

**WEST CHESTER AREA SCHOOL DISTRICT
2001-02 BUDGET**

Expense and Revenue

FORECASTS

for

GOVERNMENTAL FUNDS

**WEST CHESTER AREA SCHOOL DISTRICT
2001-02 BUDGET**

GENERAL FUND FORECAST ASSUMPTIONS

REVENUE

1. Real estate assessment values will increase at an annual rate as follows: Chester County - \$250,000,000 in 2002-03, \$300,000,000 in 2003-04, \$200,000,000 in 2004-05; Delaware County - \$10,000,000 each year. The projected increases are calculated based on a District projection model that incorporates historical trend data and a forecast of future property activity levels.
2. State support, which includes the Basic Subsidy for Instruction, Special Education, and Transportation, will remain constant with the exception of slight increases to reflect enrollment growth. The assumption is predicated on the historical trends of state funding for our District in these areas. There will be no major changes in local revenues.
3. Federal revenues will remain constant and will offset 100% of expenses.
4. Capital Reserve Fund Transfers to the General Fund are budgeted to offset capital expenses in the Technology Fund.
5. Revenues and expenditures will be balanced on an annual basis.

EXPENDITURES

1. Salary costs will increase at an annual rate of 4% per year along with additional teaching staff hired for enrollment growth.
2. Benefit costs are projected to increase by 15% per year along with added costs for additional teaching staff hired for enrollment growth.
3. Expenditures for contracted services accounted for in purchased professional and technical services, will increase by 5% each year. Expenditures accounted for in purchased property services will be held constant with the exception of 3% inflation, and other purchased services are projected to increase by 4% each year.
4. Expenditures over which the District exercises discretionary control will remain constant with the exception of 3% inflation. These expenditures include such items as instructional supplies and materials as well as funds for the maintenance of plant and equipment.
5. Other objects and other financing uses reflect increased debt service as a result of a \$20.0 million bond issue in January 2002, a \$30.0 million bond issue in January 2003 and a \$40.0 million bond issue in January 2004. To equalize tax mill increases in the forecast, the budget reserve is \$3.5 million in 2001-02, and \$0.0 in the forecasted years.
6. Technology Fund expenses are budgeted at \$5.8 million in 2002-03, \$5.9 million in 2003-04, and \$6.1 million in 2004-05.
7. Federal Program expenses are budgeted at \$1,680,000 per year. This is consistent with the 2000-01 anticipated expenses.

**WEST CHESTER AREA SCHOOL DISTRICT
2001-02 BUDGET**

GENERAL FUND BUDGET FORECAST (INCLUDING TECHNOLOGY FUND & FEDERAL PROGRAMS)

<u>DESCRIPTION</u>	<u>ANTICIPATED 2000-01</u>	<u>BUDGET 2001-02</u>	<u>BUDGET 2002-03</u>	<u>BUDGET 2003-04</u>	<u>BUDGET 2004-05</u>
EXPENSES:					
100 SALARIES	\$61,275,592	\$65,862,003	\$68,663,616	\$71,827,931	\$74,907,270
200 BENEFITS	14,389,177	15,486,099	17,857,296	20,656,580	23,814,642
300 PROFESSIONAL AND TECHNICAL SERVICES	5,504,850	5,925,400	6,221,670	6,532,754	6,859,391
400 PURCHASED PROPERTY SERVICES	2,653,000	2,690,764	2,771,487	2,854,632	2,940,270
500 OTHER PURCHASED SERVICES	13,822,330	14,931,269	15,528,519	16,149,660	16,795,647
600 SUPPLIES	2,907,723	3,157,200	3,251,916	3,349,474	3,449,958
700 PROPERTY	1,082,600	1,189,327	1,225,007	1,261,757	1,299,610
800 OTHER OBJECTS	5,669,908	8,858,342	6,898,230	8,354,465	10,608,230
900 OTHER FINANCING USES	5,791,392	6,497,000	7,163,000	8,082,000	9,062,000
SUBTOTAL	<u>\$113,096,572</u>	<u>\$124,597,404</u>	<u>\$129,580,742</u>	<u>\$139,069,252</u>	<u>\$149,737,018</u>
FEDERAL PROGRAMS	\$1,682,096	\$1,575,305	\$1,680,000	\$1,680,000	\$1,680,000
TECHNOLOGY FUND	<u>\$3,724,930</u>	<u>\$5,593,622</u>	<u>\$5,778,000</u>	<u>\$5,942,000</u>	<u>\$6,114,000</u>
GRAND TOTAL	<u>\$118,503,598</u>	<u>\$131,766,331</u>	<u>\$137,038,742</u>	<u>\$146,691,252</u>	<u>\$157,531,018</u>
REVENUES:					
6111 CURRENT REAL ESTATE TAX	\$72,270,000	\$77,885,792	\$86,818,134	\$98,035,057	\$107,192,442
6112 INTERIM REAL ESTATE TAX	4,700,000	2,800,000	2,800,000	2,800,000	2,800,000
6113 PUBLIC UTILITY REALTY TAX	306,000	0	0	250,000	250,000
PAYMENTS IN LIEU OF TAXES	0				
6151 EARNED INCOME TAX	11,900,000	12,720,000	13,737,600	14,836,608	16,023,537
6153 REAL ESTATE TRANSFER TAX	3,450,000	2,500,000	2,500,000	2,500,000	2,500,000
6400 DELINQUENT TAXES	2,240,000	1,850,000	2,000,000	2,000,000	2,000,000
6500 EARNINGS ON INVESTMENTS	2,500,000	1,830,000	2,000,000	2,000,000	2,000,000
6940 TUITION FROM PATRONS	60,000	320,000	320,000	320,000	320,000
6910 6990 RENT & MISC	15,000	15,000	15,000	15,000	15,000
0770 BEGINNING FUND BALANCE UNRESERVED	5,287,329	6,011,574	3,500,000	0	0
FUND BALANCE FOR TECHNOLOGY	2,618,133	2,221,348	0	0	0
7110 BASIC INSTRUCTIONAL SUBSIDY	5,717,000	5,899,259	6,017,244	6,137,589	6,260,341
7271 SPECIAL EDUC SUBSIDY	4,344,515	4,438,818	4,500,218	4,561,618	4,623,018
7160 TUITION FOR PRIVATE HOME PLACEMENT	100,000	100,000	100,000	100,000	100,000
7170 INSTRUCTIONAL SUPPORT TEAMS		0	0	0	0
7310 TRANSPORTATION SUBSIDY	4,031,700	4,233,600	4,318,272	4,404,637	4,492,730
7220 VOCATIONAL EDUC SUBSIDY	500	500	500	500	500
7320 RENT SUBSIDY	1,000,000	875,000	1,000,000	1,200,000	1,300,000
7250 MIGRATORY CHILDREN	50	50	50	50	50
7330 7340 MEDICAL, DENTAL & NURSE SVCS	270,000	270,000	270,000	270,000	270,000
7210 HOMEBOUND INSTRUCTION	400	0	0	0	0
CHARTER SCHOOL SUBSIDY	0	0			
7810 SOCIAL SECURITY SUBSIDY	2,371,000	2,492,364	2,592,059	2,695,741	2,803,571
7820 RETIREMENT SUBSIDY	596,000	355,447	369,665	384,451	399,830
7910 LINK TO LEARN SUBSIDY	57,500				
8000 FEDERAL PROGRAM REVENUES	1,682,096	1,575,305	1,680,000	1,680,000	1,680,000
9330 CAPITAL RESERVE FUND TRANSFERS	1,643,812	2,471,644	2,500,000	2,500,000	2,500,000
FUND BALANCE FOR TECHNOLOGY		900,630			
9610 RECEIPTS FROM LEA'S IN PA.	170,000	0	0	0	0
	<u>\$127,331,035</u>	<u>\$131,766,331</u>	<u>\$137,038,742</u>	<u>\$146,691,252</u>	<u>\$157,531,018</u>
1. NET AMOUNT TO BE RAISED FROM TAXES		\$77,885,792	\$86,818,134	\$98,035,057	\$107,192,442
2. GROSS TAX TO BE LEVIED		\$80,794,390	\$90,060,305	\$101,696,117	\$111,195,479
3. EQUAL BETWEEN COS.					
CHESTER %		94.89%	94.89%	94.89%	94.89%
DELAWARE %		5.11%	5.11%	5.11%	5.11%
CHESTER LEVY		\$76,667,751	\$85,460,401	\$96,501,904	\$105,516,079
DELAWARE LEVY		\$4,126,640	\$4,599,904	\$5,194,213	\$5,679,400
4. MILLAGE CALCULATION					
CHESTER COUNTY TAX LEVY		\$76,667,751	\$85,460,401	\$96,501,904	\$105,516,079
CHESTER CO ASSESSED VALUE		\$6,594,575,593	\$6,844,575,593	\$7,144,575,593	\$7,344,575,593
CHESTER CO MILLAGE		11.63	12.49	13.51	14.37
PREVIOUS YR MILL		11.38	11.63	12.49	13.51
INCREASE		0.25	0.86	1.02	0.86
		2.2%	7.4%	8.2%	6.4%
DELAWARE COUNTY TAX LEVY		\$4,126,640	\$4,599,904	\$5,194,213	\$5,679,400
DELAWARE CO ASSESSED VALUE		\$358,918,510	\$368,918,510	\$378,918,510	\$388,918,510
DELAWARE CO MILLAGE		11.50	12.47	13.71	14.60
PREVIOUS YR MILL		10.56	11.50	12.47	13.71
INCREASE		0.94	0.97	1.24	0.90
		8.9%	8.4%	9.9%	6.5%

**WEST CHESTER AREA SCHOOL DISTRICT
2001-02 BUDGET**

**CAPITAL PROJECTS FUND
BUDGET FORECAST**

	<u>ANTICIPATED 2000-01</u>	<u>BUDGET 2001-02</u>	<u>BUDGET 2002-03</u>	<u>BUDGET 2003-04</u>	<u>BUDGET 2004-05</u>
Revenues					
Repayment of Temporary Proceeds		\$ (15,250,000)			
Bond Proceeds	\$ 9,995,000	\$ 20,000,000	\$ 30,000,000	\$ 40,000,000	\$ 25,100,000
Total Revenues	<u>\$ 9,995,000</u>	<u>\$ 4,750,000</u>	<u>\$ 30,000,000</u>	<u>\$ 40,000,000</u>	<u>\$ 25,100,000</u>
Expenditures					
Site & Building Improvements/ Replacements/Additions	\$ 14,377,639	\$ 6,403,187	\$ 53,241,245	\$ 39,482,694	\$ 15,107,251
Total Expenditures	<u>\$ 14,377,639</u>	<u>\$ 6,403,187</u>	<u>\$ 53,241,245</u>	<u>\$ 39,482,694</u>	<u>\$ 15,107,251</u>
Excess of Revenues over Expenditures	<u>\$ (4,382,639)</u>	<u>\$ (1,653,187)</u>	<u>\$ (23,241,245)</u>	<u>\$ 517,306</u>	<u>\$ 9,992,749</u>
Project Fund Balance at July 1	<u>\$ 36,590,968</u>	<u>\$ 32,208,329</u>	<u>\$ 30,555,142</u>	<u>\$ 7,313,897</u>	<u>\$ 7,831,203</u>
Projected Fund Balance at June 30	<u>\$ 32,208,329</u>	<u>\$ 30,555,142</u>	<u>\$ 7,313,897</u>	<u>\$ 7,831,203</u>	<u>\$ 17,823,952</u>

**WEST CHESTER AREA SCHOOL DISTRICT
2001-02 BUDGET**

**WEST CHESTER AREA SCHOOL DISTRICT
ACTIVE AND PROPOSED CAPITAL PROJECTS**

PRESENTED 9/18/2000

UPDATED & APPROVED 10/24/2000

CASH FLOW ESTIMATE

SCHOOL	PROJECT NAME	PROJECTED TOTAL COST	PROJECTED 2000 - 2001 EXPENDITURES	PROJECTED 2001 - 2002 EXPENDITURES	PROJECTED 2002 - 2003 EXPENDITURES	PROJECTED 2003 - 2004 EXPENDITURES	PROJECTED 2004 - 2005 EXPENDITURES	PROJECTED 2005 - 2006 EXPENDITURES	PROJECTED 2006 - 2007 EXPENDITURES
	ACTIVE PROJECTS:								
	FUGETT ON MONTGOMERY RENOVATION	27,245,055	217,275	217,275	217,275	217,275	6,027,530	18,994,315	1,226,084
	NEW HENDERSON NEW BUILDING	73,096,537	11,437,297	3,775,580	43,493,683	12,408,545			
	EAST RENOVATION & ADDITIONS	55,409,509	1,244,567	1,570,432	9,358,287	26,743,374	8,953,721	8,722,385	
	PENNSWOOD ASBESTOS TILE REPLACE - PHASE 2	138,000	19,000	65,000					
	DISTRICT WIDE ACT 29 LIGHTING PROJECT	1,000,000	1,000,000						
	EXTON PORTABLES MODULAR CLASSROOM ADDITION	128,000	158,000						
	CAFETERIA REPLACE EQUIPMENT	115,000	25,000	14,000					
	VARIOUS REPLACE CLASSROOM FURNITURE	300,000	100,000	100,000					
	EAST GOSHEN ASBESTOS TILE REPLACEMENT	197,000	12,000	64,000	64,000	57,000			
	EXTON & EAST GOSHEN REPLACE UNIVENTS IN MODULARS	125,000	85,000	40,000					
	PENNSWOOD REPLACE BOILER	136,200	15,000	121,200					
	SPELLMAN REPAIR/REPLACE HANDICAP RAMP	50,000	5,000	45,000					
	FUGETT GYMNASIUM PARTITION	80,000	9,500	70,500					
	VARIOUS SAFE SCHOOL INITIATIVES	197,200	0	170,200	27,000				
	SUBTOTAL	158,217,501	14,327,639	6,253,187	53,133,245	39,426,194	14,981,251	27,716,700	1,226,084
	PROPOSED PROJECTS:								
	PEIRCE ADDITIONAL CLASSROOM SPACE	200,000	50,000	150,000					
	SPELLMAN CLASSROOM RENOVATIONS	518,500						87,000	431,500
	SPELLMAN ASBESTOS TILE REPLACEMENT	63,500			12,000	41,500			
	SPELLMAN BOILER REPLACEMENT	141,000				15,000	126,000		
	SPELLMAN REPLACE ROOF - 1952 WING	96,000			96,000				
	SUBTOTAL	1,019,000	50,000	150,000	108,000	56,500	126,000	87,000	431,500
	TOTAL CAPITAL PROJECTS	159,236,501	14,377,639	6,403,187	53,241,245	39,482,694	15,107,251	27,803,700	1,657,584

NOTE: The Proposed Project list does not include any recommendations from the Elementary School Facilities Audit.

NOTE: The Proposed Projects for the Spellman Facility are included until the future status of the site is determined.

** Budgets reflect Plancon A forms and include financing costs.

*** Budget for Fugett on Montgomery reflect project budget presented to Board in May 2000.

*** Budget for Safe School Initiatives was approved by the Board on 6/4/01 as part of the Budget Adoption.

**WEST CHESTER AREA SCHOOL DISTRICT
2001-02 BUDGET**

**CAPITAL RESERVE FUND
BUDGET FORECAST**

	<u>ANTICIPATED 2000-01</u>	<u>BUDGET 2001-02</u>	<u>BUDGET 2002-03</u>	<u>BUDGET 2003-04</u>	<u>BUDGET 2004-05</u>
Revenues					
Contribution from General Fund	\$ 308,392	\$ -	\$ -	\$ -	\$ -
Refund of Prior Years Expenditures	\$ 641	\$ -	\$ -	\$ -	\$ -
Interest Income	<u>2,274,300</u>	<u>1,950,000</u>	<u>1,224,734</u>	<u>706,492</u>	<u>827,017</u>
Total Revenues	<u>\$ 2,583,333</u>	<u>\$ 1,950,000</u>	<u>\$ 1,224,734</u>	<u>\$ 706,492</u>	<u>\$ 827,017</u>
Expenditures and Fund Transfers					
Transfer to Capital Projects Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer to Technology Fund	<u>1,643,812</u>	<u>2,471,644</u>	<u>2,500,000</u>	<u>2,500,000</u>	<u>2,500,000</u>
Total Expenditures	<u>\$ 1,643,812</u>	<u>\$ 2,471,644</u>	<u>\$ 2,500,000</u>	<u>\$ 2,500,000</u>	<u>\$ 2,500,000</u>
Excess of Revenues over Expenditures	<u>\$ 939,521</u>	<u>\$ (521,644)</u>	<u>\$ (1,275,266)</u>	<u>\$ (1,793,508)</u>	<u>\$ (1,672,983)</u>
Reserved for Arbitrage Rebate	\$ 220,000	\$ 150,000	\$ -	\$ -	\$ -
Project Fund Balance at July 1	<u>\$ 9,299,181</u>	<u>\$ 10,018,702</u>	<u>\$ 9,347,058</u>	<u>\$ 8,071,792</u>	<u>\$ 6,278,283</u>
Projected Fund Balance at June 30	<u>\$ 10,018,702</u>	<u>\$ 9,347,058</u>	<u>\$ 8,071,792</u>	<u>\$ 6,278,283</u>	<u>\$ 4,605,301</u>

**WEST CHESTER AREA SCHOOL DISTRICT
2001-02 BUDGET**

**SPECIAL REVENUE FUND - ATHLETIC FUND
BUDGET FORECAST**

	ANTICIPATED <u>2000-01</u>	BUDGET <u>2001-02</u>	BUDGET <u>2002-03</u>	BUDGET <u>2003-04</u>	BUDGET <u>2004-05</u>
Revenues					
Local Sources					
Gate Receipts	\$ 75,000	\$ 72,085	\$ 75,085	\$ 75,085	\$ 75,085
Total Revenues	<u>\$ 75,000</u>	<u>\$ 72,085</u>	<u>\$ 75,085</u>	<u>\$ 75,085</u>	<u>\$ 75,085</u>
Expenditures					
Salaries	\$ 20,000	\$ 10,000	\$ 10,000	\$ 10,000	\$ 10,000
Professional & Technical Services	54,000	57,085	57,085	57,085	57,085
Other Purchased Services	2,000	-	-	-	-
Supplies	3,100	3,500	3,500	3,500	3,500
Other Objects	3,141	4,500	4,500	4,500	4,500
Total Expenditures	<u>\$ 82,241</u>	<u>\$ 75,085</u>	<u>\$ 75,085</u>	<u>\$ 75,085</u>	<u>\$ 75,085</u>
Excess of Revenues over Expenditures	\$ (7,241)	\$ (3,000)	\$ -	\$ -	\$ -
Project Fund Balance at July 1	\$ 10,241	\$ 3,000	\$ -	\$ -	\$ -
Projected Fund Balance at June 30	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>