

Wyomissing Area School District



Finance/Facilities Committee

January 11, 2021

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 \$766,946 (millage rate = 32.863)
 - 1 mill = \$801,256
- Current Assessed Valuation:
 - West Reading: \$180,533,600
 - Wyomissing: \$660,932,200
 - Change from 6/30/20: **(\$84,600)**
 - Pending changes on the horizon – monitoring tax assessment appeals

Real Estate Tax Increase Summary



3.00% Inc (Act I)

\$150,000 Assessed Value → **\$144/yr or 12/mo**

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

2021/2022 Budget Update

	January-21	November-20
Projected Revenue	\$ 38,167,194	\$ 38,064,538
Projected Expenditures	39,956,942	39,314,033
Projected Surplus/(Deficit)	(1,789,748)	(1,249,495)

Notes:

- Revenue does not include a tax increase
- Expenditures include position complement of 308 positions (No LTS/new positions/retirements)
- Expenditures include full amount of debt service in accordance with prior debt schedule
- Expenditures include \$250k of contingency funds
- Expenditures include 3% increase in health care
- Expenditures include additional funding for Cyber/Charter and BCTC Costs

Projected Budget Ending Fund Balance – as of 6/30/2020

	Fund Balance		
	<u>6/30/19</u>	<u>6/30/20</u>	<u>6/30/21</u>
Non Spendable	\$22,810	\$8,664	\$8,664
Restricted	\$46,746	\$140,010	\$140,010
Committed	\$5,492,498	\$5,444,282	\$5,444,282
Assigned	\$325,908	\$732,872	\$1,789,747
Unassigned	\$3,022,289	\$2,863,692	\$1,073,945
Total	\$8,910,251	\$9,189,520	\$8,456,648

Notes:

- Assigned fund balance is a placeholder for the next year's budget deficit
- 2019-20 – District ended year with a surplus of \$279,669
- 6/30/20 – Assigned is deficit for 20/21 budget year
- 6/30/21 – Assigned is deficit for 21/22 budget year

Ending Fund Balance – as of 6/30/2020 w/Commitments

<u>Fund Balance 6/30/2020</u>	
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	\$732,872
Unassigned	\$2,863,692
Total Fund Balance	\$9,189,520

Next Steps

- **February 2021**: *Review updated budget, personnel discussion, enrollment, capital projects review*
- **March 2021**: *Review updated budget*
- **April 2021**: *Review updated budget and narrow down tax increase %*
- **May 2021**: *Adopt Proposed Final Budget (must be available for public inspection for 30 days)*
- **June 2021**: *Adopt Final Budget before June 30*