

Presented 04/25/2023

Methacton School District

2023-2024

Budget Update – April

Budgeting Process

Establish Budget Timeline

Set Budgetary Direction

Buildings/Departments submit budget requests

Review of staffing and program needs

Review Buildings/Departments requests

Make modifications/reductions/adds based on strategic goals and limitations

Present Proposed Preliminary Budget to Finance Committee

Present Proposed Preliminary Budget to School Board

Budgeting Process Salaries & Benefits

Expenditures account for 68.51% of Budget

To budget for these items, we take the current person in a position and move them forward after determining the position is still required.

Example: A teacher on Step 5 & Master +30 will receive a half step movement per the contract placing them on Step 5.5 & Master +30. Example below:

	Current Year		23-24		Notes
Salary		\$71,053.00		\$78,792.00	Updated salary based on contract
PSERS	35.26%	\$25,053.29	34.00%	\$26,789.28	Updated PSERS based on new rate
Soc Sec	7.65%	\$5,435.55	7.65%	\$6,027.59	No change in rate by Federal Gov.
Medical	OC1	\$18,522.05	OC1	\$19,911.17	Same plan at new rate, if rate changed
Prescription	15-25-40	\$4,512.09	15-25-40	\$4,512.09	Same plan at new rate, if rate changed
Dental	Family	\$794.44	Family	\$794.44	Same plan at new rate, if rate changed
Vision	Family	\$65.11	Family	\$65.11	Same plan at new rate, if rate changed
Life		\$51.00		\$51.00	Updated based on new rate, if rate changed

Budgeting Process Operational Expenditures account for 21.66% of Budget

Transportation Budget Calculations

Catgeory	Routes	Time	Type	Cost Per Route	Total Cost	Notes
Normal Routes	94	180	Days	\$326.70	\$5,527,764.00	Rate * Routes * Days
Middays	12	180	Days	\$ 72.09	\$ 155,714.40	Rate * Routes * Days
Half Days	80	4	Days	\$ 72.09	\$ 23,068.80	Rate * Routes * Days
Work Study	8	180	Days	\$ 72.09	\$ 103,809.60	Rate * Routes * Days
Athletic & Field Trips		3,500	Hours	\$ 72.09	\$ 252,315.00	Hours * Rates (run roughly 3k hours per year)
ESY		900	Hours	\$ 72.09	\$ 64,881.00	Hours * Rates (run roughly 900 hrs ESY & Middays)
Jump Start / K Ready	4		Annual	\$ 250.00	\$ 1,000.00	\$250 per elementary building
Routing Contract		12		\$ 6,250.00	\$ 75,000.00	\$75k per year
Health Insurance		12		\$ 23,381.91	\$ 280,582.92	
3rd Party Routes	4	100	Days	\$ 335.00	\$ 134,000.00	Estimated number of out sourced runs
Homeless	2	45	Days	\$ 335.00	\$ 30,150.00	McKinney-Vento
Fuel			PPG	Gallons	Total Cost	
Regular			\$3.2653	44,000	\$ 143,673.20	
Diesel			\$3.4576	125,000	\$ 432,200.00	
Total Fuel Costs					\$ 575,873.20	
Supplies					\$ 2,500.00	Car Seats / Harnesses / Seat Belts
Radio Tower Rental	1	12	Months	\$ 300.00	\$ 3,600.00	
Routing Software					\$ 7,500.00	Routing Software
Crossing Guard					\$ 15,000.00	HS Crossing Guard

Budgeting Process Debt & Transfer

Expenditures account for 9.83% of Budget

The largest portion of our Debt and Transfers expenditures is associated with Bond Payments. These come directly from our Debt Book provided by PFM, our financial advisors.

1	2	3	4	5	6	7	8	9	10	11	12	13	14
Fiscal	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Notes	G.O. Bonds	G.O. Bonds	Total
Year	Series of	Series A of	Series B of	Series of	Series A of	Series of	Series A of	Series AA of	Series of	Series of	Series A of	Series of	Principal
Ended	2016	2017	2017	2018	2018	2019	2019	2019	2020	2020	2020	2021	Requirements
6/30/2023	4,515,000	1,080,000	5,000	690,000	25,000	5,000	5,000	985,000	5,000		5,000		7,320,000
6/30/2024	4,200,000	1,110,000	5,000	795,000	95,000	5,000	5,000	1,010,000	5,000		5,000	5,000	7,240,000

1	2	3	4	5	6	7	8	9	10	11	12	13	14
Fiscal	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Bonds	G.O. Notes	G.O. Bonds	G.O. Bonds	Total
Year	Series of	Series A of	Series B of	Series of	Series A of	Series of	Series A of	Series AA of	Series of	Series of	Series A of	Series of	Interest
Ended	2016	2017	2017	2018	2018	2019	2019	2019	2020	2020	2020	2021	Requirements
6/30/2023	435,750	52,650	239,528	215,969	179,460	170,151	141,939	199,700	87,838	93519	628,350	586225	3,031,077
6/30/2024	210,000	18,300	239,428	189,244	178,093	170,073	141,865	168,300	87,763	93519	628,300	523,650	2,648,532

Budgeting Process

In summary, the budgeting process is Zero Based Budgeting as we determine the needs of the district based on that year's needs, not by a flat increase. All of the costs are either based on known increases such as salaries, benefits and debt service. Other costs are estimated based on updated costs or known increases such as Transportation costs.

The budget is based on the knowledge of what is needed nearly 12 months prior to use in a given year.

Revenue Changes (Apr)

- Assessments increased by \$1,707,110.
- Millage Rate changed to 3.26%
- Local Real Estate Taxes increased by \$20.9k.
- Interest Income reduced as balances are lower due to the expending of the Committed Funds.
- Funds anticipated from other LEAs was reduced based on actual figures.
- Staffing updated changing social security and PSERS.
- Title funds were adjusted with final numbers due in May.

Local		
March Update		\$99,027,122.69
Changes		(\$10,689.95)
Real Estate Tax	\$20,905.80	
Interest Income	(\$29,850.25)	
Funds from other LEA	(\$1,745.50)	
April Update		\$99,016,432.74
State		
March Update		\$26,627,916.78
Changes		(\$49,362.97)
Social Security	(\$8,990.74)	
Retirement	(\$40,372.23)	
April Update		\$26,578,553.81
Federal		
March Update		\$381,994.51
Changes		\$1,827.00
TITLE I	(\$5.00)	
TITLE II	\$970.00	
TITLE IV	\$862.00	
April Update		\$383,821.51
Total Revenue		
March Update		\$126,037,033.98
Changes		(\$58,225.92)
April Update		\$125,978,808.06

2023-2024 Staffing Review (Apr)

	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	0.07	-	13.61	1.25	-	-	1.25	52.40	0.07	1.00	53.46
Eagleville	35.80	1.00	1.00	37.80	16.78	0.07	(1.00)	15.85	1.25	-	-	1.25	53.83	1.07	-	54.90
Woodland	39.80	-	-	39.80	14.95	3.57	(1.00)	17.52	1.25	-	-	1.25	56.00	3.57	(1.00)	58.57
Worcester	37.40	0.50	-	37.90	15.94	0.07	(2.00)	14.01	1.25	-	-	1.25	54.59	0.57	(2.00)	53.16
Skyview	61.40	-	-	61.40	23.62	(3.14)	-	20.48	2.50	-	-	2.50	87.52	(3.14)	-	84.38
Arcola	64.60	-	-	64.60	21.64	0.30	(1.00)	20.94	2.50	-	-	2.50	88.74	0.30	(1.00)	88.04
MHS	124.40	-	1.00	125.40	42.37	-	(2.00)	40.37	6.00	-	-	6.00	172.77	-	(1.00)	171.77
District / Facilities	3.00	-	-	3.00	21.49	-	1.00	22.49	2.00	-	1.00	3.00	26.49	-	2.00	28.49
Farina	-	-	-	-	22.00	-	-	22.00	12.00	-	-	12.00	34.00	-	-	34.00
Total	404.00	1.50	3.00	408.50	192.34	0.93	(6.00)	187.27	30.00	-	1.00	31.00	626.34	2.43	(2.00)	626.77

- Current Year - Addition of 1.5 unbudgeted professional staff & increased FTE count of 0.93 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 (Apr)

- Staffing updated changing the salaries, social security, PSERS, medical, prescription, dental and eye care associated with these changes.
- Title IV funds reallocated, not change in overall expenditures.
- Advertising costs up for RFPs and all other publication costs due to increased volume and costs.
- Supply costs increased.
- Communication consultant added.

Salary		
March Update		\$53,167,299.54
Changes		(\$237,483.67)
Salary	(\$237,483.67)	
April Update		\$52,929,815.87
Benefits		
March Update		\$33,185,410.12
Changes		(\$7,702.25)
Retirement Contrib	(\$80,744.45)	
Social Security Contrib	(\$17,981.48)	
Medical Insurance	\$72,271.33	
Prescription Insurance	\$15,655.56	
Dental Insurance	\$2,947.06	
Eye Care Insurance	\$149.73	
April Update		\$33,177,707.87
Total Salary & Benefits		
March Update		\$86,352,709.66
Changes		(\$245,185.92)
April Update		\$86,107,523.74

Operating Expenses		
March Update		\$27,296,905.20
Changes		\$187,986.00
TITLE IV	(\$114.00)	
Advertising Costs	\$12,000.00	
Charter School Costs	\$17,000.00	
Supply Costs	\$9,100.00	
Comm. Consultant	\$150,000.00	
April Update		\$27,484,891.20
Debt Service & Transfers		
March Update		\$12,387,419.12
Changes		(\$1,026.00)
TITLE IV	(\$1,026.00)	
April Update		\$12,386,393.12
Total Expenditures		
March Update		\$126,037,033.98
Changes		(\$58,225.92)
April Update		\$125,978,808.06

Summary of Changes - Revenue

Local Revenue	February	March	April	May	June	Total
Real Estate Tax	\$61,482.02	(\$608,386.83)	\$20,905.80			(\$525,999.01)
Occupational Privilege Tax		(\$5,000.00)				(\$5,000.00)
Earned Income Tax		(\$50,000.00)				(\$50,000.00)
Interest Income	(\$71,916.44)	(\$506,844.33)	(\$29,850.25)			(\$608,611.02)
Funds from other LEA			(\$1,745.50)			
Total	(\$10,434.42)	(\$1,170,231.16)	(\$10,689.95)	\$0.00	\$0.00	(\$1,189,610.03)

State Revenue	February	March	April	May	June	Total
Social Security	(\$559.14)	(\$956.95)	(\$8,990.74)			(\$10,506.83)
Retirement	(\$2,071.70)	\$806.44	(\$40,372.23)			(\$41,637.49)
Pupil Transportation		\$382,787.53				\$382,787.53
Nonpublic Transportation		\$15,400.00				\$15,400.00
Total	(\$2,630.84)	\$398,037.02	(\$49,362.97)	\$0.00	\$0.00	\$346,043.21

Federal Revenue	February	March	April	May	June	Total
TITLE I			(\$5.00)			(\$5.00)
TITLE II			\$970.00			\$970.00
TITLE IV			\$862.00			\$862.00
Total	\$0.00	\$0.00	\$1,827.00	\$0.00	\$0.00	\$1,827.00

Summary of Changes – Salary & Benefits

Expenditures

Salary & Benefits	February	March	April	May	June	Total
Salary	(\$12,186.44)	\$724,743.89	(\$237,483.67)			\$475,073.78
Retirement Contrib	(\$4,143.41)	\$53,166.10	(\$80,744.45)			(\$31,721.76)
Social Security Contrib	(\$1,118.28)	\$246,412.88	(\$17,981.48)			\$227,313.12
Medical Insurance	\$30,205.61	(\$2,480,137.81)	\$72,271.33			(\$2,377,660.87)
Prescription Insurance	\$5,316.21	(\$534,652.54)	\$15,655.56			(\$513,680.77)
Dental Insurance	\$1,065.83	(\$79,487.61)	\$2,947.06			(\$75,474.72)
Eye Care Insurance	\$87.35	(\$6,781.63)	\$149.73			(\$6,544.55)
Total	\$19,226.87	(\$2,076,736.72)	(\$245,185.92)	\$0.00	\$0.00	(\$2,302,695.77)

Summary of Changes – Operating Expenditures and Debt Service & Transfers

Operating Expenditures	February	March	April	May	June	Total
Transportation Cost	\$11,534.40	\$115,926.00				\$127,460.40
Athletic Trainor	\$21,356.00					
Charter School SE Costs	\$200,000.00		\$17,000.00			
NMTCC Budget	\$37,947.19					\$37,947.19
SOAR		\$250,000.00				
Increased Sub Costs		\$530,000.00				
Facilities Costs		\$18,049.00				
Technology Costs		\$26,323.97				
Wonders 6th Grade		\$61,113.89				
TITLE IV			(\$114.00)			
Advertising Costs			\$12,000.00			
Supply Costs			\$9,100.00			
Communication Consultant			\$150,000.00			
						\$0.00
Total	\$270,837.59	\$1,001,412.86	\$187,986.00	\$0.00	\$0.00	\$165,407.59

Debt Service & Transfers	February	March	April	May	June	Total
TITLE IV			(\$1,026.00)			(\$1,026.00)
						\$0.00
Total	\$0.00	\$0.00	(\$1,026.00)	\$0.00	\$0.00	(\$1,026.00)

Current Budget Status

Revenue	March Update	Change	April Update
Local	\$99,027,122.69	(\$10,689.95)	\$99,016,432.74
State	\$26,627,916.78	(\$49,362.97)	\$26,578,553.81
Federal	\$381,994.51	\$1,827.00	\$383,821.51
Total	<u>\$126,037,033.98</u>	<u>(\$58,225.92)</u>	<u>\$125,978,808.06</u>
Expenditures	March Update	Change	April Update
Salary	\$53,167,299.54	(\$237,483.67)	\$52,929,815.87
Benefits	\$33,185,410.12	(\$7,702.25)	\$33,177,707.87
Operating Expenses	\$27,296,905.20	\$187,986.00	\$27,484,891.20
Debt Service & Transfers	\$12,387,419.12	(\$1,026.00)	\$12,386,393.12
Total	<u>\$126,037,033.98</u>	<u>(\$58,225.92)</u>	<u>\$125,978,808.06</u>
Surplus / (Shortfall)	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>

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	