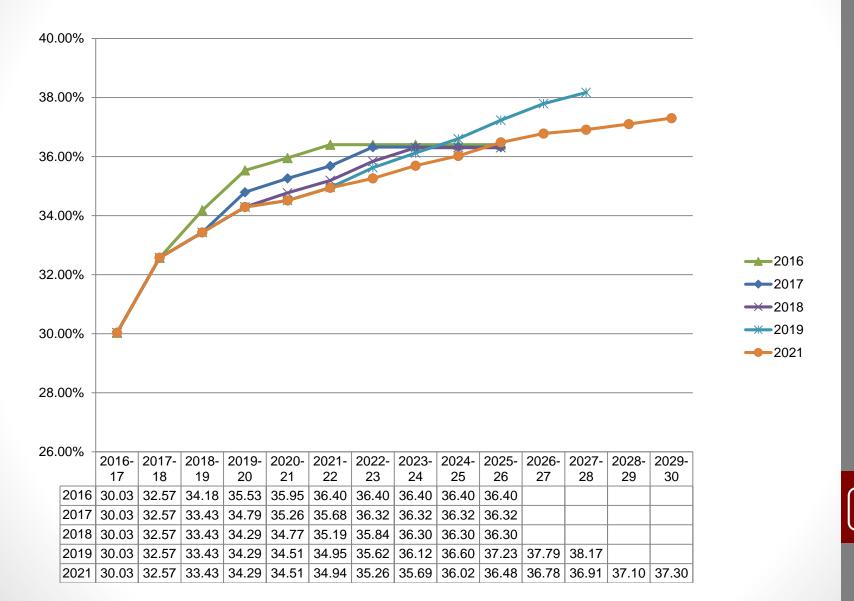
			2023-24 to	
	2022-23	2030-31		
Expense Decrease	\$ (277,362)	\$	(5,900,000)	
Revenue Decrease	\$ (138,681)	\$	(2,950,000)	
Net Impact of Change	\$ (138,681)	\$	(2,950,000)	



PSERS Employer Rates



PSERS Employer Rates



Next Steps

- 3/16/2022 Finance Committee
- 3/21/2022 Board meeting

Questions



State College Area School District

