Souderton Area School District

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2026-27 Budget Update

Finance Committee Meeting

April 15, 2026

2026-27 Budget Calendar

Date	Event	Description
4/15/2026	Finance Committee Meeting	Present Proposed Final Budget
4/30/2026	Board Meeting	Approve Proposed Final Budget
5/13/2026	Finance Committee Meeting	Budget Update
6/10/2026	Finance Committee Meeting	Present Final Budget
6/18/2026	Board Meeting	Approve Final Budget

Budgetary Revisions

Revenues	***$785,642***
Local Sources	$ 912,140
State Sources	($ 126,498)
Federal Sources	$ 0

Budgetary Revisions

Expenditures	***($1,680,768)***
Salaries	($ 613,476)
Benefits	($ 252,997)
Purchased Professional Services	($ 321,000)
Purchased Property Services	($ 20,000)
Other Purchased Services	($ 93,078)
Supplies	($ 260,000)
Other Objects (Dues & Fees, Interest)	($ 7,489)
Other Uses of Funds	($ 112,728)

2026-27 BUDGET OVERVIEW

	2024-25 Actual	2025-26 Prelim. Budget *	2025-26 Final Budget	2026-27 Prelim. Budget *
Revenues	$156,176,452	$158,397,088	$159,785,442	$169,088,428
Expenditures	157,020,257	164,166,755	159,784,442	169,088,561
Surplus(Deficit)	(843,805)	(5,769,667)	1,000	(133)**

	Millage Increase 2.0%	Millage Increase 2.5%	Millage Increase 3.0%	Millage Increase 3.5%	Approved Act 1 Exceptions
Total Revenues	$161,300,653	$161,823,133	$162,345,613	$162,868,385	$163,733,700
Expenditures	167,053,146	167,053,146	167,053,146	167,053,146	167,053,146
Surplus(Deficit)	(5,752,493)	(5,230,013)	(4,707,533)	(4,184,761)	(3,319,446)

* As of 4/1/2026 Assessments, assumes 97% collection and flat homestead/farmstead allocation
** Exceeds Act 1 Index, Requires Approval of Referendum Exceptions

How Did We Close the 2025-26 Proposed Final Budget Gap?

Revenues	***$815,510***
Local Sources	$ 454,135
State Sources	$ 209,915
Federal Sources	$ 115,776
Other Financing Sources	$ 35,684
Expenditures	***($2,882,560)***
Instruction	($ 1,588,990)
Support Services	($ 1,054,585)
Operation of Non-Instructional Services	($ 38,985)
Facilities Acquisition, Construction & Improvement Services	($ 40,000)
Other Expenditures and Financing Uses	($ 200,000)

How Did We Close the 2025-26 Proposed Final Budget Gap?

- ***Revenues*** ***$815,510***
  - Local Sources $ 454,135
    - Current Real Estate Taxes & Interim Real Estate Taxes - $46,997
    - Earned Income Tax - $150,000 & Real Estate Transfer Tax - $100,000
    - Interest Earnings - $200,000
    - IDEA Funding - ($107,308)
  - State Sources $ 209,915
    - Transportation Subsidies - $379,500
    - Payroll Subsidies – ($169,585)
  - Federal Sources $ 115,776
    - Title Programs - $6,776
    - Medical Access Program - $109,000
  - Other Financing Sources $ 35,684

How Did We Close the 2025-26 Proposed Final Budget Gap?

Expenditures	***($2,882,560)***
Salaries	($ 910,098)
Benefits	($ 394,194)
Purchased Professional Services	($ 373,680)
Purchased Property Services	($ 719,155)
Other Purchased Services	($ 39,964)
Supplies	($ 126,300)
Property / Equipment	($ 109,249)
Other Objects (Dues & Fees, Interest)	($ 9,920)
Other Uses of Funds	($ 200,000)

FY27 Proposed Budget Finances at a Glance - General Fund

frontline Analytics

SOUDERTON AREA SD

$163,733,700
FY2027 Budgeted Revenues

$166,923,646
FY2027 Budgeted Expenses

$6,863,886
Fund Balance as of 6/30/25

$124,725,317
Revenues from Local Sources

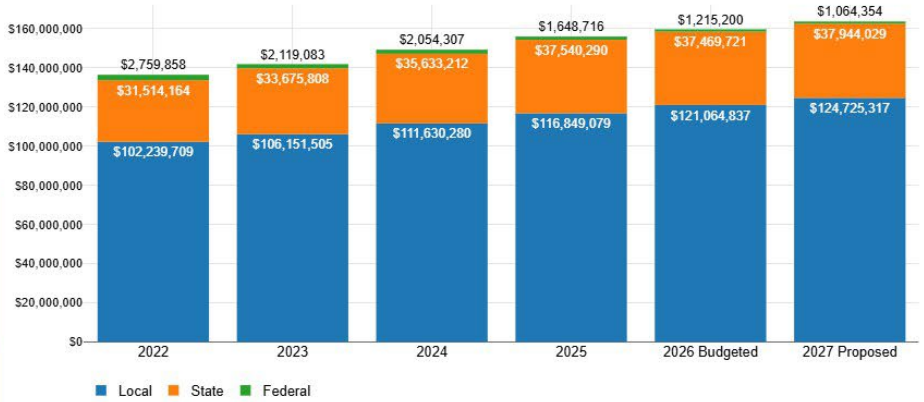
$37,944,029
Revenues from State Sources

$69,393,755
Expenses for Salaries

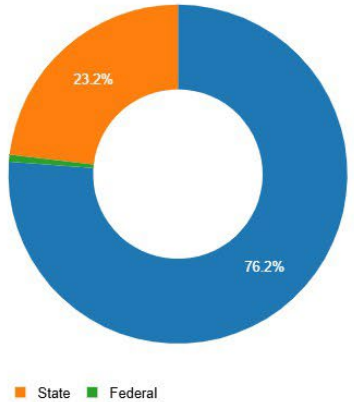
$43,535,488
Expenses for Benefits

$10,076,426
Expenses towards Debt Service

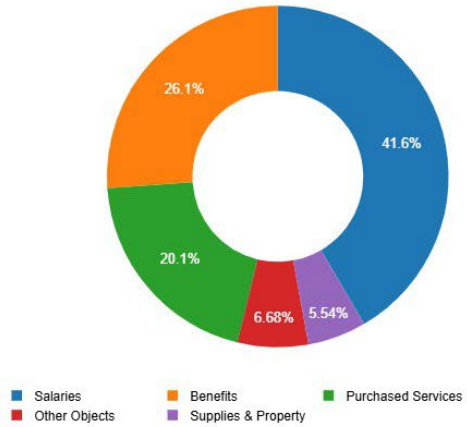
Revenues by Source



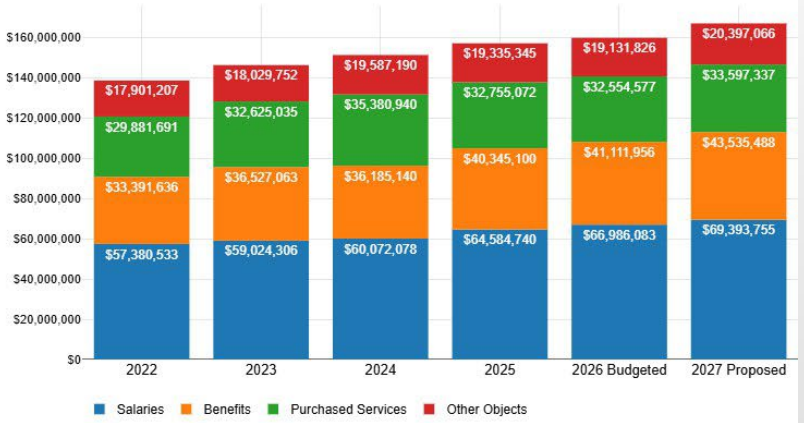
Proposed Budget Revenues by Source



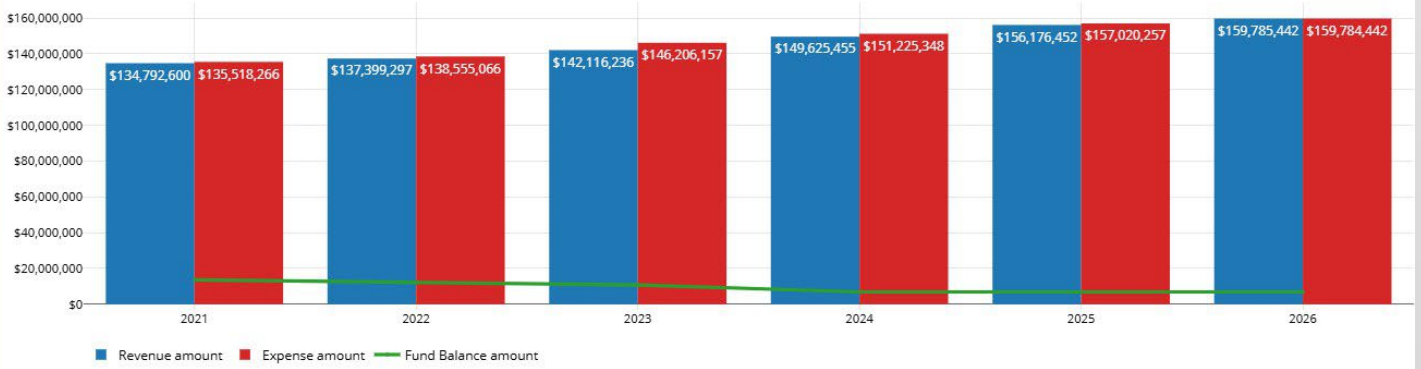
Proposed Budget Expenses by Object



Expenses by Object



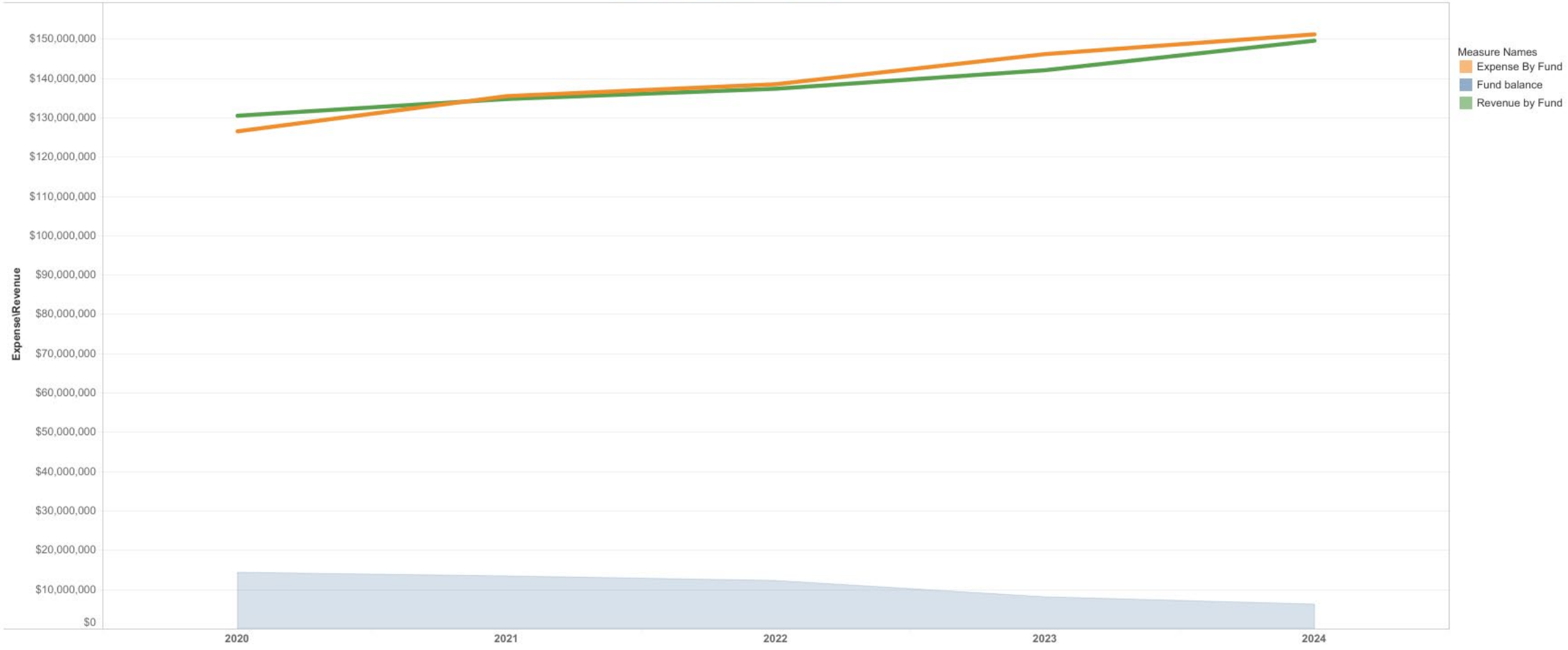
Historical Revenues, Expenses and General Fund Balance



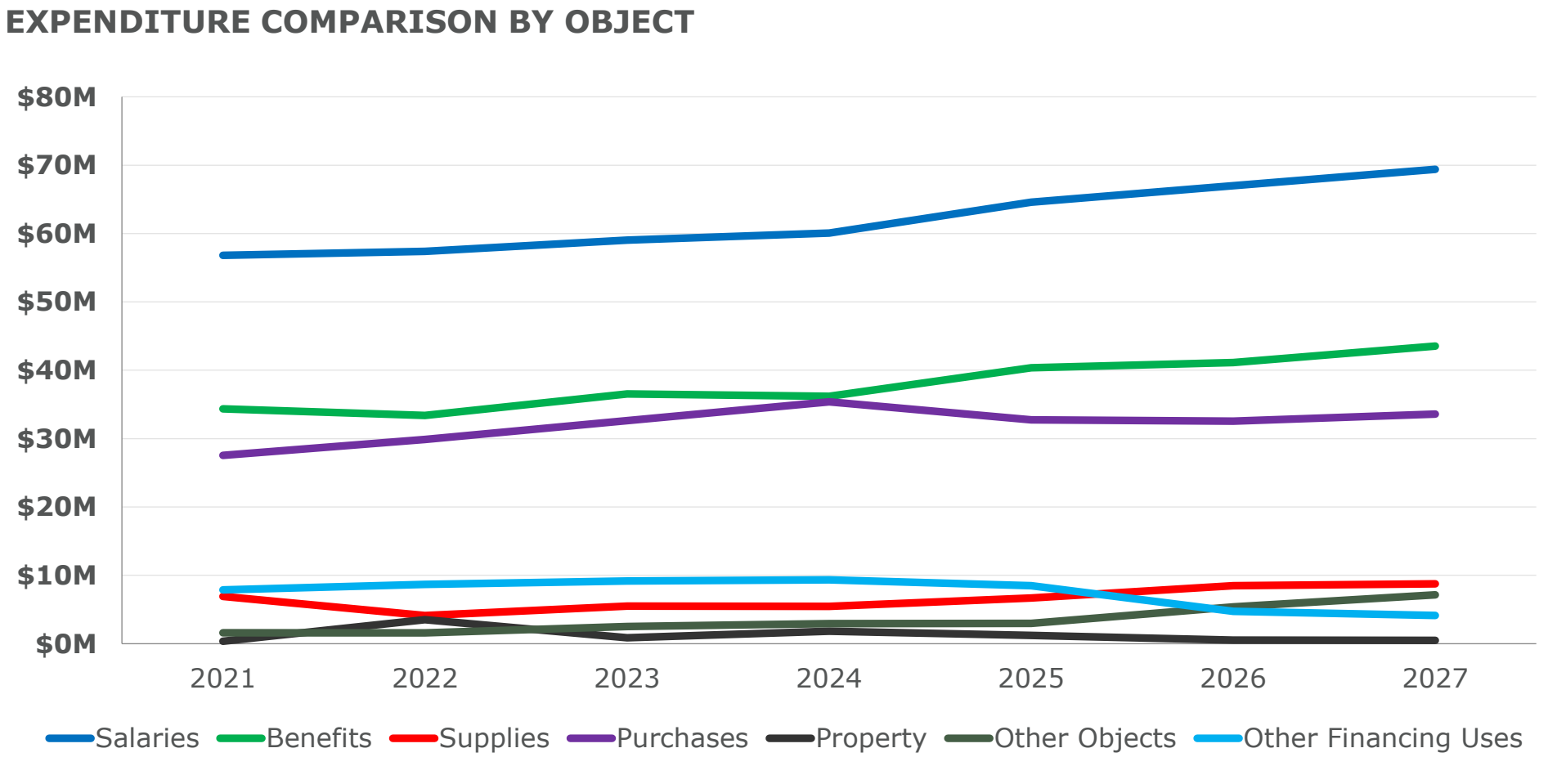
Revenue, Expenditures and Changes in Fund Balance

District: Souderton Area SD

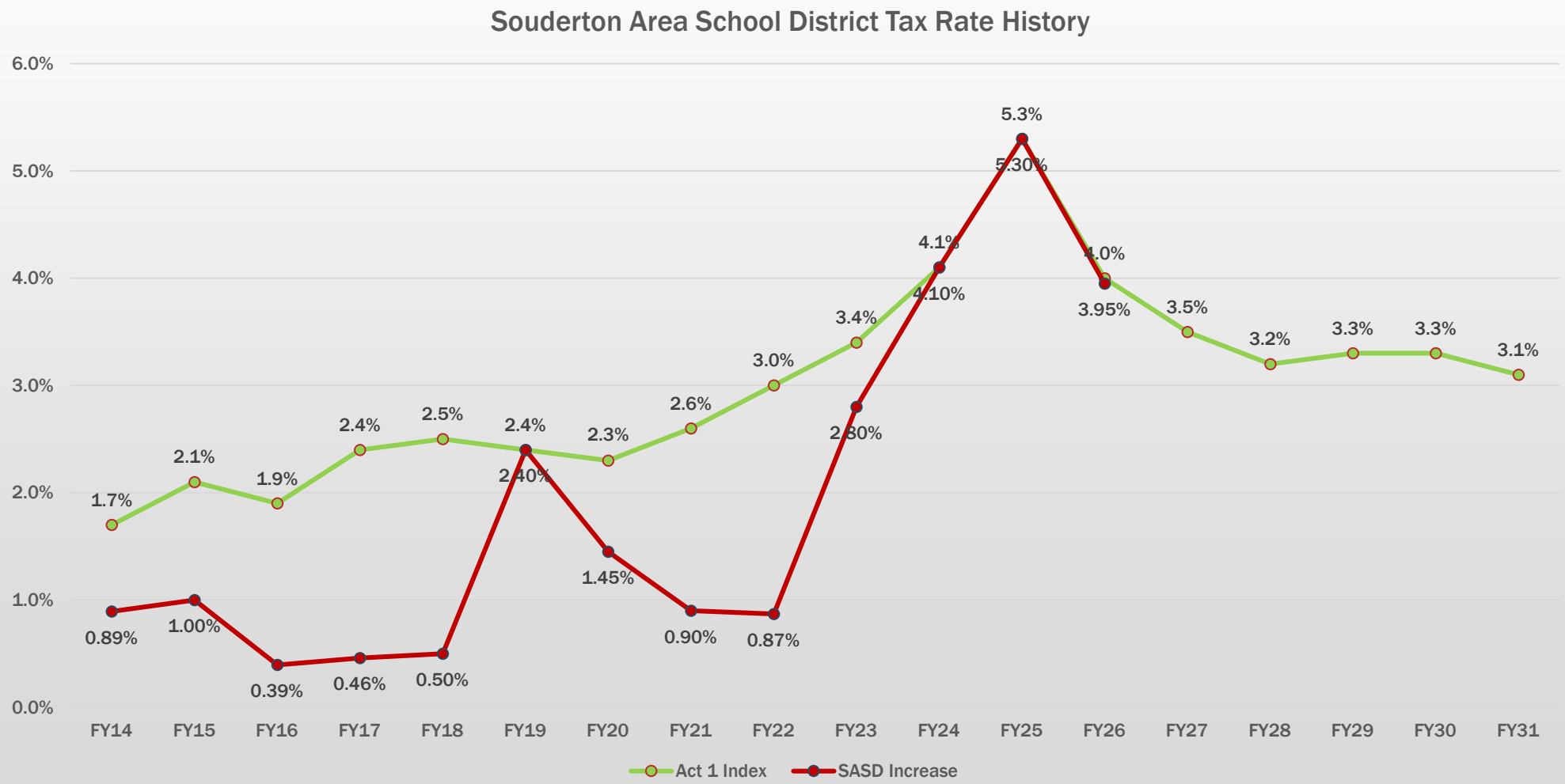
Source: Pennsylvania Department of Education



Five Year Trend



ACT 1 INDEX – 3.5% for 2026-27



Five Year Revenue Forecast

Projections Summary
SOUDERTON AREA SD
FY26 Proposed Final Budget

	FY2026 Budget	FY2027 Projected	Percent Change	FY2028 Projected	Percent Change	FY2029 Projected	Percent Change	FY2030 Projected	Percent Change	FY2031 Projected	Percent Change
Local Revenue											
Current Real Estate Taxes	$100,715,199	$105,441,027	4.69%	$109,834,980	4.17%	$114,163,942	3.94%	$118,658,119	3.94%	$123,078,092	3.72%
Current Act 511 Earned Income Taxes	$11,150,000	$11,225,000	0.67%	$11,505,625	2.50%	$11,793,266	2.50%	$12,088,097	2.50%	$12,390,300	2.50%
Current Act 511 Real Estate Transfer Taxes	$1,800,000	$1,550,000	-13.89%	$1,581,000	2.00%	$1,612,620	2.00%	$1,644,872	2.00%	$1,677,770	2.00%
Delinquent Real Estate Taxes	$850,000	$850,000	0.00%	$850,000	0.00%	$850,000	0.00%	$850,000	0.00%	$850,000	0.00%
All Other Local Revenue	$6,549,638	$5,659,290	-13.59%	$5,515,290	-2.54%	$5,386,290	-2.34%	$5,270,790	-2.14%	$5,167,440	-1.96%
Total Local Revenue	**$121,064,837**	**$124,725,317**	**3.02%**	**$129,286,895**	**3.66%**	**$133,806,118**	**3.50%**	**$138,511,879**	**3.52%**	**$143,163,602**	**3.36%**
State Revenue											
Basic Education Funding - Formula	$12,483,873	$12,616,366	1.06%	$12,716,251	0.79%	$12,814,826	0.78%	$12,916,067	0.79%	$13,020,108	0.81%
Special Education Funding	$4,264,593	$4,363,613	2.32%	$4,472,703	2.50%	$4,584,521	2.50%	$4,699,134	2.50%	$4,816,612	2.50%
Transportation	$2,179,500	$2,179,500	0.00%	$2,179,500	0.00%	$2,179,500	0.00%	$2,179,500	0.00%	$2,179,500	0.00%
State Share of Social Security and Medicare	$2,560,058	$2,623,471	2.48%	$2,623,471	0.00%	$2,623,471	0.00%	$2,623,471	0.00%	$2,623,471	0.00%
State Share of Retirement Contributions	$11,359,640	$11,602,977	2.14%	$11,786,055	1.58%	$11,962,224	1.49%	$12,148,756	1.56%	$12,328,379	1.48%
All Other State Revenue	$4,622,057	$4,558,102	-1.38%	$4,608,102	1.10%	$4,608,102	0.00%	$4,608,102	0.00%	$4,608,102	0.00%
Total State Revenue	**$37,469,721**	**$37,944,029**	**1.27%**	**$38,386,082**	**1.17%**	**$38,772,644**	**1.01%**	**$39,175,030**	**1.04%**	**$39,576,172**	**1.02%**
Federal Revenue	$1,215,200	$1,064,354	-12.41%	$1,064,354	0.00%	$1,064,354	0.00%	$1,064,354	0.00%	$1,064,354	0.00%
Other Financing Sources	$35,684	$0	-100.00%	$0	0.00%	$0	0.00%	$0	0.00%	$0	0.00%
Total Revenue	**$159,785,442**	**$163,733,700**	**2.47%**	**$168,737,331**	**3.06%**	**$173,643,115**	**2.91%**	**$178,751,262**	**2.94%**	**$183,804,128**	**2.83%**

Governor's Budget Proposal
Basic and Special Education Funding

- **Basic Education - $98,433 (0.79%) increase for SASD**
  - $50 million (0.61%) increase for the Basic Education Funding Formula
  - $12,616,366 Proposed Total Allocation for Souderton
- **Special Education - $122,400 (2.98%) increase for SASD**
  - $50 million (3.27%) increase for the Special Education Funding Formula
  - $4,363,613 Proposed Total Allocation for Souderton
  - Formula data will change final allocation
- **Ready to Learn Block Grant - $50,000 (8.70%) increase for SASD**
  - $565 million (40.84%) increase for the Ready to Learn Block Grant
  - $624,477 Proposed Total Allocation for Souderton

Debt Service Local Effort & Future Capital Improvements

5 Year Actual's

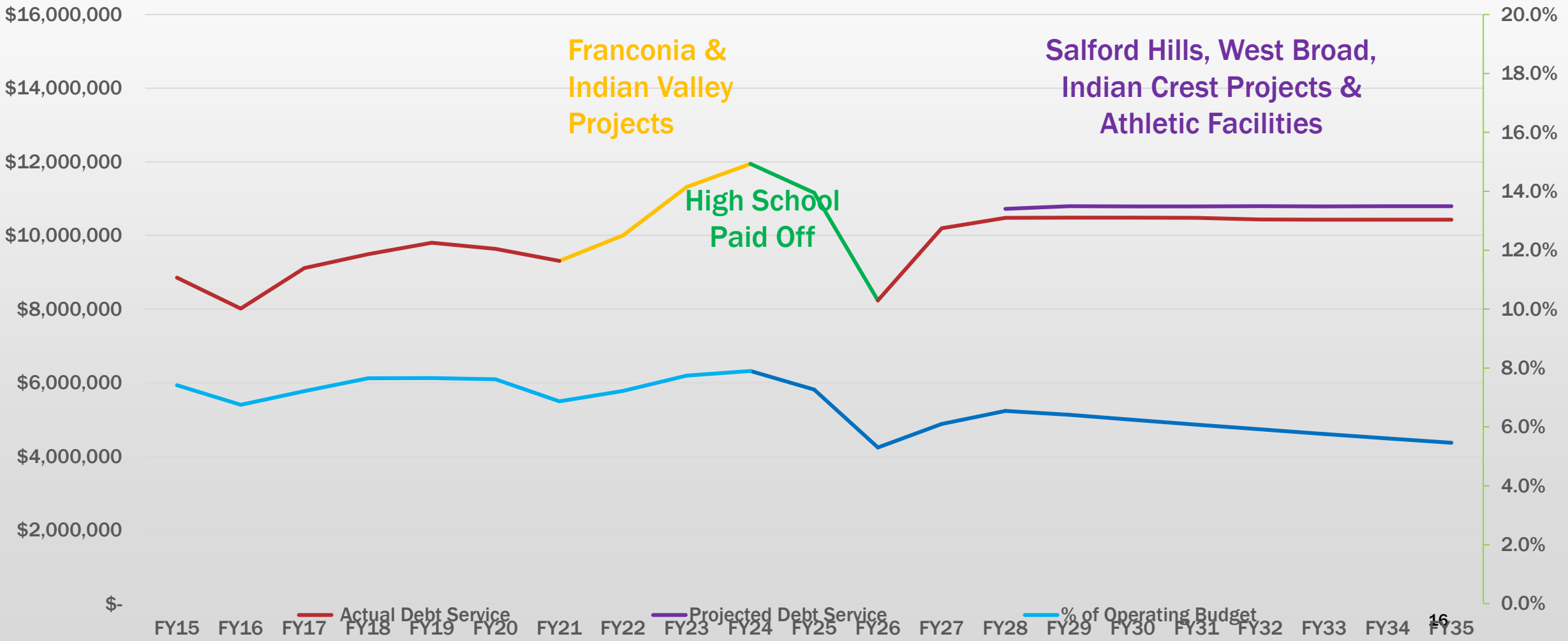
- 2019-20 - $9,637,994
- 2020-21 - $9,307,856
- 2021-22 - $10,002,537
- 2022-23 - $11,317,475
- 2023-24 - $11,945,428
- 2024-25 - $11,038,987

5 Year Forecast

- 2025-26 - $8,235,734*
- 2026-27 - $10,196,643*
- 2027-28 - $10,481,085*
- 2028-29 - $10,481,424*
- 2029-30 - $10,482,329*
- Debt Service remains around $10.2M through 2047-48*

* Current Amortization, Budget Forecast is $10.8M Annually

Debt Service Trends



LOCAL REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Mar 2025	FY26 Collections thru Mar 2026	2026-27 Proposed Budget
Total Local Revenue	*$116,849,079*	*$121,064,837*	*$111,386,859*	*$116,363,644*	*$124,725,317*
Current Real Estate Taxes	96,284,526	100,715,199	96,356,208	100,951,172	105,441,027
Interim Real Estate Taxes	723,544	550,000	568,120	323,200	450,000
Public Utility Realty Taxes	96,502	95,000	96,502	0	95,000
Payments in Lieu	378,068	380,000	378,068	386,421	386,000
Per Capita Taxes	284,730	283,000	283,994	286,762	0
Earned Income Taxes	10,857,788	11,150,000	7,656,540	7,897,019	11,225,000
Real Estate Transfer Taxes	1,737,425	1,800,000	1,312,352	1,079,243	1,550,000
Delinquencies on Taxes Levied	761,069	869,000	376,263	801,304	850,000
Earnings on Investments	2,279,802	1,950,000	1,912,796	1,725,722	1,500,000

LOCAL REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Mar 2025	FY26 Collections thru Mar 2026	2026-27 Proposed Budget
Revenues from LEA Activities	510,745	581,501	459,781	432,866	562,100
Revenues from Pass-Through Funds	1,366,323	1,292,692	560,371	501,403	1,303,190
Rentals	96,403	140,000	71,642	74,925	105,000
Contributions & Donations	88,619	76,000	63,193	93,146	55,000
Tuition from Patrons	125,777	105,000	91,288	150,441	150,000
Services Provided	41,932	90,000	0	27,634	30,000
Revenue from Community Services Activities	661,262	635,445	889,684	1,012,960	674,000
Refunds and Other Miscellaneous Revenue	554,565	352,000	310,058	618,762	349,000

STATE REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Mar 2025	FY26 Collections thru Mar 2026	2026-27 Proposed Budget
Total State Revenue	*$37,450,290*	*$37,469,721*	*$21,535,302*	*$22,043,370*	*$37,944,029*
Basic Education Funding	12,342,703	12,483,873	6,943,256	7,028,988	12,616,366
CS Expenditure Subsidy	0	60,000	60,573	0	0
Tuition for Orphans Sub	45,878	150,000	0	0	50,000
Special Education Funding	4,245,506	4,264,593	3,052,960	3,180,905	4,363,613
Pupil Transportation Sub	2,278,479	1,836,000	1,267,375	1,822,783	1,836,000
Nonpublic and Charter School Pupil Transportation Subsidy	373,065	343,500	186,533	153,230	343,500
Rental and Sinking Fund Payments / Building Reimbursement Subsidy	769,072	49,905	769,072	47,227	49,950

STATE REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Mar 2025	FY26 Collections thru Mar 2026	2026-27 Proposed Budget
Health Services (Medical, Dental, Nurse, Act 25)	0	134,000	119,503	0	120,000
State Property Tax Reduction Allocation	3,366,318	3,703,675	3,366,318	3,703,675	3,703,675
Ready to Learn Block Grant	0	524,477	0	0	624,477
State Share of Social Security and Medicare Taxes	2,195,496	2,560,058	875,337	901,462	2,623,471
State Share of Retirement Contributions	10,810,287	11,359,640	4,094,414	4,241,329	11,602,977

FEDERAL REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Mar 2025	FY26 Collections thru Mar 2026	2026-27 Proposed Budget
Total Federal Revenue	*$1,648,716*	*$1,215,200*	*$804,287*	*$694,899*	*$1,064,354*
Title I	647,357	624,121	332,829	378,047	577,062
Title II	118,540	124,569	44,780	47,994	127,055
Title III	59,622	55,672	33,604	30,489	55,178
Title IV	55,859	46,838	55,859	13,445	47,059
ESSER Funding	483,575	0	314,677	0	0
School-Based Access Medicaid Reimbursement Program (SBAP)	250,000	359,000	1,208	250,000	250,000
Medical Assistance Reimbursement	15,876	5,000	13,365	6,501	8,000

Expenditures by Function (Instruction)

Major Expenditure Function	2024-25 Actual $	2025-26 Final Budget	2025-26 YTD	2026-27 Proposed Budget
Total Expenditures - Instruction	*$97,588,254*	*$100,874,031*	*$70,049,143*	*$105,458,305*
Regular Programs	61,117,313	64,095,140	44,320,304	66,865,122
Special Programs	33,302,386	33,789,767	23,434,910	35,451,237
Vocational Education	1,858,252	1,755,000	1,417,536	1,861,841
Other Instructional Programs	1,166,945	1,098,051	779,394	1,141,143
Nonpublic School Programs	14,649	0	9,623	11,500
Adult Education Programs	128,709	136,073	87,377	127,462

* The Function describes the activities for which a service or material is acquired.

Expenditures by Function (Support Services)

Major Expenditure Function	2024-25 Actual $	2025-26 Final Budget	2025-26 YTD	2026-27 Proposed Budget
Total Expenditures – Support Services	*$45,797,196*	*$47,011,594*	*$33,554,129*	*$48,414,724*
Support Services – Students	6,491,435	6,927,928	4,753,771	7,274,110
Support Services – Instructional Staff	5,177,898	5,435,539	3,433,481	5,679,847
Support Services – Administration	6,412,938	6,385,364	4,996,828	6,583,672
Support Services – Pupil Health	1,734,870	1,848,809	1,374,887	2,019,155
Support Services – Business	1,176,316	1,201,277	932,151	1,214,826
Operation And Maintenance Of Plant Services	11,733,869	11,962,307	9,075,178	12,269,750
Student Transportation Services	9,209,813	9,616,600	6,130,036	9,777,304
Support Services – Central	3,785,047	3,548,270	2,780,452	3,512,560
Other Support Services	75,011	82,500	77,345	83,500

* The Function describes the activities for which a service or material is acquired.

Expenditures by Function (Non-Instructional & Other Expenditures and Financing Uses)

Major Expenditure Function	2024-25 Actual $	2025-26 Final Budget	2025-26 YTD	2026-27 Proposed Budget
Total Expenditures – Non-Instructional	*$2,282,219*	*$2,113,083*	*$1,518,460*	*$2,224,191*
Student Activities	2,247,684	2,080,583	1,518,460	2,184,691
Community Services	7,935	0	0	7,000
Scholarships and Awards	26,600	32,500	0	32,500
Major Expenditure Function	**2024-25 Actual $**	**2025-26 Final Budget**	**2025-26 YTD**	**2026-27 Proposed Budget**
Total Expenditures – Other Expenditures	*$11,213,740*	*$9,785,734*	*$8,222,848*	*$10,955,926*
Debt Service / Other Expenditures and Financing Uses	11,213,740	8,235,734	8,115,626	10,205,926
Capital Reserve Transfer	0	800,000	0	0
Budgetary Reserve	0	750,000	0	750,000

* The Function describes the activities for which a service or material is acquired.

Expenditures by Object

Major Expenditure Object	2024-25 Actual $	2025-26 Final Budget	2025-26 YTD	2026-27 Proposed Budget
Total Expenditures	*$157,020,257*	*$159,784,442*	*$114,379,426*	*$167,053,146*
Personnel Services - Salaries	64,584,740	66,986,083	43,255,168	69,393,755
Personnel Services - Benefits	40,345,100	41,111,956	31,518,092	43,535,488
Purchased Professional & Tech Services	7,470,643	7,776,680	4,933,637	7,305,891
Purchased Property Services	1,793,088	1,484,352	2,333,607	1,476,306
Other Purchased Services	23,491,340	23,293,545	17,434,308	24,815,140
Supplies	6,678,623	8,491,432	5,400,617	8,759,210
Property	1,204,252	543,668	1,216,126	484,000
Other Objects	2,980,044	5,375,706	4,477,871	7,149,356
Other Uses of Funds	8,472,426	4,721,020	3,810,000	4,134,000

* The Object Dimension is the service or commodity bought.