

Pennridge School District 2018-2019 Budget Proposed Final Budget Update

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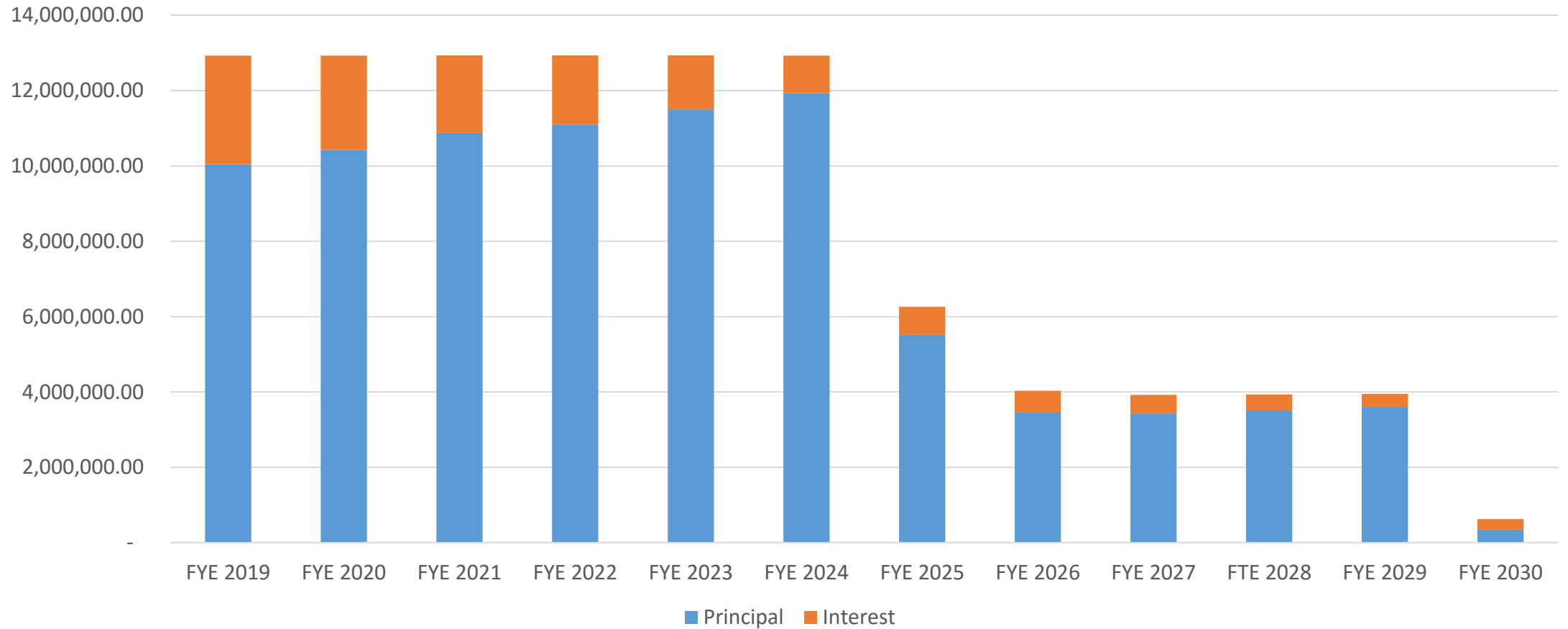
Goals of Budget Presentation

- Review District Capital Projects Fund balance
- Review Debt service
- Provide Status of 2018-2019 budget
- Define path moving forward for the 2018-2019 budget

Capital Projects Funding

Description		
Capital Projects Fund Balance at 6/30/17		\$17,954,257
Expenditures:		
Summer Project Costs 2017 – Paid in 2017-2018	\$1,748,423	
Estimated Summer of 2018 Projects (Bedminster partial roof, Guth partial roof, Sellersville paving, South Middle paving, synthetic turf replacement)	\$2,235,213	
Estimated Summer of 2019 Projects	\$2,807,804	
Estimated Technology Network Equipment Refresh	\$2,000,000	
Estimated balance after commitments		\$9,162,817

Pennridge Debt Service



ACT 1 INDEX TAX RATE IMPACT

	2018-2019
Current 2017/18 mills	135.2555
Median assessed property \$30,880 for HS/FS	\$4,176.69
<u>2018/19 Budget</u>	
Act 1 Index Mills – 2.4%	138.5016
Additional Mills	3.2461
Median assessed property \$30,880	\$4,276.93
Impact to property owner	\$103.24
Additional Real Estate Revenue Allowed	\$1,997,768

Revenue Changes Since March 14, 2018

- Increase Real Estate Revenue by \$418,795 by increasing the collection rate assumption to 97% and the Interim Real Estate revenue by \$50,000.
- Increase interest earning by \$150,000 based on 17-18 estimated year end total collections.
- Increase transportation revenue by \$119,725 based on PDE reporting.
- Reduction of \$131,978 in Social Security and Retirement revenue due to wage changes.

Expenditure Changes Since March 14, 2018

- Salary and Benefit changes
 - Reductions for 8 faculty positions due to retirement, 3 faculty positions due to resignation, 4 administrative/miscellaneous positions due to retirement, saving \$950,566
- Reduce professional services for substitutes by \$40,000, pupil services legal fees by \$30,000 and professional technical services for maintenance by \$25,000.
- Increase professional services by \$100,000 for security staffing.
- Reduce natural gas by \$25,000, electricity \$150,000 and Oil \$25,000.

REVENUE TO EXPENDITURE SUMMARY

Classification	2016-2017 Actual	2017-2018 Final Budget	2018-2019 3/14/18	2018-2019 4/11/18	% Increase
Revenue	\$134,132,049	\$132,734,991	\$136,947,402	\$137,553,944	3.63%
Expenditures	129,128,109	133,072,645	139,307,779	\$138,141,838	3.81%
Revenue over/(under expenditures)	\$5,003,940	(\$337,654)	(\$2,360,377)	(\$587,894)	

Note: Budgeted expenditures exceed budgeted revenues by .427%. The budget deficit of \$587,894 is equal to a real estate tax increase of .9503 mills or .7026%. The increase per property at the median assessed value is \$29.35.

REVENUE SUMMARY

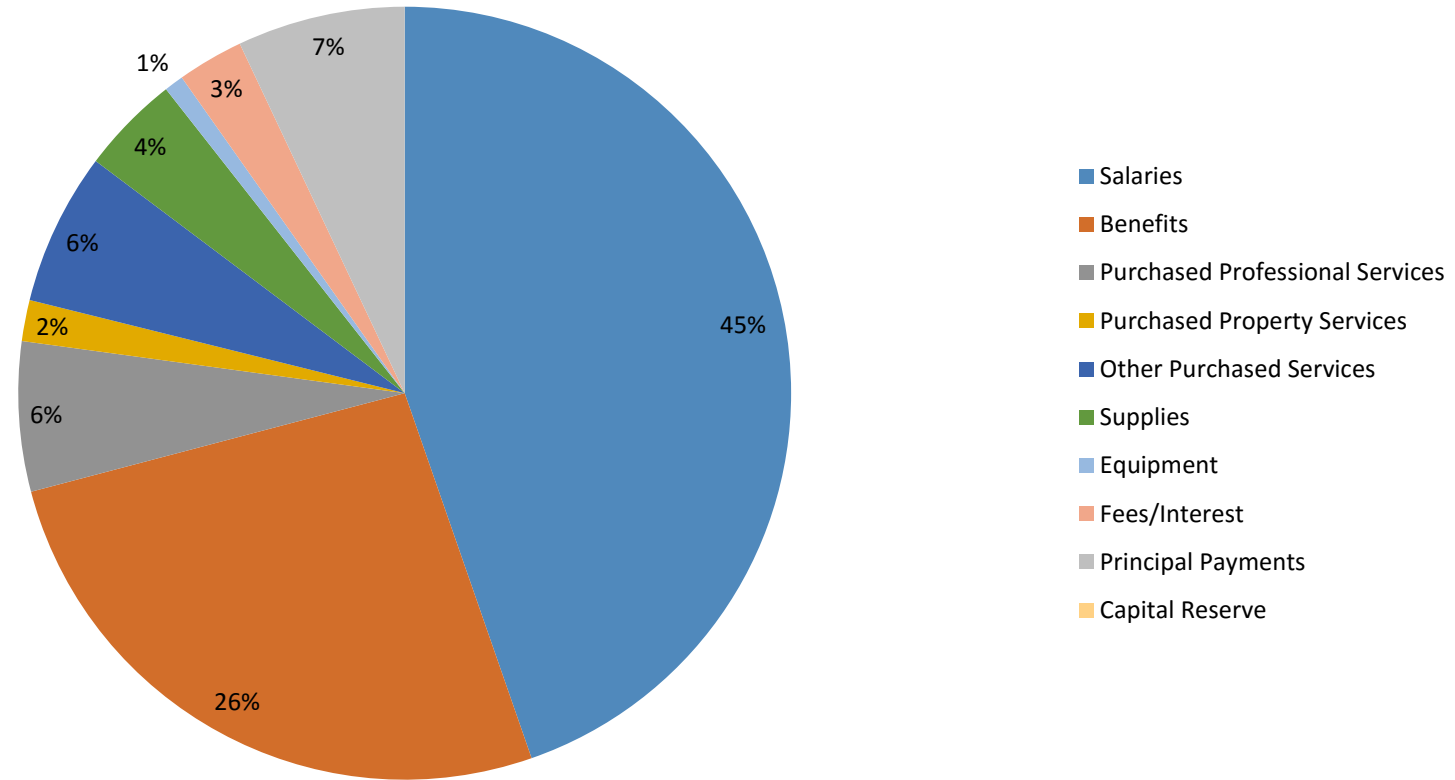
- Local Revenue does not include Act 1 Index of 2.4% or 3.2461 mills.

Revenue	2016-2017 Actual	2017-2018 Final Budget	2018-2019 3/14/18	2018-2019 4/11/18
Local	\$101,776,279	\$100,631,177	\$103,290,335	\$103,909,130
State	31,004,441	31,278,814	32,832,067	\$32,819,814
Federal	1,351,329	825,000	825,000	\$825,000
Total Revenues	\$134,132,049	\$132,734,991	\$136,947,402	\$137,553,944

PDE 2028 OBJECT SUMMARY

Expenditure	2016-2017 Actual	2017-2018 Final Budget	2018-2019 3/14/18	2018-2019 4/11/18	Variance
100 Salaries	\$57,726,859	\$58,682,316	\$62,355,971	\$61,714,503	\$3,032,187
200 Employee Benefits	33,440,046	35,159,198	36,548,784	36,219,311	1,060,113
300 Purchased Professional Services	7,113,245	7,736,856	8,644,728	8,649,728	912,872
400 Purchased Property Services	1,854,551	2,413,420	2,376,648	2,376,648	(36,772)
500 Other Purchased Services	8,834,942	7,655,366	8,815,621	8,815,621	1,160,255
600 Supplies	5,369,082	6,107,258	5,929,190	5,729,190	(378,068)
700 Equipment	1,036,943	1,016,555	1,117,253	1,117,253	100,698
800 Fees/Interest	3,922,441	4,135,430	3,824,584	3,824,584	(310,846)
900 Principal Payments	9,830,000	10,166,246	9,695,000	9,695,000	(471,246)
900 Capital Reserve	0	0	0	0	0
Total Expenditures	\$129,128,109	\$133,072,645	\$139,307,779	\$138,141,838	\$5,069,193

OBJECT SUMMARY



Requested Positions

		FICA 7.65%	Retirement 33.43%	WC 0.68%	Health (family PPO) 271/272/275/276	Life insurance 0.15%	Total	Notes:
Proposed Positions	Salary	220	230	260				
0.8 ESL	\$ 39,175	\$ 2,996.89	\$ 13,096.20	\$ 266.39	\$ 20,330.70	\$ 58.76	\$ 75,924	Enrollment
0.4 Music	\$ 19,588	\$ 1,498.48	\$ 6,548.27	\$ 133.20	\$ 8,132.28	\$ 29.38	\$ 35,930	Enrollment
2.0 Part Time Security Officer	\$ 29,462	\$ 2,253.84	\$ 9,849.15	\$ 200.34			\$ 41,765	Second Shift
1.0 Trainer	\$ 40,000	\$ 3,060.00	\$ 13,372.00	\$ 272.00	\$ 20,330.70	\$ 60.00	\$ 77,095	
1.0 Technology Support	\$ 45,000	\$ 3,442.50	\$ 15,043.50	\$ 306.00	\$ 20,330.70	\$ 67.50	\$ 84,190	MS Support
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1.4 High School Teachers	\$ 79,220	\$ 6,060.33	\$ 26,483.25	\$ 538.70	\$ 28,849.70	\$ 118.83	\$ 141,271	HS Math and Business Ed
1.0 STEM Teacher	\$ 48,969	\$ 3,746.13	\$ 16,370.34	\$ 332.99	\$ 20,330.70	\$ 73.45	\$ 89,823	Progarm Improvement
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1.0 Librarian	\$ 48,969	\$ 3,746.13	\$ 16,370.34	\$ 332.99	\$ 20,330.70	\$ 73.45	\$ 89,823	Progarm Improvement
1.0 Librarian	\$ 48,969	\$ 3,746.13	\$ 16,370.34	\$ 332.99	\$ 20,330.70	\$ 73.45	\$ 89,823	Progarm Improvement
1.0 World Language Teacher	\$ 48,969	\$ 3,746.13	\$ 16,370.34	\$ 332.99	\$ 20,330.70	\$ 73.45	\$ 89,823	Progarm Improvement
1.0 World Language Teacher	\$ 48,969	\$ 3,746.13	\$ 16,370.34	\$ 332.99	\$ 8,132.28	\$ 73.45	\$ 77,624	Progarm Improvement
1.0 Autistic Support Teacher	\$ 48,969	\$ 3,746.13	\$ 16,370.34	\$ 332.99	\$ 20,330.70	\$ 73.45	\$ 89,823	Enrollment
1.0 Learning Support Teacher	\$ 48,969	\$ 3,746.13	\$ 16,370.34	\$ 332.99	\$ 20,330.70	\$ 73.45	\$ 89,823	Enrollment
1.0 Autistic Support Teacher Ass	\$ 22,770	\$ 1,741.91	\$ 7,612.01	\$ 154.84	\$ 8,132.28	\$ 34.16	\$ 40,445	Enrollment
	\$ 711,967.00	\$ 54,465.48	\$ 238,010.57	\$ 4,841.38	\$ 276,884.24	\$ 1,023.76	\$ 1,287,192.42	

2018-2019 Budget Timeline

Description	Due Date	Completed
Finance Meeting/Budget Update	April 11	
Budget Secretary to certify total amount of revenue in the Property Tax Relief Fund	April 15	
PDE notifies school districts of the amount of their state allocation of property tax reduction funding	May 1	
Finance Meeting/Budget Update	May 2	
Proposed Final Budget Adoption Resolution to Reject 2017-18 Property Tax allocation	May 14	
School district deadline to make 2017-18 proposed final budget available for public inspection on PDE 2028	May 31	
Budget Update/Finance Meeting	June 6	
Advertise intent to adopt final budget (10 days prior to adoption)	June 8	

2018-2019 Budget Timeline

Description	Due Date	Completed
Final Budget Adopted Resolution implementing Homestead/Farmstead exclusion	June 18	

Options to Balance the Budget

- Increase Real Estate tax by the budget deficit of \$587,894 which is equal to a real estate tax increase of .9503 mills or .7026%. The increase per property at the median assessed value is \$29.35.
- Budget a commitment of fund balance in the amount of \$587,894. (Fund balance, if needed, would be used to pay the final \$587,894 of expenses.)
- Remove a number of the requested positions needed to reduce expenditures by \$587,894. See slide 12.
- Any combination of three options listed above.

Questions
Discussion
Define Path Moving Forward