

The background of the slide is a soft-focus photograph. On the left, a hand is seen using a calculator. On the right, a hand holds a pen, poised to write on a document. The overall scene suggests financial calculation and planning.

**Great Valley School District
2020-2021
Final Budget Presentation**

June 1, 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)

Local Revenue % Reduction

| Description | GVSD Revised % Budget Reduction | Chester County Schools Average % Reduction | PASBO Study % Reduction |
|--------------------------|---------------------------------|--|-------------------------|
| Current Real Estate Tax | -1.14% | -1.14% | -3.70% |
| Interim Real Estate Tax | -34.21% | -26.80% | -40.00% |
| Real Estate Transfer Tax | -34.69% | -25.30% | -35.00% |
| Delinquent Taxes | -13.79% | -2.80% | -30.00% |
| Investment Earnings | -81.82% | -68.27% | -75.00% |

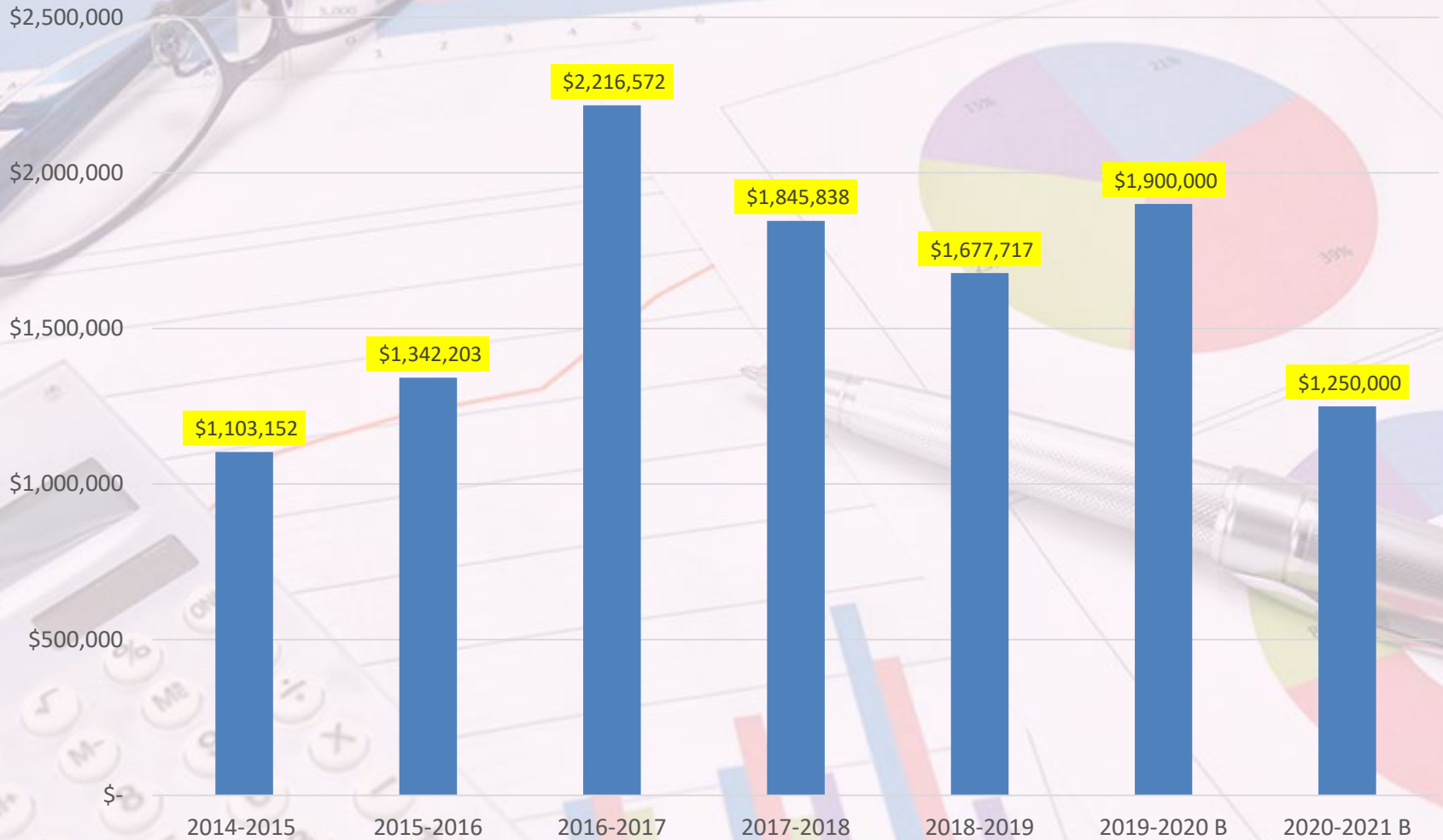
Real Estate Tax

| Year | Budget | Actual | Change Actual to Actual |
|-----------|------------|------------|----------------------------|
| 2020-2021 | 82,134,254 | | |
| 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 Actual |
|-----------|-------------|-----------|----------------------------|
| 2020-2021 | \$1,250,000 | | |
| 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 | |

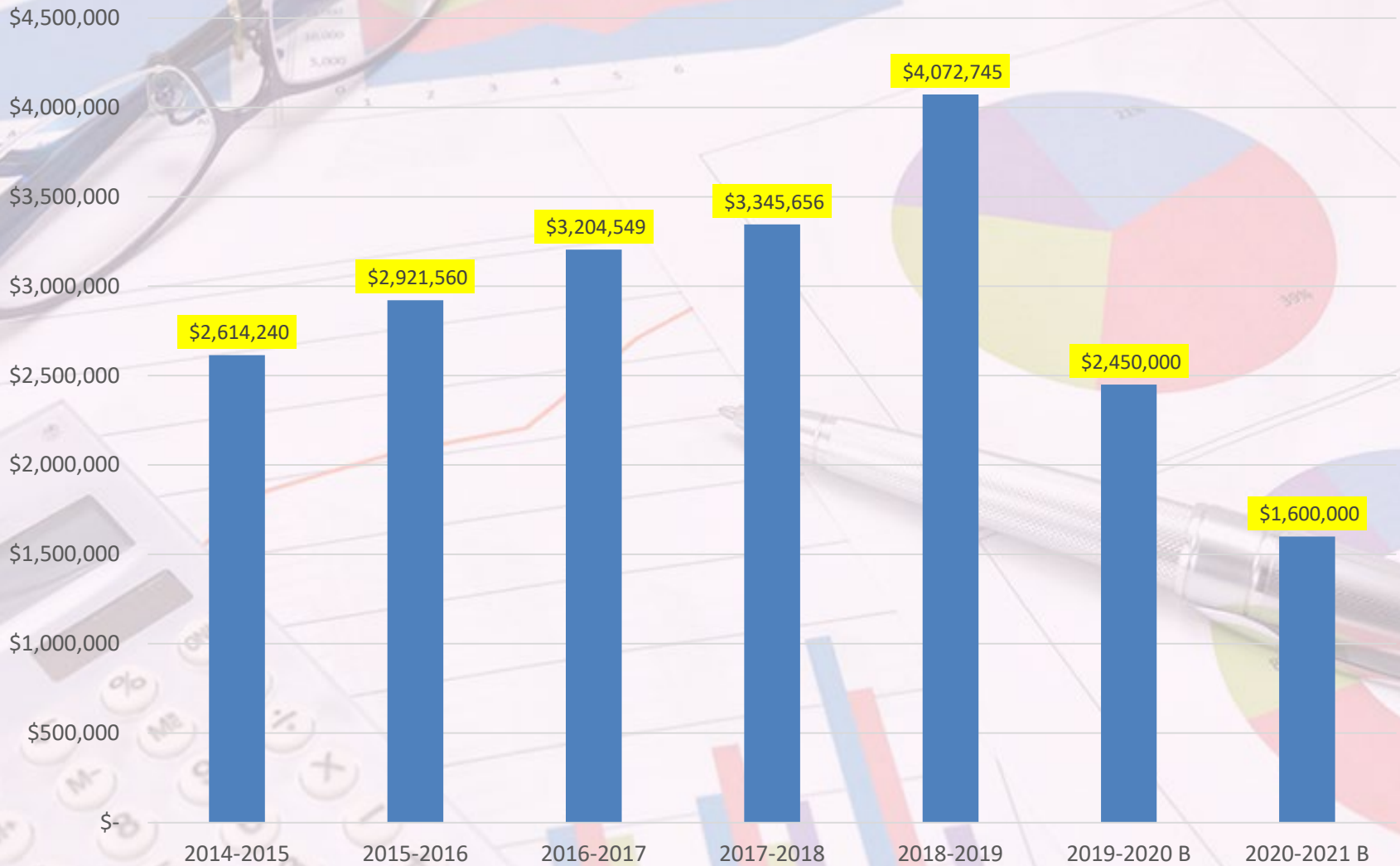
Interim Real Estate Tax



Real Estate Transfer Tax

| Fiscal Year | Budget | Actual | Change Actual to Actual |
|-------------|-------------|-----------|----------------------------|
| 2020-2021 | \$1,600,000 | | |
| 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 | |

Real Estate Transfer Tax



Delinquent Real Estate Tax

| Year | Budget | Actual | Change Actual to Actual |
|-----------|-------------|-----------|-------------------------|
| 2020-2021 | \$1,250,000 | | |
| 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 | |

Delinquent Real Estate Tax



Local Revenue

| Function | Description | 2018-2019 Actual | 2019-2020 Budget | 2020-2021 Final Budget | Budget to Budget Change |
|----------|----------------------------|---------------------|---------------------|---------------------------|----------------------------|
| 6111 | Current Real Estate Tax | \$ 78,362,227 | \$ 82,069,218 | \$ 82,134,254 | \$ 65,036 |
| 6112 | Interim Real Estate Tax | 1,677,717 | 1,900,000 | 1,250,000 | (650,000) |
| 6113 | Public Utility Reality Tax | 79,906 | 75,000 | 80,000 | 5,000 |
| 6153 | Real Estate Transfer Tax | 4,072,746 | 2,450,000 | 1,600,000 | (850,000) |
| 6411 | Delinquent Taxes | 1,262,784 | 1,450,000 | 1,250,000 | (200,000) |
| 6510 | Investment Earnings | 1,246,803 | 1,100,000 | 200,000 | (900,000) |
| 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 | \$ 87,518,254 | \$ (2,740,564) |

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 Budget to Budget |
|--------|--------------------------|---------------------|---------------------|---------------------|----------------------------|
| 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 Budget to Budget |
|-----------------|---------------------|---------------------|---------------------|----------------------------|
| Local Revenue | \$ 88,403,482 | \$ 90,258,818 | \$ 87,518,254 | \$ (2,740,564) |
| State Revenue | 15,317,462 | 15,886,031 | 15,893,114 | 7,083 |
| Federal Revenue | 1,073,634 | 755,114 | 995,114 | 240,000 |
| Total Revenue | \$ 104,794,578 | \$ 106,899,963 | \$ 104,406,482 | \$ (2,493,482) |

Expenditure Budget Summary

| Description | 2018-2019 Actual | 2019-2020 Budget | 2020-2021 Final Budget | Budget to Budget Change |
|------------------------------------|---------------------|---------------------|---------------------------|----------------------------|
| Salaries | \$40,883,731 | \$43,972,244 | \$ 42,950,000 | \$ (1,022,244) |
| Benefits | 24,814,809 | 28,941,669 | 29,273,557 | 331,888 |
| Purchased Professional Services | 10,419,906 | 10,573,221 | 10,724,340 | 151,119 |
| Purchased Technical Services | 850,767 | 1,433,095 | 1,125,355 | (307,740) |
| Other Purchased Services | 9,803,219 | 10,595,920 | 10,714,800 | 118,880 |
| Supplies | 3,723,178 | 2,287,229 | 3,706,611 | 1,419,382 |
| Equipment | 266,931 | 1,158,108 | 50,000 | (1,108,108) |
| Other | 148,704 | 559,240 | 613,271 | 54,031 |
| Debt | 11,971,528 | 10,379,274 | 8,248,548 | (2,130,726) |
| | \$102,882,773 | \$ 109,900,000 | \$ 107,406,482 | \$ (2,493,518) |

Budget Summary

| Description | \$ |
|---|----------------|
| Revenue Budget | \$ 103,406,482 |
| Expenditure Budget | 107,406,482 |
| Use of Reserves | 3,000,000 |
| Budget Gap | 1,000,000 |
| 1.22% Real Estate Tax Increase To Cover New Debt | 1,000,000 |
| Adjusted Budget Gap | \$ - |

Capital Reserve Transfer in
Budget = \$1,108,548

New Debt Service
Transfer in Budget =
\$2,000,000

Fund Balances @ June 30th, 2019

Fund Balances

(And Changes from 6/30/2018)

| Fund | 6/30/2018 | 6/30/2019 | Change |
|----------------------------|---------------------|---------------------|--------------------|
| <i>General Fund</i> | \$17,614,907 | \$19,530,092 | \$1,915,185 |
| <i>Capital Project</i> | 2,415,473 | 5,738,626 | 3,323,153 |
| <i>Food Service</i> | 808,433 | 868,655 | 60,222 |
| <i>Internal Service</i> | 2,297,961 | 2,307,956 | 9,995 |
| Total Fund Balances | \$23,136,774 | \$28,445,329 | \$5,308,555 |

Breakout of Fund Balances

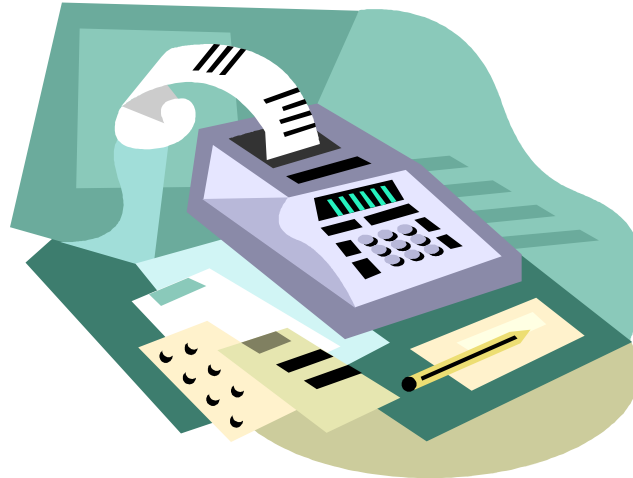
- General Fund
 - Committed OPEB
 - \$6,300,000
 - Assigned 2019-2020 for balancing Budget
 - \$3,000,037
 - Assigned Special Settlement Claims
 - \$1,500,000
 - Unassigned – Board Policy
 - \$8,730,055 (8% of 2018-2019 Budget)
- Food Services
 - Six (6) months operating Reserves per NSLP
- Internal Service Fund
 - Self-Funded Lag Claims

A Look at Millage:

Current millage (19-20): 21.55

Tax Increase to Fund New Debt
Transfer: 21.81

Difference: 1.22%



Act 1 Index = 2.6%

Impact on Taxpayer

Tax Increase To Cover Debt Transfer (1.22%)

\$62/per Avg. Home Owner

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

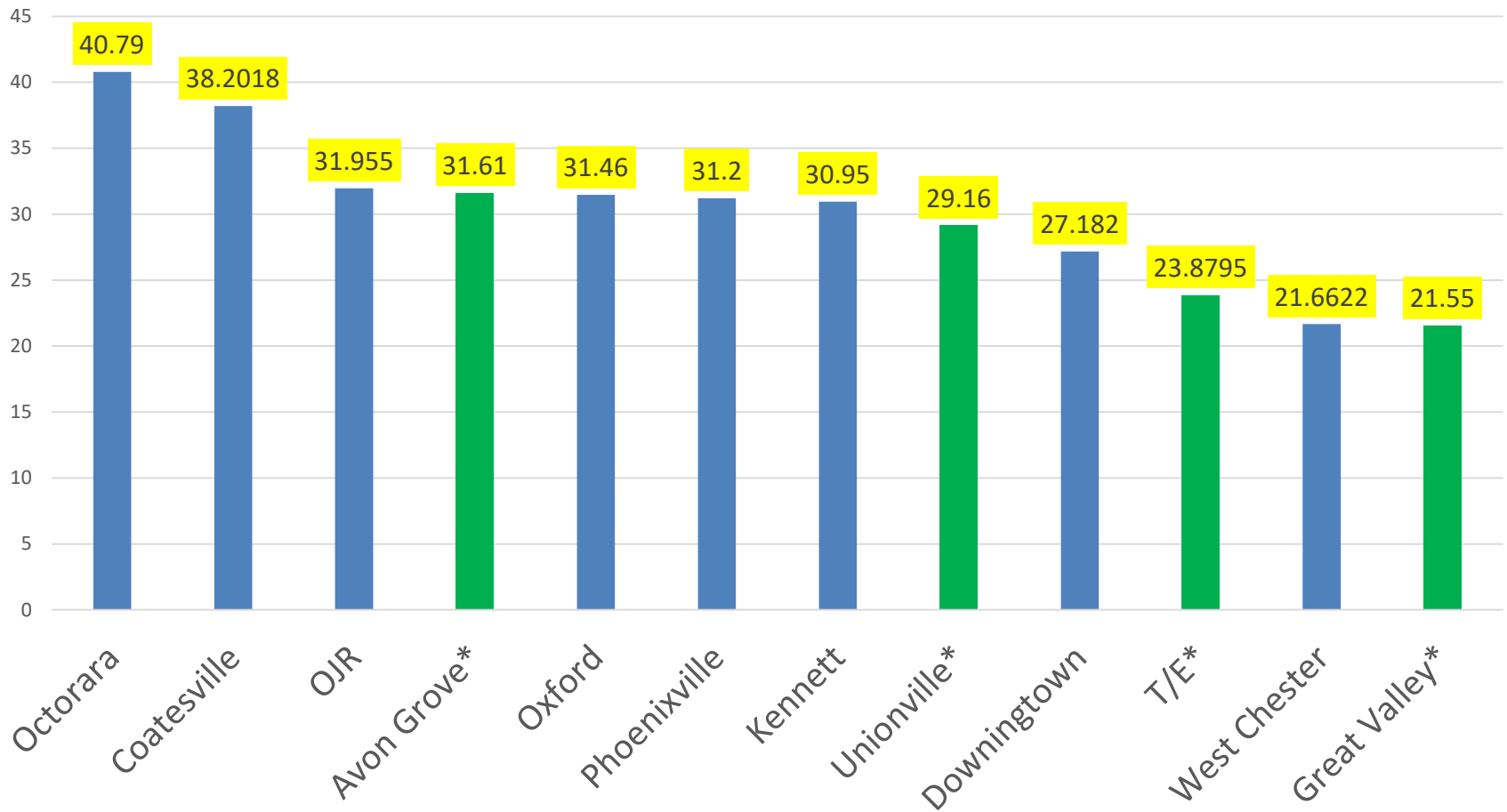
Average
Median

\$54/per Median Home Owner



Millage 2019-2020 = 21.55
Millage 2020-2021 = 21.81

2019-2020 Tax Rates Chester County Schools



* District with no Earned Income Tax revenue

