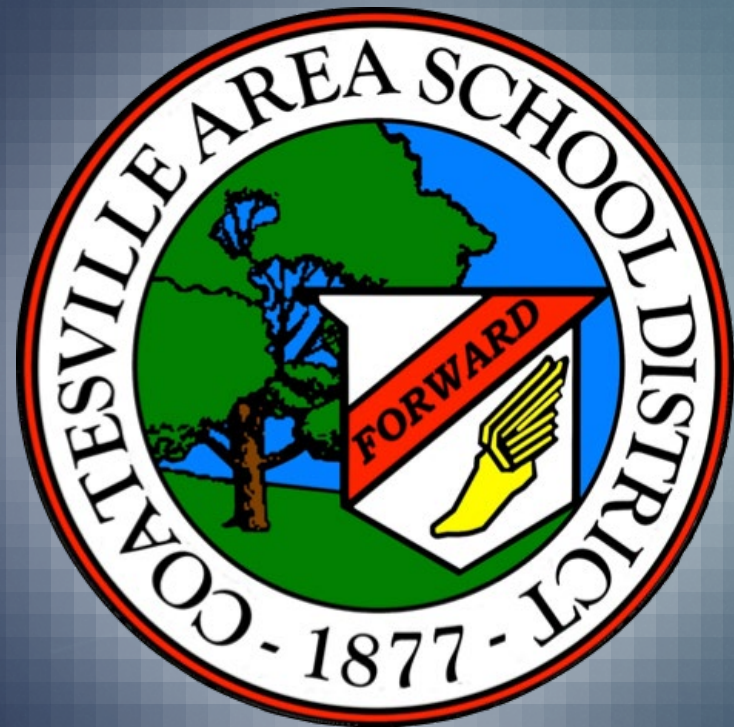


COATESVILLE AREA SCHOOL DISTRICT

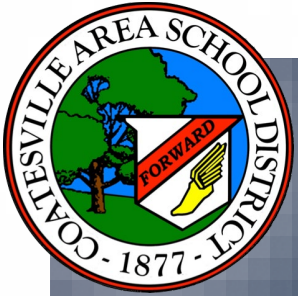


BUDGET DEVELOPMENT

2025-2026

Finance Committee

April 8, 2025



Budget Development

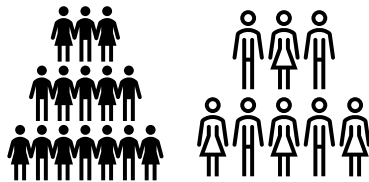
1

Review enrollment numbers



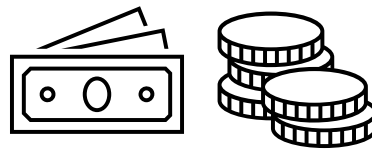
2

Determine personnel requirements



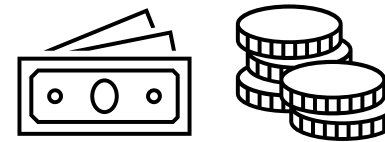
3

Estimate expenditures



4

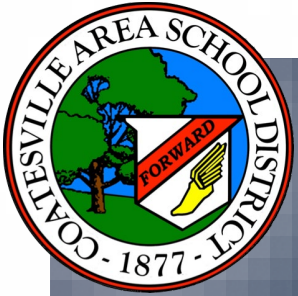
Estimate revenues



5

Balance the budget





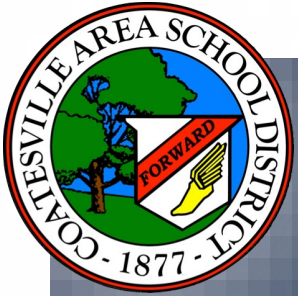
Enrollments

We consider

- Historical enrollments as of October 1st for both district and charter schools
- Projections based on the Cohort survival method, which looks at how students advance or progress through our system, for example K to 1, 1 to 2, etc.

Allows us to determine

- School budget allocations and operational needs
- Our charter school budget



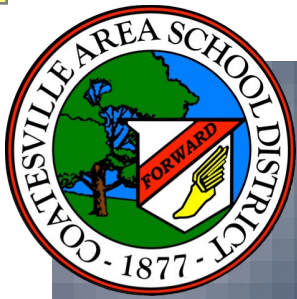
Personnel

We consider

- The number of personnel required for the school year at all levels

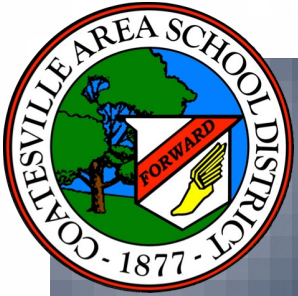
Based on

- Classroom sizes based on policy
- Course selections
- Changes in curriculum
- Grade realignments (moving to traditional middle school – grades 6-8)
- Incoming kindergarten enrollments
- Board Goals



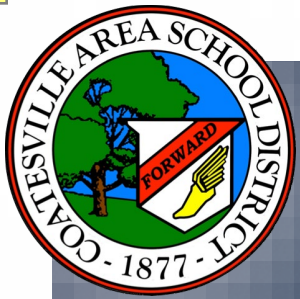
Expenditures by Object

- **State Required**
 - 100 – Salaries
 - 200 – Benefits
 - 300 – Contracted Services
 - 400 – Property Services
 - 500 – Other Purchased Services
 - 600 – Supplies & Textbooks
 - 700 – Equipment
 - 800 – Other
 - 900 – Debt



Preliminary Expense Projections

Categories	2024-2025	2025-2026	\$ Change	% Change
Salaries & Benefits (100s and 200s)	\$ 74,791,797	\$ 77,800,906	\$3,009,109	4.02%
Purchased Services (300s, 400s & 500s)	119,844,481	122,233,361	2,388,880	1.99%
Supplies (600s)	10,553,335	12,303,335	1,750,000	16.58%
Property (700s)	1,429,203	2,179,203	750,000	52.48%
Other Objects (800s)	10,776,035	10,080,046	(695,989)	(6.46%)
Debt Service (900s)	<u>14,005,149</u>	<u>14,703,149</u>	<u>698,000</u>	4.98%
Total	<u><u>\$231,400,000</u></u>	<u><u>\$239,300,000</u></u>	<u><u>\$7,900,000</u></u>	3.41%



Revenue Sources

Three Major Areas:

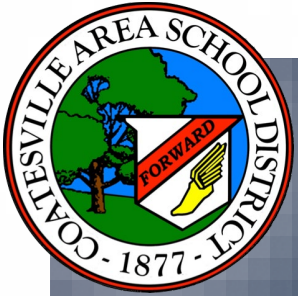
- Local
- State
- Federal



Local Revenue Sources

Includes:

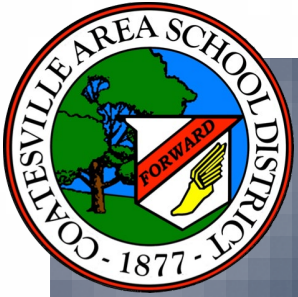
- Current Real Estate Tax
- Interim, Transfer, and Delinquent taxes
- Local Service Tax
- Earned Income Tax
- Earnings on Investments
- IDEA Funds Passed through the IU



State Revenue Sources

Includes:

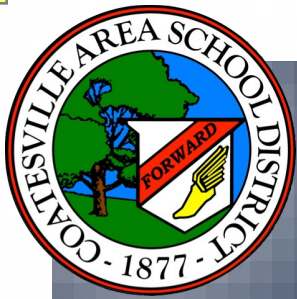
- Basic Education Funding (BEF)
- Special Education Funding (SEF)
- Transportation
- Rental & Sinking Funds
- State Property Tax Reduction
- Ready to Learn Block Grant
- Ready to Learn – Adequacy & Tax Equity Grants



Federal Revenue Sources

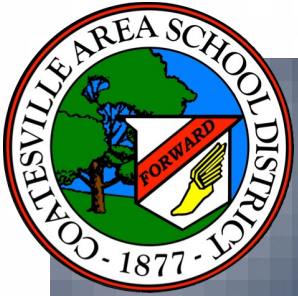
Includes:

- Title Funds I, II, III, and IV
- Access Medical Assistance
- Medical Assistance Transportation



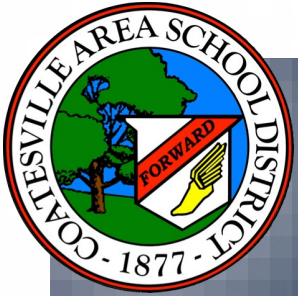
Preliminary Revenue Projections

Sources	2024-2025	2025-2026	\$ Change	% Change
Local	\$150,025,134	\$149,597,990	(\$427,144)	(0.28%)
State	66,702,562	72,985,260	6,282,698	9.42%
Federal	<u>10,172,304</u>	<u>4,416,750</u>	<u>(\$5,755,544)</u>	(56.58%)
Total	\$226,900,000	\$227,000,000	\$100,000	0.04%
Use of Fund Balance	<u>\$ 4,500,000</u>	<u>TBD</u>		
Total Funds Available	<u><u>\$231,400,000</u></u>	<u><u>\$227,000,000</u></u>		



Balance the Budget

- Last major step in completing the budget
- Total planned expenditures must equal total planned revenues
- If expenditures are greater, we must explore our options, which include:
 - Reducing expenditures
 - Increasing revenues
 - Use of fund balance



General Fund 2025-2026 Budget Parameters

Act 1 Base index of 2025-2026 is	4.00%
<u>Act 1 Exceptions</u>	<u>0.00%</u>
Allowable Act 1 Tax Increase is	4.00%
Act 1 Adjusted index of 2025-2026 is	5.10%
<u>Act 1 Exceptions</u>	<u>0.00%</u>
Allowable Act 1 Adjusted Tax Increase is	5.10%



Budget Development Timeline

January

Board Adopted Resolution to stay within the Adjusted Act 1 Index of 5.1%

April

April 8th – Finance Committee Meeting Budget Discussions
April 22nd – Board Meeting – Preliminary Budget Adoption

May

May 13th Finance Committee Meeting Budget Discussions
May 27th Board Meeting

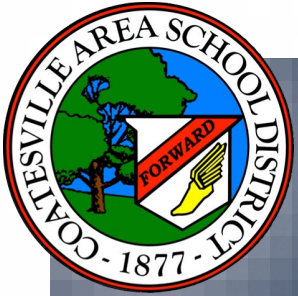
June

June 10th – Special School Board Meeting – Final Budget Adoption
(must be before June 30th)



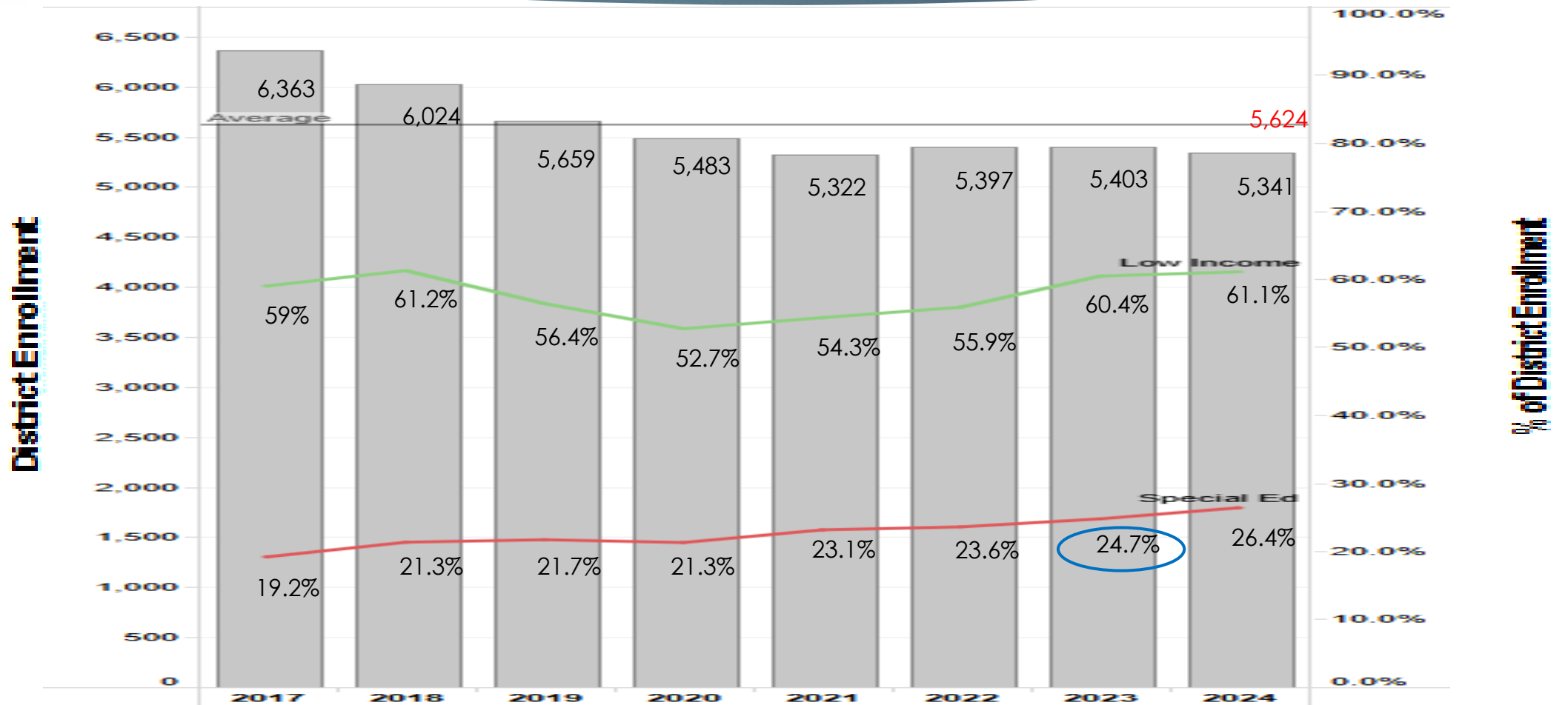
Historical Data

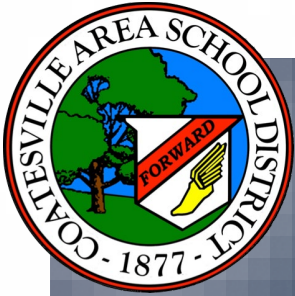
- Enrollment Breakdown (District Level)
- Special Education Costs per Student
- Funding for Charter Schools 2022-2023 School Year vs. SD Actuals for 2022-2023
- Millage Rates



Enrollment Breakdown (District Level)

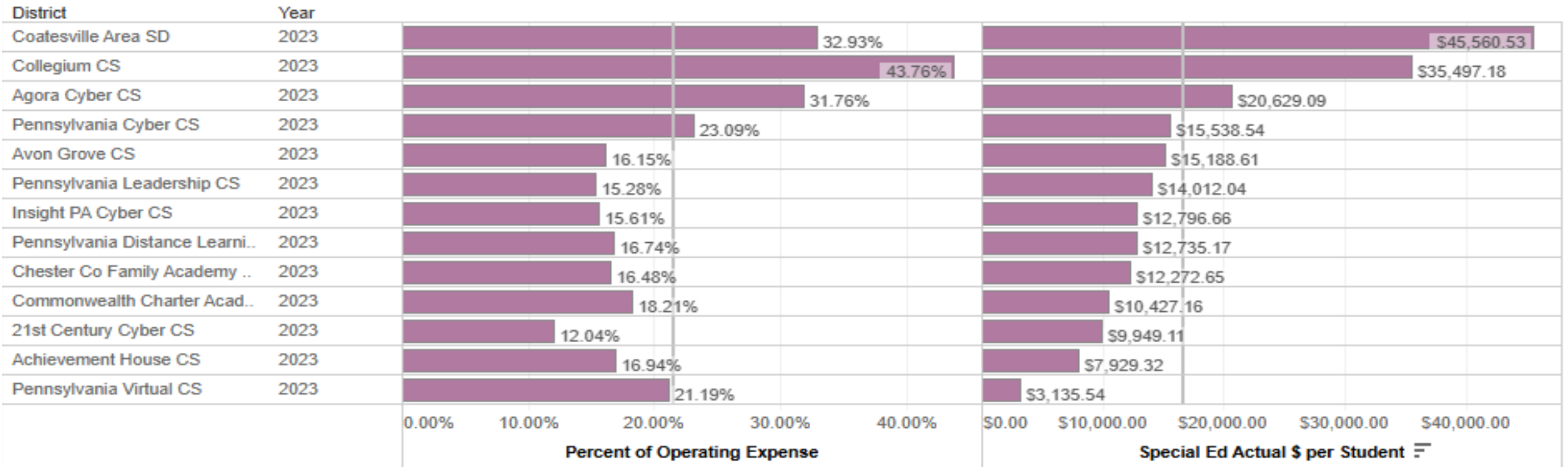
Coatesville Area School District
Source: PA DOE Enrollment Data

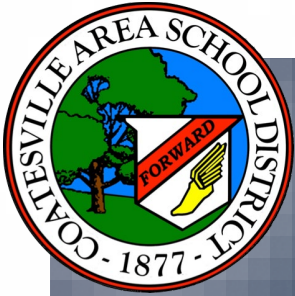




Special Education Cost per Student

Source: Pennsylvania Department of Education and Annual Financial Report Data



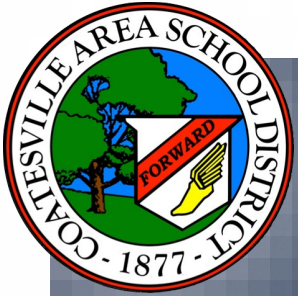


Funding for Charter Schools 2022-2023 School Year

FOR NONSPECIAL EDUCATION STUDENTS	
TOTAL EXPENDITURES	<u>\$184,623,743.00</u> (a)
<i>Minus</i> TOTAL DEDUCTIONS (see page 2) Title funds, Special Ed, transportation, debt service	<u>\$78,831,633.00</u> (b)
SELECTED EXPENDITURES (a - b)	<u>\$105,792,110.00</u> (c)
AVERAGE DAILY MEMBERSHIP	<u>8,592.196</u> (d)
FUNDING FOR NONSPECIAL EDUCATION STUDENTS (c / d) (SELECTED EXPENDITURES PER AVERAGE DAILY MEMBERSHIP)	<u>\$12,312.58</u> (e)

Budgeted amounts for 2021-2022

FOR SPECIAL EDUCATION STUDENTS	
1200 SPECIAL EDUCATION EXPENDITURES	<u>\$54,298,555.00</u> (f)
<i>Minus</i> SPECIAL EDUCATION DEDUCTIONS (see page 2) IDEA and ESSER funds	<u>\$1,547,028.00</u> (g)
SELECTED EXPENDITURES (f - g)	<u>\$52,751,527.00</u> (h)
AVERAGE DAILY MEMBERSHIP <i>multiplied by</i> 0.16 (d x 0.16)	<u>1,374.751</u> (i)
SPECIAL EDUCATION EXPENDITURES <i>divided by</i> 0.16 AVERAGE DAILY MEMBERSHIP (h / i)	<u>\$38,371.70</u> (j)
FUNDING FOR SPECIAL EDUCATION STUDENTS (e + j)	<u>\$50,684.28</u> (k)

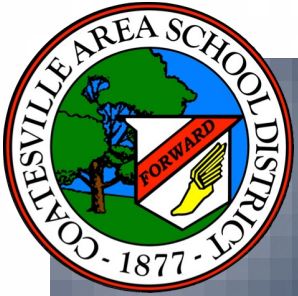


Funding for Charter Schools 2022-2023 School Year Based on Actual Special Education Percentage

FOR NONSPECIAL EDUCATION STUDENTS		
TOTAL EXPENDITURES		<u>\$184,623,743.00</u> (a)
<i>Minus</i> TOTAL DEDUCTIONS (see page 2)	Title funds, Special Ed, transportation, debt service	<u>\$78,831,633.00</u> (b)
SELECTED EXPENDITURES (a - b)		<u>\$105,792,110.00</u> (c)
AVERAGE DAILY MEMBERSHIP	<u>8,592.196</u> (d)	
FUNDING FOR NONSPECIAL EDUCATION STUDENTS (c / d) (SELECTED EXPENDITURES PER AVERAGE DAILY MEMBERSHIP)		<u>\$12,312.58</u> (e)

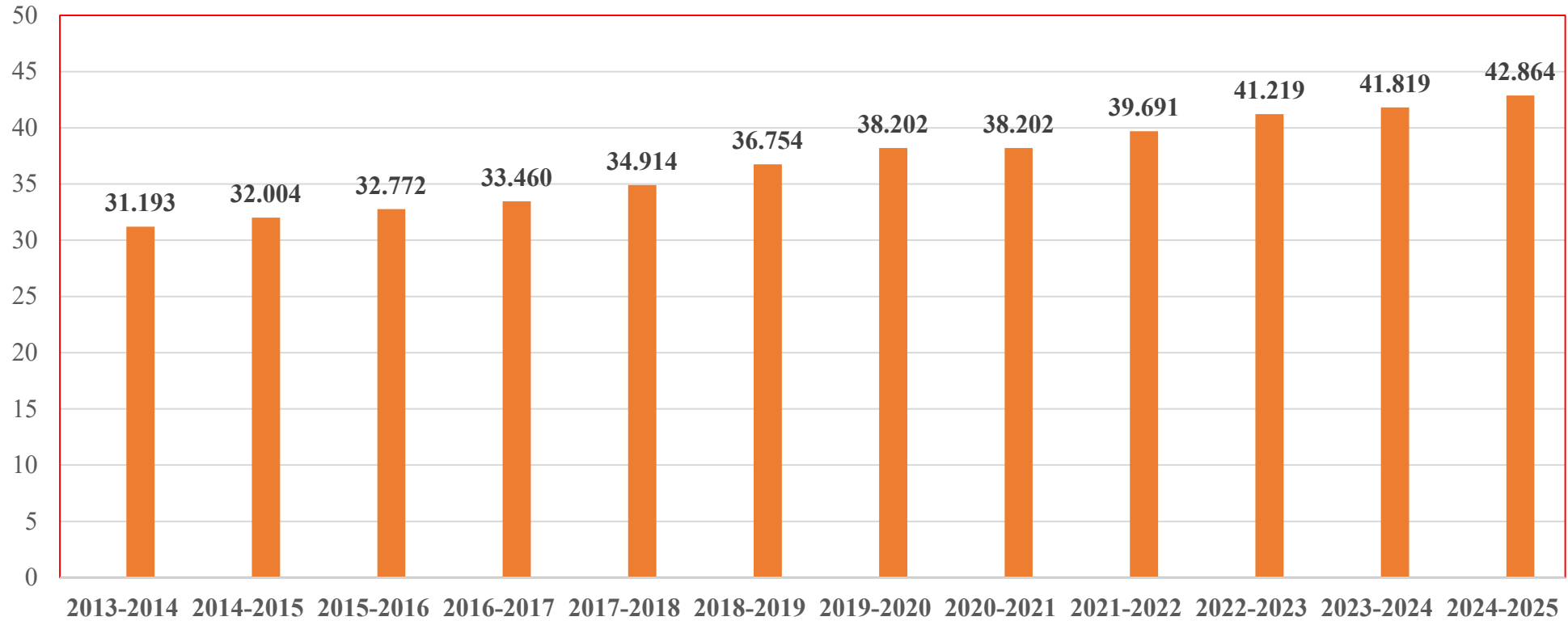
Budgeted amounts for 2021-2022

FOR SPECIAL EDUCATION STUDENTS		
1200 SPECIAL EDUCATION EXPENDITURES		<u>\$54,298,555.00</u> (f)
<i>Minus</i> SPECIAL EDUCATION DEDUCTIONS (see page 2)	IDEA and ESSER funds	<u>\$1,547,028.00</u> (g)
SELECTED EXPENDITURES (f - g)		<u>\$52,751,527.00</u> (h)
AVERAGE DAILY MEMBERSHIP <i>multiplied by</i> 0.247 (d x 0.247)	<u>2,122.272</u> (i)	
SPECIAL EDUCATION EXPENDITURES <i>divided by</i> 0.0247 AVERAGE DAILY MEMBERSHIP (h / i)	<u>\$24,856.15</u> (j)	
FUNDING FOR SPECIAL EDUCATION STUDENTS (e + j)		<u>\$37,168.73(k)</u>



Millage Rate

Source: Pennsylvania State Tax Equalization Board





Questions?

