



Great Valley School District
2020-2021
Preliminary Budget
April 20, 2020

On the Budget Calendar

2019-2020 Budget Action Dates for the Board

- Jan 9:** ~~Deadline to approve Resolution not to raise taxes over Act 1 Index~~
- Feb 18:** ~~Board adopts preliminary budget if opt out Resolution NOT adopted and deadline for approval of any referendum exceptions (Also deadline to approve filing of Referendum Exceptions)~~
- Apr 20:** Board adopts preliminary budget if opt out Resolution is adopted
- May 11:** Final budget available for inspection (20 days before adoption)
- May 18:** Public notice of intent to adopt final budget (10 days before adoption)
- June 1:** Final budget adoption (must be before June 30)

Budget Challenges

- Interest Earnings
- Real Estate Taxes
- Interim Real Estate Taxes
- Real Estate Transfer Taxes
- Delinquent Taxes
- Facility Rental Fees
- Equalized Subsidy for Basic Education (ESBE)
- Special Education Subsidy
- Transportation Subsidy
- Supply Costs
- Contracted Services Costs
- Cash Flow
- Other

Local Revenue

Object	Description	2018-2019 Actual	2019-2020 Budget	2020-2021 Budget	Change
6111	Current Real Estate Tax	\$ 78,362,227	\$ 82,069,218	\$ 81,134,254	\$ (934,964)
6112	Interim Real Estate Tax	1,677,717	1,900,000	750,000	(1,150,000)
6113	Public Utility Realty Tax	79,906	75,000	80,000	5,000
6153	Real Estate Transfer Tax	4,072,746	2,450,000	1,500,000	(950,000)
6411	Delinquent Taxes	1,262,784	1,450,000	1,000,000	(450,000)
6510	Investment Earnings	1,246,803	1,100,000	140,000	(960,000)
6700	Student Activity Fees	598,157	335,600	250,000	(85,600)
6832	IDEA	619,422	440,000	550,000	110,000
6910	Rentals	403,936	290,000	200,000	(90,000)
6940	Tuition	58,075	15,000	-	(15,000)
6990	Other Revenue	21,709	134,000	4,000	(130,000)
	Total Local Revenue	\$ 88,403,482	\$ 90,258,818	\$ 85,608,254	\$ (4,650,564)

Real Estate Tax

Year	Budget	Actual	Change (Actual to Actual)
2020-2021	81,134,254		
2019-2020	82,069,218		
2018-2019	78,902,882	78,362,228	4,962,390
2017-2018	74,078,943	73,399,838	1,978,740
2016-2015	72,048,959	71,421,098	3,789,438
2015-2016	68,808,226	67,631,660	2,162,866
2014-2015	65,577,897	65,468,794	1,771,145
2013-2014	63,196,933	63,697,649	819,433
2012-2013	62,322,168	62,878,216	1,263,329
2011-2012	61,333,802	61,614,887	1,688,464
2010-2011	59,883,667	59,926,423	241,753
2009-2010	59,660,824	59,684,670	1,778,908
2008-2009	58,198,195	57,905,762	968,474
2007-2008	58,198,195	56,937,288	2,163,171
2006-2007	54,561,534	54,774,117	

Interim Real Estate Tax

Year	Budget	Actual	Change (Actual to Budget)
2020-2021	750,000		
2019-2020	1,900,000		
2018-2019	2,000,000	1,677,716	(322,284)
2017-2018	1,700,000	1,845,838	145,838
2016-2015	1,275,000	2,216,572	941,572
2015-2016	975,000	1,342,203	367,203
2014-2015	500,000	1,103,152	603,152
2013-2014	450,000	403,125	(46,875)
2012-2013	350,000	476,076	126,076
2011-2012	325,000	214,497	(110,503)
2010-2011	525,000	454,832	(70,168)
2009-2010	400,000	388,226	(11,774)
2008-2009	625,000	415,211	(209,789)
2007-2008	625,000	589,890	(35,110)
2006-2007	1,075,000	744,174	

Real Estate Transfer Tax

Fiscal Year	Budget	Actual	Change (Actual to Budget)
2020-2021	1,500,000		
2019-2020	2,450,000		
2018-2019	2,000,000	4,072,746	727,090
2017-2018	1,920,000	3,345,656	141,107
2016-2015	1,600,000	3,204,549	282,980
2015-2016	1,350,000	2,921,569	307,329
2014-2015	1,250,000	2,614,240	1,240,498
2013-2014	1,200,000	1,373,742	(482,808)
2012-2013	975,000	1,856,550	532,812
2011-2012	950,000	1,323,738	249,711
2010-2011	900,000	1,074,027	56,096
2009-2010	900,000	1,017,931	(142,833)
2008-2009	1,400,000	1,160,764	(514,497)
2007-2008	1,400,000	1,675,261	(117,526)
2006-2007	1,250,000	1,792,787	

Delinquent Real Estate Tax Collected

Year	Budget	Actual	Change (Actual to Budget)
2020-2021	1,000,000		
2019-2020	1,450,000		
2018-2019	1,400,000	1,262,784	(137,216)
2017-2018	1,450,000	1,743,602	293,602
2016-2015	1,425,000	1,321,435	(103,565)
2015-2016	1,250,000	1,300,637	50,637
2014-2015	1,100,000	1,446,187	346,187
2013-2014	1,000,000	1,362,770	362,770
2012-2013	950,000	1,441,011	491,011
2011-2012	900,000	1,569,338	669,338
2010-2011	825,000	1,114,802	289,802
2009-2010	600,000	1,211,811	611,811
2008-2009	840,000	1,074,351	234,351
2007-2008	840,000	862,425	22,425
2006-2007	650,000	954,993	

State Revenue

Object	Description	2018-2019 Actual	2019-2020 Budget	2020-2021 Budget	Change
7110	Equilized Subsidy for Basic Ed	\$ 2,637,549	\$ 2,700,000	\$ 2,700,000	\$ -
7160	Tuition	12,186	45,000	45,000	-
7271	Special Education	1,748,884	1,640,000	1,640,000	-
7299	Other Program Revenue	3,087	-	-	-
7311	Transportation	973,363	925,000	985,000	60,000
7321	Debt Service	192,331	200,000	170,000	(30,000)
7330	Medical & Dental Revenue	95,319	92,000	94,000	2,000
7340	Property Tax Reduction	1,024,126	1,024,089	1,024,089	-
7360	Safe Schools	10,876	135,000	120,000	(15,000)
7505	Block Grant	136,602	-	-	-
7810	State Share of FICA	1,521,880	1,672,713	1,704,002	31,289
7820	State Share of Pension	6,961,259	7,452,229	7,411,023	(41,207)
	Total State Revenue	\$ 15,317,462	\$ 15,886,031	\$ 15,893,113	\$ 7,082

Federal Revenue

Object	Description	2018-2019 Actual	2019-2020 Budget	2020-2021 Budget	Change
8190	Federal Grants	\$ -	\$ 300,000	\$ -	\$ (300,000)
8514	Title I	354,000	300,000	300,000	-
8516	Title III	47,052	18,114	35,114	17,000
8517		11,117	-	15,000	15,000
8519	Title II	84,832	72,000	80,000	8,000
8732	AARA	63,690	65,000	65,000	-
8810	Medical ACCESS	512,943	300,000	500,000	200,000
	Total Federal Revenue	\$ 1,073,634	\$ 755,114	\$ 995,114	\$ 240,000

Total Revenue

Description	2018-2019 Actual	2019-2020 Budget	2020-2021 Budget	Change
Local Revenue	\$ 88,403,482	\$ 90,258,818	\$ 85,608,254	\$ (4,650,564)
State Revenue	15,317,462	15,886,031	15,893,113	7,082
Federal Revenue	1,073,634	755,114	995,114	240,000
Total Revenue	\$ 104,794,578	\$ 106,899,963	\$ 102,496,481	\$ (4,403,482)

Expenditure Budget Summary

Object	Description	2018-2019 Actual	2019-2020 Budget	2020-2021 Budget	Change
100	Salaries	\$ 40,883,731	\$ 43,972,244	\$ 42,950,000	\$ (1,022,244)
200	Benefits	24,814,809	28,941,669	29,323,557	381,888
300	Purchased Professional Services	10,419,906	10,573,221	10,724,340	151,119
400	Purchased Technical Services	850,767	1,433,095	1,148,355	(284,740)
500	Other Purchased Services	9,803,219	10,595,920	10,714,800	118,880
600	Supplies	3,723,178	2,287,229	3,736,611	1,449,382
700	Equipment	266,931	1,158,108	50,000	(1,108,108)
800	Other	148,704	559,240	613,271	54,031
900	Debt	11,971,528	10,379,274	10,140,000	(239,274)
		\$ 102,882,773	\$ 109,900,000	\$ 109,400,934	\$ (499,066)



**Total Expenditures:
\$109,400,000**

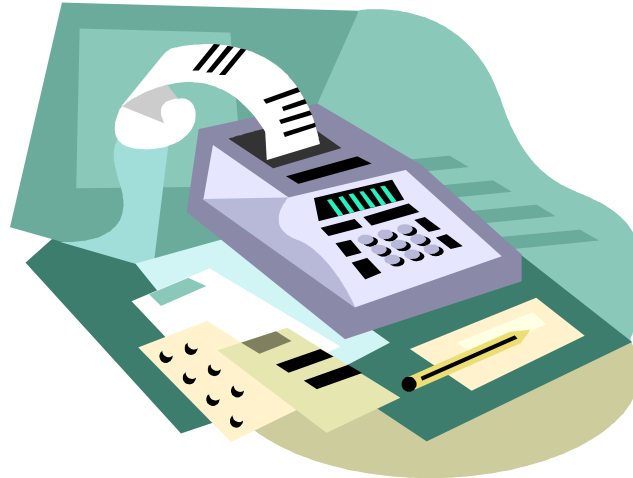
Revenues: Funding the Budget	
Local Sources	\$ 85.6 million
State Sources	15.9 million
Federal Sources	1.0 million
TOTAL REVENUE	\$102.5 million
BUDGET GAP before any tax increase	6.9 million
Use of Reserves	3.0 million
BUDGET GAP After proposed use of Reserves	\$ 3.9 million
Potential Revenue from Act 1 Index (2.6%)	\$ 2.1 million

A Look at Millage:

Current millage (19-20): 21.55

Maximum Millage under Act 1 to fund
20-21 budget: 22.11

Difference: 2.6%



Act 1 Index = 2.6%

Impact on Taxpayer

**Tax Increase of the Act 1 Index
(2.6%)**

\$134/per Avg. home owner

\$116/per Median home owner

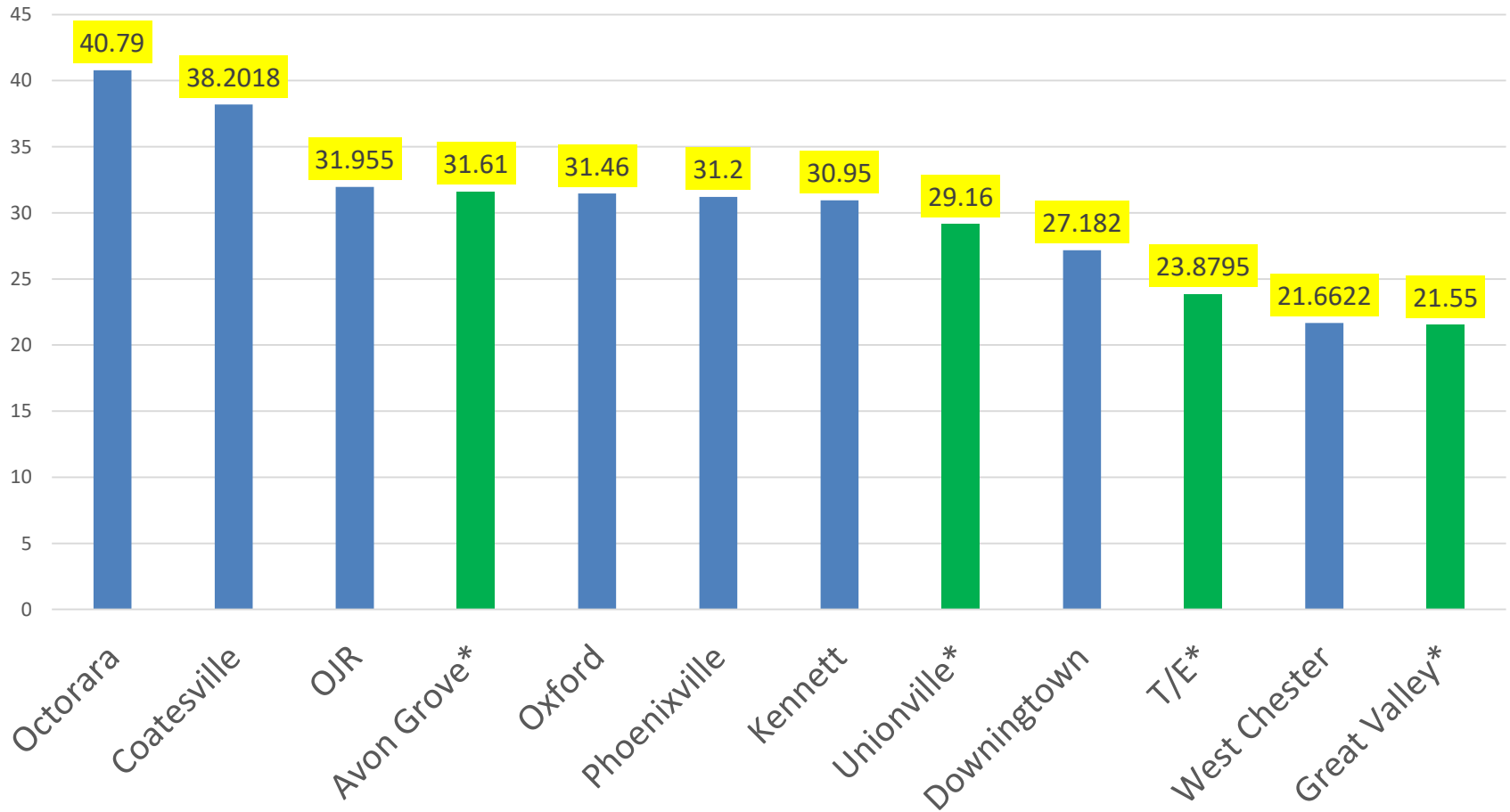
Average Assessment -
\$238,275
Median Assessment -
\$207,320

Average
Median



Current millage (2019-2020) is 21.55

2019-2020 Tax Rates Chester County Schools



* District with no Earned Income Tax revenue

Areas We Will Be Working On

- Potential Expenditure Reductions
- Year End Forecast
- 5-Year Forecast
- Strategic Initiatives
- Staffing
- Budget Monitoring and Revisions
- Debt Service Planning
- Transportation
- Special Education
- Health Care Costs
- State Budget

