

# Wyoming Area School District

Information for  
Preliminary Budget  
For 2013-2014 School Year

Meeting 4

Adoption of Preliminary Budget 2013-2014

Presented:

February 19, 2013



# Wyoming Area School District

## Final School Budget

### Restated to Reflect Actual Audited Fund Balance 2012-2103

<u>REVENUE:</u>	ADOPTED		RESTATED	
LOCAL SOURCES	16,141,005	55.5%	16,141,005	55.5%
STATE SOURCES	12,173,287	41.8%	12,173,287	41.8%
FEDERAL SOURCES	<u>778,453</u>	<u>2.7%</u>	<u>778,453</u>	<u>2.7%</u>
TOTAL REVENUES	<u>29,092,745</u>	<u>100.0%</u>	<u>29,092,745</u>	<u>100.0%</u>

<u>EXPENDITURES:</u>				
PERSONNEL SERVICES-SALARIES	13,398,966	45.2%	13,398,966	45.2%
PERSONNEL SERVICES-BENEFITS	6,399,098	21.6%	6,399,098	21.6%
PURCHASED PROF. & TECH. SERVICES	2,184,300	7.4%	2,184,300	7.4%
PURCHASED PROPERTY SERVICES	488,962	1.6%	488,962	1.6%
OTHER PURCHASED SERVICES	3,107,201	10.5%	3,107,201	10.5%
SUPPLIES	1,252,697	4.2%	1,252,697	4.2%
PROPERTY	45,828	0.2%	45,828	0.2%
DUES, FEES AND OTHER	140,300	0.5%	140,300	0.5%
DEBT PYMT/TRANSFERS/OTHER	2,383,037	8.0%	2,383,037	8.0%
BUDGETARY RESERVE-CONTINGENCY	<u>250,000</u>	<u>0.8%</u>	<u>250,000</u>	<u>0.8%</u>
TOTAL EXPENDITURES	<u>29,650,389</u>	<u>100.0%</u>	<u>29,650,389</u>	<u>100.0%</u>

REVENUE OVER (UNDER) EXPENDITURES	(557,644)	(557,644)	} Restatement
ESTIMATED BEGINNING FUND BALANCE - JUNE 30, 2012	<u>3,089,536</u>	<u>3,486,750</u>	
ESTIMATED ENDING FUND BALANCE - JUNE 30, 2013	<u>2,531,892</u>	<u>2,929,106</u>	

Adopted 2013-2013 Millage: Luzerne County 13.5408 mills - Wyoming County 77.3780 mills

# WYOMING AREA SCHOOL DISTRICT

## PROPOSED PRELIMINARY 2013-2014 BUDGET (1/22/13) vs. PRELIMINARY 2013-2014 (2/19/13)

	Proposed Preliminary 2013-2014 No Increase (1/22/13)	Adjustments		Preliminary 2013-2014 No Increase (2/19/13)
<b><u>REVENUE:</u></b>				
LOCAL SOURCES	16,413,277	-		16,413,277
STATE SOURCES	11,738,677	252,518	A	11,991,195
FEDERAL SOURCES	828,453	-		828,453
<b>TOTAL REVENUES</b>	<b>28,980,407</b>	<b>252,518</b>		<b>29,232,925</b>
 <b><u>EXPENDITURES:</u></b>				
PERSONNEL SERVICES-SALARIES	13,491,856	91,009	B	13,400,847
PERSONNEL SERVICES-BENEFITS	7,191,231	157,539	C	7,033,692
PURCHASED PROF. & TECH. SERVICES	2,125,641	27,000	D	2,098,641
PURCHASED PROPERTY SERVICES	472,700	-		472,700
OTHER PURCHASED SERVICES	3,241,217	-		3,241,217
SUPPLIES	1,201,850	-		1,201,850
PROPERTY	45,828	-		45,828
DUES, FEES AND OTHER	139,594	-		139,594
DEBT PYMT/TRANSFERS/OTHER	2,453,447	-		2,453,447
BUDGETARY RESERVE-CONTINGENCY	250,000	-		250,000
<b>TOTAL EXPENDITURES</b>	<b>30,613,364</b>	<b>275,548</b>		<b>30,337,816</b>
 <b>REVENUE OVER (UNDER) EXPENDITURES</b>	 <b>(1,632,957)</b>			 <b>(1,104,891)</b>
 <b>ESTIMATED BEGINNING FUND BALANCE JULY 1, 2013</b>	 <b>3,179,106</b>			 <b>3,179,106</b>
<b>ESTIMATED ENDING FUND BALANCE - JUNE 30, 2014</b>	<b>1,546,149</b>			<b>2,074,215</b>

Audited Fund Balance 6/30/12	3,486,750
Budgeted Revenue under Expenditures 12-13	(557,644)
Potential Unspent Contingency 12-13	250,000
<b>Beginning Fund Balance July 1, 2013</b>	<b>3,179,106</b>

# Wyoming Area School District

## Summary of Changes

### Preliminary 2013-2014 Budget

#### A. 7000s State Revenue \$252,518 favorable

- Basic Education Funding:
  - Student Focused Supplement - \$151,064
- Special Education Funding – (\$6,806)
- Accountability Block Grant - \$118,496
- Social Security & Retirement Reimbursement due to realignment and adjustments to salary and benefits schedule – (\$10,236)

#### B. 100s Salaries – Personnel \$91,009 favorable

- Elementary realignment - professional - \$79,792
- Reduction of health insurance buyout due to est. rate reduction - \$11,217

#### C. 200s Benefits – Personnel \$157,539 favorable

- Elementary realignment - professional- \$38,912
- Reduction of health insurance due to est. rate reduction 7.1% - \$118,627

#### D. 300s Purchased Prof and Tech Service - \$27,000 favorable

- Elimination of various consultants - \$27,000

# WYOMING AREA SCHOOL DISTRICT PRELIMINARY BUDGET OPTIONS GENERAL OVERVIEW 2013-2014

<b>REVENUE:</b>	<b>LOCAL REVENUE NO INCREASE</b>			<b>LOCAL REVENUE INDEX 2.3%</b>			<b>LOCAL REVENUE INDEX + EXCEPT. 4.42%</b>		
LOCAL SOURCES	16,413,277	56.15%		16,706,819	56.58%		16,983,582	56.99%	
STATE SOURCES	11,991,195	41.02%		11,991,195	40.61%		11,991,195	40.23%	
FEDERAL SOURCES	828,453	2.83%		828,453	2.81%		828,453	2.78%	
TOTAL REVENUES	<b>29,232,925</b>	100.00%		<b>29,526,467</b>	100.00%		<b>29,803,230</b>	100.00%	
<b>EXPENDITURES:</b>									
PERSONNEL SERVICES-SALARIES	13,400,847	44.17%		13,400,847	44.17%		13,400,847	44.17%	
PERSONNEL SERVICES-BENEFITS	7,033,692	23.18%		7,033,692	23.18%		7,033,692	23.18%	
PURCHASED PROF. & TECH. SERVICES	2,098,641	6.92%		2,098,641	6.92%		2,098,641	6.92%	
PURCHASED PROPERTY SERVICES	472,700	1.56%		472,700	1.56%		472,700	1.56%	
OTHER PURCHASED SERVICES	3,241,217	10.68%		3,241,217	10.68%		3,241,217	10.68%	
SUPPLIES	1,201,850	3.96%		1,201,850	3.96%		1,201,850	3.96%	
PROPERTY	45,828	0.15%		45,828	0.15%		45,828	0.15%	
DUES, FEES AND OTHER	139,594	0.46%		139,594	0.46%		139,594	0.46%	
DEBT PYMT/TRANSFERS/OTHER	2,453,447	8.09%		2,453,447	8.09%		2,453,447	8.09%	
BUDGETARY RESERVE-CONTINGENCY	250,000	0.82%		250,000	0.82%		250,000	0.82%	
TOTAL EXPENDITURES	<b>30,337,816</b>	100.00%		<b>30,337,816</b>	100.00%		<b>30,337,816</b>	100.00%	
REVENUE OVER (UNDER) EXPENDITURES	(1,104,891)			(811,349)			(534,586)		
BEGINNING FUND BALANCE - 7/1/13	3,179,106			3,179,106			3,179,106		
<b>EST ENDING FUND BALANCE - 6/30/14</b>	<b>2,074,215</b>			<b>2,367,757</b>			<b>2,644,520</b>		

*\*13-14 Millage Luzerne County – 13.5408 mills Wyoming County – 75.4413 mills (rebalanced)*

*13-14 Millage to Index (approximate 2.3%) Luzerne County – 13.8522 mills Wyoming County – 77.1762 mills*

*13-14 Millage to Index + Exceptions (approximate 4.42%) Luzerne County – 14.1458 mills Wyoming County – 78.8120 mills*

# Wyoming Area School District Potential Qualifying Exceptions 2013-2014 School Year

• Retirement Contributions	<u>276,709</u>
TOTAL POTENTIAL QUALIFYING EXCEPTIONS (EST)	\$276,709

*\*Calculations subject to revision pending release of updated forms from the Pennsylvania Department of Education.*

*\*\*Final exceptions are approved by Pennsylvania Department of Education.*

***2013-2014 Index brings in approximately \$293,532***

# WYOMING AREA SCHOOL DISTRICT

## 2013-2014 EST. MILLAGE ANALYSIS

### CURRENT – 12/13 REBALANCED BY PDE

#### Luzerne County

<b>A) Current tax rate</b>	Total Assessed Value <input style="width: 100%;" type="text" value="1,003,271,800.00"/> /	Total Number of Taxable Properties <input style="width: 100%;" type="text" value="8,615"/> =	Average Assessed Value Per Property <input style="width: 100%;" type="text" value="116,456.39"/>
	Average Assessed Value Per Property <input style="width: 100%;" type="text" value="116,456.39"/> x	Current Millage Rate <input style="width: 100%;" type="text" value="13.5408"/> =	Average Tax Per Property <input style="width: 100%;" type="text" value="1,576.91"/>

#### Wyoming County

<b>A) Current tax rate</b>	Total Assessed Value <input style="width: 100%;" type="text" value="8,969,350.00"/> /	Total Number of Taxable Properties <input style="width: 100%;" type="text" value="570"/> =	Average Assessed Value Per Property <input style="width: 100%;" type="text" value="15,735.70"/>
	Average Assessed Value Per Property <input style="width: 100%;" type="text" value="15,735.70"/> x	Current Millage Rate <input style="width: 100%;" type="text" value="75.4413"/> =	Average Tax Per Property <input style="width: 100%;" type="text" value="1,187.12"/>

*Rebalanced Millage per PDE:*

12/13 Millage Adopted  
 12/13 Millage Rebalanced

*Luzerne County*  
 13.5408 mills  
 13.5408 mills

*Wyoming County*  
 77.378 mills  
 75.4413 mills

# WYOMING AREA SCHOOL DISTRICT IMPACT OF POTENTIAL MILLAGE INCREASE

## LUZERNE COUNTY

		ASSESSED VALUE							
	Millage	100,000	116,456	125,000	150,000	175,000	200,000	250,000	300,000
		REAL ESTATE TAXES							
<b>Adopted 2012-2013</b>	<b>13.5408</b>	1,354.08	1,576.91	1,692.60	2,031.12	2,369.64	2,708.16	3,385.20	4,062.24
<b>0% Revenue Increase</b>	<b>13.5408</b>	-	-	-	-	-	-	-	-
<b>2.3% Index</b>	<b>13.8522</b>	31.14	36.26	38.93	46.71	54.50	62.28	77.85	93.42
<b>4.42% Exceptions</b>	<b>14.1458</b>	60.50	70.46	75.63	90.75	105.88	121.00	151.25	181.50

## WYOMING COUNTY

		ASSESSED VALUE						
	Millage	10,000	15,735	20,000	25,000	30,000	35,000	40,000
		REAL ESTATE TAXES						
<b>Adopted 2012-2013</b>	<b>77.3780</b>	773.78	1,217.54	1,547.56	1,934.45	2,321.34	2,708.23	3,095.12
<b>0% Revenue Increase</b>	<b>75.4413</b>	(19.37)	(30.47)	(38.73)	(48.42)	(58.10)	(67.78)	(77.47)
<b>2.3% Index</b>	<b>77.1762</b>	(2.02)	(3.18)	(4.04)	(5.05)	(6.05)	(7.06)	(8.07)
<b>4.42% Exceptions</b>	<b>78.8120</b>	14.34	22.56	28.68	35.85	43.02	50.19	57.36



# WYOMING AREA SCHOOL DISTRICT

## IMPACT OF POTENTIAL EXPENDITURE INCREASES

### HEALTH INSURANCE & RETIREMENT EXPENSE

	Index + Exceptions 2013-2014	14/15 Estimated Adjustment	Estimated 2014-2015	15/16 Estimated Adjustment	Estimated 2015-2016
<b>REVENUE:</b>					
LOCAL SOURCES	16,983,582	266,692 A	17,250,274	272,025 A(1)	17,522,299
STATE SOURCES	11,991,195	274,798 B	12,265,993	281,699 B(1)	12,547,692
FEDERAL SOURCES	828,453	-	828,453	-	828,453
OTHER SOURCES	-	-	-	-	-
TOTAL REVENUES	29,803,230	541,490	30,344,720	553,724	30,898,444
<b>EXPENDITURES:</b>					
PERSONNEL SERVICES-SALARIES	13,400,847	-	13,400,847	-	13,400,847
PERSONNEL SERVICES-BENEFITS	7,033,692	930,494 C	7,964,186	982,386 C(1)	8,946,572
PURCHASED PROF. & TECH. SERVICES	2,098,641	-	2,098,641	-	2,098,641
PURCHASED PROPERTY SERVICES	472,700	-	472,700	-	472,700
OTHER PURCHASED SERVICES	3,241,217	-	3,241,217	-	3,241,217
SUPPLIES	1,201,850	-	1,201,850	-	1,201,850
PROPERTY	45,828	-	45,828	-	45,828
DUES, FEES AND OTHER	139,594	-	139,594	-	139,594
DEBT PYMT/TRANSFERS/OTHER	2,453,447	-	2,453,447	-	2,453,447
BUDGETARY RESERVE-CONTINGENCY	250,000	-	250,000	-	250,000
TOTAL EXPENDITURES	30,337,816	930,494	31,268,310	982,386	32,250,696
REVENUE OVER (UNDER) EXPENDITURES	(534,586)	(389,004)	(923,590)	(428,662)	(1,352,252)
ESTIMATED BEGINNING FUND BALANCE - 7/1/13	3,179,106		<b>2,644,520</b>		<b>1,720,930</b>
ESTIMATED ENDING FUND BALANCE - 6/30/14	<b>2,644,520</b>		<b>1,720,930</b>		368,678

# WYOMING AREA SCHOOL DISTRICT IMPACT OF POTENTIAL EXPENDITURE INCREASES HEALTH INSURANCE & RETIREMENT EXPENSE SUMMARY OF CHANGES

## **A. LOCAL SOURCES \$266,692**

- ❖ Increase for potential index of 2% for property tax revenue.

## **B. STATE SOURCES \$274,798**

- ❖ Increase for estimated reimbursement of PSERS (Retirement) from PDE.

## **C. BENEFITS \$930,494**

- ❖ Increase in Health Insurance Benefits of \$380,898 based on a 10% increase.
- ❖ Increase in PSERS expenses due to increase retirement rate (16.93% to est. 21.25%)- \$549,596.

## **A. (1) LOCAL SOURCES \$272,025**

- ❖ Increase for potential index of 2% for property tax revenue.

## **B. (1) STATE SOURCES \$281,699**

- ❖ Increase for estimated reimbursement of PSERS (Retirement) from PDE.

## **C. (1) BENEFITS \$ \$982,386**

- ❖ Increase in Health Insurance Benefits of \$418,988 based on a 10% increase.
- ❖ Increase in PSERS expenses due to increase in retirement rate (est. 21.25% to est. 25.56%) - \$563,398.