



# **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

1. 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 \$209,739,211

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**



# Budgeting Options To Reach Proposed Budget

**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

# Budgeting Options To Reach Proposed Budget

**Employee Fringe Benefits** **\$ 223,000**

- Adjust payroll withholdings for saved salaries and wages

# Budgeting Options To Reach Proposed Budget

## Revenue Adjustments

**\$ 736,000**

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

# Budgeting Options To Reach Proposed Budget

## **Expenditure Adjustments** **(\$500,000)**

- Reduce debt service (refinancing) (\$400k)
- Reduce workers comp insurance (\$100k)

**PROPOSED BUDGET  
SUMMARY  
AS OF MARCH 15, 2018**

# Budget Recap

<u>Budget</u>	<u>Date</u>	<u>RET Increase</u>
First Draft	1/5/18	4.10%
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**



# 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

# Budgeting Options To Reach Proposed Final Budget

**Employee Fringe Benefits** **\$ 95,000**

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

# Budgeting Options To Reach Proposed Final Budget

**Expenditure Adjustments** **\$360,000**

- Adjust / Increase BCTHS tuition \$ 275k
- Increase in New Bus Purchases \$ 85k

# Budgeting Options To Reach Proposed Final Budget

**Revenue Adjustments** **\$ 185,000**

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

**PROPOSED FINAL BUDGET  
SUMMARY  
AS OF MAY 17, 2018**

# Budget Recap

<u>Budget</u>	<u>Date</u>	<u>RET Increase</u>
First Draft	1/5/18	4.10%
Second Draft	3/15/18	2.40%
Proposed Final	5/17/18	2.30%

# Proposed Final Budget Summary – May 17, 2018

Total Revenues \$204,627,957

Total Expenditures \$207,846,853

Deficit \$ 3,218,896

*Real estate tax increase = 2.30%*

# **Additional Budgeting Options To Reach Final**



# Additional Budgeting Options To Reach Final

## Salaries & Wages

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

# Additional Budgeting Options To Reach Final

## Employee Fringe Benefits

- Adjust payroll withholdings for reduced salaries and wages

# Additional Budgeting Options To Reach Final

## Services

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

# Additional Budgeting Options To Reach Final

## Programs

- Review discretionary student competitions
- Evaluate all other programs

# Additional Budgeting Options To Reach Final

## 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