SPRING GROVE AREA SCHOOL DISTRICT
LEARNING WITHOUT LIMITS

February 10, 2025, Directors' Study Forum

FY 2025-26 BUDGET INFORMATION

AGENDA

- Review budget parameters
- Factors that influence the budget
- Preview preliminary budget
- Discuss millage rate
- Review county data

Budget Parameters – Expenditures

Maintain current instructional and service programs

Salary & Benefits

- Salary 2.0%
- PSERS rate at 34% (current year 33.9%)
- Healthcare at 11%

Special Education Contracted Services

Charter School Enrollments and Tuition Rates

Transportation contracted services

- Contracted at 2.4%

Debt Service

- Level at $5.2 million

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Budget Parameters – Expenditures, Charter Schools

	45	104	12	32	193
2024-25 PDE-363 (Tuition Rate)	13,721.06	13,721.06	30,344.55	30,344.55	
Estimated Expenditure	617,447.70	1,426,990.24	364,134.60	971,025.60	3,379,598.14
2024-2025 Budget	13,500.00	13,500.00	30,000.00	30,000.00	
	756,000.00	1,228,500.00	510,000.00	750,000.00	3,244,500.00
	56	91	17	25	189
Lincoln Edge	7	7		4	18
)25-26 PDE-363 (Estimated Tuition Rate)	15,919.26	15,919.26	34,337.03	34,337.03	
Increase	2,198.20		3,992.48		
	716,366.70	1,655,603.04	412,044.36	1,098,784.96	3,882,799.06
					(638,299.06)
)25-26 PDE-363 (Estimated Tuition Rate)	8,000.00	8,000.00	**34,337.03**	**34,337.03**	
Increase	(5,721.06)		4,337.03		
	360,000.00	832,000.00	-	-	1,192,000.00
	356,366.70	823,603.04			
		1,179,969.74			

Budget Parameters – Revenues

Act 1 Index

- Base Index of 4.0%
- SGASD Enhanced Index of 5.4%

Local

- Assume current growth in AV

State

- Slight increase in Basic and Special Ed subsidies from 2024-25

Federal

- No increase

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2024-25 FY Budget

Beginning Fund Balance*	$3,919,021
Revenue	$84,882,898
Expenses	$86,231,574
Deficit of	$1,348,677
Ending Fund Balance*	$2,570,344

***Unassigned - not included in assigned fund balance are:**
$1.0 tech; $2.0 healthcare costs; $3.0 capital projects; $1.0 charter schools; $0.5 PSERS; **for a total of $7.5M**

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Draft of 2025-26 FY Budget

Beginning Fund Balance*	$2,570,344
Revenue	$84,711,700
Expenses	$88,383,939
Deficit of	$3,672,240
Ending Fund Balance*	$(1,101,895)

***Unassigned - not included in assigned fund balance are:**
$1.0 tech; $2.0 healthcare costs; $3.0 capital projects; $1.0 charter schools; $0.5 PSERS; **for a total of $7.5M**

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Millage Rate Discussion

- Base Millage Rate for 2024-25 24.4535
- Index Limit (5.4%) 1.32
- Potential 2025-26 millage 25.7739

- 5.4% Increase yields approximately $2.4 million
- Property of $100,000 assessed value
  - Tax Rate at 25.7739 $2,577.40
  - Increase from 2024-25 $132.00

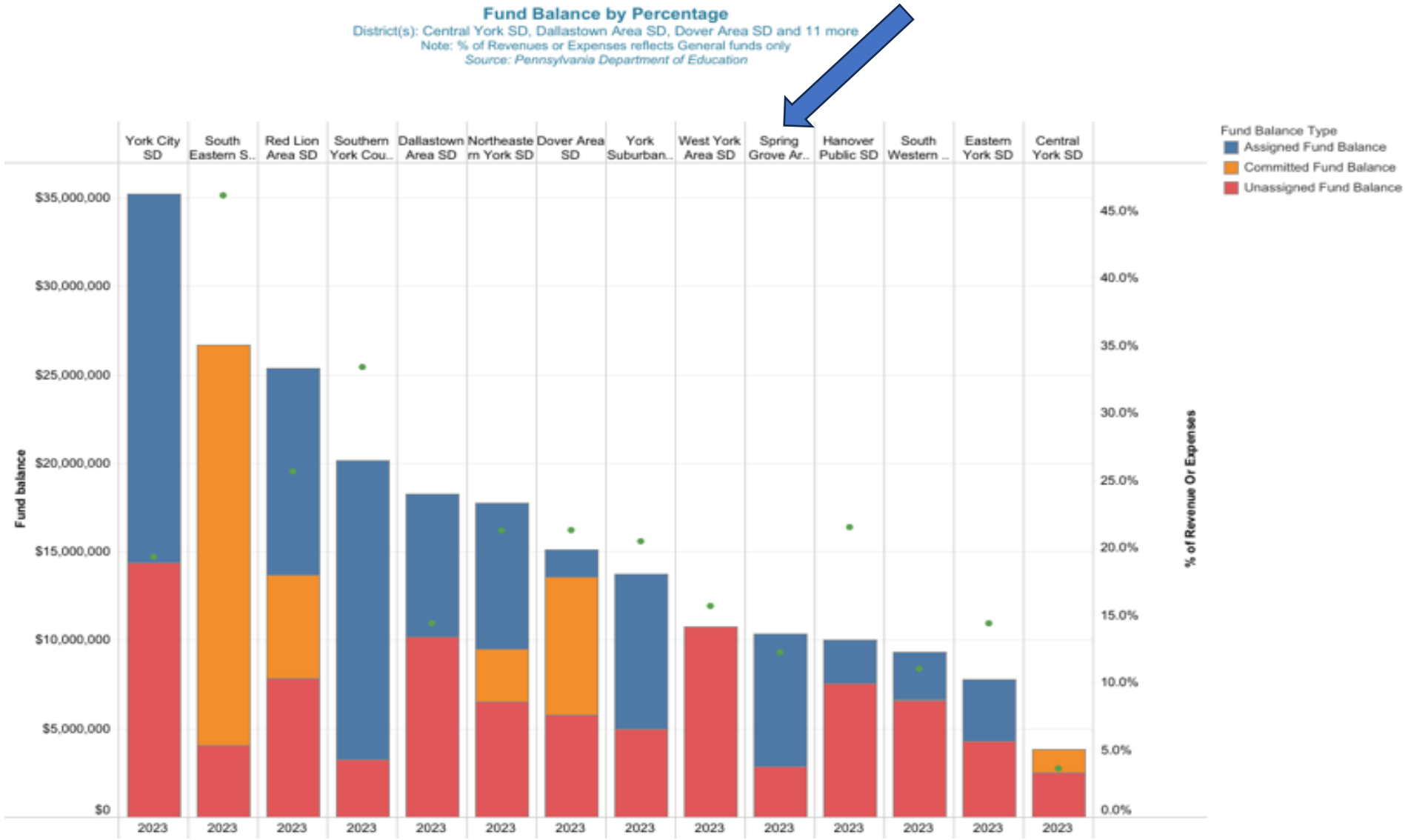
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Millage Rate Discussion

	Potential Tax Increase	Generated Revenue	Resulting Deficit	Ending Unassigned Fund Balance 6/30/2026		Annual Tax Increase on 100K of Assessed Value	Per Month	Annual Tax Increase on 133K of Assessed Value	Per Month	Annual Tax Increase on 233K of Assessed Value	Per Month
Initial Budget	5.40%	2,430,000	1,242,240	1,328,105		132.05	11.00	175.63	14.64	307.67	25.64
	5.00%	2,250,000	1,422,240	1,148,105		122.27	10.19	162.62	13.55	284.88	23.74
	4.50%	2,025,000	1,647,240	923,105		110.04	9.17	146.35	12.20	256.39	21.37
	4.00%	1,800,000	1,872,240	698,105		97.81	8.15	130.09	10.84	227.91	18.99
	3.50%	1,575,000	2,097,240	473,105		85.59	7.13	113.83	9.49	199.42	16.62
	3.00%	1,350,000	2,322,240	248,105		73.36	6.11	97.57	8.13	170.93	14.24
	2.50%	1,125,000	2,547,240	23,105		61.13	5.09	81.31	6.78	142.44	11.87
	2.00%	900,000	2,772,240	(201,895)	*	48.91	4.08	65.05	5.42	113.95	9.50
	1.50%	675,000	2,997,240	(426,895)	*	36.68	3.06	48.78	4.07	85.46	7.12
	1.00%	450,000	3,222,240	(651,895)	*	24.45	2.04	32.52	2.71	56.98	4.75
	0.50%	225,000	3,447,240	(876,895)	*	12.23	1.02	16.26	1.36	28.49	2.37
	0.00%	-	3,672,240	(1,101,895)	*	-	-	-	-	-	-
	*We need to transfer a portion of the Assigned Fund Balance										
	to the Unassigned Fund Balance to cover the shortfall.										

Fund Balance

Fund Balance by Percentage of Revenue – York County



MOVING FORWARD

- Budget and Finance Meeting
- Millage Rate Discussion
- State Funding
- Continue current year's financial review and consider impact on next year's budget

QUESTIONS?

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