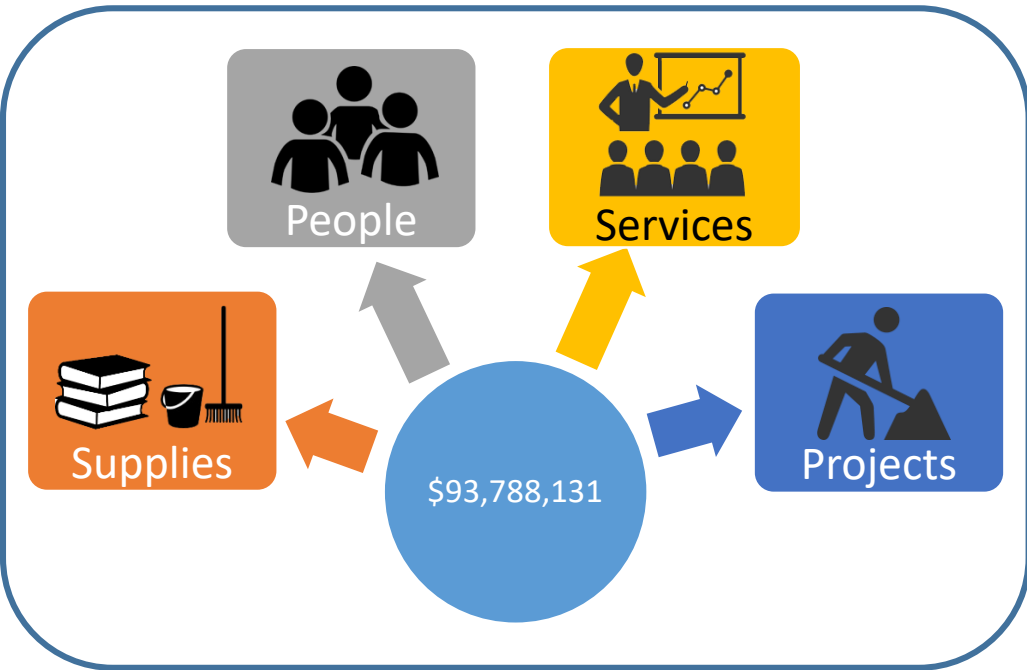
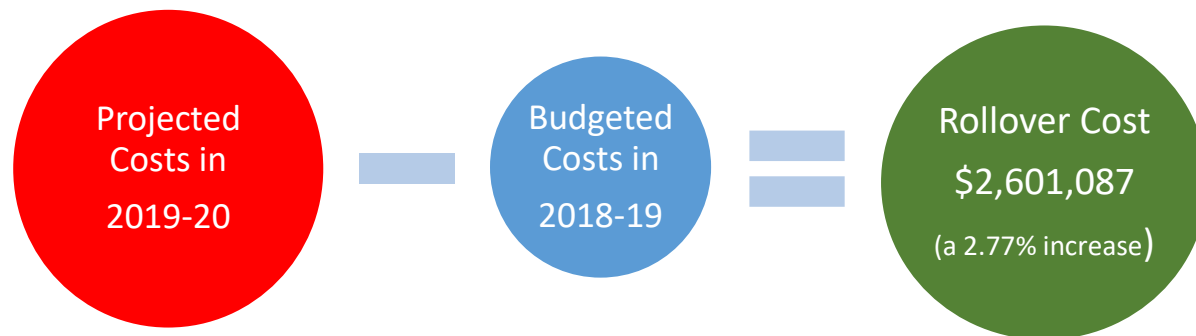
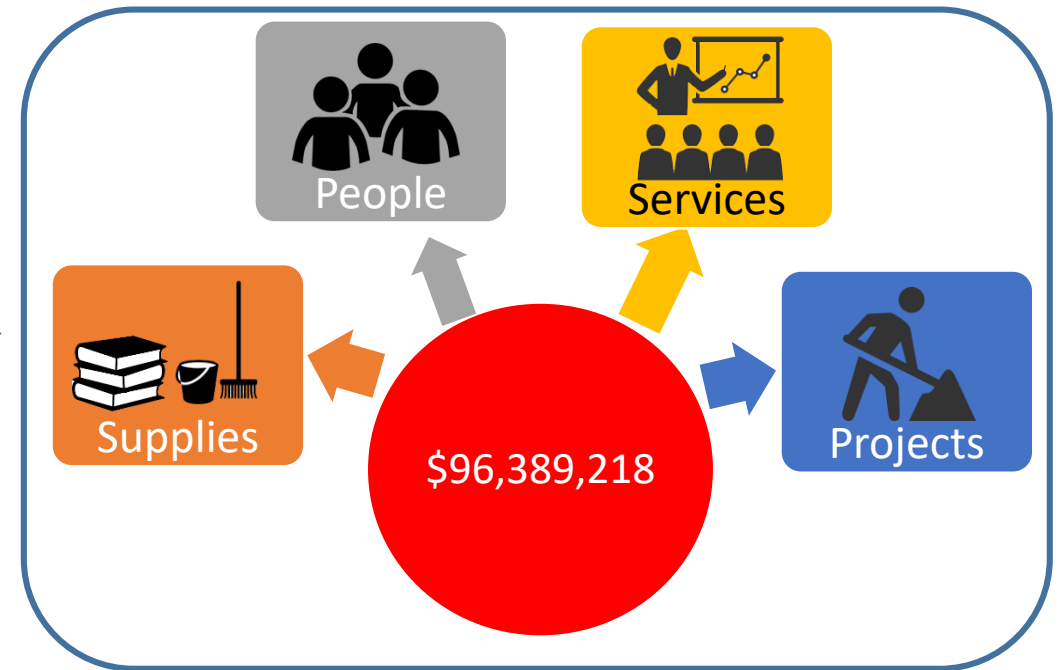


The Rollover Story

Budgeted Cost of Things in 2018-19



Projected Cost of SAME EXACT SET OF THINGS in 2019-20



The Rollover Breakdown

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

Of the ~\$2.6M rollover cost...

<u>Component of the Rollover</u>	<u>Cost</u>
Salaries (incl. unbudgeted employees hired after 7/1/18)	\$1,242,000
Retirement benefits (PSERS—net of state share)	\$518,000
Health & prescription coverage benefits	\$152,000
Everything else in the budget . . . <u>COMBINED</u>	\$688,000
TOTAL:	\$2,600,000

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

\$2,601,087 (Rollover Cost)

+ \$0 (New Items Added)

\$2,601,087 (Sub Total)

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

\$2,601,087 (TOTAL 2019-20 BUDGET INCREASE)

The NON-TAX-RATE Revenue Picture

Projected NON-TAX-RATE Revenue Changes in 2019-20				
	Item	Amount Changed		
	<u>LOCAL ITEMS</u>			
	Tax BASE effect (assuming NET no change)	\$0		
	Earned income tax	\$175,000		
	Interest on investments	\$100,000		
	Other local revenues (combined)	\$6,435		
	SUB TOTAL--LOCAL:		\$281,435	
	<u>STATE & FEDERAL ITEMS</u>			
	Other state revenues (combined)	\$120,569		
	Federal revenues (combined)	\$29,190		
	SUB TOTAL--STATE & FEDERAL:		\$149,759	
	TOTAL NON-TAX-RATE REVENUE CHANGES:			\$431,194

The TAX-RATE Picture

The tax RATE decision...					
(just to fund the rollover of \$2.6M)					
	<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	\$431,194	\$2,169,893
	1.00% (one tax point)	\$42	\$715,892	\$1,147,086	\$1,454,001
	2.30% (Act 1)	\$94	\$1,646,552	\$2,077,746	\$523,341
	2.89% (Act 1 plus exceptions**)	\$118	\$2,072,632	\$2,503,826	\$97,261
**Available exceptions for special education and PSERS are ESTIMATED to total \$426,080 (an additional 0.59% of tax rate)--PRELIMINARY					