FY 2020-21 BUDGET INFORMATION

November 4, 2019
Directors' Study Forum

Agenda

- Review 2018-19 year
- Review 2020-21 parameters to build the budget
- Factors that influence the budget
- Discuss Act 1 Index resolution

2018-19 Overview

- 2018-19 (*audited*)
  - Beginning Fund Balance* $ 5,252,367
  - Revenues $70,190,563
  - Expenses $70,261,633
  - Ending Fund Balance* $ 6,199,298

Deficit of ($71,070)

* Unassigned *(not included is the Assigned Fund Balance of $6.5M allocated to $1.0M tech; $2.0M healthcare costs; $3.0M capital projects; and $0.5M PSERS)*

Budget Parameters - Expenditures

- Maintain current instructional and service programs
- Salaries / benefits
  - Potential salary increases
  - PSERS rate at 34.77% (current year is 34.29%)
  - Healthcare at 6% increase - to be finalized in January
- Special Education contracted services
  - Assume 5% increase
- Transportation contracted services
  - Assume 4% increase in contract / 0% in fuel
- Debt service
  - Level at $7.1 million
- All other items at 2019-20 levels

Budget Parameters - Revenues

- LOCAL
  - Assume current growth in AV / no increase in millage rate
  - All other revenues sources - 0% increase
- STATE
  - No increase in Basic and Special Ed Subsidies from 2019-20
    - Uncertain about future Act 44-related safety funding
  - PSERS and FICA subsidy based on personnel costs
- FEDERAL
  - No increases

Factors that Influence the Budget

- Salaries/staffing costs
  - Healthcare/PSERS
- Programs
  - Maintenance of ongoing curricular programs
  - Special Education services
  - Charter school tuition
- Local tax bases
  - Property tax – continued modest assessment growth
- State funding

Act 1 - Index

- Index
  - Index for Spring Grove – 3.3%
  - Exceptions
- Recommendation
  - Adopt Resolution not to exceed the Act 1 Index at November Voting Meeting

Questions