

Central Bucks School District

Consideration to Post the 2018-19
Proposed Final Budget
April 24, 2018

Budget Components

- ① Revenue Review
- ① Expenditure Review
- ① Millage Impact
- ① Budget Summary

Revenues

Budget Status

From the March 27th Presentation

2018-19 CBSD Budget Snapshot:

0 % Tax Increase

Category	2018-19 Budget	2017-18 Projected Actual	% Change
Local Revenue	263,397,832	260,109,831	1.26%
State Revenue	71,102,436	69,513,260	2.29%
Federal Revenue	2,293,383	2,306,222	-0.56%
Total Revenues	336,793,650	331,929,313	1.47%
Salaries	161,924,006	156,585,318	3.41%
Employee Benefits	99,150,272	96,410,055	2.84%
Prof. Services, Special Ed., EIT Tax Fees, Legal	5,734,470	5,325,454	7.68%
Rentals, Repairs, Copiers, Software Maint. and Licensing, <i>Electricity to 600's</i>	4,857,208	6,858,114	-29.18%
Contracted Services, Transp., MBIT, IU, Charter Sch	21,017,156	20,157,649	4.26%
Supplies, Nat. Gas, Diesel, Text Books , <i>Electricity</i>	10,959,705	7,609,826	44.02%
Equipment	867,492	731,239	18.63%
Interest Payments on Bonds & Education Organization Exp. such as PSBA	3,214,130	3,705,647	-13.26%
Principal on Debt, and transfers for Tech., Buses, Short & Long Term Capital	29,515,000	32,980,000	-10.51%
Total Expenses	\$337,239,439	\$330,363,302	2.08%
Variance of Revenues and Expenses	-\$445,789	\$1,566,011	

Revisions to Revenues and Expenses

2018-19 Budget
Changes of
4/24/2018

Revenues

Real Estate Assessed Value	\$375,000
Earned Income Taxes	\$100,000
Investment Proceeds	\$25,000
Public & Non Public Transportation	(\$153,000)
<hr/>	
	\$347,000

Expenses

Reduce Budgeted Equipment Purchases	\$300,000
Reduce Budgeted Supply Purchases	\$100,000
Add 3 School Resource Officer Expenses	(\$150,000)
Add 2 Nurses	(\$150,000)
<hr/>	
	\$100,000

Total Positive Budget Impact	\$447,000
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April 2018-19 CBSD Budget Snapshot:

0 % Tax Increase

Category		2018-19 Budget	2017-18 Projected Actual	% Change
Local Revenue	Add \$500,000	263,897,833	260,109,831	1.46%
State Revenue	Reduce Transportation \$153,000	70,949,436	69,360,308	2.29%
Federal Revenue		2,293,383	2,306,222	-0.56%
Total Revenues		337,140,651	331,776,361	1.62%
Salaries	Add 2 School Nurses \$150,000	162,279,161	156,072,376	3.98%
Employee Benefits		98,501,071	95,739,222	2.88%
Prof. Services, Special Ed., EIT Tax Fees, Legal	Add School Resource Officer Expenses \$150,000	6,118,870	5,343,014	14.52%
Rentals, Repairs, Copiers, Software Maint. and Licensing,	Electricity to 600's	4,651,908	6,857,780	-32.17%
Contracted Services, Transp., MBIT, IU, Charter Sch		20,933,240	20,053,762	4.39%
Supplies, Nat. Gas, Diesel, Text Books ,	Electricity Reduce Supplies \$100,000	11,337,601	7,492,826	51.31%
Equipment	Reduce Equipment \$300,000	564,568	617,671	-8.60%
Interest Payments on Bonds & Education Organization Exp. such as PSBA		3,239,232	3,705,647	-12.59%
Principal on Debt, and transfers for Tech., Buses, Short & Long Term Capital		29,515,000	32,980,000	-10.51%
Total Expenses		\$337,140,651	\$328,862,298	2.52%

Variance of Revenues and Expenses



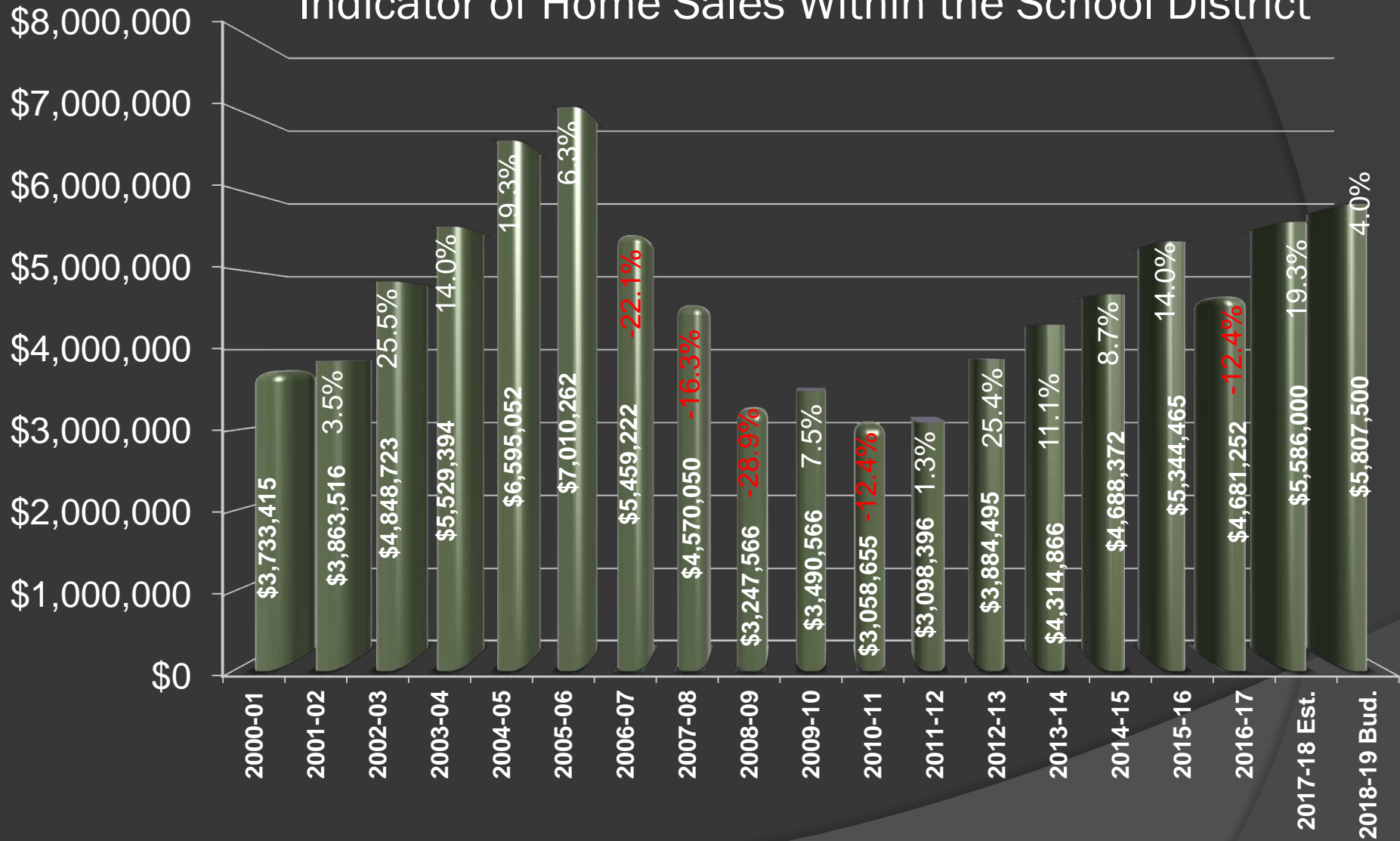
\$0

\$2,914,063

Local Revenues

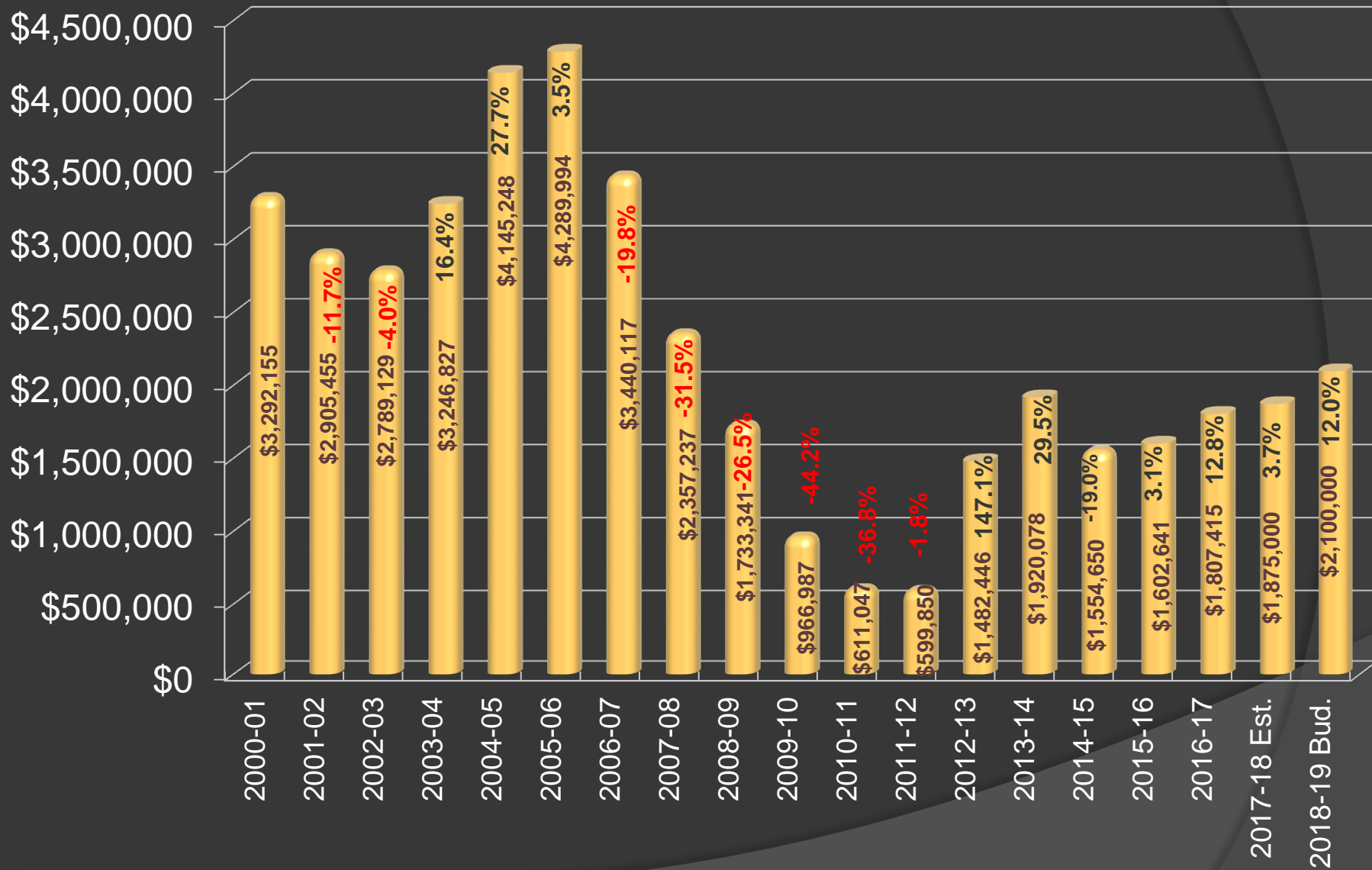
Real Estate Transfer Tax Trend

Indicator of Home Sales Within the School District



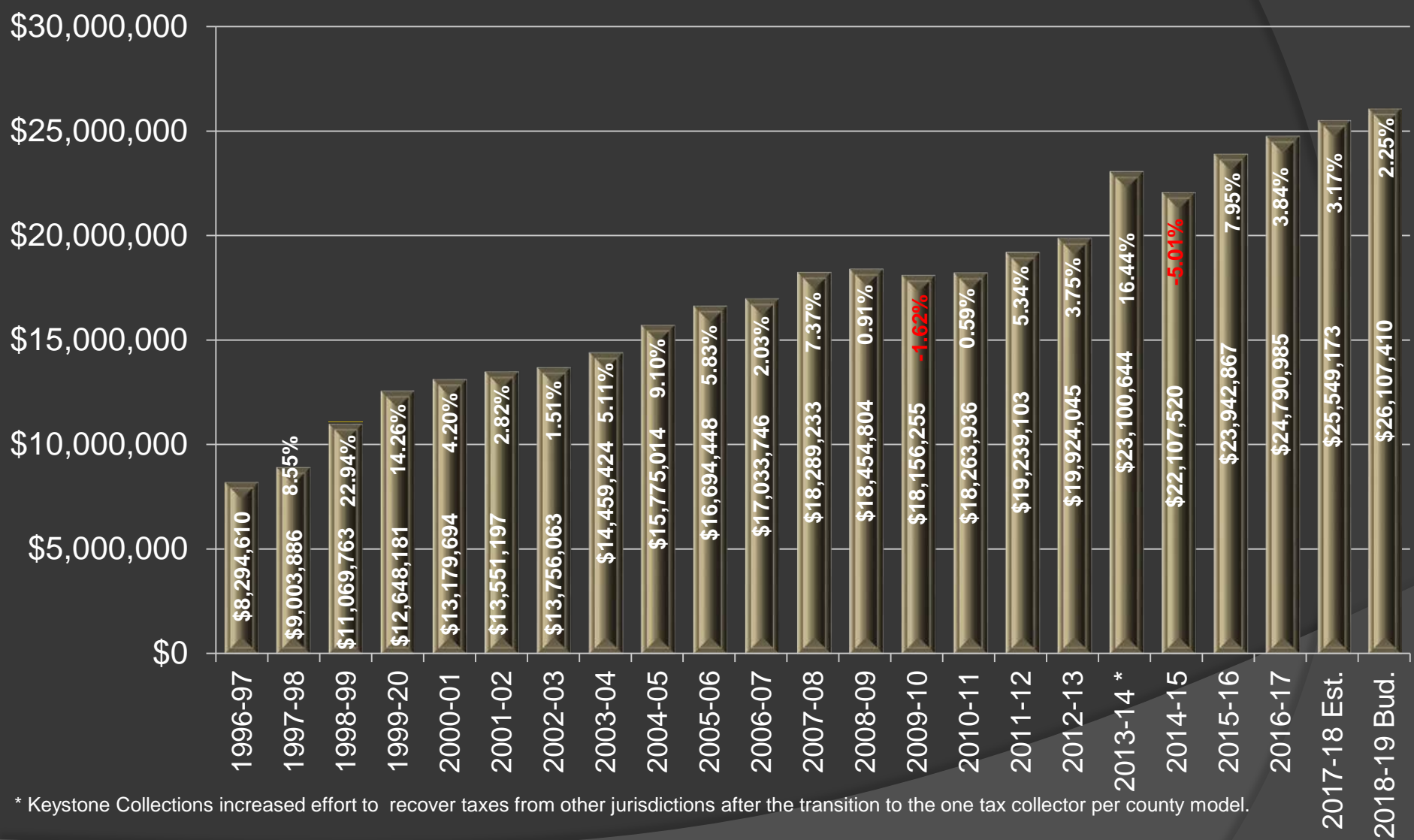
Interim Real Estate Tax Trend

Indicator of Real Estate Construction Growth Within the School District



Earned Income Tax Trend

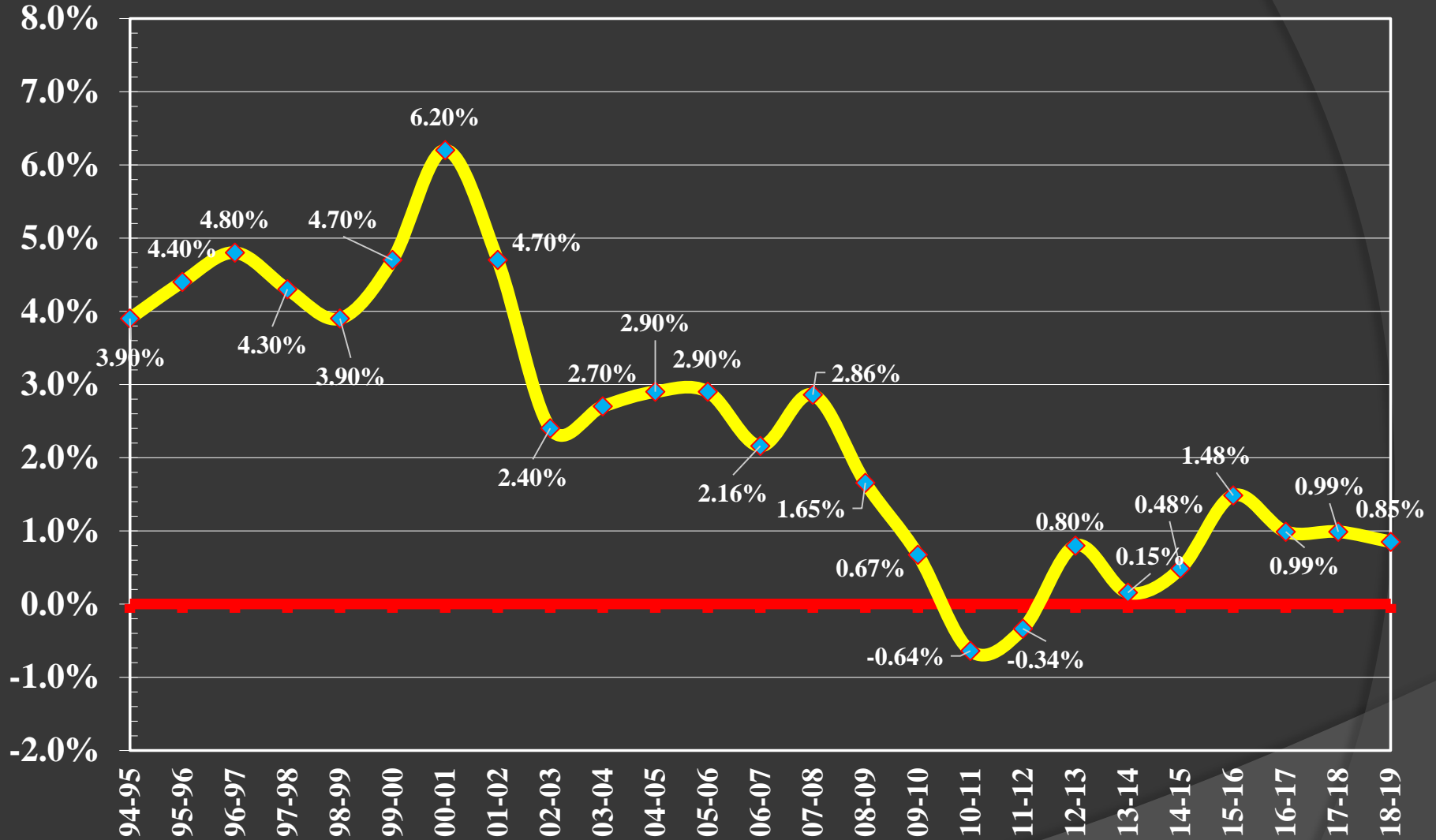
Tax on Local Wage Earners. Indicator of Wage Growth and Employment Growth.



* Keystone Collections increased effort to recover taxes from other jurisdictions after the transition to the one tax collector per county model.

Real Estate Assessed Value Trend

Shows the general change in real estate value within a community



Local Sources of Revenue for CBSD

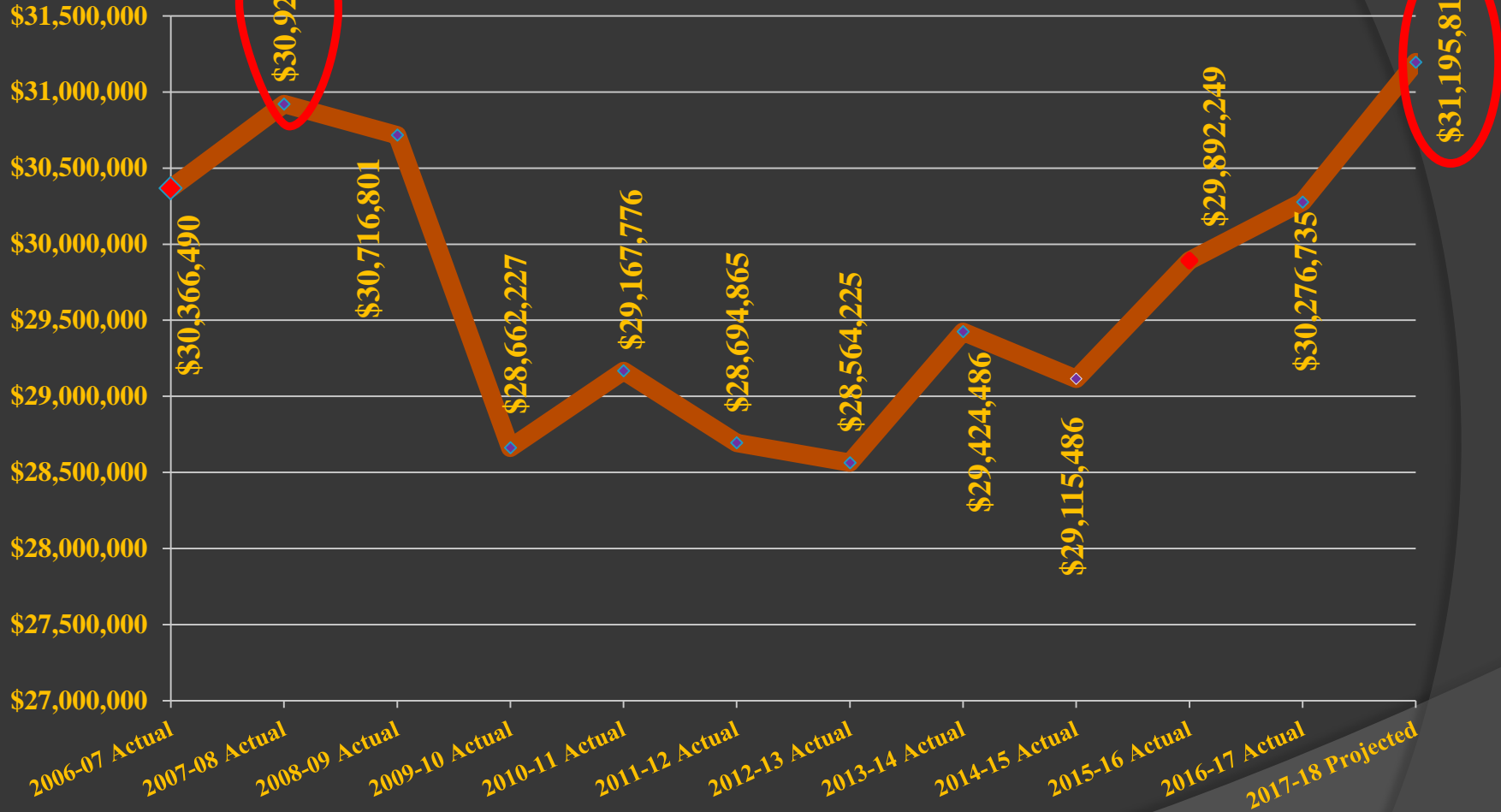
Description	2018-19	2017-18	Projection \$	Projection %
	Budget	Projection	Change	Change
CURRENT REAL ESTATE TAXES (assessment growth)	216,969,227	214,662,342	2,306,885	1.1%
INTERIM REAL ESTATE TAXES	2,100,000	1,875,000	225,000	12.0%
EARNED INCOME TAX	26,107,410	25,549,173	558,237	2.2%
REAL ESTATE TRANSFER TAX	5,807,500	5,586,000	221,500	4.0%
DELINQUENCIES ON REAL ESTATE TAXES	2,609,501	2,575,000	34,501	1.3%
DELINQUENCIES ON EARNED INCOME TAXES	850,000	688,100	161,900	23.5%
INTEREST EARNINGS, TEMP DEPOSITS	1,425,000	1,200,000	225,000	18.8%
I.D.E.A. FUNDS FROM I.U.#22	2,457,390	2,457,390	0	0.0%
TUITION FOR INCARCERATED STUDENTS	385,720	385,720	0	0.0%
COMMUNITY SCHOOL PROGRAMS	3,698,725	3,675,000	23,725	0.6%
ALL OTHER LOCAL REVENUES (Clean & Green Breeches)	1,487,359	1,456,106	31,253	2.1%
Local Revenue Totals	\$263,897,832	\$260,109,831	\$3,788,001	1.5%

State Sources of Revenue for CBSD

Description	2018-19	2017-18	Projection \$	Projection %
	Budget	Projection	Change	Change
Basic Instructional Subsidy	18,327,188	17,990,348	336,840	1.9%
Tuition, Wards of State and Foster Care Students	162,000	180,000	-18,000	-10.0%
Special Educ./Except. Pupils	7,217,433	7,161,993	55,440	0.8%
Misc. State Grants	0	0	0	0.0%
Accountability Block Grant	1,024,042	1,024,042	0	0.0%
Transportation	3,213,505	3,213,504	1	0.0%
Rental & Sinking Fund Reimb.	1,085,514	1,255,930	-170,416	-13.6%
Health Services	370,000	363,266	6,734	1.9%
Gambling Proceeds for R.E. Tax Reduction	6,080,991	6,080,991	0	0.0%
Social Security Payments Reimbursement	6,024,759	6,083,500	-58,741	-1.0%
Retirement Payments Reimbursement	27,444,004	25,280,867	2,163,137	8.6%
State Revenue Totals	\$70,949,436	\$68,634,441	\$2,314,995	3.4%

Historical State Revenue for CBSD

Total State Subsidies *



* Does not include retirement, FICA, gambling rebate, and one-time debt reimbursement

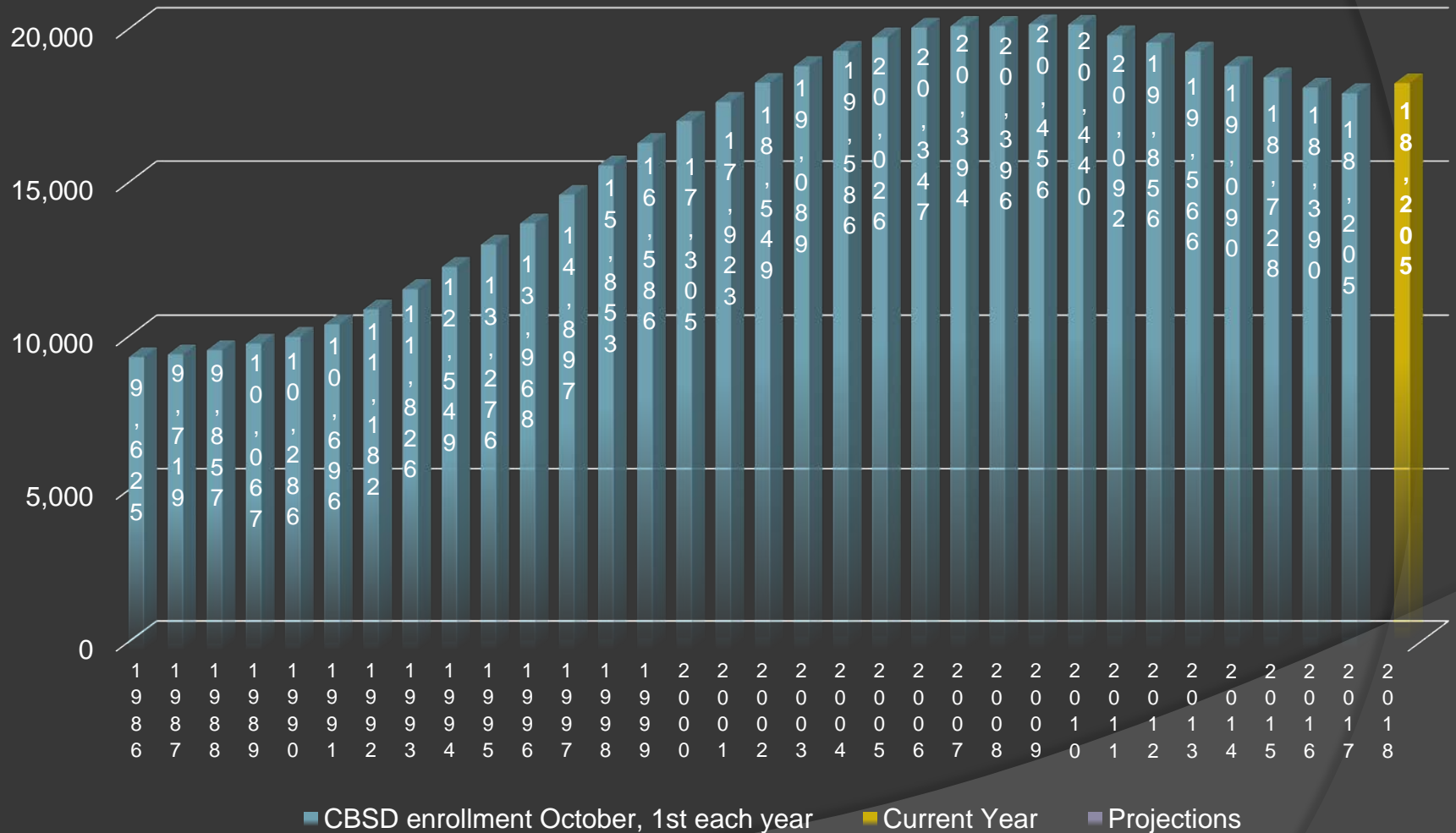
Federal and Other Sources of Revenue for CBSD

Description	2018-19	2017-18	Projection \$	Projection %
	Budget	Projection	Change	Change
Title 1 Reading and Math	642,005	642,005	0	0.0%
Title 2 Staff and Curriculum Development	274,340	274,340	0	0.0%
Title 3 Limited English Proficiency	53,474	53,208	266	0.5%
Medical Assistance Reimbursement (ACCESS)	1,272,340	1,285,000	-12,660	-1.0%
Administrative Reimbursement for ACCESS	44,105	44,550	-445	-1.0%
Other Federal revenue	7,119	7,119	0	0.0%
Other Revenue (use of Fund Balance)	0	0	0	
Federal and Other Revenue Totals	\$2,293,383	\$2,306,222	-\$12,839	-0.6%
Total of All Revenue	\$337,140,651	\$331,050,494	\$6,090,157	1.8%

Expenses

CBSD Enrollment

Enrollment has been Declining Since 2009



Projected Staffing for 2018-19

Description	FTE's	\$ Per FTE	Total
•English Language Development (ELD) Elementary Teacher	1	\$75,000	no budget impact due to attrition
•Teacher Professional Development Position Focused on Elementary Math Curriculum	1	\$75,000	no budget impact due to attrition
•Nurses and Health Services	2	\$75,000	\$150,000
•English Language Development (ELD) Aide Position - Secondary Schools	1	\$45,000	no budget impact due to attrition
Grand Total all CBSD Positions as of 4/24/2018			\$150,000
Contracted Services for School Resource Officers			\$150,000
Total Budget Impact			\$300,000

Expense Summary (by Major Object)

Category	2018-19	2017-18	Category % Change
	Budget	Projected Actual	
100 Salaries	162,279,160	156,072,376	3.98%
200 Employee Benefits	98,501,070	95,739,222	2.88%
300 Prof. Services, Special Ed OT/PT.,EIT Tax,Legal	6,118,871	5,343,014	14.52%
400 Electricity, Rentals, Repairs, Field Maintenance, Painting	4,651,908	6,857,780	-32.17%
500 Contracted Services, Transp., MBIT, IU, Charter Sch, Alt Sch.	20,933,240	20,053,762	4.39%
600 Text books, Supplies, Natural Gas, Diesel, Heating Oil, Electricity	11,337,602	7,492,826	51.31%
700 Equipment (printers, laminators, science, athletic, facilities)	564,568	617,671	-8.60%
800 Interest Payments on Bonds	3,239,232	3,705,647	-12.59%
900 Debt Principal, Buses, Technology, Building Renovations	29,515,000	32,980,000	-10.51%
Total budget	\$337,140,651	\$328,862,298	2.52%

Revenue and Expense Summary

Millage Impact

Millage Calculation

- There is no Proposed Millage Increase
- The Act 1 Real Estate Tax Increase Limit = Base Inflation Index of 2.5% +.3% Retirement Exception = 2.8% or 3.5 Mills
- The 2018-19 Proposed Millage Rate is 124.1 mills = 0% Increase
- For the Typical Homeowner Assessed @ 40,000
 $= 40,000 \times 124.1 \text{ mills} = \$4,964 = \text{no increase}$

Act 1 Tax Index + Exceptions

	Act 1 Index with Allowable Exceptions in Mills	CBSD Millage Rate	Millage Increase	% Increase in the Millage Rate	Status
2007-08	5.9	105.87	3.8	3.47%	Actual
2008-09	5.6	110.50	4.6	4.37%	Actual
2009-10	5.4	114.80	4.3	3.89%	Actual
2010-11	4.7	119.20	4.4	3.83%	Actual
2011-12	3.2	120.80	1.6	1.34%	Actual
2012-13	3.6	122.80	2.0	1.66%	Actual
2013-14	3.4	122.80	0.0	0.00%	Actual
2014-15	4.9	124.10	1.3	1.06%	Actual
2015-16	3.7	124.10	0.0	0.00%	Actual
2016-17	4.3	124.10	0.0	0.00%	Actual
2017-18	3.8	124.10	0.0	0.00%	Actual
2018-19	3.5	124.10	0.0	0.00%	Proposed

General Trends

- Debt Payments, Declining - Reduces Budget Pressure
- Transfers to Long Term Capital, Declining – Reduces Budget Pressure
- General Inflation is Low - Reduces Budget Pressure
- Local Real Estate Assessed Values are Rising – Reduces Budget Pressure
- Unemployment Continues to Decline – Reduces Budget Pressure
- State Revenues Equal to Pre-Recession Levels
- Retirement Increases Starting to Moderate
- Health Insurance Costs, After the Consortium??

Summary

- The District is Committed to Continuous Improvement
 - Technology –
 - iPads and Laptops K - 6
 - Laptop 1:1 Initiative for Grades 7 and 8
 - Replacing Outdated Laptops at the High Schools
 - Wireless Initiative at the High Schools, 40% E-rate Discount
 - Replace Network Infrastructure Switches, 40% E-Rate Discount
 - Meeting the Needs of our Special Education Students
 - Professional Development on New Elementary Math Program
 - Focus on Social and Emotional Wellness
 - Continuing to improve the infrastructure of our schools
 - Focus on school security

Advertising, Resolution, and Certification

**CERTIFICATION OF USE OF PDE-2028
FOR PUBLIC INSPECTION OF 2018-2019 PROPOSED BUDGET**
24 PS 6-687(a)(1)

(03/2006)

School District Name : Central Bucks SD	County : Bucks	AUN Number : 122092102
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Section 687(a)(1) of the School Code requires the president of the board of school directors of each school district to certify to the Department of Education that the proposed budget was prepared, presented and will be made available for public inspection using the uniform form prepared and furnished by the Department of Education.

See Angela for this form as it is printed from the PDE 2028 database when it opens in May.

I hereby certify that the above information is accurate and complete.

SIGNATURE OF SCHOOL BOARD PRESIDENT	DATE
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DUE DATE: IMMEDIATELY FOLLOWING
ADOPTION OF PROPOSED
FINAL GENERAL FUND BUDGET

4/24/2018

2018-04-24 Proposed Final Budget

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Next Steps...

◎ Board of School Directors

- Consideration to Publicly Post the 2018-19 Proposed Final Budget of \$337,140,651
 - The State Budget Form will be posted on our website over the next several days
- Consider Final Budget Adoption on June 12th

◎ Superintendent & Cabinet

- Develop Recommendations to Effectively Implement Program Initiatives



Looking Forward

Technology Capital Fund

2018-19	2019-20	2020-21
New Teacher Laptops \$28,260	Refresh Teacher Laptops K-2, 10-12 \$390,000	Refresh Teacher Laptops 3-6 \$292,000
1 to 1 Laptops \$1.935 Million	1 to 1 Laptops \$1.935 Million	1 to 1 Laptops \$1.935 Million
Refresh Devices 10-12, Art, Office \$305,775	Refresh Student Laptops \$0	Refresh Student Laptops \$0
Add Student Laptops 6 th Grade \$172,000	Add Student Laptops 5 th Grade \$390,000	Add Student Laptops 5 th and 6 th Grade \$390,000
Refresh iPads K-2 \$740,000	Add iPads K-4 \$394,000	iPads \$394,000
Classroom Projectors K-9 \$373,000	Classroom Projectors 10-12 \$108,000	Classroom Projectors \$30,000
Total \$3.6 Million	Total \$3.25 Million	Total \$3 Million

Long Term Wireless Project 2018 through 2020	
Update Access Points in the High Schools	
Update all Network Switches in the Entire District	
Add Wi-Fi to Auditoriums	
	Total
	\$3,000,000
Less 40% Federal E-Rate Discount	- \$1,200,000
Projected Cost After Discount	\$1,800,000