

AVON GROVE SCHOOL DISTRICT

2020-21

FINAL BUDGET

May 12, 2020



2020-21 BUDGET

2019-20 Budget vs Actual Update

2020-21 Budget Summary

Major Changes

Timeline and Questions

AVON GROVE SCHOOL DISTRICT 2020-21 BUDGET

2019-20 BUDGET VS ACTUAL UPDATE

REVENUES

	2019-20 Final Budget	2019-20 Estimate	Variance	Notes
6111 Real Estate Taxes	\$ 56,031,815	\$ 55,530,678	\$ (501,137)	Hospital taxes paid in protest = \$411,640
6112 Interim Taxes	300,000	200,000	(100,000)	
6113 Public Utility Realty Tax (PURTA)	55,000	50,514	(4,486)	
6153 Real Estate Transfer Tax	800,000	750,000	(50,000)	
6411 Delinquent Real Estate Tax	1,400,000	1,100,000	(300,000)	Spring collections reduced compared to 2018-19
6510 Interest on Investments	750,000	560,000	(190,000)	Interest rates decreased by Fed 5 times YTD
6700 Student Activity Revenues	550,200	379,185	(171,015)	Reduction in spring field trips and other events
6800 CCIU Pass-through Funds (IDEA)	550,000	515,000	(35,000)	IDEA allocation decreased based on enrollment
6900 Other Local Revenues	282,500	178,103	(104,397)	
Total Local Revenues	60,719,515	59,263,480	(1,456,035)	
7110 Basic Education Subsidy	15,994,725	15,484,635	(510,090)	RTLBG included in BEF in original budget
7271 Special Education Subsidy	2,600,000	2,719,872	119,872	Reimbursement higher than budgeted based on Act 16 reported completed in fall 2019
7310 Transportation Subsidy	1,900,000	1,952,867	52,867	
7320 Rental & Sinking Fund Subsidy (PlanCon)	520,000	520,000	-	
7330 Health Services	103,000	105,215	2,215	
7340 Property Reduction (Homestead/Farmstead)	2,673,557	2,673,557	-	
7505 Ready to Learn Block Grant	-	754,726	754,726	RTLBG included in BEF in original budget
7599 Safety and Security Grant (PCCD)	-	45,000	45,000	
7810 Social Security Reimbursements	1,264,978	1,327,000	62,022	
7820 PSERS Reimbursements	5,621,405	5,990,177	368,772	Higher reimbursement than budgeted based on Act 29 dates
7000 Other State Revenues	42,000	42,000	-	
Total State Revenues	30,719,665	31,615,049	895,384	
8000 Total Federal Revenues	540,000	540,000	-	
TOTAL REVENUES	\$ 91,979,180	\$ 91,418,529	\$ (560,651)	Total variance = 0.61% of budgeted revenues

EXPENDITURES

	2019-20 Budget	2019-20 Estimate	Variance	Notes
100 Salaries and Wages	\$ 33,387,440	\$ 33,341,637	\$ 45,803	Act 13 requires employees to be paid through EoY
200 Benefits	21,658,178	21,652,553	5,625	Act 13 requires employees to be paid through EoY
300 Professional Services:				
Tax Collection Commissions	111,500	95,500	16,000	Variance due to decline in tax collections
Educational Services Provided by CCIU	7,605,780	7,605,780	-	Estimate based on budget - difficult to estimate due to lag in billings
Contracted Substitute Teacher Services	700,000	581,709	118,291	Variance due to spring closure
Legal, Accounting, and Other Professional Services	1,188,178	1,203,272	(15,094)	Includes contracted nursing and OT/PT services
Technical and Network Services	159,600	159,600	-	
Contracted Security Services	61,600	50,000	11,600	
Professional Development	135,750	80,000	55,750	Spring PD reduced
Other Professional Services	68,925	104,941	(36,016)	Contracted Pupil Services Director offsetting salaries
Total Professional Services	10,031,333	9,880,802	150,531	
400 Repairs, Maintenance, and Facilities Rentals:				
Contracted Facilities Maintenance Services	1,247,534	1,166,162	81,372	Reduction of janitorial services due to closure
Water and Sewer Utilities	165,000	160,000	5,000	
Repairs and Maintenance	329,660	245,400	84,260	Fewer major repairs needed than budgeted
Facilities Rentals	261,000	261,000	-	
Equipment Rentals	120,730	124,510	(3,780)	
Other Facilities Services	16,700	21,287	(4,587)	
	2,140,624	1,978,359	162,265	

EXPENDITURES

	2019-20 Budget	2019-20 Estimate	Variance	Notes
500 Transportation, Tuition, and Insurance:				
Transportation	6,698,815	5,197,726	1,501,089	TENTATIVE - STILL NEGOTIATING WITH CONTRACTORS Variance due to fluctuations in enrollment Dividend distribuion from carrier offsets costs
Charter Tuition	11,118,008	10,800,000	318,008	
Insurance	312,985	262,595	50,390	
Tuition to APSs, PRRIs, and other institutions	662,751	672,134	(9,383)	
Support Services Contracted with CCIU	249,300	249,300	-	
Other Services	360,430	246,035	114,395	
Total Transportation, Tuition, and Insurance	<u>19,402,289</u>	<u>17,427,790</u>	<u>1,974,499</u>	
600 Supplies and Materials	<u>2,618,569</u>	<u>2,136,955</u>	<u>481,614</u>	Decrease in supplies ordering due to closure
800 Other Expenditures:				
Debt Service Interest	1,907,085	1,907,085	-	Budgetary reserve not utilized Reduction in spring field trips due to closure
Budgetary Reserve	975,000	-	975,000	
Dues, Fees, Field Trips, and Other Expenditures	556,615	422,001	134,614	
Total Other Expenditures	<u>3,438,700</u>	<u>2,329,086</u>	<u>1,109,614</u>	
900 Other Uses of Funds:				
Debt Service Principal	3,005,000	3,005,000	-	
Transfer to Capital Projects Fund	2,452,200	2,452,200	-	
Total Other Uses of Funds	<u>5,457,200</u>	<u>5,457,200</u>	<u>-</u>	
TOTAL EXPENDITURES	<u><u>\$ 98,134,333</u></u>	<u><u>\$ 94,204,382</u></u>	<u><u>\$ 3,929,951</u></u>	

USE OF FUND BALANCE SUMMARY

	<u>2019-20 Budget</u>	<u>2019-20 Estimate</u>	<u>Variance</u>
Revenues			
Local Sources	\$ 60,719,515	\$ 59,263,480	\$ (1,456,035)
State Sources	30,719,665	31,615,049	895,384
Federal Sources	540,000	540,000	-
Total Revenues	<u>91,979,180</u>	<u>91,418,529</u>	<u>(560,651)</u>
Expenditures			
Salaries and Wages	33,387,440	33,341,637	45,803
Benefits	21,658,178	21,652,553	5,625
Professional Services	10,031,333	9,880,802	150,531
Repairs, Maintenance, and Facilities Rentals	2,140,624	1,978,359	162,265
Transportation, Tuition, and Insurance	19,402,289	17,427,790	1,974,499
Supplies and Materials	2,618,569	2,136,955	481,614
Other Expenditures	3,438,700	2,329,086	1,109,614
Other Uses of Funds	5,457,200	5,457,200	-
Total Expenditures	<u>98,134,333</u>	<u>94,204,382</u>	<u>3,929,951</u>
Deficiency of Revenues Under Expenditures	(6,155,153)	(2,785,853)	(4,490,602)
Fund Balance, Beginning of Year	<u>18,580,474</u>	<u>18,580,474</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 12,425,321</u></u>	<u><u>\$ 15,794,621</u></u>	<u><u>\$ 3,369,300</u></u>

AVON GROVE SCHOOL DISTRICT 2020-21 BUDGET

2020-21 BUDGET SUMMARY

Proposed Final Budgeted Revenues (April 2020)		\$ 94,170,936
Reduce estimated tax collection factor to 96%	\$ (626,398)	
Adjust real estate tax revenues for Homestead/Farmstead tax relief funding (net)	106,956	
Reduce estimated interim tax billings	(35,000)	
Reduce estimated transfer tax collections	(50,000)	
Reduce estimated delinquent tax collections	(414,000)	
Reduce transportation subsidy to reflect reduction in 2019-20 expenditures	(100,000)	(1,118,442)
Proposed Final Budgeted Revenues (May 2020)		<u>93,052,494</u>
Proposed Final Budgeted Expenditures (April 2020)		99,746,616
Reduce transfer to Capital Projects Fund	(475,000)	
Estimated attritional savings and position reductions	(275,000)	
Shift learning support services from CCIU personnel to internal personnel	(200,000)	
Reduce utilities estimates based on decrease in utility rates	(80,000)	
Adjust for effects of known personnel changes for 2020-21 (non-retirements)	(59,481)	
Reduce estimate for diversity training and other contracted services	(27,000)	(1,116,481)
Proposed Final Budgeted Expenditures (May 2020)		<u>98,630,135</u>
Proposed Final Use of Fund Balance (April 2020)		5,575,680
Use of Unassigned Fund Balance:		
Decrease in Revenues	1,118,442	
Decrease in Expenditures	\$ (1,116,481)	1,961
Proposed Final Use of Fund Balance (May 2020)		<u>\$ 5,577,641</u>

Act 1 Index - 3.5%

SUMMARY	2016 - 2017 Actual Revenue / Expenditures	2017 - 2018 Actual Revenue / Expenditures	2018 - 2019 Actual Revenue / Expenditures	2019 - 2020 Final Budget Revenue / Expenditures	2019 - 20 Estimated Revenue / Expense	2020 - 2021 Prelim Budget Revenue / Expenditures	Budget / Budget Increase / Decrease	% Budget / Budget Increase / Decrease
FUND BALANCE APPROPRIATION	\$ -	\$ -	\$ -	\$ 6,155,153	\$ 2,785,853	\$ 5,577,641	\$ (577,512)	
6000 REVENUE FROM LOCAL SOURCES	54,639,125	56,801,706	58,463,976	60,719,515	59,263,480	61,272,342	552,827	0.91%
7000 REVENUE FROM STATE SOURCES	30,203,441	31,384,469	31,041,573	30,719,665	31,615,049	31,210,152	490,487	1.60%
8000 REVENUE FROM FEDERAL SOURCES	638,100	971,828	993,809	540,000	540,000	570,000	30,000	5.56%
9000 REVENUE FROM OTHER SOURCES	28,536	198,961	16,735	-	-	-	-	
TOTAL REVENUES	85,509,201	89,356,964	90,516,093	98,134,333	94,204,382	98,630,135	495,802	0.51%
TOTAL EXPENDITURES	83,605,793	85,761,953	87,871,266	89,795,048	86,840,097	90,449,461	654,413	0.73%
TOTAL OTHER FINANCING USES	4,870,113	5,120,365	5,781,866	8,339,285	7,364,285	8,180,674	(158,611)	-1.90%
TOTAL EXP & OTHER FINANCING USES	88,475,906	90,882,318	93,653,132	98,134,333	94,204,382	98,630,135	495,802	0.51%
REVENUE OVER (UNDER) EXPENSE	\$ (2,966,704)	\$ (1,525,354)	\$ (3,137,039)	\$ -	\$ -	-	-	
CHESTER COUNTY MILLAGE	29.04	29.77	30.690	31.610	31.610	32.710	1.10	
MILLAGE INCREASE	3.136%	2.514%	3.090%	2.998%	2.998%	3.480%		
ACT 1 INDEX	3.20%	3.30%	3.10%	3.00%	3.00%	3.50%		
<i>Notes:</i>								
Debt @ recommended level net - \$4.5M (Placeholder)				\$ -	\$ -	\$ -		
Budgetary Reserve				\$ 975,000	\$ -	\$ 980,000		
Transfer to Capital Projects				\$ 2,452,200	\$ 2,452,200	\$ 1,287,000		
PSERS draw down (Committed Fund Balance)				\$ 1,590,330	\$ 1,590,330	\$ 1,363,295		
General Ops usage (Unassigned Fund Balance)				\$ 1,137,623	\$ (1,256,677)	\$ 1,947,346		

Act 1 Index - 3.5%

	2016 - 2017 Actual Fund Balance	2017 - 2018 Actual Fund Balance	2018 - 2019 Actual Fund Balance	2019 - 2020 Final Budget Fund Balance	2019 - 20 Estimated Fund Balance	2020 - 2021 Prelim Budget Fund Balance	Estimated 2019 - 2020 / Budgeted 2020 - 2021	% Budget / Budget
General Fund	\$ 23,242,867	\$ 21,717,513	\$ 18,580,474	\$ 12,425,321	\$ 15,794,621	\$ 10,216,980	\$ (5,577,641)	-44.89%
Capital Projects Fund	2,251,726	3,156,548	2,491,200	3,622,201	3,494,862	1,995,862	(1,499,000)	-41.38%
Internal Service Fund	3,004,824	3,353,432	3,500,000	3,500,000	3,500,000	3,500,000	-	0.00%
Totals	\$ 28,499,417	\$ 28,227,493	\$ 24,571,674	\$ 19,547,522	\$ 22,789,483	\$ 15,712,842	\$ (7,076,641)	-36.20%
Change	\$ (1,200,363)	\$ (271,924)	\$ (3,655,819)	\$ (5,024,152)	\$ 3,241,961	\$ (7,076,641)		

ADJUSTMENTS FROM PROPOSED FINAL BUDGET	2019-20 Budget	April 2020-21 Budget	April to May Adjustments	May 2020-21 Budget	20-21 vs 19-20 Budget Variance
Revenues					
Local	\$ 60,719,515	\$ 64,964,661	(3,692,319)	\$ 61,272,342	\$ 552,827
State	30,719,665	28,636,275	2,573,877	31,210,152	490,487
Federal	540,000	570,000		570,000	30,000
Total Revenues	<u>91,979,180</u>	<u>94,170,936</u>		<u>93,052,494</u>	<u>1,073,314</u>
Expenditures					
Instruction	61,924,656	62,145,678	(475,000)	61,670,678	(253,978)
Support Services	26,430,303	27,463,208	(166,481)	27,296,727	866,424
Community Services	1,440,089	1,482,056		1,482,056	41,967
Debt Service	4,912,085	5,913,674		5,913,674	1,001,589
Fund Transfer	2,452,200	1,762,000	(475,000)	1,287,000	(1,165,200)
Budgetary Reserve	975,000	980,000		980,000	5,000
Total Expenditures	<u>98,134,333</u>	<u>99,746,616</u>		<u>98,630,135</u>	<u>495,802</u>
Deficiency of Revenues Under Expenditures	<u>\$ (6,155,153)</u>	<u>\$ (5,575,680)</u>		<u>\$ (5,577,641)</u>	<u>\$ 577,512</u>
Fund Balance Usage					
Committed Fund Balance (PSERS)	\$ 1,590,330	\$ 1,363,295		1,363,295	(227,035)
Assigned Fund Balance (transfers)	2,452,200	1,762,000	(475,000)	1,287,000	(1,165,200)
Budgetary Reserve	975,000	980,000		980,000	5,000
Unassigned Fund Balance	1,137,623	1,470,385	476,961	1,947,346	809,723
Total Use of Fund Balance	<u>\$ 6,155,153</u>	<u>\$ 5,575,680</u>		<u>\$ 5,577,641</u>	<u>\$ (577,512)</u>

CUMULATIVE ADJUSTMENTS FROM PRELIMINARY BUDGET	2019-20 Budget	Preliminary 2020-21 Budget (January)	February to May Adjustments	May 2020-21 Budget	20-21 vs 19-20 Budget Variance
Revenues					
Local	\$ 60,719,515	\$ 65,364,660	(4,092,318)	\$ 61,272,342	\$ 552,827
State	30,719,665	28,882,739	2,327,413	31,210,152	490,487
Federal	540,000	570,000		570,000	30,000
Total Revenues	<u>91,979,180</u>	<u>94,817,399</u>		<u>93,052,494</u>	<u>1,073,314</u>
Expenditures					
Instruction	61,924,656	61,983,983	(313,305)	61,670,678	(253,978)
Support Services	26,430,303	27,321,596	(24,869)	27,296,727	866,424
Community Services	1,440,089	1,522,384	(40,328)	1,482,056	41,967
Debt Service	4,912,085	5,913,674		5,913,674	1,001,589
Fund Transfer	2,452,200	1,987,175	(700,175)	1,287,000	(1,165,200)
Budgetary Reserve	975,000	980,000		980,000	5,000
Total Expenditures	<u>98,134,333</u>	<u>99,708,812</u>		<u>98,630,135</u>	<u>495,802</u>
Deficiency of Revenues Under Expenditures	<u>\$ (6,155,153)</u>	<u>\$ (4,891,413)</u>		<u>\$ (5,577,641)</u>	<u>\$ 577,512</u>
Fund Balance Usage					
Committed Fund Balance (PSERS)	\$ 1,590,330	\$ 1,363,295		1,363,295	(227,035)
Assigned Fund Balance (transfers)	2,452,200	1,987,175	(700,175)	1,287,000	(1,165,200)
Budgetary Reserve	975,000	980,000		980,000	5,000
Unassigned Fund Balance	1,137,623	560,943	1,386,403	1,947,346	809,723
Total Use of Fund Balance	<u>\$ 6,155,153</u>	<u>\$ 4,891,413</u>		<u>\$ 5,577,641</u>	<u>\$ (577,512)</u>

Comparison by Function		2019-20 Budget	2020-21 Budget	Variance	% Variance
<u>Instructional Services</u>					
1100	Instruction	\$ 43,834,376	\$ 44,640,904	\$ 806,528	1.84%
1200	Special Programs	14,885,799	14,219,962	(665,837)	-4.47%
1300	Vocational Education Programs	3,105,591	2,715,777	(389,814)	-12.55%
1400	Other Instructional Programs	94,390	88,035	(6,355)	-6.73%
1500	Nonpublic School Programs	4,500	6,000	1,500	33.33%
<u>Support Services</u>					
2100	Support Services - Students	4,513,101	4,651,902	138,801	3.08%
2200	Support Services - Instructional Staff	2,568,390	3,034,178	465,788	18.14%
2300	Support Services - Administration	4,567,800	4,570,026	2,226	0.05%
2400	Support Services - Pupil Health	960,785	988,678	27,893	2.90%
2500	Support Services - Business	894,637	931,577	36,940	4.13%
2600	Operations & Maintenance of Plant	4,082,555	4,125,271	42,716	1.05%
2700	Student Transportation Services	6,655,264	6,617,867	(37,397)	-0.56%
2800	Support Services - Central	1,971,229	2,161,150	189,921	9.63%
2900	Other Support Services	216,542	216,078	(464)	-0.21%
3200	Student Activities	1,347,589	1,389,556	41,967	3.11%
3300	Community Services	75,000	75,000	-	0.00%
3400	Scholarships and Awards	17,500	17,500	-	0.00%
5100	Debt Service	4,912,085	5,913,674	1,001,589	20.39%
5200	Fund Transfers	2,452,200	1,287,000	(1,165,200)	-47.52%
5900	Budgetary Reserve	975,000	980,000	5,000	0.51%
TOTAL		\$ 98,134,333	\$ 98,630,135	\$ 495,802	0.51%

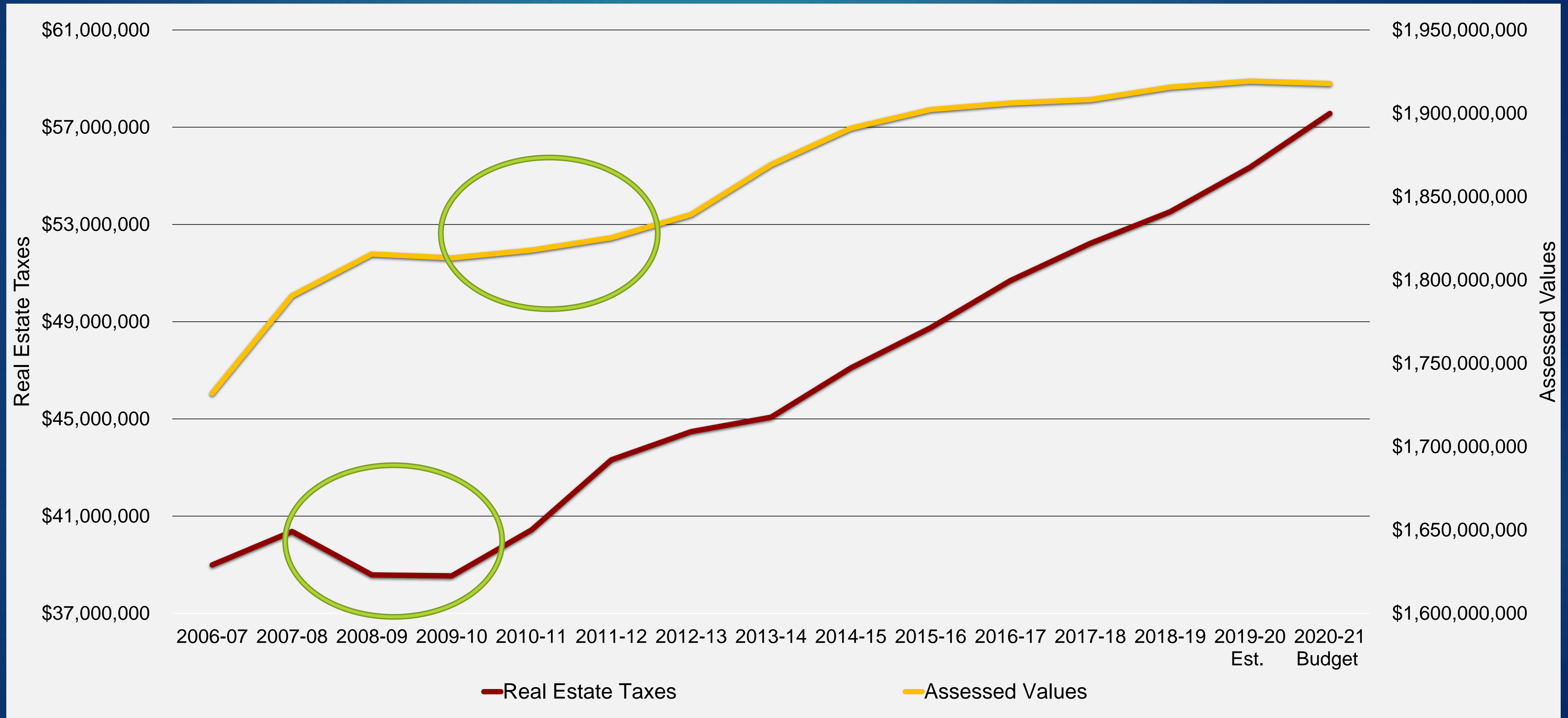
Comparison by Object	2019-20 Budget	2020-21 Budget	Variance	%
Object				
100 - Salaries	\$ 33,387,440	\$ 33,774,512	\$ 387,072	1.16%
200 - Benefits	21,658,178	22,319,762	661,584	3.05%
300 - Professional Services	10,031,333	9,431,341	(599,992)	-5.98%
400 - Repair/Maintenance/Rental	2,140,624	2,147,924	7,300	0.34%
500 - Transportation/Insurance/Tuition	19,402,289	19,359,282	(43,007)	-0.22%
600 - Supplies/Books/Software	2,618,569	2,854,665	236,096	9.02%
800 - Bond Interest/Dues/Fees	2,463,700	3,370,649	906,949	36.81%
900 - Bond Principal	3,005,000	3,105,000	100,000	3.33%
	<u>94,707,133</u>	<u>96,363,135</u>	<u>1,656,002</u>	<u>1.75%</u>
Other				
800 - Budgetary Reserve	975,000	980,000	5,000	0.51%
900 - Transfers	2,452,200	1,287,000	(1,165,200)	-47.52%
	<u>3,427,200</u>	<u>2,267,000</u>	<u>(1,160,200)</u>	<u>-33.85%</u>
Total General Fund Budget	<u><u>\$ 98,134,333</u></u>	<u><u>\$ 98,630,135</u></u>	<u><u>\$ 495,802</u></u>	<u><u>0.51%</u></u>

AVON GROVE SCHOOL DISTRICT 2020-21 BUDGET

MAJOR CHANGES

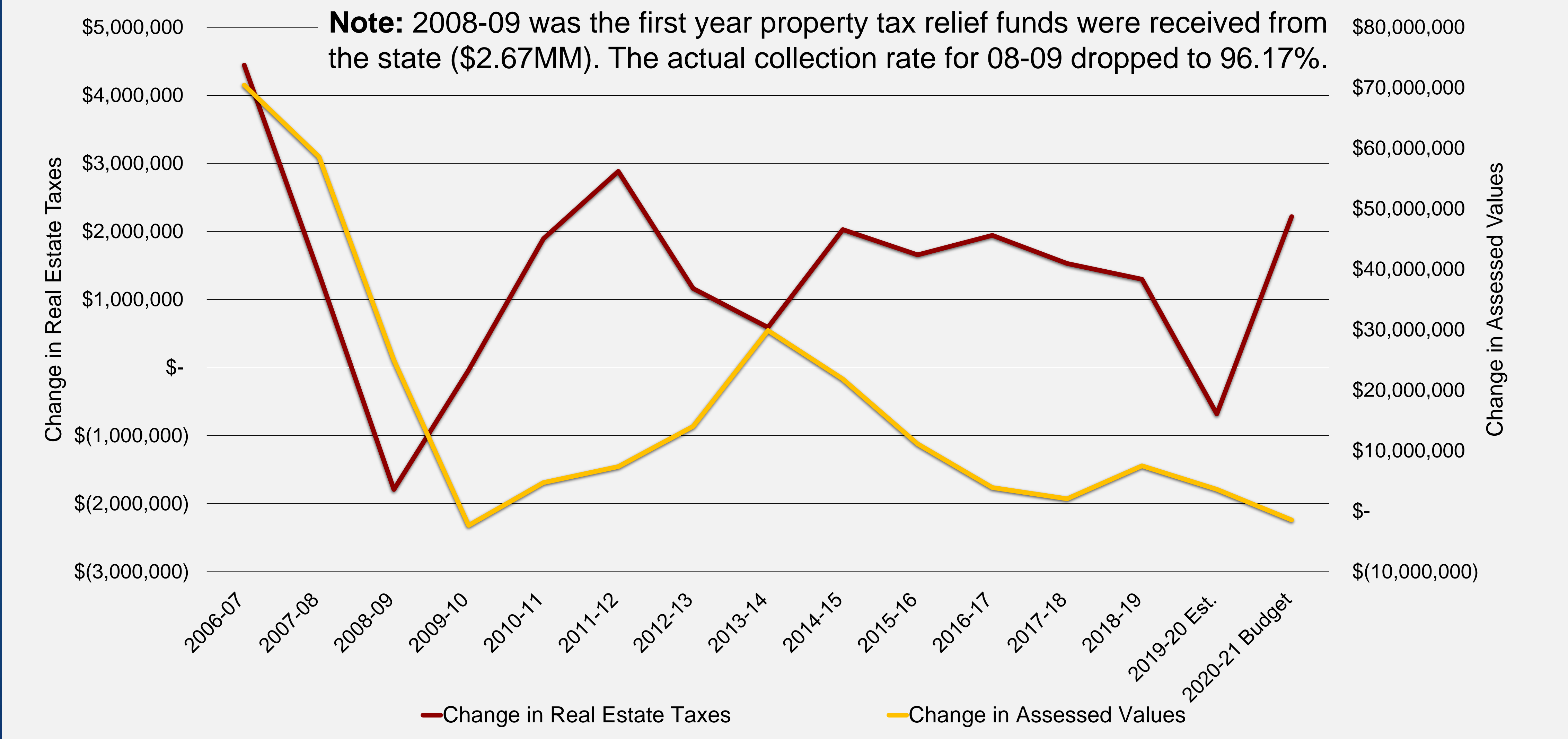
REAL ESTATE TAX COLLECTIONS AND ASSESSED VALUES

2006-07 – 2020-21



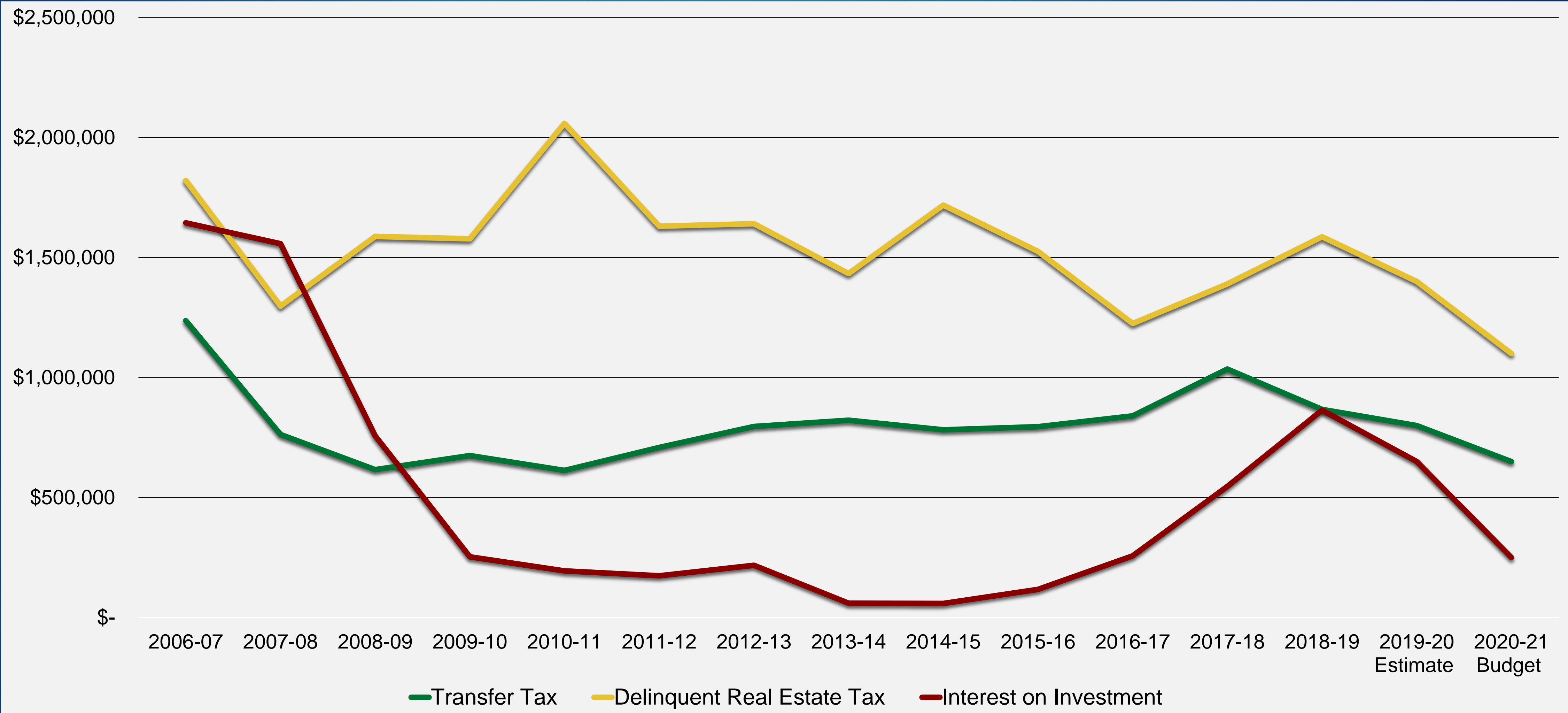
CHANGE IN COLLECTIONS AND ASSESSED VALUES

2006-07 – 2020-21



OTHER REVENUE TRENDS

2006-07 – 2020-21



REVENUE ADJUSTMENTS FROM APRIL PRESENTATION

	April Proposed Final Budget	Revisions	May Proposed Final Budget	Notes
6111 Real Estate Taxes	\$ 60,760,461	\$ (3,193,319)	\$ 57,567,142	Collection factor reduced to 96%
6112 Interim Taxes	285,000	(35,000)	250,000	Estimated based on effect of pandemic
6113 Public Utility Realty Tax (PURTA)	50,000		50,000	
6153 Real Estate Transfer Tax	700,000	(50,000)	650,000	Estimated based on effect of pandemic
6411 Delinquent Real Estate Tax	1,514,000	(414,000)	1,100,000	Estimated based on effect of pandemic
6510 Interest on Investments	250,000		250,000	
6700 Student Activity Revenues	640,200		640,200	
6800 CCIU Pass-through Funds (IDEA)	515,000		515,000	
6900 Other Local Revenues	250,000		250,000	
Total Local Revenues	64,964,661	(3,692,319)	61,272,342	
7110 Basic Education Subsidy	15,484,635		15,484,635	
7271 Special Education Subsidy	2,719,872		2,719,872	
7310 Transportation Subsidy	1,850,000	(100,000)	1,750,000	Reduced for estimated reduction in 2019-20 costs
7320 Rental & Sinking Fund Subsidy (PlanCon)	537,652		537,652	
7330 Health Services	103,000		103,000	
7340 Property Reduction (Homestead/Farmstead)	-	2,673,877	2,673,877	PDE notified districts of 20-21 allocations 05/01/20
7505 Ready to Learn Block Grant	754,726		754,726	
7599 Safety and Security Grant (PCCD)	40,000		40,000	
7810 Social Security Reimbursements	1,287,229		1,287,229	
7820 PSERS Reimbursements	5,837,161		5,837,161	
7000 Other State Revenues	22,000		22,000	
Total State Revenues	28,636,275	2,573,877	31,210,152	
8000 Total Federal Revenues	570,000	-	570,000	
TOTAL REVENUES	\$ 94,170,936	\$ (1,118,442)	\$ 93,052,494	

COLLECTION FACTOR ADJUSTMENT

	97% Collection	96% Collection
Assessed Value used for Budget	\$ 1,915,000,000	\$ 1,915,000,000
Proposed 2020-21 Millage Rate	32.71	32.71
Gross Real Estate Taxes at Face	\$ 62,639,650	\$ 62,639,649
Estimated Collection Factor	97.00%	96.00%
Estimated Real Estate Tax Revenue	<u>\$ 60,760,461</u>	<u>\$ 60,134,063</u>
Decrease in Estimated Revenue due to Decrease in Collection Factor		\$ 626,398

Note: amounts shown above exclude the Homestead/Farmstead allocation.

HOMESTEAD/FARMSTEAD ALLOCATION

- ▶ Homestead/Farmstead allocation received from the State on 05/01 - **\$2,673,877**
 - ▶ Shifted \$2,673,877 from 6111 Real Estate Taxes to 7340 Property Tax Reduction
 - ▶ Real Estate Tax line item increases \$106,956 due to the way Homestead/Farmstead relief is calculated in the 2028:

Assessed value of all properties	\$ 1,915,000,000
Millage Rate	32.71
Real Estate Taxes at Face Value	\$ 62,639,650
Less: Homestead/Farmstead Tax Relief	\$ (2,673,877)
Estimated Collection Factor	96%
Budgeted Real Estate Taxes	<u>\$ 57,567,142</u>

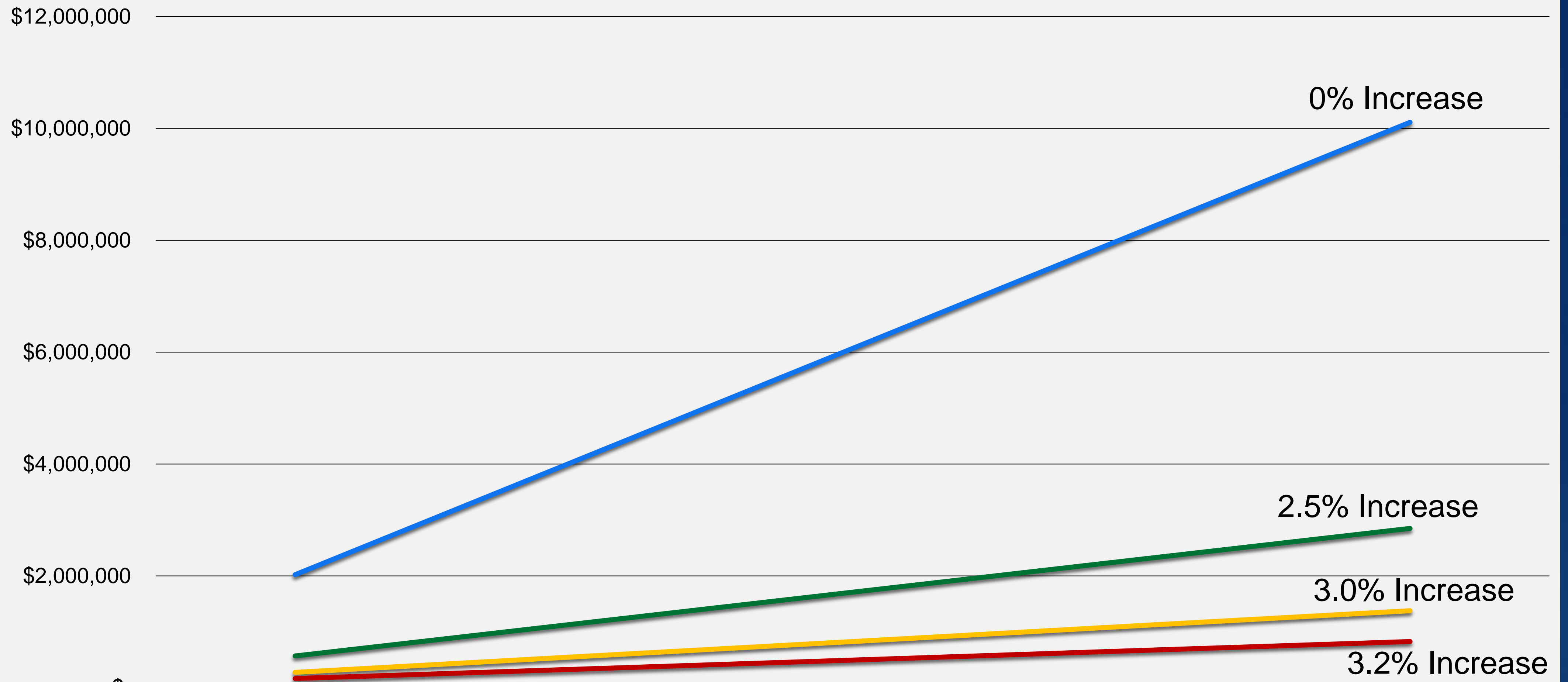
EFFECT OF TAX MILLAGE INCREASE – 97%

	Act 1 Index 3.50%	3.20%	3.00%	2.50%	0.00%
Assessed Value	\$ 1,915,000,000	\$ 1,915,000,000	\$ 1,915,000,000	\$ 1,915,000,000	\$ 1,915,000,000
2019-20 Millage Rate	31.61	31.61	31.61	31.61	31.61
Millage Increase	1.10	1.01	0.95	0.79	0.00
2020-21 Millage Rate	<u>32.71</u>	<u>32.62</u>	<u>32.56</u>	<u>32.40</u>	<u>31.61</u>
Real Estate Tax Revenue, Face	\$ 62,639,650	\$ 62,467,300	\$ 62,352,400	\$ 62,046,000	\$ 60,533,150
Less: Homestead/Farmstead	\$ (2,673,877)	\$ (2,673,877)	\$ (2,673,877)	\$ (2,673,877)	\$ (2,673,877)
Net Real Estate Tax Revenue, Face	\$ 59,965,773	\$ 59,793,423	\$ 59,678,523	\$ 59,372,123	\$ 57,859,273
Estimated Collection Factor	<u>97%</u>	<u>97%</u>	<u>97%</u>	<u>97%</u>	<u>97%</u>
Budgeted Real Estate Tax Revenue	<u>\$ 58,166,800</u>	<u>\$ 57,999,620</u>	<u>\$ 57,888,167</u>	<u>\$ 57,590,959</u>	<u>\$ 56,123,495</u>
Cumulative Revenue Decrease		\$ 167,180	\$ 278,633	\$ 575,841	\$ 2,043,305
Projected Use of Fund Balance at x% Millage Rate Increase	\$ 5,779,641	\$ 5,946,821	\$ 6,058,274	\$ 6,355,482	\$ 7,822,946

EFFECT OF TAX MILLAGE INCREASE – 96%

	Act 1 Index 3.50%	3.20%	3.00%	2.50%	0.00%
Assessed Value	\$ 1,915,000,000	\$ 1,915,000,000	\$ 1,915,000,000	\$ 1,915,000,000	\$ 1,915,000,000
2019-20 Millage Rate	31.61	31.61	31.61	31.61	31.61
Millage Increase	1.10	1.01	0.95	0.79	0.00
2020-21 Millage Rate	<u>32.71</u>	<u>32.62</u>	<u>32.56</u>	<u>32.40</u>	<u>31.61</u>
Real Estate Tax Revenue, Face	\$ 62,639,650	\$ 62,467,300	\$ 62,352,400	\$ 62,046,000	\$ 60,533,150
Less: Homestead/Farmstead	\$ (2,673,877)	\$ (2,673,877)	\$ (2,673,877)	\$ (2,673,877)	\$ (2,673,877)
Net Real Estate Tax Revenue, Face	\$ 59,965,773	\$ 59,793,423	\$ 59,678,523	\$ 59,372,123	\$ 57,859,273
Estimated Collection Factor	<u>96%</u>	<u>96%</u>	<u>96%</u>	<u>96%</u>	<u>96%</u>
Budgeted Real Estate Tax Revenue	<u>\$ 57,567,142</u>	<u>\$ 57,401,686</u>	<u>\$ 57,291,382</u>	<u>\$ 56,997,238</u>	<u>\$ 55,544,902</u>
Cumulative Revenue Decrease		\$ 165,456	\$ 275,760	\$ 569,904	\$ 2,022,240
Projected Use of Fund Balance at x% Millage Rate Increase	\$ 5,779,641	\$ 5,945,097	\$ 6,055,401	\$ 6,349,545	\$ 7,801,881

RAISING TAXES < ACT I – CUMULATIVE EFFECT (96%)



	2020-21	2021-22	2022-23	2023-24	2024-25
Revenue Loss - 0%	\$2,022,240	\$4,044,480	\$6,066,720	\$8,088,960	\$10,111,200
Revenue Loss - 2.5%	\$569,904	\$1,139,808	\$1,709,712	\$2,279,616	\$2,849,520
Revenue Loss - 3.0%	\$275,760	\$551,520	\$827,280	\$1,103,040	\$1,378,800
Revenue Loss - 3.2%	\$165,456	\$330,912	\$496,368	\$661,824	\$827,280

TRANSFER TO CAPITAL PROJECTS FUND

- ▶ Transfer to Capital Projects Fund reduced by \$475,000 to \$500,000
- ▶ Total transfer will consist of approximately ¼ of 1 mill + anticipated capital spending (700 objects)

Description	Amount
Annual transfer - 1/2 of one collected mill for long range plan projects	\$ 500,000
Anticipated Capital Spending:	
Furniture and equipment from AGI instructional allocation	30,000
Technology purchases (ChromeBooks, teacher laptops, computer labs, etc.)	630,000
Audio visual equipment upgrades and new charging towers	127,000
Total Transfer to Capital Projects Fund	\$ 1,287,000

ATTRITIONAL SAVINGS

- ▶ Attritional savings are based on currently known retirements and resignations effective at the end of 2019-20
- ▶ Total attritional savings are currently estimated at **\$275,000**, composed of:
 - ▶ Salary savings - \$176,591
 - ▶ Benefits savings - \$98,409
- ▶ Attritional savings estimates will be updated if/when additional retirement notifications are received

LEARNING SUPPORT SERVICES

- ▶ 55 – 60 students with IEPs attending TCHS receive itinerant learning support services from CCIU employees while at TCHS
- ▶ 2019-20 cost for one year of itinerant learning support services for one student = **\$3,586.92**
- ▶ Beginning with 2020-21, learning support services will be provided by AGSD staff members traveling to TCHS with students, eliminating the service charge from the CCIU
- ▶ Total estimated savings = **\$200,000**

2020-21 BUDGET CALENDAR



AVON GROVE SCHOOL DISTRICT 2020-21 BUDGET

QUESTIONS