

Final Budget Update

June 5, 2022

Big Spring High School – Finance Committee

6:30 PM





BIG SPRING SCHOOL DISTRICT

\$62,068,989
2024 Budgeted Revenues

\$62,590,337
2024 Budgeted Expenses

\$12,295,818
Fund Balance as of 6/30/22

\$38,903,863
Revenues from Local Sources

\$21,185,579
Revenues from State Sources

\$21,421,656
Expenses for Salaries

\$14,468,872
Expenses for Benefits

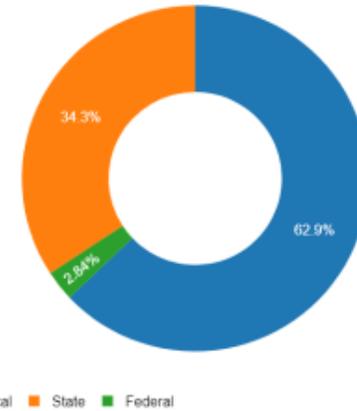
\$4,834,036
Expenses towards Debt Service

FY24 Final Budget General Finances at a Glance

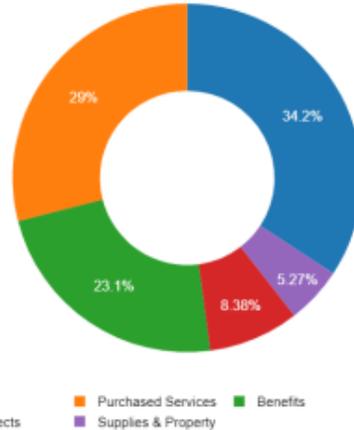
Revenues by Source



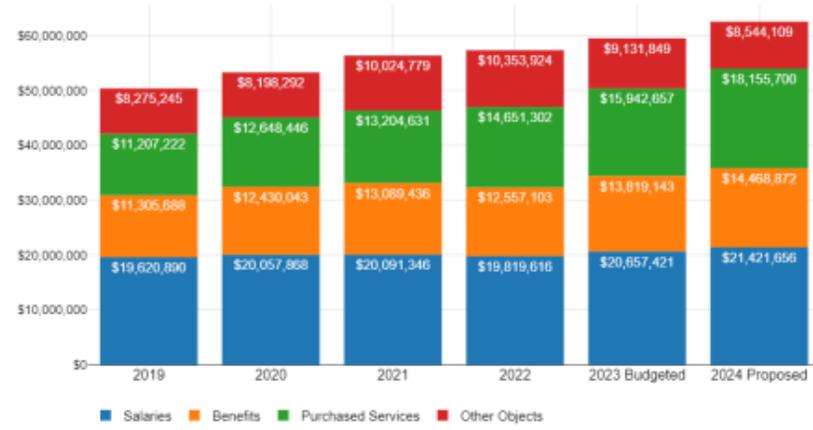
Proposed Budget Revenues by Source



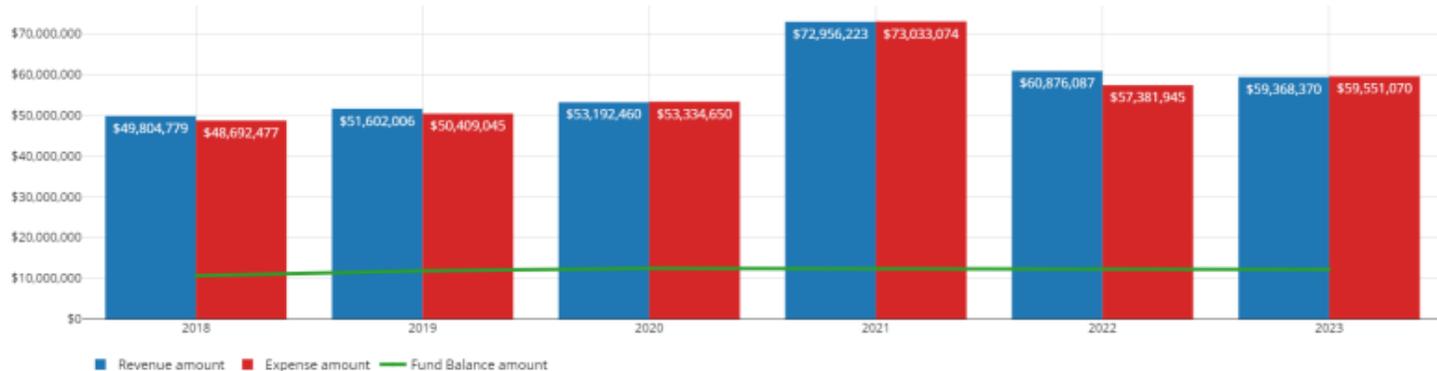
Proposed Budget Expenses by Object



Expenses by Object



Historical Revenues, Expenses and General Fund Balance



General Fund | Projection Summary

FY24 Final Budget

	BUDGET	REVENUE / EXPENDITURE PROJECTIONS									
	2023	2024	%Δ	2025	%Δ	2026	%Δ	2027	%Δ	2028	%Δ
REVENUE											
Local	\$37,485,094	\$38,903,863	3.78%	\$40,766,912	4.79%	\$41,721,265	2.34%	\$42,698,736	2.34%	\$43,699,886	2.34%
State	\$20,111,222	\$21,185,579	5.34%	\$21,407,699	1.05%	\$21,642,842	1.10%	\$21,876,538	1.08%	\$22,105,211	1.05%
Federal	\$1,772,054	\$1,754,827	-0.97%	\$778,827	-55.62%	\$778,827	0.00%	\$778,827	0.00%	\$778,827	0.00%
Other Financing Sources	\$0	\$224,720		\$224,720	0.00%	\$224,720	0.00%	\$224,720	0.00%	\$224,720	0.00%
TOTAL REVENUE	\$59,368,370	\$62,068,989	4.55%	\$63,178,158	1.79%	\$64,367,654	1.88%	\$65,578,821	1.88%	\$66,808,645	1.88%
EXPENDITURES											
Salary and Benefit Costs	\$34,476,564	\$35,890,528	4.10%	\$37,324,540	4.00%	\$38,827,770	4.03%	\$40,373,467	3.98%	\$41,965,652	3.94%
Other	\$25,074,506	\$26,699,809	6.48%	\$27,175,556	1.78%	\$27,663,649	1.80%	\$28,165,146	1.81%	\$28,679,731	1.83%
TOTAL EXPENDITURES	\$59,551,070	\$62,590,337	5.10%	\$64,500,096	3.05%	\$66,491,419	3.09%	\$68,538,614	3.08%	\$70,645,382	3.07%
SURPLUS / DEFICIT	(\$182,700)	(\$521,348)		(\$1,321,938)		(\$2,123,765)		(\$2,959,793)		(\$3,836,738)	
BEGINNING FUND BALANCE	\$12,295,818	\$12,113,118		\$11,591,770		\$10,269,832		\$8,146,067		\$5,186,274	
PROJECTED YEAR END BALANCE	\$12,113,118	\$11,591,770		\$10,269,832		\$8,146,067		\$5,186,274		\$1,349,537	
FUND BALANCE AS % OF EXPENDITURES	20.34%	18.52%		15.92%		12.25%		7.57%		1.91%	
FUND BALANCE AS # OF MONTHS OF EXPEND.	2.44	2.22		1.91		1.47		0.91		0.23	



Revenues



Revenues – History with FY24 Budget

Account Description		20-21 Actual	21-22 Budget	21-22 Actual	22-23 Budget	22-23 YTD 05.31	23-24 Budget	▲
Function	Revenue		3.25%		2.50%		1.50%	
6000	Local Revenue	35,761,277	35,668,197	37,510,398	37,485,094	36,648,475	38,903,863	3.8%
6111	Current Real Estate Taxes	25,252,401	27,187,851	27,563,884	28,747,944	28,301,514	29,688,281	
6151	Earned Income Tax	5,564,991	5,499,700	5,928,471	5,751,621	4,756,696	6,206,189	
6411	Delinquent Real Estate Tax	1,177,113	860,491	785,063	847,489	747,213	695,000	
6510	Investments	28,838	30,000	22,010	10,000	620,797	350,000	
6831	IDEA-B (pass thru)	598,562	585,000	754,555	592,000	594,189	592,100	
6944	Pay From Other LEAs	760,142	695,000	711,087	735,000	46,376	705,100	
7000	State Revenue	19,245,097	19,404,130	19,594,638	20,111,222	18,102,528	21,185,579	5.3%
7111	Basic Ed Funding	9,653,650	9,653,657	10,055,306	10,055,310	10,955,212	10,956,549	
7112	Basic Ed Funding - Soc Sec	777,971	766,764	714,463	791,170	295,281	812,994	
7271	Spc Ed Funding	1,983,483	1,990,000	2,136,330	2,090,084	2,303,571	2,303,648	
7311	SD Transp	1,458,741	1,600,000	1,409,191	1,550,000	1,127,353	1,500,000	
7340	Act 1 Payment	772,721	776,579	776,579	971,186	971,185	970,987	
7505	RTL Block Grant	401,851	401,851	401,851	401,851	401,851	401,851	
7820	PSERS Subsidy	3,412,687	3,491,406	3,444,120	3,597,145	1,428,540	3,614,458	
8000	Fed Title I, II, IV	1,164,850	1,152,911	3,528,120	1,772,054	3,381,236	1,754,827	-1.0%
9000	Other Rev	0		242,932			224,720	
Total Revenues		56,171,223	56,225,238	60,876,087	59,368,370	58,132,239	62,068,989	4.5%



Homestead/Farmstead Credit History

Fiscal Year	BSSD Allocation	Taxpayer Annual Credit	Change
2018-19	\$770,717	\$132.84	
2019-20	\$770,685	\$133.29	\$0.45
2020-21	\$772,721	\$134.08	\$0.79
2021-22	\$776,579	\$134.91	\$0.83
2022-23	\$971,185	\$170.83	\$35.92
2023-24	\$970,986	\$170.66	(\$0.17)

- Reduction of \$10,582.91 in taxable assessed value
- Revenue generated from PA Gambling Revenue
- Only a primary residence is eligible for property tax relief
- Credit based on following variables
 - PA allocation
 - # of approved homesteads
 - Millage rate

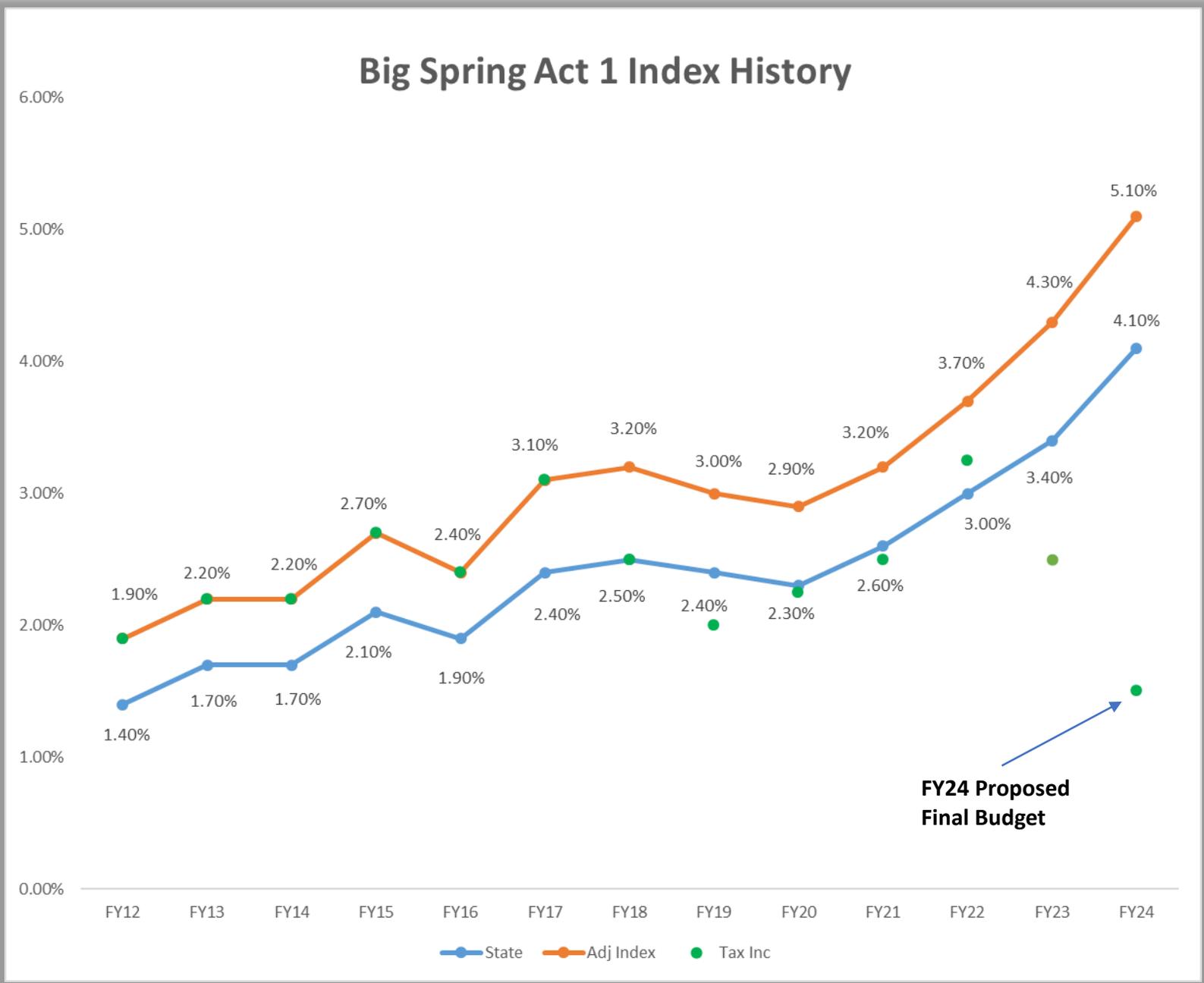


Real Estate Tax Info

	20/21 Actual	21/22 Actual	22/23 Budget	1.50%
Mill Value @ Assessed Value	\$1,877,205	\$1,896,451	\$1,945,968	\$1,977,941
Tax Base Growth	5.57%	1.03%	2.61%	1.64%
Tax Base as of May 1st	\$1,877,204,600	\$1,896,451,100	\$1,945,968,300	\$1,977,941,200
Previous Mill Total	14.6461	15.0123	15.5002	15.8877
Index Mills	0.4687	0.5555	0.6665	0.8103
Exception Mills				
Board Approved Increase	2.50%	3.25%	2.50%	1.50%
Proposed (Proposed) Increase as Mills	0.3662	0.4879	0.3875	0.2383
Total Mills	15.0123	15.5002	15.8877	16.1260
Tax Levy - Property Tax Relief	\$27,408,348	\$28,618,791	\$29,945,775	\$30,925,293
Collection rate	93.0%	95.0%	96.0%	96.0%
Value of Collected Tax	\$25,489,764	\$27,187,851	\$28,747,944	\$29,688,281
Total Increase in Tax Collected	\$1,481,512	\$1,698,087	\$1,560,092	\$940,338
Mill value @ collected value	\$1,697,931	\$1,754,038	\$1,809,447	\$1,841,020
Tax on Median Assessed Value	\$2,722	\$2,810	\$2,880	\$2,924
\$ ▲ / Median Assessed Value	\$66.38	\$88.46	\$70.26	\$43.20
* Median Assessed Value = \$181,300				
Tax on \$100K Assessed Value	\$1,501	\$1,550	\$1,589	\$1,613
\$ ▲ / \$100k Assessed Value	\$36.62	\$48.79	\$38.75	\$23.83

Fund Balance To/(From) (521,348)





PA and Federal Subsidy

Major State Subsidies	AFR 2016/17	AFR 2017/18	AFR 2018/19	AFR 2019/20	AFR 2020/21	AFR 2021/22	Budget 2022/23	Budget 2023/24
Basic Education Fund (BEF)	9,488,526	9,359,201	9,449,788	9,653,657	9,653,650	10,055,306	10,055,310	10,956,549
Special Education Funding	1,883,516	1,882,431	1,923,054	1,983,551	1,983,483	2,136,330	2,090,084	2,303,648
Ready to Learn	401,854	401,851	401,851	401,851	401,851	401,851	401,851	401,851
Transportation	1,456,682	1,469,341	1,552,431	1,605,546	1,488,001	1,436,141	1,573,000	1,500,000
PLANCON Subsidy	776,400	767,379	641,205	578,022	502,320	504,608	489,996	478,512
SocSec	679,495	696,438	713,518	669,121	777,971	714,463	791,170	812,994
PSERS	2,853,219	3,135,351	3,239,408	3,395,517	3,412,687	3,444,120	3,597,145	3,614,458
Total of Major PA Subsidy	\$17,539,692	\$17,711,992	\$17,921,255	\$18,287,265	\$18,219,963	\$18,692,818	\$18,998,556	\$20,068,012

Federal Revenue Sources	AFR 2016/17	AFR 2017/18	AFR 2018/19	AFR 2019/20	AFR 2020/21	Budget 2021/22	Budget 2022/23	Budget 2023/24
<i>(local from IU) IDEA-B</i>	568,120	561,894	575,876	599,507	598,562	754,555	592,000	592,100
Title I	496,724	428,677	477,110	472,240	467,461	625,429	615,853	635,327
Title II	122,087	94,465	100,528	96,278	92,791	107,939	97,626	97,800
Title IV		10,633	30,778	35,709	35,669	35,069	46,665	45,700
ESSER				16,226	568,929	2,749,574	1,011,710	976,000
Total Major FED Subsidy	\$1,186,931	\$1,095,669	\$1,184,292	\$1,219,960	\$1,763,411	\$4,272,567	\$2,363,854	\$2,346,927



Expenditures

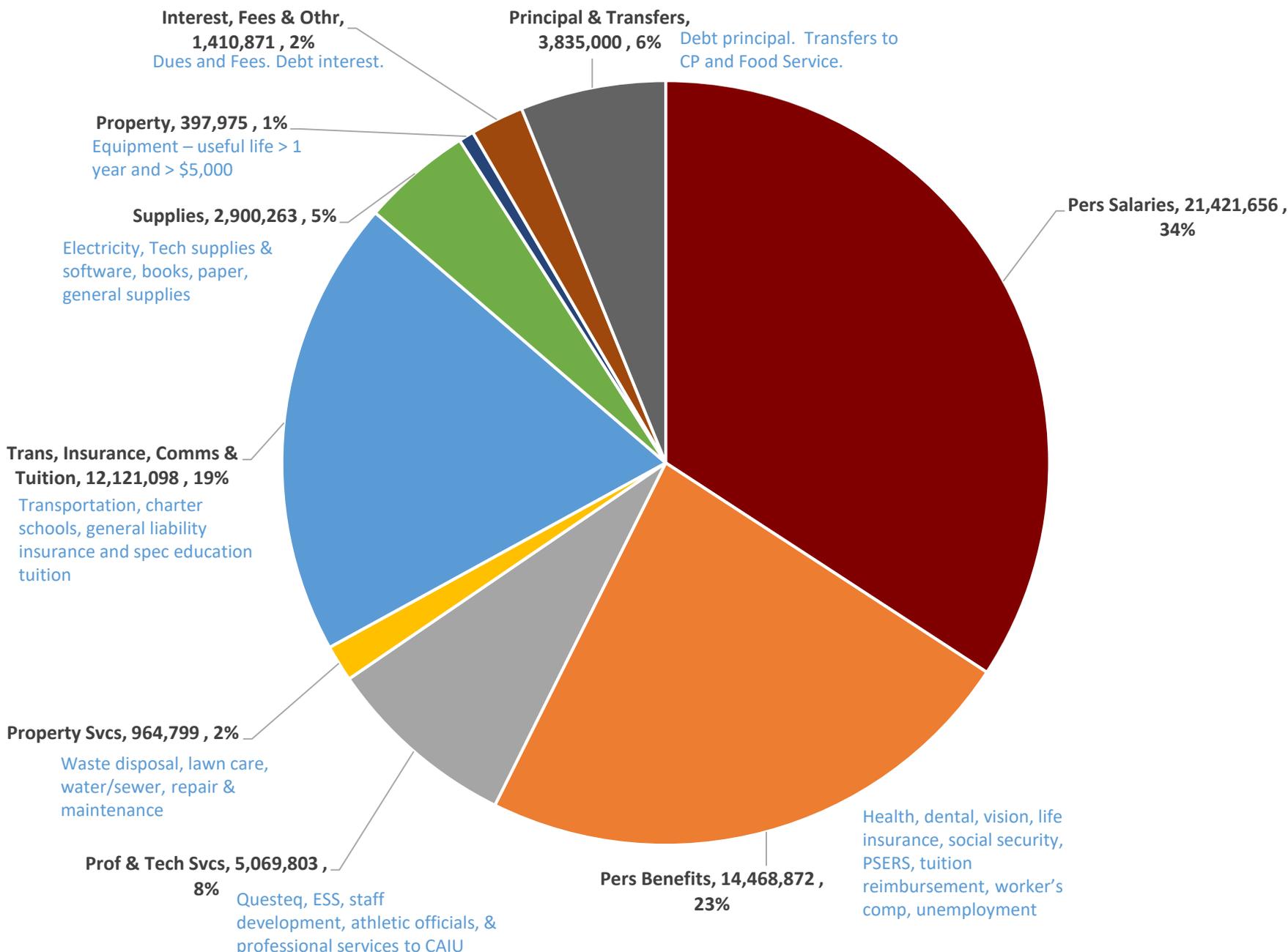


EXPENDITURES

	Account Description	20-21 Actual	21-22 Budget	21-22 Actual	22-23 Budget	22-23 YTD 05.31	23-24 Budget	▲
Object	Expense							
100	Pers Salaries	20,091,346	20,092,705	19,819,616	20,657,421	16,527,261	21,421,656	3.7%
121	Professional Staff - CBA	14,732,236	14,488,146	14,254,306	14,884,501	11,599,913	15,354,227	
200	Pers Benefits	13,089,436	13,462,938	12,557,103	13,819,143	11,519,781	14,468,872	4.7%
270/292	Health Insurance & HSA	4,138,855	4,439,867	3,699,887	4,382,867	3,981,730	4,935,763	
220	Soc Sec Contributions	1,478,681	1,533,528	1,453,796	1,582,340	1,209,483	1,626,242	
230	PSERS Contributions	6,821,442	6,982,812	6,837,986	7,194,289	5,750,329	7,228,916	
300	Prof & Tech Svcs	3,695,987	4,186,754	4,144,572	4,385,201	3,507,687	5,069,803	15.6%
329	ESS Svcs (subs/aides)	1,176,261	1,589,525	1,510,847	1,838,030	1,543,839	1,849,662	
330	Prof Services	728,124	808,125	805,929	854,000	477,284	932,167	
332	Legal Fees	52,241	31,900	46,891	43,000	92,172	113,000	
348	Tech Hosting /Svcs	776,222	803,109	851,871	806,647	827,842	914,089	
400	Property Svcs	827,149	758,778	601,927	928,792	827,875	964,799	3.9%
500	Trans, Insurance, Comm	8,675,359	9,214,028	9,904,802	10,623,214	9,671,962	12,121,098	14.1%
513	Contracted Carriers	2,212,767	2,647,556	2,639,798	2,773,958	2,087,752	2,790,538	
562	PA Charter Sch Tuition	2,944,418	2,624,400	3,346,229	3,645,918	3,634,720	4,540,171	
563	Non-pub Schls Tuition	1,952,519	2,271,000	2,349,768	2,455,250	2,598,381	2,997,135	
564	Tuition To Career & Tech	782,698	947,700	840,900	897,980	807,113	884,893	
600	Supplies	2,467,295	2,564,257	2,257,561	3,489,181	2,147,904	2,900,263	-16.9%
700	Property	747,908	532,963	1,416,058	441,114	481,567	397,975	-9.8%
800	Interest, Fees & Othr	1,032,861	1,259,070	1,011,562	1,267,004	1,082,189	1,410,871	11.4%
832	Bond Interest	924,897	930,900	953,616	930,801	930,800	1,224,036	
900	Debt Svc & Transfers	5,628,165	4,153,745	5,668,742	3,940,000	3,690,000	3,835,000	-2.7%
912	Bond Principal	3,400,000	3,665,000	3,665,000	3,690,000	3,690,000	3,610,000	
932	xfer to Cap Reserve	2,200,000	409,245	1,814,848	200,000	0	175,000	
	Total Expenditures	56,255,505	56,225,238	57,381,945	59,551,070	49,456,226	62,590,337	5.1%



FY24 BUDGETED EXPENDITURES (\$61,667,647)



Health Insurance

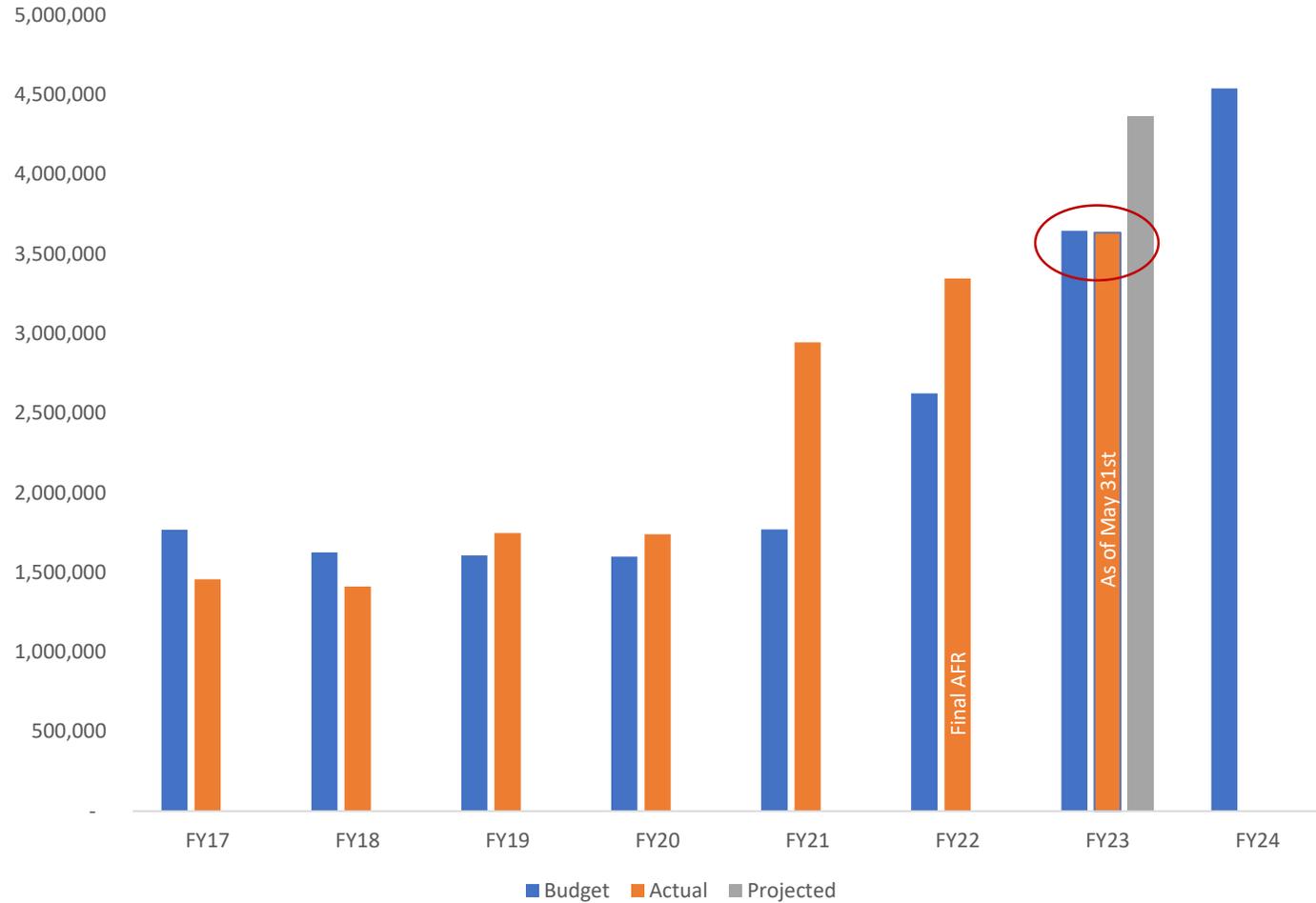


- 10% premium increase for FY24 (Conrad calculations was 13.7%)



	Jul - Apr 23	Jul - Apr 22
Ordinary Income/Expense		
Income		
4010 - Premiums - Traditional	3,826,880.16	3,811,377.64
4050 - Rebate Income - Rx	0.00	133,345.67
4310 - Stop Loss - Reimbursements	49,541.93	3,922.27
Total Income	3,876,422.09	3,948,645.58
Expense		
5020 - Claims - CBC	2,790,067.95	2,025,812.04
5040 - Claims - Rx	622,560.20	744,383.06
5050 - Claims - Vision	18,915.72	17,631.23
5110 - Admin. - BC/BS	79,068.65	133,233.05
5130 - Admin. - CBC	7,433.00	0.00
5140 - Admin. - Rx	2,932.01	1,096.00
5310 - Stop Loss	187,112.72	166,462.64
5420 - Claims - P/T Med. Reimbursements	0.00	7,256.11
5510 - Dues and Subscriptions	660.00	0.00
5530 - Office Expense	24.66	32.44
5560 - Insurance	67.23	67.23
5620 - Benefits Consultant	8,915.06	17,579.32
5640 - Legal	848.45	421.98
5649 - Accounting & Auditing	4,613.89	4,569.45
5690 - Bank / Cash Management Fees	0.00	0.00
Total Expense	3,723,219.54	3,118,544.55
Net Ordinary Income	153,202.55	830,101.03
Other Income/Expense		
Other Income		
9510 - Interest Income	32,494.48	10,754.65
Total Other Income	32,494.48	10,754.65
Net Other Income	32,494.48	10,754.65
Net Income	185,697.03	840,855.68

Charter School Expense





ForeCast 5 Data

Revenues

Team Local/Assessed (9800-4000) (9800-4000)

- The current year (2023) year amount for Team Local/Assessed (9800-4000) is \$36,042,236, a 3% increase over the prior year.
- Over the next 5 years (2024-2028) this amount is projected to increase by 3.7% per year on average including an increase of 0% in 2024 caused by a jump in 2023 property values. (2024-2028) 9800-4000.
- Over the past historical period (2019-2023) Team Local/Assessed (9800-4000) increased by 1.7% per year on average including an increase of 2% in 2022 and a decrease of 1% in 2023.
- Five forecast period amounts (2024-2028) fall somewhat outside of the historical range and trend, particularly varying further from (2024-2028) 9800-4000.

Earnings on Investments (9800-4100) (9800-4100)

- The current year (2023) year amount for Earnings on Investments (9800-4100) is \$10,000, a 100% decrease over the prior year.
- Over the next 5 years (2024-2028) this amount is projected to increase significantly in 2024 and then also increase at \$10,000.
- Over the past historical period (2019-2023) Earnings on Investments (9800-4100) varied between the minimum amount of \$10,000 and the maximum amount of \$10,000 in 2019.
- All five forecast period amounts fall somewhat outside of the historical range and trend, particularly varying further from (2024-2028) 9800-4100.

Fund Service, Tuition, Fees, Other Local (9800-8000) (9800-8000)

- The current year (2023) year amount for Fund Service, Tuition, Fees, Other Local (9800-8000) is \$1,434,800, a 10.5% decrease over the prior year.
- Over the next 5 years (2024-2028) this amount is projected to decrease by 1.7% per year on average including a decrease of 1.4% in 2024 attributed to drops in State (2024-2028) FUND SERVICE (9800-8000) and STATE TUITION (9800-8000).
- Over the past historical period (2019-2023) Fund Service, Tuition, Fees, Other Local (9800-8000) increased by 10.5% per year on average, with significant variability year to year including an increase of 27.2% in 2020, and a decrease of 1.8% in 2019.

Basic Instructional and Operating Subsidies (7100) (7100)

- The current year (2023) year amount for Basic Instructional and Operating Subsidies (7100) is \$10,000,000, a 0.0% increase over the prior year.
- Over the next 5 years (2024-2028) this amount is projected to increase by 0.0% per year on average including an increase of 0.0% in 2024 attributed to drops in State (2024-2028) INSTRUCTIONAL AND OPERATING SUBSIDIES (7100).
- Over the past historical period (2019-2023) Basic Instructional and Operating Subsidies (7100) increased by 1.7% per year on average including an increase of 2.0% in 2022 and a decrease of 1% in 2023.
- Five forecast period amounts (2024-2028) fall somewhat outside of the historical range and trend, particularly varying further from (2024-2028) 7100.

Specific Education (7200) (7200)

- The current year (2023) year amount for Specific Education (7200) is \$2,103,000, a 0.0% decrease over the prior year.
- Over the next 5 years (2024-2028) this amount is projected to decrease by 0.0% per year on average including a decrease of 0.0% in 2024 attributed to drops in State (2024-2028) SPECIAL EDUCATION (7200) and STATE TUITION (7200).
- Over the past historical period (2019-2023) Specific Education (7200) increased by 0.0% per year on average, with significant variability year to year including an increase of 27.2% in 2020, and a decrease of 1.8% in 2019.

Non-Education/Other (7300-7700, 7900) (7300-7700, 7900)

- The current year (2023) year amount for Non-Education/Other (7300-7700, 7900) is \$5,493,200, a 10.0% increase over the prior year.
- Over the next 5 years (2024-2028) this amount is projected to increase by 10.0% per year on average including an increase of 10.0% in 2024 caused by a drop in State (2024-2028) NON-EDUCATION/OTHER (7300-7700, 7900) and STATE TUITION (7300-7700, 7900).
- Over the past historical period (2019-2023) Non-Education/Other (7300-7700, 7900) increased by 10.0% per year on average.
- Five forecast period amounts (2024-2028) fall somewhat outside of the historical range and trend, particularly varying further from (2024-2028) 7300-7700, 7900.

Revenue from Commonwealth of PA (7800) (7800)

- The current year (2023) year amount for Revenue from Commonwealth of PA (7800) is \$3,000,000, a 4.0% increase over the prior year.
- Over the next 5 years (2024-2028) this amount is projected to increase by 4.0% per year on average including an increase of 4.0% in 2024 caused by a drop in State (2024-2028) REVENUE FROM COMMONWEALTH OF PA (7800).
- Over the past historical period (2019-2023) Revenue from Commonwealth of PA (7800) increased by 4.0% per year on average.
- Five forecast period amounts (2024-2028) fall somewhat outside of the historical range and trend, particularly varying further from (2024-2028) 7800.

Federal Sources (9800) (9800)

- The current year (2023) year amount for Federal Sources (9800) is \$1,712,000, a 40.0% increase over the prior year.
- Over the next 5 years (2024-2028) this amount is projected to increase by 40.0% per year on average including an increase of 40.0% in 2024, caused by a jump in 2024 AMP (2024-2028) FEDERAL SOURCES (9800) and SECONDARY SCHOOL EMERGENCY RELIEF FUND.



Fiscal 2023-2024 Budget Timeline

Date	Description	Action /Presentation
<i>12/5/2022</i>	<i>Act 1 Resolution</i>	<i>Adoption of Act 1 Resolution, not to exceed the index</i>
1/16/2023	Finance Committee	Preliminary Budget Presentation
<i>2/28/2023</i>	<i>Department Budgets Due</i>	
3/20/2023	Finance Committee	Proposed Final Budget Presentation
4/17/2023	Finance Committee	Proposed Final Budget Presentation
5/1/2023	Committee of the Whole	Proposed Final Budget Presentation
<i>5/1/2023</i>	<i>Board of School Directors</i>	<i>Adoption of Proposed Final Budget</i>
5/15/2023	Finance Committee	Final Budget Presentation
6/5/2023	Finance Committee	Final Budget Presentation
6/19/2023	Board of School Directors	Adoption of Final Budget - approval of FY24 Millage Rate

Bold - Presentation
Italic - Board Action



Miscellaneous Items

- Chartwells Contract and Meal Prices
- Bond Settlement
- John Deere Gator
- Cross Safe Contract



