

2019-2020
BUDGET
WORKSHOP

READING

SCHOOL DISTRICT

MAY 6, 2019

FINANCIAL/OPERATIONAL EFFECTIVENESS GOAL

We fund and support a quality education and fair employment practices, while ensuring the long-term sustainability of the district. We produce a balanced budget with accurate and timely reporting to our varied agencies. We provide leadership, in our areas of expertise to other departments.



2019-2020 State Budget



**Areas
of Focus**



**PDE Basic Education Funding &
Impact on Reading School District**



2019-2020 RSD Budget



**Capital Projects Budget, Future Debt Issuance
& Multi-Year Real Estate Tax Proposal**



Next Steps & Questions

2019-2020
**BUDGET
WORKSHOP**

EXECUTIVE SUMMARY

- PROPOSED BUDGET TOTALING \$291,527,391
 - OVERVIEW OF BASIC EDUCATION FUNDING FORMULA
 - INCREASE IN STATE BASIC EDUCATION FUNDING TOTALING \$5,277,000
 - SIX YEAR CAPITAL PROJECT PLAN OUTLINED
 - PROPOSED DEBT ISSUANCES FOR CAPITAL PROJECT PLAN
 - NEED FOR REAL ESTATE TAX INCREASE – DIFFERENT SCENARIOS PROVIDED
-
- SUBJECT TO CHANGE AS MORE INFORMATION IS AVAILABLE

2019-2020
BUDGET
WORKSHOP

2019-2020 State Budget

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PROPOSED STATE BUDGET

- \$34.1 BILLION SPEND FOR 2019-2020
- PROPOSED EDUCATION BUDGET OF \$13.1 BILLION – PRE-K to 12
 - \$442 MILLION IN BASIC EDUCATION FUNDING
 - \$168 MILLION INCREASE FOR BEF - \$705 MILLION IN FORMULA
 - REALLOCATE READY TO LEARN GRANT TO BASE - \$242 MILLION
 - MINIMUM SALARY INCREASE - \$14 MILLION ADDED TO BASE
 - \$50 MILLION INCREASE FOR SEF - \$149.3 MILLION IN FORMULA
 - \$65 MILLION FOR PRE-K COUNTS, HEAD START & EARLY INTERVENTION
 - \$10 MILLION CAREER & TECHNICAL EDUCATION

2019-2020
BUDGET
WORKSHOP

PDE Basic Education Funding

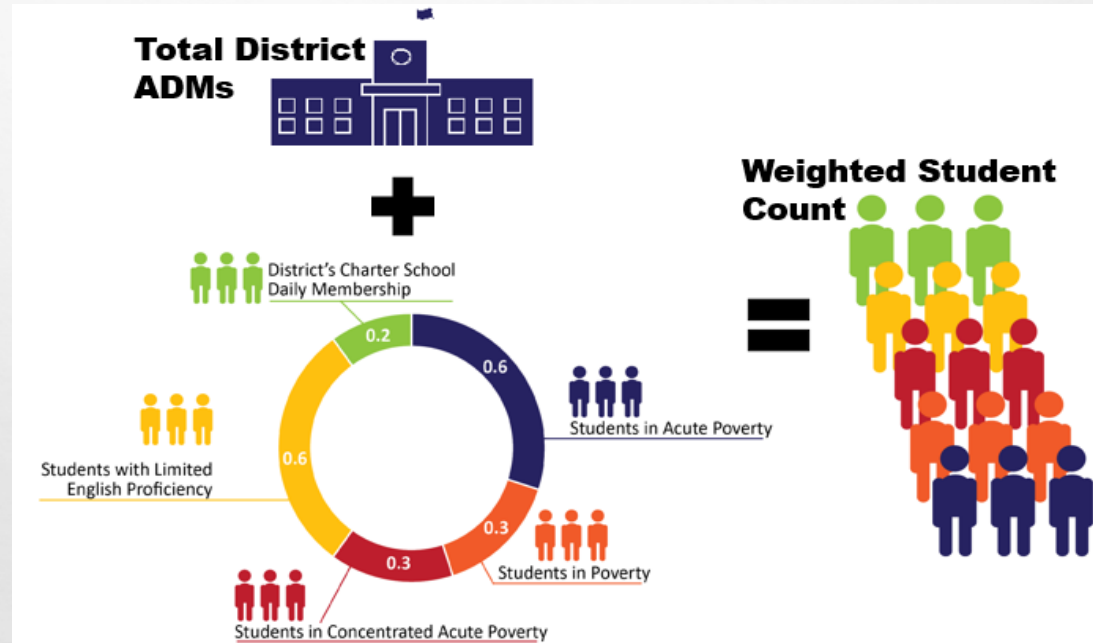
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BASIC EDUCATION FUNDING FORMULA

- FORMULA IS DESIGNED TO DIRECT RESOURCES TO DISTRICTS THAT NEED THEM THE MOST (GROWING DISTRICTS, HIGH POVERTY, HIGH ELL, HIGH CHARTER SCHOOL COSTS)
- OTHER FACTORS ARE DESIGNED TO ADDRESS DISTRICT GEOGRAPHIC AND FISCAL CAPACITY ISSUES
- FORMULA IS DYNAMIC AND DISTRIBUTION WILL RESPOND TO CHANGING DISTRICT DEMOGRAPHICS (NEW FUNDS ARE REDISTRIBUTED THROUGH THE FORMULA EACH YEAR)
- CHILD ACCOUNTING REPORTS NOW DRIVE REVENUE

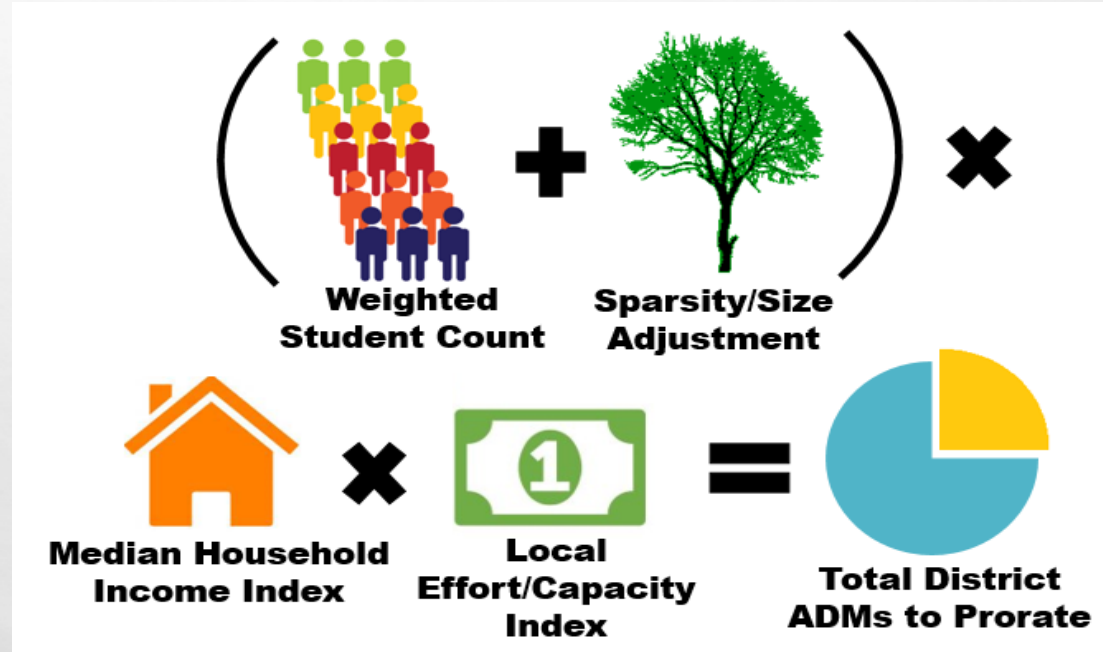
FORMULA COMPONENTS

- BEF FORMULA: PART 1
- DISTRICT ADM – 3 YEAR AVERAGE
- ACUTE POVERTY – STUDENTS LIVING BELOW THE POVERTY LINE
- CONCENTRATED POVERTY – APPLIES WHEN >30% OF STUDENTS ARE IN ACUTE POVERTY
- MODERATE POVERTY – STUDENTS LIVING BETWEEN 100% AND 185% OF POVERTY
- EL AND CHARTER SCHOOL ADM



FORMULA COMPONENTS

- BEF FORMULA: PART 2
- MEDIUM HOUSEHOLD INCOME USES 2016 CENSUS DATA
- LOCAL EFFORT – USES TOTAL TAX RELATED REVENUE, MHI AND NUMBER OF HOUSEHOLD, COMPARED TO STATE MEDIAN – ADJUSTMENTS ARE MADE BASED ON SCHOOL DISTRICT'S CURRENT EXPENDITURES/ADM
- LOCAL EFFORT – MEASURES A DISTRICT'S ABILITY TO GENERATE LOCAL TAX-RELATED REVENUE PER STUDENT – PROVIDED ADJUSTMENT ONLY IF A DISTRICT LOCAL CAPACITY PER STUDENT IS LESS THAT THE STATE MEDIAN



2019-2020
BUDGET
WORKSHOP

Impact to Reading School District

ALLOCATION TO READING SCHOOL DISTRICT

	<u>BEF</u>	<u>RTL</u>	<u>SEF</u>
2018/2019 Allocation	\$139,406,839	\$4,785,693	\$11,573,190
2019/2020 Allocation	<u>149,747,772</u>	<u>-</u>	<u>12,537,232</u>
Increase - \$	\$10,340,933	(\$4,785,693)	\$964,042
Increase - %	7.42%	-100.00%	8.33%
Total Increase			<u><u>\$6,519,282</u></u>

BEF - Basic Education Funding

RTL - Ready to Learn Grant

SEF - Special Education Funding


2019-2020
BUDGET
WORKSHOP

2019-2020 RSD Budget

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BUDGET HIGHLIGHTS

REVENUES

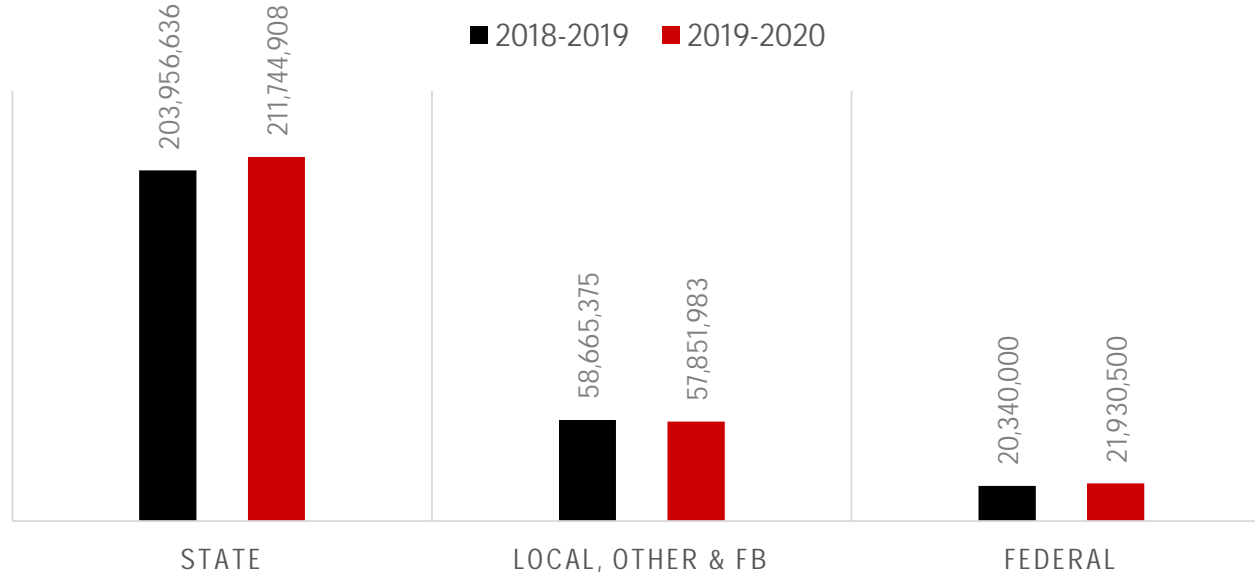
- 3.8% INCREASE IN REAL ESTATE TAX MILLS – CONSTRUCTION PROJECT
 - 8.0% INCREASE IN EARNED INCOME TAX COLLECTIONS - TREND
 - 7.2% INCREASE IN BASIC EDUCATION FUNDING
 - 9.3% INCREASE IN SPECIAL EDUCATION FUNDING
 - 100% DECREASE IN READY TO LEARN GRANT
 - NO INCREASE IN FEDERAL FUNDS – WAITING FOR ALLOCATION
- 

ALLOCATION OF REVENUE SOURCES

Source	Budget		Inc (Dec)	
	2018-2019	2019-2020	\$	%
State	\$203,956,636	\$211,744,908	\$7,788,272	3.82%
Local & Other	47,069,000	47,833,370	764,370	1.62%
Federal	20,340,000	21,930,500	1,590,500	7.82%
Sub-total	271,365,636	281,508,778	10,143,142	3.74%
Assigned FB	8,116,796	6,000,000	(2,116,796)	0.00%
Unassigned FB	3,479,579	4,018,613	539,034	15.49%
Total Revenues	<u>\$282,962,011</u>	<u>\$291,527,391</u>	<u>\$8,565,380</u>	<u>3.03%</u>

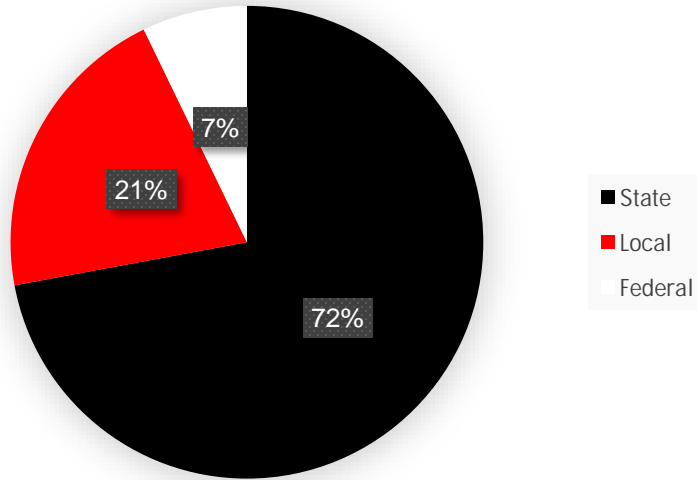
ALLOCATION OF REVENUE SOURCES

READING SCHOOL DISTRICT REVENUE BY SOURCES

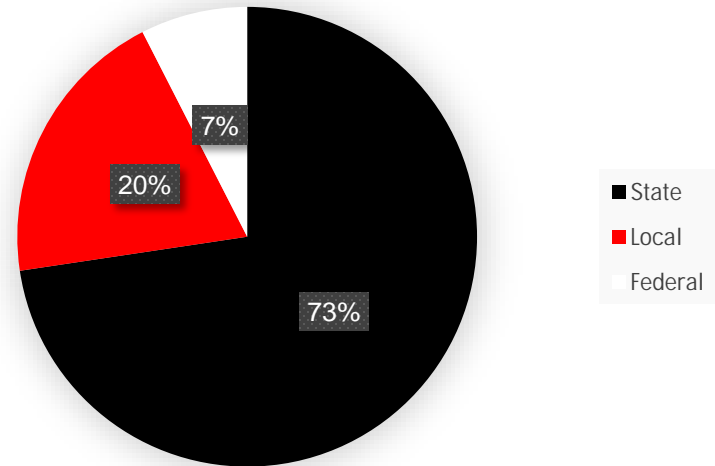


ALLOCATION OF REVENUE BY PERCENT

2018-2019



2019-2020



BUDGET HIGHLIGHTS

EXPENDITURES

- ASSUMES FULL COMPLEMENT OF STAFF – OVER 125 OPEN POSITIONS
- STAFFING ADJUSTMENTS DUE TO GRADE RECONFIGURATION
- ASSUMES INCREASE IN SALARIES & WAGES – PER CBA/ASSOC.
- ASSUMES 8% INCREASE IN HEALTHCARE TREND RATE
- ACCOUNTS FOR 2.57% INCREASE IN PSERS FROM 33.43% TO 34.29%
- ASSUMES 1.0% INCREASE IN INFLATION RATES FOR OTHER EXPENDITURES

BUDGET HIGHLIGHTS

➤ CAPITAL EXPENDITURES TOTALING APPROXIMATELY \$6 MILLION

➤ PREVIOUSLY APPROVED

- MIDDLE SCHOOL CLASSROOM RENOVATIONS
- ELECTRICAL UPGRADE AT SOMS
- FIRE ALARM PROJECT AT RHS
- 16TH & HAAK HVAC PROJECT

➤ PROJECTS FORTHCOMING

- MBRP PHASES II & III

ALLOCATION OF EXPENDITURES

Use of Funds	Budget		Inc (Dec)	
	2018-2019	2019-2020	\$	%
Instruction	\$169,095,059	\$177,337,223	\$8,242,164	4.87%
Instructional Support Services	78,333,855	79,694,724	1,360,869	1.74%
Non-Instructional Services	3,352,813	3,623,622	270,809	8.08%
Debt Service	24,063,488	24,071,822	8,334	0.03%
Other	8,116,796	6,800,000	(1,316,796)	-16.22%
Total	<u>\$282,962,011</u>	<u>\$291,527,391</u>	<u>\$8,565,380</u>	<u>3.03%</u>

ALLOCATION OF EXPENDITURES

Use of Funds	Budget		Inc (Dec)	
	2018-2019	2019-2020	\$	%
Salaries	\$104,218,527	\$106,545,567	\$2,327,041	2.23%
Benefits	78,261,792	81,323,055	3,061,263	3.91%
Professional Services	13,213,706	17,616,920	4,403,214	33.32%
Property Services	10,969,293	8,967,193	(2,002,100)	-18.25%
Other Purchased Services	35,418,655	37,911,760	2,493,104	7.04%
Supplies	14,427,787	11,453,856	(2,973,931)	-20.61%
Property	860,746	1,834,580	973,835	113.14%
Other Objects (Interest)	13,016,504	11,874,460	(1,142,044)	-8.77%
Other Financial Uses (Principal)	12,575,000	14,000,000	1,425,000	11.33%
Total	<u>\$282,962,010</u>	<u>\$291,527,391</u>	<u>\$8,565,381</u>	<u>3.03%</u>

ASSIGNMENT OF FUND BALANCE – MAY 2018 & 2019

Fund Balance Assignment	May 2018	May 2019
Infrastructure	\$21,000,000	\$19,000,000
Healthcare & Workers Compensation	7,000,000	7,000,000
Curriculum Enhancements	3,000,000	3,000,000
PSERS Stabilization	3,000,000	1,500,000
Feasibility Planning	8,000,000	8,000,000
EL Programming	0	2,400,000
Debt Service for Capital Projects	0	5,000,000
Technology	0	2,400,000
Unassigned Fund Balance	19,100,000	21,100,000
Total	<u>\$61,100,000</u>	<u>\$69,400,000</u>

ACT 1 INDEX – BASE AND ADJUSTED

- ACT 1 INDEX IS USED TO DETERMINE THE MAXIMUM TAX INCREASES FOR EACH TAX THE SCHOOL DISTRICT LEVIES.
- THE BASE INDEX IS CALCULATED BY AVERAGING THE PERCENT INCREASE IN THE PENNSYLVANIA STATEWIDE AVERAGE WEEKLY WAGE AND THE FEDERAL EMPLOYMENT COST INDEX FOR ELEMENTARY/SECONDARY SCHOOLS.
- SCHOOL DISTRICTS WITH A MARKET VALUE/PERSONAL INCOME AID RATIO (MV/PI AR) GREATER THAN 0.4000, THE VALUE OF THE INDEX IS ADJUSTED UPWARD BY MULTIPLYING THE BASE INDEX BY THE SUM OF 0.75 AND THEIR MV/PI AR.

CURRENT AND PROJECTED ADJUSTED ACT 1 INDEX

Reading School District Adjusted Act 1 Index Projections

Year	Base Index (a)	Adjusted Act 1 Factor			Estimated Adjusted Act 1 Index
		MV/PI (b)	Adjustment	Factor	
2019-2020	2.30	0.8983	0.75	1.6483	3.8
2020-2021	2.30	0.8983	0.75	1.6483	3.8
2021-2022	2.80	0.8983	0.75	1.6483	4.6
2022-2023	3.00	0.8983	0.75	1.6483	4.9
2023-2024	3.20	0.8983	0.75	1.6483	5.3

(a) Source: Independent Fiscal Office - School District Property Tax Forecast - Dated March 2019

(b) assumes no change in MV/PI aid ratio - no estimates available at this time

2019-2020 BUDGET MILLAGE PROPOSAL

READING SCHOOL DISTRICT 2019-20 BUDGET MILLAGE PROPOSAL

VALUE OF TAXABLE ASSESSMENT AS OF 1/1/2019	MILLAGE INCREASE	\$ VALUE	% INCREASE OF MILLAGE	\$ INCREASE	COLLECTION RATE	AMOUNT TO BE COLLECTED
1,431,076,400	0.01793	\$ 25,659,199.85				
1,431,076,400	0.01802	\$ 25,787,495.85	0.5%	\$ 128,296.00	88%	\$ 112,900.48
1,431,076,400	0.01811	\$ 25,915,791.85	1.0%	\$ 256,592.00	88%	\$ 225,800.96
1,431,076,400	0.01820	\$ 26,044,087.85	1.5%	\$ 384,888.00	88%	\$ 338,701.44
1,431,076,400	0.01829	\$ 26,172,383.85	2.0%	\$ 513,184.00	88%	\$ 451,601.92
1,431,076,400	0.01838	\$ 26,300,679.85	2.5%	\$ 641,480.00	88%	\$ 564,502.40
1,431,076,400	0.01847	\$ 26,428,975.85	3.0%	\$ 769,776.00	88%	\$ 677,402.88
1,431,076,400	0.01856	\$ 26,557,271.85	3.5%	\$ 898,071.99	88%	\$ 790,303.36
1,431,076,400	0.01861	\$ 26,634,249.45	3.8%	\$ 975,049.59	88%	\$ 858,043.64
1,431,076,400	0.00100	1,431,076.40	Tax Value of one (1) millage			

2019-2020 BUDGET MILLAGE PROPOSAL

- MEDIAN HOME OWNER ANNUAL IMPACT
 - NO INCREASE: NO IMPACT
 - 2% INCREASE: \$7.28
 - 3.8% (MAX) INCREASE: \$13.83

Assessed Value	Taxes	Less HS/FS	Net RE Taxes	Increase
Estimated RE Tax at current millage: 17.93				
\$ 40,600.00	\$ 727.96	\$ 363.98	\$ 363.98	N/A
\$ 50,000.00	\$ 896.50	\$ 363.98	\$ 532.52	N/A
\$ 75,000.00	\$ 1,344.75	\$ 363.98	\$ 980.77	N/A
\$ 100,000.00	\$ 1,793.00	\$ 363.98	\$ 1,429.02	N/A
\$ 125,000.00	\$ 2,241.25	\$ 363.98	\$ 1,877.27	N/A
\$ 150,000.00	\$ 2,689.50	\$ 363.98	\$ 2,325.52	N/A
\$ 175,000.00	\$ 3,137.75	\$ 363.98	\$ 2,773.77	N/A
\$ 200,000.00	\$ 3,586.00	\$ 363.98	\$ 3,222.02	N/A
Estimated RE Tax at estimated max millage: 18.29				
\$ 40,600.00	\$ 742.52	\$ 371.26	\$ 371.26	\$ 7.28
\$ 50,000.00	\$ 914.43	\$ 371.26	\$ 543.17	\$ 10.65
\$ 75,000.00	\$ 1,371.65	\$ 371.26	\$ 1,000.39	\$ 19.62
\$ 100,000.00	\$ 1,828.86	\$ 371.26	\$ 1,457.60	\$ 28.58
\$ 125,000.00	\$ 2,286.08	\$ 371.26	\$ 1,914.82	\$ 37.55
\$ 150,000.00	\$ 2,743.29	\$ 371.26	\$ 2,372.03	\$ 46.51
\$ 175,000.00	\$ 3,200.51	\$ 371.26	\$ 2,829.25	\$ 55.48
\$ 200,000.00	\$ 3,657.72	\$ 371.26	\$ 3,286.46	\$ 64.44
Estimated RE Tax at estimated max millage: 18.61				
\$ 40,600.00	\$ 755.62	\$ 377.81	\$ 377.81	\$ 13.83
\$ 50,000.00	\$ 930.57	\$ 377.81	\$ 552.76	\$ 20.24
\$ 75,000.00	\$ 1,395.85	\$ 377.81	\$ 1,018.04	\$ 37.27
\$ 100,000.00	\$ 1,861.13	\$ 377.81	\$ 1,483.32	\$ 54.30
\$ 125,000.00	\$ 2,326.42	\$ 377.81	\$ 1,948.61	\$ 71.34
\$ 150,000.00	\$ 2,791.70	\$ 377.81	\$ 2,413.89	\$ 88.37
\$ 175,000.00	\$ 3,256.98	\$ 377.81	\$ 2,879.17	\$ 105.40
\$ 200,000.00	\$ 3,722.27	\$ 377.81	\$ 3,344.46	\$ 122.44

2018-2019
BUDGET
WORKSHOP

Capital Projects Budget & Future Debt Issuance

CAPITAL PROJECTS BUDGET

- IN OCTOBER 2019, THE DISTRICT PRESENTED THE MOST RECENT ANALYSIS ON THE CONDITIONS OF THE DISTRICT'S BUILDINGS AND INFRASTRUCTURE
- THERE IS CURRENTLY \$58 MILLION IN IMMEDIATE NEEDS AND \$272 MILLION IN COMPREHENSIVE NEEDS
- THE DISTRICT HAS ASSIGNED \$19 MILLION OF FUND BALANCE TO ADDRESS THESE NEEDS
- MISCELLANEOUS BUILDING REPAIR PROJECTS ("MBRP") PHASE II AND PHASE III ARE OUTLINED ON THE NEXT TWO SLIDES

MBRP PHASE II PROJECTS: FALL 2019 THROUGH FALL 2022

- FIRST BORROWING OF \$30 MM
- KEY FOCUS AREAS INCLUDE- BUILDING ENVELOPE/SECURE ENTRANCES, MECHANICAL EQUIPMENT/HVAC UPGRADES, ROOFING
- ESTIMATED \$13-15 MM WILL BE USED TO ADDRESS ENVELOPE ISSUES AT SIX BUILDINGS
- ESTIMATED \$4-6 MM ON MECHANICAL EQUIPMENT/HVAC
- ESTIMATED \$8-9 MM ON ROOFING NEEDS
- IT IS ESTIMATED THAT 12 BUILDINGS WOULD BENEFIT FROM PHASE I WORK

MBRP PHASE III PROJECTS: FALL 2022 THROUGH FALL 2026

- ANOTHER \$30 MM WOULD BE BORROWED
- FOCUS IS SIMILAR TO THE ISSUES NOTED IN PHASE I
- ESTIMATED NINE (9) BUILDINGS WOULD GET WORK
- BETWEEN THE TWO PHASES, NINETEEN (19) BUILDINGS PLUS THE ADMINISTRATION BUILDING WILL SEE IMPROVEMENTS
- PROJECTS FUNDED FROM THE DEBT ISSUANCE MUST HAVE A MINIMUM LIFE EXPECTANCY OF FIFTEEN (15) YEARS

FUTURE DEBT ISSUANCES

- IT IS THE RECOMMENDATION OF THE ADMINISTRATION THAT THE SCHOOL DISTRICT ISSUE TWO SEPARATE DEBT ISSUANCES TO COVER THE COST OF THE CONSTRUCTION PROJECTS.
- BORROWING PHASE 1 - AUGUST 2019: FIRST ISSUANCE IN THE AMOUNT OF \$30 MILLION (MBRP II)
- BORROWING PHASE 2 - AUGUST 2022: SECOND ISSUANCE IN THE AMOUNT OF \$30 MILLION (MBRP III)
- THE FOLLOWING COST ANALYSIS WAS PROVIDED BY CONCORD PUBLIC FINANCE

FUTURE DEBT ISSUANCES



Reading School District

\$60mm Capital Project Financing and Debt Impact Planning

	1	2	3	4	5	6	7	8	9	10	11	12
	<i>Existing Debt Service and Req'd Mills</i>			<i>Phase 1 - \$30mm for Projects (2019)</i>				<i>Phase 2 - \$30mm for Projects (2022)</i>				
Fiscal Year	Existing Net Debt Service	Mills Req'd	Cum Mills Req'd	Net Debt Service	Resulting Net Debt Service	Mills Req'd	Cum Mills Req'd	Net Debt Service	Resulting Net Debt Service	Mills Req'd	Cum Mills Req'd	
2019	17,431,222			0	17,431,222			0	17,431,222			
2020	17,439,011	0.01	0.01	1,283,356	18,722,367	1.05	1.05	0	18,722,367	1.05	1.05	
2021	18,655,075	0.99	0.99	1,543,356	20,198,431	1.20	2.25	0	20,198,431	1.20	2.25	
2022	18,773,119	0.10	1.09	1,424,906	20,198,025	0.00	2.25	0	20,198,025	0.00	2.25	
2023	18,793,176	0.02	1.11	1,404,956	20,198,132	0.00	2.25	1,319,970	21,518,102	1.07	3.32	
2024	18,752,770	-0.03	1.07	1,445,434	20,198,204	0.00	2.25	2,799,970	22,998,174	1.20	4.52	
2025	21,328,497	2.09	3.16	2,669,314	23,997,811	3.08	5.33	2,003,170	26,000,981	2.44	6.96	
2026	22,440,333	0.90	4.07	1,560,669	24,001,001	0.00	0.00	1,997,078	25,998,079	0.00	0.00	

PROPOSED TAX INCREASES TO SUPPORT CAPITAL PROJECTS

Scenario 1	2018/2019	2019/2020	2020/2021	2021/2022
Assumes No Tax Increase	No Tax Increase	Tax Increase 0.0%	Tax Increase 0.0%	Tax Increase 0.0%
Assessment Value	\$1,431,648,100	\$1,431,076,400	\$1,431,076,400	\$1,431,076,400
Millage Rate	17.93000	17.93000	17.93000	17.93000
Gross Tax Revenue	\$25,669,450	\$25,659,200	\$25,659,200	\$25,659,200
Less Homestead Relief	(\$3,680,300)	(\$3,676,980)	(\$3,676,980)	(\$3,676,980)
Tax Levied	\$21,989,150	\$21,982,220	\$21,982,220	\$21,982,220
Collection Rate	88.00%	88.00%	88.00%	88.00%
Estimated Net Current Real Estate Tax Revenue	\$19,350,452	\$19,344,353	\$19,344,353	\$19,344,353
Tax Increase		(\$6,099)	\$0	\$0
Cummulative Tax Revenue			(\$6,099)	(\$6,099)

PROPOSED TAX INCREASES TO SUPPORT CAPITAL PROJECTS

Scenario 2	2018/2019	2019/2020	2020/2021	2021/2022
Assumes 2.0% Tax Increase	No Tax Increase	Tax Increase 2.0%	Tax Increase 2.0%	Tax Increase 2.0%
Assessment Value	\$1,431,648,100	\$1,431,076,400	\$1,431,076,400	\$1,431,076,400
Millage Rate	17.93000	18.28860	18.65437	19.02746
Gross Tax Revenue	\$25,669,450	\$26,172,384	\$26,695,832	\$27,229,748
Less Homestead Relief	(\$3,680,300)	(\$3,676,980)	(\$3,676,980)	(\$3,676,980)
Tax Levied	\$21,989,150	\$22,495,404	\$23,018,852	\$23,552,768
Collection Rate	88.00%	88.00%	88.00%	88.00%
Estimated Net Current Real Estate Tax Revenue	\$19,350,452	\$19,795,955	\$20,256,589	\$20,726,436
Tax Increase		\$445,503	\$460,634	\$469,847
Cummulative Tax Revenue			\$906,137	\$1,375,984

PROPOSED TAX INCREASES TO SUPPORT CAPITAL PROJECTS

Scenario 3	2018/2019	2019/2020	2020/2021	2021/2022
Assumes 2.5% Tax Increase	No Tax Increase	Tax Increase 2.5%	Tax Increase 2.5%	Tax Increase 2.5%
Assessment Value	\$1,431,648,100	\$1,431,076,400	\$1,431,076,400	\$1,431,076,400
Millage Rate	17.93000	18.37825	18.83771	19.30865
Gross Tax Revenue	\$25,669,450	\$26,300,680	\$26,958,197	\$27,632,152
Less Homestead Relief	(\$3,680,300)	(\$3,676,980)	(\$3,676,980)	(\$3,676,980)
Tax Levied	\$21,989,150	\$22,623,700	\$23,281,217	\$23,955,172
Collection Rate	88.00%	88.00%	88.00%	88.00%
Estimated Net Current Real Estate Tax Revenue	\$19,350,452	\$19,908,856	\$20,487,471	\$21,080,551
Tax Increase		\$558,403	\$578,615	\$593,080
Cummulative Tax Revenue			\$1,137,018	\$1,730,099

PROPOSED TAX INCREASES TO SUPPORT CAPITAL PROJECTS

Scenario 4	2018/2019	2019/2020	2020/2021	2021/2022
Assumes Max Tax Increase	No Tax Increase	Tax Increase 3.8%	Tax Increase 3.8%	Tax Increase 4.6%
Assessment Value	\$1,431,648,100	\$1,431,076,400	\$1,431,076,400	\$1,431,076,400
Millage Rate	17.93000	18.61134	19.31857	20.20723
Gross Tax Revenue	\$25,669,450	\$26,634,249	\$27,646,351	\$28,918,083
Less Homestead Relief	(\$3,680,300)	(\$3,676,980)	(\$3,676,980)	(\$3,676,980)
Tax Levied	\$21,989,150	\$22,957,269	\$23,969,371	\$25,241,103
Collection Rate	88.00%	88.00%	88.00%	88.00%
Estimated Net Current Real Estate Tax Revenue	\$19,350,452	\$20,202,397	\$21,093,046	\$22,212,171
Tax Increase		\$851,945	\$890,649	\$1,119,124
Cummulative Tax Revenue			\$1,742,594	\$2,861,718

PROPOSED TAX INCREASES TO SUPPORT CAPITAL PROJECTS

Scenario 5	2018/2019	2019/2020	2020/2021	2021/2022
Assumes Various Tax Increases	No Tax Increase	Tax Increase 3.8%	Tax Increase 2.0%	Tax Increase 1.0%
Assessment Value	\$1,431,648,100	\$1,431,076,400	\$1,431,076,400	\$1,431,076,400
Millage Rate	17.93000	18.61134	18.98357	19.17340
Gross Tax Revenue	\$25,669,450	\$26,634,249	\$27,166,934	\$27,438,604
Less Homestead Relief	(\$3,680,300)	(\$3,676,980)	(\$3,676,980)	(\$3,676,980)
Tax Levied	\$21,989,150	\$22,957,269	\$23,489,954	\$23,761,624
Collection Rate	88.00%	88.00%	88.00%	88.00%
Estimated Net Current Real Estate Tax Revenue	\$19,350,452	\$20,202,397	\$20,671,160	\$20,910,229
Tax Increase		\$851,945	\$468,763	\$239,069
Cummulative Tax Revenue			\$1,320,708	\$1,559,777

2018-2019
BUDGET
WORKSHOP

Next Steps & Questions

NEXT STEPS

- CONTINUE TO WORK WITH DEPARTMENTS TO FINALIZE BUDGETS
- OBTAIN FEDERAL REVENUE UPDATE FROM PDE ONCE RELEASED
- PRESENT FINAL PROPOSED BUDGET AT C.O.W. ON MAY 15
- APPROVE FINAL PROPOSED BUDGET AT BOARD MEETING ON MAY 22
- BUDGET WILL BE ON PUBLIC DISPLAY FOR 30 DAYS – VIA WEBSITE
- APPROVE FINAL BUDGET AT JUNE 26 BOARD MEETING

One vision. All students. One reading.

