



# **Chartiers Valley School District Finance Committee Meeting**

November 8, 2022  
6:30 p.m.

# **2021-2022 Year End Fiscal Update**



## 2021-2022 Update

- 2021-2022 audit underway
- Auditors in the office August 12-15; weeks of September 12th and September 26th
- 2021-2022 grants and accounts being analyzed and balanced
- 2021-2022 projected deficit of **\$650,000**; *Debt Stabilization Fund* will be debited



## General Fund Balance

2020-2021 Fund Balance 6-30-21 Audited: \$ 7,070,396

2021-2022 Fund Balance 6-30-22 Projected Unaudited: \$ 6,120,396

### Breakout

**Nonspendable** - Prepaid Expenditures \$ 1,052,022

**Committed** - Future benefits and pension obligations \$ 353,520

**Committed** - Other Post Employment Benefits \$ 1,765,754

**Unassigned** - District's liquid savings \$ 2,949,100



*Why is the projected 2021-2022 General Fund Balance less than the 2020-2021?*

1. \$200,000 expensed for Other Post Employment Benefits (OPEB)
1. Capital Reserve balance is \$23,018;
  - a. Board approved \$750,000 transfer from General Fund to Capital Reserve
  - b. Projected balance will be \$773,018



## 2021-2022 Other Funds Projected

1. Debt Stabilization Fund 6-30-22 (Projected)

\$3,333,414

Projected \$650,000 usage for 2021-22 deficit

2. Projected Capital Reserve Fund 6-30-22 (Projected) \$ 773,018

Balance after HS roof project \$ 23,018

Transfer from General Fund \$ 750,000



# 2021-2022 Fund Balance Wrap Up

Unassigned Fund Balance should be 5-8% of expenditures, 2021-2022 CVSD projected is 4%

Capital Reserve is dangerously low for a District our size

Capital Reserve is needed for:

- Unforeseen emergencies
- Planned capital projects (IS Renovation)
- Bus replacements (Currently being planned)
- Capital equipment replacement



# 2021–2022 Food Service Update

\$280,000 Profit – free meals in 2021–22

PDE requires that any profit/savings must stay in the Food Service Program

Balance cannot exceed 3 months of operating cost

- Updated lighting in HS food service line
- Applied wraps on equipment at PS and HS
- Updating point of service software and hardware
- Possible table replacement at the PS and IS

Food service contract bid this school year for 2023–2024  
New Regional Manager to start at Chartiers Valley



# **2022-2023 Budget Update**



## State Revenue

Good News: Basic Ed and Special Ed Funding came in more than budgeted +\$657,944 more than budget

- \* Planned use of debt stabilization was \$246,445
- \* Increase in special education students
- \* Increase in ELL students
- \* Sustaining CHILL Room projects
- \* Inflation

## PA Commission on Crime and Delinquency (PCCD) Revenue

\$301,362

\$150,681

\$150,681

Expansion of CHILL Rooms

Safety and Security – PS public address system, cameras, door swipes, bus cameras



# District Bond Issue Update - \$17M Construction

## Athletics

Making areas ADA/code compliant

Interior - Renovation of gymnasium, pool, and stage.

Exterior - Renovation of stadium including lights, bleacher, track, turf, press box, and entrance.

## Primary School

Roof

HVAC (\$2M ARP ESSER 3)



## 2022-23 Allegheny County Millage Rates Highest to Lowest by School District

District	Millage		District	Millage		District	Millage
Brentwood	35.7905		Highlands	25.1300		McKeesport	20.9600
Penn Hills	30.5965		Cornell	25.1070		Allegheny Valley	20.8377
Wilkinsburg	29.5000		Riverview	23.6675		Keystone Oaks	20.4856
Upper St. Clair	28.5628		Shaler Area	23.5319		Fox Chapel	20.4288
Northgate	27.3200		South Allegheny	23.5000		Avonworth	20.1900
East Allegheny	26.9722		Bethel Park	23.428		Quaker Valley	20.0367
Steel Valley	26.8913		Woodland Hills	22.9982		North Allegheny	19.7400
Carlynton	26.7432		West Jefferson Hills	22.7730		North Hills	19.7000
South Fayette	26.7000		Deer Lakes	22.6900		Pine-Richland	19.5867
West Mifflin	26.5691		Moon Area	22.6746		Chartiers Valley	19.3957
Mt Lebanon	26.3900		Baldwin-Whitehall	22.6300		West Allegheny	18.5100
Sto-Rox	26.3250		Plum Borough	22.0241		Duquesne City	18.4800
Elizabeth Forward	26.3243		Gateway	21.7479		Montour	17.9638
South Park	25.9600		Hampton	20.9900		Clairton	8.1260

# **2023-2024 Budget Update**



## Update on Allegheny County School Health Insurance Consortium (ACSHIC)

- Chartiers Valley School District is a member of ACSHIC (known as the Consortium) for healthcare, dental and vision insurances
- We are among 89 other K-12 schools, CTCs, and community colleges in the Consortium
- The Consortium's net assets decreased from \$63.7 million to \$51.5 on June 30, 2022, according to the latest audit (a loss of \$12.2 million)
- The Consortium has only 40 to 50 days of operating cash
- The Consortium's trustees advises all entities to budget for a 15-18% healthcare increase in 2023-24
- **For Chartiers Valley, this is an additional \$1.4 million in premiums**
- Chartiers Valley's preliminary budget projections will be calculated using the 18% increase; the Consortium will finalize the healthcare rates in March 2023



## Update on Allegheny County Common Level Ratio (CLR) Litigation

- Legal case challenging the Common Level Ratio (CLR)
- September 1, 2022 – Judge Hertzberg issued Court Order lowering the 2021 CLR from 81.1% to 63.53%
- Court Order also requires Allegheny County to immediately submit its sales data to the State Tax Equalization Board (STEB) for an official recalculation of the 2022 CLR.
- CLR of 63.53% will be used in appeals cases from July 1, 2022 to June 30, 2023.
- More appeals expected; potential annual revenue loss of (\$455,000) Judge Hertzberg has yet to rule on future years being included which will further impact our budget.



# 2023-2024 Budget Calendar

September 30, 2022	PDE notifies school districts of their 2023-2024 Act 1 index 4.1% for 2023-2024
October 2022	2023-2024 budget preparation begins
October 25, 2022 ( <a href="#">Board Meeting</a> )	Board review of Act 1 timeline and budget calendar
Nov/Dec 2022	Principals, Directors, Supervisors and Budget Managers build department budget
November 18, 2022	Curriculum budgets due
December 16, 2022	Due date for all other first round budgets uploaded in Visions



## 2023-24 Budget Calendar (Cont.)

January 17-20, 2023  
Director of Finance

Budget meetings with Budget Managers, Superintendent, and

February 6, 2023

Revised budgets due

March 1, 2023

Draft Preliminary Budget provided to Superintendent and Asst.  
Supt.

April 11, 2023  
(Board Meeting)

2023-24 Proposed Budget presented to School Board for review  
discussion

May 19, 2023  
(Board Meeting)

- a. Board adopts Proposed Final General Fund Budget
- b. 2023-24 Proposed Budget on public display

June 13, 2023  
(Board Meeting)

- a. FINAL adoption of 2023-24 General Fund Budget by the Board
- b. Board adopts annual tax levy Resolution if raising taxes
- c. Board adopts Resolution implementing the homestead  
exclusion



# Questions and Discussion

