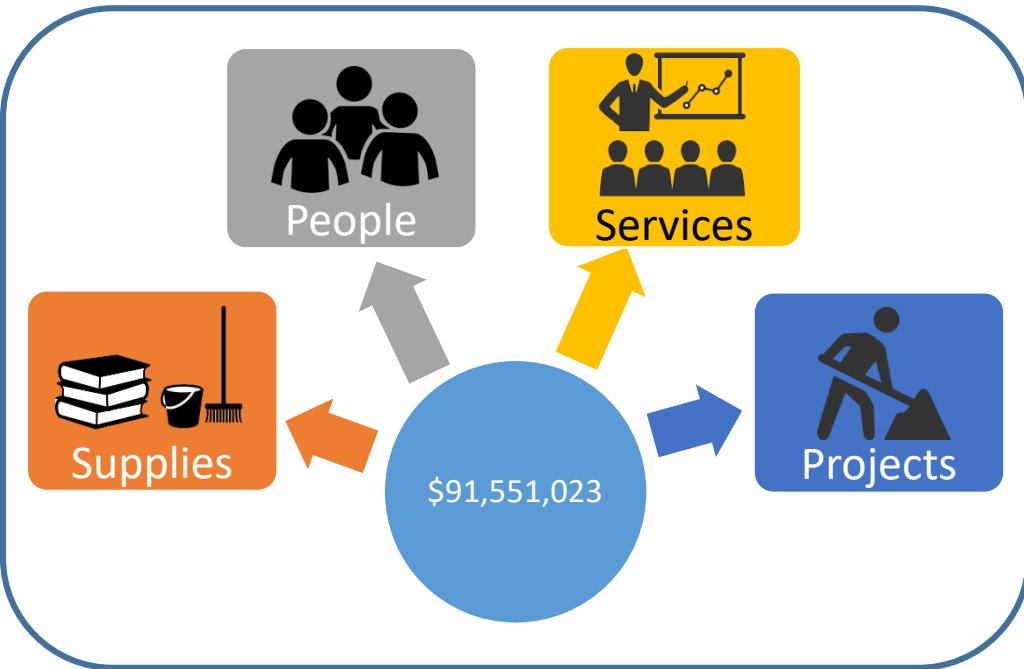
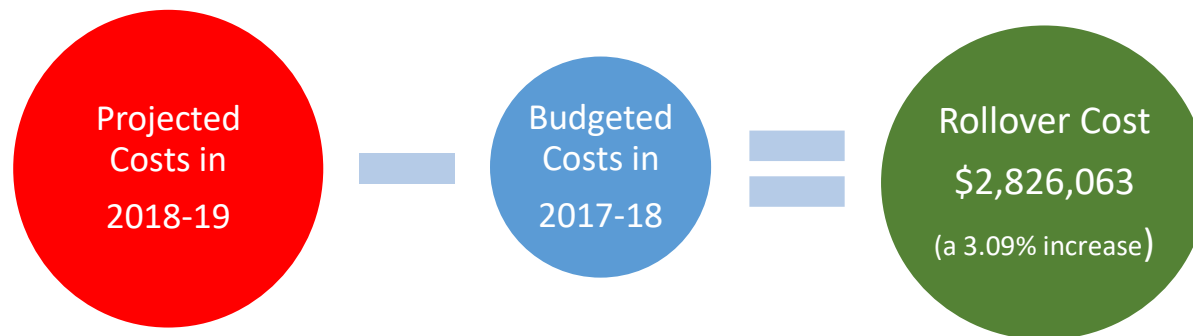
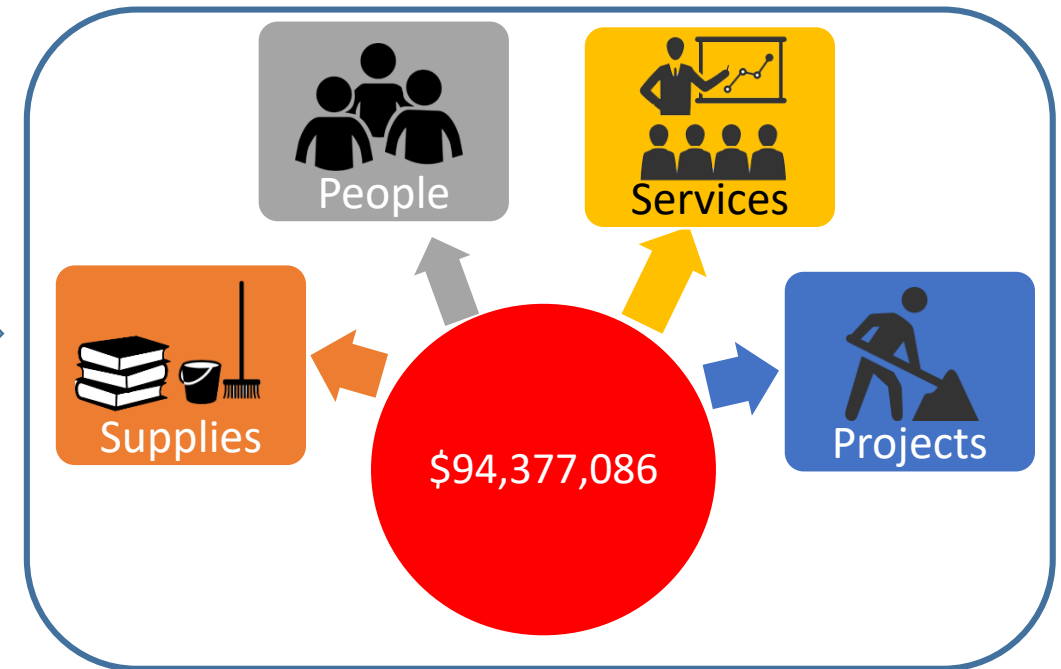


The Rollover Story

Budgeted Cost of Things in 2017-18



Projected Cost of SAME EXACT SET OF THINGS in 2018-19



The Rollover Breakdown

(or, Why does it cost so much just to have all the same stuff for another year?)

Of the \$2.82M rollover cost...

<u>Component of the Rollover</u>	<u>Cost</u>
Salaries (incl. increase + movement across guide for WEA)	\$1,200,000
Retirement benefits (PSERS—net of state share)	\$450,000
Health & prescription coverage benefits	\$750,000
Everything else in the budget . . . <u>COMBINED</u>	\$420,000
TOTAL:	\$2,820,000

Rollover Plus...

We will in time mix in both new items to add and ways to save on existing items...

NEW ITEMS to consider adding

<u>Number</u>	<u>Item</u>	<u>Cost</u>
1	TBD/TBA	\$0
2	TBD/TBA	\$0
3	TBD/TBA	\$0
etc.	TBD/TBA	\$0
TOTAL:		\$0

EXISTING ITEMS to consider cutting/efficiencies to consider capturing

<u>Number</u>	<u>Item</u>	<u>Cost</u>
1	TBD/TBA	\$0
2	TBD/TBA	\$0
3	TBD/TBA	\$0
etc.	TBD/TBA	\$0
TOTAL:		\$0

\$2,826,063 (Rollover Cost)

+ \$0 (New Items Added)

\$2,826,063 (Sub Total)

- \$0 (Existing Items Cut/Efficiencies Captured)

\$2,826,063 (TOTAL 2018-19 BUDGET INCREASE)

The NON-TAX-RATE Revenue Picture

Projected NON-TAX-RATE Revenue Changes in 2018-19			
	Item	Amount Changed	
	<u>LOCAL ITEMS</u>		
	Tax BASE effect (shrinking)	(\$321,581)	
	Earned income tax	\$100,000	
	Other local revenues (combined)	\$86,386	
	SUB TOTAL--LOCAL:		(\$135,195)
	<u>STATE & FEDERAL ITEMS</u>		
	Other state revenues (combined)	\$89,412	
	Federal revenues (combined)	(\$2,577)	
	SUB TOTAL--STATE & FEDERAL:		\$86,835
	TOTAL NON-TAX-RATE REVENUE CHANGES:		(\$48,360)

The TAX-RATE Picture

The tax RATE decision...					
(just to fund the rollover of \$2.82M)					
	<u>Tax Rate Increase</u>	<u>Tax Impact on "Average" House</u>	<u>Tax Rate Increase Revenue Generated</u>	<u>Total Net New Revenues (tax rate revenues and non-tax-rate revenues)</u>	<u>GAP between Expenditures & Revenues</u>
	0.00% (no tax increase)	\$0	\$0	(\$48,360)	\$2,874,423
	1.00% (one tax point)	\$40	\$694,715	\$646,355	\$2,179,708
	2.40% (Act 1)	\$96	\$1,667,317	\$1,618,957	\$1,207,106
	3.11% (Act 1 plus exceptions**)	\$124	\$2,160,565	\$2,112,205	\$713,858

**Available exceptions for special education and PSERS are ESTIMATED to total \$497,140 (an additional 0.71% of tax rate)--PRELIMINARY