

**Montoursville Area
School District**
2017-2018 General Fund Budget

**2017-2018
General Fund Budget Update
Comparison of the
March 28, 2017 and June 13, 2017
Budgets**

EXPLANATION

- The following slides describe the changes between the first draft of the general fund budget presented to the Board on March 28, 2017 and the budget being presented for consideration of adoption as the Final budget on June 13, 2017.

REVENUE

REVENUE

**Montoursville Area
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REVENUE

FUND BALANCE AND REVENUE	2017-2018 March 28	2017-2018 June 13	Increase (Decrease)
BEGINNING FUND BALANCE			
FUND BALANCE	\$1,373,349	\$1,704,929	\$331,580
LOCAL REVENUE			
6111 CURRENT R.E. TAXES	\$10,970,710	\$11,007,590	\$36,880
6151 EARNED INCOME TAX	\$3,100,000	\$3,325,000	\$225,000
6510 INTEREST ON INVESTMENTS	\$10,000	\$20,000	\$10,000
6740 ACTIVITY PARTICIPATION FEE	\$6,500	\$6,200	(\$300)
STATE REVENUE			
7110 BASIC INSTRUCTIONAL	\$6,997,794	\$6,988,207	(\$9,587)
7320 RENTAL & SINKING FUND	\$426,610	\$515,000	\$88,390
7340 STATE PROPERTY TAX REDUCTION ALLOCATION	\$511,290	\$512,410	\$1,120
7800 OTHER INCOME FROM STATE	\$2,366,600	\$2,272,800	(\$93,800)

FUND BALANCE

The beginning fund balance (also called carryover) increased \$331,580.

- This increase is attributed to a better understanding of current fiscal year additional revenues or unspent expenditures that will be carried over to the 2017-2018 budget. As the end of the fiscal year approaches it becomes much easier to predict these amounts.

- **6111 CURRENT R.E. TAXES**
 - Updated to reflect an increase in assessments on the official school billing totals.
- **6151 EARNED INCOME TAX**
 - Increased based on current collections through May 31, 2017.
- **6510 INTEREST ON INVESTMENTS**
 - Increased based on interest received in the past two budget years.
- **6740 ACTIVITY PARTICIPATION FEE**
 - Updated to reflect a decrease to put it in line with the five year average.

- **7110 BASIC INSTRUCTIONAL SUBSIDY**
 - Updated to reflect the 2017-18 Proposed Basic Education Funding received from the State in June 2017.
- **7320 RENTAL & SINKING FUND PAYMENTS**
 - Update to reflect the reimbursement on the high school project received from PlanCon in June 2017.

STATE REVENUE

- **7340 STATE PROPERTY TAX REDUCTION ALLOCATION**
 - Updated to reflect an increase based on the 2017-2018 allocation data received from the State on May 1, 2017.
- **7800 OTHER INCOME FROM THE STATE**
 - This line item was updated to reflect a decrease of State reimbursement for budgeted FICA and Retirement payments due to a decrease in total wages. (Note: the State reimburses approximately 50% of FICA and Retirement payments.)

EXPENDITURES

EXPENDITURES

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EXPENDITURES

EXPENDITURE REVISIONS	2017-2018 March 28	2017-2018 June 13	Increase (Decrease)
100 SALARIES	\$11,906,669	\$11,445,760	(\$460,909)
200 EMPLOYEE BENEFITS	\$7,913,433	\$7,511,616	(\$401,817)
300 PURCHASED PROFESSIONAL & TECHNICAL SERVICES	\$1,920,080	\$1,987,970	\$67,890
400 PURCHASED PROPERTY SERVICES	\$688,980	\$603,600	(\$85,380)
500 OTHER PURCHASED SERVICES	\$2,283,132	\$1,938,340	(\$344,792)
600 SUPPLIES	\$782,765	\$715,215	(\$67,550)
700 PROPERTY	\$134,230	\$68,950	(\$65,280)
800 OTHER OBJECTS	\$46,165	\$43,075	(\$3,090)
900 OTHER USES OF FUNDS	\$3,879,640	\$3,879,640	\$0
TOTAL	\$29,555,094	\$28,194,166	(\$1,360,928)

EXPENDITURES

- **100 SALARIES & 200 EMPLOYEE BENEFITS**
 - Includes teacher resignations and furloughing a half of a teacher. No replacements.
 - Includes furloughing one full-time and seven part-time support staff.
 - Includes five retirements and three resignations from the maintenance and custodial staff.
Replaced with five full-time and two part-time new hires.

EXPENDITURES

- **300 PURCHASED PROFESSIONAL & TECHNICAL SERVICES**
 - \$68,850 was moved to the restricted budgetary reserve.
 - Includes an increase in purchased services from BLaST IU#17.
- **400 PURCHASED PROPERTY SERVICES**
 - \$54,500 was moved to the restricted budgetary reserve.
 - Includes a decrease in utilities and repairs and maintenance of equipment.
- **500 OTHER PURCHASED SERVICES**
 - \$22,000 was moved to the restricted budgetary reserve.
 - Includes a decrease in transportation costs.

EXPENDITURES

- **600 SUPPLIES**
 - Was moved into the restricted budgetary reserve.
- **700 PROPERTY**
 - \$41,500 was moved into the restricted budgetary reserve.
- **800 OTHER OBJECTS**
 - Was moved into the restricted budgetary reserve.

- The millage rate has been increased from 14.53 mills to 14.85 mills yielding a total increase of 0.32 mills.
- The additional revenue generated by the real estate tax increase will be used to pay the debt service borrowing.
- Total Revenue \$28,124,333
- Total Expenditures \$28,194,166
- Fund Balance used to cover deficit \$69,833

QUESTIONS