

Gateway School District General Fund Budget

Proposed Final Budget Information for the
2017-2018 Fiscal Year

FINAL PUBLIC HEARING

As of June 6, 2017

Summary of Proposed Final Total Expenditures for 2017-2018

- Proposed Final Total Expenditures for the 2017-2018 fiscal year of \$75,682,000.
- Increase of \$4,527,000 or 6.36% over the 2016-2017 fiscal year budgeted Total Expenditures. (\$3,819,000 + \$708,000)
- **Adjustments may continue prior to formal adoption by the School Board.**

Summary of Proposed Final Total Revenues for 2017-2018

- Proposed Final Total Revenues for the 2017-2018 fiscal year of \$75,682,000.
- Increase of \$4,527,000 or 6.36% over the 2016-2017 fiscal year budgeted Total Revenues. (\$3,819,000 + \$708,000)
- ***Proposed Final Total Revenues currently DO NOT include a real estate tax increase or \$0 for the 2017-2018 fiscal year.***

Net Proposed Final Balanced Budget for 2017-2018

- Increase in Revenues of \$4,527,000 +
- Increase in Expenditures of \$4,527,000 =
- a NET Proposed Final Budget balanced for 17-18 WITHOUT a .5604 mill (Index) or any .0000 mill real estate tax increase. No Fund Balance is required to be utilized to balance the 17-18 Budget.
- **Adjustments may continue prior to formal adoption by the School Board.**

Inclusion of 100% of Proposed State Budget Increases for 2017-2018

- Proposed Total Increase of \$160,961 in Basic Education Subsidy.
- Proposed Total Increase of \$41,979 in Special Education Subsidy.
- District will include 100% = \$202,940 of the above increases in the 17-18 Budget.
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- *****If the increases are not received from the State, the amounts will be taken from the Fund Balance.*****

Projection of Ending Total Fund Balance at 6/30/17 for 2016-2017

➤ Beginning Fund Balance as of 7/1/16	<u>\$12,806,480</u>
➤ Less: 1. Loss of Debt Service Subsidy Reimbursement	(\$ 52,168)
➤ 2. C/Y Real Estate Tax Refunds	(\$ 295,860)
➤ 3. Decrease in Delinquent Real Estate Taxes	(\$ 449,877)
4. Decrease in Title I & Title II Federal Subsidies	(\$ 2,324)
5. Other Revenues Less than Budget	(\$To Be Determined)
➤ 6. Other Expenditures Greater than Budget	(\$To Be Determined)
➤ Add: 1. Increase in Basic Education Funding	\$ 257,278
2. Increase in Special Education Funding	\$ 16,331
3. Reduction in Debt Service Payments	\$ 360,747
4. IRS Fuel Credit for 2016 Propane Utilization	\$ 95,045
5. Decrease in Forbes Road Tuition Expenditures	\$ 154,636
6. Other Expenditures Less than Budget	\$To Be Determined
➤ 7. Other Revenues Greater than Budget	<u>\$To Be Determined</u>
➤	
➤ Net Projected Increase for 2016-2017 Fiscal Year	<u>\$ 83,808</u>
➤ <u>(Note: This # will actually be greater or less once all activity has been reconciled.)</u>	
➤ Projected Ending Fund Balance at 6/30/17	<u>\$12,890,288</u>

Projection of Total Fund Balance at 6/30/17 for 2017-2018

- Projected Total Fund Balance as of 7/1/17 \$12,890,288
- Less: 1. Transfer of Fund Balance to Capital (\$ 3,819,000)
- Reserve Fund for Capital Projects.
- **Projected Total Fund Balance as of 6/30/18 \$ 9,071,288**
- The Projected Total Fund Balance at 6/30/18 Represents 11.99% (\$9,071,288/\$75,682,000) of the Proposed Final 2017-2018 fiscal year Budget.
- The Fund Balance is recommended to be between 5% and 15% of Budgeted Expenditures each fiscal year.

Homestead Exclusion for 2017-2018

- State determined on April 15, 2017 that gaming revenues will be available for distribution to the school districts during the 2017-2018 fiscal year.
- PDE certified and officially released the actual distribution amount to the District on May 1, 2017. The amount of \$1,460,130.33 will be received by the District for the 2017-2018 fiscal year.
- Allegheny County Office of Property Assessments sent the District a CD containing all of the applicable Homestead properties that qualify to receive the Homestead Exclusion from the District.
- The 2017-2018 fiscal year is the 10th year in a row for the District to receive and to distribute a State gaming revenue distribution.
- Impact of the distribution will be revenue neutral in the District's 2017-2018 fiscal year General Fund Budget.

Homestead Exclusion for 17-18

- Available ONLY to Allegheny County determined eligible homestead properties in both Monroeville & Pitcairn for 17-18.
- District has a total of 8,160 qualified homesteads eligible to receive the Homestead Exclusion.

	<u>Monroeville</u>	<u>Pitcairn</u>
Homesteads	7,613	547
Exclusion Amounts	<u>\$179.15</u>	<u>\$179.15</u>

Budget Process for 2017-2018

- A not to exceed Index (**2.9%**) resolution was previously adopted by the School Board on January 17, 2017 for the 2017-2018 fiscal year.
- Thus, referendum exceptions have not been requested and will not be utilized by the District for the 2017-2018 fiscal year to further increase the millage rate above the 2.9% Index rate. 2.9% Index = Maximum .5604 mills increase.
- The Proposed Final 2017-2018 General Fund Budget was previously adopted by the School Board on May 23, 2017. The Budget is currently displayed via the required PDE-2028 form on the District's website at www.gatewayk12.org
- Various summary and detailed Excel spread sheets are currently displayed on the District's website at www.gatewayk12.org in .pdf files.
- Thus, the Pre-Act 1 budget timeline will continue to be followed by the District through final Budget adoption by the School Board scheduled on June 20, 2017.