

SOLANCO SCHOOL DISTRICT
2019-2020 PROPOSED
PRELIMINARY ADOPTION
GENERAL FUND BUDGET

FEBRUARY 4, 2019

▶ REAL ESTATE TAXES

- ▶ Assessment Growth – \$ unknown
- ▶ County's Computer System - Output Unreliable
- ▶ Proposed Millage Rate 10.8466
- ▶ Tax Bill Increase of \$38.76 per \$100,000 Assessed Value

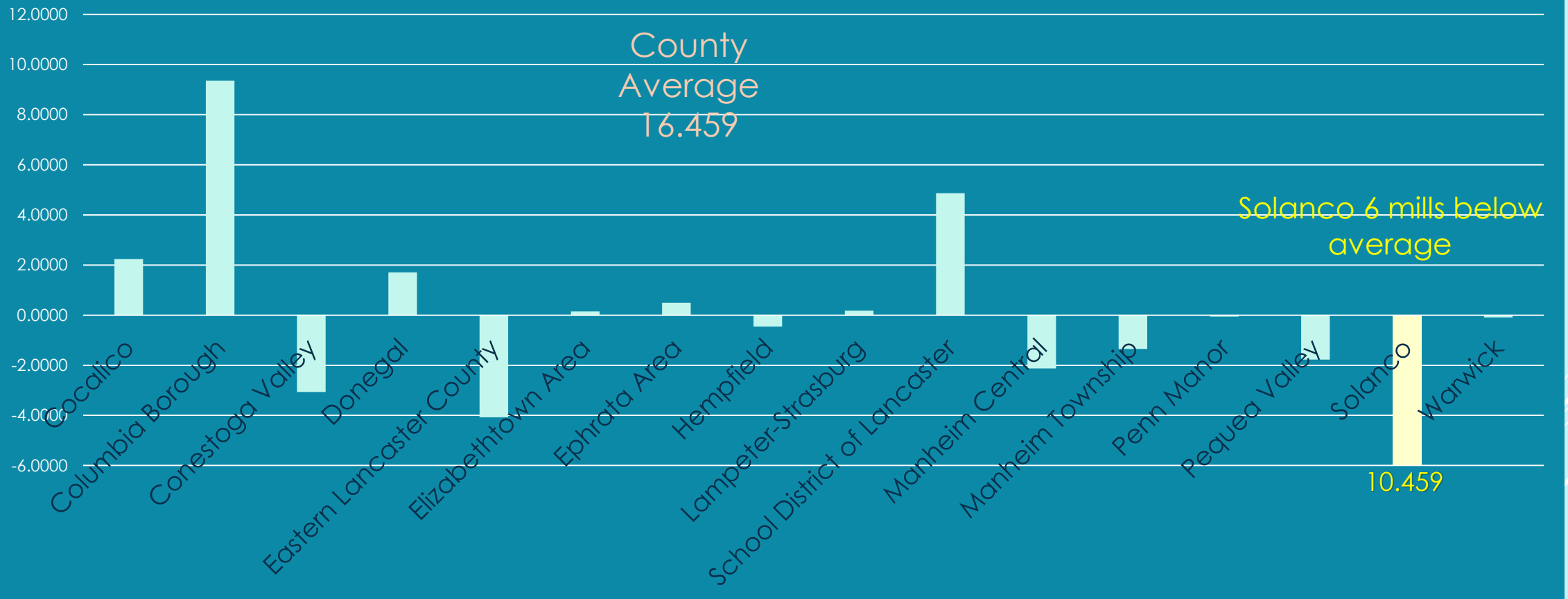
▶ SPECIAL EDUCATION EXCEPTION

- ▶ \$250,000 or 0.1052 mills (1.0% of proposed millage rate)

▶ EARNED INCOME TAX

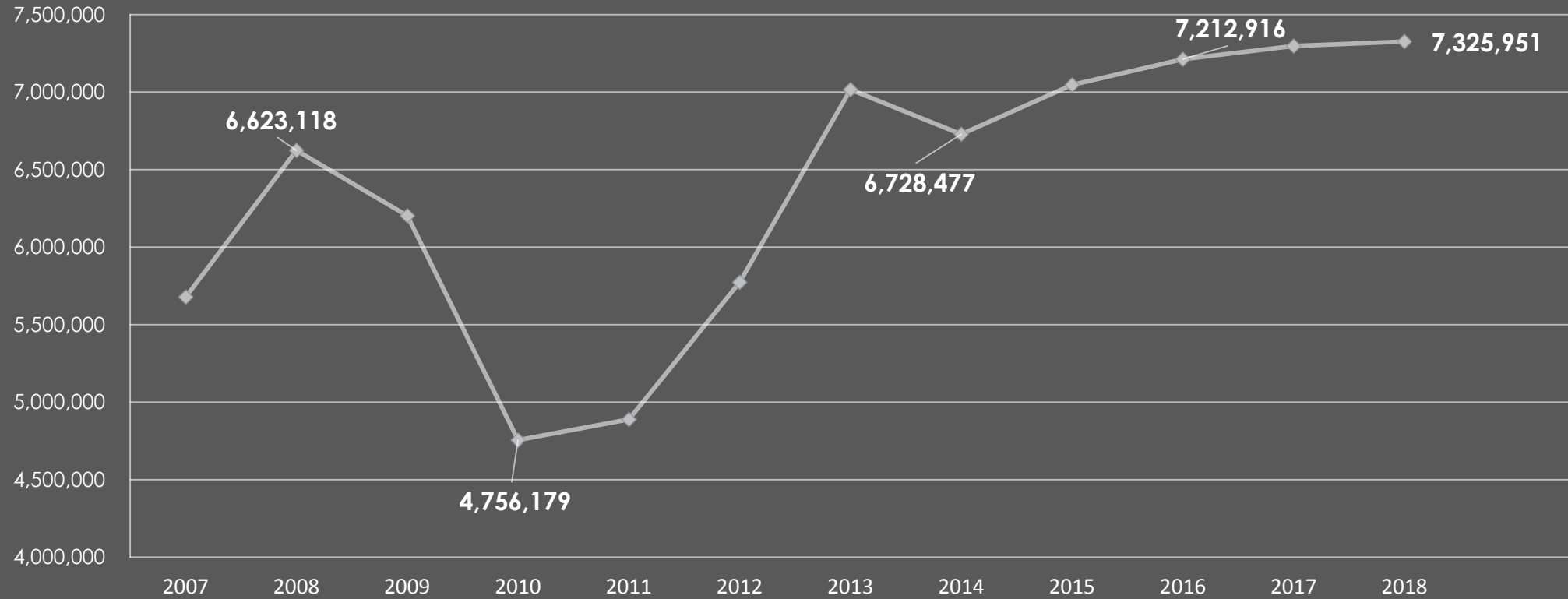
LOCAL REVENUES

Variance from Lancaster County Average



2018-19 MILLAGE RATE VARIANCES

Solanco SD Earned Income Tax at 1.15%: FY Audit



EARNED INCOME TAX TREND

- ▶ **COMMONWEALTH BUDGET INFO – FEBRUARY 13TH**
 - ▶ **BASIC EDUCATION FUNDING – FLAT**
 - ▶ New Formula Based on Median Household Income, Size, Sparsity/Poverty, ELL, ADM, Local Effort Capacity
 - ▶ **SPECIAL EDUCATION SUBSIDY – GROWTH POTENTIAL**
 - ▶ Track Students and Costs
 - ▶ **GAMING FUND ALLOCATION DETERMINED APRIL 15th**

STATE REVENUES

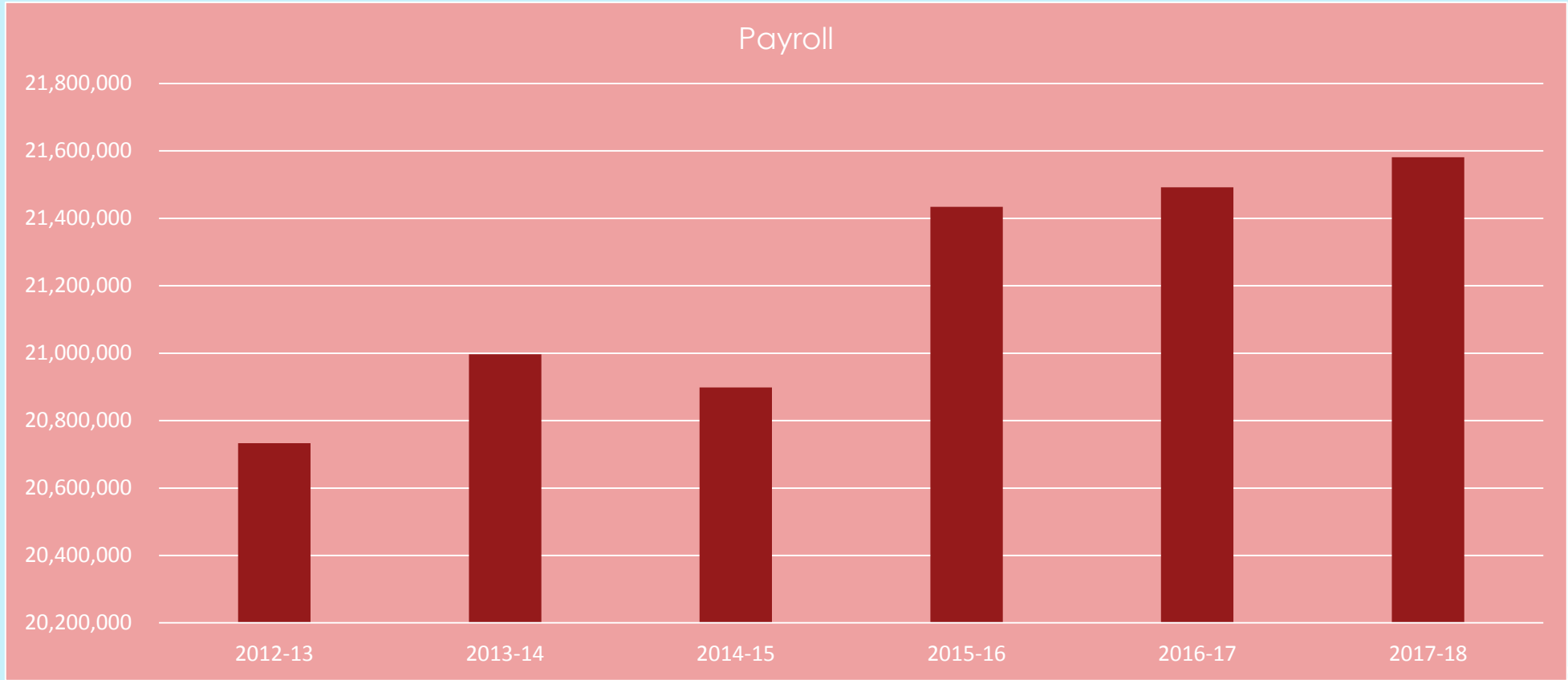
- ▶ ENTITLEMENT GRANTS
- ▶ ACCESS – STAFF FOCUS TO OPTIMIZE REVENUE
 - ▶ UTILIZING TECHNOLOGY TO TRACK COSTS
 - ▶ IMPROVE PROCEDURES AND EFFICIENCIES

FEDERAL REVENUES

- ▶ PAYROLL & BENEFITS
- ▶ SPECIAL EDUCATION
- ▶ TRANSPORTATION
- ▶ PLANT OPERATIONS
 - ▶ WATER MONITORING UPGRADES
 - ▶ CONSTRUCTION PROJECTS



EXPENDITURES



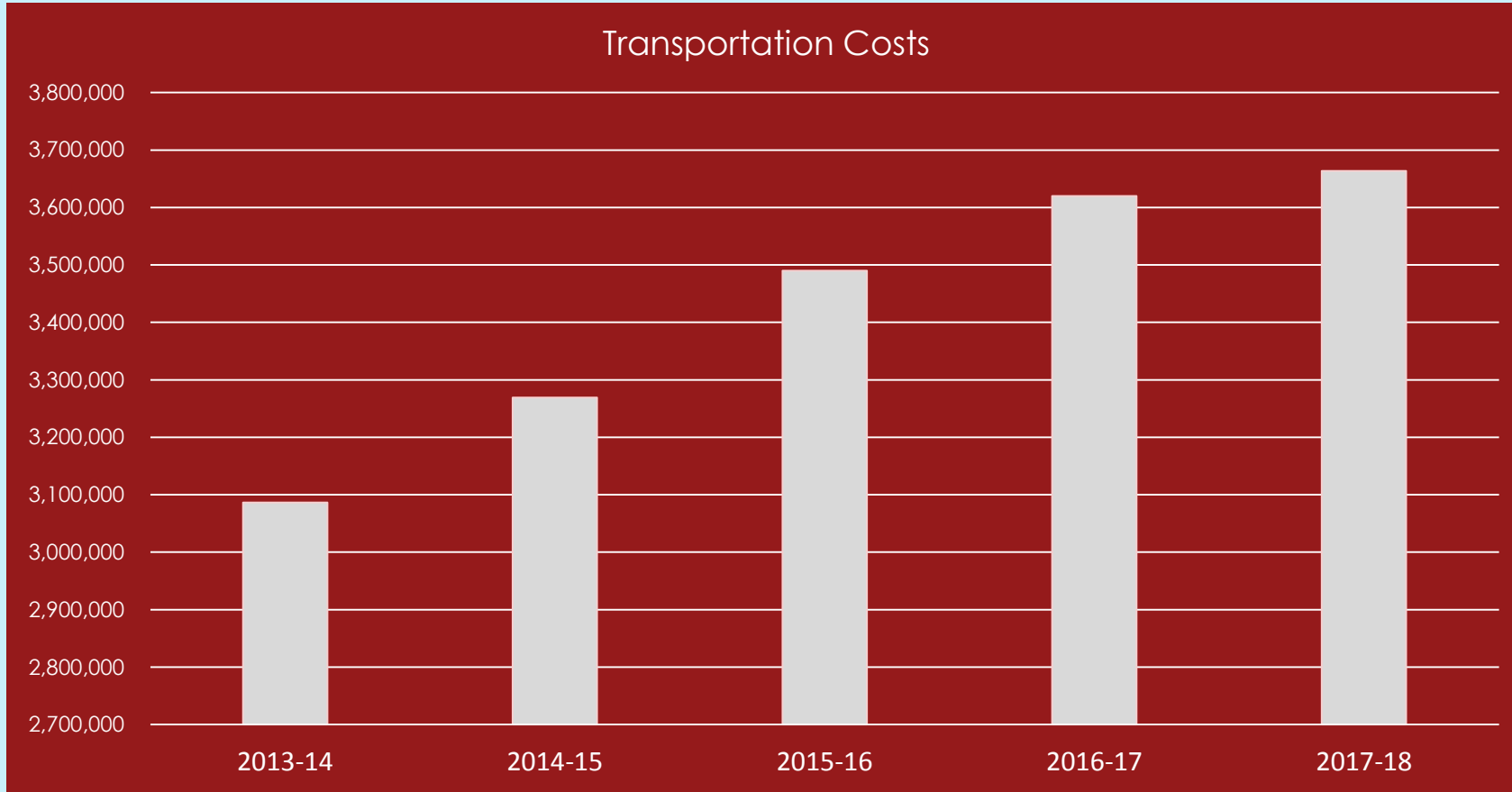
Benefits 68% of payroll

PAYROLL TREND

Fiscal Year	Gross Special Education Expenditures	Special Education Subsidy	IDEA Revenue	Net Special Education Cost	Special Ed Subsidy and IDEA Revenue as % of Gross Cost	Special Education Students Enrollment	Net cost per student
17/18	9,705,006	2,143,535	696,380	6,865,091	29.26%	590	11,635.75
16/17	9,157,890	2,227,676	669,831	6,260,383	31.64%	588	10,646.91
15/16	8,420,491	2,215,550	576,926	5,628,015	33.16%	554	10,158.87
14/15	7,089,596	2,189,957	576,202	4,323,437	39.02%	485	8,914.30
13/14	6,949,027	2,082,971	542,742	4,323,314	37.79%	473	9,140.20
12/13	6,291,184	2,029,034	615,808	3,646,342	42.04%	470	7,758.17
11/12	6,117,780	2,095,366	576,851	3,445,563	43.68%	494	6,974.82
10/11	6,252,243	2,029,034	552,803	3,670,406	41.29%	486	7,552.28
09/10	5,348,800	2,040,128	566,928	2,741,744	48.74%	458	5,986.34
08/09	4,448,379	2,018,440	536,212	1,893,727	57.43%	471	4,020.65

Net Cost tripled during 10 year period

SPECIAL EDUCATION COSTS



28%
growth
during 5-
year
period

TRANSPORTATION COST TREND

- ▶ 3RD CONSTRUCTION LOAN – MAXIMUM \$10,000,000
 - ▶ DRAW DOWN AS NEEDED, INTEREST RATE - 3.02%
- ▶ TOTAL AGGREGATE BORROWINGS - \$29,200,000
 - ▶ THREE 10-YEAR LOANS
 - ▶ MATURITY APRIL 2029
 - ▶ \$3 MILLION ANNUAL DEBT SERVICE
 - ▶ PREPAYMENT OPTIONS

DEBT SERVICE

Revenues Sources \$'s:	<u>2016-17</u> <u>Actual</u>	<u>2017-18</u> <u>Actual</u>	<u>2018-19</u> <u>Budget</u>	<u>Proposed</u> <u>2019-20</u>
Local	32,280,508	33,078,924	34,132,247	35,520,069
State	19,527,031	19,806,793	20,201,993	20,532,704
Federal	2,030,981	2,145,726	1,925,922	2,398,131
Other	3,177	34,840	605,000	605,000
Total Revenue:	53,841,698	55,066,282	56,865,162	59,055,904
Total Expenditures:	53,345,365	55,064,784	59,118,939	61,194,943
**Variance: Revenues over Expenditures	496,333	1,498	(2,253,777)	(2,139,039)

2019-2020 PROPOSED PRELIMINARY BUDGET

- ▶ February 4, 2019 – Adopt Preliminary Budget and Referendum Exception Resolution
- ▶ February 25, 2019 – Deadline to submit Preliminary Budget to PDE
- ▶ March 7, 2019 – Deadline to file Referendum Exception application to PDE
- ▶ April 15, 2019 – Adopt Proposed Final Budget
- ▶ June 3, 2019 – Adopt Final Budget

BUDGET TIMELINE

QUESTIONS

The image features a solid light blue background. In the lower right quadrant, there are several thin, white, parallel lines that originate from the bottom edge and extend diagonally towards the top right corner, creating a sense of movement or a modern design element.