

Pennridge School District 2016-2017 Budget Proposed Final Budget Update from April 18, 2016

Prepared by:

Sean Daubert

May 2, 2016

Outstanding Considerations

Expenditures

- Property and General Liability Insurance – estimate budgeted
Renewal applications are being completed and submitted for marketing by Willis
- Medical, RX, and Stop Loss Rates – estimate budgeted
Stop Loss is being marketed by Steve Allen and the impacts of insurance plan changes are being studied
- School Bus Funding \$850,000 – Needs to be added to the budget
Mr. Geiger provided the Board with fleet information and a replacement plan
- Budgetary Reserve

Outstanding Considerations

Revenues

- Basic Education Funding and Ready to Learn Block Grant funding for 15-16
- All State Funding line items for 16-17 are unknown
- Commitment of fund balance for school bus funding
- Commitment of fund balance for Budgetary Reserve

State Funding Unknowns

Source	Basic Ed	Ready to Learn	Total	Increase from 2014-2015
2014-2015 Final Allocation	\$9,765,451	\$486,795	\$10,252,246	\$0
2015-2016 Governor's Method	\$9,879,451	\$553,528	\$10,432,979	\$180,733
2015-2016 Estimated BEFC Formula	\$10,120,741	\$625,645	\$10,746,386	\$494,140
2015-2016 Estimated additional funding				\$313,407
2016-2017 Governor's Budget Proposal (200 Million via BEFC formula)	+\$441,210			

Note: On 4/13/16, the State Legislature passed legislation to require the 2015-2016 increase in funding to be distributed using the Basic Education Funding Commission formula. On 4/24/16, the Governor allowed that legislation to become law without his signature. School Districts await official calculations and notification of the 2015-2016 funding from PDE.

GENERAL FUND FUND BALANCE

Classification	FYE 2015 Actual	FYE 2016 Projected
COMMITTED:		
Financial Software	\$ 15,986	\$ 15,986
Transportation	295,000	0
Future retirement rate increase	8,609,632	6,041,781
Non routine maintenance	330,000	0
Technology initiatives	250,000	0
UNASSIGNED	7,261,334	7,261,334
TOTAL FUND BALANCES	\$16,761,952	\$13,319,101
Assumes fund balance used to cover 2015-2016 budget deficit		

Recommended Changes to the Budget

Expenses

- Add \$850,000 in expense to the budget to fund recommended bus replacement schedule.
- Add Budgetary Reserve \$350,000.

Revenues/Fund Balance Commitments

- Add estimated 2015-16 Increase in Basic Ed and Ready to Learn Grant funding \$313,407.
- Commit Fund Balance for bus purchase \$536,593.
- Commit Fund Balance for Budgetary Reserve \$350,000.