



March 10, 2025, Directors' Study Forum

FY 2025-26 BUDGET INFORMATION

AGENDA

- Status of Fiscal Year 2024-25
- Update on Preliminary Budget 2025-26
- Budget Reduction Recommendations
- Millage Rate Discussion
- Adoption Schedule

Status of 2024-25 FY Budget

Beginning Fund Balance*	\$3,919,021
Revenue	\$84,884,092
Expenses	\$86,231,575
Deficit of	\$1,347,483
Ending Fund Balance*	\$2,571,538

***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**

Update of 2025-26 FY Budget

Governor Proposed Budget*

- No Decrease from Current Year
- Basic Education Subsidy - \$151,020
- Special Education Subsidy - \$153,453
- Cyber School Subsidy - **(\$203,006)** (Not included in 25-26 Governor budget)
- Ready to Learn – Foundation - \$402,808 (Proposed Increase: Not included in SG Budget)
- PCCD Grants

*Subject to legislative changes and PDE data updates, comparisons are to initial budget

Draft of 2025-26 FY Budget

With 2% Salary & No tax increase

Beginning Fund Balance*	\$2,571,538
Revenue	\$84,958,899
Expenses	\$87,982,138
Deficit of	\$3,023,239
Ending Fund Balance*	\$(451,701)

***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**

**SPRING GROVE AREA
SCHOOL DISTRICT**

- 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

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.									

Budget Reduction Recommendations

Director of Curriculum	137,253.75	Summer School / Summer Health
Resignation - IAC	106,059.81	Overtime Procedures
HS Math - Leave of Absence	93,996.36	ESC Substitutes
Resignation - MS ES	99,177.37	Vacant Support Staff Positions
Retirement - Elem Teacher	149,264.49	HS Counselor
Resignation - PE Teacher	147,034.43	Retirement - CSN
Retirement - Psych	133,514.28	
Resignation - Social Worker	145,418.31	
Tech - CAT 6 Cabling	100,000.00	
Tech - HVAC Upgrades	100,000.00	
Frontline - HRMS	37,568.00	
Transportation	53,280.00	
	41,580.00	

Budget Recommendations

Beginning Fund Balance	\$2,571,538
Revenue	\$84,958,899
3% Tax Increase	\$1,348,615
Expenses	\$87,982,138
Attritional Savings	(\$1,011,718)
Projects	(\$200,000)
Software	(\$37,568)
Transportation	(\$94,860)
Deficit of	(\$330,477)
Ending Fund Balance	\$2,241,061

Draft of 2025-26 FY Budget

With budget reductions and 3% tax increase

Beginning Fund Balance*	\$2,570,344
Revenue	\$86,307,514
Expenses	\$86,637,991
Deficit of	\$(330,477)
Ending Fund Balance*	\$2,239,866

***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**

Adoption Schedule

- Proposed Final Budget Approval on April 14, 2025
 - Need direction on millage rate to use to prepare the PDE Budget Document
- Final Budget Approval on May 19, 2025

Next Steps

- Budget and Finance Committee Meeting
 - Review budget recommendations
 - Review long term capital plan

QUESTIONS?