



# CARLYNTON SCHOOL DISTRICT

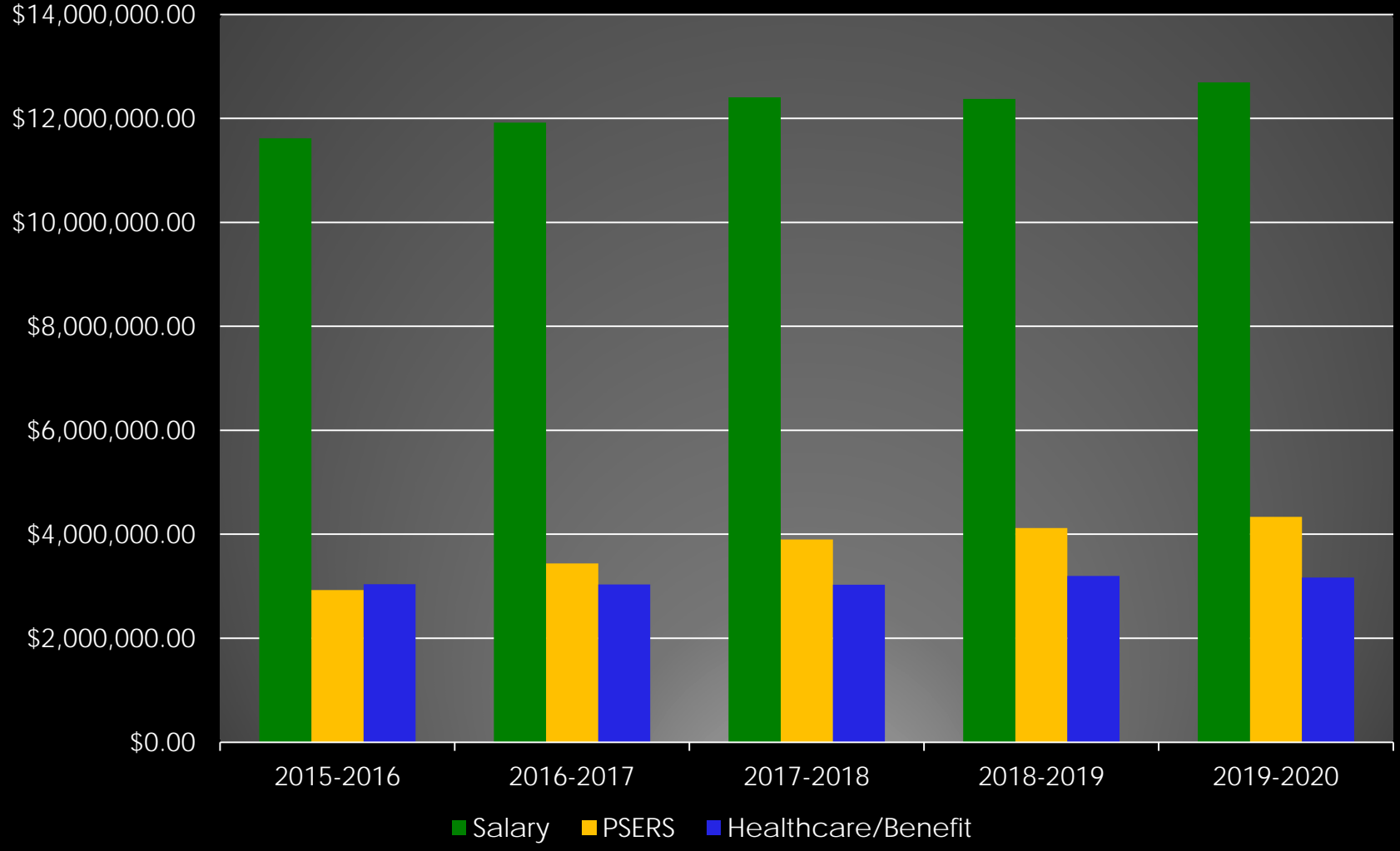
PROPOSED FINAL BUDGET 2019-2020

# CARLYNTON BUDGET: BIG PICTURE



- Annual Budget: ~ \$28.875M Rev./\$29.586M Exp.
- Revenues:
  - 65.3% from local taxes
  - 31.6% from State Gov't
  - 3.1% from Federal Gov't% Consistent with 18-19
- Salary/Benefit Cost: about 71.9% of the budget –  
Consistent with 18-19
- Fund balance: estimated \$1.69M on 6/30/20

# Salary/Benefits



# ISSUES IMPACTING BUDGET

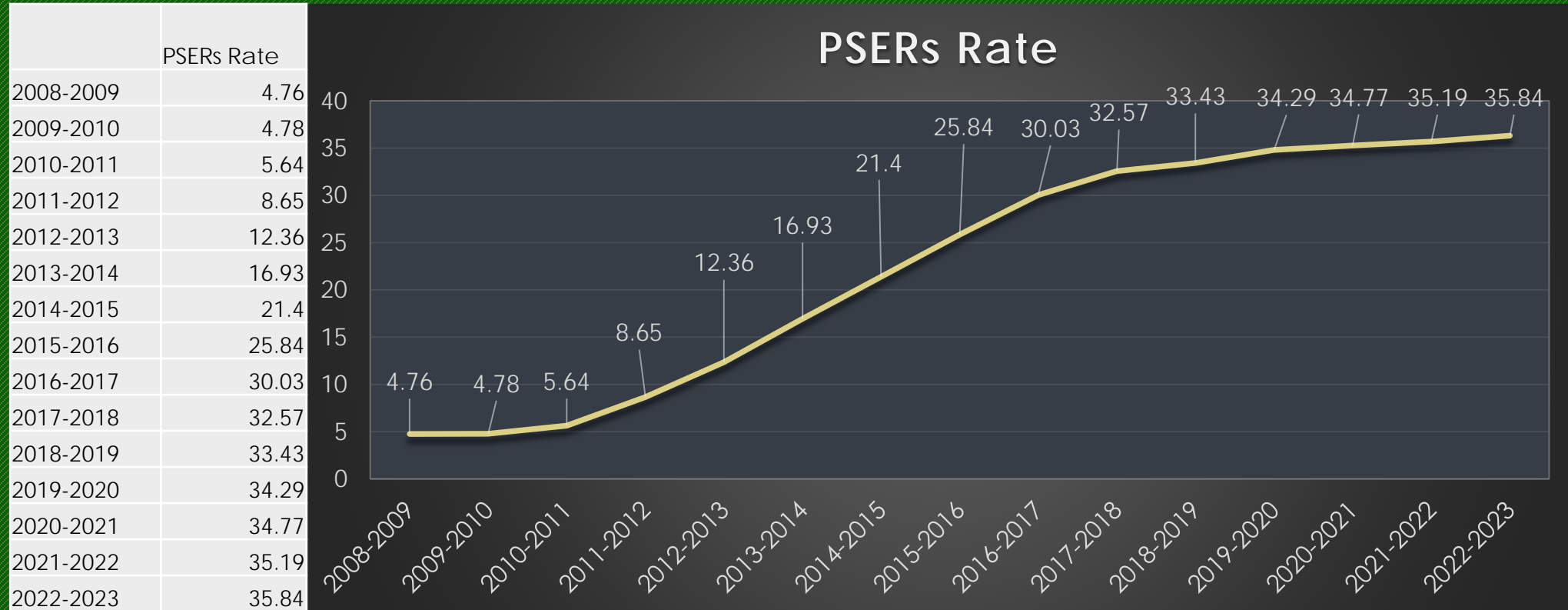


- Pension:
  - Retired school district employees have a pension: *PA State Employee Retirement System (PSERS)* funded by the state, the district, and employees
  - The school district percentage will range between 34.29% to a projected 36.30% over through 2023-2024.
  - In year 14 of teacher's contract, salary bumps \$42K. The district will need to prepare for 30 jump step eligible teachers in next 4 school years

# PENSION COSTS WILL CONTINUE TO RISE



PA's Public School Employee Retirement System (PSERS) contribution rates



# ISSUES IMPACTING BUDGET



- Federal Funding:

- Title I funding (Remedial Learning) has decreased the past two years by a total of \$124,178. \$682,065 in 2017-2018 down to \$557,888 in 2019-2020.
- Title II Funding (Class size reduction) is expected to decrease 4.56%. The allocation amount for CSD has not been awarded yet
- Title IV (student enrichment) bumps 7.82% but the previous allocation was \$46,287. Also, this has not been awarded at this time.
- Title funding has continued to decrease. The district will need to continue to decrease in future budgets.

# ISSUES IMPACTING BUDGET



- Charter School costs
  - Increased enrollment over the years: 48 students three years prior, 80 students currently.
  - Loose state oversight, not held to same standards as traditional public schools but receive similar funding.
  - CSD pays \$13,820 for non-special ed student and \$27,799 for special ed student in 2018-2019. Due to our increasing budgeted expenses this number is expected to increase
- District facilities:
  - Energy saver project needs to be added to future budgets

# ISSUES IMPACTING BUDGET



- District facilities:
  - Several emergency projects took place in 2018-2019 causing major expenses to the district – Gas line, sink hole, multiple water lines
- Additional Issues
  - Act 1 of 2006 limits the amount of revenue districts can raise on their own – No referendum exceptions in 2019-2020
  - Districts must pay for the following student services regardless of budget:
    - ELL services for students
    - Special Education and Maintenance of Effort



# ISSUES IMPACTING BUDGET



- Additional Issues (Cont'd)
  - Districts must pay for the following student services regardless of budget:
    - Parkway agreement now requires 9<sup>th</sup> grade students to attend. At moment 20 plus additional students have signed up at \$6,500 per student.

# ISSUES IMPACTING BUDGET



- Actions the district has taken to reduce costs
  - The district has made an agreement with Seneca Valley Cyber Charter to help bring students back to Carlynton School District. The fee is significantly less than the PDE 363 rate
  - The district has restructured the music department *without the elimination of any programs and without the furlough of any faculty.*
  - The district has re-evaluated all contracts from software to facilities and eliminated or renegotiated services.

# ISSUES IMPACTING BUDGET



- Actions the district has taken to reduce costs
  - With the help of staff and administration we have done a review of supplies and have been able to cut costs.
  - Strides have been made to review transportation and find measures to reduce routes and bring some of the field trips and athletic travel in house.


# 2019 – 2020 PROPOSED BUDGET



- Revenues: \$28.875M
  - Includes local tax increase of .6815 mils
- Expenditures: \$29.586M
  - October of 2018 early projections showed a \$2.8m deficit. That deficit has been reduced to....
- Operating Deficit: (\$711K)
- Fund balance: estimated at \$1.69M by 6/30/20
- Goals for 2019/20: control costs while sustaining the quality of academic programs

# REVENUE AND EXPENDITURES

## 5-YEAR VIEW

	 <b>Carlynton School District</b>				
			Final	Budgeted	Budgeted
	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020
<b>Beginning Fund Balance</b>	\$ 3,429,079	\$ 2,811,460	\$ 2,599,505	\$ 2,721,558	\$ 2,404,050
<b>Revenues</b>					
Millage	20.584	21.564	22.502	23.500	24.182
Estimated net value of 1 mill	\$611k	\$632k	\$691k	\$703k	\$710k
Local Sources	\$ 16,106,572	\$ 17,000,062	\$ 18,103,596	\$ 18,264,410	\$ 18,876,382
State Sources	\$ 8,292,797	\$ 8,586,408	\$ 9,038,132	\$ 8,965,227	\$ 9,149,000
Federal Sources	\$ 983,179	\$ 970,120	\$ 1,125,710	\$ 909,315	\$ 849,618
<b>Total</b>	\$ 25,382,548	\$ 26,556,590	\$ 28,267,438	\$ 28,138,952	\$ 28,875,000
<b>Expenditures</b>					
<b>PEOPLE</b>					
Salaries	\$ 11,619,474	\$ 11,918,681	\$ 12,407,182	\$ 12,373,021	\$ 12,692,938
Benefits	\$ 6,924,876	\$ 7,428,068	\$ 7,936,442	\$ 8,370,045	\$ 8,591,708
Contracted Services	\$ 1,889,354	\$ 1,551,079	\$ 1,711,796	\$ 2,146,838	\$ 1,791,619
<b>TOTAL PEOPLE COST</b>	\$ 20,433,704	\$ 20,897,828	\$ 22,055,420	\$ 22,889,904	\$ 23,076,265
<b>OTHER OPERATIONAL Expenses</b>					
Other Expenses	\$ 4,603,631	\$ 4,588,391	\$ 4,693,977	\$ 4,142,630	\$ 4,799,544
Charter Schools	\$ 960,517	\$ 1,114,261	\$ 1,267,415	\$ 1,292,613.85	\$ 1,333,925.00
<b>Total Operating EXP (No Capital)</b>	\$ 25,997,852	\$ 26,600,480	\$ 28,016,812	\$ 28,325,149	\$ 29,209,734
<b>OPERATING SURPLUS/DEFICIT:</b>	\$ (615,304)	\$ (43,890)	\$ 250,626	\$ (186,197)	\$ (334,734)
Capital Expenditures (renovations)	\$ 2,315	\$ 168,065	\$ 128,573	\$ 131,311	\$ 376,930
Expenditures (TOTAL)	\$ 26,000,167	\$ 26,768,545	\$ 28,145,385	\$ 28,456,460	\$ 29,586,664
<b>NET SURPLUS/DEFICIT</b>	(617,619)	(211,955)	122,053	(317,508)	(711,664)
<b>Ending Fund Balance</b>	\$ 2,811,460	\$ 2,599,505	\$ 2,721,558	\$ 2,404,050	\$ 1,692,386