2017-2018
Final Budget

June 1, 2017
Budget Development

- Initial budget reflects the existing Board approved curriculum, programs and services

- Additional or new funding requests are submitted and reviewed for consideration

- Administration and School Board work together to balance the educational needs of the students with the ability of the community to pay
Goals

1. Balance the budget with a real estate tax increase in the range of 0 to 2.5% *(Act 1 Exceptions Approved by PDE)*

2. Maintain support for the most important *educational* needs with the limited funds available

3. Seek & implement direction of the School Board

4. Maintain & Improve District-Wide facilities
## First Draft
### Budget Summary

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Revenues</td>
<td>$197,345,479</td>
</tr>
<tr>
<td>Total Expenditures</td>
<td>$203,236,714</td>
</tr>
<tr>
<td>Deficit</td>
<td>$5,891,235</td>
</tr>
</tbody>
</table>

**Real estate tax increase = 4.30%**
Budget Additions – First Draft

Budget Additions $1,900,000

- Debt service for future building construction
- Increase in the Technology budget (Equipment)
- Increase in the Facilities budget (Projects)
- Increase in Transportation budget (New Buses)
Second Draft Budget Summary - March 16, 2017

Total Revenues $198,147,362

Total Expenditures $203,387,514

Deficit $5,240,152

Real estate tax increase = 3.90%
Proposed Final Budget Summary – May 4, 2017

Total Revenues $198,147,362

Total Expenditures $202,237,545

Deficit $ 4,090,183

Real estate tax increase = 2.99%
Final Budget Summary – June 1, 2017

Total Revenues $201,855,724

Total Expenditures $201,855,724

Deficit $ 0

Real estate tax increase needed = 2.30%
# Budget Recap

<table>
<thead>
<tr>
<th>Budget</th>
<th>Date</th>
<th>RET Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>First Draft</td>
<td>1/5/17</td>
<td>4.30%</td>
</tr>
<tr>
<td>Second Draft</td>
<td>3/16/17</td>
<td>3.90%</td>
</tr>
<tr>
<td>Proposed Final</td>
<td>5/4/17</td>
<td>2.99%</td>
</tr>
<tr>
<td>Final</td>
<td>6/1/17</td>
<td>2.30%</td>
</tr>
</tbody>
</table>
How Did We Fund the Deficit?
Expenditure and Revenue Budgeting Options
Budgeting Options
To Reach Final Budget

Salaries & Wages $1,097,300

- Reduce salary budget for retirements / attrition
- Accept risk in salary budget
- Reduce various staff positions - DW
Budgeting Options
To Reach Final Budget

Employee Fringe Benefits $ 243,700
- Adjust payroll withholdings for saved salaries and wages
## Budgeting Options To Reach Final Budget

**Revenue Adjustments**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Increase real estate tax (assessed)</td>
<td>$ 400k</td>
</tr>
<tr>
<td>Increase transfer tax revenue</td>
<td>$ 100k</td>
</tr>
<tr>
<td>Increase interim tax revenue</td>
<td>$ 100k</td>
</tr>
<tr>
<td>Net Increase in State Subsidy</td>
<td>$ 163k</td>
</tr>
<tr>
<td>Increase in facility rental &amp; interest</td>
<td>$ 135k</td>
</tr>
<tr>
<td>Increase other revenue</td>
<td>$ 144k</td>
</tr>
<tr>
<td>Increase use PSERS fund balance</td>
<td>$ 300k</td>
</tr>
<tr>
<td>Increase real estate tax millage</td>
<td>$ 3.2m</td>
</tr>
</tbody>
</table>

Total Revenue Adjustments: $ 4,542,000
Budgeting Options
To Reach Final Budget

Expenditure Adjustments          $279,000

- Increase in BCTHS tuition      ($681k)
- Reduce utilities               $  50k
- Reduce health insurance        $ 300k
- Reduce student tuition fees    $  50k
Budgeting Options
To Reach Final Budget

Expenditure Adjustments

- Reduce Technology budget $ 290k
- Reduce Special Ed Dept budget $ 220k
- Reduce various supplies $ 50k
Next Steps
Budget Timeline

- Adopt final budget – June 8, 2017
Public Input

School Board public meetings and hearings
(all times p.m.)

- June 1: Agenda Meeting, 8:00 at Fallsington
- June 8: Regular Meeting, 8:00 at Fallsington
Total Expenditure Budget

2009: $174,054,000
2017: $202,088,581
Regular Education Expenditures

Basic Education Subsidy Revenue

- 2009:
  - Regular Education Expenditures: $77,345,000
  - Basic Education Subsidy Revenue: $14,470,000

- 2017:
  - Regular Education Expenditures: $81,614,249
  - Basic Education Subsidy Revenue: $15,970,616
Special Education Expenditures - Special Education Subsidy Revenue

- **2009**: $28,679,000
- **2017**: $36,840,861

- **2009**: $5,367,000
- **2017**: $5,395,038
Plant Operation Expenditures

- 2009: $15,790,000
- 2017: $15,165,987
<p>| | |</p>
<table>
<thead>
<tr>
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</thead>
<tbody>
<tr>
<td><strong>Pennsylvania</strong></td>
<td>2.06%</td>
</tr>
<tr>
<td><strong>Bucks County</strong></td>
<td>3.23%</td>
</tr>
<tr>
<td><strong>Pennsbury SD</strong></td>
<td>2.89%</td>
</tr>
</tbody>
</table>

Source: Keystone Research Center
Comparison: % of Expenditures to Fund Balance

Sample: 25 Districts Across 4 County Region

Average

17.68%

Pennsbury SD (22nd)

9.30%

Source: District Auditor
Questions & Comments