



## **2nd 2015-16 Budget Workshop**

Discuss Revenues and Expenditures

Purpose of meeting is to discuss budget reductions and new revenues to reduce the projected deficit for the 2015-16 Final Budget.

**Prepared by Central Administration  
5/12/2015**

Plum Borough School District  
 May 12, 2015 Finance Committee Budget Workshop  
 Budget Discussion Items

Overview:

The estimated deficit or shortcoming for the 2015-16 General Fund Budget (Fund 10) is **\$1,899,964**, without any tax increases to the Index (\$733,457) and/or tax increases for PDE approved Exceptions (\$432,527) and included potential \$160,000 from Teachers' contract health care changes.

Following is a list of budgetary items for discussion:

**Revenues and Expenditures change options:**

Item	Revenue/Expenditure Description	Rationale	Net Change	Board Decision
1	<p style="text-align: center;"><u>REVENUE</u></p> After School Activity Fee – Athletics Budget Code: 6740 <b>Fee rejected by Board</b>	For student programs covered by Policy 122 (Tiered Structure)	Reduce Local Revenue by (\$69,300) from \$90,630 to \$21,630	
2A	<p style="text-align: center;"><u>REVENUE</u></p> Anticipated increase in ACCESS Fund Revenue code: 8810	Additional staffing for tracking would increase ACCESS reimbursement	Increase ACCESS revenues from \$60,000 to \$150,000 or +\$ 90,000 increase in revenues	
2B	<p style="text-align: center;"><u>EXPENDITURE</u></p> Eliminate one secretary Budget Code: 2510-151	<p style="text-align: center;"><b>Or</b></p> Furlough one secretary due to redistricting	<p style="text-align: center;"><u>Reduce costs for salary and benefits, payroll taxes, less unemployment costs = \$37,000 savings</u></p> <p><b>A vs. B = +\$53,000 positive cash flow</b></p>	
3	<p style="text-align: center;"><u>EXPENDITURE</u></p> Elimination of one (1) Long-term Teacher Substitute (LTS) at Regency – 6 <sup>th</sup> Grade Teacher	Due to lower than anticipated enrollment	Estimated savings for elimination of salary, benefits and payroll taxes is \$50,000	
4	<p style="text-align: center;"><u>EXPENDITURE</u></p> Elimination of one (1) Long-term Teacher Substitute (LTS) at Regency – 6 <sup>th</sup> Grade Kindergarten Teacher	Due to lower than anticipated enrollment	Estimated savings for salary, benefits and payroll taxes is \$50,000	

Item	Revenue/Expenditure Description	Rationale	Net Change	Board Decision
5	<b><u>EXPENDITURE</u></b> Increase Contingency Fund from \$275,000 to \$400,000 or \$125,000 Budget Code: 5910-840	Provides contingency for potential Food Service Department deficit	Increase current contingency fund from \$275,000 to \$400,000 for potential Food Service Department deficit	
6	<b><u>REVENUE</u></b> Increase current millage to the PDE Index – 19.25 mills Budget Code: 6111	Provides additional property tax revenues to offset deficit - +\$733,457	Increasing millage from 18.758 by Index (2.6%) to 19.245 (+.487 mills) to generate additional revenue	
7	<b><u>REVENUE</u></b> Increase current property taxes for PSERS Exception Budget Code: 6111	Provides additional revenues to offset deficit - + \$423,527	Increasing millage by .2933 mills to cover PSERS increases	
8	<b><u>REVENUES</u></b> <b><u>FEDERAL FUNDS</u></b> Increase Title I Federal Funds Budget Code: 8514	Increase to 15-16 Preliminary Allocations Notice of 5/7/15	Increase from \$262,000 To \$367,620 Per Mr. Knisely's notification + \$105,620	
9	<b><u>REVENUES – FEDERAL FUNDS</u></b> Title II Federal Funds Budget Code: 8515	Decrease to 15-16 Preliminary Allocations Notice of 5/7/15	Decrease from \$101,500 to \$99,895 Per Mr. Knisely's notification (\$1,605)	
10	<b><u>OTHER REVENUE SOURCES:</u></b> Transfer funds from Post-War Capital Reverse Fund Budget Code: 9330	Transfer funds necessary to cover outstanding deficit	Transfer up to \$1,784,145 from available Post-War Capital Reserve Fund	
11	<b><u>OTHER REVENUE SOURCES:</u></b> Transfer funds from Fund Balance Reserves Budget Code: 9910	Transfer funds necessary to cover outstanding deficit	Transfer up to \$1,034,439 from available Fund Balance	

NOTES:

