

Wyomissing Area School District



*Proposed Budget
Board Meeting
May 13, 2019*



Wyomissing Area School District Mission and Vision Statements

Mission

Inspiring Excellence, One Spartan at a Time

Vision

The Wyomissing Area School District aspires to be the **preeminent** public educational institution; as we:

- prepare students to excel in a highly complex global community;
- offer rigorous academics, cutting edge technology and enriching extracurricular opportunities;
- attract and retain the best team of administrators and staff; and
- create a culture built on respect, trust and integrity.

Budget Uncertainties and Impacts

✓ Expenditure

- ✓ Enrollment – (Kindergarten and Special Ed Enrollment)
- ✓ Special Education Costs
- ✓ Security/Safety
- ✓ Charter/Cyber School Expenditures
- ✓ Health Care Increase (Currently 8.5% - final number late May)
- ✓ PSERS (Mandated)

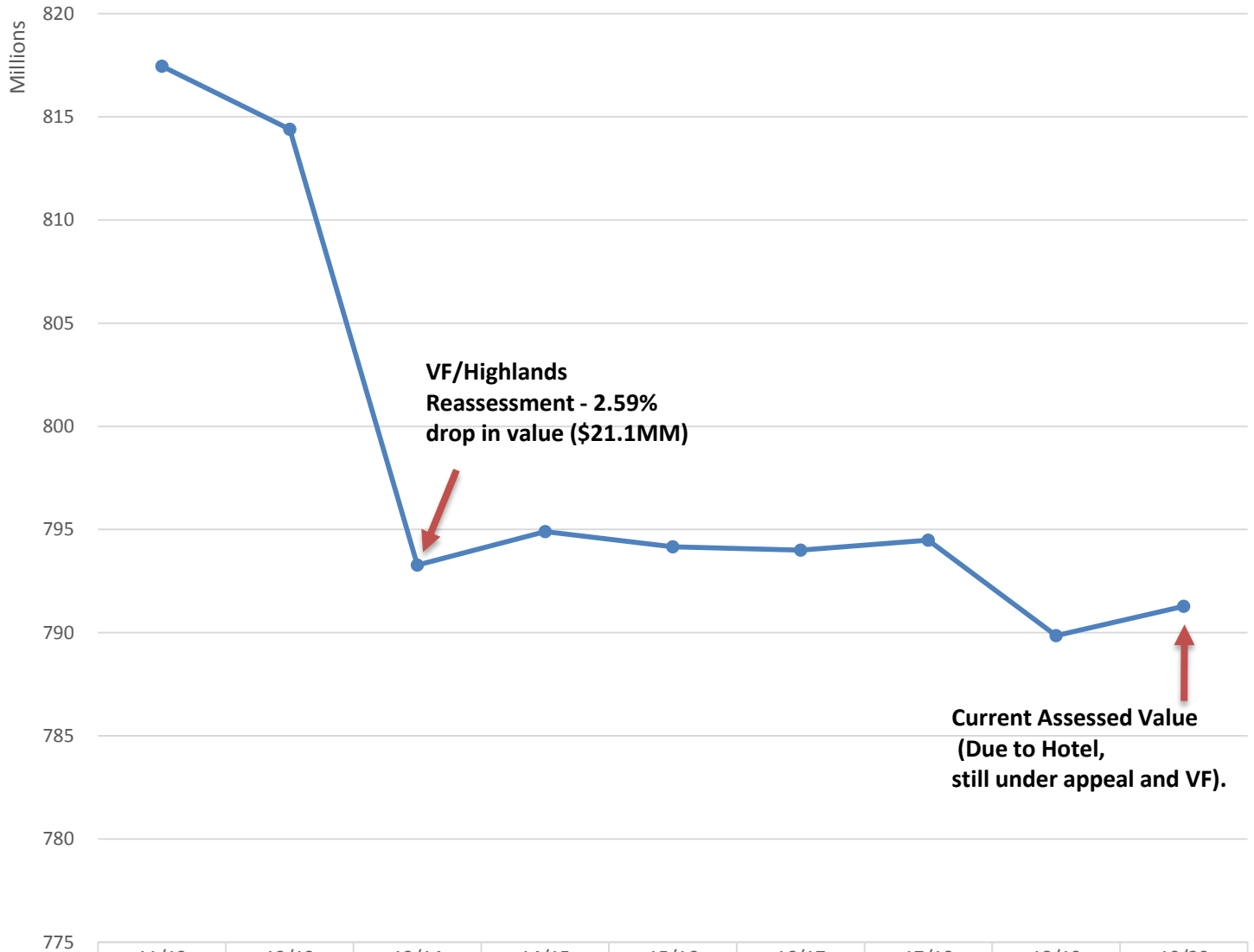
✓ Revenue

- ✓ Changes in the State Budget for 2019/2020
- ✓ Property Tax Reform
- ✓ ACCESS Funding
- ✓ Changes in Assessed Value



Real Estate Assessment

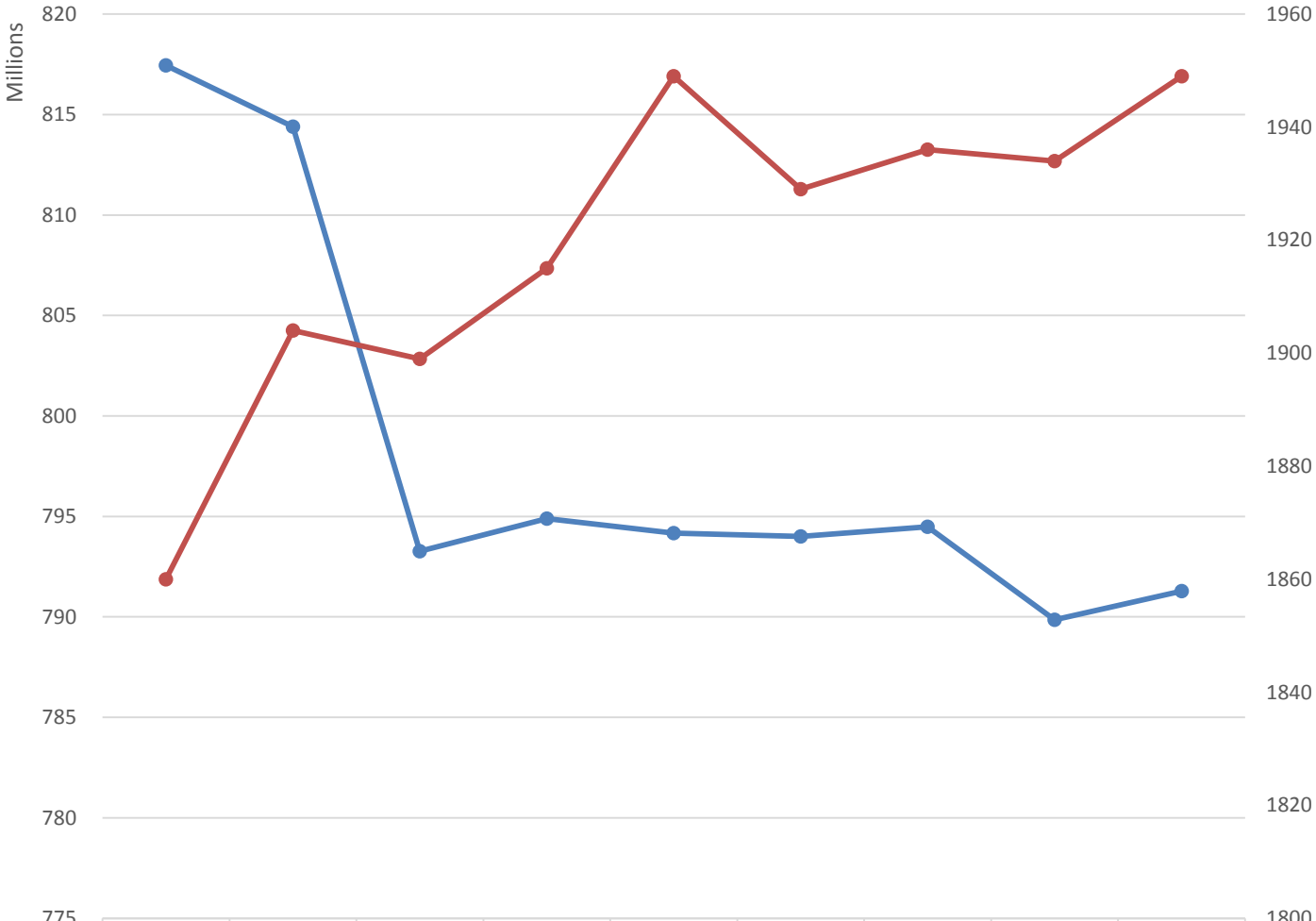
Total Assessed Value 2011 - 2020



	11/12	12/13	13/14	14/15	15/16	16/17	17/18	18/19	19/20
Total Assessed Value	817,446,100	814,393,800	793,272,200	794,896,700	794,162,900	793,997,100	794,478,500	789,858,400	791,276,900

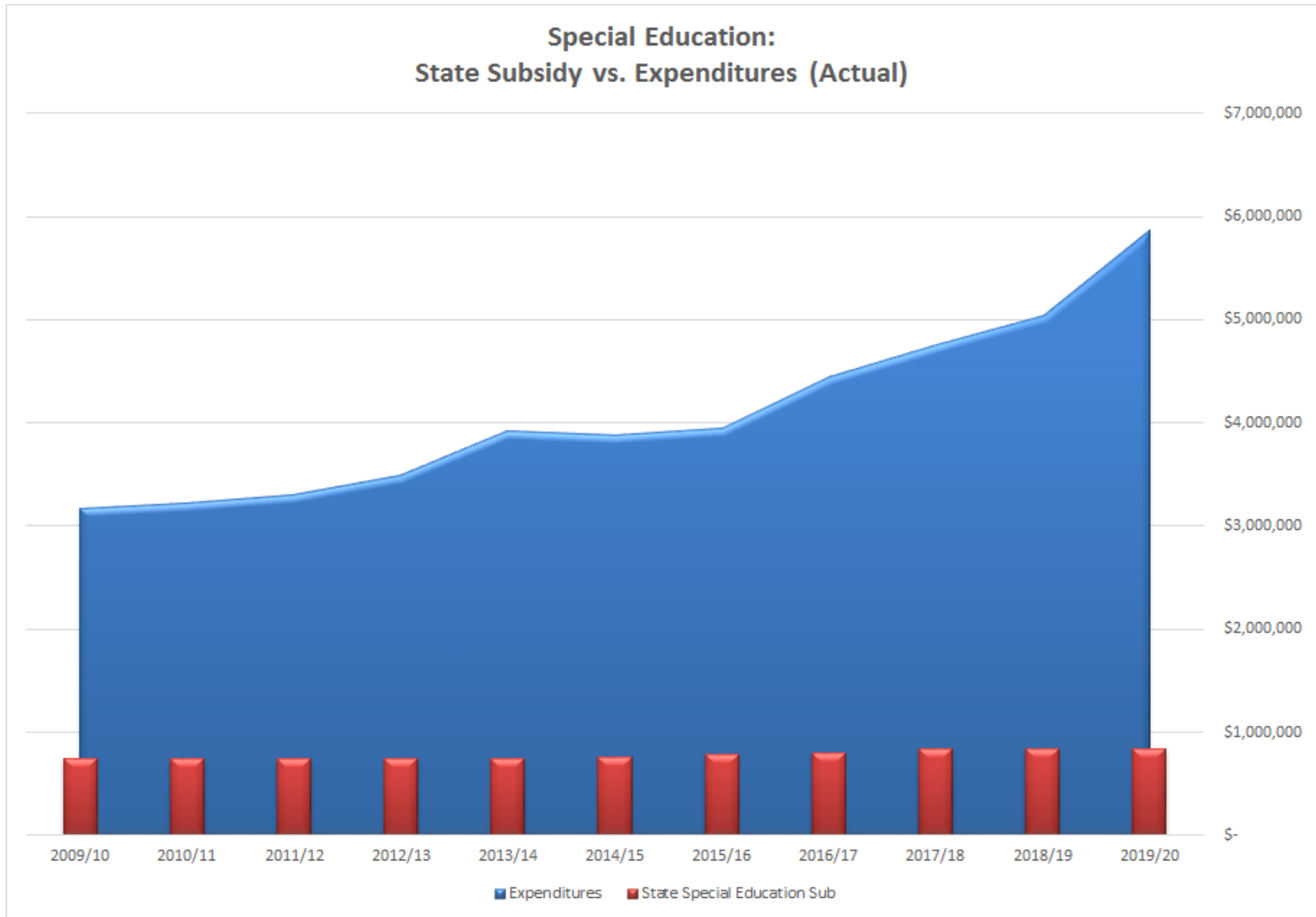
Real Estate Assessment

Total Assessed Value and Enrollment Data 2011 - 2020



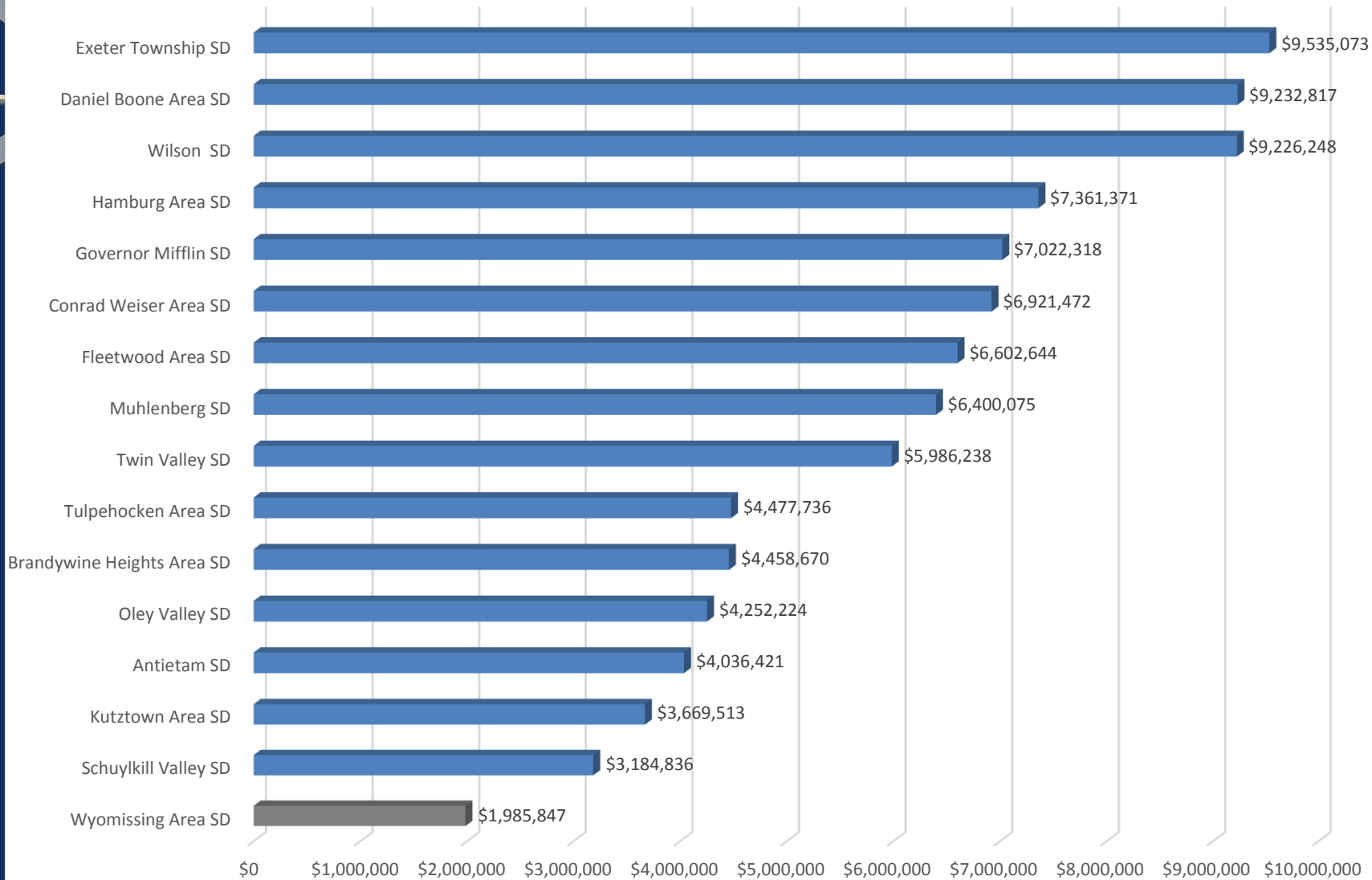
● Total Assessed Value	817,446,100	814,393,800	793,272,200	794,896,700	794,162,900	793,997,100	794,478,500	789,858,400	791,276,900
● Enrollment (Oct 1)	1860	1904	1899	1915	1949	1929	1936	1934	1949

Special Education

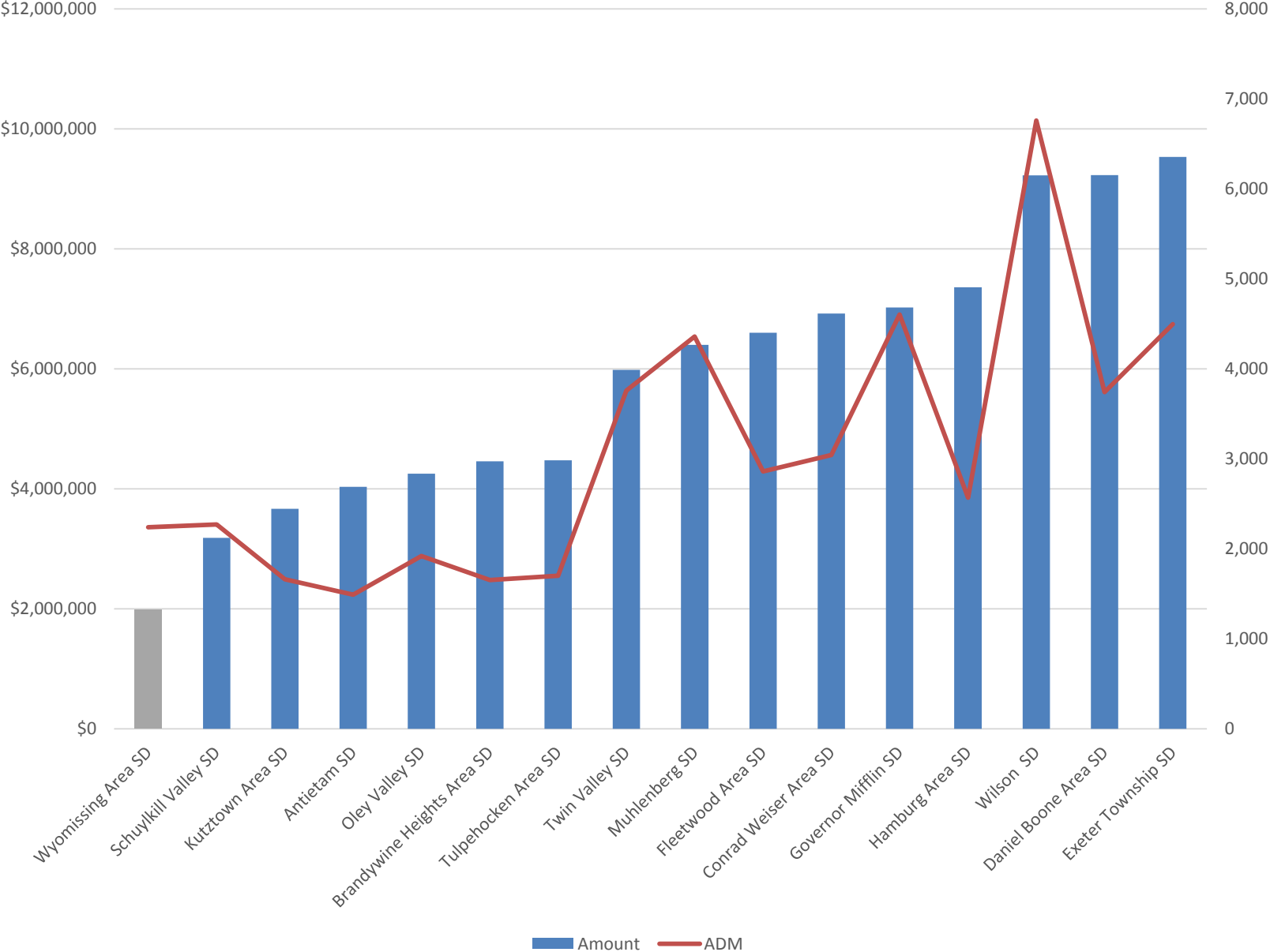


Berks County Basic Education Funding

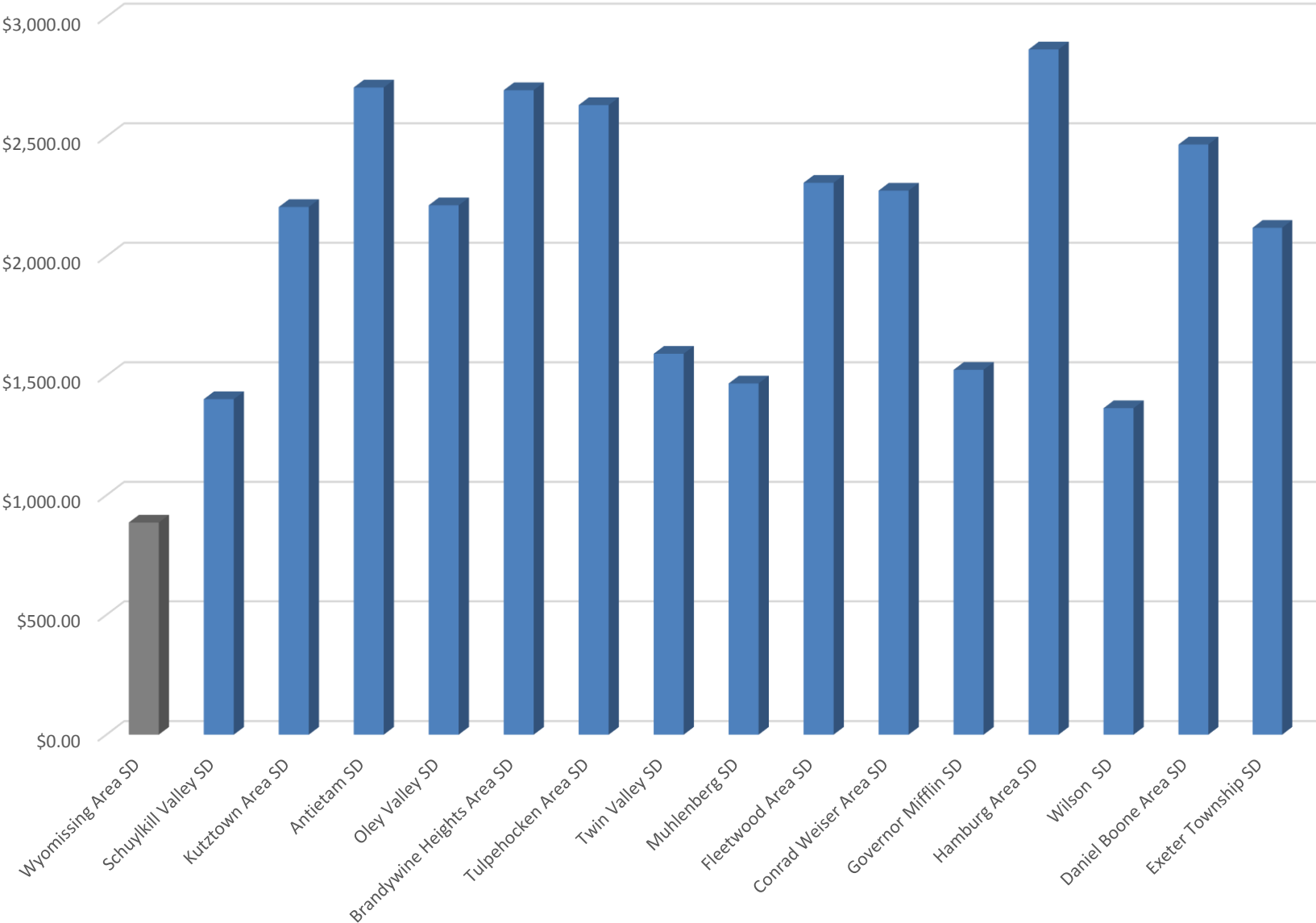
Proposed Basic Education Subsidy - 2019/2020



Berks County ADM vs Proposed Basic Ed Subsidy

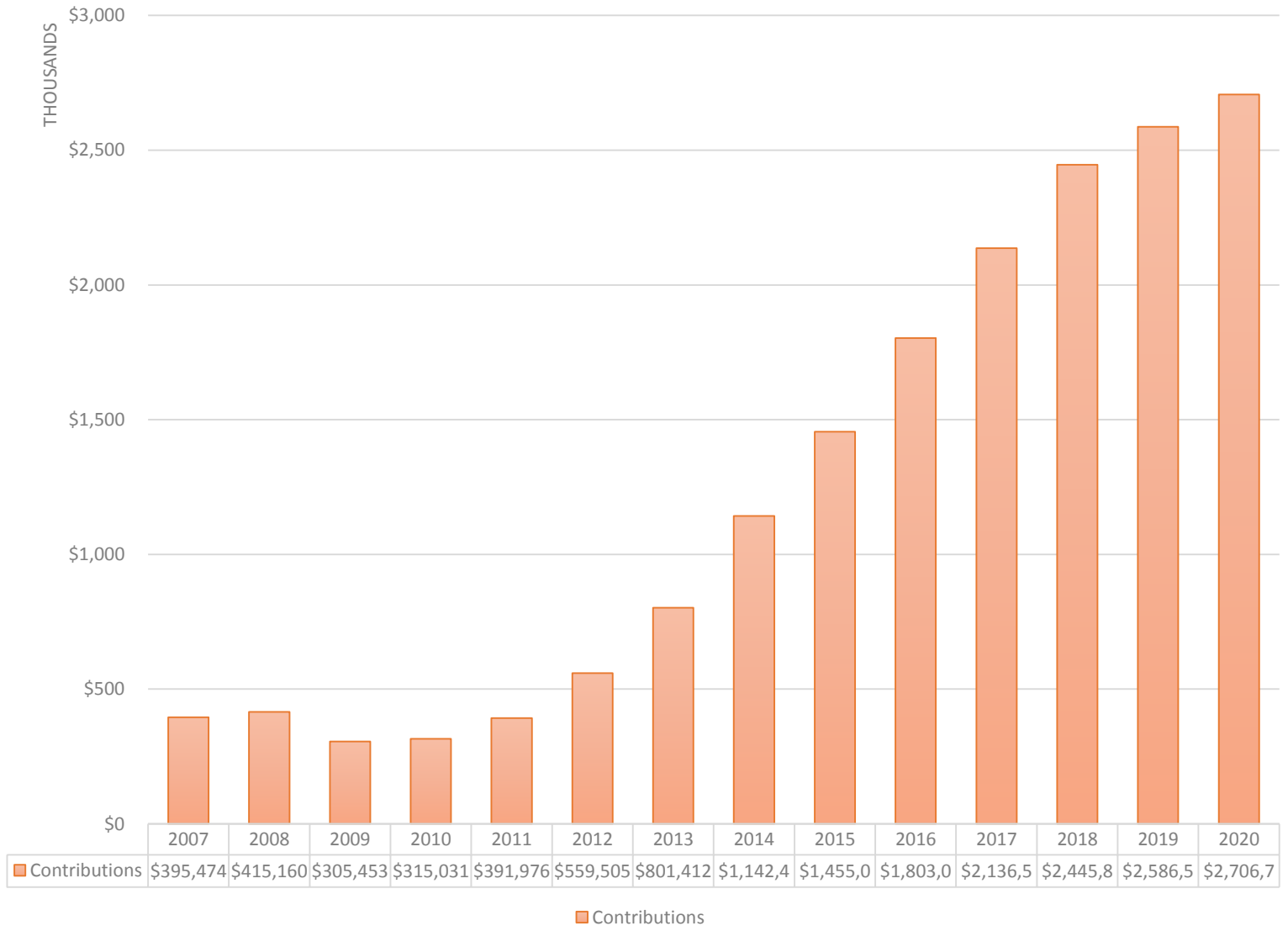


Basic Education Subsidy per ADM



PSERS Employer Contributions

PSERS Employer Contributions (Net) 2007 - 2020



Enrollment History and Projections

Wyomissing Area School District

Enrollment History (Oct 1) and Projections

Grade	1-Oct												Projections			
	07-08	08-09	09-10	10-11	11-12	12-13	13-14	14-15	15-16	16-17	17-18	18-19	19-20	20-21	21-22	22-23
K	128	103	125	121	119	126	126	121	143	117	147	140	145	129	129	117
1	129	139	111	136	130	124	127	141	125	141	134	154	147	153	136	136
2	136	125	149	114	132	137	125	131	153	140	141	139	163	156	162	144
3	138	140	133	147	127	138	128	130	147	145	135	143	141	165	158	164
4	119	136	153	145	147	138	139	133	129	140	150	144	145	143	167	160
5	149	127	140	154	145	153	143	147	138	137	138	153	148	149	147	171
6	133	144	132	152	156	156	158	156	146	143	133	146	155	150	151	149
7	168	136	153	139	151	170	158	161	160	151	137	130	146	155	150	151
8	156	165	133	154	138	155	176	154	159	156	158	144	132	148	157	152
9	144	162	173	142	154	143	172	175	180	167	168	160	155	142	159	169
10	185	132	160	170	138	157	147	163	162	165	167	160	152	147	135	151
11	148	172	122	162	164	140	156	148	159	166	160	169	152	151	146	134
12	160	140	174	122	159	167	144	155	148	161	168	152	168	151	150	145
Total	1893	1821	1858	1858	1860	1904	1899	1915	1949	1929	1936	1934	1949	1939	1947	1943
State	1893	1821	1858	1858	1860	1904	1899	1912	1949	1985	2031	2048	2074	2101	2126	2159
Special Ed	263	274	291	290	297	304	315	318	320	312	339	326	329	327	329	328
% Low Inc				23%	25%	29%	28%	29%	30%	37%	33%					

Berks County Millage Rates

	DISTRICT	2017-18 Millage	2018-19 Millage	CHANGE	% CHANGE
1	Antietam	39.15	39.74	0.5900	1.51%
2	Brandywine Hts. Area	32.7845	33.2435	0.4590	1.40%
3	Fleetwood Area	32.56	33.11	0.5500	1.69%
4	Exeter Twp.	32.6214	32.6214	0.0000	0.00%
5	Daniel Boone Area	30.2	30.834	0.6340	2.10%
6	Wyomissing Area	30.0665	30.668	0.6015	2.00%
7	Kutztown Area	29.9543	29.9543	0.0000	0.00%
8	Muhlenberg	29.06	29.81	0.7500	2.58%
9	Conrad Weiser Area	28	28.86	0.8600	3.07%
10	Governor Mifflin	27.6	28.1	0.5000	1.81%
11	Twin Valley	27.5465	27.5465	0.0000	0.00%
12	Oley Valley	26.97273	27.3406	0.3679	1.36%
13	Tulpehocken Area	27.6	27.1	-0.5000	-1.81%
14	Schuylkill Valley	27.07	27.07	0.0000	0.00%
15	Hamburg Area	26.96	26.96	0.0000	0.00%
16	Boyertown Area	25.02	26.37	1.3500	5.40%
17	Wilson	25.29	25.67	0.3800	1.50%
18	Reading	17.92	17.93	0.0100	0.06%

West Reading Borough Tax Rate	9.6
Wyomissing Borough Tax Rate	3.9
County of Berks Tax Rate	7.657

Millage History

Millage History

<u>Year</u>	<u>Millage</u>	<u>Increase in Mills</u>	<u>% Increase</u>	<u>PDE Index</u>
1998-99	14.6600	0.1800	1.24%	
1999-00	14.6600	0.0000	0.00%	
2000-01	15.0000	0.3400	2.32%	
2001-02	16.2000	1.2000	8.00%	
2002-03	17.5000	1.3000	8.02%	
2003-04	19.2000	1.7000	9.71%	
2004-05	20.9500	1.7500	9.11%	
2005-06	22.3500	1.4000	6.68%	
2006-07	23.8400	1.4900	6.67%	3.90%
2007-08	25.1700	1.3300	5.58%	3.40%
2008-09	26.4125	1.2425	4.94%	4.40%
2009-10	27.1080	0.6955	2.63%	4.10%
2010-11	27.8940	0.7860	2.90%	2.90%
2011-12	28.2845	0.3905	1.40%	1.40%
2012-13	28.5673	0.2828	1.00%	1.70%
2013-14	29.0529	0.4856	1.70%	1.70%
2014-15	29.4887	0.4358	1.50%	2.10%
2015-16	29.7849	0.2962	1.00%	1.90%
2016-17	30.0665	0.2816	0.95%	2.40%
2017-18	30.0665	0.0000	0.00%	2.50%
2018-19	30.6678	0.6013	2.00%	2.40%
2019-20				2.30%

Real Estate Tax Increase Summary

2019-20 Millage Inc %	Millage	Inc Millage	Property Tax Bill	Inc \$	Real Estate Tax Revenue	Inc \$	Inc %	Estimated Budget Deficit
2.00%	31.2812	0.6134	4,692	92	\$ 23,782,592	467,208	1.9%	(524,241)
2.10%	31.312	0.644	4,697	97	\$ 23,805,952	490,568	2.0%	(500,881)
2.25%	31.358	0.690	4,704	104	\$ 23,840,993	525,609	2.1%	(465,840)
2.30%	31.373	0.706	4,706	106	\$ 23,852,838	537,454	2.2%	(453,995)
2.40%	31.404	0.736	4,711	110	\$ 23,876,033	560,649	2.3%	(430,800)
2.50%	31.434	0.767	4,715	115	\$ 23,899,394	584,010	2.4%	(407,439)
2.75%	31.511	0.843	4,727	127	\$ 23,957,795	642,411	2.6%	(349,038)
2.90%	31.557	0.889	4,734	133	\$ 23,992,835	677,451	2.8%	(313,998)
2.99%	31.585	0.917	4,738	138	\$ 24,013,860	698,475	2.8%	(292,974)
3.00%	31.588	0.920	4,738	138	\$ 24,016,196	700,812	2.9%	(290,637)
3.25%	31.665	0.997	4,750	150	\$ 24,074,597	759,212	3.1%	(232,237)
3.50%	31.741	1.073	4,761	161	\$ 24,132,998	817,613	3.3%	(173,836)
3.74%	31.815	1.147	4,772	172	\$ 24,189,062	873,678	3.6%	(117,771)
3.75%	31.818	1.150	4,773	173	\$ 24,191,398	876,014	3.6%	(115,435)
3.7965%	31.832	1.164	4,775	175	\$ 24,202,266	886,882	3.6%	(104,567)
3.90%	31.864	1.196	4,780	179	\$ 24,226,439	911,055	3.7%	(80,394)
4.00%	31.895	1.227	4,784	184	\$ 24,249,799	934,415	3.8%	(57,034)
4.25%	31.971	1.303	4,796	196	\$ 24,308,200	992,816	4.0%	1,367
4.42%	32.023	1.355	4,803	203	\$ 24,347,540	1,032,156	4.2%	40,707
4.50%	32.048	1.380	4,807	207	\$ 24,366,601	1,051,217	4.3%	59,768
4.75%	32.125	1.457	4,819	219	\$ 24,425,002	1,109,618	4.5%	118,169

Index

Exceptions

*Index 2.3%



Real Estate Tax Increase Summary



2.99% Increase

2.50% Increase

2.30% Increase

\$150,000 Assessed Value



\$138/yr or \$12/mo

\$115/yr or \$9.6/mo

\$106/yr or \$8.8/mo

2019-20 Budget Overview

Current Status of 2019-20 Budget

Revenue Budget [^] :	\$36,766,679
Expenditure Budget:	<u>\$37,758,127</u>
Budget Surplus/(Deficit):	(\$991,356)

[^]Before tax increase



Revenue Assumptions for 2019-2020

Local Sources (\$29.1MM or 79.10%)

- ✓ Assessment base increase (*projection*)
 - ✓ 1.51% -- (7,783,201)
 - ✓ does include interim assumption for Wawa/Knitting Mills and Wyomissing Square Apartments
- ✓ Real Estate Tax Millage increase of 2.99%
 - ✓ 2.3% is the Act 1 Index
 - ✓ Millage rate would increase to 31.585
 - ✓ Tax bill would increase \$138 on a home assessed at \$150,000



Revenue Assumptions for 2019-2020

State Sources (**\$7.05MM or 19.10%**)

- ✓ Basic Education and Special Education Subsidy
 - ✓ Budget does include a portion of Governor Wolf's State budget
- ✓ Retirement Reimbursement
 - ✓ Reflects increase in retirement expense to District
- ✓ Transportation Subsidy
 - ✓ Reflects flat lined revenue, no decrease



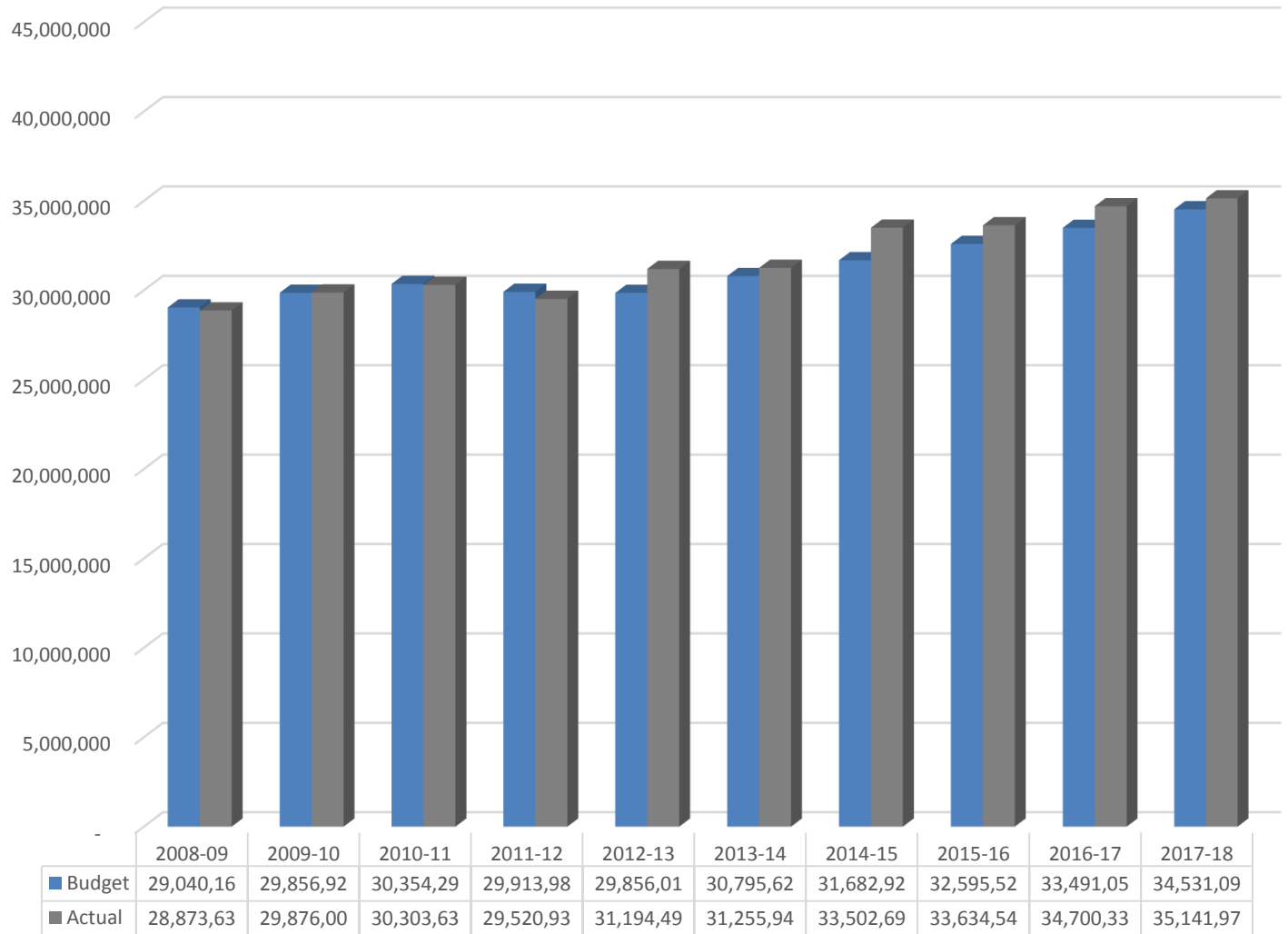
Revenue Assumptions for 2019-2020

Federal Sources *(\$623K or 1.8%)*

- ✓ Title I and Title III based on 2018-2019 budget allocations
- ✓ Assumes Title IV is funded at same level of 17/18
- ✓ Medical Assistance ACCESS funding reduced based on balance of funds available in the program



Revenue History



Expenditure Assumptions 2019-20

- ✓ Salaries in accordance with employee existing wage agreements
- ✓ Medical Insurance budgeted at a 5% increase
- ✓ Employer retirement rate contribution increase of 2.57% or \$256,661 (net = \$128,330)
- ✓ Transportation Contract – 2% increase



Expenditures - 2019-20



Instruction

Support Services
 Operation of Non-Instructional Services
 Other Expenditures & Financing Uses

Instruction	\$21,739,929	Oper. of Non-Instruct. Svcs	\$1,050,892
✓ Regular Instruction	\$15,498,276	✓ Student Activities	\$991,395
✓ Special Education	\$5,745,002	✓ Community Services	\$58,747
Support Services	\$10,694,448	Other Exp & Financing	\$4,272,860
✓ Pupil Services	\$1,541,977		
✓ Instructional Services	\$711,661		
✓ Administration	\$2,592,313		
✓ Business Services	\$634,052		
✓ Plant Operations	\$2,582,071		
✓ Student Transportation	\$916,201		

Expenditures Overview

- **3.71% or \$1,349,748 increase over 2018/2019**
 - *Instructional Services increased 5.14% or 1,063,776*
 - *13.9% inc in Special Education Costs*
 - *10.4% inc in Berks Career and Technology*
 - *Support Services increased .91% or \$78,254*
 - *Operations of Non-instructional Services increased 5.38% or \$53,659*
 - *63.6% inc in Community Services (crossing guards)*
 - *Other Expenditures & Financing Usages increased 3.29% or \$135,971*
 - *Increase in debt service due to new debt issuance in 2018*

Overview of Personnel Changes 2019-20

Professional Staff – Reductions of \$324,310

- Includes: 5 Retirements and additional PT Guidance in WHEC

Support Staff – Reductions of \$174,296

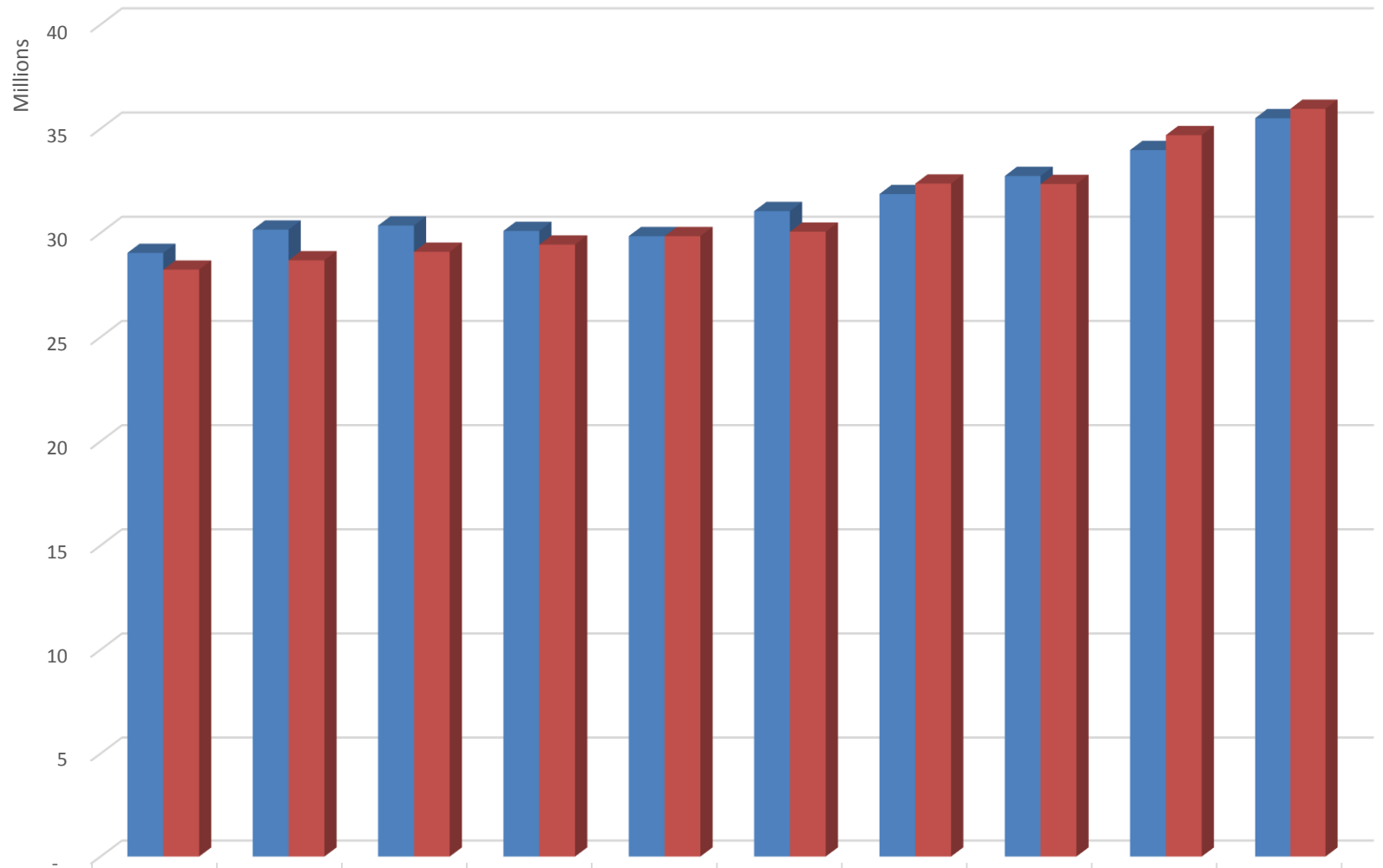
- Includes: 5 Retirements

Extra Curricular – Reductions of \$3,261

- Reduction of three clubs



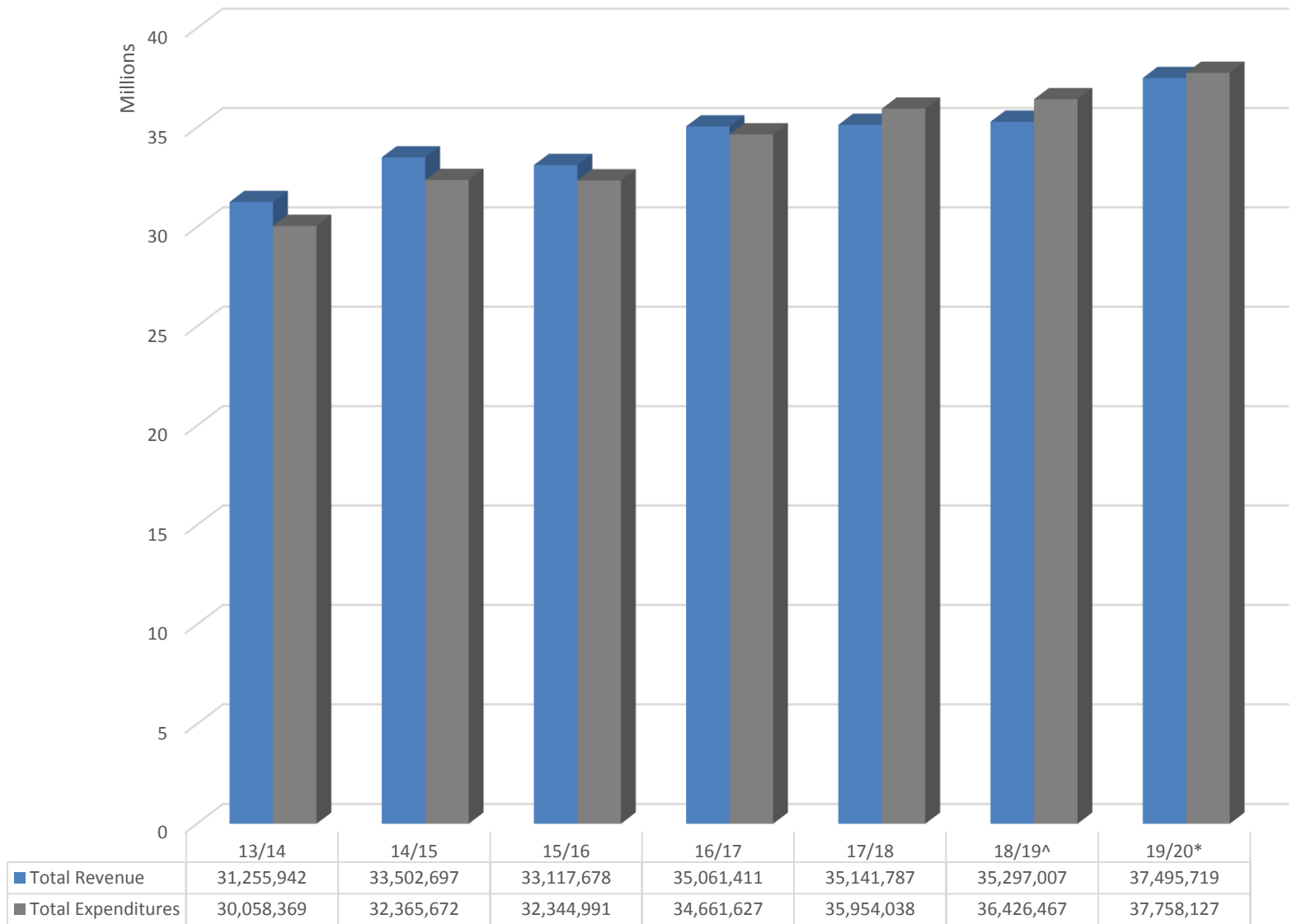
Expenditure History



	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Budget	29,040,167	30,156,285	30,351,798	30,095,344	29,844,616	31,045,088	31,862,737	32,730,929	33,976,124	35,503,541
Actual	28,236,968	28,686,150	29,094,821	29,438,549	29,842,559	30,058,369	32,365,692	32,344,991	34,691,655	35,954,038

■ Budget ■ Actual

Revenue and Expenditure Budget History



[^]indicates adopted budget ^{*}indicates proposed budget

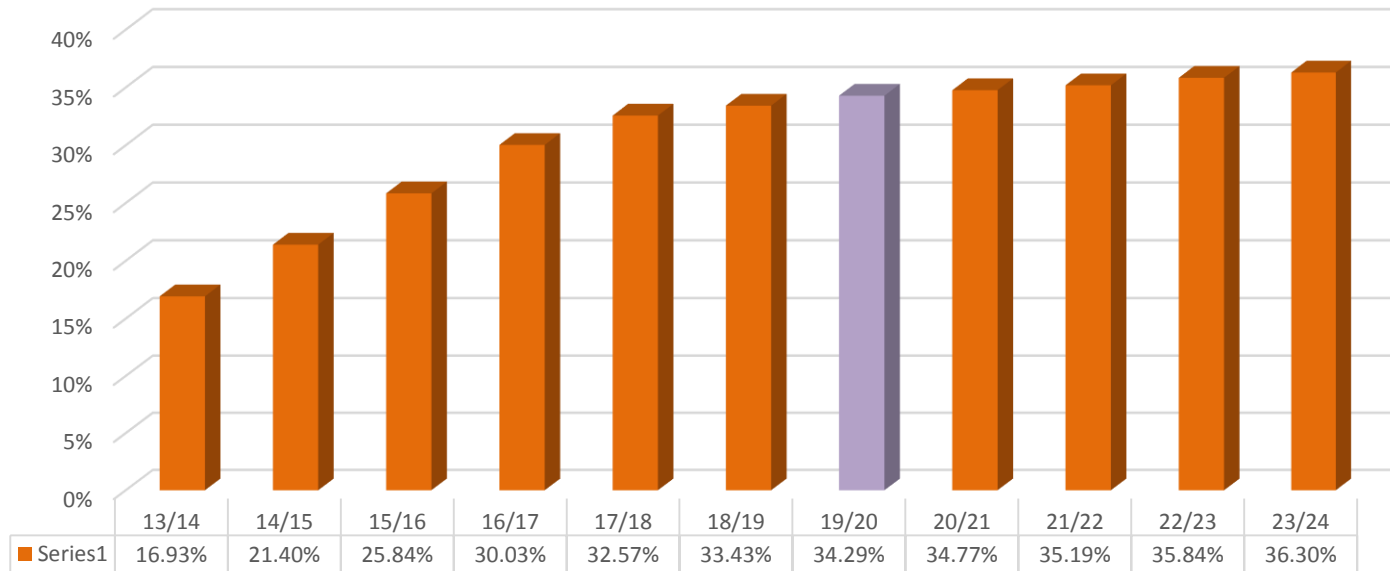
2019-20 Budget Overview

Current Status of 2019-20 Budget

	<i>Tax Increase</i>		
	<u>2.99%</u>	<u>2.50%</u>	<u>2.30%</u>
Millage	0.31585	0.31434	0.31373
Revenue Budget	\$37,513,899	\$37,393,876	\$37,345,390
Expenditure Budget	\$37,776,215	\$37,776,215	\$37,776,215
Surplus (Deficit)	(\$262,316)	(\$382,339)	(\$430,825)

PSERS Employer Contribution Rate History/Projections

PSERS Employer Contribution Rate - %



Fund Balance Usage

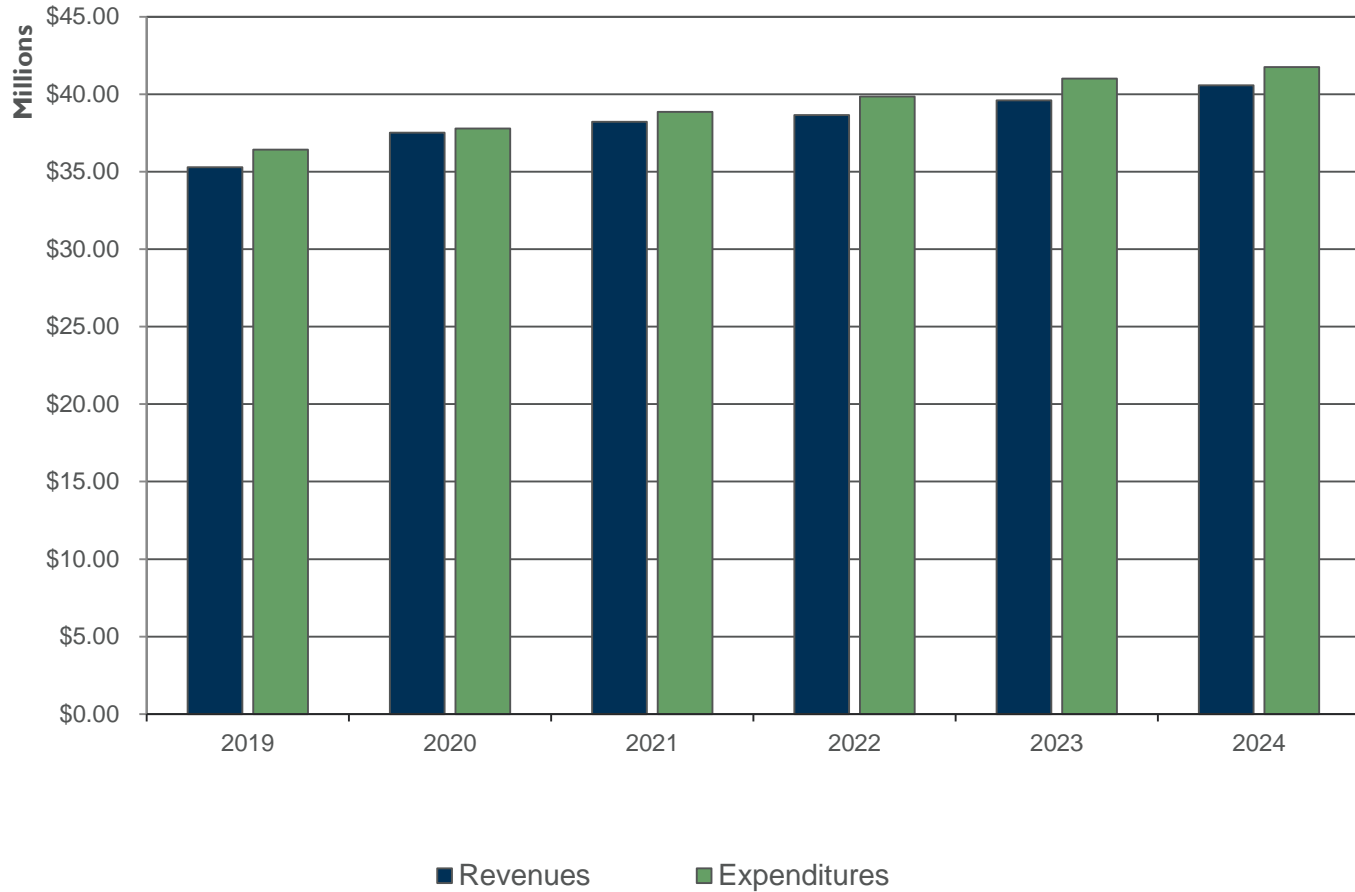
	Committed Fund Balance	Amount Used	Remaining Balance
17/18			\$4,193,192
18/19	\$4,193,192	\$300,935	\$3,892,257
19/20	\$3,892,257	\$262,316	\$3,629,941
20/21	\$3,629,941	\$182,559	\$3,447,382
21/22	\$3,447,382	\$224,697	\$3,222,685
22/23	\$3,222,685	\$310,659	\$2,912,026
23/24	\$2,912,026	\$97,901	\$2,814,125

5 Year Forecast/Projections

	BUDGET	REVENUE / EXPENDITURE PROJECTIONS									
	2019	2020	%Δ	2021	%Δ	2022	%Δ	2023	%Δ	2024	%Δ
REVENUE											
Local	\$27,711,181	\$29,819,640	7.61%	\$30,580,555	2.55%	\$30,908,402	1.07%	\$31,714,879	2.61%	\$32,600,694	2.79%
State	\$6,829,802	\$7,071,643	3.54%	\$7,305,496	3.31%	\$7,419,358	1.56%	\$7,562,928	1.94%	\$7,637,771	0.99%
Federal	\$742,760	\$622,738	-16.16%	\$333,179	-46.50%	\$333,179	0.00%	\$333,179	0.00%	\$333,179	0.00%
Other Financing Sources	\$0	\$0		\$0	-100.00%	\$0		\$0		\$0	
TOTAL REVENUE	\$35,283,743	\$37,514,021	6.32%	\$38,219,230	1.88%	\$38,660,939	1.16%	\$39,610,986	2.46%	\$40,571,644	2.43%
EXPENDITURES											
Salary and Benefit Costs	\$26,022,508	\$26,947,997	3.56%	\$27,877,400	3.45%	\$28,816,061	3.37%	\$29,992,866	4.08%	\$30,641,012	2.16%
Other	\$10,403,957	\$10,828,218	4.08%	\$10,984,652	1.44%	\$11,027,132	0.39%	\$11,004,532	-0.20%	\$11,101,295	0.88%
TOTAL EXPENDITURES	\$36,426,465	\$37,776,214	3.71%	\$38,862,052	2.87%	\$39,843,193	2.52%	\$40,997,397	2.90%	\$41,742,308	1.82%
SURPLUS / DEFICIT	(\$1,142,722)	(\$262,194)		(\$642,822)		(\$1,182,254)		(\$1,386,412)		(\$1,170,664)	
BEGINNING FUND BALANCE	\$9,953,773	\$8,811,051		\$8,548,857		\$7,906,036		\$6,723,782		\$5,337,370	
PROJECTED YEAR END BALANCE	\$8,811,051	\$8,548,857		\$7,906,036		\$6,723,782		\$5,337,370		\$4,166,706	
FB AS % OF EXPENDITURES	24.19%	22.63%		20.34%		16.88%		13.02%		9.98%	
FB AS # OF MONTHS OF EXPEND.	2.90	2.72		2.44		2.03		1.56		1.20	

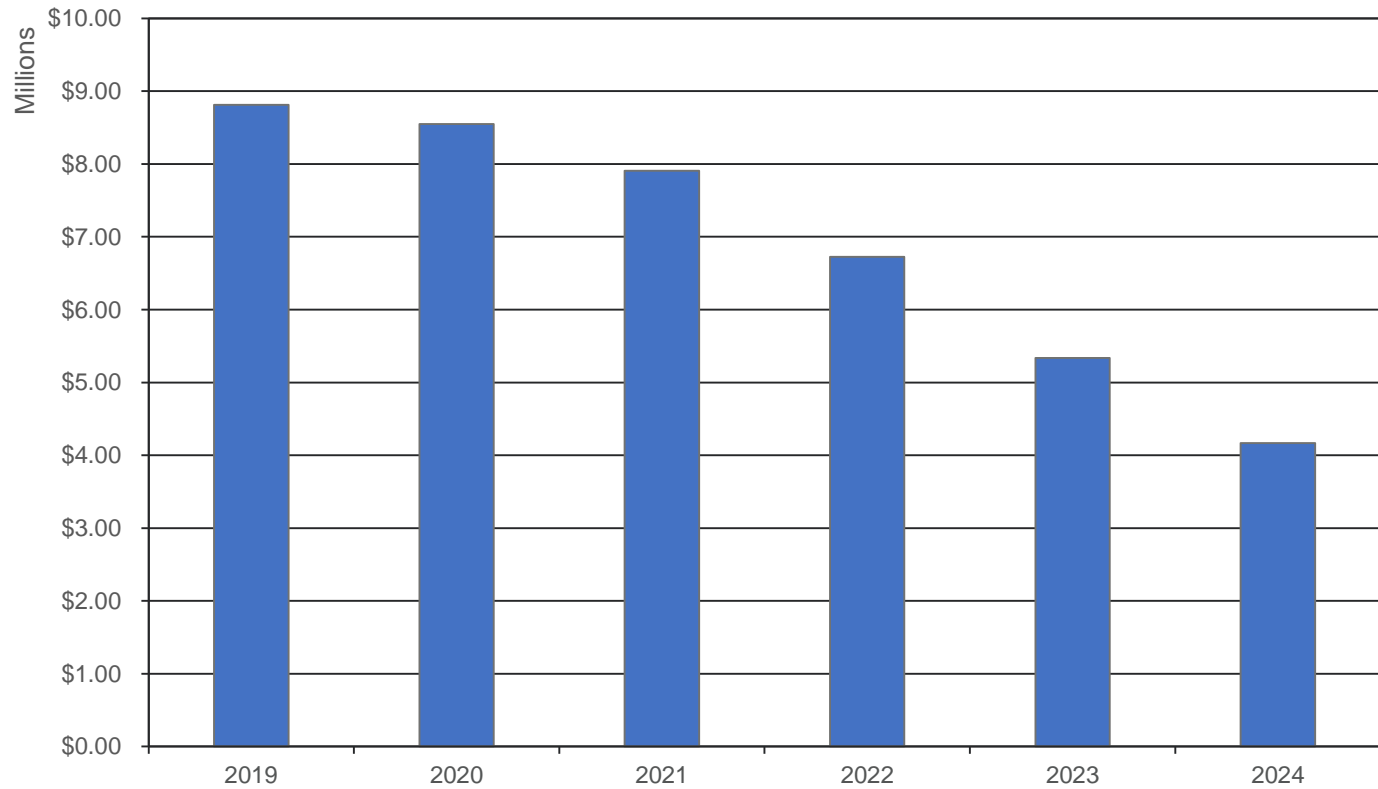
5 Year Forecast/Projections

Revenues vs. Expenditures



5 Year Forecast/Projections

Year-End Balances



Capital Projects Forecast

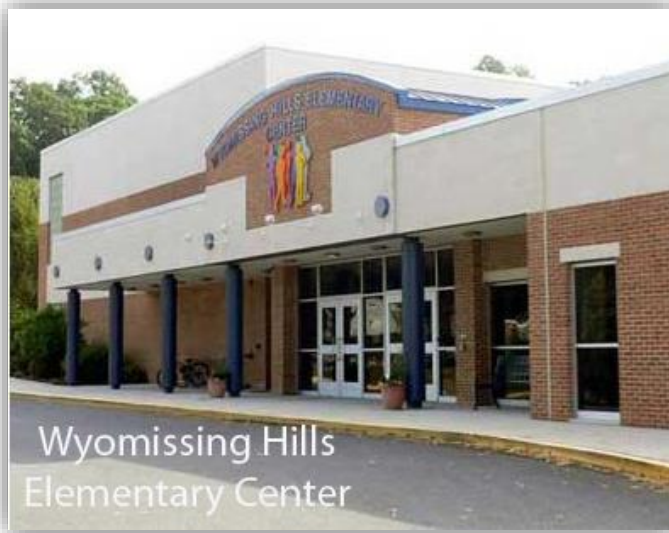
Year	<u>2018/19</u>	<u>2019/20</u>	<u>2020/21</u>	<u>2021/22</u>	<u>2022/23</u>	<u>2023/24</u>
Projected Expenditures	\$1,623,688	\$540,222	\$15,809,606	\$202,619	\$37,175	\$50,892

Current Balance:	As of 4/30/19	Transfers	Future Balance
Capital Reserve	\$909,783	\$1,000,000	\$1,909,783
2009 Bond	9,741		9,741
2015 Bond	292,505		292,505
2018 Bond	1,611,513		1,611,513
Fund Balance - Curriculum Enhancements	972,257		972,257
Fund Balance - Capital Reserve	1,000,000	(1,000,000)	0
Fund Balance - Vehicles and Equipment Replacement	186,124		186,124
Total Available			4,981,923

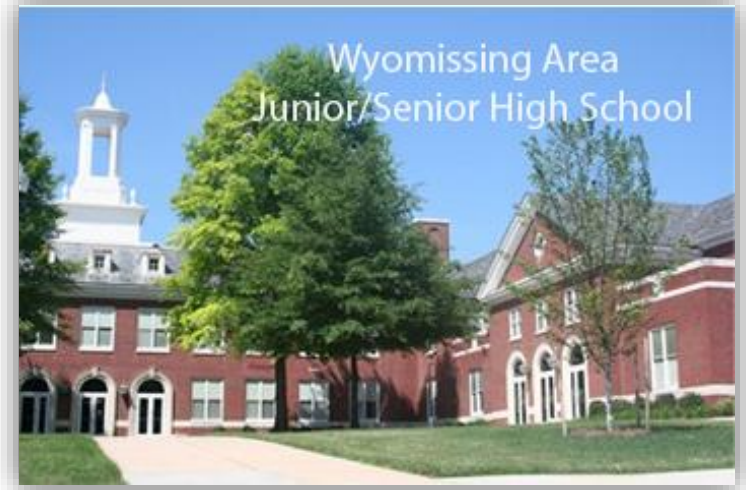
Projected Budget Ending Fund Balance – 2019-2020

Fund Balance	As of 6/30/18	Used 2018/19	Projection as of 6/30/19
PSERS	\$4,193,192	(\$300,925)	\$3,892,267
Curriculum Enhancements	\$972,257	(\$926,143)	\$46,114
Vehicles/Equipment	\$186,124	(\$65,363)	\$120,761
Unassigned	\$2,379,837	(\$284,924)	\$2,094,913





Wyomissing Hills
Elementary Center



Wyomissing Area
Junior/Senior High School



West Reading
Elementary Center