



# Pottsville Area School District

## 2024-2025 Budget

April 10, 2024



# Impacting Revenue in 2024-25

## Local Sources –

- Local Real Estate Assessed Value increased by **\$1,189,303 to \$296,719,853.**
- Collection rate of taxes is estimated at 90% same as prior year.
- Act 511 OPT taxes are projected to be stable.

## State Sources –

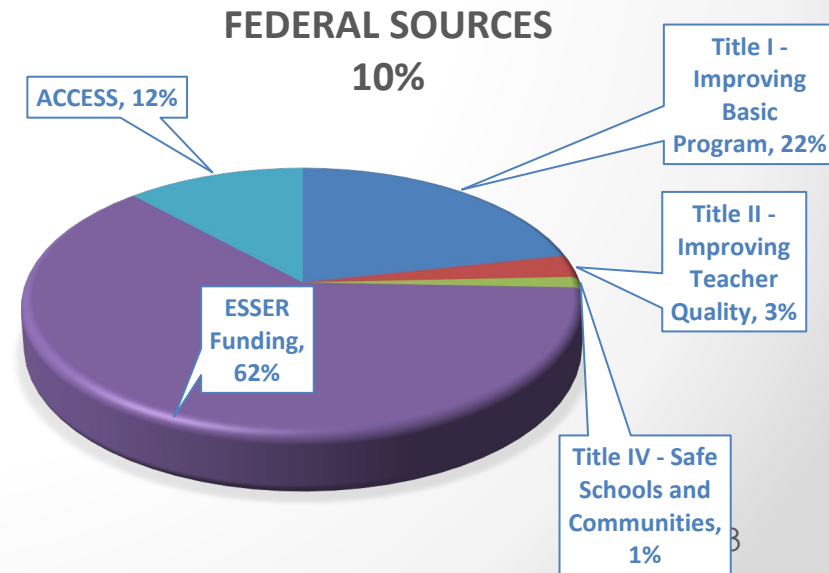
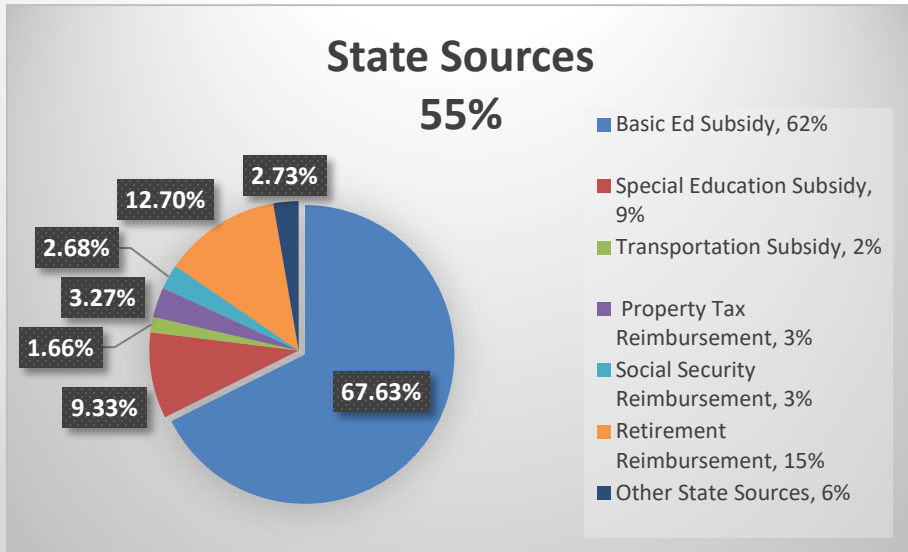
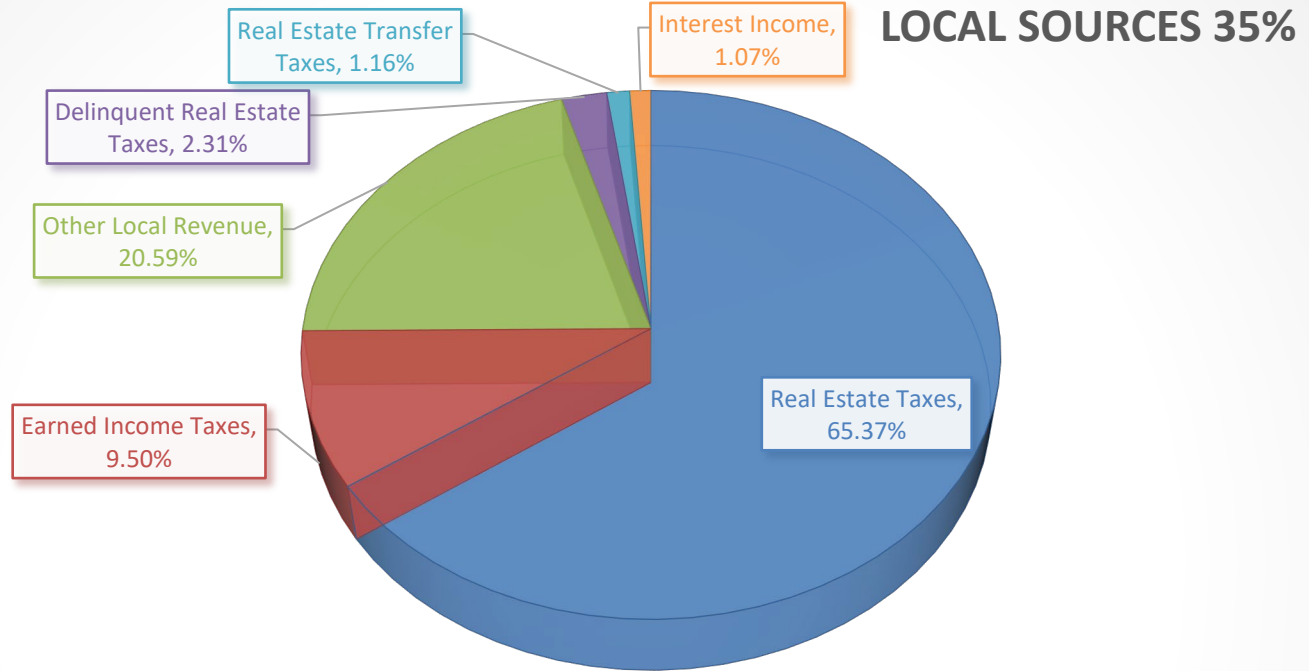
- Anticipated increase in Basic Education Subsidy and Special Ed Subsidy
- Other State Revenue –
  - A \$1,000,000 Redevelopment Assistance Capital Program (RACP)- All projects have been completed, and grant funds should be received in the near future.

## Federal Sources-

- ESSER I and ESSER II funds have been expended. Final expenditure reports have been completed and approved.
- ARP ESSER— Application has been approved, and partial funds are being received. The funding includes the HVAC component (\$2.8 million). Must be fully expended by September 30, 2024 and liquidated by December 29, 2024.



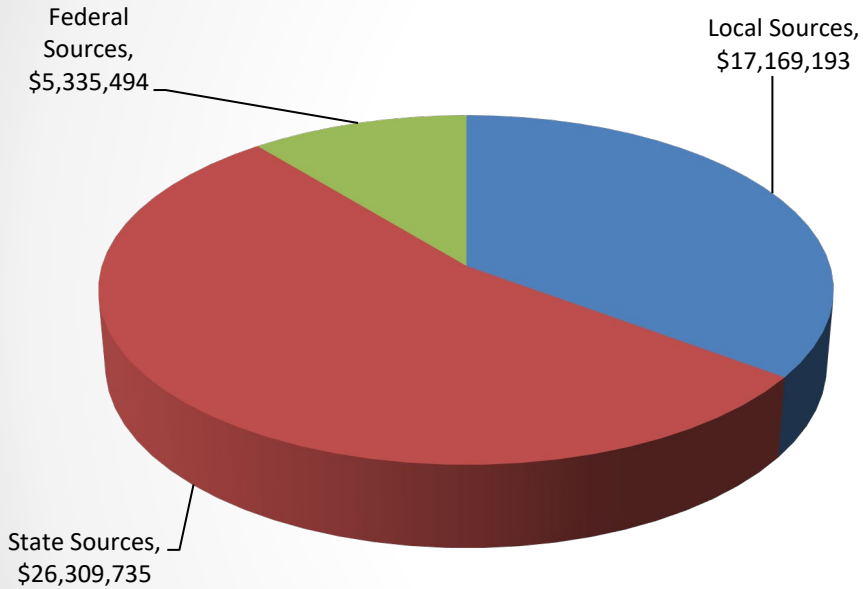
# Revenue Sources





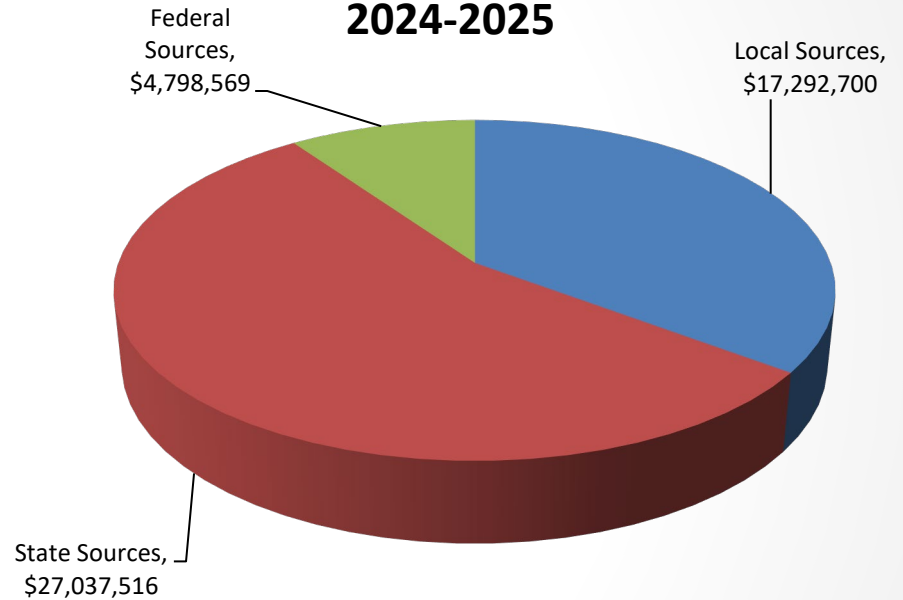
# Revenue Comparison

Current Budget  
**2023-2024**



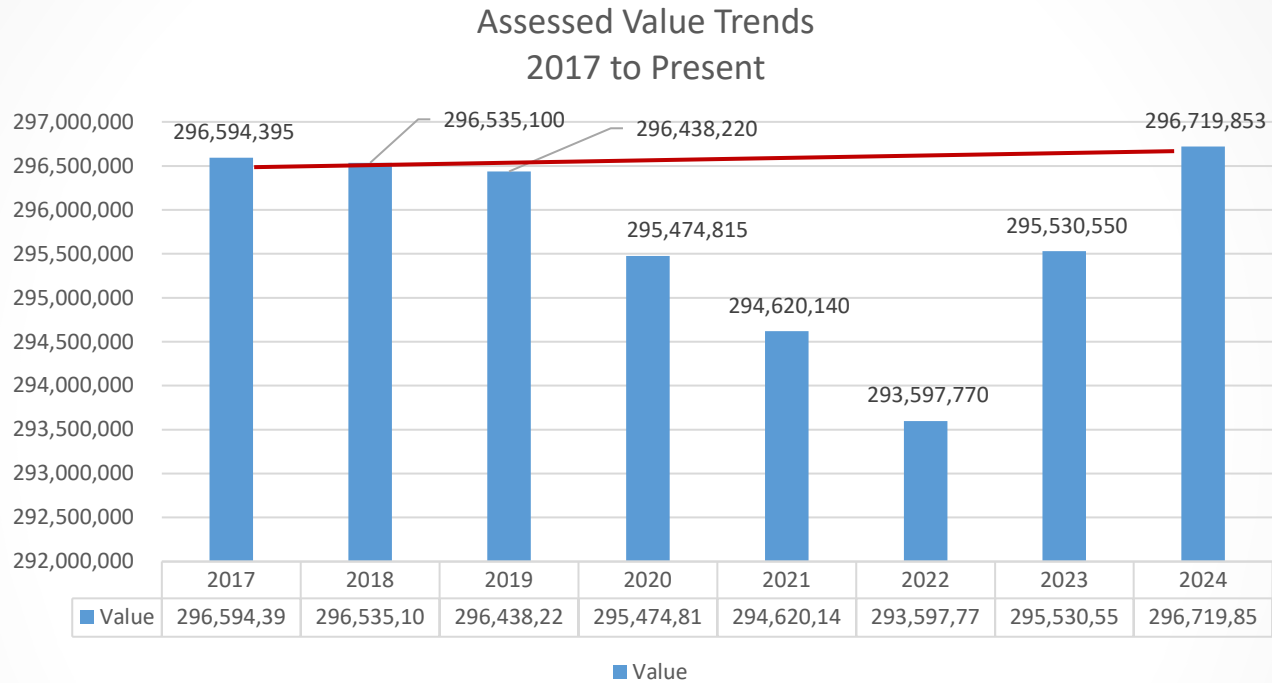
Proposed Budget

**2024-2025**





# Revenue Sources

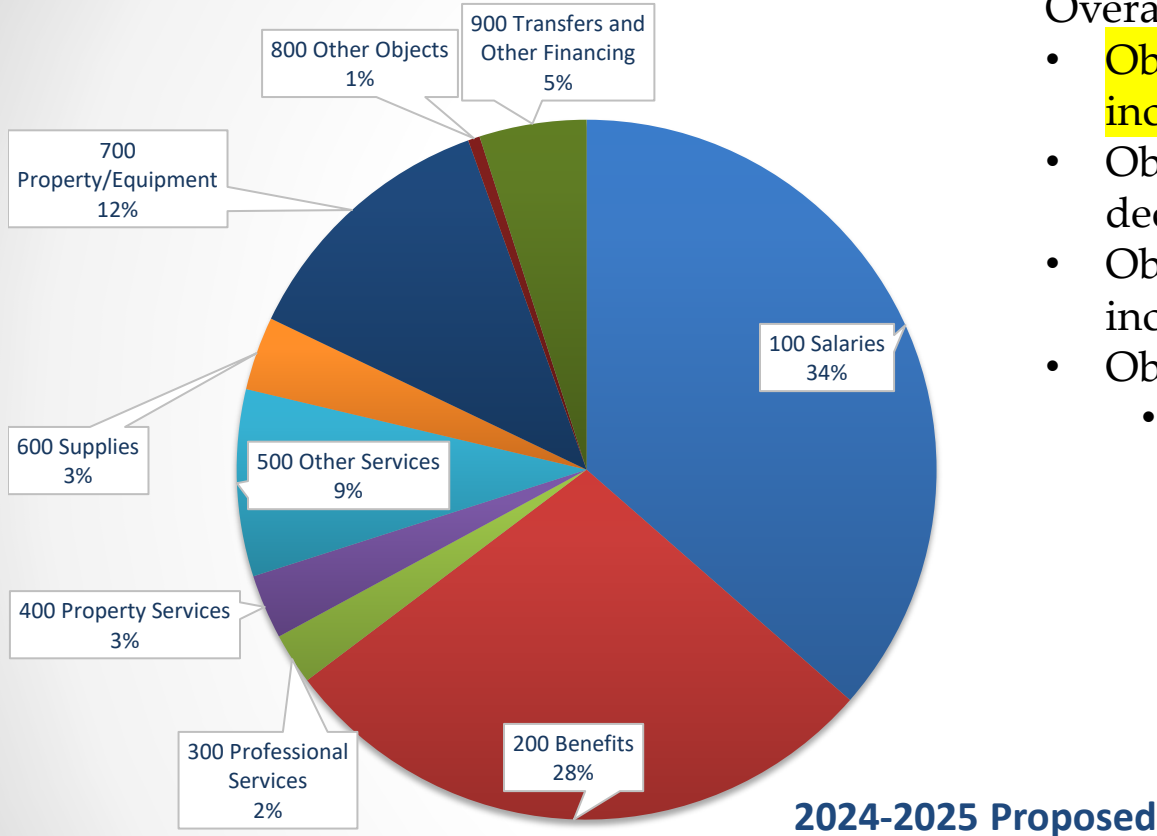


The Pottsville Area School District Local Real Estate Assessed Value increased to \$296,719,853, surpassing the 2017 Assessed Value of \$296,594,395 by \$125,458.



# Impacting Expenses in 2024-25

(by Major Object)



Salary and Benefits = 62%

Overall Expenses increased 2.72%

- Object 200 – Medical Insurance increased by 15.24%
- Object 300 – Purchased Service decreased 3.93%
- Object 700 – Property Services increased 4.82% due to HVAC Project
- Object 500 – Other Purchased Services
  - Tuition Charter Schools
    - Regular Ed \$1,200,000
    - Special Ed \$1,500,000
    - The District continues to successfully mitigate the cyber charter and Gillingham Charter school costs.
  - Additional funding is in Budgetary Reserve due to the volatility of charter (brick & mortar-Gillingham and cyber) enrollment.

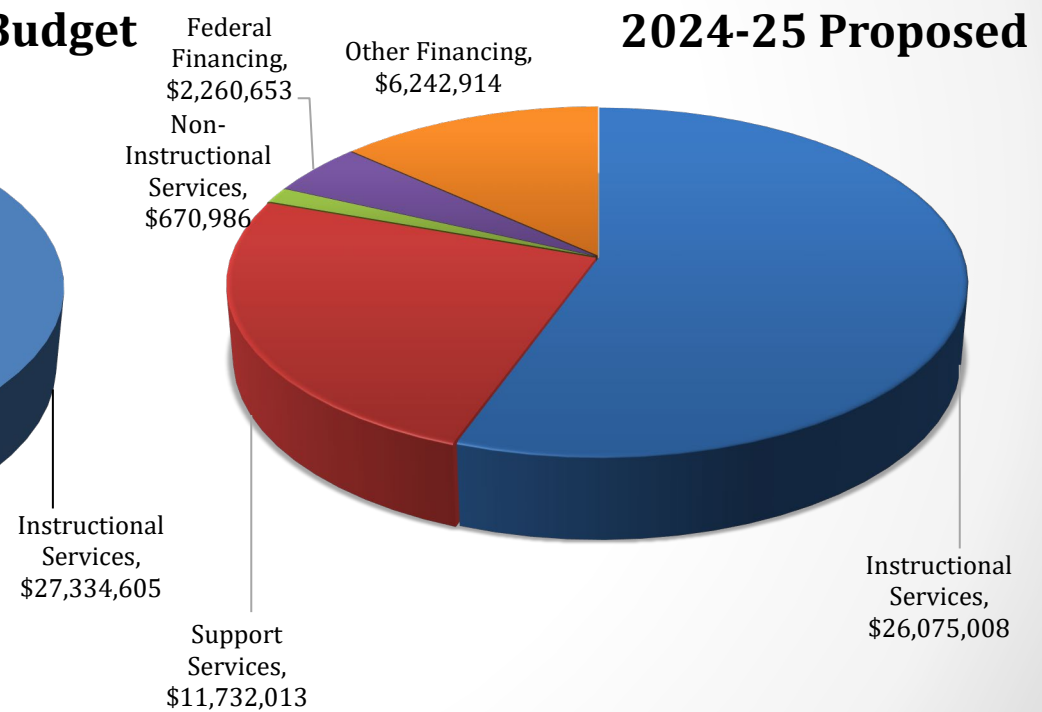
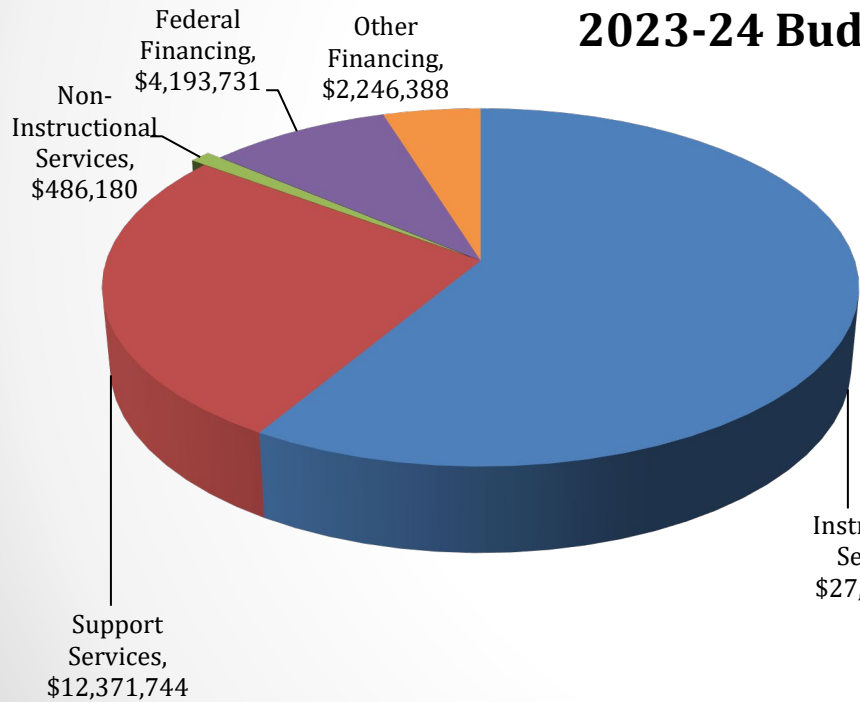


# Expenditure Comparison

(by Major Function)

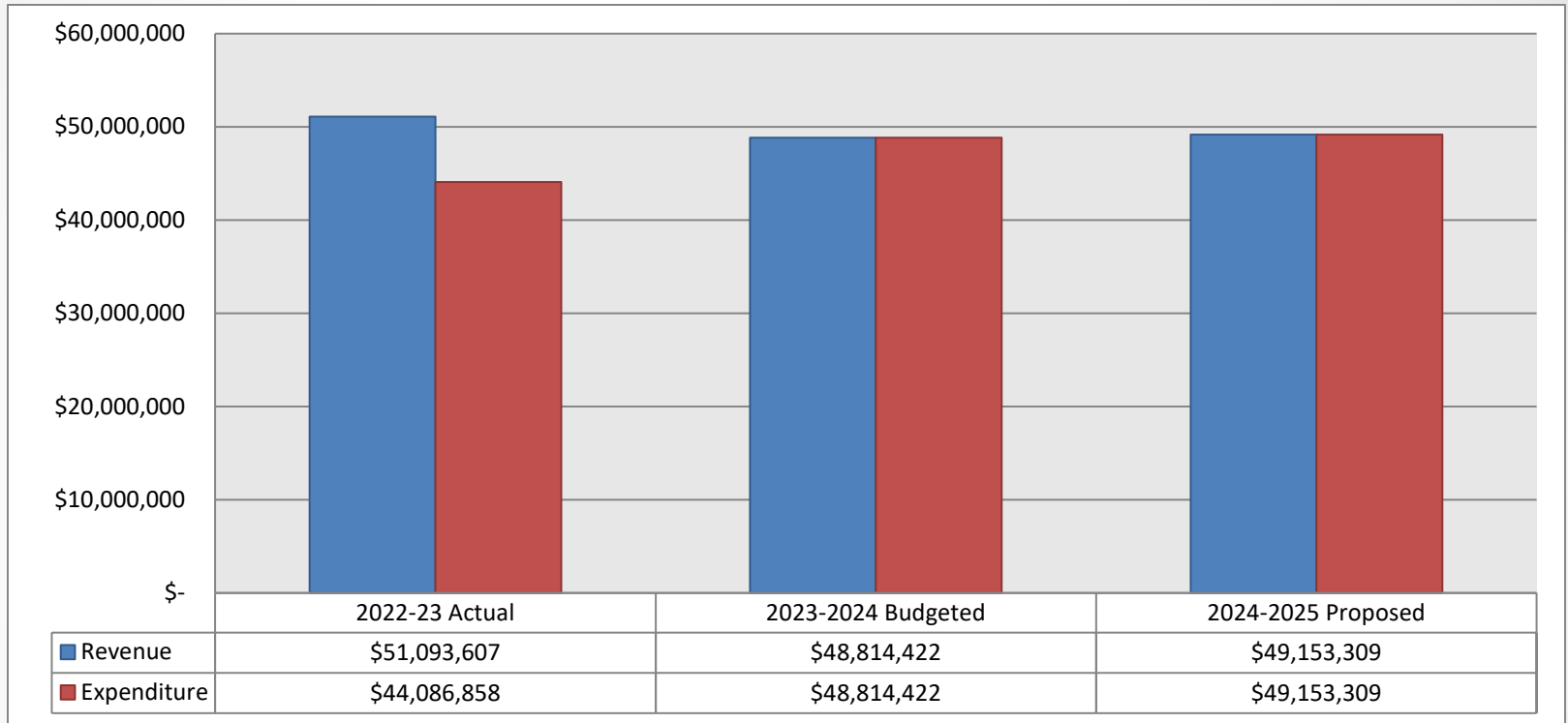
2023-2024 Budget  
Total \$48,814,422

2024-2025 Proposed  
Total \$49,128,725





# Revenue to Expense Comparison



**Fiscal Years 2022-2023 & 2023-2024**

Revenue and Expenditures include \$2,400,000 in Federal ESSER Funds for the HVAC project. Additional funds allocated to capital reserves and to committed fund balance.

**Fiscal Year 2023-2024**

Increases in Revenue & Expenditures in the amount of \$1,747,351 are from local & federal sources.

**Fiscal Year 2024-2025**

Increases in Revenue and Expenditures in the amount of \$338,887 are from local & state sources.





# Recommendations

| Year      | Yes/No |
|-----------|--------|
| 2007-2008 | No     |
| 2008-2009 | No     |
| 2009-2010 | No     |
| 2010-2011 | No     |
| 2011-2012 | No     |
| 2012-2013 | No     |
| 2013-2014 | No     |
| 2014-2015 | No     |
| 2015-2016 | No     |
| 2016-2017 | Yes    |
| 2017-2018 | Yes    |
| 2018-2019 | Yes    |
| 2019-2020 | Yes    |
| 2020-2021 | Yes    |
| 2021-2022 | No     |
| 2022-2023 | Yes    |
| 2023-2024 | No     |

There have been 0% tax increases in 11 of the last 17 years.

Reasons to consider for recommended tax increase:

- 15.24% increase health care for the 24-25 year with the potential of the same or higher increases in future years.
- HVAC upgrades without the District seeking a bond/borrowing money.

The value of a mil is \$296,720.

Recommendation #1: Tax increase to full index of 7.7% which is a 3.419 mil increase. Cost to the average taxpayer based on median assessed value is \$82.24 annually or \$1.58 per week.

Recommendation #2: Tax increase of 2.25% which is a 1 mil increase. Cost to the average taxpayer based on median assessed values is \$24.06 annually or \$0.46 per week.

(The budget information for this presentation is using a 1 mil increase)