

Wissahickon School District

Budget Introduction 2019-2020

December 2018

Review of Audited Revenue &
Expense Summary for 2017-18
plus Challenges/Opportunities for 2019-20



Wissahickon School District

- What is happening tonight (12/03/18)
 - Review of the financial results of 2017-18
 - Initial Discussion of the 2019-20 Budget
- What Happens Next
 - Prepare the individual pieces of the budget
 - Have meetings about potential new initiatives
 - Make assumptions about items we don't know yet (PSERS, Medical, etc)
 - Present a consolidated budget to the Board late Dec/Early Jan



Wissahickon School District

Budget Update

General Fund Revenue & Expenses

| DESCRIPTION | 2016-2017 | 2017-2018 |
|---|------------|-------------|
| Actual Audited Revenue Total | 96,767,922 | 100,595,742 |
| Actual Audited Expenses Total (Transferred \$2.1M 16/17 & \$1.8M 17/18 to Capital Projects) | 96,138,971 | 99,935,909 |
| Increase in General Fund Balance | 628,951 | 659,833 |



Wissahickon School District

Revenue Summary

2016/17 vs 2017/18

- Local Revenue – Overall increase of \$2.9M (Tax Increase, Transfer Tax & EIT)
- State Revenue – Overall increase of \$0.9M (Primarily for PSERS – (50% of expense))
- Federal Revenue – Flat

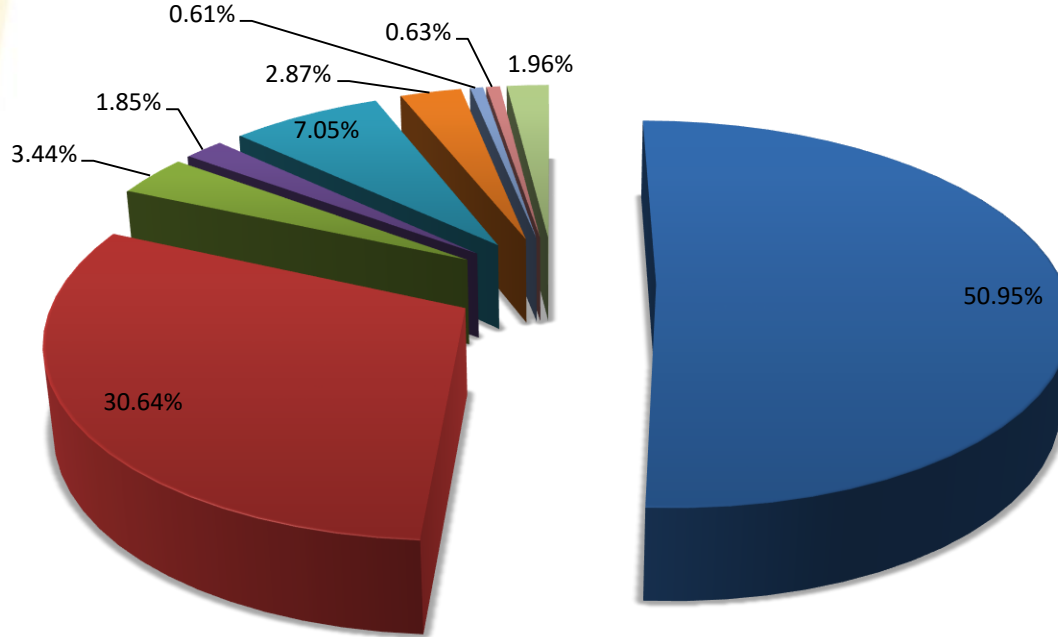


Wissahickon School District Revenue Summary

| | | |
|-----------------|-------------|-------|
| Local Revenue | \$80.4 mill | 80.0% |
| State Revenue | \$19.6 mill | 19.4% |
| Federal/OthRev. | \$ 0.5 mill | 0.6% |



Wissahickon School District 2018-2019 Budgeted Expenses



- | | | |
|-------------------------|---------------------------|----------------------------|
| ■ 100-SALARIES | ■ 200-BENEFITS | ■ 300-PROF & TECH SERVICES |
| ■ 400-PROPERTY SERVICES | ■ 500-OTHER PURCHASE SERV | ■ 600-SUPPLIES |
| ■ 700-PROPERTY | ■ 800-OTHER OBJECTS | ■ 900-FINANCING USES |



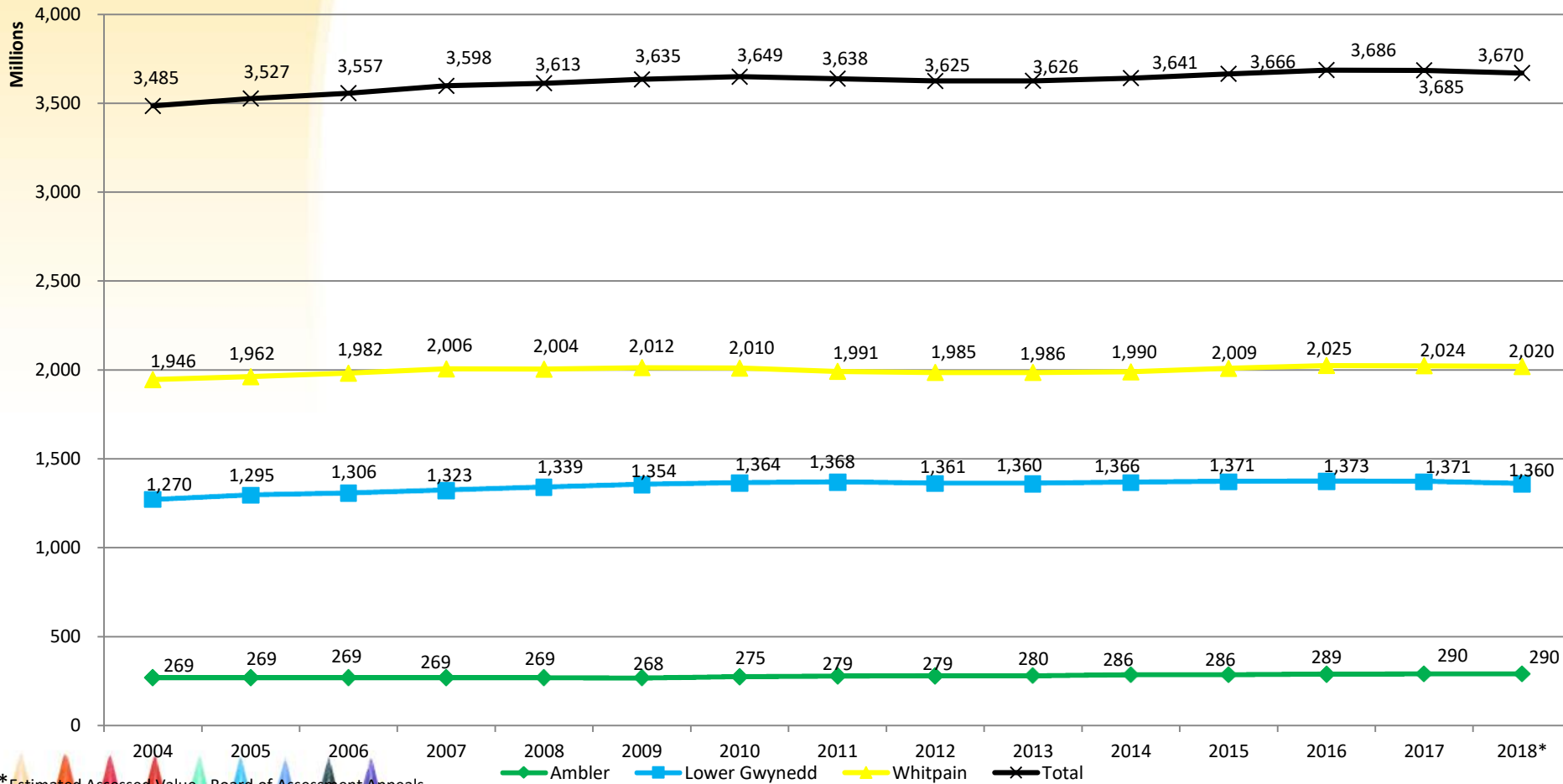
Wissahickon School District 2019-20 Challenges/Opportunities

- 1) Expenses: Public School Employees' Retirement System (PSERS)
- 2) Expenses: Facilities Plans
- 3) Keeping an eye on Enrollment Projections
- ~~4) Real Estate Tax Uncertainty~~
- ~~5) Revenue: Real Estate Assessment Appeals~~



Wissahickon School District 2018-19 Challenges/Opportunities

Wissahickon School District Historical Assessed Value



* Estimated Assessed Value - Board of Assessment Appeals



Wissahickon School District 2019-20 Challenges/Opportunities

Expenses

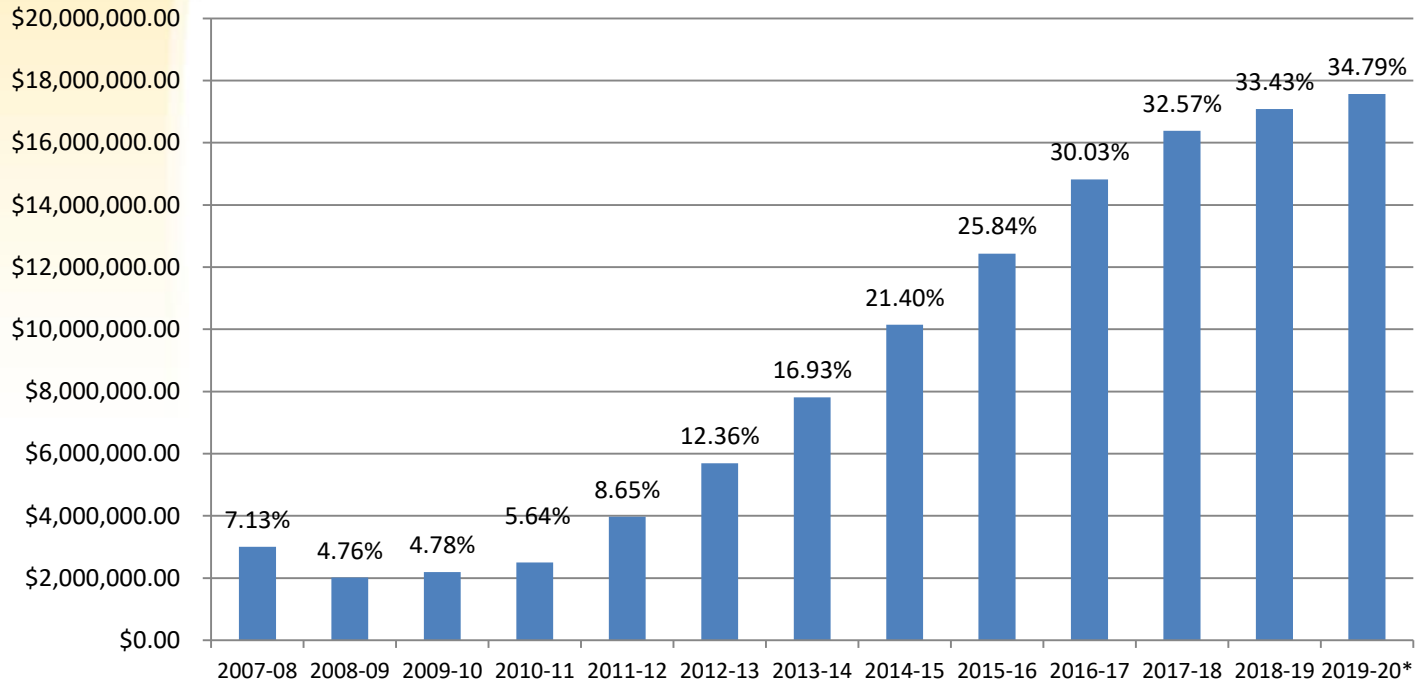
- PSERS

| | Actual | Actual | Actual | Actual | Actual | Budget | Budget |
|-------------|--------|---------|---------|---------|---------|---------|----------|
| | 13/14 | 14/15 | 15/16 | 16/17 | 17/18 | 18/19 | 19/20 |
| PSERS | | | | | | | |
| Rate | 16.93% | 21.40% | 25.84% | 30.03% | 32.57% | 33.43% | 34.79%* |
| Amount | \$7.8M | \$10.1M | \$12.4M | \$14.8M | \$16.4M | \$17.0M | \$17.6M* |
| * Projected | | | | | | | |



Wissahickon School District 2019-20 Challenges/Opportunities

Wissahickon PSERS Expense



* Based on 2017-18 Salaries

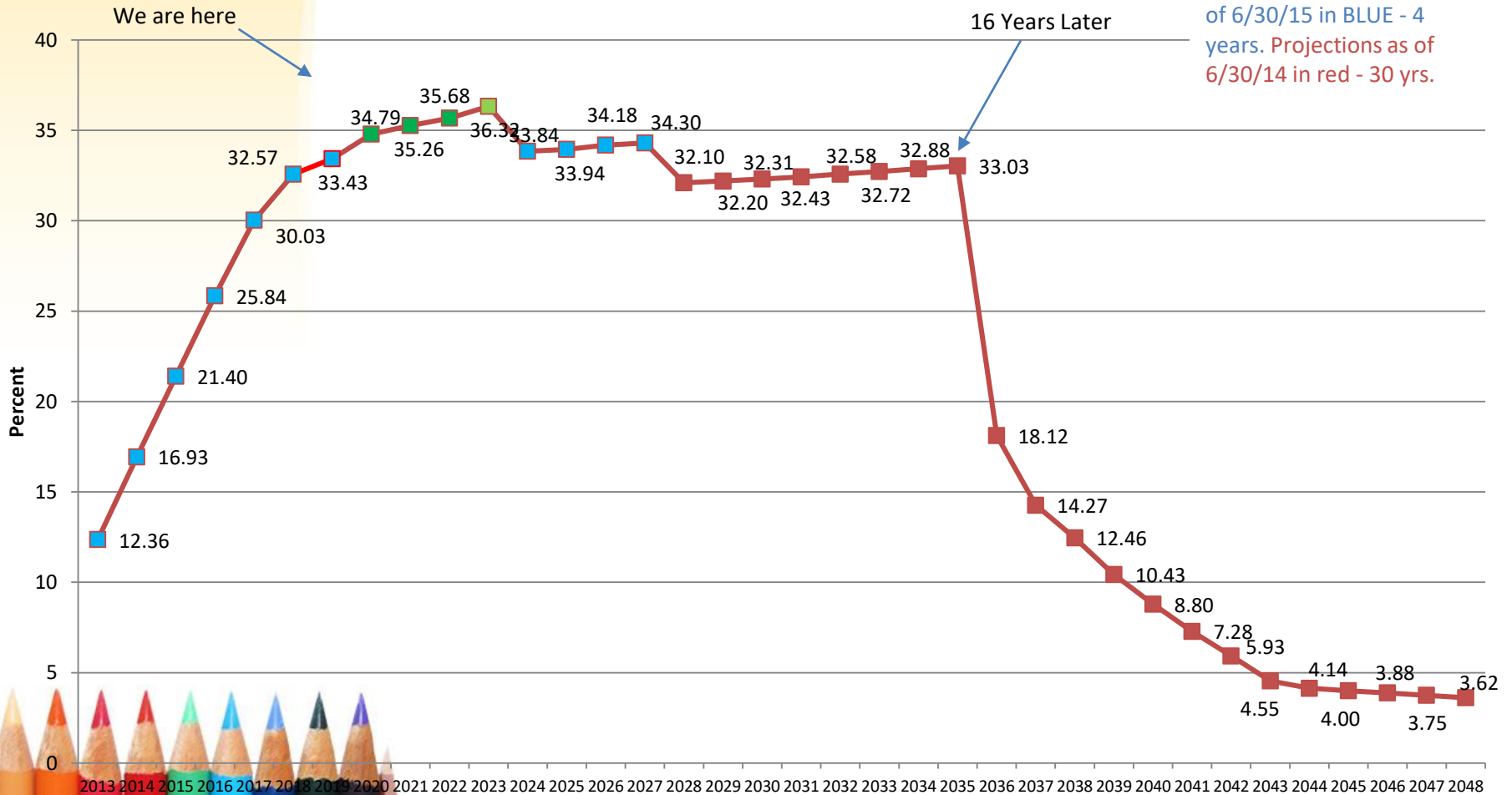
■ PSERS Expense



Wissahickon School District 2019-20 Challenged/Opportunities

Projected PSERS Employer Contribution Rate

Most recent projections as of 6/30/17 in GREEN - 4 years only. Projections as of 6/30/15 in BLUE - 4 years. Projections as of 6/30/14 in red - 30 yrs.



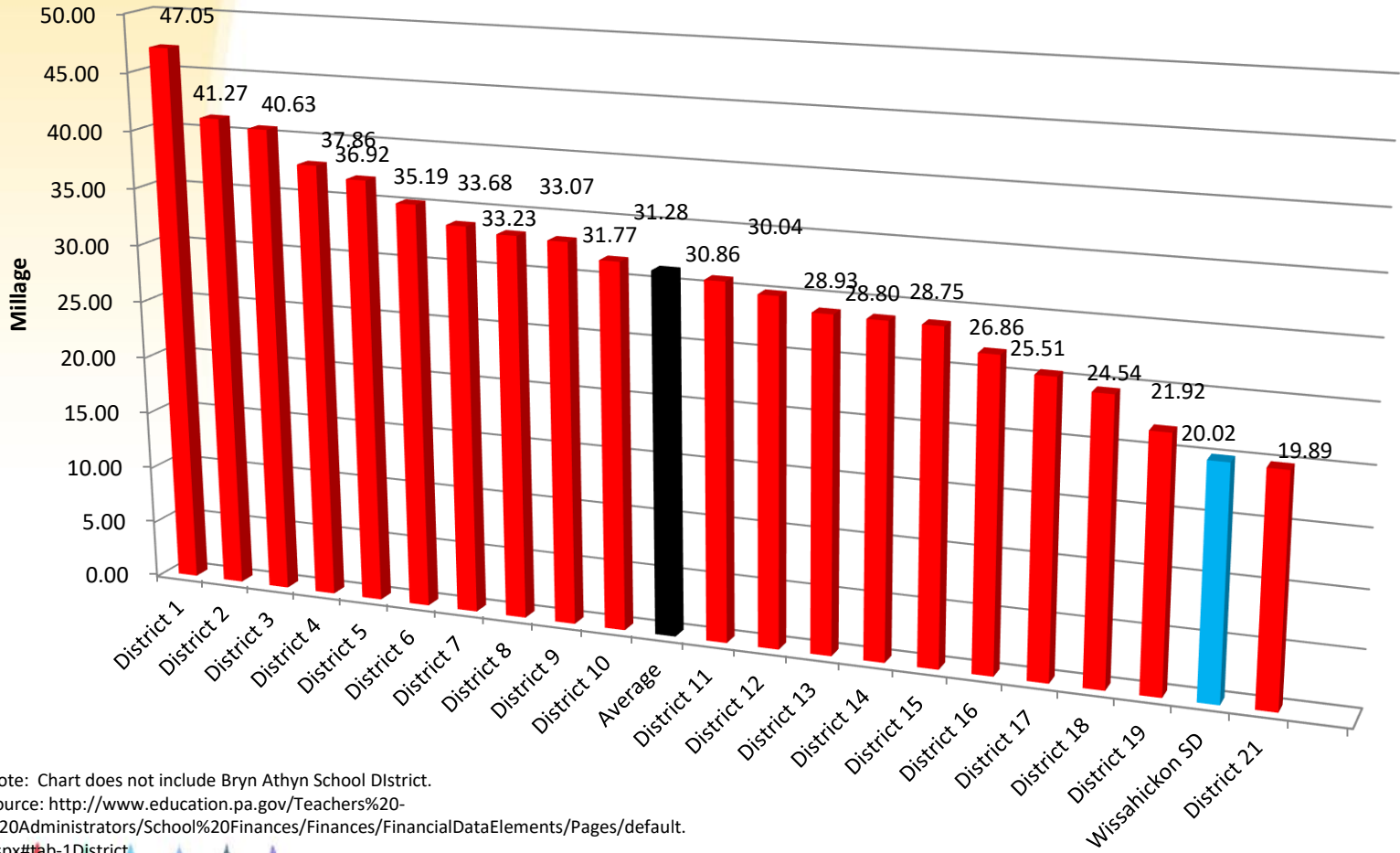
Wissahickon School District 2019-20 Challenges/Opportunities

Expenses

- Facilities
 - Elementary building capacity at very very high level
 - Average building age over 50 years other than Lower Gwynedd



Montgomery County School District Millage Rate Comparison 2018-2019



Note: Chart does not include Bryn Athyn School District.
 Source: <http://www.education.pa.gov/Teachers%20-%20Administrators/School%20Finances/Finances/FinancialDataElements/Pages/default.aspx#tab-1District>



Wissahickon School District Timeline

- Act 1 amount for 2019-2020 is 2.3%.
- January 14th – decide whether to adopt a Preliminary Budget with exceptions (Special Education/PSEERS) or pass a resolution to stay within the 2.3% index.
- Various meetings and discussions concluding with the May/June adoption of the 2019-2020 Budget.



Questions



Wissahickon School District Tax Increase Compared to Act 1 Index

