

Presented 04/13/2022

Methacton School District

2022-2023

Budget Update – April

Revenue Changes – Preliminary - Feb

- Assessments increased by \$1,779,680.
- Millage changed to 2.85%, up from 2.59%.
- Interest Income updated to reflect current balances.
- Staffing updated changing social security and PSERS.

Local		
Preliminary Budget		\$93,349,640.13
Changes		\$240,476.78
REAL ESTATE TAX	\$263,416.77	
Interest Income	(\$22,939.99)	
February Update		\$93,590,116.91
State		
Preliminary Budget		\$24,493,352.09
Changes		\$10,679.28
Social Security	\$1,903.90	
Retirement	\$8,775.38	
February Update		\$24,504,031.37
Federal		
Preliminary Budget		\$625,759.14
Changes		\$0.00
February Update		\$625,759.14
Total Revenue		
Preliminary Budget		\$118,468,751.36
Changes		\$251,156.06
February Update		\$118,719,907.42

Collection Rate

	2020-2021	2019-2020	2018-2019
Net Tax Levy	\$78,809,414	\$76,976,956	\$75,824,711
Budgeted Collection Rate	95.64%	96.01%	96.01%
Gross Current Real Estate Taxes	\$75,373,324	\$73,905,576	\$72,799,305
Actual Collections	\$75,661,147	\$73,889,330	\$72,753,186
Collection Rate (Act. / Net Tax Levy)	96.01%	95.99%	95.95%
3 Year Average	95.98%		
Add back Shannondell	\$782,588	\$770,532	\$739,943
Adjusted Collections	\$76,443,735	\$74,659,862	\$73,493,129
Adjusted Collection Rate	97.00%	96.99%	96.93%
ADJUSTED 3 Year Average	96.97%		

Calculation

Collection rate is determined by taking the 3 year average of actual collections divided by the net tax levy.

Shannondell

Shannondell's taxes that were paid in protest were not included in the actual taxes collected as the funds were placed in Escrow and therefore not available for use.

Adjustment to the Collection Rate

The past three year taxes paid in protest were added to the actual collections providing Adjusted Collections.

- **By adding back the taxes paid in protest the 3 year average of the Adjusted Collection Rate increased to 96.97%**
- **This will allow us to include \$831k of additional Local Real Estate Tax revenue as part of the Budget.**
- **The Adjusted Collection Rate is used in the April update of the Budget.**

Revenue Changes – April

- Updated Assessed Values.
- Adjusted Collection Rate 96.97%.
- Millage Increase changed to 2.83% from 2.85%.
- Updated EIT Income Projections from Berkheimer.
- Increased Interest Income based on balances and rates.
- Transportation Subsidy update for Activity Buses.
- Staffing Changes adjusted SS & PSERS.

		Local
February Update		\$93,590,116.91
Changes		\$1,233,414.47
REAL ESTATE TAX	\$840,830.02	
EIT Income	\$375,000.00	
Interest Income	\$17,584.45	
April Update		\$94,823,531.38
		State
February Update		\$24,504,031.37
Changes		\$141,328.35
Transportation Subsidy	\$52,805.17	
Social Security	\$21,125.20	
Retirement	\$67,397.98	
April Update		\$24,645,359.72
		Federal
February Update		\$625,759.14
Changes		\$0.00
April Update		\$625,759.14
		Total Revenue
February Update		\$118,719,907.42
Changes		\$1,374,742.82
April Update		\$120,094,650.24

Expenditure Changes – Preliminary - Feb

- Staffing updated changing salary, social security, PSERS and health care benefits. Vision increase reduced to no increase.
- NMTCC budget updated.
- Security Costs increased to meet current needs.
- Graduation at MHS, not Subaru Park.
- Unified Sport added Bocci Ball.
- Building Subs increased based on current approval.

Salary		
February Update		\$48,004,709.38
Changes		\$49,775.22
Salary	\$49,775.22	
February Update Salary		\$48,054,484.60
Benefits		
February Update		\$32,771,664.41
Changes		(\$42,712.21)
Medical Insurance	(\$44,396.52)	
Prescription Insurance	(\$14,852.64)	
Eye Care Insurance	(\$888.24)	
Dental Insurance	(\$3,933.36)	
Social Security Contrib	\$3,807.80	
Retirement Contrib	\$17,550.75	
February Update Benefits		\$32,728,952.20
Total Salary & Benefits		
Preliminary Budget		\$80,776,373.79
Changes		\$7,063.01
February Update Salary & Benefits		\$80,783,436.80

Operating Expenses		
February Update		\$25,957,004.25
Changes		\$261,093.05
Security	\$124,438.37	
CSIU Costs	(\$390.00)	
Graduation Change	\$8,400.00	
Unified Sports	\$1,800.00	
Transportation Software	\$3,000.00	
NMTCC Budget	(\$41,155.32)	
Building Sub Costs	\$165,000.00	
February Update Operating Expenses		\$26,218,097.30
Debt Service & Transfers		
February Update		\$11,735,373.32
Changes		(\$17,000.00)
Graduation Change	(\$17,000.00)	
February Update Debt Service & Transfers		\$11,718,373.32
Total Expenditures		
February Update		\$118,468,751.36
Changes		\$251,156.06
February Update Total Expenditures		\$118,719,907.42

Staffing Changes

	PROFESSIONAL STAFF			SUPPORT & MAINTENANCE			ADMINISTRATORS			TOTAL		
	Cur. 21-22	Proposed Changes	Budget 22-23	Cur. 21-22	Proposed Changes	Budget 22-23	Cur. 21-22	Proposed Changes	Budget 22-23	Cur. 21-22	Proposed Changes	Budget 22-23
Arrowhead	34.85	0.25	35.10	14.35	(0.80)	13.55	1.25	-	1.25	50.45	(0.55)	49.90
Eagleville	36.55	(2.25)	34.30	16.87	4.00	20.87	1.25	-	1.25	54.67	1.75	56.42
Woodland	43.05	(0.75)	42.30	14.82	-	14.82	1.25	-	1.25	59.12	(0.75)	58.37
Worcester	33.65	1.75	35.40	15.18	-	15.18	1.25	-	1.25	50.08	1.75	51.83
Skyview	65.40	(2.00)	63.40	22.48	2.00	24.48	2.50	-	2.50	90.38	-	90.38
Arcola	65.00	(0.40)	64.60	20.44	0.80	21.24	2.50	-	2.50	87.94	0.40	88.34
MHS	122.00	1.40	123.40	37.42	5.30	42.72	6.00	-	6.00	165.42	6.70	172.12
Districtwide / Facilities	1.00	2.00	3.00	22.00	-	22.00	2.00	-	2.00	25.00	2.00	27.00
Farina	-	-	-	21.00	1.00	22.00	13.00	(1.00)	12.00	34.00	-	34.00
Total	401.50	-	401.50	184.56	12.30	196.86	31.00	(1.00)	30.00	617.06	11.30	628.36

Staffing Additions:

- Eight (8) Paraprofessionals (2.0 at SV, 2.0 at AC & 4.0 at HS)
- Spanish Teacher Arcola
- Math Specialist
 - (1) Elementary (0.25 at AH, EV, WD & WR)
 - (1) Skyview/Arcola (0.50 at SV & AC)
 - (1) High School

Budget Financial Impact

Category	Salary	SS & PSERS	Health Care	Total
Professional (Teacher)	\$ 51,595	\$ 22,139	\$ 27,938	\$ 101,672
Paraprofessional (IA)	\$ 21,126	\$ 9,065	\$ 27,652	\$ 57,843

Count	Budget Ttl
4	\$ 406,689.84
8	\$ 462,740.64
12	\$ 869,430.48

Expenditure Changes – April

- Staffing based on current year and additional positions added effecting salary and benefits.
- Final Workers Compensation costs provided by SDIC.
- Substitute costs relocated to the staffing to address substitute challenges.
- Security Costs adjusted based on new vendor and events, including athletics.
- Technology final lease amounts and software changes.
- Transportation fuel costs (+222k) based on current market projections and addition of activity buses (+\$193k).

		Salary	
February Update			\$48,054,484.60
Changes			\$552,291.74
	Salary	\$552,291.74	
April Update Salaries			\$48,606,776.34
		Benefits	
February Update			\$32,728,952.20
Changes			\$677,162.68
	Medical Insurance	\$393,737.52	
	Prescription Insurance	\$96,171.06	
	Eye Care Insurance	\$1,253.52	
	Dental Insurance	\$15,644.16	
	Social Security Contrib	\$42,250.40	
	Retirement Contrib	\$134,795.97	
	Workers Compensation	(\$6,689.95)	
April Update Benefits			\$33,406,114.88
		Total Salary & Benefits	
February Update			\$80,783,436.80
Changes			\$1,229,454.42
April Update Salary & Benefits			\$82,012,891.22

		Operating Expenses	
February Update			\$26,218,097.30
Changes			\$145,288.40
	Substitute Costs	(\$388,208.00)	
	Security	\$17,580.00	
	Tech. Lease/Software	\$100,667.00	
	Transportation	\$415,249.40	
April Update Operating Expenses			\$26,363,385.70
		Debt Service & Transfers	
February Update			\$11,718,373.32
Changes			\$0.00
April Update Debt Service & Transfers			\$11,718,373.32
		Total Expenditures	
February Update			\$118,719,907.42
Changes			\$1,374,742.82
April Update Total Expenditures			\$120,094,650.24

Summary of Changes - Revenue

REVENUE									
February Update		April Update		May Update		June Update		Total	
Category	Amount	Category	Amount	Category	Amount	Category	Amount	Category	Amount
REAL ESTATE TAX	\$263,416.77	REAL ESTATE TAX	\$840,830.02					REAL ESTATE TAX	\$1,104,246.79
Interest Income	(\$22,939.99)	Interest Income	\$17,584.45					Interest Income	(\$5,355.54)
Social Security	\$1,903.90	Social Security	\$21,125.20					Social Security	\$23,029.10
Retirement	\$8,775.38	Retirement	\$67,397.98					Retirement	\$76,173.36
		EIT Income	\$375,000.00					EIT Income	\$375,000.00
		Transport Sub.	\$52,805.17					Transport Sub.	\$52,805.17
Total	\$251,156.06	Total	\$1,374,742.82	Total	\$0.00	Total	\$0.00	Total	\$1,625,898.88

Summary of Changes - Expenditures

EXPENDITURES									
February Update		April Update		May Update		June Update		Total	
Category	Amount	Category	Amount	Category	Amount	Category	Amount	Category	Amount
Salary	\$49,775.22	Salary	\$552,291.74					Salary	\$602,066.96
Medical	(\$44,396.52)	Medical	\$393,737.52					Medical	\$349,341.00
Prescription	(\$14,852.64)	Prescription	\$96,171.06					Prescription	\$81,318.42
Eye Care	(\$888.24)	Eye Care	\$1,253.52					Eye Care	\$365.28
Dental	(\$3,933.36)	Dental	\$15,644.16					Dental	\$11,710.80
Social Security	\$3,807.80	Social Security	\$42,250.40					Social Security	\$46,058.20
Retirement	\$17,550.75	Retirement	\$134,795.97					Retirement	\$152,346.72
Secuirty	\$124,438.37	Security	\$17,580.00					Secuirty	\$142,018.37
CSIU Costs	(\$390.00)							CSIU Costs	(\$390.00)
Graudation	\$8,400.00							Graudation	\$8,400.00
Unified Sports	\$1,800.00							Unified Sports	\$1,800.00
Transp. Software	\$3,000.00							Transp. Software	\$3,000.00
NMTCC Budget	(\$41,155.32)							NMTCC Budget	(\$41,155.32)
Substitute Costs	\$165,000.00	Substitute Costs	(\$388,208.00)					Substitute Costs	(\$223,208.00)
Graudation	(\$17,000.00)							Graudation	(\$17,000.00)
		Workers Comp.	(\$6,689.95)					Workers Comp.	(\$6,689.95)
		Tech. Lease	\$100,667.00					Tech. Lease	\$100,667.00
		Transportation	\$415,249.40					Transportation	\$415,249.40
Total	\$251,156.06	Total	\$1,374,742.82	Total	\$0.00	Total	\$0.00	Total	\$1,625,898.88

Current Budget Status

Summary

Revenue	February Update	Change	April Update
Local	\$93,590,116.91	\$1,233,414.47	\$94,823,531.38
State	\$24,504,031.37	\$141,328.35	\$24,645,359.72
Federal	\$625,759.14	\$0.00	\$625,759.14
Total	\$118,719,907.42	\$1,374,742.82	\$120,094,650.24
Expenditures	February Update	Change	April Update
Salary	\$48,054,484.60	\$552,291.74	\$48,606,776.34
Benefits	\$32,728,952.20	\$677,162.68	\$33,406,114.88
Operating Expenses	\$26,218,097.30	\$145,288.40	\$26,363,385.70
Debt Service & Transfers	\$11,718,373.32	\$0.00	\$11,718,373.32
Total	\$118,719,907.42	\$1,374,742.82	\$120,094,650.24
Surplus / (Shortfall)	\$0.00	\$0.00	\$0.00

Timeline and Key Items

February	March	April	May	June
January EOM Assessments Millage (if applicable) Staffing Changes NMTCC actual Cost Decision on Capital Reserve	February EOM Assessments Millage (if applicable) Staffing Changes NMTCC actual Cost 2nd Look Medical & Rx Workman's Comp	March EOM Assessments Millage (if applicable) Staffing Changes Technology Lease Actual	April EOM Assessments Millage (if applicable) Staffing Changes Property/EO Insurance 3rd Look Medical & Rx	May EOM Assessments Millage (if applicable) Staffing Changes

ESSER III

Boost Program

This program is an after school program that is meant to provide after school learning support to the student of Methacton School grades K – 12.

SOAR

Offer inclusive practices support for staff so they can support the students in their classrooms, decrease disciplinary referrals, while improving culture and climate.

High School HVAC Project

A multi year project that will upgrade the HVAC system and controls in our high school so the district can improve air quality, circulation and air flow

✓ Boost Learning Support	\$237,839	(includes Salary & Benefits)
✓ Transportation Cost	\$26,246	(Busing for Boost)
✓ Mental Health Support	\$110,000	(SOAR)
✓ High School HVAC Project	<u>\$1,365,112</u>	(off set borrowing costs)
❖ TOTAL	\$1,739,197	