Souderton Area School District

A community where character counts SM

2026-27 Budget Update

Finance Committee Meeting

May 13, 2026

2026-27 Budget Calendar

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

Property Tax Rebate – Who would be eligible? What is the Budgetary Impact?

To qualify for this discount, applicants must have a household income of no more than $48,110 annually, and:

- be 65 years of age or older; or
- be a widow or widower aged 50 years of age or older; or
- be permanently disabled and 18 years of age or older.

Approximate Budgetary Impact to Adopt Tax Rebate of 20% for all potentially eligible individuals

- $134,900 approximately a millage increase of 0.0448

Revised Revenue Budget Projections

Revenues		***$267,369***
Local Sources		$ 236,464
Current Real Estate Taxes	$ 86,464	
Interest on Investments	$150,000	
State Sources		$ 30,905
State Property Tax Reduction Allocation	$ 25,642	
Ready to Learn Block Grant	$ 50,000	
State Share of Social Security & Medicare	($ 8,299)	
State Share of Retirement Contributions	($ 36,438)	
Federal Sources		$ 0

Revised Expenditure Budget Projections

Expenditures	***($555,028)***
Salaries	($ 216,958)
Benefits	($ 89,474)
Purchased Professional Services	($ 7,940)
Purchased Property Services	$ 0
Other Purchased Services	($ 240,656)
Supplies	$ 0
Other Objects (Dues & Fees, Interest)	$ 0
Other Uses of Funds	$ 0

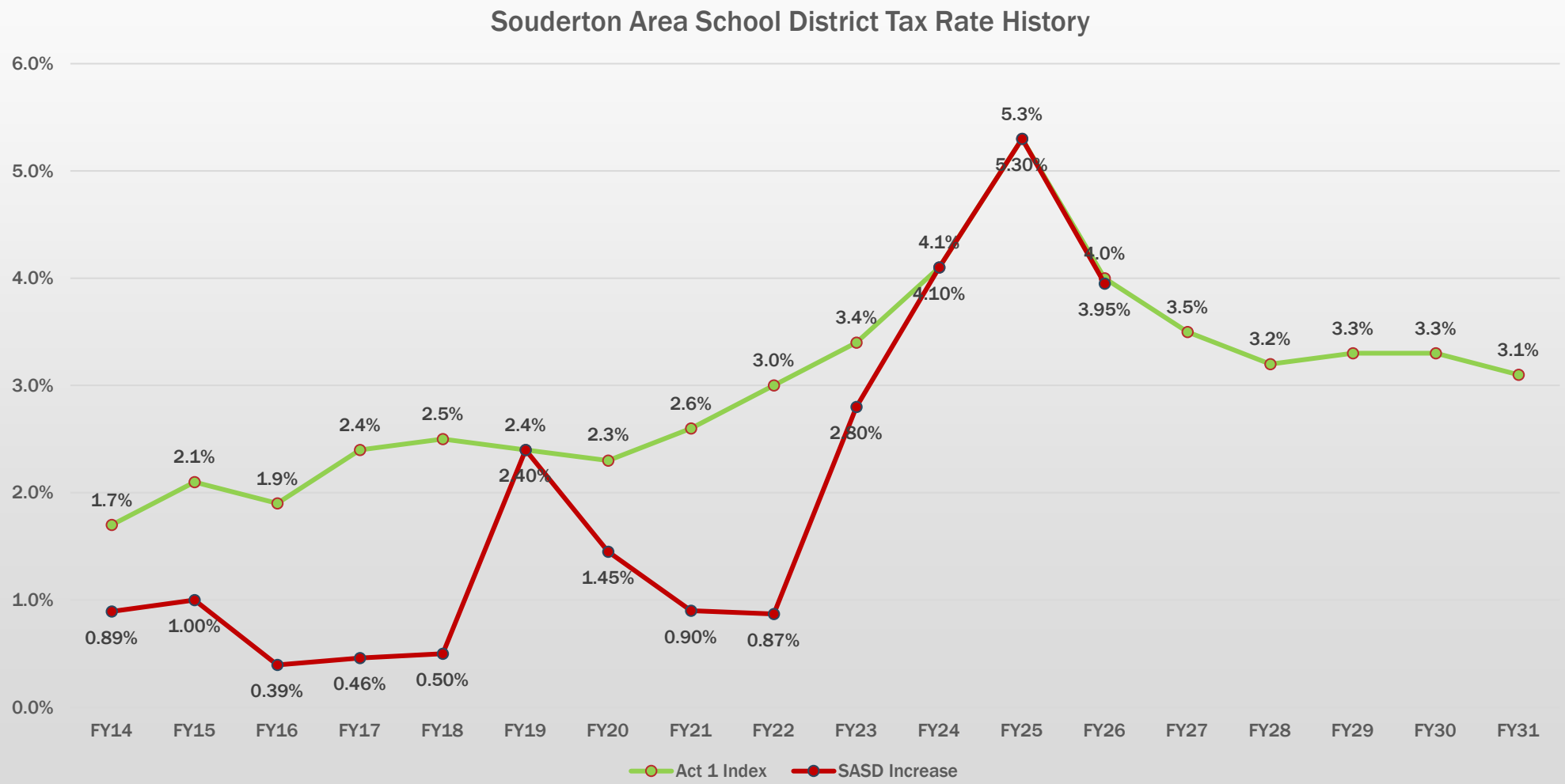
2026-27 BUDGET OVERVIEW

	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	$161,540,033	$162,062,923	$162,585,811	$163,108,992	$164,001,069
Expenditures	166,498,118	166,498,118	166,498,118	166,498,118	166,498,118
Surplus(Deficit)	(4,958,085)	(4,435,195)	(3,912,307)	(3,389,126)	(2,497,049)

* As of 5/1/2026 Assessments, assumes 97% collection and flat homestead/farmstead allocation
** Exceeds Act 1 Index, Requires Approval of Referendum Exceptions

ACT 1 INDEX – 3.5% for 2026-27



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
  - $674,477 Proposed Total Allocation for Souderton
- **State Property Tax Reduction Allocation**
  - $25,642 increase from 2025-26
  - $3,729,317 total allocation for 2026-27

Debt Service Local Effort & Future Capital Improvements

5 Year Actual's

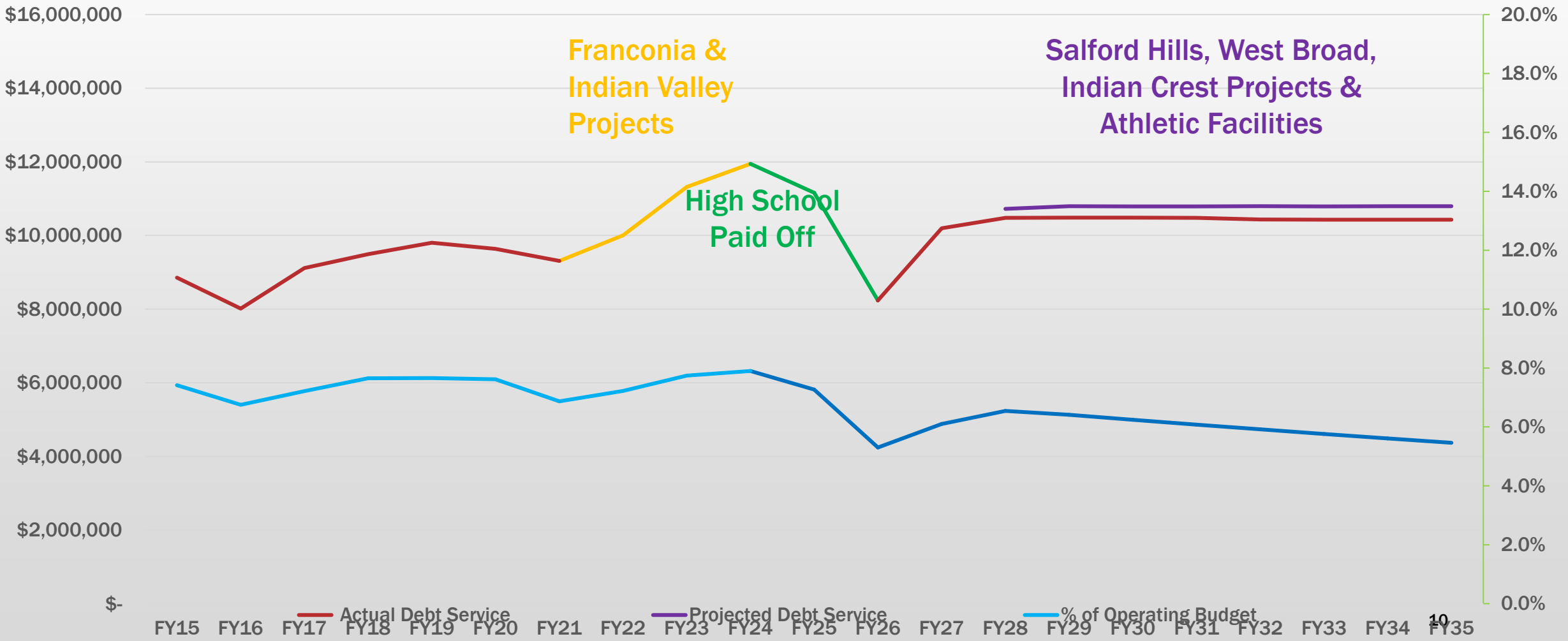
- 2019-20 - $9,637,994
- 2020-21 - $9,307,856
- 2021-22 - $10,002,537
- 2022-23 - $11,317,475
- 2023-24 - $11,945,428
- 2024-25 - $11,038,987

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 Apr 2025	FY26 Collections thru Apr 2026	2026-27 Proposed Budget
Total Local Revenue	*$116,849,079*	*$121,064,837*	*$112,821,907*	*$118,051,955*	*$124,961,781*
Current Real Estate Taxes	96,284,526	100,715,199	96,337,577	100,946,566	105,527,491
Interim Real Estate Taxes	723,544	550,000	614,612	357,986	450,000
Public Utility Realty Taxes	96,502	95,000	96,502	98,397	95,000
Payments in Lieu	378,068	380,000	378,068	386,421	386,000
Per Capita Taxes	284,730	283,000	284,016	286,762	0
Earned Income Taxes	10,857,788	11,150,000	8,057,414	8,456,066	11,225,000
Real Estate Transfer Taxes	1,737,425	1,800,000	1,420,662	1,178,215	1,550,000
Delinquencies on Taxes Levied	761,069	869,000	568,773	1,054,174	850,000
Earnings on Investments	2,279,802	1,950,000	2,014,101	1,833,050	1,650,000

Note: The totals might be slightly off due to rounding.

LOCAL REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Apr 2025	FY26 Collections thru Apr 2026	2026-27 Proposed Budget
Revenues from LEA Activities	510,745	581,501	473,031	448,146	562,100
Revenues from Pass-Through Funds	1,366,323	1,292,692	923,634	995,024	1,303,190
Rentals	96,403	140,000	84,171	103,121	105,000
Contributions & Donations	88,619	76,000	73,553	96,416	55,000
Tuition from Patrons	125,777	105,000	104,957	150,881	150,000
Services Provided	41,932	90,000	40,101	27,634	30,000
Revenue from Community Services Activities	661,262	635,445	991,577	1,109,647	674,000
Refunds and Other Miscellaneous Revenue	554,565	352,000	359,160	523,451	349,000

STATE REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Apr 2025	FY26 Collections thru Apr 2026	2026-27 Proposed Budget
Total State Revenue	*$37,540,290*	*$37,469,721*	*$23,387,133*	*$23,800,318*	*$37,974,934*
Basic Education Funding	12,342,703	12,483,873	8,679,070	8,786,235	12,616,366
CS Expenditure Subsidy	121,146	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
Additional Edu Programs	294	0	294	0	0
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

Note: The totals might be slightly off due to rounding.

STATE REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Apr 2025	FY26 Collections thru Apr 2026	2026-27 Proposed Budget
Rental and Sinking Fund Payments / Building Reimbursement Subsidy	769,072	49,905	769,072	47,227	49,950
Health Services (Medical, Dental, Nurse, Act 25)	130,120	134,000	130,120	128,851	130,000
State Property Tax Reduction Allocation	3,366,318	3,703,675	3,366,318	3,703,675	3,729,317
Safe Schools Grants	297,449	0	340,589	210,443	0
Ready to Learn Block Grant	564,477	524,477	564,477	624,477	674,477
State Share of Social Security and Medicare Taxes	2,195,496	2,560,058	875,337	901,412	2,615,172
State Share of Retirement Contributions	10,810,287	11,359,640	4,094,414	4,241,080	11,566,539

FEDERAL REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru Apr 2025	FY26 Collections thru Apr 2026	2026-27 Proposed Budget
Total Federal Revenue	*$1,648,716*	*$1,215,200*	*$875,548*	*$755,857*	*$1,064,354*
Title I	647,357	624,121	381,920	422,627	577,062
Title II	118,540	124,569	53,244	57,070	127,055
Title III	59,622	55,672	38,204	34,430	55,178
Title IV	55,859	46,838	55,859	16,807	47,059
Restricted Grants-in-Aid	17,887	0	17,035	3,168	0
ESSER Funding	483,575	0	314,677	(34,745)	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	13,401	6,501	8,000

Note: The totals might be slightly off due to rounding.

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*	*$77,912,468*	*$104,911,217*
Regular Programs	61,117,313	64,095,140	49,564,556	66,412,508
Special Programs	33,302,386	33,789,767	25,991,500	35,356,763
Vocational Education	1,858,252	1,755,000	1,417,536	1,861,841
Other Instructional Programs	1,166,945	1,098,051	831,942	1,141,143
Nonpublic School Programs	14,649	0	9,623	11,500
Adult Education Programs	128,709	136,073	97,312	127,462

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

Note: The totals might be slightly off due to rounding.

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*	*$37,289,028*	*$48,402,784*
Support Services – Students	6,491,435	6,927,928	5,305,934	7,262,170
Support Services – Instructional Staff	5,177,898	5,435,539	3,776,632	5,679,847
Support Services – Administration	6,412,938	6,385,364	5,545,120	6,583,672
Support Services – Pupil Health	1,734,870	1,848,809	1,529,576	2,019,155
Support Services – Business	1,176,316	1,201,277	1,031,035	1,214,826
Operation And Maintenance Of Plant Services	11,733,869	11,962,307	10,094,441	12,269,750
Student Transportation Services	9,209,813	9,619,600	6,867,381	9,777,304
Support Services – Central	3,785,047	3,548,270	3,061,564	3,512,560
Other Support Services	75,011	82,500	77,345	83,500

Note: The totals might be slightly off due to rounding.

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*	*$1,731,510*	*$2,228,191*
Student Activities	2,247,684	2,080,583	1,731,363	2,188,691
Community Services	7,935	0	147	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*	*$8,257,962*	*$10,955,926*
Debt Service / Other Expenditures and Financing Uses	11,213,740	8,235,734	8,115,626	10,205,926
Interfund Transfers	0	800,000	23,802	0
Suspense Account	0	0	118,534	0
Budgetary Reserve	0	750,000	0	750,000

Note: The totals might be slightly off due to rounding.

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*	*$126,225,815*	*$166,498,118*
Personnel Services - Salaries	64,584,740	66,986,083	48,436,552	69,176,797
Personnel Services - Benefits	40,345,100	41,111,956	35,701,409	43,446,014
Purchased Professional & Tech Services	7,470,643	7,776,680	5,237,842	7,297,951
Purchased Property Services	1,793,088	1,484,352	2,542,283	1,476,306
Other Purchased Services	23,491,340	23,293,545	19,057,951	24,574,484
Supplies	6,678,623	8,491,432	5,701,080	8,759,210
Property	1,204,252	543,668	1,218,607	484,000
Other Objects	2,980,044	5,375,706	4,496,289	7,149,356
Other Uses of Funds	8,472,426	4,721,020	3,833,802	4,134,000

* The Object Dimension is the service or commodity bought.

Note: The totals might be slightly off due to rounding.