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Original Budget =	Revenue	\$101,489,907
	Expense	\$103,803,074
	Net Change:	<\$2,313,167>
Adjusted Budget =	Revenue	\$101,421,625
	Expense	\$105,582,117
	Net Change:	<\$4,160,492>
DIFFERENCE OF <\$1,847,325>		
Revenue Increased by \$372k		
Expenditures Increased by \$2.2 million		

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Adjustments to Budget

- **Paving Projects:**
 - Transfer of \$1,383,000 from Fund 10 to Fund 31
 - Fairview & O'Hara Paving Projects
 - Not originally budgeted for in 2019-20
 - At time of budget bids were not advertised and a timeline and total cost was not officially known
 - What was known was that we would draw it down from Capital Projects Fund Balance whenever project occurred.
- **Personnel Changes**
 - Any variances between original budget vs actuals
 - Budgeted a replacement teacher Step 2, Master, but hired a Step 4 Masters
 - Budgeted someone on individual medical coverage, yet they changed to family coverage
 - Addition of new positions
 - Budgeted a new PT police officer, yet position filled as FT
 - Needs dictated needing a new guidance counselor at O'Hara
- **Deferred Grants/Carry Over from Prior Year**
 - Grant funds or donated funds for a specific project that were unspent may be carried over to the next year and made available as budgeted expenditures.
 - Safety & Security Grant
 - Grant was not 100% finalized, nor had funds physically been received at budget time so allocations could not be included in Original budget.
 - Approximately \$260k for 2019-20, Remainder will be allocated to 2020-21.
- **Revenue Reductions**
 - Reduction in subsidy calculations from PDE (Basic Ed & Special Ed)
 - Reduction to match ACTUAL allocations (PURTA taxes, IDEA Pass-thru)
- **Kerr Construction**
 - \$177k in equipment originally budgeted for in 2018-19 actually allocated to 2019-20 based on when received and completed.

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2019-2020 Estimated Actuals

- **Revenues** \$99,881,708
 - Conservative estimates based on:
 - What has already been received (real estate taxes)
 - Estimates on receiving to or near budgeted amounts (subsidies, etc)
 - Estimates on reimbursements of FICA and PSERS based on estimated expenditures
 - Historically we do come in over our original budget amounts.
- **Expenditures** \$103,619,425
 - Estimates based on calculations of spending to Adjusted Budget while taking into account YTD expenditures and outstanding encumbrances.
 - One noted exception - some accounts are "frozen" and therefore YTD expenses + encumbrances are the only amounts estimated.
 - "Requisition Freeze" every December. Equipment accounts (700s) are frozen in with the thought that if a major piece of equipment was budgeted for use in the current year, it should have been ordered and/or received by December. Unused funds are not available for budget transfers.
 - Exception to this rule are certain departments such as technology, operations & maintenance and athletics where purchases for equipment may still be done year round.
 - Historically we do come in under our original budget, but the gaps have reduced from prior years with the district budgeting closer to actuals in recent years.
 - District is keeping an eye on balances to ensure that there is no unnecessary spending throughout the rest of the year.
 - No "Use it or lose it" spending with budget balances.
- **Estimated Ending Variance** <\$3,737,718>
 - \$1.4 million over Original budget
 - Draw down from Fund Balance (Capital Projects)

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Ending Fund
Balance

2019-2020 Starting Fund Balance: \$23,903,879

- **Original Budget:**
 - Committed FB (PSERS & GALA) <\$751,378>
 - Assigned FB (Cap Improve & Athletics) <\$254,000>
 - Other (NonSpendable/Unassigned) <\$1,307,689>
 - <\$2,313,167>
- Ending Fund Balance: \$21,590,712**
- **Estimated Actual:**
 - Committed FB (PSERS & GALA) <\$757,528>
 - Assigned FB (Cap Improve & Athletics) <\$1,811,768>
 - Other (NonSpendable/Unassigned) <\$1,168,422>
 - <\$3,737,718>
- Ending Fund Balance: \$20,166,160**

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Ending Fund
Balance

2019-2020 Starting Fund Balance: \$23,903,879

- **Estimated Actual:**
 - Committed FB (PSERS & GALA) <\$757,528>
 - Assigned FB (Cap Improve & Athletics) <\$1,811,768>
 - Other (NonSpendable/Unassigned) <\$1,168,422>
 - <\$3,737,718>
- Ending Fund Balance: \$20,166,160**
- | | |
|--|-------------|
| <i>Committed FB (PSERS)</i> | \$8,005,782 |
| <i>Committed FB (GALA)</i> | \$ 16,107 |
| <i>Assigned FB (Capital Projects)</i> | \$8,693,238 |
| <i>Assigned FB (Athletic Activities)</i> | \$ 65,000 |
| <i>Non-Spendable FB (Prepaid Items)</i> | \$1,250,000 |
| <i>Unassigned FB*</i> | \$2,136,033 |

*Unassigned FB is what Budgetary Reserve will be based on for 2020-21.

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2019-20 Variables:

- Act 511 taxes are budgeted at a reduction of prior year actuals – there is a possibility that the actuals will be higher than estimated.
- PDE subsidy calculations still aren't final for 2019-20.
- While we have been budgeting closer to actual, there is still a likelihood for savings if we don't "spend to budget"
- We budget for FICA taxes based on gross wages, not FICA wages which may provide a savings, HOWEVER, this will also reduce estimated FICA Reimbursement Revenue.
- HS Paving project currently being paid out of Fund 33 construction, but there is a likelihood of an additional transfer from Fund 10 to cover any additional costs. (\$500-\$800k possibility). It will vary depending on what is left of bond post Kerr construction.