



Budget Process - Expenditures

Finance Committee Meeting

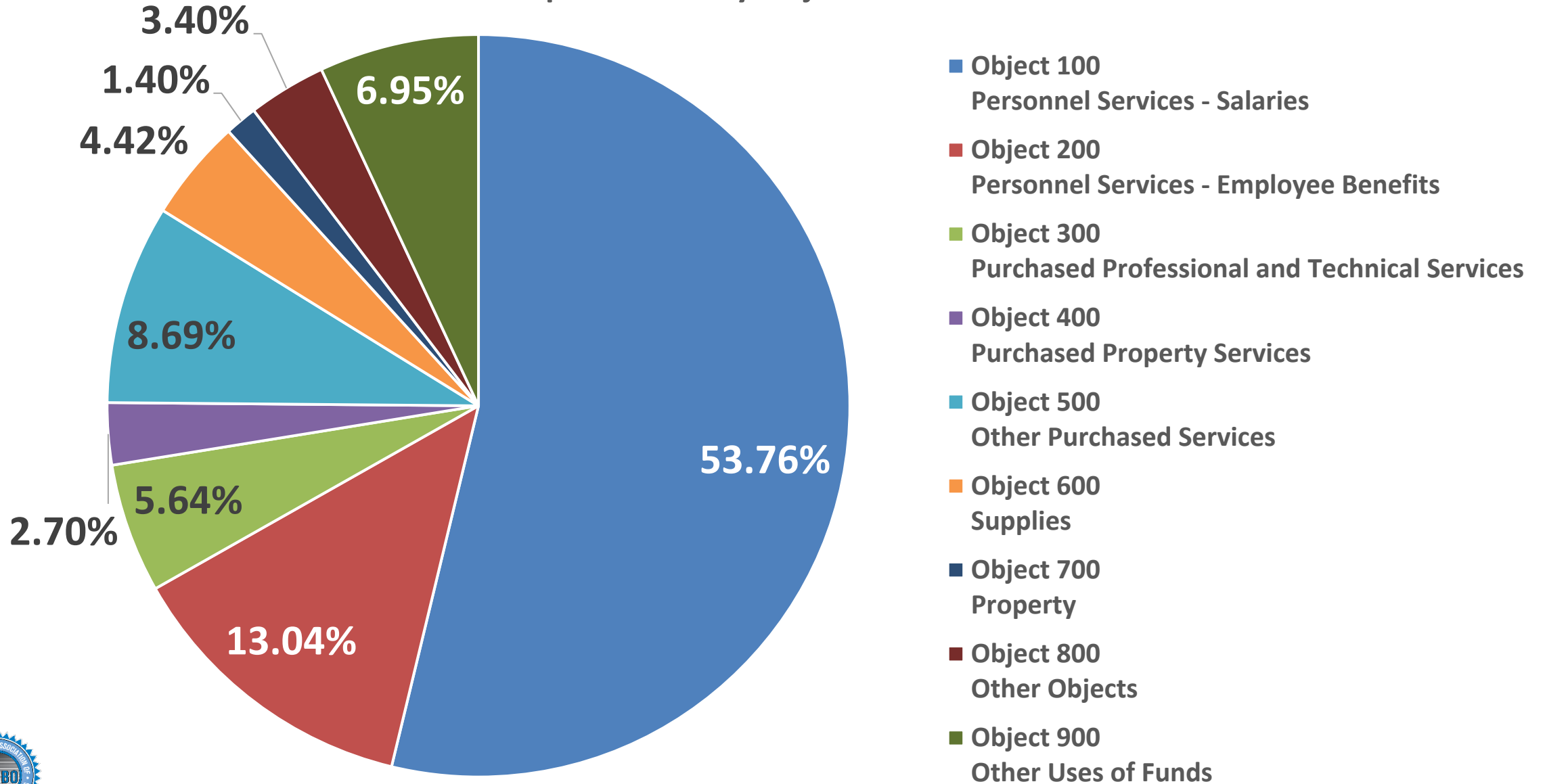
2/14/2024

School District Budget Math:

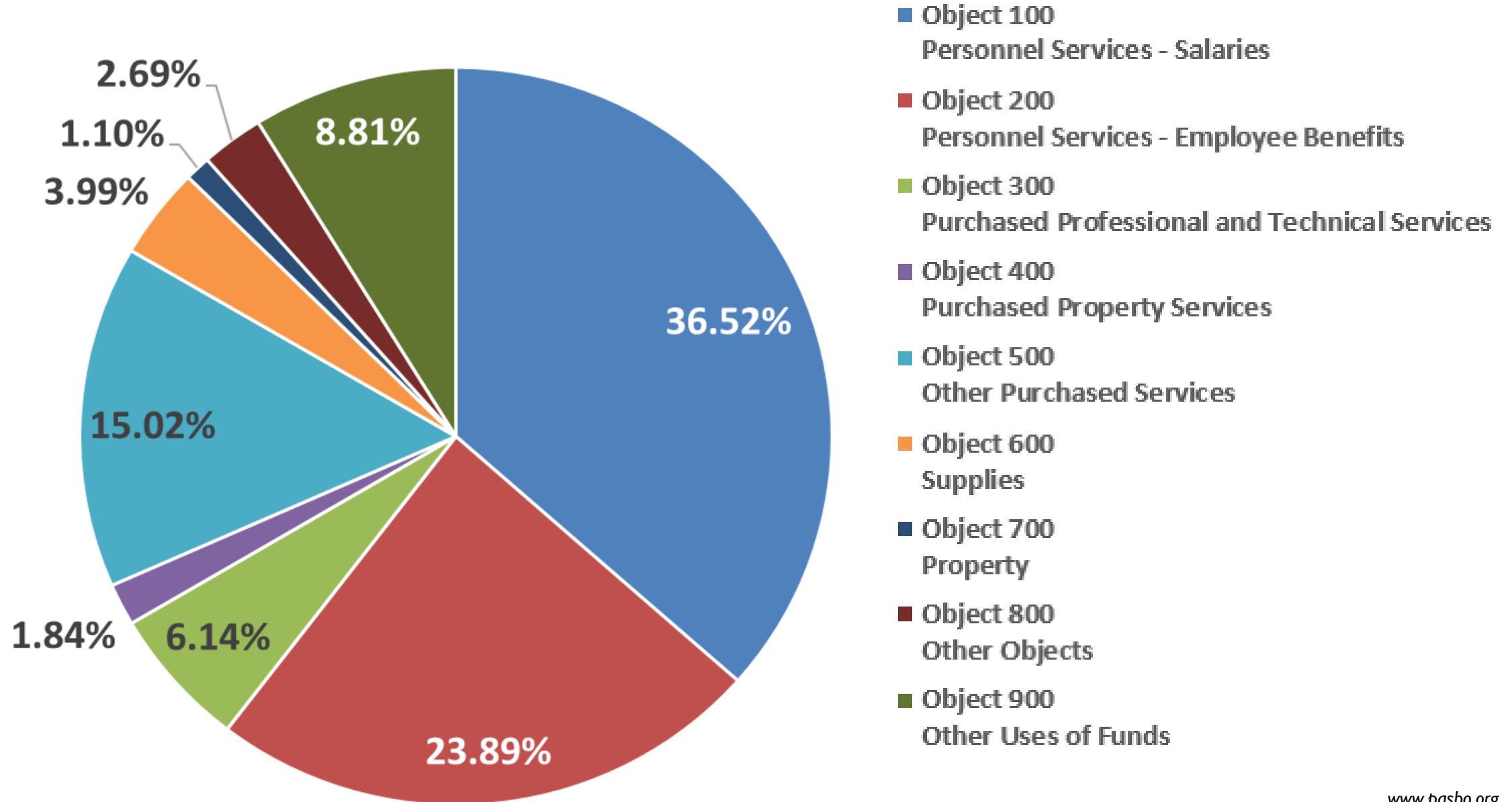
EXPENDITURES = REVENUES



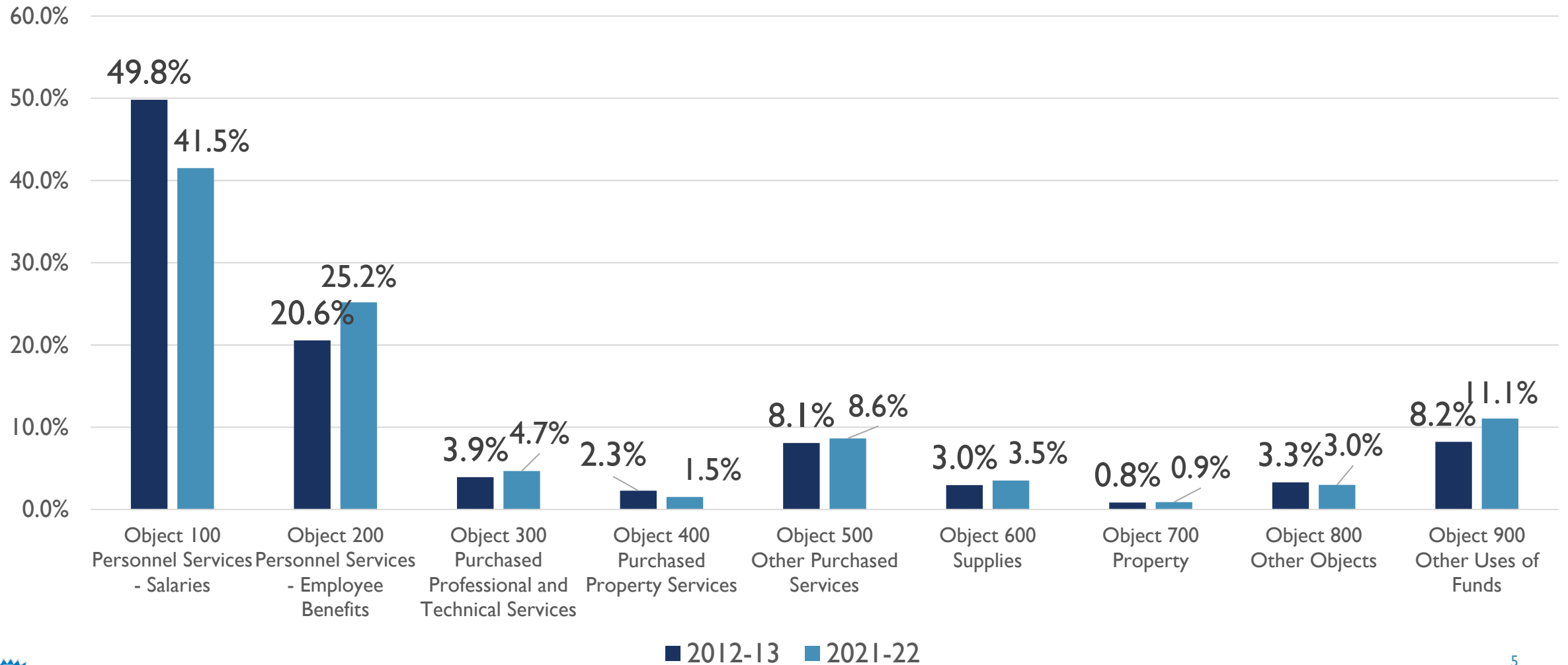
SD Expenditures by Object Code 2000-01



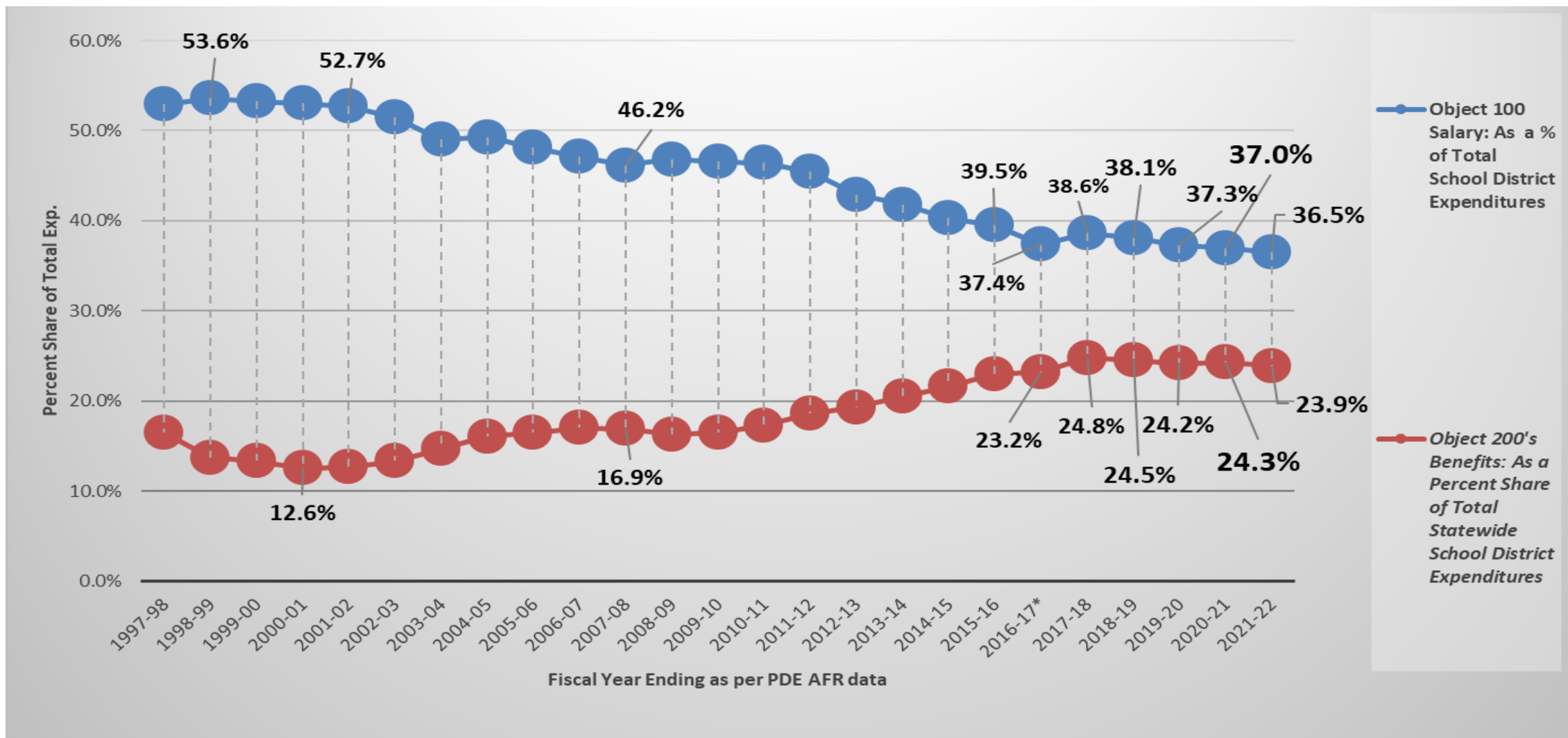
SD Expenditures by Object Code FY 2021-22



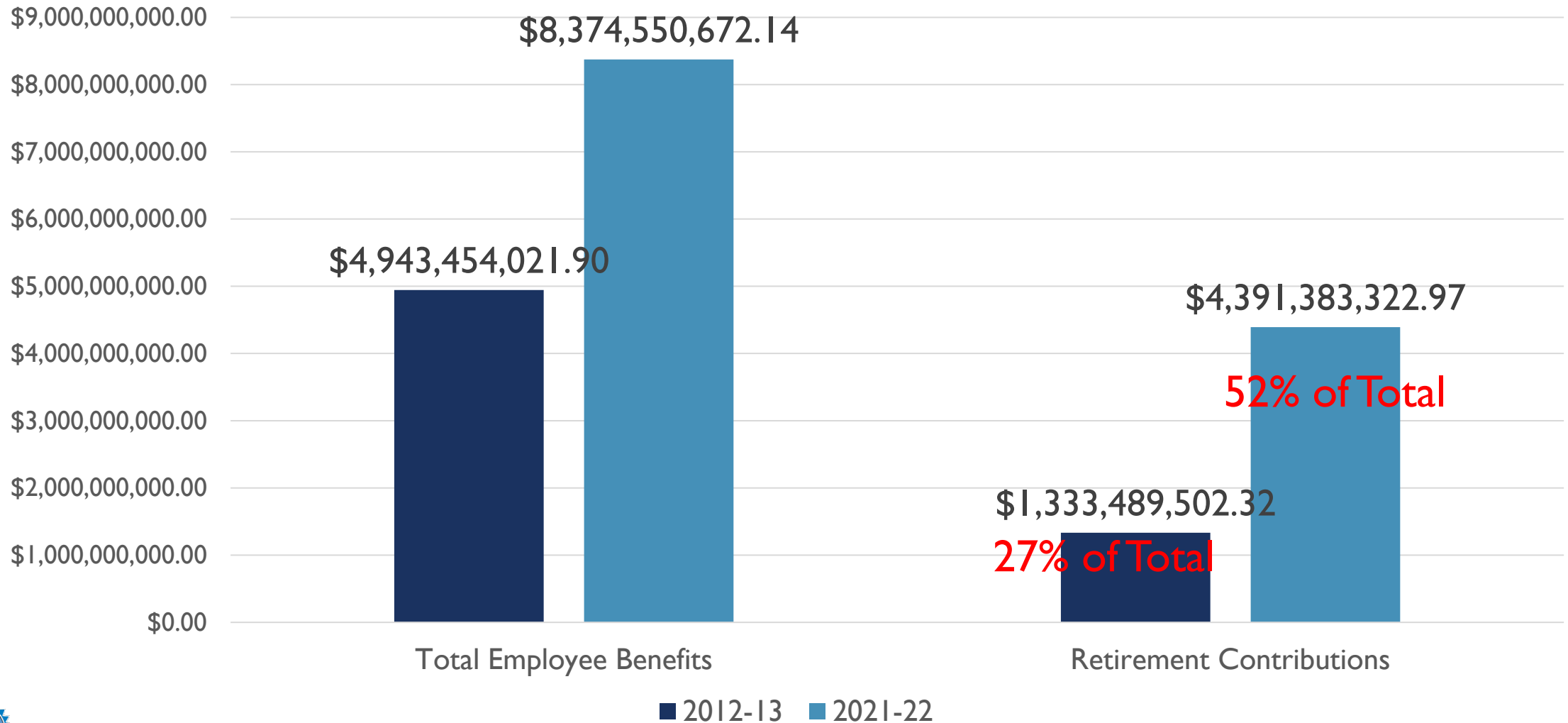
Change in SD Expenditures: Mont. County



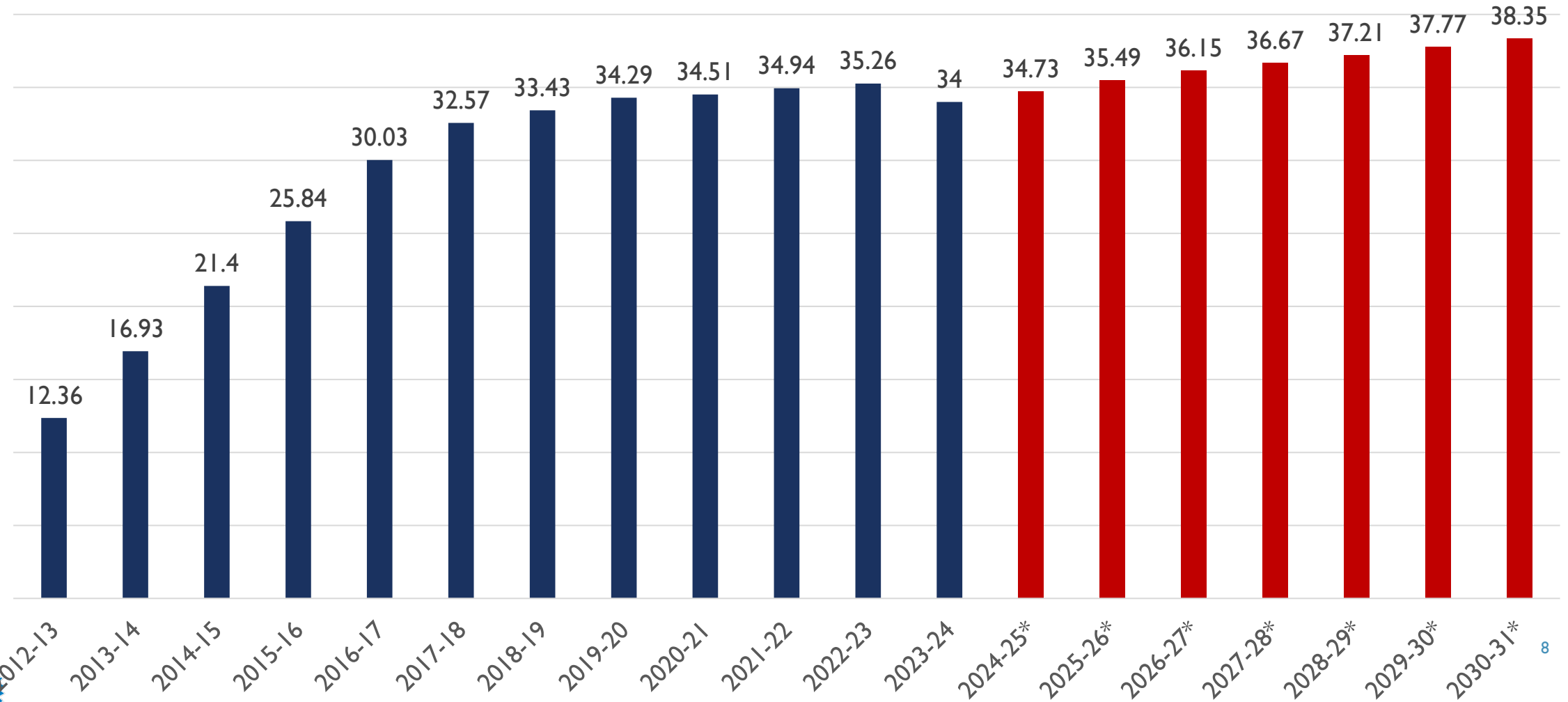
Share of Salaries vs Share of Benefits over time



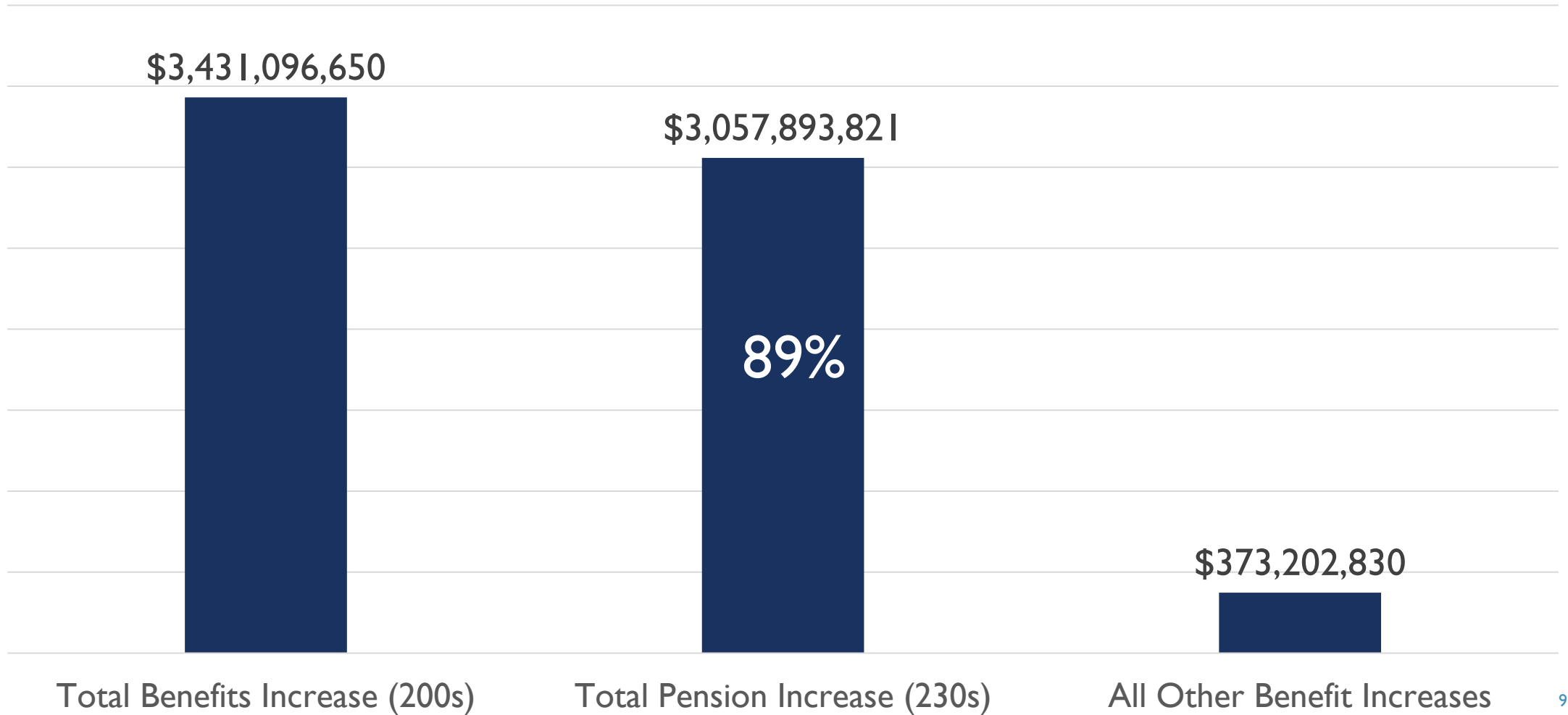
Change in Employee Benefits Costs 12-13 to 21-22



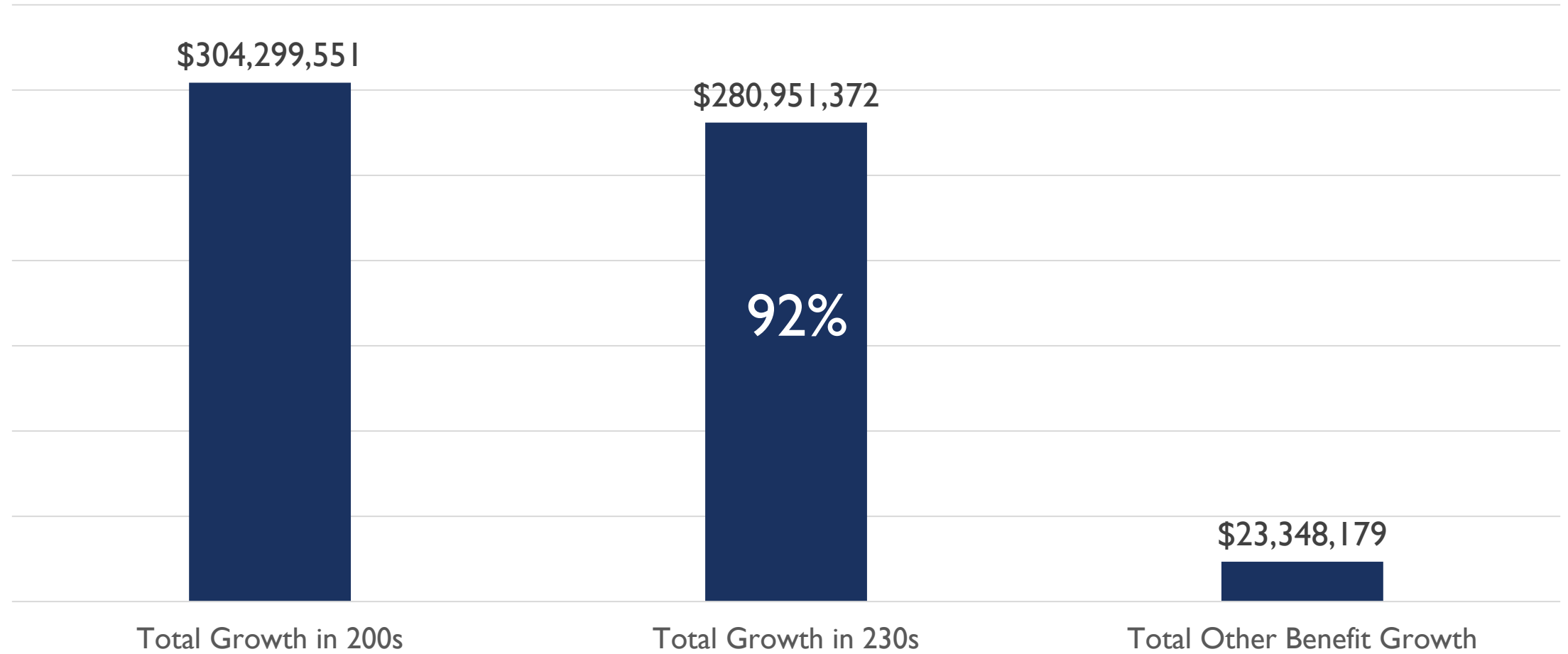
Change in Total Employer Contribution Rate (%)



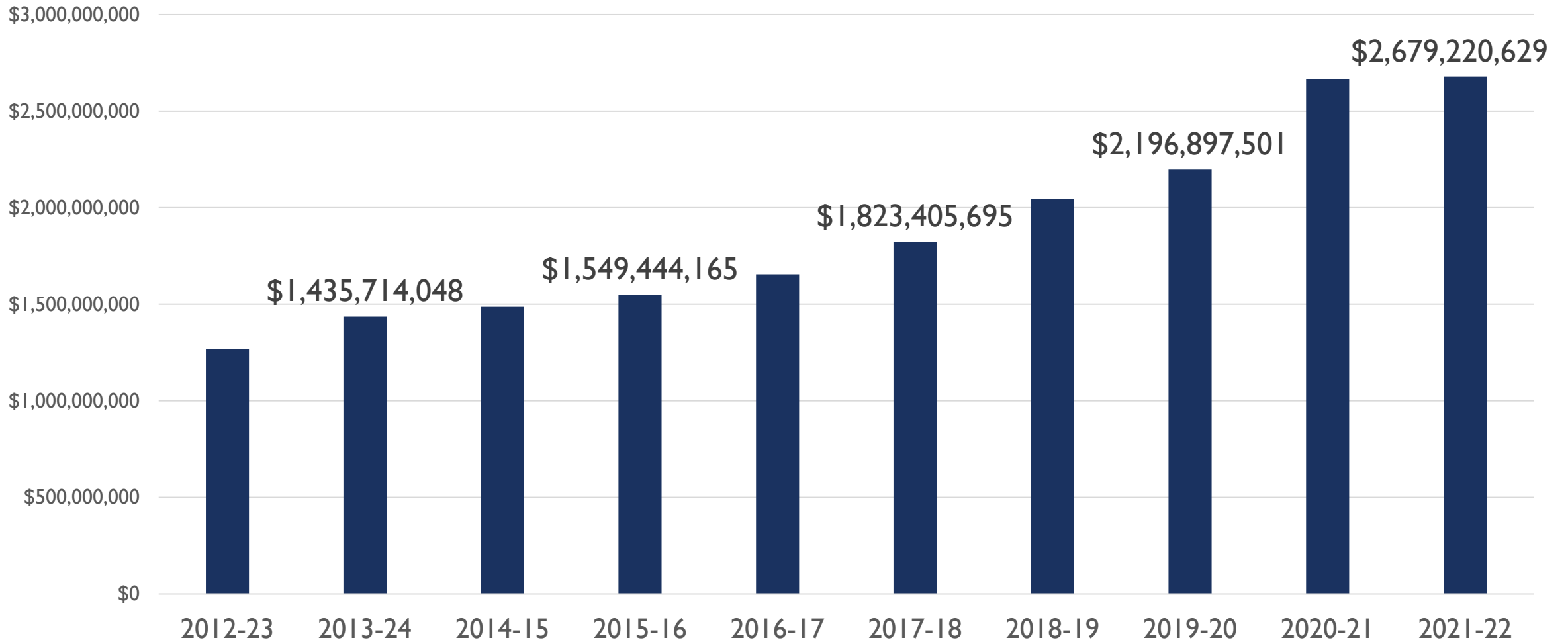
Growth in Benefits 2012-13 to 2021-22



Growth in Benefits in Mont. County 2012-13 to 2021-22



Total Charter School Tuition Over Time (2012-13 to 2021-22)

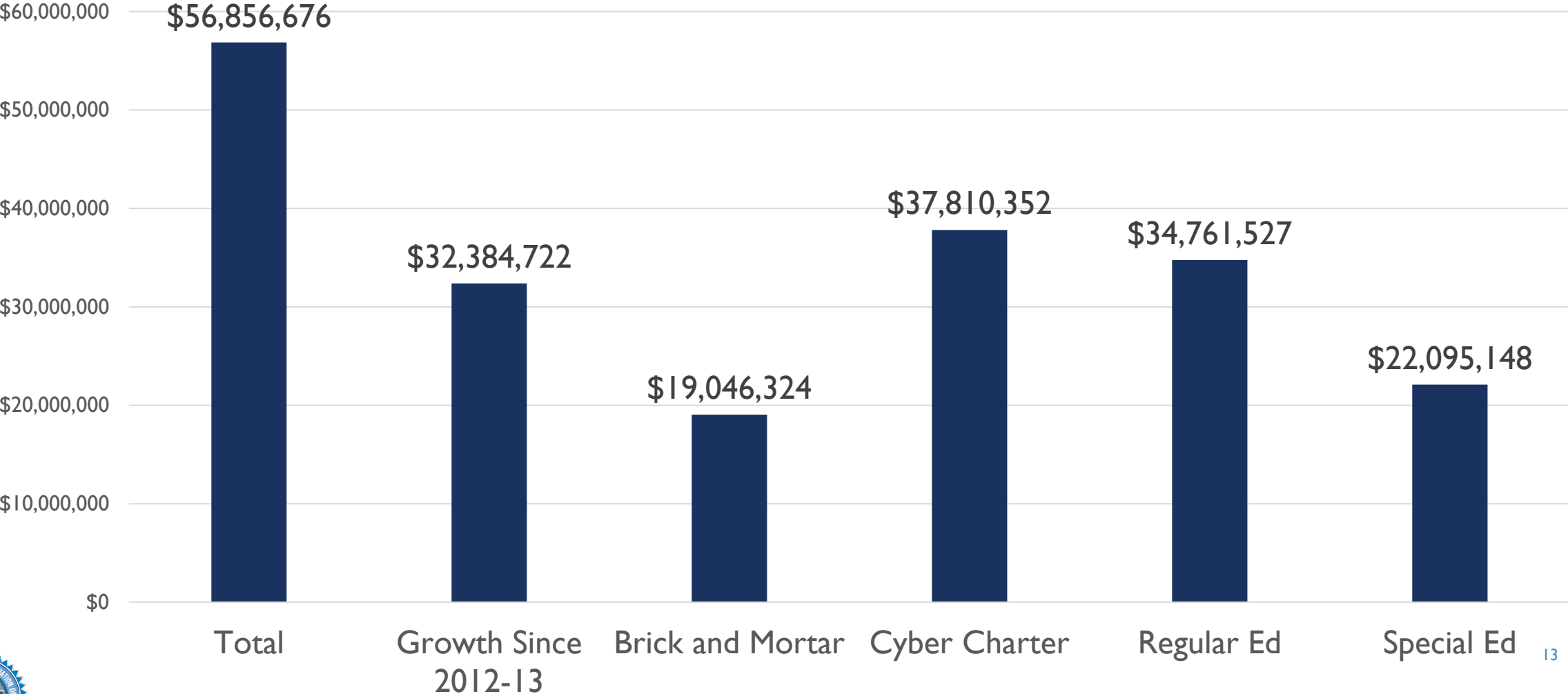


Charter School Tuition Calculation

- Statutorily defined by the Public School Code
- Based upon school district Budgeted Total Expenditures and school district ADMs
- Separate calculations for Regular Education and Special Education, dependent upon whether the resident student has an IEP
- Several deductions are permitted (generally for expenses charter schools don't have and/or funds charter schools receive from the state); charter tuition is not deducted
- Special education calculation uses 16% as the proxy percentage of ADMs in the district with special education needs

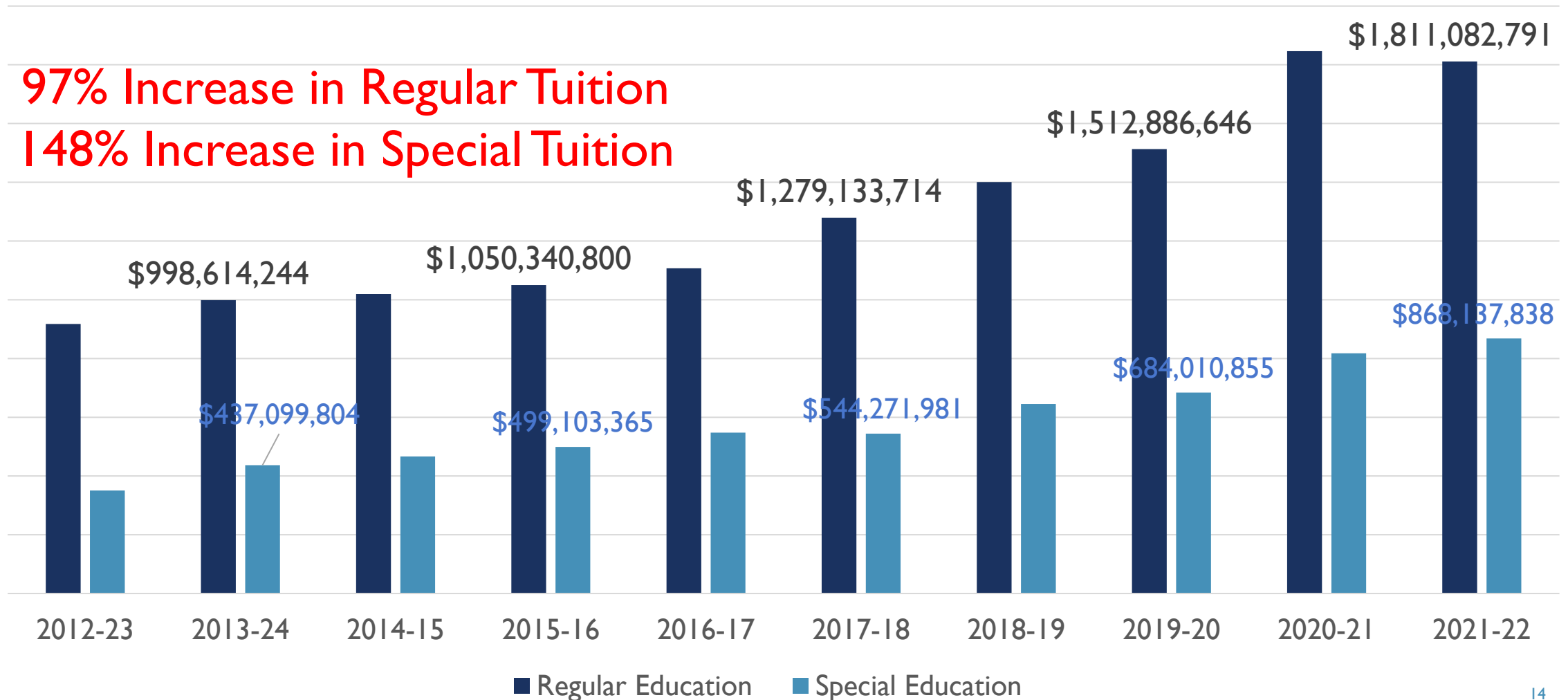


Charter School Tuition Montgomery County (2021-22)

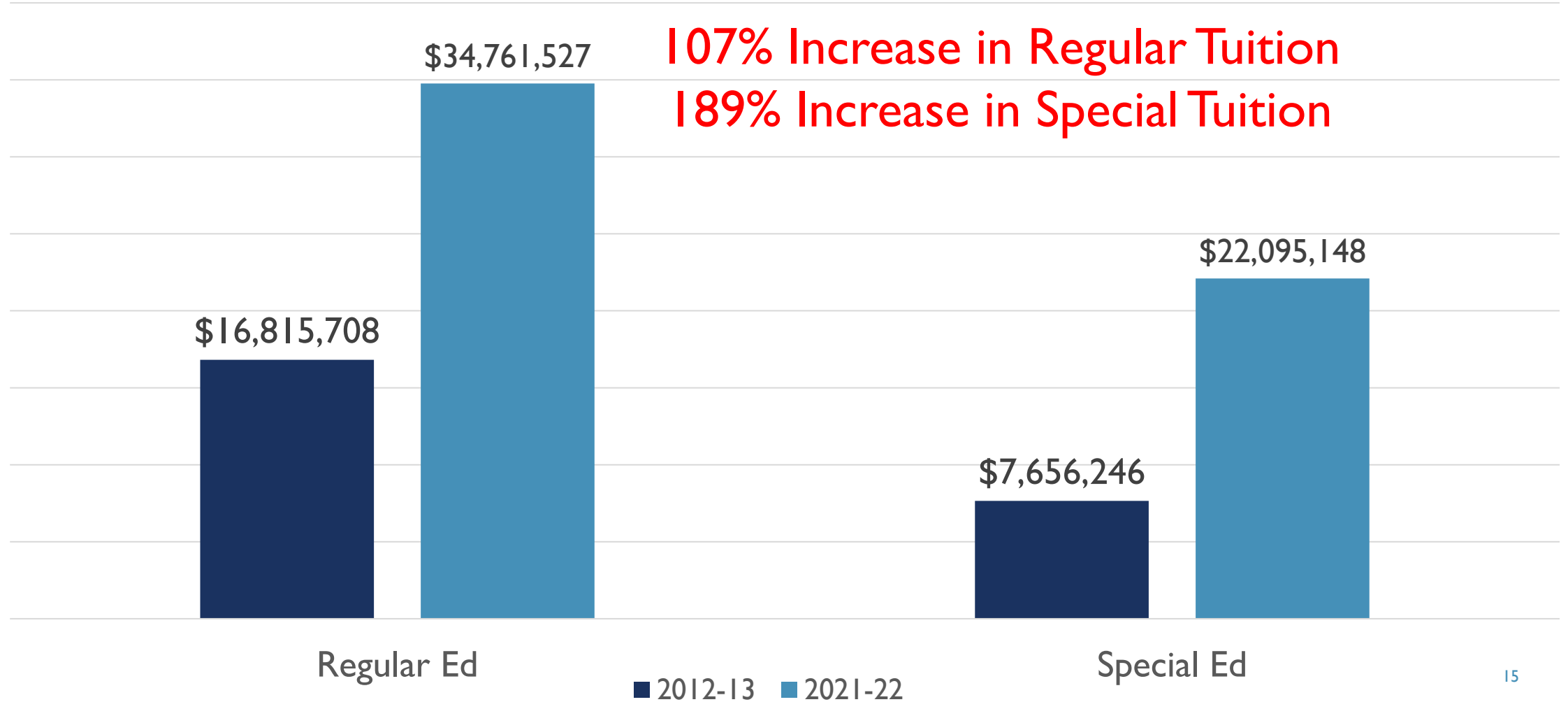


Regular Education vs. Special Education Charter School Tuition

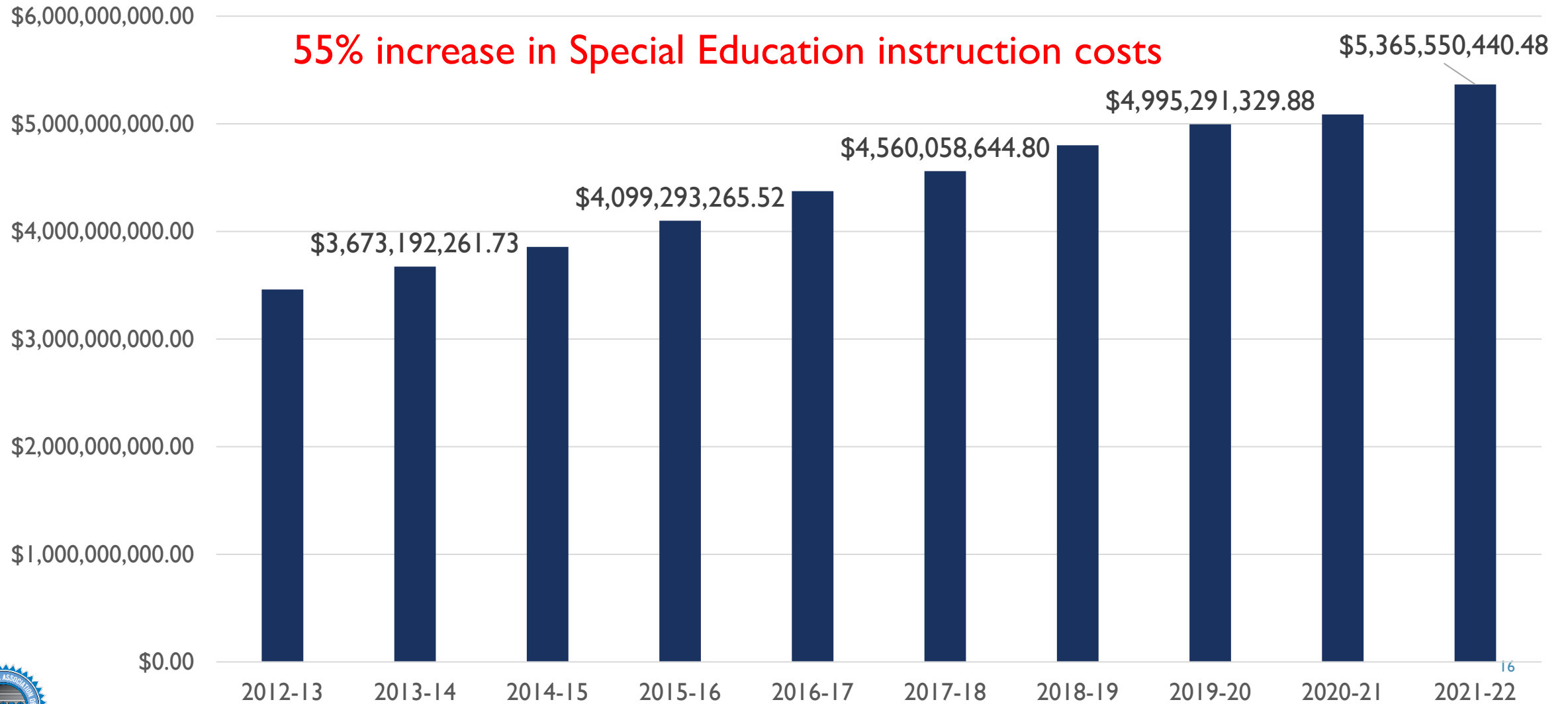
97% Increase in Regular Tuition
148% Increase in Special Tuition



Growth by Charter School Tuition Type Mont. County

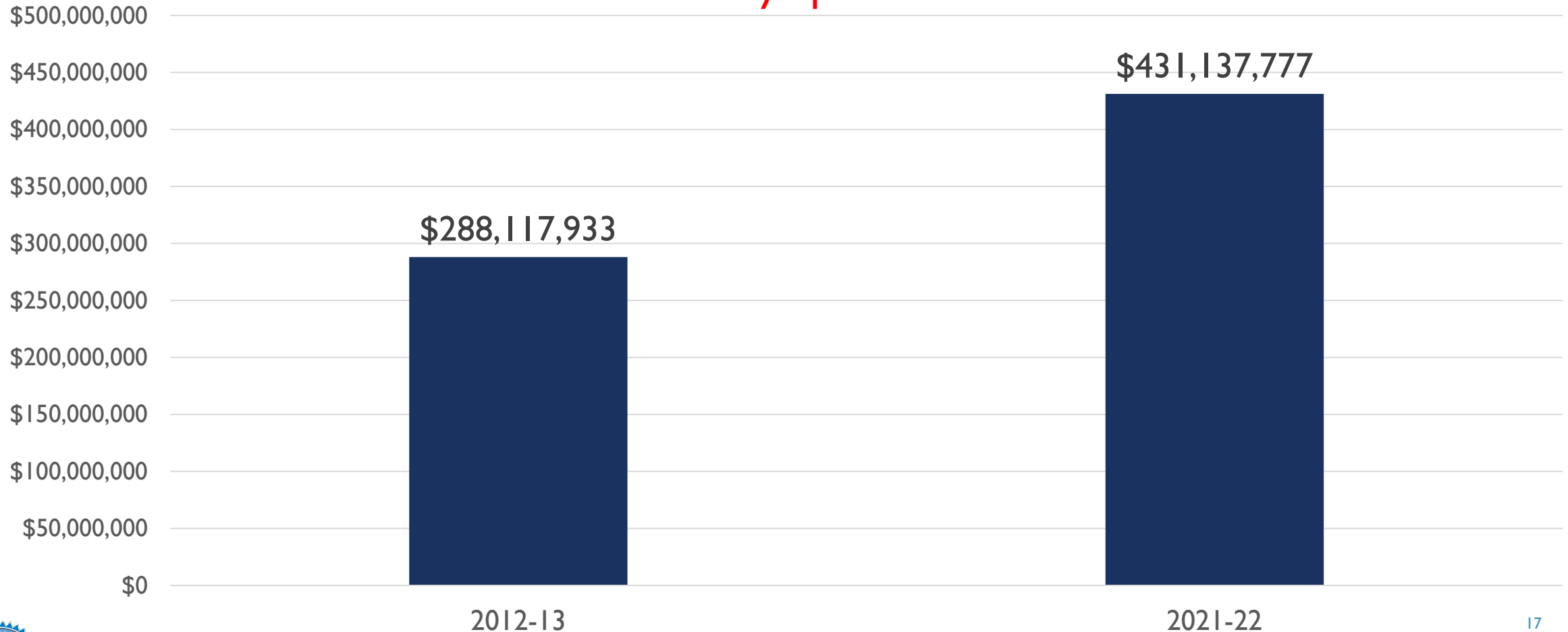


Change in Special Education Instructional Costs 12-13 to 21-22



Change in Special Education Instructional Costs (12-23 to 21-22)

50% increase in Mont. County Special Education instruction costs

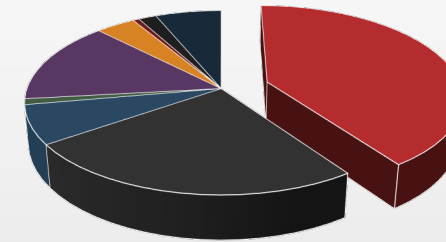


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- Know what is driving your budget...identify trends, define scope, etc.
 - Define what you can control and what you can't control...
 - Know how much your E changes from year to year!
 - Work with your CFO/business manager!



Expenditures by Object

| Major Expenditure Object | 2023 Actual \$ | 2023 Actual % |
|--|----------------------|---------------|
| <i>Total Expenditures</i> | <i>\$146,206,157</i> | |
| Personnel Services - Salaries | \$ 59,024,306 | 40.4% |
| Personnel Services - Benefits | \$ 36,527,063 | 25.0% |
| Purchased Professional & Tech Services | \$ 10,014,849 | 6.8% |
| Purchased Property Services | \$ 1,499,278 | 1.0% |
| Other Purchased Services | \$ 21,110,908 | 14.4% |
| Supplies | \$ 5,510,287 | 3.8% |
| Property | \$ 859,129 | 0.6% |
| Other Objects | \$ 2,500,951 | 1.7% |
| Other Uses of Funds | \$ 9,159,386 | 6.3% |



- Personnel Services - Salaries
- Personnel Services - Benefits
- Purchased Professional & Tech Services
- Purchased Property Services
- Other Purchased Services
- Supplies
- Property
- Other Objects

Expenditure Object – Ten Year Comparison

| Major Expenditure Object | 2013 Actual \$ | 2013 Actual % of Total | 2023 Actual \$ | 2023 Actual % of Total | Compound Annual Growth Rate |
|--|----------------|------------------------|----------------|------------------------|-----------------------------|
| <i>Total Expenditures</i> | \$ 104,578,292 | | \$146,206,157 | | 3.41% |
| Personnel Services - Salaries | \$ 47,724,260 | 45.6% | \$ 59,024,306 | 40.4% | 2.15% |
| Personnel Services - Benefits | \$ 17,945,606 | 17.2% | \$ 36,527,063 | 25.0% | 7.37% |
| Purchased Professional & Tech Services | \$ 4,922,658 | 4.7% | \$ 10,014,849 | 6.8% | 7.36% |
| Purchased Property Services | \$ 3,359,311 | 3.2% | \$ 1,499,278 | 1.0% | -7.75% |
| Other Purchased Services | \$ 16,322,286 | 15.6% | \$ 21,110,908 | 14.4% | 2.61% |
| Supplies | \$ 2,849,934 | 2.7% | \$ 5,510,287 | 3.8% | 6.82% |
| Property | \$ 302,500 | 0.3% | \$ 859,129 | 0.6% | 11.00% |
| Other Objects | \$ 4,767,927 | 4.6% | \$ 2,500,951 | 1.7% | -6.25% |
| Other Uses of Funds | \$ 6,383,809 | 6.1% | \$ 9,159,386 | 6.3% | 3.68% |

Special Education – Ten Year Comparison

| Major Expenditure Object | 2013 Actual \$ | 2013 Actual % of Total | 2023 Actual \$ | 2023 Actual % of Total | Compound Annual Growth Rate |
|--|----------------|------------------------|----------------|------------------------|-----------------------------|
| <i>Total Expenditures</i> | \$ 16,521,349 | | \$ 30,499,127 | | 6.32% |
| Personnel Services - Salaries | \$ 7,539,024 | 7.2% | \$ 10,070,118 | 6.9% | 2.94% |
| Personnel Services - Benefits | \$ 2,791,621 | 2.7% | \$ 6,144,780 | 4.2% | 8.21% |
| Purchased Professional & Tech Services | \$ 3,569,355 | 3.4% | \$ 7,779,990 | 5.3% | 8.10% |
| Purchased Property Services | \$ 0 | | \$ 0 | | |
| Other Purchased Services | \$ 2,385,619 | 2.3% | \$ 6,347,816 | 4.3% | 10.28% |
| Supplies | \$ 147,629 | 0.14% | \$ 136,983 | 0.09% | -0.75% |
| Property | \$ 26,862 | 0.03% | \$ 0 | | |
| Other Objects | \$ 61,240 | 0.06% | \$ 19,440 | 0.01% | -10.84% |
| Other Uses of Funds | \$ 0 | | \$ 0 | | |

Benefits – Ten Year Comparison

| Major Expenditure Object | 2013 Actual \$ | 2013 Actual % of Total | 2023 Actual \$ | 2023 Actual % of Total | Compound Annual Growth Rate |
|---------------------------------------|----------------|------------------------|----------------|------------------------|-----------------------------|
| <i>Total Benefits Expenditures</i> | \$ 17,945,606 | | \$ 36,527,063 | | 7.37% |
| Group Insurance – Contracted Provider | \$ 94,613 | 0.09% | \$ 123,600 | 0.08% | 2.71% |
| Social Security Contributions | \$ 3,530,756 | 3.4% | \$ 4,308,348 | 2.9% | 2.01% |
| PSERS Retirement Contributions | \$ 5,875,419 | 5.6% | \$ 20,529,140 | 14.0% | 13.33% |
| Tuition Reimbursement | \$ 270,668 | 0.26% | \$ 233,693 | 0.16% | -1.46% |
| Unemployment Compensation | \$ 60,762 | 0.06% | \$ 2,975 | 0.002% | -26.04% |
| Workers' Compensation | \$ 163,413 | 0.16% | \$ 278,033 | 0.19% | 5.46% |
| Group Insurance – Self Insurance | \$ 7,602,085 | 7.3% | \$ 10,938,304 | 7.5% | 3.71% |
| Other Current Employee Benefits | \$ 347,891 | 0.33% | \$ 112,971 | 0.08% | -10.64% |

Purchased Professional and Technical Services – Ten Year Comparison

| Major Expenditure Object | 2013 Actual \$ | 2013 Actual % of Total | 2023 Actual \$ | 2023 Actual % of Total | Compound Annual Growth Rate |
|---|---------------------|------------------------|---------------------|------------------------|-----------------------------|
| <i>Total Purchased Prof & Tech Services Expenditures</i> | \$ 4,922,658 | | \$ 10,014,849 | | 7.36% |
| Professional – Educational Services | \$ 1,808,756 | 1.7% | \$ 4,016,728 | 2.7% | 8.31% |
| <i>Professional Educational Services – IUs</i> | <i>\$ 1,618,060</i> | <i>1.5%</i> | <i>\$ 3,432,213</i> | <i>2.3%</i> | <i>7.81%</i> |
| <i>Professional Educational Services – Other Educational Agencies</i> | <i>\$ 45,466</i> | <i>0.04%</i> | <i>\$ 559,252</i> | <i>0.38%</i> | <i>28.53%</i> |
| <i>Professional Educational Services – Other</i> | <i>\$ 94,379</i> | <i>0.09%</i> | <i>\$ 25,263</i> | <i>0.02%</i> | <i>-12.35%</i> |
| Other Professional Services | \$ 2,867,939 | 2.7% | \$ 5,803,499 | 4.0% | 7.30% |
| Technical Services | \$ 129,218 | 0.12% | \$ 56,902 | 0.04% | -7.87% |
| Security / Safety Services | \$ 44,039 | 0.04% | \$ 37,173 | 0.03% | -1.68% |
| Employee Training And Development Services | \$ 0 | | \$ 28,525 | 0.02% | |
| Other Purchased Professional And Technical Services | \$ 72,163 | 0.07% | \$ 72,021 | 0.05% | -0.02% |

Other Purchased Services – Ten Year Comparison

| Major Expenditure Object | 2013 Actual \$ | 2013 Actual % of Total | 2023 Actual \$ | 2023 Actual % of Total | Compound Annual Growth Rate |
|--|----------------|------------------------|----------------|------------------------|-----------------------------|
| <i>Total Other Purchased Services Expenditures</i> | \$ 16,322,286 | | \$ 21,110,908 | | 2.61% |
| Student Transportation Services | \$ 7,646,044 | 7.3% | \$ 8,774,686 | 6.0% | 1.39% |
| Insurance – General | \$ 237,812 | 0.23% | \$ 465,001 | 0.32% | 6.94% |
| Communications | \$ 335,932 | 0.32% | \$ 536,064 | 0.37% | 4.78% |
| Advertising And Public Relations | \$ 10,857 | 0.01% | \$ 3,152 | 0.002% | -11.63% |
| Printing And Binding | \$ 57,512 | 0.05% | \$ 65,560 | 0.04% | 1.32% |
| Tuition | \$ 7,876,874 | 7.5% | \$ 11,093,307 | 7.6% | 3.48% |
| Travel | \$ 40,872 | 0.04% | \$ 36,124 | 0.02% | -1.23% |
| Miscellaneous Purchased Services | \$ 116,383 | 0.11% | \$ 137,014 | 0.09% | 1.65% |

Other Purchased Services (Tuition) – Ten Year Comparison

| Major Expenditure Object | 2013 Actual \$ | 2013 Actual % of Total | 2023 Actual \$ | 2023 Actual % of Total | Compound Annual Growth Rate |
|---|----------------|------------------------|----------------|------------------------|-----------------------------|
| <i>Total Tuition Expenditures</i> | \$ 7,876,874 | | \$ 11,093,307 | | 3.48% |
| <i>Tuition To Other School Districts Within The State</i> | \$ 137,720 | 0.13% | \$ 184,021 | 0.13% | 2.94% |
| <i>Tuition To Pennsylvania Charter Schools</i> | \$ 2,898,347 | 2.8% | \$ 4,566,129 | 3.1% | 4.65% |
| <i>Tuition To Nonpublic Schools</i> | \$ 933,306 | 0.89% | \$ 2,468,328 | 1.7% | 10.21% |
| <i>Tuition To Career And Technology Centers/Area Vocational Technical Schools</i> | \$ 2,268,931 | 2.2% | \$ 1,735,101 | 1.2% | -2.65% |
| <i>Tuition To Institutions Of Higher Education And Technical Institutes</i> | \$ 0 | | \$ 13,400 | 0.01% | |
| <i>Tuition To Approved Private Schools (Aps) And Pa Chartered Schools</i> | \$ 276,797 | 0.26% | \$ 351,283 | 0.24% | 2.41% |
| <i>Tuition To Private Residential Rehabilitative Institutions (Prri) [In-State] And Detention Centers</i> | \$ 1,312,620 | 1.3% | \$ 1,772,991 | 1.2% | 3.05% |
| <i>Tuition - Other</i> | \$ 49,154 | 0.05% | \$ 2,054 | 0.001% | -27.20% |

Expenditure Object

Prior Year, Current Year-to-Date

| Major Revenue Category | 2023 Budget | 2023 Actual | 2024 Budget | 2024 YTD |
|--|---------------|---------------|---------------|---------------|
| <i>Total Expenditures</i> | \$142,106,340 | \$146,206,157 | \$147,595,007 | \$ 82,033,038 |
| Personnel Services - Salaries | \$ 59,890,415 | \$ 59,024,306 | \$ 60,895,813 | \$ 27,294,780 |
| Personnel Services - Benefits | \$ 36,591,262 | \$ 36,527,063 | \$ 37,051,109 | \$ 19,604,983 |
| Purchased Professional & Tech Services | \$ 4,894,563 | \$ 10,014,849 | \$ 6,072,333 | \$ 5,111,191 |
| Purchased Property Services | \$ 1,236,817 | \$ 1,499,278 | \$ 1,496,591 | \$ 1,010,554 |
| Other Purchased Services | \$ 20,151,718 | \$ 21,110,908 | \$ 21,800,775 | \$ 12,995,212 |
| Supplies | \$ 6,662,361 | \$ 5,510,287 | \$ 7,183,286 | \$ 3,989,517 |
| Property | \$ 155,330 | \$ 859,129 | \$ 224,450 | \$ 1,183,400 |
| Other Objects | \$ 2,467,551 | \$ 2,500,951 | \$ 3,042,832 | \$ 1,623,400 |
| Other Uses of Funds | \$ 10,056,323 | \$ 9,159,386 | \$ 9,827,818 | \$ 9,220,000 |

2024-25 Budget Calendar

| Date | Event | Description |
|-----------|---------------------------|-------------------------------|
| 2/14/2024 | Finance Committee Meeting | Budget Process - Expenditures |
| 3/13/2024 | Finance Committee Meeting | Budget Presentation |
| 4/10/2024 | Finance Committee Meeting | Present Proposed Final Budget |
| 4/25/2024 | Board Meeting | Approve Proposed Final Budget |
| 5/08/2024 | Finance Committee Meeting | |
| 6/05/2024 | Finance Committee Meeting | Present Final Budget |
| 6/20/2024 | Board Meeting | Approve Final Budget |

2024-25 Act 1 Index – 5.3%

New revenue by increase %

- 0.0% - \$ 447,247
- 1.0% - \$ 945,145
- 2.0% - \$1,890,290
- 3.0% - \$2,835,435
- 4.0% - \$3,780,580
- 5.3% - \$5,009,162

Assumes 97% collection and flat homestead/farmstead allocation

* As of 2/1/2024 Assessments