

Quakertown Community School District 2018/2019 Budget Summary Page

Impact on Average Residential Tax Payer

Average Residential Assessment – 23,857

2017/18 Millage Rate – 157.77

Average Residential Property Tax $(23,857 * 157.77) / 1000 = \mathbf{\$3,764}$

- 0% tax increase = No impact to tax payer
- 2.8% tax increase = \$105
- 3.5 % tax increase = \$132
- 4.2% tax increase = \$158

January 2018 Budget Presentation – Regular Board Meeting

QCSD Budget Scenarios Presented on 1/25/2018			
	At 2.8% Tax Increase	At 3.5% Tax Increase	At 4.2% Tax Increase
Total Revenues	\$ 107,540,267.00		\$ 108,435,439.00
Total Expenditures	\$ 110,554,978.00		\$ 110,554,978.00
Surplus/(shortfall)	\$ (3,014,711.00)	\$ -	\$ (2,119,539.00)

March 2018 Budget Update – Finance Committee Meeting

QCSD Budget Scenarios Presented on 3/22/2018			
	At 2.8% Tax Increase	At 3.5% Tax Increase	At 4.2% Tax Increase
Total Revenues	\$ 107,502,802.00	\$ 107,935,737.00	\$ 108,397,974.00
Total Expenditures	\$ 109,572,922.00	\$ 109,572,922.00	\$ 109,572,922.00
Surplus/(shortfall)	\$ (2,070,120.00)	\$ (1,637,185.00)	\$ (1,174,948.00)

So What Changed?

- Attachment on page 2

April 2018 Budget Update – Finance Committee Meeting

- There are no substantial changes to the expenditures and revenues from the March meeting. Additional scenarios were factored in, mostly surrounding the furlough or non-furlough of professional staff.
- Attached are 5 year budget projections using various assumptions and data points. All projections were run through the Public Financial Management (PFM) models. PFM is the District’s financial adviser.
- The proposed final budget will be voted on at the April 26th meeting. The Board will vote on the final budget at the June 14th meeting.
- The District will receive from the Bucks County Board of Assessments a May Prospectus which may change the revenue line item.

Changes From January 2018 to March 2018

Revenue Adjustments

- Preliminary budget included **\$80,000** in rental for Ombudsman program in 18/19. There will be no program in 18/19.
- Transfer taxes in 18/19 are projected to be approximately **\$118,000** higher than preliminary budget projection.
- Interest earnings in 18/19 are projected to be approximately **\$150,000** higher than preliminary projection. There is a forecast for a rising interest rate environment.
- Tuition received from other school districts for non-resident students is projected to be **\$125,000** lower than originally projected.
- PSERS and social security subsidies are projected to be **\$100,465** lower than originally projected. More changes are projected.

Total Revenues were reduced by \$37,465

Expenditure Adjustments

- Quotes to demolish Milford Middle School came in **\$200,000** higher than originally budgeted.
- Charter School Tuition increased **\$203,000** due to projected enrollment.
- Workers Compensation costs were reduced by **\$100,000**.
- Tuition payments to Pyramid Health were reduced by **\$480,000**
- Salaries were reduced by **\$489,117** due to additional retirements.
- PSERS and Payroll taxes were reduced by **\$118,567** due to reduction of salary.
- Medical Costs were reduced by **\$211,343** due a reduction from original premium projection.
- Miscellaneous changes – Additional expenditures of **\$13,971**

Total Expenditures were reduced by \$982,056