

Upper Adams School District  
**Financial Update**  
**Budget 2021/2022**

Tuesday, June 1, 2021



## Board of Directors

Susan Crouse

Bruce Hollabaugh

Ed Ponce

Ronald Ebbert

Cindy Janczyk

James Rutkowski

Chris Fee

Jim Lady

Tom Wilson

Wesley T. Doll, Superintendent

Shelley L. Hobbs, Business Administrator/Board Secretary



# AGENDA



- ❖ Fund Balance Review (ending 6/30/2020)
- ❖ Review FY21 projections (ending 6/30/21)
- ❖ ESSER Funding Review
- ❖ Share State updates, as applicable
- ❖ **Updated** FY22 revenue and expenditures
- ❖ **Updated** FY22 unassigned fund balance
- ❖ Review of final tax increase

# Fund Balance Review



	As of July 1, 2019	YE 6/30/20 Change:	As of July 1, 2020
<b>Nonspendable</b>	1,523,257	866,897	2,390,154
<b>Assigned</b>			
Debt	2,001,270	0	2,001,270
PSERS (Retirement)	231,000	0	231,000
Capital Reserve	0	0	0
Medical	350,000	0	350,000
<b>Unassigned</b>	1,477,459	757,318	2,234,777
<b>Total Fund Balance</b>	<b>\$5,582,986</b>	<b>\$1,624,215</b>	<b>\$7,207,201</b>

# FY21 Year-end Projections

(For July 1, 2020 - June 30, 2021)

Estimated with data as of 5/31/21)



	<b>FY21 Budget</b>	<b>FY21 Projection (estimated through 6/30/21) updated 5/31/2021</b>	
Local Revenue	15,661,821	16,150,289	
State Revenue	13,319,475	12,935,599	
Federal Revenue	542,726	742,005	
<b>Estimated Total Revenue</b>	<b>\$ 29,524,021</b>	<b>\$ 29,827,893</b>	<b>1.02%</b>
<b>Estimated Total Expense</b>	<b>\$ 30,160,861</b>	<b>\$ 30,256,225</b>	<b>0.32%</b>
<b>Variance</b>	<b>\$ (636,840)</b>	<b>\$ (428,332)</b>	

Note: This is only an estimate, no change as presented on 5/4/21

**Revenue:** actual revenue received through 5/31/2021

**Expenses:** represents invoices paid through 5/18/2021, however, many are April 2021 invoices (1 month delay)



# Review of Fund Balance

Beginning Date	Beginning Balance	Increase (Decrease)	Non-spendable Fund Balance	Assigned Fund Balance	Ending Unassigned Fund Balance		Expenditures	Fund Balance as a % of Expenditures
7/1/13	1,747,402	10,642			1,758,044	*	22,902,228	7.68%
7/1/14	1,758,044	597,005			2,355,049	*	23,969,170	9.83%
7/1/15	2,355,049	(259,851)		918,695	1,176,503	**	24,429,113	4.82%
7/1/16	1,176,503	22,951	988,074	1,481,314	1,153,552	**	26,106,041	4.42%
7/1/17	1,153,552	5,496	1,631,938	2,374,611	1,159,048	**	26,082,921	4.44%
7/1/18	1,159,048	318,411	1,523,257	2,582,270	1,477,459	**	26,491,626	5.58%
7/1/19	1,477,459	757,318	2,390,154	2,582,270	2,234,777	**	29,175,984	7.66%
7/1/20	2,234,777	(428,332)		2,582,270	1,806,445	***	30,160,861	5.99%

\* All ending balances as unassigned fund balance. Board Policy 623 indicates that unassigned fund balance is between 1%-8% of expenditures.

\*\* Ending Unassigned fund balance excludes those assigned funds

\*\*\* Updated 5/4/2021 to reflect projected use of fund balance ending 6/30/2021



## State Updates as of May 31, 2021

- House and Senate in session during the week of May 24, 2021 and will return the week of June 7, 2021
- Still entertaining two-year budget
  - 2021-2022 AND 2022-2023
- Charter reform - statewide charter cyber tuition

# CRRSA & ARP Funding



<u>ESSER II (CRRSA)</u>	<u>ESSER III (ARP)</u>
Coronavirus Response and Relief Supplemental Appropriations Act	American Rescue Plan
\$850,417	\$1,702,843 where 20% Learning Loss = \$344,619
Purchasing educational technology	
Addressing the needs of children from low-income families	
Developing and implementing activities during long-term closure	
Addressing learning loss	
	Planning & implementing activities to summer learning and supplemental after-school programs
	Within 30 days of receiving funds, the District must publicly make available on its website a plan for safe return to in-person instruction & continuity of services
Funds spent by: September 2023	Funds spent by: September 2024

## UASD Usage of Funds

- ❑ Offsetting expenditures in the general fund budget
- ❑ Apple Lease Agreements
- ❑ Hotspots
- ❑ Extended School Year
- ❑ Extended School Day
- ❑ Mental Health



# Projected FY22 Title Funding

(updated May 31, 2021)



	<u>2021/2022</u> <u>Federal</u> <u>Funds</u>	<u>2020/2021</u> <u>Federal</u> <u>Funds</u>	<u>Difference</u>	<u>Notes</u>
Title I	\$ 287,634	\$ 231,045	\$ 56,589	
Title II	\$ 48,839	\$ 41,469	\$ 7,370	
Title III		\$ 38,811	\$ (38,811)	funding amount not released until June
Title IV	\$ 17,328	\$ 19,558	\$ (2,230)	

Title I Reading Remediation at Biglerville Elementary

Title II Reducing class-size (used at Biglerville Elementary for kindergarten)

Title III English Language Learner

Title IV Safe Schools

# Projected FY22 Revenue

(updated May 31, 2021)



	FY20 Actual	FY21 Budget	FY22 Preliminary Budget April 6, 2021	FY22 Preliminary Budget April 20, 2021	FY22 Preliminary Budget May 4, 2021	FY22 Final Proposed June 1, 2021
Local Revenue	16,247,158	15,661,821	17,079,707	17,079,707	16,538,059	16,538,059
State Revenue	13,410,311	13,319,475	12,355,894	12,355,894	13,173,283	13,173,283
Federal Revenue	280,880	542,726	1,060,769	1,151,369	1,151,369	1,213,098
Total Revenue	\$ 29,938,349	\$ 29,524,021	\$ 30,496,370	\$ 30,586,970	\$ 30,862,711	\$ 30,924,440

Local Revenue: Does include a tax increase **2.10%**, does reflect current County assessment and 96.75% collection rate on real estate tax collection (5/4/21)

State Revenue: **Does include** Homestead/Farmstead amount. FY22 = \$817,388.27 compared to \$815,708.84 in FY21 (5/4/21)

Federal Revenue: **Does include** anticipated expenditures with ESSER funding and **Does include** updated Title funding (I, II, IV) (6/1/21)

# Projected FY22 Expenses

(updated May 31, 2021)



		FY20 Actual	FY21 Budget	FY22 Preliminary Budget April 6, 2021	FY22 Preliminary Budget April 20, 2021	FY22 Final Proposed June 1, 2021	Variance from FY21 to FY22
100	Salaries	11,147,869	11,327,077	11,853,462	11,853,462	11,840,526	513,449
200	Benefits	6,367,336	7,492,000	7,553,647	7,553,647	7,548,106	56,106
300	Purchased Professional Services	3,409,724	3,298,505	2,585,033	2,600,031	2,600,032	(698,473)
400	Purchased Property Services	440,437	555,932	1,496,370	1,496,370	1,496,370	940,438
500	Other Purchased Services	3,408,346	3,423,869	4,055,079	4,055,079	3,949,079	525,210
600	Supplies	868,654	1,054,358	1,143,529	1,143,529	1,143,536	89,178
700	Equipment	603,004	523,248	584,719	584,719	584,719	61,471
810	Dues/Other Objects	33,797	70,255	70,045	70,045	70,045	(210)
831	Interest - Loan & Lease	766,063	1,180,532	1,129,532	1,129,532	1,129,532	(51,000)
840	Budget Reserve - Capital Reserve	75,120	-	-	-	-	-
912	Serial Bonds - Principal	1,193,784	1,235,087	1,294,000	1,294,000	1,294,000	58,913
	<b>GRAND TOTAL EXPENDITURES</b>	<b>28,314,134</b>	<b>30,160,861</b>	<b>31,765,415</b>	<b>31,780,414</b>	<b>31,655,945</b>	<b>1,495,084</b>
	% of Increase	-3%	7%	5.32%	5.37%	4.96%	

<u>100's</u>	<u>400's</u>
3 Professional Positions; 1 Administrator Position	Aramark moved from 300 series + contractual increase
Contractual Increases	
Minimum wage increase	
<u>200's</u>	<u>500's</u>
PSERS increase	Cyber/Charter increases
Workers Compensation decrease	Contractual transportation increase + PM route
<u>300's</u>	<u>600's &amp; 700's</u>
Aramark moved to 400 series	Software purchases
ESS increases	Equipment purchases

# Final Proposed FY22 Budget

(as of May 4, 2021 for July 1 2021-June 30, 2022)



	2020/2021	2021/2022	2021/2022	2021/2022	2021/2022
	Budget	Preliminary April 6, 2021	Preliminary April 20, 2021	Preliminary May 4, 2021	Final Proposed June 1, 2021
Mill Rate	15.3167	15.3167	15.3167	15.6384	15.6384
Rate Increase		0%	0%	2.10%	2.10%
Local Revenue	15,661,821	17,079,707	17,079,707	16,538,059	16,538,059
State Revenue	13,319,475	12,355,894	12,355,894	13,173,283	13,173,283
Federal Revenue	542,726	1,060,769	1,151,369	1,151,369	1,213,098
<b>Total Revenue</b>	<b>29,524,021</b>	<b>30,496,370</b>	<b>30,586,970</b>	<b>30,862,711</b>	<b>30,924,440</b>
<b>Total Expenditure</b>	<b>30,160,861</b>	<b>31,765,413</b>	<b>31,655,944</b>	<b>31,780,413</b>	<b>31,655,944</b>
Variance (Revenue over Expenditures)	(636,840)	(1,269,043)	(1,068,974)	(917,702)	(731,504)

ASSUMED BEGINNING UNASSIGNED FUND BALANCE 7/1/2021***	PROPOSED MILL RATE	INCREASE TAX RATE BY	TOTAL REVENUES	TOTAL EXPENSES	AMOUNT FROM UNASSIGNED FUND BALANCE	AMOUNT FROM PSERS FUND BALANCE	PROJECTED ENDING UNASSIGNED FUND BALANCE	ASSIGNED PSERS FUND BALANCE	Fund Balance as a % of Expenditures
1,806,445	15.6384	2.10%	30,924,440	31,655,944	(701,504)	30,000	1,104,941	201,000	3.49%

\*\*\* Updated 5/4/2021 to reflect projected use of fund balance ending 6/30/2021

# FY22 Proposed Tax Impact



Potential Tax Increase	Generated Revenue	Resulting Deficit	Unassigned Fund Balance 6/30/2022	on 183,158 of Assessed Value	based on Assessed Value
2.10%	275,696.69	(731,505)	1,104,940.05	\$ 58.91	\$ 4.91
2.00%	262,539.13	(744,663)	1,091,782.49	\$ 56.11	\$ 4.68
1.90%	249,439.86	(757,762)	1,078,683.22	\$ 53.30	\$ 4.44
1.80%	236,310.93	(770,891)	1,065,554.29	\$ 50.50	\$ 4.21
1.75%	229,711.03	(777,491)	1,058,954.39	\$ 49.09	\$ 4.09
1.50%	196,968.63	(810,233)	1,026,212.00	\$ 42.08	\$ 3.51
1.00%	131,312.42	(875,889)	960,555.78	\$ 28.05	\$ 2.34
0.75%	98,484.32	(908,717)	927,727.68	\$ 21.04	\$ 1.75
0.50%	65,656.21	(941,545)	894,899.57	\$ 14.03	\$ 1.17
0.25%	32,828.11	(974,374)	862,071.47	\$ 7.01	\$ 0.58

# Timeline



- ~~□ March 16, 2021, highlights from Governor Wolf's address, review revenues~~
- ~~□ April 6, 2021, updated revenue and expenditures for FY22 (July 1, 2021-June 30, 2022)~~
- ~~□ May 4, 2021, **present** preliminary FY22 budget~~
- ~~□ May 18, 2021, **adopt** proposed final FY22 budget~~
- ~~□ June 15, 2021, **final** approval of FY22 budget~~

# QUESTIONS

