

STATE COLLEGE AREA SCHOOL DISTRICT

FINANCIAL UPDATE AS OF DECEMBER 31, 2025

2025-2026 PROJECTED RECEIPTS:

LOCAL – 79% (\$166.71M)

STATE – 20% (\$41.94M)

FEDERAL – 1% (\$1.69M)

2025-2026 TRENDING (AS OF DECEMBER 31, 2025):

MOST ACCOUNTS ARE TRENDING ON BUDGET

RECOMMENDED INCREASES (GOOD NEWS!!!):

EARNED INCOME TAX – INCREASE BY \$160,000

REALTY TRANSFER TAX – INCREASE BY \$750,000

INVESTMENT INCOME – INCREASE BY \$1.59M

REVENUE UPDATES
CURRENT FISCAL YEAR

2025-2026 PROJECTED DISTRIBUTION OF EFFORT (EXPENSES):

PERSONNEL – 75% (\$156.08M)

SUPPLIES/SERVICES – 17% (\$35.80M)

DEBT/CAPITAL – 8% (\$16.97M)

2025-2026 TRENDING (AS OF DECEMBER 31, 2025):

EXPENSES APPEAR TO BE TRENDING NEAR BUDGETED AMOUNTS

VERY EARLY IN THE YEAR - TOO EARLY TO MAKE CHANGES

ONLY IDENTIFIABLE CHANGES WOULD BE SYSTEMIC ONES

THERE HAVE BEEN NO SYSTEMIC CHANGES TO DATE

**PSERS RATES HAVE BEEN REDUCED IN FUTURE YEARS, THIS
IMPACTS BOTH PENSION EXPENSE AND STATE PENSION
50% REIMBURSEMENT INCOME**

EXPENSE UPDATES

CURRENT FISCAL YEAR

DEBT SERVICE AND CAPITAL OBLIGATIONS

ACTUAL 2023-24 DEBT & CAPITAL INVESTMENT - \$25.1M

ACTUAL 2024-25 DEBT & CAPITAL INVESTMENT - \$28.7M

BUDGETED 2025-26 DEBT & CAPITAL INVESTMENT - \$17M

PROJECTED 2026-27 DEBT & CAPITAL INVESTMENT - \$16M

DECREASE IS DUE TO ELIMINATION OF CAPITAL RESERVE TRANSFER AND BEGINNING TO UTILIZE COMMITTED FUND BALANCE TO OFFSET DEBT SERVICE.

NEW CAPITAL PROJECTS & BORROWING

MOUNT NITTANY ELEMENTARY SCHOOL - \$22M

PARK FOREST MIDDLE SCHOOL - \$130M

DISTRICT WIDE FACILITY MASTER PLAN

**AT THIS TIME, BUDGET PROJECTIONS DO NOT INCLUDE
DEBT SERVICE COSTS FOR NEW BORROWINGS**

**DEBT SERVICE AND
CAPITAL OBLIGATIONS**

IMPORTANT BOARD DATES:

JANUARY 12 – OPT OUT RESOLUTION

APRIL 6 – PRESENTATION OF PROPOSED FINAL BUDGET

APRIL 20 – APPROVAL OF PROPOSED FINAL BUDGET

MAY 6 – PROPOSED FINAL BUDGET AVAILABLE TO PUBLIC

MAY 18 – PUBLIC HEARING ON PROPOSED FINAL BUDGET

**JUNE 1 – ADOPTION OF BUDGET, HOMESTEAD & FARMSTEAD
RESOLUTION, ANNUAL TAX LEVY, AND INSTALLMENT PLAN**

**IN ADDITION TO THE ABOVE KEY DATES, DISTRICT
ADMINISTRATION WILL BE PROVIDING THE BOARD
WITH REGULAR BUDGET UPDATES**

**KEY DATES TO DEVELOP
THE 2026-27 BUDGET**



QUESTIONS?