

# 2025-26 Preliminary Budget

January 14, 2025



# CONTENT OVERVIEW

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Audited Financial Data

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# 2023-24 Financial Results

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# 2023-24 General Fund Results at a Glance

**\$112,309,597**

Total Revenues

**\$112,309,597**

Total Expenditures

**\$31,065,668**

Ending Fund Balance

**\$7,097,174**

Transfer to Capital Projects Fund



# 2023-24 Revenues

Revenues	Budget	Actual	Variance	% Var	Notes
Real estate taxes	\$ 63,516,919	\$ 65,555,877	\$ 2,038,958	3.21%	Recognized \$1.67MM from Jennersville Hospital tax appeal
Interim taxes	300,000	319,665	19,665	6.56%	
Real estate transfer taxes	900,000	964,577	64,577	7.18%	
Delinquent taxes	1,400,000	1,270,976	(129,024)	-9.22%	
Interest on investments	1,300,000	3,131,660	1,831,660	140.90%	Federal Reserve rate maintained at 5.5% for almost all of 2023-24
Student activity fees	445,200	754,286	309,086	69.43%	Student field trip fees highest post pandemic
Pass-through federal revenues	545,000	574,045	29,045	5.33%	
Other local revenues	445,354	423,354	(22,000)	-4.94%	
State revenues	35,525,833	37,908,795	2,382,962	6.71%	BEF, SEF, PlanCon, PSERS, and other subsidies higher than budget - see State Revenue Detail slide
Federal revenues	1,107,859	1,381,529	273,670	24.70%	Federal revenues fluctuate year to year based on actual spending
Other financing sources	-	24,833	24,833	N/A	
<b>Total Revenues</b>	<b>\$ 105,486,165</b>	<b>\$ 112,309,597</b>	<b>\$ 6,823,432</b>	<b>6.47%</b>	

# 2023-24 Real Estate Taxes

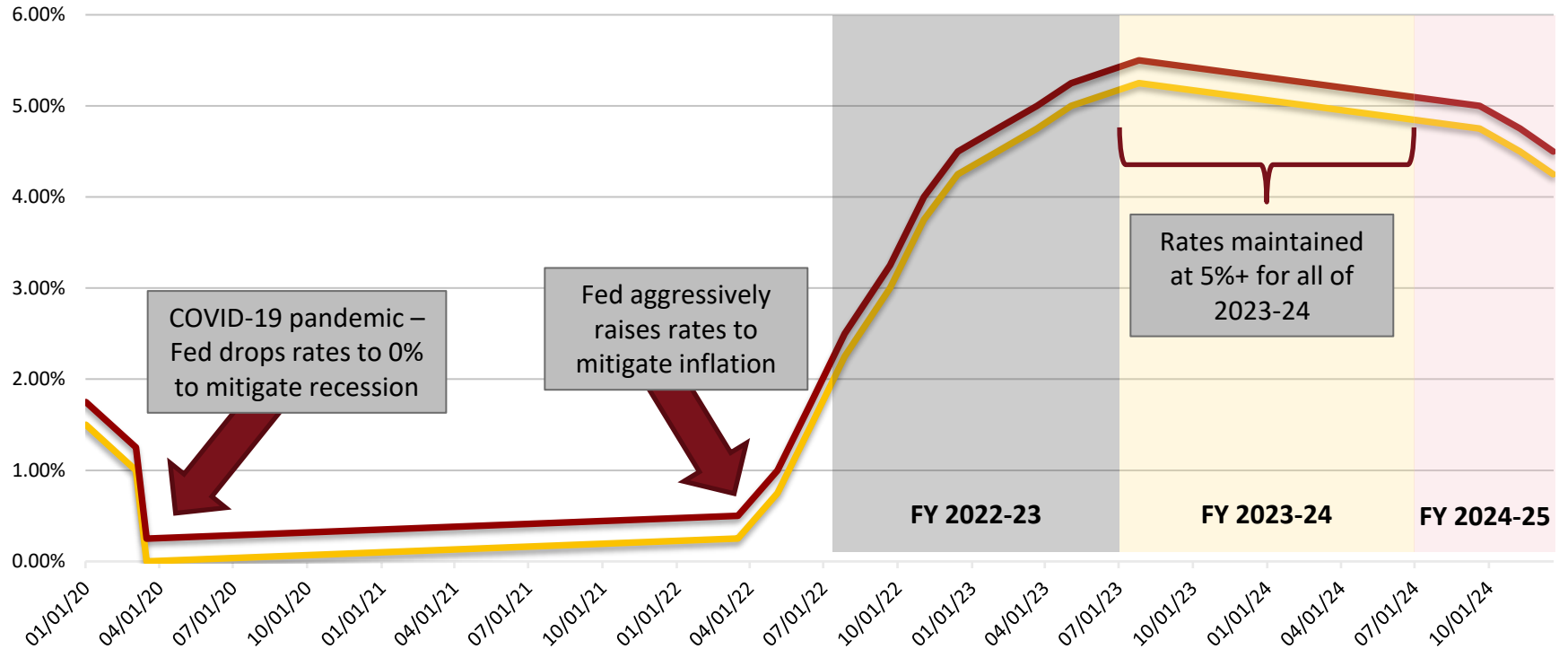
December 5, 2023 – Supreme Court of Pennsylvania **denied** Jennersville Hospital, LLC’s petition to appeal the lower court rulings that the Hospital did not qualify for tax-exempt status

Taxes received and paid under protest in prior years were then recognized as revenue in 2023-24

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>% Var</u>
Current year RE taxes	\$ 63,519,919	\$ 63,885,679	\$ 365,760	0.58%
Jennersville Hospital taxes paid in prior years:				
2018-19	-	396,081	396,081	N/A
2019-20	-	411,640	411,640	N/A
2020-21	-	425,964	425,964	N/A
2021-22	-	436,513	436,513	N/A
Total taxes paid in protest	-	1,670,198	1,670,198	N/A
Total RE Tax Revenue	<u>\$ 63,519,919</u>	<u>\$ 65,555,877</u>	<u>\$ 2,035,958</u>	<u>3.21%</u>



# Federal Funds Rate Changes



	01/01/20	03/03/20	03/16/20	03/17/22	05/05/22	06/16/22	07/27/22	09/21/22	11/02/22	12/14/22	02/01/23	03/22/23	05/03/23	07/26/23	09/19/24	11/08/24	12/19/24
Lower Bound	1.50%	1.00%	0.00%	0.25%	0.75%	1.50%	2.25%	3.00%	3.75%	4.25%	4.50%	4.75%	5.00%	5.25%	4.75%	4.50%	4.25%
Upper Bound	1.75%	1.25%	0.25%	0.50%	1.00%	1.75%	2.50%	3.25%	4.00%	4.50%	4.75%	5.00%	5.25%	5.50%	5.00%	4.75%	4.50%

Lower Bound Upper Bound

# 2023-24 State Revenue Detail

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>% Var</u>	<u>Notes</u>
<b>State Revenues Detail</b>					
Basic education subsidy	\$ 16,423,214	\$ 17,398,704	\$ 975,490	5.94%	BEF and SEF allocations increased at the State level over the prior year amount
Special education subsidy	3,120,352	3,428,496	308,144	9.88%	
Transportation subsidy	2,000,000	2,299,766	299,766	14.99%	Operating data for 2022-23 generated a higher 2023-24 subsidy than anticipated
PlanCon reimbursements	947,000	1,158,245	211,245	22.31%	CCIU PlanCon pass-through payments higher than budgeted
Health services	105,000	105,321	321	0.31%	
Property tax relief	3,370,140	3,370,140	-	0.00%	
Ready to Learn Block Grant	754,726	754,726	-	0.00%	
Social security reimbursement	1,600,000	1,627,275	27,275	1.70%	PSERS reimbursement higher than actual due to Act 29 ratio
Retirement reimbursement	7,000,000	7,401,131	401,131	5.73%	
Other state revenues	205,401	364,991	159,590	77.70%	PCCD Safety and Security grant
<b>Total Revenues</b>	<b>\$ 35,525,833</b>	<b>\$ 37,908,795</b>	<b>\$ 2,382,962</b>	<b>6.71%</b>	



# 2023-24 Expenditures

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>% Var</u>	<u>Notes</u>
<b>Expenditures</b>					
Salaries and wages	\$ 37,875,162	\$ 37,337,068	\$ 977,528	1.60%	Mid-year vacancies and turnover drove down salaries and benefits
Benefits	23,403,488	22,964,054			
Professional services	10,321,627	10,650,616	(328,989)	-3.19%	Special education services higher than budgeted based on student population
Custodial services	1,707,856	2,048,929	(341,073)	-19.97%	Custodial staffing increased to accommodate the increase in square footage from the renovated MS
Other facility services	1,051,229	1,153,709	(102,480)	-9.75%	Plumbing and other facilities repairs needed at a greater rate than expected
Transportation	7,096,809	6,863,951	232,858	3.28%	Transportation continues to operate with fewer routes and drivers due to driver shortage
Charter school tuition	10,750,000	9,451,466	1,298,534	12.08%	Favorable tuition costs based on student enrollment

# 2023-24 Expenditures

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>% Var</u>	<u>Notes</u>
<b>Expenditures (cont'd)</b>					
Other services	1,908,264	1,882,997	25,267	1.32%	
Supplies and materials	3,450,388	3,242,766	207,622	6.02%	
Capital purchases	-	81,118	(81,118)	N/A	
Other expenditures	527,439	655,624	(128,185)	-24.30%	Lease and software agreement payments reclassified to other expenditures due to GASB 87 & 96
Debt service	8,880,125	8,880,125	-	0.00%	
Transfer to Capital Projects Fund	1,766,360	7,097,174	(5,330,814)	-301.80%	Surplus transferred to the Capital Projects Fund for future improvements
Transfer to Food Service Fund	2,000	-	2,000	100.00%	
Budgetary reserve	1,100,000	-	1,100,000	100.00%	Budgetary reserve not utilized
<b>Total Expenditures</b>	<b><u><u>\$ 109,840,747</u></u></b>	<b><u><u>\$ 112,309,597</u></u></b>	<b><u><u>\$ (2,468,850)</u></u></b>	<b><u><u>-2.25%</u></u></b>	

# 2023-24 Ending Fund Balances

	General Fund	Capital Projects Fund:		Internal Service	Total
		LRP & Other	Construction		
<b>Nonspendable:</b>					
Prepaid expenditures	\$ 24,022	\$ -	\$ -	\$ -	\$ 24,022
<b>Restricted:</b>					
Capital projects	-	8,035,078	1,781,188	-	9,816,266
<b>Committed:</b>					
PSERS expenditures	5,998,719	-	-	-	5,998,719
<b>Assigned</b>	16,506,999	-	-	-	16,506,999
<b>Unassigned</b>	8,535,928	-	-	5,628,591	14,164,519
<b>Ending Fund Balances</b>	<b>31,065,668</b>	<b>8,035,078</b>	<b>1,781,188</b>	<b>5,628,591</b>	<b>46,510,525</b>
<b>Beginning Fund Balances</b>	<b>31,065,668</b>	<b>3,959,631</b>	<b>3,917,348</b>	<b>5,431,447</b>	<b>44,374,094</b>
<b>Change in Fund Balances</b>	<b>\$ -</b>	<b>\$ 4,075,447</b>	<b>\$ (2,136,160)</b>	<b>\$ 197,144</b>	<b>\$ 2,136,431</b>
<b>Fund Balance without Borrowing Proceeds</b>					<b>\$ 44,729,337</b>

# 2024-25 Year-to-Date

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# 2024-25 Local Revenues Update

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>% Var</u>	<u>Notes</u>
<b>Local Revenues</b>					
Real estate taxes	\$ 63,028,792	\$ 63,028,792	\$ -	0.00%	Final payments from Keystone not yet received - actual will be very close to budget
Interim taxes	300,000	300,000	-	0.00%	
Public utility realty tax	58,000	61,551	3,551	6.12%	
Real estate transfer taxes	900,000	900,000	-	0.00%	
Delinquent taxes	1,400,000	1,400,000	-	0.00%	
Interest on investments	2,000,000	2,500,000	500,000	25.00%	Budget anticipated more rate cuts than have been implemented to date Higher field trip payments and exam fees than anticipated (offset by related costs)
Student activity fees	460,200	707,592	247,392	53.76%	
Pass-through federal revenues	590,000	557,045	(32,955)	-5.59%	
Facility rental fees	60,000	90,000	30,000	50.00%	
Contributions and donations	60,000	60,000	-	0.00%	
Tuition payments	120,000	123,339	3,339	2.78%	
Services to other LEAs	54,059	54,059	-	0.00%	
Other local revenues	55,000	55,000	-	0.00%	
<b>Total Local Revenues</b>	<b>\$ 69,086,051</b>	<b>\$ 69,837,378</b>	<b>\$ 751,327</b>	<b>1.09%</b>	

# 2024-25 State Revenues Update

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>% Var</u>	<u>Notes</u>
<b>State Revenues</b>					
Basic education subsidy	\$ 17,399,000	\$ 17,837,540	\$ 438,540	2.52%	BEF and SEF are budgeted based on CY available amounts. State increased allocations in the 2024-25 budget
Special education subsidy	3,272,595	3,616,819	344,224	10.52%	
Transportation subsidy	2,200,000	2,372,487	172,487	7.84%	
PlanCon reimbursements	947,000	1,112,527	165,527	17.48%	
Health services	105,000	104,935	(65)	-0.06%	
Property tax relief	4,048,114	4,048,114	-	0.00%	
Ready to Learn Block Grant	754,726	2,724,542	1,969,816	261.00%	Adequacy Supplement included in RTLBG allocation
Social security reimbursement	1,650,000	1,650,000	-	0.00%	
Retirement reimbursement	7,350,000	7,350,000	-	0.00%	
Other state revenues	203,000	226,894	23,894	11.77%	
<b>Total State Revenues</b>	<b>\$ 37,929,435</b>	<b>\$ 41,043,858</b>	<b>\$ 3,114,423</b>	<b>8.21%</b>	

Ready to Learn Block Grant funds are being utilized to support **full-day kindergarten** teacher salaries and benefits (\$703,622), **instructional specialists** (\$984,800), and **ELL teacher** salaries and benefits (\$1,036,120)

# 2024-25 Expenditures Update

No significant variations between budget and actual to date

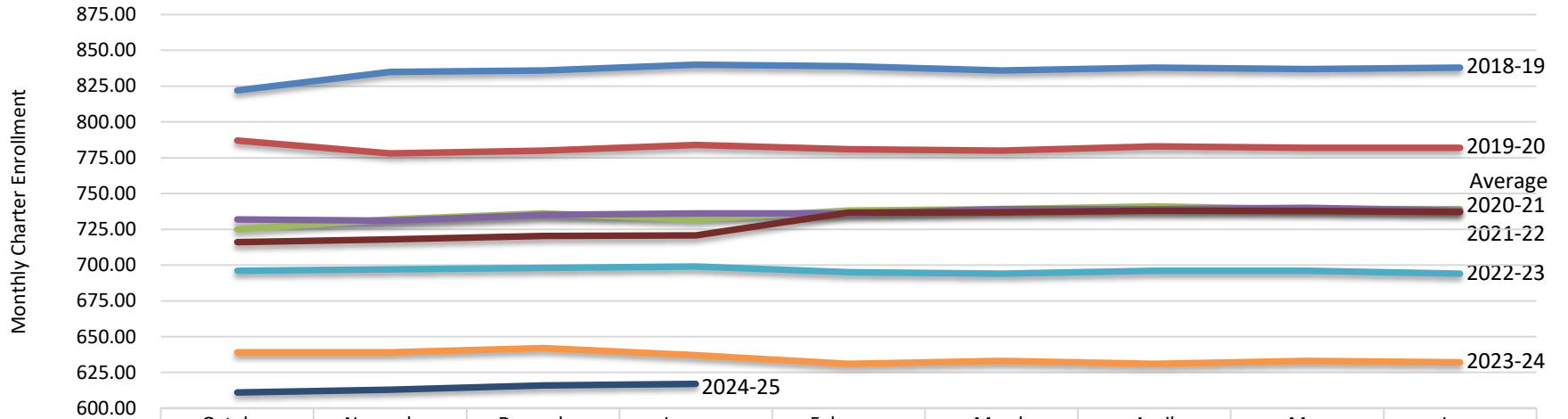
RTLBG Adequacy Supplement funds were used to offset planned costs included in the original budget

Charter tuition costs are trending slightly below budget based on enrollment and current invoices

Expenditure estimates will be updated as the year progresses – books do not close until August



# Monthly Charter Enrollment Trends



	October	November	December	January	February	March	April	May	June
2018-19	822.00	835.00	836.00	840.00	839.00	836.00	838.00	837.00	838.00
2019-20	787.00	778.00	780.00	784.00	781.00	780.00	783.00	782.00	782.00
2020-21	725.00	732.00	736.00	732.00	738.00	739.00	741.00	739.00	739.00
2021-22	732.00	731.00	735.00	736.00	736.00	739.00	739.00	740.00	738.00
2022-23	696.00	697.00	698.00	699.00	695.00	694.00	696.00	696.00	694.00
2023-24	639.00	639.00	642.00	637.00	631.00	633.00	631.00	633.00	632.00
2024-25	611.00	613.00	616.00	617.00					
Average	716.00	717.86	720.43	720.71	736.67	736.83	738.00	737.83	737.17

— 2018-19   
 — 2019-20   
 — 2020-21   
 — 2021-22   
 — 2022-23   
 — 2023-24   
 — 2024-25   
 — Average



# 2025-26 Preliminary Budget

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# 2025-26 Calendar & Decision Points



**November 21, 2024**

**Accelerated Budget Opt-Out Resolution Approved**



January 14, 2025

Budget Committee of the Whole – Preliminary Budget



February 11, 2025

Budget Committee of the Whole – Revenues Detail



March 11, 2025

Budget Committee of the Whole – Expenditures Detail



April 08, 2025

Budget Committee of the Whole – Capital Budget



**April 24, 2025**

**Board Meeting – Proposed Budget Final Adoption**



May 13, 2025

Budget Committee of the Whole – Work Session



**June 5, 2025**

**Board Meeting – Final Budget Adoption**

# Tax Increase - 3.00%

		2021 - 2022 Actual Revenue / Expenditures	2022 - 2023 Actual Revenue / Expenditures	2023 - 2024 Actual Revenue / Expenditures	2024 - 2025 Final Budget Revenue / Expenditures	2024 - 2025 Estimated Revenue / Expenditures	2025 - 2026 Prelim Budget Revenue / Expenditures	\$ Budget / Budget Increase / Decrease	% Budget / Budget Increase / Decrease
SUMMARY									
<b>FUND BALANCE APPROPRIATION</b>		\$ -	\$ -	\$ -	\$ 7,006,999	\$ 1,747,273	\$ 8,062,720	\$ 1,055,721	15.07%
6000	REVENUE FROM LOCAL SOURCES	\$ 64,607,287	\$ 68,322,961	\$ 72,994,441	\$ 69,086,051	\$ 69,837,378	\$ 75,053,379	\$ 5,967,328	8.64%
7000	REVENUE FROM STATE SOURCES	\$ 34,227,481	\$ 35,971,340	\$ 37,908,795	\$ 37,929,435	\$ 41,043,858	\$ 37,170,079	\$ (759,356)	-2.00%
8000	REVENUE FROM FEDERAL SOURCES	\$ 3,802,262	\$ 2,760,010	\$ 1,381,529	\$ 1,126,166	\$ 1,266,434	\$ 1,207,304	\$ 81,138	7.20%
9000	REVENUE FROM OTHER SOURCES	\$ 84,742	\$ 222,371	\$ 24,832	\$ -	\$ -	\$ -	\$ -	
<b>TOTAL REVENUES</b>		\$102,721,772	\$ 107,276,682	\$ 112,309,597	\$ 115,148,651	\$ 113,894,943	\$ 121,493,482	\$ 6,344,831	5.51%
<b>TOTAL EXPENDITURES</b>		\$ 90,926,972	\$ 92,408,062	\$ 96,188,657	\$ 102,063,110	\$ 102,009,402	\$ 108,366,033	\$ 6,302,923	6.18%
<b>TOTAL OTHER FINANCING USES</b>		\$ 8,100,979	\$ 10,667,813	\$ 16,120,940	\$ 13,085,541	\$ 11,885,541	\$ 13,127,449	\$ 41,908	0.32%
<b>TOTAL EXP &amp; OTHER FINANCING USES</b>		\$ 99,027,950	\$ 103,075,876	\$ 112,309,597	\$ 115,148,651	\$ 113,894,943	\$ 121,493,482	\$ 6,344,831	5.51%
<b>REVENUE OVER (UNDER) EXPENDITURE</b>		\$ 3,693,822	\$ 4,200,806	\$ -	\$ -	\$ -	\$ -	\$ -	
<b>CHESTER COUNTY MILLAGE</b>		33.52	34.10	34.95	34.95	34.95	36.00		
<b>MILLAGE INCREASE</b>		2.48%	1.73%	2.49%	0.00%	0.00%	3.00%		
<b>ACT 1 INDEX</b>		4.00%	4.50%	5.40%	5.40%	5.40%	5.30%		

**Use of Fund Balance Notes:**

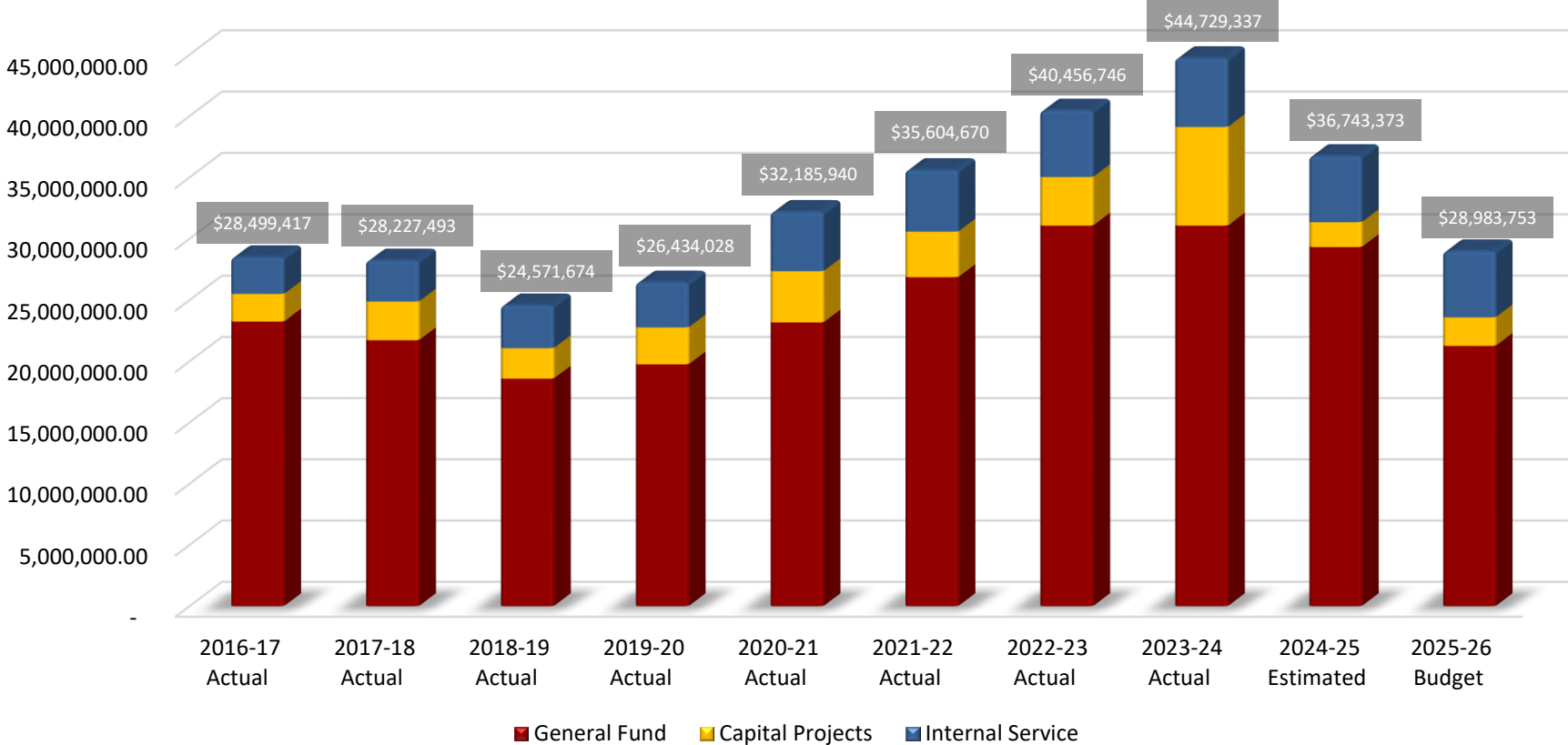
<b>Budgetary Reserve</b>	\$ -	\$ -	\$ -	\$ 1,200,000	\$ -	\$ 1,225,000
<b>Transfer to Capital Projects</b>	\$ -	\$ -	\$ -	\$ 2,904,512	\$ 705,958	\$ 2,877,662
<b>PSERS Draw Down (Committed Fund Balance)</b>	\$ -	\$ -	\$ -	\$ 1,041,314	\$ 1,041,315	\$ 1,122,381
<b>General Ops Usage (Unassigned Fund Balance)</b>	\$ -	\$ -	\$ -	\$ 1,861,173	\$ -	\$ 2,837,677

# Fund Balances

**Tax Increase - 3.00%**

SUMMARY	2021 - 2022 Actual	2022 - 2023 Actual	2023 - 2024 Actual	2024 - 2025 Budget	2024 - 2025 Estimate	2025 - 2026 Preliminary Budget
<b>FUND BALANCE SUMMARY</b>						
<i>General Fund</i>	\$ 26,864,862	\$ 31,065,668	\$ 31,065,668	\$ 24,058,668	\$ 29,318,395	\$ 21,255,675
<i>Capital Projects Fund</i>	\$ 3,709,817	\$ 3,959,631	\$ 8,035,078	\$ 3,227,405	\$ 2,025,078	\$ 2,328,078
<i>Internal Service Fund</i>	\$ 5,029,991	\$ 5,431,447	\$ 5,628,591	\$ 5,431,447	\$ 5,400,000	\$ 5,400,000
<b>Totals</b>	<b>\$ 35,604,670</b>	<b>\$ 40,456,746</b>	<b>\$ 44,729,337</b>	<b>\$ 32,717,520</b>	<b>\$ 36,743,473</b>	<b>\$ 28,983,753</b>
<b>Change</b>	<b>\$ 3,418,730</b>	<b>\$ 4,852,076</b>	<b>\$ 4,272,591</b>	<b>\$ (12,011,817)</b>	<b>\$ (7,985,864)</b>	<b>\$ (7,759,720)</b>

# Ten-Year Fund Balance Trend



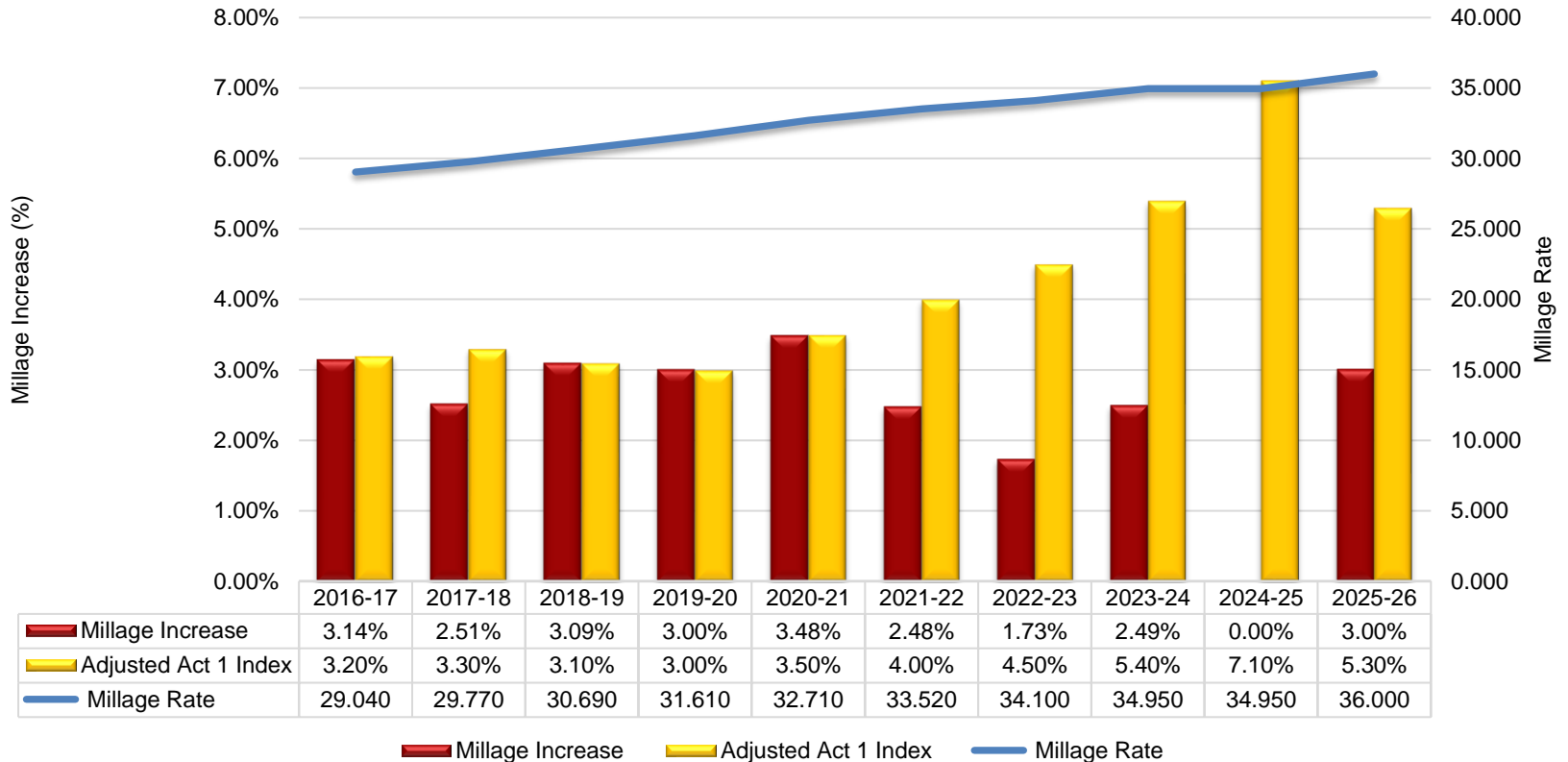
## TAX INCREASE - 3.00%

Revenues	2024-25 Budget	2025-26 Budget	Variance	% Var	Notes
Local Revenues:					
Property Taxes	\$ 63,328,792	\$ 69,651,120	\$ 6,322,328	9.98%	Homestead/Farmstead TBD
Other Taxes	2,358,000	2,258,000	(100,000)	-4.24%	
Other Local Revenues	3,399,259	3,144,259	(255,000)	-7.50%	Interest on investment estimate decreased \$500,000
State Revenues	37,929,435	37,170,079	(759,356)	-2.00%	Homestead/Farmstead TBD. BEF, SEF, and RTLBG are based on 2024-25 actuals
Federal Revenues	1,126,166	1,207,304	81,138	7.20%	
<b>Total Revenues</b>	<b>108,141,652</b>	<b>113,430,762</b>	<b>5,289,110</b>	<b>4.89%</b>	
<b>Expenditures</b>					
Salaries	39,969,079	41,887,131	1,918,052	4.80%	Contracted increase based on labor agreements
Benefits:					
PSERS	13,444,940	14,155,936	710,996	5.29%	PSERS rate increased to 34.00%, plus increase in salaries
Medical Insurance	7,137,370	8,215,708	1,078,338	15.11%	Medical costs increasing significantly based on trend lines
Other Benefits	3,918,415	4,081,668	163,253	4.17%	
Professional Services:					
Occupational Education (Vo-Tech)	2,809,631	2,962,135	152,504	5.43%	Average FTE count increased 1.7 students
Pupil Services	5,288,665	5,726,000	437,335	8.27%	Services based on student population and needs
Other Professional Services	2,993,330	3,214,119	220,789	7.38%	
Repairs/Maintenance/Rentals	3,104,604	3,082,779	(21,825)	-0.70%	
Transportation	7,209,856	7,607,514	397,658	5.52%	Contracted rate increases and planned operations
Charter School Tuition	9,750,000	9,900,000	150,000	1.54%	
Other Services	2,233,423	2,436,945	203,522	9.11%	
Supplies/Books/Software/Fuel/Utilities	3,672,404	4,522,478	850,074	23.15%	Combined increase in utility costs and curriculum costs
Dues, Fees, Field Trips, and Other Expenses	636,422	720,232	83,810	13.17%	
Debt Service - Principal and Interest	8,876,000	8,878,175	2,175	0.02%	
<b>Total Expenditures</b>	<b>111,044,139</b>	<b>117,390,820</b>	<b>6,346,681</b>	<b>5.72%</b>	
<b>Other Financing Uses</b>					
Budgetary Reserve	1,200,000	1,225,000	25,000	2.08%	
Transfers to Other Funds	2,904,512	2,877,662	(26,850)	-0.92%	\$1,900,000 + planned furniture/equipment purchases
<b>Total Other Financing Uses</b>	<b>4,104,512</b>	<b>4,102,662</b>	<b>(1,850)</b>	<b>-0.05%</b>	
<b>Total Expenditures &amp; Other Financing Uses</b>	<b>115,148,651</b>	<b>121,493,482</b>	<b>6,344,831</b>	<b>5.51%</b>	
<b>Fund Balance Appropriation</b>	<b>\$ (7,006,999)</b>	<b>\$ (8,062,720)</b>	<b>\$ (1,055,721)</b>	<b>15.07%</b>	

# Act 1 Index Revenues

**2025-26 Act 1 Index**

Base Index 4.0%  
Adjusted Index 5.3%



# Millage Rates and Use of Fund Balance

## The Impact of Raising Taxes

Tax Increase	Millage Rate	Tax Revenue	Total Use of Fund Balance	Use of Fund Balance Allocated To:			
				Budgetary Reserve	Capital Transfer	PSERS Drawdown	Unassigned Fund Balance
0.00%	34.95	67,328,379	10,085,461	1,225,000	2,877,662	1,122,381	4,860,418
0.50%	35.12	67,655,870	9,757,970	1,225,000	2,877,662	1,122,381	4,532,927
1.00%	35.29	67,983,362	9,430,478	1,225,000	2,877,662	1,122,381	4,205,435
1.50%	35.47	68,330,117	9,083,723	1,225,000	2,877,662	1,122,381	3,858,680
2.00%	35.64	68,657,609	8,756,231	1,225,000	2,877,662	1,122,381	3,531,188
2.50%	35.82	69,004,364	8,409,476	1,225,000	2,877,662	1,122,381	3,184,433
3.00%	36.00	69,351,120	8,062,720	1,225,000	2,877,662	1,122,381	2,837,677
3.50%	36.17	69,678,611	7,735,229	1,225,000	2,877,662	1,122,381	2,510,186
4.00%	36.34	70,006,103	7,407,737	1,225,000	2,877,662	1,122,381	2,182,694
4.50%	36.52	70,352,858	7,060,982	1,225,000	2,877,662	1,122,381	1,835,939
5.00%	36.69	70,680,350	6,733,490	1,225,000	2,877,662	1,122,381	1,508,447
5.30%	36.80	70,892,256	6,521,584	1,225,000	2,877,662	1,122,381	1,296,541



# 2025-26 Major Cost Drivers

## COST AREAS

Salaries and wages	\$ 1,918,152
Medical insurance	\$ 1,078,338
FICA and PSERS contributions	\$ 857,375
Professional services	\$ 810,628
Transportation	\$ 397,658
General and technology supplies	\$ 335,409
Utilities	\$ 305,949
Books and other curricular materials	\$ 199,727
Charter tuition	\$ 150,000
<b>TOTAL MAJOR INCREASES</b>	<b>\$ 6,053,236</b>
<b>TOTAL BUDGET INCREASE</b>	<b>\$ 6,344,831</b>

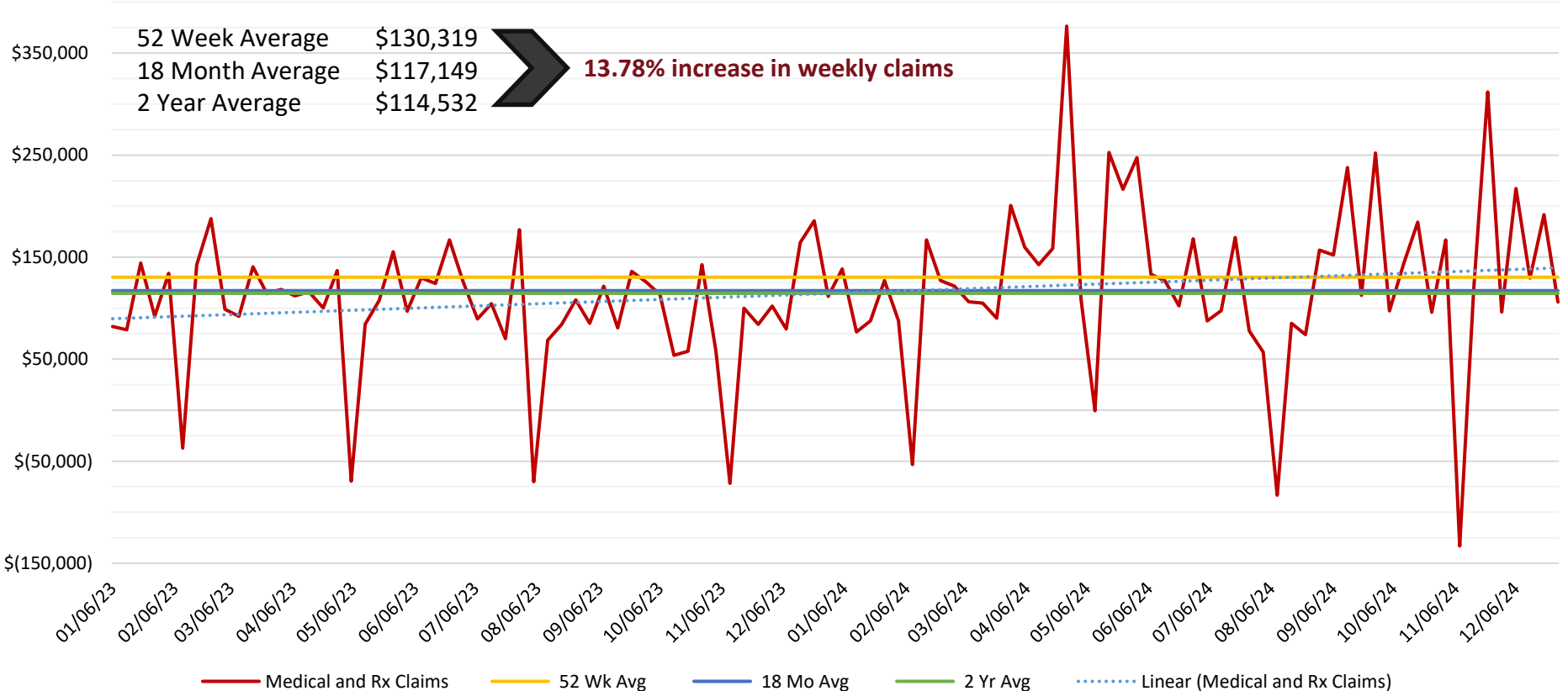
Personnel costs account for **\$3,870,640**, or **61%** of the total budget increase from 2024-25 to 2025-26

New positions are still being evaluated in the context of the total budget

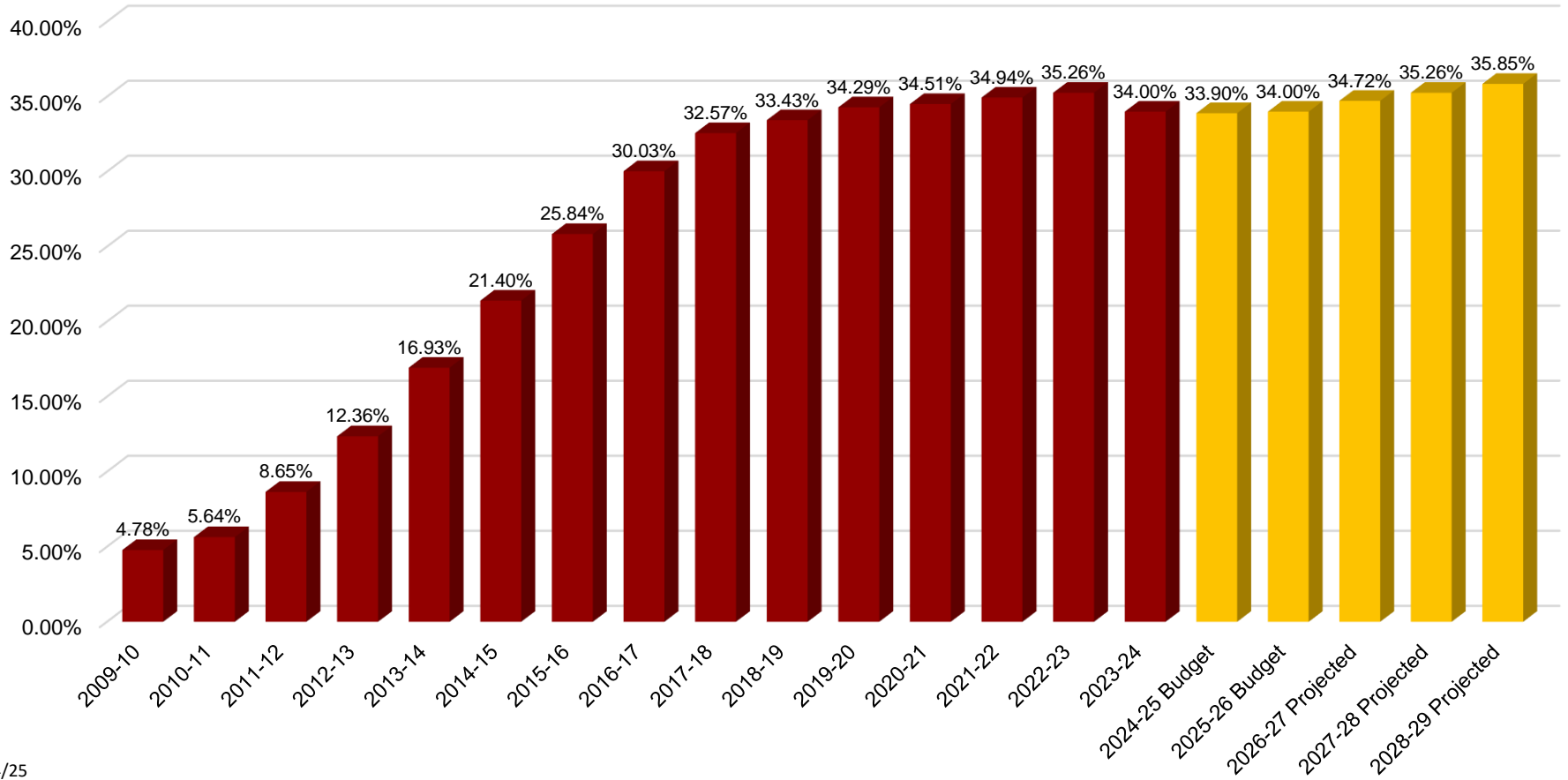
Personnel costs will be discussed in detail as part of the Human Resources budget presentation in April

# Medical Insurance Claims

## 2-Year Trend Data (January 2023 – December 2024)



# PSERS Employer Contribution Rates



# Notes on the PSERS Contribution Rate

## Fiscal Year 2025-2026 Employer Contribution Rate

On December 20, 2024, the PSERS Board of Trustees certified an employer contribution rate of 34.00% for fiscal year (FY) 2025-2026, which begins July 1, 2025. The 34.00% rate is composed of a 0.62% rate for health insurance premium assistance, 0.42% for Act 5 Defined Contribution, and a pension rate of 32.96%. **Over 80% of the employer pension contribution rate is for the payment of unfunded liability, which is primarily debt for past service already earned by members.**

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## Investment Returns

**PSERS' rate of return for fiscal year ended June 30, 2024 was 8.14%.** The Fund had total net assets of \$77.4 billion at June 30, 2024.

# Professional Services

Function	Object	Description	2024-25 Budget	2025-26 Budget	Change	%
1110	329	Substitutes	\$ 714,300	\$ 805,000	\$ 90,700	12.70%
1200	300	Special education	5,288,665	5,726,000	437,335	8.27%
1390	322	Occupational education	2,809,631	2,962,135	152,504	5.43%
2122	330	Mental health/counseling	374,000	378,500	4,500	1.20%
2270	360	Professional development	158,268	178,988	20,720	13.09%
2330	310	Tax collection commissions	119,000	119,000	-	0.00%
2350	330	Legal and accounting	255,000	253,000	(2,000)	-0.78%
2660	350	Contracted security	452,527	474,925	22,398	4.95%
2818	348	Technology services	162,224	188,619	26,395	16.27%
3250	330	Game officials	79,876	84,005	4,129	5.17%
		Other professional services	678,135	732,082	53,947	7.96%
<b>Total Professional Services</b>			<b>\$ 11,091,626</b>	<b>\$ 11,902,254</b>	<b>\$ 810,628</b>	<b>7.31%</b>

Total increase in substitutes, special education services, and occupational education - **\$680,539**

# Questions?

