

PENNSBURY SCHOOL DISTRICT

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

2018-2019 Proposed Budget

May 17, 2018



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

- Balance the budget with a real estate tax increase in the range of 0 to 2.4% (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

\$203,859,315

Total Expenditures

<u>\$209,739,211</u>

Deficit

\$ 5,879,896

Real estate tax increase = 4.10%



Budget Additions – First Draft

Budget Additions

\$2,190,000

- Debt service for future building construction
- Increase in the Technology budget (Equipment)
- Increase in the Facilities budget (Projects)
- Increase in Transportation budget (New Buses)
- New Position Requests



How Will We Fund the Deficit?



Expenditure and Revenue Budgeting Options



Salaries & Wages

\$ 1,032,000

- Reduce salary budget for retirements / attrition
- Accept risk in salary budget
- Reduce various staff positions DW
- Reduce the new position requests



Employee Fringe Benefits\$ 223,000

 Adjust payroll withholdings for saved salaries and wages



Revenue Adjustments

\$736,000

- Increase tax revenue \$236k based on February real estate tax analysis
- Increase in interest earnings (\$500k)



Expenditure Adjustments

(\$500,000)

- Reduce debt service (refinancing)

- Reduce workers comp insurance

(\$400k) (\$100k)



PROPOSED BUDGET SUMMARY AS OF MARCH 15, 2018



Budget Recap







Second Draft 3/15/18 2.40%



Second Draft Budget Summary - March 15, 2018

Total Revenues

\$204,595,315

Total Expenditures

<u>\$207,984,211</u>

Deficit

\$ 3,388,896

Real estate tax increase = 2.40%



Additional Budgeting Options To Reach Proposed Final Budget



Salaries & Wages

\$ 250,000

- Reduce salary budget for retirements / attrition
- Accept risk in salary budget
- Reduce various staff positions DW



Employee Fringe Benefits\$ 95,000

- Adjust payroll withholdings for saved salaries and wages
- -Reduce benefits for reduction in staff



Expenditure Adjustments

\$360,000

- Adjust / Increase BCTHS tuition

- Increase in New Bus Purchases

\$ 275k \$ 85k



Revenue Adjustments

\$ 185,000

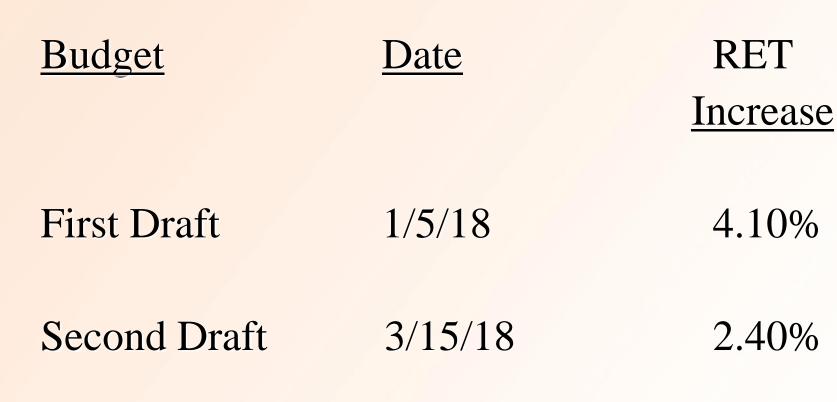
- Increase State Subsidies -Increase in Use of Fund Balance (\$100k) (\$85k)



PROPOSED FINAL BUDGET SUMMARY AS OF MAY 17, 2018



Budget Recap



Proposed Final

5/17/18

2.30%

PENNSBURY SCHOOL

Proposed Final Budget Summary – May 17, 2018

Total Revenues

\$204,627,957

Total Expenditures

<u>\$207,846,853</u>

Deficit

\$ 3,218,896

Real estate tax increase = 2.30%







Salaries & Wages

- Review professional staff / attrition
- Review staffing of support personnel
- Reduce budget for additional retirements
- Accept additional risk in salary budget



Employee Fringe Benefits

- Adjust payroll withholdings for reduced salaries and wages



Services

- Review and assess late bus runs
- Review transportation schedules
- Review Special Education budget



Programs

- Review discretionary student competitions

- Evaluate all other programs



Other Measures

- Review budget manager allocations
- Review utility budget
- Review Healthcare Administrative costs
- New Revenues (Grants, etc)



Next Steps



Work Continues

More data still needed:

- Commonwealth Budget
- Federal subsidies
- Enrollments & registrations
- Retirements, resignations & leaves
- Benefits experience analysis
- May assessments



Budget Timeline

- Continue refining budget data through June
- Adopt proposed budget May 17
- Adopt final budget June 21



Public Input

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

- May 17: Regular Meeting, 7:30 at Fallsington
- June 21: Regular Meeting, 7:30 at Fallsington



Questions & Comments

