



# Phoenixville Area School District

PRELIMINARY BUDGET – EARLY LOOK

JANUARY 19, 2021

# Comm of PA Required Timeline

- January 28<sup>th</sup> –Deadline to submit Preliminary Budget or Adopt Act 1 Resolution
- May 31<sup>st</sup> – Deadline to Adopt Proposed Final Budget
- June 30<sup>th</sup> – Deadline to Adopt Final Budget

# PASD Budget Timeline

- January 19<sup>th</sup> – Approve Act 1 Resolution and Present Preliminary Budget Early Look
- February 16<sup>th</sup> – Preliminary Budget Update
- March 15<sup>th</sup> – Present Preliminary Budget
- March 24<sup>th</sup> – Budget Town Hall
- April 12<sup>th</sup> – Approve Proposed Final Budget
- May 17<sup>th</sup> – Approve Final Budget

# 2020-2021 Revenue YTD

	<b>Budget</b>	<b>YTD</b>	<b>% of Budget</b>
Real Estate	\$ 64,058,934.00	\$ 63,401,448.00	98.97%
Interims	\$ 250,000.00	\$ 392,980.00	157.19%
Delinquent	\$ 2,300,000.00	\$ 1,539,826.00	66.95%
Earned Income	\$ 6,500,000.00	\$ 3,591,912.00	55.26%
Occupational	\$ 1,500,000.00	\$ 1,430,854.00	95.39%
Realty Transfer	\$ 1,000,000.00	\$ 490,053.51	49.01%
Interest	\$ 200,000.00	\$ 8,991.00	4.50%

# Factors Affecting Revenue

- Assessment Growth and Appeals
- State Revenue Remaining Flat
- Earned Income Tax Uncertainty
- Grants
- Effective Cash Management Strategy

# Assessment Growth

2019-20 – \$2,085,355,469  
2020-21 – \$2,127,971,264  
January 1, 2021 - \$2,141,437,457

19/20 – 20/21 = 2.04%  
June – December = 0.63%

2021 Tax Assessment Appeals - \$463,686 reduction in revenue  
(\$14.5 MM Assessed Value)

# Earned Income Tax

## Quarter 1

2018 - \$1,728,230  
2019 - \$1,797,525 (0.02%)  
2020 - \$1,897,525 (5.56%)

## Quarter 2

2018 - \$1,559,689  
2019 - \$1,590,880 (2.00%)  
2020 - \$1,550,894 (-2.51%)

## Quarter 3

2018 - \$1,475,383  
2019 - \$1,513,100 (2.56%)  
2020 - \$1,463,816 (0.91%)

# Factors Affecting Expenditures

- Health Insurance Increase – 8% (\$532k)
- PSERS Increase 34.51% – 34.95% (\$535k)
- Vo-Tech Enrollment
  - FTE increase of 22%(19-20) and 11.8%(20-21) (\$83k)

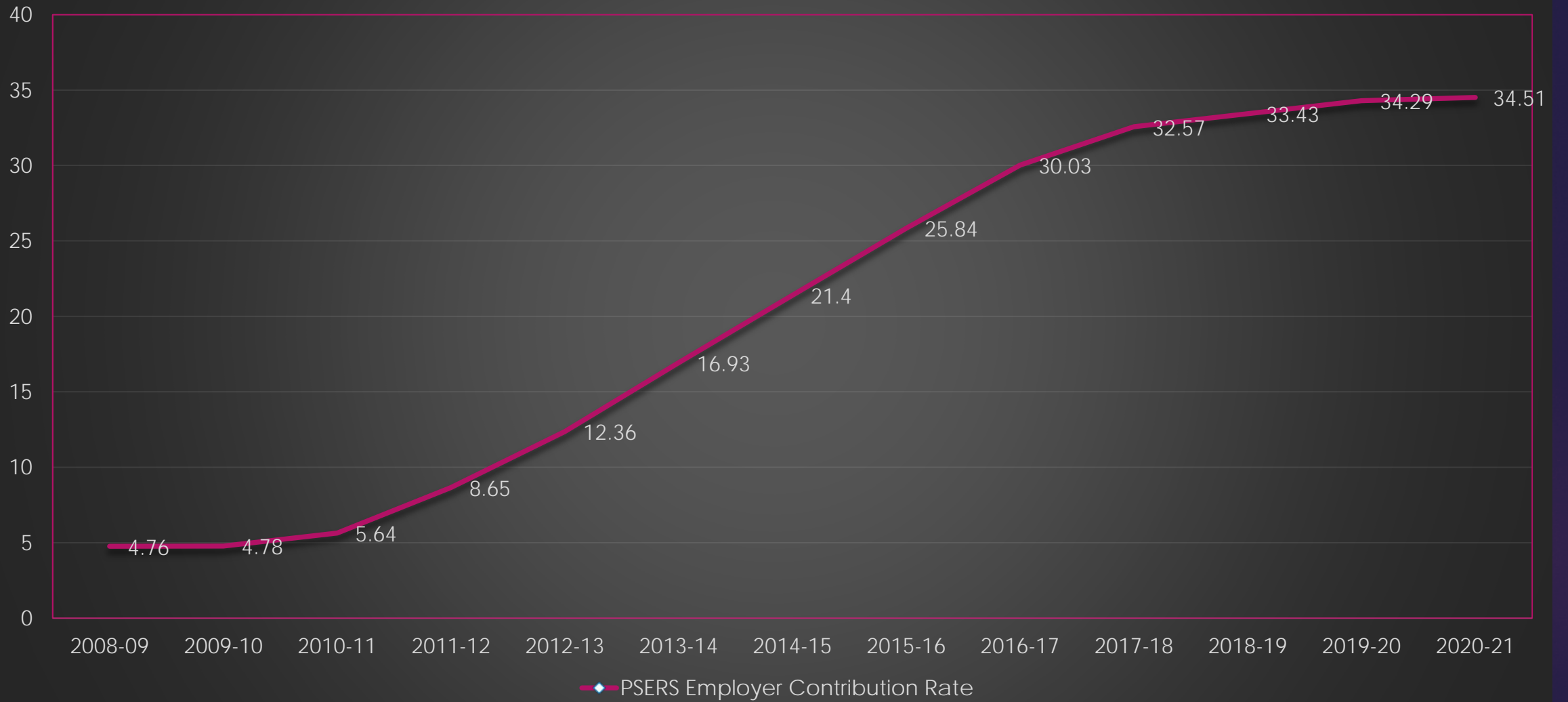
<b>Fiscal Year</b>	<b>Total Employer Contribution %</b>
02/03	1.15
03/04	3.77
04/05	4.23
05/06	4.69
06/07	6.46
07/08	7.13
08/09	4.76
09/10	4.78
10/11	5.64

<b>Fiscal Year</b>	<b>Total Employer Contribution %</b>
11/12	8.65
12/13	12.36
13/14	16.93
14/15	21.40
15/16	25.84
16/17	30.03
17/18	32.57
18/19	33.43
19/20	34.29
<b>20/21</b>	<b>34.51</b>

<b>Fiscal Year Ending June</b>	<b>Total Employer Contribution Rate %</b>
20/21	34.51
21/22	34.95
22/23	35.62
23/24	36.12
24/25	36.60
25/26	37.23
26/27	37.79
27/28	38.17



# PSERS Employer Contribution Rate



# Local Revenue

	<u>2020-2021</u> <u>Budget</u>	<u>21-22 Prelim</u> <u>Budget</u>
<b>Local Revenue</b>		
Property Taxes	\$64,058,934	\$64,971,065
Interim Property Tax	\$250,000	\$300,000
Tax Increase		\$0
Earned Income Tax	\$6,500,000	\$7,015,343
Delinquent Taxes	\$2,300,000	\$2,400,000
Occupation Tax	\$1,500,000	\$1,500,000
RE Transfer Taxes	\$1,000,000	\$1,100,000
Interest Income	\$200,000	\$250,000
IDEA Revenue	\$540,000	\$540,000
Misc. Revenue	\$262,543	\$260,000
Contributions	\$225,000	\$225,000
School Rentals	\$160,000	\$160,000
Per Capita	\$160,000	\$155,000
Public Utility Tax	\$65,000	\$65,000
Other District Revenue	\$50,000	\$50,000
Tuition	<u>\$50,000</u>	<u>\$50,000</u>
<b>Total Local Revenue</b>	<b>\$77,321,477</b>	<b>\$79,041,408</b>

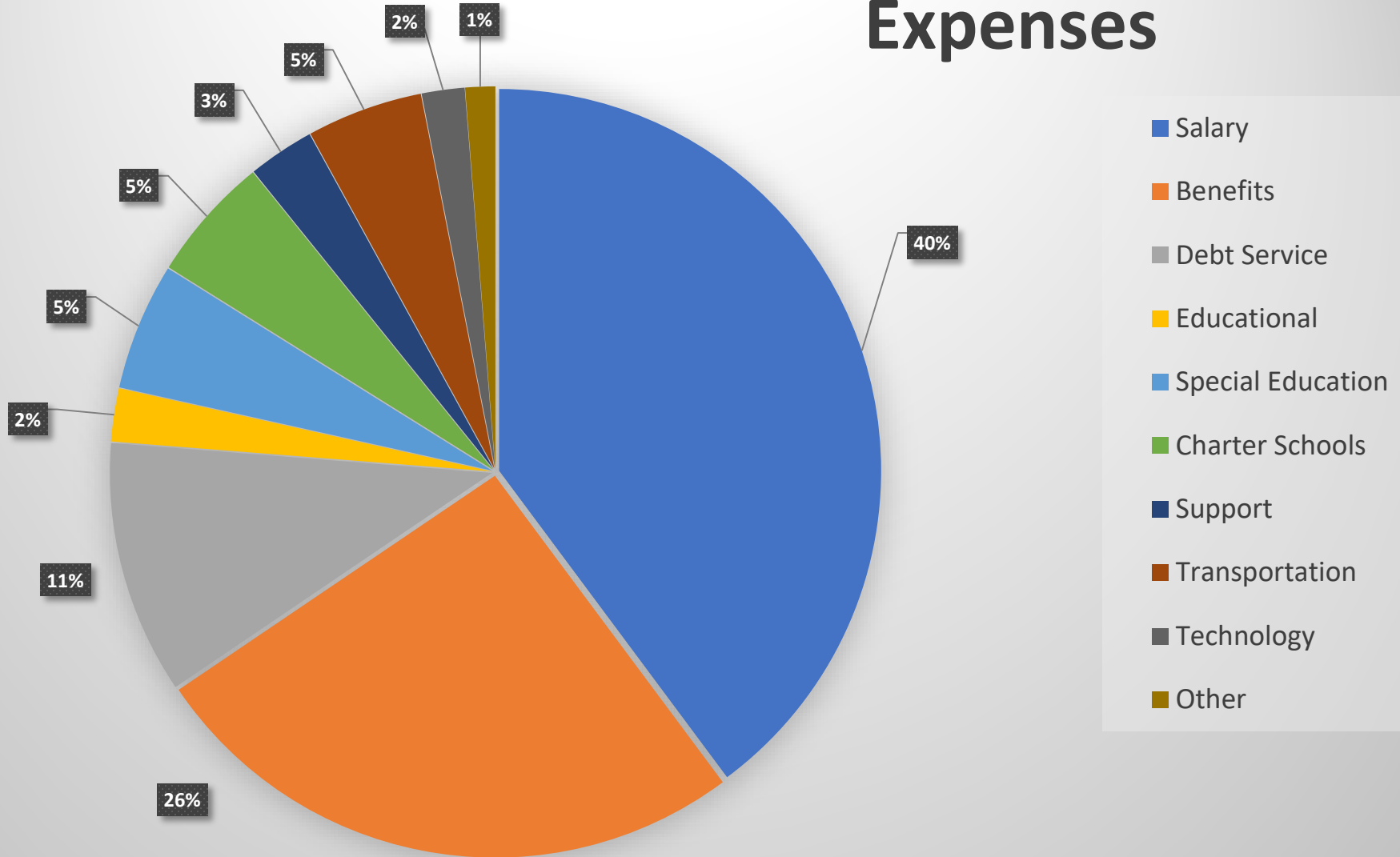
# State & Federal Revenue

	<u>2020-2021</u> <u>Budget</u>	<u>21-22 Prelim</u> <u>Budget</u>
<b><u>State Revenue</u></b>		
<b>Basic Ed Subsidy</b>	<b>\$5,143,391</b>	<b>\$5,143,391</b>
<b>Special Education</b>	<b>\$1,653,804</b>	<b>\$1,653,804</b>
<b>Transportation</b>	<b>\$1,100,000</b>	<b>\$1,100,000</b>
<b>Social Security</b>	<b>\$1,444,483</b>	<b>\$1,484,928</b>
<b>PSERS</b>	<b>\$6,516,222</b>	<b>\$6,784,083</b>
<b>Property Tax Relief</b>	<b>\$1,398,450</b>	<b>\$1,398,450</b>
<b>Other State Revenue</b>	<b><u>\$518,700</u></b>	<b><u>\$518,700</u></b>
<b>Total State Revenue</b>	<b>\$17,775,050</b>	<b>\$18,083,356</b>
<b><u>Federal Revenue</u></b>	<b>\$760,000</b>	<b>\$760,000</b>
<b>Revenues</b>	<b>\$95,856,527</b>	<b>\$97,884,764</b>
<b>Usage of Reserve</b>	<b>\$400,000</b>	<b>\$0</b>
<b>Total Revenues</b>	<b>\$96,256,527</b>	<b>\$97,884,764</b>

# Expenditures

	20-21 Budget	21-22 Preliminary	Difference
<b>Expenditures</b>			
<b>Salaries</b>	\$37,764,253	\$ 38,821,652	\$ 1,057,399
<b>Benefits</b>	\$24,537,280	\$ 25,606,205	\$ 1,068,925
<b>Debt Service</b>	\$10,613,000	\$ 10,683,928	\$ 70,928
<b>Special Education</b>	\$ 5,361,150	\$ 5,361,150	\$ -
<b>Charter Schools</b>	\$ 5,141,898	\$ 5,296,154	\$ 154,256
<b>Transportation</b>	\$ 4,750,000	\$ 4,892,500	\$ 142,500
<b>Operations</b>	\$ 1,555,000	\$ 1,776,437	\$ 221,437
<b>Curriculum &amp;</b>	\$ 587,800	\$ 686,500	\$ 98,700
<b>Technology</b>	\$ 1,350,000	\$ 1,807,000	\$ 457,000
<b>Subs</b>	\$ 848,000	\$ 848,000	\$ -
<b>Superintendent</b>	\$ 127,496	\$ 127,496	\$ -
<b>Business Office</b>	\$ 735,800	\$ 759,500	\$ 23,700
<b>Human Resources</b>	\$ 20,000	\$ 47,500	\$ 27,500
<b>School Budgets</b>	\$ 676,205	\$ 676,205	\$ -
<b>Vo-Tech</b>	\$ 650,828	\$ 734,610	\$ 83,782
<b>Library</b>	\$ 567,000	\$ 578,340	\$ 11,340
<b>Student Activities</b>	\$ 110,500	\$ 110,500	\$ -
<b>Federal Programs</b>	\$ 139,234	\$ 139,234	\$ -
<b>Athletics</b>	\$ 307,650	\$ 274,000	\$ (33,650)
<b>Public Relations</b>	\$ 104,000	\$ 88,000	\$ (16,000)
<b>Contingency</b>	\$ 309,433	\$ 300,000	\$ (9,433)
<b>Total Expenditures</b>	<b>\$33,954,994</b>	<b>\$ 35,187,054</b>	<b>\$ 1,232,060</b>
<b>Total Budget</b>	<b>\$96,256,527</b>	<b>\$ 99,614,911</b>	<b>\$ 3,358,384</b>

# Expenses



# Tax Increase

Estimated Tax Assessment = \$2,157,694,287

Act 1 index = 3.00%

Current Millage = 31.82

31.82 Mills
X 3.00%
<hr/>
0.9546 Mills

\$2,157,694,287
X .0009546
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\$2,059,734
X 0.966%
<hr/>
<b>\$1,989,703</b>

Average Taxpayer With Median Assessed Value
\$138,970
x .0009546
<hr/>
\$132.66 Increase

# 2021-22 Preliminary Budget

Total Revenue -	\$97,884,764
<u>Total Expenditures -</u>	<u>\$99,614,911</u>
Surplus(Deficit)=	(\$1,730,147)

2.6% Tax Increase = \$1,724,410



Questions???