



# Coatesville Area School District

Budget Update

May 11, 2021



# *Goals to Consider*

- Paying the expenses/debt for 2021-2022 and beyond.
- Steps needed to reverse our negative fund balance and build reserves.
- Academic needs and how to address those needs.



# *Variables*

- Economy
- Politics
  - State Budget
- Charter Schools
- Assessment Appeals
- Special Education
- Aging Infrastructure
- Continued Erosion of Reserves – we have no Reserves

# *Preliminary Expense Projections*

## **2021-2022**

<b>Expenses</b>	<b>Projected 2021-2022</b>	<b>Percentage</b>
Salaries and Benefits	\$69,711,351	37.64%
Support of Other Schools	66,004,005	35.64%
Transportation	9,138,821	4.94%
Special Education	15,653,374	8.45%
Other Spending	14,636,494	7.91%
Debt and Legal	8,684,521	4.69%
CARES/ESSER	1,346,239	0.73%
Total Expenses	\$185,174,805	100%

# *Preliminary Revenue Projections*

**2021-2022**

<b>Revenues</b>	<b>Projected 2021-2022</b>
Local Sources	\$120,620,849
State Sources	52,727,282
Federal Sources	4,911,958
<b>TOTAL REVENUE</b>	<b>\$178,260,089</b>

# *Preliminary Budget Gap Projections*

**2021-2022**

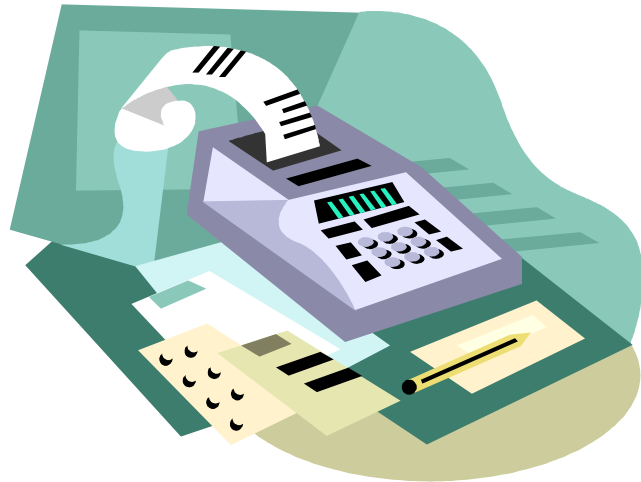
<b>Revenues</b>	<b>Projected 2021-2022</b>
Local Sources	\$120,620,849
State Sources	52,727,282
Federal Sources	4,911,958
<b>TOTAL REVENUE</b>	<b>\$178,260,089</b>
<b>BUDGET GAP before any tax increase</b>	<b>\$6,914,716</b>
Tax Increase 3.9%	\$4,207,151
<b>TOTAL REVENUE after tax increase</b>	<b>\$182,467,240</b>
<b>BUDGET GAP After tax increase</b>	<b>\$2,707,565</b>

# *A Look at Millage:*


Current millage (20-21): 38.2018

Millage proposed to fund  
21-22 budget: 39.6917

Difference 3.9%



Adjusted Act 1 Index = 3.9%

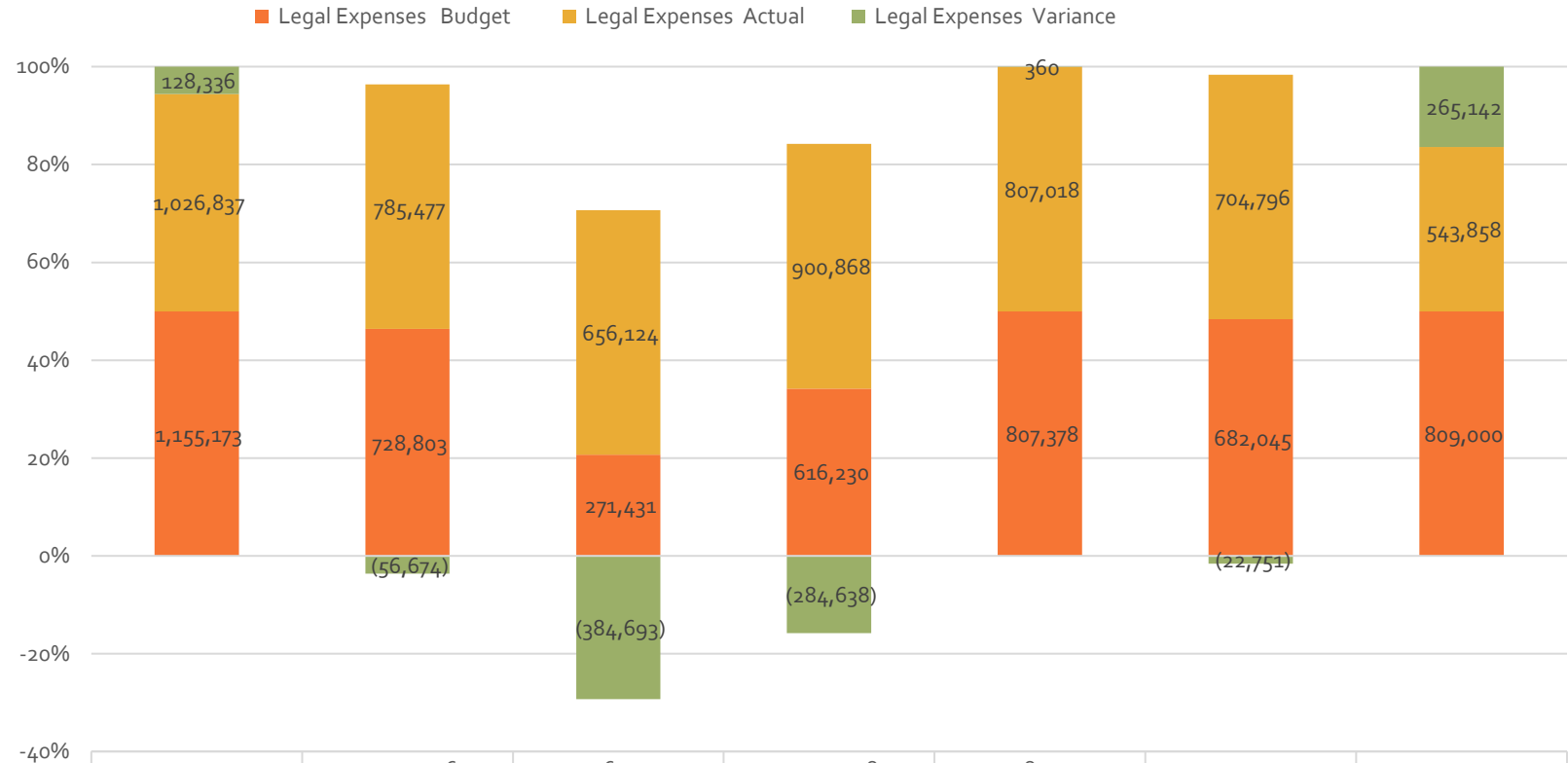


*Areas we are reviewing to  
reduce the deficit.*

- Cyber Academy
- Special Education
- Staffing
- Transportation
- RFPs for Services



## Legal Fees



	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Legal Expenses Variance	128,336	(56,674)	(384,693)	(284,638)	360	(22,751)	265,142
Legal Expenses Actual	1,026,837	785,477	656,124	900,868	807,018	704,796	543,858
Legal Expenses Budget	1,155,173	728,803	271,431	616,230	807,378	682,045	809,000

**COATESVILLE AREA SCHOOL DISTRICT**  
**Net Outstanding Debt Service - After State Reimbursement**

	1	2	3	4	5	6	7	8	9	10	11
Fiscal Year Ending June 30	Series 2013 Bonds Net D/S Outstanding	Series 2017 Bonds Net D/S Outstanding	CASDBA Series 2018 Bonds Net D/S Outstanding	Series 2019 Notes Net D/S Outstanding	Series 2020 Notes Net D/S Outstanding	Series 2020 A Bonds Net D/S Outstanding	Series 2020 B Bonds Net D/S Outstanding	Series 2020 C Notes Net D/S Outstanding	Series 2020 D Notes Net D/S Outstanding	Total Net D/S Outstanding	
2021	\$865,000	\$1,870,127	\$1,877,500	\$923,095	\$1,523,583	\$0	\$0	\$0	\$0	\$7,059,305	
2022		1,870,127	1,881,250	923,652	2,413,597	0	0	0	0	7,088,626	
2023		9,699,956	1,876,625	925,737	2,417,790	0	0	0	4,551	14,924,659	
2024		10,539,942	1,878,500	940,580	2,412,403	0	0	0	4,551	15,775,976	
2025		10,542,383	1,881,500	941,579	2,417,407	0	0	0	4,551	15,787,419	
2026		10,541,534	1,880,500	941,429	2,416,711	0	0	0	4,551	15,784,725	
2027			1,880,375	12,288,279	2,435,094	0	0	0	4,551	16,608,299	
2028			1,880,875	8,007,704	7,884,264	0	0	0	4,551	17,777,394	
2029					16,918,619	0	0	0	4,551	16,923,169	
2030					16,919,697	0	0	0	4,551	16,924,248	
2031					16,917,485	0	0	0	4,551	16,922,036	
2032					367,383	0	0	0	8,509,435	8,876,818	
2033						0	0	0	8,846,172	8,846,172	
2034						0	3,585,000	4,600,008	952,254	9,137,262	
2035						2,195,000	7,520,000			9,715,000	
2036						9,715,000	0			9,715,000	
2037						9,715,000	0			9,715,000	
2038						9,715,000	0			9,715,000	
2039						9,720,000	0			9,720,000	
<b>TOTAL</b>	<b>\$865,000</b>	<b>\$45,064,069</b>	<b>\$15,037,125</b>	<b>\$25,892,056</b>	<b>\$75,044,034</b>	<b>\$41,060,000</b>	<b>\$11,105,000</b>	<b>\$4,600,008</b>	<b>\$18,348,816</b>	<b>\$237,016,107</b>	

Reimb %:	0.00%	29.43%	0.00%	22.08%	0.00%	0.00%	0.00%	17.01%	17.51%
2019-20 MVAR:	51.33%	51.33%	51.33%	51.33%	51.33%	51.33%	51.33%	51.33%	51.33%
State Share:	0.00%	15.11%	0.00%	11.33%	0.00%	0.00%	0.00%	8.73%	8.99%
Local Share:	100.00%	84.89%	100.00%	88.67%	100.00%	100.00%	100.00%	91.27%	91.01%

# ***Budget Timeline***

- **April 27: Board adopted preliminary budget**
- **May 20: Final budget available for inspection (20 days before adoption)**
- **May 28: Public notice of intent to adopt final budget (10 days before adoption)**
- **June 8: Final budget adoption (must be before June 30)**



# ***INFORMATIONAL ITEMS***



**COATESVILLE AREA SD**

**\$175,900,001**  
2021 Budgeted Revenues

**\$175,268,727**  
2021 Budgeted Expenses

**\$631,273**  
Budgeted Surplus/Deficit

**\$118,870,000**  
Revenues from Local Sources

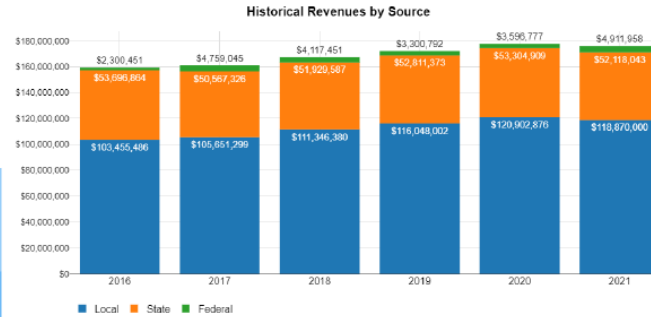
**\$52,118,043**  
Revenues from State Sources

**\$38,323,102**  
Expenses for Salaries

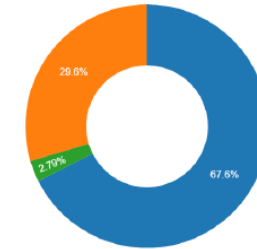
**\$25,358,416**  
Expenses for Benefits

**\$7,510,378**  
Expenses towards Debt Service

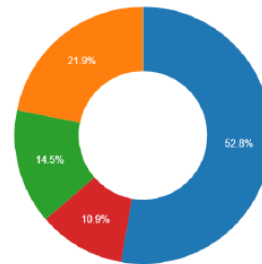
**Historical General Fund Finances at a Glance**



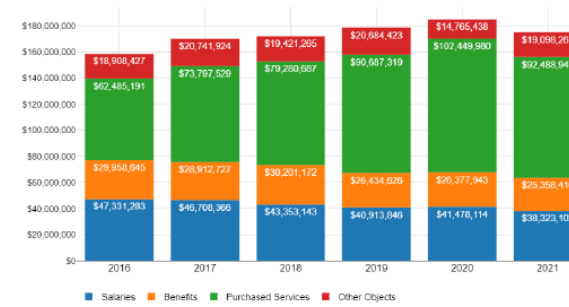
**Current Budget Revenues by Source**



**Current Budget Expenses by Object**



**Historical Expenses by Object**



**Historical Revenues, Expenses and General Fund Balance**

