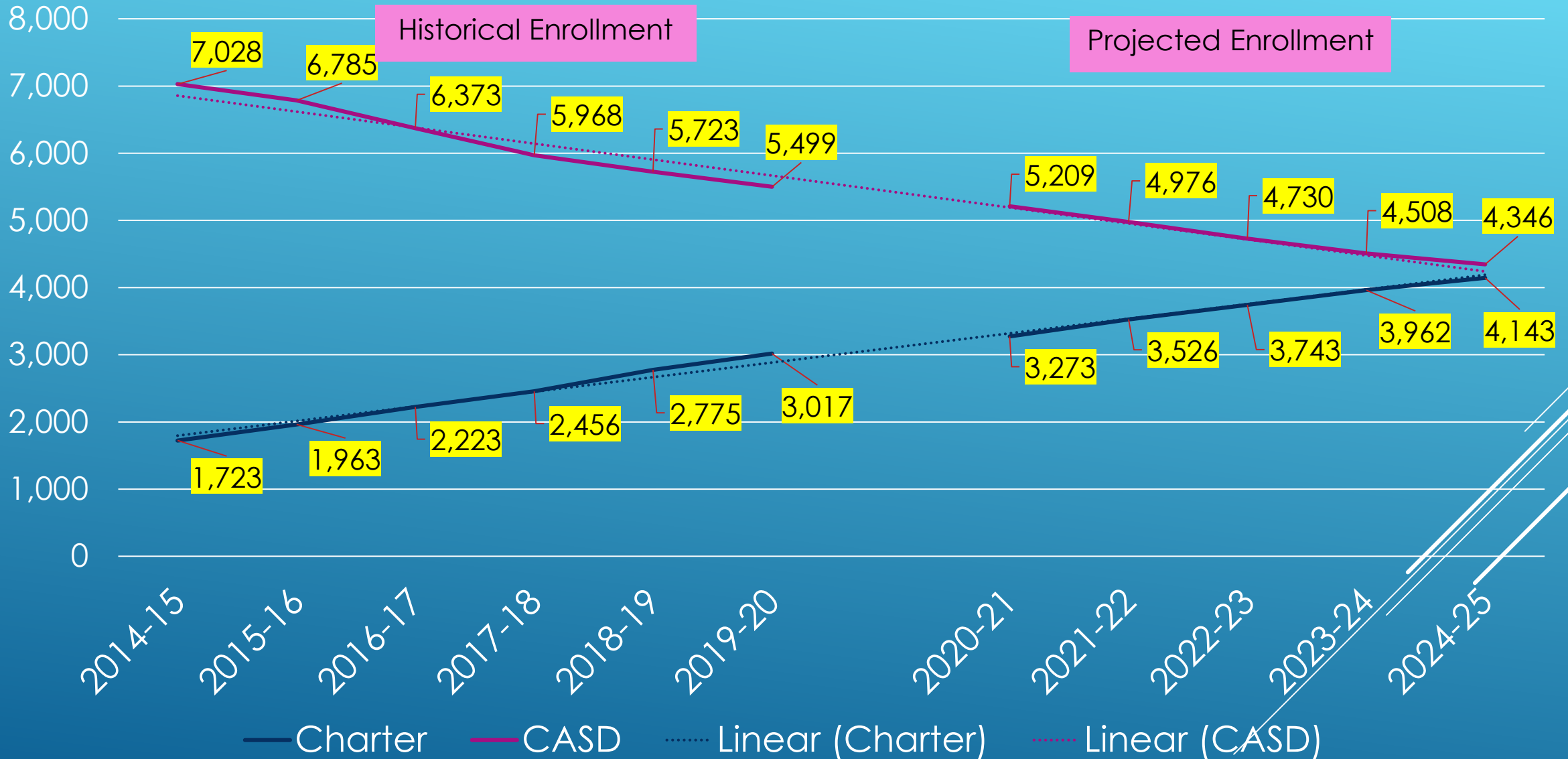


COATESVILLE AREA SCHOOL DISTRICT FINANCE COMMITTEE

Budget Update

November 12, 2019

CASD vs. Charter School Enrollment Trend



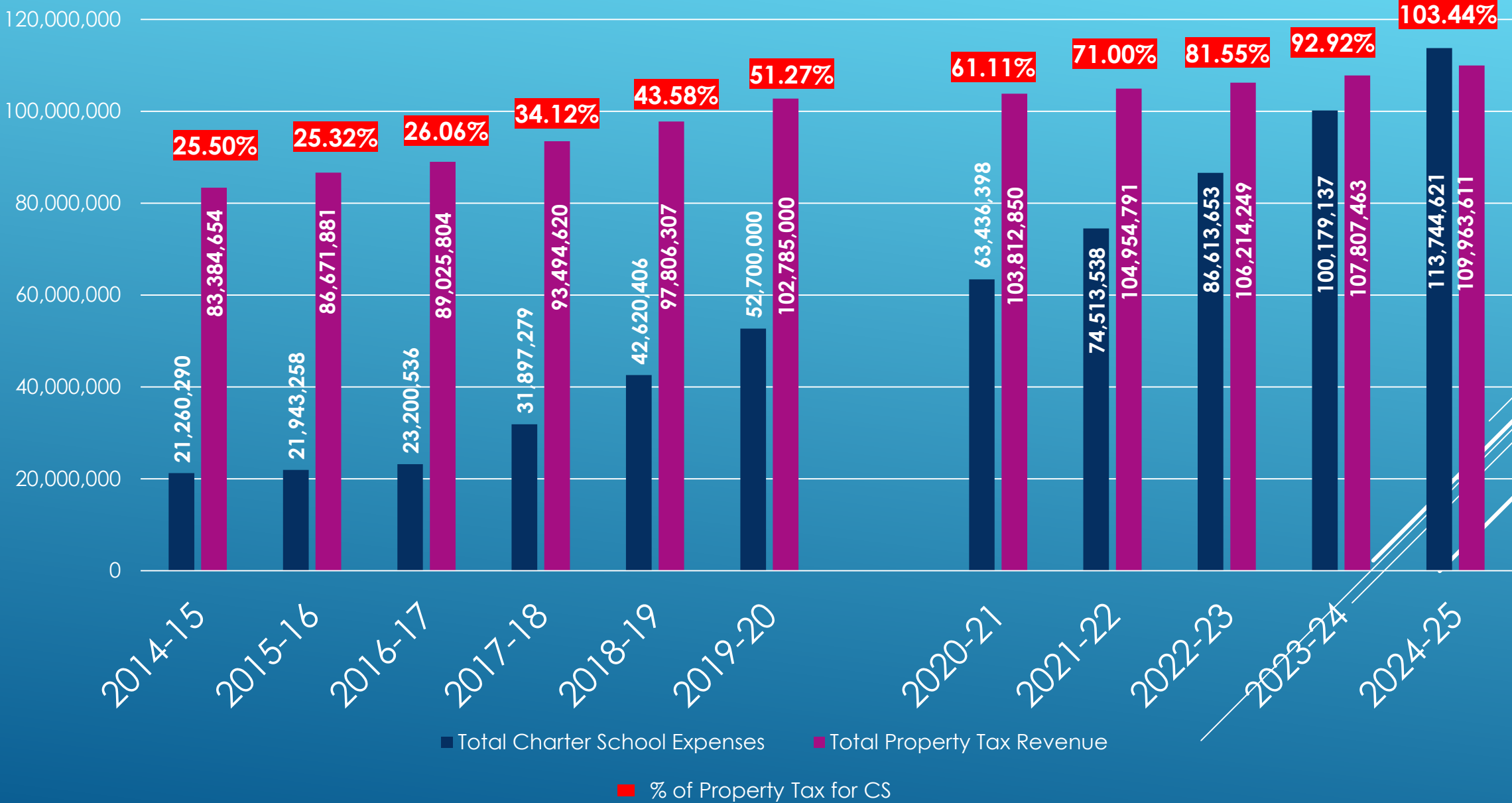
2019-2020 Charter School Budget	\$46,775,000
Estimated Costs based on Current Enrollment	\$52,700,000
Estimated Amount overbudget for 2019-2020	(\$5,925,000)

2020-2021 Charter School Budget (Projected)	\$57,200,000
Increase over 2019-2020 Budget	\$10,425,000
Cost to Average Taxpayer 2020-2021	Total Cost -20.27 Mills \$2,128/Avg. Taxpayer Increased Cost – 3.69 Mills \$387/Avg. Taxpayer

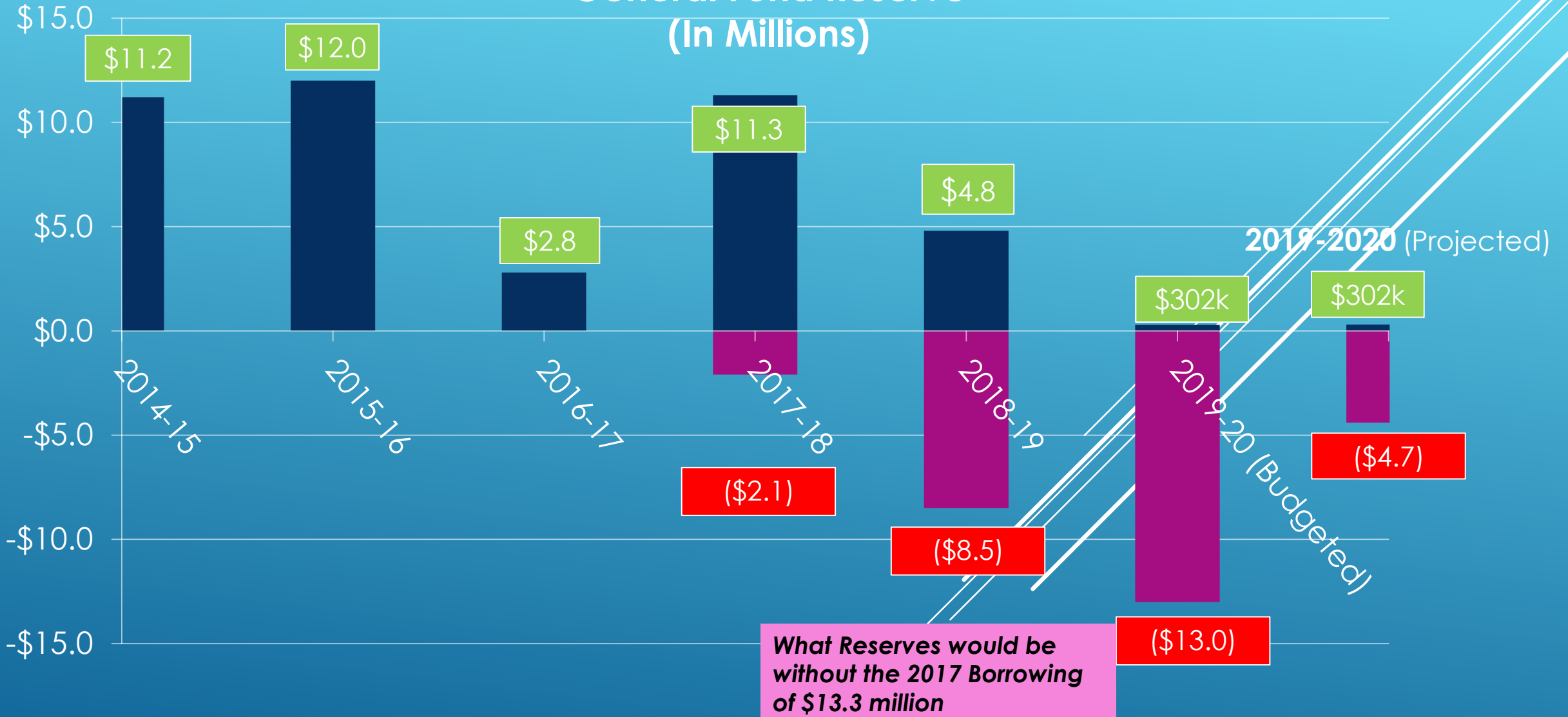
CHARTER SCHOOL BUDGET VS. ACTUAL COST 2019-2020

PROJECTED CHARTER SCHOOL COSTS 2020-2021

Charter School Expenses Compared to Local Property Tax Revenue



General Fund Reserve (In Millions)



In Millions
(Unless noted)

2019-2020 Operating Projection

October 31, 2019

	Budget 2019-2020	Projected 2019-2020	Actual 2018-2019
Revenues	\$176,205,753	\$176,320,450	\$172,250,674
Expenditures	180,687,943	184,574,943	178,720,214
<u>Over/Under</u>	(\$4,482,190)	(\$8,254,493)	(\$6,469,540)
Reserve	\$302,321	(\$7,952,172)	(\$4,784,256)

PRELIMINARY PROJECTIONS

Watch Areas

- ▶ Charter School Costs
- ▶ Health Care
 - ▶ Including Prescription
- ▶ Building Maintenance Costs
- ▶ Special Education
- ▶ State Budget

Building a Budget:

Staffing:	38.0%	(\$72.0 million)	47.1%
Debt:	9.1%	(\$17.3 million)	
Support of Other Schools:	40.2%	(\$76.2million)	87.3%
Transportation:	5.8%	(\$11.0 million)	93.1%
Infrastructure:	4.5%	(\$8.5 million)	97.6%
Operating Costs:	2.4%	(\$4.5 million)	100.0%
Budgetary Reserve:	0.0%	(\$0.0 million)	

Total Budget: \$189,500,000

Total:
\$189,500,000

Revenues: Funding the Budget	
Local Sources	\$124.0 million
State Sources	52.6 million
Federal Sources	3.7 million
TOTAL REVENUE	\$180.3 million
BUDGET GAP before any tax increase	9.2 million
Use of Reserves	0.0 million
TOTAL before any tax increase	\$180.3 million
BUDGET GAP After proposed use of Reserves	\$ 9.2 million

Major Areas for Reductions

- Charter Schools
 - Working with Legislators
- Cyber Academy/BVA
 - Actively Recruit Return from Cyber Charter Schools
- Class Sizes
 - Reduction in Staff
- Facility Use
 - New Fees/Eliminate Waivers
- Special Education
 - Bring Back Students from IU
- Transportation Review

Other

- RFPs for Major Contracts
- Sale of Surplus Equipment
 - Including the Modulars at Friendship & South Brandywine

Variables

- Erosion of Reserves
- Economy
- Charter Schools
- Politics
 - State Budget
 - Looming Threat of Property Tax Reform
- Special Education
- Aging Infrastructure
- Lack of Urgency

Budget Timeline

Stay within Act 1 Index



Adopt resolution before 1/9/2020 indicating CASD will stay within Index (12/17/19)

Preliminary budget adopted:
4/28/2020

Final budget adopted:
6/9/2020

Use Act 1 Index PLUS possible referendum exceptions



Preliminary budget available to public no later than 1/9/20

Board must adopt preliminary budget by 1/29/20 (1/28/20)

Board must file exceptions with PDE by 2/13/20 (1/28/20)

Final budget adopted: 6/9/2020

