

# WAYNESBORO AREA SCHOOL DISTRICT

## 2023-24 Proposed Final Budget

Budget Committee met 6 times from September 2022 through March 2023

### Proposed timeline

**March 28, 2023**

**Presentation**

**April 11, 2023**

**Board Vote on Proposed Final Budget**

**April 17, 2023**

**Budget Committee Meeting**

**April 25, 2023**

**Board Meeting**

**May 8, 2023**

**Budget Committee Meeting**

**May 9, 2023**

**Board Meeting**

**May 23, 2023**

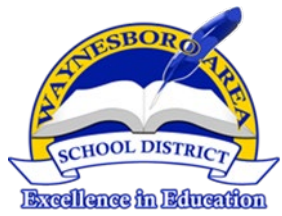
**Board Vote on Final Budget**



# WAYNESBORO AREA SCHOOL DISTRICT

## Acronyms & Descriptions

Acronym	Detail	Description
Abraxas	Nonprofit provider of youth and family services in Franklin County.	Provides secure retention facility and all education expenses pass through WASD as the local education agency.
ADM	Average Daily Membership	Used to calculate attendance/membership of students in a school district. Calculated by dividing the aggregate days membership for all children on active rolls by the number of days the school district is in session.
BEF	Basic Education Funding	The state's method of providing a funding stream to PA school districts. The BEF funding formula contains both fixed (hold harmless) and variable (formula) sections.
Career Tech	Franklin County Career & Technology Center	Located south of Chambersburg along Rt. 11, it is a jointly-owned facility by the Franklin County school districts providing tech and career training for our students. 24 programs including dental assisting, agricultural mechanics, cosmetology, welding, etc.
IDEA	Individuals with Disabilities Education Act	Federal law mandating free appropriate public education to eligible children with disabilities.
LECI	Local Effort Capacity Index	The state's measure of the total local tax effort placed on each household at the median household income level for a school district.
MVAR	Market Value Aid Ratio	A measurement of local wealth using property values and income on a per student basis. A lower number indicates wealth. A higher number indicates poverty or economic disadvantaged. WASD=0.63 Average PA school district = 0.55
Mill	Used for property taxes it is an abbreviation for 1/1000 <sup>th</sup> .	One mill is equal to \$1 of property tax for every \$1,000 in assessed value.
PRRI	Private Residential Rehabilitative Institutions	Abraxas is an example as well as other placements across PA
PSERS	Public School Employees' Retirement System	Mandated retirement program for PA school employees and school districts.
SEF	Special Education Funding	The state's method of providing a funding stream to PA school districts for special education services.



# WAYNESBORO AREA SCHOOL DISTRICT

## 2023-24 Proposed Final Budget

**Revenues**  
**\$77.9 million**

**Expenditures**  
**\$79.3 million**

**Deficit**  
**\$1.4 million**

**Reflects all committee  
approved educational  
opportunities for our  
students**

**Anticipates Using ESSER \$**  
**ESSER III = \$6.3 million**  
**(\$4.3M for capital projects)**

**Deficit can be addressed in  
several manners**



## WAYNESBORO AREA SCHOOL DISTRICT

### What is driving the expenditures year-over-year?

**Salaries = 4.6% or \$1.3 million**

**Medical Insurance = 16.8% or \$950,000**

**Social Security = 4.7% or \$98,000**

**Worker's Comp = 23.6% or \$38,000**

**Transportation = 8.2% or \$267,000**

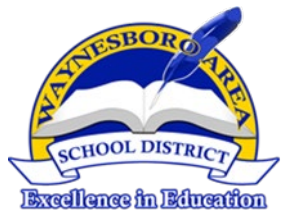
**Career Tech = 11.1% or \$106,000**

**Abraxas / PRRI = 5.6% or \$236,000**

**Capital Projects = 55.1% or \$1.6 million**

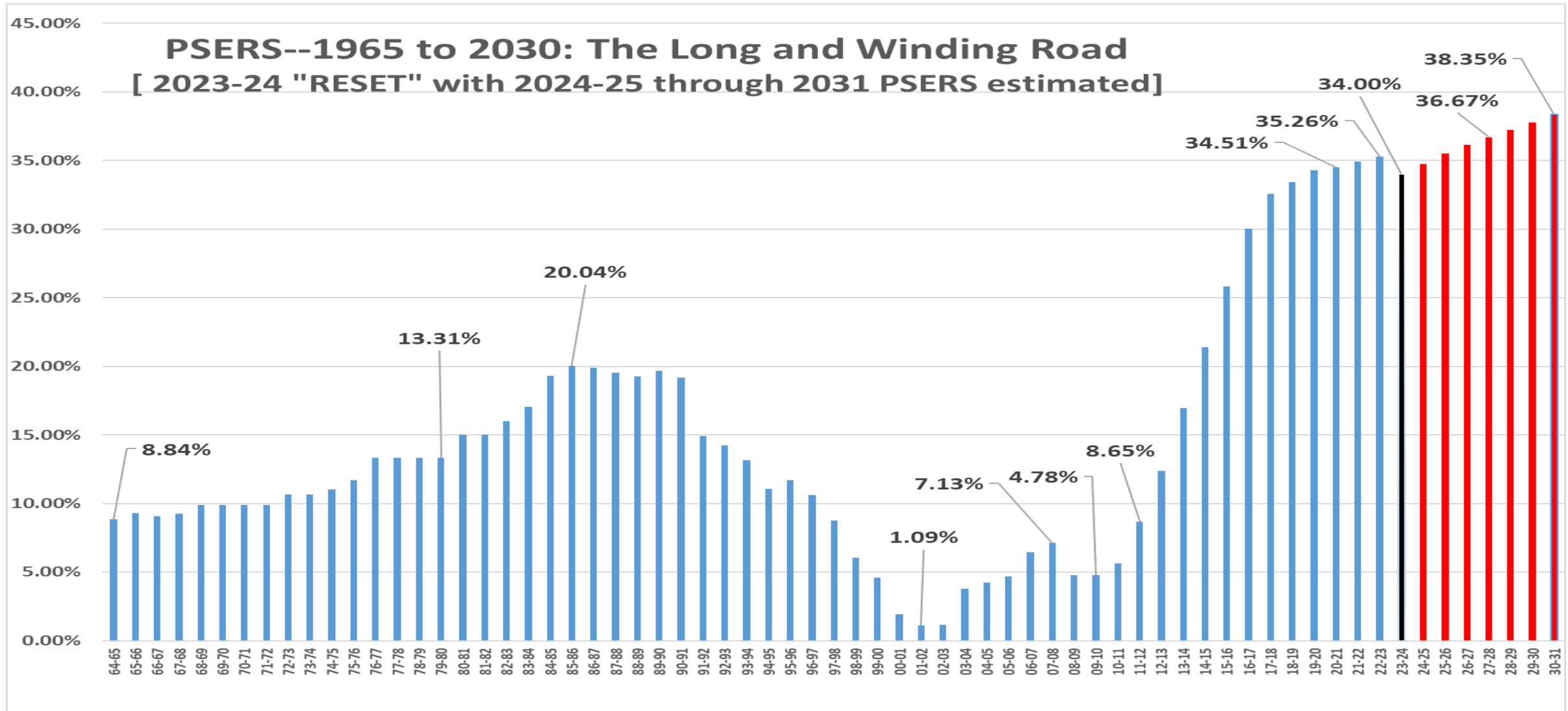
**Pre-K Counts Grant = \$14.3% or \$170,000**

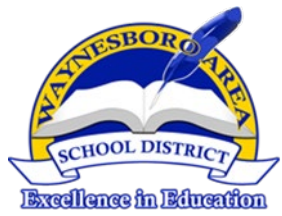
**We are continuing to review expenditure savings opportunities in the budget. Some programs are grant-based or revenue neutral (i.e. Abraxas, Pre-K counts & capital projects)**



# WAYNESBORO AREA SCHOOL DISTRICT

## What happened with PSERS?





# WAYNESBORO AREA SCHOOL DISTRICT

## Major Expenses – Uncontrollable as % of Total Budget

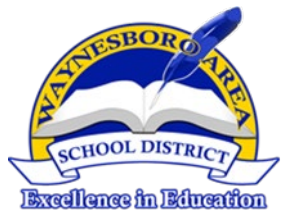
**Special Education**  
**\$10.1 million / 12.74%**

**Cyber Charter Schools**  
**\$3.6 million / 4.5%**

**Pension**  
**\$9.7 million / 12.2%**

**Medical Insurance**  
**\$6.6 million / 8.3%**

**Transportation**  
**\$3.5 million / 4.4%**



# WAYNESBORO AREA SCHOOL DISTRICT

## Revenue – Increasing Opportunities

**Current Real Estate = 1.4% or \$370,000**

**Earned Income Tax = 8.6% or \$300,000**

**Investment Earnings = 700% or \$175,000**

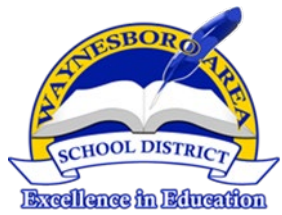
**Basic Ed Funding = 11.9% or \$1.8 million**

**Special Ed Funding = 10.0% or 273,000**

**Pre-K Counts = 14.3% or \$170,000**

**IDEA Pass Thru = 18.4% or \$124,000**

**State funding could change based on final approved budget.  
Does not include an increase in current real estate mill rate.  
Does not assume a major economic change in 2023-24.**



# **WAYNESBORO AREA SCHOOL DISTRICT**

## **How to Balance the Budget**

**District has several options**

**District's current spending  
is already in bottom 1-2%  
of all PA schools**

**Fair Funding by State would  
increase student  
opportunities & provide  
taxpayer relief**

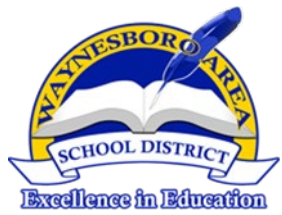
**Mill rate could be increased  
within the inflationary  
index  
(Act 1)**

**Unassigned Fund Balance  
(Savings) could be utilized**

**Additional program or  
education reductions**

**Could be a mix or combination of the above options**





# WAYNESBORO AREA SCHOOL DISTRICT

## BEF Formula - WASD

4,551  
ADMs

3 yr avg  
School  
District ADM



3 -  
Poverty  
Weights



ELL  
Weight



Charter  
Weight



Weighted  
District  
ADM

Student-Specific Factors

Weighted  
District  
ADM



Sparsity  
/ Size  
Adjust

MHII



Charter  
Weight



TOTAL Adjusted  
ADMs to prorate

District-Specific Factors

5,673 Weighted  
ADMs



## WAYNESBORO AREA SCHOOL DISTRICT

### BEF – Weighted ADMs

District	3-year Avg ADMs	2023-24 Weighted ADMs	ADM % Increase
Waynesboro	4,551	5,673	125%
Pittsburgh	24,967	31,559	126%
Philadelphia	201,289	498,774	248%
Scranton	10,083	33,402	331%
Allentown	21,134	88,453	419%
Chester-Upland	1,233	6,318	512%
Farrell	700	4,788	684%

47 School  
Districts (Not  
including  
Phila or Pitt)

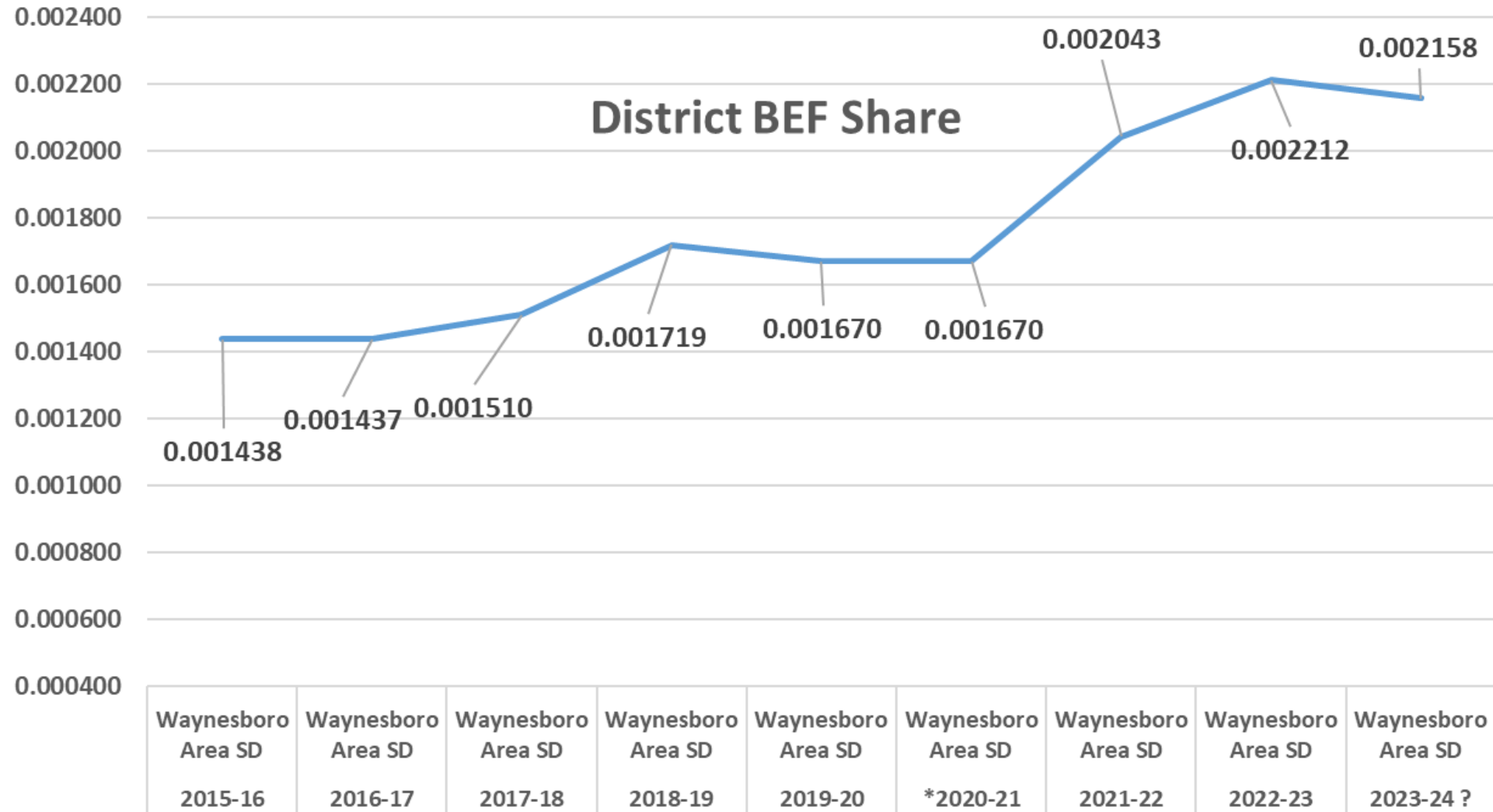
9.8% of the  
ADMs

23.8% of the  
New  
Funding



# WAYNESBORO AREA SCHOOL DISTRICT

## Basic Education Funding Formula





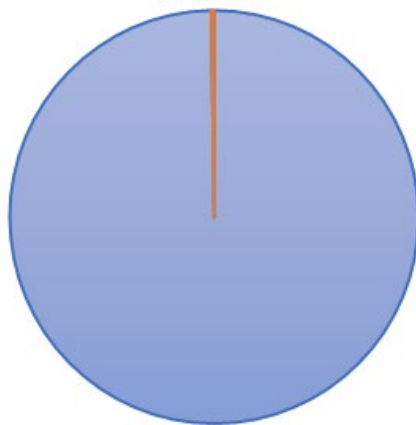
# WAYNESBORO AREA SCHOOL DISTRICT

## 2023-24 Proposed Final Budget

*Think about BEF & WASD's share like a Pizza Pie?*

2022-23 BEF

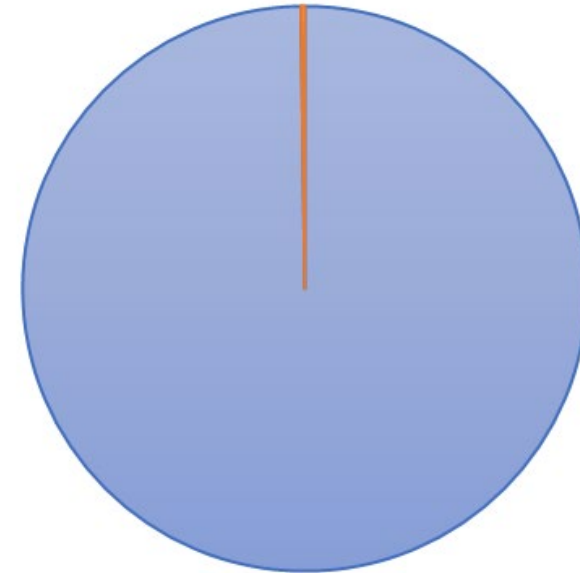
0.2212%



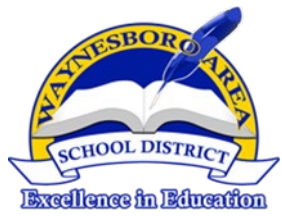
■ State ■ WASD

2023-24 BEF

0.2158%



■ State ■ WASD



# WAYNESBORO AREA SCHOOL DISTRICT

## Basic Education Funding Formula

**The formulas are actually more complex...the weights have weights.**

**What did all of those metrics mean?**

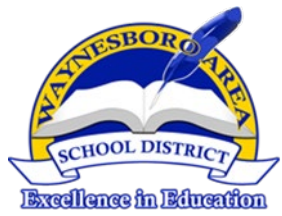
**For every \$100,000,000 the  
state adds to the BEF**

**=**

**WASD receives \$215,812  
(at current share)**



**Equates to 0.28% of our  
total revenues.**



# WAYNESBORO AREA SCHOOL DISTRICT

## Funding Comparison

If \$100 million of BEF provides \$215,812 in revenue, how does that compare to our expenses?

WASD receives \$215,812  
(at current share)

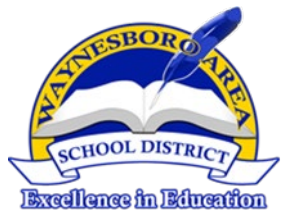


Equates to 0.28% of our  
total revenues.

1% Increase in Salaries  
\$276,000

1% Increase in PSERS  
\$97,188

1% Increase in Medical Ins  
\$65,690



# WAYNESBORO AREA SCHOOL DISTRICT

## Tax Perspectives

**Median Household Income**  
**for 2021**  
**\$61,780**

=

**State Income Tax**  
**3.07% = \$1,897**

**Market Value of**  
**Homestead Property**  
**\$194,700**

=

**2022-23 School Property**  
**Tax**  
**\$1,951**

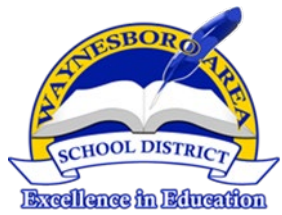


**School Property Tax**  
**1.00% of Market Value**

**2020-21 Current**  
**Cost per Student**  
**\$13,154**

**Cost for 13 years of**  
**Education**  
**\$171,000**

**Time to "Payoff" a**  
**child's education**  
**87 Years**



# WAYNESBORO AREA SCHOOL DISTRICT

## Summary

**School Board has proactively approved budgets that increase student opportunities**

**Salary and negotiation's actions by the Board have increased competitiveness with teacher salaries**

**Since Act 1 Index went into effect, WASD's taxes are 25.4 mills or 19.4% *lower* than permitted**

**WASD has the least amount of property to tax per student in Franklin Cty**

**Market Value Aid Ratio increased to 0.63 – highest in Franklin County**

**Basic Education Funding is below average for PA school districts**

**WASD would have to spend \$19 million per year to be an “average” PA school district.**