

Pennridge School District 2021-2022 Budget Proposed Final Budget Update

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April 12, 2021

Goals of Budget Presentation

- Discuss successes and concerns in light of Covid -19
- Review District Capital Projects Fund balance
- Review Debt service
- Provide Status of 2021-2022 budget
- Define path moving forward for the 2021-2022 budget

Successes in light of Covid -19

- Opened all schools on time
- Gave parents choices concerning mode of instruction
- Utilized CARES Act and ESSER funding to insure school safety
- Continuous cleaning performed by custodians and staff
- Returned PHS to in person learning 5 days a week
- Gave kids a chance to do kid stuff as much as possible!
- Revamped transportation system with each change in instructional model
- Revamped Nutritional Services with each change in instructional model
- Weekly community meal distribution has served over a half million meals
- Collected majority of local revenue at or above budget amounts

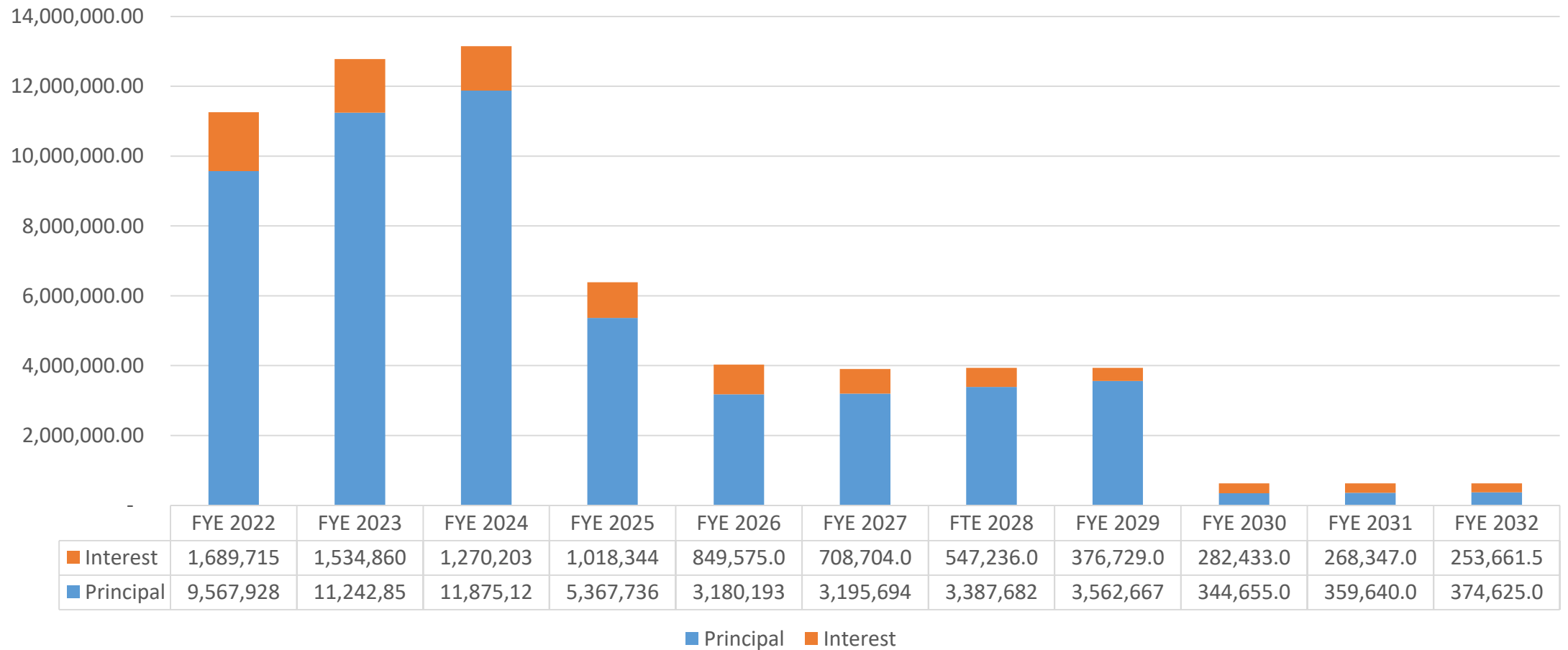
Concerns In Light of Covid -19

- Impact on Interest earnings due to interest rate cuts
- Impact on rental revenue and athletic revenue
- State flat funded Basic Ed and Special Ed funding in 20-21
- Expect state to maintain 19-20 levels of funding in 21-22
- Increased cyber charter school enrollment
- Charter school funding reform
- Future impact on the Act 1 Index
- Utilize ESSERS III funding to address learning loss and budgetary pressures
- Mental health and wellbeing of students and staff
- Employee leaves of absence

Estimated Capital Projects Funding

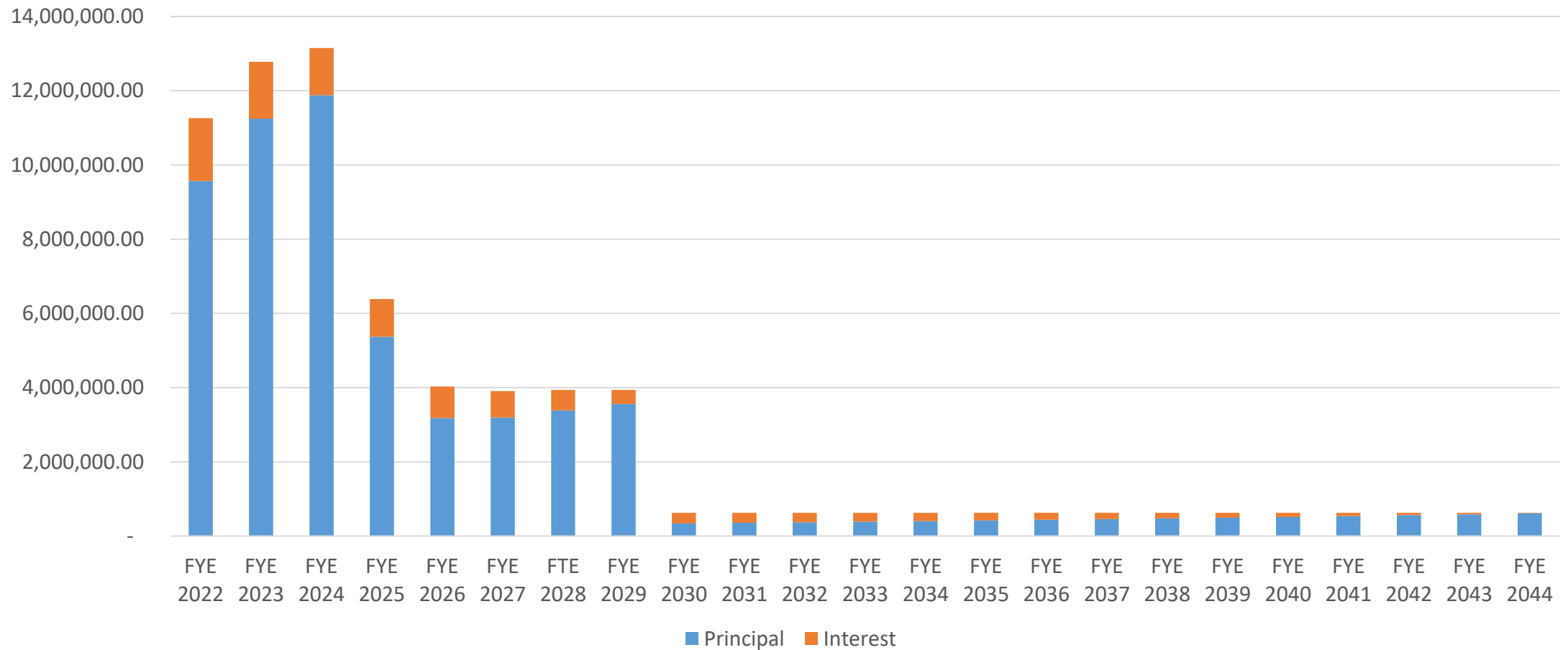
	Summer 2021 Paid 21-22	Summer 2022 Paid 22-23	Summer 2023 Paid 23-24	Summer 2024 Paid 24-25	Summer 2025 Paid 25-26
Available Funds in Capital	\$ 14,200,000	\$ 9,200,000	\$ 4,700,000	\$ 1,700,000	\$ 8,700,000
Plus Estimated Unused funds at 6/30	\$ 2,000,000	\$ 1,500,000	\$ 2,000,000	\$ 3,000,000	\$ 3,000,000
Plus Funds available at debt drop off	\$ -	\$ -	\$ -	\$ 6,000,000	\$ 8,000,000
Less Estimated Summer Capital Projects	\$ 7,000,000	\$ 6,000,000	\$ 5,000,000	\$ 2,000,000	\$ 2,000,000
Ending Balance	\$ 9,200,000	\$ 4,700,000	\$ 1,700,000	\$ 8,700,000	\$ 17,700,000

Pennridge Debt Service



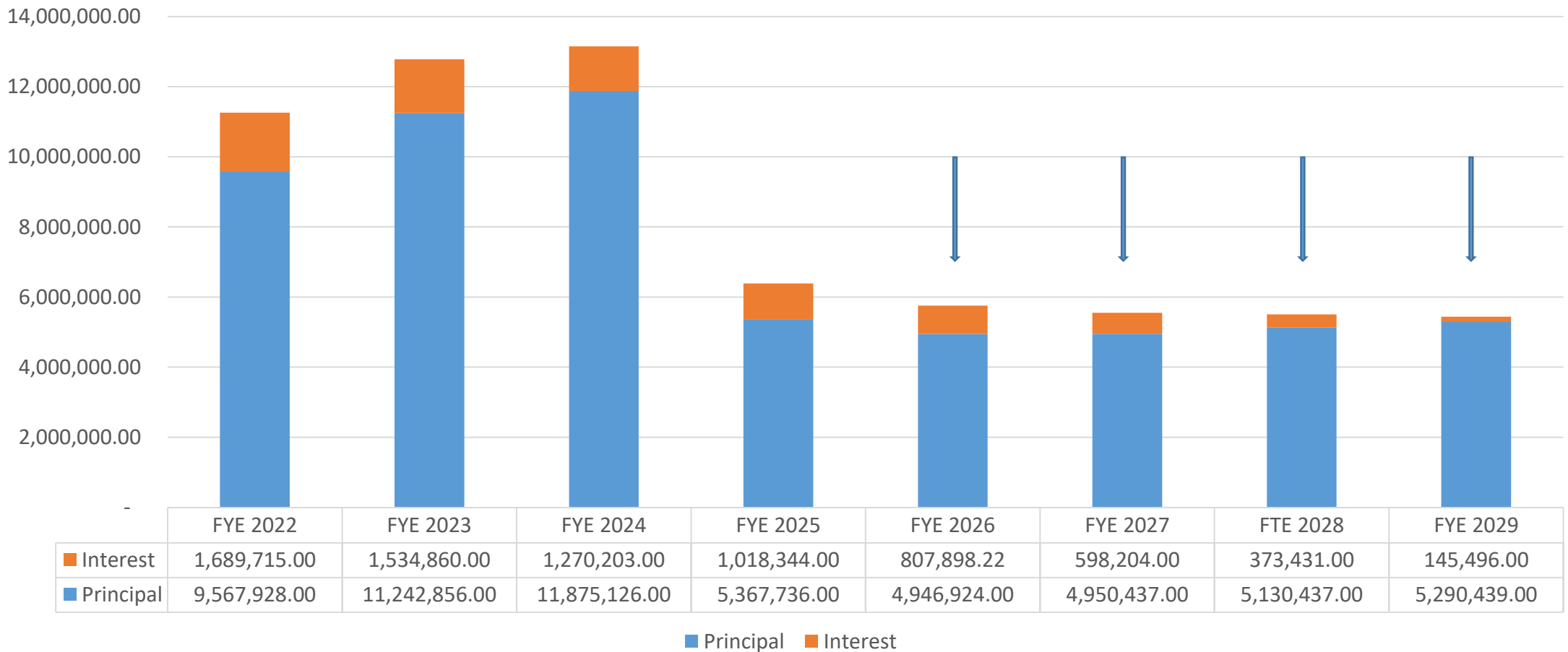
Debt Service remains consistent at \$627K and ends after FYE 2044. This debt is PSD's share of the UBCTC Renovations.

Pennridge Debt Service



UBCTC bond issue is callable 5/15/2022.

What if we accelerate UBCTC debt?



UBCTC debt paid in equal installments of \$2,060,437 in 2026 - 2029. Saves \$2.9 million in interest w/o refinancing

ACT 1 INDEX TAX RATE IMPACT

Current 2020-2021 Real Estate Tax Rate (Mills)	135.2555
Median assessed property Real Estate taxes (\$31,270 for HS/FS)	\$4,229.44
<u>2020/21 Budget</u>	
Act 1 Allowable additional mills - 3.0%	4.0577
Allowable Real Estate Tax Rate (Mills)	139.3132
Median assessed property Real Estate taxes (\$31,270)	\$4,356.32
Impact to property owner at the medial assessed value	\$126.88
Total Additional Real Estate Revenue Allowed	\$2,579,786

Revenue Changes Since March 8, 2021

Revenue	Change
8743 Federal ESSERS II	\$1,463,126
Total Changes in Revenue	\$1,463,126

Expenditure Changes Since March 8, 2021

Expenditure	Changes
100 Salaries	516,369
200 Employee Benefits	369,186
300 Purchased Professional Services	-1,342,246
400 Purchased Property Services	0
500 Other Purchased Services	-1,500
600 Supplies	-6,000
700 Equipment	0
800 Fees/Interest	0
900 Principal Payments	0
Total Change in Expenditures	-461,191

REVENUE TO EXPENDITURE SUMMARY

Classification	2018-2019 Actual	2019-2020 Actual	2020-2021 Final Budget	2021-2022 Proposed March 8, 2021	2020-2021 Proposed Final April 12, 2021	% Increase
Revenue	\$140,554,788	\$141,367,801	\$143,812,026	\$143,327,436	\$144,790,562	.68%
Expenditures	135,379,554	139,873,108	143,812,026	145,251,753	\$144,790,562	.68%
Revenue over/(under expenditures)	\$5,175,234	\$1,494,693	\$0.00	\$(1,924,317)	\$0.00	

REVENUE SUMMARY

- Local Revenue does not include Act 1 Index of 3.0% or 4.0577 mills.

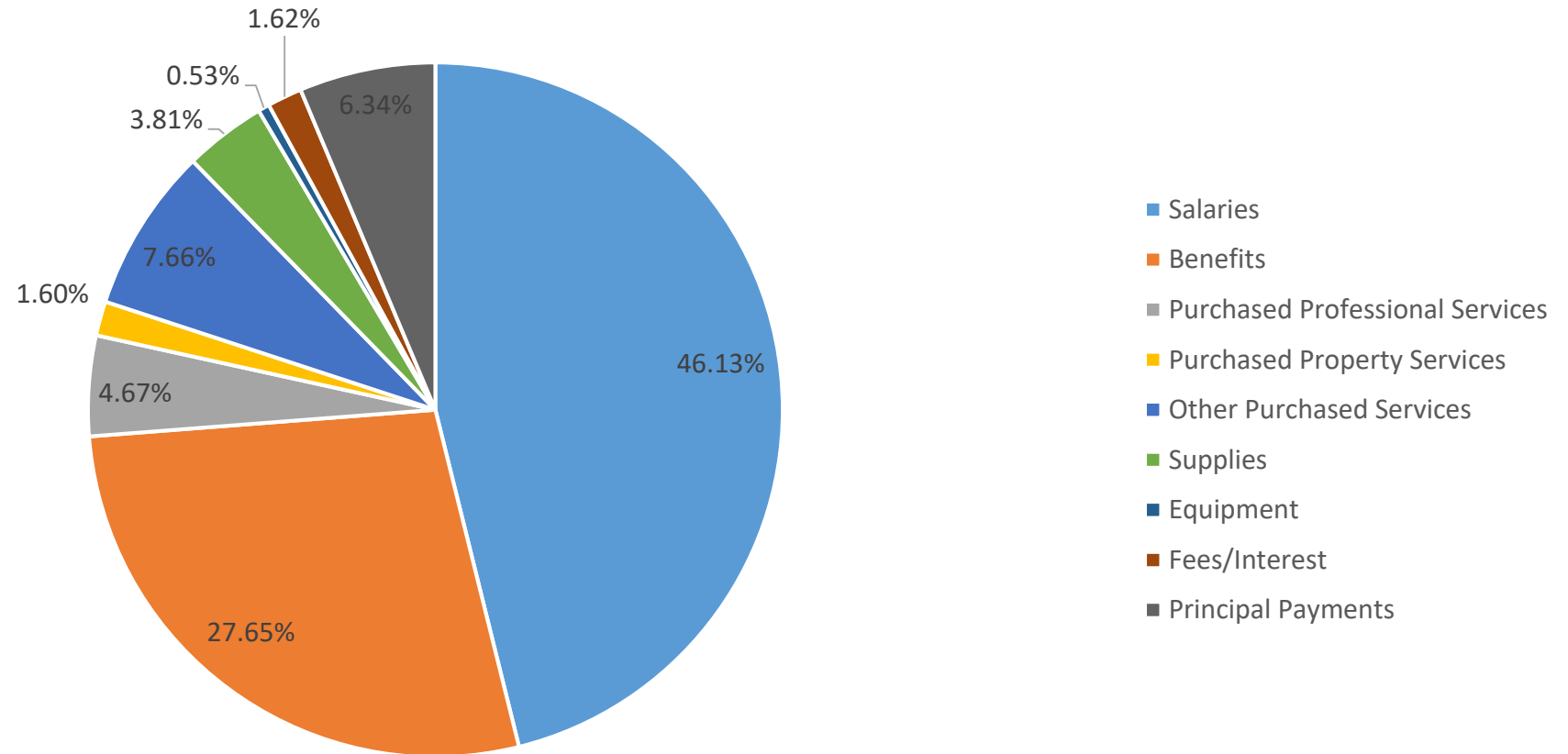
Revenue	2018-2019 Actual	2019-2020 Actual	2020-2021 Final Budget	2021-2022 Proposed Budget March 8, 2021	2021-2022 Proposed Budget April 12, 2021
Local	\$106,200,042	\$106,405,816	\$108,491,316	\$107,768,381	\$107,768,381
State	32,993,012	33,694,745	34,495,710	34,734,055	34,734,055
Federal	1,361,735	1,267,210	825,000	825,000	2,288,126
Total Revenues	\$140,554,788	\$141,367,771	\$143,812,026	\$143,327,436	\$144,790,562

EXPENDITURE OBJECT SUMMARY

Expenditure	2018-2019 Actual	2019-2020 Actual	2020-2021 Final Budget	2020-2021 Proposed March 8, 2021	2020-2021 Proposed April 12, 2021	Variance
100 Salaries	\$60,594,096	\$62,431,775	\$65,428,507	\$66,270,931	\$66,787,300	\$1,358,793
200 Employee Benefits	36,473,474	38,023,529	37,410,018	39,663,657	40,032,843	2,622,825
300 Purchased Professional Services	7,634,364	9,162,813	9,490,928	8,101,447	6,759,201	(2,731,727)
400 Purchased Property Services	2,051,087	2,000,955	2,225,678	2,312,302	2,312,302	86,624
500 Other Purchased Services	9,001,682	9,118,646	9,227,887	11,088,830	11,090,017	1,862,443
600 Supplies	5,817,439	5,121,616	5,498,106	5,524,017	5,518,017	19,911
700 Equipment	974,059	1,087,407	857,285	766,356	766,356	(90,929)
800 Fees/Interest	3,138,351	2,856,365	3,163,617	2,339,213	2,339,213	(824,404)
900 Principal Payments	9,695,000	10,070,000	10,510,000	9,185,000	9,185,000	(1,325,000)
Total Expenditures	135,379,551	139,873,108	143,812,026	145,251,753	144,790,562	978,536

OBJECT SUMMARY

Chart Title



Budget Drivers

Major Cost Drivers

1. Contracts \$800K
2. Retirement \$600K
3. Tech School \$200K
4. Charter tuition \$800K
5. Tuition other \$800 K
6. Social Security \$100 K
7. Med/RX \$1.5 Million

Total \$4.8 Million

Savings/Revenues

1. Revenue \$-500 K
2. Debt Service \$1.5 Million
3. Claims \$600K
4. IU Services \$1.75 Million
5. ESSERS II \$1.45 Million

Total \$4.8 Million

Needed to Balance Budget \$0... (Down \$1.9 Million)

Requested Positions

Proposed Positions	Salary	FICA	Retirement	WC	Health	Life	Total	Notes:
		7.65%	34.94%	0.68%	(family PPO)	insurance		
		220	230	260	271/272/275/276	0.15%		
1.0 Middle School Science	\$ 50,158	\$ 3,837.09	\$ 17,525.21	\$ 338.92	\$ 18,997.00	\$ 69.00	\$ 90,925	North Middle School
.4 Speech Teacher	\$ 29,713	\$ 2,273.00	\$ 10,382.00	\$ 201.00	\$ -	\$ -	\$ 42,569	Pupil Services Restructuring
2 Autistic Support Teachers Elem	\$ 113,374	\$ 8,674.00	\$ 39,612.00	\$ 766.00	\$ 37,954.00	\$ 138.00	\$ 200,558	Pupil Services Restructuring
2 Autistic Support Aides Elem	\$ 50,406	\$ 3,856.00	\$ 17,612.00	\$ 340.00	\$ 31,380.00		\$ 103,594	Pupil Services Restructuring
1 Autistic Support Teacher HS	\$ 56,687	\$ 4,337.00	\$ 19,806.00	\$ 383.00	\$ 18,977.00	\$ 69.00	\$ 100,279	Pupil Services Restructuring
1 Emotional Support Teacher HS	\$ 56,687	\$ 4,337.00	\$ 19,806.00	\$ 383.00	\$ 18,977.00	\$ 69.00	\$ 100,279	Pupil Services Restructuring
Special Education Coach	\$ 56,687	\$ 4,337.00	\$ 19,806.00	\$ 383.00	\$ 18,977.00	\$ 69.00	\$ 100,279	Pupil Services Restructuring
Special Education Supervisor	\$ 121,772	\$ 9,316.00	\$ 42,547.00	\$ 823.00	\$ 18,997.00	\$ 69.00	\$ 193,523	Pupil Services Restructuring
AP for Pupil Services	\$ 31,043	\$ 2,375.00	\$ 10,846.00	\$ 210.00		\$ -	\$ 44,474	Pupil Services Restructuring
	\$ 566,527.00	\$ 43,342.09	\$ 197,942.21	\$ 3,827.92	\$ 164,259.00	\$ 483.00	\$ 976,480.21	

2021-2022 Budget Timeline

Description	Due Date	Completed
Finance Meeting/Budget Update	April 12	
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 4	
Proposed Final Budget Adoption Resolution to Reject 2020-21 Property Tax allocation	May 10	
School district deadline to make 2020-21 proposed final budget available for public inspection on PDE 2028	May 25	
Advertise intent to adopt final budget (10 days prior to adoption)	June 4	
Budget Update/Finance Meeting	June 7	

2021-2022 Budget Timeline

Description	Due Date	Completed
Final Budget Adopted Resolution implementing Homestead/Farmstead exclusion	June 14	

Questions
Discussion
Define Path Moving Forward