




2021-2022 Pottstown School District

Final Budget
May 20, 2021



Recommendation:
No Tax Increase
0%

FINAL Budget
2021-2022 School Year

Budget Timeline

9/30/20	ACT 1 Base Index 3.0% & Pottstown Adjusted Index 4.4% Released by PDE
11/12/20	Finance Committee Meeting- Opt out Resolution discussion
11/19/20	Board Action- Opt out Resolution
2/3/21	Governor Proposed Budget Presentation
2/11/21	Finance Committee First Look Budget Presentation
3/11/21	Finance Committee Second Look
4/15/20	Finance Committee Preliminary Budget Review
4/22/21	Preliminary Budget Adoption <small>(PDE Deadline 5/31/21 or at least 30 prior to Final Budget Adoption)</small>
5/20/21	Final Budget Adoption- including HF Resolution <small>(PDE Deadline 6/30/21 or at least 30 prior to Final Budget Adoption)</small>
7/1/21	Deadline to mail Tax Bills (duplicate)
7/15/21	Deadline to File PDE 2028 <small>(or 15 days within Final Budget Adoption)</small>

Tax Base

2020 Certified Tax Duplicate \$761,992,039

2021 Certified Tax Duplicate \$761,470,629

(\$521,410) Tax Basis Decrease

@ current Millage 41.96

**\$21,878 Loss in Tax revenue due to decreased Tax Assessment

Tax Base Decline

The 6 year average decline in Tax Base is \$4.5M in assessed value which equates to \$160k loss of Revenue per Year.

****Montgomery County Board of Assessment February 2021 Value \$ 761,497,679**

HISTORICAL TAX BASE Decline			
2015	\$	810,196,679	
2016	\$	804,630,169	\$ (5,566,510)
2017	\$	802,795,399	\$ (1,834,770)
2018	\$	772,892,489	\$ (29,902,910)
2019	\$	764,594,399	\$ (8,298,090)
2020	\$	761,992,039	\$ (2,602,360)
2021	\$	761,470,629	\$ (521,410)
	\$	(3,764,628)	**average excluding 2018 loss of Hospital
	\$	(157,964)	41.96 millage revenue

Favorable Tax Assessment Appeals

1. Increased Assessed Value \$36,780 (\$1,540 additional revenue)
2. Increased Assessed Value \$ 294,930 (\$12,377 additional revenue)

Final Budget 2020-2021

REVENUES	\$65,413,614
EXPENDITURES	\$65,413,614
BUDGET SHORTFALL	(\$0)
USE OF RESERVES	\$1,707,479
ADJUSTED SHORTFALL	(\$0)

2.11.21 Preliminary Budget

REVENUES	\$64,348,886
EXPENDITURES	\$66,276,587
BUDGET SHORTFALL	(\$1,927,700)
USE OF RESERVES	\$1,927,700
ADJUSTED SHORTFALL	(\$0)

**2020-2021 ACT 1 Index 3.0%

***Pottstown Adjusted Index 4.4%

3.11.21 Preliminary Budget

REVENUES	\$64,488,236
EXPENDITURES	\$66,216,587
BUDGET SHORTFALL	(\$1,728,351)
USE OF RESERVES	\$1,728,351
ADJUSTED SHORTFALL	(\$0)

***Reduced Shortfall \$199,349 from 2.11.21

**2020-2021 ACT 1 Index 3.0%

***Pottstown Adjusted Index 4.4%

4.15.21 Preliminary Budget

REVENUES	\$64,488,236
EXPENDITURES	\$66,066,587
BUDGET SHORTFALL	(\$1,578,351)
USE OF RESERVES	\$1,578,351
ADJUSTED SHORTFALL	(\$0)

***Reduced Shortfall \$150,000 from 3.11.21

**2020-2021 ACT 1 Index 3.0%

***Pottstown Adjusted Index 4.4%

5.20.21 FINAL 2021-2022 Budget

REVENUES	\$64,583,921
EXPENDITURES	\$66,009,372
BUDGET SHORTFALL	(\$1,425,451)
USE OF RESERVES	\$1,425,451
ADJUSTED SHORTFALL	(\$0)

***Reduced Shortfall \$152,900 from 4.15.21

**2020-2021 ACT 1 Index 3.0%

***Pottstown Adjusted Index 4.4%

2.11.21 Budget Assumptions

Property Tax Rebate: Flat from PY (most likely will not be the case) funds from gaming revenue

Transportation Subsidy based on Actuals - reduced

Physical and Dental Reimbursement Subsidy based on actuals- reduced

ROTC Program Revenue eliminated

3.11.21 Budget Assumptions

R6111 Local Tax Revenue Adjust to reflect actual 2019-2020 \$160k increase

R7311 & R7312 Transportation Subsidy Updated Per PDE Estimates \$19k reduction

Math Teacher in Lieu of ROTC (closed due to staffing limitations)

Works Compensation Premium Reduction \$60k due to rate reduction

Net Deficit Reduction \$200k

4.15.21 Preliminary Budget

Expenditures:

Savings Generated from Formulary Changes to Prescription Plan \$150,000

5.20.21 FINAL Budget

Revenues:

Finalized Allocations

Property Tax Reduction Allocation \$1,624,782 (R7340)

Pre K Counts Allocation \$2,467,500 (R7292)

ACT 1 Historical

Year	ACT 1 BASE	ACT 1 ADJUSTED	Millage
2015-2016	1.9	2.7	39.2522
2016-2017	2.4	3.4	39.2522
2017-2018	2.5	3.6	39.2522
2018-2019	2.4	3.5	40.626
2019-2020	2.3	3.3	41.96
2020-2021	2.6	3.8	41.96
2021-2022	3.0	4.4	41.96

2021 Homestead Farmstead Rebate

	<u>2020-2021</u>	<u>2021-2022</u>
Allocation	\$1,623,904.22	\$1,624,782.00
Homesteads	3,858	3,798
HF Reduction	\$420.93	\$427.81
Reduction in Assessed Value	\$10,030.12	\$10,195.65

Fund Balance

	<u>2018-2019</u>	<u>2019-2020</u>
Unassigned	5,144,225	5,233,089
PSERS	3,799,409	3,799,409
Committed	1,361,626	3,463,955
Assigned	457,324	1,707,479
Capital Projects	2,159,379	2,189,511
TOTAL	13,097,428	16,393,443

Comparative Budget

	2017-18	2018-19	2019-20	2020-21	2021-22
Revenues	\$ 61,232,243	\$ 62,677,927	\$ 64,204,242	\$65,413,614	\$66,009,372
Expenses	\$ 61,882,242	\$ 62,677,927	\$ 64,302,813	\$65,413,614	\$66,009,372

ESSER III

One time funding source for COVID-19 related response efforts

CARES Act funding is one-time, emergency aid. LEAs must reserve funds to address learning loss.

Additional programs, including maintaining school staff and providing professional training; extending the school day or year; making technology purchases; providing mental health supports; and undertaking priority school facility repairs and improvements and should consider how to keep equity in the forefront of planning by prioritizing investments for vulnerable students and families

******Pottstown School District Allocation \$9,741,181**



Recommendation: No Tax Increase

Preliminary Budget
2021-2022 School Year

