

Phoenixville Area School District

BUDGET UPDATE

MARCH 28, 2022

PASD Budget Timeline

- January 10th – Present Budget Early Look
- January 24th – Approve Act 1 Resolution
- February 28th – Preliminary Budget Update
- March 28th – Present Preliminary Budget
- April 6th – Budget Town Hall
- April 18th – Approve Proposed Final Budget
- May 23rd – Approve Final Budget

Factors Affecting Expenditures

- Health Insurance Premium Increase – 6% (\$492k)
- PSERS Increase 34.95% – 35.26% (\$604k)
- Vo-Tech Enrollment
 - Enrollment increase of 22%(19-20) and 11.8%(20-21) (\$109k)
- Charter School Tuition Increases (\$176k)

Health Insurance

2020-2021

Total Income:	\$7,843,943
Total Claims:	\$6,439,267
Other Expenses:	<u>\$1,211,192</u>
Total Expenses:	<u>\$7,650,459</u>
Total Outcome:	<u><u>\$ 193,484</u></u>

Ending Healthcare Reserve: \$4,500,000
Estimated 7.76 months of claims

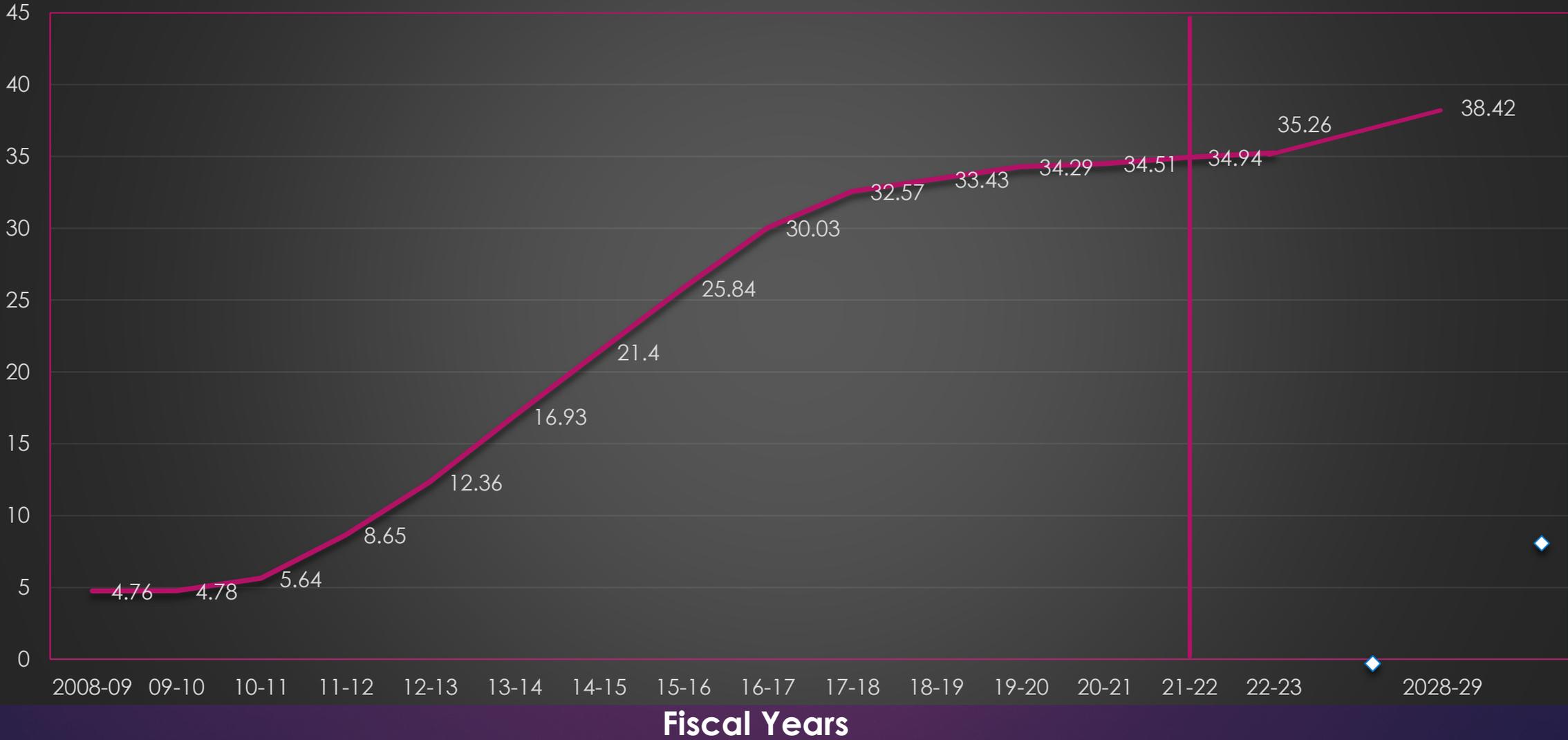
Health Insurance

2021-2022 (Through February)

Total Income:	\$4,777,430
Total Claims:	(\$3,610,332)
Other Expenses:	<u>(\$910,528)</u>
Total Expenses:	<u>(\$4,520,860)</u>
Total Outcome:	<u>\$ 256,570*</u>

*\$114,633 Surplus at same point last fiscal year

Mandated PSERS Employer Contribution Rate (%)



Factors Affecting Expenditures

- New Staffing Requests:

Position	Salary & Benefits	Total
Kindergarten Teacher	\$100,000	\$100,000
Two Autistic Support Teachers	\$100,000	\$200,000
Four Autistic Support Aides	\$51,250	\$205,000
ELD Teacher	\$100,000	\$100,000
Speech and Language Therapist	\$100,000	\$100,000
World Language Position (Half-position)	\$60,000	\$60,000
	Total	\$765,000

Local Revenue

	<u>2021-2022 Budget</u>	<u>22-23 Prelim Budget</u>
Local Revenue		
Property Taxes	\$66,124,933	\$67,322,504
Interim Property Tax	\$300,000	\$350,000
Tax Increase	\$0	\$0
Earned Income Tax	\$7,015,341	\$7,500,000
Delinquent Taxes	\$2,500,000	\$2,500,000
Occupation Tax	\$1,500,000	\$1,500,000
RE Transfer Taxes	\$1,100,000	\$1,200,000
Interest Income	\$250,000	\$250,000
IDEA Revenue	\$540,000	\$540,000
Misc. Revenue	\$260,000	\$260,000
Contributions	\$225,000	\$225,000
School Rentals	\$160,000	\$160,000
Per Capita	\$155,000	\$155,000
Public Utility Tax	\$65,000	\$65,000
Other District Revenue	\$50,000	\$50,000
Tuition	<u>\$50,000</u>	<u>\$50,000</u>
Total Local Revenue	\$80,295,274	\$82,127,504

State & Federal Revenue

	<u>2021-2022</u> <u>Budget</u>	<u>22-23 Prelim</u> <u>Budget</u>
<u>State Revenue</u>		
Basic Ed Subsidy	\$5,143,391	\$5,554,539
Special Education	\$1,653,804	\$1,676,558
Transportation	\$1,100,000	\$1,100,000
Social Security	\$1,483,650	\$1,553,622
PSERS	\$6,778,244	\$7,160,878
Property Tax Relief	\$1,411,635	\$1,411,635
Other State Revenue	<u>\$518,700</u>	<u>\$518,700</u>
Total State Revenue	\$18,089,424	\$18,975,932
<u>Federal Revenue</u>	\$760,000	\$760,000
ESSER Funds		\$765,000
Revenues	\$99,144,698	\$102,628,436
Usage of Reserve	\$0	\$0
Total Revenues	\$99,144,698	\$102,628,436

Educational Budgets

- Curriculum & Instruction- \$731,411
 - Budget covers books, consumable supplies, software, and other resources needed to run the Board-approved instructional programs
 - Only increase due to shifting library book budgets from building budgets
- Building Budgets - \$607,660
 - Budgets cover consumables, workbooks, supplies. Decreased for shifts to curriculum
- Special Education - \$5,532,175
 - \$4.5 million of budget is contracted services such as CLIU, approved private schools, services for mental health needs and evaluations, interpreter services
 - \$415k for tuition settlements
 - \$350k for supplies and services for in-house programs
 - \$60k for health and nursing needs and supplies
 - Increases due to higher enrollment, increase in mental health needs, contractual services

Operational Budgets

- Technology - \$1,759,115
 - Budget covers technology related building and district supplies, computer leases and purchases, copier leases, infrastructure maintenance, software, and professional services
 - Computer lease and cycle purchases (Student, teacher, admin) - \$614k
 - Building and District Tech supplies - \$66k
 - Tech maintenance, upgrades, repairs - \$205k
 - Software and related purchases - \$390k
 - Copier and Printer Leases and Maintenance - \$222k
 - Equipment replacement - \$93k
 - Professional Services - \$50k
 - New Equipment - \$100k
- Transportation - \$4,902,032
 - Provides 51 large buses, 13 middle range buses, 11 vans, 10 bus aides, fuel, crossing guards, ESY program, supplies, Specialized handicap transportation, and software costs

Operational Budgets (continued)

- Operations- \$1,751,637
 - Budget covers numerous service contracts for all areas of operation, utility bills, supplies, equipment replacement, and other maintenance costs
 - Increases due to security camera upgrades and utility increases
 - Contracted Svs - \$446k
 - Utilities - \$810K
 - Security and Upgrades - \$80k
 - Supplies - \$348k
 - Equipment repair and replacement - \$44k
- Human Resources - \$55,000
 - Budget covers software and contracted services for our substitute and HR systems, supplies, and professional development

Operational Budgets (Continued)

- Superintendent Budget - \$129,496
 - Board Expenses - \$20k,
 - Board Comm and Postage - \$25k
 - Advertising - \$7k
 - Board Conference - \$1k
 - Board Supplies - \$500
 - Board Dues - \$1k
 - Instr Supplies – District wide - \$27,630
 - Office Supplies - \$566
 - Meeting Refreshments - \$3,500
 - Professional Books - \$500
 - District Dues and Fees - \$40k
 - Asst. Super Dues and Supplies - \$2,800

- Business Office - \$819,560
 - Audit Services- \$40k,
 - Keystone Collections- \$35k
 - Legal Services - \$225k
 - Administrative Bond Fees- \$10k
 - Printing and Binding Fees- \$2k
 - Supplies –Central Admin- \$500
 - Contracted Svs and software- \$44k
 - Supplies – Business Office- \$6,000
 - Travel and Conferences- \$3,500
 - Prof Svs (PCEF, JAYCEES)- \$140,000
 - Insurances- \$276,560
 - CCIU Core Budget- \$37k

Increases due to inflationary costs, increase legal costs, increased contract services scheduled costs

Additional Budget Items

- Contingency - \$290k
 - Represents 0.28% of the budget in case of unforeseen expenses
- Transfer to Capital Reserve - \$300k
 - Previous budget expenditure that was eliminated
 - Projected Capital Reserve under 2021-22 fiscal year expected to decrease from \$2,923,898 to \$1,789,000
 - District could use a fund balance transfer to cover this cost

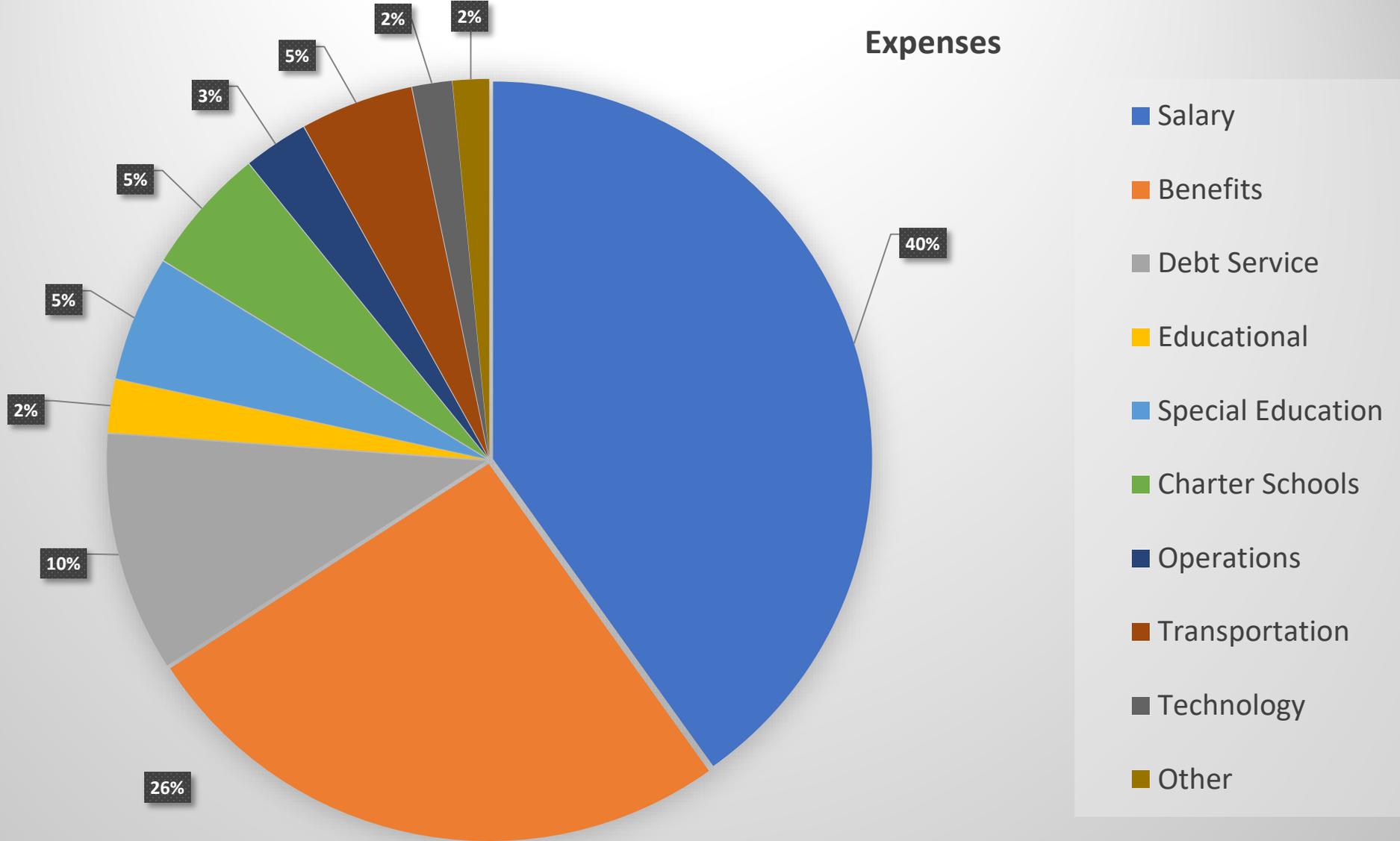
Department Budgets

	<u>21-22 Budget</u>	<u>22-23</u> <u>Preliminary</u>	<u>Difference</u>
Salaries	\$ 38,788,239	\$ 40,677,573	\$ 1,889,334
Benefits	\$ 25,505,331	\$ 26,664,129	\$ 1,158,798
Debt Service	\$ 10,623,927	\$ 10,623,928	\$ 1
Special Education	\$ 5,159,150	\$ 5,532,175	\$ 373,025
Charter Schools	\$ 5,446,735	\$ 5,623,235	\$ 176,500
Transportation	\$ 4,878,177	\$ 4,902,032	\$ 23,855
Operations	\$ 1,686,437	\$ 1,751,637	\$ 65,200
Curriculum & Instruction	\$ 686,500	\$ 731,411	\$ 44,911
Technology	\$ 1,697,000	\$ 1,759,115	\$ 62,115
Subs	\$ 848,000	\$ 934,516	\$ 86,516
Superintendent	\$ 127,496	\$ 129,496	\$ 2,000
Business Office	\$ 759,500	\$ 819,560	\$ 60,060
Human Resources	\$ 47,500	\$ 55,000	\$ 7,500

Department Budgets (Continued...)

	<u>21-22 Budget</u>	<u>22-23</u> <u>Preliminary</u>	<u>Difference</u>
School Budgets	\$ 676,205	\$ 607,660	\$ (68,545)
Vo-Tech	\$ 734,610	\$ 843,814	\$ 109,204
Library (Phxville Public)	\$ 578,340	\$ 578,340	\$ -
Student Activities	\$ 110,500	\$ 110,500	\$ -
Federal Programs	\$ 139,234	\$ 139,234	\$ -
Athletics	\$ 274,000	\$ 360,000	\$ 86,000
Public Relations	\$ 88,000	\$ 88,000	\$ -
Trans to Cap Res	\$ -	\$ 300,000	\$ 300,000
Contingency	\$ 289,816	\$ 290,000	\$ 184
Total Budget	\$ 99,144,697	\$ 103,521,355	\$ 4,376,658
Surplus/Deficit	\$1	(\$892,919)	

Expenses



2022-23 Preliminary Budget

Total Revenue -	\$102,628,436
<u>Total Expenditures -</u>	<u>\$103,521,355</u>
Surplus(Deficit)=	(\$ 892,919)

1.30% Tax Increase = \$892,919

District Options

- Public Library – Request for 2% Increase -\$11,567
- World Language Position - \$60,000
- Transfer to Capital Reserve - \$300,000

Option Example:

Increase Library Funding:	11,567
Eliminate World Lang Position:	(60,000)
<u>Use Fund Balance for Half Trans:</u>	<u>(150,000)</u>
	(\$198,433)

New Deficit would equal = (\$694,486)

0.99% Tax increase = \$694,000

Tax Increase

Estimated Tax Assessment = \$2,199,989,723

Act 1 index = 3.40%

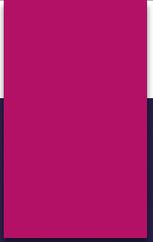
Current Millage = 32.32

32.32 Mills
X 0.99%
<hr/>
0.3199 Mills

\$2,199,989,723
X .0003199
<hr/>
\$703,776
X 98.67%
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\$694,486

Average Taxpayer With Median Assessed Value
\$138,970*
x .0003199
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\$44.45 Increase

*\$308,000 Fair Market Value



Questions?

Board Direction?