

Mt. Lebanon School District

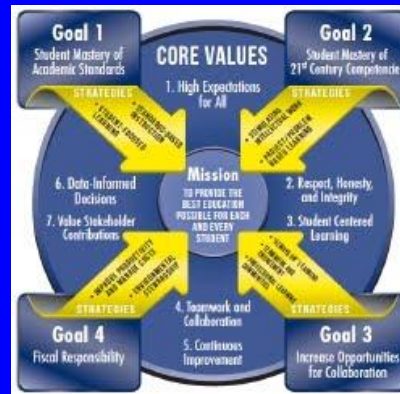
Preparation of Base Budget for 2017-18

Investment in our Children

Mission Statement: To provide the best education possible for each and every student.

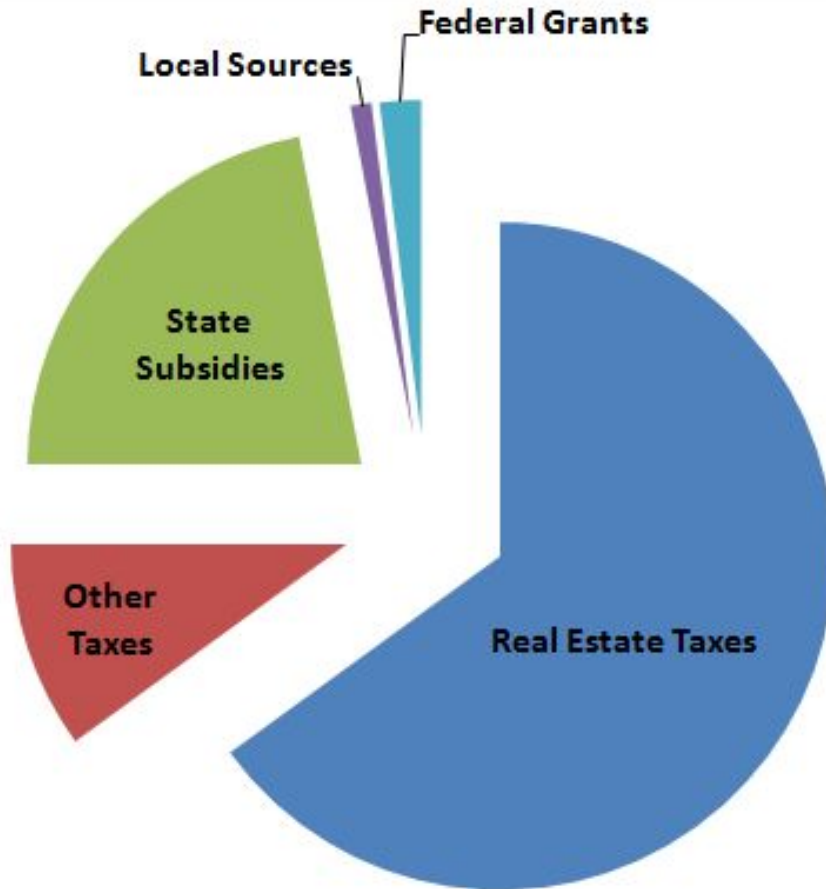
- ▶ Sustain the quality “Mt. Lebanon” educational experience in:

- Academics
- Arts
- Athletics
- Activities



- ▶ Guiding Philosophy: Continuous Improvement

Revenues

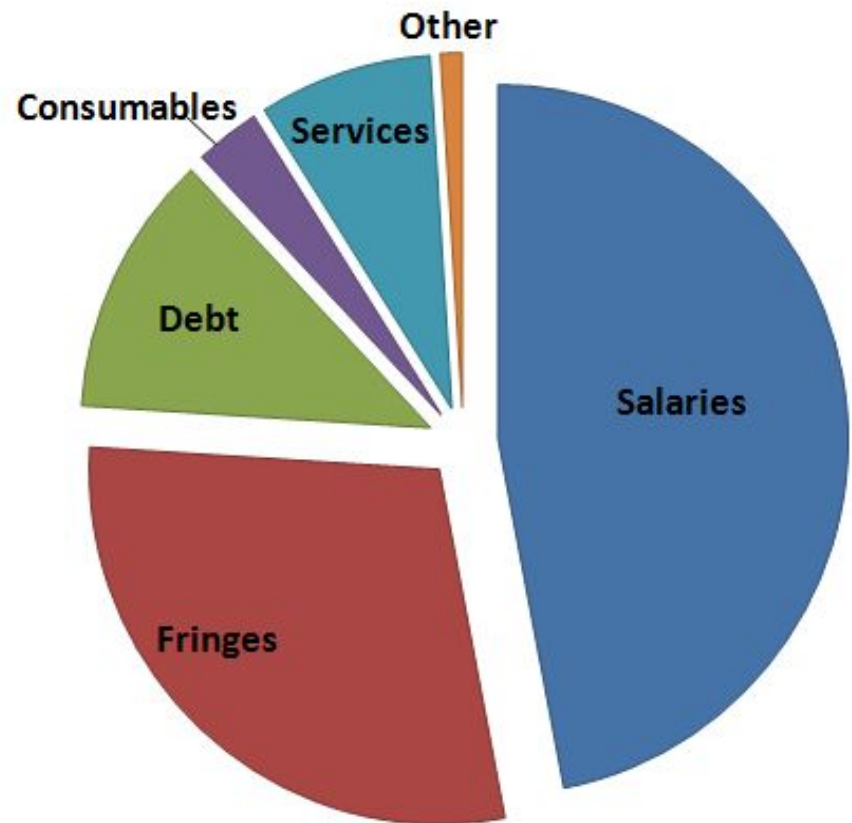


Real Estate Tax 65%
Other Taxes 10%
State Subsidies 22%
Local Sources 1%
Federal Grants 2%

Where the money comes from.....

Expenditures

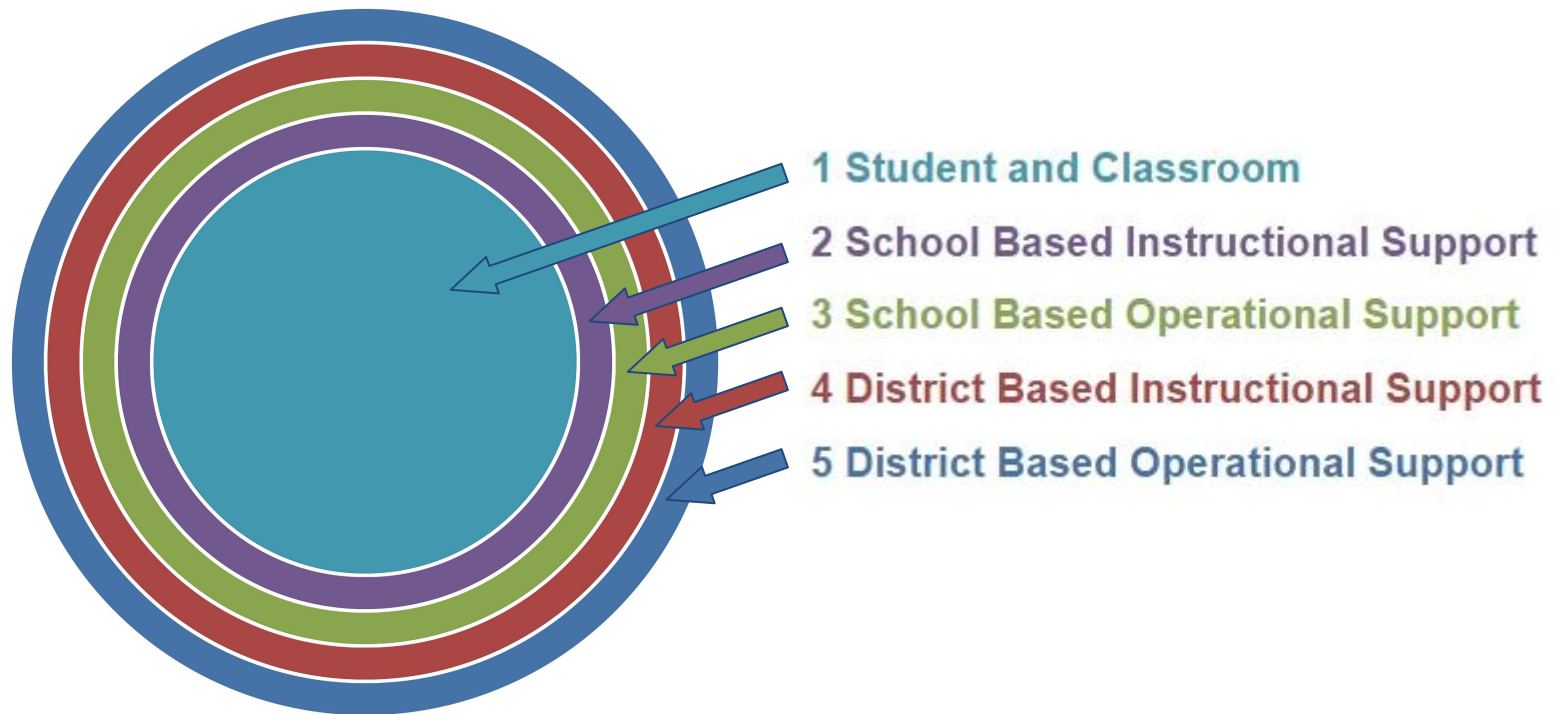
Salaries 47%
Fringes 29%
Debt 12%
Consumables 3%
Services 8%
Other 1%



Where the money goes....

Student-Centered Budgeting

An approach that keeps student learning at the core of the resource allocation and decision-making process.



General Budget Issues for 2017–2018

- ▶ Limitation on millage rate due to Act 1 of 2006
 - Index= 2.5% increase plus allowable exceptions
- ▶ PSEERS Rate increase from 30.03% to 32.57%
 - *(an 8.5% increase)*
- ▶ State Budget for 2017–2018 still uncertain
 - preliminary governor's budget shows a net \$155,440
- ▶ Clerical/Aides Union labor negotiation in process

Early Enrollment Projections 2017–2018

	2016-2017	2017-2018	Up/Down
Elementary	2343	2324	-19
Middle Schools	1327	1378	+51
High School	1780	1784	+4
Total	5450	5486	+36

Information Not Yet Finalized

- ▶ District-wide teacher staffing needs
 - PDE guidelines for ratios (nurses, special education, etc.)
- ▶ Legislatively approved State funding levels
 - By June 30
- ▶ Federal funding allocations

Staffing Changes

	2009-10	2016-17	% change
Administration	31	24	-29%
Clerical	70	68	-3%
Specialists	31	27	-15%
Custodial	69	61	-13%
Personal Care Assistants	39	43	+10%
Teachers	429	425	-1.0%
Totals	668	648	-3.0%
Student Enrollment	5361	5450	+1.7%

Since 2009 we have reduced –

Administrators:

- Re-organization resulted in a net reduction of 7 administrative positions.

Teachers:

- No furloughs
- Reductions through attrition whenever possible

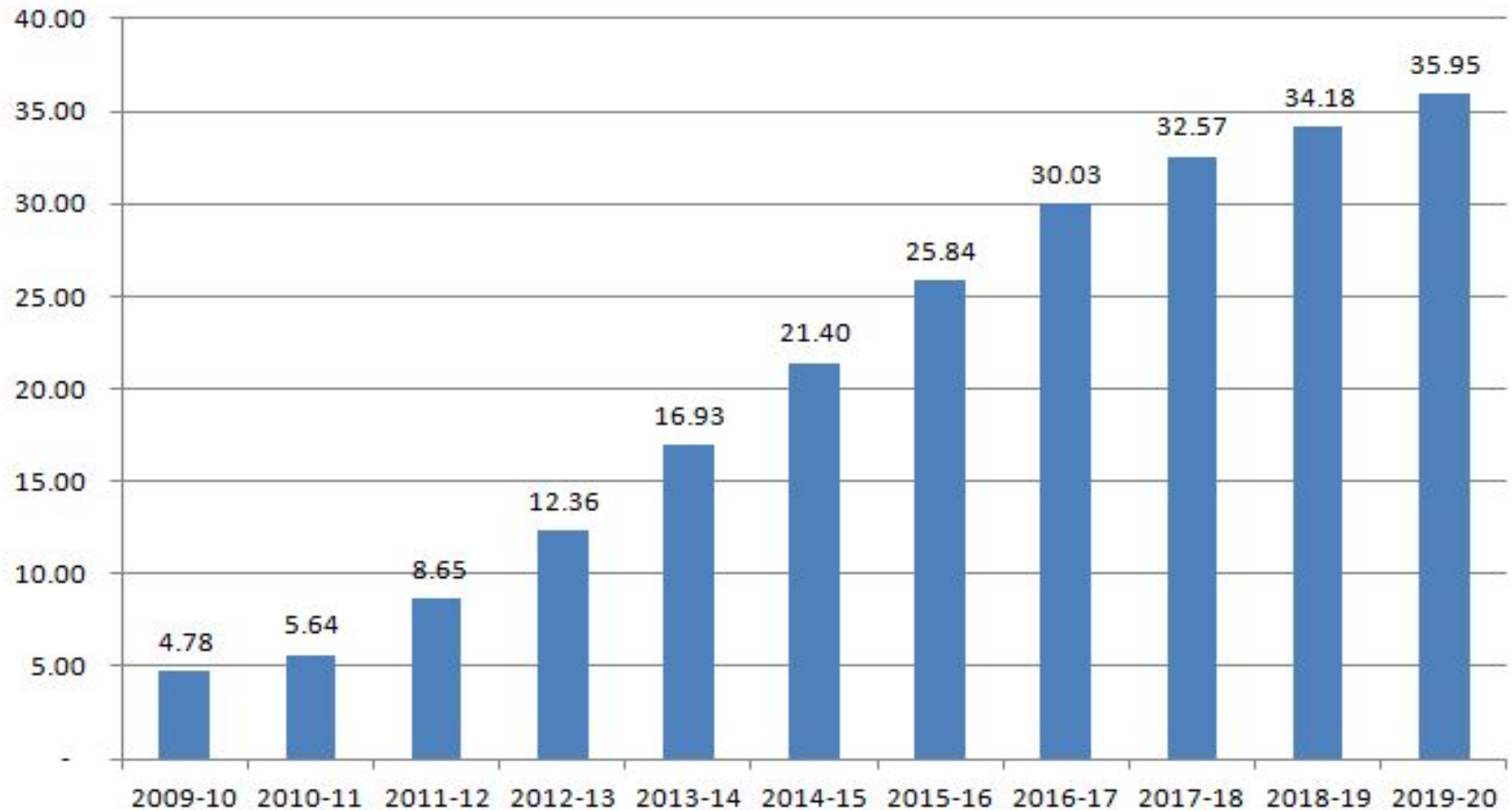
Support staff:

- Furloughs of part-time clerical workers
- Reductions through attrition whenever possible
- Elimination of 4 specialist positions

Employee Issues for 2017–2018

- ▶ PSERS rate increase from 30.03% to 32.57%
 - (8.5% increase) – a **.28 mill increase**
- ▶ Index is 2.5% – or .60 mills
- ▶ Contractual salary increases for most staff
- ▶ Negotiations with Clerical/Aides Union
- ▶ Six teacher retirements (includes mid-year)

PSERS Contributions Rise



Healthcare Costs for 2017–18

- ▶ Healthcare cost increase – 1.9% increase
 - average increase since 2015 has been 2.3%
 - employee groups are paying more in contributions
- ▶ Current employee healthcare contributions between 10.5–11.5% of premium for all employee groups

Historical Tax Rate Increases

(2013 was a reassessment year and had a decrease in millage rate of 4.52 mills)

July 1	Millage Increase	% Increase
2006	.38	1.6%
2007	.00	0.0%
2008	.25	1.1%
2009	.30	1.3%
2010	2.52 (HS Bond)	10.5%
2011	.00	0.0%
2012	.50	1.9%
2013	-4.52 (reassessment)	n/a
2014	.54	2.4%
2015	.40	1.7%
2016	.38	1.6%
Average	.53	2.2%

Current Year Budget Trends

- ▶ **Earned Income Tax** – current collections are slightly below budget projections
- ▶ **Realty Transfer Taxes** – revenues are trending near budgeted amounts
- ▶ **State PlanCon funding** – is being paid by the State
- ▶ **Tuition for International Students** is slightly below our budgeted expectations
 - 14/15 = 2016–2017
 - 13/13 = 2017–2018
- ▶ **Capital Projects** – We continue to fund Capital Projects from operating funds remaining at year end (and through bond refinancing)

March Base Budget 2017–2018

- ▶ Revenues (anticipated) \$95.7M
- ▶ Expenditures (estimated) \$97.9M
- ▶ Use of Fund Balance \$750,000

- ▶ **Remains Out of Balance – \$1.4M (.54 mills)**
 - 1 Mill = \$2,665,582
 - 11th out of 43 school districts in allegheny co.

Return on Investment –ROI

- ▶ **NAMM Best Communities for Music Education** – 8th consecutive year
- ▶ **Association of School Business Officials**–Certificate of Excellence
- ▶ **Federal Programs High Achievement Award** – Washington and Lincoln
- ▶ **Digital Schools Award**–4th Consecutive year; Ranked #1; only District in PA
- ▶ **Niche.com Ranking**– #3 District in Region; #7 in PA
- ▶ **Pittsburgh Business Times**– District ranked #2 in region
- ▶ **StartClass.com**–JMS ranked #1 Middle School in PA
- ▶ **National Merit Finalists** –9
- ▶ **Cum Laude Society**–85 students inducted
- ▶ **PA School Study Council**–Site visit to JMS to observe best practices
- ▶ **Real Estate**– Mt. Lebanon Top Community for 2016 home sales and price appreciation outside City of Pittsburgh

Administration Prepares Information for Board Review

- ▶ Continue to review
prepare detailed budget
- ▶ Review staffing for
potential reductions
- ▶ Review funding from
Capital Fund
- ▶ Board provides further
direction
- ▶ Board Approves
Preliminary Budget
 - **April** (*post on website*)
- ▶ Board Approves Final
Budget
 - **May**
- ▶ Budget information is available at
www.MTLSD.org/budget