



Upper St. Clair School District
2017-18 Proposed Final Budget Update
May 8, 2017

UPPER ST. CLAIR SCHOOL DISTRICT 2017-18 BUDGET OVERVIEW

- Revenues are budgeted to increase \$3.28 million dollars (4.29%).
- Expenditures are budgeted to increase \$3.48 million dollars (4.56%).
- Current deficit is (\$26,286).
- Current budget has a millage rate of 25.156 applied to revenue projections that includes an increase of .8172 mills.
- Preliminary budget in February 2017 set the budget exceptions at 0.2088 mills
- One (1) mill is currently valued at \$2,095,895.

2017-18 Budget exceptions

BUDGET EXCEPTIONS 2017-18				
<i>Preliminary Budget Exceptions</i>	2017-18	Millage Impact	Per \$200,000 Assessed Value	Median Homestead Value in 2016 = \$230,000 (5,908 homesteads)
Adjusted Act 1 Index of 2.5%	\$1,309,944	0.6085	\$122	\$140
Pension Exception	\$256,018	0.1189	\$24	\$27
Special Education Exception	\$193,479	0.0899	\$18	\$21
<i>Total Maximum Tax Increase Allowed</i>	\$1,759,441	0.8172	\$163	\$188
<i>Monthly Impact</i>			\$14	\$16

2017-2018 PROPOSED REVENUE SUMMARY

- **BUDGET ADJUSTMENTS FOLLOWING THE APRIL PRESENTATION:**
 - **INCREASE IN REAL ESTATE REVENUE OF \$225K RESULTING FROM GROWTH IN THE TAX BASE**
 - **INCREASE(NET) IN INTERIM REAL ESTATE REVENUE OF \$45K**
 - **INCREASE IN INTEREST INCOME REVENUE OF \$45K**

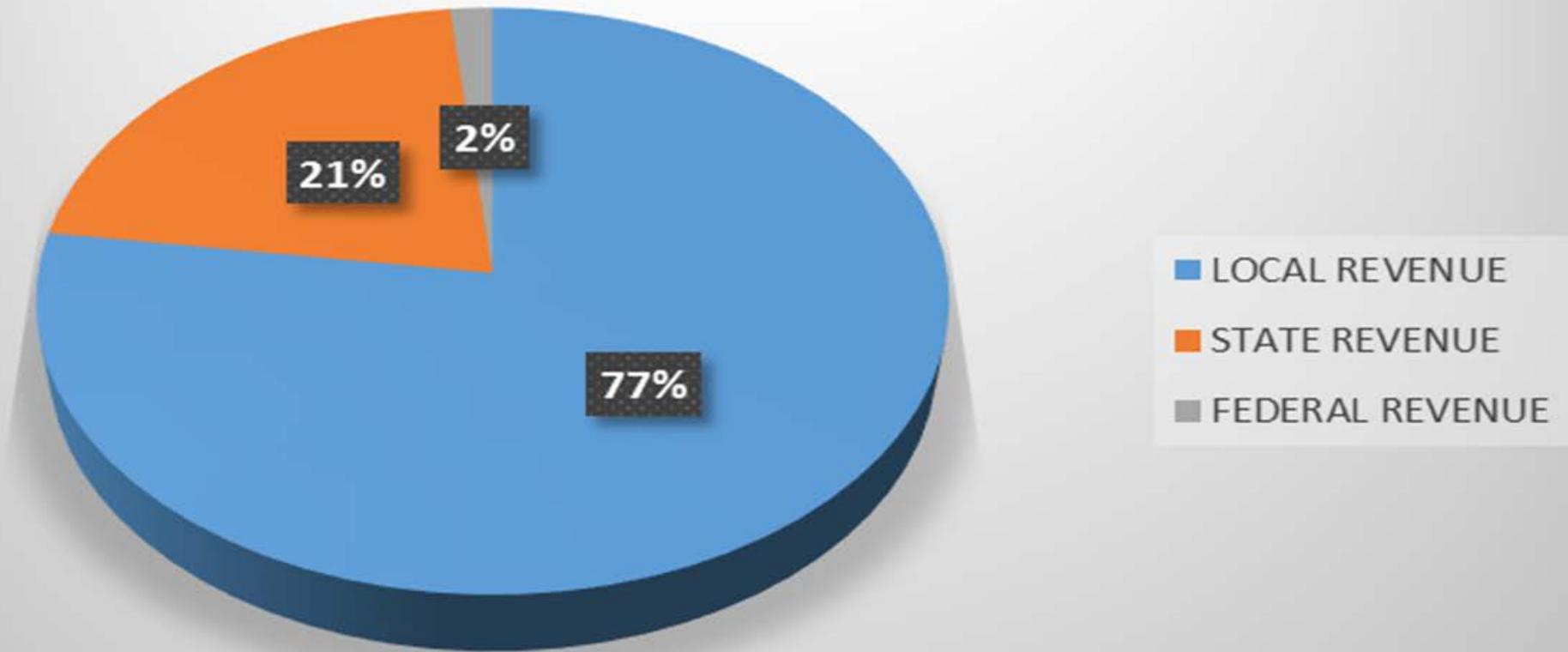
UPPER ST. CLAIR SCHOOL DISTRICT 2017-18 BUDGET REVENUES



TITLE	2015-16		2016-17		2017-18	% INCREASE
	BUDGET	REVENUE	BUDGET	YTD REVENUE	BUDGET	
LOCAL REVENUE	\$55,607,541	\$54,177,991	\$58,811,113	\$55,524,009	\$61,590,894	4.73%
STATE REVENUE	\$15,331,309	\$15,265,524	\$16,142,762	\$11,317,697	\$16,764,862	3.85%
FEDERAL REVENUE	\$1,427,027	\$1,669,323	\$1,427,027	\$719,549	\$1,302,027	-8.76%
OTHER INCOME	\$0	\$0	\$0	\$453,663	\$0	0.00%
TOTAL REVENUE	\$72,365,878	\$71,112,838	\$76,380,902	\$68,014,918	\$79,657,783	4.29%
						Revenue reduction
					52,196,339	(\$527,988)
					50,889,922	(\$1,834,405)

USC 2017-18 Proposed Revenue

Revenue by Source



2017-18 STATE SUBSIDY ANALYSIS

ACCOUNT	TITLE	2016-17 BUDGET	2017-18 BUDGET		
R7110	BASIC INSTRUCT SUBSIDY	4,339,904	4,320,980		
R7271	SPEC ED REGULAR PROGRAMS	1,949,240	1,880,677		
R7310	TRANSPORTATION	1,015,000	949,212		
R7320	RENT & SINKING FUND	940,788	807,000		
R7330	HEALTH SERVICES	87,000	85,000		
R7340	STATE PROP TAX REDUCTION	1,389,982	1,389,981		
R7505	READY TO LEARN BLOCK GRANT	0	332,045		
R7810	SOCIAL SECURITY REIMBURSEMENT	1,303,596	1,309,605		
R7820	RETIREMENT REIMBURSEMENT	5,117,252	5,690,440		
TOTAL STATE SUBSIDY & REIMBURSEMENT		\$16,142,762	\$16,764,940		
				\$ Increase	% of the Increase
SUBSIDY (EDUCATIONAL & NON-EDUACTIONAL PROGRAMS)		\$9,721,913	\$9,764,895	\$42,982	6.91%
REIMBURSEMENT (PSERS & SOCIAL SECURITY)		\$6,420,848	\$7,000,045	\$579,197	93.09%
TOTAL		\$16,142,762	\$16,764,940	\$622,178	3.85%



UPPER ST. CLAIR SCHOOL DISTRICT 2017-18 BUDGET CONSIDERATIONS

ACCOUNT CODE CHANGES MADE TO EXPENDITURES FOR COMPLIANCE WITH PDE REQUIREMENTS:

- CAPITAL LEASES WERE MOVED FROM THE TECHNOLOGY, MAINTENANCE, & TRANSPORTATION DEPARTMENTS TO THE DEBT SERVICE
- TECHNOLOGY DEPARTMENT WAS MOVED FROM SUPPORT SERVICES (INSTRUCTIONAL STAFF) TO SUPPORT SERVICES (CENTRAL OFFICE)
- PSERS REIMBURSEMENT TO THE FOOD SERVICE DEPARTMENT BUDGETED IN FUND TRANSFERS
- “NON-CAPITAL” EQUIPMENT MOVED TO SUPPLIES

2017-18 Proposed Expenditures Summary

KEY EXPENDITURE HIGHLIGHTS FOR 2017-18:

- THE PSERS CONTRIBUTION RATE HAS INCREASED AGAIN FOR 2017-18 FROM 30.03% TO 32.57% (NET INCREASE OF \$564,463). IT IS EXPECTED TO REACH 36.40% IN 2021-22.
- INCREASE IN SALARIES OF \$1,347,264.
- INCREASE IN HEALTHCARE PREMIUMS OF 1.9% .
- AN ADDITIONAL TRANSFER OF \$200K HAS BEEN BUDGETED FROM THE GENERAL FUND TO THE CAPITAL FUND. CURRENTLY TICKET REVENUE AND CELL TOWER RENTAL INCOME IS FINANCING THE CAPITAL FUND AT APPROXIMATELY \$85K ANNUALLY. THIS LEVEL IS NOT ADEQUATE TO FUND THE CAPITAL NEEDS OF THE DISTRICT. IN ORDER TO ADDRESS THE ON-GOING FACILITY REPAIR/UPDATE NEEDS, AN INCREASE IN THE ANNUAL TRANSFER TO THE CAPITAL FUND IS NECESSARY.

2017-18 Proposed Expenditures Summary

- **BUDGET ADJUSTMENTS FOLLOWING THE APRIL PRESENTATION:**
 - INCREASE IN CHARTER SCHOOL EXPENSE OF \$55K
 - INCREASE IN BUDGETARY RESERVE OF \$150K
 - INCREASE IN SPECIAL EDUCATION CONTINGENCY OF \$10K
 - INCREASE IN EXTRACURRICULAR SALARIES OF \$12K
 - INCREASE IN EXTRACURRICULAR DUES/FEEES OF \$10K
 - INCREASE IN BID SUPPLIES OF \$26K

USC 2017-18 Proposed Expenditures

FUNCTION	2015-16	2016-17	2017-18	DIFFERENCE
1110 - REG ED REIMB	30,171,375	31,806,827	32,996,148	1,189,321
1200 - SPECIAL ED	8,998,342	9,229,663	10,007,670	778,007
1300 - VOCATIONAL ED	152,179	258,220	314,069	55,849
1400 - OTHER EDUCATION	265,683	282,311	215,293	(67,018)
2100 - SUPPORT SERV STUDENTS	2,047,432	2,033,768	2,221,041	187,273
2200 - SUPPORT SERVICES	3,354,967	2,369,563	2,737,548	367,985
2300 - SUPPORT SERV ADMIN	4,489,579	4,515,607	4,727,081	211,474
2400 NURSING SERV	608,295	627,809	652,830	25,021
2500 BUSINESS OFFICE	892,479	1,015,930	954,619	(61,310)
2600 - OPERATIONS	7,579,457	7,554,208	7,608,649	54,441
2700- TRANSPORTATION	4,161,689	4,299,051	4,328,111	29,060
2800 - CENTRAL OFFICE	246,396	1,013,112	1,105,638	92,526
2900 -OTHER	66,142	61,966	62,600	634
3200 - STUDENT ACTIVITIES	1,511,718	1,543,941	1,642,481	98,540
5100 -DEBT	7,914,962	9,311,248	9,300,290	(10,958)
5200 - TRANSFERS	35,000	35,000	410,000	375,000
5900 - BUDGETARY RESERVE	250,000	250,000	400,000	150,000
	\$72,745,695	\$76,208,226	\$79,684,069	3,475,843
		% Increase	4.56%	

USC 2017-18 Proposed Expenditures

SUMMARY BUDGET COMPARISON			
	GRAND TOTAL	Budget 2016-17	Budget 2017-18
100	Salaries	34,080,939	35,428,203
200	Benefits	20,596,165	21,541,016
300	Contracted Services	4,107,650	3,939,797
400	Purchased Services	1,720,061	926,563
500	Other Purchased Services	3,107,622	3,961,536
600	Books and Supplies	1,962,564	3,265,775
700	Equipment	1,477,648	135,362
800	Miscellaneous Fees	5,705,762	5,801,124
900	Other Uses	3,449,815	\$4,684,691
	TOTAL EXPENSES	76,208,226	79,684,069
		% Increase	4.56%

PSERS STATE-MANDATED EMPLOYER RATES

PSERS	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Expense	\$2,078,306	\$1,416,214	\$1,500,172	\$1,761,483	\$2,708,042	\$3,806,954	\$5,204,310	\$6,779,701	\$8,519,308	\$10,251,953	\$11,380,880
PSERS Employer RATE	7.13	4.76	4.78	5.64	8.65	12.36	16.93	21.4	25.84	30.03	32.57
State Reimbursement	\$1,018,092	\$702,480	\$746,391	\$855,946	\$1,406,124	\$1,903,477	\$2,602,155	\$3,389,850	\$4,259,654	\$5,125,977	\$5,690,440
Net PSERS Expense	\$1,060,214	\$713,734	\$753,781	\$905,537	\$1,301,918	\$1,903,477	\$2,602,155	\$3,389,851	\$4,259,654	\$5,125,976	\$5,690,440
NET millage required for PSERS	0.639	0.43	0.452	0.54	0.777	1.125	1.529	1.64	2.035	2.375	2.727
NET millage increase due to State-Mandated PSERS		(0.209)	0.022	0.088	0.237	0.348	0.404	0.111	0.395	0.340	0.352

2017-18 PROPOSED CAPITAL RESERVE BUDGET

Bldg.	Project	Description	Ranking Importance	Budget 2017-18
Baker	Carpet	Replace carpet	High	see below
Baker	Gym	Replace the gym floor	Medium	2018-19
Baker	Grounds	Add school sign to the main entrance	High	\$2,500
Baker	Entry mats	Replace entry mat at main entrance	High	\$2,000
Baker	Scoreboard	Replace scoreboard at Baker field	High	\$10,000
Boyce	Camera	Install cameras in hallways	High	\$34,240
Boyce	Rooftop Units	Enclose rooftop HAVC units	High	\$6,000
Eisenhower	Windows	Replace eleven (11) windows with failed seals	High	\$2,750
Eisenhower	Carpet	Replace carpet	High	see below
Ft. Couch	STEAM	Expansion of STEAM room	High	\$25,000
Ft. Couch	Rooftop Units	Enclose rooftop HAVC units	High	\$6,000
HS	Gifted classroom	Add a separate testing area	High	\$8,000
HS	Kiln	Replace gas kiln with electric kiln	High	\$14,000

2017-18 PROPOSED CAPITAL RESERVE BUDGET

Bldg.	Project	Description	Ranking Importance	Budget 2017-18
Streams	Entry mats	Replace entry mats at two (2) entrances	High	\$4,000
Streams	Sidewalk	Repair concrete walk	High	\$5,000
Streams	Carpets	Carpet replacement in the classroom	High	see below
Streams	Cafeteria	Unit ventilator replacement in cafeteria	High	\$8,000
Streams	Roof	Address roof leak in the front of building	High	\$5,400
Streams	Gym	Replace the gym floor	Medium	2018-19
Elementary	Building	Wiring project for wireless access points	High	\$27,000
Elementary	Building	Wireless access points	High	\$34,800
Elementary	Building	Carpet replacement	High	\$110,000
		Total Capital		\$304,690
		Projected balance 6/30/2017	\$607,535	
		Budgeted transfers 2017-18	\$285,000	
		Budgeted expenditures 2017-18	\$304,690	
		Ending Balance 6/30/2018	\$587,845	

Fund Balance as of 6/30/2017

	As of June 30, 2015	As of June 30, 2016	**Final Budget 2016-17 **	Proposed Budget 2017-18	% Fund Balance
Nonspendable:					
Inventory	\$1,479,959	\$1,479,959	\$1,479,959	\$1,479,959	1.94%
Prepaid Expenditures		\$13,143	\$13,143	\$13,143	0.02%
Total Nonspendable Fund Balance	\$1,479,959	\$1,493,102	\$1,493,102	\$1,493,102	1.95%
Assigned to:					
Future PSERS Obligations					
Total Assigned Fund Balance	\$0	\$0	\$0	\$0	
Unassigned*	\$2,579,743	\$2,008,262	\$2,180,939	\$2,154,654	2.82%
Total Fund Balance	\$4,059,702	\$3,501,364	\$3,674,041	\$3,647,756	4.78%
* Unassigned Fund Balance used in determining compliance with the 8% fund balance limitation related to real estate tax increases.					
	** Dependent upon the 2016-17 Budget Outcome**				

USC 2017-18 Budget Timeline

Date	Budget Action
May 8, 2017	Budget Presentation
May 15, 2017	Adopt 2017-18 Proposed Final Budget
June 5, 2017	Budget Presentation with 5 Year Financial Projections
June 20 ,2017	Adopt 2017-18 Final Budget

2017-18 PROPOSED FINAL BUDGET

