

**Quakertown Community School District**  
**2021-22 Budget Preparation**  
**Revenue Analysis**

**Revenues:**

	18/19 Budget	18/19 Actual	19/20 Budget	19/20 Actual	20/21 Budget	20/21 Projected	21/22 Preliminary*
<b><u>Local Revenue</u></b>							
Current R/E Taxes	64,818,140	65,211,480	66,863,489	67,277,949	66,414,823	67,661,980	70,536,102
Interim R/E Taxes	408,000	349,864	326,044	404,171	226,993	598,968	457,261
Public Utility Realty Tax	85,680	74,828	76,324	69,784	71,180	77,236	78,781
Payments in Lieu of Taxes	62,220	51,463	51,463	263,155	269,403	54,886	54,886
Earned Income Taxes	11,078,077	10,552,988	10,910,637	10,737,251	10,171,166	10,655,975	10,743,079
R/E Transfer Taxes	1,318,000	1,049,232	1,281,578	1,026,152	827,630	1,053,674	1,080,121
Tax Delinquencies	1,850,000	1,688,526	1,832,456	1,242,770	1,618,146	1,300,260	1,151,024
<b>Total Local Taxes</b>	<b>79,620,117</b>	<b>78,978,381</b>	<b>81,341,991</b>	<b>81,021,232</b>	<b>79,599,341</b>	<b>81,402,979</b>	<b>84,101,254</b>
Interest	350,000	839,772	600,000	755,057	325,000	84,717	125,000
Revenue from Admissions	64,000	62,315	53,962	59,880	58,821	-	60,000
Pay to Play/Technology fees	65,000	166,451	165,000	134,066	83,295	53,550	53,550
Federal Revenue from Other Srcs.	929,385	1,026,195	1,252,730	1,230,028	1,404,616	1,421,008	1,421,008
Rentals	153,000	101,358	129,041	77,167	107,998	23,699	30,000
Donations	3,000	-	56,500	47,600	42,500	44,000	41,500
Summer School Tuition	1,000	32,363	25,000	41,239	41,239	-	42,000
Receipts from other Leas	45,000	75,878	100,000	-	75,000	90,000	45,000
Other Tuition	-	-	-	13,800	-	15,510	15,510
Misc Revenues/Refunds of Prior Yr. Exp.	200,000	240,198	200,000	447,501	120,000	35,000	163,935
<b>Total Other Local Revenues</b>	<b>1,810,385</b>	<b>2,544,530</b>	<b>2,582,233</b>	<b>2,806,338</b>	<b>2,258,469</b>	<b>1,767,484</b>	<b>1,997,503</b>
<b>Total Local Revenue</b>	<b>\$ 81,430,502</b>	<b>\$ 81,522,911</b>	<b>\$ 83,924,224</b>	<b>\$ 83,827,570</b>	<b>\$ 81,857,810</b>	<b>\$ 83,170,463</b>	<b>\$ 86,098,757</b>

\*21/22 Revenue data is based on a 3.5% millage increase.

	18/19 Budget	18/19 Actual	19/20 Budget	19/20 Actual	20/21 Budget	20/21 Projected	21/22 Preliminary
<b><u>State Revenue</u></b>							
Basic Instructional Subsidy	10,169,283	10,169,031	10,556,742	10,543,732	10,543,888	10,543,732	10,543,732
Tuition-Orphans/Child	160,000	163,252	160,000	136,498	135,000	194,277	160,000
Special Education	2,800,000	2,887,449	2,943,780	2,947,759	3,007,631	3,023,160	3,023,160
Pre-K	289,000	289,000	289,000	297,500	297,500	297,500	297,500
Other State Revenues	-	5,753	-	10,000	-	-	-
Transportation	1,275,000	1,323,159	1,255,935	1,320,984	1,344,894	1,322,371	1,322,371
Sinking Fund Payments	800,000	906,201	795,000	902,701	806,026	774,045	804,084
Medical/Dental/Nurses	104,000	99,703	101,509	96,973	98,000	94,364	94,000
State Prop Tax Red	2,055,763	2,055,763	2,096,276	2,096,276	2,107,512	2,107,512	2,107,512
Safe Schools Grants	20,000	25,000	25,000	11,204	-	-	-
Ready to Learn Block	535,278	535,278	535,278	535,278	535,278	535,278	535,278
Social Security Revenues	1,579,336	1,498,229	1,619,202	1,400,165	1,639,790	1,551,621	1,629,741
Retirement Revenues	7,043,448	6,803,444	7,357,384	6,897,086	7,500,011	7,096,866	7,546,570
<b>Total State Revenue</b>	<b>\$ 26,831,108</b>	<b>\$ 26,761,262</b>	<b>\$ 27,735,106</b>	<b>\$ 27,196,156</b>	<b>\$ 28,015,530</b>	<b>\$ 27,540,726</b>	<b>\$ 28,063,948</b>

	18/19 Budget	18/19 Actual	19/20 Budget	19/20 Actual	20/21 Budget	20/21 Projected	21/22 Preliminary
<b><u>Federal Revenue</u></b>							
Title I	450,000	489,650	480,511	481,651	482,000	476,521	475,000
Title II	112,000	117,613	117,116	109,726	110,000	102,341	105,000
Title III	25,000	35,953	25,037	40,470	27,000	30,655	30,000
Title IV	-	40,478	-	36,647	36,000	36,502	36,000
CARES Act - ESSER	-	-	-	-	-	395,323	-
Other CARES Act Funding - PCCD	-	-	-	208,127	-	116,613	-
ESSER - PCCD	-	-	-	-	-	150,618	-
PKC Cares	-	-	-	-	-	9,724	-
Special Education COVID Mitigation	-	-	-	-	-	42,535	-
Bucks County Cares	-	-	-	-	-	306,504	-
ESSER II	-	-	-	-	-	-	668,000
ACCESS Med Reimb	-	25,787	25,000	33,180	25,000	25,000	25,000
<b>Total Federal Revenue</b>	<b>\$ 587,000</b>	<b>\$ 709,481</b>	<b>\$ 647,664</b>	<b>\$ 909,801</b>	<b>\$ 680,000</b>	<b>\$ 1,692,336</b>	<b>\$ 1,339,000</b>
<b>COVID related Grants</b>							

	18/19 Budget	18/19 Actual	19/20 Budget	19/20 Actual	20/21 Budget	20/21 Projected	21/22 Preliminary
<b><u>Other Financing Sources</u></b>							
Proceeds from Extended Term Fin. Trust & Agency Fund Transfer		467,974	853,000	853,169	1,000,000	840,000	685,000
Sale / Loss of Fixed Assets	10,000	2,049,119	35,000	12,228	45,000	25,000	25,000
Refund of Prior Years Exp. Receipt from other PA LEAs Insurance Recoveries		28,263	-	8,851			
<b>Total Other Financing Sources</b>	<b>\$ 10,000</b>	<b>\$ 2,545,356</b>	<b>\$ 888,000</b>	<b>\$ 874,248</b>	<b>\$ 1,045,000</b>	<b>\$ 865,000</b>	<b>\$ 710,000</b>
<b>Total Revenue</b>	<b>\$ 108,858,610</b>	<b>\$ 111,539,010</b>	<b>\$ 113,194,994</b>	<b>\$ 112,807,775</b>	<b>\$ 111,598,340</b>	<b>\$ 113,268,525</b>	<b>\$ 116,211,705</b>
<b><u>Summary</u></b>							
	18/19 Budget	18/19 Actual	19/20 Budget	19/20 Actual	20/21 Budget	20/21 Projected	21/22 Preliminary
Local Revenue	\$ 81,430,502	\$ 81,522,911	\$ 83,924,224	\$ 83,827,570	\$ 81,857,810	\$ 83,170,463	\$ 86,098,757
State Revenue	26,831,108	26,761,262	27,735,106	27,196,156	28,015,530	27,540,726	28,063,948
Federal Revenue	587,000	709,481	647,664	909,801	680,000	1,692,336	1,339,000
Other Financing Sources	10,000	2,545,356	888,000	874,248	1,045,000	865,000	710,000
<b>Total Revenue</b>	<b>\$ 108,858,610</b>	<b>\$ 111,539,010</b>	<b>\$ 113,194,994</b>	<b>\$ 112,807,775</b>	<b>\$ 111,598,340</b>	<b>\$ 113,268,525</b>	<b>\$ 116,211,705</b>

## **Major Variances:**

### **Local Tax Revenue:**

**Current Property Tax** collections are projected to be approximately \$1.2 million over budget in 20/21. This is due to the conservative budgeting for the 20/21 year due to the pandemic. Collection rates were projected to be lower than historical averages. However, the net collection rate was approximately 96.8%, which is actually higher than historical trends. The 21/22 preliminary budget is based on a 3.5% millage increase, whereas there was a 0% increase in 20/21.

**Interim Property Tax** collections are projected to be approximately \$370,000 over budget in 20/21. This is due to an increase in interim billings during the year, and also some successful assessment appeals by the District. Also, this revenue was budgeted very conservatively due to the pandemic. Collections have been higher than expected. The 21/22 preliminary budget number is in line with historical averages.

**Earned Income Tax** collections are projected to be approximately \$485,000 over budget in 20/21. Again, this revenue was budgeted very conservatively due to the pandemic. The 21/22 preliminary budget includes a slight increase in this line item over projected 20/21 as the economy is slowly returning to a more normal state.

**Delinquent Tax** collections are projected to be under budget by approximately \$318,000 in 20/21. This is due to higher than expected current collections. This causes a corresponding decrease in delinquent collections. The 21/22 preliminary budget includes a decrease in this line item due to the expectation that current collections will remain consistent.

### **Other Local Revenues:**

**Interest Earnings** are projected to be approximately \$240,000 under budget in 20/21. This is due to the current interest rate environment where interest rates are very low. 21/22 projected interest earnings are expected to be slightly higher than 20/21 as the economy recovers from the pandemic.

### **State Revenue:**

State Revenues have remained fairly flat and the 21/22 budget is built with that expectation. Social Security reimbursement from the State is budgeted at half of the Social Security expense. Retirement reimbursement is budgeted the same way. So, if there is a change in projected salary expense, these revenue lines are affected directly. Also, as the PSERS employer contribution rate increases, total retirement expense increases and the reimbursement from the State does as well. The PSERS contribution rate has increased from 33.43% of covered payroll in 18/19 to 34.95% in 21/22.

### **Federal Revenue:**

The projected federal revenues in 20/21 are approximately \$1 million over the 20/21 budget. That is due to the receipt and expenditure of federal funds related to the COVID-19 relief grants. The 21/22 budget includes \$668,000 in COVID related funds, which are offset by an equal amount of expenditures.