

DOVER AREA SCHOOL DISTRICT

*Educate, Empower and Inspire all students to become contributing citizens
in an ever-changing world*



DASD students will achieve success by engaging in rigorous and relevant instruction, exploring a broad range of opportunities and discovering unique pathways to a productive future through the supportive collaboration of the entire school community.

2025-2026 PRELIMINARY BUDGET PRESENTATION

JANUARY 21, 2025

MAJOR CHANGES TO THE BUDGET -

	2024-2025 Adopted Budget	2025-2026 Preliminary Budget	\$ Change	% Change
Expenditures	\$75,094,971	\$76,269,759	\$1,174,788	1.56%
Revenues	\$73,450,804	\$73,824,718	\$373,914	0.51%
Deficit	-\$1,644,167	-\$2,445,041		

EXPENDITURES –

- ✓ *An additional autistic support classroom at North Salem Elementary.*
- ✓ *An increase of \$1.54 million in salaries and benefits or 3%.*
- ✓ *A decrease of \$1.440 million due to the purchase of iPads & MacBook's during 2024-2025 (GASB 87).*
- ✓ *An increase of \$600 thousand in the cost of cyber/charter tuition and alternative education/special education placements.*
- ✓ *An increase of \$388 thousand in the cost of transportation.*
- ✓ *An increase of \$247 thousand in the cost of natural gas and electricity.*

REVENUES –

- ✓ *An increase of \$565 thousand in Earned Income Taxes (EIT).*
- ✓ *An increase of \$506 thousand in the Basic Education Subsidy.*
- ✓ *An increase of \$268 thousand in the Special Education Subsidy.*
- ✓ *An increase of \$553 thousand in the Ready to Learn Grant.*
- ✓ *An increase of \$301 thousand in Charter School Reimbursement.*
- ✓ *A decrease of \$291 thousand in ACCESS funding.*
- ✓ *A decrease of \$1.440 million in extended term financing (GASB 87).*
- ✓ *A decrease of \$423 thousand in the sale of fixed assets.*

MAJOR EXPENDITURE FUNCTIONS WITHIN THE BUDGET

(As set forth by PDE in the Chart of Accounts)

1000 Instruction –

- **Instruction includes all those activities dealing directly with the interaction between teachers and students and related costs, which can be directly attributed to a program of instruction.**

2000 Support Services –

- **Support Services are those services that provide administrative, technical (such as guidance and health), and logistical support to facilitate and enhance instruction.**

3000 Operation of Non-Instructional Functions –

- **Activities concerned with providing non-instructional services to students, staff or the community.**

4000 Facilities –

- **Capital Facilities Acquisition, Construction, and Improvements are capital expenditures incurred to purchase land, buildings, service systems, and built-in equipment.**

5000 Other Expenditures & Financing Sources –

- **This category includes current debt service expenditures and other expenses (expenditures and other financing uses). These include the refunding of debt and transfers of monies from one fund to another and to component units.**

HIERARCHY OF THE FUNCTION TREE

General Fund Budget (PDE 2028), Annual Financial Report (PDE 2057) & Audited Financial Statements

<u>1000s - Instruction</u>	<u>2000s - Support Services</u>	<u>3000s - Non-Instruction</u>	<u>4000s - Facilities Services</u>	<u>5000s - Other Expenditures & Financing Uses</u>
✓ 1100 - Regular Instruction	✓ 2100 - Pupil Personnel	✓ 3200 - Student Activities	✓ 4600 - Exist. Building Imp. Svcs.	✓ 5100 - Debt Service
✓ 1200 - Special Education	✓ 2200 - Instructional Staff Support	✓ 3300 - Community Services		✓ 5130 - Refund of PY Receipts
✓ 1300 - Vocational Education	✓ 2300 - Administration			✓ 5140 - Leases & Other Right to Use Arrangements
✓ 1400 - Other Instructional Programs	✓ 2400 - Pupil Health Services			✓ 5200 - Interfund Transfers - Out
✓ 1500 - Non-Public School Programs	✓ 2500 - Business Services			
	✓ 2600 - Plant Services			
	✓ 2700 - Student Transportation			
	✓ 2800 - Central Support Services			
	✓ 2900 - Other Support Services			

GENERAL FUND BUDGET FUNCTIONS

Function Description		2025-2026 Budget	% of Total Budget
1100	Regular Instruction	\$28,424,747	37.27%
1200	Special Education	\$13,736,016	18.01%
1300	Vocational Education	\$3,640,532	4.77%
1400	Other Instructional Programs	\$241,004	0.32%
1500	Non-Public School Programs	\$8,700	0.01%
2100	Pupil Personnel	\$2,018,114	2.64%
2200	Instructional Staff Support	\$2,892,569	3.79%
2300	Administration	\$3,332,094	4.37%
2400	Pupil Health Services	\$896,773	1.18%
2500	Business Services	\$829,305	1.09%
2600	Plant Services	\$5,623,856	7.37%
2700	Student Transportation	\$4,299,182	5.64%
2800	Central Support Services	\$753,607	0.99%
2900	Other Support Services	\$5,000	0.01%
3200	Student Activities	\$1,269,762	1.66%
3300	Community Services	\$6,000	0.01%
4000	Facilities Acquisition, Construction and Improvement	\$0	0.00%
5100	Debt Service	\$8,292,498	10.87%
Total		\$76,269,759	100.00%

MAJOR EXPENDITURE OBJECTS WITHIN THE BUDGET –
With Examples of What Type of Expenditure Each Object Contains
(As set forth by PDE in the Chart of Accounts)

100 Salaries – Gross salaries for all employees.

200 Benefits – Medical & dental insurance, social security and PSERS, tuition reimbursement, unemployment and workers' compensation.

300 Purchased Professional & Technical Services – LIU costs to educate special needs students, attorney and audit fees, contracted technology services, safety and security expenditures, game officials and employee training and development.

400 Purchased Property Services – Trash collection, lawn care services, repairs of equipment and buildings, water, equipment rental, extermination services and construction services.

500 Other Purchased Services – Bussing, liability and property insurance, internet services, advertising, tuition to cyber/charter schools, tuition to the York County School of Technology, tuition to the York Adams Academy, alternative education placements and travel costs.

600 Supplies – General district supplies, books, software, natural gas, electricity and gasoline.

700 Equipment – Equipment that is capitalized according to GASB 34 thresholds.

800 Other Objects – Bond interest payments, capital lease interest payments, professional dues/fees and student entrance fees.

900 Other Uses of Funds – Bond principal payments, capital lease principal payments and fund transfers.

HIERARCHY OF THE FUNCTION TREE

General Fund Budget (PDE 2028), Annual Financial Report (PDE 2057) & Audited Financial Statements

<u>1000s - Instruction</u>	<u>2000s - Support Services</u>	<u>3000s - Non-Instruction</u>	<u>4000s - Facilities Services</u>	<u>5000s - Other Expenditures & Financing Uses</u>
✓ 1100 - Regular Instruction	✓ 2100 - Pupil Personnel	✓ 3200 - Student Activities	✓ 4600 - Exist. Building Imp. Svcs.	✓ 5100 - Debt Service
✓ 1200 - Special Education	✓ 2200 - Instructional Staff Support	✓ 3300 - Community Services		✓ 5130 - Refund of PY Receipts
✓ 1300 - Vocational Education	✓ 2300 - Administration			✓ 5140 - Leases & Other Right to Use Arrangements
✓ 1400 - Other Instructional Programs	✓ 2400 - Pupil Health Services			✓ 5200 - Interfund Transfers - Out
✓ 1500 - Non-Public School Programs	✓ 2500 - Business Services			
	✓ 2600 - Plant Services			
	✓ 2700 - Student Transportation			
	✓ 2800 - Central Support Services			
	✓ 2900 - Other Support Services			

GENERAL FUND BUDGET OBJECT CODE CATEGORIES

Description	2025-2026 Budget	% of Total Budget
Salaries	\$29,702,623	38.94%
Social Security/PSERS	\$12,184,256	15.97%
Bond Payments	\$7,700,976	10.10%
Health Insurance	\$7,226,529	9.47%
Transportation	\$4,147,058	5.44%
Cyber-Charter Tuition	\$3,664,990	4.81%
Professional Services Provided by LIU #12	\$1,959,780	2.57%
Utilities	\$1,671,800	2.19%
Tuition & bond payments to the York County School of Technology	\$1,353,936	1.78%
Software	\$978,559	1.28%
Supplies	\$941,099	1.23%
Alternative Education Placements	\$710,620	0.93%
Capital Lease Payments	\$591,522	0.78%
Equipment	\$523,085	0.69%
Repairs & Maintenance	\$381,249	0.50%
Other Tuition	\$378,455	0.50%
School Resource Officers	\$297,500	0.39%
Other Objects	\$229,565	0.30%
Property & Liability Insurance	\$226,290	0.30%
Additional Special Education Instruction Services	\$212,000	0.28%
Tuition Reimbursement	\$200,000	0.26%
Workers Compensation	\$185,586	0.24%
Other Purchased Professional & Technical Services	\$177,025	0.23%
Other Purchased Property Services	\$171,000	0.22%
Legal & Audit Services	\$158,000	0.21%
Textbooks	\$130,726	0.17%
Other Purchased Services	\$90,857	0.12%
Other Benefits	\$74,673	0.10%
Total	\$76,269,759	100.00%

1000 - INSTRUCTION SUMMARIZED

Function	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
1100	Regular Instruction	\$27,308,404	\$30,044,930	\$28,424,747	-\$1,620,183	-5.39%
1200	Special Education	\$12,216,913	\$12,493,485	\$13,736,016	\$1,242,531	9.95%
1300	Vocational Education	\$3,440,139	\$3,549,439	\$3,640,532	\$91,093	2.57%
1400	Other Instructional Programs	\$411,388	\$307,634	\$241,004	-\$66,630	-21.66%
1500	Non-Public School Programs	\$7,685	\$6,658	\$8,700	\$2,042	30.67%
Total Instruction		\$43,384,529	\$46,402,146	\$46,050,999	-\$351,147	-0.76%

1100 - REGULAR INSTRUCTION

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
1100-100	Salaries	\$14,857,164	\$15,201,797	\$15,447,795	\$245,998	1.62%
1100-200	Benefits	\$9,538,110	\$9,516,061	\$9,715,148	\$199,087	2.09%
1100-300	Purchased Professional & Technical Services	\$57,234	\$7,000	\$4,000	-\$3,000	-42.86%
1100-400	Purchased Property Services	\$5,432	\$18,600	\$14,699	-\$3,901	-20.97%
1100-500	Other Purchased Services	\$2,100,284	\$2,246,675	\$2,344,515	\$97,840	4.35%
1100-600	Supplies	\$722,623	\$1,250,297	\$835,405	-\$414,892	-33.18%
1100-700	Property	\$23,176	\$1,797,050	\$55,000	-\$1,742,050	-96.94%
1100-800	Other Objects	\$4,381	\$7,450	\$8,185	\$735	9.87%
	Total	\$27,308,404	\$30,044,930	\$28,424,747	-\$1,620,183	-5.39%

Significant Changes to the 25-26 Budget –

- **Purchased Professional & Technical Services** - The change reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures. This category includes translation services.
- **Purchased Property Services** - The decrease is due to a reduction in anticipated instrument and equipment repairs.
- **Supplies** - The reduction is due to the new reading program (Collaborative Classroom) launched during 2024-2025, as well as, the renewal of Everyday Math (McGraw Hill).
- **Property** - The reduction is due to the iPad & MacBook's purchased during 2024-2025. There is an applicable reduction under Revenue - Extended Term Financing.
- **Other Objects** -The increase is attributed to anticipated costs associated with student entrance fees and registrations. This category encompasses NHS registration, PEMA dues, and music fees for participation in district, regional, state, and national events.

1200 – SPECIAL EDUCATION

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
1200-100	Salaries	\$4,565,723	\$4,837,498	\$5,184,877	\$347,379	7.18%
1200-200	Benefits	\$3,528,971	\$3,758,290	\$3,952,862	\$194,572	5.18%
1200-300	Purchased Professional & Technical Services	\$1,631,325	\$1,894,349	\$1,941,669	\$47,320	2.50%
1200-400	Purchased Property Services	\$0	\$250	\$250	\$0	0.00%
1200-500	Other Purchased Services	\$2,414,236	\$1,910,236	\$2,555,285	\$645,049	33.77%
1200-600	Supplies	\$76,658	\$92,862	\$101,073	\$8,211	8.84%
	Total	\$12,216,913	\$12,493,485	\$13,736,016	\$1,242,531	9.95%

Significant Changes to the 25-26 Budget -

- **Salaries, Benefits & Supplies -** The increases are attributed to the need for an additional elementary autistic support classroom.
- **Purchased Professional & Technical Services -** The increase is a result of students receiving supplementary services in conjunction with the education provided through the LIU.
- **Other Purchased Services -** The change reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures. This category includes the cost of tuition to cyber-charter schools, alternative education placements and the York County School of Technology.

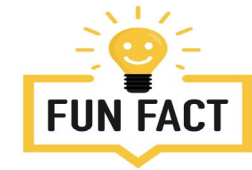
1300 – VOCATIONAL EDUCATION –

This includes the CTE Program and tuition to the York County School of Technology

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
1300-100	Salaries	\$1,226,355	\$1,306,747	\$1,337,373	\$30,626	2.34%
1300-200	Benefits	\$802,777	\$851,083	\$915,720	\$64,637	7.59%
1300-300	Purchased Professional & Technical Services	\$4,000	\$16,700	\$10,600	-\$6,100	-36.53%
1300-400	Purchased Property Services	\$477	\$4,800	\$7,000	\$2,200	45.83%
1300-500	Other Purchased Services	\$1,225,581	\$1,243,848	\$1,240,951	-\$2,897	-0.23%
1300-600	Supplies	\$107,448	\$103,531	\$113,453	\$9,922	9.58%
1300-700	Property	\$67,017	\$13,530	\$4,585	-\$8,945	-66.11%
1300-800	Other Objects	\$6,484	\$9,200	\$10,850	\$1,650	17.93%
	Total	\$3,440,139	\$3,549,439	\$3,640,532	\$91,093	2.57%

Significant Changes to the 25-26 Budget -

- **Purchased Professional & Technical Services** - The decrease is due to a reclassification of Perkins Grant expenditures to supplies.
- **Purchased Property Services** - The increase is due to additional repairs and maintenance on equipment.
- **Supplies** - The increase is due to the reclassification of Perkins Grant expenditures from Purchased Professional & Technical Services & Equipment.
- **Property** - The decrease is due to a reclassification of Perkins Grant expenditures to supplies.
- **Other Objects** - The increase is due to anticipated costs for educational partnership fees to organizations such as YCAL and TechLink.



Vocational Subsidy received
from the CTE Program \$416,700
Perkins Grant due to the
CTE Program \$41,300
CTE Subsidized Revenue \$458,000

Total cost of CTE program without
salary & benefits \$205,213

Additional revenue received from the
CTE Program to assist in offsetting the
cost of salary & benefits



\$252,787



1400 – OTHER INSTRUCTIONAL PROGRAMS –

This includes homebound instruction and alternative education placements for regular instruction students

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
1400-100	Salaries	\$107,939	\$106,296	\$116,010	\$9,714	9.14%
1400-200	Benefits	\$67,330	\$72,838	\$81,994	\$9,156	12.57%
1400-300	Purchased Professional & Technical Services	\$0	\$0	\$15,000	\$15,000	100.00%
1400-500	Other Purchased Services	\$236,119	\$128,500	\$28,000	-\$100,500	-78.21%
	Total	\$411,388	\$307,634	\$241,004	-\$66,630	-21.66%

Significant Changes to the 25-26 Budget -

- **Salaries** - The increase is due to a reclassification of homebound instruction from Regular Instruction (1100-100) to Homebound (1400-100).
- **Benefits** - The change is due to an increase in medical premiums and SS/PSERS cost associated with the salary increase.
- **Purchased Professional & Technical Services** - The increase is due to a reclassification of homebound instruction services from tuition (other purchased services).
- **Other Purchased Services** - The decrease is due to a reclassification of tuition expenditures from Alternative Education (1400) to Special Education (1200) and the reclass of additional homebound services.

1500 – NON-PUBLIC SCHOOL PROGRAMS–

This includes federally funded expenditures passed through the district to non-public schools

Acct Code	Description	2023-2024	2024-2025	2025-2026	\$ Increase\	% Increase\
		Actual	Budget	Budget	(Decrease)	(Decrease)
1500-600	Supplies	\$7,685	\$6,658	\$8,700	\$2,042	30.67%
	Total	\$7,685	\$6,658	\$8,700	\$2,042	30.67%

Supplies - This category is associated with supplies for non-public schools through Title I federal funding. Title I funding supports educational resources and services to help students in low-income families. Supplies for non-public schools fall under certain allocations if those schools qualify and have eligible students.

2000 – SUPPORT SERVICES SUMMARIZED

Function	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2100	Pupil Personnel	\$2,088,549	\$1,946,913	\$2,018,114	\$71,201	3.66%
2200	Instructional Staff Support	\$2,720,801	\$2,598,502	\$2,892,569	\$294,067	11.32%
2300	Administration	\$2,914,919	\$2,949,338	\$3,332,094	\$382,756	12.98%
2400	Pupil Health Services	\$855,330	\$878,579	\$896,773	\$18,194	2.07%
2500	Business Services	\$960,730	\$939,949	\$829,305	-\$110,644	-11.77%
2600	Plant Services	\$5,210,570	\$5,255,154	\$5,623,856	\$368,702	7.02%
2700	Student Transportation	\$4,096,440	\$3,927,249	\$4,299,182	\$371,933	9.47%
2800	Central Support Services	\$691,127	\$791,842	\$753,607	-\$38,235	-4.83%
2900	Other Support Services	\$4,642	\$5,000	\$5,000	\$0	0.00%
Total		\$19,543,108	\$19,292,526	\$20,650,500	\$1,357,974	7.04%

2100 – PUPIL PERSONNEL

This includes school counseling services, school psychologists, social work services and student accounting services

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2100-100	Salaries	\$1,209,933	\$1,187,924	\$1,222,153	\$34,229	2.88%
2100-200	Benefits	\$770,044	\$738,119	\$775,711	\$37,592	5.09%
2100-300	Purchased Professional & Technical Services	\$78,774	\$0	\$0	\$0	0.00%
2100-400	Purchased Property Services	\$2,084	\$0	\$0	\$0	0.00%
2100-600	Supplies	\$25,310	\$19,570	\$18,650	-\$920	-4.70%
2100-800	Other Objects	\$2,404	\$1,300	\$1,600	\$300	23.08%
	Total	\$2,088,549	\$1,946,913	\$2,018,114	\$71,201	3.66%

Significant Changes to the 25-26 Budget -

- **Benefits** - The increase reflects the adjustment of PSERS and medical premium budgets to align with actual figures for the 2023-24 fiscal year and projected figures for 2024-25.
- **Other Objects** - The change is attributed to the anticipated increase in student admission fees for organizations such as Future Leaders of York and the Hugh O'Brian Youth Leadership Program.

2200 – SUPPORT SERVICES – INSTRUCTIONAL STAFF

This includes technology support services, school library services, staff development services and the Special Education Department

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2200-100	Salaries	\$1,203,471	\$1,207,099	\$1,203,936	-\$3,163	-0.26%
2200-200	Benefits	\$993,112	\$965,559	\$962,771	-\$2,788	-0.29%
2200-300	Purchased Professional & Technical Services	\$171,940	\$169,600	\$161,925	-\$7,675	-4.53%
2200-400	Purchased Property Services	\$21,967	\$11,500	\$11,500	\$0	0.00%
2200-500	Other Purchased Services	\$24,342	\$25,285	\$25,645	\$360	1.42%
2200-600	Supplies	\$156,178	\$178,459	\$183,292	\$4,833	2.71%
2200-700	Property	\$149,631	\$41,000	\$343,500	\$302,500	737.80%
2200-800	Other Objects	\$160	\$0	\$0	\$0	0.00%
	Total	\$2,720,801	\$2,598,502	\$2,892,569	\$294,067	11.32%

Significant Changes to the 25-26 Budget -

- **Salaries & Benefits** - The decrease is a result of savings from retirements, partially offset by standard salary and benefit increases.
- **Purchased Professional & Technical Services** - The decrease is because of a reclassification of Title IV federal funds from 2200-300 to 1100-600.
- **Property** - The increase is attributed to the GASB 87 entry for recording the new copier lease agreement. The current lease is set to expire in October 2025. There is an applicable amount designated under revenue – Other Financing Sources as well.

2300 – SUPPORT SERVICES – ADMINISTRATION

This includes school board services, tax collection services, the Office of the Superintendent, community relation services, principal services and legal and accounting services

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2300-100	Salaries	\$1,646,242	\$1,643,692	\$1,770,478	\$126,786	7.71%
2300-200	Benefits	\$1,068,700	\$1,069,279	\$1,161,046	\$91,767	8.58%
2300-300	Purchased Professional & Technical Services	\$139,822	\$160,500	\$175,000	\$14,500	9.03%
2300-400	Purchased Property Services	\$6,077	\$8,000	\$8,000	\$0	0.00%
2300-500	Other Purchased Services	\$1,377	\$2,110	\$8,290	\$6,180	292.89%
2300-600	Supplies	\$36,703	\$49,562	\$41,810	-\$7,752	-15.64%
2300-800	Other Objects	\$15,998	\$16,195	\$167,470	\$151,275	934.08%
	Total	\$2,914,919	\$2,949,338	\$3,332,094	\$382,756	12.98%

Significant Changes to the 25-26 Budget -

- **Salaries** - The increase results from transferring a position from 1100-100, along with standard salary increases.
- **Benefits** - The majority of the change is attributed to increased SS and PSERS expenditures associated with the change in salaries, along with additional medical premiums.
- **Purchased Professional & Technical Services** - The increase is due to higher legal fees incurred during the 2024-2025 fiscal year.
- **Other Purchased Services** - The increase is a reclassification of real estate tax bill postage from the supplies category.
- **Supplies** - The majority of the decrease is due to the reclassification of real estate tax bill postage to the Other Purchased Services category.
- **Other Objects** - The increase is due to the reclassification of tax collection fees paid for EIT, realty transfer and delinquent taxes, with a corresponding decrease in 2500-800.

2400 – PUPIL HEALTH

This includes the School Nursing Department and OT/PT services

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2400-100	Salaries	\$389,343	\$385,621	\$404,162	\$18,541	4.81%
2400-200	Benefits	\$254,026	\$261,819	\$278,360	\$16,541	6.32%
2400-300	Purchased Professional & Technical Services	\$203,041	\$220,049	\$203,161	-\$16,888	-7.67%
2400-400	Purchased Property Services	\$530	\$1,650	\$1,650	\$0	0.00%
2400-500	Other Purchased Services	\$14	\$90	\$90	\$0	0.00%
2400-600	Supplies	\$8,116	\$9,000	\$9,000	\$0	0.00%
2400-800	Other Objects	\$260	\$350	\$350	\$0	0.00%
	Total	\$855,330	\$878,579	\$896,773	\$18,194	2.07%

Significant Changes to the 25-26 Budget -

- **Salaries** - The change in salaries reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures.
- **Benefits** - The majority of the change is attributed to increased SS and PSERS expenditures associated with the change in salaries, along with additional medical premiums.
- **Purchased Professional & Technical Services** - The decrease is due to a reduction in OT/PT services provided through the LIU.

2500 – BUSINESS

This includes the Business Affairs Department and bank/bond fees

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2500-100	Salaries	\$436,588	\$428,252	\$455,246	\$26,994	6.30%
2500-200	Benefits	\$280,638	\$287,597	\$311,419	\$23,822	8.28%
2500-300	Purchased Professional & Technical Services	\$40,782	\$6,550	\$6,600	\$50	0.76%
2500-400	Purchased Property Services	\$1,469	\$900	\$1,500	\$600	66.67%
2500-500	Other Purchased Services	\$11,876	\$15,850	\$10,500	(\$5,350)	-33.75%
2500-600	Supplies	\$29,238	\$31,300	\$30,400	(\$900)	-2.88%
2500-800	Other Objects	\$160,139	\$169,500	\$13,640	(\$155,860)	-91.95%
	Total	\$960,730	\$939,949	\$829,305	(\$110,644)	-11.77%

Significant Changes to the 25-26 Budget -

- **Salaries** - The change in salaries reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures.
- **Benefits** - The increase is due to a change in employee medical coverage.
- **Purchased Property Services** - This category covers the postage meter rental. The increase reflects an adjustment to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures.
- **Other Purchased Services** - The change is attributed to a reduction in postage costs.
- **Other Objects** - The decrease is due to the reclassification of tax collection fees paid for EIT, Realty Transfer and Delinquent Taxes as noted under function 2300.

2600 – OPERATION AND MAINTENANCE OF PLANT SERVICES

This includes the Facilities Department and safety and security services

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2600-100	Salaries	\$1,364,733	\$1,471,073	\$1,518,529	\$47,456	3.23%
2600-200	Benefits	\$914,506	\$1,044,075	\$1,083,369	\$39,294	3.76%
2600-300	Purchased Professional & Technical Services	\$291,007	\$322,500	\$303,500	-\$19,000	-5.89%
2600-400	Purchased Property Services	\$696,312	\$620,688	\$631,750	\$11,062	1.78%
2600-500	Other Purchased Services	\$242,868	\$307,270	\$330,900	\$23,630	7.69%
2600-600	Supplies	\$1,570,972	\$1,345,873	\$1,635,308	\$289,435	21.51%
2600-700	Property	\$129,891	\$143,175	\$120,000	-\$23,175	-16.19%
2600-800	Other Objects	\$281	\$500	\$500	\$0	0.00%
	Total	\$5,210,570	\$5,255,154	\$5,623,856	\$368,702	7.02%

Significant Changes to the 25-26 Budget -

- **Purchased Professional & Technical Services** - The decrease is attributed to aligning the budget with actual expenditures. Traditional expenditures in this category include elevator maintenance, air quality testing, and water testing and maintenance.
- **Other Purchased Services** - The change is attributed to an anticipated increase in property insurance costs. Costs have risen sharply since 2023 due to more severe weather events and escalating material and labor expenses.
- **Property** - The decrease is due to a reduction in the anticipated cost of facilities equipment.
- **Supplies** - The change is driven by rising electricity and natural gas costs. The increase reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures. Electricity costs have spiked in recent years due to higher transmission fees and the increased expense of green energy initiatives post-COVID. Additionally, much of the supporting infrastructure, built in the 1960s and 1970s, has required complete replacement. Starting in June 2025, the district will face significant capacity cost increases as demand outpaces available supply due to a shortage of generators.

2700 – STUDENT TRANSPORTATION SERVICES

This includes the Transportation Department

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2700-100	Salaries	\$52,788	\$54,371	\$56,002	\$1,631	3.00%
2700-200	Benefits	\$45,083	\$51,328	\$50,545	-\$783	-1.53%
2700-300	Professional & Technical Services	\$7,007	\$0	\$0	\$0	0.00%
2700-400	Purchased Property Services	\$2,495	\$0	\$0	\$0	0.00%
2700-500	Other Purchased Services	\$3,889,341	\$3,697,300	\$4,085,300	\$388,000	10.49%
2700-600	Supplies	\$99,499	\$124,200	\$107,100	-\$17,100	-13.77%
2700-800	Other Objects	\$227	\$50	\$235	\$185	370.00%
	Total	\$4,096,440	\$3,927,249	\$4,299,182	\$371,933	9.47%

Significant Changes to the 25-26 Budget -

- **Other Purchased Services** - The change reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures, with an increase of 3.0% over anticipated 2024-2025 figures. This category includes student transportation.
- **Supplies** - The change reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures. The category includes fuel for the busses.
- **Other Objects** - The change reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures.

2800 – SUPPORT SERVICES - CENTRAL

This includes the Human Resource Department, non-instructional staff development services and data processing operational services

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2800-100	Salaries	\$378,490	\$438,657	\$393,917	-\$44,740	-10.20%
2800-200	Benefits	\$279,306	\$290,565	\$303,720	\$13,155	4.53%
2800-300	Purchased Professional & Technical Services	\$19,912	\$39,150	\$39,650	\$500	1.28%
2800-500	Other Purchased Services	\$4,973	\$8,450	\$5,700	-\$2,750	-32.54%
2800-600	Supplies	\$7,461	\$13,270	\$8,870	-\$4,400	-33.16%
2800-800	Other Objects	\$985	\$1,750	\$1,750	\$0	0.00%
	Total	\$691,127	\$791,842	\$753,607	-\$38,235	-4.83%

Significant Changes to the 25-26 Budget -

- **Salaries** - The change in salaries reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures.
- **Other Purchased Services** - The change reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures. The category includes the cost of advertising.
- **Supplies** - The change reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures. The category includes the cost of the district's absence management software.

2900 – OTHER SUPPORT SERVICES

This includes the LIU operating support payment

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
2900-500	Other Purchased Services	\$4,642	\$5,000	\$5,000	\$0	0%
	Total	\$4,642	\$5,000	\$5,000	\$0	0%

According to School Code Section 920-A, school districts are required to contribute a portion of the Intermediate Unit (IU) budget. For the 2025-2026 fiscal year, these contributions account for 1.5% of the LIU budget.

3000 – OPERATION OF NON INSTRUCTIONAL SERVICES SUMMARIZED

Function	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
3200	Student Activities	\$1,201,672	\$1,211,660	\$1,269,762	\$58,102	4.80%
3300	Community Services	\$7,276	\$7,602	\$6,000	-\$1,602	-21.07%
Total		\$1,208,948	\$1,219,262	\$1,275,762	\$56,500	4.63%

3200 – STUDENT ACTIVITIES

This includes school sponsored activities (co-curricular) and athletics

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
3200-100	Salaries	\$581,602	\$581,200	\$592,145	\$10,945	1.88%
3200-200	Benefits	\$267,170	\$272,677	\$278,379	\$5,702	2.09%
3200-300	Purchased Professional & Technical Services	\$66,613	\$89,250	\$91,950	\$2,700	3.03%
3200-400	Purchased Property Services	\$40,504	\$18,600	\$19,900	\$1,300	6.99%
3200-500	Other Purchased Services	\$62,260	\$72,830	\$75,330	\$2,500	3.43%
3200-600	Supplies	\$167,685	\$153,318	\$187,073	\$33,755	22.02%
3200-800	Other Objects	\$15,838	\$23,785	\$24,985	\$1,200	5.05%
	Total	\$1,201,672	\$1,211,660	\$1,269,762	\$58,102	4.80%

Significant Changes to the 25-26 Budget -

- **Purchased Property Services** - The change is attributed to the allocation of additional funds for the reconditioning of equipment and uniforms.
- **Supplies** - The increase is due to the timing of the uniform replacement cycle. In 2024-2025, uniforms were replaced for cheerleading, volleyball, and cross country. For 2025-2026, replacements are scheduled for baseball, cheerleading, lacrosse, volleyball, and wrestling.

3300 – COMMUNITY SERVICES

This includes federally funded events such as parent engagement night

Acct Code	Description	2023-2024	2024-2025	2025-2026	\$ Increase\	% Increase\
		Actual	Budget	Budget	(Decrease)	(Decrease)
3300-600	Supplies	\$7,276	\$7,602	\$6,000	-\$1,602	-21.07%
	Total	\$7,276	\$7,602	\$6,000	-\$1,602	-21.07%

This category is budgeted according to the federally funded grant agreements.

4000 – FACILITIES SERVICES SUMMARIZED

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
4000-400	Purchased Property Services	\$526,849	\$0	\$0	\$0	0.00%
	Total	\$526,849	\$0	\$0	\$0	0.00%

This category represents capital expenditures incurred to renovate or improve existing buildings. The 2023-2024 expenditures were funded through ESSER.

5000 – OTHER EXPENDITURES AND FINANCING USES SUMMARIZED

Function	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
5000	Debt Service	\$7,816,693	\$8,181,037	\$8,292,498	\$111,461	1.36%
Total		\$7,816,693	\$8,181,037	\$8,292,498	\$111,461	1.36%

5110 – DEBT SERVICE

This includes bond principal and interest payments, capital lease principal and interest payments (GASB 87) and refund of prior years' receipts

Acct Code	Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
5100-800	Interest	\$3,601,087	\$ 3,505,822	\$ 3,439,732	\$ (66,090)	-1.89%
5100-900	Principal	\$4,215,431	\$ 4,675,215	\$ 4,852,766	\$ 177,551	3.80%
5100-800	Refund of prior year receipts	\$175	\$ -	\$ -	\$ -	0.00%
	Total	\$7,816,693	\$ 8,181,037	\$ 8,292,498	\$ 111,461	1.36%

The budgeted amounts are according to the current debt service payment schedule and current lease payment schedules for the iPads, MacBook's, copiers and TEQlease.

MAJOR REVENUE FUNCTIONS WITHIN THE BUDGET

(As set forth by PDE in the Chart of Accounts)

6000 Revenue from Local Sources –

- **The amount of money produced within the boundaries of the LEA and available to the LEA for its use; and monies collected by a political subdivision, i.e., county, borough, etc. between the LEA and the State.**

7000 Revenues from State Sources –

- **Revenue originating from Commonwealth of PA appropriations and directly disbursed to the recipient.**

8000 Revenues from Federal Sources –

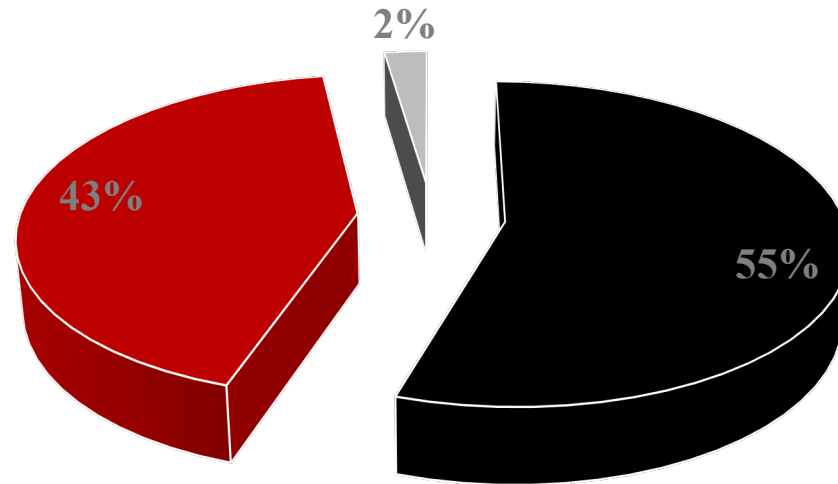
- **Revenue originating from the Federal government.**

9000 Other Financing Sources –

- **Other financing sources include governmental fund general long-term debt proceeds, interfund transfers-in, proceeds of fixed asset dispositions and other transfer-in and receipts.**

TOTAL REVENUES SUMMARIZED

Description	2025-2026 Budget	% of Total Budget
Local Sources	\$40,606,382	55.00%
State Sources	\$31,498,211	42.67%
Federal/Other Sources	\$1,720,125	2.33%
Total	\$73,824,718	100.00%



- Local Sources
- State Sources
- Federal/Other Sources

REAL ESTATE TAX REVENUE WITH AND WITHOUT A TAX INCREASE

% Increase	Millage Rate	Assessed Value	Collection Rate	Net Collections	Additional Revenue	
0.00%	24.3070	1,265,718,339	96.50%	29,689,012	2,910	<i>Currently in the 2025-2026 budget</i>
1.00%	24.5501	1,265,718,339	96.50%	29,985,902	296,890	<i>Additional funds that would be added</i>
1.50%	24.6716	1,265,718,339	96.50%	30,134,347	445,335	<i>Additional funds that would be added</i>
2.00%	24.7931	1,265,718,339	96.50%	30,282,792	593,780	<i>Additional funds that would be added</i>
2.50%	24.9147	1,265,718,339	96.50%	30,431,237	742,225	<i>Additional funds that would be added</i>
3.00%	25.0362	1,265,718,339	96.50%	30,579,682	890,670	<i>Additional funds that would be added</i>
3.50%	25.1577	1,265,718,339	96.50%	30,728,128	1,039,115	<i>Additional funds that would be added</i>
4.00%	25.2793	1,265,718,339	96.50%	30,876,573	1,187,560	<i>Additional funds that would be added</i>

Please note -

The small increase is attributed to minimal growth in taxable assessments for 2024-2025 (0.53%). This year-over-year change is the lowest recorded since before fiscal year 2018-2019.

REAL ESTATE TAX REVENUE 2024-2025 BUDGET CALCULATION AND ACTUAL ANTICIPATED REVENUE

Estimated 2024-2025 real estate tax collections
based on prior years assessments and trends

Assessed Value	1,264,284,149
Millage Rate/1000	0.0243070
Gross Taxes	30,730,955
Collection Rate	96.6%
Net Collectible Taxes	29,686,102

Actual 2024-2025 real estate tax collections

Assessed Value	1,250,325,088
Millage Rate/1000	0.0243070
Gross Taxes	30,391,652
Collection Rate	96.3%
Net Collectible Taxes	29,274,485

Difference -\$411,617

For 2024-2025 –

- Assumed a 1.5% increase in collectible assessment (average of the last 4 years) & addition of Mavis Tire (combined increase of 1.67%).*
- The total 2024-2025 increase in collectible assessment was only .53%. The loss of 1.17% in assessed value equates to a reduction of \$328 thousand in tax collections at a 96.6% collection rate.*
- Assumed a 96.6% collection rate (average of the last 4 years), the collection rate was 96.32%. The remaining \$84 thousand loss is attributed to the drop in the collection rate.*

2025-2026 REGULAR REAL ESTATE TAX CALCULATION

Assessed Value	1,265,718,339
Millage Rate/1000	0.0243070
Gross Taxes	30,765,816
Collection Rate	96.5%
Net Collectible Taxes	29,689,012

- *Assumed a modest 1% increase in collectible assessment & addition of Moove-In Storage & Wawa.*
- *Assumed a collection rate of 96.5% - average of the last 5 years of collections.*

6000 - REVENUE FROM LOCAL SOURCES

Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
Regular Real Estate Taxes	\$29,200,577	\$29,686,102	\$29,689,012	\$2,910	0.01%
Interim Real Estate Taxes	\$394,508	\$352,500	\$376,220	\$23,720	6.73%
Delinquent Real Estate Taxes	\$612,081	\$600,000	\$640,000	\$40,000	6.67%
Earned Income Tax	\$6,694,445	\$6,335,500	\$6,900,000	\$564,500	8.91%
Realty Transfer Tax	\$705,360	\$650,000	\$700,000	\$50,000	7.69%
Interest Earnings	\$1,093,868	\$850,000	\$950,000	\$100,000	11.76%
IDEA	\$951,489	\$975,100	\$975,100	\$0	0.00%
Other Local Revenue	\$767,860	\$402,732	\$376,050	-\$26,682	-6.63%
Total	\$40,420,188	\$39,851,934	\$40,606,382	\$754,448	1.89%

Significant Changes to the 25-26 Budget -

- **Regular Real Estate Taxes** - Over the last four years, the average taxable assessed values have increased 1.5%. For 24-25, the increase was a modest ½%. For 2025-2026, there is a 1% increase in taxable assessed values budgeted with the addition of Moove-In Storage and Wawa.
- **Earned Income Taxes** - The increase in EIT is 3% over the anticipated 2024-2025 figures.
- **Delinquent & Realty Transfer Taxes** - The increase is consistent with current collections.
- **Interest Earnings** - The estimated interest collections were built based on the current cash flow analysis with anticipated FED rate cuts.
- **Other Local Revenue** - The change is attributable to a reduction in tuition and device protection fees.

7000 - REVENUE FROM STATE SOURCES

Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
Basic Education Subsidy	\$13,410,056	\$13,678,600	\$14,184,900	\$506,300	3.70%
Special Education Subsidy	\$2,691,981	\$2,745,968	\$3,013,800	\$267,832	9.75%
Transportation Subsidy	\$1,617,443	\$1,665,966	\$1,745,267	\$79,301	4.76%
Debt Payment Reimbursement	\$1,246,668	\$1,256,129	\$1,213,250	-\$42,879	-3.41%
Property Tax Reduction	\$1,608,319	\$1,932,017	\$1,932,017	\$0	0.00%
Ready to Learn Grant	\$560,822	\$560,822	\$1,113,841	\$553,019	98.61%
Social Security Reimbursement	\$1,219,730	\$1,294,190	\$1,305,340	\$11,150	0.86%
PSERS Reimbursement	\$5,705,786	\$5,997,255	\$6,040,500	\$43,245	0.72%
Charter School Reimbursement	\$0	\$0	\$301,450	\$301,450	100.00%
Vocational Education	\$360,943	\$335,810	\$416,700	\$80,890	24.09%
Other State Revenue	\$321,209	\$246,146	\$231,146	-\$15,000	-6.09%
Total	\$28,742,957	\$29,712,903	\$31,498,211	\$1,785,308	6.01%

Significant Changes to the 25-26 Budget -

- **Basic Education Subsidy** - There is a 3% increase over 2024-2025 anticipated actuals.
- **Special Education Subsidy** - There is an increase of 5% over 2024-2025 anticipated actuals which is consistent with the last three years.
- **Transportation Subsidy** - The change is based on the cost reimbursement of the anticipated 2024-2025 expenditures factoring in annual miles, passenger capacity and the cost index.
- **Other State Revenue** - The change reflects adjustments to align the budget with 2023-2024 actuals and anticipated 2024-2025 figures for Section 1305 & 1306 tuition reimbursement.
- **Ready To Learn Grant** - The significant increase is based on the 2024-2025 Adequacy Supplement enacted as part of the Governor's Budget.
- **Charter School Reimbursement** - 9.21% of the 2023-2024 cyber/charter school expenditures.
- **Vocational Education** - There is a 3% increase over 2024-2025 anticipated actuals.

8000/9000 - REVENUE FROM FEDERAL/OTHER FINANCING SOURCES

Description	2023-2024 Actual	2024-2025 Budget	2025-2026 Budget	\$ Increase\ (Decrease)	% Increase\ (Decrease)
ESSER Revenue	\$1,266,251	\$0	\$0	\$0	0.00%
Title Revenue	\$747,004	\$748,317	\$731,325	-\$16,992	-2.27%
ACCESS Funding	\$364,676	\$925,600	\$635,000	-\$290,600	-31.40%
Perkins	\$36,998	\$37,000	\$41,300	\$4,300	11.62%
Extended Term Financing (iPads/MacBook's)	\$108,050	\$1,742,050	\$302,500	-\$1,439,550	-82.64%
Sale of Assets	\$6,610	\$433,000	\$10,000	-\$423,000	-97.69%
Total	\$2,529,589	\$3,885,967	\$1,720,125	-\$2,165,842	-55.73%

Significant Changes to the 25-26 Budget -

- Title Revenue & Perkins - Based on current grant awards.
- ACCESS funding - The decrease is due to utilization of the drawdown approach to minimize budget impact along with reduction in funding received during 2024-2025. The reduction in funding was due to a drop in reimbursement percentages of certain expenditures.
- Extended Term Financing - The reduction is due to the iPad & MacBook's purchased during 2024-2025. There is an applicable reduction under 1100-700.
The 2025-2026 budget is attributed to the GASB 87 entry for recording the new copier lease agreement. The current lease is set to expire in October 2025. There is an applicable amount designated under 2200-700.
- Sale of Assets - The budget is based on collections anticipated unrelated to large scale iPads or MacBook's sales.

RECAP – TOTAL PRELIMINARY BUDGET

2025-2026 Total Preliminary Expenditures	\$76,269,759
2025-2056 Total Preliminary Revenues	\$73,824,718
Preliminary Deficit	-\$2,445,041

POSSIBLE ADDITIONAL BUDGETARY IMPACTS AND NEXT STEPS

Possible changes to the 2025-2026 budget during deliberations –

- ✓ **Additional state funding as experienced during 2024-2025 (\$1.048 million).**
- ✓ **Savings from retirements.**
- ✓ **Additional Learning Support classroom at Weigelstown.**
- ✓ **Introduce an elementary intensive learning support classroom to provide in-house education for current and prospective LIU students lending to cost savings.**
- ✓ **Addition of an Assistant Special Education Director.**
- ✓ **Replacement of a Transportation Department transit van.**

Next Steps – Input from the School Board for the February budget presentation.