

# East Pennsboro Area School District



November 21, 2019

# Goals

- ❖ Balance the budget with a real estate tax increase in the range of 0 to 3.2%
- ❖ Maintain support for the most important educational needs with the limited funds
- ❖ Seek & implement direction of the School Board
- ❖ Maintain and improve District-Wide facilities

# Timeline

- ❖ September 2019 Act 1 index released from PDE
- ❖ Nov 2019 – May 2020 Budget managers work with administration to review needs for 2020-2021 budget
- ❖ December 2019 PSERS rate released
- ❖ January 2020 Preliminary Budget/Resolution
- ❖ June 2020 Final Budget Adoption

# Budget Meetings

- March 9, 2020
- April 6, 2020
  
- Meetings begin at 6pm

# June 30, 2019 Review

	<b>Budget</b>	<b>Actual</b>
<b>Revenue</b>	\$ 41,195,996.94	\$ 42,727,644.44
<b>Expenses</b>	\$ 41,488,078.65	\$ 42,401,059.07
	<b>\$ (292,081.71)</b>	<b>\$ 326,585.37</b>
	<b>June 30 2018</b>	<b>June 30 2019</b>
Unreserved	\$2,987,343.80	\$2,963,928.95
Unspendable - Medical	\$230,000.00	\$780,000.00
Reserved - PSERS	\$5,000,000.00	\$5,000,000.00
Reserved - Technology	\$670,000.00	\$470,000.00
Reserved - Medical	\$1,000,000.00	\$1,000,000.00
Reserved - Capital Outlay	\$2,000,000.00	\$2,000,000.00
<b>Fund Balance Total</b>	<b>\$11,887,343.80</b>	<b>\$12,213,928.95</b>

# Act 1 Index

- State Index – 2.6%
- East Pennsboro Adjusted Index – 3.2%

# Tax Options

<b>EAST PENNSBORO AREA SCHOOL DISTRICT</b>				
<b>TAX OPTIONS FOR 2020 - 2021</b>				
Assessed Value Jan 2019	\$ 1,784,761,800			
Assessed Value Sept 2019	\$ 1,792,734,200	0.44669%		
Current Tax Rate in Mills	12.3792	0.0123792		
<b><u>Tax</u></b>		<b><u>Index</u></b>		
No increase - Estimate	\$ 21,526,837			
.5% increase - Estimate	\$ 21,634,471	0.50%	\$ 107,634	12.4411 mills
1.0% increase - Estimate	\$ 21,742,105	1.00%	\$ 215,268	12.5029 mills
1.5% increase - Estimate	\$ 21,849,739	1.50%	\$ 322,903	12.5649 mills
2.0% increase - Estimate	\$ 21,957,373	2.00%	\$ 430,537	12.6268 mills
2.3% increase -- Estimate	\$ 22,021,954	2.30%	\$ 495,117	12.6639 mills
Increase Base Index (2.6%) - Estimate	\$ 22,196,967	2.60%	\$ 670,130	12.7011 mills
Adjusted Index (3.2%) - Estimate	\$ 22,215,696	3.20%	\$ 688,859	12.7753 mills

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# Taxpayer Impact

<u>Impact</u>		<u>Rate</u>	<u>Increase</u>	
Median Assessment - April 2019	\$ 175,900			
Base Tax Homestead	\$ 2,045.50	0.0123792	\$ -	
Base Index Homestead - .5%	\$ 2,056.39	0.0124411	\$ 10.89	\$ 0.91
Base Index Homestead - 1.00%	\$ 2,067.26	0.0125029	\$ 21.76	\$ 1.81
Base Index Homestead - 1.50%	\$ 2,078.17	0.0125649	\$ 32.66	\$ 2.72
Base Index Homestead - 2.00%	\$ 2,089.05	0.0126268	\$ 43.55	\$ 3.63
Base Index Homestead - 2.30%	\$ 2,095.58	0.0126639	\$ 50.08	\$ 4.17
Base Index Homestead - 2.60%	\$ 2,102.12	0.0127011	\$ 56.62	\$ 4.72
Adjusted Index Homestead - 3.2%	\$ 2,115.18	0.0127753	\$ 69.67	\$ 5.81



# Projections 2020 – 2021

	REVENUE PROJECTIONS			
	ACTUAL 2016-2017	ACTUAL 2017-2018	ACTUAL 2018-2019	BUDGET 2020-2021
LOCAL (6000)	\$27,915,269	\$29,057,618	\$29,500,279	\$30,032,019
STATE (7000)	\$11,877,527	\$12,218,280	\$12,578,900	\$12,923,463
FEDERAL/OTHER (8000/9000)	\$379,676	\$418,196	\$648,465	\$565,122
	<b>\$40,172,472</b>	<b>\$41,694,094</b>	<b>\$42,727,644</b>	<b>\$43,520,604</b>
	EXPENSE PROJECTIONS			
	ACTUAL 2016-2017	ACTUAL 2017-2018	ACTUAL 2018-2019	BUDGET 2020-2021
100 - SALARIES	\$ 14,715,283	\$ 14,903,778	\$ 15,478,224	\$ 16,064,578
200 - BENEFITS	\$ 9,514,173	\$ 8,451,235	\$ 9,301,722	\$ 10,565,311
300 - PROFESSIONAL SERVICE	\$ 5,848,897	\$ 6,067,707	\$ 6,251,880	\$ 6,572,789
400 - PROPERTY SERVICE	\$ 440,087	\$ 250,385	\$ 456,433	\$ 270,000
500 - OTHER PUR SERVICE	\$ 3,743,045	\$ 4,179,087	\$ 4,638,991	\$ 4,596,673
600 - SUPPLIES	\$ 1,261,461	\$ 1,539,448	\$ 1,785,090	\$ 1,862,238
700 - PROPERTY	\$ 1,002,277	\$ 430,909	\$ 183,434	\$ 551,828
800 - OTHER OBJECTS	\$ 180,780	\$ 166,052	\$ 292,524	\$ 903,406
900 - OTHER FINANCING USES	\$ 3,533,476	\$ 3,476,643	\$ 4,012,760	\$ 2,383,844
TOTAL	\$ 40,239,479	\$ 39,465,243	\$ 42,401,059	\$ 43,770,668
BUDGET EXCESS (DEFICIT)	<b>(\$67,007)</b>	<b>\$ 2,228,851</b>	<b>\$ 326,585</b>	<b>(\$250,064)</b>

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# Next Steps

- Discussion regarding resolution to not raise taxes above the 3.2% index or place preliminary budget on display. With placement of preliminary budget on display, the board will be asking for exceptions to go above the state approved index.
- Resolution on January 2, 2020 agenda for approval