



# Great Valley School District Budget Presentation

January 11, 2021

# Act 1 Budget Timeline

## Stay within Act 1 Index



- Adopt resolution on or before 1/28/2021 indicating GV will stay within Index
- Preliminary budget adoption deadline: 5/31/2021
- Final budget adoption deadline: 6/30/2021

## Use Act 1 Index PLUS possible referendum exceptions



- Preliminary budget available to public no later than 1/28/2021
- Preliminary budget adoption deadline: 2/17/2021
- Deadline to file referendum exceptions: 3/4/2021
- Final budget adoption deadline: 6/30/2021





# Act 1 Index Component Definitions



## **Statewide Average Weekly Wage**

That amount determined by the Department of Labor and Industry in the same manner that it determines the average weekly wage under Section 404(c)(2) of the act of December 5, 1936.

## **Employment Cost Index**

The most recent official figures, for the previous 12-month period beginning July 1 and ending June 30 for the Employment Cost Index Series for Elementary and Secondary Schools, reported by the Bureau of Labor Statistics of the Federal Department of Labor (Table 4).

## **Index**

Average of the percentage increase in the Statewide average weekly wage and employment cost index.



# Act 1: Index Components



School Year	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018
Statewide Average Weekly Wage (SAWW)	\$1,064.89	\$1,032.53	\$1,010.43	\$988.43	\$966.87
Employment Cost Index (EIC)	140.60	136.70	132.90	129.80	126.50
SAWW Percent (%) Increase	3.10%	2.20%	2.20%	2.20%	2.60%
ECI Percent (%) Increase	2.90%	2.90%	2.40%	2.60%	2.30%
Base Index	3.00%	2.60%	2.36%	2.40%	2.50%



# Act 1 Index vs. Millage Rates vs. Social Security Increases



Fiscal Year	Act 1 Index	GV Millage Increase	CPI Increase
2021-2022	3.00%	TBD	TBD
2020-2021	2.60%	1.22%	1.30%
2019-2020	2.30%	1.20%	1.60%
2018-2019	2.40%	2.40%	2.80%
2017-2018	2.50%	0.00%	2.00%
2016-2017	2.40%	2.40%	0.30%
2015-2016	1.90%	1.60%	0.00%
2014-2015	2.10%	2.10%	1.70%
2013-2014	1.70%	0.00%	1.50%
2012-2013	1.70%	2.90%	1.70%
2011-2012	1.40%	2.90%	3.60%
2010-2011	2.90%	1.50%	0.00%
2009-2010	4.10%	1.70%	0.00%
2008-2009	4.40%	2.80%	5.80%
2007-2008	3.40%	2.80%	2.30%
Average	2.59%	1.82%	1.76%



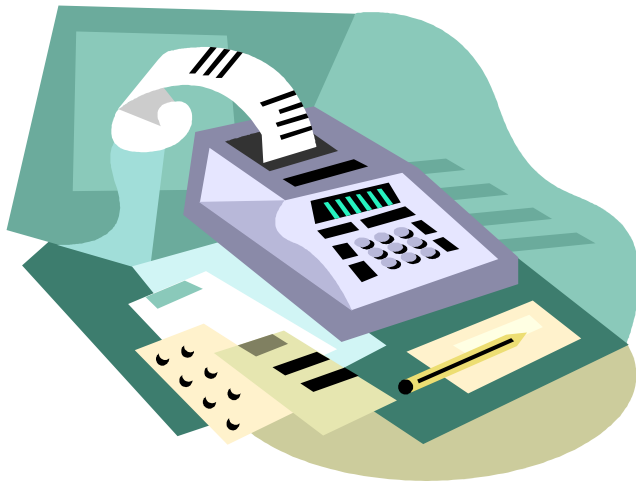
# A Look at Millage:



Current millage (20-21): 21.81

Maximum Millage under Act 1 to fund  
21-22 budget: 22.46

Difference: 3.0%



Act 1 Index = 3.0%



# 2019-2020 Year-End

Function	Actual
Local Sources	\$90,451,808
State Sources	16,041,116
Federal Sources	563,734
<b>Total Revenues</b>	<b>107,056,658</b>
Instructional	\$59,816,486
Support Services	29,427,670
Student Activities	1,661,185
Debt/Transfers	10,383,195
<b>Total Expenditures</b>	<b>101,288,536</b>
Revenues over/(under) Expenditures	\$5,768,122

# Fund Balance @ June 30, 2020

Fund	6/30/2019	6/30/2020	Change
<b>General Fund</b>	\$19,530,092	\$25,298,214	5,768,122
<b>Capital Project</b>	5,738,626	8,612,904	2,874,278
<b>Food Service</b>	836,596	715,022	(121,574)
<b>Internal Service</b>	2,297,961	2,307,956	9,995
<b>Total Fund Balances</b>	\$28,403,275	\$36,934,096	\$8,530,821

## GF Fund Balance Components

- Non-Spendable - \$7,318
- Committed
  - OPEB - \$6,300,000
- Assigned
  - FY 2020-2021 Budget - \$3,000,000
  - Special Ed Settlements - \$1,500,000
  - Future Capital Projects - \$3,158,939
  - Early Debt Payment - \$2,739,438
- Unassigned – Board Policy
  - \$8,592,519 (8.0% of 2020-2021 Budget)

