



# **PENNSBURY** SCHOOL DISTRICT

134 YARDLEY AVENUE • P.O. BOX 338 • FALLSINGTON, PENNSYLVANIA 19058-0338

# **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

Total Revenues \$197,345,479

Total Expenditures \$203,236,714

Deficit \$ 5,891,235

*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

<u>Budget</u>	<u>Date</u>	RET <u>Increase</u>
First Draft	1/5/17	4.30%
Second Draft	3/16/17	3.90%
Proposed Final	5/4/17	2.99%
Final	6/1/17	2.30%

# 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 **\$ 4,542,000**

- Increase real estate tax (assessed) - \$ 400k
- Increase transfer tax revenue - \$ 100k
- Increase interim tax revenue - \$ 100k
- Net Increase in State Subsidy - \$ 163k
- Increase in facility rental & interest - \$ 135k
- Increase other revenue - \$ 144k
- Increase use PSERS fund balance - \$ 300k
- Increase real estate tax millage - \$ 3.2m

# 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.)

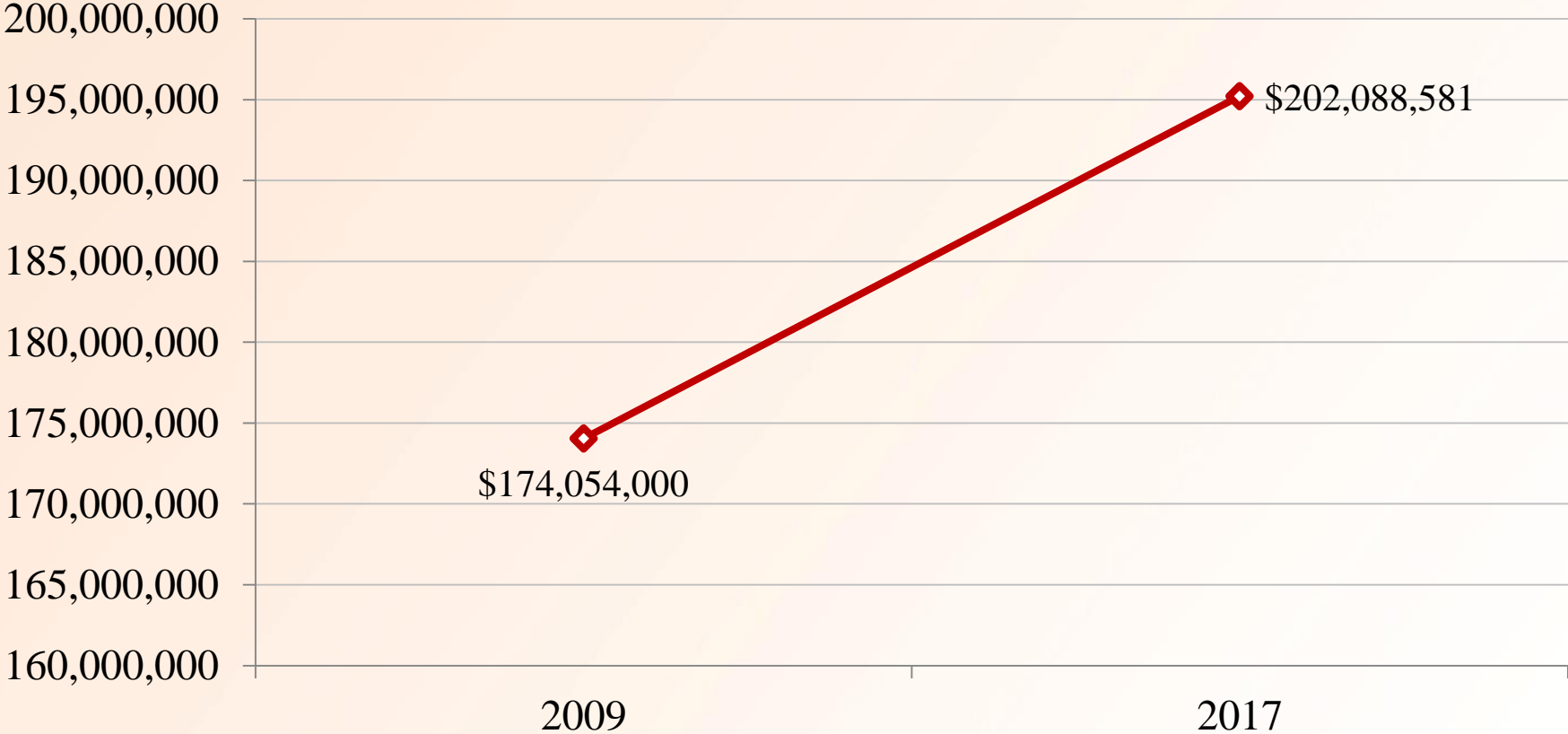
- June 1: Agenda Meeting, 8:00 at Fallsington
- June 8: Regular Meeting, 8:00 at Fallsington



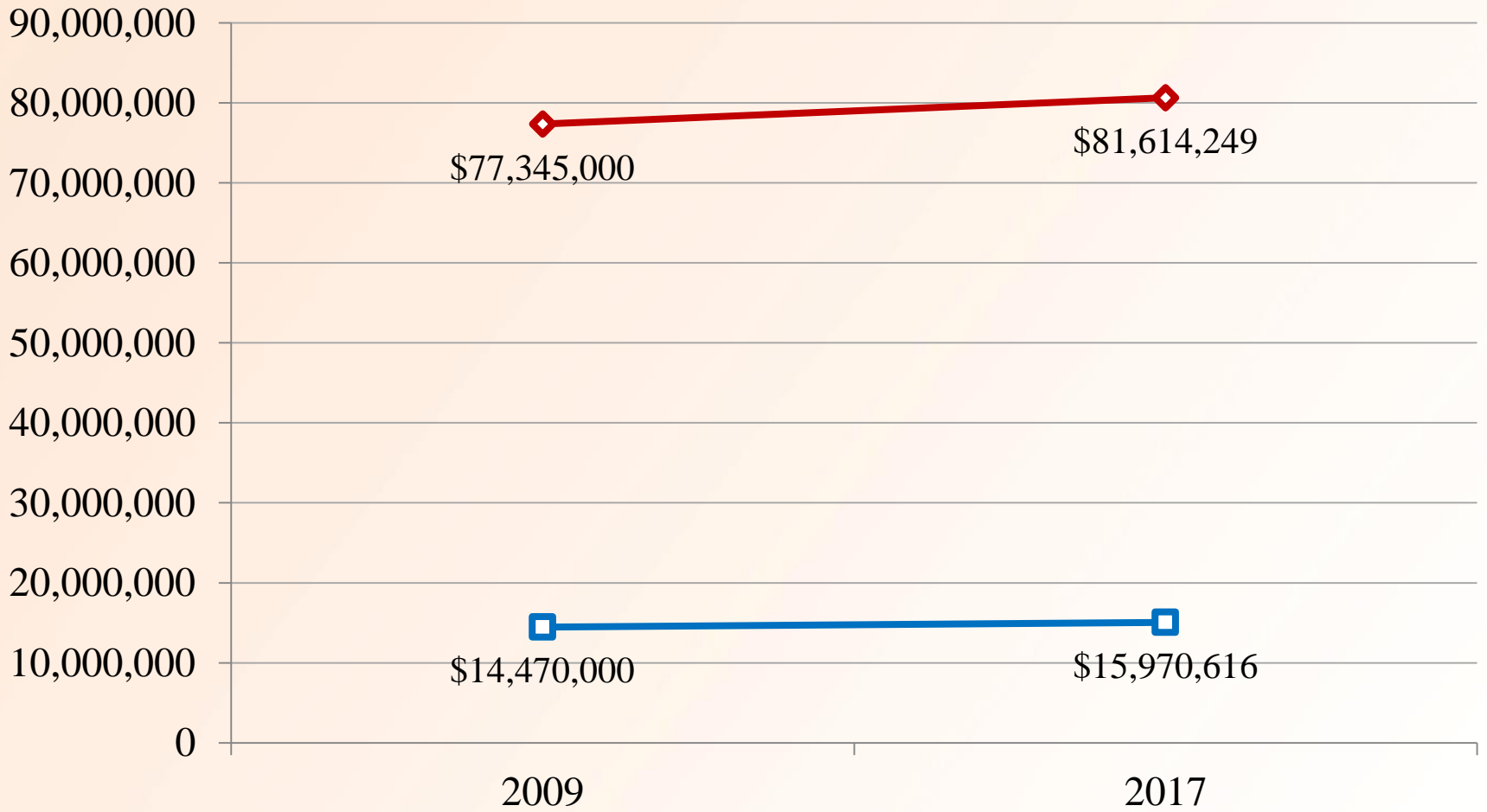
# PSEERS Expenditures (Gross)



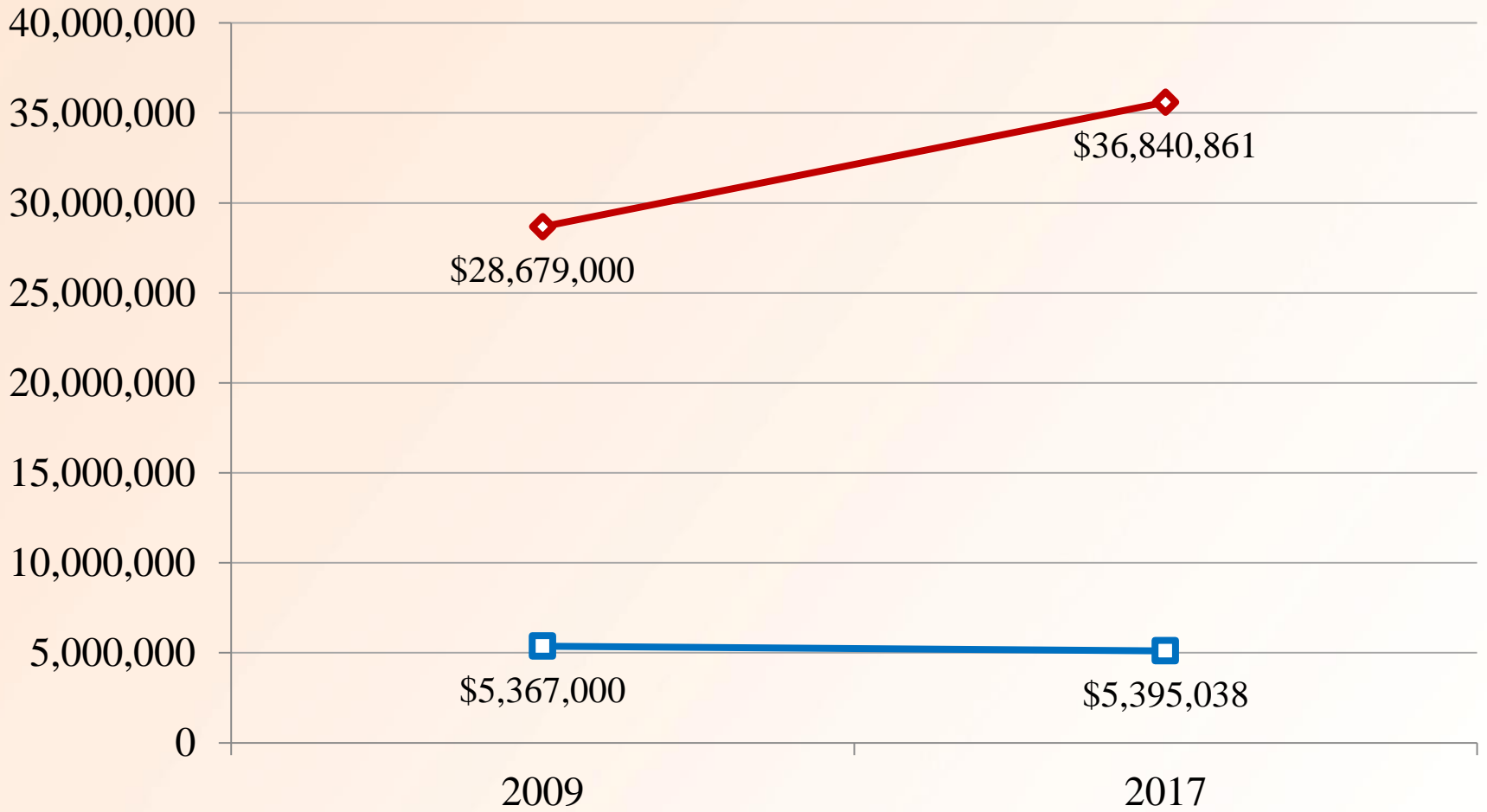
# Total Expenditure Budget



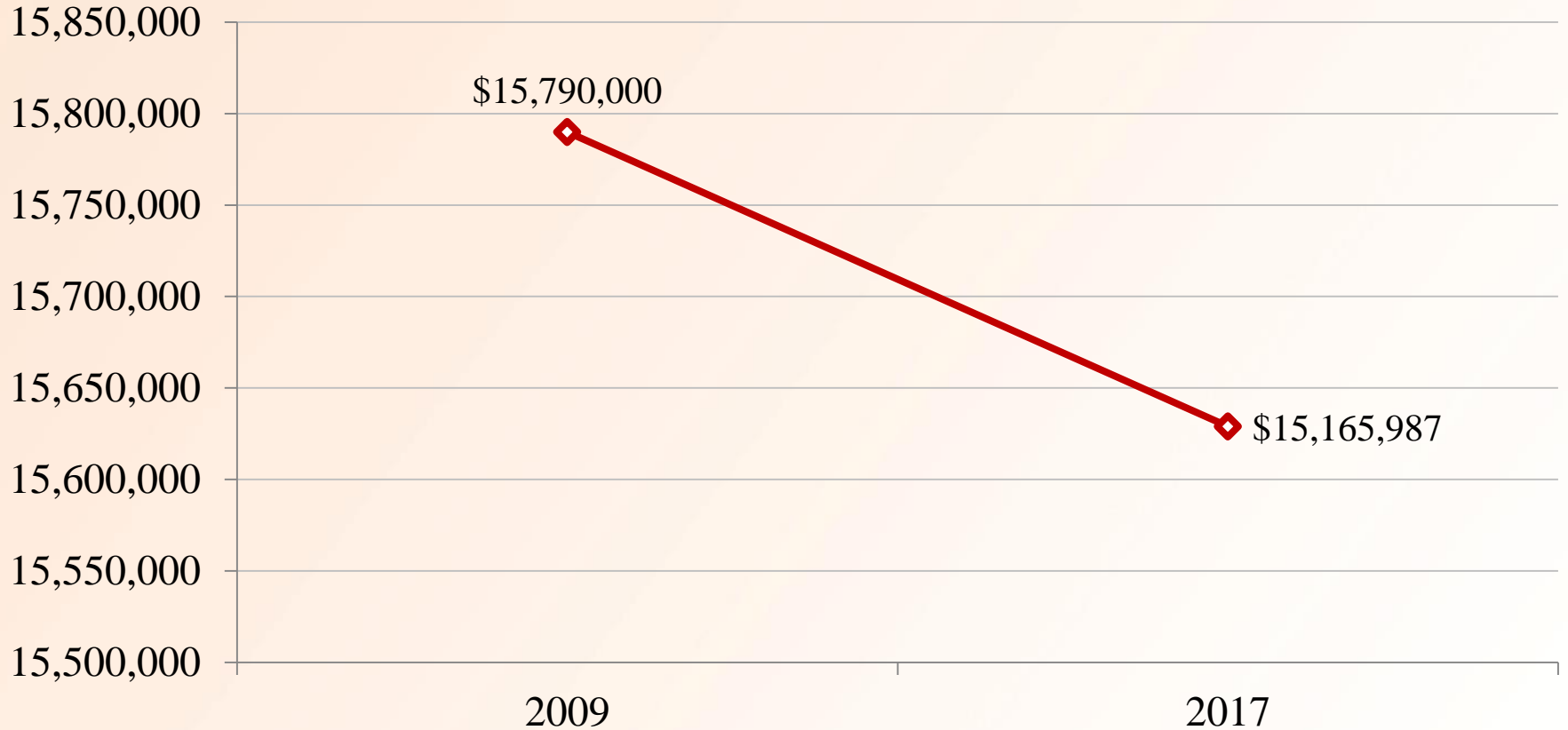
**◆ Regular Education Expenditures**   **■ Basic Education Subsidy Revenue**



**◆ Special Education Expenditures** **■ Special Education Subsidy Revenue**



# Plant Operation Expenditures



# Medical Access Revenue



# School Property Taxes as % of Mean Family Income

Pennsylvania	2.06%
Bucks County (Average)	3.23%
Pennsbury SD	2.89%

Source: Keystone Research Center

# Comparison: % of Expenditures to Fund Balance

Sample: 25 Districts Across 4 County Region

Average	17.68%
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Pennsbury SD (22 <sup>nd</sup> )	9.30%
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Source: District Auditor



# Questions & Comments