

NORTH EAST SCHOOL DISTRICT

2023-24

Proposed Final Budget
Presentation

NORTH EAST SCHOOL DISTRICT

BUDGET SUMMARY

	2022-23 BUDGET	2023-24 BUDGET	INCREASE / (DECREASE)	PERCENT CHANGE
REVENUES				
Real Estate Taxes	\$ 8,730,417	\$ 9,022,512	292,095	3.35%
Earned Income Taxes	1,139,540	1,200,300	60,760	5.33%
Other Taxes	154,100	184,125	30,025	19.48%
Other Local Revenues	498,600	683,515	184,915	37.09%
State Subsidies	15,698,656	16,384,863	686,207	4.37%
Federal Subsidies	814,067	677,820	(136,247)	-16.74%
	<u>27,035,380</u>	<u>28,153,135</u>	<u>1,117,755</u>	<u>4.13%</u>
EXPENDITURES				
Salaries & Benefits	20,300,849	21,061,301	760,452	3.75%
Purchased Services	2,886,451	3,215,214	328,763	11.39%
Utilities	331,650	417,525	85,875	25.89%
Equipment & Supplies	1,274,385	1,492,842	218,457	17.14%
Debt Service	1,611,150	1,617,300	6,150	0.38%
Fund Transfers	833,700	867,100	33,400	4.01%
	<u>27,238,185</u>	<u>28,671,282</u>	<u>1,433,097</u>	<u>5.26%</u>
Increase/Decrease in Fund Balance	<u>\$ (202,805)</u>	<u>\$ (518,147)</u>		

CHANGES SINCE MARCH 23, 2023

REVENUES	
Real Estate Taxes <ul style="list-style-type: none">3.97% increase - (\$57.00 per \$100,000 assessed value)	\$344,900
Basic Education Subsidy <ul style="list-style-type: none">Increase in state subsidy from 0% to 2.8% (50% of Governor's proposed budget)	264,227
Special Education Subsidy <ul style="list-style-type: none">Increase in state subsidy from 0% to 4.5% (75% of Governor's proposed budget)	60,312

CHANGES SINCE MARCH 23, 2023

EXPENDITURES	
Decrease in Charter School Tuition <ul style="list-style-type: none">Recruit students from cyber charter school programs back to our in person classrooms or to the North East Virtual Academy	\$100,000

Recommendation

- A tax increase of 3.97% is recommended at this time.
 - Act 1 Index would permit up to 5.9%
 - This is an increase of \$57.00 per \$100,000 assessed value.
 - (\$4.75 per month)

Current Inflationary Indices:

- 2023-24 Act 1 Index – 5.9%
- CPI-U February (2023) – 6.0%
- PA SAWW (2023) – 5.7%
- Social Security COLA (2023) – 8.7%

Historical Tax Increases

2022-23	3.83%
2021-22	1.94%
2020-21	0.00%
2019-20	0.00%
2018-19	1.00%
2017-18	1.90%
2016-17	0.96%
2015-16	1.50%
2014-15	1.00%
2013-14	0.00%
2012-13	2.40%
2011-12	1.97%
2010-11	4.10%
2009-10	0.00%

2023-2024 Budget Process Timeline

- ⌚ Proposed Final Presentation – April 20, 2023
- ⌚ Proposed Final Adoption – April 20, 2023
- ⌚ Budget Discussions/Updates – May 4, 2023
- ⌚ Budget Discussions/Updates – May 18, 2023
- ⌚ Final Adoption – June 1, 2023