Souderton Area School District

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2026-27 Budget Update

Finance Committee Meeting

June 10, 2026

Revised Revenue Budget Projections

Revenues		***$1,166,876***
Local Sources		$ 726,240
Current Real Estate Taxes	$ 23,240	
Public Utility Realty Tax Revenue	$ 5,000	
Payments In Lieu of Taxes Revenue	$ 8,000	
Delinquencies on Taxes Levied	$300,000	
Interest on Investments	$250,000	
Other Local Revenue	$140,000	
State Sources		$ 380,052
Tuition for Orphans & Placed Private Homes	$100,000	
Pupil Transportation Revenue	$400,000	
Ready to Learn Block Grant	($ 50,000)	
State Share of Social Security & Medicare	($ 12,975)	
State Share of Retirement Contributions	($ 56,973)	
Federal Sources		$ 60,584
Title I	$ 69,034	
Title II	($ 8,450)	

Revised Expenditure Budget Projections

Expenditures	***($781,808)***
Salaries	($ 347,521)
Benefits	($ 131,605)
Purchased Professional Services	($ 30,000)
Purchased Property Services	$ 0
Other Purchased Services	($ 272,682)
Supplies	$ 0
Other Objects (Dues & Fees, Interest)	$ 0
Other Uses of Funds	$ 0

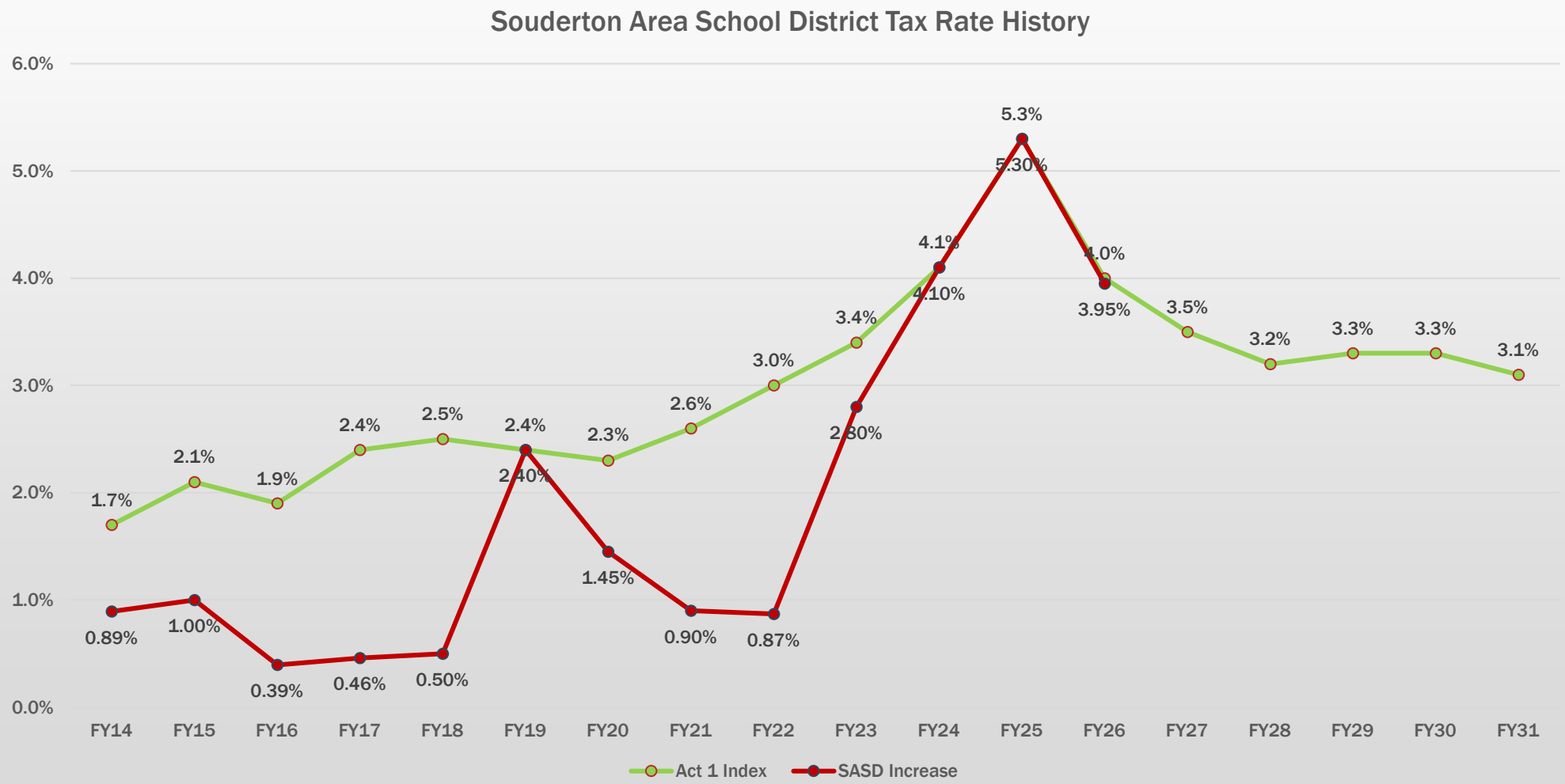
2026-27 BUDGET OVERVIEW

	2024-25 Actual	2025-26 Prelim. Budget *	2025-26 Final Budget	2026-27 Prelim. Budget *	2026-27 Proposed Budget
Revenues	$156,176,452	$158,397,088	$159,785,442	$169,088,428	$164,001,069
Expenditures	157,020,257	164,166,755	159,784,442	169,088,561	166,498,118
Surplus(Deficit)	(843,805)	(5,769,667)	1,000	(133)**	(2,497,049)

	Millage Increase 2.0%	Millage Increase 2.5%	Millage Increase 3.0%	Millage Increase 3.5%	Approved Act 1 Exceptions
Total Revenues	$162,706,574	$163,229,574	$163,752,576	$164,275,868	$165,167,945
Expenditures	165,716,310	165,716,310	165,716,310	165,716,310	165,716,310
Surplus(Deficit)	(3,009,736)	(2,486,736)	(1,963,734)	(1,440,442)	(548,365)

* As of 6/1/2026 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



Debt Service Local Effort & Future Capital Improvements

5 Year Actual's

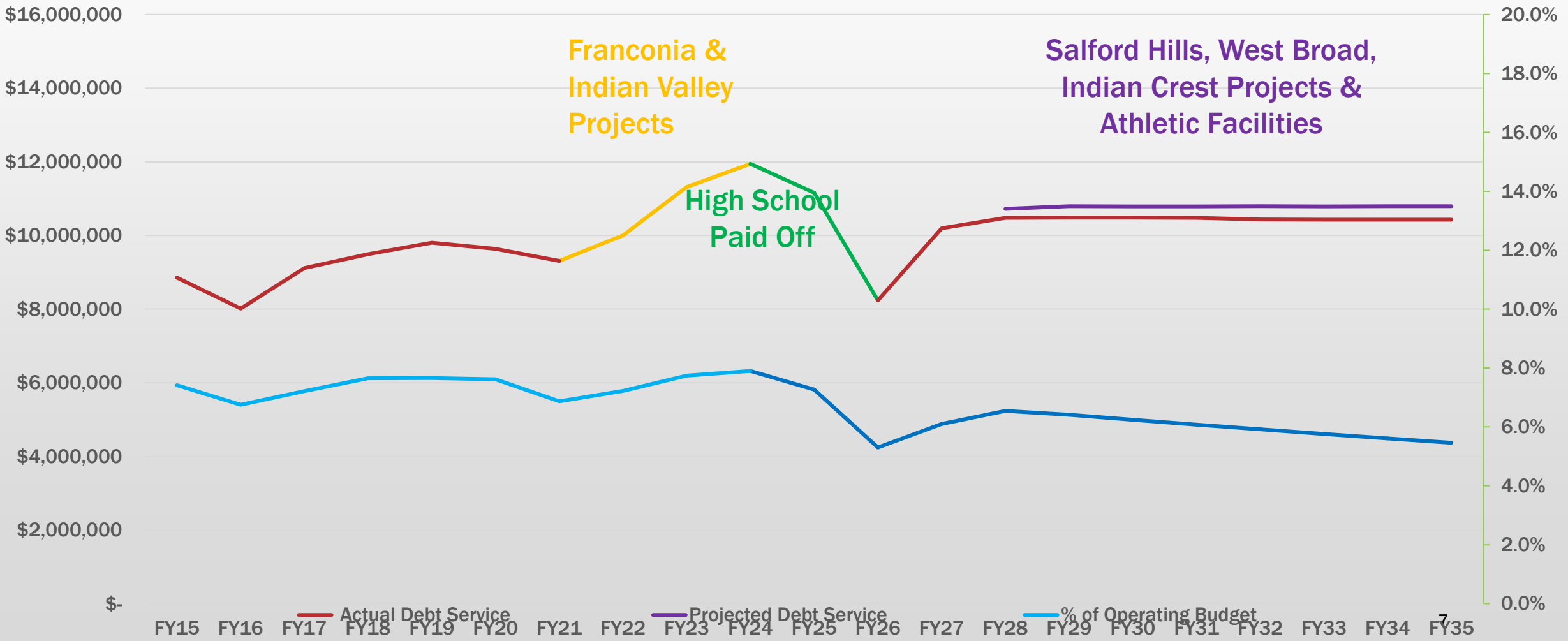
- 2019-20 - $9,637,994
- 2020-21 - $9,307,856
- 2021-22 - $10,002,537
- 2022-23 - $11,317,475
- 2023-24 - $11,945,428
- 2024-25 - $11,038,987

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 May 2025	FY26 Collections thru May 2026	2026-27 Final Budget
Total Local Revenue	*$116,849,079*	*$121,064,837*	*$116,042,337*	*$120,687,853*	*$125,688,021*
Current Real Estate Taxes	96,284,526	100,715,199	96,284,526	100,924,810	105,550,731
Interim Real Estate Taxes	723,544	550,000	678,338	388,580	450,000
Public Utility Realty Taxes	96,502	95,000	96,502	98,397	100,000
Payments in Lieu	378,068	380,000	378,068	386,421	394,000
Per Capita Taxes	284,730	283,000	284,730	286,762	0
Earned Income Taxes	10,857,788	11,150,000	10,383,380	10,604,899	11,225,000
Real Estate Transfer Taxes	1,737,425	1,800,000	1,573,406	1,265,831	1,550,000
Delinquencies on Taxes Levied	761,069	869,000	675,822	1,170,088	1,150,000
Earnings on Investments	2,279,802	1,950,000	2,099,435	1,924,506	1,900,000

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

LOCAL REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru May 2025	FY26 Collections thru May 2026	2026-27 Final Budget
Revenues from LEA Activities	510,745	581,501	476,291	449,961	562,100
Revenues from Pass-Through Funds	1,366,323	1,292,692	1,249,809	995,024	1,303,190
Rentals	96,403	140,000	90,224	110,490	125,000
Contributions & Donations	88,619	76,000	75,752	112,076	75,000
Tuition from Patrons	125,777	105,000	122,902	151,681	150,000
Services Provided	41,932	90,000	41,932	27,634	30,000
Revenue from Community Services Activities	661,262	635,445	1,109,720	1,230,263	674,000
Refunds and Other Miscellaneous Revenue	554,565	352,000	421,501	560,434	349,000

STATE REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru May 2025	FY26 Collections thru May 2026	2026-27 Final Budget
Total State Revenue	*$37,540,290*	*$37,469,721*	*$28,886,007*	*$25,242,041*	*$38,354,986*
Basic Education Funding	12,342,703	12,483,873	12,342,703	8,786,235	12,616,366
CS Expenditure Subsidy	121,146	60,000	121,146	0	0
Tuition for Orphans Sub	45,878	150,000	0	0	150,000
Special Education Funding	4,245,506	4,264,593	4,245,506	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	2,236,000
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 May 2025	FY26 Collections thru May 2026	2026-27 Final 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	251,299	0
Ready to Learn Block Grant	564,477	524,477	524,477	624,477	624,477
Other State Revenue	40,000	0	40,000	750,000	0
State Share of Social Security and Medicare Taxes	2,195,496	2,560,058	1,457,459	1,552,278	2,602,197
State Share of Retirement Contributions	10,810,287	11,359,640	4,094,414	4,241,080	11,509,566

FEDERAL REVENUES

	2024-25 Actual $	2025-26 Final Budget	FY25 Collections thru May 2025	FY26 Collections thru May 2026	2026-27 Final Budget
Total Federal Revenue	*$1,648,716*	*$1,215,200*	*$1,341,264*	*$869,387*	*$1,124,938*
Title I	647,357	624,121	529,194	467,207	646,096
Title II	118,540	124,569	112,485	93,371	118,605
Title III	59,622	55,672	47,404	34,430	55,178
Title IV	55,859	46,838	55,859	47,059	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	251,208	250,000	250,000
Medical Assistance Reimbursement	15,876	5,000	13,401	8,897	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 Final Budget
Total Expenditures - Instruction	*$97,588,254*	*$100,874,031*	*$86,288,465*	*$104,353,291*
Regular Programs	61,117,313	64,095,140	54,927,605	65,860,465
Special Programs	33,302,386	33,789,767	28,475,570	35,350,880
Vocational Education	1,858,252	1,755,000	1,855,542	1,861,841
Other Instructional Programs	1,166,945	1,098,051	911,287	1,141,143
Nonpublic School Programs	14,649	0	9,623	11,500
Adult Education Programs	128,709	136,073	108,838	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 Final Budget
Total Expenditures – Support Services	*$45,797,196*	*$47,011,594*	*$41,007,501*	*$48,178,902*
Support Services – Students	6,491,435	6,927,928	5,847,888	7,262,170
Support Services – Instructional Staff	5,177,898	5,435,539	4,127,653	5,701,855
Support Services – Administration	6,412,938	6,385,364	6,034,256	6,539,834
Support Services – Pupil Health	1,734,870	1,848,809	1,691,717	2,011,949
Support Services – Business	1,176,316	1,201,277	1,127,928	1,184,826
Operation And Maintenance Of Plant Services	11,733,869	11,962,307	11,064,527	12,269,750
Student Transportation Services	9,209,813	9,619,600	7,624,557	9,656,571
Support Services – Central	3,785,047	3,548,270	3,411,628	3,468,447
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 Final Budget
Total Expenditures – Non-Instructional	*$2,282,219*	*$2,113,083*	*$1,958,056*	*$2,228,191*
Student Activities	2,247,684	2,080,583	1,928,084	2,188,691
Community Services	7,935	0	147	7,000
Scholarships and Awards	26,600	32,500	29,825	32,500
Major Expenditure Function	**2024-25 Actual $**	**2025-26 Final Budget**	**2025-26 YTD**	**2026-27 Final Budget**
Total Expenditures – Other Expenditures	*$11,213,740*	*$9,785,734*	*$8,274,597*	*$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	135,169	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 Final Budget
Total Expenditures	*$157,020,257*	*$159,784,442*	*$138,563,465*	*$165,716,310*
Personnel Services - Salaries	64,584,740	66,986,083	53,778,484	68,829,276
Personnel Services - Benefits	40,345,100	41,111,956	39,478,978	43,314,409
Purchased Professional & Tech Services	7,470,643	7,776,680	5,758,781	7,297,951
Purchased Property Services	1,793,088	1,484,352	2,633,511	1,446,306
Other Purchased Services	23,491,340	23,293,545	21,337,723	24,301,802
Supplies	6,678,623	8,491,432	5,930,097	8,759,210
Property	1,204,252	543,668	1,276,334	484,000
Other Objects	2,980,044	5,375,706	4,535,754	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.

NEXT STEPS

- June 18th Board Action Meeting
  - Property Tax Rebate Consideration
  - Approval of Final Budget