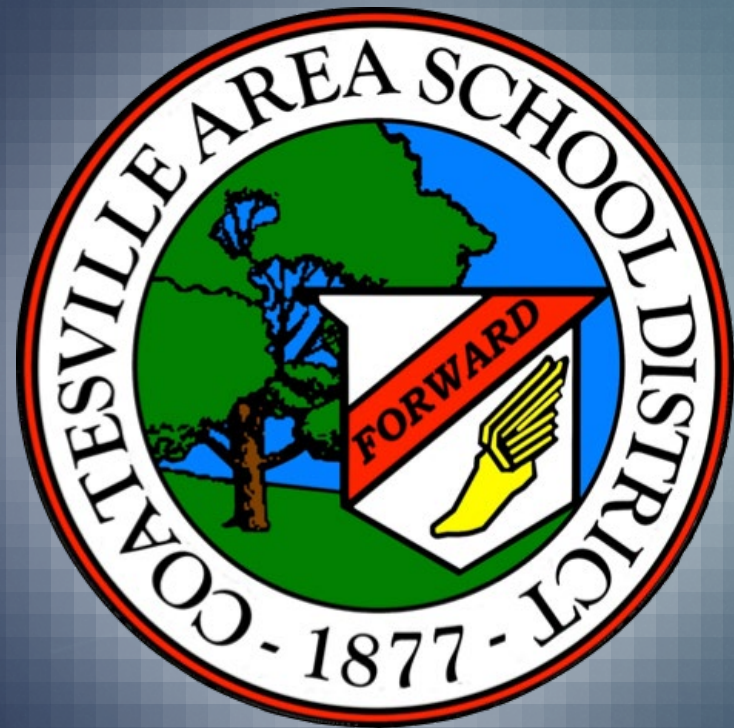


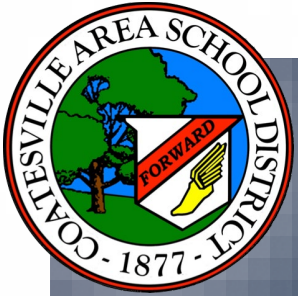
COATESVILLE AREA SCHOOL DISTRICT



PROPOSED BUDGET

2025-2026

Board Meeting
May 27, 2025



Major Areas of Expenditures

Salaries and Benefits

Pennsylvania School Employees Retirement System (PSERS)

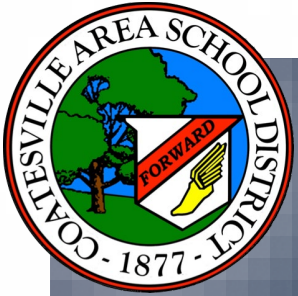
Charter School Tuition

Transportation Services (Public, Charter, Non-Public/Private)

Debt Service

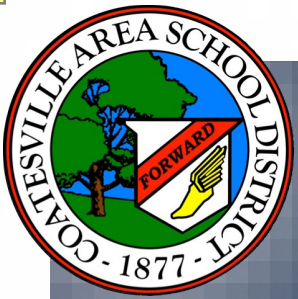
Special Education

Operations & Technology



Proposed Expense Projections

Categories	2024-2025	2025-2026	\$ Change	% Change
<i>Salaries & Benefits (100s and 200s)</i>	\$ 74,791,797	\$ 77,411,930	\$ 2,620,133	3.50%
<i>Purchased Services (300s, 400s & 500s)</i>	119,844,481	129,132,559	9,288,078	7.75%
<i>Supplies (600s)</i>	10,553,335	6,212,860	(4,340,475)	(41.13%)
<i>Property (700s)</i>	1,429,203	1,444,120	14,917	1.04%
<i>Other Objects (800s)</i>	10,776,035	13,095,382	2,319,347	21.52%
<i>Debt Service (900s)</i>	<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>\$242,000,000</u></u>	<u><u>\$10,600,000</u></u>	4.58%



Proposed Revenue Projections

Sources	2024-2025	2025-2026	\$ Change	% Change
<i>Local</i>	\$150,025,134	\$155,410,904	\$ 5,385,770	3.59%
<i>State</i>	66,702,562	75,672,346	8,969,784	13.45%
<i>Federal</i>	<u>10,172,304</u>	<u>4,416,750</u>	<u>(\$5,755,554)</u>	(56.58%)
<i>Total</i>	\$226,900,000	\$235,500,000	\$ 8,600,000	3.79%
<i>Use of Fund Balance</i>	<u>\$ 4,500,000</u>	<u>\$ 6,500,000</u>	<u>\$ 2,000,000</u>	44.44%
<i>Total Funds Available</i>	<u><u>\$231,400,000</u></u>	<u><u>\$242,000,000</u></u>	<u><u>\$10,600,000</u></u>	4.58%

Property Tax Increase

Property Tax (6111)		2025-2026	2025-2026	2025-2026	2025-2026		
		No Tax Increase	3.50%	4.00%	5.10%		
Assessed Valuation	\$ 3,221,267,918	\$ 3,221,267,918	\$ 3,221,267,918	\$ 3,221,267,918	\$ 3,221,267,918		
Millage Rate	42.864	44.364	44.579	45.050			
Total Taxes	\$ 138,076,428	\$ 142,909,103	\$ 143,599,485	\$ 145,118,326			
Property Tax Reductions due to Homestead Exclusions	6,727,786	6,727,786	6,727,786	6,727,786			
Tax Collection Rate	95%	95%	95%	95%			
Property Tax Projections (6111)	\$ 124,781,210	\$ 129,372,251	\$ 130,028,114	\$ 131,471,013			
Percentage Change	0.60%	4.30%	4.83%	5.99%			2024-2025 Budget
Dollar Change	\$ 742,694	\$ 5,333,736	\$ 5,989,599	\$ 7,432,497		Property Tax (6111)	\$ 124,038,515

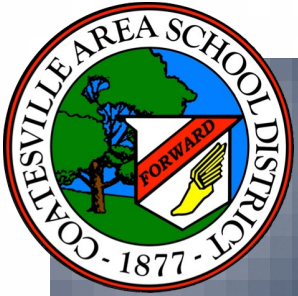
A Look at Millage

Current millage (24-25): **42.864**

**Millage proposed to fund 25-26
budget:** **44.364**

3.50%

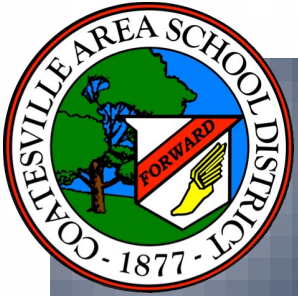
Adjusted Act 1 Index = 5.10%



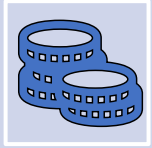
Impact on Homeowners

**Average Home Assessment - \$200,000
\$25/month or \$300/year**





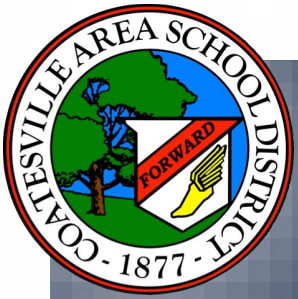
Budget Development Timeline



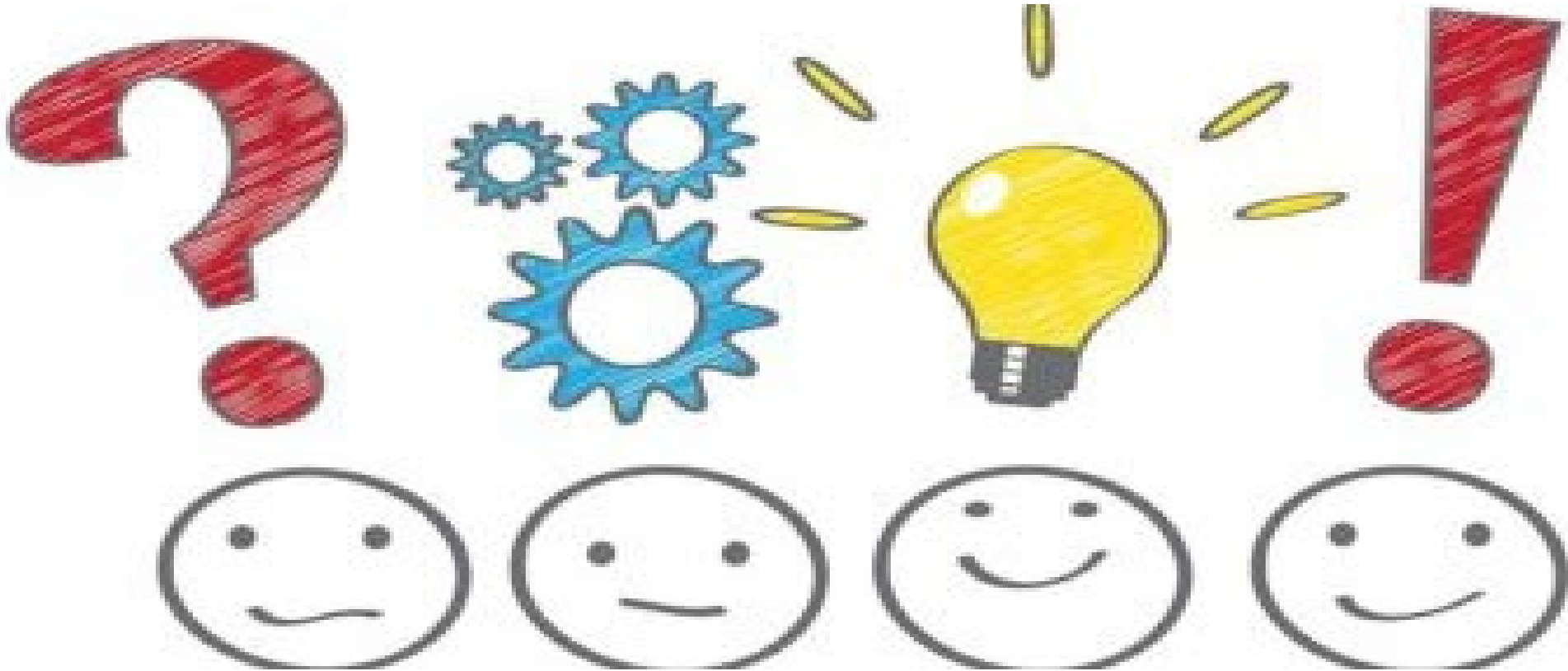
May 31: Public notice of intent to adopt final budget

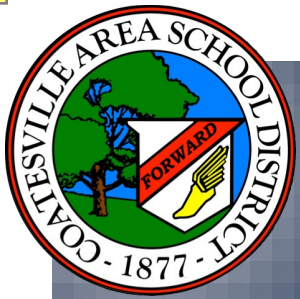


June 10: Final budget adoption (must be before June 30)



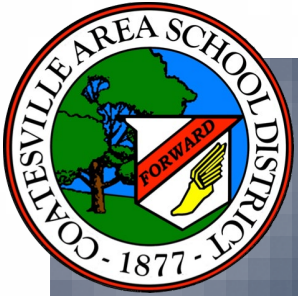
Questions?





Informational

- Budget Development
- Enrollments
- Personnel
- Expenditures by Object
- Revenue Sources – Local, State, and Federal
- Balance the Budget
- Budget Parameters



Budget Development

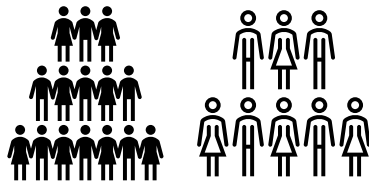
1

Review enrollment numbers



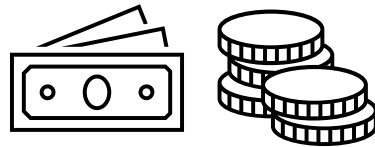
2

Determine personnel requirements



3

Estimate expenditures



4

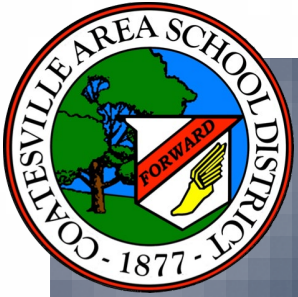
Estimate revenues



5

Balance the budget





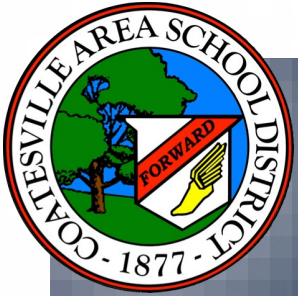
Enrollments

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



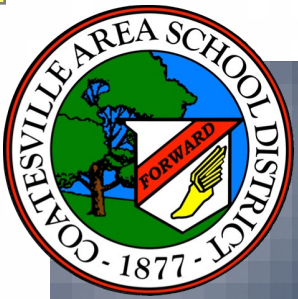
Personnel

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

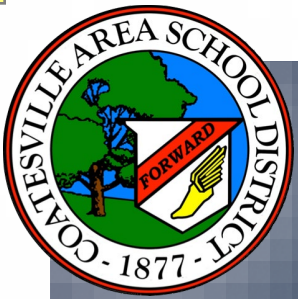
- 100 – Salaries
- 200 – Benefits
- 300 – Contracted Services – attorneys, auditors, substitute teachers, IU Services
- 400 – Property Services – cleaning/custodial services, snow removal, lawn care, utilities
- 500 – Other Purchased Services – charter schools, approved private schools, transportation
- 600 – Supplies & Textbooks - general supplies, gas and electric, books, technology
- 700 – Equipment – capital equipment, improvements of grounds
- 800 – Other – dues and fees, claims and judgements, interest portion of our debt
- 900 – Debt – principle from debt



Revenue Sources

Three Major Areas:

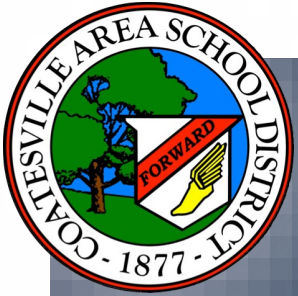
- Local
- State
- Federal



Local Revenue Sources

Includes:

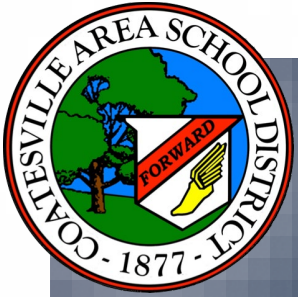
- Current Real Estate Tax
- Interim, Transfer, and Delinquent taxes
- Local Service Tax
- Earned Income Tax
- Earnings on Investments
- IDEA Funds Passed through the IU



State Revenue Sources

Includes:

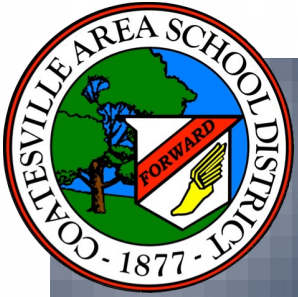
- Basic Education Funding (BEF)
- Special Education Funding (SEF)
- Transportation
- Rental & Sinking Funds
- State Property Tax Reduction
- Ready to Learn Block Grant



Federal Revenue Sources

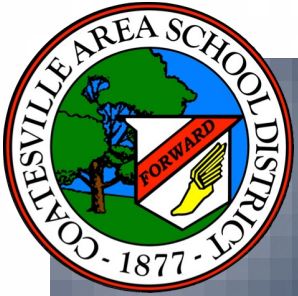
Includes:

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



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



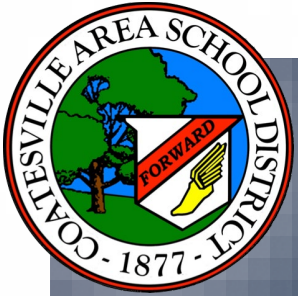
General Fund 2025-2026 Budget Parameters

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%



Historical Data

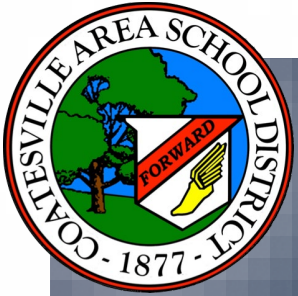
- Enrollment Breakdown (District Level)
- Special Education Costs per Student
- Funding for Charter Schools 2022-2023 School Year vs. SD Actuals for 2022-2023
- Millage Rates



Enrollment Breakdown (District Level)

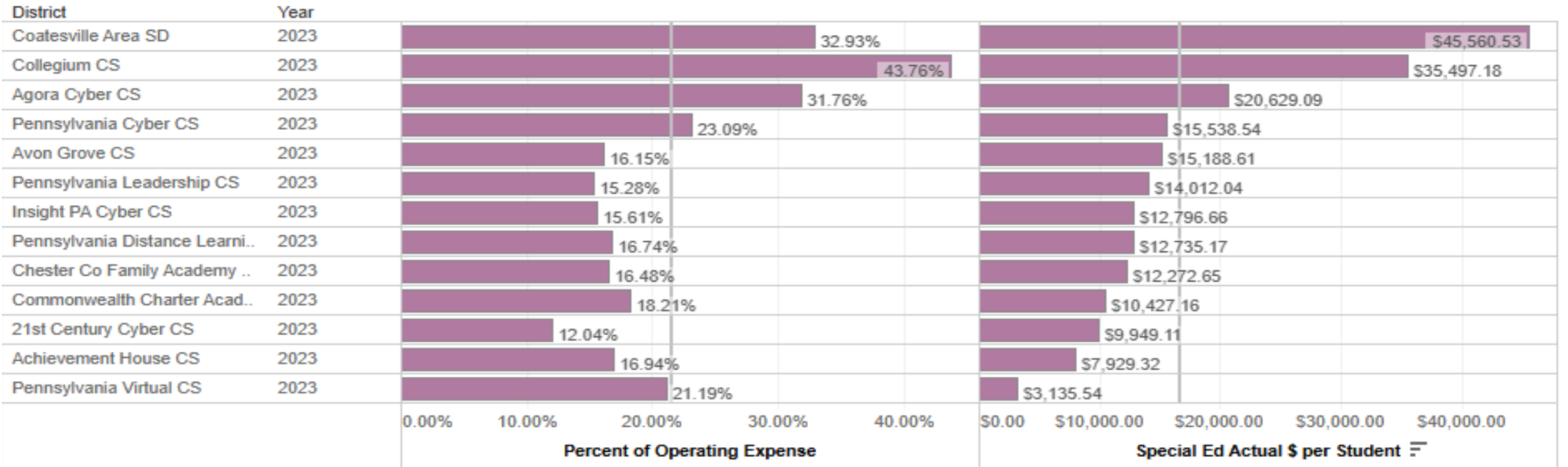
Coatesville Area School District
Source: PA DOE Enrollment Data

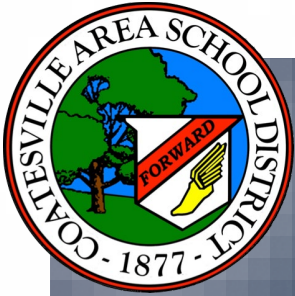




Special Education Cost per Student

Source: Pennsylvania Department of Education and Annual Financial Report Data



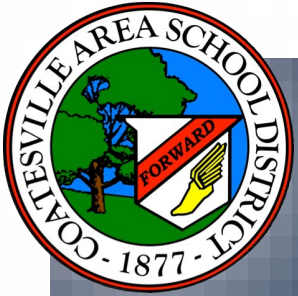


Funding for Charter Schools 2022-2023 School Year

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)

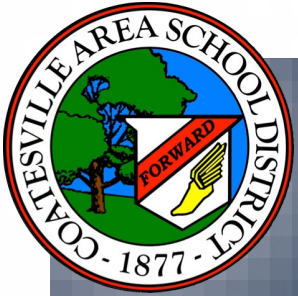


Funding for Charter Schools 2022-2023 School Year Based on Actual Special Education Percentage

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)		<u>\$12,312.58</u> (e)
(SELECTED EXPENDITURES PER AVERAGE DAILY MEMBERSHIP)		

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)	<u>\$1,547,028.00</u> (g)	IDEA and ESSER funds
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

