

SSD BUDGET PRESENTATION #1

Assumptions,
Fund Balance
Snapshot,
GESA
Implication

January 2025



“CULTIVATING LIFELONG LEARNERS READY FOR AN EVER-CHANGING WORLD”

Agenda

01

Introduction/Budget Process

02

Fund Balance Analysis

03

Budget Assumptions

04

GESA Implications

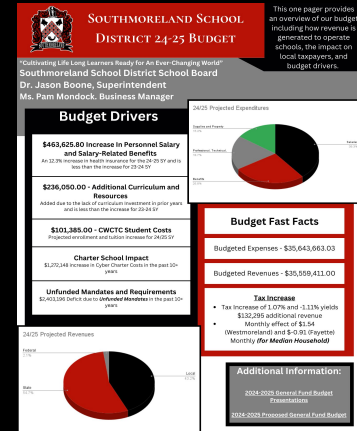
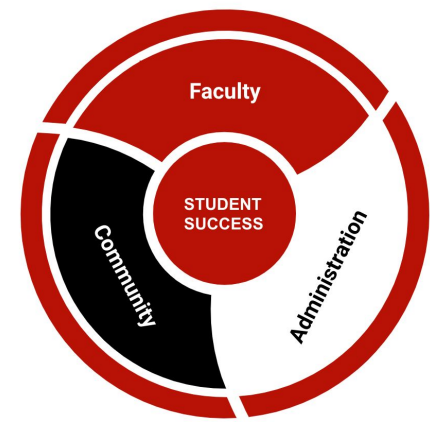
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Next Steps





In Southmoreland School District, we provide a **safe, supportive, and adaptable learning environment** dedicated to nurturing individual growth and fostering active citizenship. Our mission is to **inspire** each student to achieve personal excellence, encouraging their journey as **lifelong learners, responsible community members, and engaged citizens** in southwestern Pennsylvania and beyond.





25/26 BUDGET FLOWCHART

STEP 1

January -
Examine Past Budgets;
Fund Balance; Known
Costs

Committee
Mtg 1/13/25;
Board Mtg
1/25/25

STEP 2

February - Deeper
Analysis of Costs Per
Function Code; Initial State
Budget Revealed

Committee
Mtg 2/10/25;
Board Mtg
2/18/25

STEP 4

April - Refine Costs and
Revenues

Committee
Mtg 4/7/25;
Board Mtg
4/15/25

STEP 3

March - Examine Initial
Estimates of Revenues and
Get a Starting Point for
Deficit/Surplus

Committee
Mtg 3/10/25;
Board Mtg
3/18/25

STEP 5

May - Make
Recommendations for
Proposed Budget

Committee
Mtg 5/12/25;
Board Mtg
5/20/25

STEP 6

June - Vote on Final
Budget

Committee
Mtg 6/16/25;
Board Mtg
6/24/25

"Cultivating Lifelong Learners Ready For An Ever-Changing World"



25/26 BUDGET UNKNOWN

LABOR COSTS

Agreements for Act 93,
SEIU, Paraprofessionals,
Educational Support Team

HEALTH CARE COSTS

Last year, our costs
increased 12%

STATE REVENUE

We are unsure If the
Adequacy Funds will be
in the Ready to Learn
Block Grant again

ENERGY SAVINGS PROJECT

These costs will affect our
budget - - both with
savings and debt
payments

FEDERAL REVENUE

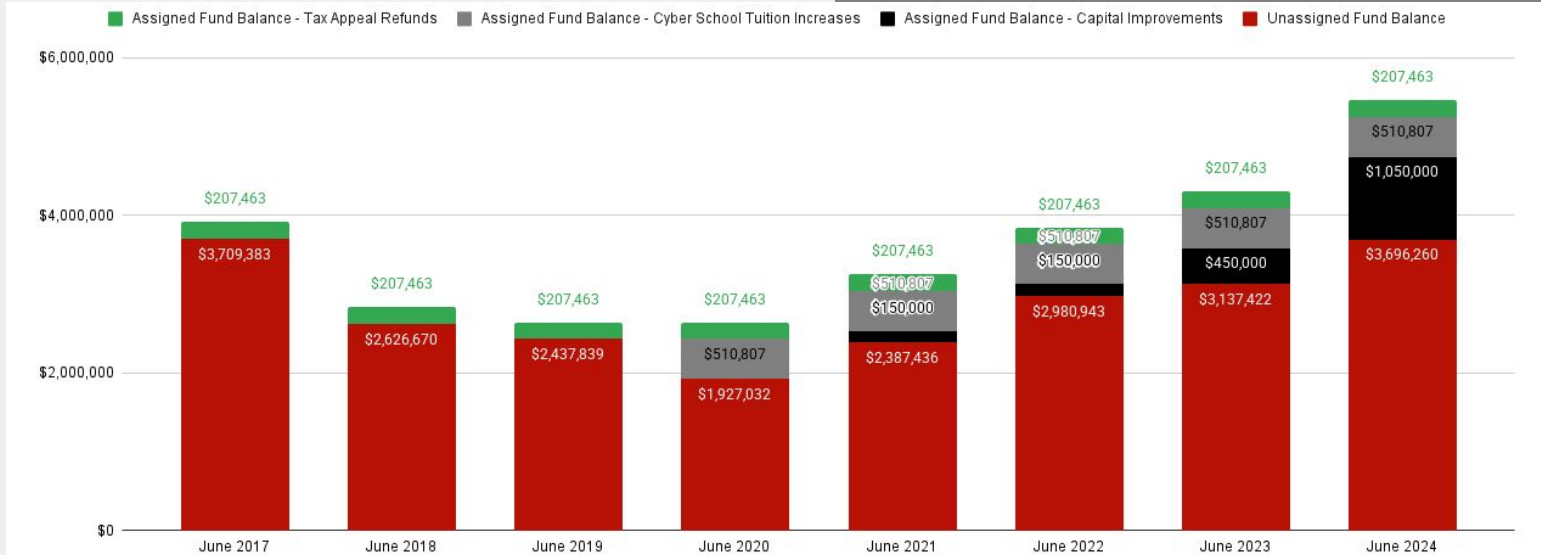
We are unsure what, If any,
support we will get for Special
Education/Title I through the
Federal Governemnt

CWCTC/WIU COSTS

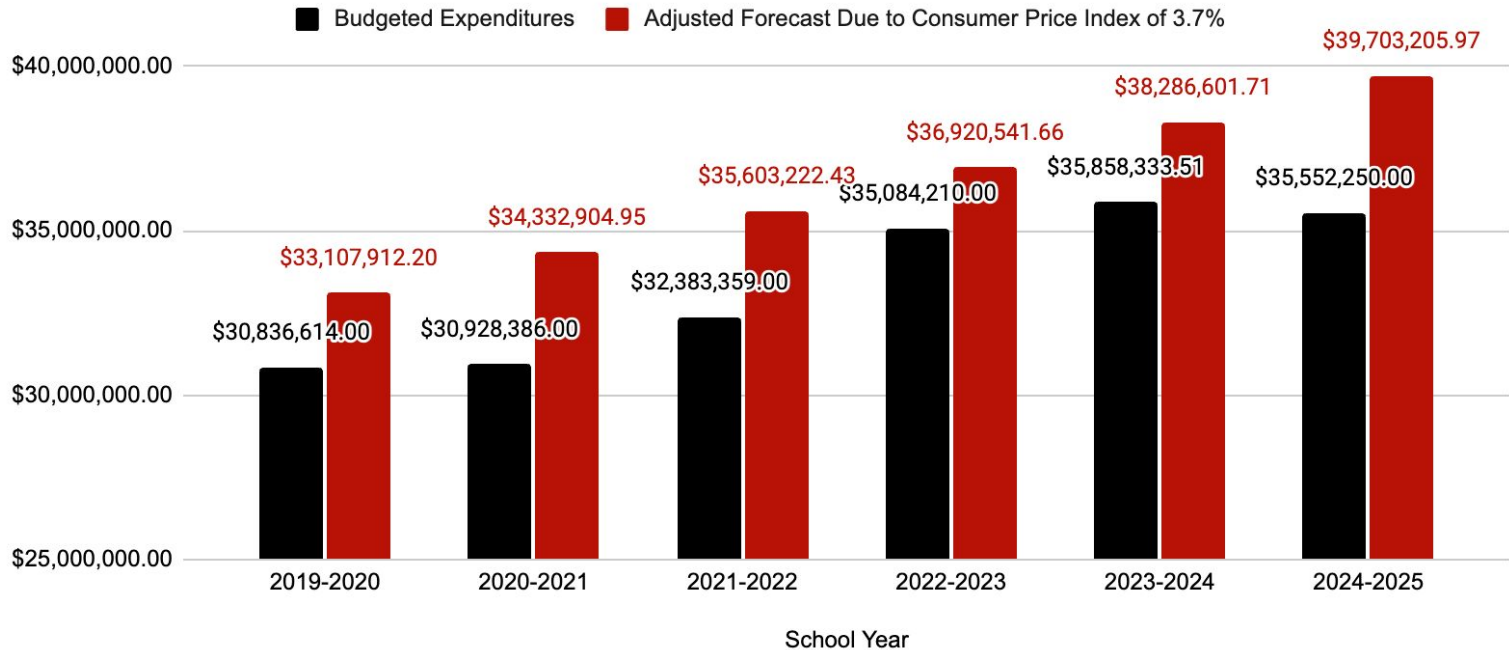
Last year, these Items
increased

"Cultivating Lifelong Learners Ready For An Ever-Changing World"

FISCAL YEAR	2023/2024	2022/2023	2021/2022	2020/2021	2019/2020
Restricted Fund Balance	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Committed Fund Balance	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Assigned FB - Capital Projects	\$1,050,000.00	\$450,000.00	\$150,000.00	\$150,000.00	\$0.00
Assigned FB - Cyber Charter	\$510,807.00	\$510,807.00	\$510,807.00	\$510,807.00	\$510,807.00
Assigned FB - Tax Refunds	\$207,463.46	\$207,463.46	\$207,463.46	\$207,463.46	\$207,463.46
Unassigned Fund Balance	\$3,696,260.00	\$3,137,421.53	\$2,980,942.51	\$2,387,435.57	\$1,927,031.83
Total:	\$5,464,530.46	\$4,305,691.99	\$3,849,212.97	\$3,255,706.03	\$2,645,302.29



How Have We Stacked Up vs Inflation?



- Overall Salary Increases:
\$500,468.00 which includes one additional teacher for the High School (***Family and Consumer Sciences/Special Education - Adequacy Funding***)
- Currently we have SEIU contract negotiations which will beginning soon.
- These other current agreements will expire June, 2025:
 - Act 93, Educational Support Team and Paraprofessionals.
 - Salary increases of the unknown groups are equal to the county averages as a conservative estimate.

Salary Assumptions



- Medical
 - Health budgeted at a 10% increase
 - Dental budgeted at a 3% increase
 - Vision budgeted at a 5% increase.
- PSERS
 - Increased from 33.9% to 34% this fiscal year.

Benefits

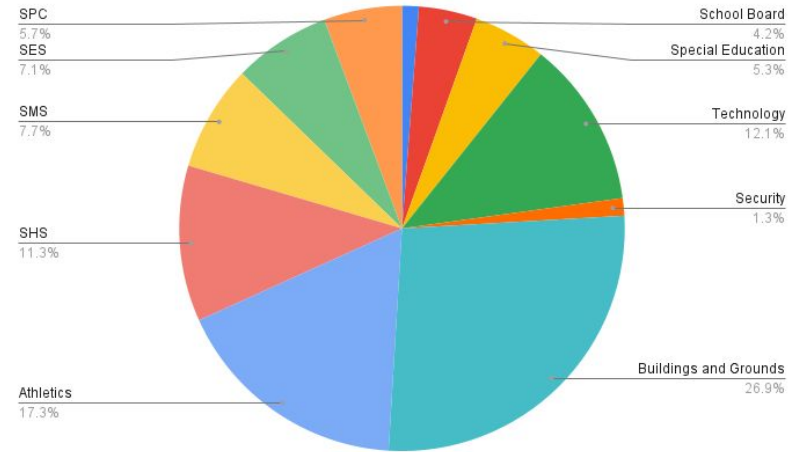




- Building Budgets were held flat from last year with the exception of the High School & Athletics.
 - The High School budget was increased by \$9,959.63 due to an increase of 13 classes because of revised graduation requirements.
 - Athletics budget was increased by \$5,000 due to addition of girls wrestling.

Building and Department Budgets - ***Less Than 5% of Overall Expenditures***

SSD Discretionary Spending Analysis 25-26.
(Overall < 5% of Overall General Fund Budget)



NEW MONEY FINANCING IMPLICATIONS

AMOUNT BORROWED: \$13,350,000

STARTING DEBT SERVICE PAYMENT:	\$2,190,109.00
PROPOSED DEBT SERVICE:	\$619,000.00
PROJECTED TOTAL DEBT SERVICE:	\$2,809,109.00
STARTING PROJECTED DEBT SERVICE:	\$2,809,109.00
LESS GESA SAVINGS:	\$(374,155.00)
PROJECTED NET DEBT SERVICE:	\$2,434,954.00
PROJECTED NET DEBT SERVICE:	\$2,434,954.00
STARTING DEBT SERVICE PAYMENT:	\$2,190,109.00
NET PROJECTED INCREASE TO BUDGET (in Dollars):	\$244,845.00
NET PROJECTED INCREASE TO BUDGET (in Mills):	1.5
NET PROJECTED EFFECT ON MEDIAN HOUSEHOLD (in Dollars Per Month):	\$1.61

GESA Implications



BUDGET PROCESS TIMELINE - NEXT STEPS

02

February

Initial Expenditures
Draft

03

March

Initial Revenues
Draft

04

April

Refined Budget
With A More
Accurate List of
Expenditures and
Revenues

05

May

Preliminary Budget
Prepared and
Approved

06

June

Final Budget
Adopted