

Presented 06/20/2023

Methacton School District

2023-2024

Final Budget

Revenue Changes (June)

- Assessments increased by \$4,234,400.
- Millage Rate decreased to 3.15%, reducing Local Real Estate Taxes by \$33.1k.
- Interest Income adjusted based on balances and rate changes.
- Staffing updated (retirements, resignations, and new hires) changing social security and PSERS.
- Title Adjustments based on carry over of unused title funds from 22-23 and associated changes.

June		
Local		
May Update		\$99,655,477.21
Changes		(\$66,806.16)
Real Estate Tax	(\$33,071.73)	
Interest Income	(\$33,734.43)	
June Update		\$99,588,671.05
State		
May Update		\$26,585,819.91
Changes		(\$2,984.18)
Social Security	(\$548.12)	
Retirement	(\$2,436.06)	
June Update		\$26,582,835.73
Federal		
May Update		\$383,821.51
Changes		\$29,787.14
TITLE I	\$30,851.14	
TITLE II	\$362.00	
TITLE IV	(\$1,426.00)	
June Update		\$413,608.65
Total Revenue		
May Update		\$126,625,118.63
Changes		(\$40,003.20)
June Update		\$126,585,115.43

Staffing Review (June)

	PROFESSIONAL STAFF				SUPPORT & MAINTENANCE				ADMINISTRATORS				TOTAL			
	BOY 22-23	Changes 22-23 FY	Budget Changes	Budget 23-24	BOY 22-23	Changes 22-23 FY	Budget Changes	Budget 23-24	BOY 22-23	Changes 22-23 FY	Budget Changes	Budget 23-24	BOY 22-23	Changes 22-23 FY	Budget Changes	Budget 23-24
Arrowhead	37.60	-	1.00	38.60	13.55	0.86	-	14.41	1.25	-	-	1.25	52.40	0.86	1.00	54.26
Eagleville	35.80	1.00	1.00	37.80	16.78	(1.73)	(1.00)	14.05	1.25	-	-	1.25	53.83	(0.73)	-	53.10
Woodland	39.80	-	-	39.80	14.95	0.67	(1.00)	14.62	1.25	-	-	1.25	56.00	0.67	(1.00)	55.67
Worcester	37.40	0.50	-	37.90	15.94	(0.33)	(2.00)	13.61	1.25	-	-	1.25	54.59	0.17	(2.00)	52.76
Skyview	61.40	-	-	61.40	23.62	1.52	-	25.14	2.50	-	-	2.50	87.52	1.52	-	89.04
Arcola	64.60	-	-	64.60	21.64	(0.65)	(1.00)	19.98	2.50	-	-	2.50	88.74	(0.65)	(1.00)	87.08
MHS	124.40	-	1.00	125.40	42.37	1.10	(2.00)	41.47	6.00	-	-	6.00	172.77	1.10	(1.00)	172.87
District / Facilities	3.00	-	-	3.00	21.49	0.51	1.00	23.00	2.00	-	1.00	3.00	26.49	0.51	2.00	29.00
Farina	-	-	-	-	22.00	-	-	22.00	12.00	-	-	12.00	34.00	-	-	34.00
Total	404.00	1.50	3.00	408.50	192.34	1.93	(6.00)	188.28	30.00	-	1.00	31.00	626.34	3.43	(2.00)	627.78

- Current Year - Addition of 1.5 unbudgeted professional staff & increased FTE count of 1.93 for Office Assistants and Paraprofessionals.
- 2023-2024 Budget Proposed Changes
 - Reduction of PCAs by 7 FTE, which are being filled by outsourced staff due to certification needs
 - March Update: Required: 3 Teachers (2 AH, 1 HS) and placeholder for Facilities Supervisor, Maintenance Mechanic, additional Communication and & Athletic Office staff.
 - April Update: Moved 1 Teacher from AH to EV, no increase in staff. Removed additional Communication and & Athletic Office staff.

Expenditure Changes (June)

- Staffing update changing the salaries, social security, PSERS, medical, prescription, dental & eye care.
- Included 23-24 Benefit selections made during open enrollment.
- Removed additional helmet costs in the Athletics' budget. A complete uniform and protective gear replacement process has been created.
- Charter School update.
- Change in half days in the calendar affected transportation costs.
- Added in adjustments for 22-23 Title I carryover.

June

Salary		
May Update		\$52,868,480.68
Changes		(\$17,429.79)
Salary	(\$17,429.79)	
June Update		\$52,851,050.89
Benefits		
May Update		\$33,111,131.69
Changes		(\$11,672.66)
Retirement Contrib	(\$5,926.13)	
Social Security Contrib	(\$1,903.93)	
Medical Insurance	(\$7,714.72)	
Prescription Insurance	\$3,723.15	
Dental Insurance	\$134.11	
Eye Care Insurance	\$14.86	
June Update		\$33,099,459.03
Total Salary & Benefits		
May Update		\$85,979,612.37
Changes		(\$29,102.45)
June Update		\$85,950,509.92

Operating Expenses		
May Update		\$27,355,320.26
Changes		(\$10,900.75)
Athletics	(\$12,417.20)	
Charter School Costs	(\$6,000.00)	
Transportation	\$4,037.04	
Title I	\$3,479.41	
June Update		\$27,344,419.51
Debt Service & Transfers		
May Update		\$13,290,186.00
Changes		\$0.00
June Update		\$13,290,186.00
Total Expenditures		
May Update		\$126,625,118.63
Changes		(\$40,003.20)
June Update		\$126,585,115.43

Summary of Changes – Revenue

Local Revenue	February	March	April	May	June	Total
Real Estate Tax	\$61,482.02	(\$608,386.83)	\$20,905.80	\$181,294.89	(\$33,071.73)	(\$377,775.85)
Occupational Privilege Tax		(\$5,000.00)		\$3,500.00		(\$1,500.00)
Earned Income Tax		(\$50,000.00)		\$150,000.00		\$100,000.00
Interest Income	(\$71,916.44)	(\$506,844.33)	(\$29,850.25)	\$304,249.58	(\$33,734.43)	(\$338,095.87)
Funds from other LEA			(\$1,745.50)			(\$1,745.50)
Total	(\$10,434.42)	(\$1,170,231.16)	(\$10,689.95)	\$639,044.47	(\$66,806.16)	(\$619,117.22)
State Revenue	February	March	April	May	June	Total
Social Security	(\$559.14)	(\$956.95)	(\$8,990.74)	(\$2,464.64)	(\$548.12)	(\$13,519.59)
Retirement	(\$2,071.70)	\$806.44	(\$40,372.23)	(\$10,953.98)	(\$2,436.06)	(\$55,027.53)
Pupil Transportation		\$382,787.53				\$382,787.53
Nonpublic Transportation		\$15,400.00				\$15,400.00
Property Tax Relief				\$20,684.72		\$20,684.72
Total	(\$2,630.84)	\$398,037.02	(\$49,362.97)	\$7,266.10	(\$2,984.18)	\$350,325.13
Federal Revenue	February	March	April	May	June	Total
TITLE I			(\$5.00)		\$30,851.14	\$30,846.14
TITLE II			\$970.00		\$362.00	\$1,332.00
TITLE IV			\$862.00		(\$1,426.00)	(\$564.00)
Total	\$0.00	\$0.00	\$1,827.00	\$0.00	(\$33,734.43)	\$31,614.14

Summary of Changes – Salary & Benefits

Salary & Benefits	February	March	April	May	June	Total
Salary	(\$12,186.44)	\$724,743.89	(\$237,483.67)	(\$61,335.19)	(\$17,429.79)	\$396,308.80
Retirement Contrib	(\$4,143.41)	\$53,166.10	(\$80,744.45)	(\$20,853.96)	(\$5,926.13)	(\$58,501.85)
Social Security Contrib	(\$1,118.28)	\$246,412.88	(\$17,981.48)	(\$4,692.12)	(\$1,903.93)	\$220,717.07
Medical Insurance	\$30,205.61	(\$2,480,137.81)	\$72,271.33	\$37,940.05	(\$7,714.72)	(\$2,347,435.54)
Prescription Insurance	\$5,316.21	(\$534,652.54)	\$15,655.56	(\$68,351.06)	\$3,723.15	(\$578,308.68)
Dental Insurance	\$1,065.83	(\$79,487.61)	\$2,947.06	(\$2,580.50)	\$134.11	(\$77,921.11)
Eye Care Insurance	\$87.35	(\$6,781.63)	\$149.73	(\$215.43)	\$14.86	(\$6,745.12)
Worker's Comp Insurance				(\$7,823.16)		(\$7,823.16)
Total	\$19,226.87	(\$2,076,736.72)	(\$245,185.92)	(\$127,911.37)	(\$29,102.45)	(\$2,459,709.59)

Summary of Changes – Operating Expenditures

Operating Expenditures	February	March	April	May	June	Total
Transportation Cost	\$11,534.40	\$115,926.00		(\$83,355.20)		\$44,105.20
Athletic Trainor	\$21,356.00					\$21,356.00
Charter School SE Costs	\$200,000.00		\$17,000.00	(\$40,000.00)		\$177,000.00
NMTCC Budget	\$37,947.19					\$37,947.19
SOAR		\$250,000.00				\$250,000.00
Increased Sub Costs		\$530,000.00				\$530,000.00
Facilities Costs		\$18,049.00				\$18,049.00
Technology Costs		\$26,323.97				\$26,323.97
Wonders 6th Grade		\$61,113.89				\$61,113.89
TITLE IV			(\$114.00)			(\$114.00)
Advertising Costs			\$12,000.00			\$12,000.00
Supply Costs			\$9,100.00			\$9,100.00
Communication Consultant			\$150,000.00			\$150,000.00
Property Insurance				\$1,002.00		\$1,002.00
Spectrometer - HS				\$5,011.26		\$5,011.26
Uniforms				\$50,000.00		\$50,000.00
Security Costs				(\$62,229.00)		(\$62,229.00)
Total	\$270,837.59	\$1,001,412.86	\$187,986.00	(\$129,570.94)	\$0.00	\$1,330,665.51

Summary of Changes – Debt Service & Transfers

Debt Service & Transfers	February	March	April	May	June	Total
TITLE IV			(\$1,026.00)			(\$1,026.00)
Capital Trans (IT/Prjcts)				\$800,000.00		\$800,000.00
Food Service Start Up				\$110,000.00		\$110,000.00
Technology Lease - Final				(\$6,207.12)		(\$6,207.12)
Total	\$0.00	\$0.00	(\$1,026.00)	\$903,792.88	\$0.00	\$902,766.88

Current Budget Status

Revenue	May Update	Change	June Update
Local	\$99,655,477.21	(\$66,806.16)	\$99,588,671.05
State	\$26,585,819.91	(\$2,984.18)	\$26,582,835.73
Federal	\$383,821.51	\$29,787.14	\$413,608.65
Total	\$126,625,118.63	(\$40,003.20)	\$126,585,115.43
Expenditures	May Update	Change	June Update
Salary	\$52,868,480.68	(\$17,429.79)	\$52,851,050.89
Benefits	\$33,111,131.69	(\$11,672.66)	\$33,099,459.03
Operating Expenses	\$27,355,320.26	(\$10,900.75)	\$27,344,419.51
Debt Service & Transfers	\$13,290,186.00	\$0.00	\$13,290,186.00
Total	\$126,625,118.63	(\$40,003.20)	\$126,585,115.43
Surplus / (Shortfall)	\$0.00	\$0.00	\$0.00

Preliminary to Final Summary of Changes

2023-2024 Final Budget

Revenue	Preliminary Budget	Change	Final Budget
Local	\$100,207,788.27	(\$619,117.22)	\$99,588,671.05
State	\$26,232,510.60	\$350,325.13	\$26,582,835.73
Federal	\$381,994.51	\$31,614.14	\$413,608.65
Total	\$126,822,293.38	(\$237,177.95)	\$126,585,115.43
Expenditures	Preliminary Budget	Change	Final Budget
Salary	\$52,454,742.09	\$396,308.80	\$52,851,050.89
Benefits	\$35,955,477.42	(\$2,856,018.39)	\$33,099,459.03
Operating Expenses	\$26,024,654.75	\$1,319,764.76	\$27,344,419.51
Debt Service & Transfers	\$12,387,419.12	\$902,766.88	\$13,290,186.00
Total	\$126,822,293.38	(\$237,177.95)	\$126,585,115.43
Surplus / (Shortfall)	\$0.00	\$0.00	\$0.00

Summary of 2023-2024 Final Budget

Revenue (\$6.3M increase from prior year)

- Did not Qualify for PSERS exception
- Qualified for, but declined to take the SE Exception
 - \$1.5M impact increasing max tax rate to 5.79%
- Assessments increased by \$39,284,008
 - Accounts for 32% of the increase in Local RE Taxes
- Millage Increase finalized at 3.15% v Act 1 of 4.10%
- Increased EIT Income by \$900k, 11.3% increase
- Added \$1.1M of interest income based on rates
- Subsidies increased by \$1.2M

Summary of 2023-2024 Final Budget

Staffing (\$4.4M increase from prior year)

- Included all contractual increases
- Included all staffing changes
- Included all retirements and replacements
- Removed 7 PCAs
 - Savings offsets contract staff required with certs
- Added 3 Teachers
 - 2 for increase enrollment, 1 for Fab Lab
- Added Facilities Supervisor
- Added Preventative Maintenance Specialist

Summary of 2023-2024 Final Budget

Benefits (\$0.3M increase from prior year)

- Included Health Care Increases
 - Medical – 8.8% increase
 - Rx based – Base plan down 3.0%, Buy up flat
 - Removed \$1.1M payment required for Fund Balance to BMHCC
 - Dental and Vision – No Increase
 - Included 23-24 Staffing benefit selections used
- PSERS & Social Security
 - PSERS decreased from 35.26% to 34.00%
 - PSERS & Soc Sec adjusted based on staffing changes
 - Total cost increased by \$1.3M due to increased salaries

Summary of 2023-2024 Final Budget

Operating Expenditures (\$1.6M increase from prior year)

- Professional Services (300 Series – Increased by \$1.0M)
 - Business Office **(\$0.3M)** due to legal cost reduction
 - Communications +\$0.2M for consultant
 - Personnel +\$0.5M due to increased sub costs
 - Pupil Services +\$0.7M due to consultant costs
 - Transportation **(\$0.2M)** due to lower IU Subsidy Costs

Summary of 2023-2024 Final Budget

Operating Expenditures (continued)

- Property Services (400 Series – decreased by \$1.0M)
 - Technology (\$0.9M); leases moved to Debt & Transfer
- Other Purchased Services (500 Series – increased by \$1.1M)
 - Pupil Services
 - Charter Schools +\$0.5M
 - Act 55 Students +\$0.2M
 - Transportation +\$0.2M due to new contract

Summary of 2023-2024 Final Budget

Operating Expenditures (continued)

- Supplies (600 Series – increased by \$0.4M)
 - Athletics +\$0.1M for updated uniform rotation
 - CIA +\$0.3M for new curriculum material
 - Technology +\$0.1M for increased software costs
- Property(700 Series – <\$1k change)

Summary of 2023-2024 Final Budget

Debt Service & Transfers (\$1.6M increase from prior year)

- Technology Leases added +\$0.8M
 - Previously budgeted for under 400 Series
- Capital Transfer +\$0.8M
 - Increased to enable District to fund small to medium sized Capital needs without incurring interest expense
- Debt Service on Bonds (\$0.1M)
 - Total Bond Debt Service is \$10,266,011

Property Tax Analysis 2023-2024 Final Budget

REAL ESTATE TAX ANALYSIS

- Current Real Estate tax rate 2022/23 = **31.6522 mills**
- Proposed Real Estate tax rate 2023/24 = **32.6492 mills**

§ Total Increase of 3.1500% (or 0.997 mills)

§ Increase of 0.0000 mills for Special Education Exception

§ Increase of 0.0000 mills for PESRS Exception

Estimated increased tax bill for a home assessed at the district average of \$175,820 is \$175.29

Overall tax bill calculation: 32.6492 (millage) X \$175,820 = \$5,740.38

Estimated tax bill for other home assessed values (based on 3.15% increase = 0.9970 mills or 32.6492 mills):

Value*	Assessment	Increase	Total Tax	
\$100,000.00	\$39,525.69	\$39.41	\$1,290.48	
\$150,000.00	\$59,288.54	\$59.11	\$1,935.72	
\$200,000.00	\$79,051.38	\$78.81	\$2,580.96	
\$250,000.00	\$98,814.23	\$98.52	\$3,226.21	
\$300,000.00	\$118,577.08	\$118.22	\$3,871.45	
\$400,000.00	\$158,102.77	\$157.63	\$5,161.93	
\$444,824.60	\$175,820.00	\$175.29	\$5,740.38	MSD Avg.
\$500,000.00	\$197,628.46	\$197.04	\$6,452.41	
\$1,000,000.00	\$395,256.92	\$394.07	\$12,904.82	
\$2,000,000.00	\$790,513.83	\$788.14	\$25,809.64	

[Find your home's assessed values in Montgomery County PA at www.propertyrecords.montcopa.org](http://www.propertyrecords.montcopa.org)

* Montgomery County Common Level Ratio is 2.53 as of July 1, 2022 (<https://www.montcopa.org/2710/Realty-Transfer-Tax>)

5 Year Trend – Millage Changes

School District	18-19	19-20	20-21	21-22	22-23	23-24*	5 Year Change	5 Year Rank
POTTSTOWN	40.626	41.967	41.967	41.9666	41.9666	41.9666	3.3%	1
POTTSGROVE	37.863	38.102	38.102	38.483	38.887	39.8592	5.3%	2
NORRISTOWN	36.919	37.952	39.204	39.204	39.204	39.204	6.2%	3
METHACTON	30.043	30.378	30.8534	31.2645	31.6522	32.6492	8.7%	4
PERKIOMEN VALLEY	33.23	33.72	34.51	34.85	35.45	36.4	9.5%	5
UPPER PERKIOMEN	24.5407	25.2278	25.2278	25.2278	25.8585	26.8928	9.6%	6
CHELTENHAM	47.054	48.277	49.5322	51.0182	51.84	51.84	10.2%	7
SOUDERTON	29.62	30.0495	30.32	30.5837	31.44	32.729	10.5%	8
UPPER MERION	19.89	20.34	20.76	20.76	21.46	22	10.6%	9
ABINGTON	31.77	31.77	31.77	32.72	33.83	35.21	10.8%	10
UPPER DUBLIN	33.683	34.42	35.2634	36.1344	36.857	37.5941	11.6%	11
LOWER MERION	28.748	29.409	30.1734	30.7768	31.2045	32.3948	12.7%	12
SPRINGFIELD	33.0554	33.7102	34.4687	35.3304	36.3197	37.4093	13.2%	13
HATBORO-HORSHAM	28.802	29.474	30.034	30.591	31.49	32.65	13.4%	14
LOWER MORELAND	35.191	35.858	36.7205	37.3908	38.4943	39.9784	13.6%	15
COLONIAL	21.917	22.772	23.364	23.995	24.395	25.02	14.2%	16
SPRING-FORD	26.86	27.478	28.1869	28.7379	29.6712	30.877	15.0%	17
JENKINTOWN	41.267	42.214	43.3073	44.495	45.8543	47.68	15.5%	18
WISSAHICKON	20.02	20.59	21.1212	21.7232	22.45	23.19	15.8%	19
NORTH PENN	25.509	26.096	26.7742	27.5369	28.4712	29.6385	16.2%	20
UPPER MORELAND	30.86	31.756	32.5817	33.5344	34.6745	36.0962	17.0%	21

* Not all increases are final

Timeline and Key Items

Remaining KNOWN Updates by Month

February	March	April	May	June
February EOM Assessments	March EOM Assessments	April EOM Assessments	May EOM Assessments	June EOM Assessments
Millage (if applicable)	Millage (if applicable)	Millage (if applicable)	Millage (if applicable)	Millage (if applicable)
Staffing Changes	Staffing Changes	Staffing Changes	Staffing Changes	Staffing Changes
Charter School Adjustments	Charter School Adjustments	Charter School Adjustments	Charter School Adjustments	Charter School Adjustments
NMTCC actual Cost	2nd Look Medical & Rx		3rd Look Medical & Rx	
			Property/EO Insurance	
			Workman's Comp	
			Technology Lease Actual	
			FSMC - NSLP/Non NSLP	

Next Steps

- **Approve the 2023-2024 Budget**
- **Approve the Taxes for 2023-2024**
- **Approve the Homestead – Farmstead Act for 2023-2024**
- **Create the 2023-2024 Budget Detail Report**