Finance Committee Presentation

January 20, 2026
(previously scheduled for December 2, 2025)

Topics

- FY25 Financial Update – Preliminary Year-End Results
- FY26 Financial Update
- FY27 Budget Update

FY 2024-2025
Financial Update

FY25 Preliminary Year-End Results

2024-2025 Preliminary Fiscal Year End Results					
			% of Expense		
Revenues	$	66,687,271.70			
Expenses	$	66,240,910.75			
Surplus/(Deficit)	**$**	**446,360.95**	0.7%		
Transfer to Capital Reserve Fund 23/24 Surplus	$	1,837,487.00			
Total Adjusted 2024/2025 Year-End Result	$	2,283,847.95	3.4%		
Variance - Budget vs. Actual					
	2024-2025 Budget		2024-2025 Actual		Variance
REVENUES					
Interest Earnings	$	683,305.00	$ 1,482,448.45	$	799,143.45
State Funding for Cyber Charter Reimb.	$	-	$ 362,687.69	$	362,687.69
State Funding for Adequacy Supplement	$	-	$ 270,878.50	$	270,878.50
Interim Real Estate Tax	$	65,000.00	$ 227,895.93	$	162,895.93
Realty Transfer Tax	$	305,000.00	$ 498,353.83	$	193,353.83
REVENUE TOTAL				**$**	**1,788,959.40**
EXPENDITURES				$	-
Net Difference Between Wages, Benefits, Professional Services and Tuition to Cyber Charters, Other LEAs, and Non-Pubs	$	38,173,764.00	$ 37,730,116.00	$	443,648.00
TOTAL REVENUE & EXPENDITURE VARIANCE				**$**	**2,232,607.40**

Note: Preliminary results as 2024-2025 local audit is still being finalized.

FY25 Preliminary Year-End Results

- Year-End Results - Future Budget Considerations
  - Two year old data
  - Adjustments made in 2025-26 and beyond
  - Surplus - one-time uses
  - Budgeted Deficits:

    2024/25 ($506,890)

    2025/26 ($1,555,795)

FY 2025-2026
Financial Update

2025-2026 State Funding Payments to Districts

- November 19, 2025 Email Communication from Carrie Rowe, Acting Secretary of Education:

  "Department has begun processing payments to all education entities. Schools will begin to receive payments within a few days, though we expect it will take up to four to six weeks for you to receive all back payments."

Payment Date	Payment Type	Payment Amount
11/18/2025	SD Transportation	$ 153,975.00
11/18/2025	SD Transportation	$ 307,950.00
11/18/2025	Social Security	$ 202,943.84
11/19/2025	SD Special Edu	$ 406,615.00
11/19/2025	SD Special Edu	$ 406,615.00
11/19/2025	Vocational Ed	$ 15,435.00
11/19/2025	Vocational Ed	$ 15,435.00
11/19/2025	Retirement	$ 951,618.53
11/20/2025	Basic Education Funding	$ 1,872,687.00
11/24/2025	Title II & IV	$ 54,180.69
11/24/2025	Basic Education Funding	$ 1,872,687.00
11/28/2025	Social Security	$ 185,760.10
11/28/2025	SD Special Edu	$ 406,615.00
12/1/2025	Ren Subsidy	$ 85,995.92
	Total	**$ 6,938,513.08**

Interest Earnings

- State Budget Impasse Impact
  - Estimated loss in interest earnings $37,182.30.

Charter School Tuition – Changes in Legislation

	Total Costs	Total Student Enrollment	Regular Education Students - Brick & Mortar Charter Schools	Regular Education Students - Cyber Charter	Special Education Students - Brick & Mortar Charter Schools	Special Education Students - Cyber Charter	Nonspecial Education Tuition Rate - Brick & Mortar Charter Schools	Nonspecial Education Tuition Rate - Cyber Charter Schools	Special Education Tuition Rate - Brick & Mortar Charter Schools	Special Education Tuition Rate - Cyber Charter Schools	Notes
2025-2026 Budget	$ 4,813,321.00	217		137		80		$15,215.16	$47,409.73	$34,110.83	Used 24/25 Tuition Rates
2025-2026 PDE 363 Original	$ 5,309,123.77	211	3	117	0	91		$16,222.38	$51,536.12	$36,949.87	Based on 12/22/2025 Enrollment Figures
2025-2026 PDE 363 Revised after State Budget Passage	$ 4,382,300.40	211	3	117	0	91	$ 16,082.78	$14,997.24	$51,092.67	$28,344.78	Based on 12/22/2025 Enrollment Figures
2025-2026 Budget Compared to Final Cyber Charter School Tuition Rates	**$ (431,020.60)**										

FY 2026-2027
Budget Update

Salary & Wage Expense

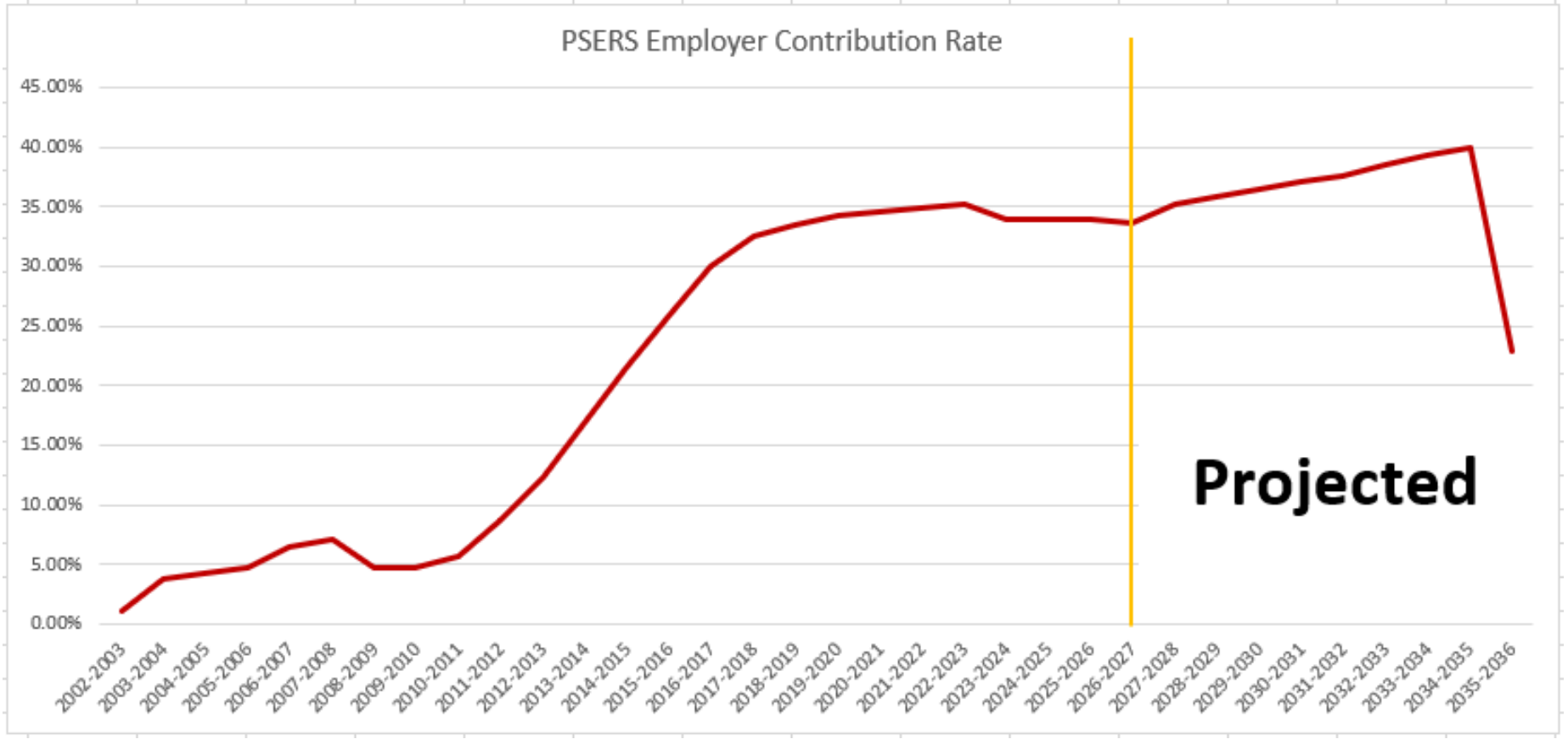
- **Administrative Staff**
  - Individual Contracts (3) – 3%
  - Act 93 – 3.1%
- **Professional Staff**
  - 2026-2027 CBA – 3.25% (last year of CBA)
- **Classified Staff**
  - 2026-2027 – 3.25%

Benefit Expense

- **Healthcare Costs**
  - Medical – Preliminary 5%
  - Dental, Vision, Life, & LTD – To be determined
- **Payroll Taxes**
  - Social Security – 7.65% of total salaries & wages
  - Workers Compensation – TBD (2025-2026 = 0.00699 of total salaries & wages)
  - Unemployment Compensation – TBD (2025-2026 = 0.00865 of total salaries & wages)

Benefit Expense - Continued

- **PSERS (Retirement)**
  - **2026-2027 Final Rate 33.59%**

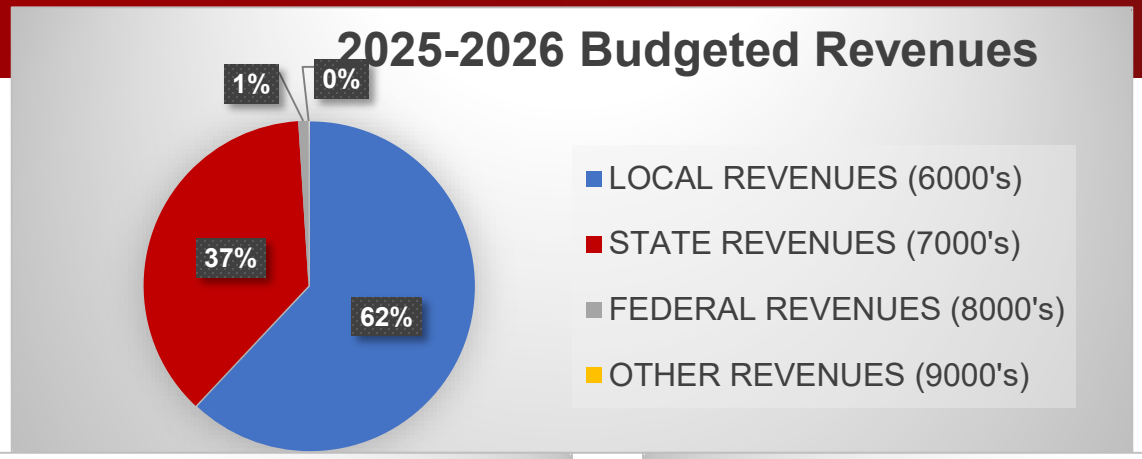


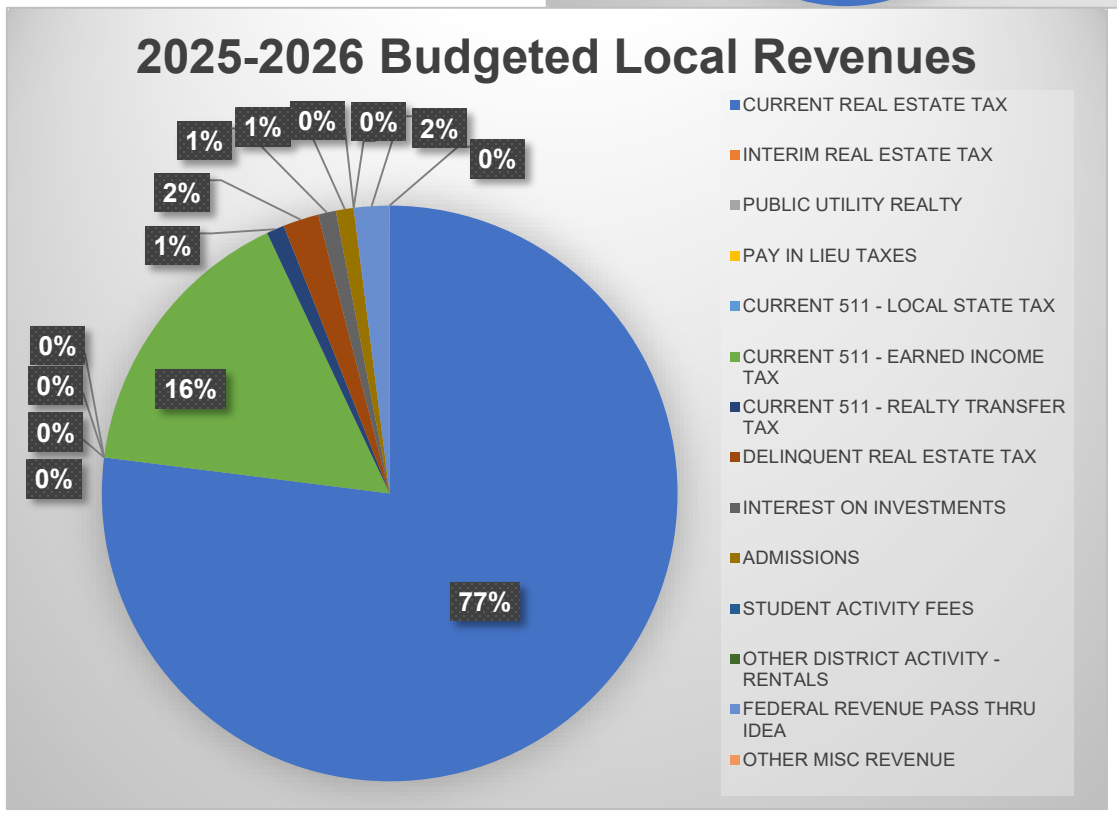
Fiscal Year	Total Employer Contribution %	
2002-2003	1.15%	
2003-2004	3.77%	
2004-2005	4.23%	
2005-2006	4.69%	
2006-2007	6.46%	
2007-2008	7.13%	
2008-2009	4.76%	
2009-2010	4.78%	
2010-2011	5.64%	
2011-2012	8.65%	
2012-2013	12.36%	
2013-2014	16.93%	
2014-2015	21.40%	Actual
2015-2016	25.84%	
2016-2017	30.03%	
2017-2018	32.57%	
2018-2019	33.43%	
2019-2020	34.29%	
2020-2021	34.51%	
2021-2022	34.94%	
2022-2023	35.26%	
2023-2024	34.00%	
2024-2025	33.90%	
2025-2026	34.00%	
2026-2027	33.59%	
2027-2028	35.26%	
2028-2029	35.85%	
2029-2030	36.49%	
2030-2031	37.10%	
2031-2032	37.59%	Projected
2032-2033	38.51%	
2033-2034	39.27%	
2034-2035	39.94%	
2035-2036	22.84%	

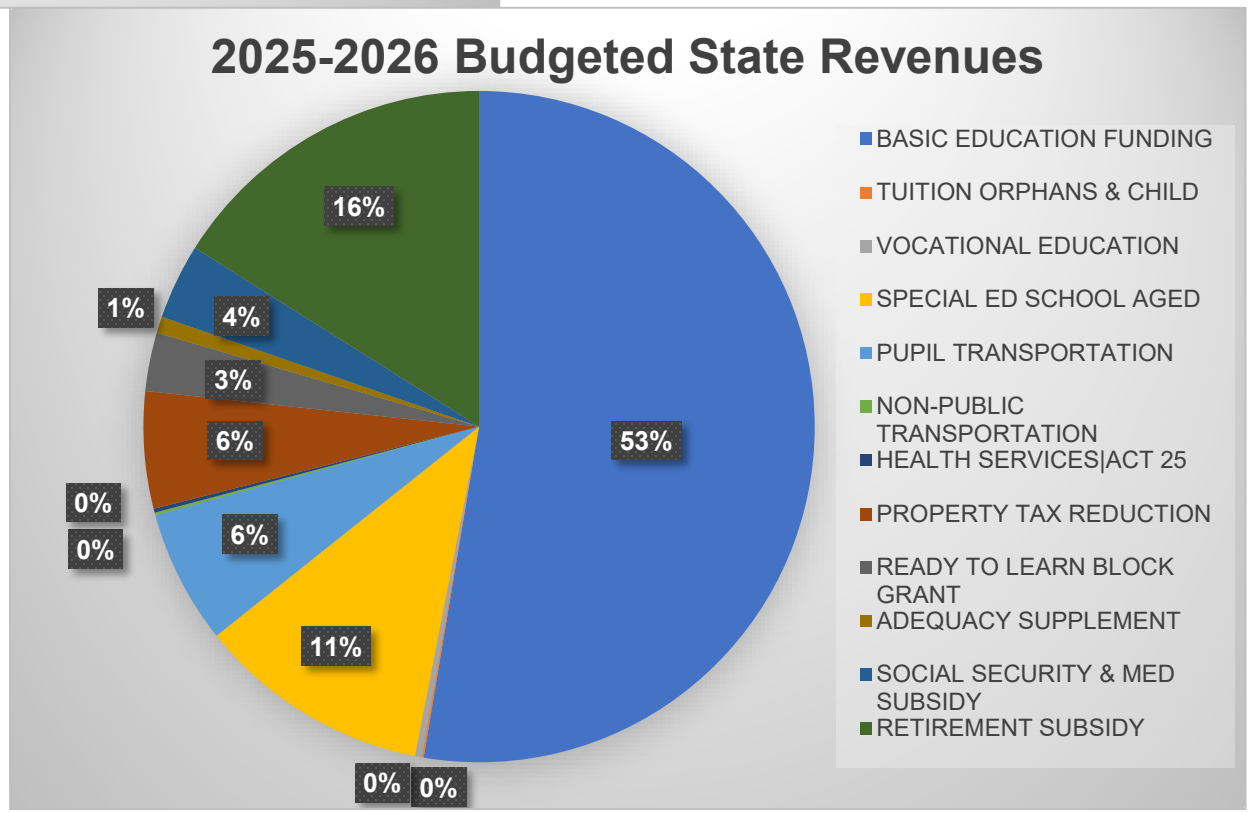
Debt Service – Expense & Revenue

	Principal	Interest	Total Payment	Reimbursement	Local Effort	Principal Remaining After 2026-2027	Maturity
Series of 2017	$ 3,575,000.00	$ 308,175.00	$ 3,883,175.00	$ 596,716.00	$ 3,286,459.00	$ 5,540,000.00	2028-2029
Series of 2023	$ 5,000.00	$ 942,012.50	$ 947,012.50	$ -	$ 947,012.50	$ 18,840,000.00	2034-2035
Total Payments for 2026-2027	$ 3,580,000.00	$ 1,250,187.50	$ 4,830,187.50	$ 596,716.00	$ 4,233,471.50	$ 24,380,000.00	
Total Payments for 2025-2026			$ 4,830,568.76				
Difference			$ (381.26)				

2025-26 Budgeted Revenues for 2026-27 Budget Preparation

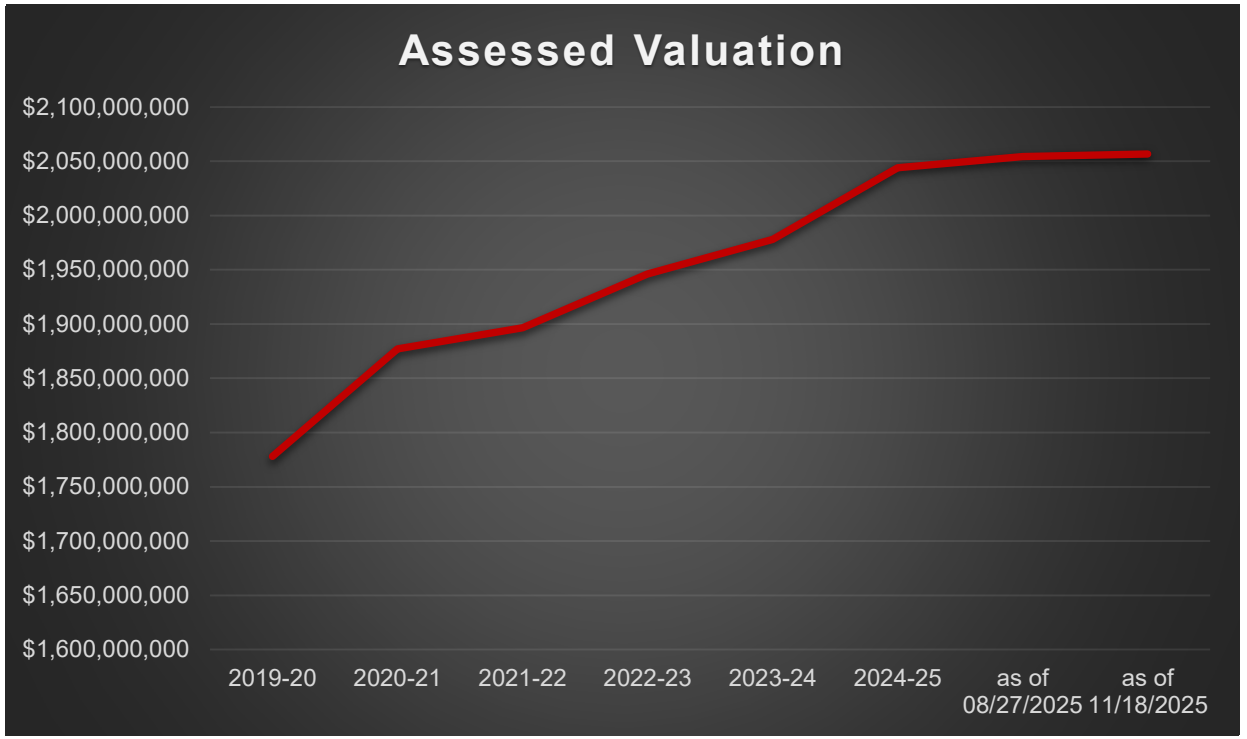






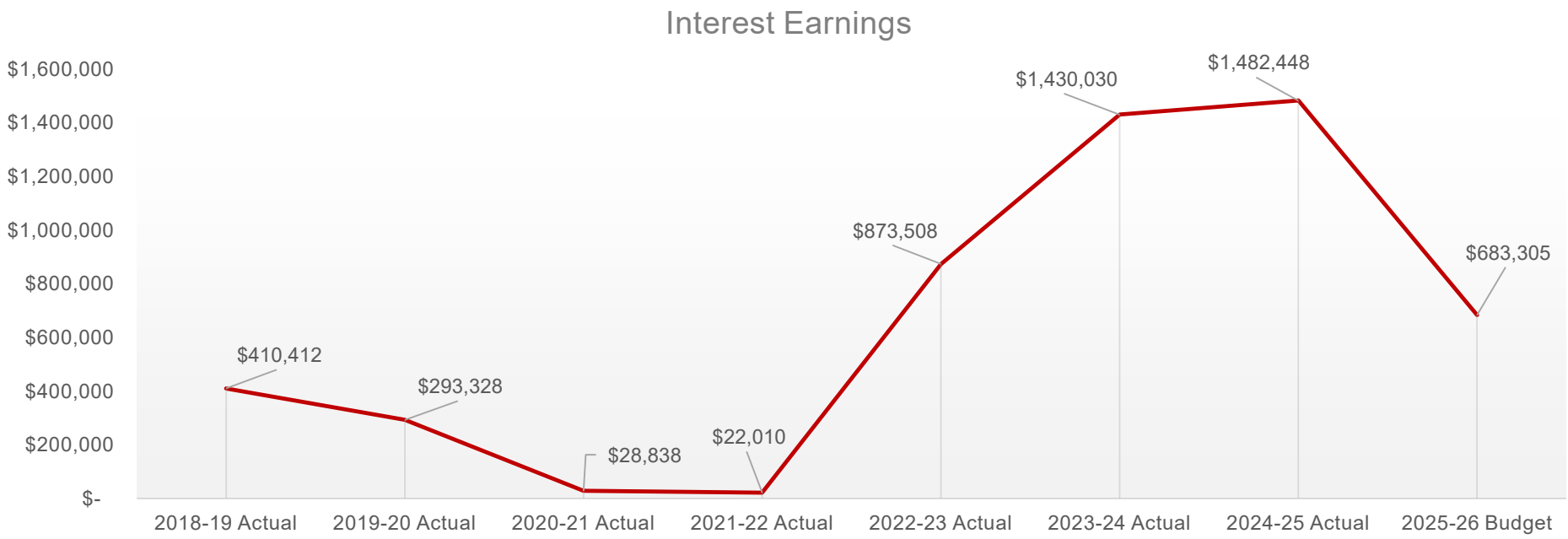
Real Estate Tax Revenue & Assessed Values

- Real Estate Tax Revenue accounts for approx. 47.5% of total revenues.
- Reasons for increase in Tax Revenue: increase in millage rate, increase in assessed value, increase in tax collection percentage.



School Year	Assessed Valuation	Year over Year Increase
2019-20	$1,778,120,400	
2020-21	$1,877,066,040	$98,945,640
2021-22	$1,896,451,100	$19,385,060
2022-23	$1,945,968,300	$49,517,200
2023-24	$1,977,941,200	$31,972,900
2024-25	$2,043,976,400	$66,035,200
as of 08/27/2025	$2,054,300,100	$10,323,700
as of 11/18/2025	**$2,056,675,600**	$2,375,500

Interest Earnings Revenue



BSSD Interest Earnings thru PSDLAF

July 2025 – 4.173%

October 2025 – 4.012%

December 2025 - 3.59% to 3.743%

- In September 2025, Federal Reserve cut interest rates by 0.25%
- In October 2025, Federal Reserve cut interest rates by 0.25%
- In December 2025, Federal Reserve cut interest rates by 0.25%
- Per Forbes news article, we are likely to see two additional interest rate cuts in 2026

Budget Timeline – Key Dates

Date	Description	Section
September 1, 2025 *(Annual deadline)*	***Department of Education*** publishes the 2026-2027 base index in the Pennsylvania Bulletin.	Section 333(l)
September 30, 2025 *(Annual deadline)*	***Department of Education*** notifies school districts of their 2026-2027 adjusted index.	Section 313(2)
December 31, 2025 *(60 days prior to March 1 application deadline)*	***School Districts*** send notification, by first class mail, to owners of each parcel of residential property – which can be limited to owners who are not currently approved or whose approval is due to expire – stating that the owner must submit a completed application to county assessor to qualify for homestead exclusion. Mailing must include application,	Section 341(b)
January 29, 2026 *(110 days prior to primary election)*	***School district*** deadline to make 2026-2027 proposed version of preliminary budget available for public inspection **or** adopt resolution pursuant to Section 311(d)(1) indicating that it will not raise the rate of any tax by more than its index.	Section 311(c); 311(d)(1)
No later than March 1, 2026 *(Annual deadline)*	Deadline for ***homeowners*** to file a homestead application (and, if applicable, a farmstead application) with county assessor indicating property is owner-occupied. Resubmission of application required no more than one time every three years. No application fee for filing. (See December 31, 2025)	Section 341(c), (e), (i)
No later than May 31, 2026	***School district*** deadline to adopt 2026-2027 proposed version of final budget and Certification of Use document in the CFRS application.	Section 687(a)(1) (School Code)
June 30, 2026 (*Annual deadline*)	***School district*** deadline to adopt the 2026-2027 final budget.	Section 312(a)

Budget Timeline – Key Dates Continued

- Finance Committee Meeting – March 16, 2026
- Budget Timeline
  - Proposed Final Budget - Board approval no later than May 18, 2026 (preferably May 4, 2026)
  - Final Budget - Board approval no later than June 22, 2026 (preferably June 8, 2026)

Questions

Thank you!

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