



2023-24 Budget – Informational Update

May 9, 2023
Presented By: Chief Financial Officer



Agenda

- District Overview
- Charter School Costs
- PSERS Rate History and Future Projections
- 2023-24 Act 1 Index
- 2023-24 Real Estate Tax Increase Scenarios
- 2023-24 Budgeted Revenues and Expenditures
 - Building Budgets
 - Non-mandated expenditures
- Budgetary Uncertainties
- 2023-24 Key Budgetary Dates
- Closing Comments



District Overview

- Schools
 - 6 Elementary Schools – 2,794 Students
 - 2 Middle Schools – 1,579 Students
 - 1 High School – 2,087 Students
 - Total Students in our buildings: 6,460
- Additional Students
 - Pre-K – 48 students
 - Homeschool – 318 students
 - Virtual Academy – 71 students
- Total students educated: 6,897
 - Includes 1,538 special education students
 - Approximately 105 receive services outside of the district

** Number of students as of October 1 enrollment*



District Overview

- Personnel
 - Professional Staff – 467
 - Long-Term Substitutes – 11
 - Support Staff (Full Time / 12-month) – 95
 - Support Staff (Part Time) – 85
 - Administrators – 31
 - Support Supervisory - 9
- Other Service Providers
 - Kelly Services
 - CCRES
 - Mental Health and Special Education Support Services
 - Security

Charter School Costs – Current Enrollment

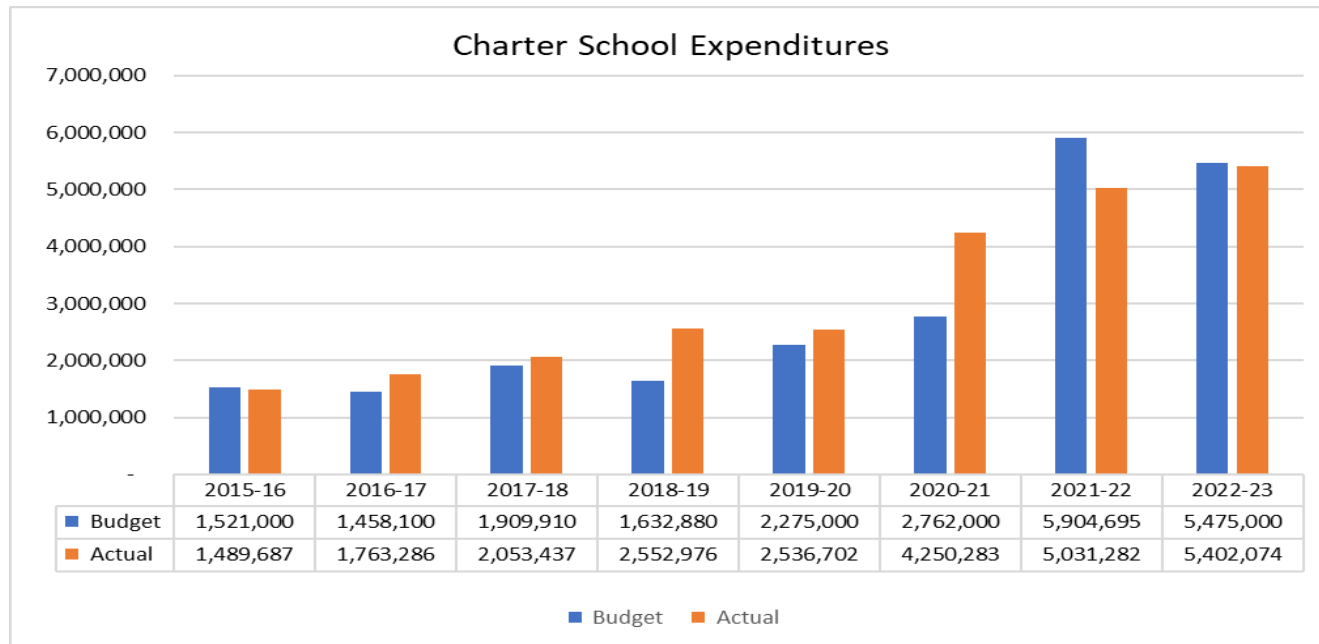
Regular Education

- 200 Students
- \$2,397,588 projected 2022-23 cost

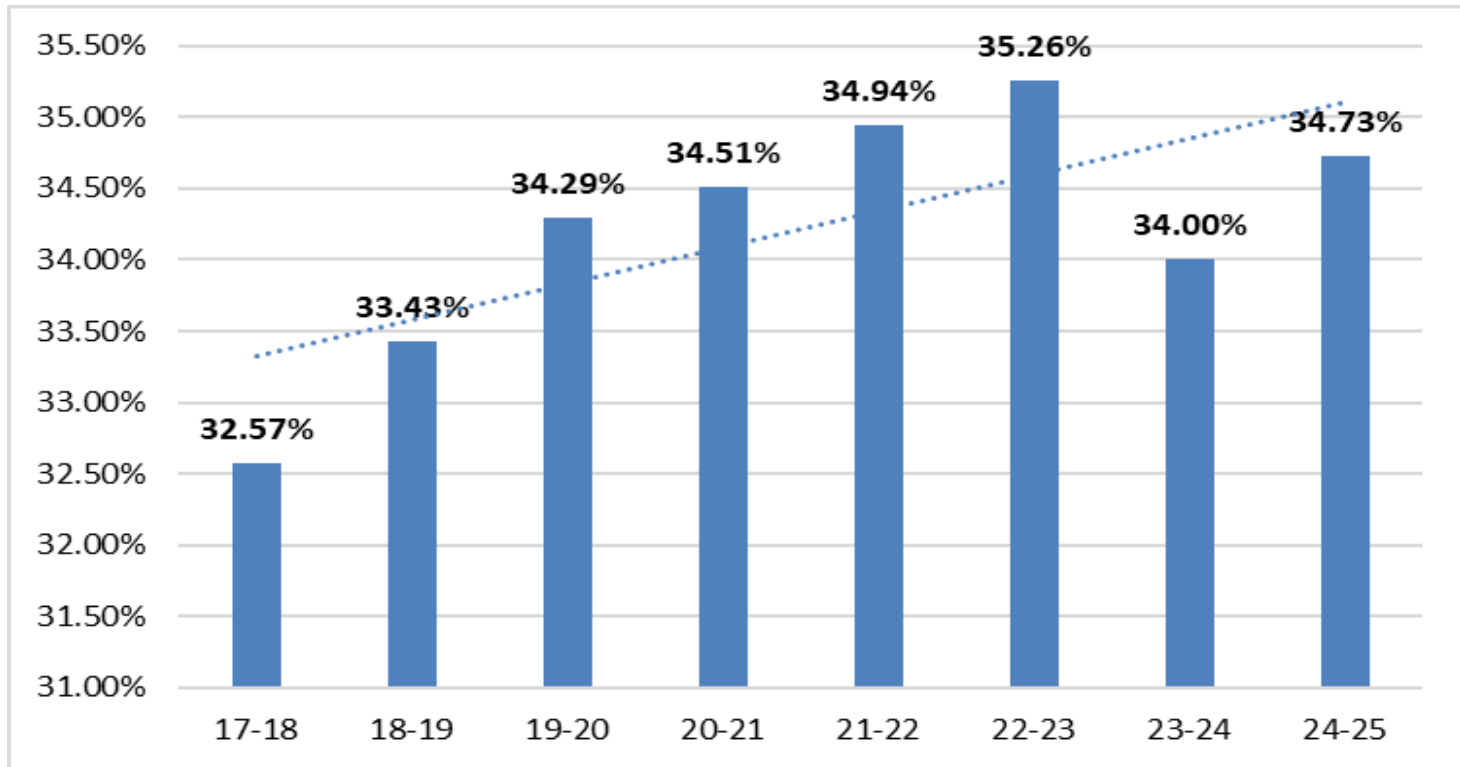
Special Education

- 84 Students
- \$3,004,486 projected 2022-23 cost

Total 2022-23 Projected Cost: \$5,402,074



PSERS Rate History & Future Projections





Act 1

- Act 1 – what is Act 1?
 - Established in June 2006 and modified under Act 25 of 2011
 - Limits a school district’s ability to increase taxes without a voter referendum or other exception
 - A district can raise taxes no more than their Adjusted Index
 - To raise taxes above the index voters would need to approve or the district would need to be eligible for exceptions
 - Allows a district to pass a resolution each budget year agreeing not to raise taxes above their adjusted index
 - *427 out of 500 PA school districts adopted this “Act 1 Resolution” for the 2021-22 budget year*

Act 1 Index 2023-24

- Boyertown's Adjusted Index: 5.0%
- Adjusted Index history:

	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16
Boyertown Adjusted Index	5.0%	4.2%	3.7%	3.2%	2.8%	2.9%	3.1%	2.9%	2.3%
Statewide Base Index	4.1%	3.4%	3.0%	2.6%	2.3%	2.4%	2.5%	2.4%	1.9%
Increase above Statewide Index	0.9%	0.8%	0.7%	0.6%	0.5%	0.5%	0.6%	0.5%	0.4%



2023-24 Real Estate Tax Increase Scenarios & Impact on Fund Balance

- 2022-23 Millage Rate: 29.917
- 2023-24 Tax Increase Scenarios:

% Increase	Millage Rate	Real Estate Tax Revenue	Budget Deficit
0%	29.917	81,175,204	4,261,093
1%	30.216	81,986,495	3,449,803
2%	30.515	82,797,786	2,638,512
3%	30.814	83,609,077	1,827,221
4%	31.113	84,420,367	1,015,930
5%	31.412	85,231,658	204,639



2023-24 Budget Projections

	2023-24 Budget
Local	95,759,039
State	39,060,785
Federal	2,520,000
Total Budgeted Revenue	<u>137,339,824</u>
Salaries	55,042,263
Benefits	37,806,012
Contracted & Purchased Services	32,191,661
Supplies	5,926,513
Property, Debt Service & Fund Transfers	8,200,596
Total Budgeted Expenditures	<u>139,167,045</u>
Projected Use of Fund Balance	(1,827,221)

**Assumes a 3% Tax Increase*

**A 5% Tax Increase would decrease fund balance usage to \$207,353*



Building Budgets

School	2023-24	2022-23	2021-22
Boyertown	82,837.50	75,200.00	65,875.00
Colebrookdale	31,875.00	34,250.00	29,950.00
Earl	35,925.00	34,300.00	32,925.00
Gilbertsville	65,725.00	67,850.00	74,875.00
New Hanover Upper Frederick	71,075.00	74,587.50	69,325.00
Washington	58,912.50	56,475.00	45,875.00
Middle School East	135,680.00	140,320.00	130,000.00
Middle School West	116,160.00	110,400.00	106,080.00
High School	438,700.00	431,525.00	396,265.00
Total	1,036,890.00	1,024,907.50	951,170.00



Non-mandated Expenditures

"The levers the district can pull to decrease expenditures"

Kindergarten:	\$1,070,454
Family & Consumer Science:	297,852
Transportation:	4,650,000
Co Curricular:	<u>1,548,330</u>
Total non-mandated expenditures:	\$7,566,636

**** The Administration is not recommending the elimination of any programs in the 2023-24 budget*



2023-24 Budgetary Uncertainties

- State Funding
 - Governor's Proposed Funding
 - Regular Education: \$18,782,550
 - Special Education: \$4,964,314
- BAEA Contract Negotiations
 - Ongoing, salary and benefit costs to be determined



Revisit 2023-24 Real Estate Tax Increase Scenarios & Impact on Fund Balance

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- Mandated expenditure of cyber charter costs exceeds \$4.9 Million, what could help solve budget deficits:
 - Cyber charter reform
 - Enrollment in BASD's virtual academy



2023-2024 Key Budgetary Dates

Adopt Proposed Final Budget by May 23, 2023



Adopt Final Budget by June 27, 2023





THANK YOU