

Pennridge School District 2017-2018 Budget Proposed Final Budget Update

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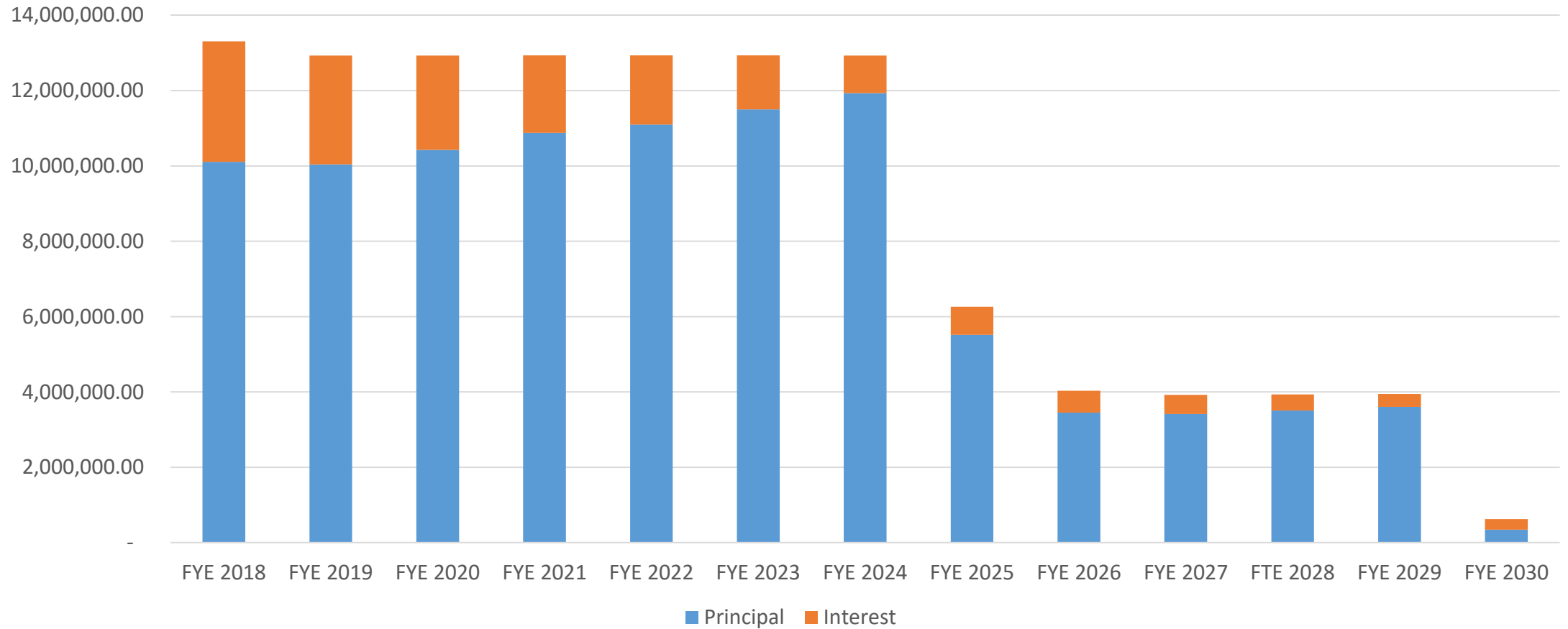
Goals of Budget Presentation

- Review District Capital Projects Fund balance
- Review Debt service
- Provide Status of 2017-2018 budget
- Review detail of the 200 object code
- Define path moving forward for the 2017-2018 budget

Capital Projects Funding

Description		
Capital Projects Fund Balance at 6/30/16		\$16,821,758
Expenditures:		
Summer Project Costs 2016 – Paid in 2016-2017	\$1,967,026	
Building Utilization Study	\$26,000	
Technology Lease Payment 2016-2017	\$178,894	
Estimated Summer of 2017 Projects (Cameras, Phones, Electrical upgrades to MDF and IDF closets, Storage Building)	\$2,800,000	
Estimated Summer of 2018 Projects	\$4,000,000	
Estimated Technology Network Equipment Refresh Summer of 2018	\$2,000,000	
Estimated balance after commitments		\$5,849,838

Pennridge Debt Service



PDE Allowed Tax Rate Impact

Expenditure	2017-2018
Current 2016/17 mills	135.2555
Median assessed property \$30,760 for HS/FS	\$4,160.46
<u>2017/18 Budget</u>	
Act 1 Index Mills – 2.5%	138.6360
Additional Mills	3.3805
Median assessed property \$30,760	\$4,264.44
Impact to property owner	\$103.98
Additional Real Estate Revenue Allowed	\$2,058,284

Revenue Changes Since March 1, 2017

Reduction of \$181,922 in Social Security and Retirement revenue due to wage changes.

Expenditure Changes Since March 1, 2017

- Salary and Benefit changes
 - Addition of 4.1 Teachers based on High School scheduling and Middle School Math needs costing \$345,300. (In addition to 4 positions reported on 3/1/17.)
 - Expansion of one HR position from half time to full time costing \$37,690.
 - Removal of 7.5 Teaching Assistants and 1 Staff Nurse from Student Support Services saving \$408,845.
 - Reductions for 18 faculty positions due to retirement saving \$1,302,664
- Property and Liability Insurance estimate reduced by \$17,080.
- Budgetary Reserve change to \$350,000 - an increase of \$16,750 which is the same as 2016-2017.

REVENUE TO EXPENDITURE SUMMARY

Classification	2015-2016 Final Budget	2016-2017 Final Budget	2017-2018 3/1/17	2017-2018 4/5/17	% Increase
Revenue	\$123,965,313	\$130,245,398	\$132,916,913	\$132,734,990	1.91%
Expenditures	127,408,164	131,042,154	134,078,632	\$133,072,645	1.55%
Revenue over/(under expenditures)	(\$3,442,851)	(\$796,756)	(\$1,161,719)	(\$337,655)	

Note: Budgeted expenditures exceed budgeted revenues by .25%. The budget deficit of \$337,655 is equal to a real estate tax increase of .5546 mills or .41%. The increase per property at the median assessed value is \$17.06.

PDE 2028 REVENUE SUMMARY

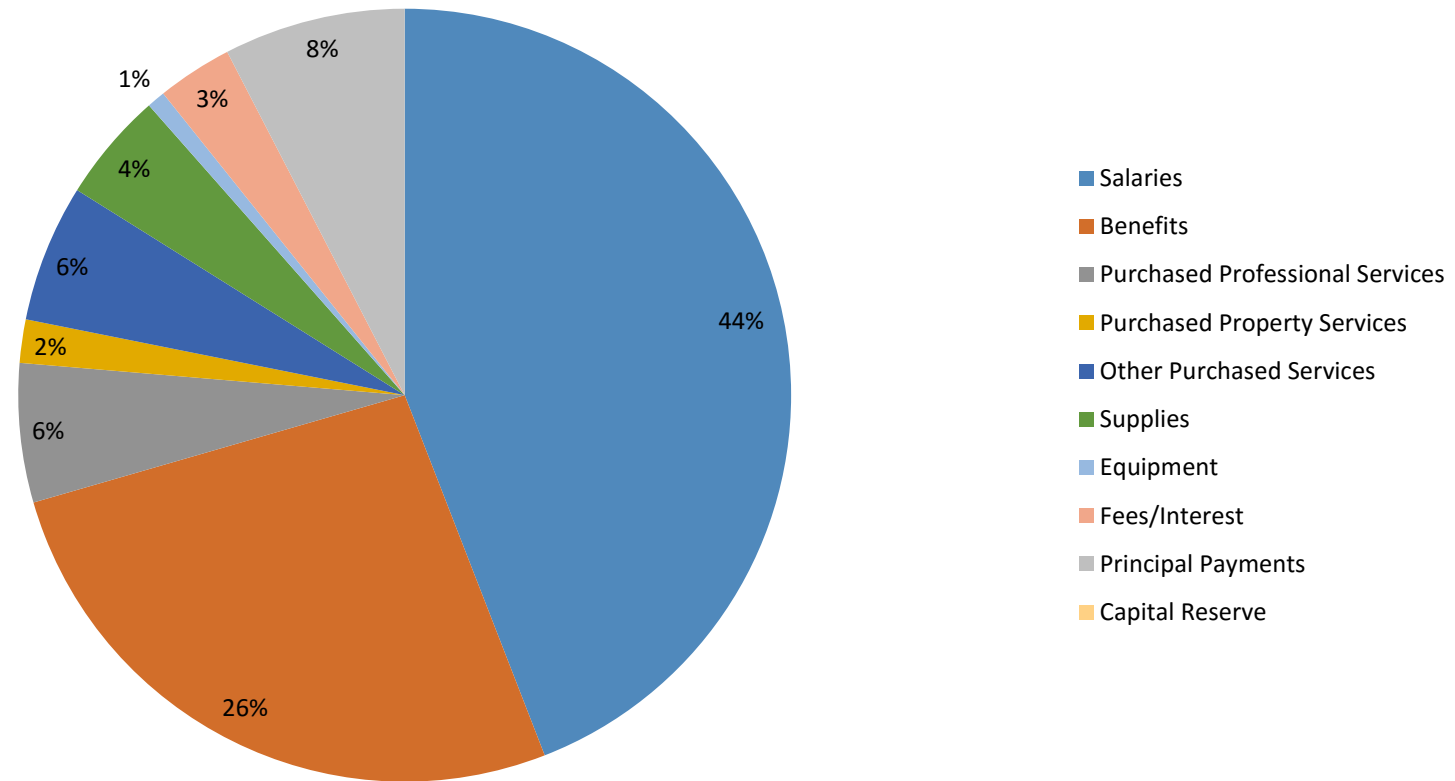
- Local Revenue does not include Act 1 Index of 2.5% or 3.3805 mills.

Revenue	2015-2016 Final Budget	2016-2017 Final Budget	2017-2018 3/1/17	2017-2018 4/5/17
Local	\$94,956,978	\$99,238,435	\$100,631,177	\$100,631,177
State	27,763,335	29,881,963	31,460,736	\$31,278,814
Federal	1,245,000	1,125,000	825,000	\$825,000
Total Revenues	\$123,965,313	\$130,245,398	\$132,916,913	\$132,734,990

PDE 2028 OBJECT SUMMARY

Expenditure	2015-2016 Final Budget	2016-2017 Final Budget	2017-20178 3/1/17	2017-2018 4/5/17	Variance
100 Salaries	\$59,658,667	\$58,566,016	\$59,534,689	\$58,682,300	\$116,284
200 Employee Benefits	30,295,086	33,814,658	35,309,835	35,159,198	1,344,540
300 Purchased Professional Services	6,677,223	6,787,667	7,739,107	7,736,856	949,189
400 Purchased Property Services	2,827,143	3,433,968	2,413,670	2,413,670	(1,020,298)
500 Other Purchased Services	7,987,358	7,802,322	7,675,666	7,658,386	(143,936)
600 Supplies	4,494,153	4,216,913	6,107,658	6,107,658	1,890,745
700 Equipment	1,233,600	1,878,209	1,016,555	1,016,555	(861,654)
800 Fees/Interest	4,443,169	4,324,347	4,175,206	4,191,776	(132,571)
900 Principal Payments	9,496,765	10,218,038	10,106,246	10,106,246	(111,792)
900 Capital Reserve	295,000	0	0	0	0
Total Expenditures	\$127,408,164	\$131,042,154	\$134,078,632	\$133,072,645	\$2,030,491

OBJECT SUMMARY



Detail of 200 Object Code

Account	Account Title	2016-2017 Budget	2017-2018 Budget	Increase (Decrease)
213	Life Insurance	\$95,505	\$83,571	\$(11,934)
214	Income Protection Ins	\$80,000	\$124,602	\$44,602
220	Social Security	\$4,439,992	\$4,477,621	\$37,629
230	Retirement	\$17,201,590	\$19,080,237	\$1,878,647
240	Tuition Reimbursement	\$125,000	\$125,000	\$0
250	Unemployment Compensation	\$12,700	\$20,992	\$8,292
260	Workers' Compensation	\$388,513	\$395,483	\$6,969
271	Self Insurance Medical	\$8,517,222	\$8,133,518	\$(383,704)
272	Self Insurance Dental	\$623,078	\$600,921	\$(22,157)
275	Self Insurance Vision	\$48,362	\$46,082	\$(2,280)
276	Self Insurance RX	\$2,282,697	\$2,039,178	\$(243,519)
291	Other Retirement Plans	\$0	\$31,993	\$31,993
	Total 200 Object Code	\$33,814,658	\$35,159,198	\$1,344,540

Legislative News

- The **Senate Education Committee** approved the following bill, which will now go to the full Senate for consideration
 - [Senate Bill 406](#) (Sen. Rafferty, R-Montgomery), which requires a 2/3 majority school board vote to increase property taxes from the prior year.

2017-2018 Budget Timeline

Description	Due Date	Completed
Finance Meeting/Budget Update	April 5	
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 3	
Proposed Final Budget Adoption Resolution to Reject 2017-18 Property Tax allocation	May 15	
School district deadline to make 2017-18 proposed final budget available for public inspection on PDE 2028	May 31	
Budget Update/Finance Meeting	June 7	
Advertise intent to adopt final budget (10 days prior to adoption)	June 9	

2017-2018 Budget Timeline

Description	Due Date	Completed
Final Budget Adopted Resolution implementing Homestead/Farmstead exclusion	June 19	

Questions
Discussion
Define Path Moving Forward