

BUDGET PRESENTATION

APRIL 27, 2020

PASD STRATEGIC PLAN



**ALLOCATE
RESOURCES TO
FOSTER
EXCELLENCE
FOR ALL
STUDENTS**

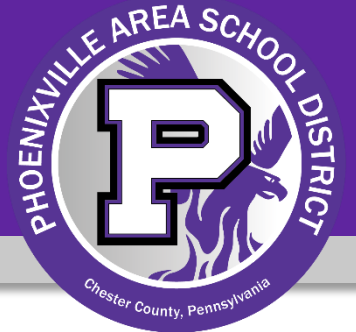
**PROVIDE
HIGH QUALITY
INSTRUCTION**

**IMPLEMENT A
CONSISTENT
REFLECTIVE
USE OF DATA
TO DRIVE
CHANGE**

**PROMOTE
EMPLOYEE
GROWTH AND
EFFECTIVENESS**

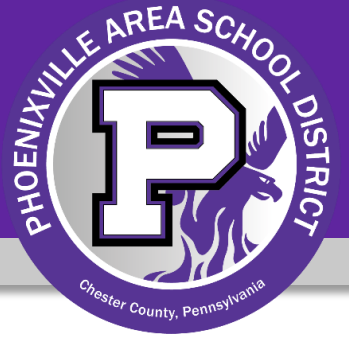
**ENCOURAGE
EFFECTIVE,
CONSISTENT
COMMUNICATION
AND
COLLABORATION**

Impact of Covid-19 on 2020-2021 budget



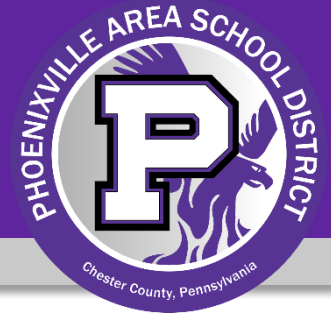
- **Anticipated ACT 1 index for 2021-2022 (3.2%) will be impacted (will be lower).**
- **State subsidies could be impacted (Pennsylvania facing a \$3.9 Billion deficit).**
- **Earned income taxes revenue will be impacted**
- **Investment revenue will be impacted**
- **PSERS rate for 2020-2021 = 34.51%**
 - **Could reach 40% to 41% over the next 5+ years**
 - **A 1% increase in the PSERS rate has a net impact of approximately \$190,000 on PASD**

Impact of Covid-19 on the 2020-2021 budget



- **Real Estate Taxes income may be delayed – 2 month delay is current pending legislation.**
- **Collective bargaining discussions may occur with contract modifications a certainty for many districts.**
- **Business bankruptcies – more vacant commercial property**
 - **Increase in tax appeals**
 - **Delayed real estate payment**
 - **Increased level of delinquent taxes**
- **Unemployment will decrease then stabilize but at a much higher rate than in January 2020**

All Staffing Recommendations for 2020-2021



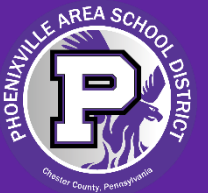
POSITION	STRATEGIC PLAN GOAL	2.60%	1.50%	0%
Barkley 4th Grade Teacher	Goal #1 -- Allocate Resources	\$50,000	\$50,000	\$50,000
Manavon 2nd Grade Teacher	Goal #1 -- Allocate Resources	\$50,000	\$0	\$0
ELD Teacher	Goal #1 -- Allocate Resources	\$50,000	\$50,000	\$50,000
Controller	Goal #1 -- Allocate Resources	\$80,000	\$80,000	\$80,000
Multiple Disabilities Teacher & Aide	Goal #1 -- Allocate Resources	\$0	\$0	\$0
Replace Four Retiring Teachers	Goal #1 -- Allocate Resources	\$200,000	\$0	\$0
Curriculum Supervisor	Goal #2 -- Promote Employee Effectiveness	\$118,000	\$118,000	\$118,000
Curriculum Supervisor	Goal #2 -- Promote Employee Effectiveness	\$118,000	\$0	\$0
Instructional Technology Coach	Goal #2 -- Promote Employee Effectiveness	\$80,000	\$0	\$0
Instructional Coach	Goal #2 -- Promote Employee Effectiveness	\$80,000	\$0	\$0
Expand Elementary Music Position	Goal #3 -- High Quality Instruction	\$20,000	\$0	\$0
Middle School Math	Goal #3 -- High Quality Instruction	\$50,000	\$50,000	\$50,000
Middle School STEM	Goal #3 -- High Quality Instruction	\$50,000	\$0	\$0
High School STEM	Goal #3 -- High Quality Instruction	\$50,000	\$50,000	\$50,000
	TOTAL	\$996,000	\$398,000	\$398,000

Staffing Recommendations to get to 2.6%



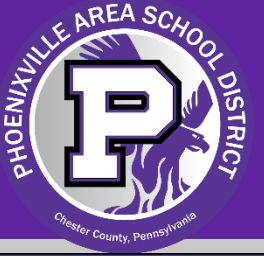
POSITION	REVISED RECOMMENDATION	BUDGET REDUCTION
World Language Coordinator	DO NOT ADD	\$25,000
HS Clerk	DO NOT REPLACE	\$40,000
Instructional Aide	DO NOT ADD	\$40,000
PAELC 1st Grade	DO NOT ADD	\$50,000
Secondary Admin Intern	DO NOT REPLACE	\$80,000
ELEM Specials Teachers	DO NOT ADD	\$100,000
	TOTAL	\$335,000

2020-2021 Budget Discussion – Local Revenues



	<u>18-19 Actual</u>	<u>19-20 Budget</u>	<u>20-21 Prelim February 2020</u>	<u>20-21 Final #1</u>	<u>20-21 Final #2</u>	<u>20-21 Final #3</u>
Local Revenue			2.6%	2.6%	1.5%	0.0%
Property Taxes	\$58,971,352	\$61,198,186	\$62,066,142	\$62,782,952	\$62,782,952	\$62,782,952
Tax Increase			\$1,639,095	\$1,648,882	\$951,278	\$0
Earned Income Tax	\$6,874,277	\$7,300,000	\$7,400,000	\$6,586,000	\$6,586,000	\$6,586,000
Delinquent Taxes	\$2,912,282	\$2,200,000	\$2,300,000	\$2,300,000	\$2,300,000	\$2,300,000
Occupation Tax	\$1,425,383	\$1,575,000	\$1,575,000	\$1,500,000	\$1,500,000	\$1,500,000
RE Transfer Taxes	\$1,295,498	\$1,200,000	\$1,300,000	\$1,100,000	\$1,100,000	\$1,100,000
Interest Income	\$739,598	\$500,000	\$800,000	\$400,000	\$400,000	\$400,000
IDEA Revenue	\$520,944	\$540,000	\$550,000	\$540,000	\$540,000	\$540,000
Misc. Revenue	\$225,080	\$313,291	\$350,000	\$350,000	\$350,000	\$350,000
Interim Taxes	\$505,266	\$275,000	\$300,000	\$275,000	\$275,000	\$275,000
PCEF Contributions	\$207,500	\$225,000	\$225,000	\$225,000	\$225,000	\$225,000
School Rentals	\$157,432	\$187,000	\$190,000	\$230,000	\$230,000	\$230,000
Per/Person/Per Capita	\$127,568	\$148,000	\$160,000	\$160,000	\$160,000	\$160,000
Public Utility Tax	\$65,000	\$70,000	\$67,500	\$65,000	\$65,000	\$65,000
Other District Revenue	\$59,253	\$107,000	\$60,000	\$50,000	\$50,000	\$50,000
Tuition	\$14,568	\$75,000	\$50,000	\$50,000	\$50,000	\$50,000
Total Local Revenue	\$74,101,001	\$75,913,477	\$79,032,737	\$78,262,834	\$77,565,230	\$76,613,952
Difference				(\$769,903)	(\$1,467,507)	(\$2,418,785)

2020-2021 Budget Discussion – State & Federal Revenues



	<u>18-19 Actual</u>	<u>19-20 Budget</u>	<u>20-21 Prelim</u>	<u>20-21 Final #1</u>	<u>20-21 Final #2</u>	<u>20-21 Final #3</u>
<u>State Revenue</u>						
Basic Ed Subsidy	\$4,879,718	\$5,213,312	\$5,143,391	\$5,143,391	\$5,143,391	\$5,143,391
Special Education	\$1,740,725	\$1,750,000	\$1,653,804	\$1,653,804	\$1,653,804	\$1,653,804
Transportation	\$1,381,744	\$1,350,000	\$1,450,000	\$1,050,000	\$1,050,000	\$1,050,000
Social Security	\$1,317,210	\$1,400,000	\$1,472,625	\$1,468,766	\$1,444,483	\$1,444,483
PSERS	\$6,057,369	\$6,275,000	\$6,643,175	\$6,625,765	\$6,516,222	\$6,516,222
Property Tax Relief	\$1,329,119	\$1,381,316	\$1,400,000	\$1,381,316	\$1,381,316	\$1,381,316
Other State Revenue	\$726,846	\$470,000	\$650,000	\$518,700	\$518,700	\$518,700
Total State Revenue	\$17,432,731	\$17,839,628	\$18,412,995	\$17,841,741	\$17,707,916	\$17,707,916
Federal Revenue	\$920,791	\$760,000	\$800,000	\$760,000	\$760,000	\$760,000
Loc/State/Fed Revenue	\$92,454,523	\$94,513,105	\$98,245,732	\$96,864,575	\$96,033,145	\$95,081,867
Usage of PSERS reserve	\$0	\$343,000	\$0	\$0	\$0	\$0
Total Revenues	\$92,454,523	\$94,856,105	\$98,245,732	\$96,864,575	\$96,033,145	\$95,081,867

	<u>19-20 Budget</u>	<u>20-21 Prelim Feb 2020</u>	<u>20-21 Final #1</u>	<u>20-21 Final #2</u>	<u>20-21 Final #3</u>
<u>Expenditures</u>					
Salaries	\$36,999,195	\$ 39,453,469	\$ 38,399,100	\$ 37,764,253	\$ 37,764,253
Benefits	\$22,349,415	\$ 23,197,684	\$ 24,889,631	\$ 24,537,280	\$ 24,537,280
Debt Service	\$11,279,974	\$ 11,280,000	\$ 10,630,000	\$ 10,630,000	\$ 10,630,000
Special Education	\$5,046,973	\$ 5,690,000	\$ 5,391,150	\$ 5,391,150	\$ 5,391,150
Charter Schools	\$6,030,000	\$ 6,030,000	\$ 5,141,898	\$ 5,141,898	\$ 5,141,898
Transportation	\$5,046,863	\$ 5,009,500	\$ 4,750,000	\$ 4,750,000	\$ 4,750,000
Maintenance	\$1,926,800	\$ 1,925,000	\$ 1,825,000	\$ 1,825,000	\$ 1,825,000
Curriculum & Instruction	\$0	\$ -	\$ 1,412,700	\$ 1,412,700	\$ 1,412,700
Technology	\$1,220,371	\$ 973,000	\$ 1,350,000	\$ 1,350,000	\$ 1,350,000
Subs	\$0	\$ -	\$ 848,000	\$ 848,000	\$ 848,000
School Budgets	\$1,427,198	\$ 1,450,000	\$ 702,835	\$ 702,835	\$ 702,835
Vo-Tech	\$775,000	\$ 900,000	\$ 650,828	\$ 650,828	\$ 650,828
Library	\$567,305	\$ 567,000	\$ 567,000	\$ 567,000	\$ 567,000
Student Activities	\$241,000	\$ -	\$ 253,150	\$ 253,150	\$ 253,150
Athletics	\$164,887	\$ 165,000	\$ 165,000	\$ 165,000	\$ 165,000
All Other	\$1,122,300	\$ 806,000	\$ -	\$ -	\$ -
Contingency	\$250,000	\$ -	\$ -	\$ -	\$ -
Total Expenditures	\$ 35,098,671	\$ 34,795,500	\$ 33,687,561	\$ 33,687,561	\$ 33,687,561
Total Budget	\$ 94,447,281	\$ 97,446,653	\$ 96,976,292	\$ 95,989,094	\$ 95,989,094
Surplus/Deficit	\$65,824	\$799,079	(\$111,717)	\$44,051	(\$907,227)