

POTTSTOWN SCHOOL DISTRICT

2022-2023 FINAL BUDGET

MAUREEN K. JAMPO, BUSINESS ADMINISTRATOR

BUDGET TIMELINE

9/30/21	ACT 1 Base Index 3.0% & Pottstown Adjusted Index 5.0% Released by PDE
11/11/21	Finance Committee Meeting- Opt out Resolution discussion
11/18/21	Board Action- Opt out Resolution (pde DEADLINE 1/27/22)
2/14/22	Governor Proposed Budget Presentation (PASBO Review)
2/10/22	Finance Committee First Look Budget Presentation
3/10/22	Finance Committee Second Look
4/14/22	Finance Committee Preliminary Budget Review
4/21/22	Preliminary Budget Adoption (PDE Deadline 5/31/21 or at least 30 prior to Final Budget Adoption)
5/19/22	Final Budget Adoption- including HF Resolution (PDE Deadline 6/30//21 or at least 30 prior to Final Budget Adoption)
	Deadline to File PDE 2028 (or 15 days within Final Budget Adoption)

**RECOMMENDATION:
NO TAX INCREASE
0%**



Tax Base

2020 Certified Tax Duplicate \$761,992,039

2021 Certified Tax Duplicate \$761,470,629

2022 Certified Tax Duplicate \$762,090,94

4/6/22 BOA Monthly \$762,543,311



2022-2023 1st Look BUDGET (2/10/22)

REVENUES	\$65,395,664
EXPENDITURES	\$67,193,277
BUDGET SHORTFALL	(\$1,797,613)
USE OF RESERVES	(\$1,797,613)
ADJUSTED SHORTFALL	(\$0)

*

**2022-2023 ACT 1 Index 3.4%

***Pottstown Adjusted Index 5.0%



2022-2023 2nd Look BUDGET (3/10/22)

REVENUES	\$65,387,329
EXPENDITURES	\$66,876,670
BUDGET SHORTFALL	(\$1,489,341)
USE OF RESERVES	(\$1,489,341)
ADJUSTED SHORTFALL	(\$0)

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**2022-2023 ACT 1 Index 3.4%

***Pottstown Adjusted Index 5.0%



2022-2023 PRELIMINARY BUDGET (4/21/22)

REVENUES	\$65,790,052
EXPENDITURES	\$66,876,670
BUDGET SHORTFALL	(\$1,086,618)
USE OF RESERVES	(\$1,086,618)
ADJUSTED SHORTFALL	(\$0)

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**2022-2023 ACT 1 Index 3.4%

***Pottstown Adjusted Index 5.0%



2022-2023 FINAL BUDGET (5/19/22)

REVENUES	\$67,727,309
EXPENDITURES	\$68,467,437
BUDGET SHORTFALL	(\$740,128)
USE OF RESERVES	(\$740,128)
ADJUSTED SHORTFALL	(\$0)

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**2022-2023 ACT 1 Index 3.4%

***Pottstown Adjusted Index 5.0%



2022-2023 Proposed Basic Ed. & Special Ed. Revenue

2022-2023 <u>Proposed</u> Allocation BEF	\$20,776,834
Includes Level Up Funding	*\$2,147,427
Includes Proposed Base BEF	*\$9,996,445
Includes Proposed Student Weight	*\$8,638,962
<i>2021-2022 Estimated BEF</i>	<i>\$13,620,468</i> <i>(increase \$7,156,366)</i>
2021-2022 Proposed SEF	\$3,349,025
<i>2021-2022 Estimated SEF</i>	<i>\$2,620,9014</i> <i>(increase \$728,124)</i>

2022-2023 First Look Assumptions

- State Subsidy Budgeted at 3% Increase (not Proposed BEF & SEF Allocations)
- Medical and Prescription Rates Projection from October 2021
- Energy, Insurance, and Service Contracts and Projections Not Finalized
- Title and Federal Allocations Not Finalized

NO ESSER or AMERICAN RESCUE PLAN FUNDS ARE INCLUDED IN 22/23 BUDGET

**ESSER & GEER & ARP Funds for IDEA and Set Aside Allocations are not included for comparison Purposes.

2022-2023 GOVERNOR'S BUDGET PROPOSAL & REACTIONS

BUDGET HIGHLIGHTS

- 2022-23 Proposed State Budget is Considered Governor Wolf's Legacy Budget and is his Last Full Proposed Budget
- The Proposed Budget Further Expands the State's Commitment to Public Education, Students, and Schools
- The Overall State Budget Includes Significant Increases in Total Spending Without Raising any Tax Rates

EXECUTIVE SUMMARY: PROPOSED K-12 EDUCATION FUNDING INCREASES

- \$1.25 Billion in Basic Education Funding (BEF)
- \$300 Million for Level Up Supplement (LUS)
- \$200 Million in Special Education Funding (SEF)
- \$16 Million for Pupil Transportation Subsidy (PTS)
- \$170 Million for Pension Reimbursements (PSERS)
- \$30 Million for Social Security Reimbursements (SS)
- \$5 Million in Career and Technical Education (CTE)
- \$20 Million for PA Smart Initiative
- \$60 Million for Pre-K Counts
- \$10 Million for Head Start Supplementals

2022-2023 Second Look Assumptions

- Expenditure Adjustments:
 - Healthcare
 - Supplies
 - Salary Adjustments (consider retirements)
 - Other Purchased Services, Travel , Printing, Security
- Revenue Adjustments:
 - Per Capita Taxes
 - Occupation Taxes
 -
- Federal Allocations Not Finalized

NO ESSER or AMERICAN RESCUE PLAN FUNDS ARE INCLUDED IN 22/23 BUDGET

**ESSER & GEER & ARP Funds for IDEA and Set Aside Allocations are not included for comparison Purposes.

2022-2023 Preliminary Budget (4/14/22) Assumptions

- Revenue Adjustments:
 - Transportation Subsidy
- Federal Allocations 2021-2022 amounts certified
 - Title I, II, III & IV

NO ESSER or AMERICAN RESCUE PLAN FUNDS ARE INCLUDED IN 22/23 BUDGET

**ESSER & GEER & ARP Funds for IDEA and Set Aside Allocations are not included for comparison Purposes.

2022-2023 Final Budget (5/19/22)

- Homestead Farmstead Tax Reduction Allocation
- Revenue Adjustments:
 - Retirement and Social Security Reimbursements
 - Basic Education (BEF 2.5% increase from Prior Year)
- Expenditure Adjustments
 - Salary Adjustments for Retirements
 - COnttracted Services and Tuitions
 - MV & PI Aid Ratio Increase

NO ESSER or AMERICAN RESCUE PLAN FUNDS ARE INCLUDED IN 22/23 BUDGET

**ESSER & GEER & ARP Funds for IDEA and Set Aside Allocations are not included for comparison Purposes.

PDE 2028 Budget Document will include some of ESSER II & ESSER III revenue & expense

ACT 1 (Millage) Generated Revenue

INDEX	(+) MILLAGE	NEW MILLAGE	Addl. Revenue
1	.00042	42.39	\$343,816
2	.00084	42.60	\$493,813
3.4 <small>(ACT 1)</small>	.04339	43.39	\$1,063,803
5 <small>(PSD ADJ.)</small>	.04406	44.06	\$1,543,794

ACT 1 HISTORICAL

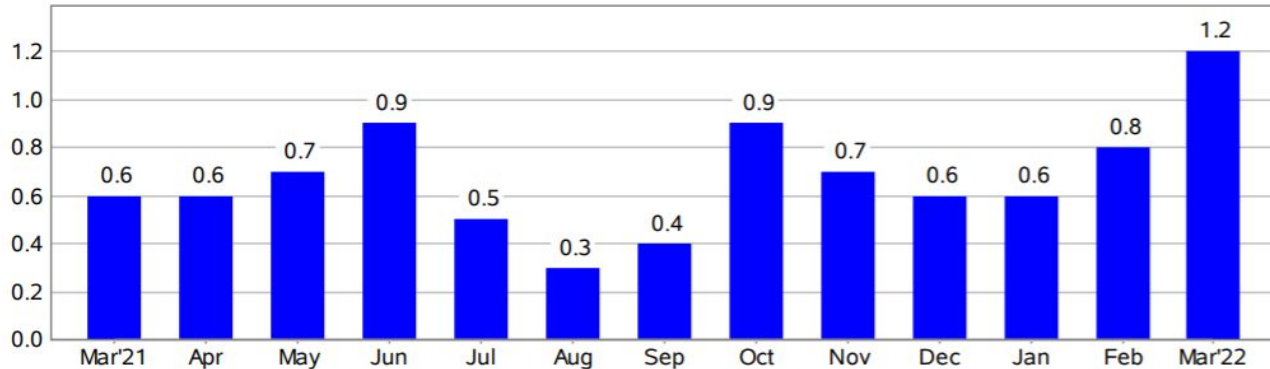
	ACT 1 BASE	ACT 1 ADJUSTED	Millage
2015-2016	1.9	2.7	39.25
2016-2017	2.4	3.4	39.25
2017-2018	2.5	3.6	39.25
2018-2019	2.4	3.5	40.62
2019-2020	2.3	3.3	41.96
2020-2021	2.6	3.8	41.96
2021-2022	3.0	4.4	41.96
2022-2023	3.4	5.0	41.96*



Inflation: 12 month all items index Up 8.5% (Shelter, Food, Gasoline & Energy)

The all items index continued to accelerate, rising 8.5 percent for the 12 months ending March, the largest 12-month increase since the period ending December 1981. The all items less food and energy index rose 6.5 percent, the largest 12-month change since the period ending August 1982. The energy index rose 32.0 percent over the last year, and the food index increased 8.8 percent, the largest 12-month increase since the period ending May 1981.

Chart 1. One-month percent change in CPI for All Urban Consumers (CPI-U), seasonally adjusted, Mar. 2021 - Mar. 2022
Percent change





2022 Est. Homestead Farmstead Rebate

	<u>2021-2022</u>	<u>2022-2023*</u>
Allocation	\$1,624,782.00	\$2,040,708.11
Homesteads	3,798	3,715
HF Reduction	\$427.81	\$549.33
Reduction in Assessed Value	\$10,195.65	\$13,091.65

*\$121.52 increase of PY HF Exemption

Fund Balance

	<u>2018-2019</u>	<u>2019-2020</u>	<u>2020-2021</u>
Unassigned	5,144,225	5,233,089	5,280,749
PSERS	3,799,409	3,799,409	3,799,409
Committed	1,361,626	3,463,955	7,535,435
Assigned	457,324	1,707,479	1,425,451
Capital Projects	2,159,379	2,189,511	2,192,117
TOTAL	13,097,428	16,393,443	20,233,161



Comparative Budget

	2018-19	2019-20	2020-21	2021-22	2022-23
Revenues	\$ 62,677,927	\$ 64,204,242	\$65,413,614	\$66,009,372	\$67,727,309
Expenses	\$ 62,677,927	\$ 64,302,813	\$65,413,614	\$66,009,372	\$68,467,437

ESSER I \$1,084,349 (spent)

\$	30,676.20	Salaries Summer Programs & Curriculum Writing					
\$	5,514.60	Benefits					
\$	8,805.00	Professional Development					
\$	4,250.00	Wireless Controls					
\$	3,238.47	Hot Spot / Wireless					
\$	970,097.73	PPE / Technology Hardware/ Virtual Curriculum / Cleaning Supplies					
\$	61,767.00	Virtual Displays / Touchless Vision Screeners					
\$	1,084,349.00						

ESSER II \$4,819,332 (partially spent)

\$1,624,927 spent (3.31.22)

\$3,194,405 planned

\$ 1,148,549	Salaries & Benefits - MTSS & Virtual Coachs
\$ 89,077	Virtual Curriculum
\$ 83,046	PPE / Summer Program Supplies / Masks
\$ 74,470	Comprehensive Planning
\$ 59,206	Visual Displays / Headphones
\$ 37,731	Professional Development
\$ 34,270	Cameras
\$ 29,791	Subs
\$ 25,509	Summer Transportation
\$ 15,947	Safety & Security
\$ 12,710	CTE Additional Ventalation
\$ 9,337	Touchless waterfountains
\$ 5,284	Wireless / Hotspots
\$ 1,624,927	

\$ 450,000	Touchless Scrubbers
\$ 356,265	Summer Programs
\$ 757,553	Chiller & Electrical Upgrades
\$ 70,000	Mental Health Supports
\$ 590,195	PPE & Sanitation
\$ 150,000	CTE addl ventalation
\$ 820,392	Salaries & Benefits - MTSS & Virtual Coachs
\$ 3,194,405	

ESSER III (ARP ESSER) \$9,748,114

*Set Aside amounts \$757,647

After School Programs	\$308,700
Comprehensive Planning and Climate Survey	\$200,000
Curriculum- Development and Tier	\$800,000
Curriculum- remediation	\$800,000
Curriculum- Virtual	\$1,600,000
During School Addl Programs	\$378,000
Facilities Safety & Sanitary Upgrades	\$528,456
Legal / Auditing / Misc.	\$690,654
Outdoor Playground / Educational Space Modifications	\$980,000
Safety & Security Alarm and Intercom System	\$900,000
Safety & Security Personnel	\$100,000
Safety & Security Phone System	\$250,000
Safety & Security Supplies	\$20,000
Salary & Benefits - Home and School Visitor	\$294,000
Subs	\$356,400
Summer Programs	\$322,100
Supplies / PPE	\$100,000
Technology- Hardware	\$512,933
Technology- Software	\$20,000
Visual Displays and Devices	\$586,872
Grand Total	\$9,748,114

SET Aside Learning Loss	\$324,706
SET Aside Learning Loss	\$216,471
Set aside summer program	\$108,235
Set aside after school	\$108,235

**GENERAL FUND
RECOMMENDATION:
NO TAX INCREASE
0%**



Questions?

