

Wyomissing Area School District



Budget Workshop
March 24, 2021

ESSER/CARES Funding

- What we have received (ESSER I):
 - CARES Funding (PA Dept of Ed): \$220,451 - Ends 9/30/22
 - ESSER Funding (PCCD): \$195,413 – Ended 10/31/20
 - CARES Funding (COB): \$99,938 – Ended 9/20/20Total Funding: \$515,802
- Future Funding (ESSER II):
 - ESSER Funding (PCCD): \$56,506 – Through 6/30/21
 - CARES Funding (PA Dept of Ed): \$979,196 – Through 9/30/23Total Future Funding: \$1,035,702
- ESSER III Funding (Final):
 - Funding allocation (estimated): \$2,007,295 – Through 9/30/23Grand Total of ESSER/CARES Funding: \$3,042,997

(Note: 1/9/20 Actual Federal Revenue = \$635,568)

ESSER/CARES Funding

- **Allocation of Funds: ESSER II**
 - Improvement to air quality
 - Laptop & iPad Replacement
 - Literacy items
 - PPE items (Gloves/Wipes/Hand Sanitizer)/ Custodial Services
 - Other technology needs for virtual/hybrid learning
 - Summer Programming
 - Mental Health Services
 - Berks Online Learning
 - Virtual Learning Software agreements (multiple year agreements)
- **Allocation of Funds: ESSER III**
 - 20% (minimum) of total funding to be set aside for learning loss (est. \$401,459)
 - Staffing (Nurse Aide/Additional hours for Aides)
 - Further improvement to air quality
 - Contract Cleanings

2020/2021 Projections

Aggregate | Financial Forecast

For the Period Ending January 31, 2021

	Prior YTD	Current YTD	Add: Anticipated Revenues / Expenses	Annual Forecast	Annual Budget	Variance Fav / (Unfav)
REVENUES						
Local	\$26,288,259	\$26,609,226	\$3,045,231	\$29,654,457	\$30,028,822	(\$374,365)
State	2,830,553	2,615,486	4,599,858	7,215,344	7,329,810	(114,466)
Federal	96,582	385,732	627,050	1,012,783	1,019,486	(6,703)
Other Revenue	80,515	0	0	0	0	0
TOTAL REVENUE	\$29,295,909	\$29,610,444	\$8,272,140	\$37,882,584	\$38,378,118	(\$495,534)
EXPENDITURES						
Salaries	\$7,811,362	\$7,904,595	\$8,832,405	\$16,736,999	\$16,648,088	(\$88,911)
Benefits	5,758,221	5,521,334	5,293,031	10,814,365	10,863,242	48,877
Contracted Services	536,610	493,246	1,146,824	1,640,071	1,758,702	118,631
Purchased Services	427,439	348,659	371,188	719,847	744,002	24,155
Other Purchased Services	1,507,451	1,570,596	1,679,096	3,249,692	3,012,070	(237,622)
Supplies	748,062	1,035,630	416,293	1,451,923	1,173,416	(278,507)
Property	53,852	96,515	41,924	138,440	57,915	(80,525)
Other Objects	504,063	561,083	816,587	1,377,670	1,406,713	29,043
Other Financing Uses	221,185	171,004	1,588,340	1,759,344	3,446,842	1,687,498
TOTAL EXPENDITURES	\$17,568,245	\$17,702,663	\$20,185,688	\$37,888,351	\$39,110,990	\$1,222,639
SURPLUS / (DEFICIT)	\$11,727,664	\$11,907,782	(\$11,913,548)	(\$5,767)	(\$732,872)	\$727,105
ENDING FUND BALANCE	\$20,637,915	\$21,097,701	\$0	\$9,184,153	\$8,457,048	

2020/2021 Projections

Variance in Budget to projected actual = \$727,105

Revenues:

- Local variance is high delinquent real taxes, transfer tax could be higher depending on sale amount of the Knitting Mills
- State variance is due to the change in the PLANCON reimbursement – bond refinancing
- Federal Variance is due to changes to the Title I and II funding amounts
- No Additional ESSER II funds were added, only ESSER I

Expenditures:

- Salaries are higher due to added positions due to COVID, that were not budgeted and due to Facilities/outsourcing
- Large favorable variance is due to the bond refinancing, savings due to budget versus actual payment
- Supplies and purchased services were higher due to COVID spending - will be covered by ESSER II funds

Enrollment Projections

Enrollment for FY 2020/2021					
<u>Grade</u>	<u>Enrollment</u>	<u>Classrooms</u>	<u>Avg Class Size</u>	<u>Recom. Class Size</u>	
K	106	6	17.67	18-24	
1	133	7	19.00	20-25	
2	126	6	21.00	20-25	
3	152	7	21.71	20-25	
4	136	6	22.67	20-25	
5	149	6	24.83	23-27	
6	149	6	24.83	23-27	
Total	951	44	21.61		

Projected Enrollment for FY 2021/2022					
<u>Grade</u>	<u>Enrollment</u>	<u>Classrooms</u>	<u>Avg Class Size</u>	<u>Recom. Class Size</u>	
K	124	7	17.71	18-24	
1	109	6	18.17	20-25	
2	139	7	19.86	20-25	
3	124	6	20.67	20-25	
4	154	7	22.00	20-25	
5	139	6	23.17	23-27	
6	150	6	25.00	23-27	
Total	939	45	20.87		

Personnel (updated)

- Personnel Requests Adds

● Instructional Coach	1 FTE	\$87,506
● Instructional Coach	1 FTE	87,506
● Technology Coach	.5 FTE	31,360
● LTS – Enrollment for WHEC	1 FTE	84,471
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● Speech Pathologist (Contracted Svrc)	1 FTE	96,758

- Retirements

● Teacher (net)	1 FTE	(39,574)
● Teacher (net)	1 FTE	(24,962)
● Teacher (net)	1 FTE	(33,292)

Total Personnel Change **\$370,188**

Personnel (updated)

- Proposed Salary/Wage Increases:

- Professional Staff: 3.61% \$427,131
- Administrative/Support: 3% \$118,944
- Prior Year Increase – **2019/2020** **2020/2021**
 - Administration Flat \$ amt 2%
 - Support 2% 2%

Tax Increase and Millage

- 2020/2021 – Millage = 31.906 (1.5% tax inc over 19/20)
- Act I index for 2021/2022 is set at 3%
 - Additional tax revenue of \$766,122 (millage rate = 32.863)
 - 1 mill = \$800,395
- Current Assessed Valuation:
 - West Reading: \$180,643,600
 - Wyomissing: \$659,934,700
 - Change from 6/30/20: (\$802,900 or \$25,617 in tax revenue)
 - Pending changes on the horizon – monitoring tax assessment appeals and impact on overall assessed values

Real Estate Tax Increase Summary



3.00% Inc (Act I)

\$150,000 AV → \$144/yr or 12/mo

2.00% Inc

\$150,000 AV → \$96/yr or 8/mo

1.00% Inc

\$150,000 AV → \$48/yr or 4/mo

Note: median assessed value of a homestead property is \$126,550

2021/2022 Budget Update

	March-21	February-21	January-21	November-20
Projected Revenue	\$ 38,812,376	\$ 38,043,590	\$ 38,167,194	\$ 38,064,538
Projected Expenditures	40,559,868	40,423,785	39,956,942	39,314,033
Projected Surplus/(Deficit)	(1,747,492)	(2,380,196)	(1,789,748)	(1,249,495)

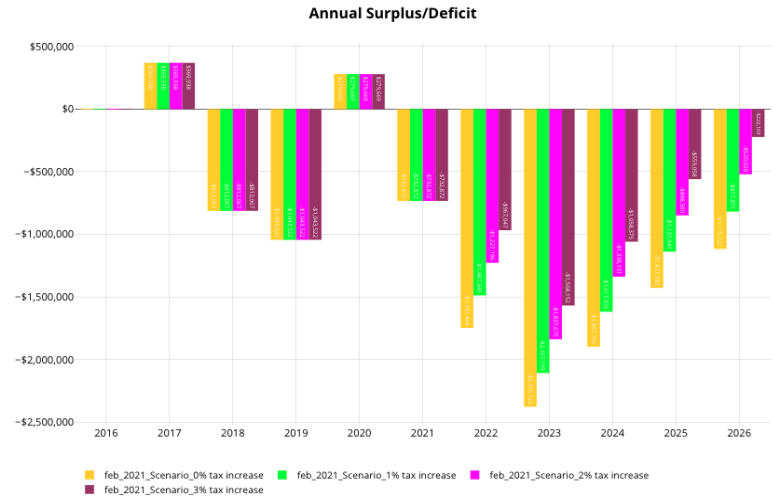
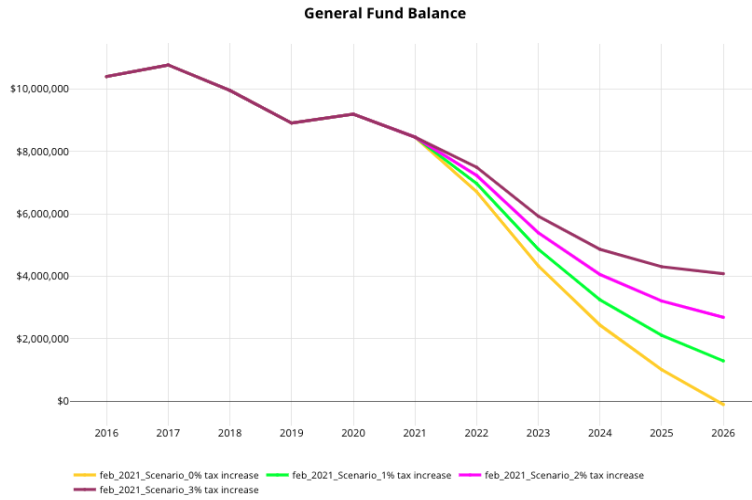
Notes:

- Revenue does not include a tax increase
- Expenditures include position complement of 312 positions (Includes new and LTS positions)
- Expenditures include full amount of debt service in accordance with prior debt schedule
- Expenditures include \$250k of contingency funds
- Expenditures include 0% increase in health care
- Expenditures include additional funding for Cyber/Charter and BCTC Costs
- Includes additional rev/exp for ESSER II, but not ESSER III
- Includes flat funding of BEF/SEF revenues

2021/2022 Budget Update

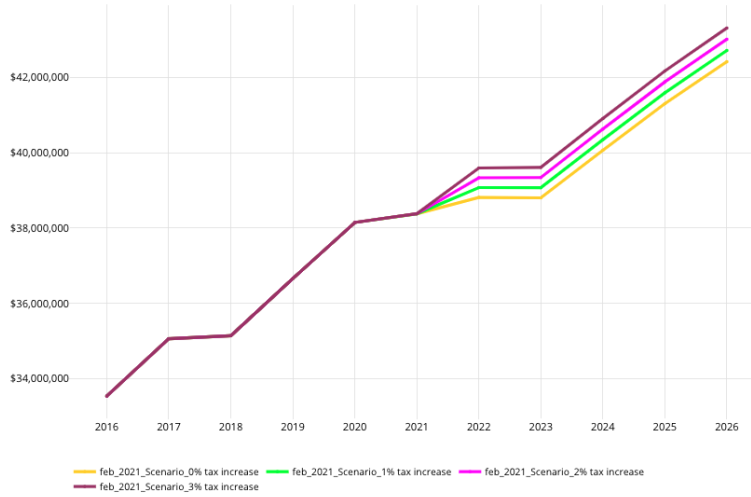
Current Deficit		(1,747,492)	
Deficit Levers			
	Decision (Y/N)	Change	
Tax Increase 3%	N	0	
Tax Increase 2%	N	0	
Tax Increase 1%	N	0	
Retirement FB	N	0	
Variance in Debt Srvc	N	0	
Variance in Debt Srvc (50%)	N	0	
Budget SEF Increase	N	0	
Budget BEF Increase	N	0	
Revised Deficit		(1,747,492)	
Fund Balance Projected 6/30/2021			
Non Spendable		\$ 8,664	
Restricted		140,010	
Committed:			
Capital Projects/Reserve		1,000,000	
PSERS		4,193,192	
Curriculum Enhancements		178,545	
Vehicle /Equipment Replacement		72,545	
Assigned		1,747,492	
Unassigned		1,843,305	
Total Fund Balance		\$ 9,183,753	
Current % of Unassigned Fund Balance		4.54%	
Notes:			
- Board Policy 620: The School District will strive to maintain an unassigned general fund balance of not less than six percent (6%) and not more than eight percent (8%) of the budgeted expenditures for that fiscal year.			
- Minimal Unassigned Fund Balance (6%)		2,433,592.08	
- Maximum Unassigned Fund Balance (8%)		3,244,789.44	

General Fund Forecast

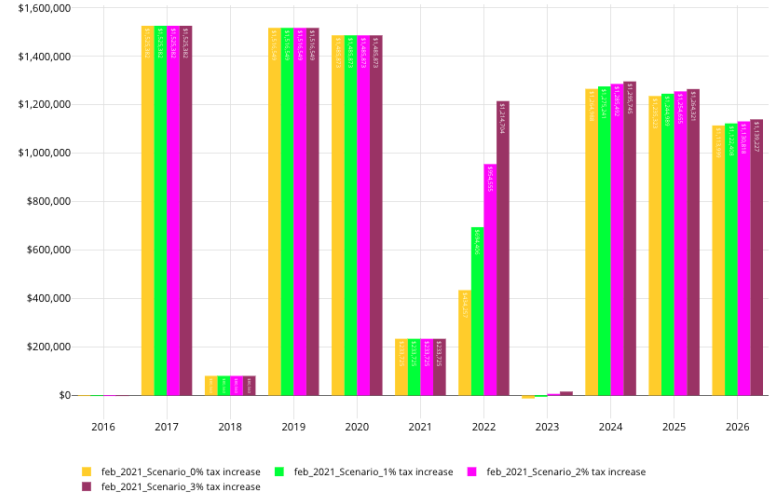


General Fund Forecast

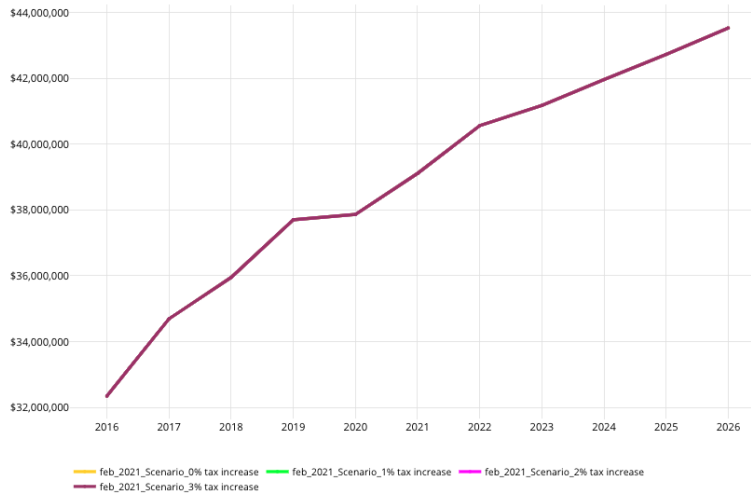
Total Revenues



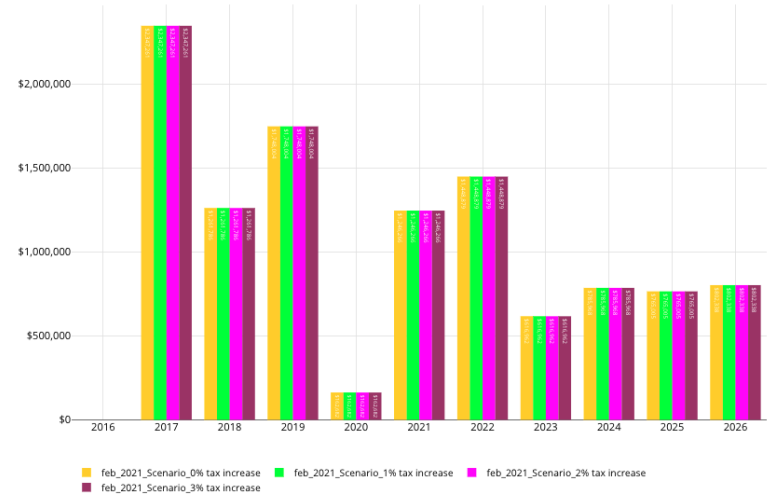
Annual Change in Revenues



Total Expenses

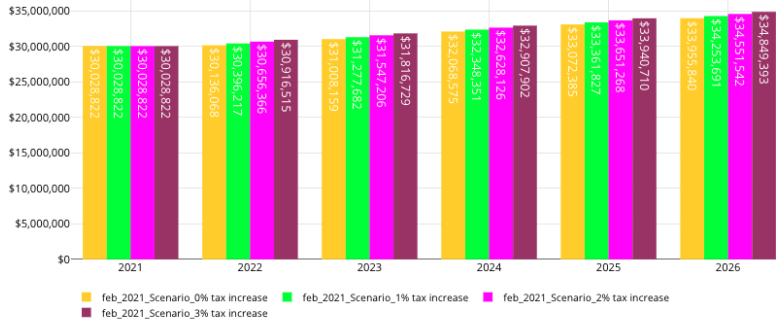


Annual Change in Expenses

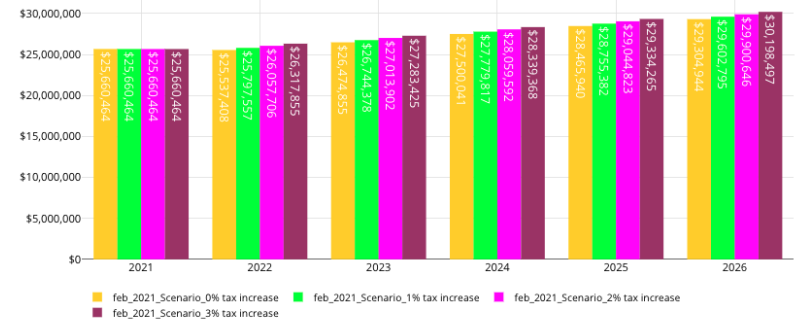


General Fund Forecast

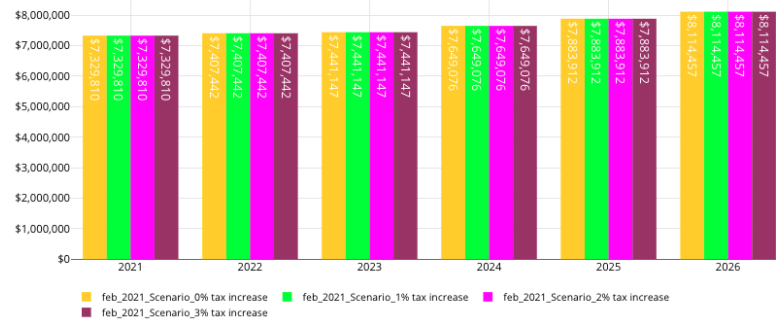
Local Revenue



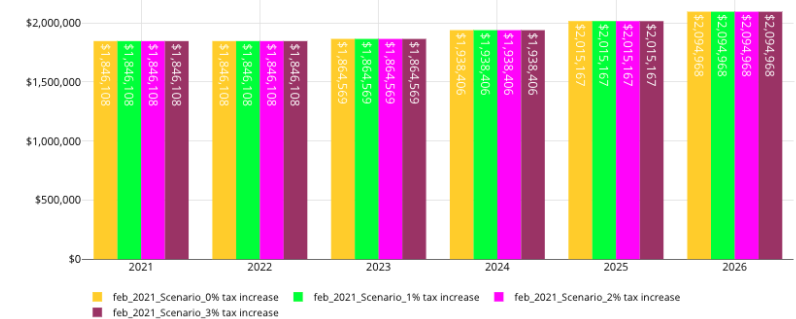
Projected Property Taxes



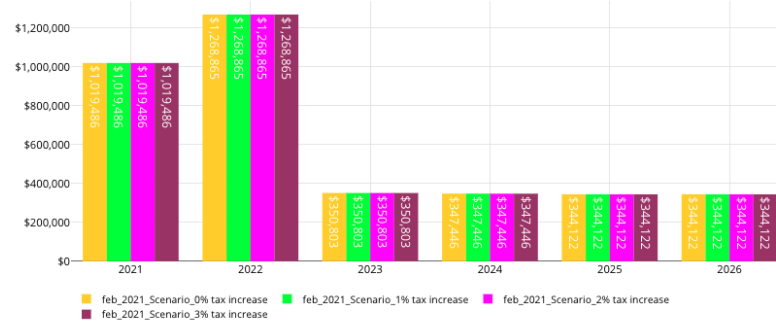
State Revenue



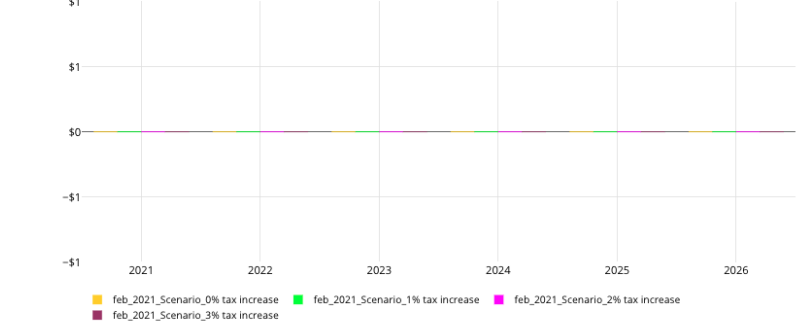
Basic Education



Federal Revenue



Other Financing Sources



Fair Funding?

- BCIU Analysis: WASD, on a per student basis, is the second most under funded school district in PA by the Commonwealth
- What can be done to change this outcome? Advocacy.

Next Steps

- **April 2021**: Review updated 21/22 budget, projected 20/21 and focus on tax increase %
- **May 2021**: Adopt Proposed Final Budget (May 10, 2021) (must be available for public inspection for 30 days)
- **June 2021**: Adopt Final Budget (June 14, 2021)