

Chambersburg Area School District

2022-2023 BUDGET PROJECTION
FINANCE COMMITTEE MEETING
APRIL 12, 2022

2021-22 Projected Variances

◦ Salaries & Benefits(Supplemental Pays)	\$800,000
◦ Xerox	\$250,000
◦ Charter Schools	\$100,000
◦ ESS	(\$100,000)
◦ Local Revenue Variance	\$850,000
◦ Department Savings	\$600,000
◦ Out of District Tuition/Contracts(PPS)	(\$1,800,000)
◦ Estimated Total Net Impact to Fund Balance	\$700,000
(As of April 2022, forecast will change)	

2021-22 Non-Budgeted Summary

Assigned Fund Balance at 6/30/21	\$24,998,105
Health Care Transfer(3/22/22)	(\$1,500,000)
Capital Reserve Transfer(3/22/22)	(\$3,704,843)
Legal Settlement	(\$68,000)
Small Capital Project(6/22/21)	(\$401,000)
Purchased three(3) buses(6/8/21)	(\$255,613)
Estimated 2021-22 Budget Surplus (Net Impact)	\$700,000
Projected Assigned Fund Balance at 6/30/22	\$19,768,649

Fund Balances – All Projected

General Fund

Non-Spendable	\$ 264,068	
Restricted	\$ 2,428,760	
Committed	\$ 3,915,177	
Assigned	\$ 19,768,649	Projected at 06/30/22
Unassigned	\$ -	
	<u>\$ 26,376,654</u>	

Capital Reserve \$ 6,162,739

Bond 2020A \$ 1,555,377 Window Project CAMS N

Health Insurance Fund \$ 3,964,938

- Revenue Assumptions
- Expenditure Assumptions
 - Work Agreements
 - Health Care ACT 1 Projection – 10%
 - Additional requests beyond 2021-2022 – Priorities
 - **PSERS Rate: 35.26%**
- **Act 1 Index: 4.5% Adjusted**
- **Mill Rate 124.2814**
- **Tax Base \$746,000,000**
- **Collection 96%**
- **Collected Mill Value \$776,318**
- Special Education Exception – DO NOT QUALIFY

- 1) Projected Pay Increases
- 2) Health Care at 10%
- 3) PSERS at 35.26%
- 4) **(\$481,943) Level Funding of Debt – Removed to offset deficit***
- 5) 300-800 Objects projected zero-based
- 6) Anticipated contractual increases
- 7) Xerox Reduction **(\$200,000)**
- 8) Exploratory Program **(\$42,000)**
- 9) Eliminate Fair-Share classroom **(\$186,000)**



Assumptions 2022-23 Expenditures-Additions

10) CAVE Teachers (3)	\$0	<u>Summary: 11 FTEs -\$805,000</u>
11) High School Support Staff (1)	\$60,000*	<u>*7 PCAs offset from Contracted Services</u>
12) LPNs – PT to FT	\$200,000*	<u>\$420,000 moved to Salaries & Benefits</u>
13) Technology Technician	\$75,000	*3 CAVE Teachers funded through attritional
14) Director of C&I	\$0*	savings due to anticipated retirements/ classroom consolidations.
15) Special Education Supervisor	\$125,000	
16) Tech Budget Increase	\$200,000	*Truancy funded through contracted services
17) Truancy Officer	\$0	*Eliminate 1 ACT 93 position through attrition
18) Substitute Services	\$150,000	*Reassign 6 teachers for AS needs
19) LEA Out of District Tuition	\$1,000,000	
20) 3 AS Teacher/5 Aides	\$0*	
<u>Total:</u>	<u>\$1,328,057</u>	

Assumptions 2022-2023 Revenue

- 1) 4.5% Tax Increase
- 2) 96.0% Collection Rate
- 3) Assessment Base Value \$746,000,000
- 4) Additional RE Tax Revenue **\$3,414,411**
- 5) EIT restored to pre-COVID allocation based on trend - \$18,000,000
- 6) Interest revenue decreased based on trend (\$32,400)
- 7) Level State funded with projected increases in SE, Transportation and PSERS subsidies
- 8) **Governor's Budget released 2/8/22 NOT included**

Governor's Budget Proposal 2/8/22

Basic Ed Subsidy

21-22	22-23	Increase
\$ 23,244,009	\$ 29,134,382	\$ 5,890,373

Special Ed Subsidy

21-22	22-23	Increase
\$ 4,607,787	\$ 5,428,376	\$ 820,589

Charter School Cost Projected

Savings
\$ 420,369

Net

\$ 7,131,331

Summary of 2022-23 Additional Federal Revenue

Buildings & Grounds

Phase 1 Total Cost \$12,995,489*

- ESSER II Funding \$4,776,000
- ESSER III Funding \$8,219,489

C&I and Technology \$4,152,961

- Set Asides \$1,892,961
- ESSER III LL \$2,260,000

Total Additional Federal Dollars = \$17,148,450

*Project and soft costs approved January 11, 2022.

ESSER II, III, ARP Set-Asides (2022-23 and 2023-24)

ESSER II	\$11,176,000
ESSER III	\$22,607,027
ARP Set-Asides:	
◦ Learning Loss	\$1,255,052
◦ After-School Programs	\$251,011
◦ Summer Enrichment	\$251,011
◦ N&D	\$42,516
◦ Homeless	\$97,371
Total Set-Asides	\$1,892,961

ESSER – HVAC Upgrades/Alternates

Phase 1:

Buchanan	\$3,225,103
Falling Spring	\$3,080,018
Guilford Hills	\$3,381,028
Lurgan	\$3,309,340

Total Phase 1: **\$12,995,489**

Phase 2:

DAO	\$4,066,368
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Total Phase 2: **\$4,066,368**

Phase 3:

Grandview	\$2,992,295
Stevens	\$4,803,145

Total Phase 3: **\$7,795,440**

Allocation: **\$24,857,297**

Cameras/Phone System Upgrade

Radios/Repeaters

Door Management(Gates/Sensors)

Parking Gates

3M, Bollards

Raptor(2 years)

Allocation: \$3,000,0000

ELA Resources K-12

Professional Development(staff time, presenters)

Curriculum Development(staff time)

Textbook refresh, book refresh(Science, social studies text/materials)

Library Books(Overdrive)

Instructional Materials(hands on science)

Education Technology(Makerspaces, AR, VR, Robotics)

Assessment – Universal K-12 Screener

Career/College(career/college contracted counselors at high school)

Adaptive Furniture

Allocation:

\$7,818,691

Real Estate Taxes Projected at 4.50%

	2022	
Assessed Valuation	740,500,000	
Millage Rate	118.9296	
and/or \$ Change to Assessed Valuation	5,500,000	
	2023	
Assessed Valuation	746,000,000	
Millage Rate	124.2814	
Total Taxes	\$92,713,948	
Index used for tax calculations	4.50%	
Property Tax Reductions due to Homestead Exclusions	11,847,454	
Tax Collection Rate	96.00%	
Total Taxes x Tax Collection Rate	\$77,631,835	
	2023	2022 Budget
Property Tax Projections (6111)	\$77,631,835	Property Tax (6111) \$74,217,424
Percent Change	4.6006%	
Value of collected mill	\$776,318	
Change in Real Estate Revenue	\$3,414,411	

2021-22 Original Budget & 2022-23 Projection

General Fund | Projection Summary

Preliminary Budget - 4.5% Tax Increase

	BUDGET 2022	PROJECTION 2023
REVENUE		
Local	\$96,280,366	\$101,585,486
State	\$46,986,023	\$48,440,560
Federal	\$4,871,120	\$4,871,120
Other Financing Sources	\$5,000,000	\$5,000,000
CARES Federal Sources	\$829,784	\$0
ESSER II Federal Sources	\$6,400,000	\$4,776,000
ESSER III Federal Sources	\$0	\$12,372,450
TOTAL REVENUE	\$160,367,293	\$177,045,616
EXPENDITURES		
Salary and Benefit Costs	\$104,886,013	\$107,987,366
Other	\$51,321,303	\$52,640,333
CARES Federal Sources	\$829,784	\$0
ESSER II Federal Sources	\$3,330,193	\$4,776,000
ESSER III Federal Sources	\$0	\$12,372,450
TOTAL EXPENDITURES	\$160,367,293	\$177,776,149
SURPLUS / DEFICIT	\$0	(\$730,533)
BEGINNING FUND BALANCE*	\$31,606,110	\$26,376,654
Projected Variances	\$700,000	\$0
Assigned Fund Balance Used	(\$5,929,456)	\$0
YEAR END BALANCE*	\$26,376,654	\$25,646,121
FUND BALANCE AS % OF EXPENDITURES	16.45%	14.43%
FUND BALANCE AS # OF MONTHS OF EXPEND.	1.97	1.73

* Total Fund Balance

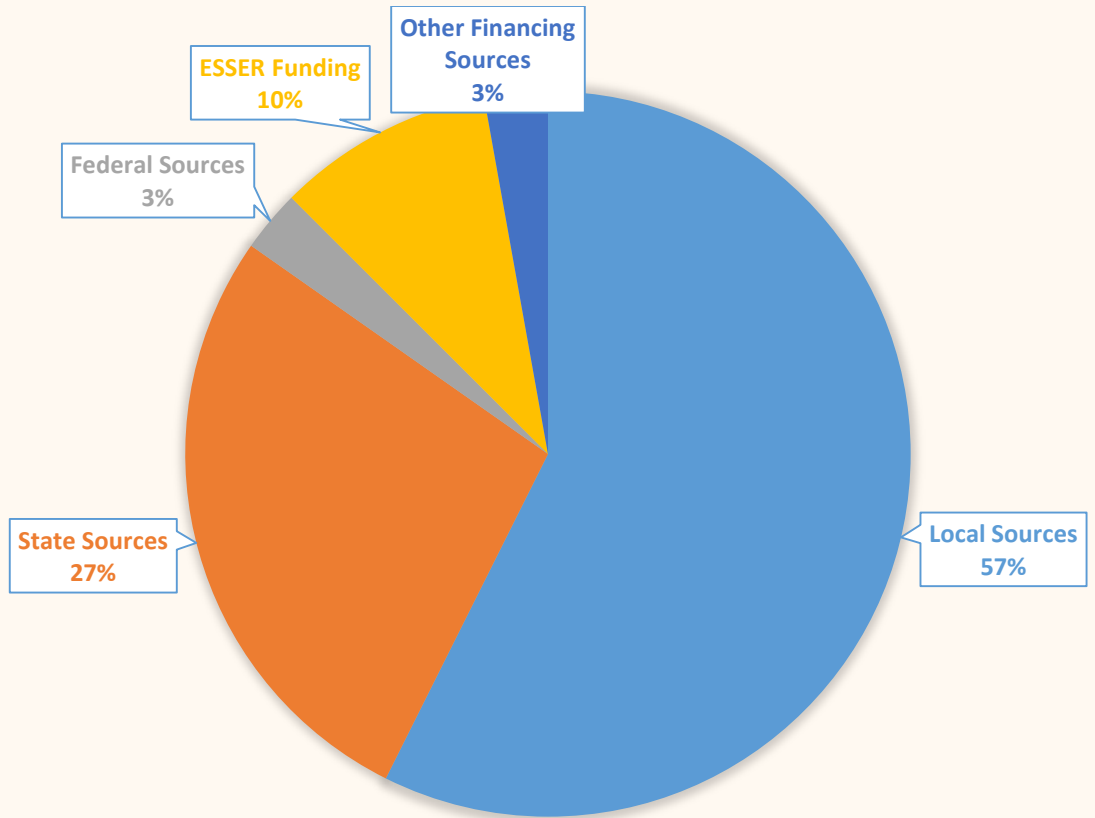
Real Estate Tax Rates with Projected Deficits

Tax Rate %	Projected Deficit
4.5%	\$ (730,533)
4.0%	\$ (1,156,396)
3.0%	\$ (2,008,122)
2.0%	\$ (2,859,849)
0.0%	\$ (4,563,301)

Composition of Funding: 2022-23 Budget

REVENUES BY SOURCE

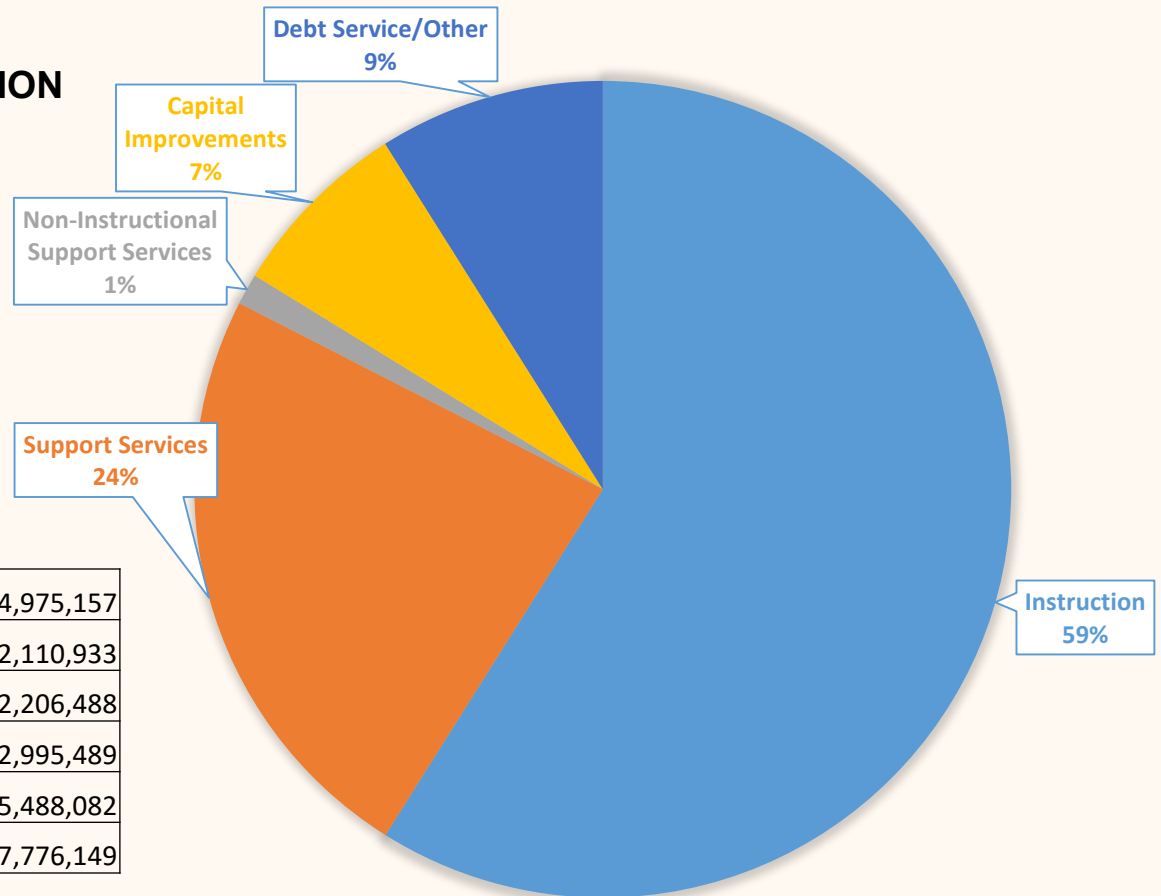
Local Sources	\$ 101,585,486
State Sources	\$ 48,440,560
Federal Sources	\$ 4,871,120
ESSER Funding	\$ 17,148,450
Other Financing Sources	\$ 5,000,000
Total Revenue Sources	\$ 177,045,616



Composition of Expenditures: 2022-23 Budget

EXPENDITURES BY FUNCTION

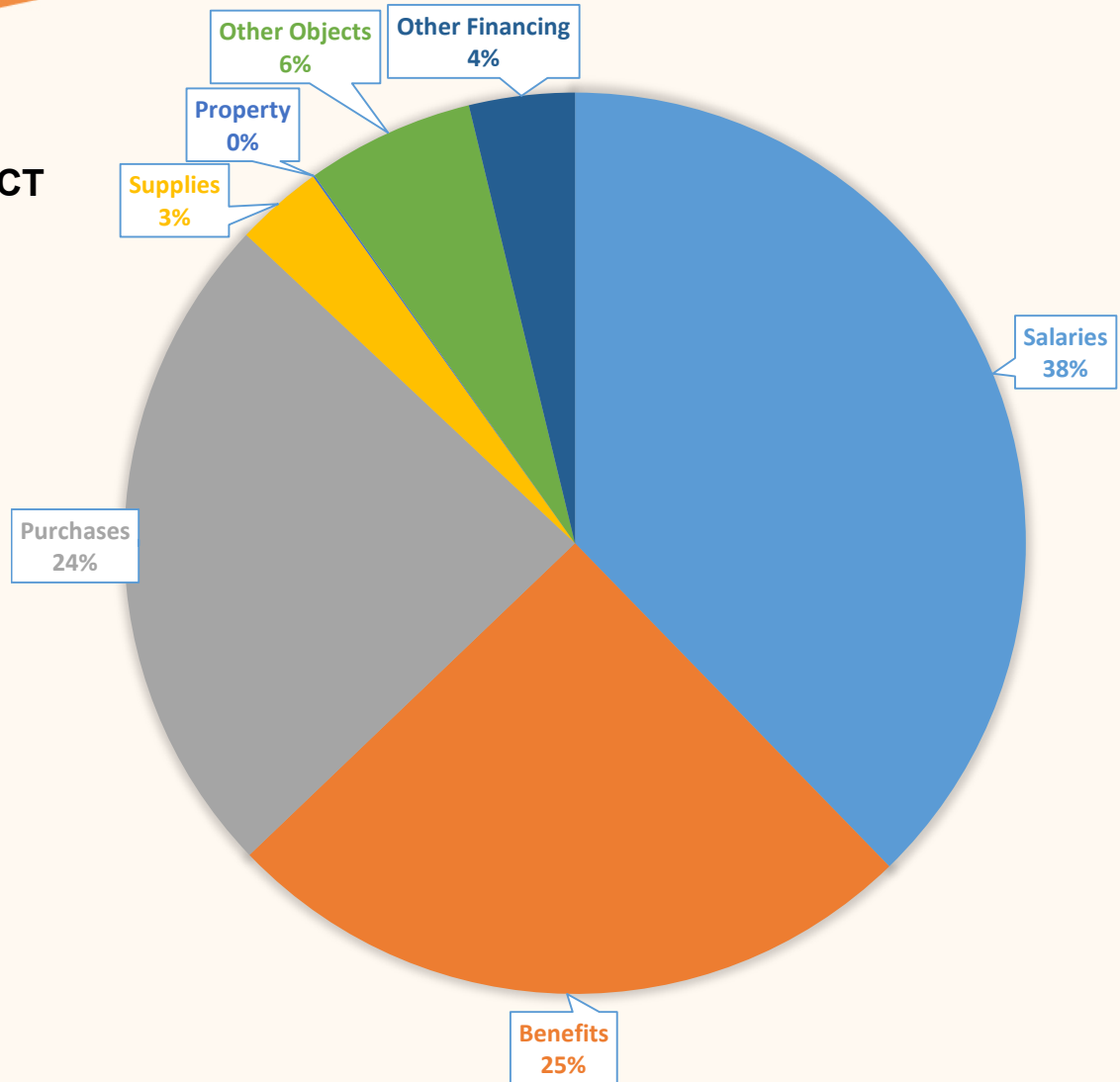
EXPENDITURES BY FUNCTION



Instruction	\$104,975,157
Support Services	\$42,110,933
Non-Instructional Support Services	\$2,206,488
Capital Improvements	\$12,995,489
Debt Service/Other	\$15,488,082
Total Expenditures	\$177,776,149

Composition of Expenditures: 2022-23 Budget

EXPENDITURES BY OBJECT



Salaries	\$67,313,896
Benefits	\$44,826,431
Purchases	\$42,908,697
Supplies	\$5,599,994
Property	\$110,872
Other Objects	\$10,741,259
Other Financing	\$6,275,000
Total Expenditures	\$177,776,149

Homestead History

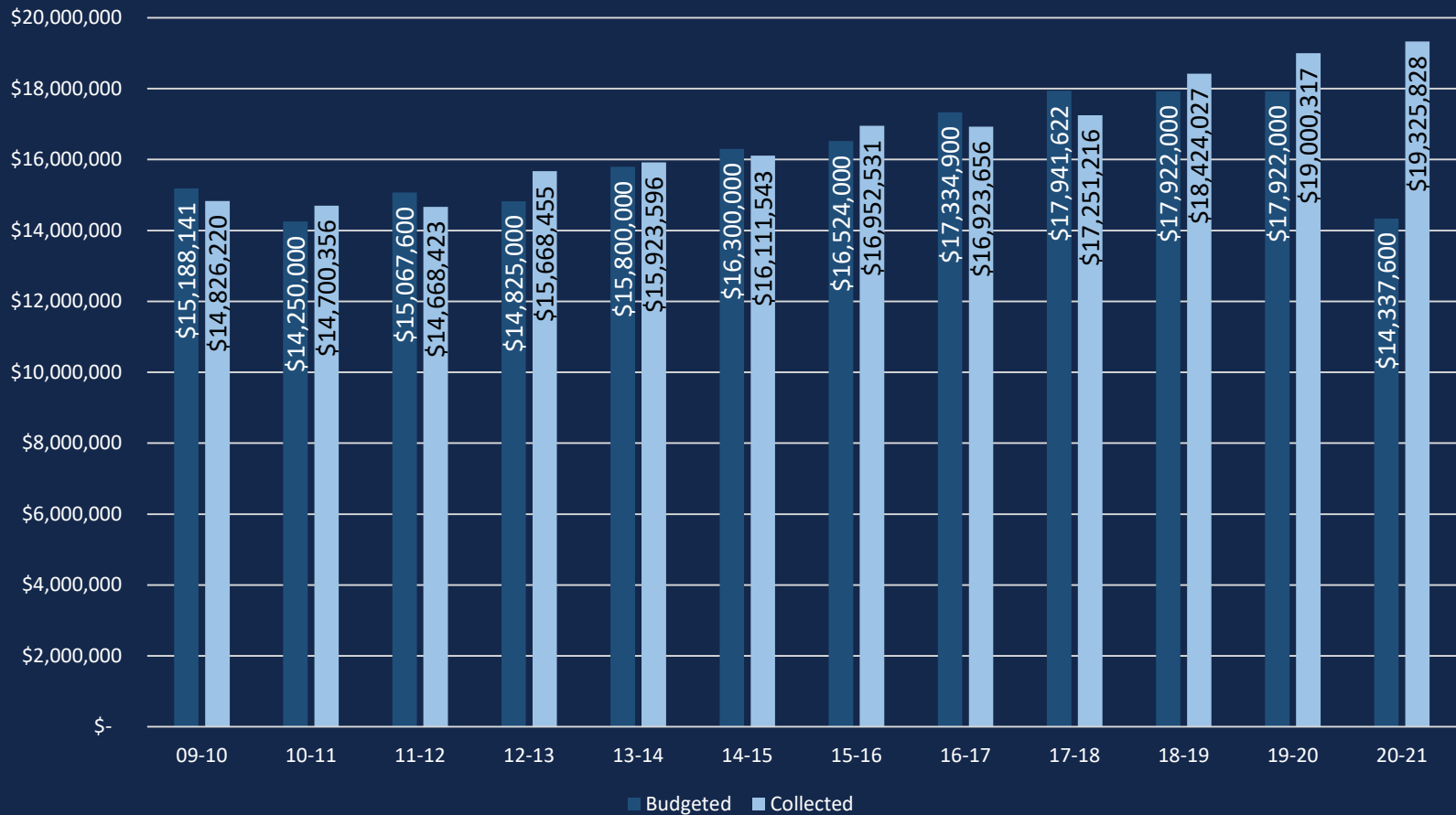
Fiscal Year	Mils	Assessment Value	Deduction	Tax Increase
08-09	80.9800	\$7,571	\$613.10	
09-10	84.9500	\$6,945	\$589.96	4.90%
10-11	89.6200	\$6,290	\$563.72	5.50%
11-12	92.7600	\$5,989	\$555.52	3.50%
12-13	92.7600	\$6,389	\$592.62	0.00%
13-14	93.6900	\$6,843	\$641.09	1.00%
14-15	96.1200	\$6,862	\$659.58	2.60%
15-16	98.4300	\$6,679	\$657.39	2.40%
16-17	101.3800	\$6,621	\$671.22	3.00%
17-18	105.9400	\$6,374	\$675.26	4.50%
18-19	109.6500	\$6,137	\$672.90	3.50%
19-20	115.0190	\$5,797	\$666.77	4.90%
20-21	118.9296	\$4,643	\$552.19	3.40%
21-22	118.9296	\$5,424	\$645.07	0.00%

2021-22 Homestead Comparison

School District	State Gaming	Homestead from EIT	Total Homestead
Chambersburg Area S/D	\$76.20	\$568.87	\$645.07
Fannett-Metal S/D	\$101.17	\$0	\$101.17
Greencastle-Antrim S/D	\$126.28	\$0	\$126.28
Tuscarora S/D	\$129.28	\$0	\$129.28
Waynesboro Area S/D	\$95.22	\$0	\$95.22

Earned Income Tax

EIT Budgeted vs. Collected



CASD - Property Tax Reduction Allocation Budgeted

Year	EIT Allocation	State Portion	Total
2008-2009	\$8,331,429.00	\$1,341,134.00	\$9,672,563.00
2009-2010	\$8,331,429.00	\$1,341,662.00	\$9,673,091.00
2010-2011	\$8,137,249.00	\$1,341,761.00	\$9,479,010.00
2011-2012	\$8,178,249.00	\$1,341,687.00	\$9,519,936.00
2012-2013	\$8,316,268.00	\$1,341,636.00	\$9,657,904.00
2013-2014	\$9,216,667.00	\$1,343,130.00	\$10,559,797.00
2014-2015	\$9,508,333.00	\$1,343,074.00	\$10,851,407.00
2015-2016	\$9,625,000.00	\$1,342,693.00	\$10,967,693.00
2016-2017	\$10,112,025.00	\$1,344,777.00	\$11,456,802.00
2017-2018	\$9,888,976.00	\$1,345,540.00	\$11,234,516.00
2018-2019	\$10,325,643.00	\$1,346,772.00	\$11,672,415.00
2019-2020	\$10,506,000.00	\$1,347,166.00	\$11,853,166.00
2020-2021	\$8,363,600.00	\$1,348,504.00	\$9,712,104.00
2021-2022	\$9,409,050.00	\$1,347,454.00	\$10,756,504.00

Real Estate Tax/Assessment Base

Year	Budget	Actual	Collection
2013-2014	53,159,923	51,029,190	95.51%
2014-2015	55,438,454	53,179,387	96.69%
2015-2016	56,867,329	55,465,673	97.25%
2016-2017	59,421,954	58,585,699	97.75%
2017-2018	64,040,665	61,810,743	96.64%
2018-2019	66,048,319	64,561,908	96.27%
2019-2020	69,204,284	69,696,440	96.27%
2020-2021	73,165,504	75,056,345	96.59%
2021-2022*	74,218,430	69,567,861	90.55%

Tax Base Value per County = \$743,250,640 (as of 11/1/2021)

Year	Assessment	% Increase
2008	637,255,270	3.39%
2009	652,584,490	2.41%
2010	659,205,610	1.02%
2011	667,888,730	1.32%
2012	672,468,320	0.69%
2013	679,485,050	1.04%
2014	684,331,190	0.71%
2015	692,290,930	1.16%
2016	701,660,520	1.35%
2017	712,515,520	1.55%
2018	715,443,330	0.41%
2019	726,417,400	1.53%
2020	737,587,760	1.54%

*As of 10/22/2021.

Note: Collection percentage based on Tax Levy, not the Budgeted amount

Assessment Source: PA State Tax Equalization Board (STEB)

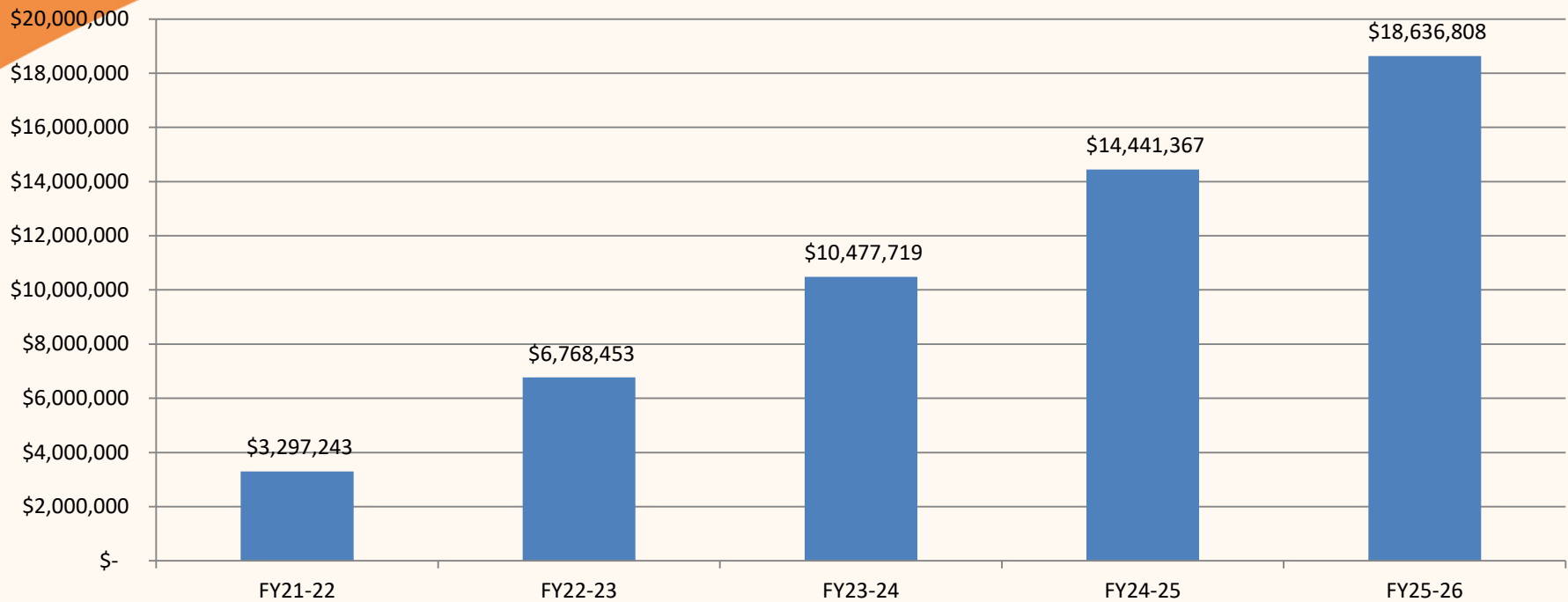
Information for 2021 has not yet been certified.

ACT 1 Impact Summary

- Homestead Reduction averaged \$625.46 per year
- CASD Real Estate Tax relief for the period of 2009-2021 - **\$128,000,000**
- PA State relief for the period of 2009-2021 - **\$18,800,000**
- Over **2,100** properties received 50% or more of the tax obligation
- **634** properties received 100% of the tax obligation = Paid \$0
- **9,500** properties had an implied market value of **\$200,000 or less**

ACT 1 Impact Summary

Lost Revenue



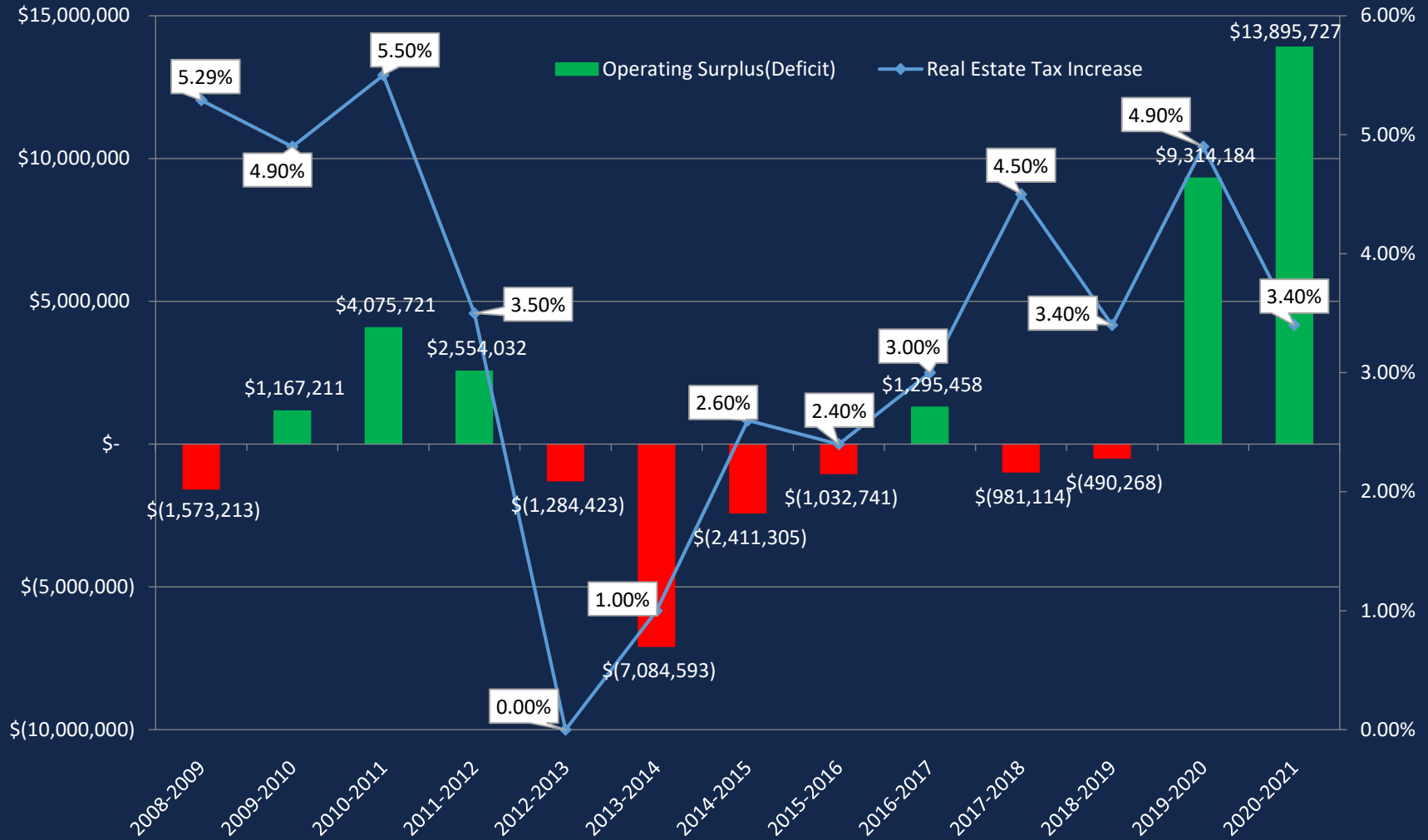
	Lost Revenue	Accumulated
FY21-22	\$ 3,297,243	\$ 3,297,243
FY22-23	\$ 3,471,210	\$ 6,768,453
FY23-24	\$ 3,709,266	\$ 10,477,719
FY24-25	\$ 3,963,648	\$ 14,441,367
FY25-26	\$ 4,195,441	\$ 18,636,808

Potential Taxpayer Impact @ 4.5%

	Mill Rate	AV	IMP. MV	Tax Obligation	Homestead	Net Obligation
2021	118.9296	22,690	206,000	2,698.51	645	\$ 2,053.51
2022	124.2814	22,690	206,000	2,819.94	745	\$ 2,074.94
					Net Increase	\$ 21.43
	Mill Rate	AV	IMP. MV	Tax Obligation	Homestead	Net Obligation
2021	118.9296	16,500	150,000	1,962.34	645	1,317.34
2022	124.2814	16,500	150,000	2,050.64	745	1,305.64
					Net Increase	11.70

Tax Increases/Surplus/Deficit

13 Years of General Fund Surplus (Deficit) and Real Estate Tax History



Next Steps

State Gaming Funds Certified	4/15/2022
Committee of the Whole	4/19/2022
PDE authorizes Allocations	4/20/2022
PDE notifies Districts of Allocations	5/1/2022
County Certifies home/farmstead properties	5/1/2022
Adopt Proposed Final Budget	5/3/2022
Adopt Final Budget	6/7/2022



Tamera Stouffer, Chief Financial and Operations Officer
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