

WEST CHESTER AREA SCHOOL DISTRICT
2005-06 BUDGET

Expense and Revenue

FORECASTS

for

GOVERNMENTAL FUNDS

**WEST CHESTER AREA SCHOOL DISTRICT
2005-06 BUDGET**

GENERAL FUND FORECAST ASSUMPTIONS

REVENUE

1. Real estate assessment values will increase at an annual rate as follows: Chester County - \$150,568,000 in 2006-07, \$150,000,000 in 2007-08, \$150,000,000 in 2008-09; Delaware County - \$34,487,000 in 2006-07, and \$30,600,000 in 2007-08 and 2008-09. 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 grow at an inflationary rate and will offset 100% of related expenses.
4. Capital Reserve Fund Transfers to the General Fund are budgeted to offset capital expenses for technology.
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 as indicated below along with added costs for additional teaching staff hired for enrollment growth.

<u>Year</u>	<u>Medical</u>	<u>Dental</u>	<u>Tuition</u>	<u>Vision</u>	<u>Prescript.</u>	<u>PSERS</u>
2006-07	12.20%	6.30%	5.00%	5.00%	14.50%	6.38%
2007-08	12.20%	6.30%	5.00%	5.00%	14.50%	7.49%
2008-09	12.20%	6.30%	5.00%	5.00%	14.50%	7.42%

3. Expenditures for contracted services accounted for in the purchased professional and technical services category, 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 \$32.0 million bond issue in November 2005.

**WEST CHESTER AREA SCHOOL DISTRICT
2005-06 BUDGET**

GENERAL FUND BUDGET FORECAST (INCLUDING TECHNOLOGY & FEDERAL PROGRAMS)

<u>DESCRIPTION</u>	<u>ANTICIPATED 2004-05</u>	<u>BUDGET 2005-06</u>	<u>BUDGET 2006-07</u>	<u>BUDGET 2007-08</u>	<u>BUDGET 2008-09</u>
EXPENSES:					
100 SALARIES	\$75,178,000	\$77,943,800	\$82,360,400	\$84,670,500	\$86,788,300
200 BENEFITS	22,914,600	25,108,500	28,885,900	32,095,200	34,434,600
300 PROFESSIONAL AND TECHNICAL SERVICES	9,083,100	8,952,100	9,305,600	9,674,000	10,058,000
400 PURCHASED PROPERTY SERVICES	3,608,500	3,974,200	4,436,700	4,672,400	4,815,300
500 OTHER PURCHASED SERVICES	19,747,400	23,345,300	24,156,200	25,550,000	27,068,100
600 SUPPLIES	4,641,800	5,556,500	6,196,900	6,432,400	6,676,900
700 PROPERTY	2,591,500	2,815,800	1,674,300	2,987,300	3,076,900
800/900 OTHER OBJECTS/OTHER FINANCING USES	<u>16,856,500</u>	<u>23,608,000</u>	<u>26,008,600</u>	<u>27,486,500</u>	<u>27,457,500</u>
GRAND TOTAL	<u>\$154,621,400</u>	<u>\$171,304,200</u>	<u>\$183,024,600</u>	<u>\$193,568,300</u>	<u>\$200,375,600</u>
REVENUES:					
6111 CURRENT REAL ESTATE TAX	103,061,000	107,802,100	122,234,100	133,090,800	138,743,600
6112 INTERIM REAL ESTATE TAX	3,197,800	2,800,000	2,715,500	2,824,100	2,937,100
6151 EARNED INCOME TAX	14,738,700	14,600,000	15,540,000	16,317,000	17,132,900
6153 REAL ESTATE TRANSFER TAX	4,703,800	4,000,000	4,252,500	3,969,000	3,646,500
6400 DELINQUENT TAXES	2,348,200	2,530,000	2,530,000	2,530,000	2,530,000
6500 EARNINGS ON INVESTMENTS	935,600	1,250,000	1,750,000	1,750,000	1,750,000
6900 OTHER REVENUES	553,700	498,600	498,600	498,600	498,600
0770 BEGINNING FUND BALANCE UNRESERVED	6,469,800	7,456,600	5,781,100	2,600,000	2,600,000
7110 BASIC INSTRUCTIONAL SUBSIDY	6,330,500	6,452,500	6,581,600	6,713,200	6,847,400
7271 SPECIAL EDUC SUBSIDY	4,791,400	4,735,600	4,830,300	4,926,900	5,025,500
7160 TUITION FOR PRIVATE HOME PLACEMENT	37,800	45,000	45,000	45,000	45,000
7310 TRANSPORTAION SUBSIDY	5,337,500	5,459,000	5,459,000	5,459,000	5,459,000
7220 VOCATIONAL EDUC SUBSIDY					
7320 RENT SUBSIDY	1,953,200	1,300,000	1,300,000	1,300,000	1,300,000
7250 MIGRATORY CHILDREN					
7330 7340 MEDICAL, DENTAL & NURSE SVCES	331,700	332,000	332,000	332,000	332,000
7210 HOMEBOUND INSTRUCTION					
CHARTER SCHOOL SUBSIDY	1,053,400	951,200	951,200	951,200	951,200
7501 PA ACCOUNTIABILITY GRANTS	272,900	272,900	272,900	272,900	272,900
OTHER STATE REVENUES	300	-	-	-	-
7810 SOCIAL SECURITY SUBSIDY	2,771,500	3,086,200	3,150,300	3,238,600	3,319,700
7820 RETIREMENT SUBSIDY	1,614,000	1,808,200	2,627,300	3,170,900	3,219,800
7910 LINK TO LEARN SUBSIDY					
8000 FEDERAL PROGRAM REVENUES	3,964,800	3,959,000	3,974,800	4,094,000	4,216,800
9330 CAPITAL RESERVE FUND TRANSFERS	1,639,000	1,965,400	798,400	2,085,100	2,147,600
FUND BALANCE FOR TECHNOLOGY					
9610 RECEIPTS FROM LEA'S IN PA.	-	-	-	-	-
	<u>\$166,106,600</u>	<u>\$171,304,300</u>	<u>\$185,624,600</u>	<u>\$196,168,300</u>	<u>\$202,975,600</u>
1. NET AMOUNT TO BE RAISED FROM TAXES		107,802,100	\$122,234,100	\$133,090,800	\$138,743,600
2. GROSS TAX TO BE LEVIED		\$111,827,912	\$126,798,859	\$138,060,996	\$143,924,896
3. EQUAL BETWEEN COS.					
CHESTER %		94.67%	94.54%	94.54%	94.54%
DELAWARE %		5.33%	5.46%	5.46%	5.46%
CHESTER LEVY		\$105,867,000	\$119,875,641	\$130,522,865	\$136,066,597
DELAWARE LEVY		\$5,960,000	\$6,923,218	\$7,538,130	\$7,858,299
4. MILLAGE CALCULATIC					
CHESTER COUNTY TAX LEVY		\$105,867,000	\$119,875,641	\$130,522,865	\$136,066,597
CHESTER CO ASSESSED VALUE		\$7,393,052,000	\$7,543,620,000	\$7,693,620,000	\$7,843,620,000
CHESTER CO MILLAGE		14.32	15.89	16.97	17.35
PREVIOUS YR MILL		13.55	14.32	15.89	16.97
INCREASE		0.77	1.57	1.07	0.38
		5.68%	10.97%	6.76%	2.25%
DELAWARE COUNTY TAX LEVY		\$5,960,000	\$6,923,218	\$7,538,130	\$7,858,299
DELAWARE CO ASSESSED VALUE		\$511,840,000	\$546,327,000	\$576,927,000	\$607,527,000
DELAWARE CO MILLAGE		11.65	12.67	13.07	12.93
PREVIOUS YR MILL		10.94	11.65	12.67	13.07
INCREASE		0.71	1.02	0.39	(0.13)
		6.5%	8.7%	3.1%	-1.0%

**WEST CHESTER AREA SCHOOL DISTRICT
2005-06 BUDGET**

**CAPITAL RESERVE FUND
BUDGET FORECAST**

	<u>ANTICIPATED 2004-05</u>	<u>BUDGET 2005-06</u>	<u>BUDGET 2006-07</u>	<u>BUDGET 2007-08</u>	<u>BUDGET 2008-09</u>
Revenues					
Contribution from General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Refund of Prior Years Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -
Arbitrage Rebate		\$ -	\$ -	\$ -	\$ -
Interest Income	<u>2,472,500</u>	<u>1,110,200</u>	<u>1,400,445</u>	<u>938,741</u>	<u>633,390</u>
Total Revenues	<u>\$ 2,472,500</u>	<u>\$ 1,110,200</u>	<u>\$ 1,400,445</u>	<u>\$ 938,741</u>	<u>\$ 633,390</u>
Expenditures and Fund Transfers					
Capital Expenditures/Infrastructure	\$ -	\$ 802,650	\$ -	\$ -	\$ -
Transfer to Capital Projects Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer to General Fund - Debt Service	\$ 1,042,300	\$ -	\$ -	\$ -	\$ -
Transfer to Technology Fund	<u>\$ 1,612,600</u>	<u>\$ 1,965,350</u>	<u>\$ 798,400</u>	<u>\$ 2,085,100</u>	<u>\$ 2,147,600</u>
Total Expenditures	<u>\$ 2,654,900</u>	<u>\$ 2,768,000</u>	<u>\$ 798,400</u>	<u>\$ 2,085,100</u>	<u>\$ 2,147,600</u>
Excess of Revenues over Expenditures	<u>\$ (182,400)</u>	<u>\$ (1,657,800)</u>	<u>\$ 602,045</u>	<u>\$ (1,146,359)</u>	<u>\$ (1,514,210)</u>
Project Fund Balance at July 1	<u>\$ 13,561,362</u>	<u>\$ 13,378,962</u>	<u>\$ 11,721,162</u>	<u>\$ 12,323,207</u>	<u>\$ 11,176,848</u>
Projected Fund Balance at June 30	<u>\$ 13,378,962</u>	<u>\$ 11,721,162</u>	<u>\$ 12,323,207</u>	<u>\$ 11,176,848</u>	<u>\$ 9,662,638</u>

**WEST CHESTER AREA SCHOOL DISTRICT
2005-06 BUDGET**

**CAPITAL PROJECTS FUND
BUDGET FORECAST**

	ANTICIPATED <u>2004-05</u>	BUDGET <u>2005-06</u>	BUDGET <u>2006-07</u>	BUDGET <u>2007-08</u>	BUDGET <u>2008-09</u>
Revenues					
Interim Financings					
Bond Proceeds	\$ 33,983,531	\$ 32,000,000	\$ -	\$ -	\$ -
Total Revenues	<u>\$ 33,983,531</u>	<u>\$ 32,000,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures					
Capitalized Interest	\$ 1,462,995	\$ 1,360,000			
Site & Building Improvements/ Replacements/Additions	\$ 53,679,499	\$ 53,078,368	\$ 25,452,539	\$ 13,892,001	\$ 5,950,604
Debt Service - Temp Notes/Repay		\$ -			
Total Expenditures	<u>\$ 55,142,494</u>	<u>\$ 54,438,368</u>	<u>\$ 25,452,539</u>	<u>\$ 13,892,001</u>	<u>\$ 5,950,604</u>
Excess of Revenues over Expenditure	<u>\$ (21,158,963)</u>	<u>\$ (22,438,368)</u>	<u>\$ (25,452,539)</u>	<u>\$ (13,892,001)</u>	<u>\$ (5,950,604)</u>
Project Fund Balance at July 1	<u>\$ 88,899,076</u>	<u>\$ 67,740,113</u>	<u>\$ 45,301,745</u>	<u>\$ 19,849,206</u>	<u>\$ 5,957,205</u>
Projected Fund Balance at June 30	<u>\$ 67,740,113</u>	<u>\$ 45,301,745</u>	<u>\$ 19,849,206</u>	<u>\$ 5,957,205</u>	<u>\$ 6,601</u>



**WEST CHESTER AREA SCHOOL DISTRICT
CAPITAL PLAN CASH FLOW ESTIMATE**

(UPDATED FOR PROJECTS AS OF MAY 2005)

**WEST CHESTER AREA SCHOOL DISTRICT
2005-06 BUDGET**

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MB JOB #	SCHOOL	PROJECT NAME	REVISED BUDGET	REMAINING PROJECTED EXPENDITURES	PROJECTED (4/05 - 6/05) EXPENDITURES	PROJECTED 2005-2006 EXPENDITURES	PROJECTED 2006-2007 EXPENDITURES	PROJECTED 2007-2008 EXPENDITURES	PROJECTED 2008-2009 EXPENDITURES	PROJECTED 2009-2010 EXPENDITURES
SECONDARY SCHOOL PROJECTS										
2	East H.S.	East High School Renovations & Additions	\$57,883,297	\$13,942,149	\$2,931,549	\$9,071,250	\$1,939,350	\$0	\$0	\$0
3	Henderson H.S.	Henderson High School Renovations & Additions	\$47,832,220	\$14,692,249	\$2,200,000	\$7,225,000	\$5,267,249	\$0	\$0	\$0
4	Bayard Rustin H.S.	New High School	\$62,294,462	\$34,269,058	\$7,200,000	\$23,363,000	\$3,706,058	\$0	\$0	\$0
5	Fugett M.S.	Fugett Middle School Renovations	\$23,228,729	\$24,281,000	\$120,000	\$1,090,000	\$9,300,000	\$9,350,000	\$4,421,000	\$0
7	East H.S.	Temp Modular Classrooms for Constr.	\$667,972	\$264,000	\$14,892	\$59,568	\$59,568	\$62,001	\$29,604	\$38,367
9	PennDOT Acquisition	Property Acquisition	\$1,348,102	\$1,335,000	\$1,335,000	\$0	\$0	\$0	\$0	\$0
10	Acquired Properties near HHS	Field & Parking Construction Master Plan Phase 1	\$2,200,000	\$5,320,000	\$0	\$120,000	\$3,150,000	\$2,050,000	\$0	\$0
13	Henderson H.S.	Henderson North Athletic Field Construction	\$4,544,000	\$4,216,411	\$90,000	\$3,865,000	\$261,411	\$0	\$0	\$0
91	Henderson H.S.	Thin Brick	\$1,425,000	\$608,903	\$115,000	\$395,000	\$98,903	\$0	\$0	\$0
93	High Schools	Synthetic Track and Turf	\$3,100,000	\$1,012,550	\$0	\$1,012,550	\$0	\$0	\$0	\$0
SECONDARY SCHOOL PROJECTS TOTAL:			\$204,523,782	\$99,941,320	\$14,006,441	\$46,201,368	\$23,782,539	\$11,462,001	\$4,450,604	\$38,367
APPROVED MISC PROJECTS										
80	East Goshen ES	Roof Restoration/Replacement	\$543,500	\$50,000	\$50,000	\$0	\$0	\$0	\$0	\$0
87	Henderson HS	Stadium Lighting	\$197,000	\$12,000	\$12,000	\$0	\$0	\$0	\$0	\$0
92	System Wide	Telephone System	\$2,000,000	\$1,100,000	\$300,000	\$800,000	\$0	\$0	\$0	\$0
95	East Goshen ES	Cafeteria HVAC replacement	\$236,100	\$5,000	\$5,000	\$0	\$0	\$0	\$0	\$0
101	Glen Acres ES	Stormwater Management Improvements	\$69,200	\$36,500	\$4,000	\$32,500	\$0	\$0	\$0	\$0
105	Peirce MS	Modular Classroom Removal	\$200,000	\$13,000	\$13,000	\$0	\$0	\$0	\$0	\$0
107	Henderson HS	External Athletic Storage Facility	\$790,000	\$736,500	\$15,000	\$721,500	\$0	\$0	\$0	\$0
108	Spellman	Feasibility Study	\$30,000	\$6,000	\$0	\$6,000	\$0	\$0	\$0	\$0
109	Westtown-Thornbury ES	Master Clock System		\$1,000	\$1,000	\$0	\$0	\$0	\$0	\$0
110	Fugett MS	Lockers & Marker Boards		\$300,000	\$9,000	\$291,000	\$0	\$0	\$0	\$0
111	Hillsdale ES	Master Clock System		\$30,000	\$4,000	\$26,000	\$0	\$0	\$0	\$0
112	Mary C. Howse ES	PA & Master Clock System		\$66,000	\$4,000	\$52,000	\$0	\$0	\$0	\$0
113	Stetson MS	Gym Floor Replacement		\$53,000	\$2,000	\$51,000	\$0	\$0	\$0	\$0
114	Peirce MS	Rebuild - General Contractor Settlement		\$41,834	\$41,834	\$0	\$0	\$0	\$0	\$0
115	Stetson MS	Rebuild - General Contractor Settlement		\$20,254	\$20,254	\$0	\$0	\$0	\$0	\$0
116	East Bradford ES	Roof Restoration/Replacement		\$292,000	\$17,000	\$275,000	\$0	\$0	\$0	\$0
117	Henderson HS	Gym Floor/Partition Replacement		\$230,000	\$8,000	\$222,000	\$0	\$0	\$0	\$0
APPROVED MISC PROJECTS TOTAL:			\$4,055,800	\$2,983,088	\$506,088	\$2,477,000	\$0	\$0	\$0	\$0
LONG TERM MISC PROJECTS										
Not assig	Henderson	Relocate Modular Classrooms	\$1,100,000	\$1,100,000	\$0	\$0	\$170,000	\$930,000	\$0	\$0
Not assig	Henderson	Land Acquisition Phase 2	\$4,400,000	\$4,400,000	\$0	\$4,400,000	\$0	\$0	\$0	\$0
Not assig	Various	Misc. Maintenance Projects	\$2,500,000	\$6,000,000	\$0	\$0	\$1,500,000	\$1,500,000	\$1,500,000	\$1,500,000
LONG TERM MISC PROJECTS TOTAL:			\$8,000,000	\$11,500,000	\$0	\$4,400,000	\$1,670,000	\$2,430,000	\$1,500,000	\$1,500,000
LONG TERM MISC PROJECTS ON HOLD										
94	East Bradford	Building Renovations	\$8,500,000	\$8,500,000	\$0	\$0	\$0	\$0	\$1,200,000	\$7,300,000
106	Westtown Thornbury	Building Renovations	\$9,800,000	\$9,810,000	\$0	\$0	\$0	\$0	\$2,210,000	\$7,600,000
Not assig	Fern Hill	Building Renovations	\$8,000,000	\$8,000,000	\$0	\$0	\$0	\$0	\$1,200,000	\$6,800,000
Not assig	Spellman	Spellman Renovations	\$2,000,000	\$2,000,000	\$0	\$1,500,000	\$500,000	\$0	\$0	\$0
Not assig	Henderson	Land Acquisition Phase 3	\$13,600,000	\$13,600,000	\$0	\$8,600,000	\$5,000,000	\$0	\$0	\$0
LONG TERM MISC PROJECTS TOTAL:			\$41,900,000	\$41,910,000	\$0	\$10,100,000	\$5,500,000	\$0	\$4,610,000	\$21,700,000
GRAND TOTALS			\$258,479,582	\$156,334,408	\$14,512,529	\$63,178,368	\$30,952,539	\$13,892,001	\$10,560,604	\$23,238,367

**WEST CHESTER AREA SCHOOL DISTRICT
2005-06 BUDGET**

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

	ANTICIPATED <u>2004-05</u>	BUDGET <u>2005-06</u>	BUDGET <u>2006-07</u>	BUDGET <u>2007-08</u>	BUDGET <u>2008-09</u>
Revenues					
Local Sources					
Gate Receipts	\$ 92,069	\$ 84,140	\$ 88,640	\$ 88,640	\$ 88,640
Total Revenues	<u>\$ 92,069</u>	<u>\$ 84,140</u>	<u>\$ 88,640</u>	<u>\$ 88,640</u>	<u>\$ 88,640</u>
Expenditures					
Salaries	\$ 19,930	\$ 6,000	\$ 6,000	\$ 6,000	\$ 6,000
Professional & Technical Services	48,215	77,140	77,140	77,140	77,140
Other Purchased Services	13,719	-	-	-	-
Supplies	21,195	3,000	3,000	3,000	3,000
Other Objects	6,035	2,500	2,500	2,500	2,500
Total Expenditures	<u>\$ 109,094</u>	<u>\$ 88,640</u>	<u>\$ 88,640</u>	<u>\$ 88,640</u>	<u>\$ 88,640</u>
Excess of Revenues over Expenditures	<u>\$ (17,025)</u>	<u>\$ (4,500)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Project Fund Balance at July 1	<u>\$ 21,525</u>	<u>\$ 4,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Projected Fund Balance at June 30	<u>\$ 4,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>