

Bellefonte Area School District  
Five-Year Financial Plan Assumptions  
2013-2018

REVENUES

- Fund balance will remain at 7.0%.
- Real estate assessed value will grow at a rate of 1.00% per year.
- Real estate tax collection rate of 94.0%.
- EIT estimates will grow \$100,000 per year.
- Basic instruction subsidy will remain flat for all years.
- Special Education subsidy will remain flat for all years.
- ABG funds will be zero.
- Transportation subsidy will remain level with no increase.
- Title I & II grant revenue will remain level.

EXPENDITURES

- Salary increases per union contracts & agreements.
- Benefit payments per union contracts & agreements.
- Retirement rate per PSERS estimates of 21.40%, 25.75%, 26.50% and 27.00% respectively.
- District will use \$0, \$600,000, \$600,000 and \$400,000 respectively of the \$2.0M of reserved PSERS funds. Remaining balance of \$400,000.
- Health insurance will increase 6.0%, 8.0%, 8.0% and 8.0% respectively.
- CPI tuition will increase 4.0% per year.
- CPI payments for debt are per amortization schedule and also include the energy performance loan.
- Charter school tuition costs will be \$1,950,000, \$2,050,000, \$2,150,000 and \$2,250,000 respectively.
- Books will remain constant at \$500,000 for curriculum updates each year.
- Technology purchases are level to reflect leases rolling over.
- Bond interest & principal payments per amortization schedules.
- Food Service transfers will be \$100,000 each year.
- Other expenditure line items will remain relatively constant with current budget or actual costs.

# Bellefonte Area School District FIVE YEAR FINANCIAL PLAN

|  | <u>ACTUAL</u><br><u>08-09</u> | <u>ACTUAL</u><br><u>09-10</u> | <u>ACTUAL</u><br><u>10-11</u> | <u>ACTUAL</u><br><u>11-12</u> | <u>ACTUAL</u><br><u>12-13</u> | <u>BUDGET</u><br><u>13-14</u> | <b>PROJECTED</b><br><b>14-15</b> | <b>PROJECTED</b><br><b>15-16</b> | <b>PROJECTED</b><br><b>16-17</b> | <b>PROJECTED</b><br><b>17-18</b> |
|--|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
| BEGINNING FUND BALANCE                           | \$5,281,604                   | \$5,230,148                   | \$5,608,483                   | \$6,076,254                   | \$7,034,746                   | \$8,278,037                   | \$6,018,037                      | \$3,288,037                      | \$3,373,037                      | \$3,488,037                      |
| REVENUES:  |                               |                               |                               |                               |                               |                               |                                  |                                  |                                  |                                  |
| 6000 Local Sources                               | 23,110,147                    | 24,392,023                    | 25,497,231                    | 26,895,638                    | 27,801,271                    | 27,705,620                    | 28,891,123                       | 30,465,045                       | 32,195,150                       | 34,044,819                       |
| 7000 State Sources                               | 14,208,500                    | 13,060,319                    | 13,113,683                    | 13,453,602                    | 13,630,771                    | 14,107,379                    | 14,698,876                       | 15,174,955                       | 15,314,850                       | 15,430,181                       |
| 8000 Federal Sources                             | 739,206                       | 2,456,875                     | 2,786,643                     | 838,906                       | 1,032,064                     | 677,001                       | 665,000                          | 665,000                          | 665,000                          | 665,000                          |
| 9000 Other Sources                               | 0                             | 0                             | 0                             | 691,821                       | 26,911                        | 0                             | 0                                | 0                                | 0                                | 0                                |
| <b>TOTAL REVENUE</b>                             | <b>38,057,853</b>             | <b>39,909,217</b>             | <b>41,397,557</b>             | <b>41,879,967</b>             | <b>42,491,017</b>             | <b>42,490,000</b>             | <b>44,255,000</b>                | <b>46,305,000</b>                | <b>48,175,000</b>                | <b>50,140,000</b>                |
| EXPENDITURES:                                    |                               |                               |                               |                               |                               |                               |                                  |                                  |                                  |                                  |
| 100 Salaries                                     | 18,254,737                    | 18,854,331                    | 19,352,106                    | 17,570,802                    | 17,701,602                    | 18,618,586                    | 19,268,087                       | 19,533,739                       | 19,957,933                       | 20,373,363                       |
| 200 Benefits                                     | 6,950,398                     | 7,848,022                     | 8,648,347                     | 9,033,256                     | 8,776,598                     | 11,455,656                    | 12,554,522                       | 13,425,010                       | 14,314,797                       | 15,394,551                       |
| 300 Professional Services                        | 603,693                       | 581,152                       | 722,443                       | 846,706                       | 873,715                       | 848,691                       | 912,400                          | 922,896                          | 958,632                          | 969,615                          |
| 400 Purchased Services                           | 1,346,050                     | 1,290,352                     | 1,418,798                     | 873,553                       | 1,715,885                     | 1,280,340                     | 1,375,000                        | 1,129,850                        | 1,139,749                        | 1,144,696                        |
| 500 Other Purchased Services                     | 4,516,644                     | 4,725,888                     | 4,774,271                     | 5,200,910                     | 5,812,604                     | 6,067,421                     | 6,246,835                        | 6,457,511                        | 6,669,952                        | 6,900,672                        |
| 600 Supplies                                     | 1,816,067                     | 1,796,077                     | 1,580,104                     | 1,369,037                     | 1,609,487                     | 1,669,949                     | 1,655,000                        | 1,655,000                        | 1,725,000                        | 1,730,000                        |
| 700 Property                                     | 529,812                       | 259,418                       | 215,819                       | 1,022,059                     | 127,280                       | 304,225                       | 300,000                          | 300,000                          | 300,000                          | 300,000                          |
| 800 Other Objects                                | 2,111,272                     | 1,805,203                     | 1,766,245                     | 1,763,069                     | 1,367,724                     | 1,630,944                     | 1,535,880                        | 1,479,056                        | 1,431,643                        | 1,360,924                        |
| 900 Other Uses of Funds                          | 2,072,077                     | 2,152,453                     | 2,343,795                     | 4,113,881                     | 2,062,831                     | 2,874,188                     | 3,137,276                        | 3,316,938                        | 3,362,294                        | 3,441,179                        |
| <b>TOTAL EXPENDITURES</b>                        | <b>38,200,750</b>             | <b>39,312,896</b>             | <b>40,821,928</b>             | <b>41,793,273</b>             | <b>40,047,726</b>             | <b>44,750,000</b>             | <b>46,985,000</b>                | <b>48,220,000</b>                | <b>49,860,000</b>                | <b>51,615,000</b>                |
| COMMITTED RESERVES                               | (341,441)                     | (232,014)                     | (392,142)                     | (1,571,798)                   |                               |                               |                                  |                                  |                                  |                                  |
| UNALLOCATED RESOURCES                            | 250,000                       | 450,000                       | 500,000                       | 700,000                       | 1,200,000                     |                               |                                  | 2,000,000                        | 1,800,000                        | 1,600,000                        |
| EXCESS/(DEFICIT) OF REVENUE<br>OVER EXPENDITURES | (51,456)                      | 378,335                       | 467,771                       | 958,492                       | 1,243,291                     | (2,260,000)                   | (2,730,000)                      | 85,000                           | 115,000                          | 125,000                          |
| ENDING FUND BALANCE                              | \$5,230,148                   | \$5,608,483                   | \$6,076,254                   | \$7,034,746                   | \$8,278,037                   | \$6,018,037                   | \$3,288,037                      | \$3,373,037                      | \$3,488,037                      | \$3,613,037                      |
| <b>Real Estate Tax Millage</b>                   | <b>41.080</b>                 | <b>42.975</b>                 | <b>44.605</b>                 | <b>45.405</b>                 | <b>46.4039</b>                | <b>47.4107</b>                | <b>49.0941</b>                   | <b>51.6122</b>                   | <b>54.4542</b>                   | <b>57.4820</b>                   |
| <b>Mills Chg.</b>                                | <b>1.388</b>                  | <b>1.895</b>                  | <b>1.630</b>                  | <b>0.800</b>                  | <b>0.999</b>                  | <b>1.0068</b>                 | <b>1.683</b>                     | <b>2.518</b>                     | <b>2.842</b>                     | <b>3.028</b>                     |
| <b>% Chg.</b>                                    | <b>3.5%</b>                   | <b>4.6%</b>                   | <b>3.8%</b>                   | <b>1.8%</b>                   | <b>2.2%</b>                   | <b>2.2%</b>                   | <b>3.6%</b>                      | <b>5.1%</b>                      | <b>5.5%</b>                      | <b>5.6%</b>                      |
| Fund Balance %                                   | 13.7%                         | 14.3%                         | 14.9%                         | 16.8%                         | 20.7%                         | 13.4%                         | 7.0%                             | 7.0%                             | 7.0%                             | 7.0%                             |
| Act 1 Index                                      | 5.8%                          | 5.4%                          | 3.8%                          | 1.8%                          | 2.2%                          | 2.2%                          | 2.7%                             | 2.9%                             | 3.1%                             | 3.3%                             |
| Funds needed to reach index                      |                               |                               |                               |                               |                               |                               | \$177,900                        | \$492,800                        | \$580,000                        | \$601,400                        |

**Bellefonte Area School District**  
**Five Year Projected Budget Summary**  
**Expenditures**

|                                    | Actual<br>2008-09    | Actual<br>2009-10    | Actual<br>2010-11    | Actual<br>2011-12     | Actual<br>2012-13    | Budget<br>2013-14    | Projected<br>2014-15 | Projected<br>2015-16 | Projected<br>2016-17 | Projected<br>2017-18 |
|------------------------------------|----------------------|----------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>SALARIES</b>                    | \$18,254,737<br>1.6% | \$18,854,331<br>3.3% | \$19,352,106<br>2.6% | \$17,570,802<br>-9.2% | \$17,701,602<br>0.7% | \$18,618,586<br>5.2% | \$19,268,087<br>3.5% | \$19,533,739<br>1.4% | \$19,957,933<br>2.2% | \$20,373,363<br>2.1% |
| <b>FRINGE BENEFITS</b>             | 6,950,398<br>0.5%    | 7,848,022<br>12.9%   | 8,648,347<br>10.2%   | 9,033,256<br>4.5%     | 8,776,598<br>-2.8%   | 11,455,656<br>30.5%  | 12,554,522<br>9.6%   | 13,425,010<br>6.9%   | 14,314,797<br>6.6%   | 15,394,551<br>7.5%   |
| <b>PROFESSIONAL SERVICES</b>       | 603,693<br>8.3%      | 581,152<br>-3.7%     | 722,443<br>24.3%     | 846,706<br>17.2%      | 873,715<br>3.2%      | 848,691<br>-2.9%     | 912,400<br>7.5%      | 922,896<br>1.2%      | 958,632<br>3.9%      | 969,615<br>1.1%      |
| <b>PURCHASED PROPERTY SERVICES</b> | 1,346,050<br>12.8%   | 1,290,352<br>-4.1%   | 1,418,798<br>10.0%   | 873,553<br>-38.4%     | 1,715,885<br>96.4%   | 1,280,340<br>-25.4%  | 1,375,000<br>7.4%    | 1,129,850<br>-17.8%  | 1,139,749<br>0.9%    | 1,144,696<br>0.4%    |
| <b>OTHER PURCHASED SERVICES</b>    | 4,516,644<br>7.1%    | 4,725,888<br>4.6%    | 4,774,271<br>1.0%    | 5,200,910<br>8.9%     | 5,812,604<br>11.8%   | 6,067,421<br>4.4%    | 6,246,835<br>3.0%    | 6,457,511<br>3.4%    | 6,669,952<br>3.3%    | 6,900,672<br>3.5%    |
| <b>SUPPLIES</b>                    | 1,816,067<br>1.8%    | 1,796,077<br>-1.1%   | 1,580,104<br>-12.0%  | 1,369,037<br>-13.4%   | 1,609,487<br>17.6%   | 1,669,949<br>3.8%    | 1,655,000<br>-0.9%   | 1,655,000<br>0.0%    | 1,725,000<br>4.2%    | 1,730,000<br>0.3%    |
| <b>PROPERTY</b>                    | 529,812<br>-20.1%    | 259,418<br>-51.0%    | 215,819<br>-16.8%    | 1,022,059<br>373.6%   | 127,280<br>-87.5%    | 304,225<br>139.0%    | 300,000<br>-1.4%     | 300,000<br>0.0%      | 300,000<br>0.0%      | 300,000<br>0.0%      |
| <b>OTHER OBJECTS</b>               | 2,111,272<br>-1.6%   | 1,805,203<br>-14.5%  | 1,766,245<br>-2.2%   | 1,763,069<br>-0.2%    | 1,367,724<br>-22.4%  | 1,630,944<br>19.2%   | 1,535,880<br>-5.8%   | 1,479,056<br>-3.7%   | 1,431,643<br>-3.2%   | 1,360,924<br>-4.9%   |
| <b>OTHER USES OF FUNDS</b>         | 2,072,077<br>7.5%    | 2,152,453<br>3.9%    | 2,343,795<br>8.9%    | 4,113,881<br>75.5%    | 2,062,831<br>-49.9%  | 2,874,188<br>39.3%   | 3,137,276<br>9.2%    | 3,316,938<br>5.7%    | 3,362,294<br>1.4%    | 3,441,179<br>2.3%    |
| <b>TOTALS</b>                      | <b>\$38,200,750</b>  | <b>\$39,312,896</b>  | <b>\$40,821,928</b>  | <b>\$41,793,273</b>   | <b>\$40,047,726</b>  | <b>\$44,750,000</b>  | <b>\$46,985,000</b>  | <b>\$48,220,000</b>  | <b>\$49,860,000</b>  | <b>\$51,615,000</b>  |
| <b>% Increase</b>                  | <b>2.2%</b>          | <b>2.9%</b>          | <b>3.8%</b>          | <b>2.4%</b>           | <b>-4.2%</b>         | <b>11.7%</b>         | <b>5.0%</b>          | <b>2.6%</b>          | <b>3.4%</b>          | <b>3.5%</b>          |