

AVON GROVE SCHOOL DISTRICT

2021-22

FINAL BUDGET

May 11, 2021



2021-22 BUDGET

2020-21 Budget vs Actual Update

2021-22 Budget Summary

Major Changes

Timeline and Questions

AVON GROVE SCHOOL DISTRICT 2021-22 BUDGET

2020-21 BUDGET VS ACTUAL UPDATE

2020-21 REVENUES

	2020-21 Final Budget	2020-21 Estimate	Variance	Notes
6111 Real Estate Taxes	\$ 57,567,142	\$ 57,495,380	\$ (71,762)	Hospital taxes paid in protest = \$425,965
6112 Interim Taxes	250,000	300,000	50,000	
6113 Public Utility Realty Tax (PURTA)	50,000	55,113	5,113	
6153 Real Estate Transfer Tax	650,000	950,000	300,000	Continued strength in housing market despite
6411 Delinquent Real Estate Tax	1,100,000	1,500,000	400,000	Strong post-lien collection rates in spring
6510 Interest on Investments	250,000	175,000	(75,000)	Prolonged period of interest rates at almost 0%
6700 Student Activity Revenues	640,200	400,100	(240,100)	Elimination of field trips and decreased participation fees for athletics
6800 CCIU Pass-through Funds (IDEA)	515,000	546,357	31,357	
6900 Other Local Revenues	250,000	210,693	(39,307)	
Total Local Revenues	61,272,342	61,632,643	360,301	
7111 Basic Education Subsidy	15,484,635	15,484,635	-	
7271 Special Education Subsidy	2,719,872	2,719,872	-	
7310 Transportation Subsidy	1,750,000	2,089,487	339,487	Final 2019-20 transportation costs higher than estimated at time of budget approval due to fixed cost payments during shutdown
7320 Rental & Sinking Fund Subsidy (PlanCon)	537,652	537,652	-	
7330 Health Services	103,000	105,259	2,259	
7340 Property Reduction (Homestead/Farmstead)	2,673,877	2,673,877	-	
7505 Ready to Learn Block Grant	754,726	754,726	-	
7599 Other State Grants	40,000	40,000	-	
7112 Social Security Reimbursements	1,287,229	1,287,229	-	
7820 PSERS Reimbursements	5,837,161	6,200,000	362,839	Higher reimbursement than budgeted based on Act 29 dates - reimbursement rate refreshed for 21-22
7000 Other State Revenues	22,000	22,000	-	
Total State Revenues	31,210,152	31,914,737	704,585	
8000 Total Federal Revenues	785,140	2,788,682	2,003,542	Total COVID grant revenues = \$1,990,812
TOTAL REVENUES	\$ 93,267,634	\$ 96,336,062	\$ 3,068,428	

2020-21 EXPENDITURES

	2020-21 Budget	2020-21 Estimate	Variance	Notes
100 Salaries and Wages	\$ 33,879,001	\$ 33,485,019	\$ 393,982	Vacancies and mid-year retirements
200 Benefits	22,376,548	22,308,625	67,923	Vacancies and mid-year retirements
300 Professional Services:				
310 Tax collection commissions	118,000	118,000	-	
322 Educational services provided by the CCIU	6,802,708	6,552,208	250,500	Special education bills trending lower than budgeted amount. Only 2 of 4 special education services bills have been received to date
323 Web-based education services	20,000	45,000	(25,000)	
329 Contracted substitute teacher services	699,000	1,163,300	(464,300)	Additional substitutes needed due to pandemic
330 Legal, accounting, and other professional services	1,196,148	1,037,981	158,167	
340 Technical and network services	171,100	171,100	-	
350 Contracted security services	75,000	54,500	20,500	
360 Professional development	175,710	58,725	116,985	Limited time and capacity for PD events
390 Other professional services	28,775	28,775	-	
Total Professional Services	9,286,441	9,229,589	56,852	
400 Repairs, Maintenance, and Rentals:				
410 Custodial services, lawn care, and other services	1,178,155	1,176,976	1,179	
420 Water and sewage utilities	180,000	180,000	-	
430 Building repairs and maintenance	265,310	248,890	16,420	
440 Facilities and equipment rentals	367,030	363,030	4,000	
460 Extermination services	9,000	9,000	-	
490 Other facilities services	17,400	17,400	-	
Total Repairs, Maintenance, and Rentals	2,016,895	1,995,296	21,599	

2020-21 EXPENDITURES

	2020-21 Budget	2020-21 Estimate	Variance	Notes
500 Transportation, Tuition, and Insurance:				
510 Transportation	6,706,278	6,082,865	623,413	Still being negotiated with contractors
520 Insurance	316,686	314,315	2,371	
530 Communications (postage and telecommunications)	132,270	115,470	16,800	
540 Advertising	5,600	5,600	-	
550 Printing and binding	14,250	14,250	-	
560 Tuition	11,718,069	11,152,569	565,500	Charter school tuition favorable due to enrollment
580 Travel	91,650	26,897	64,753	Travel reduced significantly due to the pandemic
590 Other services	370,879	295,879	75,000	Reduction in senior tax rebate volunteer hours
Total Transportation, Tuition, and Insurance	<u>19,355,682</u>	<u>18,007,845</u>	<u>1,347,837</u>	
600 Supplies and Materials	<u>2,789,355</u>	<u>2,380,477</u>	<u>408,878</u>	
700 Capital Expenditures	<u>-</u>	<u>49,410</u>	<u>(49,410)</u>	Communications equipment purchased with PCCD grant - carried over from 2019-20
800 Other Expenditures:				
810 Dues and fees	84,475	87,471	(2,996)	
820 Reserve for claims and judgments	100,500	63,000	37,500	
830 Debt service - interest	2,808,674	2,292,014	516,660	Planned borrowing delayed due to the pandemic
840 Budgetary reserve - 1%	1,960,000	-	1,960,000	Budgetary reserve not utilized
890 Other expenditures and pass-through funds	377,000	312,450	64,550	Field trips eliminated during 2020-21
Total Other Expenditures	<u>5,330,649</u>	<u>2,754,935</u>	<u>2,575,714</u>	
900 Other Uses of Funds:				
912 Debt service - principal	3,105,000	3,100,000	5,000	
830 Transfers to other funds	1,192,000	1,192,000	-	
Total Other Uses of Funds	<u>4,297,000</u>	<u>4,292,000</u>	<u>5,000</u>	
COVID Expenditures not reflected in other areas	<u>-</u>	<u>2,296,983</u>	<u>(2,296,983)</u>	
TOTAL EXPENDITURES	<u><u>\$ 99,331,571</u></u>	<u><u>\$ 96,800,179</u></u>	<u><u>\$ 2,531,392</u></u>	

USE OF FUND BALANCE SUMMARY

	<u>2020-21 Budget</u>	<u>2020-21 Estimate</u>	<u>Variance</u>
Revenues			
Local Sources	\$ 61,272,342	\$ 61,632,643	\$ 360,301
State Sources	31,210,152	31,914,737	704,585
Federal Sources	785,140	2,788,682	2,003,542
Total Revenues	<u>93,267,634</u>	<u>96,336,062</u>	<u>3,068,428</u>
Expenditures			
Salaries and Wages	33,879,001	33,485,019	393,982
Benefits	22,376,548	22,308,625	67,923
Professional Services	9,286,441	9,229,589	56,852
Repairs, Maintenance, and Facilities Rentals	2,016,895	1,995,296	21,599
Transportation, Tuition, and Insurance	19,355,682	18,007,845	1,347,837
Supplies and Materials	2,789,355	2,380,477	408,878
Capital Expenditures	-	49,410	(49,410)
Other Expenditures	5,330,649	2,754,935	2,575,714
Other Uses of Funds	4,297,000	4,292,000	5,000
COVID Expenditures not reflected in other areas	-	2,296,983	(2,296,983)
Total Expenditures	<u>99,331,571</u>	<u>96,800,179</u>	<u>2,531,392</u>
Deficiency of Revenues Under Expenditures	(6,063,937)	(464,117)	537,036
Fund Balance, Beginning of Year	<u>19,746,201</u>	<u>19,746,201</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 13,682,264</u>	<u>\$ 19,282,084</u>	<u>\$ 5,599,820</u>

AVON GROVE SCHOOL DISTRICT 2021-22 BUDGET

2021-22 BUDGET SUMMARY

Proposed Final Budgeted Revenues (April 2021)		\$ 95,969,484
Reduce proposed tax millage increase from 3.0% to 2.48% (33.52 mills)	\$ (316,278)	
Adjust PSERS reimbursement for changes in contributions	242,248	
Adjust real estate tax revenues for Homestead/Farmstead tax relief funding (net)	79,573	
Increase estimated interim real estate tax and transfer tax collections	75,000	
Increase estimated IDEA allocation	30,000	
Adjust Title program allocations based on spring funding adjustments	12,730	
Add planned usage of ESSER II and ESSER III funds (offset by expenditures)	3,137,490	3,260,763
Proposed Final Budgeted Revenues (May 2021)		<u>99,230,247</u>
Proposed Final Budgeted Expenditures (April 2021)		101,110,013
Decrease Transfer to Capital Projects Fund (Chromebooks purchased with ESSER II)	(450,000)	
Re-load salaries and benefit contracts, including placeholders	274,154	
Attritional savings estimate	(240,000)	
Increase estimated classroom substitute costs	144,000	
Increase medical insurance rates 2% based on 2nd meeting with consultants	88,234	
Increase estimated vocational program tuition based on enrollment (Octorara Area SD)	19,000	
Other miscellaneous adjustments	11,808	
Add planned usage of ESSER II and ESSER III funds (offset by revenues)	3,137,490	2,984,686
Proposed Final Budgeted Expenditures (May 2021)		<u>104,094,699</u>
Proposed Final Use of Fund Balance (April 2021)		5,140,529
Use of Unassigned Fund Balance:		
Increase in Revenues	(3,260,763)	
Decrease in Expenditures	\$ 2,984,686	(276,077)
Proposed Final Use of Fund Balance (May 2021)		<u>\$ 4,864,452</u>

Tax Increase - 2.48%

SUMMARY	2017 - 2018 Actual Revenue / Expenditures	2018 - 2019 Actual Revenue / Expenditures	2019 - 2020 Actual Revenue / Expenditures	2020 - 2021 Final Budget Revenue / Expenditures	2020 - 2021 Estimated Revenue / Expense	2021 - 2022 Final Budget Revenue / Expenditures	Budget / Budget Increase / Decrease	% Budget / Budget Increase / Decrease
FUND BALANCE APPROPRIATION	\$ -	\$ -	\$ -	\$ 6,063,937	\$ 464,117	\$ 4,864,452	\$ (1,199,485)	
6000 REVENUE FROM LOCAL SOURCES	56,801,706	58,463,976	59,607,747	61,272,342	61,632,643	63,833,674	2,561,332	4.18%
7000 REVENUE FROM STATE SOURCES	31,384,469	31,041,573	31,898,838	31,210,152	31,914,737	31,261,213	51,061	0.16%
8000 REVENUE FROM FEDERAL SOURCES	971,828	993,809	762,241	785,140	2,788,682	4,135,360	3,350,220	426.70%
9000 REVENUE FROM OTHER SOURCES	198,961	16,735	417	-	-	-	-	
TOTAL REVENUES	89,356,964	90,516,093	92,269,242	99,331,571	96,800,179	104,094,699	4,763,128	4.80%
TOTAL EXPENDITURES	85,761,953	87,871,266	84,212,249	90,265,897	87,919,182	91,843,780	1,577,883	1.75%
TOTAL OTHER FINANCING USES	5,120,365	5,781,866	6,891,266	9,065,674	8,880,997	12,250,919	3,185,245	35.14%
TOTAL EXP & OTHER FINANCING USES	90,882,318	93,653,132	91,103,515	99,331,571	96,800,179	104,094,699	4,763,128	4.80%
REVENUE OVER (UNDER) EXPENSE	\$ (1,525,354)	\$ (3,137,039)	\$ 1,165,727	\$ -	\$ -	-	-	
CHESTER COUNTY MILLAGE	29.77	30.69	31.610	32.710	32.710	33.520		
MILLAGE INCREASE	2.514%	3.090%	2.998%	3.480%	3.480%	2.476%		
ACT 1 INDEX	3.30%	3.10%	3.00%	3.50%	3.50%	4.00%		
<u>Notes:</u>								
Debt @ recommended level net - \$4.5M (Placeholder)		\$ -	\$ -	\$ -	\$ -	\$ -		
Budgetary Reserve (Assigned Fund Balance)		\$ -	\$ -	\$ 1,960,000	\$ -	\$ 1,000,000		
Transfer to Capital Projects (Assigned Fund Balance)		\$ 1,522,850	\$ 1,977,200	\$ 1,192,000	\$ 464,117	\$ 841,180		
PSERS draw down (Committed Fund Balance)		\$ 1,614,189	\$ -	\$ 1,363,295	\$ -	\$ 1,262,695		
General Ops usage (Unassigned Fund Balance)		\$ -	\$ (811,473)	\$ 1,548,642	\$ -	\$ 1,760,577		

FUND BALANCE SUMMARY

Tax Increase - 2.48%								
SUMMARY	2017 - 2018 Actual	2018 - 2019 Actual	2019 - 2020 Actual	2020 - 2021 Budget	2020 - 2021 Estimated	2021 - 2022 Preliminary Budget	Budget to Budget Increase / Decrease	% Increase / Decrease
FUND BALANCE SUMMARY								
<i>General Fund</i>	\$ 21,717,513	\$ 18,580,474	\$ 19,746,201	\$ 13,682,264	\$ 19,282,084	\$ 14,417,632	\$ 735,368	5.37%
<i>Capital Projects Fund</i>	\$ 3,156,548	\$ 2,491,200	\$ 3,018,437	\$ 2,419,437	\$ 3,112,927	\$ 2,241,677	\$ (177,760)	-7.35%
<i>Internal Service Fund</i>	\$ 3,353,432	\$ 3,500,000	\$ 3,669,390	\$ 3,500,000	\$ 3,669,390	\$ 3,669,390	\$ 169,390	4.84%
Totals	\$ 28,227,493	\$ 24,571,674	\$ 26,434,028	\$ 19,601,701	\$ 26,064,401	\$ 20,328,699	\$ 726,998	3.71%
Change	\$ (271,924)	\$ (3,655,819)	\$ 1,862,354	\$ (6,832,327)	\$ 6,462,700	\$ 726,998		

	2020-21 Budget	April 2021-22 Budget	April to May Adjustments	May 2021-22 Budget	21-22 vs 20-21 Budget Variance
Revenues					
Local	\$ 61,272,342	\$ 66,639,097	(2,805,423)	\$ 63,833,674	\$ 2,561,332
State	31,210,152	28,345,247	2,915,966	31,261,213	51,061
Federal	785,140	985,140	12,730	997,870	212,730
ESSER II & III	-	-	3,137,490	3,137,490	3,137,490
Total Revenues	<u>93,267,634</u>	<u>95,969,484</u>		<u>99,230,247</u>	<u>5,962,613</u>
Expenditures					
Instruction	61,872,931	62,357,298	261,839	62,619,137	746,206
Support Services	26,938,593	27,704,588	39,716	27,744,304	805,711
Non-instructional Services	1,454,373	1,484,698	(4,359)	1,480,339	25,966
Debt Service	5,913,674	7,272,249		7,272,249	1,358,575
Fund Transfer	1,192,000	1,291,180	(450,000)	841,180	(350,820)
Budgetary Reserve	1,960,000	1,000,000		1,000,000	(960,000)
ESSER II & III program supports	-	-	3,137,490	3,137,490	3,137,490
Total Expenditures	<u>99,331,571</u>	<u>101,110,013</u>		<u>104,094,699</u>	<u>4,763,128</u>
Deficiency of Revenues					
Under Expenditures	<u>\$ (6,063,937)</u>	<u>\$ (5,140,529)</u>		<u>\$ (4,864,452)</u>	<u>\$ 1,199,485</u>
Fund Balance Usage					
Committed Fund Balance (PSERS)	\$ 1,363,295	\$ 1,262,695		1,262,695	(100,600)
Assigned Fund Balance (transfers)	1,192,000	1,291,180	(450,000)	841,180	(350,820)
Budgetary Reserve	1,960,000	1,000,000		1,000,000	(960,000)
Unassigned Fund Balance	1,548,642	1,586,654	173,923	1,760,577	211,935
Total Use of Fund Balance	<u>\$ 6,063,937</u>	<u>\$ 5,140,529</u>		<u>\$ 4,864,452</u>	<u>\$ (1,199,485)</u>

Revenues by Function		2020-21 Budget	2021-22 Budget	Variance	% Variance
6100	Real Estate and Other Taxes	\$ 58,517,142	\$ 60,943,474	\$ 2,426,332	4.15%
6400	Delinquent Taxes	1,100,000	1,300,000	200,000	18.18%
6500	Interest on Investments	250,000	250,000	-	0.00%
6700	Admissions and Fees	640,200	600,200	(40,000)	-6.25%
6800	IDEA Pass-through Funds	515,000	545,000	30,000	5.83%
6900	Rentals and Other Revenues	250,000	195,000	(55,000)	-22.00%
7111	Basic Education Subsidy	15,484,635	15,484,635	-	0.00%
7271	Special Education Subsidy	2,719,872	2,714,942	(4,930)	-0.18%
7310	Transportation Subsidy	1,750,000	1,500,000	(250,000)	-14.29%
7320	PlanCon Reimbursements & pass-through	537,652	444,333	(93,319)	-17.36%
7330	Health Services Subsidy	103,000	103,000	-	0.00%
7340	Homestead/Farmstead Tax Relief	2,673,877	2,673,718	(159)	-0.01%
7505	Ready to Learn Block Grant	754,726	754,726	-	0.00%
7112	Social Security Reimbursement	1,287,229	1,301,859	14,630	1.14%
7820	PSERS Reimbursement	5,837,161	6,222,000	384,839	6.59%
7000	Other State Revenues	62,000	62,000	-	0.00%
8000	Federal Revenues	785,140	997,870	212,730	27.09%
Subtotal - without ESSER funds		93,267,634	96,092,757	2,825,123	3.03%
ESSER II & III funds		-	3,137,490	3,137,490	
TOTAL		\$ 93,267,634	\$ 99,230,247	\$ 5,962,613	6.39%

Expenditures by Function		2020-21 Budget	2021-22 Budget	Variance	%
Instructional Services					
1100	Instruction	\$ 44,843,156	\$ 44,686,413	\$ (156,743)	-0.35%
1200	Special Programs	14,219,962	15,159,617	939,655	6.61%
1300	Vocational Education Programs	2,715,777	2,681,007	(34,770)	-1.28%
1400	Other Instructional Programs	88,036	88,155	119	0.14%
1500	Nonpublic School Programs	6,000	3,945	(2,055)	-34.25%
Support & Non-Instructional Services					
2100	Support Services - Students	4,610,302	4,706,017	95,715	2.08%
2200	Support Services - Instructional Staff	2,940,923	3,032,254	91,331	3.11%
2300	Support Services - Administration	4,570,026	4,715,178	145,152	3.18%
2400	Support Services - Pupil Health	988,678	991,042	2,364	0.24%
2500	Support Services - Business	931,577	965,657	34,080	3.66%
2600	Operations & Maintenance of Plant	3,951,992	4,093,071	141,079	3.57%
2700	Student Transportation Services	6,617,867	6,874,096	256,229	3.87%
2800	Support Services - Central	2,111,150	2,150,911	39,761	1.88%
2900	Other Support Services	216,078	216,078	-	0.00%
3200	Student Activities	1,361,473	1,387,339	25,866	1.90%
3300	Community Services	75,400	75,500	100	0.13%
3400	Scholarships and Awards	17,500	17,500	-	0.00%
5100	Debt Service	5,913,674	7,272,249	1,358,575	22.97%
5200	Fund Transfers	1,192,000	841,180	(350,820)	-29.43%
5900	Budgetary Reserve	1,960,000	1,000,000	(960,000)	-48.98%
Subtotal - without ESSER funds		99,331,571	100,957,209	1,625,638	1.64%
ESSER II & III program supports		-	3,137,490	3,137,490	
TOTAL		\$ 99,331,571	\$ 104,094,699	\$ 4,763,128	4.80%

Expenditures by Object	2020-21 Budget	2021-22 Budget	Variance	%
Object				
100 - Salaries	\$ 33,879,001	\$ 34,350,769	\$ 471,768	1.39%
200 - Benefits	22,376,548	22,345,366	(31,182)	-0.14%
300 - Professional Services	9,286,441	9,965,491	679,050	7.31%
400 - Repairs, Maintenance, and Rentals	2,016,895	2,148,852	131,957	6.54%
500 - Transportation, Tuition, and Insurance	19,355,682	19,788,321	432,639	2.24%
600 - Supplies and Materials	2,789,355	2,620,269	(169,086)	-6.06%
800 - Bond Interest, Dues, and Fees	3,370,649	4,536,961	1,166,312	34.60%
900 - Bond Principal	3,105,000	3,360,000	255,000	8.21%
	<u>96,179,571</u>	<u>99,116,029</u>	<u>2,936,458</u>	<u>3.05%</u>
Other Items				
800 - Budgetary Reserve	1,960,000	1,000,000	(960,000)	-48.98%
900 - Transfers	1,192,000	841,180	(350,820)	-29.43%
	<u>3,152,000</u>	<u>1,841,180</u>	<u>(1,310,820)</u>	<u>-41.59%</u>
Subtotal - without ESSER funds	99,331,571	100,957,209	1,625,638	1.64%
ESSER II & III program supports	-	3,137,490	3,137,490	
TOTAL	<u><u>\$ 99,331,571</u></u>	<u><u>\$ 104,094,699</u></u>	<u><u>\$ 4,763,128</u></u>	<u><u>4.80%</u></u>

	<u>2020-21 Budget</u>	<u>2021-22 Budget</u>	<u>Variance</u>	<u>%</u>
100 Salaries and Wages	\$ 33,879,001	\$ 34,350,769	\$ 471,768	1.39%
200 Benefits				
210 Life and disability insurance	124,099	124,640	541	0.44%
221 Social security contributions	2,569,594	2,608,589	38,995	1.52%
230 PSERS contributions - 34.94%	11,657,997	11,964,479	306,482	2.63%
240 Tuition reimbursement	269,000	269,000	-	0.00%
250 Unemployment insurance	29,940	29,769	(171)	-0.57%
260 Workmen's compensation insurance	252,331	190,581	(61,750)	-24.47%
270 Medical insurances	6,243,325	6,435,726	192,401	3.08%
280 Retiree medical insurances	127,250	137,250	10,000	7.86%
290 Other benefits	1,103,012	585,332	(517,680)	-46.93%
Total Benefits	<u>22,376,548</u>	<u>22,345,366</u>	<u>(31,182)</u>	<u>-0.14%</u>
300 Professional Services				
310 Tax collection commissions	118,000	118,500	500	0.42%
322 Educational services provided by the CCIU	6,802,708	7,425,007	622,299	9.15%
323 Web-based education services	20,000	57,400	37,400	187.00%
329 Contracted substitute teacher services	699,000	850,000	151,000	21.60%
330 Legal, accounting, and other professional services	1,196,148	1,082,089	(114,059)	-9.54%
340 Technical and network services	171,100	185,832	14,732	8.61%
350 Contracted security services	75,000	75,000	-	0.00%
360 Professional development	175,710	143,563	(32,147)	-18.30%
390 Other professional services	28,775	28,100	(675)	-2.35%
Total Professional Services	<u>9,286,441</u>	<u>9,965,491</u>	<u>679,050</u>	<u>7.31%</u>

	<u>2020-21 Budget</u>	<u>2021-22 Budget</u>	<u>Variance</u>	<u>%</u>
400 Repairs, Maintenance, and Rentals				
410 Custodial services, lawn care, and other services	1,178,155	1,280,097	101,942	8.65%
420 Water and sewage utilities	180,000	185,000	5,000	2.78%
430 Building repairs and maintenance	265,310	292,285	26,975	10.17%
440 Facilities rentals	367,030	362,270	(4,760)	-1.30%
460 Extermination services	9,000	10,000	1,000	11.11%
490 Other facilities services	17,400	19,200	1,800	10.34%
Total Repairs, Maintenance, and Rentals	<u>2,016,895</u>	<u>2,148,852</u>	<u>131,957</u>	<u>6.54%</u>
500 Transportation, Tuition, and Insurance				
510 Transportation (new contracts still being evaluated)	6,706,278	6,973,420	267,142	3.98%
520 Insurance	316,686	338,542	21,856	6.90%
530 Communications (postage and telecommunications)	132,270	128,115	(4,155)	-3.14%
540 Advertising	5,600	6,300	700	12.50%
550 Printing and binding	14,250	12,750	(1,500)	-10.53%
560 Tuition	11,718,069	11,884,000	165,931	1.42%
580 Travel	91,650	71,575	(20,075)	-21.90%
590 Other services	370,879	373,619	2,740	0.74%
Total Transportation, Tuition, and Insurance	<u>19,355,682</u>	<u>19,788,321</u>	<u>432,639</u>	<u>2.24%</u>

Note: The 2020-21 custodial services budget (object 410) was based on 11 months of service due to buildings being shut down during July 2020; the 2021-22 budget assumes a return to a full year of service.

	2020-21 Budget	2021-22 Budget	Variance	%
600 Supplies and Materials				
610 General supplies and materials	970,161	832,546	(137,615)	-14.18%
620 Electricity, natural gas, heating oil, and fuel	668,000	660,791	(7,209)	-1.08%
630 Meals and refreshments	12,850	13,100	250	1.95%
640 Books and periodicals	461,508	437,912	(23,596)	-5.11%
650 Technology supplies and software	676,836	675,920	(916)	-0.14%
Total Supplies and Materials	<u>2,789,355</u>	<u>2,620,269</u>	<u>(169,086)</u>	<u>-6.06%</u>
800 Interest, Dues, Fees, and Budgetary Reserve				
810 Dues and fees	84,475	86,212	1,737	2.06%
820 Reserve for claims and judgments	100,500	75,500	(25,000)	-24.88%
830 Debt service - interest	2,808,674	3,912,249	1,103,575	39.29%
840 Budgetary reserve - 1%	1,960,000	1,000,000	(960,000)	-48.98%
890 Other expenditures and pass-through funds	377,000	463,000	86,000	22.81%
Total Interest, Dues, Fees, and Budgetary Reserve	<u>5,330,649</u>	<u>5,536,961</u>	<u>206,312</u>	<u>3.87%</u>
900 Other Uses of Funds				
912 Debt service - principal	3,105,000	3,360,000	255,000	8.21%
930 Transfers to Other Funds	1,192,000	841,180	(350,820)	-29.43%
Total Other Uses of Funds	<u>4,297,000</u>	<u>4,201,180</u>	<u>(95,820)</u>	<u>-2.23%</u>
840 ESSER II & III program supports	-	3,137,490	3,137,490	
TOTAL	<u>\$ 99,331,571</u>	<u>\$ 104,094,699</u>	<u>\$ 4,763,128</u>	<u>4.80%</u>

AVON GROVE SCHOOL DISTRICT 2021-22 BUDGET

MAJOR CHANGES

REVENUE ADJUSTMENTS FROM APRIL PRESENTATION

	April Proposed Final Budget	Revisions	May Proposed Final Budget	Notes
6111 Real Estate Taxes	\$ 62,678,897	\$ (2,910,423)	\$ 59,768,474	Reduction of tax rate increase to 2.48% and Homestead/Farmstead reallocation
6112 Interim Taxes	250,000	25,000	275,000	Increase based on current year trend
6113 Public Utility Realty Tax (PURTA)	50,000		50,000	
6153 Real Estate Transfer Tax	800,000	50,000	850,000	Increase based on current year trend
6411 Delinquent Real Estate Tax	1,300,000		1,300,000	
6510 Interest on Investments	250,000		250,000	
6700 Student Activity Revenues	600,200		600,200	
6800 CCIU Pass-through Funds (IDEA)	515,000	30,000	545,000	Increase based on current year trend
6900 Other Local Revenues	195,000		195,000	
Total Local Revenues	<u>66,639,097</u>	<u>(2,805,423)</u>	<u>63,833,674</u>	
7110 Basic Education Subsidy	15,484,635		15,484,635	
7271 Special Education Subsidy	2,714,942		2,714,942	
7310 Transportation Subsidy	1,500,000		1,500,000	
7320 Rental & Sinking Fund Subsidy (PlanCon)	444,333		444,333	
7330 Health Services	103,000		103,000	
7340 Property Reduction (Homestead/Farmstead)	-	2,673,718	2,673,718	Homestead/Farmstead allocation certified 05/01/21
7505 Ready to Learn Block Grant	754,726		754,726	
7599 Other State Grants	40,000		40,000	
7810 Social Security Reimbursements	1,301,859		1,301,859	
7820 PSERS Reimbursements	5,979,752	242,248	6,222,000	Refreshed reimbursement rate to new historical average
7000 Other State Revenues	22,000		22,000	
Total State Revenues	<u>28,345,247</u>	<u>2,915,966</u>	<u>31,261,213</u>	
8000 Total Federal Revenues	<u>985,140</u>	<u>3,150,220</u>	<u>4,135,360</u>	ESSER II & III usage = \$3,287,490, Title program funding adjustments based on revised allocations from PDE
TOTAL REVENUES	<u><u>\$ 95,969,484</u></u>	<u><u>\$ 3,260,763</u></u>	<u><u>\$ 99,230,247</u></u>	

HOMESTEAD/FARMSTEAD ALLOCATION

- Homestead/Farmstead allocation received from the State on 05/01/21 - **\$2,673,718**
 - Shifted \$2,673,718 from 6111 Real Estate Taxes to 7340 Property Tax Reduction
 - Real Estate Tax line item increases \$79,573 due to the way Homestead/Farmstead relief is calculated in the 2028 (97% collection factor is applied to gross real estate taxes after deducting Homestead/Farmstead relief):

Assessed value of all properties	\$ 1,918,000,000
Millage Rate	33.52
Real Estate Taxes at Face Value	\$ 64,291,360
Less: Homestead/Farmstead Tax Relief	\$ (2,673,718)
Less: Repayments of prior HS/FS relief	\$ (658)
Estimated Collection Factor	97%
Budgeted Real Estate Taxes	<u>\$ 59,768,474</u>

MILLAGE ANALYSIS

	2.00% Increase	2.48% Increase	3.00% Increase	3.50% Increase
Current 2020-21 Millage Rate	32.71	32.71	32.71	32.71
Increase Mills For:				
Debt Service (0.58 mills)	0.58	0.58	0.58	0.58
PSERS (0.15 mills)	0.07	0.15	0.15	0.15
Operational Increases	-	0.09	0.25	0.41
Total Millage Increase	0.65	0.82	0.98	1.14
2021-22 Millage	<u>33.36</u>	<u>33.52</u>	<u>33.69</u>	<u>33.85</u>
Real Estate Tax Revenues	\$ 59,470,801	\$ 59,768,474	\$ 60,084,753	\$ 60,382,426
Other Revenues	\$ 39,611,773	\$ 39,611,773	\$ 39,611,773	\$ 39,611,773
Total Revenues	<u>\$ 99,082,574</u>	<u>\$ 99,380,247</u>	<u>\$ 99,696,526</u>	<u>\$ 99,994,199</u>
Total Expenditures	<u>\$ 104,244,699</u>	<u>\$ 104,244,699</u>	<u>\$ 104,244,699</u>	<u>\$ 104,244,699</u>
Use of Fund Balance	<u>\$ (5,162,125)</u>	<u>\$ (4,864,452)</u>	<u>\$ (4,548,173)</u>	<u>\$ (4,250,500)</u>
Value of 1 Mill (at 97% Collection) (excluding Homestead/Farmstead)	\$ 1,860,460	\$ 1,860,460	\$ 1,860,460	\$ 1,860,460
Revenue for Operational Increases	\$ -	\$ 167,441	\$ 465,115	\$ 762,789

TRANSFER TO CAPITAL PROJECTS FUND

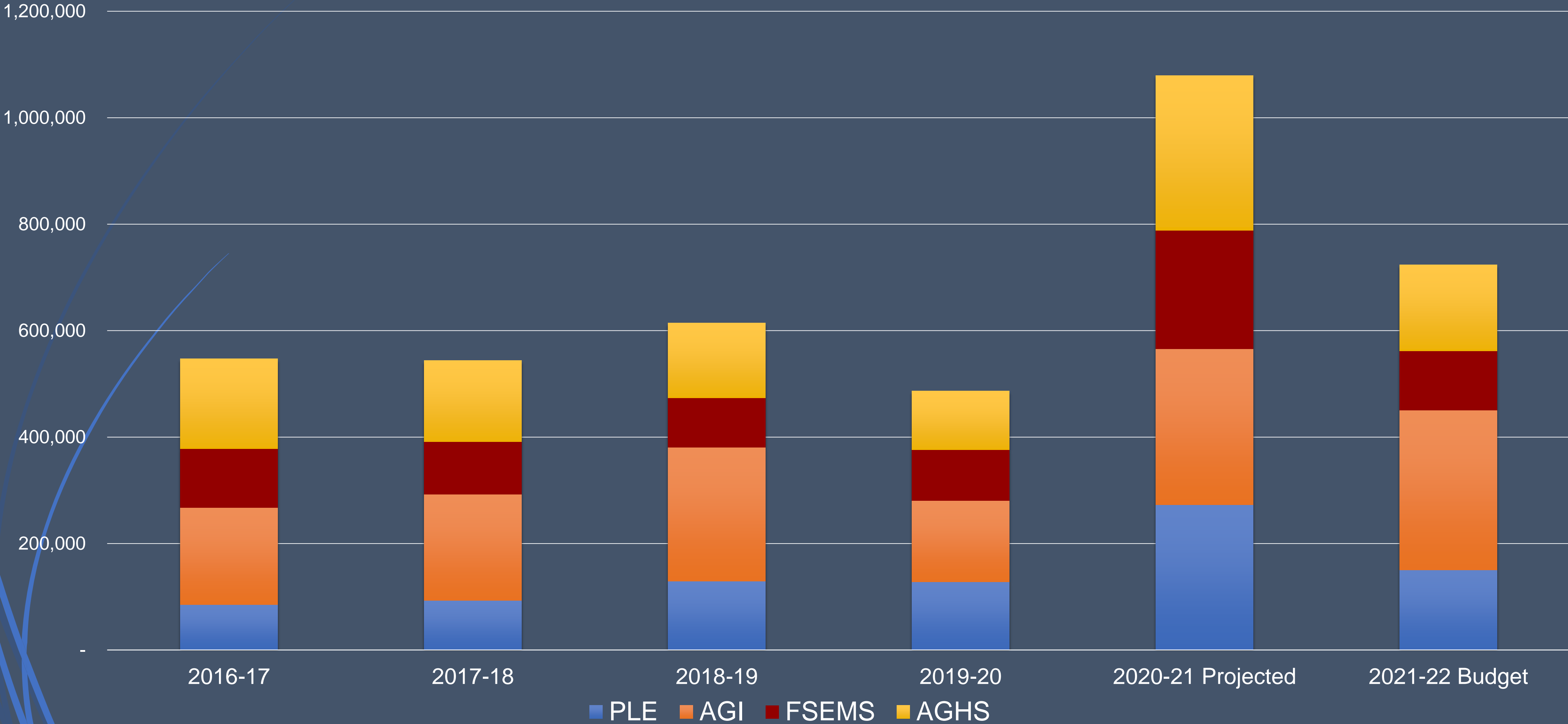
- ▶ Transfer to Capital Projects Fund reduced by **\$450,000** – Chromebooks scheduled for replacement in July 2021 purchased now with ESSER II funds
- ▶ Total transfer will consist of approximately \$500,000 + revised anticipated capital spending (700 objects)

Description	Amount
Annual transfer for long range plan projects	\$ 500,000
Anticipated Capital Spending:	
Furniture and equipment from AGI instructional allocation	30,000
Technology purchases (end-of-life replacement laptops, computer labs, etc.)	210,000
Audio visual equipment upgrades and new charging towers/carts	99,180
Total Transfer to Capital Projects Fund	\$ 839,180

ATTRITIONAL SAVINGS

- ▶ Attritional savings are based on currently known retirements and resignations effective at the end of 2020-21
- ▶ Total attritional savings are currently estimated at **\$240,000**, composed of:
 - ▶ Salary savings - \$166,079
 - ▶ Benefits savings - \$73,921
- ▶ Attritional savings estimates will be updated if/when additional retirement notifications are received

CLASSROOM SUBSTITUTE COSTS



ESSER II & III INSTRUCTIONAL PROGRAM SUPPORTS

- ▶ ESSER II & III funds are being used to support the **accelerated learning system**
- ▶ Accelerated learning system is based on a system of scaffolded supports designed to support students' academic, behavioral, social, and emotional needs



High-quality Academics

Objective:

Identify and respond to student's **academic needs**

Strategies:

- Add 14 instructional specialists to building teams
- Add 2 tutoring center staff members
- Renew work with PLCs



Supportive Learning Environments

Objective:

Support students' **social, emotional, and behavioral well-being**

Strategies:

- Increase hours for existing BCBA
- Add three behavioral support personnel
- Add school counselor
- Add contracted school psychologist
- Increase case worker hours
- Increase nursing staff



Healthy System Conditions

Objective:

Ensure schools offer an environment that is **conducive to learning**

Strategies:

- Refresh student devices
- Support student internet access
- Provide video conferencing resources
- Utilize technology liaisons in each school
- Maintain Assistant Principal on Special Assignment

ESSER II & III NON-INSTRUCTIONAL SUPPORTS

- ▶ ESSER II & III funds are being used to support non-instructional operations in the following areas:
 - ▶ Support purchases of PPE, Plexiglas barriers, and cleaning and sanitizing products
 - ▶ Improve ventilation in classrooms with non-functional windows (**tentative**)
 - ▶ Purchase COVID testing kits (if not provided by CCHD)
 - ▶ Support special position assignments through the remainder of 2020-21
 - ▶ Support Food Service personnel and supplies to offset operating losses from Q4 2019-20 and 2020-21
- ▶ Approximately \$1.1M of ESSER III funding is being held in reserve to support the 2022-23 fiscal year
 - ▶ Reserve is intended to allow the administration to identify needs throughout 2021-22 and direct resources accordingly
 - ▶ Reserve allows for flexibility to respond to future unknowns

ESSER II & III USE OF FUNDS

	<u>2020-21 Estimate</u>	<u>2021-22 Budget</u>	<u>2022-23 Projection</u>	<u>Total</u>
Accelerated Learning System				
High-quality academics	\$ -	\$ 1,270,000.00	\$ -	\$ 1,270,000.00
Supportive learning environments	176,120.60	942,895.96	-	1,119,016.56
Healthy system conditions	730,335.62	567,748.48	15,000.00	1,313,084.10
Total Accelerated Learning System	<u>906,456.22</u>	<u>2,780,644.44</u>	<u>15,000.00</u>	<u>3,702,100.66</u>
Non-Instructional Supports				
Purchasing PPE and cleaning supplies	-	50,000.00	50,000.00	100,000.00
Improving classroom ventilation	-	253,325.00	-	253,325.00
Purchasing COVID test kits	-	10,000.00	-	10,000.00
Vaccine coordination services	4,355.18	-	-	4,355.18
Total Non-Instructional Supports	<u>4,355.18</u>	<u>313,325.00</u>	<u>50,000.00</u>	<u>367,680.18</u>
Flexible Response Reservation	<u>-</u>	<u>43,521.15</u>	<u>1,065,944.01</u>	<u>1,109,465.16</u>
General Fund Total - ESSER II & III	<u>910,811.40</u>	<u>3,137,490.59</u>	<u>1,130,944.01</u>	<u>5,179,246.00</u>
Food Service Program Supports				
Supporting student nutrition program	<u>-</u>	<u>150,000.00</u>	<u>-</u>	<u>150,000.00</u>
TOTAL ESSER II & III FUNDS	<u><u>\$ 910,811.40</u></u>	<u><u>\$ 3,287,490.59</u></u>	<u><u>\$ 1,130,944.01</u></u>	<u><u>\$ 5,329,246.00</u></u>

2021-22 BUDGET CALENDAR



AVON GROVE SCHOOL DISTRICT 2021-22 BUDGET

QUESTIONS