Souderton Area School District

A community where character counts

Budget Process - Revenues

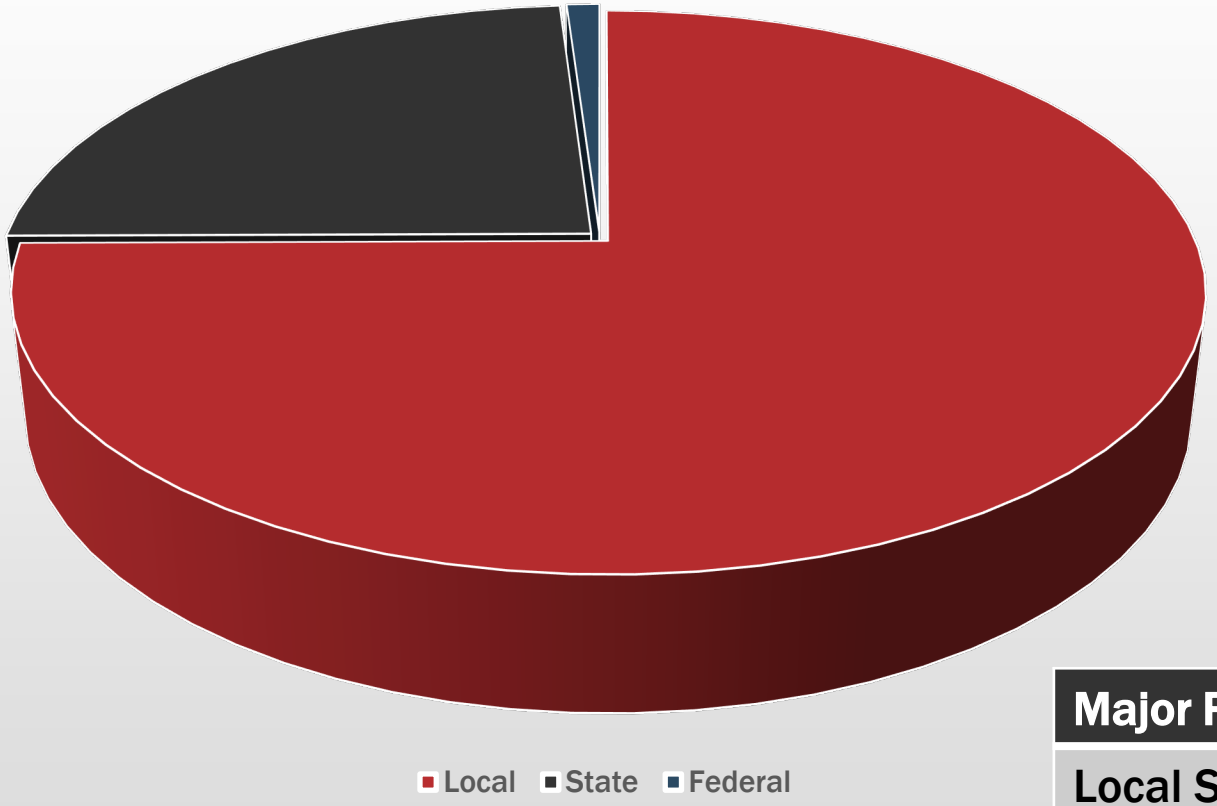
Finance Committee Meeting

12/10/2025

How is the Souderton Area School District Funded?

Major Revenue Category	Current Year Projections (Projected Actual)	Next Year Estimates (Budget)
Revenues form Local Sources (Taxes)	Collection experience projected to year end	Tax base and tax rate estimates
Revenue from State Sources (Subsidies)	State budget amounts	Prior year levels and estimate of state commitment with constant modification
Revenue from Federal Sources (Grants)	Federal grant announcements	Prior year levels and estimates of federal commitment; federal year end in 9/30 and accurate federal grant information will not be known

How is the Souderton Area School District Funded?



Major Revenue Category	2025 Actual $	2025 Actual %
Local Sources	$116,849,079	74.8%
State Sources	$ 37,540,290	24.0%
Federal Sources	$ 1,648,716	1.1%

How is the Souderton Area School District Funded?

Major Revenue Category	2015 Actual $	2015 Actual %	2025 Actual $	2025 Actual %	Compound Annual Growth Rate
Local Sources	$ 88,929,468	75.9%	$116,849,079	74.8%	2.8%
State Sources	$ 24,365,230	20.8%	$ 37,540,290	24.0%	4.4%
Federal Sources	$ 753,097	0.6%	$ 1,648,716	1.1%	8.2%
Federal Sources without ESSER	$ 753,097	0.6%	$ 1,165,141	0.8%	
*ESSER			$ 483,575	0.3%	

Local Revenue

Major Revenue Category	2025 Actual $	2025 Actual % of Local
Local Sources	*$116,849,079*	*74.8%*
Current Real Estate Taxes	$ 96,284,526	82.4%
Interim Real Estate Taxes	$ 723,544	0.6%
Current Per Capita Taxes	$ 284,730	0.2%
Earned Income Taxes	$ 10,857,788	9.3%
Real Estate Transfer Taxes	$ 1,737,425	1.5%
Delinquent Real Estate Taxes	$ 745,032	0.6%
Earnings On Investments	$ 2,279,802	2.0%
Federal Revenue (IDEA)	$ 1,366,323	1.2%
Community Services Activities	$ 661,262	0.6%
Other Local Revenues	$ 1,908,647	1.6%

Local Revenue – Ten Year Comparison

Major Revenue Category	2015 Actual $	2015 Actual % of Local	2025 Actual $	2025 Actual % of Local	Compound Annual Growth Rate
Local Sources	$ 88,929,468	75.9%	$116,849,079	74.8%	2.8%
Current Real Estate Taxes	$ 74,975,279	84.3%	$ 96,284,526	82.4%	2.5%
Interim Real Estate Taxes	$ 735,022	0.8%	$ 723,544	0.6%	-0.2%
Current Per Capita Taxes	$ 273,896	0.3%	$ 284,730	0.2%	0.4%
Earned Income Taxes	$ 7,675,144	8.6%	$ 10,857,788	9.3%	3.5%
Real Estate Transfer Taxes	$ 897,190	1.0%	$ 1,737,425	1.5%	6.8%
Delinquent Real Estate Taxes	$ 1,153,538	1.3%	$ 745,032	0.6%	-4.3%
Earnings On Investments	$ 85,608	0.1%	$ 2,279,802	2.0%	38.8%
Federal Revenue (IDEA)	$ 1,128,828	1.3%	$ 1,366,323	1.2%	1.9%
Community Services Activities	$ 380,162	0.4%	$ 661,262	0.6%	5.7%
Other Local Revenues	$ 1,624,801	1.8%	$ 1,908,647	1.6%	1.6%

Local Revenue
Prior Year, Current Year-to-Date & Next Year Estimates

Major Revenue Category	2025 Budget	2025 Actual	2026 Budget	2026 YTD*
Local Sources	*$115,488,146*	$116,849,079	*$121,064,837*	*$107,392,017*
Current Real Estate Taxes	$ 96,438,603	$ 96,284,526	$100,715,199	$ 99,782,515
Interim Real Estate Taxes	$ 400,000	$ 723,544	$ 550,000	$ 177,164
Current Per Capita Taxes	$ 281,500	$ 284,730	$ 283,000	$ 279,238
Earned Income Taxes	$ 10,500,000	$ 10,857,788	$11,150,000	$ 4,155,268
Real Estate Transfer Taxes	$ 1,500,000	$ 1,737,425	$ 1,800,000	$ 642,022
Delinquent Real Estate Taxes	$ 881,000	$ 745,032	$ 850,000	$ 209,496
Earnings On Investments	$ 1,750,000	$ 2,279,802	$ 1,950,000	$ 794,669
Federal Revenue (IDEA)	$ 1,400,000	$ 1,366,323	$ 1,292,692	$ -
Community Services Activities	$ 525,000	$ 661,262	$ 635,445	$ 670,990
Other Local Revenues	$ 1,812,043	$ 1,908,647	$ 1,838,501	$ 680,655

*2026 YTD is through 11/30/2025

Real Estate Tax Millage Increase History

School District	Rank Millage Rate
ABINGTON	11
CHELTENHAM	21
COLONIAL	3
HATBORO-HORSHAM	7
JENKINTOWN	20
LOWER MERION	8
LOWER MORELAND	18
METHACTON	9
NORRISTOWN	14
NORTH PENN	5
PERKIOMEN VALLEY	12
POTTSGROVE	17
POTTSTOWN	19
SOUDERTON	10
SPRING-FORD	6
SPRINGFIELD	16
UPPER DUBLIN	15
UPPER MERION	1
UPPER MORELAND	13
UPPER PERKIOMEN	4
WISSAHICKON	2

	2025-26
Souderton	35.8249
Montco Median	37.4829

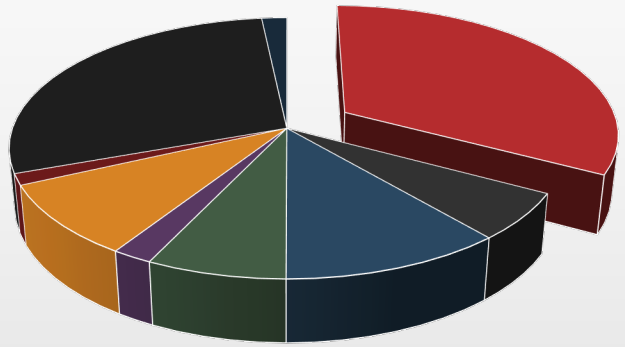
20-Year Avg Growth Rate	Rank % Increase	Rank Millage Rate
2.50%	7	16
2.98%	15	21
2.92%	13	2
2.50%	6	12
3.43%	17	18
3.95%	21	3
3.78%	20	10
2.64%	9	11
2.35%	5	17
2.87%	11	6
2.87%	12	13
2.14%	2	19
2.33%	3	20
2.33%	4	14
2.81%	10	8
2.94%	14	15
3.76%	19	7
3.25%	16	1
3.45%	18	9
2.52%	8	5
1.97%	1	4
		2005-06
2.92%	Souderton	22.6500
Montco Avg		21.3690

10-Year Avg Growth Rate	Rank % Increase	Rank Millage Rate
2.59%	12	12
2.08%	4	21
2.59%	11	3
2.68%	13	8
3.29%	20	19
3.01%	16	7
3.07%	17	16
2.51%	10	9
1.80%	3	17
3.15%	18	5
2.29%	6	13
1.03%	1	18
1.26%	2	20
2.27%	5	10
2.76%	15	6
2.73%	14	14
2.38%	7	15
2.40%	9	2
3.24%	19	11
2.40%	8	4
3.47%	21	1
		2015-16
2.29%	Souderton	28.6500
Montco Avg		29.3800

- 4th lowest average tax increase over both the last 20 year period
- 5th lowest average tax increase over both the last 10 year period

State Revenue

Major Revenue Category	2025 Actual $	2025 Actual % of State
State Sources	*$ 37,540,290*	*24.0%*
Basic Education Funding	$ 12,342,703	32.9%
Social Security Subsidy	$ 2,195,496	5.9%
Special Education Funding	$ 4,245,506	11.3%
Transportation Subsidy	$ 2,651,544	7.1%
Plancon Reimbursement Subsidy	$ 769,072	2.1%
State Property Tax Reduction Allocation	$ 3,366,318	9.0%
Ready to Learn Block Grant	$ 524,477	1.4%
Retirement Subsidy	$ 10,810,287	27.8%
Other State Revenues	$ 634,887	1.7%



- Basic Education Funding
- Basic Education Funding – Social Security
- Special Education Funding
- Transportation Subsidy
- Plancon Reimbursement Subsidy
- State Property Tax Reduction Allocation
- Ready to Learn Block Grant
- State Share Of Retirement Contributions
- Other State Revenues

State Revenue – Ten Year Comparison

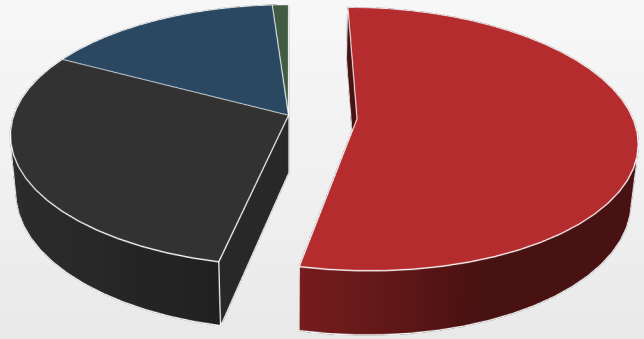
Major Revenue Category	2015 Actual $	2015 Actual % of State	2025 Actual $	2025 Actual % of State	Compound Annual Growth Rate
State Sources	*$ 24,365,230*	*20.1%*	*$ 37,540,290*	*24.0%*	*4.4%*
Basic Education Funding	$ 8,663,374	35.6%	$ 12,342,703	32.9%	3.6%
Social Security Subsidy	$ 1,758,810	7.2%	$ 2,195,496	5.9%	2.2%
Special Education Funding	$ 3,035,301	12.5%	$ 4,245,506	11.3%	3.4%
Transportation Subsidy	$ 2,153,067	8.8%	$ 2,651,544	7.1%	2.1%
Plancon Reimbursement Subsidy	$ 704,456	2.9%	$ 769,072	2.1%	0.9%
State Property Tax Reduction Allocation	$ 2,187,671	9.0%	$ 3,366,318	9.0%	4.4%
Ready to Learn Block Grant	$ 397,460	1.6%	$ 524,477	1.4%	2.8%
Retirement Subsidy	$ 5,103,565	20.9%	$ 10,810,287	27.8%	7.8%
Other State Revenues	$ 361,526	1.5%	$ 634,887	1.7%	5.8%

State Revenue
Prior Year, Current Year-to-Date & Next Year Estimates

Major Revenue Category	2025 Budget	2025 Actual	2026 Budget	2026 YTD
State Sources	*$ 34,723,301*	*$ 37,540,290*	*$ 37,469,721*	*$ 14,946,769*
Basic Education Funding	$ 12,235,444	$ 12,342,703	$ 12,483,873	$ 3,514,494
Social Security Subsidy	$ 2,475,577	$ 2,195,496	$ 2,560,058	$ 1,097,017
Special Education Funding	$ 3,951,537	$ 4,245,506	$ 4,264,593	$ 1,908,543
Transportation Subsidy	$ 2,300,000	$ 2,651,544	$ 2,179,500	$ 683,544
Plancon Reimbursement Subsidy	$ 641,454	$ 769,072	$ 49,905	$ 1,931
State Property Tax Reduction Allocation	$ 3,366,318	$ 3,366,318	$ 3,703,675	$ 3,703,675
Ready to Learn Block Grant	$ 524,477	$ 524,477	$ 524,477	$ -
Retirement Subsidy	$ 10,928,144	$ 10,810,287	$11,359,640	$ 3,778,121
Other State Revenues	$ 374,000	$ 634,887	$ 344,000	$ 259,444

Federal Revenue

Major Revenue Category	2025 Actual $	2025 Actual % of Federal
Federal Sources	*$ 1,648,716*	*1.1%*
Title Funding	$ 881,378	53.5%
CARES ACT, CRRSA ACT, and ARP ACT FUNDING	$ 483,575	29.3%
Medical Assistance (Ma) Reimbursements	$ 265,876	16.1%
Other Federal Revenues	$ 17,887	1.1%



Federal Revenue – Ten Year Comparison

Major Revenue Category	2015 Actual $	2015 Actual % of Federal	2025 Actual $	2025 Actual % of Federal	Compound Annual Growth Rate
Federal Sources	*$ 753,097*	*0.6%*	*$ 1,648,716*	*1.1%*	*8.2%*
Title Funding	$ 611,146	81.2%	$ 881,378	53.5%	3.7%
CARES ACT, CRRSA ACT, and ARP ACT FUNDING			$ 483,575	29.3%	
Medical Assistance (Ma) Reimbursements	$ 141,951	18.8%	$ 265,876	16.1%	6.5%
Other Federal Revenues			$ 17,887	1.1%	

Federal Revenue
Prior Year, Current Year-to-Date & Next Year Estimates

Major Revenue Category	2025 Budget	2025 Actual	2026 Budget	2026 YTD
Federal Sources	*$ 1,365,707*	*$ 1,648,716*	*$ 1,215,200*	*$ 12,438*
Title Funding	$ 1,010,698	$ 881,378	$ 851,200	$ 6,927
CARES ACT, CRRSA ACT, and ARP ACT FUNDING	$ 100,009	$ 483,575		
Medical Assistance (Ma) Reimbursements	$ 255,000	$ 265,876	$ 364,000	$ 0
Other Federal Revenues		$ 17,887		

2026-27 Budget Calendar

Date	Event	Description
12/18/2025	Board Meeting	Resolution Authorizing Proposed Preliminary Budget Display and Advertising
1/2/2026	Public Display of Preliminary Budget	Online & District Office
1/14/2026	Finance Committee Meeting	Preliminary Budget Presentation
1/22/2026	Board Meeting	Approve Preliminary Budget - N/A if Opt Out
2/11/2026	Finance Committee Meeting	Budget Update
3/11/2026	Finance Committee Meeting	Budget Update
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

2026-27 Act 1 Index – 3.5%

Administration recommends the adoption of a Preliminary Budget at the January Board Meeting