

Budget Meeting Agenda

January 19, 2022

5:30 P.M.

- 1) Update on 2021-2022 Budget
 - a. Revenues (See **Revenue Report** handout)
 - b. Expenses by Object (See **HASD – Budget vs Actual by Dimension** handout)
 - c. Special Education Outplacement Vendor Payments – 9 Year Analysis (See handout)

- 2) Budget cycle timeline
 - a. Board approve a **Preliminary** General Fund Budget at the February 10, 2022 Regular Monthly School Board Meeting
 - b. Adopt the **Proposed** Final General Fund Budget by May 31, 2022 (must be 30 days prior to the June adoption date) – May 19, 2022 Regular Monthly School Board Meeting
 - c. Adopt **Final** General Fund Budget by June 30, 2022 (20 days of public display and 10 days advertising requirement apply) – June 23, 2022 Regular Monthly School Board Meeting

- 3) 5-Year History on past budgets - 21-22, 20-21, 19-20, 18-19 & 17-18
 - Total Budget Expenditures Amounts
 - 4 Largest **Revenue** Sources
 - 3 Largest **Expenditure** Sources

BUDGET	5 Year Increase	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018
Real Estate Taxes (Local – 6111)	\$9,833,599	\$50,739,148	\$48,389,253	\$45,231,818	\$42,677,267	\$40,905,549
Basic ED Funding (State – 7110)	\$2,250,044	\$39,787,676	\$39,787,676	\$39,787,920	\$38,383,460	\$37,537,632
State Share of Retirement Contributions (7820)	\$5,148,346	\$15,792,887	\$15,255,628	\$14,894,801	\$14,017,159	\$10,644,541
Act 511 Taxes (Local – 6150)	\$2,100,000	\$11,300,000	\$9,000,000	\$10,800,000	\$9,900,000	\$9,200,000
Total Budget Expenses	\$40,496,385	\$187,731,041	\$166,186,717	\$162,610,276	\$157,010,705	\$147,234,656
Total Salaries (Object - 100's)	\$10,385,466	\$75,761,721	\$73,682,687	\$72,344,775	\$69,873,540	\$65,376,255
Total Benefits (Object - 200's)	\$6,610,898	\$52,753,991	\$50,032,031	\$50,875,978	\$47,835,369	\$46,143,093
Debt Service (Object – 832 & 912)	\$1,243,100	\$14,562,785	\$14,126,296	\$14,318,366	\$14,104,079	\$13,319,685

4) Distribution percentage on revenue

REVENUE	BUDGET 2021-2022	% of TOTAL REVENUE
LOCAL	\$74,292,353	40.32%
STATE	\$83,251,642	45.18%
FEDERAL	\$26,707,790	14.49%
OTHER FINANCING SERVICES	\$15,000	0.01%

5) Health Care Costs (General Fund ONLY)

a. History on Budget vs. Actual Costs

SCHOOL YEAR	ACTUAL	BUDGETED	(OVER) / UNDER BUDGET
2010-2011	\$13,736,171.00	\$13,043,326.74	(\$692,844.26)
2011-2012	\$12,782,036.12	\$13,860,815.84	\$1,078,779.72
2012-2013	\$11,795,662.08	\$14,102,803.50	\$2,307,141.42
2013-2014	\$12,541,988.72	\$15,165,201.00	\$2,623,212.28
2014-2015	\$14,274,294.14	\$12,772,547.00	(\$1,501,747.14)
2015-2016	\$14,421,946.39	\$13,033,686.00	(\$1,388,260.39)
2016-2017	\$14,738,697.70	\$13,108,344.00	(\$1,630,353.46)
2017-2018	\$17,139,505.95	\$16,520,114.24	(\$619,391.71)
2018-2019	\$14,740,561.18	\$16,386,539.05	\$1,645,977.87
2019-2020	\$15,180,005.39	\$17,809,437.18	\$2,629,431.79
2020-2021	\$15,720,436.27	\$15,715,746.33	(\$4,689.94)
2021-2022	**\$10,489,848.52	\$15,790,556.77	

** To date as of 1/17/2022

- The Total Net Cost is the addition of Admin Fees, Medical Claims, Rx Claims and Stop Loss premium and then subtracting out the Stop Loss reimbursements and Rx Rebates.
- The 2022 HSA funding is included, we should start to see a reduction in medical and Rx claims until the deductibles are reached.
- Amounts collected by HASD for Premium Share through payroll deduction are netted out of this amount.

6) PSERS retirement rate increases

SCHOOL YEAR	PSERS RATE	HASD BUDGETED RATE	ACTUAL	BUDGETED
2011-2012	8.65%	10.00%	\$3,876,037	\$5,362,697
2012-2013	12.36%	12.36%	\$6,799,241	\$6,766,941
2013-2014	16.93%	16.93%	\$10,273,955	\$9,596,393
2014-2015	21.40%	21.40%	\$13,840,953	\$13,419,205
2015-2016	25.84%	25.84%	\$15,640,398	\$16,902,680
2016-2017	30.03%	30.03%	\$19,317,390	\$19,431,664
2017-2018	32.57%	32.57%	\$21,487,629	\$21,289,082
2018-2019	33.43%	33.43%	\$22,840,581	\$23,361,932
2019-2020	34.29%	34.29%	\$24,099,622	\$24,824,669
2020-2021	34.51%	34.51%	\$24,031,864	\$26,321,478
2021-2022	34.94%	34.94%		^^\$26,471,145
2022-2023	35.26%	35.26%		^^\$26,713,582
2023-2024	35.69%			^^\$27,039,358
2024-2025	36.02%			^^\$27,289,372
2025-2026	36.48%			^^\$27,637,876

^^ Estimated based on Total Budgeted Salaries (2021-2022) of \$75,761,721

NOTE: At least half of the annual increase will be made up by State Revenue.

7) Tuition / Purchased Services paid by HASD for Charter Schools/other educational agencies vs. Charter School Revenue from PDE

SCHOOL YEAR	REGULAR EDUCATION TUITION	SPECIAL EDUCATION TUITION	TOTAL TUITION	CHARTER SCHOOL REIMBURSEMENT (PDE)
2009-2010	\$1,523,012	\$761,610	\$2,284,622	\$350,527
2010-2011	\$1,677,745	\$721,264	\$2,399,009	\$225,632
2011-2012	\$2,152,658	\$811,226	\$2,963,884	\$0
2012-2013	\$1,407,120	\$1,780,561	\$3,187,681	\$0
2013-2014	\$1,504,899	\$1,722,829	\$3,227,728	\$0
2014-2015	\$1,644,132	\$1,769,612	\$3,413,744	\$0
2015-2016	\$1,696,374	\$2,030,173	\$3,726,547	\$0
2016-2017	\$1,693,845	\$1,835,016	\$3,528,861	\$0
2017-2018	\$2,147,584	\$2,127,342	\$4,274,926	\$0
2018-2019	\$2,191,765	\$3,019,458	\$5,211,223	\$0
2019-2020	\$2,652,340	\$3,518,782	\$6,171,122	\$0
2020-2021	\$4,166,995	\$3,998,029	\$8,165,024	\$0

8) History on Tax Rates

- H.A.S.D. has the **3rd lowest** millage rate in Luzerne County
- H.A.S.D. has the **3rd lowest** millage rate in Schuylkill County
- H.A.S.D. has the **lowest** millage rate in Carbon County

LUZERNE, SCHUYLKILL AND CARBON COUNTIES TAX MILLAGE RATES							
	16-17	17-18	18-19	19-20	20-21	21-22	Differences Between
	MILLAGE	MILLAGE	MILLAGE	MILLAGE	MILLAGE	MILLAGE	20-21/21-22 MILLAGE
LUZERNE COUNTY							
HANOVER AREA	17.1733	17.5771	18.1747	18.7743	18.7743	18.7743	0.0000
WILKES-BARRE AREA	16.8536	17.4434	18.0364	18.4332	18.4332	18.4332	0.0000
WYOMING VALLEY WEST	15.4500	15.9900	16.7500	17.2900	17.2900	18.0300	0.7400
WYOMING AREA	15.4127	15.9367	16.4496	16.9596	17.5554	17.9152	0.3598
PITTSTON AREA	14.9773	15.4865	15.9820	15.9820	16.5413	16.5413	0.0000
DALLAS	13.1381	13.4323	13.6338	13.6338	13.6338	13.6338	0.0000
GREATER NANTICOKE AREA	11.0766	11.4974	11.9113	11.9113	11.9113	12.4473	0.5360
NORTHWEST AREA	10.5848	10.7452	10.7452	11.0783	11.4660	11.9246	0.4586
LAKE-LEHMAN	10.2806	10.6046	11.0345	11.5761	11.5761	11.9138	0.3377
HAZLETON AREA	9.5420	9.9010	10.3680	10.9300	11.4470	11.8370	0.3900
CRESTWOOD	9.8481	9.8481	10.3899	11.0539	11.3302	11.7494	0.4192
BERWICK AREA	11.4400	10.7200	10.8500	10.7900	11.3700	11.3700	0.0000
SCHUYLKILL COUNTY							
PANTHER VALLEY	51.4700	51.1200	53.4100	56.8000	60.2000	60.2000	0.0000
SHENANDOAH VALLEY	56.9750	56.9750	56.9750	56.9750	56.9749	56.9750	0.0001
MAHANOHY AREA	47.9000	47.9000	49.6000	51.3000	51.3000	52.8000	1.5000
NORTH SCHUYLKILL	39.2600	39.9600	41.3400	42.3400	43.6500	45.1400	1.4900
POTTSVILLE AREA	35.1500	38.5740	40.5986	41.9383	43.5319	43.5319	0.0000
BLUE MOUNTAIN	37.2544	37.2544	38.2540	39.4010	41.2580	42.8250	1.5670
SCHUYLKILL HAVEN AREA	40.1920	41.6300	42.4600	42.4600	42.4600	42.4600	0.0000
MINERSVILLE AREA	40.0200	40.0200	40.0200	40.0200	40.0200	41.7800	1.7600
PINE GROVE AREA	38.9000	39.7500	40.7500	41.7500	41.7500	41.7500	0.0000
TAMAQUA AREA	35.3800	36.5800	38.4700	38.4700	39.8500	39.8500	0.0000
SAINT CLAIR AREA	35.6700	36.9180	36.9180	38.1360	38.1360	38.1360	0.0000
HAZLETON AREA	34.7700	34.7700	32.1430	33.5680	33.9370	37.0870	3.1500
TRI VALLEY	32.2520	33.3160	34.3820	35.4470	35.4470	36.8970	1.4500
WILLIAMS VALLEY	34.6800	34.6800	34.6800	34.6800	34.6800	36.2400	1.5600
CARBON COUNTY							
PANTHER VALLEY	60.1900	60.1900	61.1900	64.6900	65.4500	65.4500	0.0000
PALMERTON AREA	55.5293	56.7793	56.7793	56.7793	57.7793	60.1482	2.3689
LEHIGHTON AREA	47.8800	47.8800	47.8800	48.8800	50.6396	52.7664	2.1268
WEATHERLY AREA	44.4600	45.9600	47.3800	48.8400	48.8400	49.8400	1.0000
JIM THORPE AREA	45.5200	45.5200	45.5200	45.5200	45.5200	45.5200	0.0000
HAZLETON AREA	26.5090	26.5090	26.2120	27.1690	27.6060	29.0670	1.4610
							INCREASE
This district is in 2 counties							DECREASE
This district is in 2 counties, the other is Columbia County which is not on this spreadsheet							

9) History on Student Enrollment

SCHOOL YEAR	STUDENT ENROLLMENT
2000-2001	8,387
2006-2007	10,000
2007-2008	10,474
2008-2009	10,265
2009-2010	10,314
2010-2011	10,301
2011-2012	10,337
2012-2013	10,429
2013-2014	10,560
2014-2015	10,871
2015-2016	10,976
2016-2017	11,223
2017-2018	11,405
2018-2019	11,450
2019-2020	11,605
2020-2021	11,472
2021-2022	12,442

10) HASD Rank (Expenditure / Enrollment)

Rank (Enrollment)	Rank (Employees)	Rank (Net Revenues)	Rank (Net Expenditures)	Rank (Exp. / Enroll.)	Rank (Exp. / Emp.)	SCHOOL DISTRICT	ENROLLMENT (2019-2020)	EMPLOYEES (2019-2020)	REVENUES NET 9120 (2019-2020)	EXPENDITURES NET 5120 (2019-2020)	NET SURPLUS (DEFICIT) (2019-2020)	EXP. / ENROLLMENT	EXP. / EMPLOYEE	2019-20 LEP COUNT	2019-2020 AFR FUND BALANCE	2019-2020 MV / PI AID RATIO
1	1	1	1	11	5	Philadelphia City SD	130,617	21,553	\$3,639,351,976	\$3,851,163,502	(\$211,811,526)	\$29,484	\$178,683	20,914	\$29,583,254	0.7209
2	2	2	2	7	20	Pittsburgh SD	22,665	4,907	\$696,205,969	\$707,058,897	(\$10,852,928)	\$31,196	\$144,092	1,130	\$144,636,996	0.3057
3	3	3	4	254	145	Central Bucks SD	18,104	2,845	\$341,385,782	\$334,909,635	\$6,476,147	\$18,499	\$117,719	386	\$33,189,172	0.1821
4	5	7	6	444	234	Reading SD	17,675	2,554	\$277,584,269	\$279,368,774	(\$1,784,505)	\$15,806	\$109,385	4,878	\$36,441,426	0.8953
5	4	4	3	159	100	Allentown City SD	16,730	2,739	\$331,930,001	\$335,537,950	(\$3,607,949)	\$20,056	\$122,504	3,419	\$4,859,607	0.7867
6	7	5	5	111	53	Bethlehem Area SD	13,424	2,186	\$283,028,862	\$284,034,933	(\$1,006,071)	\$21,159	\$129,934	953	\$38,311,403	0.4924
7	8	12	12	325	271	Downingtown Area SD	13,079	2,142	\$228,812,945	\$228,227,199	\$585,746	\$17,450	\$106,549	198	\$18,465,109	0.3740
8	6	8	8	118	104	North Penn SD	12,765	2,200	\$265,044,479	\$268,341,700	(\$3,297,221)	\$21,022	\$121,973	764	\$37,613,910	0.1902
9	11	15	16	399	259	Upper Darby SD	12,714	1,970	\$211,143,434	\$210,634,961	\$508,473	\$16,567	\$106,921	1,279	\$26,686,815	0.6939
10	12	17	17	403	284	Central Dauphin SD	12,214	1,912	\$203,954,844	\$201,998,050	\$1,956,794	\$16,538	\$105,648	1,130	\$24,857,061	0.4368
11	10	9	10	174	135	West Chester Area SD	12,070	2,011	\$255,108,420	\$238,521,759	\$16,586,661	\$19,762	\$118,609	522	\$52,543,060	0.1500
12	18	28	29	496	363	Hazleton Area SD	11,610	1,578	\$161,953,775	\$158,130,324	\$3,823,451	\$13,620	\$100,209	2,354	\$14,625,691	0.6826
13	9	11	11	97	165	Lancaster SD	10,880	2,020	\$235,275,934	\$234,653,960	\$621,974	\$21,567	\$116,165	2,206	\$30,588,459	0.6994
14	17	10	9	78	17	Council Rock SD	10,778	1,650	\$242,057,989	\$241,355,618	\$702,371	\$22,393	\$146,276	222	\$22,924,586	0.1500
15	14	16	13	135	152	Erie City SD	10,438	1,820	\$210,316,002	\$213,590,622	(\$3,274,620)	\$20,463	\$117,357	1,109	\$16,904,139	0.7734
16	19	23	23	360	219	Scranton SD	9,992	1,525	\$168,472,810	\$169,603,790	(\$1,130,981)	\$16,974	\$111,216	943	\$4,441,150	0.7665
17	13	13	14	98	186	Pennsbury SD	9,907	1,865	\$213,457,519	\$213,341,216	\$116,303	\$21,534	\$114,392	240	\$17,551,743	0.2792
18	20	18	19	221	71	Parkland SD	9,642	1,451	\$187,498,357	\$183,509,652	\$3,988,705	\$19,032	\$126,471	303	\$44,273,901	0.3190
19	26	32	35	480	291	Chambersburg Area SD	9,456	1,337	\$152,273,965	\$140,971,985	\$11,301,980	\$14,908	\$105,439	827	\$18,644,768	0.5504
20	23	37	37	483	354	Cumberland Valley SD	9,436	1,370	\$143,305,982	\$138,566,592	\$4,739,390	\$14,685	\$101,143	379	\$23,088,755	0.3210
21	29	19	21	204	29	Neshaminy SD	9,084	1,267	\$182,890,910	\$175,806,828	\$7,084,082	\$19,353	\$138,758	197	\$46,970,355	0.3130
22	16	14	15	41	76	Pocono Mountain SD	8,807	1,694	\$212,285,658	\$212,757,292	(\$471,634)	\$24,158	\$125,595	317	\$30,358,756	0.5490
23	15	6	7	5	9	Lower Merion SD	8,797	1,726	\$279,202,826	\$279,202,826	\$0	\$31,738	\$161,763	280	\$42,912,440	0.1500
24	21	20	20	126	70	North Allegheny SD	8,628	1,415	\$179,503,921	\$179,109,025	\$394,897	\$20,759	\$126,579	130	\$22,191,838	0.2994
25	28	22	22	167	42	Easton Area SD	8,622	1,282	\$177,154,766	\$171,727,650	\$5,427,116	\$19,917	\$133,953	459	\$44,679,822	0.5683

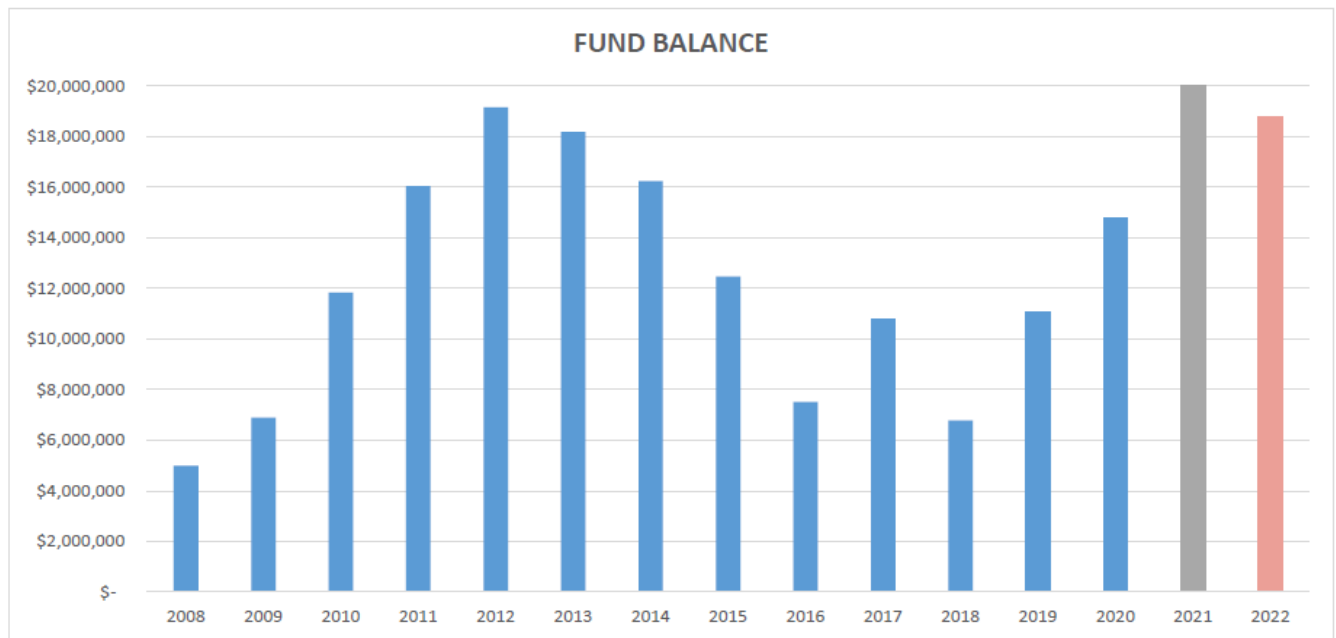
- The Hazleton Area School District ranks **496 out of 499** PA School Districts in the amount we spend per student.

11) Fund Balance Update

Hazleton Area School District

Fund Balance Analysis

Yearend	Total	Reserved	Nonspendable,					
			Unreserved, Undesignated	Inventory/ Prepaid	Restricted	Committed	Assigned	Unassigned
2008	\$ 4,995,251	\$ 3,000,549	\$ 1,698,292	\$ 296,410				
2009	\$ 6,891,506	\$ 3,146,464	\$ 3,711,489	\$ 33,553				
2010	\$ 11,834,254	\$ 5,152,969	\$ 6,618,556	\$ 62,729				
2011	\$ 16,042,169			\$ 104,764	\$ -	\$ 7,204,005	\$ 2,000,549	\$ 6,732,851
2012	\$ 19,164,000			\$ 81,442	\$ -	\$ 11,396,448	\$ 2,000,549	\$ 5,685,561
2013	\$ 18,192,406			\$ 49,292	\$ -	\$ 9,396,448	\$ 2,000,000	\$ 6,746,666
2014	\$ 16,240,632			\$ 44,380	\$ -	\$ 9,396,448	\$ 2,000,000	\$ 4,799,804
2015	\$ 12,475,053			\$ 386,421	\$ -	\$ 5,896,448	\$ 2,000,000	\$ 4,192,184
2016	\$ 7,512,765			\$ 505,251	\$ -	\$ 2,326,448	\$ 500,000	\$ 4,181,066
2017	\$ 10,807,912			\$ 415,890	\$ -	\$ 2,326,448	\$ 500,000	\$ 7,565,574
2018	\$ 6,788,428			\$ 238,826	\$ -	\$ 1,345,942	\$ 500,000	\$ 4,703,660
2019	\$ 11,073,136			\$ 345,211	\$ -	\$ 1,345,942	\$ 500,000	\$ 8,881,983
2020	\$ 14,802,653			\$ 176,962	\$ -	\$ 1,345,942	\$ 500,000	\$ 12,779,749
2021	\$ 22,272,421			\$ 82,090	\$ -	\$ 8,595,942	\$ 500,000	\$ 13,094,389
2022	\$ 18,808,167			\$ 82,090	\$ -	\$ 8,595,942	\$ 500,000	\$ 9,630,135



	Budget 2022	Budget 2021	Actual 2021
Revenue	184,266,785	162,291,829	170,714,556
Expense	187,731,039	166,186,719	163,244,788
Deficit	(3,464,254)	(3,894,890)	7,469,768
Unassigned	9,630,135	13,094,389	13,094,389
Policy %	5.13%	7.88%	7.88%
Range 3%	5,631,931	4,985,602	4,985,602
Range 8%	15,018,483	13,294,938	13,294,938

NOTE:

School District policy is to maintain an unassigned general fund balance of not less than 3% and not more than 8% of the budgeted expenditures for that year.

12) Future Public Budget Meeting Schedule (2nd Floor Conference Room of the HASD Administration Building)

- Wednesday, February 16, 2022 (Public) – 6:00 P.M.
- Wednesday, March 16, 2022 (Public) – 6:00 P.M.
- Wednesday, April 20, 2022 (Public) – 6:00 P.M.
- Wednesday, May 18, 2022 (Public) – 6:00 P.M.
- Wednesday, June 15, 2022 (Public) – 6:00 P.M.

13) Comments / Questions