

Wyomissing Area School District



Finance Committee/Budget Workshop Meeting
April 20, 2022

Agenda

- Construction Update (4:30 pm):
 - Change Orders
 - Construction Update (Todd V.)
 - Public Comment
- 2022/2023 Budget - Preliminary
 - Personnel & Support Staff Update
 - Tax Increase Scenario
- Public Comment

Construction Contingency Update

Total contingency budgeted: \$900,000

Change Orders:

JSHS: \$344,457

WHEC: \$138,415

WREC: \$4,672

Total Change Orders: \$487,544

Balance of contingency: \$412,456

Total amount spent through March : \$9,866,699

Meeting Objectives

- Brief review of future impact and challenges items
- Set minimum wage increase for Support Staff
- Set potential real estate tax increase

Budget Challenges Beyond 2022/2023

- Assessments – changes and appeals (+/-)
 - Reading Hospital Appeals
 - Knitting Mills Appeal
 - West Reading Redevelopment (TIF)
- State Revenue
 - Additional BEF and SEF or Flat Funding
- Cyber Enrollment/BOL
- Transportation
 - Bell Time Changes/BCTC Transportation
- Personnel
 - Hiring/Retirees/Minimum Wage/WAEA Contract Negotiations
 - ESSER Positions Funding (4.5 Positions - 2 steps)
- Economic Conditions
 - CPI/Fuel Costs

Personnel and Support Staff

- Support Staff – estimated hourly wage increase^
- Total Staff - 121
 - Food Service – 18
 - General Fund - 103
 - Impact of starting salary to \$15 (educational support staff)
 - Wages: \$81,195
 - Benefits: \$35,271
 - Total: \$116,466
 - Includes Food Service \$0 and General Fund \$116,466
 - Total number of positions under \$15.00/hour: 46
 - Food Service: 0
 - General Fund: 46
 - Impact of starting salary to \$13.50 (non- educational support staff)
 - Wage: \$121,248
 - Benefits: \$52,670
 - Total: \$173,918
 - Includes Food Service \$57,938. and General Fund \$115,979
 - Total number of positions under \$13.50/hour: 33
 - Food Service: 14
 - General Fund: 19

^Includes annual increase, if increase is less than budgeted, impact could be higher

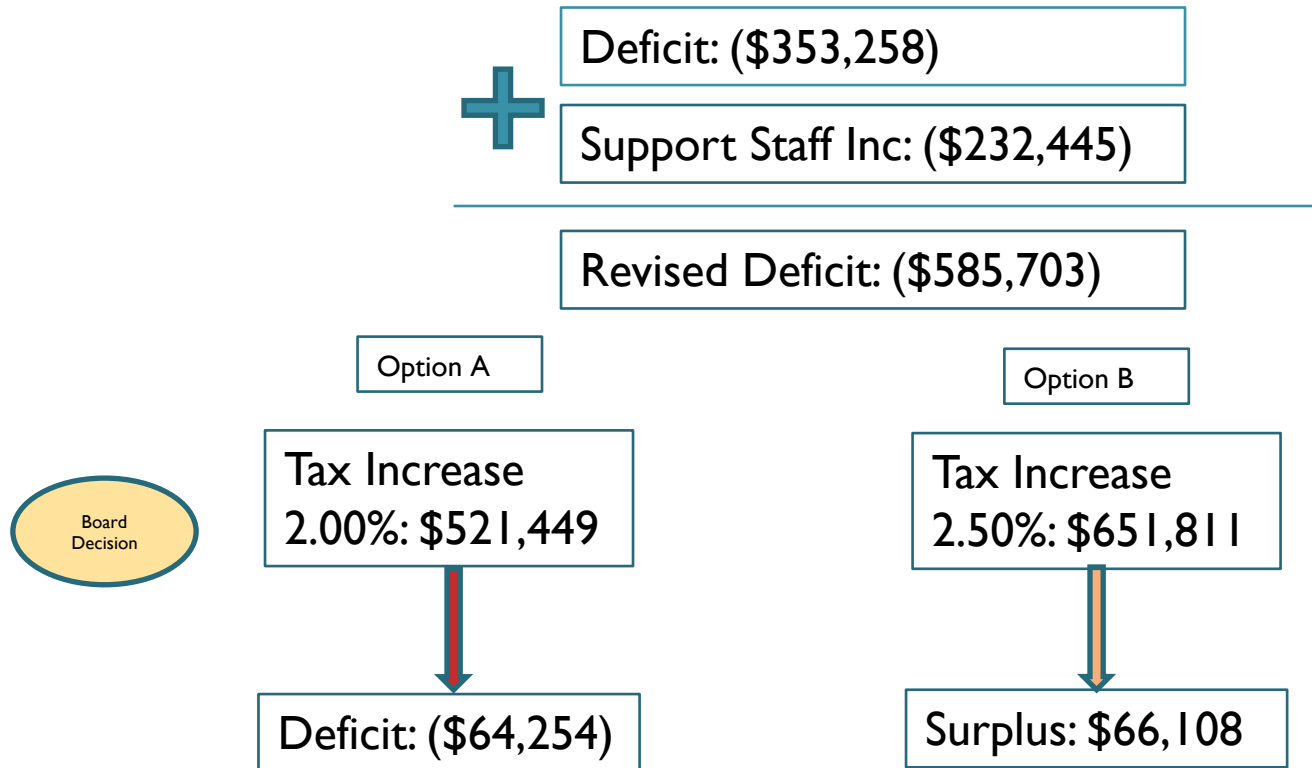
Budget 2022/2023 Changes

Changes from March to April

- Reduced expenditures: \$246,409
 - Capital Transfer reduction: (\$295,042)
 - Miscellaneous increase: \$48,633
- Increased Revenues: \$740,695
 - Basic Education Funds: \$107,110
 - Earned Income Tax: \$29,778
 - Interest Earned: \$88
 - RE Taxes: \$82,778
 - Social Security Sub: (\$9,902)
 - Retirement Sub: (\$33,816)
 - ESSER III Funding: \$458,853
 - 7% Set Aside \$33,607
 - Medical Assistance \$26,655

	20-Apr-22	16-Mar-22
Projected Revenue	\$ 40,737,169	\$ 39,996,475
Projected Expenditures	41,100,427	41,346,835
Projected Surplus/(Deficit)	(363,258)	(1,350,360)

Budget 2022/2023 – Deficit Reduction



Real Estate Tax Increase Summary



2.50% Inc

\$150,000 AV → \$96/yr or \$8/mo

2.00% Inc

\$150,000 AV → \$72/yr or \$6/mo

Note: AV = Assessed Value

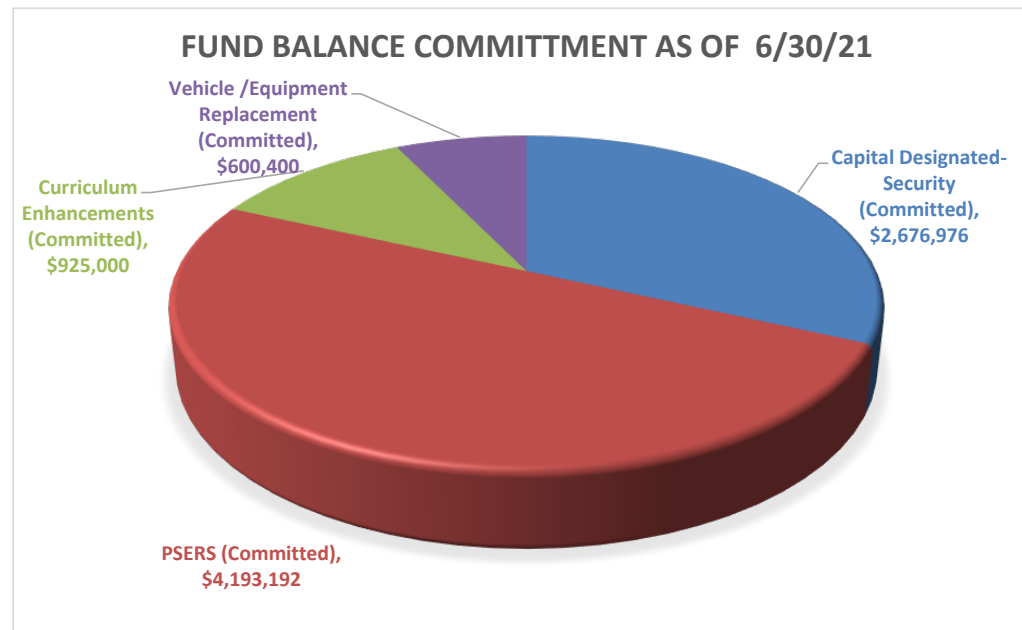
Wyomissing Area School District

Millage History

<u>Year</u>	<u>Millage</u>	<u>Increase in Mills</u>	<u>% Increase</u>	<u>PDE Index</u>
2017-18	30.0665	0.0000	0.00%	2.50%
2018-19	30.6678	0.6013	2.00%	2.40%
2019-20	31.4340	0.7662	2.50%	2.30%
2020-21	31.9060	0.4720	1.50%	3.00%
2021-22	32.5441	0.6381	2.00%	3.00%
2022-23				3.90%

Ending Fund Balance – as of 6/30/2021

Fund Balance		
	6/30/20	6/30/21
Non Spendable	\$8,664	\$5,233
Restricted	\$140,010	\$57,457
Committed	\$5,444,282	\$8,395,568
Assigned	\$732,872	\$247,090
Unassigned	\$2,863,692	\$3,260,058
Total	\$9,189,520	\$11,965,406



Note: Assigned fund balance is a placeholder for the next year's budget deficit

Next Steps

- May 9, 2022 Meeting
 - 2022/23 Budget Presentation
 - Preliminary Budget Approval
- June 13, 2022 Meeting
 - Final Budget Approval
 - 5 Year Forecast



Public Comment



Additional Resources

- Tax Impact
- District Overview
- Five Year Forecast
- Budget Projection 2021/2022
- Cash Flow Update 2021/2022

Tax Increase Scenario

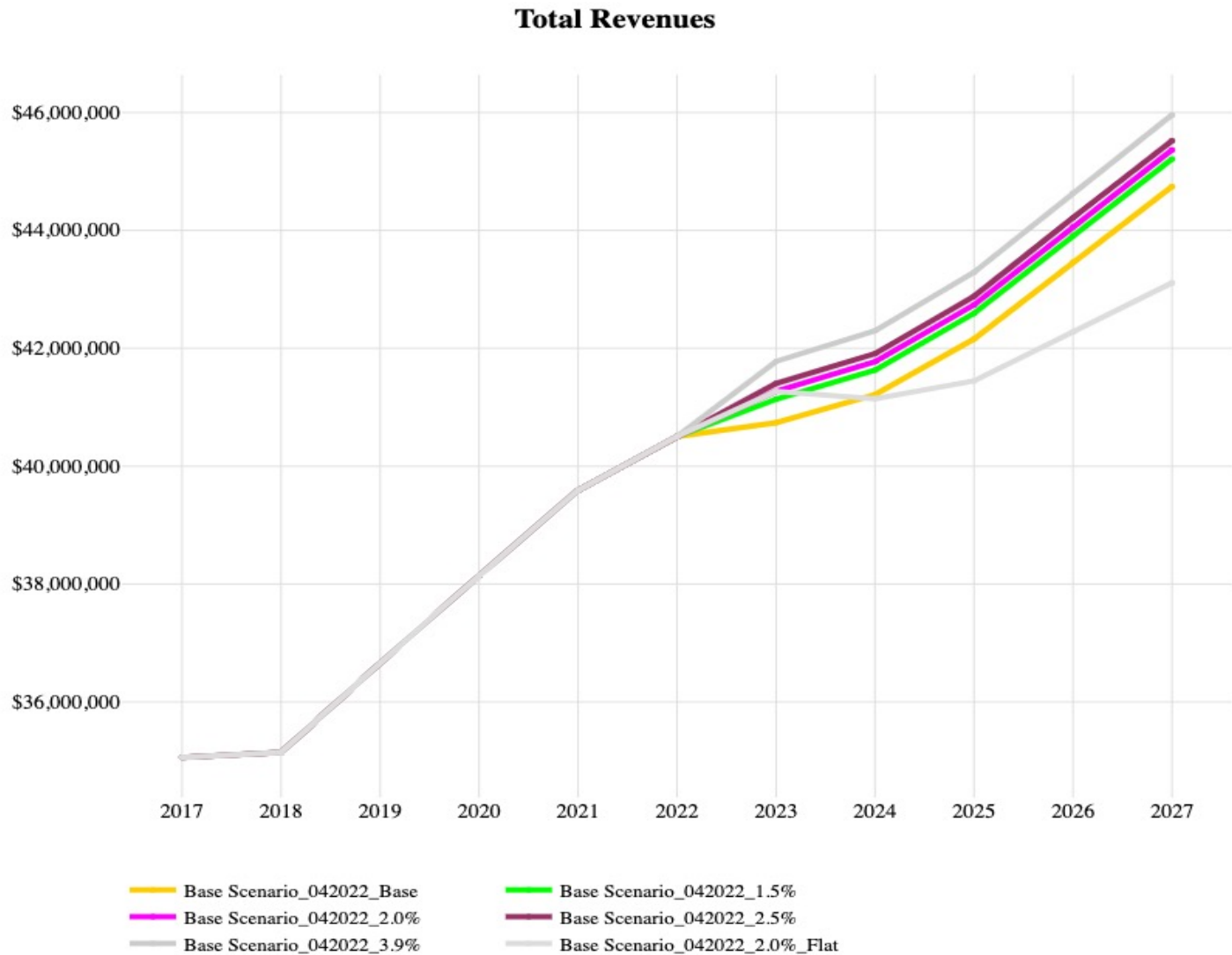
- Tax Increases/Additional Revenue Chart:
 - 3.90% = 1,016,825 : Inc/property: \$190
 - 3.50 = 912,535 : \$171
 - 3.25 = 847,354 : \$159
 - 3.00 = 782,173 : \$146
 - 2.75 = 716,992 : \$134
 - 2.50 = 651,811 : \$122
 - 2.25 = 586,630 : \$110
 - 2.00 = 521,449 : \$98
 - 1.75 = 456,268 : \$85
 - 1.50 = 391,086 : \$73
 - 1.25 = 325,905 : \$61
 - 1.00 = 260,724 : \$49

Inc per property is based on an assessed value of \$150,000

District Overview

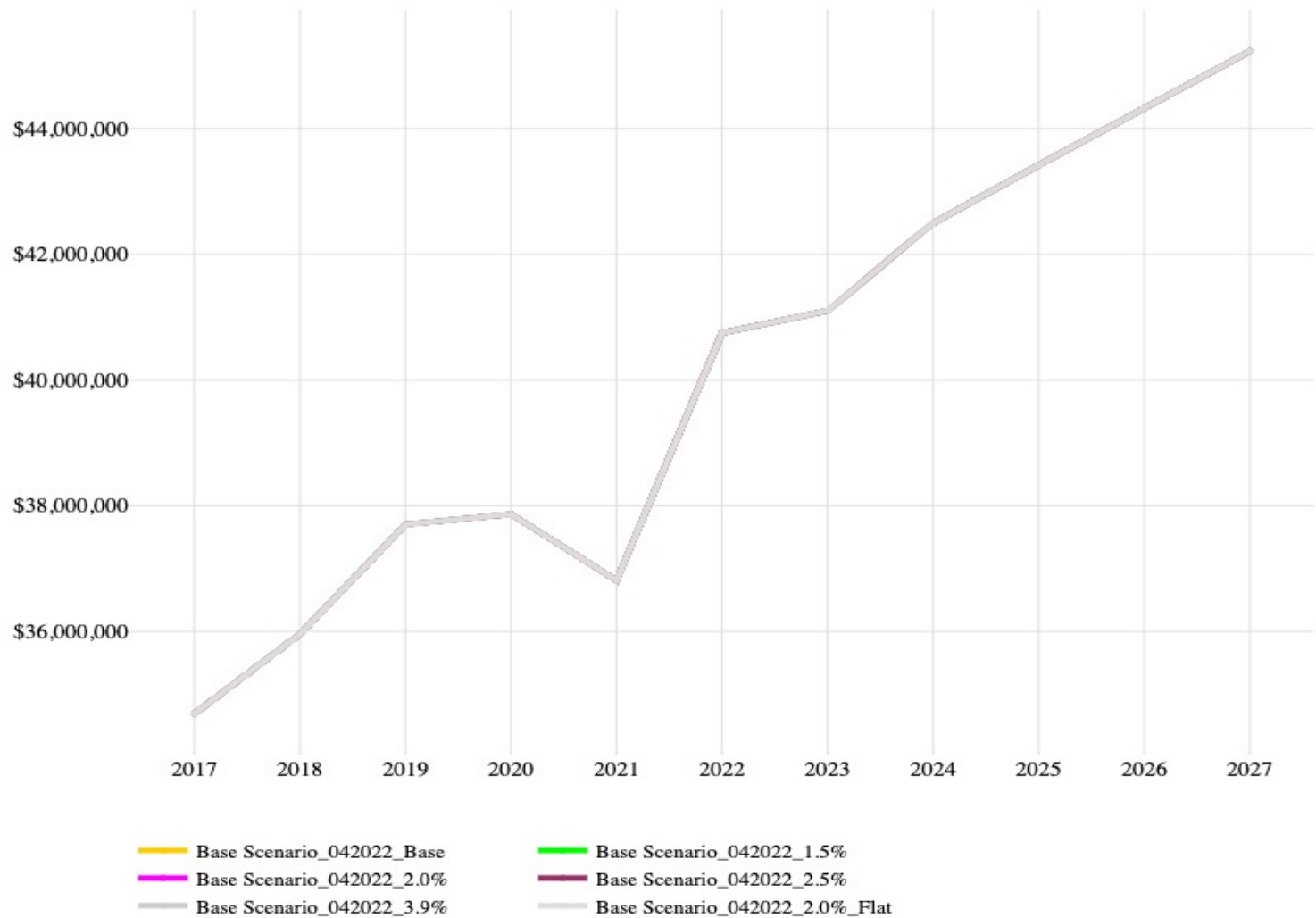
General Fund	Capital Reserve Fund	Food Service Fund	Scholarship Fund	Student Activity Fund
<ul style="list-style-type: none">• Daily Operations of the School District• Fund Balance	<ul style="list-style-type: none">• Capital expenditures include all bond proceeds	<ul style="list-style-type: none">• All food service related revenue and expenditures	<ul style="list-style-type: none">• District is set up as trust for student scholarships	<ul style="list-style-type: none">• Student raised revenue and related expenditures

5 Year Forecast Projections - Revenues



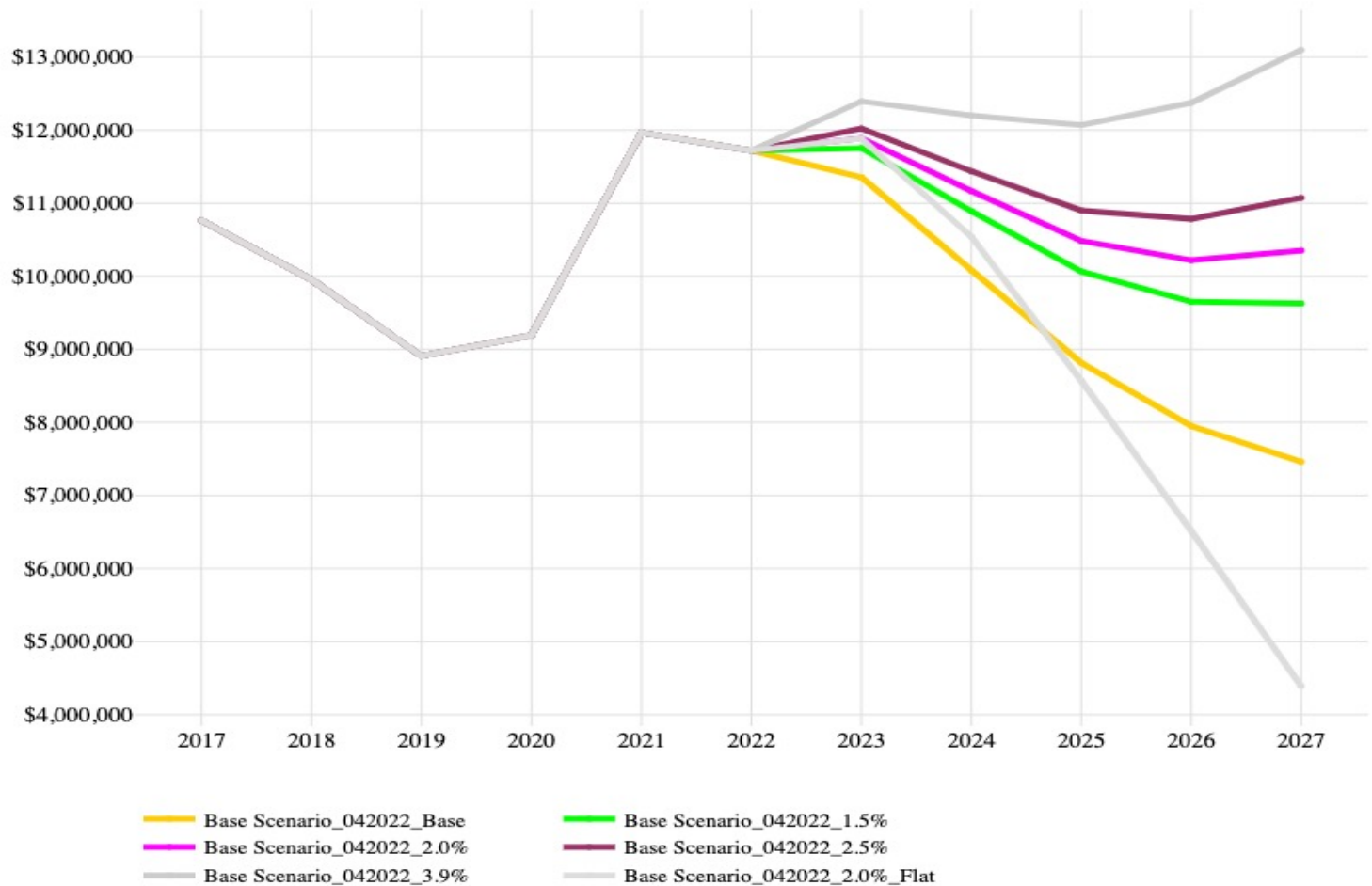
5 Year Forecast Projections - Expenses

Total Expenses



5 Year Forecast Projections – Fund Balance

General Fund Balance



2021/2022 Budget Projections

For the Period Ending February 28, 2022

	Prior YTD	Current YTD	Add: Anticipated Revenues / Expenses	Annual Forecast	Annual Budget	Variance Fav / (Unfav)
REVENUES						
Local	\$27,747,056	\$28,445,096	\$2,433,535	\$30,878,632	\$30,681,196	\$197,436
State	2,987,785	3,244,557	4,467,149	7,711,706	7,433,800	277,906
Federal	364,884	973,614	455,752	1,429,366	2,388,644	(959,278)
Other Revenue	0	0	0	0	0	0
TOTAL REVENUE	\$31,099,726	\$32,663,267	\$7,356,437	\$40,019,704	\$40,503,640	(\$483,936)
EXPENDITURES						
Salaries	\$9,193,142	\$9,573,641	\$7,762,932	\$17,336,574	\$17,518,641	\$182,067
Benefits	6,364,884	6,515,665	4,663,943	11,179,608	11,591,788	412,180
Contracted Services	610,085	803,426	570,491	1,373,917	1,343,258	(30,659)
Purchased Services	430,436	454,034	249,110	703,144	700,961	(2,183)
Other Purchased Services	1,923,467	1,860,546	1,377,986	3,238,532	3,231,954	(6,578)
Supplies	1,073,047	1,044,854	355,133	1,399,988	1,253,399	(146,589)
Property	98,568	689,885	59,591	749,476	78,410	(671,066)
Other Objects	1,062,115	1,210,444	43,446	1,253,890	1,785,572	531,682
Other Financing Uses	2,613,086	1,837,367	9,191	1,846,558	3,246,747	1,400,189
TOTAL EXPENDITURES	\$23,368,831	\$23,989,864	\$15,091,823	\$39,081,688	\$40,750,730	\$1,669,043
SURPLUS / (DEFICIT)	\$7,730,894	\$8,673,403	(\$7,735,387)	\$938,016	(\$247,090)	\$1,185,107

Prior projection as of 12/31/21 was \$1,106,793

Prior projection as of 01/31/21 was \$1,066,021

Inspiring Excellence, One Spartan at a Time!

2021/2022 Cash Flow Projections (as of 2/28/22)

Wyomissing Area School District

Cash Flow - Projected versus Actual

Budgeted				Actual			
Cash Inflow vs. Cash Outflows				Cash Inflow vs. Cash Outflows			
Month	Revenue	Expense	Surplus/(Deficit)	Month	Revenue	Expense	Surplus/(Deficit)
July	\$4,339,586.84	\$1,856,679.94	\$2,482,906.90	July	\$4,597,576.70	\$1,913,770.56	\$2,683,806.14
August	\$15,809,007.16	\$2,242,670.65	\$13,566,336.51	August	\$19,671,109.03	\$2,543,362.45	\$17,127,746.58
September	\$6,560,159.30	\$4,411,070.37	\$2,149,088.93	September	\$3,288,616.22	\$4,523,894.65	(\$1,235,278.43)
October	\$2,154,077.81	\$3,168,914.24	(\$1,014,836.44)	October	\$1,857,450.82	\$2,535,918.82	(\$678,468.00)
November	\$1,323,720.21	\$2,487,626.75	(\$1,163,906.55)	November	\$1,487,398.20	\$2,706,660.87	(\$1,219,262.67)
December	\$1,772,233.54	\$4,593,694.12	(\$2,821,460.59)	December	\$1,916,169.70	\$4,176,333.09	(\$2,260,163.39)
January	\$1,254,800.64	\$2,192,604.85	(\$937,804.21)	January	\$750,196.64	\$2,278,908.82	(\$1,528,712.18)
February	\$1,020,252.41	\$5,590,934.89	(\$4,570,682.48)	February	\$977,559.40	\$4,576,605.53	(\$3,599,046.13)
March	\$1,812,974.09	\$4,214,005.73	(\$2,401,031.64)	March	\$581,768.83	\$1,378,124.90	(\$796,356.07)
April	\$920,297.32	\$2,460,697.63	(\$1,540,400.31)	April	\$0.00	\$0.00	\$0.00
May	\$1,021,511.71	\$2,252,484.84	(\$1,230,973.13)	May	\$0.00	\$0.00	\$0.00
June	\$2,515,018.97	\$5,279,345.99	(\$2,764,327.01)	June	\$0.00	\$0.00	\$0.00
Total	\$40,503,640.00	\$40,750,730.00	(\$247,090.00)	Total	\$35,127,845.54	\$26,633,579.69	\$8,494,265.85

Revenue					Expense				
Month	Budgeted	Actual	Variance	% Actual to Budget	Month	Budgeted	Actual	Variance	% Actual to Budget
July	\$4,339,586.84	\$4,597,576.70	\$257,989.86	5.95%	July	\$1,856,679.94	\$1,913,770.56	(\$57,090.62)	-3.07%
August	\$15,809,007.16	\$19,671,109.03	\$3,862,101.87	24.43%	August	\$2,242,670.65	\$2,543,362.45	(\$300,691.80)	-13.41%
September	\$6,560,159.30	\$3,288,616.22	(\$3,271,543.08)	-49.87%	September	\$4,411,070.37	\$4,523,894.65	(\$112,824.28)	-2.56%
October	\$2,154,077.81	\$1,857,450.82	(\$296,626.99)	-13.77%	October	\$3,168,914.24	\$2,535,918.82	\$632,995.42	19.98%
November	\$1,323,720.21	\$1,487,398.20	\$163,677.99	12.36%	November	\$2,487,626.75	\$2,706,660.87	(\$219,034.12)	-8.80%
December	\$1,772,233.54	\$1,916,169.70	\$143,936.16	8.12%	December	\$4,593,694.12	\$4,176,333.09	\$417,361.03	9.09%
January	\$1,254,800.64	\$750,196.64	(\$504,604.00)	-40.21%	January	\$2,192,604.85	\$2,278,908.82	(\$86,303.97)	-3.94%
February	\$1,020,252.41	\$977,559.40	(\$42,693.01)	-4.18%	February	\$5,590,934.89	\$4,576,605.53	\$1,014,329.36	18.14%
March	\$1,812,974.09	\$581,768.83	(\$1,231,205.26)	-67.91%	March	\$4,214,005.73	\$1,378,124.90	\$2,835,880.83	67.30%
April	\$920,297.32	\$0.00	(\$920,297.32)	-100.00%	April	\$2,460,697.63	\$0.00	\$2,460,697.63	100.00%
May	\$1,021,511.71	\$0.00	(\$1,021,511.71)	-100.00%	May	\$2,252,484.84	\$0.00	\$2,252,484.84	100.00%
June	\$2,515,018.97	\$0.00	(\$2,515,018.97)	-100.00%	June	\$5,279,345.99	\$0.00	\$5,279,345.99	100.00%
Total	\$40,503,640.00	\$35,127,845.54		86.73%	Total	\$40,750,730.00	\$26,633,579.69		65.36%

Revenue Rec'd by % to Budget (Cumulative)				Expenditures by % to Budget (Cumulative)			
Month	Budgeted	Actual	Over/Under	Month	Budgeted	Actual	Over/Under
July	10.71%	11.35%	0.64%	July	4.56%	4.70%	0.14%
August	49.75%	59.92%	10.17%	August	10.06%	10.94%	0.88%
September	65.94%	68.04%	2.09%	September	20.88%	22.04%	1.15%
October	71.26%	72.62%	1.36%	October	28.66%	28.26%	-0.40%
November	74.53%	76.29%	1.77%	November	34.76%	34.90%	0.14%
December	78.90%	81.03%	2.12%	December	46.04%	45.15%	-0.89%
January	82.00%	82.88%	0.88%	January	51.42%	50.74%	-0.67%
February	84.52%	85.29%	0.77%	February	65.14%	61.98%	-3.16%
March	89.00%	86.73%	-2.27%	March	75.48%	65.36%	-10.12%
April	91.27%	86.73%	-4.54%	April	81.52%	65.36%	-16.16%
May	93.79%	86.73%	-7.06%	May	87.04%	65.36%	-21.69%
June	100.00%	86.73%	-13.27%	June	100.00%	65.36%	-34.64%



ARP ESSER/CARES Funding

- What the District has been allocated/spent:
 - CARES Funding (PA Dept of Ed): \$220,451 spent \$176,002
 - ESSER Funding (PCCD): \$195,413 spent \$195,413
 - CARES Funding (COB): \$99,938 spent \$99,938
 - ESSER Funding (PCCD): \$56,506 spent \$56,506
 - ESSER II Funding (PA Dept of Ed): \$979,196 spent \$826,882
 - ESSER III Funding (PA Dept of Ed): \$1,981,814 spent \$472,097
 - ARP Set Aside – Act 42 (PA Dept of Ed): \$154,033 - pending
 - ARP ESSER Homeless Children and Youth: \$10,048 - pending
 - ARP Supplement IDEA: \$64,635- approved
- *Total ARP ESSER CARES Funding: \$3,762,034*
- *Total ARP ESSER CARES Funding Available: \$1,935,196*
 - *Available until September 30, 2024*