North East School District

2019-2020 Proposed Final Budget

Table of Contents

Budget Summary For 2019-2020	Pg. 2
Budget Overview	Pg. 3
General Fund Revenue	Pg. 5
Local Revenue	Pg. 6
State Revenue	Pg. 7
Federal Revenue	Pg. 8
General Fund Expenditures	Pg. 9
1110 - General Education	Pg. 10
1200 - Special Education	Pg. 11
1200 - Special Education	Pg. 12
1300 - Vocational Education	Pg. 13
1400 - Other Instructional Programs	Pg. 14
2120 - Guidance Services	Pg. 15
2240 -Technology	Pg. 16
2250 - Library	Pg. 17
2310 - Board Services	Pg. 18
2350 - Legal Services	Pg. 18
2360 - Superintendent Office	Pg. 19
2380 - Principal's Office	Pg. 20
2400 - Heath Services	Pg. 21
2450 - Non-Public Health Services	Pg. 21
2511 - Business Office	Pg. 22
2620 - Operation Maintenance	Pg. 23
2660 – Safety and Security Services	Pg. 24
2720 - Transportation	Pg. 25
2750 - Non-Public Transportation Budget	Pg. 26
2900 - IU5 Operation Budget	Pg. 27
3200 - Student Activities	Pg. 28
3211 – Marching Band	Pg. 29
3250 - Student Athletics	Pg. 30
3330 - Community Services	Pg. 31
5110 – Debt Service	Pg. 32
5210 – Budgetary Reserves	Pg. 33
5220 – Athletic Fund	Pg. 33
5230 – Capital Projects Fund	Pg. 34

Budget

Summary for 2019-2020

	2018-19 FINAL BUDGET	2019-20 PROPOSED BUDGET	INCREASE / (DECREASE)	PERCENT CHANGE
REVENUES				
Current Real Estate Taxes	$ 7,572,777	$ 7,653,700	$ 80,923	1.07%
Delinquent Real Estate Taxes	450,000	455,000	5,000	1.11%
Earned Income Taxes	1,100,000	1,100,000	-	0.00%
Other Taxes	140,000	144,500	4,500	3.21%
Interest Earnings	94,000	213,000	119,000	126.60%
Other Local Revenue	363,245	423,836	60,591	16.68%
State Subsidies	14,422,147	14,626,695	204,548	1.42%
Federal Subsidies	622,400	624,500	2,100	0.34%
	24,764,569	25,241,231	476,662	1.92%
EXPENDITURES				
Salaries	11,180,477	11,321,310	140,833	1.26%
Group Insurance	2,347,260	2,252,190	(95,070)	-4.05%
Payroll Taxes	831,342	845,099	13,757	1.65%
Retirement	3,738,784	3,875,506	136,722	3.66%
Tuition Reimbursement	107,000	63,000	(44,000)	-41.12%
Purchased Services	1,386,585	1,502,112	115,527	8.33%
Utilities	427,400	406,800	(20,600)	-4.82%
Insurance	174,883	173,744	(1,139)	-0.65%
Communications	32,000	29,600	(2,400)	-7.50%
Tuition	1,267,626	1,335,689	68,063	5.37%
Travel	97,810	97,315	(495)	-0.51%
Supplies	655,836	623,575	(32,261)	-4.92%
Oil, Gasoline & Diesel	128,800	145,700	16,900	13.12%
Textbooks & Workbooks	49,450	42,455	(6,995)	-14.15%
Equipment	116,070	131,697	15,627	13.46%
Debt Service	1,543,366	1,544,359	993	0.06%
Transfer to Capital Projects Fund	664,000	691,000	27,000	4.07%
Budgetary Reserve	15,880	154,021	138,141	869.91%
	24,764,569	25,241,231	476,662	1.92%
Increase/Decrease in Fund Balance	$ -	$ -		

Budget Overview for 2019-2020

Revenue

The 2019-20 budget includes projected revenues of $25,241,231. This represents a $476,662 (1.92%) increase from 2018-19. Basic and special education subsidies have been budgeted at anticipated 2018-19 levels with no increase in 2019-20. The preliminary budget does not include a real estate tax increase. Following is a summary of major revenue variances from the 2018-19 budget:

MAJOR REVENUE INCREASES	
Interest Earnings • Rising interest rates and increased committed fund balance	$119,000
Retirement subsidy • State's share of the increase in the district's retirement contribution	95,000
18-19 Basic Education Subsidy • Actual amount of 18-19 Basic Ed Subsidy increase above 18-19 budgeted amount	82,757
Real estate taxes • New construction - $80,923	80,923
Tuition Income • Increase in number of non-resident special education students	54,500

MAJOR REVENUE DECREASES	
Title I - Federal • 18-19 final allocation was lower than budgeted and cuts are anticipated again in 2019-20	($16,400)

Budget Overview for 2019-2020

Expenditures

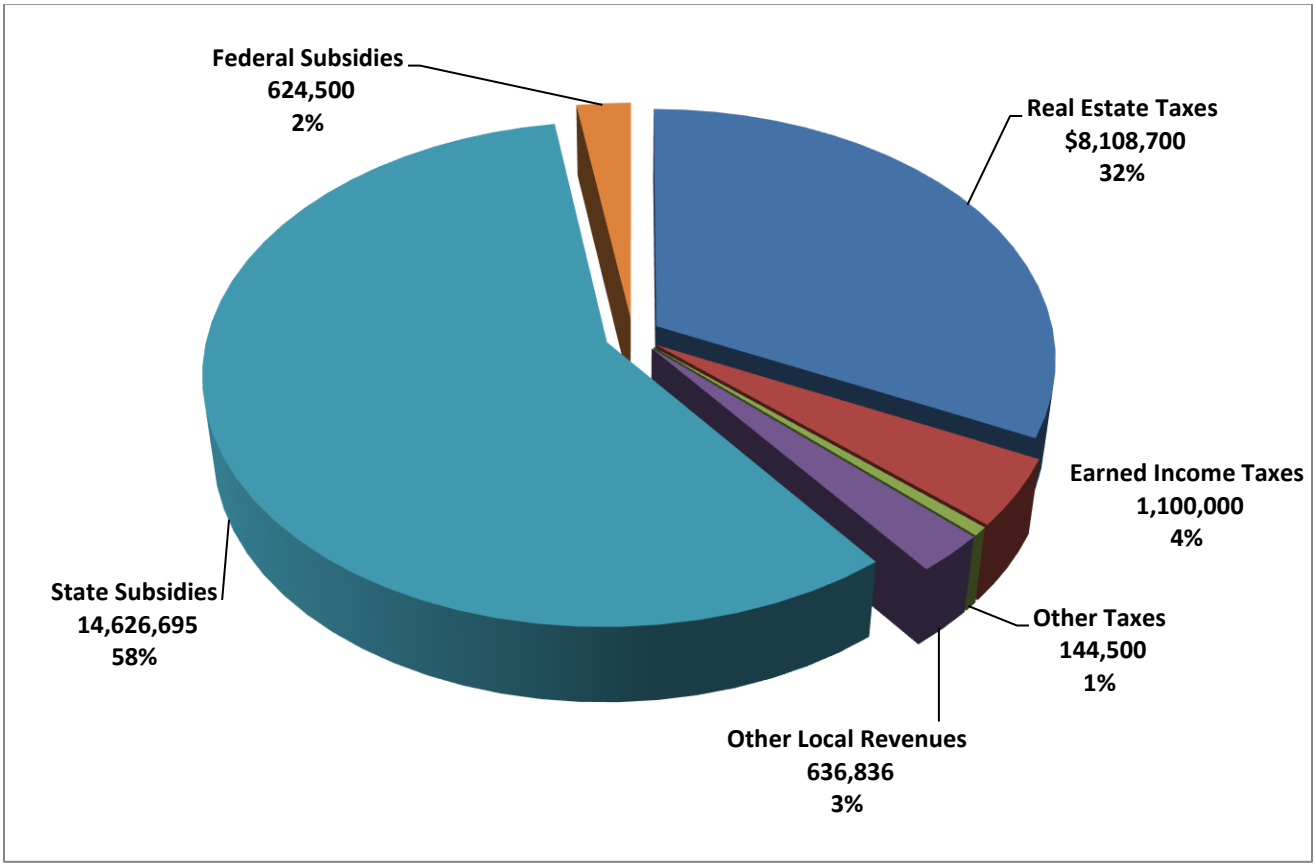
Expenditures in the 2019-20 proposed final budget total $25,241,231. This is an increase of $476,662 or 1.92% percent. The following charts summarize the major expenditure variances from the 2018-1 budget:

MAJOR EXPENDITURE INCREASES	
Budgetary Reserve • Increase related to change in budget methodology to reflect Supreme Court charter school tuition calculation decision	**$138,141**
Retirement Contribution • Contribution increased from 33.43% of payroll to 34.29%	**142,781**
Increased in Purchased Professional Special Education Services	**132,440**
Increase in Salaries - Net • Plus salary increases - $208,895 • Plus one and half (1.5) special education instructional aides - $23,653 • Plus one (1) non-CDL van driver - $15,770 • Plus half (.5) business office clerical staff - $17,670 • Less three (3) instructional retirements - $56,255 • Less one (1) elementary instructional position - $32,900 • Less budgeted for extra hours and substitutes - $36,000	**140,833**
Increased in Charter School Tuition • PA Supreme Court charter school tuition calculation decision	**82,147**
Increase in Vocational Technical Education Tuition	**53,976**
Transfer to Capital Projects Fund • Scheduled 4.0% increase	**27,000**

MAJOR EXPENDITURE DECREASES	
Reduction in Health Insurance Cost	**$138,230**
Reduction in Out of District Special Education Tuition	**50,340**
Reduction in Employee Tuition Reimbursement	**43,425**
Reduction in Supplies – Instructional $11,569 and Operational $20,692	**32,261**

General Fund Revenue Sources
$25,241,231

The North East School District receives revenue from a variety of sources, including local, state, federal, and other financing sources. The following pages provide a breakdown of each funding source.



Local Revenue Sources
$9,990,036

Local revenue is the second largest revenue source for North East School District. The largest portion of local revenue is derived from taxes on real estate property and earned income. The 2019-20 proposed final budget includes no proposed real estate tax increase at this time. Local income is expected to increase by $270,014 mostly due to increased interest earnings, interim real estate taxes from new construction and tuition income.

LOCAL SOURCE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Property Tax	7,213,229	7,396,328	7,542,743	7,572,777	7,653,700
PURTA Tax	9,923	9,778	9,157	10,000	9,500
Earned Income	1,067,918	1,036,287	1,102,107	1,100,000	1,100,000
Transfer Tax	127,545	112,700	134,658	130,000	135,000
Delinquent Tax	482,417	391,820	494,845	450,000	455,000
Interest Income	15,376	49,593	115,172	94,000	213,000
Student Athletic Admissions	0	0	0	23,500	23,500
State Rev From Other (SAP)	8,365	12,400	8,400	8,400	8,400
Federal Rev From Other (IDEA)	248,991	246,633	263,628	249,800	255,900
Rentals	12,980	960	15,282	14,000	15,000
Tuition	74,794	42,063	68,121	53,500	106,000
Miscellaneous	6,764	11,213	10,908	14,045	15,036
SUB TOTAL	**9,268,302**	**9,309,775**	**9,765,021**	**9,720,022**	**9,990,036**

State Revenue Sources
$14,626,695

Money from state revenue sources represents the largest portion of North East School District's revenues. Basic and special education subsidies have been budgeted at anticipated 2018-19 levels. Overall, state subsidies are increased by $204,548 from the 2018-19 budget. This increase is mostly due to the increase in the state's share of the district's retirement contribution and basic education subsidy.

STATE SOURCES	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Basic Ed Subsidy	8,424,759	8,595,962	8,658,639	8,658,650	8,741,407
Court Placed Children	26,920	28,144	43,054	25,000	30,000
Driver's Ed Subsidy	0	0	0	0	1,400
Special Ed Subsidy	1,150,071	1,167,059	1,184,465	1,186,335	1,196,711
Transportation – Public & Non-Public	405,101	434,702	397,926	435,000	432,000
Rental & Sinking Fund	329,603	3,972,495	395,449	395,202	398,208
Nurses Service	32,124	32,074	31,503	32,000	32,000
Property Tax Reduction	558,550	558,326	558,223	558,155	558,164
Safe Schools	25,000	0	10,000	0	0
Ready to Learn Block Grant	286,805	286,805	286,805	286,805	286,805
Social Security	485,429	483,066	497,467	515,000	525,000
Retirement	1,690,482	1,981,510	2,192,744	2,330,000	2,425,000
SUB TOTAL	**13,414,844**	**17,540,143**	**14,256,275**	**14,422,147**	**14,626,695**

Federal Revenue Sources
$624,500

Federal revenues comprise the smallest portion of total dollars available to fund educational operations in the North East School District. Grants from the federal government provide funding for instructional services for specific student populations in need of additional instruction and/or remedial services.

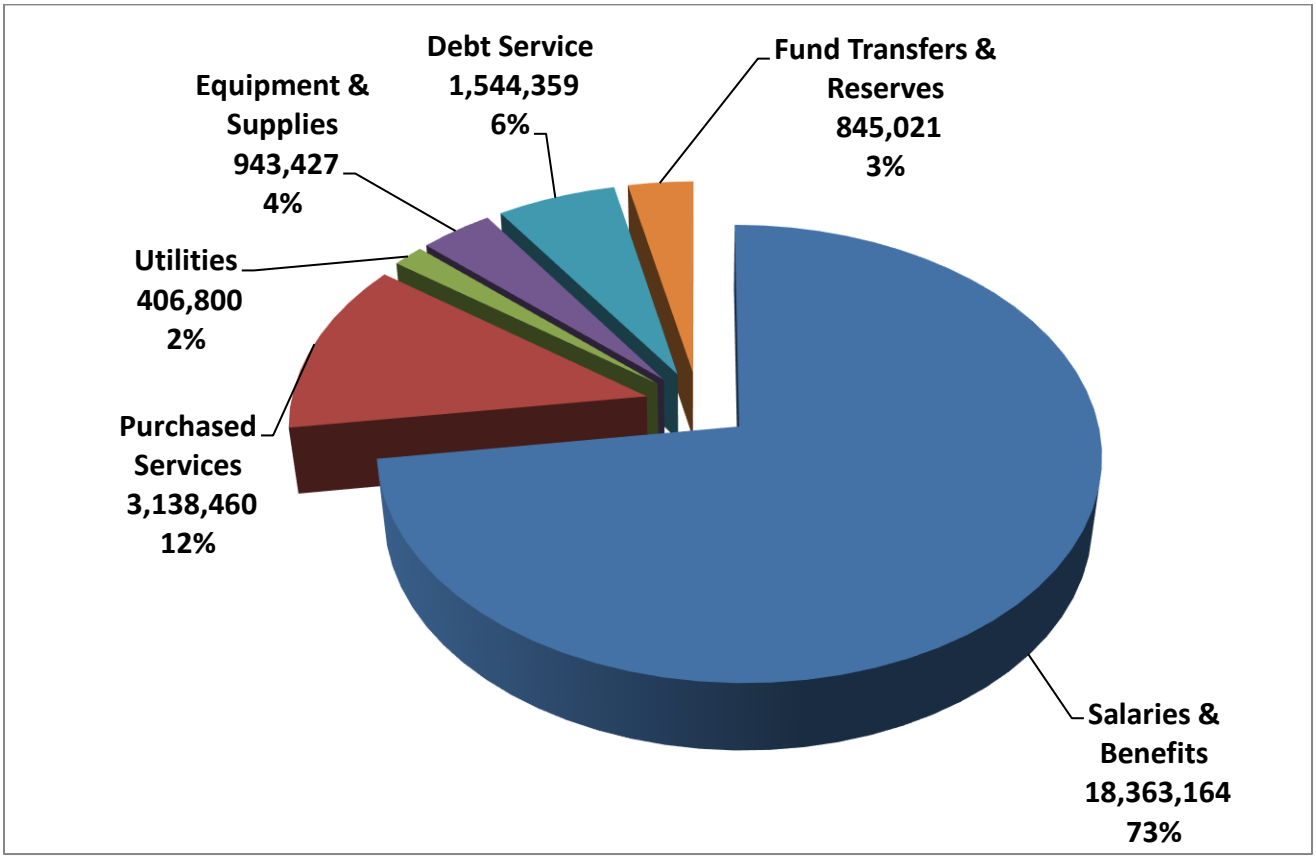
North East School District receives grants for remediation of reading in grades K-2 through Title I, for class-size reduction through Title II funds, for mental health services through Title IV and for special education programs through Medical ACCESS Funds. The President's 2019 budget has proposed eliminating Title II funds and reducing ACCESS funds as proposed in the 2018 President's budget, however, the Senate and House of Representatives were not in agreement and restored some of the funding in 2018.

FEDERAL SOURCES	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Title I	540,361	521,815	468,482	455,400	439,000
Title II	88,100	85,535	71,327	70,000	63,500
Title IV	0	0	10,609	22,000	35,000
Medical ACCESS	66,627	96,828	131,805	69,000	80,000
Medical ACCESS – ADMIN	0	0	8,556	6,000	7,000
SUB TOTAL	**695,088**	**704,178**	**691,779**	**622,400**	**624,500**

GENERAL FUND EXPENDITURES
$25,241,231

Introduction

The information that follows will provide an explanation of proposed budget activity in each budget category for the 2019-20 fiscal year. The chart below shows a breakdown of expenditures by dollar amount and by percentages.



1110: Regular Education

The 1110 account represents regular education expenses for K-12 instructional programming. For fiscal year 2019-2020, there will be an increase of $232,038 from the previous year's budget. This is mostly attributed to charter school tuition PA Supreme Court calculation change and contractual salary increases.

Regular Education Budget

1110 REGULAR ED.	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	5,647,394	5,770,908	5,648,732	5,770,443	5,836,354
Benefits	2,999,109	3,315,270	3,313,649	3,774,706	3,801,823
Professional Service	123,029	197,988	233,993	207,780	216,220
Property Service	44,154	40,816	38,917	38,500	38,590
Other Service	234,823	190,045	266,682	206,895	338,639
Supplies	209,232	287,760	271,883	226,570	224,475
Property	29,068	17,698	4,958	37,460	38,466
Other Objects	1,597	1,150	917	1,210	1,035
1110 SUB TOTAL	**9,288,406**	**9,821,635**	**9,779,731**	**10,263,564**	**10,495,602**

1200: Special Education

The 1200 account represents special education expenses for K-12 instructional programming. The account includes expenses for special and gifted education students. The 1200 accounts will see an increase of $137,854 over the previous year's budget. This is due to an increase in the number of high need students being educated outside the district and the addition of instructional/personal care aide staffing in classrooms inside and outside the district.

Special Education Budget

1211 LIFE SKILLS	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	68,201	69,777	81,567	157,118	160,846
Benefits	28,454	40,427	43,622	92,464	94,020
Supplies	1,481	1,772	1,864	14,331	5,655
1211 SUB TOTAL	**98,136**	**111,976**	**127,053**	**263,913**	**260,521**

1225 SPEECH/LANG	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	45,345	42,575	48,584	49,900	51,595
Benefits	32,474	27,996	30,273	34,273	34,729
Supplies	0	467	973	615	635
Property	0	2,149	0	0	0
Other Objects	0	0	250	225	225
1225 SUB TOTAL	**77,819**	**73,187**	**79,910**	**85,013**	**87,184**

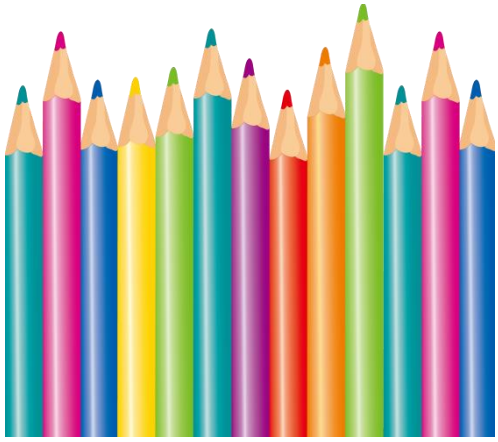
1233 AUTISTIC SPPT	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	160,491	164,342	178,077	164,718	224,156
Benefits	74,536	86,010	92,610	95,635	120,990
Supplies	354	3,213	3,836	3,995	3,045
Other Objects	0	0	0	0	0
1233 SUB TOTAL	**235,381**	**253,565**	**274,523**	**264,348**	**348,191**

1200: Special Education Continued

1241 LEARNING SPPT	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries		653,215	701,902	711,331	699,713
Benefits	365,622	341,622	405,679	442,936	449,091
Supplies	0	7,491	7,944	13,788	9,765
Property Service	0	3,600	6,346	0	0
Other Service	595	0	0	0	0
1241 SUB TOTAL	**1,089,005**	**1,005,928**	**1,121,871**	**1,168,044**	**1,158,569**

1243 GIFTED SPPT	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Supplies	0	0	0	1,000	1,000
1243 SUB TOTAL	**0**	**0**	**0**	**1,000**	**1,000**

1290 OTHER SPEC ED	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	198,955	188,564	201,134	205,157	212,209
Benefits	65,666	104,912	101,531	112,509	128,651
Professional Service	331,664	296,674	354,499	417,900	550,340
Property Service	0	65	0	0	0
Other Service	447,624	434,080	501,635	583,200	486,908
Supplies	17,428	3,019	5,903	6,300	11,665
Other Objects	0	225	225	0	0
1290 SUB TOTAL	**1,061,337**	**1,027,539**	**1,164,927**	**1,325,066**	**1,389,773**



1300: Vocational Education

The 1300 account represents those areas classified as vocational education, including: 1341: Family and Consumer Science, 1350: Technology Education, and 1360: Business Education. This category also includes the 1390 account that represents the tuition North East School District pays to Erie County Technical School (ECTS) for instructional services provided to students.

Vocational Education Budget

1341 FAMILY & CONSUMER SCIENCES	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	43,140	43,250	44,435	45,800	47,495
Benefits	26,273	27,678	28,694	32,552	32,993
Professional Service	0	0	0	0	0
Property Service	0	0	0	300	0
Supplies	3,604	3,078	4,053	5,344	5,895
Property	0	0	7,311	0	400
1341 SUB TOTAL	**73,017**	**74,006**	**84,493**	**83,996**	**86,783**

1350 IND ARTS	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	96,729	100,106	104,465	105,800	109,190
Benefits	56,693	61,618	63,571	71,050	72,016
Property Service	7	346	76	260	1,030
Other Service	0	0	0	0	0
Supplies	17,076	18,025	15,904	16,400	18,105
Property	0	12,201	971	1,125	3,570
1350 SUB TOTAL	**170,505**	**192,296**	**184,987**	**194,635**	**203,911**

1360 BUSINESS ED	15/16	16/17	17/18	18/19	19/20
Salaries	54,736	56,310	57,142	56,900	58,595
Benefits	30,629	33,013	33,695	37,195	37,712
Other Service	0	0	0	0	0
Supplies	4,575	4,502	2,954	5,759	**3,570**
1360 SUB TOTAL	**89,940**	**93,825**	**93,791**	**99,854**	**100,987**

1390 TUITION TO VO-TECH	15/16	16/17	17/18	18/19	19/20
Other Service	**344,783**	**305,827**	**324,684**	**338,326**	**392,302**

1400: Other Instructional Programs

Other Instructional Programs comprise the 1400 account. These programs include driver training, homebound instruction, and alternative education. There is a decrease in the Other Instructional Programs budget because of an anticipated decrease in the number of students requiring alternative education placements outside the district.

Other Instructional Programs Budget

1410 DRIVER ED	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	82,227	47,400	49,112	72,553	65,994
Benefits	39,939	29,937	30,505	43,728	27,711
Professional Service	1,305	3,731	759	500	500
Property Service	0	0	15,999	0	0
1410 SUB TOTAL	**123,516**	**81,068**	**96,375**	**116,781**	**94,205**

1430 HOMEBOUND	15/16	16/17	17/18	18/19	19/20
Salaries	4,116	1,943	3,712	6,000	6,000
Benefits	1,377	577	889	2,505	2,560
1430 SUB TOTAL	**5,493**	**2,520**	**4,601**	**8,505**	**8,560**

1441 ALTERNATIVE ED	15/16	16/17	17/18	18/19	19/20
Professional Service	0	0	0	0	0
Tuition	179,817	129,774	92,140	180,000	152,000
1441 SUB TOTAL	**179,817**	**129,774**	**92,140**	**180,000**	**152,000**

2120: Guidance Services K-12

Guidance services for students in kindergarten through grade 12 make up the services provided by the 2120 account. The decrease reflected in salaries is due to a staff retirement.

Guidance Services K-12 Budget

2120 GUIDANCE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	317,597	319,271	323,467	328,461	302,374
Benefits	172,816	191,984	182,892	204,308	205,325
Professional Service	590	3,695	3,695	700	745
Other Service	620	12	397	2,120	4,785
Supplies	6,382	7,079	5,877	7,529	3,650
Property	0	0	0	0	0
Other Objects	309	129	189	310	310
2120 SUB TOTAL	**498,314**	**522,170**	**516,517**	**543,428**	**517,189**

2240: Technology

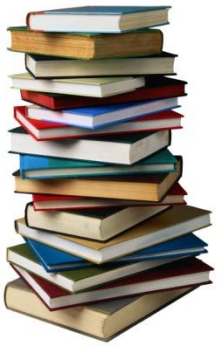
District technology staff, materials, supplies, and training are part of the 2240 account. Technology equipment is purchased from the capital projects fund.

Technology Budget

2240 COMPUTER INST	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	175,995	174,185	195,090	198,426	182,225
Benefits	94,542	101,308	109,828	123,143	115,565
Professional Service	0	0	0	0	0
Property Service	20,268	20,999	20,846	22,000	33,500
Other Service	301	43	1,107	1,400	1,400
Supplies	39,191	36,456	29,192	36,500	30,000
Property	0	0	0	0	0
Other Objects	0	0	0	0	250
2240 SUB TOTAL	**330,297**	**332,991**	**356,063**	**381,469**	**362,940**

2250: Library Services

Account 2250 represents library services and includes staff salaries, benefits, and all materials and supplies needed to run school district libraries.



Library Services Budget

2250 LIBRARY SERVICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	196,392	200,886	206,770	212,870	209,877
Benefits	102,205	111,845	115,634	129,183	127,659
Professional Service	1,567	1,563	1,572	1,410	8,515
Property Service	4,700	4,834	5,659	6,495	0
Other Service	87	0	20	370	370
Supplies	24,643	32,687	28,228	34,012	29,685
Property	0	0	0	500	500
Other Objects	1,000	546	1,030	799	190
2250 SUB TOTAL	**330,594**	**352,361**	**358,913**	**385,639**	**376,796**

2271: Professional Development

Account 2271 represents tuition reimbursement for certified instructional staff.

2271 INSTRUCTIONAL STAFF DEVELOPMENT	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Benefits	74,464	99,274	61,419	107,000	63,000

2310: Board Services

The Board Services 2310 account covers such costs as district legal liability insurance, payment of tax collectors, strategic planning expenses, auditing services, actuarial services, building appraisal services and others.

Board Services Budget

2310 BOARD SERVICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Professional Service	66,837	69,474	57,745	72,300	77,300
Other Service	29,661	28,029	33,891	32,450	29,450
Supplies	2,155	2,890	2,117	2,500	2,400
Other Objects	6,017	6,102	6,119	6,300	6,350
2310 SUB TOTAL	**104,670**	**106,495**	**99,872**	**113,550**	**115,500**

2350: Legal Services

The 2350 account encompasses the cost of legal services for the school district. These services include contractual services for the district solicitor and the costs of defending or initiating a variety of legal actions.

Legal Services Budget

2350 LEGAL SERVICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Professional Service	50,412	83,057	52,024	65,000	50,000

2360: Superintendent's Office

The 2360 account represents all those expenditures associated with the superintendent's office. These expenditures include salaries and benefits of personnel in the central administration offices, materials and supplies needed to conduct business, the cost of designing and printing all district publications and the district website, the costs associated with community meetings, and other necessary meetings.

Superintendent's Office Budget

2360 SUPER'S OFFICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	221,972	224,272	228,355	237,336	232,240
Benefits	112,489	118,889	123,579	138,661	136,603
Professional Service	500	50	50	1,000	500
Property Service	4,757	4,666	4,810	6,000	5,500
Other Service	1,289	790	1,906	1,600	1,500
Supplies	3,253	3,291	3,446	3,750	3,350
Property	0	0	0	0	0
Other Objects	755	600	816	1,000	1,000
2360 SUB TOTAL	**345,015**	**352,558**	**362,962**	**389,347**	**380,693**

2380: Principals' Offices

The 2380 account is comprised of those expenditures associated with the principals' offices. It includes salaries and benefits for personnel working in the principals' offices, supplies, and materials needed to conduct daily business, professional memberships, travel, training consultants, and general repairs of office equipment.

Principals' Offices Budget

2380 PRINCIPAL OFFICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	839,144	862,108	863,366	889,874	891,481
Benefits	433,278	436,321	487,800	550,936	535,044
Professional Service	522	0	0	0	0
Property Service	3,217	3,089	599	4,660	4,700
Other Service	3,070	2,440	1,791	8,950	8,950
Supplies	8,923	9,481	9,505	19,953	22,840
Property	0	0	0	3,500	0
Other Objects	3,548	4,019	4,197	4,280	4,675
2380 SUB TOTAL	**1,291,702**	**1,317,458**	**1,367,258**	**1,482,153**	**1,474,690**

2440: Health Services
2450: Non-Public Health Services

The 2440 and 2450 accounts represent health services. These accounts support personnel and all student health services provided by school nurses in North East School District and those non-public schools also served by school district nurses. Included in these accounts are salaries, benefits, materials, and supplies needed to provide required health services for students. The decrease reflected in salaries is due to a staff retirement.

Health Services and Non-Public Health Services Budgets

2440 HEALTH SERVICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	159,509	156,650	161,272	173,080	148,007
Benefits	75,571	79,831	87,020	111,927	100,807
Professional Service	3,036	3,322	2,775	6,165	6,670
Property Service	138	78	0	0	100
Other Service	456	100	624	1,250	1,200
Supplies	4,473	4,597	4,916	4,300	4,700
Property	0	0	0	920	460
Other Objects	0	260	260	250	250
2440 SUB TOTAL	**243,183**	**244,838**	**256,960**	**297,892**	**262,194**

2450 HEALTH NON PUBLIC	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	6,000	6,000	6,000	6,000	6,000
Benefits	2,400	2,400	2,400	2,400	2,400
2450 SUB TOTAL	**8,400**	**8,400**	**8,400**	**8,400**	**8,400**

2511: Business Office

The 2511 account includes all expenditures for the Business Administrator's Office. This category represents salaries and benefits of Business Office personnel, district-wide postage, materials and supplies for conducting business, fees, and other services.

Business Office Budget

2500 BUSINESS OFFICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	185,887	188,273	196,701	186,964	212,618
Benefits	97,602	106,146	120,960	118,361	128,644
Professional Service	10,556	11,519	12,156	12,450	19,470
Property Service	1,183	1,021	1,727	2,500	2,250
Other Service	406	578	551	1,600	1,500
Supplies	27,356	26,147	23,484	25,500	25,000
Property	1,910	0	0	700	0
Other Objects	1,297	820	870	1,500	1,200
2500 SUB TOTAL	**326,197**	**334,504**	**356,449**	**349,575**	**390,682**

2620: Operations and Maintenance

The 2620 account represents all buildings and grounds services and the salaries and benefits for those employees working in maintenance and custodial services.

Operations and Maintenance Budget

2620 MAINTENANCE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	759,234	728,879	775,112	807,137	813,389
Benefits	427,955	440,748	453,754	535,778	534,273
Professional Service	5,001	8,652	10,503	12,220	10,600
Property Service	171,708	156,132	226,589	150,000	150,000
Other Service	65,992	65,568	70,724	80,200	77,800
Utilities	389,423	419,160	403,854	427,400	406,800
Supplies	131,177	182,310	142,457	164,600	152,200
Property	71,127	28,889	10,727	23,300	27,200
Other Objects	0	349	20	350	350
2620 SUB TOTAL	**2,021,617**	**2,030,687**	**2,093,740**	**2,200,985**	**2,172,612**

2660: Safety and Security Services

The 2660 account encompasses the cost of activities concerned with maintaining order and safety in school buildings and on school grounds. These services include contractual services for the school resource officer from the Erie County Sherriff's Office.

Safety and Security Services Budget

2620 MAINTENANCE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Professional Service	0	0	0	55,100	55,700
2620 SUB TOTAL	**0**	**0**	**0**	**55,100**	**55,700**

2720: Transportation
2750 Non-Public Transportation

The 2720 and 2750 accounts cover expenditures for transportation services for students in North East School District and the non-public schools the district is required to serve. The accounts cover salaries and benefits of personnel involved in transportation services, as well as the supplies and materials needed to maintain the bus fleet.

Transportation and Non-Public Transportation Budgets

2720 TRANSPORTATION	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	474,592	447,304	428,350	455,616	502,338
Benefits	175,752	183,568	194,684	215,893	240,313
Professional Service	17,547	8,819	10,896	8,700	8,500
Property Service	4,469	1,126	456	1,870	1,445
Other Service	88,500	58,164	88,047	89,000	79,100
Supplies	96,349	119,369	126,225	162,980	177,645
Property	0	0	0	0	0
Other Objects	0	220	125	250	250
2720 SUB TOTAL	**857,209**	**818,570**	**848,783**	**934,309**	**1,009,591**

Transportation and Non-Public Transportation Budgets
(continued)

2750 NON PUB TRANS	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	39,255	36,933	49,190	52,861	46,188
Benefits	18,973	21,617	20,938	21,626	19,677
Property Service	668	168	800	330	255
Other Service	2,538	2,870	2,700	2,800	2,900
Supplies	14,397	17,837	22,275	28,720	31,355
Property	0	0	0	0	0
2750 SUB TOTAL	**75,831**	**79,425**	**95,183**	**106,337**	**100,375**

2910: Intermediate Unit 5 Operations Budget

The 2910 account represents expenses associated with administrative operations services provided to North East by Tri-County Intermediate Unit 5. This account includes expenditures for general operating, educational program services, instructional media, and technology services.

Intermediate Unit 5 Operations Budget

2910 I. U. PAYMENTS	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
OTHER SERVICE	29,400	31,383	31,224	30,495	30,940

3200: Student Activities

The 3200 account represents expenditures for all student activities, including salaries and benefits for advisors and coaches, clubs, intramurals and travel.

Student Activities Budget

3200 STUDENT ACTIVITIES	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	263,532	268,588	269,545	69,277	70,865
Benefits	77,381	88,206	86,931	25,556	30,187
Professional Service	3,123	2,964	13,081	6,500	0
Other Service	23,711	31,378	24,879	35,675	33,400
Supplies	16,176	21,338	17,482	25,280	20,300
Property	55,395	1,236	0	0	0
Other Objects	75	820	0	385	385
3200 SUB TOTAL	**439,393**	**414,530**	**411,918**	**162,673**	**155,137**

3211: Marching Band

The 3211 account represents expenditures for marching band student activities, including salaries and benefits for advisors and coaches, contracted services, supplies, equipment and travel.

Marching Band Budget

3211 MARCHING BAND	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	0	0	0	20,900	21,545
Benefits	0	0	0	6,077	9,177
Professional Service	0	0	0	3,195	3,195
Other Service	0	0	0	3,000	3,000
Supplies	0	0	0	17,455	16,720
Property	0	0	0	5,920	7,565
Other Objects	0	0	0	0	0
3211 SUB TOTAL	**0**	**0**	**0**	**56,547**	**61,202**

3250: Student Athletics

The 3250 account represents expenditures for all PIAA student athletics, including salaries and benefits for coaches and game helpers, officiating and athletic training services, tournament fees and travel, athletic and medical supplies, uniforms and equipment.

Student Athletics Budget

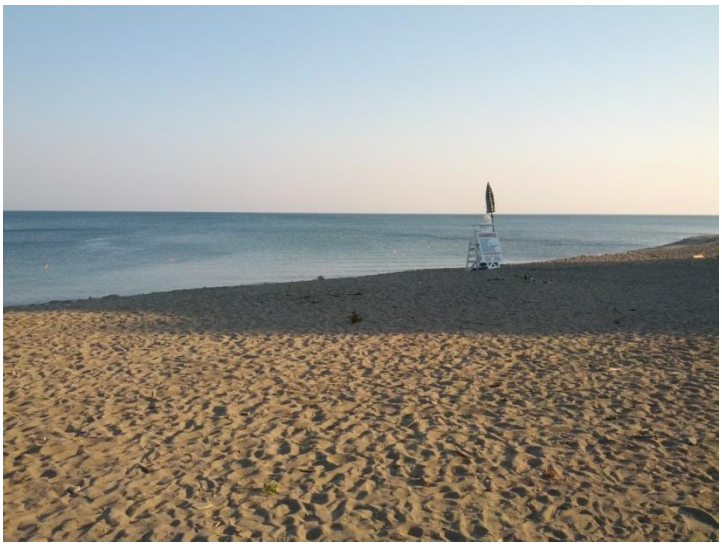
3250 STUDENT ATHLETICS	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	0	0	0	195,955	201,516
Benefits	0	0	0	80,018	75,863
Professional Service	0	0	0	83,196	75,877
Travel	0	0	0	25,150	25,750
Supplies	0	0	0	6,825	6,465
Property	0	0	0	41,735	53,536
3250 SUB TOTAL	**0**	**0**	**0**	**432,879**	**439,007**

3300: Community Services

The 3300 account covers expenditures for the salaries and benefits of crossing guards and the district's contribution to the summer recreation program in North East. It also includes the community education program, which is self-supporting.

Community Services Budget

3300 COMMUNITY SERVICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Salaries	1,628	1,491	1,339	0	1,500
Benefits	214	218	103	0	115
Professional Service	85,435	93,939	90,308	45,500	44,000
Supplies	0	0	0	0	0
3300 SUB TOTAL	**87,277**	**95,648**	**91,750**	**45,500**	**45,615**



5110: Debt Service
5120: Debt Service – Refunded Bonds

The 5110 account represents the amount of money the district pays for debt service to cover 2015 and 2016 bond issues. The district refinanced 2005 and 2006 bonds in 2015-2016 and 2016-2017, respectively. This is reflected in the 2015-16 and 2016-17 actual amounts as recorded in the 5120 account.

Debt Service Budget

5110 DEBT SERVICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Other Objects	387,254	355,853	296,389	278,366	254,359
Other Uses Of Funds	850,000	735,000	1,255,000	1,265,000	1,290,000
5110 DEBT SERVICE	**1,237,254**	**1,090,853**	**1,551,389**	**1,543,366**	**1,544,359**

Debt Service – Refunded Bonds

5120 DEBT SERVICE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
Other Objects	9,901,485	5,788,243	0	0	0
Other Uses Of Funds	0	0	0	0	0
5120 DEBT SERVICE	**9,901,485**	**5,788,243**	**0**	**0**	**0**

5210: Budgetary Reserve

The 5210 account represents budgeted funds for those unexpected items that may be needed to operate the district.

Budgetary Reserve Budget

5210 BUDGETARY RESERVE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
General Budget Reserve	0	0	0	15,880	154,021
Retirement Reserve	0	0	0	0	0
5210 SUBTOTAL	**0**	**0**	**0**	**15,880**	**154,021**

5220: Athletic Fund Transfers

The 5220 account represents contributions from the general fund to the athletic fund to pay for equipment, uniforms, supplies, referees, and other related expenses not covered by gate receipts from school district sports events. The Athletic Fund has been removed to comply with PDE accounting requirements and expenses are now reflected in the 3250 account of the General Fund.

Athletic Fund Transfers Budget

5220 ATHLETIC FUND	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
TRANSFERS	**110,400**	**96,693**	**111,556**	**0**	**0**

5230 Capital Projects Transfers

In the 2006-07 budget, the district began using the 5200 account to budget a transfer to the Capital Projects Fund to fund the district's long-term Capital Projects Plan. Planned purchases from the Capital Projects Fund our approved by the board in advance of the regular budget process by board resolution. These purchases include vehicles, technology and building and grounds repair and improvement projects.

The North East Middle School Renovation Project started in fiscal year 2018-2019 and will be completed in fiscal year 2019-2020. Transfers related to this project are approved on an as needed basis and previously committed general fund balance is released for this purpose.

Capital Projects Fund Transfers

5230 CAPITAL RESERVE	15/16 Actual	16/17 Actual	17/18 Actual	18/19 Budget	19/20 Budget
TRANSFERS	589,000	613,000	2,138,000	664,000	691,000