

SPRINGFIELD SCHOOL DISTRICT

2020 - 2021

GENERAL FUND

PROPOSED FINAL BUDGET



May 28, 2020

Tax Millage Summary Preliminary to Final Budget

	Proposed Preliminary	Proposed Final Budget	Change
2020-21 % Increase from Prior Year	2.60%	2.60%	(0.0%)
2019-20 % Increase from Prior Year	2.87%	2.25%	(0.62%)
2018-19 % Increase from Prior Year	2.91%	2.40%	(0.51%)
2017-18 % Increase from Prior Year	2.97%	2.50%	(0.47%)
2016-17 % Increase from Prior Year	2.95%	2.36%	(0.59%)
2015-16 % Increase from Prior Year	3.19%	2.45%	(0.74%)

FY 2020-2021 Budget Timeline

- May 28, 2020 – Regular School Board meeting to review and adopt Proposed Final Budget
- June 25, 2020 – Regular School Board meeting – adopt Final Budget and pass resolution to adopt annual tax levy and implement the Homestead/Farmstead exclusion
- July 15, 2020 – Approved Final Budget to be filed with PDE

2020-2021 Budget Objectives & Assumptions

- Budget projections do not reflect any changes to current State funding levels:
 - Subsidies for basic education & special education remain at prior year funding levels
 - State subsidies for PSERS match and social security are projected to increase based on historical matching formula
- Budget projections include revenues (\$1.0 million) from the Act 1 Index of 2.60% and no anticipated PDE approved exceptions
- Impact from COVID pandemic
 - A. What we know as of May 2020
 - Local revenues – projected decreases in R.E. taxes, transfer taxes, mercantile and investment income
 - B. What we don't know as of May 2020
 - Impact from projected state deficit on subsidies
 - When local economy gets back to normal

COVID Impact on Local Revenues

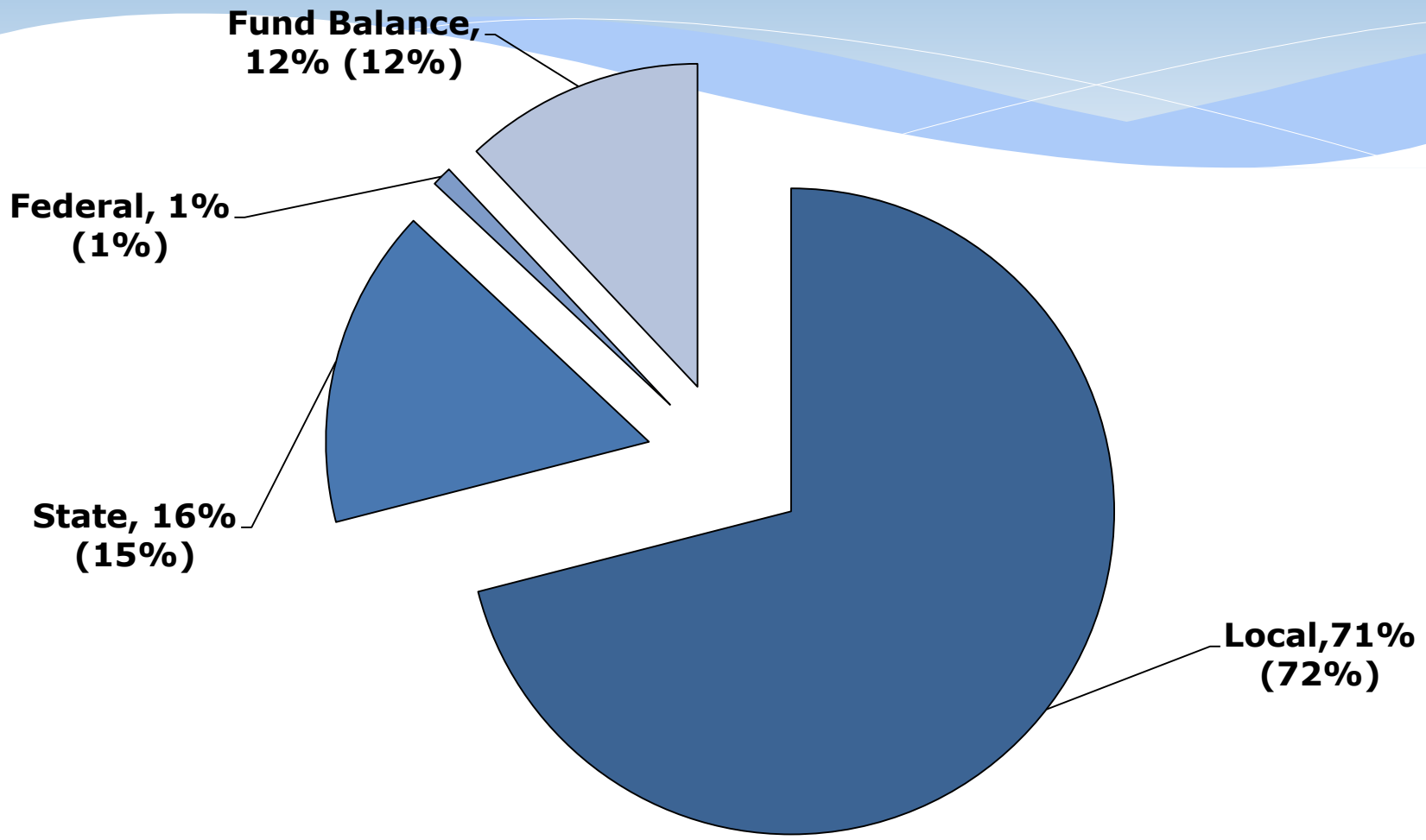
Local Revenue	Proposed Preliminary Budget	Proposed Final Budget	Projected Change
R.E Taxes	\$59,892,878	\$59,442,504	(\$450,374)
Transfer Taxes	\$775,000	\$697,500	(\$77,500)
Mercantile Taxes	\$925,000	\$740,000	(\$185,000)
Investment Income	\$440,000	\$200,000	(\$240,000)
		Totals	(\$952,874)

Historical Revenues

	Actual 2016-17	Actual 2017-18	Actual 2018-19	Budgeted 2019-20	Budgeted 2020-21	Avg. % Change
Basic Instruction Subsidy	2,943,720	2,998,175	3,034,379	3,034,283	3,175,030	1.53%
Special Education Subsidy	1,665,481	1,700,812	1,721,998	1,724,262	1,812,649	1.71%
Interest Earnings	202,533	258,769	562,388	575,500	200,000	(0.25%)
Homestead Exclusion	1,219,272	1,219,193	1,219,203	1,219,159	1,219,305	0.00%
Real Estate Taxes	53,372,902	55,563,617	57,170,465	58,421,269	59,442,504	2.17%

2020-2021 Budget Revenue Chart

(previous year in parentheses)



Non - Real Estate Tax Revenue Projection

Description	2019-2020 Final Budget	2020-2021 Proposed Final Budget
Interim/Delinq/Utility Taxes	\$ 1,145,113	\$ 1,176,000
Transfer Tax	716,901	697,500
Mercantile Tax	833,175	740,000
Interest & Miscellaneous	1,166,078	837,300
Basic Instructional Subsidy	3,034,283	3,175,030
Special Education Subsidy	1,724,262	1,812,649
Transportation	577,000	671,454
Authority Rental	108,790	322,976
Social Security Contribution	1,244,714	1,258,167
Retirement Contribution	5,468,983	5,695,378
State & Federal Grants	1,072,177	1,143,200
Revenue Subtotal	\$ 17,091,476	\$ 17,529,654

Total Revenue Projection

Description	2019-2020 Final Budget	2020-2021 Proposed Final Budget
Subtotal – Previous Page	\$17,091,476	\$ 17,529,654
Homestead Exclusion (Projected)	1,219,159	1,219,305
Real Estate Taxes	\$58,394,313	\$59,442,504
Subtotal	\$76,704,948	\$78,191,463
Fund Balance - Committed	6,250,000	5,619,053
Fund Balance - Unassigned	3,896,805	4,500,950
Total	\$86,851,753	\$88,311,466

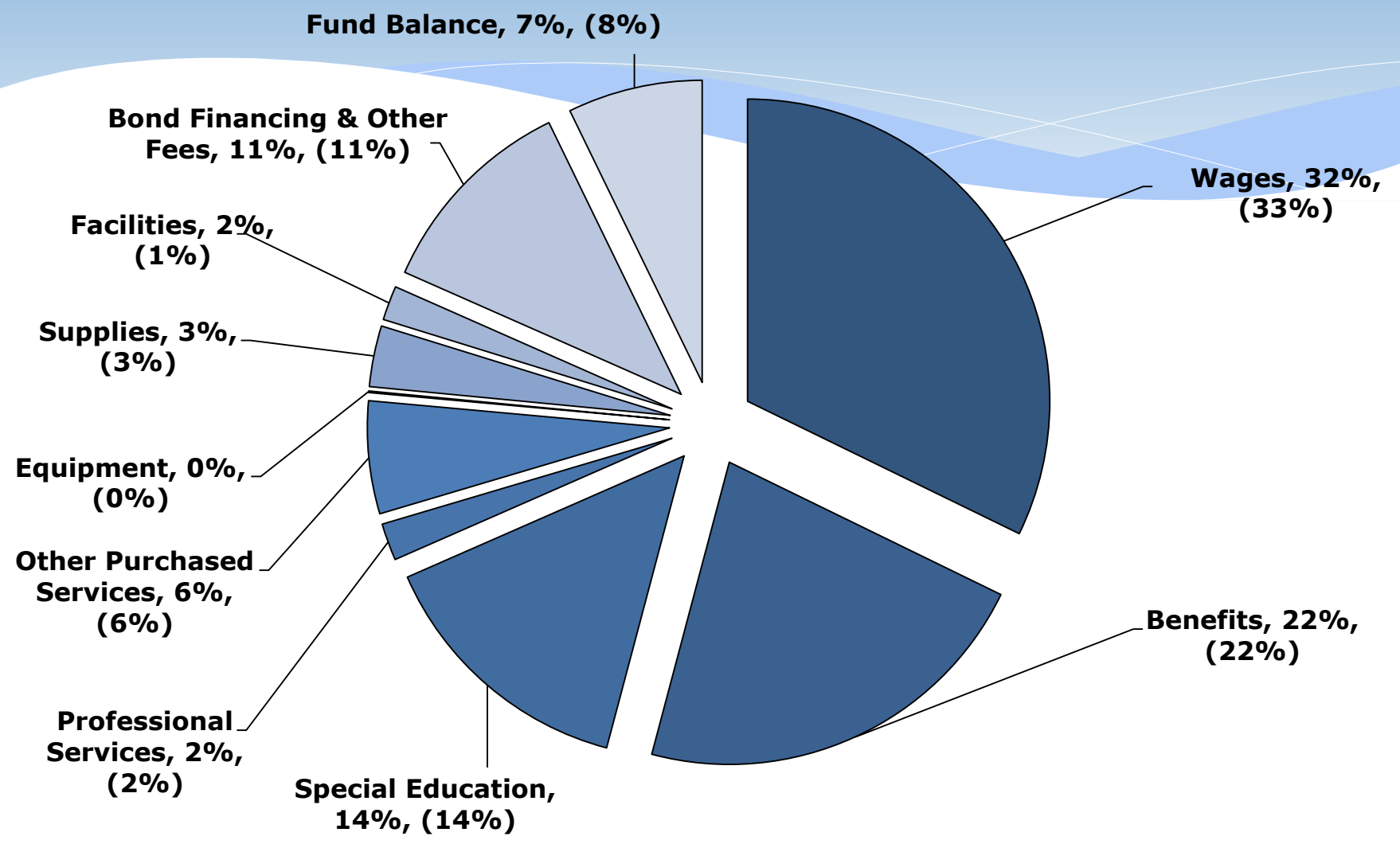
2020-2021 Budget Issues

Expenditures

- Compensation and benefit costs, not including PSERS contributions, are anticipated to increase by \$1,064,000 (2.47%)
- The district's 2020-2021 PSERS contribution is projected to increase by \$453,000 (4.14%) from 34.29% to 34.51%
- Purchased services, supplies, property services and debt service are projected to increase by \$1,291,000 (5.0%) in 2020-2021

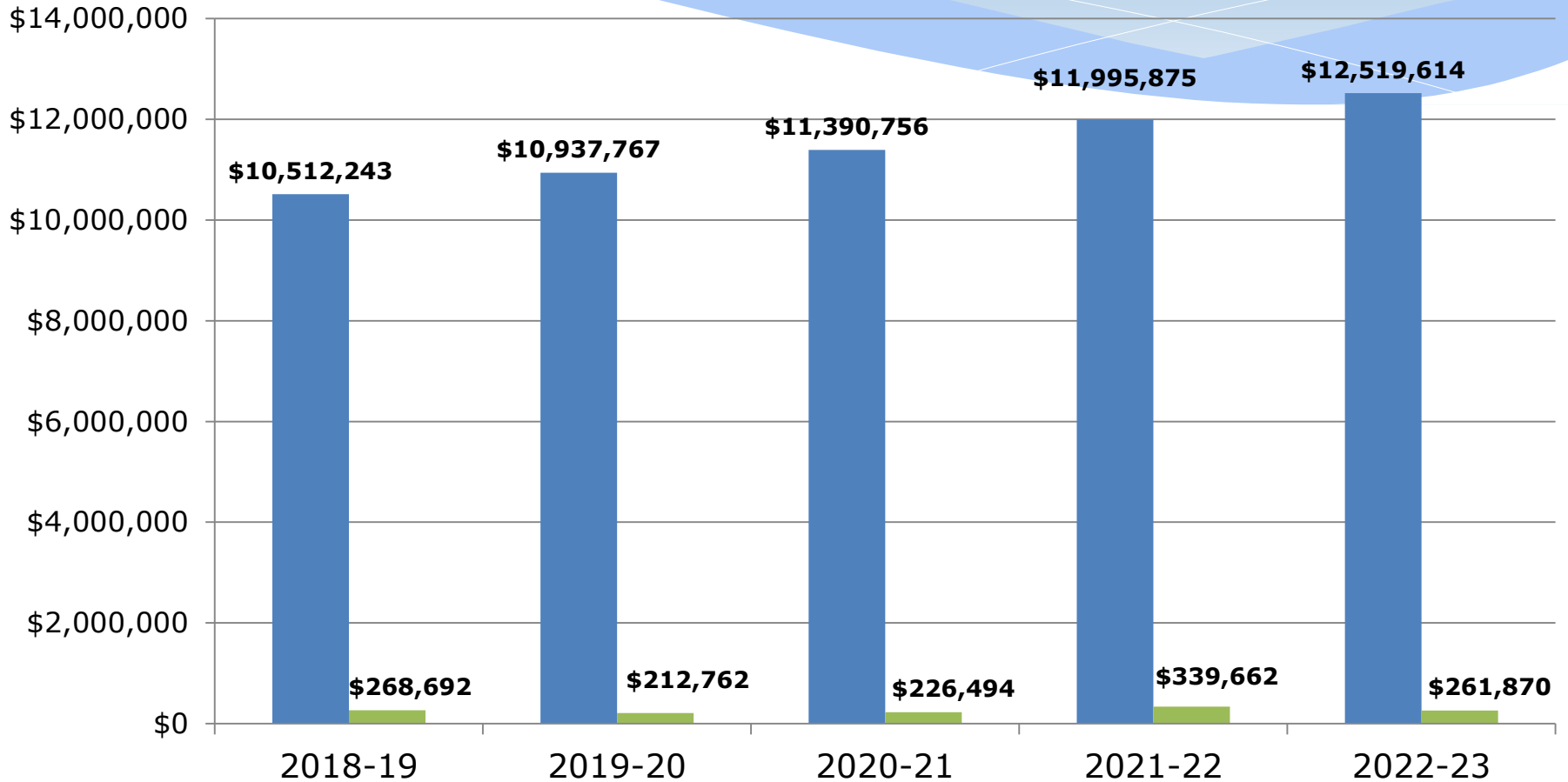
2020-2021 Budget Expense Chart

(Prior Year year in parentheses)



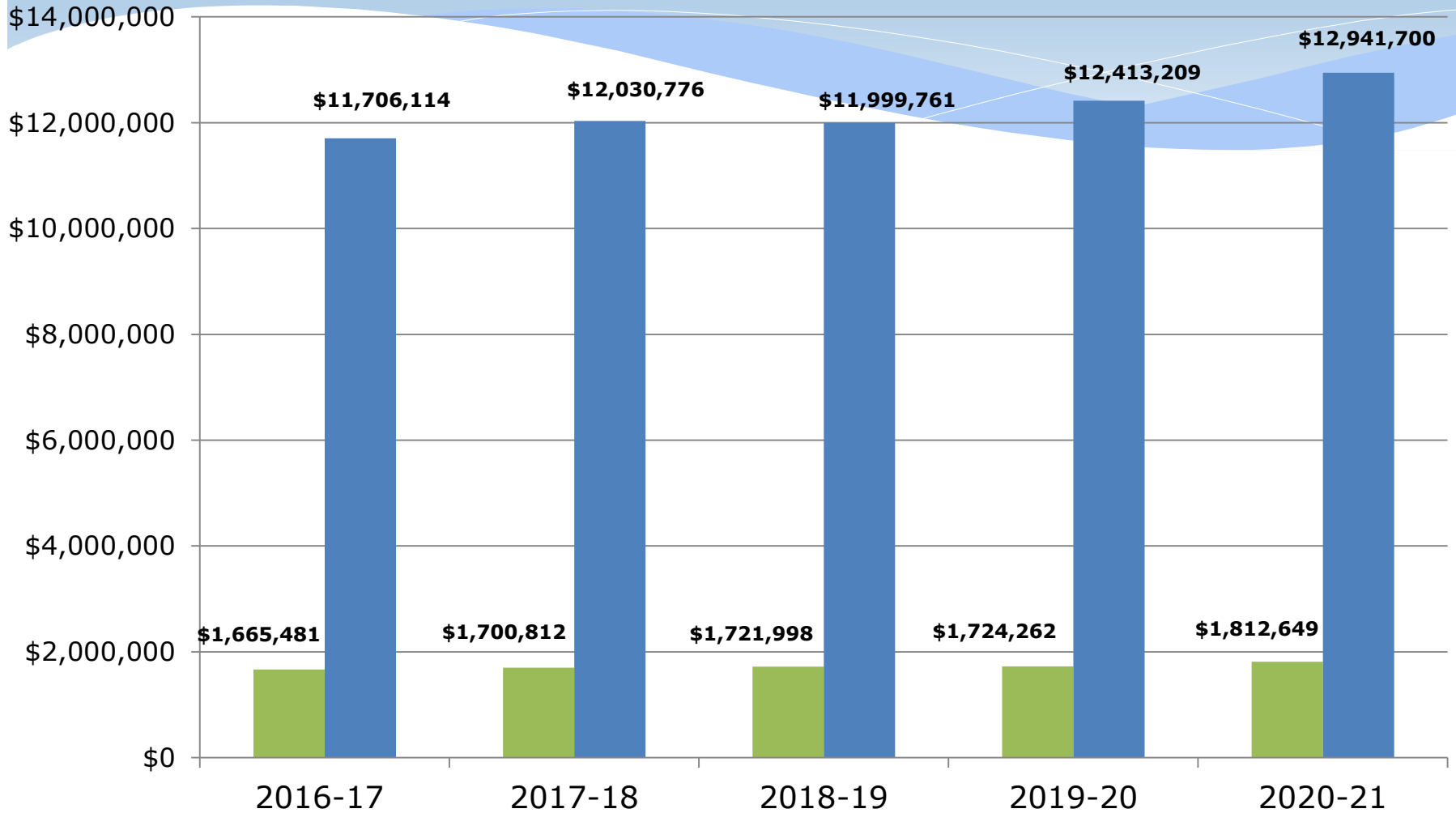
PSERS Impact

■ SSD PSERS Expense ■ Annual Net PSERS Increase



Special Education Revenues and Costs

■ Special Ed. Subsidy ■ Special Ed. Costs



Expenditure Projection

Description	2019-2020 Final Budget	2020-2021 Proposed Final Budget
Salaries & Benefits (net of PSERS)	\$43,068,488	\$44,132,125
Employer PSERS Contribution	10,937,967	11,390,757
Purchased Professional Services	4,252,598	4,580,378
Purchased Property Services	1,602,282	1,343,560
Other Purchased Services	7,724,006	8,145,687
Supplies	2,950,597	2,932,488
Property	73,000	68,000
Debt Service / Other Fees	9,196,010	10,019,538
Total Expenditures	\$79,804,948	\$82,612,533
Fund Balance - Committed	3,150,000	1,197,983
Fund Balance - Unassigned	3,896,805	4,500,950
Total	\$86,851,753	\$88,311,466

Real Estate Tax Calculation

	Final Budget 2019-2020	Proposed Final Budget 2020-2021
Disbursements	\$86,851,753	\$88,311,466
Fund Balance	(10,146,805)	(10,120,003)
Receipts	(17,091,476)	(17,529,654)
R/E Tax Required	\$59,613,472	\$60,661,809
Additional R/E Tax Required	\$1,375,541	\$1,048,337

Millage Calculation

Proposed Preliminary Budget

	2019-2020 Final Budget	2020-2021 Proposed Final Budget
Billable Assessment	1,807,600,527	1,797,294,095
Taxable Mills	33.7229	34.5997
% Increase from Prior Year	2.25%	2.60%
Local Tax	60,957,576	62,185,874
Homestead Exclusion	1,219,159	1,219,305
Tax Levy Less Homestead Exclusion	59,738,417	60,966,569
Projected Payment Rate	97.75%	97.50%
Net Tax Revenue	\$58,394,313	\$59,442,504

Tax Summary

Proposed Preliminary Budget

	2019-2020 Final Budget	2020-2021 Proposed Final	Change
Taxable Mills	33.7229	34.5997	0.877
% Increase from Prior Year	2.25%	2.60%	
Residential Property Example:			
School Taxes – \$100,000 assessed value	\$3,372	\$3,460	\$88
School Taxes – \$147,020 median value	\$4,941	\$5,087	\$146
School Taxes – \$250,000 assessed value	\$8,431	\$8,650	\$219
Projected Homestead Exclusion	\$186	\$186	

Tax Increase From Master Plan Debt Service

