

# Cheltenham School District Finance Committee Meeting

Tuesday, January 4, 2022



# Cheltenham School District

## Mission & Vision Statements



### **Mission Statement**

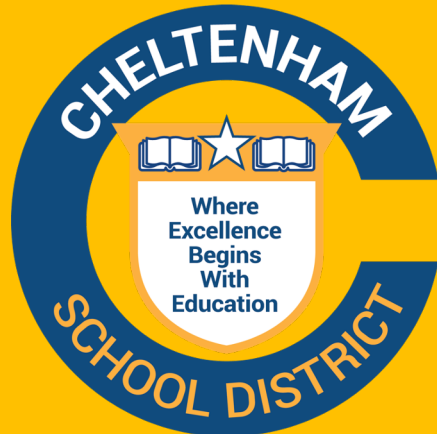
Drawing on its cultural richness, creativity, and tradition of scholastic excellence, the Cheltenham School District strives to nurture each child through a wealth of academic endeavors and community partnerships that provide the skills and vision needed to lead a productive and meaningful life beyond our classroom walls.

### **Vision Statement**

With a clear connection between the classroom and the world, the Cheltenham School District will strive for excellence by:

1. inspiring our students to develop principled and knowledgeable responses to the local, national, and global challenges of the 21st century;
2. actively engaging parents in their children's intellectual, social, and moral education;
3. encouraging faculty and staff to continually broaden the web of connections between their academic disciplines and the world on which they depend;
4. stimulating dynamic leadership of building and district administrators; and
5. creating partnerships with community individuals, institutions, organizations, and businesses that model real-world connections for all students.

# Agenda



## AGENDA

- Review of YTD Revenues/Expenditures (12/31/2021)
- Audits
  - Update on 6/30/2021
- Budget 2022-2023
  - Projected Increases
    - Health Care
    - Property/Casualty Insurance
    - Salaries
    - Programs
    - Debt
  - Act 1 Timeline
    - Opt. Out Resolution (January 11, 2022)

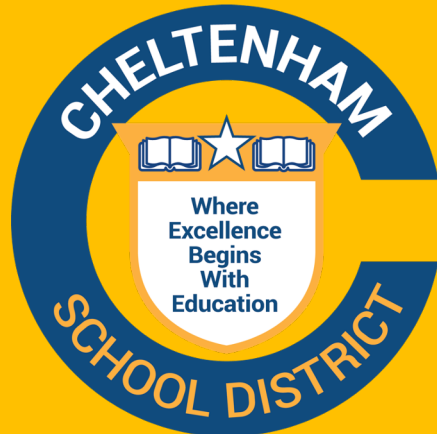
	2021-2022 Budget - \$	2021-2022 YTD - \$	Variance - \$	Variance %
<b><u>REVENUES</u></b>				
Local	97,074,618			
State	24,701,922			
Federal	835,042			
Fund Balance	465,699			
<b>TOTAL REVENUES and FUND BALANCE</b>	<b>123,077,281</b>			
Data to be added by the Committee meeting if possible.				
<b><u>EXPENDITURES</u></b>				
100 - Salary	45,937,898			
200 - Benefits	29,612,757			
300 – Prof/Tech Svcs	11,246,013			
400- Purchased Property Svcs	2,813,168			
500 – Other Purchased Svcs	17,964,530			
600 - Supplies	3,561,765			
700 - Property	155,829			
800 - Other Objects	6,785,321			
900 – Other Financing Uses	5,000,000			
<b>TOTAL EXPENDITURES</b>	<b>123,077,281</b>			

# Audit

- 6/30/2021
  - Estimated Completion Date 12/31/2021



# Budget 2022-2023



## Budget

- Health Care Costs
  - 2022-2023
  - And Beyond
- Property Casualty Insurance
- Salaries
- Programs

# ***BUDGET DEVELOPMENT - PRELIMINARY OUTLOOK EXPENDITURES - UNKNOWN***

## **Salaries/Wages**

**CEA** - contract expires  
June 30, 2022

## **Benefits**

Medical – 9.0% Increase  
Rx – 23.8% Increase

## **Special Education**

New/additional services  
Transportation  
General Education  
Out-of-District Tuition

## **Charter/Cyber School Tuition**

Enrollment (Tuition increase)

## **Facilities**

Unanticipated infrastructure repairs



# Budget 2022-2023



	2020-2021 Actual	2021-2022 Budget	2022-23 Preliminary Budget
<b><u>REVENUES</u></b>			
Local	96,300,462	97,074,618	97,500,000
State	24,891,022	24,701,922	25,200,000
Federal	1,786,546	835,042	1,000,000
Fund Balance	-	465,699	-
<b>TOTAL REVENUES</b>	<b>122,978,030</b>	<b>123,077,281</b>	<b>123,700,000</b>
<b><u>EXPENDITURES</u></b>			
100 - Salary	49,810,197	45,937,898	46,500,000
200 - Benefits	29,866,895	29,612,757	31,500,000
300 - Prof/Tech Svcs	7,594,385	11,246,013	11,600,000
400 - Purchased Property Svcs	2,031,828	2,813,168	2,850,000
500 - Other Purchased Svcs	12,307,125	17,964,530	18,350,000
600 - Supplies	3,787,554	3,561,765	3,500,000
700 - Property	209,875	155,829	155,000
800 - Other Objects	6,495,715	6,785,321	6,714,000
900 - Other Financing Uses	4,087,335	5,000,000	5,000,000
<b>TOTAL EXPENDITURES</b>	<b>116,190,909</b>	<b>123,077,281</b>	<b>126,169,000</b>
			<b>2,469,000</b>





# Act 1 Index History

## **MVPI AID RATIO**

*Determination if a district's current fiscal year Act 1 Index will be adjusted is based upon the prior year's MVPI Aid Ratio*

Year	MVPI Aid Ratio	Act 1 Index	Adjusted Act 1 Index	CSD Tax Increase
2006-07		3.90%		6.88%
2007-08		3.40%		8.49%
2008-09		4.40%		5.16%
2009-10	.2761	4.10%		5.34%
2010-11	.2660	2.90%		6.01%
2011-12	.2689	1.40%		0.00%
2012-13	.2852	1.70%		0.00%
2013-14	.3174	1.70%		1.70%
2014-15	.3389	2.10%		3.26%
2015-16	.3555	1.90%		1.90%
2016-17	.3645	2.40%		1.30%
2017-18	.3870	2.50%		1.90%
2018-19	.4003	2.40%		2.40%
2019-20	.3997	2.30%	2.6%	2.60%
2020-21	.3989	2.60%		2.60%
2021-22	.3917	3.0%		3.0%
2022-23	Established 7/1/2022	3.4%		TBD

**Budget  
2022-2023  
Act 1  
Opt Out  
Resolution**



**CHELTENHAM SCHOOL DISTRICT**

**Accelerated Budget Opt Out Resolution Certifying Tax Rate Within Inflation  
Index  
2022-2023 School Year**

**RESOLVED**, that the Board of School Directors of Cheltenham School District, makes the following unconditional certifications:

1. The school district's various tax levies and other revenue sources will be sufficient to balance the school district final budget for the next fiscal year (2022-2023) based on maintaining current tax rates or increasing tax rates by an amount less than or equal to the Act 1 index applicable to the school district as calculated by the Pennsylvania Department of Education. This conclusion is based on the school district preliminary budget or other information available to the School Board.
2. The applicable index for the next fiscal year is 3.4%, and the School Board will not for the next fiscal year increase the rate of its real estate tax, or any other tax for the support of public education, by an amount that exceeds the applicable index.
3. The School Board has to date and, in the future, will comply with the rules set forth in School Code § 687 for adoption of the school district proposed and final budgets for the next fiscal year.
4. The School Board understands that the school district will not be eligible to use Act 1 referendum exceptions for the next fiscal year.

**ADOPTED** by the School Board January 11, 2022.

\_\_\_\_\_, Secretary

# Budget 2022-2023



## Budget-Calendar

<p>Compile preliminary budgetary information  <b>Recommended: Inform your building and/or department to begin to gather supporting data for the 2022-2023 budget</b></p>	November 2021-December 2021
Building/Department allocations and comprehensive report released	November 2021
Preliminary budget meeting with Business Manager	November/December 2021
Deadline for preliminary budget information to submitted to the Business Manager Present 2022-2023 Preliminary Budget – Financial Affairs Committee	January 4, 2022
Approval of Act 1 Opt. Out Resolution– Legislative Meeting	January 11, 2022
Adopt 2022-2023 Preliminary Budget – Legislative Meeting (If using Referendum Exceptions) Department Budget Presentations	February 8, 2022
Central/Building Administration review of retirements – attritional savings	After April 15, 2022
Present 2022-2023 Proposed Final Budget – Financial Affairs Committee Adopt 2022-23 Proposed Final Budget – Legislative Meeting	May 2022 May 2022
Next Year Requisitions opened – allows for 2022-2023 ordering to begin	May 2022
Present 2022-2023 Final Budget – Financial Affairs Committee Adopt 2022-2023 Final Budget – Legislative Meeting	June 2022 June 2022

# Questions



**THANK YOU!**

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