

FREEDOM AREA SCHOOL DISTRICT

1702 SCHOOL STREET
FREEDOM, PENNSYLVANIA 15042

724-775-7644

www.freedomareaschools.org



2017 – 2018 BUDGET

**Providing a Positive, Comprehensive
Educational Experience for Success in a
Global Society**

TABLE OF CONTENTS

INTRODUCTORY SECTION

| | |
|---------------------------------|----|
| EXECUTIVE SUMMARY | 1 |
| BOARD OF SCHOOL DIRECTORS | 14 |
| ADMINISTRATION..... | 14 |
| CONSULTANTS AND ADVISORS | 14 |

ORGANIZATIONAL SECTION

| | |
|---|----|
| THE REPORTING ENTITY | 15 |
| ORGANIZATIONAL CHART | 17 |
| BUDGET POLICIES AND PROCESSES | 18 |
| BUDGET CALENDAR..... | 22 |
| SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES | 23 |
| 5-YEAR SUMMARY OF AUDITED FINANCIAL STATEMENTS..... | 25 |

FINANCIAL SECTION

| | |
|---|----|
| SUMMARY OF GENERAL FUND REVENUES AND EXPENDITURES..... | 26 |
| GENERAL FUND REVENUE | |
| <i>Revenue Summary</i> | 27 |
| <i>Revenue Codes</i> | 28 |
| <i>5-Year Revenue History</i> | 33 |
| <i>State Subsidy Payment Schedule</i> | 35 |
| <i>Basic Education Subsidy History Chart</i> | 36 |
| <i>State Subsidy as a Percentage of Revenue Chart</i> | 36 |
| GENERAL FUND EXPENDITURE SUMMARY | |
| <i>Expenditures and Other Financing Uses</i> | 37 |
| <i>Expenditure Object Descriptions</i> | 38 |
| <i>Expenditure Summary by Function</i> | 47 |
| <i>Expenditure Summary by Object</i> | 48 |
| GENERAL FUND EXPENDITURE DETAIL | |
| <i>Instructional – 1000 Series</i> | 49 |
| <i>Support Services – 2000 Series</i> | 58 |
| <i>Operation of Non-Instructional Services – 3000 Series</i> | 75 |
| <i>Facilities Acquisition, Construction and Improvements Services – 4000 Series</i> | 79 |
| <i>Other Expenditures and Financing Uses – 5000 Series</i> | 80 |
| FUND BALANCE | |
| <i>Fund Balance History</i> | 81 |
| <i>Resolution to Establish Fund Balance</i> | 82 |

INFORMATIONAL SECTION

| | |
|--|----|
| REAL ESTATE TAXES | |
| <i>Real Estate Tax Collection History</i> | 83 |
| <i>Beaver County Real Estate Tax History</i> | 85 |
| <i>2017-18 Real Estate Tax Determination Chart</i> | 86 |
| <i>2017-18 Tax Resolution</i> | 87 |
| <i>2017-18 Homestead/Farmstead Resolution</i> | 89 |

| | |
|--|-----|
| ENROLLMENT | |
| <i>Cohort Survival Rate</i> | 90 |
| <i>Faculty to Student Projections</i> | 91 |
| <i>Enrollment History and Projection Chart</i> | 92 |
| <i>Charter School Information</i> | 92 |
| RETIREMENT (PSERS) | |
| <i>Background Basics</i> | 93 |
| <i>Projected Employer Contribution Rates</i> | 94 |
| <i>Retirement to Salary Comparison</i> | 95 |
| DEBT SERVICE | |
| <i>Description</i> | 96 |
| <i>Net Debt Service Chart</i> | 96 |
| <i>Debt Service Schedules</i> | 97 |
| CAPITAL PROJECTS FUND..... | 98 |
| PROPRIETARY (FOOD SERVICE) FUND | |
| <i>Budget</i> | 99 |
| <i>Meal Prices</i> | 99 |
| <i>Free and Reduced Meal Percentages</i> | 99 |
| <i>June 30, 2016 Financial Statement Summary</i> | 100 |
| FIDUCIARY FUNDS | |
| <i>Trust Fund</i> | 102 |
| <i>Agency Fund</i> | 102 |
| PERFORMANCE MEASURES..... | 103 |
| PDE-2028, GENERAL FUND BUDGET SUBMISSION TO PA DEPARTMENT OF EDUCATION | 110 |
| FINANCIAL RATIOS AND COMPARISONS | |
| <i>Revenues vs. Expenditures</i> | 131 |
| <i>Budgeted vs. Actual Expenditures</i> | 132 |
| <i>Budgeted vs. Actual Revenues</i> | 133 |
| <i>History of 3 Revenue Sources</i> | 134 |
| <i>Historic Revenue Source Percentages</i> | 135 |
| <i>Historic Delinquent Taxes</i> | 136 |
| <i>Revenue per Average Daily Membership (ADM)</i> | 137 |
| <i>Local Revenue per ADM</i> | 138 |
| <i>State Revenue per ADM</i> | 139 |
| <i>Federal Revenue per ADM</i> | 140 |
| <i>Current Ratio</i> | 141 |
| <i>Debt Stability Ratio</i> | 142 |
| <i>Historic Debt Service Ratios</i> | 143 |
| <i>Fund Balance History</i> | 144 |
| <i>Fund Balance as a Percentage of Revenue</i> | 145 |
| <i>Fund Stability Ratio</i> | 146 |
| GLOSSARY OF TERMS..... | 147 |

INTRODUCTORY SECTION

Executive Summary

Board of School Directors

Administration

Consultants and Advisors



All photographs courtesy of FHS Press.

June 13, 2017

To the Residents of Freedom Area School District:

The Freedom Area School District fiscal year 2017-2018 proposed budget follows. This budget report is issued by the School District Business Office with input from the District's Superintendent and the District's Director of Curriculum and Instruction and Special Education. The following executive summary/introductory section includes highlights of the budget and intends to provide the community with an understanding of the overall budget. Additional details are provided in the following three sections:

1. **Organizational Section**
2. **Financial Section**
3. **Informational Section**

MAJOR GOALS AND OBJECTIVES

Freedom Area School District shares in the belief that all students can achieve success. The parents, students, teachers, and community work together to provide educational opportunities that inspire students to find success in personal pursuits and interests, as well as to further the development of the skills necessary to successfully work and thrive in society. The District's major goals reflect these shared values by focusing on the improvement of instruction, student growth in academics, and an increase in community engagement. The following goals are taken from the Freedom Area School District 2014-2017 Comprehensive plan:

- Establish a district system that fully ensures consistent implementation of standards aligned curricula across all schools
- Establish a district system that fully ensures the consistent implementation of effective instructional practices across all classrooms in each school
- Establish a district system that fully ensures professional development is focused, comprehensive and implemented with fidelity
- Establish a district system that fully ensures high quality curricular assets (e.g. model curricula, learning progressions, units, lesson plans, and content resources) aligned with state standards and fully accessible to teachers and students

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

- Establish a district system that fully ensures each member of the district community promotes, enhances and sustains a shared vision of positive school climate and ensures family and community support of student participation in the learning process

The budget reflects the allocation of revenues and expenditures to achieve the District's goals, as well as to work towards supporting the District's mission statement: *Provide a Positive, Comprehensive Educational Experience for Success in a Global Society.*

BUDGET PROCESS

Under the Pennsylvania School Code of 1949, each district is required to prepare an annual budget. The Pennsylvania State Legislature also requires each school district to follow a specific timeline in that budget development. The process begins each year in September and ends with the adoption of the final budget in June. The current budget calendar is included in the Organizational Section.

Under Act 1 of 2006, districts are to be notified by September 30th of the "Index". The index is the percentage increase the school districts are permitted to raise real estate taxes without filing for exceptions or going to voter referendum.

Between the months of September and November the administrative staff reviews current staffing and develops recommendations for future staffing. Changes in staffing are usually a result of the instructional direction needed to be taken in order to meet the district's major goals and objectives, or changes in enrollment. This information is used to develop the district's Preliminary Budget.

This year the district adopted a resolution on November 10, 2016, not to raise real estate taxes above the index for the 2017-18 fiscal year. With this resolution, the District is required to send to PDE the tax pages of the preliminary budget. As always, the preliminary budget, or resolution, is due to the Pennsylvania Department of Education (PDE) before the Governor presents his budget to the legislature. The budget calendar was also board approved on that date.

The preliminary budget was submitted to responsible staff. The staff included the Superintendent, Director of Curriculum/Instruction and Special Education, Building Principals, Directors of Technology, Director of Buildings and Grounds, and Athletic Director. Each staff had an opportunity to meet with the Business Manager prior to their budget revisions being due in February.

Once all budget revisions were received, the Business Manager updated the working budget to review with the Superintendent and the Director of Curriculum/Instruction and Special Education. The team met to review the direction the District must take to present a budget supporting the District's goals, while also being responsible to the taxpayers. The District is again taking a conservative approach to budgeting 2017-18 revenues from the Commonwealth. The preliminary budget shows an increase of \$297,532 in total state funding from 2016-17 to 2017-18.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

From March 1, 2017 through the final budget adoption in June, the executive team, (Superintendent, Business Manager and Director of Curriculum/Instruction and Special Education) met with the Board of School Directors, specifically the Finance Committee of the Board to provide the Final Budget.

SIGNIFICANT CHANGES

The 2017-18 budget is a 2.4%, \$547,930 increase over the 2016-17 projected expenditures. Major increases and decreases in expenditures include:

- \$305,000 increase salaries – annual increases
- \$101,000 increase in salaries to fill vacancies
- \$340,000 decrease in fund transfers
- \$128,652 health insurance increases
- \$341,000 increase in retirement contributions
- \$113,000 decrease in supplies

The last year's proposed preliminary budget included \$390,000 for new debt service. This debt service was to be for renovations to Freedom Area High School. The Board elected to hire a Construction Consultant, S.P. Smith Contracting, for \$39,000 to provide a high school feasibility study and to suggest an action plan for those renovations. A 5-year+ preventative maintenance plan will also be expected. Because we are at least another year away from any project decisions, those expenditures have been removed from the budget.

The 2017-18 budget allocates over \$90,000 for the purchase of textbooks and instructional materials for the realignment of curriculum to meet the District's academic goals.

In order to meet the District's goals, the district has developed a six (6) year technology replacement program. With this program, technology costs should remain consistent year to year, while keeping schools furnished with current and useful software and equipment. The technology teaching positions have been realigned to provide further support to each building.

The major changes in revenues (2017-18 Budget as compared to 2016-17 Projected) include:

- Education and Transportation Subsidies – increase of \$24,000
- Retirement Reimbursement – increase of \$268,000
- Real Estate Taxes – increase of \$293,000

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

HUMAN AND FINANCIAL RESOURCES

The Freedom Area School District employs a total of 209 employees comprised of 10 administrators, 137 instructional and instructional support staff, 23 full-time support staff and 39 part-time support staff. One hundred and ten members of the instructional staff belong to the Pennsylvania State Education Association (PSEA) and the Freedom Area Education Association. The Board of School Directors and the Freedom Area Education Association are working under a 5-year employment contract that runs through June 30, 2020. Forty-four full-time and part-time support (maintenance, custodial and cafeteria) personnel belong to the Freedom Educational Support Personnel Association, (PSEA-NEA). These employees are currently working under a contract that ends June 30, 2017. However, a new collective bargaining agreement is being presented to the Board on June 13, 2017. This is a 5-year agreement running through June 30, 2022.

Two years ago, the District completed construction on a new primary center. This primary center was built as an addition to the current middle school. This construction enabled the district to close two elementary schools and bring all students, K-12, to one campus. There were significant savings in closing the elementary buildings. These savings offset the annual debt service payments of \$380,000. Those consolidation savings included:

- Nursing Services - \$98,000
- Contracted Prevention Services - \$16,000
- Elementary Teaching Position - \$75,000 (position added back during the year due to kindergarten enrollment)
- Maintenance and Custodial Positions - \$107,000
- Building Utilities and Supplies - \$104,000
- Special Education Position - \$43,000 (position retained for 1 year due to unexpected retirement)

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

| | <u>2014-15 Audited</u> <u>Financial Statements</u> | <u>2015-16 Audited</u> <u>Financial Statements</u> |
|----------------------------|---|---|
| Total Revenues | \$ 21,018,853 | \$ 21,567,345 |
| Expenditures | \$ 21,045,915 | \$ 21,256,789 |
| Transfers | \$ (342,844) | \$ (730,000) |
| Other Uses | \$ - | \$ 453,728 |
| Net Change in Fund Balance | \$ (369,906) | \$ 34,284 |
| Beginning Fund Balances | \$ 7,874,890 | \$ 7,504,984 |
| Ending Fund Balances | \$ 7,504,984 | \$ 7,539,268 |

CAPITAL PROJECTS FUND FINANCIAL STATEMENTS

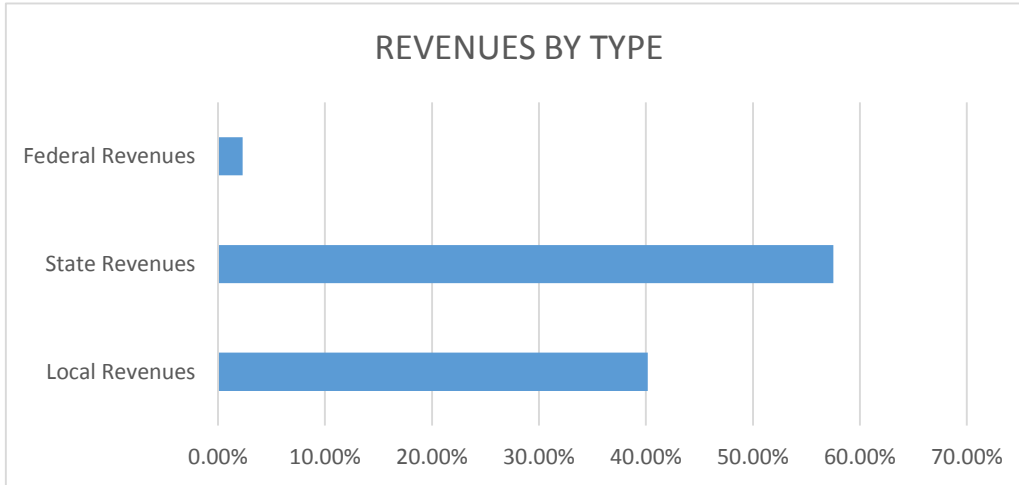
| | <u>2014-15 Audited</u> <u>Financial Statements</u> | <u>2015-16 Audited</u> <u>Financial Statements</u> |
|----------------------------|---|---|
| Total Revenues | \$ 10,699 | \$ 2,812 |
| Expenditures | \$ 10,425,000 | \$ 1,682,449 |
| Transfers | \$ 342,844 | \$ 730,000 |
| Other Uses | \$ - | \$ (187,030) |
| Net Change in Fund Balance | \$ (10,071,457) | \$ (1,136,667) |
| Beginning Fund Balances | \$ 12,983,058 | \$ 2,911,601 |
| Ending Fund Balances | \$ 2,911,601 | \$ 1,774,934 |

GENERAL FUND COMPARISONS

The District is supported by local taxes, other local revenues, state subsidies and reimbursements, as well as federal revenues. The following table shows the 2016-17 projected revenues and the anticipated 2017-18 revenues.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

| <u>REVENUES</u> | <u>2016-17 PROJECTED</u> | <u>2017-18 BUDGET</u> | <u>CHANGE</u> | <u>% INCREASE FROM 2016-17</u> | <u>% OF EACH CATEGORY TO TOTAL 2017-18</u> |
|------------------|------------------------------|-----------------------|-------------------|--|--|
| Local Revenues | \$ 8,882,811 | \$ 9,117,748 | \$ 234,937 | 2.64% | 40.04% |
| State Revenues | \$ 12,867,979 | \$ 13,165,511 | \$ 297,532 | 2.31% | 57.82% |
| Federal Revenues | <u>\$ 497,661</u> | <u>\$ 488,000</u> | <u>\$ (9,661)</u> | (1.9)% | <u>2.14%</u> |
| Total Revenues | \$ 22,248,451 | \$ 22,771,259 | \$ 522,808 | 2.35% | 100.00% |



The increases in local revenues are attributed to a 1.9 mill increase in real estate tax. The District did not apply for exceptions for the 2017-18 fiscal year.

State sources increased by \$297,532. The increases in retirement subsidies were offset by decreases in other subsidies. With not having an adopted state budget for 2017-18 the executive team believes that being conservative is the best approach. Federal sources decreased by over \$9,000. This is due to a significant decrease in Title I funding. Federal funds cannot be used to supplant costs, they must be used to supplement current expenditures. Depending on Federal allocation, the district may lose up to \$144,000 in federal monies, \$74,000 in ACCESS funding and \$74,000 in Title II funding. These funds currently fund the operation of a special education classroom and a secondary instructional coach.

Fund balance appropriations have continued. The largest appropriation will be approximately \$400,000 from the \$4,781,973 fund balance assigned for PSERS employee retirement contribution increases. This year's mandated contributions will increase from 30.03% of payroll to 32.57%. Each year the Board will need to allocate anywhere from .5 mills to 1 mill of real estate tax increases, plus draw down on the assigned fund balance to cover the anticipated retirement increases, until the year 2026-27. It is projected that in 2026-27 the real estate tax millage needed for retirement will be met. Any available increases to funds balances at the end of the 2016-17 will first be allocated to bring the unassigned fund balance to 6%. Should there be any additional allocations, they will be transfers to the capital projects fund.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

General Fund expenditures used to support the district’s educational programs total \$23,254,381. The expenditure changes, by major object, are shown below:

| | <u>EST 16-17</u> <u>PROJECTED</u> | <u>17-18</u> <u>BUDGET</u> | <u>DOLLAR</u> <u>CHANGE</u> | <u>PERCENT</u> <u>CHANGE</u> | <u>2017-18 %</u> <u>OF EACH</u> <u>CATEGORY</u> <u>TO TOTAL</u> |
|---------------------------------------|--------------------------------------|-------------------------------|--------------------------------|---------------------------------|--|
| 100/200 Salaries & Benefits | \$ 15,085,849 | \$16,015,321 | \$ 929,472 | 6.2% | 68.9% |
| 300/400/500 Purchased Services | \$ 4,634,034 | \$ 4,687,296 | \$ 53,262 | 1.1% | 20.2% |
| 600/700 Supplies & Property | \$ 1,460,355 | \$ 1,340,712 | \$(119,643) | -8.2% | 5.8% |
| 800/900 Other Objects & Uses Of Funds | <u>\$ 1,526,213</u> | <u>\$ 1,211,052</u> | <u>\$(315,161)</u> | -20.6% | 5.2% |
| Report Totals | \$ 22,706,451 | \$23,254,381 | \$ 547,930 | 2.4% | 100.0% |

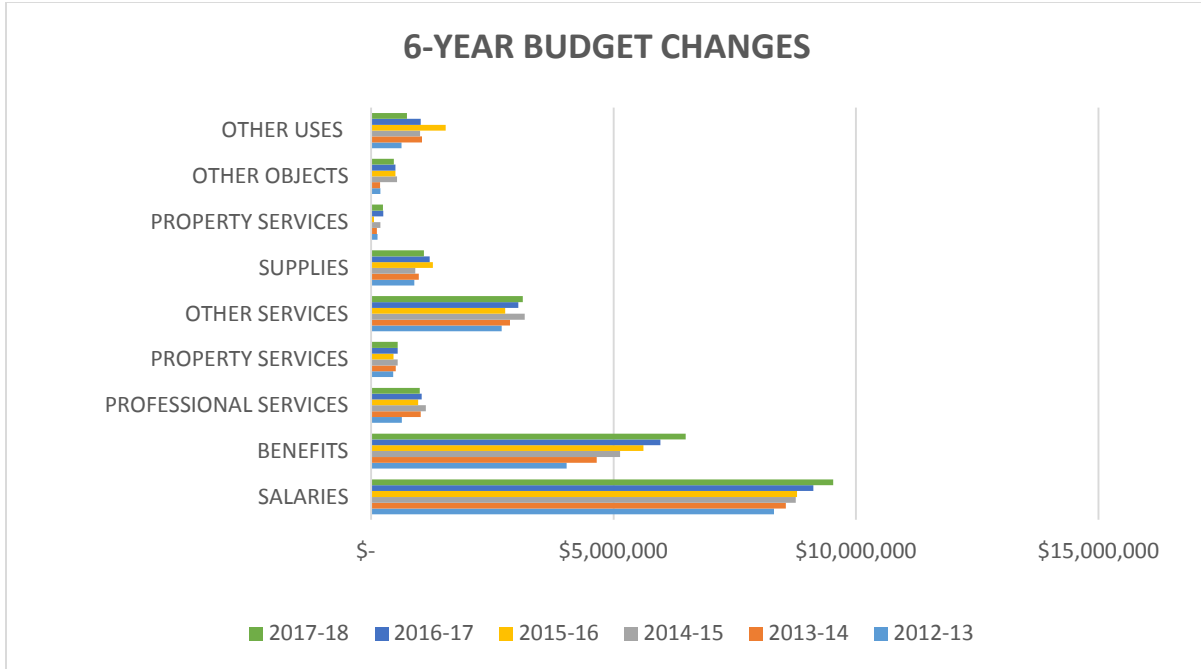
Almost sixty-nine percent (68.9%) of the district’s expenditure budget are Salaries and Benefits. The 2017-18 school year is the 3rd year of a 5-year collective bargaining agreement with the Freedom Area Education Association. The average salary increase over the 5 year agreement is 3.31%. However, the average increase for the 2017-18 year is 3.25%. Due to the rising costs and inconsistency of personnel, the district has decided to no longer contract for technology services but to hire in-house personnel to fill those duties, 2017-18 will be the first year of that position at 100%.

The increase in benefits is largely due to the increase in employer retirement contributions. The \$341,000 increase in retirement contributions is met with an increase in health insurance costs of over \$128,000.

A decrease of \$119,000 in Property is largely due to the fact that the District had received large grants in 2016-17 from ALCOA, PATTAN and Title I. Through these grants, many supplies were one-time purchases.

2016-17 projects a \$300,000 transfer to Capital Projects Fund. This amount was removed from Other Objects and Other Uses of Funds for 2017-18. The district hired a construction consulting firm to evaluate the renovations needed at the high school and submit a report to the School Board during 2016-17. This evaluation process will continue through 2017-18. It is anticipated that between \$400,000 and \$800,000 will need to be added to the budget from the Capital Projects Fund in 2017-18 for the high school renovation project.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET



As can be seen by the above chart, the cost of benefits, mainly retirement contributions and health insurance premiums, have increased significantly over the last 6 years. The cost of benefits has increased to 27.9% of the total budget.

BUDGET TRENDS

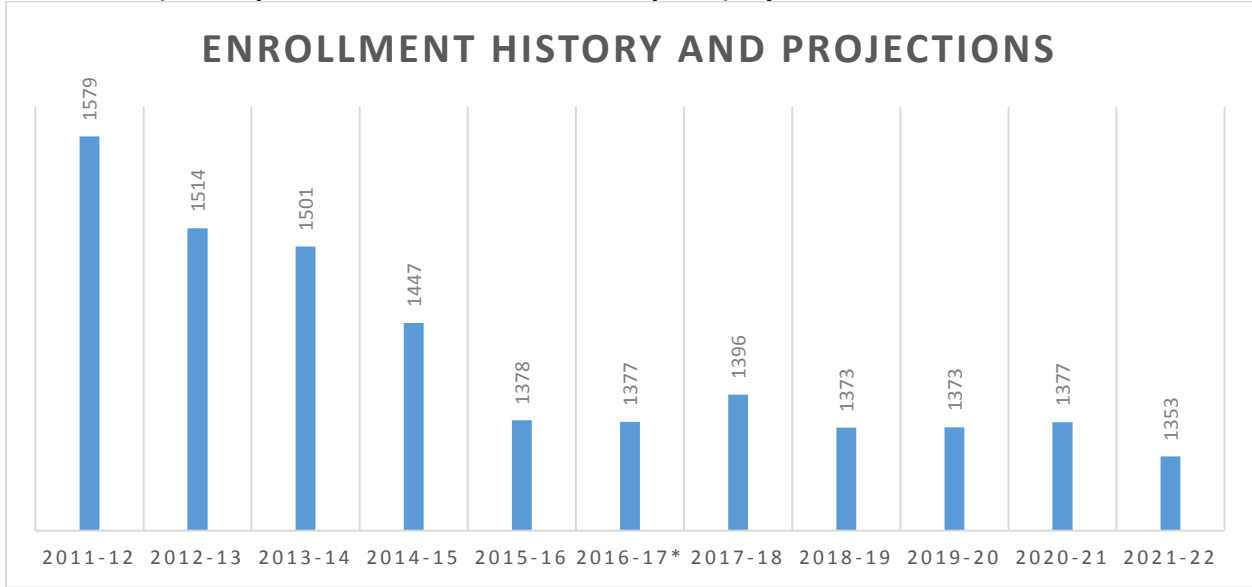
The following chart shows the revenue and expenditure trends over the last 5 years.

| GENERAL FUND - 5-YEAR COMPARISON | | | | | |
|----------------------------------|---------------------------------|---------------------------------|---------------------------------|------------------------------------|---------------------------------|
| <u>REVENUES</u> | <u>2013-14</u> <u>ACTUAL</u> | <u>2014-15</u> <u>ACTUAL</u> | <u>2015-16</u> <u>ACTUAL</u> | <u>2016-17</u> <u>PROJECTED</u> | <u>2017-18</u> <u>BUDGET</u> |
| Local Revenues | \$ 7,549,479 | \$ 8,262,220 | \$ 8,500,831 | \$ 8,882,811 | \$ 9,117,748 |
| State Revenues | \$ 11,809,464 | \$ 12,278,699 | \$ 12,607,782 | \$ 12,867,979 | \$ 13,165,511 |
| Federal Revenues | \$ 440,231 | \$ 477,934 | \$ 458,732 | \$ 497,661 | \$ 488,000 |
| Fund Balance Appropriations | \$ - | \$ - | \$ - | \$ 458,000 | \$ 483,122 |
| Total Revenues | \$ 19,799,174 | \$ 21,018,853 | \$ 21,567,345 | \$ 22,706,451 | \$ 23,254,381 |
| EXPENDITURES | | | | | |
| Instructional Services | \$ 11,722,523 | \$ 12,629,705 | \$ 13,095,518 | \$ 13,741,341 | \$ 14,061,303 |
| Support Services | \$ 6,478,438 | \$ 6,719,755 | \$ 6,314,291 | \$ 6,717,624 | \$ 7,236,541 |
| Student Activities | \$ 505,766 | \$ 533,878 | \$ 529,458 | \$ 631,115 | \$ 651,937 |
| Capital Outlay | \$ 45,833 | \$ - | \$ 45,968 | \$ 147,500 | \$ 146,500 |
| Debt Service | \$ 777,569 | \$ 1,162,577 | \$ 1,271,554 | \$ 1,468,871 | \$ 1,158,100 |
| Total Expenditures | \$ 19,530,129 | \$ 21,045,915 | \$ 21,256,789 | \$ 22,706,451 | \$ 23,254,381 |
| Transfers to Other Funds | \$ (402,868) | \$ (342,844) | \$ (730,000) | \$ - | |
| Other Financing Sources/(Uses) | \$ 18,739 | | \$ 453,728 | \$ - | |
| | \$ (384,129) | \$ (342,844) | \$ (276,272) | \$ - | \$ - |
| Net Change In Fund Balance | \$ (115,084) | \$ (369,906) | \$ 34,284 | \$ - | \$ - |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

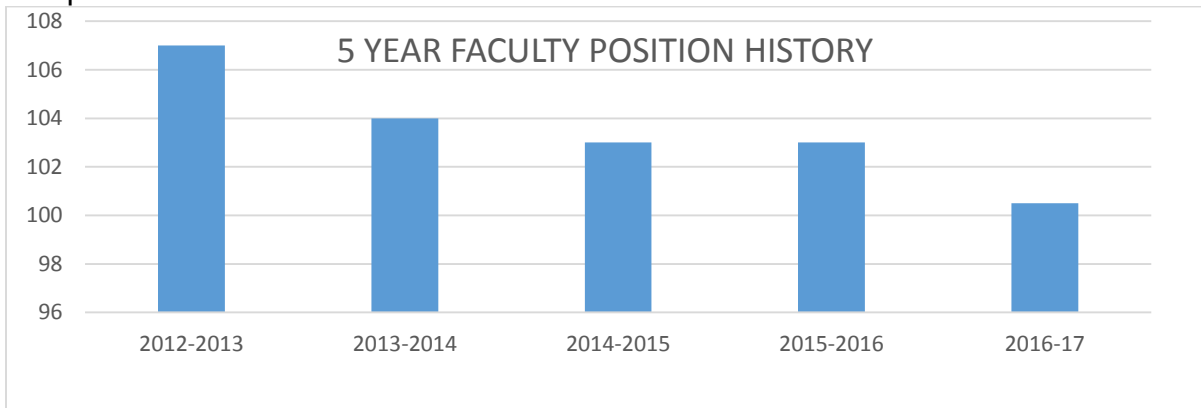
ENROLLMENT TRENDS

The district continues to experience slow decreases in enrollment. The following chart shows the past 5 years of enrollment and a 5 year projection of enrollments.



CLASSROOM FACULTY HISTORY

The following chart shows the 5-year history of classroom faculty. This can be compared to student enrollment in the chart above.



TAX RATE HISTORY

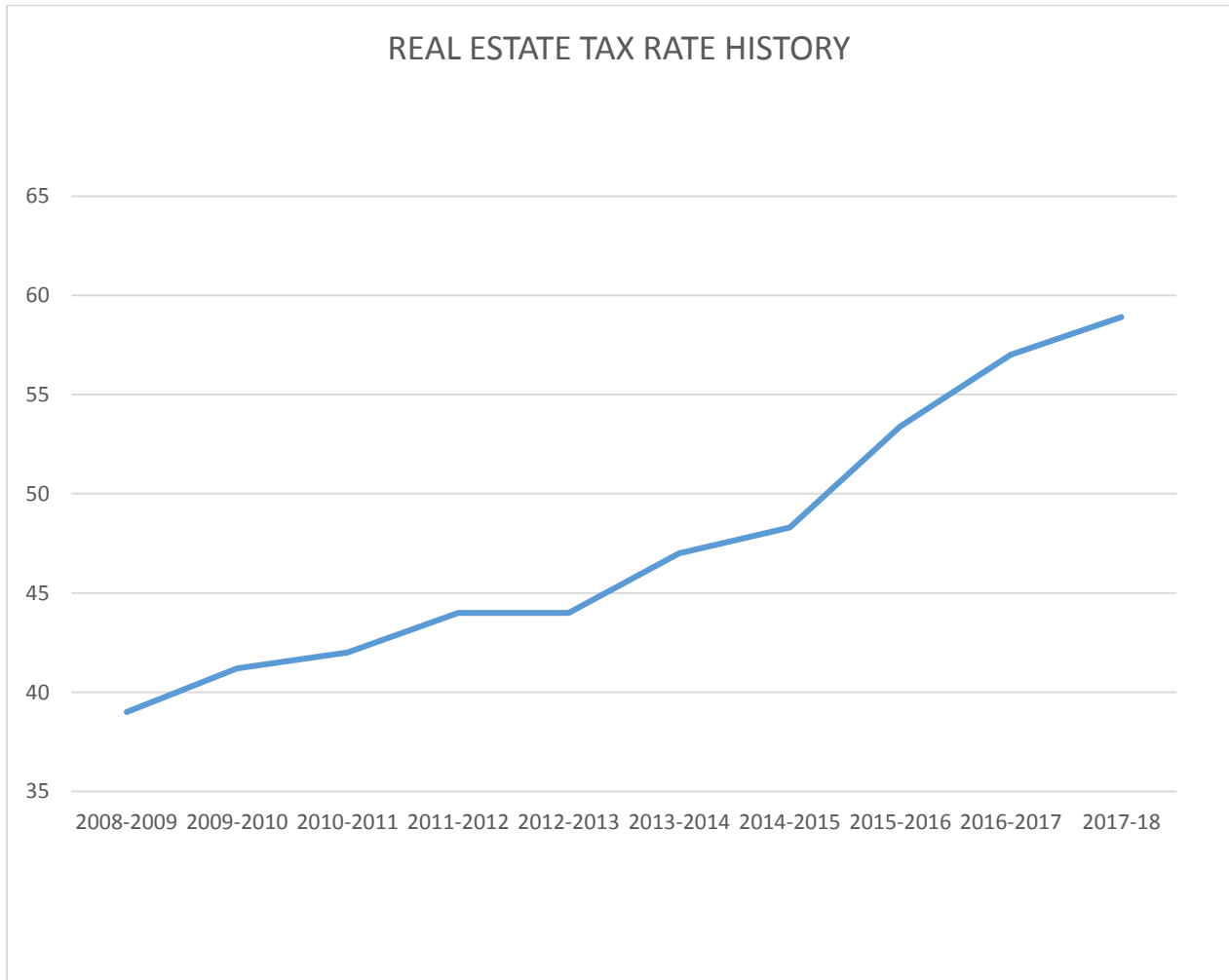
In 2008 the district was provided with funds from state gambling. These funds were allocated to homesteads and farmsteads within the district. Applications are made to the county assessment office. If applications are approved, all qualified homesteads and farmsteads are placed on a list. This list is certified by the county and sent to the District. The funds received from state gambling are allocated to the individual homesteads and farmsteads on the certified list as of the certification date in March. These funds are then applied as an exemption on the school real estate tax bills of approved homesteads and farmsteads. The homestead exemption has been approximately \$155 per year. A copy of this year's resolution is included in the informational section. An example of the historical real estate tax increase on the median homestead is provided.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

| | <u>2007-08</u> | <u>2016-17</u> |
|------------------------------|----------------|----------------|
| Median Home Value* | \$ 24,550 | \$ 24,550 |
| Real Estate Tax Millage | 39 | 58.9 |
| Average Exemption | \$ - | \$ 155 |
| Total Real Estate Taxes | \$ 957 | \$ 1,291 |
| | | |
| Total Increase over 10 years | \$ 334 | |
| Average Increase per Year | \$ 33.35 | |

*2015-16 Median Value

The 10 year history of real estate tax rates is shown in the following line graph:



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

PERFORMANCE RESULTS

In September 2013, the State Board of Education adopted the current PA Core Standards in English Language Arts (ELA) and Mathematics. These standards were then utilized to create the new PA Core-aligned PSSAs in grades 4-8 in ELA and Mathematics. Freedom Area School District has worked diligently to align these standards with instructional goals and day-to-day learning by creating curriculum maps for every content area in the school district. By utilizing these curriculum maps, teachers are able to provide PA Core Standards aligned instruction that meets the Pennsylvania Department of Education's expectations for rigorous academic expectations that reflect the knowledge and skills our young people need to succeed in life after high school, in both post-secondary education/training and a globally competitive workforce.

Through this change in academic expectations, the Pennsylvania Department of Education has also moved away from school districts using Annual Yearly Progress, or AYP, as an indicator for success. In the 2015-2016 school year, the Freedom Area School District students in grades 3-8 demonstrated a positive growth index on the Mathematics and ELA portion of the PSSA, which continues the positive growth movement from the 2014-2015 school year. This evidence of growth is interpreted by the Pennsylvania Department of Education as the District is meeting the standard for PA Academic Growth. According to additional 2015-2016 Keystone Assessment data for Algebra I, students did not show significant evidence of meeting the standards for PA Academic Growth. However, students did show evidence for meeting the standards for PA Academic Growth in Literature and Biology.

In addition to the growth index, the Pennsylvania Department of Education also measures school district academic success by utilizing the School Performance Profile. This profile is used to communicate performance results to various constituencies and assist districts and schools in aligning and focusing resources for continuous improvement. The School Performance Profile, or SPP, provides a building level academic score ranging from N/A, or not applicable to greater than 100. According to the 2015-2016 SPP scores, the Freedom Area Elementary School received a School Performance Profile rating of 61.2; and the Freedom Area Middle School received a 71.8. The scores from the Freedom Area Elementary School and the Freedom Area Middle School cannot be compared to previous year scores because of building and grade level realignment within the district. The Freedom Area High School received a rating of 71.8, which is an increase of .4 from the 2014-2015 school year.

The Freedom Area School District has committed funding to assist teachers and students in improving the academic progress in all content areas. In the past three years, the District has purchased new mathematics resources for grades K-12. In addition, the District has purchased new reading resources in grades K-8 and continues to plan for updates to reading, writing and science resources districtwide. Funding has also supported intensive professional development programs and opportunities for all staff members in the District.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

DISTRICT PROGRAMMING

The Freedom Area School District experiences a variety of academic awards, successes, and programs, all of which are maintained by the continuation of funding that supports student growth and learning.

The District is currently in the process of replacing and upgrading our security cameras and support structure at the high school and middle school to help ensure the safety and security of our students and staff. Staff members in each building are trained to respond to emergency situations, including CPI trained teams at each school building, as well as all paraprofessionals have earned certifications in first aid and CPR.

The elementary school had a School Bus Safety Poster Contest winner place 3rd in their division at the state level. The winner was honored in Harrisburg and the family received a tour of the Governor's Mansion.

Other elementary school highlights have included Storywalk, Math Nights, After School Tutoring and Robotics. Storywalk is a grant funded literacy event that promotes reading with a theme. This year's theme was Space. Students traveled to different stations listening to stories and engaging in crafts. Student also received a complimentary book of their choice. Preschools in the area also participated in this event.

Multiple elementary Math Nights were held to inform parents about our new math program. Faculty and staff reviewed lesson modeling, homework help, resources, and game application. Students instructed and assisted their parents on many of the math concepts presented.

The elementary After School Tutoring Program assisted students with increasing their proficiency in language skills to increase their reading fluency and comprehension. Students in grades 1-4 participated in the program. Math tutoring was also provided.

Thanks to an Alcoa Grant, The elementary school conducted a robotics program after school for students in grades 1-4. Students engaged in various types of building utilizing Lego robotics kits. They worked with a partner to create a functional model of an object or item that would perform a specific function.

As students move to the Freedom Area Middle School, they have the opportunity to take part in academic programs that challenge their minds and invoke their creative skills. Students participate in local, state and national competitions, including Academic Games, K'Nex Stem Challenge, Technology Student Association, Math 24, and Math Counts; all of which Freedom Area Middle School students have won awards in or placed in final divisions. During their 6th grade year, they are exposed to several other educational activities such as Fall Fest, CSI Days, and Ocean Experts. Furthermore, throughout the 2016-17 school year, the staff at the middle school has been working on the creation and implementation of the School Wide Positive Behavior Intervention System (SWPBIS). Along with SWPBIS, the middle school have a Sunshine Committee and Student Pep Club to support positive morale for students and staff.


FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

High school students have a variety of academic programs that assist them in the transition to the working community. Students can take advanced placement courses for college credits, participate in local community college courses, and enroll in the local Beaver County Career and Technical Center where they can earn professional certificates that allow them to move directly into careers after graduation. Newly added courses include Financial Literacy, CAD, AP Calculus BC, and Robotics 2. Freedom High School recognizes that a quality education goes beyond the classroom and the written curriculum; activities such as the Folmar Leadership Forum in the Freshman Academy assist students in overcoming barriers that prevent them from achieving their full potential. The Freshman and Sophomore academies help students establish a strong foundation upon which they can build their future success. FHS students are consistently recognized for the quality their academic and co-curricular work. The FHS Press has been earned multiple state and national awards. Senior English students have been recognized nationally for their prowess in the High School Budget Challenge, while the Integrated Performing Arts class has received local recognition for the writing and performances.

Student success in extracurricular activities encompasses a variety of endeavors. Student band members have been selected to attend State Band and to audition for all East Band. Section championships have been won by the girls' soccer and wrestling teams. The boys' soccer team was the section runner up and WPIAL semi-finalist, finishing fourth in the WPIAL. The girls' soccer team celebrated its first WPIAL championship in school history. Both the girls' soccer and wrestling team represented Freedom in PIAA state playoff matches. In addition to team awards, many individual athletes have been honored as all conference or all WPIAL athletes. Five athletes represented Freedom at individual state tournaments. These awards also extend to the coaches of Freedom Area School District with the boys' wrestling coach being named coach of the year for a second consecutive year.

All of these educational pursuits could not be realized without the direct support of the community, the Freedom Area School District Board of School Directors, district administration, staff and students. The District budget incorporates fiscal support throughout all of these academic programs, which has led to the ongoing success of students and staff. While students have continually demonstrated their ability to surpass not only local and national expectations, the staff at Freedom Area School District also boasts incredible accomplishments.

As the Freedom Area School District continues to provide excellence for our students and staff, we are appreciative of the continued support of the parents and community.



Jeffrey A. Fuller, Ed.D.
Superintendent



Noriene Plate
Business Manager &
Transportation Director



Misty L. Slavic
Director of Curriculum &
Instruction/Special Education

ORGANIZATIONAL SECTION

The Reporting Entity

Organizational Chart

Budget Policies and Processes

Budget Calendar

Summary of Significant Accounting Policies

5-Year Summary of Audited Financial Statements



BOARD OF SCHOOL DIRECTORS

Mrs. Jennifer Sayre, President.....jsayre@freedom.k12.pa.us
 Mrs. Mary Ann Petcovic, Vice President.....mpetcovic@freedom.k12.pa.us
 Mrs. Lorraine Rocco, Secretary.....lrocco@freedom.k12.pa.us
 Mr. Alan Colorito, Treasurer.....acolorito@freedom.k12.pa.us
 Mr. Harry Gilarno, Member.....hgilarno@freedom.k12.pa.us
 Mrs. Dawn Greene, Member.....dgreene@freedom.k12.pa.us
 Mr. Gerald Inman, Member.....ginman@freedom.k12.pa.us
 Mrs. Julianne Leindecker, Member.....jleindecker@freedom.k12.pa.us
 Mrs. Lori Pail, Member.....lpail@freedom.k12.pa.us



ADMINISTRATION

Dr. Jeffrey A. Fuller, Superintendent.....jfuller@freedom.k12.pa.us
 Mrs. Noriene Plate,
 Business Manager/Transportation Director.....nplate@freedom.k12.pa.us
 Mrs. Misty Slavic, Director of Curriculum & Instruction
 and Special Education.....mslavic@freedom.k12.pa.us
 Mr. William Deal, High School Principal.....wdeal@freedom.k12.pa.us
 Mr. Steven Mott, Assistant High School Principal.....rsmith@freedom.k12.pa.us
 Mr. Ryan Smith, Middle School Principal.....fhernandez@freedom.k12.pa.us
 Mr. Rich Edder, Elementary School Principal.....redder@freedom.k12.pa.us
 Mrs. Marie Dohanich, Technology Director.....mdohanich@freedom.k12.pa.us
 Mr. Gary Mortimer, Director of Buildings and Grounds.....gmortimer@freedom.k12.pa.us
 Mr. Randy Walker, Food Service Director.....rwalker@freedom.k12.pa.us

CONSULTANTS AND ADVISORS

Tucker Arensberg, P.C. Solicitors
 WesBanco, Depository
 PSDLAF/RBC, Fiscal Agency
 Hosack, Specht, Muetzel & Woods LLP, Auditors
 VEBH Architects

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

THE REPORTING ENTITY

The Freedom Area School District, comprised of the Boroughs of Conway, Freedom and New Sewickley Township, is located in Western Pennsylvania, Eastern Beaver County bordering Butler and Allegheny Counties. The District is accessible to four-lane Route 65, to the business district of Pittsburgh (approximately 25 miles), and the Beaver Valley-Airport Expressway. The Pittsburgh International Airport is a 20 minute drive from the school district.

The District is mostly residential. The top employers within the District borders are Mailing Services of Pittsburgh, Norfolk and Southern Railroad, Mitsubishi Electric Power and the District itself.

The area is served by several local colleges. Colleges within the county lines include:

- 4-Year Residential Universities
 - Penn State University/Beaver Campus
 - Geneva College
- 2-Year College
 - Beaver County Community College

In addition, the following colleges and universities are within commuting distance of the district:

- University of Pittsburgh
- Carnegie Mellon University
- Duquesne University
- Robert Morris University
- Carlow University
- Chatham University
- Grove City College
- Westminster College

Beaver County owns and operates four parks which provide more than 5,000 acres of open space for various outdoor activities including boating, swimming, all-weather tennis courts, an ice arena and regatta facilities. Also located in Beaver County is Pennsylvania's fifth largest state park, Raccoon Creek State Park, which encompasses over 7,900 acres, including a 100-acre lake.

The Medical Center of Beaver County serves the residents of Beaver County. In addition, located within a short distance of the District, are UPMC Passavant Hospital in Cranberry Township, Butler County, and Sewickley Valley Hospital in Allegheny County.

The District is a legally autonomous and fiscally independent entity under the laws of Pennsylvania. The laws of Pennsylvania give the district corporate powers that distinguish it as a legally separate entity from the Commonwealth of Pennsylvania and any of its political subdivisions. The District has the power to determine its budget; to approve and modify that budget; to levy taxes, set rates and establish charges; and to issue bonded debt as outlined in the Public School Code of 1949.

The district is governed by a nine (9) member board of school directors. The members are elected every two (2) years on a staggered basis and are elected to a four (4) year term. The board has the power and the duty to establish, equip, furnish and maintain a sufficient number

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

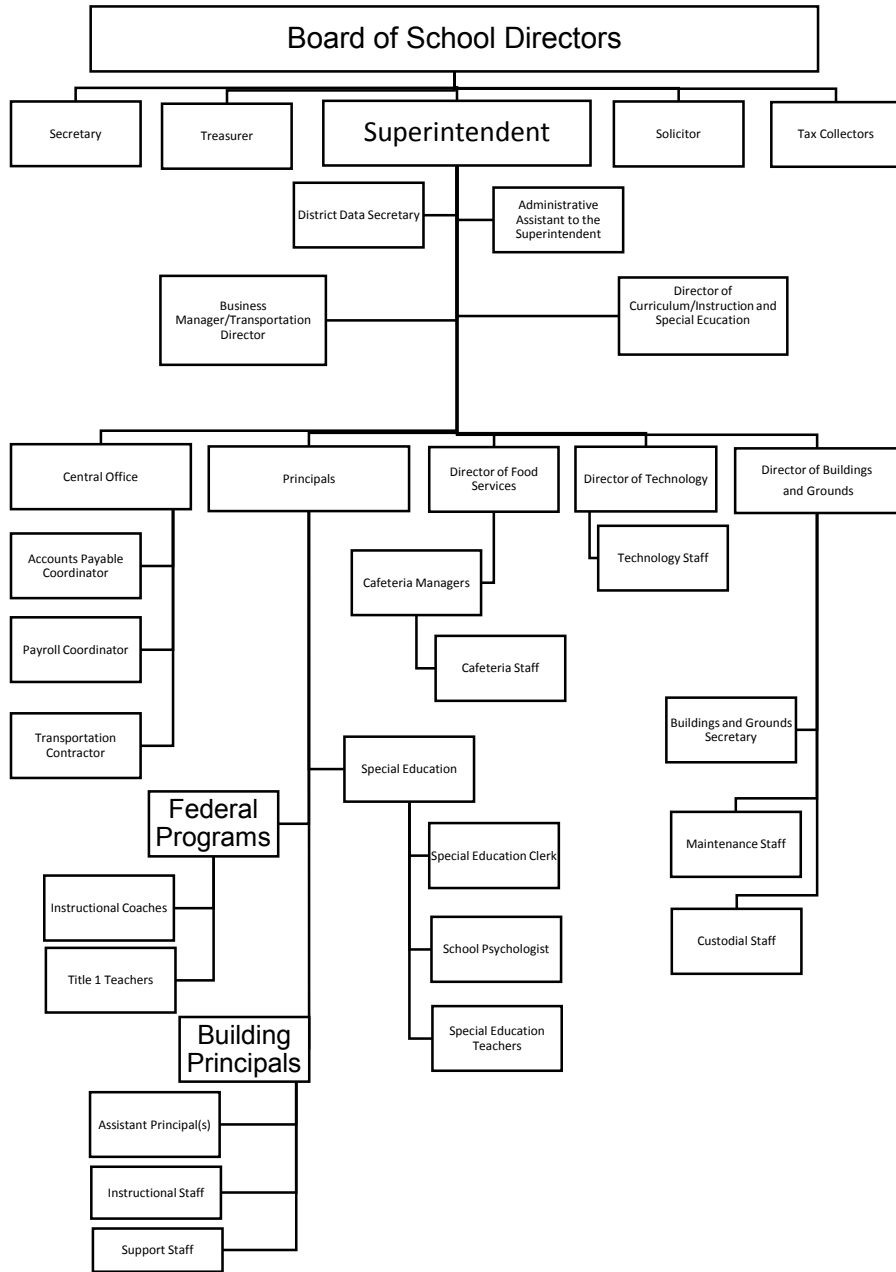
of school buildings necessary to provide an elementary and/or secondary education to every resident of the District between the ages of six (6) and twenty-one (21).

The superintendent is the chief administrative and instructional officer of the district. The superintendent manages the district with the assistance of the director of curriculum and instruction, the business manager, the principals and the other directors of the district.

The District offers regular and special education services for students in grades kindergarten through 12th grade. Freedom Area School District provides a full range of services and programs to ensure that the implementation of special education programs is in compliance with state and federal guidelines for participation of students with disabilities in educational programs.

Freedom's special education program provides a push-in (inclusive), pull-out (resource room) approach in meeting the needs of its students. Special education students access the same curriculum, with accommodations as listed in their IEPs, as their non-disabled peers, except for a few students whose needs require an alternate curriculum. Supplementary aides and services are provided to support students within the regular class setting. Title I reading specialists, speech and language therapists, and teaching assistants provide research-based interventions to the students. Weekly progress monitoring is conducted to help assess each student's progress and to help teachers make instructional decisions that are best for that student. The same progress monitoring tools are used by the special education teachers. In an effort to appropriately address and meet the learning needs of students with life skills and/or emotional support needs, the Freedom Area School District has maintained a partnership with PATTAN, the BVIU, and county interagency services. These partnerships have allowed us to support students in their home school in a Learning Support setting.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

BUDGETING POLICIES AND PROCESSES

Purpose – Budget Planning Policy 602

The budget shall be designed to reflect the Board's objectives for the education of the children of the district. Therefore, it must be organized and planned to ensure adequate understanding of the financial needs associated with program support and development. This necessitates a continuous review of the financial requirements of district programs.

Delegation of Responsibility

To meet the objectives of this policy, the Board directs the Superintendent to:

Include in all ongoing district studies of the educational program, an estimated annual cost of implementing said program.

1. Prepare a strategic plan for the annual maintenance and replacement of facilities and equipment.
2. Establish a projected budget of expenditures and income.
3. Prepare an annual estimate of anticipated school enrollments.
4. Maintain a plan of anticipated revenues based on changes in state and federal legislation.
5. Report to the Board any serious financial implications arising from the budget plan.

Budget planning shall be a year round activity.

Purpose - Budget Preparation Policy 603

The Board considers preparation of an annual budget to be one of its most important responsibilities because the budget is the financial reflection of the district's educational plan. The budget shall be designed to support the educational plan in a comprehensive and efficient manner, to maintain district facilities, and to honor district obligations.

Authority

The Board recognizes its obligation to the taxpayers to approve only those expenses reasonably required to provide an educational program suitable to the needs and goals of this district and its students.

Delegation of Responsibility

In order to ensure adequate time for preparation and review of the proposed/preliminary budget, the Board directs the Superintendent and Business Manager to present to the Board and Board Finance Committee all available information associated with the budget prior to the primary election.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

In preparing the budget, the responsible administrator shall set general priorities for expenditures for:

1. Staff necessary to maintain current programs.
2. Technology, equipment and supplies necessary to maintain current programs.
3. Additional staff necessary to improve or expand current programs.
4. New technology, equipment and supplies necessary to improve or expand current programs.

As a component of budget preparation, the Superintendent and Business Manager shall notify the Board of the appropriate Index to be used in limiting tax increases for the budget year.

When presented for Board review, the proposed budget shall contain:

1. Estimated revenue and expenditures in each financial category for the previous fiscal year.
2. Estimated revenue and expenditures in each financial category for the upcoming fiscal year.
3. Student enrollment for the upcoming school year.
4. Amount of surplus anticipated at the end of the current fiscal year.
5. Explanation of each item of expense proposed, upon request.
6. Relation of the estimated tax increase to the Index limitation for the district.
7. Programs, services or expenditures to be eliminated if referendum is rejected.
8. Increase, if any, of tax rate in relation to the Index.

Purpose – Budget Adoption Policy 604

It is the philosophy of the Board that the annual budget represents the position of the Board, and all reasonable means shall be employed to present and explain the preliminary and final budgets to district residents. Board members and district administrators shall be knowledgeable about, and understand the need for, proposed expenditures.

Definition

Index - the tax rate limit that restricts the school district from increasing the rate of any tax for the support of district schools without seeking voter approval through referendum or an exception granted by the Pennsylvania Department of Education (PDE) or the Court of Common Pleas with jurisdiction.

Delegation of Responsibility

The Board directs the Board Finance Committee, Superintendent, and Business Manager to prepare both the preliminary and final budgets on the required forms; comply with advertising requirements; and make the budget documents and supporting information available in printed form for public inspection in the district administrative offices, in accordance with the timelines specified in law and Board policy.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

Authority

The Board shall annually, but not later than the first business meeting of January, decide the budget option to be used for the following fiscal year. The Board shall approve either the Accelerated Budget Process Option or the Board Resolution Option.

Accelerated Budget Process Option

At least 120 days prior to the primary election, the Board shall prepare and present a preliminary budget on the required form.

The preliminary budget shall be made available in printed form for public inspection at least 110 days prior to the primary election. Public inspection shall be available for at least twenty (20) days prior to planned adoption. The Board shall give public notice of its intent to adopt at least ten (10) days prior to adoption of the preliminary budget.

The Board may hold an advertised public hearing prior to adoption of the preliminary budget.

The Board shall annually adopt the preliminary budget at least ninety (90) days prior to the primary election.

If the preliminary budget exceeds the increase authorized by the Index, an application for an exception may be filed with either a Court of Common Pleas with jurisdiction or PDE and made available for public inspection, consistent with the requirements of law. The application for an exception shall be submitted by the Superintendent, Business Manager or solicitor.

However, the Board may substitute the filing of an application for an exception to the Index limit by submitting a referendum question seeking voter approval for a tax increase, in accordance with law.

In the event that a court or PDE denies an application for an exception to the Index limit adopted as part of the preliminary budget, the Board may approve immediate filing of a referendum question, as authorized by law, seeking voter approval for a tax rate that exceeds the Index. This filing shall be performed by the Superintendent, Business Manager or solicitor.

Any referendum question shall include an accompanying nonlegal, interpretative statement referencing the expenditure items for which a tax increase is being sought and the consequences that will result if the referendum question fails. Such information shall be made available to the public through any of the following:

1. District web site.
2. District newsletter.
3. Media resources.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

Prior to adoption, the final budget shall be presented to the Board on the required form and supplemented with information deemed necessary by the Board.

The final budget shall include any necessary changes from the adopted preliminary budget. Any reduction required as the result of the failure of referendum shall be clearly stated. If the actions taken do not include those previously stated as the outcome of referendum failure, they shall be accompanied by a detailed statement as to the reasons. The statement shall be prepared by the Board Finance Committee, Board members, Superintendent, and/or Business Manager.

The final budget shall be made available in print for public inspection at least twenty (20) days prior to final adoption. The Board shall give notice of its intent to adopt at least ten (10) days prior to adoption of the final budget.

The Board shall annually adopt the final budget by a majority vote of all members of the Board prior to June 30.

Board Resolution Option

The Board shall adopt a resolution that it will not raise the rate of any tax for the following fiscal year by more than the Index. Such resolution shall be adopted no later than 110 days prior to the primary election and must contain the following unconditional certifications that:

1. The Board will not increase any tax at a rate that exceeds the school district Index.
2. The Board will comply with Section 687 of the School Code for budget adoption.
3. The increase of any tax at a rate less than or equal to the Index will be sufficient to balance its final budget.

At least thirty (30) days prior to adoption of the final budget, the Board shall prepare and present a proposed budget on the required form. The proposed budget shall be made available in print for public inspection and duplication at the district administrative offices at least twenty (20) days prior to adoption of the budget. The Board shall give public notice of its intent to adopt at least ten (10) days prior to adoption of the proposed budget.

Final Budget

The Board shall annually adopt the final budget by a majority vote of all members of the Board by June 30

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

2017-18 BUDGET CALENDAR

| <u>DATE</u> | <u>ACTION</u> | <u>NOTES</u> |
|---|--|---|
| Friday, September 30, 2016 | Notification of 2017-18 Index | 3.4% or 1.938 increase in millage approx. \$250,000 |
| Thursday, November 10, 2016 | Approve Budget Calendar | Need 2017 Dates |
| Thursday, November 10, 2016 | Adopt Resolution Not to Increase Real Estate Taxes above index Staffing Requirements to be Submitted To Superintendent | Written Rationale From Administration |
| Wednesday, November 30, 2016 October 2016 - April 2017 | Budget Development - Central Office File Resolution and PDE-2028 Tax | |
| Tuesday, December 13, 2016 | pages to PDE | File with PDE |
| Tuesday, March 07, 2017 | Finance Committee Budget Meeting | as needed |
| Tuesday, April 04, 2017 | Finance Committee Budget Meeting | as needed |
| Tuesday, May 02, 2017 | Finance Committee Budget Meeting | as needed |
| Tuesday, May 02, 2017 | Public Presentation of Proposed Budget | PDE-2028 Format |
| Tuesday, May 02, 2017 | Adopt Resolution Authorizing Final Budget as well as Displaying and Advertising | Run Ad File Certification of Use of PDE-2028 |
| Tuesday, May 09, 2017 | Adopt the Proposed Final Budget | |
| Thursday, May 11, 2017 | Make proposed final budget available for public inspection | PDE-2028 available on website |
| Thursday, May 25, 2017 | Public notice of intent to adopt final budget | Run Ad Can Push to 6/30/2016 If Necessary |
| Tuesday, June 13, 2017 | Adopt final 2017-18 budget | |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

Summary of Significant Accounting Policies

Budgets. The School Board approves, prior to the beginning of each year, an annual budget on the modified accrual basis of accounting for the general fund. The general fund is the only fund for which a budget is required and for which taxes may be levied. The general fund is the only fund that has an annual budget that is legally adopted by the school board. The Public School Code allows the School Board to authorize budget transfer amendments during the year, but only during the last nine months of the fiscal year. The school Board approved various budget transfers throughout the school year. The School District expenditures may not legally exceed the revised budget amounts by function. Function is defined as a program area such as instructional services. Management may amend the budget without seeking the approval of the Board within a function. Amendments between functions require Board approval.

Fund Financial Accounting

Fund financial statements of the School District are organized into funds, each separate of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues and expenditures. Funds are organized into three categories: governmental; proprietary; and fiduciary.

1. Governmental Funds

The focus of the governmental funds' measurement is upon determination of financial position and change in financial position (sources, uses, and balances of financial resources) rather than upon net income. The school district reports these major governmental funds and fund types:

- a. The general fund is the school district's primary operating fund. It accounts for all financial resources of the school district, except those required to be accounted for in another fund. Is the only fund for which as legally adopted budget is required.
- b. The capital projects fund accounts for resources accumulated and payments made for the acquisition and improvement of sites, construction and remodeling of facilities, and procurement of equipment necessary for providing educational programs for all students within the district.

2. Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The School District reports the following proprietary fund type:

- a. Enterprise funds are required to be used to account for operation for which a fee is charged to external users of goods and/or services and the activity is financed with debt that is solely secured by a pledge of the net revenues. The activities reported in these funds are reported as business-

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

type activities in the government-wide financial statements. The food service fund accounts for the revenues, food purchases and other costs and expenses for providing meals to students and/or faculty during the school year.

3. Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and are therefore not available to support school district programs. The reporting focus is on net position and changes in net position. The school district reports the following fiduciary funds:

- a. Private purposes trust funds are used to account for resource of monies contributed to the school district for scholarships.
- b. Agency funds represent the school district's student activity funds. These funds account for student activities in the middle and high schools.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

Governmental accounting is reported using current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The district considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to compensated absences, and claims and judgments, are recorded when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are budgeted/recorded as other financing sources.

Property taxes, intergovernmental revenues, interest, rent and certain miscellaneous income associated with the current fiscal period are considered to be susceptible to accrual and so are recognized as revenues of the current fiscal period. Entitlements are budgeted/recorded as revenues when all eligibility requirements are met, including any time requirements and the amount is received during the period or within the availability period for the revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for the revenue source. All other revenues items are considered to be measurable and available only when cash is received by the government.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

5-YEAR SUMMARY OF AUDITED FINANCIAL STATEMENTS

GENERAL FUND FINANCIAL STATEMENTS

| | <u>2011-12</u> <u>Audited</u> <u>Financial</u> <u>Statements</u> | <u>2012-13</u> <u>Audited</u> <u>Financial</u> <u>Statements</u> | <u>2013-14</u> <u>Audited</u> <u>Financial</u> <u>Statements</u> | <u>2014-15 Audited</u> <u>Financial</u> <u>Statements</u> | <u>2015-16 Audited</u> <u>Financial</u> <u>Statements</u> |
|----------------------------|---|---|---|---|---|
| Revenues | \$ 18,217,971 | \$ 18,967,842 | \$ 19,799,174 | \$ 21,018,853 | \$ 21,567,345 |
| Expenditures | \$ 17,259,733 | \$ 17,961,411 | \$ 19,530,139 | \$ 21,045,915 | \$ 21,256,799 |
| Transfers | \$ (970,969) | \$ - | \$ (402,686) | \$ (342,844) | \$ (730,000) |
| Other Uses | \$ 5,904 | \$ 1,800 | \$ 18,739 | \$ - | \$ 453,738 |
| Net Change in Fund Balance | \$ (6,827) | \$ 1,008,231 | \$ (115,094) | \$ (369,906) | \$ 34,284 |
| Beginning Fund Balances | \$ 6,988,580 | \$ 6,981,753 | \$ 7,989,984 | \$ 7,874,890 | \$ 7,504,984 |
| Ending Fund Balances | \$ 6,981,753 | \$ 7,989,984 | \$ 7,874,890 | \$ 7,504,984 | \$ 7,539,268 |

CAPITAL PROJECTS FUND FINANCIAL STATEMENTS

| | <u>2011-12</u> <u>Audited</u> <u>Financial</u> <u>Statements</u> | <u>2012-13</u> <u>Audited</u> <u>Financial</u> <u>Statements</u> | <u>2013-14</u> <u>Audited</u> <u>Financial</u> <u>Statements</u> | <u>2014-15 Audited</u> <u>Financial</u> <u>Statements</u> | <u>2015-16 Audited</u> <u>Financial</u> <u>Statements</u> |
|----------------------------|---|---|---|---|---|
| Revenues | \$ 30,047 | \$ 9,517 | \$ 7,481 | \$ 10,699 | \$ 2,812 |
| Expenditures | \$ 77,067 | \$ 268,725 | \$ 2,874,933 | \$ 10,425,000 | \$ 1,682,449 |
| Transfers | \$ 970,969 | \$ - | \$ 402,868 | \$ 342,844 | \$ 543,000 |
| Other Uses | \$ - | \$ - | \$ 9,862,347 | \$ (30) | \$ - |
| Net Change in Fund Balance | \$ 923,949 | \$ (259,208) | \$ 7,397,763 | \$ (10,071,487) | \$ (1,136,637) |
| Beginning Fund Balances | \$ 4,920,554 | \$ 5,844,503 | \$ 5,585,295 | \$ 12,983,058 | \$ 2,911,571 |
| Ending Fund Balances | \$ 5,844,503 | \$ 5,585,295 | \$ 12,983,058 | \$ 2,911,571 | \$ 1,774,934 |

FINANCIAL SECTION

Summary of Revenues and Expenditures – 2016-17 Projected Budget to 2017-18 Budget

Revenue Summary

Revenues Codes

5-Year Revenue Report

5-Year Revenue History Bar Graph

State Subsidy Payment Calendar

Basic Education Subsidy History Line Graph

State Subsidy as Percentage of Revenue Line Graph

Expenditures – Function Summary

Expenditures – Object Summary

Expenditure Object Codes

Expenditures – Detail by Sub-Function/Object

Fund Balance History



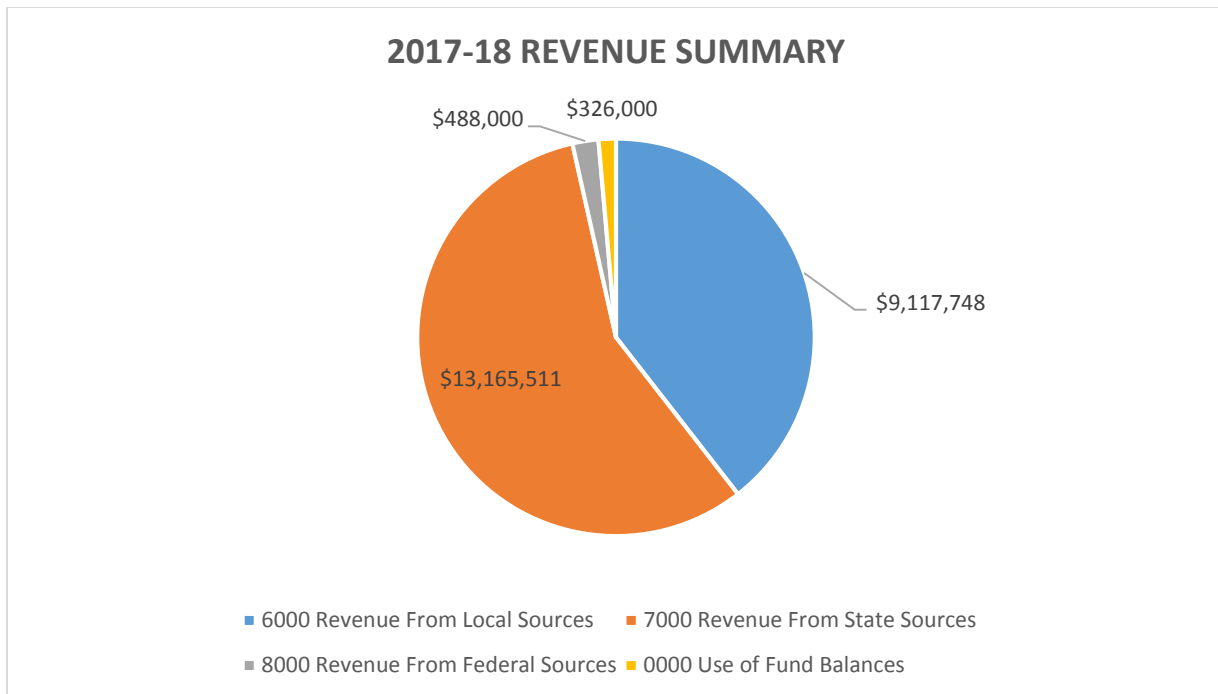
FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

| SUMMARY OF REVENUES AND EXPENDITURES | | | | | |
|--|---------------------------------------|-------------------------------|----------------|--|--|
| 2016-17 PROJECTED TO 2017-18 BUDGET | | | | | |
| | <u>EST. 16-17</u> <u>PROJECTED</u> | <u>17-18</u> <u>BUDGET</u> | <u>CHANGE</u> | <u>% INCREASE/ DECREASE</u> <u>FROM 16-17</u> | <u>CATEGORY</u> <u>TO TOTAL</u> <u>17-18</u> |
| <u>REVENUES</u> | | | | | |
| 6000 Revenue From Local Sources | 8,882,811 | 9,117,748 | 234,937 | 2.6% | 40.0% |
| 7000 Revenue From State Sources | 12,867,979 | 13,165,511 | 297,532 | 2.3% | 57.8% |
| 8000 Revenue From Federal Sources | <u>497,661</u> | <u>488,000</u> | <u>(9,661)</u> | -1.9% | <u>2.1%</u> |
| TOTAL REVENUES | 22,248,451 | 22,771,259 | 522,808 | 2.3% | 100.0% |
| <u>EXPENDITURES</u> | | | | | |
| 1100 Instructional Programs - Regular | 10,180,231 | 10,393,277 | 213,046 | 2.1% | 44.7% |
| 1200 Special Programs | 3,170,684 | 3,290,751 | 120,067 | 3.8% | 14.2% |
| 1300 Vocational Education | 353,000 | 350,000 | (3,000) | -0.8% | 1.5% |
| 1400 Other Instructional Programs | 35,564 | 26,275 | (9,289) | -26.1% | 0.1% |
| 1500 Nonpublic School Programs | 1,862 | 1,000 | (862) | -46.3% | 0.0% |
| 2100 Support Svcs-Pupil Personnel | 787,682 | 870,073 | 82,391 | 10.5% | 3.7% |
| 2200 Support Services-Instruc Staff | 749,973 | 777,107 | 27,134 | 3.6% | 3.3% |
| 2300 Support Services-Admin | 1,213,377 | 1,332,497 | 119,120 | 9.8% | 5.7% |
| 2400 Support Services-Pupil Health | 175,331 | 177,894 | 2,563 | 1.5% | 0.8% |
| 2500 Support Services-Business | 366,907 | 383,838 | 16,931 | 4.6% | 1.7% |
| 2600 Operation & Maintenance of Plant | 1,988,576 | 2,150,252 | 161,676 | 8.1% | 9.2% |
| 2700 Student Transportation Service | 1,108,728 | 1,161,192 | 52,464 | 4.7% | 5.0% |
| 2800 Support Services - Central | 315,050 | 370,688 | 55,638 | 17.7% | 1.6% |
| 2900 Other Support Services | 12,000 | 13,000 | 1,000 | 8.3% | 0.1% |
| 3200 Student Activities | 623,615 | 644,190 | 20,575 | 3.3% | 2.8% |
| 3300 Community Services/3400 Scholarships | 7,500 | 7,747 | 247 | 3.3% | 0.0% |
| 4600 Existing Building Improvements | 147,500 | 146,500 | (1,000) | -0.7% | 0.6% |
| 5100 Other Expenditures/Financing Uses | <u>1,164,047</u> | <u>1,158,100</u> | <u>(5,947)</u> | -0.5% | <u>5.0%</u> |
| TOTAL EXPENDITURES | 22,401,627 | 23,254,381 | 852,754 | 3.8% | 100.0% |
| EXCESS (DEFICIENCY) OF REVENUES & OTHER | | | | | |
| SOURCES (USES) OVER EXPENDITURES | 153,176 | 483,122 | 329,946 | 215.4% | |
| USE OF FUND BALANCES -Committed & Unassigned Only | | | | | |
| | 227,262 | 371,083 | | | |
| EST. FUND BALANCES. BEGINNING OF YEAR | 6,506,486 | 6,279,224 | | | |
| ESTIMATED FUND BALANCES END OF YEAR | 6,279,224 | 5,908,141 | | | |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

2017-18 REVENUE SUMMARY

| <u>REVENUES</u> | | <u>17-18</u> |
|-----------------------------------|----|----------------|
| 6000 Revenue From Local Sources | \$ | 9,117,748 |
| 7000 Revenue From State Sources | \$ | 13,165,511 |
| 8000 Revenue From Federal Sources | \$ | 488,000 |
| 0000 Use of Fund Balances | \$ | <u>326,000</u> |
| | \$ | 23,097,259 |



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

REVENUE CODES

Local Revenues

- 6111 Current Real Estate Taxes
Revenue received from taxes assessed and levied upon real property.
- 6112 Interim Real Estate Taxes
Taxes levied under Act 544 of 1952 (Section 677.1) on new construction not appearing in the tax duplicate.
- 6113 Public Utility Tax
Revenue received under terms of the Public Utility Act (Act 66 of 1970). Lands and structures owned by public utilities and used in providing their services are subject to state taxation under Act 66 of 1970. The state then collects and distributes a prescribed sum among local taxing authorities, and that payment of state tax shall be in lieu of local taxes upon utility realty.
- 6114 Payments in Lieu of Taxes
Revenue received in lieu of taxes for property withdrawn from the tax rolls of the LEA for public housing, forest lands, game lands, water conservation or flood control. (This revenue is classified "From Local Sources" although payments may be received from Public Housing Authorities, the Department of Education, the Department of Environmental Resources, the State Game Commission or the County Commissioners).
- 6143 Current Act 511 Local Services Tax
Revenue received under Act 511 and Act 7 of 2007 for flat rate assessment of local services taxes. The local services tax is levied on resident and non-resident individuals employed within the taxing district for the privilege of engaging in and occupation.
- 6151 Current Act 511 Earned Income Taxes
Revenue received under Act 511 for taxes levied upon wages, salaries, commissions, net profits or other compensation of those who earn income within the taxing jurisdiction of the LEA.
- 6153 Current Act 511 Real Estate Transfer Taxes
Revenue Received under Act 511 for percentage assessment on the transfer price of real property within the jurisdiction of the LEA.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

- 6411 Delinquent Real Estate Taxes
Revenue received from taxes assessed and levied upon real property, which have become delinquent.
- 6420 Delinquent Per Capita
Revenue received from per capita taxes levied that have become delinquent.
- 6451 Delinquent Earned Income Taxes
Revenue received under Act 511 for taxes levied upon wages, salaries, commissions, net profits or other compensation of those who earn income within the taxing jurisdiction of the LEA that have become delinquent.
- 6510 Earnings on Investments
Interest revenue received on temporary or permanent interest-bearing investments and interest-bearing checking accounts. (Investments would include U.S. treasury bills, notes, savings accounts, certificates of deposit, mortgages, or other interest-bearing investments).
- 6710 Admissions
Revenue from patrons of a school-sponsored activity, such as a concert or athletic event.
- 6740 Fees
Revenue from students for fees such as locker fee, parking fees, computer fees and activity participation.
- 6831 Federal Revenue Received From Other LEA's
Federal revenue received as pass through funds from a Pennsylvania LEA.
- 6832 Federal IDEA Revenue Received From Other LEA's
Federal IDEA revenue received as pass through funds from a Pennsylvania LEA.
- 6910 Rentals
Revenues from the rental of school property which is being used for school purposes, and the net earnings from rents and leases of school property that is not being used for school purposes, but is being held for future use or disposal. The credit to this account should include only receipts from flat rate rental charges not identifiable as an offset against expenditures. Include here gas lease or royalty revenues.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

- 6920 Contributions and Donations from Private Sources
Contributions, donations, and grants from private sources are revenues from philanthropic foundations, private individuals or organizations for which no repayment or service is expected.
- 6941 Tuition - Regular Day School
Revenue received from students, their parents or their guardians for education provided by the LEA.
- 6991 Refunds of a Prior Year Expenditure
Refunds are receipts of cash returning all or part of a prior period(s) expenditure.
- 6999 Other Revenues not Specified Above

State Revenues

- 7110 Basic Education Subsidy
Revenue received from the Commonwealth of PA designated for Basic Education. This revenue is reported on the Pennsylvania Department of Education - Basic Education Report available on the FAI system (PDE-2548).
- 7160 Tuition for Orphans and Children Placed in Private Homes
Revenue Received from the Commonwealth of PA as tuition for children who are orphans and/or children placed in private homes by the court. Payments are made in accordance with Section 1305 and 1306 of the Public School Code.
- 7271 Special Education Subsidy
Revenue received from the Commonwealth of PA for expenditures incurred in instructing school age special education students.
- 7311 Pupil Transportation Subsidy
Revenue received from the Commonwealth of PA for regular pupil transportation, and payments for board and lodging in lieu of transportation in accordance with sections 2541-2542 of the Public School Code.
- 7312 Non-Public and Charter School Transportation Subsidy
Revenue received from the Commonwealth of PA for nonpublic and charter school transportation in accordance with section 2509.3 of the Public School Code.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

- 7320 Rental and Sinking Fund Payments/Building Reimbursement Subsidy
Revenue received from the Commonwealth of PA as a payment for approved lease rentals, sinking fund obligations, or any approved LEA debt obligations for which the Department of Education has assigned a lease number.
- 7330 Health Services (Medical, Dental, Nurse, Act 25)
Revenue received from the Commonwealth of PA for health service expenditures. Payments are made in accordance with section 2505.1 of the Public School Code and include revenue for medical, dental, nurse and Act 25 health services.
- 7340 State Property Tax Reduction Allocation
Revenue received from the Commonwealth of PA designated for school district property tax reduction. Payments are made in accordance the section 505 of Special Session Act 1 of 2006.
- 7505 Ready-To-Learn Grant
Revenue received from the Commonwealth of PA, authorized by Act 126 of 2014, to provide resources for public schools that focus on student achievement and academic success and for pre-k and Full-day kindergarten and other proven educational programs.
- 7810 State Share of Social Security and Medicare Taxes
Revenue received from the Commonwealth of PA designated as the Commonwealth's matching share of the employer's contribution of the Social Security and Medicare Taxes for covered employees who are not federally funded.
- 7820 State Share of Retirement Contributions
Revenue received from the Commonwealth of PA designated as the Commonwealth's matching share of the employer's contribution of Retirement Contributions for active members of the Public School Employees Retirement System.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

Federal Revenues

- 8514 ESSA, Title I - Improving The Academic Achievement of the Disadvantaged
Revenue received for the education of disadvantaged children under ESSA, Title I. Funding for programs such as Keystones to Opportunities, School Improvement Grants, Comprehensive School Reform Program, Reading First, Even Start, Reward School Grants and Improving Literacy through Libraries (list not all inclusive) should be recorded to this account.
- 8515 ESSA, Title II - Preparing, Training and Recruiting High Quality Teachers and Principals
Revenue received for the education of children under ESSA, Title IIa Improving Teacher Quality, and Eisenhower Professional Development (list not all inclusive) are samples of funding.
- 8810 School Based ACCESS Medicaid Reimbursement Program (SBAP)
SBAP is and MA program that reimburses school entities for direct, eligible health-related services including transportation. These services are provided to MA enrolled, special needs students, and reimbursement claims are processed through Public Consulting Group (PCG). Reimbursable services include, but are not limited to, occupational therapy, physical therapy, and psychological counseling. Payments for SBAP costs come from the Department of Education (PDE) through the completion of the PDE-352 ACCESS Fund Request Form.
- 8820 Medical Assistance Reimbursement for Administrative Claiming Program
The Administrative Claiming Program reimburse LEAs for the costs associated with administrative Medicaid-related activities. These funds also include the partial reimbursement that schools receive on behalf of the service fees paid to PCG for the processing of their SBAP claims. Payments for SBAP Administrative Claiming are received from the Department of Public Welfare.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

2016-17 PROJECTED TO 2017-18 BUDGET

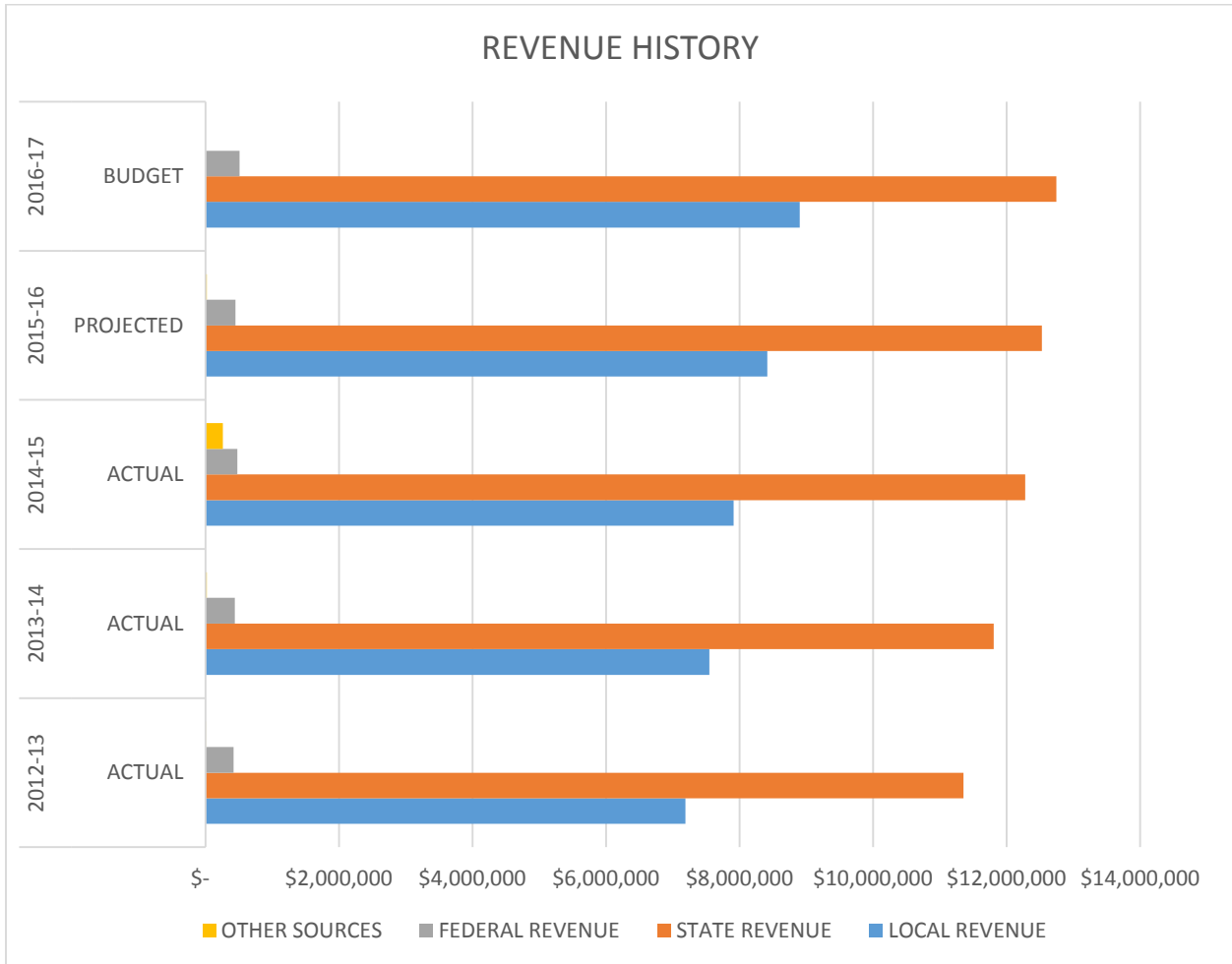
5-YEAR REVENUE HISTORY

| <u>G/L</u> | <u>ACCOUNT NAME</u> | <u>2013-14</u> <u>ACTUAL</u> | <u>2014-15</u> <u>ACTUAL</u> | <u>2015-16</u> <u>ACTUAL</u> | <u>2016-17</u> <u>PROJECTED</u> | <u>2017-18</u> <u>BUDGET</u> | <u>%</u> <u>INC</u> |
|------------|-----------------------------------|---------------------------------|---------------------------------|---------------------------------|------------------------------------|---------------------------------|------------------------|
| 6111 | Real Estate | 5,331,251 | 5,579,181 | 6,295,490 | 6,745,505 | 7,039,040 | 4% |
| 6112 | Real Estate Interim | 56,135 | 17,458 | 13,584 | 20,000 | 35,000 | 75% |
| 6113 | Public Utility - PURTA | 7,923 | 8,617 | 8,385 | 8,532 | 8,000 | -6% |
| 6114 | Payment in Lieu of Taxes | 2,516 | 2,952 | 3,101 | 2,640 | 3,000 | 14% |
| 6143 | Occupational | 12,887 | 12,214 | 13,772 | 11,000 | 11,000 | 0% |
| 6151 | Current Wage | 1,158,260 | 1,277,195 | 1,223,889 | 1,160,000 | 1,160,000 | 0% |
| 6153 | Real Estate Transfer | 98,449 | 106,661 | 139,886 | 100,000 | 93,000 | -7% |
| 6411 | Delinquent Real Estate | 458,334 | 457,813 | 429,073 | 450,100 | 450,100 | 0% |
| 6420 | Delinquent Per Capita | 31 | 313 | 44 | 0 | 0 | |
| 6451 | Delinquent Wage Tax | <u>89,892</u> | <u>145,814</u> | <u>31,541</u> | <u>10,000</u> | <u>10,000</u> | 0% |
| | TOTAL LOCAL TAX REVENUES | 7,215,678 | 7,608,218 | 8,158,765 | 8,507,777 | 8,809,140 | 3.54% |
| 6500 | Earning on Investments | 13,967 | 9,923 | 16,236 | 16,000 | 17,000 | 6% |
| 6710 | Admissions | 24,476 | 21,077 | 24,194 | 23,918 | 21,000 | -12% |
| 6740 | Fees | 0 | 0 | 24,698 | 23,000 | 30,000 | 30% |
| 6831 | Pass-Thru - BVIU - IDEA B | 204,735 | 212,951 | 223,046 | 215,608 | 215,608 | 0% |
| 6910 | Rentals | 12,295 | 12,986 | 9,505 | 12,000 | 12,000 | 0% |
| 6920 | Private Gifts/Grants - Other | 30,871 | 4,038 | 1,782 | 69,308 | 0 | -100% |
| 6920 | Tuition | 1,200 | - | 6,125 | 0 | - | |
| 6990 | Miscellaneous | <u>44,628</u> | <u>40,961</u> | <u>18,359</u> | <u>15,200</u> | <u>13,000</u> | -14% |
| | TOTAL LOCAL OTHER REVENUES | 332,172 | 301,936 | 323,945 | 375,034 | 308,608 | -17.71% |
| 7110 | Basic Education Subsidy | 7,822,011 | 7,822,011 | 7,898,707 | 8,008,000 | 8,061,000 | 1% |
| 7160 | Section 1305/1306 | 6,241 | 10,769 | 0 | 0 | 600 | |
| 7220 | Vocational/Driver's Ed | | 413 | | 0 | | |
| 7271 | Special Education Subsidy | 960,410 | 975,948 | 1,000,057 | 1,017,994 | 1,038,000 | 2% |
| 7310 | Transportation | 714,639 | 746,635 | 729,985 | 700,000 | 620,000 | -11% |
| 7320 | Rental Reimb/PlanCon | 429,895 | 428,218 | 431,593 | 413,738 | 430,000 | 4% |
| 7330 | Medical & Dental | 29,137 | 27,964 | 28,166 | 28,000 | 29,000 | 4% |
| 7340 | State Property Tax Reduction | 500,254 | 500,763 | 500,361 | 500,441 | 501,105 | 0% |
| 7501 | Ready-To-Learn/Misc Grant | 110,588 | 213,095 | 268,806 | 271,806 | 268,806 | -1% |
| 7810 | Social Security & Medicare | 375,112 | 390,142 | 378,809 | 400,000 | 421,000 | 5% |
| 7820 | Retirement Reimbursement | <u>861,176</u> | <u>1,162,740</u> | <u>1,360,588</u> | <u>1,528,000</u> | <u>1,796,000</u> | 18% |
| | TOTAL STATE REVENUES | 11,809,463 | 12,278,698 | 12,597,072 | 12,867,979 | 13,165,511 | 2.31% |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

5-YEAR REVENUE HISTORY - continued

| G/L | ACCOUNT NAME | 2013-14 | 2014-15 | 2015-16 | 2016-17 | 2017-18 | % |
|------|-------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------|
| | | ACTUAL | ACTUAL | ACTUAL | PROJECTED | BUDGET | INC |
| 8514 | ESSA/Title I | 299,894 | 273,632 | 303,500 | 349,661 | 340,000 | -3% |
| 8519 | Title IIA - Teacher Quality | 82,511 | 76,706 | 76,364 | 74,000 | 74,000 | 0% |
| 8810 | ACCESS | <u>57,826</u> | <u>127,596</u> | <u>78,868</u> | <u>74,000</u> | <u>74,000</u> | 0% |
| | TOTAL FEDERAL REVENUES | 440,231 | 477,934 | 458,732 | 497,661 | 488,000 | -1.94% |
| 9200 | Proceeds from Financing | 0 | - | 412,910 | - | - | - |
| 9400 | Insurance /Sale Proceeds | 18,739 | - | 40,828 | 58,000 | - | - |
| 9xxx | Natural Gas Lease Purchase | - | 80,188 | 0 | 0 | - | - |
| 9500 | Refund of Prior Yr Expend. | - | <u>179,979</u> | <u>18,120</u> | <u>0</u> | - | - |
| | TOTAL OTHER REVENUES | 18,739 | 260,167 | 471,858 | 58,000 | 0 | 100% |
| | TOTAL REVENUES | 19,816,283 | 20,926,953 | 22,010,372 | 22,306,451 | 22,771,259 | 2.08% |



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

STATE SUSBSIDY PAYMENT SCHEDULE

JULY

AUGUST

| | |
|------------------------------------|--------|
| Basic Education Subsidy | 15.00% |
| Transportation - SD - Prior Year | 10.00% |
| Social Security Reimbursement - PY | 25.00% |
| Federal Programs Payment | 9.00% |

SEPTEMBER

| | |
|-------------------------------|--------|
| Special Education Subsidy | 15.00% |
| Retirement Reimbursement - PY | 25.00% |
| Federal Programs Payment | 9.00% |

OCTOBER

| | |
|--------------------------|--------|
| Basic Education Subsidy | 15.00% |
| Federal Programs Payment | 9.00% |

NOVEMBER

| | |
|----------------------------------|--------|
| Special Education Subsidy | 15.00% |
| Transportation - SD - Prior Year | 20.00% |
| Social Security Reimbursement | 25.00% |
| Federal Programs Payment | 9.00% |

DECEMBER

| | |
|----------------------------------|--------|
| Basic Education Subsidy | 15.00% |
| Transportation - SD - Prior Year | 25.00% |
| Transportation - NP | 50.00% |
| Retirement Reimbursement | 25.00% |
| Federal Programs Payment | 9.00% |

JANUARY

| | |
|---------------------------|--------|
| Special Education Subsidy | 15.00% |
| Federal Programs Payment | 9.00% |

FEBRUARY

| | |
|-------------------------------|--------|
| Basic Education Subsidy | 15.00% |
| Social Security Reimbursement | 25.00% |
| Federal Programs Payment | 9.00% |

MARCH

| | |
|------------------------------------|--------|
| Special Education Subsidy | 15.00% |
| Transportation - SD - Current Year | 25.00% |
| Retirement Reimbursement | 25.00% |
| Federal Programs Payment | 9.00% |

APRIL

| | |
|--------------------------|--------|
| Basic Education Subsidy | 15.00% |
| Federal Programs Payment | 9.00% |

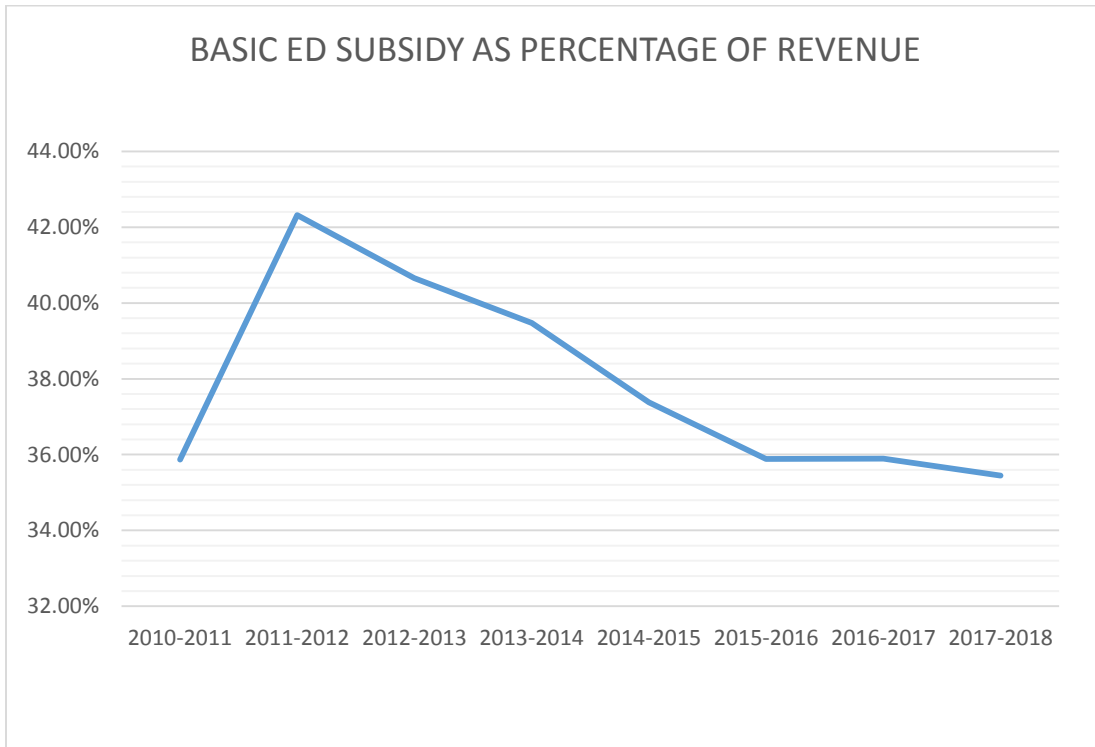
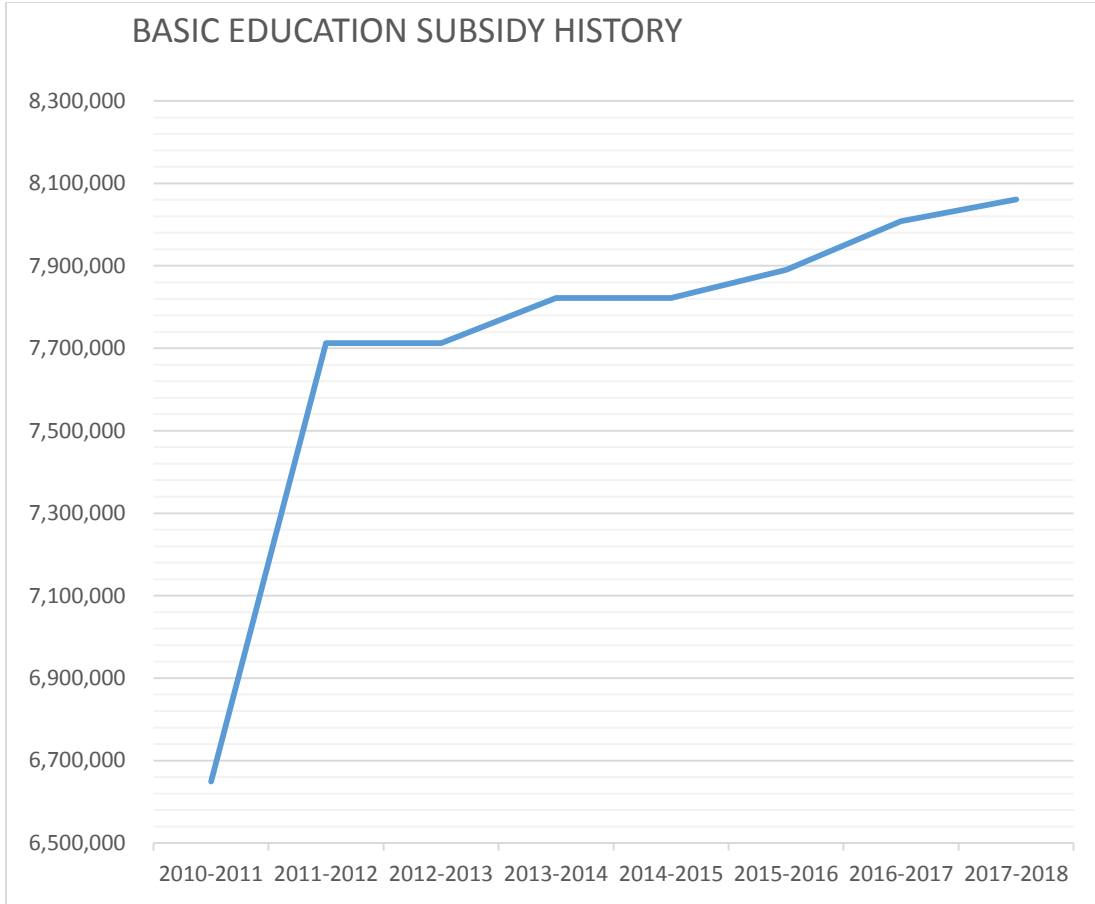
MAY

| | |
|-------------------------------|--------|
| Basic Education Subsidy | 25.00% |
| Special Education Subsidy | 25.00% |
| Social Security Reimbursement | 25.00% |
| Federal Programs Payment | 9.00% |

JUNE

| | |
|------------------------------------|---------|
| Transportation - SD - Current Year | 20.00% |
| Transportation - NP | 50.00% |
| Retirement Reimbursement | 25.00% |
| Federal Programs Payment | 10.00% |
| Section 1305/1306 | 100.00% |
| Homebound | 100.00% |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET



FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

EXPENDITURES AND OTHER FINANCING USES

Expenditures and expenses are decreases of net financial resources. They are classified by fund, function, object, funding source, instructional organization, and operational unit as required by the Commonwealth of Pennsylvania. The district is permitted to further code expenditures by subject matter, job classification and special cost center.

The expenditure and expense accounting system has been so structured that all costs within the particular subdivisions of that function can be combined to form a summary of total related costs. Costs are recorded only once so they are mutually exclusive. The aggregation of mutually exclusive and related costs makes possible comparisons between that various functions and subdivisions of that function.

Expenditure function and object descriptions are taken from the *Chart of Accounts for PA Local Educational Agencies* which is maintained by the PA Office of the Budget, Office of Comptroller Operations, Central Agencies & School Finance Unit. RA-SchFin@pa.gov.

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

EXPENDITURE OBJECT CODES

100 - PERSONNEL SERVICES - SALARIES

110 OFFICIAL/ADMINISTRATIVE

A grouping of assignments comprising the various skill levels required to perform management activities, such as developing broad policies for the LEA and executing these policies through direction of staff members at all LEA levels. Those activities performed directly for policymakers are also included here. The "Official/Administrative" classification does not preclude "Professional - Educational" or "Professional - Other" status.

120 PROFESSIONAL - EDUCATIONAL

A grouping of assignments requiring a high degree of knowledge and skills acquired through at least a baccalaureate degree (or its equivalent obtained through special study and/or experience), including skills in the field of education or educational psychology.

130 PROFESSIONAL - OTHER

A grouping of assignments requiring a high degree of knowledge and skills acquired through at least a baccalaureate degree (or its equivalent obtained through special study and/or experience), including skills in the field of education. This includes athletic coaches and musical directors.

140 TECHNICAL

A grouping of assignments requiring a combination of basic scientific knowledge and manual skills which can be obtained through approximately two years of post-high school education, such as is offered in a community/junior colleges and technical institutes, or through equivalent special study and/or on-the-job training.

150 OFFICE/CLERICAL

A grouping of assignments to perform the activities of preparing, transferring, transcribing, systematizing, or preserving communications, records, and transactions, regardless of the level of skills required, where the activities are non-manual.

160 CRAFTS AND TRADES

A grouping of manual assignments requiring a relatively high skill level (usually acquired through an extensive period of training) as well as requiring considerable judgment and a thorough and comprehensive knowledge of the processes involved in the work.

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

170 OPERATOR AND LABORER

A grouping of manual assignments requiring an intermediate skill level (which can be mastered in a few weeks through limited training) necessary to perform machine operating activities and to laborers performing lifting, digging, mixing, loading and pulling operations.

180 SERVICE WORK

A grouping of assignments, regardless of level of difficulty, which relate to protective and non-protective services. Include bus and hall monitors to this object.

190 INSTRUCTIONAL ASSISTANT

A grouping of assignments comprising the various skills levels required to perform activities associated with teaching.

200 -PERSONNEL SERVICES - EMPLOYEE BENEFITS

210 GROUP INSURANCE - CONTRACTED PROVIDER

The LEA's share of any insurance plan for life, sickness, health or other insurance coverage extended by the LEA as an employee benefit.

220 SOCIAL SECURITY CONTRIBUTIONS

The employer's share of social security and medicare taxes paid to the IRS.

230 PSERS RETIREMENT CONTRIBUTIONS

The full employer's share of retirement contributions paid to the Public School Employee's Retirement Board (PSERS).

240 TUITION REIMBURSEMENT

Amounts reimbursed or paid directly by the LEA to any employee qualifying for tuition reimbursement based on the LEA's tuition reimbursement policy.

250 UNEMPLOYMENT COMPENSATION

Expenditures for unemployment compensation.

260 WORKER'S COMPENSATION

Expenditures for Worker's Compensation insurance coverage.

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

270 GROUP INSURANCE - SELF INSURANCE

Amounts paid by the LEA to provide benefits for its current or retired employees by an LEA that is self-insured. These can included self-insured sickness, health or other insurance coverage.

280 OTHER POST EMPLOYMENT BENEFITS (OPEB)

Expenditure by the LEA for retiree's Health and or other post-employment benefits in accordance with GASB #45. Self-insured OPEB benefits are recorded to the 270 objects.

290 OTHER CURRENT EMPLOYEE BENEFITS

Expenditures by the LEA for employee benefits other than those classified elsewhere in the 200 series of objects. Recorded contributions to 403(b) plans, retirement plans other than PSERS for current employees, and contributions to health savings accounts.

300 - PURCHASED PROFESSIONAL AND TECHNICAL SERVICES

310 OFFICIAL/ADMINISTRATIVE SERVICES

Expenditures for services in support of the various policy-making and managerial activities of the LEAS. Included would be management consulting activities oriented to general governance or business and financial management of the LEA; school management support activities; election and tax assessing and collection services.

320 PROFESSIONAL - EDUCATIONAL SERVICES

Expenditures for services in support of the instructional program and its administration. Included would be curriculum improvement services, counseling, and guidance services, library and media support, contracted instructional services and contracted substitute teachers.

330 OTHER PROFESSIONAL SERVICES

Expenditure for professional services other than education in support of the LEA operations. Included are medical doctors, lawyers, architects, auditors, accountants, therapists, audiologists, editors, negotiation specialists, etc.

340 TECHNICAL SERVICES

Recorded here are services to the LEA that require basic scientific knowledge and/or manual skills. Included are data processing services, purchasing, and warehousing services, graphic arts, etc.

350 SECURITY.SAFETY SERVICES

Expenditures incurred by the LEA to provide safety/security measures.

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

390 OTHER PURCHASED PROFESSIONAL AND TECHNICAL SERVICES

Expenditure by the LEA for those purchased professional and technical services not classified elsewhere in the 300 series of objects.

400 - PURCHASED PROPERTY SERVICES

410 CLEANING SERVICES

Services not provided by the LEA employees to clean building and provide maintenance for grounds and uniforms.

420 UTILITY SERVICES

Utility services other than communication services. And those for heating and air conditioning.

430 REPAIRS AND MAINTENANCE SERVICES

Expenditures for repairs and maintenance services not provided by LEA personnel. This includes contract and agreement covering the upkeep of buildings, equipment and vehicles.

440 RENTALS

Costs for rental or leasing of land, buildings, equipment and vehicles.

450 CONSTRUCTION SERVICES

Expenditures for constructing, renovating and remodeling buildings or infrastructure paid to contractors. Also include costs for nonpermanent site improvements such as fencing and walkways related to buildings and building sites.

460 EXTERMINATION SERVICES

Expenditures for extermination services not provided by LEA personnel.

490 OTHER PURCHASED SERVICES

Expenditure by the LEA for those purchased property services not classified elsewhere in the 400 series of objects.

500 -OTHER PURCHASED SERVICES

510 STUDENT TRANSPORTATION SERVICES

Expenditures for transporting pupils to and from school and/or other school related activities.

520 INSURANCE - GENERAL

Expenditures for insurance coverage except employee benefits.

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

530 COMMUNICATIONS

Expenditures for services provided by persons or businesses to assist in transmitting and receiving messages or information. This account includes telephone, postage, and postage machine rental.

540 ADVERTISING AND PUBLIC RELATIONS

Advertising - The costs of advertising media and corollary administrative costs. Public Relations - includes community relations and means those activities dedicated to maintaining the image of the non-Federal entity or maintaining or promoting understanding and favorable relations with the community or public at large or segment of the public.

550 PRINTING AND BINDING

Expenditures for printing and binding according to specifications of the LEA. This includes the design and printing of forms and posters as well as printing and binding of LEA publications.

560 TUITION

Expenditures to reimburse other educational agencies for educational services provided to student residing in the LEA's district.

570 FOOD SERVICE MANAGEMENT

Contracted expenditures for the operation of a local food service facility by other than employees of the LEA.

580 TRAVEL

Expenditures for transportation, meals, lodging and associated expenses incurred by staff members or students traveling on behalf of the LEA. Per diem in lieu of reimbursement of actual expenses are also charged here. Include travel to and from conference sites. Training fees and associated training costs should be recorded to object 324.

590 MISCELLANEOUS PURCHASED SERVICES

Expenditure by the LEA for those purchased services not classified elsewhere in the 500 series of objects.

600 - SUPPLIES

610 GENERAL SUPPLIES

Expenditures for all supplies, other than those listed below, acquired for the operation of the LEA, including freight and cartage.

620 ENERGY

Expenditures for energy consumed by the LEA

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

630 FOOD

Expenditures for food used in the school Food Service Program and other programs that allow food expenditures.

640 BOOKS AND PERIODICALS

Expenditures for books, textbooks, and periodicals prescribed and available for general use, including any reference books. This category includes the cost of workbooks textbook binding or repairs, as well as textbooks, which are purchased for resale or rental.

650 SUPPLIES AND FEES - TECHNOLOGY RELATED.

Technology related supplies include supplies that are typically used in conjunction with technology related hardware or software, such as CDs, flash drives parallel cables and monitor stands. Included are all on-line course work, reference materials and educational services, such as Scholastic or Classroom Connect, to this object code. Also, record all software licensing fees and related costs incurred to acquire the materials in this category.

700 - PROPERTY

710 LAND AND LAND IMPROVEMENTS

Expenditures for the purchase of land, land improvements and related professional services. Purchases of air rights, mineral rights, and the like are recorded here. Expenditures for the improvement of sites and adjacent ways after acquisition consisting of work such as grading, landscaping, seeding, and planting of shrubs and trees; construction new sidewalks, roadways, retaining walls, sewers, and storm drains, installing hydrants; initial surfacing and soil treatment of athletic fields and tennis courts; furnishing and installing for the first time fixed playground apparatus, flagpoles, gateways, fences, and underground storage tanks which are not parts of building service systems; and demolition work are recorded here. Also, recorded in this account are special assessments against the LEA for capital improvements such as streets, curbs, drains and water systems.

720 BUILDINGS

Expenditures for acquiring existing buildings. This object code is used with the original entry required when recording a capital lease purchase of an existing building for the expenditure reflecting present value of the minimum lease payments. Subsequent principal and interest payments on the capital lease are recorded in the appropriate 900 and 830 object codes.

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

740 DEPRECIATION

The portion of the cost of a capital asset that is charged as an expense during a particular period.

750 EQUIPMENT - ORIGINAL AND ADDITIONAL

Expenditures for original and additional equipment. Original and additional equipment acquisitions built into site or building are used only with the 4000 function. Other equipment acquisitions are coded according to the appropriate function.

760 EQUIPMENT - REPLACEMENT

Expenditures for replacement equipment. Replacement acquisitions for equipment built into site or building are used with the 4000 functions. Other replacement equipment acquisitions are coded according to the appropriate function.

770 AMORTIZATION EXPENSE

The portion of the cost of an intangible asset that is charged as an expense during a particular period.

780 INFRASTRUCTURE ASSETS

Record expenditures for long lived capital assets that normally are stationary in nature and can be preserved for a significantly greater number of years than other capital assets. Examples are roads, tunnels and sewer systems.

790 OTHER PROPERTY

Acquisition of capital assets not classified elsewhere in the 700 series of object.

800 - OTHER OBJECTS

810 DUES AND FEES

Expenditures or assessments for membership in professional or other organizations or associations or payments to a paying agent for services rendered.

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

820 CLAIMS, JUDGEMENTS AND PENALTIES AGAINST THE LEA

Expenditures from current fund for all claims, judgments and penalties against the LEA. Expenditures for judgments against the LEA resulting from failure to pay bills or debt service are recorded under the appropriate expenditure accounts as though the bills or debt service had been paid when due. Lawsuits settlement should be coded to Function 2310. Include in this object code amounts related to arbitrage rebate expenses and IRS penalties.

830 INTEREST

Expenditures for interest on notes, bonds, lease-purchase agreements and short term borrowings.

840 CONTINGENCY

This account is provided for the budgeting of appropriations. Expenditures to be paid from the contingency should be charged to the appropriate function and object.

GRANTS TO MUNICIPAL AND COMMUNITY SERVICE

860 ORGANIZATIONS

Amounts donated by the LEA for community services such as; recreation, civic, public library, custody, and child care, welfare or other community service.

870 DONATED SERVICES

The value of services donated to the LEA. This account is used only with the Food Services Program

880 REFUNDS OF PRIOR YEARS' RECEIPTS

Expenditures of the General Fund for refunds of taxes, tuition, transportation charges, or any other refunds of money received prior to the current fiscal year that now constitutes debt or is an adjudged liability and must be repaid.

890 MISCELLANEOUS EXPENDITURES

Expenditures for good and services not properly classified in the 800 series of accounts.

900 - OTHER USES OF FUNDS

910 REDEMPTION OF PRINCIPAL

Outlays from current funds to retire principal of debt service, serial bonds, long term loans, and lease purchase agreements.

FREEDOM AREA SCHOOL DISTRICT 2017- 2018 BUDGET

920 AUTHORITY OBLIGATION PRINICIPAL PAYMENTS

Outlays to retire the principal of obligations of the LEA to the State Public School Building Authority or to a Municipal Authority under the terms of the agreement or contract between such authority and the LEA.

930 FUND TRANSFERS

Includes all interfund and intrafund transfers of money. Intrafund transfers are eliminated for external financial reporting purposes.

990 MISCELLANEOUS USE OF FUNDS

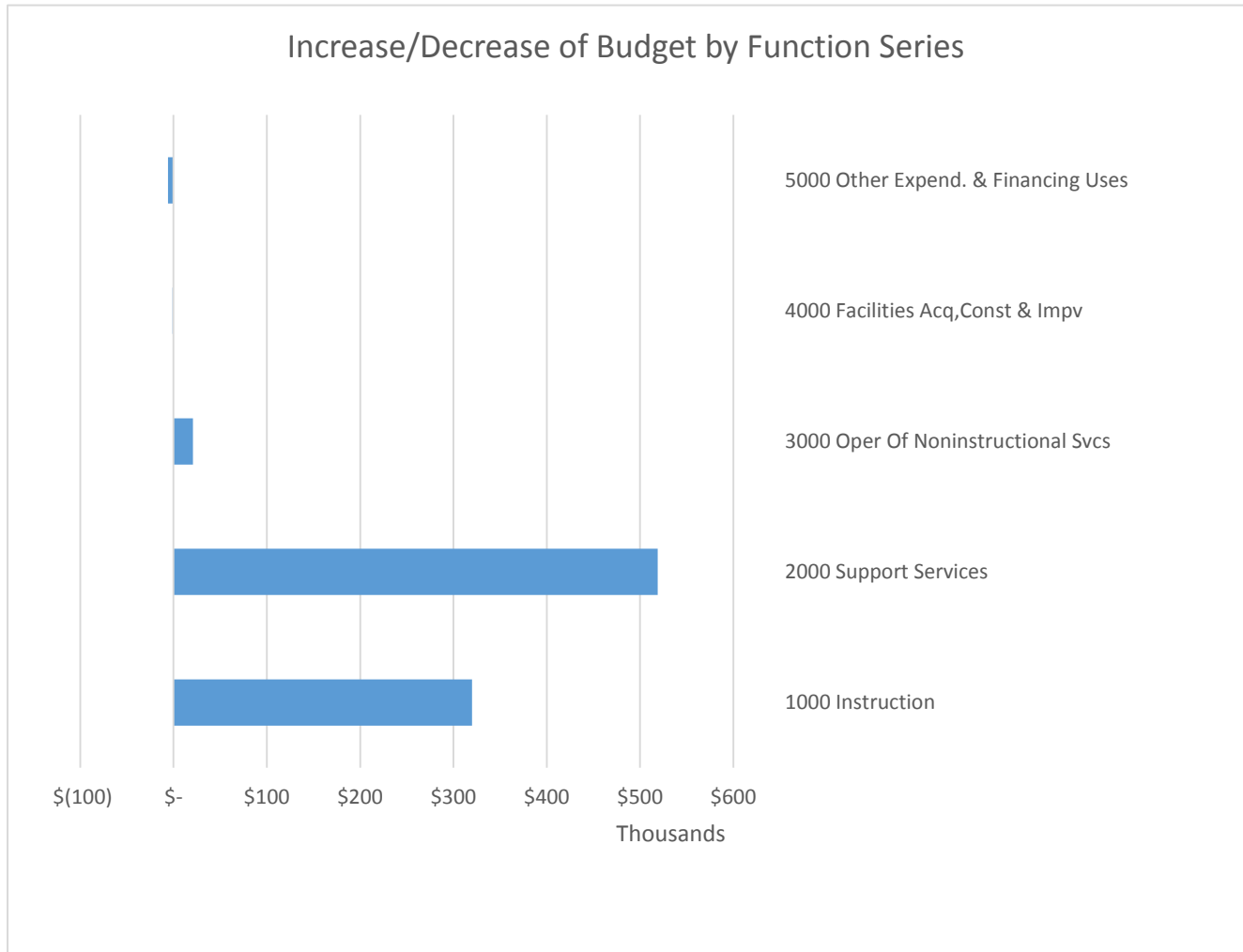
Uses of funds not classified elsewhere n the 900 series of accounts.

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

EXPENDITURES - Reported by Function

The Function describes the activities for which a service or material is acquired. The functions are classified into five broad areas: 1)Instruction, 2)Support Services, 3)Operation of Non-instructional Services, 4)Facilities Acquisitions, Construction, and Improvement Services, and 5)Other Financing Uses. Functions consist of activities, which have somewhat the same general operating objectives. Most reporting to the Commonwealth is done at the sub-function level. Each sub-function used by the district is defined within the report.

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|-------------------------------------|---------------------|------------------------|---------------------|---|-------------|
| | | | | DOLLAR CHANGE | % CHANGE |
| 1000 Instruction | \$ 13,739,541 | \$ 13,741,341 | \$ 14,061,303 | \$ 319,962 | 2.3% |
| 2000 Support Services | \$ 6,868,431 | \$ 6,717,624 | \$ 7,236,541 | \$ 518,917 | 7.7% |
| 3000 Oper Of Noninstructional Svcs | \$ 629,142 | \$ 631,115 | \$ 651,937 | \$ 20,822 | 3.3% |
| 4000 Facilities Acq,Const & Impv | \$ 143,500 | \$ 147,500 | \$ 146,500 | \$ (1,000) | -0.7% |
| 5000 Other Expend. & Financing Uses | \$ 1,164,047 | \$ 1,164,047 | \$ 1,158,100 | \$ (5,947) | -0.5% |
| Report Totals | \$ 22,544,661 | \$ 22,401,627 | \$ 23,254,381 | \$ 852,754 | 3.8% |

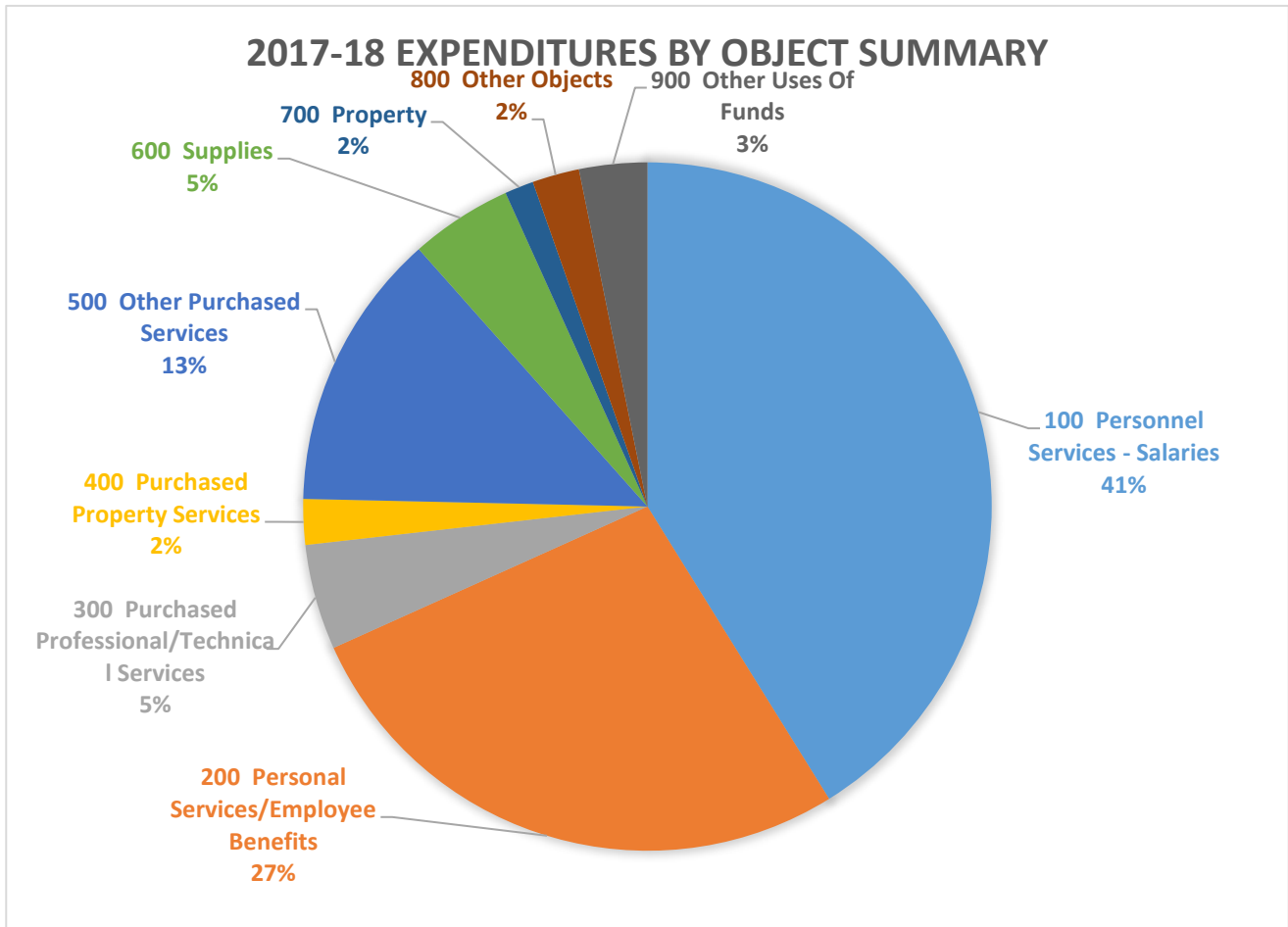


FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

EXPENDITURES - Reported by Object

The Object is the service or commodity bought. The object is divided into nine (9) major categories and are shown in the following chart. A definition of each sub-object, used by the district, is defined on the "Expenditure Codes" listing on the following pages.

| | <u>EXP 16-17</u> <u>PROJECTED</u> | <u>EXP 17-18</u> <u>BUDGET</u> | <u>CHANGE</u> | <u>% INCREASE/ DECREASE</u> <u>FROM 16-17</u> | <u>% OF</u> <u>LINE TO</u> <u>TOTAL 17-</u> <u>18</u> |
|---|--------------------------------------|-----------------------------------|------------------|--|--|
| 100 Personnel Services - Salaries | \$ 9,120,497 | \$ 9,526,977 | \$ 406,480 | 4.5% | 41.0% |
| 200 Personal Services/Employee Benefits | \$ 5,965,352 | \$ 6,488,344 | \$ 522,992 | 8.8% | 27.9% |
| 300 Purchased Professional/Technical Services | \$ 1,045,152 | \$ 1,006,331 | \$ (38,821) | -3.7% | 4.3% |
| 400 Purchased Property Services | \$ 551,829 | \$ 550,215 | \$ (1,614) | -0.3% | 2.4% |
| 500 Other Purchased Services | \$ 3,037,053 | \$ 3,130,750 | \$ 93,697 | 3.1% | 13.5% |
| 600 Supplies | \$ 1,206,570 | \$ 1,093,112 | \$ (113,458) | -9.4% | 4.7% |
| 700 Property | \$ 253,785 | \$ 247,600 | \$ (6,185) | -2.4% | 1.1% |
| 800 Other Objects | \$ 501,389 | \$ 471,052 | \$ (30,337) | -6.1% | 2.0% |
| 900 Other Uses Of Funds | <u>\$ 720,000</u> | <u>\$ 740,000</u> | <u>\$ 20,000</u> | 2.8% | 3.2% |
| Report Totals | \$ 22,401,627 | \$ 23,254,381 | \$ 852,754 | 3.8% | 100.0% |

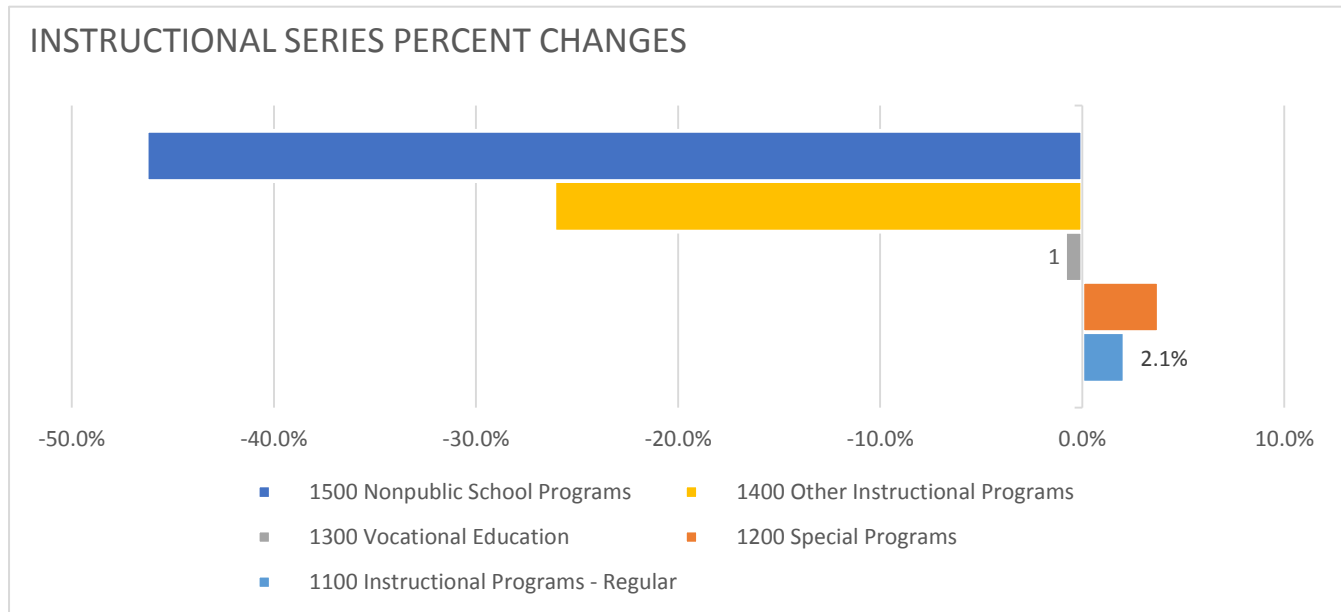


FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

1000 - INSTRUCTIONAL PROGRAMS

Instruction includes all those activities dealing directly with the interaction between teachers and students and related costs, which can be directly attributed to a program of instruction. Teaching may be provided for students in a school classroom, in another location such as a home or hospital, and in other learning situations such as those involving co-curricular activities. It may also be provided through some other approved medium such as web-based/computerized, television, radio, telephone, and correspondence. Included here are the activities of aides or classroom assistance of any type (clerks, graders, teaching machines, etc.) that assist in the instructional process.

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|---------------------------------------|----------------------|------------------------|----------------------|---|-------------|
| | | | | DOLLAR CHANGE | % CHANGE |
| 1100 Instructional Programs - Regular | \$ 10,033,662 | \$ 10,180,231 | \$ 10,393,277 | \$ 213,046 | 2.1% |
| 1200 Special Programs | \$ 3,283,269 | \$ 3,170,684 | \$ 3,290,751 | \$ 120,067 | 3.8% |
| 1300 Vocational Education | \$ 388,000 | \$ 353,000 | \$ 350,000 | \$ (3,000) | -0.8% |
| 1400 Other Instructional Programs | \$ 33,610 | \$ 35,564 | \$ 26,275 | \$ (9,289) | -26.1% |
| 1500 Nonpublic School Programs | \$ 1,000 | \$ 1,862 | \$ 1,000 | \$ (862) | -46.3% |
| 1000 Series Totals | \$ 13,739,541 | \$ 13,741,341 | \$ 14,061,303 | \$ 319,962 | 2.3% |



FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 | |
|--|----------------------|------------------------|----------------------|---|-------------|
| | | | | DOLLAR CHANGE | % CHANGE |
| 1100 Instructional Programs - Regular | | | | | |
| 100 Personnel Services - Salaries | \$ 5,179,027 | \$ 5,122,662 | \$ 5,297,155 | \$ 174,493 | 3.4% |
| 200 Personal Serv. - Employee Benefits | \$ 3,531,796 | \$ 3,498,240 | \$ 3,727,697 | \$ 229,457 | 6.6% |
| 300 Purchased Profess./Tech. Services | \$ 113,700 | \$ 172,700 | \$ 113,700 | \$ (59,000) | -34.2% |
| 400 Purchased Property Services | \$ 4,000 | \$ 8,715 | \$ 8,715 | \$ - | 0.0% |
| 500 Other Purchased Services | \$ 531,200 | \$ 608,800 | \$ 572,200 | \$ (36,600) | -6.0% |
| 600 Supplies | \$ 521,439 | \$ 621,329 | \$ 526,010 | \$ (95,319) | -15.3% |
| 700 Property | \$ 148,000 | \$ 143,285 | \$ 143,300 | \$ 15 | 0.0% |
| 800 Other Objects | \$ 4,500 | \$ 4,500 | \$ 4,500 | \$ - | 0.0% |
| | \$ 10,033,662 | \$ 10,180,231 | \$ 10,393,277 | \$ 213,046 | |
| 1200 Special Programs | | | | | |
| 100 Personnel Services - Salaries | \$ 1,212,904 | \$ 1,132,904 | \$ 1,189,284 | \$ 56,380 | 5.0% |
| 200 Personal Serv. - Employee Benefits | \$ 793,765 | \$ 750,980 | \$ 785,967 | \$ 34,987 | 4.7% |
| 300 Purchased Profess./Tech. Services | \$ 503,000 | \$ 476,098 | \$ 436,400 | \$ (39,698) | -8.3% |
| 400 Purchased Property Services | \$ 500 | \$ 500 | \$ 500 | \$ - | 0.0% |
| 500 Other Purchased Services | \$ 708,000 | \$ 737,802 | \$ 832,500 | \$ 94,698 | 12.8% |
| 600 Supplies | \$ 62,500 | \$ 69,800 | \$ 43,500 | \$ (26,300) | -37.7% |
| 800 Other Objects | \$ 2,600 | \$ 2,600 | \$ 2,600 | \$ - | 0.0% |
| | \$ 3,283,269 | \$ 3,170,684 | \$ 3,290,751 | \$ 120,067 | |
| 1300 Vocational Education | | | | | |
| 500 Other Purchased Services | \$ 388,000 | \$ 353,000 | \$ 350,000 | \$ (3,000) | -0.8% |
| 1400 Other Instructional Programs | | | | | |
| 100 Personnel Services - Salaries | \$ 8,000 | \$ 8,000 | \$ 8,000 | \$ - | 0.0% |
| 200 Personal Serv. - Employee Benefits | \$ 3,110 | \$ 3,064 | \$ 3,275 | \$ 211 | 6.9% |
| 500 Other Purchased Services | \$ 22,500 | \$ 24,500 | \$ 15,000 | \$ (9,500) | -38.8% |
| | \$ 33,610 | \$ 35,564 | \$ 26,275 | \$ (9,289) | |
| 1500 Nonpublic School Programs | | | | | |
| 300 Purchased Profess./Tech. Services | \$ 1,000 | \$ 1,862 | \$ 1,000 | \$ (862) | -46.3% |
| 1000 Series Totals | \$ 13,739,541 | \$ 13,741,341 | \$ 14,061,303 | \$ 319,962 | 2.3% |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

1100 REGULAR INSTRUCTIONAL

Activities designed to provide grades K-12 students with learning experiences to prepare them for activities as citizens, family members, and non-vocational workers as contrasted with programs designed to improve or overcome physical, mental, social and/or emotional handicaps.

1. SALARIES - Gross salaries paid to employees of the LEA. Recorded here are the salaries for 83.5 teachers in grades K-12. The total increase of \$174,493 includes contracted salary increases as well as decreasing elementary instructional faculty to add a K-6th supplemental math support as well as a lead teacher K-8. Positions in the 2200 were reallocated to offset this new course.

| | 2016-17 | 2017-18 |
|-----------------------------------|----------------|----------------|
| 121 Professional Faculty Salaries | 5,072,271 | 5,224,427 |
| 131 Professional Other Salaries | 22,134 | 27,040 |
| 181 Monitor Regular Salaries | 15,000 | 18,284 |
| 191 Aide Regular Salaries | 13,257 | 27,404 |
| | 5,122,662 | 5,297,155 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. The majority of the \$229,457 increase in benefits can be tied to the \$187,052 increase in employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries. The district is also seeing a 3% increase in health insurance costs.

| | 2016-17 | 2017-18 |
|-------------------------------------|----------------|----------------|
| 213 Life Insurance | 6,596 | 7,121 |
| 220 Social Security Contributions | 396,569 | 408,636 |
| 230 Retirement Contributions | 1,552,725 | 1,739,777 |
| 240 Tuition Reimbursement | 18,000 | 30,000 |
| 250 Unemployment Compensation | 2,000 | 8,000 |
| 260 Workers' Compensation | 39,720 | 37,390 |
| 271 Health Insurance - Self-Insured | 1,277,499 | 1,294,718 |
| 272 Dental Insurance - Self-Insured | 67,741 | 65,646 |
| 290 Other Benefits | 137,390 | 136,409 |
| | 3,498,240 | 3,727,697 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

1100 REGULAR INSTRUCTIONAL - continued

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. The \$98,000 is budgeted for substitute regular education teachers. While the \$3,500 is budgeted for instructional technology services. 2016-17 included extra substitutes for FMLA leaves.

| | 2016-17 | 2017-18 |
|--|----------------|----------------|
| 322 Professional Educ. Services - IU's | 5,000 | 5,000 |
| 323 Prof Educ Serv.-Other Agencies | 157,000 | 98,000 |
| 329 Prof Educ Services - Other | 7,200 | 7,200 |
| 348 Purchased Technical Services | 3,500 | 3,500 |
| | 172,700 | 113,700 |

4. PURCHASED PROPERTY SERVICES - Services purchased to operate, repair, maintain and rent property owned and/or used by the LEA. These services are performed by persons other than LEA employees.

| | 2016-17 | 2017-18 |
|-----------------------------|----------------|----------------|
| 432 Repairs/Main. Equipment | 8,715 | 8,715 |

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services. Includes instructional transportation services and tuition to other outside agencies. Decrease related to 2016-17 one-time grants.

| | 2016-17 | 2017-18 |
|-----------------------------------|----------------|----------------|
| 513 Contracted Carriers | 17,600 | 19,600 |
| 561 Tuition To Other State LEAs | 10,000 | - |
| 562 Tuition To PA Charter Schools | 581,000 | 550,000 |
| 580 Travel | 200 | 2,600 |
| | 608,800 | 572,200 |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use. There is an overall decrease of \$95,319, savings, being taken district-wide.

| | 2016-17 | 2017-18 |
|---------------------------|----------------|----------------|
| 610 General Supplies | 253,707 | 202,110 |
| 618 Supplies - Technology | 199,822 | 172,200 |
| 640 Books And Periodicals | 144,800 | 128,700 |
| 650 Cyber Courses | 23,000 | 23,000 |
| | 621,329 | 526,010 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

1100 REGULAR INSTRUCTIONAL - continued

7. PROPERTY - Expenditures for the acquisition of fixed/capital assets. The \$140,000 is in to place current technology equipment on a 6 year rotational schedule.

| | 2016-17 | 2017-18 |
|------------------------------------|----------------|----------------|
| 760 Equipment - Replacement | 3,285 | 3,300 |
| 768 Hardware/Software -Replacement | 140,000 | 140,000 |
| | 143,285 | 143,300 |

8. OTHER OBJECTS - Amounts paid for expenditures not otherwise classified in objects 100

| | 2016-17 | 2017-18 |
|-------------------|----------------|----------------|
| 810 Dues And Fees | 4,500 | 4,500 |

| | | |
|--|-------------------|-------------------|
| 1100 Regular Instruction Totals | 10,180,231 | 10,393,277 |
|--|-------------------|-------------------|

1200 SPECIAL PROGRAMS - ELEMENTARY/SECONDARY

Activities designed primarily for students having special needs. The Special Programs include support classes for pre-kindergarten, kindergarten, elementary and secondary students identified as exceptional.

1. SALARIES - Gross salaries paid to employees of the LEA. Recorded here are the salaries for 15 teachers in grades K-12. The total increase of \$56,380 includes contracted salary increases. Also included is the district's job coach (from full-time to part-time) and 23 classroom and personal care aides.

| | 2016-17 | 2017-18 |
|------------------------------------|----------------|----------------|
| 121 Professional Faculty Salaries: | 826,560 | 843,373 |
| Learning Support Classrooms | - | - |
| Life Skills Classroom | - | - |
| Autistic/Emotional Support Class | - | - |
| Speech Services | - | - |
| Gifted Services | - | - |
| 131 Professional Other Salaries | 24,534 | 11,220 |
| 191 Aide Regular Salaries | 281,810 | 334,691 |
| | 1,132,904 | 1,189,284 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

1200 SPECIAL PROGRAMS - ELEMENTARY/SECONDARY - continued

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. The majority of the \$34,987 increase in benefits can be tied to the \$27,577 increase in employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries. Health insurance costs have increased 3%.

| | 2016-17 | 2017-18 |
|-------------------------------------|----------------|----------------|
| 213 Life Insurance | 1,114 | 1,292 |
| 220 Social Security Contributions | 92,789 | 92,033 |
| 230 Retirement Contributions | 364,235 | 391,812 |
| 260 Workers' Compensation | 7,190 | 8,422 |
| 271 Health Insurance - Self-Insured | 248,382 | 252,818 |
| 272 Dental Insurance - Self-Insured | 11,590 | 11,940 |
| 290 Other Benefits | 25,680 | 27,650 |
| | 750,980 | 785,967 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. The \$39, 698 decrease in the budget is for a student's change of placement from the Intermediate Unit operated school to another privately operated school.

| | 2016-17 | 2017-18 |
|---------------------------------------|----------------|----------------|
| 322 Professional Educational Services | 402,598 | 371,900 |
| Learning Support Classrooms | - | - |
| Life Skills Classroom | - | - |
| Autistic/Emotional Support Class | - | - |
| Multi-Handicapped Support | - | - |
| 323 Prof Educ Serv.-Other Agencies | 18,000 | 12,000 |
| 330 Other Professional Services | 55,500 | 52,500 |
| | 476,098 | 436,400 |

4. PURCHASED PROPERTY SERVICES - Services purchased to operate, repair, maintain and rent property owned and/or used by the LEA. These services are performed by persons other than LEA employees.

| | 2016-17 | 2017-18 |
|-----------------------------|----------------|----------------|
| 432 Repairs/Main. Equipment | 500 | 500 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

1200 SPECIAL PROGRAMS - ELEMENTARY/SECONDARY - continued

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services. Includes instructional transportation services and tuition to other outside agencies. The increase of \$94,698 is due to anticipated students being placed outside the district.

| | 2016-17 | 2017-18 |
|--------------------------------------|----------------|----------------|
| 516 Student Transportation Services | 11,000 | 11,000 |
| 562 Tuition To PA Charter Schools | 234,000 | 300,000 |
| 563 Tuition To Non-public Schools | 382,802 | 411,500 |
| Learning Support Classrooms | - | - |
| Life Skills Classroom | - | - |
| Autistic/Emotional Support | - | - |
| Multi-Handicapped Support | - | - |
| 568 Tuition-Approved Private Schools | 107,000 | 107,000 |
| 580 Travel | 3,000 | 3,000 |
| | 737,802 | 832,500 |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use. There is an overall decrease of \$26,300 mainly for the one-time costs associated with an district sensory room installed during the 2016-17 school year.

| | 2016-17 | 2017-18 |
|---------------------------|----------------|----------------|
| 610 General Supplies | 69,300 | 43,000 |
| 640 Books And Periodicals | 500 | 500 |
| | 69,800 | 43,500 |

8. OTHER OBJECTS - Amounts paid for expenditures not otherwise classified in objects 100

| | 2016-17 | 2017-18 |
|-------------------|----------------|----------------|
| 810 Dues And Fees | 2,600 | 2,600 |

| | | |
|-------------------------------------|------------------|------------------|
| 1200 Special Programs Totals | 3,170,684 | 3,290,751 |
|-------------------------------------|------------------|------------------|

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

1300 VOCATIONAL EDUCATION

PDE approved programs under public supervision and control that provide organized learning experiences designed to develop skills, knowledge, attitudes, and work habits in order to prepare individuals for entrance into and progress through various levels of employment in occupational fields including agriculture, business, distribution, health, gainful, and useful home economics, and trade and industry.

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services. Includes tuition to the Beaver County Career and Technical Center. Enrollment is expected to decrease while costs are expected to increase.

| | 2016-17 | 2017-18 |
|---|----------------|----------------|
| 564 Vocational Technical School Tuition | 353,000 | 350,000 |
| 1300 Vocational Education Totals | 353,000 | 350,000 |

1400 ALTERNATIVE EDUCATION PROGRAMS

Expenditures related to providing direct instruction to regular education programs and/or classes for students in detention homes and centers, private residential rehabilitative institutions (PRRI), youth development centers (YDC), youth or youthful offenders in State Correctional Facilities, and PDE approved alternative education programs.

1. SALARIES - Gross salaries paid to employees of the LEA. Budgeted are stipends for district employees providing alternative classwork.

| | 2016-17 | 2017-18 |
|---------------------------------|----------------|----------------|
| 131 Professional Other Salaries | 8,000 | 8,000 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries.

| | 2016-17 | 2017-18 |
|-----------------------------------|----------------|----------------|
| 220 Social Security Contributions | 612 | 612 |
| 230 Retirement Contributions | 2,402 | 2,606 |
| 50 | 73 | 57 |
| | 3,087 | 3,275 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

1400 ALTERNATIVE EDUCATION PROGRAMS continued

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services. Includes tuition for students incarcerated or placed in an alternative education program

| | 2016-17 | 2017-18 |
|--|----------------|----------------|
| 561 Tuition To Other LEAs Within PA | 24,500 | 15,000 |
| 1400 Alternative Education Totals | 35,587 | 26,275 |

1500 NONPUBLIC SCHOOL PROGRAMS

Activities for students attending a school established by an agency other than the State, or subdivision of the State, or Federal government, which usually is supported primarily by other than public funds. The budget reflects the funds requirement to support Title I students at nonpublic schools.

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Title I funds supporting eligible Title I students at nonpublic schools. The number of non-public, eligible students has decreased this year.

| | 2016-17 | 2017-18 |
|--|----------------|----------------|
| 323 Prof Ed Services-Other Agencies | 1,862 | 1,000 |
| 1500 Nonpublic Education Totals | 1,862 | 1,000 |

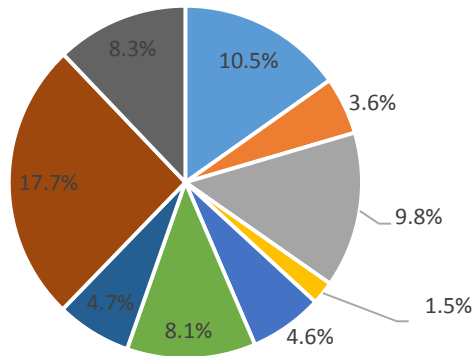
FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2000 - SUPPORT SERVICES

Support Services are those services that provide administrative, technical (such as guidance and health), and logistical support to facilitate and enhance instruction. Support services exist as adjuncts for the fulfillment of the objectives of instruction, community services, and enterprise programs, rather than entities within themselves.

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|---------------------------------------|---------------------|------------------------|---------------------|---|-------------------|
| | | | | DOLLAR CHANGE | PERCENT CHANGE |
| 2100 Support Svcs-Pupil Personnel | \$ 779,250 | \$ 787,682 | \$ 870,073 | \$ 82,391 | 10.5% |
| 2200 Support Services-Instruc Staff | \$ 795,160 | \$ 749,973 | \$ 777,107 | \$ 27,134 | 3.6% |
| 2300 Support Services-Admin | \$ 1,249,894 | \$ 1,213,377 | \$ 1,332,497 | \$ 119,120 | 9.8% |
| 2400 Support Services-Pupil Health | \$ 175,935 | \$ 175,331 | \$ 177,894 | \$ 2,563 | 1.5% |
| 2500 Support Services-Business | \$ 390,238 | \$ 366,907 | \$ 383,838 | \$ 16,931 | 4.6% |
| 2600 Operation & Maintenance of Plant | \$ 2,048,254 | \$ 1,988,576 | \$ 2,150,252 | \$ 161,676 | 8.1% |
| 2700 Student Transportation Service | \$ 1,078,788 | \$ 1,108,728 | \$ 1,161,192 | \$ 52,464 | 4.7% |
| 2800 Support Services - Central | \$ 338,912 | \$ 315,050 | \$ 370,688 | \$ 55,638 | 17.7% |
| 2900 Other Support Services | \$ 12,000 | \$ 12,000 | \$ 13,000 | \$ 1,000 | 8.3% |
| 2000 Series Totals | \$ 6,868,431 | \$ 6,717,624 | \$ 7,236,541 | \$ 518,917 | 7.7% |

SUPPORT SERIES PERCENT CHANGES



- 2100 Support Svcs-Pupil Personnel
 - 2300 Support Services-Admin
 - 2500 Support Services-Business
 - 2700 Student Transportation Service
 - 2900 Other Support Services
- 2200 Support Services-Instruc Staff
 - 2400 Support Services-Pupil Health
 - 2600 Operation & Maintenance of Plant
 - 2800 Support Services - Central

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|--|---------------------|------------------------|---------------------|---|-------------------|
| | | | | DOLLAR CHANGE | PERCENT CHANGE |
| 2100 Support Svcs-Pupil Personnel | | | | | |
| 100 Personnel Services - Salaries | \$ 420,286 | \$ 426,556 | \$ 463,334 | \$ 36,778 | 8.6% |
| 200 Pers. Serv. - Employee Benefits | \$ 269,864 | \$ 270,826 | \$ 316,159 | \$ 45,333 | 16.7% |
| 300 Purch. Profess./Tech. Services | \$ 69,000 | \$ 69,780 | \$ 69,780 | \$ - | 0.0% |
| 600 Supplies | \$ 20,100 | \$ 20,520 | \$ 20,800 | \$ 280 | 1.4% |
| | \$ 779,250 | \$ 787,682 | \$ 870,073 | \$ 82,391 | 10.5% |
| 2200 Support Services-Instruc Staff | | | | | |
| 100 Personnel Services - Salaries | \$ 406,519 | \$ 406,519 | \$ 406,608 | \$ 89 | 0.0% |
| 200 Pers. Serv. - Employee Benefits | \$ 254,375 | \$ 248,531 | \$ 259,399 | \$ 10,868 | 4.4% |
| 300 Purch. Profess./Tech. Services | \$ 110,467 | \$ 63,324 | \$ 88,000 | \$ 24,676 | 39.0% |
| 500 Other Purchased Services | \$ - | \$ 9,000 | \$ - | \$ (9,000) | -100.0% |
| 600 Supplies | \$ 23,799 | \$ 22,599 | \$ 23,100 | \$ 501 | 2.2% |
| | \$ 795,160 | \$ 749,973 | \$ 777,107 | \$ 27,134 | 3.6% |
| 2300 Support Services-Admin | | | | | |
| 100 Personnel Services - Salaries | \$ 666,701 | \$ 672,871 | \$ 727,837 | \$ 54,966 | 8.2% |
| 200 Pers. Serv. - Employee Benefits | \$ 418,093 | \$ 397,406 | \$ 461,610 | \$ 64,204 | 16.2% |
| 300 Purch. Profess./Tech. Services | \$ 22,800 | \$ 22,800 | \$ 22,800 | \$ - | 0.0% |
| 400 Purchased Property Services | \$ 4,000 | \$ 3,000 | \$ 3,000 | \$ - | 0.0% |
| 500 Other Purchased Services | \$ 55,800 | \$ 33,450 | \$ 32,350 | \$ (1,100) | -3.3% |
| 600 Supplies | \$ 66,500 | \$ 65,850 | \$ 65,900 | \$ 50 | 0.1% |
| 800 Other Objects | \$ 16,000 | \$ 18,000 | \$ 19,000 | \$ 1,000 | 5.6% |
| | \$ 1,249,894 | \$ 1,213,377 | \$ 1,332,497 | \$ 119,120 | 9.8% |
| 2400 Support Services-Pupil Health | | | | | |
| 100 Personnel Services - Salaries | \$ 109,394 | \$ 109,394 | \$ 112,410 | \$ 3,016 | 2.8% |
| 200 Pers. Serv. - Employee Benefits | \$ 53,041 | \$ 49,437 | \$ 48,984 | \$ (453) | -0.9% |
| 300 Purch. Profess./Tech. Services | \$ 5,000 | \$ 8,000 | \$ 8,000 | \$ - | 0.0% |
| 600 Supplies | \$ 8,500 | \$ 8,500 | \$ 8,500 | \$ - | 0.0% |
| | \$ 175,935 | \$ 175,331 | \$ 177,894 | \$ 2,563 | 1.5% |
| 2500 Support Services-Business | | | | | |
| 100 Personnel Services - Salaries | \$ 183,198 | \$ 183,388 | \$ 176,631 | \$ (6,757) | -3.7% |
| 200 Pers. Serv. - Employee Benefits | \$ 116,589 | \$ 116,568 | \$ 138,407 | \$ 21,839 | 18.7% |
| 300 Purch. Profess./Tech. Services | \$ 78,251 | \$ 54,751 | \$ 56,000 | \$ 1,249 | 2.3% |
| 500 Other Purchased Services | \$ 2,500 | \$ 2,500 | \$ 3,000 | \$ 500 | 20.0% |
| 600 Supplies | \$ 7,500 | \$ 7,410 | \$ 5,500 | \$ (1,910) | -25.8% |
| 700 Property | \$ 1,400 | \$ 1,400 | \$ 2,800 | \$ 1,400 | 100.0% |
| 800 Other Objects | \$ 800 | \$ 890 | \$ 1,500 | \$ 610 | 68.5% |
| | \$ 390,238 | \$ 366,907 | \$ 383,838 | \$ 16,931 | 4.6% |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|--|---------------------|------------------------|---------------------|---|-------------------|
| | | | | DOLLAR CHANGE | PERCENT CHANGE |
| 2600 Operation & Maintenance of Plant | | | | | |
| 100 Personnel Services - Salaries | \$ 699,818 | \$ 682,388 | \$ 743,588 | \$ 61,200 | 9.0% |
| 200 Pers. Serv. - Employee Benefits | \$ 480,101 | \$ 460,853 | \$ 540,762 | \$ 79,909 | 17.3% |
| 300 Purch. Profess./Tech. Services | \$ 96,285 | \$ 56,285 | \$ 68,300 | \$ 12,015 | 21.3% |
| 400 Purchased Property Services | \$ 421,048 | \$ 429,048 | \$ 427,400 | \$ (1,648) | -0.4% |
| 500 Other Purchased Services | \$ 106,000 | \$ 99,000 | \$ 103,200 | \$ 4,200 | 4.2% |
| 600 Supplies | <u>\$ 245,002</u> | <u>\$ 261,002</u> | <u>\$ 267,002</u> | <u>\$ 6,000</u> | 2.3% |
| | \$ 2,048,254 | \$ 1,988,576 | \$ 2,150,252 | \$ 161,676 | 8.1% |
| 2700 Student Transportation Service | | | | | |
| 100 Personnel Services - Salaries | \$ 10,000 | \$ 10,000 | \$ 10,000 | \$ - | 0.0% |
| 200 Pers. Serv. - Employee Benefits | \$ 3,888 | \$ 3,828 | \$ 4,092 | \$ 264 | 6.9% |
| 300 Purch. Profess./Tech. Services | \$ 6,600 | \$ 6,600 | \$ 6,600 | \$ - | 0.0% |
| 500 Other Purchased Services | \$ 1,051,300 | \$ 1,081,300 | \$ 1,133,500 | \$ 52,200 | 4.8% |
| 600 Supplies | \$ - | \$ - | \$ - | \$ - | - |
| 700 Property | <u>\$ 7,000</u> | <u>\$ 7,000</u> | <u>\$ 7,000</u> | <u>\$ -</u> | 0.0% |
| | \$ 1,078,788 | \$ 1,108,728 | \$ 1,161,192 | \$ 52,464 | 4.7% |
| 2800 Support Services - Central | | | | | |
| 100 Personnel Services - Salaries | \$ 117,483 | \$ 101,483 | \$ 118,000 | \$ 16,517 | 16.3% |
| 200 Pers. Serv. - Employee Benefits | \$ 84,203 | \$ 68,341 | \$ 88,188 | \$ 19,847 | 29.0% |
| 300 Purch. Profess./Tech. Services | \$ 51,300 | \$ 54,300 | \$ 74,300 | \$ 20,000 | 36.8% |
| 400 Purchased Property Services | \$ 44,566 | \$ 44,566 | \$ 44,600 | \$ 34 | 0.1% |
| 500 Other Purchased Services | \$ 4,000 | \$ 4,000 | \$ 5,500 | \$ 1,500 | 37.5% |
| 600 Supplies | \$ 36,360 | \$ 41,360 | \$ 39,100 | \$ (2,260) | -5.5% |
| 800 Other Objects | <u>\$ 1,000</u> | <u>\$ 1,000</u> | <u>\$ 1,000</u> | <u>\$ -</u> | 0.0% |
| | \$ 338,912 | \$ 315,050 | \$ 370,688 | \$ 55,638 | 17.7% |
| 2900 Other Support Services | | | | | |
| 500 Other Purchased Services | \$ 12,000 | \$ 12,000 | \$ 13,000 | \$ 1,000 | 8.3% |
| 2000 Series Totals | \$ 6,868,431 | \$ 6,717,624 | \$ 7,236,541 | \$ 518,917 | 7.7% |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2100 SUPPORT SERVICES - STUDENTS

Activities designed to assess and improve the well-being of student to supplement the teaching process and to meet the applicable provisions of Article XIII of the Public School Code of 1949, as amended, and Chapter 7 of the State Board of Education Regulations. Included in this sub-function are program coordination, consultation, and services to the pupil personnel staff of the LEA.

1. SALARIES - Gross salaries paid to employees of the LEA. Budgeted are salaries for 4 counselors, 1 psychologist, 3 full-time secretaries and 2 part-time secretaries.

| | 2016-17 | 2017-18 |
|--|---------|---------|
| 121 Professional Faculty Salaries(131) | 317,118 | 352,731 |
| 151 Office/Clerical Regular Salaries | 109,438 | 110,603 |
| | 426,556 | 463,334 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries.

| | 2016-17 | 2017-18 |
|-------------------------------------|---------|---------|
| 213 Life Insurance | 388 | 614 |
| 220 Social Security Contributions | 32,753 | 35,445 |
| 230 Retirement Contributions | 129,211 | 150,906 |
| 260 Workers' Compensation | 3,640 | 3,244 |
| 271 Health Insurance - Self-Insured | 91,244 | 109,920 |
| 272 Dental Insurance - Self-Insured | 3,710 | 5,110 |
| 290 Other Benefits | 9,880 | 10,920 |
| | 270,826 | 316,159 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Costs for counseling services through the Prevention Network are included in this budget.

| | 2016-17 | 2017-18 |
|----------------------------------|---------|---------|
| 329 Prof Educ Services - Other | 54,280 | 54,280 |
| 348 Purchased Technical Services | 15,500 | 15,500 |
| | 69,780 | 69,780 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2100 SUPPORT SERVICES - STUDENTS continued

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use. Reductions in supply budgets were taken district-wide.

| | <u>2016-17</u> | <u>2017-18</u> |
|--------------------------------------|----------------|----------------|
| 610 General Supplies | 14,420 | 14,700 |
| 618 Supplies - Technology | 6,100 | 6,100 |
| | <u>20,520</u> | <u>20,800</u> |
| 2100 - Student Support Totals | 787,682 | 870,073 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2200 SUPPORT SERVICES - INSTRUCTIONAL STAFF

Activities associated with assisting, supporting, advising, and directing the instructional staff with or on the content and process of providing learning experiences for students.

1. SALARIES - Gross salaries paid to employees of the LEA. Budgeted are salaries for 1 director of instruction and curriculum development/special education, 2 librarians and 3.5 instructional coaches.

| | 2016-17 | 2017-18 |
|-----------------------------------|---------|---------|
| 111 Administrative Salaries | 97,962 | 95,670 |
| 121 Professional Faculty Salaries | 308,557 | 310,938 |
| | 406,519 | 406,608 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries.

| | 2016-17 | 2017-18 |
|-------------------------------------|---------|---------|
| 213 Life Insurance | 599 | 827 |
| 220 Social Security Contributions | 31,099 | 31,106 |
| 230 Retirement Contributions | 122,079 | 132,627 |
| 260 Workers' Compensation | 2,440 | 2,816 |
| 271 Health Insurance - Self-Insured | 80,584 | 78,583 |
| 272 Dental Insurance - Self-Insured | 3,540 | 5,250 |
| 290 Other Benefits | 8,190 | 8,190 |
| | 248,531 | 259,399 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Costs for professional substitute services are included in this budget.

| | 2016-17 | 2017-18 |
|---------------------------------------|---------|---------|
| 323 Prof Educ Services-Other Agencies | 30,000 | 60,000 |
| 329 Prof Educ Services - Other | 29,374 | 23,500 |
| 348 Purchased Technical Services | 3,950 | 4,500 |
| | 63,324 | 88,000 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2200 SUPPORT SERVICES - INSTRUCTIONAL STAFF continued

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services. The costs in 2016-17 were related to the PATTAN Grant.

| | 2016-17 | 2017-18 |
|------------|----------------|----------------|
| 580 Travel | 9,000 | - |
| | 9,000 | - |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use. Reductions in supply budgets were taken district-wide.

| | 2016-17 | 2017-18 |
|---------------------------|----------------|----------------|
| 610 General Supplies | 10,899 | 10,900 |
| 640 Books And Periodicals | 11,700 | 12,200 |
| | 22,599 | 23,100 |

| | | |
|--|----------------|----------------|
| 2200 - Instructional Support Totals | 749,973 | 777,107 |
|--|----------------|----------------|

2300 SUPPORT SERVICES - ADMINISTRATION

Activities concerned with establishing and administering policy in connection with operating the LEA.

1. SALARIES - Gross salaries paid to employees of the LEA. Budgeted are salaries for 1 superintendent, 3 principals, 1 assistant principal, 1 K-8 lead teacher (added in 2017-18), 4 secretaries and the district tax collectors.

| | 2016-17 | 2017-18 |
|---|----------------|----------------|
| 111 Superintendent Salaries | 140,295 | 144,936 |
| 111 Principal Salaries | 361,922 | 366,100 |
| 121 Faculty Salaries | - | 55,242 |
| 131 Professional Other Salaries | 34,400 | 34,400 |
| 151 Office/Clerical Regular Salaries | 131,754 | 125,159 |
| 152 Office/Clerical Substitute Salaries | 4,500 | 2,000 |
| | 672,871 | 727,837 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2300 SUPPORT SERVICES - ADMINISTRATION continued

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries. The \$64,204 increase includes a \$23,115 increase for retirement and the other category increases a due to adding the lead teacher to the 2300 series from the 1100 series.

| | 2016-17 | 2017-18 |
|-------------------------------------|---------|---------|
| 213 Life Insurance | 1,404 | 1,337 |
| 215 Eye/Disability Insurance | 500 | 2,000 |
| 220 Social Security Contributions | 51,003 | 55,680 |
| 230 Retirement Contributions | 200,211 | 223,326 |
| 260 Workers' Compensation | 3,860 | 5,097 |
| 271 Health Insurance - Self-Insured | 114,478 | 150,370 |
| 272 Dental Insurance - Self-Insured | 7,950 | 7,400 |
| 290 Other Benefits | 18,000 | 16,400 |
| | 397,406 | 461,610 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Costs for professional development substitute services are included in this budget.

| | 2016-17 | 2017-18 |
|---------------------------------|---------|---------|
| 330 Other Professional Services | 22,800 | 22,800 |

4. PURCHASED PROPERTY SERVICES - Services purchased to operate, repair, maintain and rent property owned and/or used by the LEA. These services are performed by persons other than LEA employees. These costs are for the administrative copier.

| | 2016-17 | 2017-18 |
|-------------------------|---------|---------|
| 442 Rental Of Equipment | 3,000 | 3,000 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2300 SUPPORT SERVICES - ADMINISTRATION - continued

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services.

| | 2016-17 | 2017-18 |
|------------------------------|---------|---------|
| 525 Bonding Insurance | 6,800 | 6,800 |
| 529 Insurance - Other | 1,000 | - |
| 549 Advertising | 7,600 | 7,600 |
| 550 Printing And Binding | 3,200 | 3,100 |
| 580 Travel | 14,000 | 14,000 |
| 590 Misc. Purchased Services | 850 | 850 |
| | 33,450 | 32,350 |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use.

| | 2016-17 | 2017-18 |
|----------------------|---------|---------|
| 610 General Supplies | 65,850 | 65,900 |

8. OTHER OBJECTS - Amounts paid for expenditures not otherwise classified in objects 100 through 700

| | 2016-17 | 2017-18 |
|-------------------|---------|---------|
| 810 Dues And Fees | 18,000 | 19,000 |

| | | |
|---|------------------|------------------|
| 2300 - Administrative Support Totals | 1,213,377 | 1,332,497 |
|---|------------------|------------------|

2440 SUPPORT SERVICES - STUDENT HEALTH - NURSING SERVICES

Activities associated with nursing such as health inspection, treatment of minor injuries and referrals for other health services.

1. SALARIES - Gross salaries paid to employees of the LEA. Budgeted are salaries for 1 district nurse and 2 nurse aides.

| | 2016-17 | 2017-18 |
|--------------------------------------|---------|---------|
| 121 Professional Faculty Salaries | 52,584 | 53,892 |
| 122 Professional Substitute Salaries | 3,920 | 3,920 |
| 131 Professional Other Salaries | 50,906 | 52,582 |
| 191 Aide Regular Salaries | 1,984 | 2,016 |
| | 109,394 | 112,410 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2440 SUPPORT SERVICES - STUDENT HEALTH - NURSING SERVICES continued

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries.

| | 2016-17 | 2017-18 |
|-------------------------------------|----------------|----------------|
| 213 Life Insurance | 72 | 86 |
| 220 Social Security Contributions | 8,368 | 8,600 |
| 230 Retirement Contributions | 32,851 | 36,610 |
| 260 Workers' Compensation | 710 | 788 |
| 271 Health Insurance - Self-Insured | 6,536 | 2,000 |
| 272 Dental Insurance - Self-Insured | 900 | 900 |
| 290 Other Benefits | - | - |
| | 49,437 | 48,984 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Costs for the district physician are included.

| | 2016-17 | 2017-18 |
|---------------------------------|----------------|----------------|
| 330 Other Professional Services | 8,000 | 8,000 |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use.

| | 2016-17 | 2017-18 |
|----------------------|----------------|----------------|
| 610 General Supplies | 8,500 | 8,500 |

| | | |
|--------------------------------------|----------------|----------------|
| 2440 - Nursing Support Totals | 175,331 | 177,894 |
|--------------------------------------|----------------|----------------|

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2500 SUPPORT SERVICES - BUSINESS

Activities concerned with paying, transporting, exchanging, and maintaining goods and services for the LEA. Included are the fiscal and internal services necessary for operating the LEA.

1. SALARIES - Gross salaries paid to employees of the LEA. Budgeted are salaries for the business manager, accounts payable coordinator and payroll/benefits coordinator. The salary reduction is due to the accounts payable position turnover.

| | 2016-17 | 2017-18 |
|--------------------------------------|----------------|----------------|
| 111 Administrative Salaries | 93,224 | 96,268 |
| 151 Office/Clerical Regular Salaries | 90,164 | 80,363 |
| | 183,388 | 176,631 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries. The total increase of \$21,839 can be tied to the A/P position turnover and change in health coverage from individual to spousal.

| | 2016-17 | 2017-18 |
|-------------------------------------|----------------|----------------|
| 213 Life Insurance | 344 | 344 |
| 220 Social Security Contributions | 14,015 | 13,512 |
| 230 Retirement Contributions | 55,015 | 57,529 |
| 260 Workers' Compensation | 1,200 | 1,236 |
| 271 Health Insurance - Self-Insured | 37,484 | 57,276 |
| 272 Dental Insurance - Self-Insured | 1,750 | 1,750 |
| 290 Other Benefits | 6,760 | 6,760 |
| | 116,568 | 138,407 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge including auditing services, actuarial services and human resource services.

| | 2016-17 | 2017-18 |
|----------------------------------|----------------|----------------|
| 330 Other Professional Services | 43,500 | 44,000 |
| 348 Purchased Technical Services | 11,251 | 12,000 |
| | 54,751 | 56,000 |

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services. Costs are for travel to meetings/seminars for budget/finance related areas.

| | 2016-17 | 2017-18 |
|------------|----------------|----------------|
| 580 Travel | 2,500 | 3,000 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2500 SUPPORT SERVICES - BUSINESS continued

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use. Reductions in supply budgets were taken district-wide.

| | 2016-17 | 2017-18 |
|---------------------------|----------------|----------------|
| 610 General Supplies | 6,110 | 4,600 |
| 618 Supplies - Technology | 1,300 | 900 |
| | 7,410 | 5,500 |

7. PROPERTY - Expenditures for the acquisition of fixed/capital assets.

| | 2016-17 | 2017-18 |
|------------------------------------|----------------|----------------|
| 768 Hardware/Software -Replacement | 1,400 | 2,800 |

8. OTHER OBJECTS - Amounts paid for expenditures not otherwise classified in objects 100 through 700

| | 2016-17 | 2017-18 |
|--|----------------|----------------|
| 810 Dues And Fees | 890 | 1,500 |
| 2500 - BUSINESS SUPPORT SERVICES TOTALS | 366,907 | 383,838 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2600 SUPPORT SERVICES - OPERATION AND MAINTENANCE OF PLANT SERVICES

The activities concerned with keeping the physical plant open, comfortable, and safe for use, and keeping the grounds, buildings, and equipment in effective working condition and state of repair. Expenditures posted here include the purchase of original or replacement equipment used to maintain buildings and grounds, as well as routine (ordinary and necessary) costs incurred to maintain safety and operational efficiency of buildings and grounds.

1. SALARIES - Gross salaries paid to employees of the LEA. Budgeted are salaries for the director of physical plant, 2.5 maintenance, 7 full-time and 12 part-time custodians, and 3 security monitors. Increase can be tied to anticipated salary increases as well as that during 2016-17 several positions were unfilled for a while and those funds were transferred to other areas.

| | 2016-17 | 2017-18 |
|--------------------------------------|---------|---------|
| 131 Professional Other Salaries | 71,734 | 75,142 |
| 151 Office/Clerical Regular Salaries | 14,870 | 17,940 |
| 161 Maintenance Regular Salaries | 135,468 | 151,000 |
| 163 Maintenance Overtime Salaries | 4,000 | 4,000 |
| 171 Custodial Regular Salaries | 404,559 | 414,000 |
| 172 Custodial Substitute Salaries | 10,000 | 26,000 |
| 173 Custodial Overtime Salaries | 4,000 | 4,775 |
| 191 Aide Regular Salaries | 37,757 | 50,731 |
| | 682,388 | 743,588 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries. With the anticipated CBA agreement a change in coverage to a QHDHP and with district H.S.A. contributions, the increases to health insurance in year 1 are higher than the 3% overall increase.

| | 2016-17 | 2017-18 |
|-------------------------------------|---------|---------|
| 213 Life Insurance | 761 | 761 |
| 220 Social Security Contributions | 68,887 | 55,837 |
| 230 Retirement Contributions | 194,805 | 237,725 |
| 250 Unemployment Compensation | 2,000 | 7,000 |
| 260 Workers' Compensation | 4,160 | 5,110 |
| 271 Health Insurance - Self-Insured | 180,000 | 207,709 |
| 272 Dental Insurance - Self-Insured | 6,600 | 6,600 |
| 290 Other Benefits | 3,640 | 20,020 |
| | 460,853 | 540,762 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2600 SUPPORT SERVICES - OPERATION AND MAINTENANCE OF PLANT SERVICES

- continued

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Costs for the district school resource officer are included.

| | 2016-17 | 2017-18 |
|----------------------------------|----------------|----------------|
| 348 Purchased Technical Services | 2,285 | 2,300 |
| 350 Security/Safety Services | 54,000 | 66,000 |
| | 56,285 | 68,300 |

4. PURCHASED PROPERTY SERVICES - Services purchased to operate, repair, maintain and rent property owned and/or used by the LEA. These services are performed by persons other than LEA employees.

| | 2016-17 | 2017-18 |
|-----------------------------|----------------|----------------|
| 411 Disposal Services | 15,500 | 15,600 |
| 422 Electricity | 287,500 | 287,500 |
| 424 Water / Sewage | 16,500 | 16,500 |
| 431 Contracted Services | 88,748 | 87,000 |
| 432 Repairs/Main. Equipment | 15,800 | 15,800 |
| 433 Repairs/Main. Vehicles | 5,000 | 5,000 |
| | 429,048 | 427,400 |

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services.

| | 2016-17 | 2017-18 |
|---|----------------|----------------|
| 523 Gen. Property & Liability Insurance | 72,600 | 78,800 |
| 538 Transport/Telecommunication Ser. | 26,400 | 24,400 |
| | 99,000 | 103,200 |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use.

| | 2016-17 | 2017-18 |
|------------------------|----------------|----------------|
| 611 Custodial Supplies | 55,002 | 57,002 |
| 612 Paper Supplies | 66,000 | 70,000 |
| 621 Natural Gas | 130,000 | 130,000 |
| 626 Gasoline | 10,000 | 10,000 |
| | 261,002 | 267,002 |

2600 - OPERATION AND MAINTENANCE OF PHYSICAL PLANT SUPPORT SERV. TOTALS

| | | |
|--|------------------|------------------|
| | 1,988,576 | 2,150,252 |
|--|------------------|------------------|

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2700 STUDENT TRANSPORTATION SERVICES

Expenditures include those activities concerned with the conveyance of students to and from school, as provided by State and Federal law. It includes transportation costs only for trips between home and school and from school to school.

1. SALARIES - Gross salaries paid to employees of the LEA. Budgeted is a stipend for the transportation director. The decrease is offset by the increase in fiscal services salaries.

| | 2016-17 | 2017-18 |
|-----------------------------|----------------|----------------|
| 111 Administrative Salaries | 10,000 | 10,000 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries.

| | 2016-17 | 2017-18 |
|-----------------------------------|----------------|----------------|
| 220 Social Security Contributions | 765 | 765 |
| 230 Retirement Contributions | 3,003 | 3,257 |
| 260 Workers' Compensation | 60 | 70 |
| | 3,828 | 4,092 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Costs for the transportation software is included.

| | 2016-17 | 2017-18 |
|----------------------------------|----------------|----------------|
| 348 Purchased Technical Services | 6,600 | 6,600 |

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel, costs for contracted transportation services are included. There is a cost freeze from 2016-17, however, there is a budgeted increase for the number of vehicles in the fleet.

| | 2016-17 | 2017-18 |
|-------------------------|----------------|----------------|
| 513 Contracted Carriers | 1,081,300 | 1,133,500 |

7. PROPERTY - Expenditures for the acquisition of fixed/capital assets, replacement of bus cameras.

| | 2016-17 | 2017-18 |
|-----------------------------|----------------|----------------|
| 760 Equipment - Replacement | 7,000 | 7,000 |

| | | |
|---|------------------|------------------|
| 2700 - PUPIL TRANSPORTATION TOTALS | 1,108,728 | 1,161,192 |
|---|------------------|------------------|

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2800 SUPPORT SERVICES - GENERAL

Activities other than general administration, which support each of the other instructional and supporting services program. These activities include planning, research, development, evaluation, information, staff, and data processing services.

1. SALARIES - Gross salaries paid to employees of the LEA. The budget includes the technology director and a computer technician position. 2017-16 is the 1st year of the tech position at 100%.

| | 2016-17 | 2017-18 |
|---------------------------------|----------------|----------------|
| 131 Professional Other Salaries | 101,483 | 118,000 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries. The \$10,000 increase in health insurance is due to the new tech being on staff a full year. Health insurance increase is due to the change from individual to spousal.

| | 2016-17 | 2017-18 |
|-------------------------------------|----------------|----------------|
| 213 Life Insurance | 203 | 262 |
| 220 Social Security Contributions | 8,988 | 9,027 |
| 230 Retirement Contributions | 31,280 | 38,433 |
| 260 Workers' Compensation | 700 | 826 |
| 271 Health Insurance - Self-Insured | 24,000 | 34,200 |
| 272 Dental Insurance - Self-Insured | 1,350 | 1,800 |
| 290 Other Benefits | 1,820 | 3,640 |
| | 68,341 | 88,188 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. An increase in professional technology services is for increase district contracted network services.

| | 2016-17 | 2017-18 |
|-----------------------------------|----------------|----------------|
| 328 Prof Educ Services-Technology | 28,000 | 48,000 |
| 348 Purchased Technical Services | 26,300 | 26,300 |
| | 54,300 | 74,300 |

4. PURCHASED PROPERTY SERVICES - Services purchased to operate, repair, maintain and rent property owned and/or used by the LEA.

| | 2016-17 | 2017-18 |
|------------------------------|----------------|----------------|
| 438 Repairs/Main. Technology | - | - |
| 442 Rental Of Equipment | 44,566 | 44,600 |
| | 44,566 | 44,600 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

2800 SUPPORT SERVICES - GENERAL - continued

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services. Costs are for travel to meetings/seminars for technology related areas.

| | 2016-17 | 2017-18 |
|------------|----------------|----------------|
| 580 Travel | 4,000 | 5,500 |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use.

| | 2016-17 | 2017-18 |
|--------------------------|----------------|----------------|
| 610 General Supplies | 3,500 | 3,500 |
| 618 Supplies: Technology | 37,860 | 35,600 |
| | 41,360 | 39,100 |

8. OTHER OBJECTS - Amounts paid for expenditures not otherwise classified in objects 100 through 700

| | 2016-17 | 2017-18 |
|-------------------|----------------|----------------|
| 810 Dues And Fees | 1,000 | 1,000 |

| | | |
|---|----------------|----------------|
| 2800 - GENERAL SUPPORT SERVICES TOTALS | 315,050 | 370,688 |
|---|----------------|----------------|

2900 OTHER SUPPORT SERVICES

All other support services not classified elsewhere in the 2000 series such as Intermediate Unit (IU) operating support payments.

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services.

| | 2016-17 | 2017-18 |
|---------------------------------------|----------------|----------------|
| 595 Intermediate Units Payment By W/H | 12,000 | 13,000 |

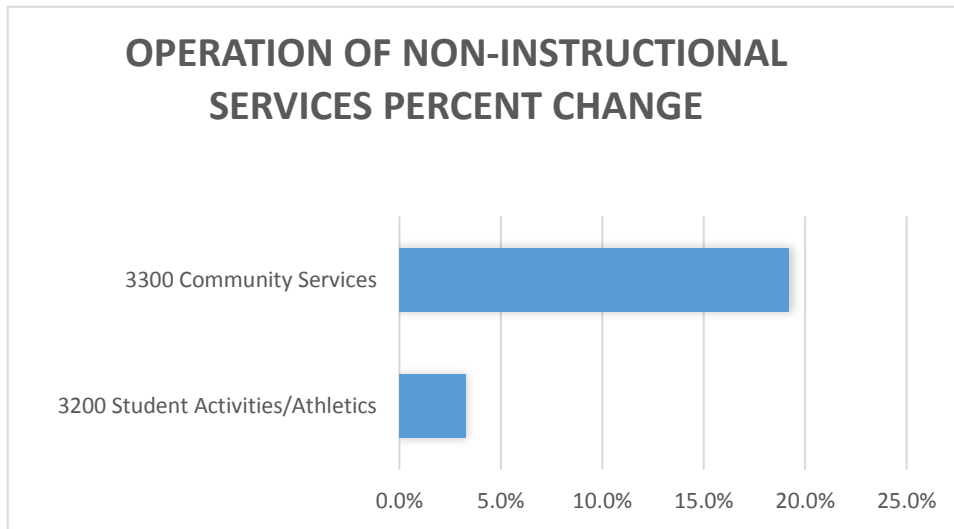
| | | |
|---|---------------|---------------|
| 2900 - OTHER SUPPORT SERVICES TOTALS | 12,000 | 12,000 |
|---|---------------|---------------|

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

3000 - SUPPORT SERVICES

Activities concerned with providing non-instructional services to students, staff or the community. These activities include student activities/athletics and community services.

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|-----------------------------------|---------------------|------------------------|---------------------|---|-------------|
| | | | | DOLLAR CHANGE | % CHANGE |
| 3200 Student Activities/Athletics | \$ 622,642 | \$ 623,615 | \$ 644,190 | \$ 20,575 | 3.3% |
| 3300 Community Services | \$ 6,500 | \$ 6,500 | \$ 7,747 | \$ 1,247 | 19.2% |
| 3000 Series Totals | \$ 629,142 | \$ 630,115 | \$ 651,937 | \$ 21,822 | 3.5% |



| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|--|---------------------|------------------------|---------------------|---|-------------|
| | | | | DOLLAR CHANGE | % CHANGE |
| 3200 Student Activities/Athletics | | | | | |
| 100 Personnel Services - Salaries | \$ 264,332 | \$ 264,332 | \$ 272,980 | \$ 8,648 | 3.3% |
| 200 Pers. Serv. - Employee Benefits | \$ 103,405 | \$ 97,278 | \$ 113,707 | \$ 16,429 | 16.9% |
| 300 Purch. Profess./Tech. Services | \$ 55,652 | \$ 55,652 | \$ 58,451 | \$ 2,799 | 5.0% |
| 400 Purchased Property Services | \$ 8,000 | \$ 8,000 | \$ 8,000 | \$ - | 0.0% |
| 500 Other Purchased Services | \$ 69,701 | \$ 71,701 | \$ 70,500 | \$ (1,201) | -1.7% |
| 700 Property | \$ 87,700 | \$ 86,200 | \$ 91,700 | | |
| 600 Supplies | \$ 6,000 | \$ 12,600 | \$ 6,000 | \$ (6,600) | -52.4% |
| 800 Other Objects | \$ 27,852 | \$ 27,852 | \$ 22,852 | \$ (5,000) | -18.0% |
| | \$ 622,642 | \$ 623,615 | \$ 644,190 | \$ 15,075 | 2.4% |
| 3300 Community Services | | | | | |
| 100 Personnel Services - Salaries | \$ - | \$ - | \$ 1,150 | \$ 1,150 | |
| 200 Pers. Serv. - Employee Benefits | \$ - | \$ - | \$ 97 | \$ 97 | |
| 300 Purch. Profess./Tech. Services | \$ 3,000 | \$ 3,000 | \$ 3,000 | \$ - | 0.0% |
| 600 Supplies | \$ 2,000 | \$ 2,000 | \$ 2,000 | \$ - | 0.0% |
| 800 Other Objects | \$ 1,500 | \$ 1,500 | \$ 1,500 | \$ - | 0.0% |
| | \$ 6,500 | \$ 6,500 | \$ 7,747 | \$ - | 0.0% |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

3000 - OPERATION OF NON-INSTRUCTIONAL SERVICES

Activities concerned with providing non-instructional services to students, staff or the community.

3200 STUDENT ACTIVITIES

School sponsored activities under the guidance and supervision of the LEA staff designed to provide students such experiences as motivation, enjoyment and improvement of skills. Co-curricular activities normally supplement the regular instructional program and include such activities as band, speech, and debate. Also included are activities designed to provide opportunities to student to pursue various aspects of physical education.

1. SALARIES - Gross salaries paid to employees of the LEA. The budget includes salaries for all school activity sponsors, athletic director, athletic coaches as well the individuals needed to operate the events.

| | 2016-17 | 2017-18 |
|--------------------------------------|----------------|----------------|
| 131 Prof. Other Salaries-Activities | 47,500 | 47,500 |
| 131 Prof. Other Salaries - Athletics | 200,069 | 205,528 |
| 141 Technical Regular Salaries | 16,763 | 19,952 |
| | 264,332 | 272,980 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries.

| | 2016-17 | 2017-18 |
|-----------------------------------|----------------|----------------|
| 220 Social Security Contributions | 19,954 | 20,885 |
| 230 Retirement Contributions | 74,719 | 88,909 |
| 250 Unemployment Compensation | 1,000 | 2,000 |
| 260 Workers' Compensation | 1,605 | 1,913 |
| | 97,278 | 113,707 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Included are contracted athletic trainer, umpires, referees, and security.

| | 2016-17 | 2017-18 |
|---------------------------------|----------------|----------------|
| 329 Prof Educ Services - Other | 900 | 900 |
| 330 Other Professional Services | 20,000 | 22,000 |
| 340 Technical Services | 26,452 | 27,251 |
| 350 Security/Safety Services | 8,300 | 8,300 |
| | 55,652 | 58,451 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

3200 STUDENT ACTIVITIES - continued

4. PURCHASED PROPERTY SERVICES - Services purchased to operate, repair, maintain and rent property owned and/or used by the LEA. These services are performed by persons other than LEA employees.

| | 2016-17 | 2017-18 |
|-----------------------------|----------------|----------------|
| 432 Repairs/Main. Equipment | 8,000 | 8,000 |

5. OTHER PURCHASED SERVICES - Amounts paid for services not provided by the LEA personnel but rendered by organizations or personnel other than Professional and Technical Services and Purchased Property Services. Costs are for travel to events, student athletic insurance and ambulance services.

| | 2016-17 | 2017-18 |
|-------------------------|----------------|----------------|
| 513 Contracted Carriers | 52,901 | 49,700 |
| 529 Insurance - Other | 11,250 | 11,250 |
| 580 Travel | 4,250 | 6,250 |
| 591 Ambulance Service | 3,300 | 3,300 |
| | 71,701 | 70,500 |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use. Reductions in supply budgets were taken district-wide.

| | 2016-17 | 2017-18 |
|----------------------|----------------|----------------|
| 610 General Supplies | 86,200 | 91,700 |

7. PROPERTY - Expenditures for the acquisition of fixed/capital assets. This is an annual amount and the equipment purchased is determined by the athletic director.

| | 2016-17 | 2017-18 |
|---------------------------------------|----------------|----------------|
| 750 Equipment - Original & Additional | 12,600 | 6,000 |

8. OTHER OBJECTS - Amounts paid for expenditures not otherwise classified in objects 100 through 700

| | 2016-17 | 2017-18 |
|-------------------|----------------|----------------|
| 810 Dues And Fees | 27,852 | 22,852 |

| | | |
|---|----------------|----------------|
| 3200 - STUDENT ACTIVITIES TOTALS | 623,615 | 644,190 |
|---|----------------|----------------|

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

3300 COMMUNITY SERVICES

Those activities concerned with providing community services to students, staff or other

1. SALARIES - Gross salaries paid to employees of the LEA. The budget includes salaries for all school activity sponsors.

| | 2016-17 | 2017-18 |
|-------------------------------------|----------------|----------------|
| 131 Prof. Other Salaries-Activities | - | 1,150 |
| | - | 1,150 |

2. EMPLOYEE BENEFITS - Amounts paid by the LEA on behalf of employees; these amounts are not included in gross salary, but are in addition to that amount. Such payments are fringe benefit payments; and, while not paid directly to the employees, are part of the cost of personnel services. Included are employer contribution to the Public School Employees Retirement System (PSERS), the rate is 32.57% of salaries which is an additional 8.5% from 16-17 rate of 30.03% and Social Security and Medicare at 7.65% of salaries.

| | 2016-17 | 2017-18 |
|-----------------------------------|----------------|----------------|
| 220 Social Security Contributions | - | 88 |
| 250 Unemployment Compensation | - | 9 |
| | - | 97 |

3. PROFESSIONAL SERVICES - Services that by their nature require persons or firms with specialized technical knowledge. Included are crossing guard services.

| | 2016-17 | 2017-18 |
|------------------------------|----------------|----------------|
| 350 Security/Safety Services | 3,000 | 3,000 |

6. SUPPLIES - Amounts paid for material items of an expendable nature that are consumed, worn out, or deteriorated in use. These costs are associated with the Title I program.

| | 2016-17 | 2017-18 |
|----------------------|----------------|----------------|
| 610 General Supplies | 2,000 | 2,000 |

8. OTHER OBJECTS - Amounts paid for expenditures not otherwise classified in objects 100 through 700. Costs include the amount donated to the Freedom Area Task Force.

| | 2016-17 | 2017-18 |
|------------------------------------|----------------|----------------|
| 860 Municipal/Community Org. Grant | 1,500 | 1,500 |

| | | |
|--|--------------|--------------|
| 3300 - COMMUNITY SERVICE TOTALS | 6,500 | 7,747 |
|--|--------------|--------------|

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

4000 - FACILITIES ACQUISITION, CONSTRUCTION AND IMPROVEMENT SERVICES

Capital Facilities Acquisition, Construction, and Improvements are capital expenditures incurred to purchase land, buildings, service systems, and built-in equipment. Expenditures include the initial purchase of land and buildings; construction; remodeling, additions, and improvements to buildings; initial installation, replacement or extension of service systems; and other built-in equipment, as well as improvement to sites, and activities related to all of the above.

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|-------------------------------------|---------------------|------------------------|---------------------|---|--------------|
| | | | | DOLLAR CHANGE | % CHANGE |
| 4600 Existing Building Improvements | \$ 143,500 | \$ 147,500 | \$ 146,500 | \$ (1,000) | -0.7% |
| 4000 Series Totals | \$ 143,500 | \$ 147,500 | \$ 146,500 | \$ (1,000) | -0.7% |

4600 - EXISTING BUILDING IMPROVEMENT SERVICES

The capital expenditures incurred to renovate or improve existing buildings, service systems recorded to this function. Capital expenditures include non-routine and extraordinary (or maintain or improve buildings, service systems, and other built-in equipment.

4. PURCHASED PROPERTY SERVICES - Services purchased to operate, repair, maintain and rent property owned and/or used by the LEA. These services are performed by persons other than LEA employees.

| | <u>2016-17</u> | <u>2017-18</u> |
|---------------------------------|----------------|----------------|
| 400 Purchased Property Services | 58,000 | 58,000 |

7. PROPERTY - Expenditures for the acquisition of fixed/capital assets. This is an annual amount and the equipment purchased is determined by the director of physical plant. The increase due to the anticipated added expenditures for the high school.

| | <u>2016-17</u> | <u>2017-18</u> |
|--|----------------|----------------|
| 760 Equipment - Replacement | 89,500 | 88,500 |
| 4600 - EXISTING BUILDING IMPROVEMENT TOTALS | 147,500 | 146,500 |

FREEDOM AREA SCHOOL DISTRICT 2017 - 2018 BUDGET

5000 - OTHER EXPENDITURES AND FINANCING USES

This category includes current debt service expenditures and other expenses. Other financing uses represent the disbursement of governmental funds not classified in other functional areas that require budgetary and accounting control. These include the refunding of debt and transfers of monies from one fund to another and to component units. Other expenditures recorded to this account series include refunds of prior period receipts and revenues, and current debt service expenditures.

| <u>Description</u> | EXP 16-17 BUDGET | EXP 16-17 PROJECTED | EXP 17-18 BUDGET | CHANGE FROM 16-17 PROJECTED TO 17-18 BUDGET | |
|---------------------------|---------------------|------------------------|---------------------|---|--------------|
| | | | | DOLLAR CHANGE | % CHANGE |
| 5100 Debt Service | \$ 1,164,047 | \$ 1,164,047 | \$ 1,158,100 | \$ (5,947) | -0.5% |
| 5000 Series Totals | \$ 1,164,047 | \$ 1,164,047 | \$ 1,158,100 | \$ (5,947) | -0.5% |

5100 - DEBT SERVICE

Servicing of debt of the LEA including payment on general long-term debt, authority obligations and interest.

8. OTHER OBJECTS - Amounts paid for expenditures not otherwise classified in objects 100 through 700. Cost include the amount donated to the Freedom Area Task Force.

| | 2016-17 | 2017-18 |
|--------------------------------------|-------------------|-------------------|
| 832 Interest - Serial Bonds | 442,047 | 416,100 |
| 880 Refunds of Prior Year's Receipts | 2,000 | 2,000 |
| | \$ 444,047 | \$ 418,100 |

9. OTHER USES OF FUNDS - This series of codes is used to classify transactions which long-term debt, authority obligations, fund transfers, and transfers to component units (as determined by GASB #14)

| | 2016-17 | 2017-18 |
|--|---------|---------|
| 910 Principal - Primary Center Project | 5,000 | 5,000 |
| 920 Principal - MS/HS Renovation Project | 715,000 | 735,000 |
| | 720,000 | 740,000 |

| | | |
|-----------------------------------|------------------|------------------|
| 5100 - DEBT SERVICE TOTALS | 1,164,047 | 1,158,100 |
|-----------------------------------|------------------|------------------|

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

FUND BALANCE

In governmental accounting fund balances are the difference between total assets and total liabilities. District fund balances are currently divided into three (3) categories;

- Non-Spendable Fund Balance – These are amounts that cannot be spent because they are either in a non-spendable form, or legally or contractually required to be maintained intact such as inventory, or principal of a permanent fund.
- Committed Fund Balance – These are amounts constrained to be used for a specific purpose as per the district’s highest level of decision making authority, the Board of School Directors. Note: Board Resolution is required. The constraints can also be removed or changed by an equal level of action.
- Unassigned Fund Balance – These are amounts available for any purpose within the General Fund only.

A history of the district’s fund balances and projected fund balances follow.

| | <u>AS OF 6/30/13</u> | <u>AS OF 6/30/14</u> | <u>AS OF 6/30/15</u> | <u>AS OF 6/30/16</u> | <u>ESTIMATE AS OF 6/30/17</u> | <u>ESTIMATE AS OF 6/30/18</u> |
|-------------------------------------|----------------------|----------------------|----------------------|----------------------|-------------------------------|-------------------------------|
| UNSPENDABLE FUND BALANCE | | | | | | |
| Prepaid Expenses | \$ 200,907 | \$ 244,957 | \$ 1,043,526 | \$ 998,000 | \$ 200,000 | \$ 262,000 |
| Inventories | <u>\$ 41,248</u> | <u>\$ 39,219</u> | <u>\$ 30,342</u> | <u>\$ 34,781</u> | <u>\$ 30,000</u> | <u>\$ 30,000</u> |
| | \$ 242,155 | \$ 284,176 | \$ 1,073,868 | \$ 1,032,781 | \$ 230,000 | \$ 292,000 |
| COMMITTED FUND BALANCE | | | | | | |
| PSERS - Retirement | \$ 5,094,454 | \$ 5,094,454 | \$ 4,974,663 | \$ 4,781,973 | \$ 4,352,377 | \$ 4,026,377 |
| Technology | \$ 220,650 | \$ 225,082 | \$ 164,095 | \$ 89,095 | \$ 89,095 | \$ 89,095 |
| Curriculum/Professional Development | \$ 982,850 | \$ 548,975 | \$ 269,083 | \$ 199,083 | \$ 199,083 | \$ 100,000 |
| School Resource Officer | \$ - | \$ 242,416 | \$ 222,265 | \$ - | \$ - | \$ - |
| Physical Plant | <u>\$ -</u> | <u>\$ 50,000</u> | <u>\$ 50,000</u> | <u>\$ 242,669</u> | <u>\$ 242,669</u> | <u>\$ 242,669</u> |
| | \$ 6,297,954 | \$ 6,160,927 | \$ 5,680,106 | \$ 5,312,820 | \$ 4,883,224 | \$ 4,458,141 |
| UNASSIGNED FUND BALANCE | \$ 1,429,875 | \$ 1,429,789 | \$ 751,010 | \$ 1,193,666 | \$ 1,396,000 | \$ 1,450,000 |
| TOTAL FUND BALANCES | \$ 7,969,984 | \$ 7,874,892 | \$ 7,504,984 | \$ 7,539,267 | \$ 6,509,224 | \$ 6,200,141 |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

RESOLUTION # 8 of 2016-17 TO ESTABLISH FUND BALANCE AS REQUIRED BY GASB 54

WHEREAS, the Freedom Area School District is a properly organized entity under the laws of the Commonwealth of Pennsylvania; and

WHEREAS, the Governmental Accounting Standards Board (GASB) has adopted Statement Number 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*, that is effective in fiscal year 2010-2011, and

WHEREAS, the Freedom Area School District wishes to comply with GASB 54 as required beginning with the July 1, 2010 – June 30, 2011 fiscal year;

NOW THEREFORE BE IT RESOLVED that the Board of School Directors hereby takes the following action:

Fund balance measures the net financial resources available to finance expenditures of future periods. The District's Unassigned General Fund Balance will be maintained to provide the District with sufficient working capital and a margin of safety to address local emergencies without borrowing. The Unassigned General Fund Balance may only be appropriated by the Board of School Directors. The Board of School Directors delegates authority to assign fund balance for a specific purpose to the Chief Business Official of the District.

The Board of School Directors recognizes that good fiscal management comprises the foundational support of the entire District. To make that support as effective as possible, the Board intends to maintain an unassigned fund balance of between 6% and 8% of the District's general fund annual operating expenditures.

Fund Balance of the District may be committed for a specific source by formal action of the Board of School Directors. Amendments or modification to the committed fund balance must also be approved by formal action of the Board of Trustees. Committed fund balance does not lapse at year-end. The formal action required to commit fund balance shall be by board resolution or majority vote. The commitment of funds is as follows for the 2016-17 fiscal year:

- PSERS/Retirement Increases - \$4,781,973.40 less amount used for the 16-17 budget, not to exceed the 2016-17 retirement expenditure increase from 2015-16.
- Technology Fund - \$89,095 is set aside for one-time expenditures related to network restructuring and unforeseen technology needs.
- Curriculum and Professional Development \$199,083 less any approved 16-17 expenditures.
- Physical Plant Projects committed fund balance of \$242,669.37 will be carried to 2017-18 less any 16-17 related expenditures.

Any additional increases to fund balance for the 2016-17 year will first be applied to the unassigned fund balance if the unassigned fund balance falls below 6%, if any excess after that, a transfer shall be made to the Capital Projects Fund.

This commitment and assigning of fund balances will be completed on an annual basis, RESOLVED this 13th day of June, 2017.

ATTEST:
DISTRICT SCHOOL BOARD
OF DIRECTORS

FREEDOM AREA SCHOOL

Secretary

President

(Signed copy of the resolution is kept in the Central Office of the District)

INFORMATIONAL SECTION

Real Estate Tax History

Beaver County Real Estate Tax Comparison

Real Estate Tax Chart

Enrollment – Cohort Survival, Faculty/Student Projections, History & Projections

Pension, PSERS Background

Pension – District History



Debt Service Narrative and Charts

Capital Projects Fund Recent History and Future Projects

Proprietary Fund Narrative, Budget and Financial Statement Review

Fiduciary Funds

Performance Measures

PDE-2028

Financial Ratios

Glossary of Terms

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

REAL ESTATE TAX COLLECTION HISTORY

| | 2002 | 2002 | 2002-03 | Percent | Delinquent | Total % |
|------------|--------------------------|------------------------|----------------------------------|-------------------------|---------------------------|-------------------------|
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collected 36 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Assessment | \$ 109,769,582 | \$ 3,951,705 | \$ 3,644,178 | | \$ 286,713 | |
| TOTAL | \$ 109,769,582 | \$ 3,951,705 | \$ 3,644,178 | 92.22% | \$ 286,713 | 99.47% |
| | 2003 | 2003 | 2003-04 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collected 37 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Assessment | \$ 111,720,419 | \$ 4,133,656 | \$ 3,829,652 | | \$ 318,691 | |
| TOTAL | \$ 111,720,419 | \$ 4,133,656 | \$ 3,829,652 | 92.65% | \$ 318,691 | 100.36% |
| | 2004 | 2004 | 2004-05 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collected 37 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Assessment | \$ 114,849,899 | \$ 4,249,446 | \$ 3,943,000 | | \$ 308,298 | |
| TOTAL | \$ 114,849,899 | \$ 4,249,446 | \$ 3,943,000 | 92.79% | \$ 308,298 | 100.04% |
| | 2005 | 2005 | 2005-06 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collected 37 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Assessment | \$ 117,734,599 | \$ 4,356,180 | \$ 4,002,866 | | \$ 303,850 | |
| TOTAL | \$ 117,734,599 | \$ 4,356,180 | \$ 4,002,866 | 91.89% | \$ 303,850 | 98.86% |
| | 2006 | 2006 | 2006-07 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collected 39 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Assessment | \$ 120,408,897 | \$ 4,695,947 | \$ 4,391,965 | | \$ 281,098 | |
| TOTAL | \$ 120,408,897 | \$ 4,695,947 | \$ 4,391,965 | 93.53% | \$ 281,098 | 99.51% |
| | 2007 | 2007 | 2007-08 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collected 39 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Assessment | \$ 124,753,336 | \$ 4,865,380 | \$ 4,494,387 | | \$ 175,086 | |
| TOTAL | \$ 124,753,336 | \$ 4,865,380 | \$ 4,494,387 | 92.37% | \$ 175,086 | 95.97% |
| | 2008 | 2008 | 2008-09 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collected 39 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | \$ - | \$ - | \$ 499,489 | | \$ - | |
| Assessment | \$ 126,481,621 | \$ 4,932,783 | \$ 4,109,347 | 83.31% | \$ 354,305 | |
| TOTAL | \$ 126,481,621 | \$ 4,932,783 | \$ 4,608,836 | 93.43% | \$ 354,305 | 100.62% |
| | 2009 | 2009 | 2009-10 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collect 41.2 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | \$ - | \$ - | \$ 500,102 | | \$ - | |
| Assessment | \$ 128,877,404 | \$ 5,309,749 | \$ 4,357,012 | 82.06% | \$ 328,105 | |
| TOTAL | \$ 128,877,404 | \$ 5,309,749 | \$ 4,857,114 | 91.48% | \$ 328,105 | 97.65% |
| | 2010 | 2010 | 2010-11 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collect 42 Mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | \$ - | \$ - | \$ 500,380 | | \$ - | |
| Assessment | \$ 128,774,814 | \$ 5,408,542 | \$ 4,513,676 | 83.45% | \$ 338,943 | |
| TOTAL | \$ 128,774,814 | \$ 5,408,542 | \$ 5,014,056 | 92.71% | \$ 338,943 | 98.97% |

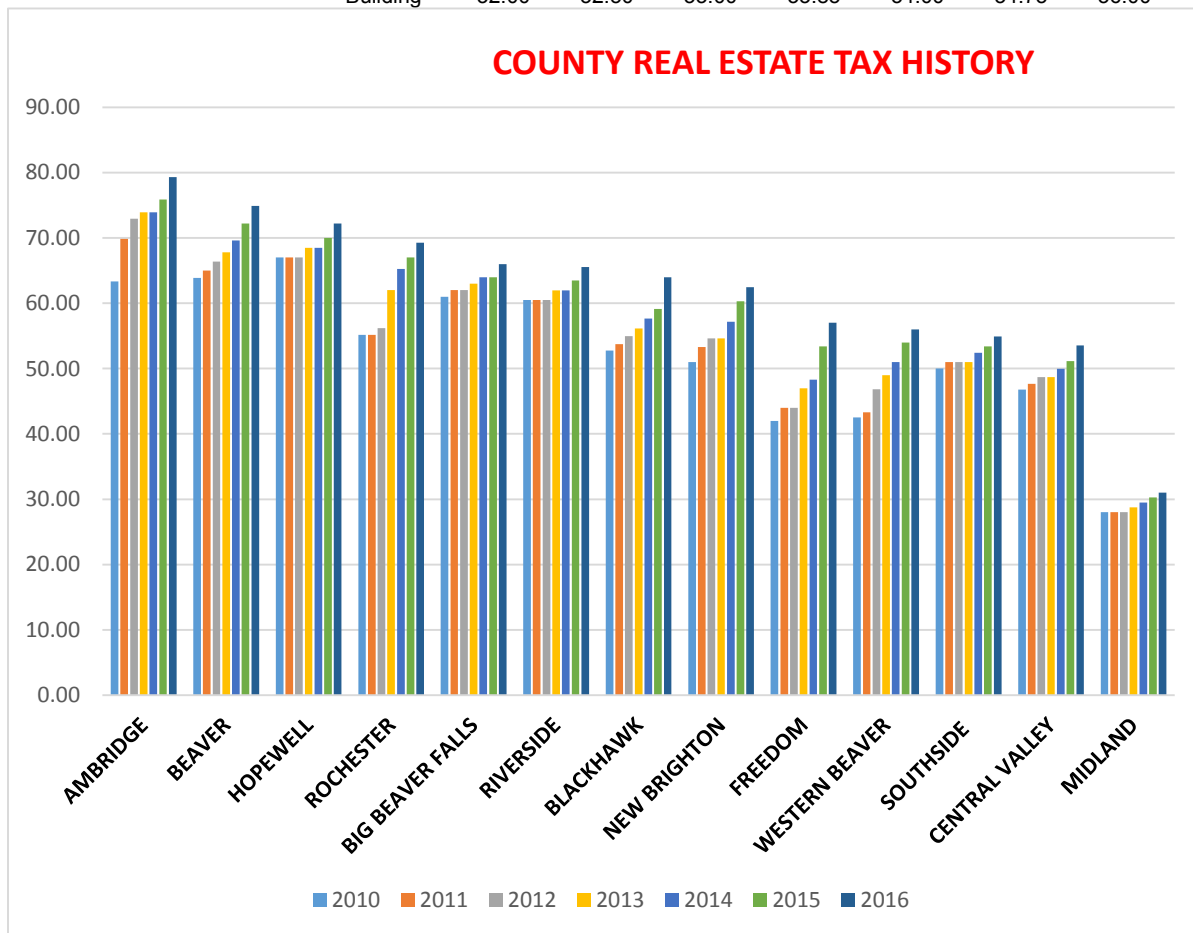
FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

| | 2011 | 2011 | 2011-12 | Percent | Delinquent | Total % |
|------------|--------------------------|------------------------|---------------------------------|-------------------------|---------------------------|-------------------------|
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Collect 44 mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | \$ - | \$ - | \$ 500,091 | | | |
| Assessment | <u>\$ 129,872,389</u> | <u>\$ 5,714,385</u> | <u>\$ 4,777,369</u> | 83.60% | <u>\$ 257,606</u> | |
| TOTAL | \$ 129,872,389 | \$ 5,714,385 | \$ 5,277,460 | 92.35% | \$ 257,606 | 96.86% |
| | | | | | | |
| | 2012 | 2012 | 2012-13 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Budget 44 mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | \$ - | \$ - | \$ 500,113 | | | |
| Assessment | <u>\$ 129,872,389</u> | <u>\$ 5,714,385</u> | <u>\$ 4,915,911</u> | 86.03% | <u>\$ 363,317</u> | |
| TOTAL | \$ 129,872,389 | \$ 5,714,385 | \$ 5,416,024 | 94.78% | \$ 363,317 | 101.14% |
| | | | | | | |
| | 2013 | 2013 | 2013-14 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Budget 47 mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | \$ - | \$ - | \$ 500,254 | | | |
| Assessment | <u>\$ 133,876,250</u> | <u>\$ 6,292,184</u> | <u>\$ 5,327,142</u> | 84.66% | <u>\$ 459,333</u> | |
| TOTAL | \$ 133,876,250 | \$ 6,292,184 | \$ 5,827,396 | 92.61% | \$ 459,333 | 99.91% |
| | | | | | | |
| | 2014 | 2014 | 2014-15 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>Budget 48.3 mills</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | | | \$ 500,000 | | | |
| Assessment | <u>\$ 136,336,425</u> | <u>\$ 6,585,049</u> | <u>\$ 5,579,161</u> | 84.72% | <u>\$ 457,812</u> | |
| TOTAL | \$ 136,336,425 | \$ 6,585,049 | \$ 6,079,161 | 92.32% | \$ 457,812 | 99.27% |
| | | | | | | |
| | 2015 | 2015 | 2015-16 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>53.4</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | | | \$ 500,360 | | | |
| Assessment | <u>\$ 136,907,275</u> | <u>\$ 7,310,848</u> | <u>\$ 6,293,281</u> | 86.08% | <u>\$ 429,072</u> | |
| TOTAL | \$ 136,907,275 | \$ 7,310,848 | \$ 6,793,641 | 92.93% | \$ 429,072 | 98.79% |
| | | | | | | |
| | 2016 | 2016 | 2016-17 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>57</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | | | \$ 500,541 | | | |
| Assessment | <u>\$ 138,076,130</u> | <u>\$ 7,870,339</u> | <u>\$ 6,745,505</u> | 85.71% | <u>\$ -</u> | |
| TOTAL | \$ 138,076,130 | \$ 7,870,339 | \$ 7,246,046 | 92.07% | \$ - | 92.07% |
| | | | | | | |
| | 2017 | 2017 | 2017-18 | Percent | Delinquent | Total % |
| | <u>Assessment</u> | <u>Face Tax</u> | <u>58.9</u> | <u>Collected</u> | <u>Collections</u> | <u>Collected</u> |
| Home/Farm | | | \$ 501,135 | | | |
| Assessment | <u>\$ 138,408,565</u> | <u>\$ 8,152,264</u> | <u>\$ 7,039,040</u> | 85.87% | <u>\$ -</u> | |
| TOTAL | \$ 138,408,565 | \$ 8,152,264 | \$ 7,540,175 | 92.49% | \$ - | 92.49% |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

BEAVER COUNTY SCHOOL DISTRICTS - REAL ESTATE TAX MILLAGE HISTORY

| | | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|------------------|----------|--------|--------|--------|--------|--------|--------|--------|
| AMBRIDGE | | 63.34 | 69.84 | 72.94 | 73.94 | 73.94 | 75.86 | 79.29 |
| BEAVER | | 63.90 | 65.00 | 66.40 | 67.80 | 69.60 | 72.20 | 74.90 |
| HOPEWELL | | 67.00 | 67.00 | 67.00 | 68.50 | 68.50 | 70.00 | 72.20 |
| ROCHESTER | | 55.18 | 55.18 | 56.18 | 62.00 | 65.25 | 67.00 | 69.25 |
| BIG BEAVER FALLS | | 61.00 | 62.00 | 62.00 | 63.00 | 64.00 | 64.00 | 66.00 |
| RIVERSIDE | | 60.50 | 60.50 | 60.50 | 61.95 | 61.95 | 63.50 | 65.55 |
| BLACKHAWK | | 52.76 | 53.76 | 54.94 | 56.14 | 57.68 | 59.12 | 63.99 |
| NEW BRIGHTON | | 51.00 | 53.30 | 54.60 | 54.60 | 57.15 | 60.30 | 62.47 |
| FREEDOM | | 42.00 | 44.00 | 44.00 | 47.00 | 48.30 | 53.40 | 57.00 |
| WESTERN BEAVER | | 42.50 | 43.30 | 46.85 | 49.00 | 51.00 | 54.00 | 56.00 |
| SOUTHSIDE | | 50.00 | 51.00 | 51.00 | 51.00 | 52.40 | 53.40 | 54.90 |
| CENTRAL VALLEY | | 46.80 | 47.65 | 48.69 | 48.69 | 49.96 | 51.15 | 53.56 |
| MIDLAND | | 28.00 | 28.00 | 28.00 | 28.75 | 29.50 | 30.25 | 31.00 |
| ALIQUIPPA | Land | 198.00 | 202.00 | 207.00 | 212.00 | 218.00 | 224.00 | 232.00 |
| | Building | 32.00 | 32.50 | 33.00 | 33.85 | 34.00 | 34.75 | 36.00 |



Aliquippa not included in chart above.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

REAL ESTATE TAX MILLAGE CHART

| | |
|--|----------------------|
| Assessed Value | \$138,408,565 |
| Value of a Levied Mill | \$138,408 |
| Median Homeowner Assessment | \$24,550 |
| Collection Rate | 92% |
| Value of Estimated Collected Mill | \$127,335 |
| Average Homestead Amount | \$155 |

| | Tax Rate | Levied Tax | Est. Collected Tax | Total Collected Taxes Over Index | Increase to Median Homeowner | Total Tax to Median Homeowner Less Homestead |
|----------------------------|-----------------|--------------------|---------------------------|---|-------------------------------------|---|
| 2016-17 Adopted | 57.0 | \$7,870,339 | \$7,291,869 | \$235,387 | \$88.38 | \$1,242.35 |
| 2017-18 Preliminary | 58.9 | \$8,152,264 | \$7,039,040 | \$0 | \$47.65 | \$1290.00 |
| 2017-18 Adopted | 58.9 | \$8,152,264 | \$7,039,040 | \$0 | \$47.65 | \$1290.00 |



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

FREEDOM AREA SCHOOL DISTRICT

2017 Homestead and Farmstead Exclusion

Resolution # 9

RESOLVED, by the Board of School Directors of Freedom Area School District, at its June 13, 2017 meeting, that homestead and farmstead exclusion real estate tax assessment reductions are authorized for the school year beginning July 1, 2017, under the provisions of the Homestead Property Exclusion Program Act (part of Act 50 of 1998) and the Taxpayer Relief Act (Act 1 of 2006), as follows:

1. **Aggregate amount available for homestead and farmstead real estate tax reduction.** The following amounts are available for homestead and farmstead real estate tax reduction for the school year beginning July 1, 2017:

Gambling tax funds. The Pennsylvania Department of Education (PDE) has notified the School District that PDE will pay to the School District during the school year pursuant to Act 1, 53 P.S. § 6926.505(b), as a property tax reduction allocation funded by gambling tax funds, the amount of \$501,105.84 and \$29.24 in carryover funds from the 2016 allocations for a total of \$501,134.78.

2. **Homestead/farmstead numbers.** Pursuant to Act 50, 54 Pa. C.S. § 8584(i), and Act 1, 53 P.S. § 6926.341(g)(3), the County has provided the School District with a certified report listing approved homesteads and approved farmsteads as follows:

a. **Homestead property number.** The number of approved homesteads within the School District is 3229.

b. **Farmstead property number.** The number of approved farmsteads within the School District is 16.

c. **Homestead/farmstead combined number.** Adding these numbers, the aggregate number of approved homesteads and approved farmsteads is 3245.

3. **Real estate tax reduction calculation.** Dividing the paragraph 1 aggregate amount available during the school year for real estate tax reduction of \$501,134.78 by the paragraph 2(c) aggregate number of approved homesteads and approved farmsteads of 3245 (after considering the assessed value of approved homesteads and approved farmsteads having an assessed value below the preliminary calculation of the maximum real estate assessed value reduction amount to be established as the homestead and farmstead exclusion amount), the preliminary calculation of the maximum real estate tax reduction amount applicable to each approved homestead is \$154.69 and further reduce each approved farmstead amount by \$142.83 due to the maximum amount based on taking 50% of the median farmstead assessment of \$4,850 and multiplying by the 2017 real estate millage of 58.9 mills (.0589).

Based on calculations provided by the School District Business Office from the best available information and carefully evaluated by the School Board, considering the assessed value of approved homesteads and approved farmsteads having an assessed value below the preliminary calculation of the maximum real estate assessed value reduction amount to be established as the homestead exclusion and the farmstead

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

exclusion amount, an additional aggregate amount of \$1,755.05 will be available during the school year for real estate tax reduction applicable to approximately 3185 homesteads, resulting in an additional real estate tax reduction amount available for each homestead of \$0.55. Adding this additional amount to the preliminary calculation of the maximum real estate tax reduction amount of \$154.69, the final maximum real estate tax reduction amount applicable to each approved homestead is \$155.24 and to each approved farmstead is \$142.83.

4. **Homestead exclusion calculation.** Dividing the paragraph 3 maximum real estate tax reduction amount of \$155.24 by the School District 2016 proposed real estate tax rate of 58.9 mills (.0589), the maximum real estate assessed value reduction to be reflected on tax notices as a homestead exclusion for each approved homestead is \$2,635.65, and the maximum real estate assessed value reduction to be reflected on tax notices as a farmstead exclusion for each approved farmstead is \$2424.96.

5. **Homestead/farmstead exclusion authorization – July 1 tax bills.** The tax notice issued to the owner of each approved homestead within the School District shall reflect a homestead exclusion real estate assessed value reduction equal to the lesser of: (a) the County-established assessed value of the homestead, or (b) the paragraph 4 maximum real estate assessed value reduction of \$2,635.65. The tax notice issued to the owner of each approved farmstead within the School District shall reflect an additional farmstead exclusion real estate assessed value reduction equal to the lesser of: (a) the County-established assessed value of the farmstead, or (b) the paragraph 4 maximum real estate assessed value reduction of \$2,424.96. For purposes of this Resolution, “approved homestead” and “approved farmstead” shall mean homesteads and farmsteads listed in the report referred to in paragraph 2 above and received by the School District from the County Assessment Office on or before May 1 pursuant to Act 1, 53 P.S. § 6926.341(g)(3), based on homestead/farmstead applications filed with the County Assessment Office on or before March 1. This paragraph 5 will apply to tax notices issued based on the initial tax duplicate used in issuing initial real estate tax notices for the school year, which will be issued on or promptly after July 1, and will not apply to interim real estate tax bills.

Jennifer Sayre, President

Lorraine Rocco, Secretary

(Signed copy of the resolution is kept in the Central Office of the District)

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

**FREEDOM AREA SCHOOL DISTRICT
RESOLUTION # 10 OF 2016-17**

A RESOLUTION OF THE BOARD OF SCHOOL DIRECTORS OF THE FREEDOM AREA SCHOOL DISTRICT ADOPTING A FINAL BUDGET FOR THE SCHOOL FISCAL YEAR BEGINNING ON JULY 1, 2017 AND ENDING JUNE 30, 2018.

SECTION I: The Board of School Directors of the Freedom Area School District of the County of Beaver and Commonwealth of Pennsylvania, under authority of the Act of March 10, 1949, P.L. 30, as amended, hereby adopts a Final Budget for the School Fiscal Year of 2017-2018 in the amount of \$23,254,381 for salaries, rentals, general expenditures and budgetary reserves.

SECTION II: In support of the 2017-2018 Final Budget adopted by this resolution, the Board of School Directors proposes to levy and adopt the following taxes for general school purposes, under the authority of The Public School Code above mentioned, and under the authority of Act No. 511 of 1965, as amended, to-wit:

- A. Fifty-eight and nine tenths (58.9) mills, or Five and 89/100 Dollars (\$5.89), per One Hundred Dollars (\$100.00) of the assessed valuation of all real property in said School District made liable under the law to taxation for School District purposes;
- B. All taxes previously levied and adopted under the provisions of “The Local Tax Enabling Act” (Act No. 511 of 1965, as amended) shall continue for the next fiscal year without re-enactment since the rates of said taxes remain as previously levied and adopted. (See section 4, 53 P.S. 6904 of said Act)

RESOLVED AND ENACTED at a Regular Meeting of the Board of School Directors of the Freedom Area School District held on the 13th day of June, 2017.

ATTEST:

BY:

Secretary of the Board

President of the Board

(Signed copy of the resolution is kept in the Central Office of the District)

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

FREEDOM AREA SCHOOL DISTRICT
PROJECTED ENROLLMENT 2017 - 2022

*** 5/17/17 ENROLLMENT

| YEAR | ELEMENTARY | | | | | | MIDDLE | | | | |
|-------------------------------------|------------|------------|------------|------------|------------|-------------|--------------|--------------|--------------|--------------|--------------|
| | K TOTAL | 1 TOTAL | 2 TOTAL | 3 TOTAL | 4 TOTAL | ELEM ENR | 5 ENR | 6 ENR | 7 ENR | 8 ENR | MS ENR |
| ACTUAL | - | - | - | - | - | - | - | - | - | - | - |
| 2011-12 | 95 | 114 | 126 | 112 | 107 | 554 | 108 | 130 | 104 | 123 | 465 |
| 2012-13 | 99 | 105 | 114 | 120 | 116 | 554 | 108 | 105 | 129 | 109 | 451 |
| 2013-14 | 116 | 98 | 102 | 115 | 119 | 550 | 123 | 107 | 109 | 125 | 464 |
| 2014-15 | 111 | 112 | 97 | 102 | 113 | 535 | 116 | 114 | 112 | 103 | 445 |
| 2015-16 | 95 | 99 | 118 | 101 | 98 | 511 | 111 | 114 | 112 | 103 | 440 |
| 2016-17* | 104 | 94 | 99 | 116 | 100 | 513 | 97 | 118 | 115 | 117 | 447 |
| 6 YR AVG | 103 | 104 | 109 | 111 | 109 | 536 | 110.5 | 114.7 | 113.5 | 113.3 | 452.0 |
| PROJECTED | | | | | | | | | | | |
| 2017-18 | 93 | 104 | 99 | 101 | 114 | 511 | 102 | 101 | 117 | 118 | 437 |
| 2018-19 | 91 | 93 | 110 | 101 | 99 | 494 | 115 | 105 | 100 | 117 | 437 |
| 2019-20 | 89 | 91 | 98 | 112 | 99 | 489 | 100 | 120 | 104 | 99 | 424 |
| 2020-21 | 85 | 89 | 96 | 100 | 110 | 480 | 100 | 104 | 119 | 104 | 427 |
| 2021-22 | 85 | 85 | 94 | 98 | 98 | 460 | 111 | 104 | 103 | 118 | 436 |
| PROJ AVG | | | | | | | | | | | |
| ENROLL | 89 | 93 | 100 | 102 | 104 | | 106 | 107 | 108 | 111 | |
| 6 YR AVG SURV. RATIO | | 1.0032 | 1.0547 | 1.0152 | 0.9805 | | 1.01531 | 1.03771 | 0.98983 | 0.99853 | |

| YEAR | HIGH | | | | | DISTRICT TOTAL |
|---------------------------------|------------|------------|------------|------------|------------|-------------------|
| | 9 ENR | 10 ENR | 11 ENR | 12 ENR | HS ENR | |
| ACTUAL | - | - | - | - | - | - |
| 2011-12 | 149 | 150 | 106 | 155 | 560 | 1579 |
| 2012-13 | 145 | 132 | 111 | 121 | 509 | 1514 |
| 2013-14 | 131 | 132 | 106 | 118 | 487 | 1501 |
| 2014-15 | 124 | 119 | 110 | 114 | 467 | 1447 |
| 2015-16 | 107 | 116 | 94 | 110 | 427 | 1378 |
| 2016-17* | 99 | 106 | 115 | 97 | 417 | 1377 |
| 6 YR AVG | 126 | 126 | 103 | 119 | 478 | 1466.0 |
| PROJECTED | | | | | | |
| 2017-18 | 130 | 99 | 87 | 133 | 449 | 1396 |
| 2018-19 | 131 | 130 | 81 | 100 | 442 | 1373 |
| 2019-20 | 129 | 131 | 106 | 94 | 460 | 1373 |
| 2020-21 | 110 | 129 | 107 | 123 | 470 | 1377 |
| 2021-22 | 116 | 110 | 106 | 124 | 456 | 1353 |
| PROJ AVG | | | | | | |
| ENROLL | 123 | 120 | 97 | 115 | | |
| 6 YR AVG SURV. RATIO | 1.1103 | 1 | 0.8185 | 1.157 | | |

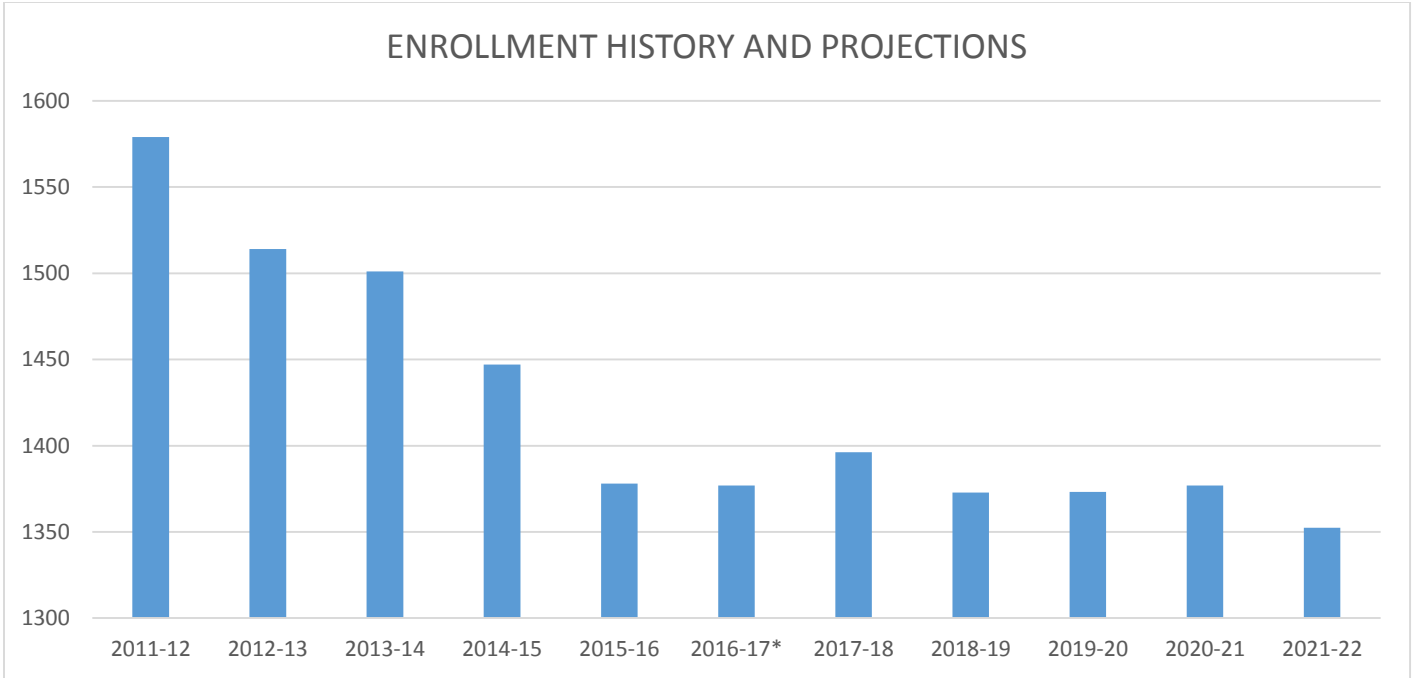
FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

FACULTY – STUDENT PROJECTIONS

| | <u>K</u> | <u>1</u> | <u>2</u> | <u>3</u> | <u>4</u> | <u>5</u> | <u>6</u> |
|----------------------------|----------|----------|----------|----------|----------|----------|-----------|
| MAX Student per Classroom | 23 | 23 | 23 | 28 | 28 | 28 | 30 |
| Current Enrollment | 104 | 94 | 99 | 116 | 100 | 97 | 118 |
| Current Classroom Faculty | 5 | 5 | 5 | 5 | 4 | 4 | 5 |
| Current Students/Faculty | 20.80 | 18.80 | 19.80 | 23.20 | 25.00 | 24.25 | 23.60 |
| Carryforward enrollment | 80 | 104 | 94 | 99 | 116 | 100 | 97 |
| Faculty Needed to Meet Max | 4 | 5 | 4 | 4 | 5 | 4 | 4 |
| Projected Students/Faculty | 20.00 | 20.80 | 23.50 | 24.75 | 23.20 | 25.00 | 24.25 |
| Projected Enrollment | 85 | 104.335 | 99.14 | 100.5 | 113.7357 | 101.53 | 100.65762 |
| Faculty Needed to Meet Max | 4 | 5 | 4 | 4 | 5 | 4 | 4 |
| Projected Students/Faculty | 21.25 | 20.87 | 24.78 | 25.13 | 22.75 | 25.38 | 25.16 |
| | -1 | 0 | -1 | -1 | 1 | 0 | -1 |

| | <u>7</u> | <u>8</u> | <u>9</u> | <u>10</u> | <u>11</u> | <u>12</u> |
|----------------------------|----------|----------|----------|-----------|-----------|-----------|
| MAX Student per Classroom | 30 | 30 | 30 | 30 | 30 | 30 |
| Current Enrollment | 115 | 117 | 99 | 106 | 115 | 97 |
| Current Classroom Faculty | 4.5 | 4.5 | 5 | 4 | 5 | 4 |
| Current Students/Faculty | 25.56 | 26.00 | 19.80 | 26.50 | 23.00 | 24.25 |
| Projected Enrollment | 116.8 | 117.827 | 129.9 | 99 | 86.77 | 133.0502 |
| Faculty Needed to Meet Max | 4.5 | 4.5 | 5 | 5 | 4 | 4 |
| Projected Students/Faculty | 25.96 | 26.18 | 25.98 | 19.80 | 21.69 | 33.26 |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET



CHARTER SCHOOL INFORMATION

| <u>Total Enrollment by School</u> | |
|---|-----------|
| Agora Cyber Charter School | 1 |
| Baden Academy Charter School | 26 |
| Commonwealth Connections Academy Charter School | 5 |
| Lincoln Park Performing Arts Charter | 15 |
| PA Cyber Charter School | 17 |
| PA Distance Learning Charter School | 1 |
| PA Virtual Charter School | 1 |
| Total Students | 66 |

| Enrollment by Grade Level | |
|----------------------------------|-----------|
| Grade 12 | 5 |
| Grade 11 | 9 |
| Grade 10 | 9 |
| Grade 9 | 5 |
| Grade 8 | 8 |
| Grade 7 | 2 |
| Grade 6 | 3 |
| Grade 5 | 4 |
| Grade 4 | 5 |
| Grade 3 | 2 |
| Grade 2 | 5 |
| Grade 1 | 7 |
| Grade K | 2 |
| Total | 66 |

| Cost by Cyber vs Traditional Charter Schools Cost | |
|--|-------------------|
| Traditional Charter School | \$ 506,000 |
| Cyber School Cost | <u>\$ 298,000</u> |
| Total Cost | \$ 804,000 |
| | |
| Total cost in millage is | 5.82 |
| 1 mill = \$138,408 | |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

PENSION, PSERS, BACKGROUND BASICS

(This information is from the Public School Employees' Retirement System (PSERS) 2014 Comprehensive Annual Financial Report (CAFR) and other materials from PSERS, and from the Public Employee Retirement Commission)

The Pennsylvania Public School Employees Retirement Act establishing the Public School Employees' Retirement System (PSERS) became law in 1917 with the purpose of providing retirement and disability benefits to public school employees. The PSERS system is a governmental cost-sharing, multi-employer defined benefit pension plan (DB Plan). It is funded through three sources: contributions from employees (members), the employer contribution rate which is contributions from employers (generally school districts) and the Commonwealth, and investment returns from the System. Under the system all members and 789 reporting units contribute. PSERS has a governing board of trustees which exercises control and management of the system, including the investment of its assets. The system is the 19th largest state-sponsored public defined benefit pension fund in the nation.

The members eligible to participate in PSERS include all full-time public school employees, part-time hourly public school employees who render at least 500 hours of service in the school year, and part-time per diem public school employees who render at least 80 days of service in the school year in any of the reporting entities in Pennsylvania. Membership for full-time employees is mandatory. Part-time salaried, part-time hourly, and part-time per diem employees may waive membership with PSERS under certain circumstances.

For school districts, pension obligations are the highest increasing mandated costs in their budgets, and the number one reason for local tax hikes. Short of action by the General Assembly to address this pension crisis or more state funding to offset these rising costs, districts have no option but to cover these soaring costs at the expense of the rest of their budgets.

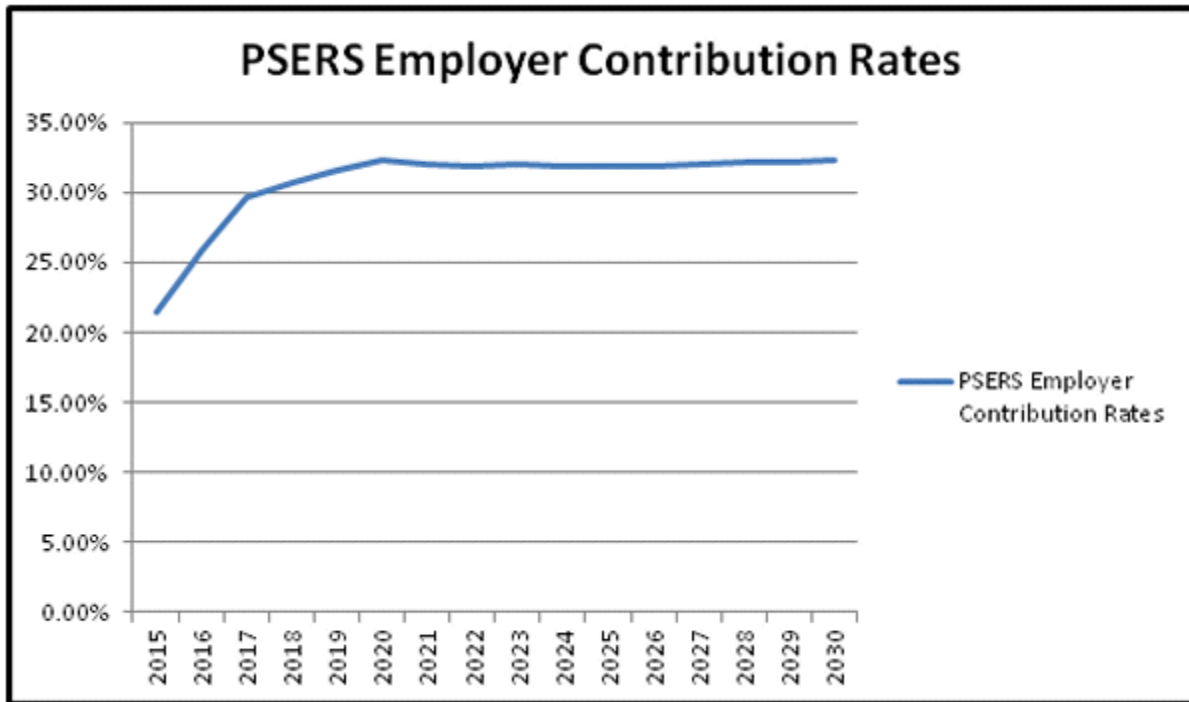
To date, the pension crisis has been the topic of some debate in Harrisburg, and some plans have been introduced, the General Assembly has not taken any action to adopt a reform plan. While some changes were enacted under Act 120 of 2010, they did not fully address both long-term and short-term concerns for the funding of the retirement system.

It is clear even to outside bond rating agencies that the Commonwealth pension crisis is and will impact the state's financial position in the future. In July, 2014, Moody's Investors Service downgraded Pennsylvania's credit rating, citing the state's "growing unfunded pension liabilities as Pennsylvania continues to underfund pension contributions" as one of the challenges leading to a lower rating.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

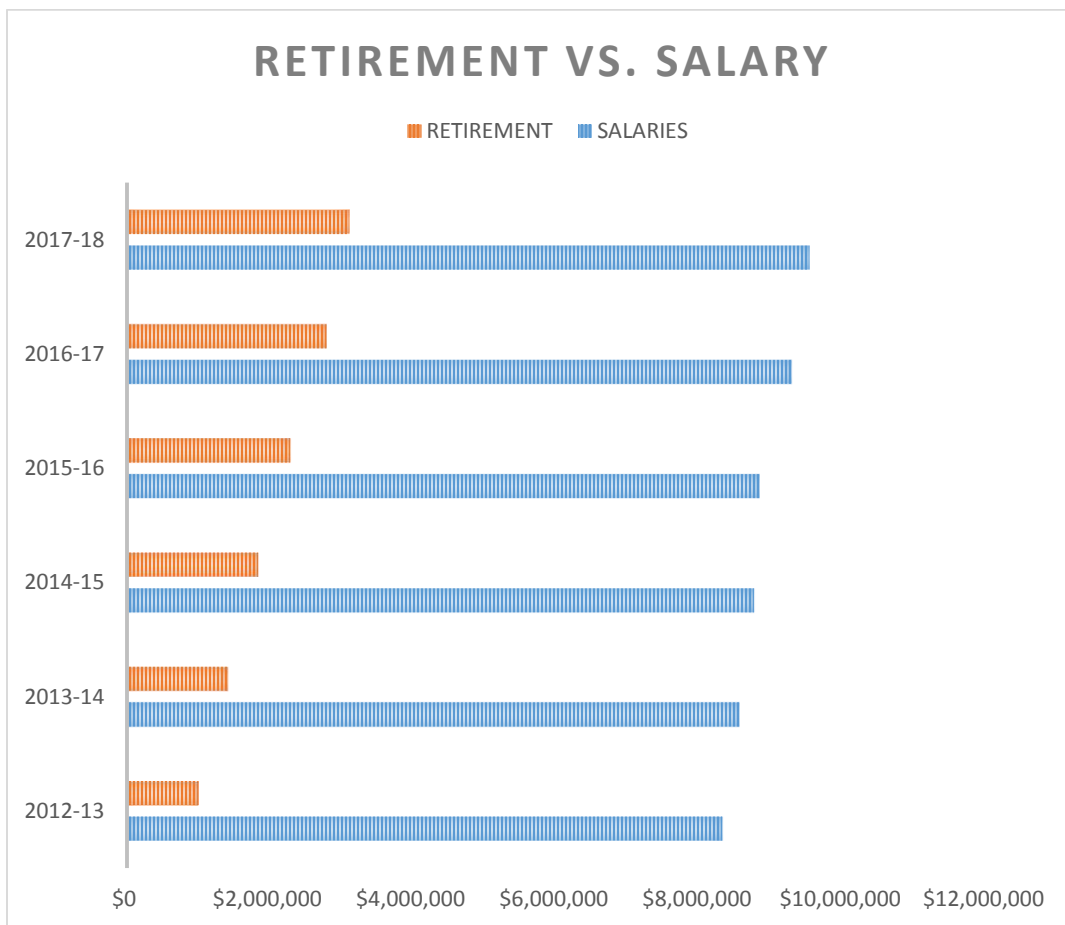
PSERS' 5-YEAR PROJECTED EMPLOYER CONTRIBUTION RATES (Presumes a 7.5% rate of return)

| Fiscal year | Total Employer Contribution Rate % | Projected Total Employer Contribution (statewide) (thousands) \$ |
|-------------|---------------------------------------|--|
| 2017-18 | 32.57% | 4,380,339 |
| 2018-19 | 34.18% | 4,668,189 |
| 2019-20 | 35.53% | 4,933,711 |
| 2020-21 | 35.95% | 5,081,955 |
| 2021-22 | 36.40% | 5,244,647 |



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

| PSERS (RETIREMENT) COMPARED TO SALARIES | | | | |
|--|-----------------|-------------------|--|--|
| <u>YEAR</u> | <u>SALARIES</u> | <u>RETIREMENT</u> | <u>RETIREMENT AS A PERCENT OF SALARY</u> | <u>INCREASE FROM PREVIOUS YEAR</u> |
| 2012-13 | \$8,311,275 | \$1,003,818 | 12.08% | |
| 2013-14 | \$8,549,907 | \$1,414,280 | 16.54% | \$ 410,462 |
| 2014-15 | \$8,754,816 | \$1,834,710 | 20.96% | \$ 420,430 |
| 2015-16 | \$8,831,175 | \$2,281,969 | 25.84% | \$ 447,259 |
| 2016-17 | \$9,277,662 | \$2,785,024 | 30.03% | \$ 503,055 |
| 2017-18 | \$9,526,977 | \$3,103,517 | 32.57% | \$ 318,493 |
| <u>ACCUMULATIVE DOLLAR CHANGE</u> | \$1,215,702 | \$2,099,699 | 172.71% | |
| <u>ACCUMULATIVE PERCENT CHANGE</u> | 14.63% | 209.17% | | |



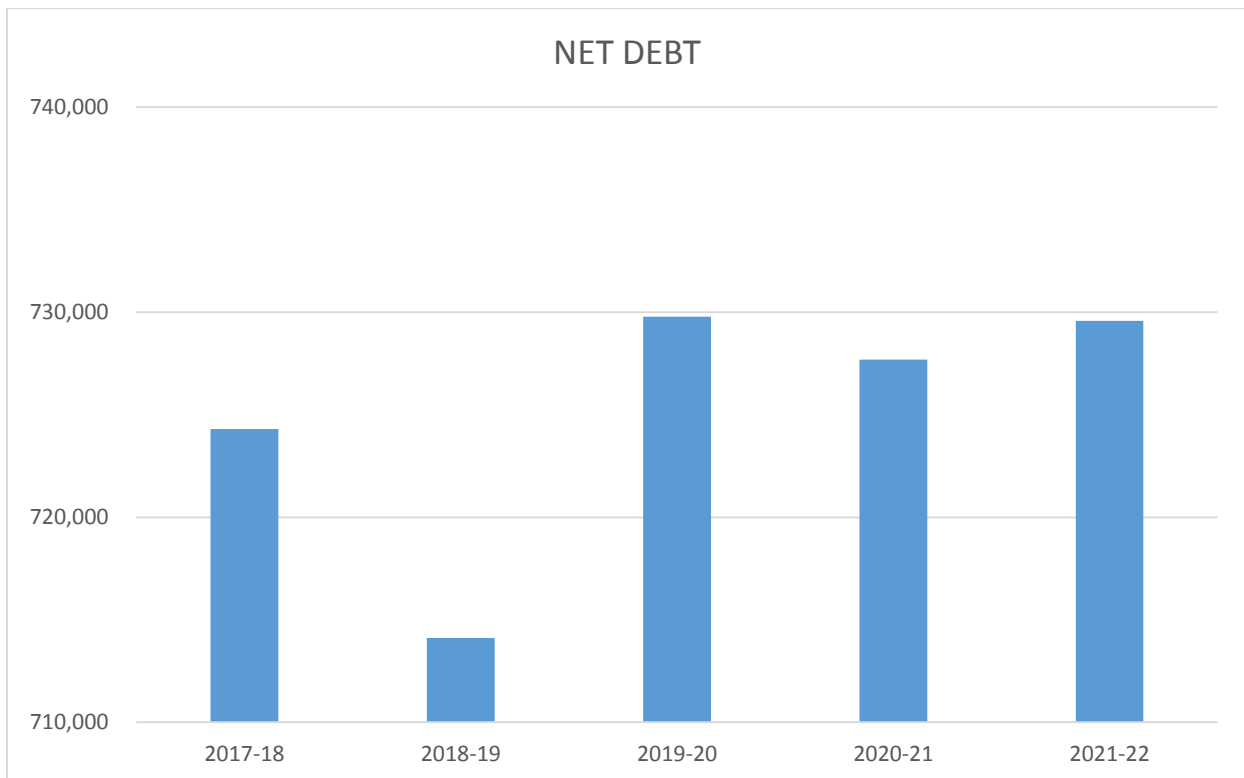
DEBT SERVICE

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

Debt service includes payments on general long-term debt, authority obligations and interest on those debts. The Freedom Area School District currently holds two (2) bond issues. The first is the General Obligation Bond, Series of 2008, which is the refinancing of the General Obligation Bond, Series of 1998 which borrowed \$10,000,000 to complete major renovations to the middle school and renovations to the high school. The debt will be paid in full on 7/15/2018. This project was done under the PDE PlanCon process, which qualified the district for reimbursement subsidies. These revenues are received from the Commonwealth as a payment for approved debt obligations.

The General Obligation Bond, Series of 2014 is a \$10,000,000 bond used to complete the addition to the middle school known as the Primary Center. The Commonwealth placed a moratorium on PlanCon projects during the period that the Primary Center was constructed. Therefore, this project receives no reimbursement from the Commonwealth.

The following charts show the debt remaining on each issue and total debt per year for the school district.



FREEDOM AREA SCHOOL DISTRICT 2016 - 2017 BUDGET DEBT SERVICE SCHEDULES

| GENERAL OBLIGATION BOND, SERIES OF 2008 | | | |
|--|-------------------|-----------------|--------------|
| | <u>PRINCIPAL</u> | <u>INTEREST</u> | <u>TOTAL</u> |
| 7/15/2017 | 735,000.00 | 25,698.75 | 760,698.75 |
| 1/15/2018 | - | 13,387.50 | 13,387.50 |
| 7/15/2018 | <u>765,000.00</u> | <u>1,387.50</u> | 766,387.50 |
| | 1,500,000.00 | 40,473.75 | |

| GENERAL OBLIGATION BOND, SERIES OF 2014 | | | |
|--|-------------------|-----------------|--------------|
| | <u>PRINCIPAL</u> | <u>INTEREST</u> | <u>TOTAL</u> |
| 9/1/2017 | - | 187,490.00 | 187,490.00 |
| 3/1/2018 | 5,000.00 | 187,490.00 | 192,490.00 |
| 9/1/2018 | - | 187,440.00 | 187,440.00 |
| 3/1/2019 | 5,000.00 | 187,440.00 | 192,440.00 |
| 9/1/2019 | - | 187,390.00 | 187,390.00 |
| 3/1/2020 | 355,000.00 | 187,390.00 | 542,390.00 |
| 9/1/2020 | - | 183,840.00 | 183,840.00 |
| 3/1/2021 | 360,000.00 | 183,840.00 | 543,840.00 |
| 9/1/2021 | - | 179,790.00 | 179,790.00 |
| 3/1/2022 | 370,000.00 | 179,790.00 | 549,790.00 |
| 9/1/2022 | - | 175,165.00 | 175,165.00 |
| 3/1/2023 | 380,000.00 | 175,165.00 | 555,165.00 |
| 9/1/2023 | - | 169,940.00 | 169,940.00 |
| 3/1/2024 | 390,000.00 | 169,940.00 | 559,940.00 |
| 9/1/2024 | - | 164,090.00 | 164,090.00 |
| 3/1/2025 | 400,000.00 | 164,090.00 | 564,090.00 |
| 9/1/2025 | - | 158,090.00 | 158,090.00 |
| 3/1/2026 | 410,000.00 | 158,090.00 | 568,090.00 |
| 9/1/2026 | - | 151,683.75 | 151,683.75 |
| 3/1/2027 | 425,000.00 | 151,683.75 | 576,683.75 |
| 9/1/2027 | - | 144,511.88 | 144,511.88 |
| 3/1/2028 | 440,000.00 | 144,511.88 | 584,511.88 |
| 9/1/2028 | - | 136,811.88 | 136,811.88 |
| 3/1/2029 | 455,000.00 | 136,811.88 | 591,811.88 |
| 9/1/2029 | - | 128,621.88 | 128,621.88 |
| 3/1/2030 | 470,000.00 | 128,621.88 | 598,621.88 |
| 9/1/2030 | - | 119,211.88 | 119,211.88 |
| 3/1/2031 | 490,000.00 | 119,221.88 | 609,221.88 |
| 9/1/2031 | - | 109,115.63 | 109,115.63 |
| 3/1/2032 | 510,000.00 | 109,115.63 | 619,115.63 |
| 9/1/2032 | - | 98,596.88 | 98,596.88 |
| 3/1/2033 | 530,000.00 | 98,596.88 | 628,596.88 |
| 9/1/2033 | - | 87,665.63 | 87,665.63 |
| 3/1/2034 | 550,000.00 | 87,665.83 | 637,665.83 |
| 9/1/2034 | - | 76,321.88 | 76,321.88 |
| 3/1/2035 | 575,000.00 | 76,321.88 | 651,321.88 |
| 9/1/2035 | - | 64,462.50 | 64,462.50 |
| 3/1/2036 | 600,000.00 | 64,462.50 | 664,462.50 |
| 9/1/2036 | - | 50,962.50 | 50,962.50 |
| 3/1/2037 | 625,000.00 | 50,962.50 | 675,962.50 |
| 9/1/2037 | - | 36,900.00 | 36,900.00 |
| 3/1/2038 | 655,000.00 | 36,900.00 | 691,900.00 |
| 9/1/2038 | - | 22,162.50 | 22,162.50 |
| 3/1/2039 | 685,000.00 | 22,162.50 | 707,162.50 |
| 9/1/2039 | - | 6,750.00 | 6,750.00 |
| 3/1/2040 | <u>300,000.00</u> | <u>6,750.00</u> | 306,750.00 |
| | 9,985,000.00 | 5,654,037.78 | |

| COMBINED DEBT | | | |
|----------------------|-------------------|----------------------|-----------------|
| | <u>TOTAL DEBT</u> | <u>REIMBURSEMENT</u> | <u>NET DEBT</u> |
| 2017-18 | 1,154,066.25 | 429,773.00 | 724,293.25 |
| 2018-19 | 1,146,267.50 | 432,161.00 | 714,106.50 |
| 2019-20 | 729,780.00 | 0 | 729,780.00 |
| 2020-21 | 727,680.00 | 0 | 727,680.00 |
| 2021-22 | 729,580.00 | | 729,580.00 |
| 2022-23 | 730,330.00 | | 730,330.00 |
| 2023-24 | 729,880.00 | | 729,880.00 |
| 2024-25 | 728,180.00 | | 728,180.00 |
| 2025-26 | 726,180.00 | | 726,180.00 |
| 2026-27 | 728,367.50 | | 728,367.50 |
| 2027-28 | 729,023.76 | | 729,023.76 |
| 2028-29 | 728,623.76 | | 728,623.76 |
| 2029-30 | 727,243.76 | | 727,243.76 |
| 2030-31 | 728,433.76 | | 728,433.76 |
| 2031-32 | 728,231.26 | | 728,231.26 |
| 2032-33 | 727,193.76 | | 727,193.76 |
| 2033-34 | 725,331.46 | | 725,331.46 |
| 2034-35 | 727,643.76 | | 727,643.76 |
| 2035-36 | 728,925.00 | | 728,925.00 |
| 2036-37 | 726,925.00 | | 726,925.00 |
| 2037-38 | 728,800.00 | | 728,800.00 |
| 2038-39 | 729,325.00 | | 729,325.00 |
| 2039-40 | 313,500.00 | | 313,500.00 |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

CAPITAL PROJECTS

In 2015-2016 school year, the Freedom Area School District concluded a significant capital project, the construction of a \$13.8 million elementary school addition that enabled the consolidation of all district students onto one central campus. This project was the largest capital project undertaken by the School District in many years and was a significant step forward in both our facilities and in our educational programming.

With the completion of the elementary project, the District is now taking steps to address significant structural needs in our high school that was originally constructed in 1968. The District has secured the assistance of the construction management firm S.P. Smith, Inc. to provide pre-construction services that will lead to an anticipated renovation project in the high school facility. Over the course of the 2016-2017 school year, with the assistance of S.P. Smith, Inc., the District began moving forward with a needs assessment, facilities plan, and a determination of costs and financing options required to support this next major capital project.

In order to support the funding of an anticipated project of this scale, the District will investigate all options for funding, including the lifting of the moratorium on the state-level Planning and Construction Workbook (Plan-Con) that provides state reimbursement for school construction projects, as well as a possible local voter referendum to develop local support for the project.



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

PROPRIETARY FUND

Proprietary funds are for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation and indirect cost) of providing goods or service on a continuing basis be financed primarily through fees and user charges rather than taxes or similar revenues. The district operated its food service program as a proprietary fund authorized under Section 504 of the Public School Code of 1949. The Food Service Fund provides goods and services to the students on a continuing basis.

| | <u>2016-17 BUDGET</u> | <u>2017-18 BUDGET</u> | <u>INCREASE (DECREASE)</u> | <u>PERCENT CHANGE</u> |
|-------------------------------------|-----------------------|-----------------------|--------------------------------|---------------------------|
| <u>REVENUES</u> | | | | |
| Earnings on Investments | 20 | 120 | 100 | 500.00% |
| Daily Sales - Lunch | 256,000 | 250,000 | (6,000) | -2.34% |
| Daily Sales - Breakfast | 22,500 | 25,000 | 2,500 | 11.11% |
| Daily Sales - Non-Reimbursable | 29,000 | 30,000 | 1,000 | 3.45% |
| Special Functions | 500 | 1,000 | 500 | 100.00% |
| Other Revenues | 57,000 | 57,000 | - | 0.00% |
| State Food Services Subsidy | 31,500 | 31,500 | - | 0.00% |
| State Social Security Reimbursement | 12,000 | 12,000 | - | 0.00% |
| State Retirement Reimbursement | 34,500 | 50,000 | 15,500 | 44.93% |
| Federal Food Services Subsidy | <u>376,500</u> | <u>358,000</u> | <u>(18,500)</u> | -4.91% |
| | 819,520 | 814,620 | (4,900) | -0.60% |
| <u>EXPENDITURES</u> | | | | |
| Wages | 279,600 | 291,000 | 11,400 | 4.08% |
| Benefits | 169,465 | 178,720 | 9,255 | 5.46% |
| Professional Services | 900 | 2,000 | 1,100 | 122.22% |
| Repairs Other Purchased Services | 9,505 | 6,000 | (3,505) | -36.88% |
| Travel | 2,150 | 2,000 | (150) | -6.98% |
| General Supplies | 38,000 | 33,000 | (5,000) | -13.16% |
| Food | 301,200 | 301,200 | - | 0.00% |
| Dues and Fees | <u>700</u> | <u>700</u> | <u>-</u> | 0.00% |
| | 801,520 | 814,620 | 13,100 | 1.63% |
| | | | | |
| | | | | |
| | <u>2016-17 PRICES</u> | <u>2017-18 PRICES</u> | <u>REDUCED MEAL</u> | |
| Breakfast K-12 | \$1.15 | \$1.15 | \$0.30 | |
| Lunch K-4 | \$2.35 | \$2.40 | \$0.40 | |
| Lunch 5-8 | \$2.45 | \$2.50 | \$0.40 | |
| Lunch 9-12 | \$2.50 | \$2.55 | \$0.40 | |

The prior year financial statements for the proprietary fund follow.

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

| STATEMENT OF NET POSITION | |
|--|---------------------|
| PROPRIETARY FUND | |
| FOR THE YEAR ENDED JUNE 30, 2016 | |
| ASSETS & DEFERRED OUTFLOWS OF REVENUES | |
| Current Assets | |
| Cash & Cash Equivalents | \$ 120,765 |
| Other Receivables | \$ 27,791 |
| Inventories | \$ 14,081 |
| Due From Other Governments | \$ 15,112 |
| Total Current Assets | \$ 177,749 |
| Noncurrent Assets | |
| Furniture and Equip (Net Accumulated Depr) | \$ 198,751 |
| Total Noncurrent Assets | \$ 198,751 |
| TOTAL ASSETS | \$ 376,500 |
| DEFERRED OUTFLOW OF RESOURCES | |
| Amounts Related to Pensions | \$ 94,429 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION | |
| Current Liabilities | |
| Due to Other Funds | \$ 11,251 |
| Unearned Revenues | \$ 8,484 |
| Other Current Liabilities | \$ 16,994 |
| Total Current Liabilities | \$ 36,729 |
| Noncurrent Liabilities | |
| Long-Term Portion of Compensated Absences | \$ 23,987 |
| Net Pension Liability | \$ 997,610 |
| Total Noncurrent Liabilities | \$ 1,021,597 |
| Total Liabilities | \$ 1,058,326 |
| Deferred Inflows of Resources | \$ 6,144 |
| Net Position | |
| Invested in Capital Assets, Net of Related Debt | \$ 198,751 |
| Unrestricted - XXX | \$ (792,292) |
| Total Net Position | \$ (593,541) |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

| STATEMENT OF REVENUES, EXPENDITURES AND | |
|--|--------------|
| CHANGES IN NET POSITION | |
| PROPRIETARY FUND | |
| FOR THE YEAR ENDED JUNE 30, 2016 | |
| OPERATING REVENUES | |
| Food Service Revenues | |
| TOTAL OPERATING REVENUES | \$ 282,425 |
| OPERATING EXPENDITURES | |
| Salaries | \$ 243,862 |
| Employee Benefits | \$ 182,926 |
| Purchased Property Services | \$ 9,322 |
| Other Purchased Services | \$ 1,377 |
| Supplies | \$ 325,145 |
| Property | \$ 38,612 |
| Other Operating Expenses | \$ 336 |
| TOTAL OPERATING EXPENDITURES | \$ 801,580 |
| OPERATING INCOME/(LOSS) | \$ (519,155) |
| NON-OPERATING REVENUES (EXPENDITURES) | |
| Interest Income | \$ 75 |
| State Sources | \$ 68,420 |
| Federal Sources | \$ 452,860 |
| TOTAL NON-OPERATING REVENUES (EXPENDITURES) | \$ 521,355 |
| INCOME (LOSS) BEFORE TRANSFERS | \$ 2,200 |
| TRANSFER IN | \$ 187,000 |
| CHANGE IN NET POSITION | \$ 189,200 |
| TOTAL NET POSITION - JULY 1, 2014 | \$ (782,741) |
| TOTAL NET POSITION - JUNE 30, 2015 | \$ (593,541) |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

FIDUCIARY FUNDS

Fiduciary funds are divided into two (2) classifications, trust funds and agency funds. The trust fund was setup to account for endowed scholarships. The agency fund accounts for assets held by the district in a purely custodial capacity. The student activity funds are held in the agency fund. This fund accounts for moneys authorized by Section 511 of the Public School Code of 1949 for school publications and organizations. Activity funds are agency funds but are separated from other agency funds because of legal requirements.

TRUST FUND PRIVATE PURPOSE 2014-2015

| | | | |
|---------------------------------------|------------------|---------------------------|------------------|
| ASSETS | <u>\$218,016</u> | Additions – Interest | \$ 724 |
| Liabilities | \$ 0 | Deductions – Scholarships | <u>\$10,000</u> |
| Net Position | <u>\$218,016</u> | Change in Net Position | (\$9,276) |
| TOTAL LIABILITIES AND NET POSITION | <u>\$218,016</u> | Net Position 7-1-2014 | <u>\$227,292</u> |
| | | Net Position 6-30-2015 | <u>\$218,016</u> |

AGENCY FUNDS

| | | | |
|---------------------------------------|-----------------------------------|--|-----------------------------------|
| ASSETS | <u>2014-15</u> <u>\$49,575</u> | | <u>2014-15</u> <u>\$43,109</u> |
| Liabilities | \$ 0 | | \$ 687 |
| Net Position | <u>\$49,575</u> | | <u>\$42,422</u> |
| TOTAL LIABILITIES AND NET POSITION | <u>\$49,575</u> | | <u>\$43,109</u> |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

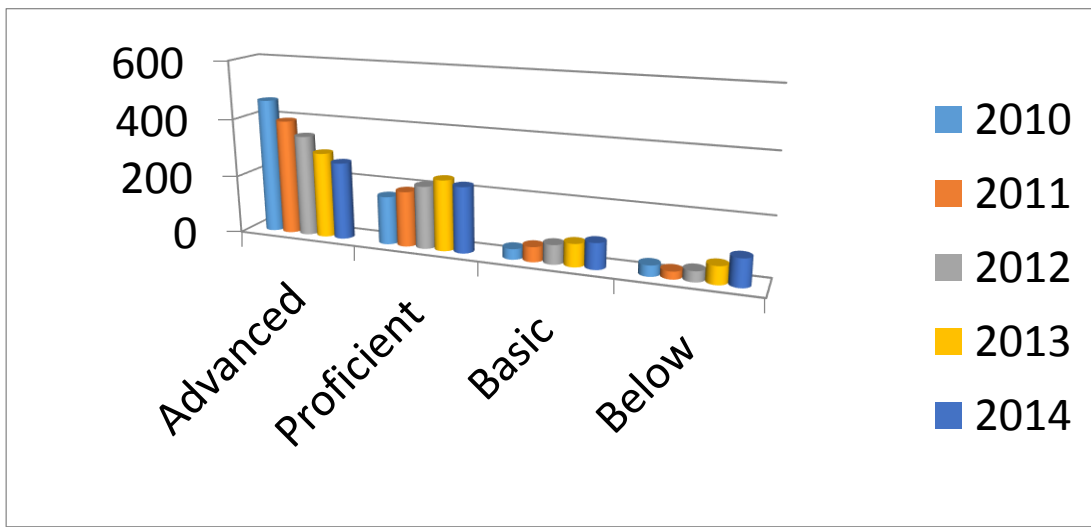
PERFORMANCE RESULTS

The following charts and data represent Freedom Area School District assessment scores from 2010-2016.

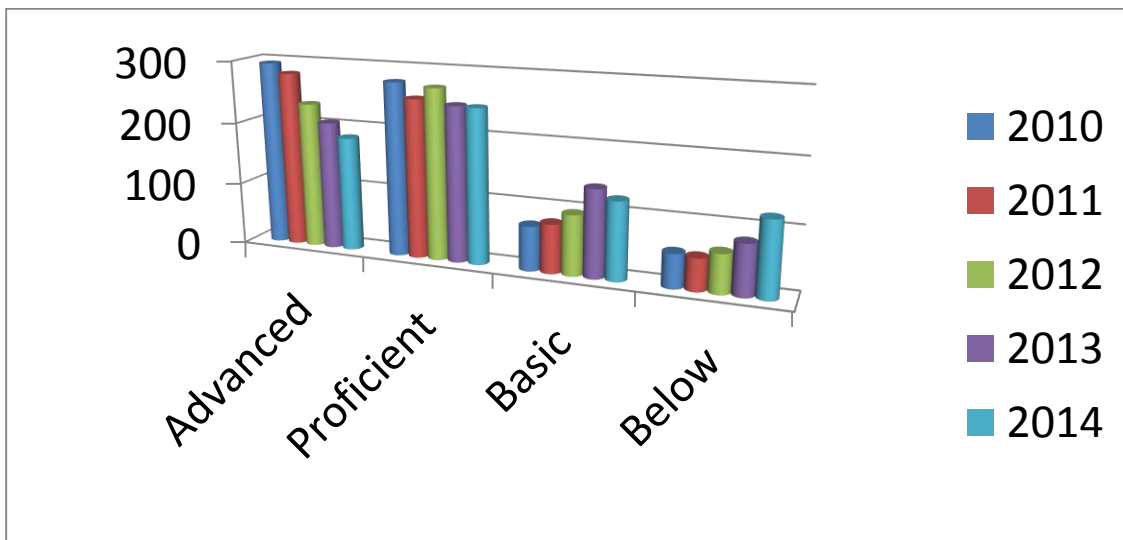
Historical PSSA Scores from 2010-2014:

*****These scores reflect the PSSA test that assessed the previously used Pennsylvania Academic Standards. No comparison in scores can be made between 2010-2014 scores and the scores from the 2015 school year and moving forward due to the 2015 PSSA being the first administration of an assessment that is fully aligned to the more rigorous PA Core Standards.***

Math PSSA 5 Year Historical Comparison

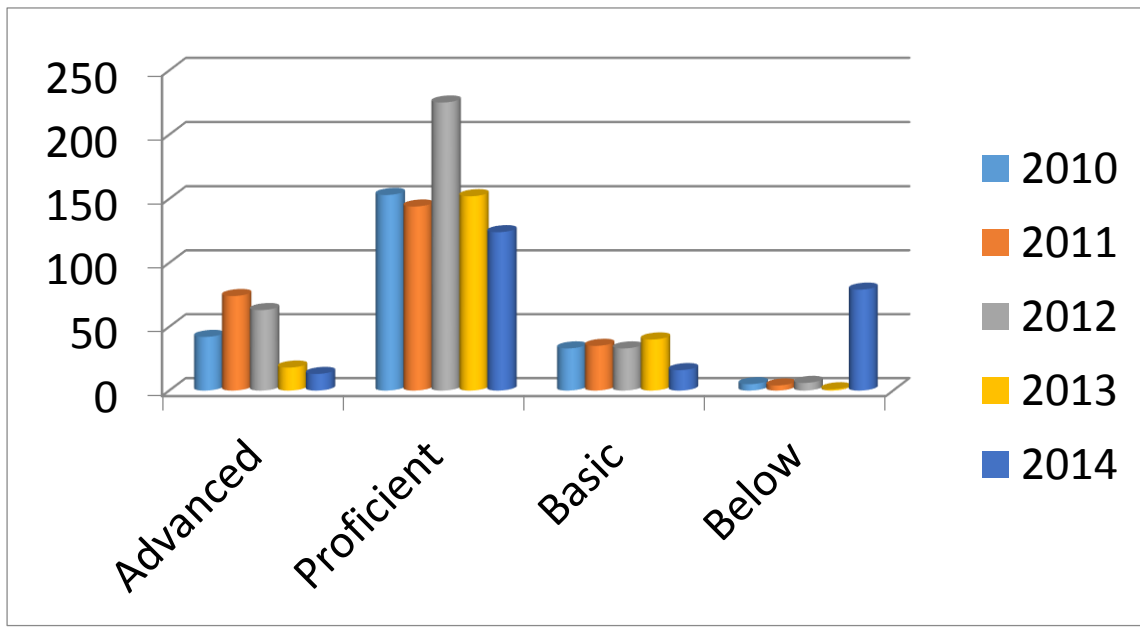


Reading PSSA 5 Year Historical Comparison

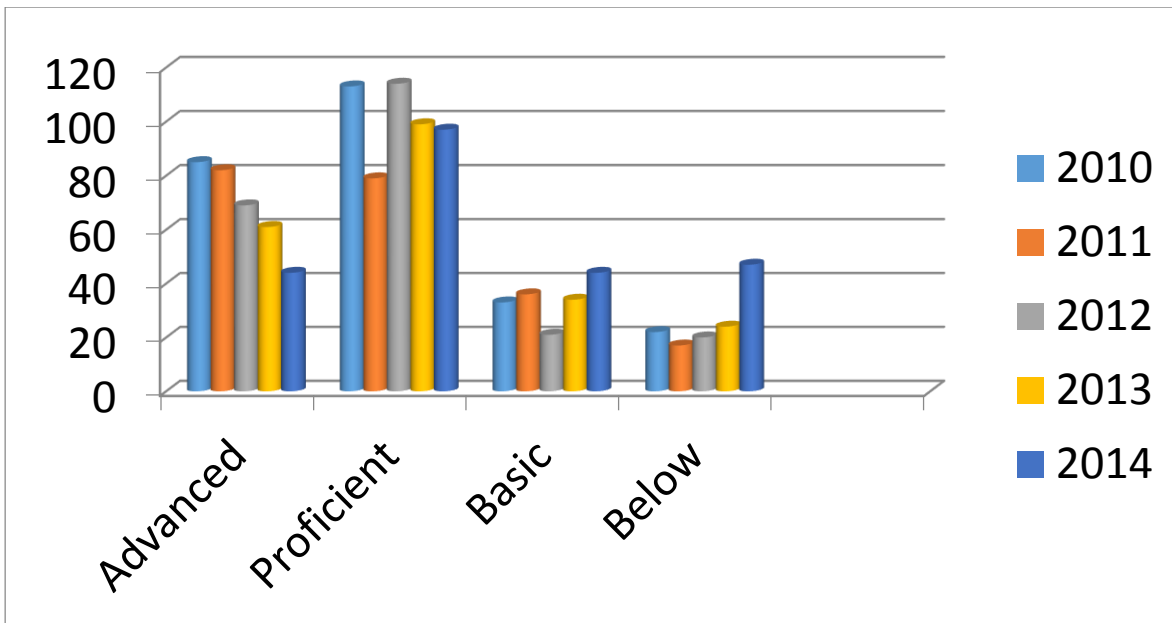


FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

Writing PSSA 5 Year Historical Comparison



Science PSSA 5 Year Historical Comparison



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

2014-2015 PSSA Scores:

**These scores reflect the new PSSA test that assesses student learning in comparison to the PA Core Standards.*

PSSA Score Comparison from 2014-2015 and 2015-2016: ***These scores reflect data from assessments that are aligned to the PA Core Academic Standards.*

3rd Grade PSSA Percentages

| PSSA Assessment | 2014-2015 Total Proficient or Above | 2015-2016 Total Proficient or Above |
|-----------------------|--|--|
| English Language Arts | 63% | 56% |
| Mathematics | 50% | 51% |

4th Grade PSSA Percentages

| PSSA Assessment | 2014-2015 Total Proficient or Above | 2015-2016 Total Proficient or Above |
|-----------------------|--|--|
| English Language Arts | 55% | 55% |
| Mathematics | 41% | 41% |
| Science | 79% | 76% |



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

5th Grade PSSA Percentages

| PSSA Assessment | 2014-2015 Total Proficient or Above | 2015-2016 Total Proficient or Above |
|-----------------------|--|--|
| English Language Arts | 56% | 61% |
| Mathematics | 36% | 45% |

6th Grade PSSA Percentages

| PSSA Assessment | 2014-2015 Total Proficient or Above | 2015-2016 Total Proficient or Above |
|-----------------------|--|--|
| English Language Arts | 60% | 72% |
| Mathematics | 36% | 39% |



FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET



7th Grade PSSA Percentages

| PSSA Assessment | 2014-2015 Total Proficient or Above | 2015-2016 Total Proficient or Above |
|-----------------------|--|--|
| English Language Arts | 58% | 72% |
| Mathematics | 27% | 40% |

8th Grade PSSA Percentages

| PSSA Assessment | 2014-2015 Total Proficient or Above | 2015-2016 Total Proficient or Above |
|-----------------------|--|--|
| English Language Arts | 61% | 53% |
| Mathematics | 19% | 25% |
| Science | 53% | 53% |

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

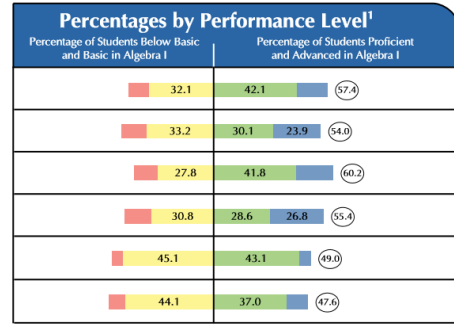
Historical Keystone Exams Scores from 2012-2015

Algebra 1 2012-2013

Performance Level Summary by Content Area

| Test Groups | Total Tested | Below Basic | | Basic | | Proficient | | Advanced | |
|------------------------------|--------------|-------------|---------|--------|---------|------------|---------|----------|---------|
| | | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| District: All Testers | 209 | 22 | 10.5 | 67 | 32.1 | 88 | 42.1 | 32 | 15.3 |
| State: All Testers | 214,198 | 27,373 | 12.8 | 71,190 | 33.2 | 64,429 | 30.1 | 51,206 | 23.9 |
| District: First Time Testers | 158 | 19 | 12.0 | 44 | 27.8 | 66 | 41.8 | 29 | 18.4 |
| State: First Time Testers | 175,578 | 24,161 | 13.8 | 54,157 | 30.8 | 50,140 | 28.6 | 47,120 | 26.8 |
| District: Re-Testers | 51 | 3 | 5.9 | 23 | 45.1 | 22 | 43.1 | 3 | 5.9 |
| State: Re-Testers | 38,620 | 3212 | 8.3 | 17,033 | 44.1 | 14,289 | 37.0 | 4086 | 10.6 |

Algebra I



¹If a percentage is not displayed within the bar graph, consult the table for the actual percentage. Summaries are based on students' highest scores to date. Please note that the percentages in the table may not add up to 100% due to rounding.

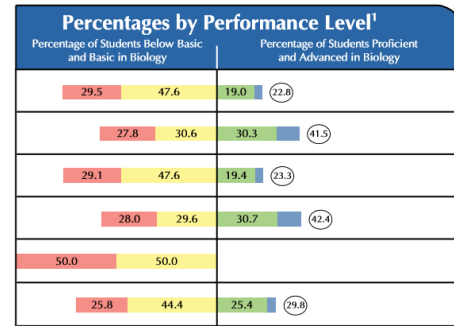
100 50 0 50 100

Biology 2012-2013

Performance Level Summary by Content Area

| Test Groups | Total Tested | Below Basic | | Basic | | Proficient | | Advanced | |
|------------------------------|--------------|-------------|---------|--------|---------|------------|---------|----------|---------|
| | | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| District: All Testers | 105 | 31 | 29.5 | 50 | 47.6 | 20 | 19.0 | 4 | 3.8 |
| State: All Testers | 147,236 | 40,963 | 27.8 | 45,107 | 30.6 | 44,647 | 30.3 | 16,519 | 11.2 |
| District: First Time Testers | 103 | 30 | 29.1 | 49 | 47.6 | 20 | 19.4 | 4 | 3.9 |
| State: First Time Testers | 136,771 | 38,261 | 28.0 | 40,459 | 29.6 | 41,989 | 30.7 | 16,062 | 11.7 |
| District: Re-Testers | 2 | 1 | 50.0 | 1 | 50.0 | 0 | 0.0 | 0 | 0.0 |
| State: Re-Testers | 10,465 | 2702 | 25.8 | 4648 | 44.4 | 2658 | 25.4 | 457 | 4.4 |

Biology



¹If a percentage is not displayed within the bar graph, consult the table for the actual percentage. Summaries are based on students' highest scores to date. Please note that the percentages in the table may not add up to 100% due to rounding.

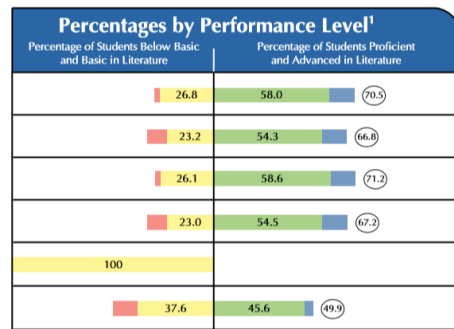
100 50 0 50 100

Literature 2012-2013

Performance Level Summary by Content Area

| Test Groups | Total Tested | Below Basic | | Basic | | Proficient | | Advanced | |
|------------------------------|--------------|-------------|---------|--------|---------|------------|---------|----------|---------|
| | | Number | Percent | Number | Percent | Number | Percent | Number | Percent |
| District: All Testers | 112 | 3 | 2.7 | 30 | 26.8 | 65 | 58.0 | 14 | 12.5 |
| State: All Testers | 138,747 | 13,728 | 9.9 | 32,241 | 23.2 | 75,393 | 54.3 | 17,385 | 12.5 |
| District: First Time Testers | 111 | 3 | 2.7 | 29 | 26.1 | 65 | 58.6 | 14 | 12.6 |
| State: First Time Testers | 136,512 | 13,449 | 9.9 | 31,400 | 23.0 | 74,373 | 54.5 | 17,290 | 12.7 |
| District: Re-Testers | 1 | 0 | 0.0 | 1 | 100 | 0 | 0.0 | 0 | 0.0 |
| State: Re-Testers | 2235 | 279 | 12.5 | 841 | 37.6 | 1020 | 45.6 | 95 | 4.3 |

Literature



¹If a percentage is not displayed within the bar graph, consult the table for the actual percentage. Summaries are based on students' highest scores to date. Please note that the percentages in the table may not add up to 100% due to rounding.

100 50 0 50 100

FREEDOM AREA SCHOOL DISTRICT 2017 – 2018 BUDGET

Keystone Score Comparison from 2014-2015 and 2015-2016:

| Keystone Assessment | 2014-2015 Total Proficient or Above | 2015-2016 Total Proficient or Above |
|--|--|--|
| Literature | 78% | 54.9% |
| Algebra 1 (8 th Grade Only) | 92% | 76.5% |
| Algebra 1 | 68% | 18.2% |
| Biology | 59% | 35.6% |

LEA Name : Freedom Area SD

Class : 3

AUN Number : 127042853

County : Beaver

FINAL GENERAL FUND BUDGET

Fiscal Year 2017-2018

General Fund Budget Approval

Date of Adoption of the General Fund Budget:

President of the Board - Original Signature Required

Date

Secretary of the Board - Original Signature Required

Date

Chief School Administrator - Original Signature Required

Date

NORIE NE PLATE

(724)775-7644

Extn :130

Contact Person

Telephone

Extension

NPLATE@FREEDOM.K12.PA.US

Email Address

| <u>ITEM</u> | <u>AMOUNTS</u> | |
|--|----------------|----------------------------|
| Estimated Beginning Unreserved Fund Balance Available for Appropriation and Reserves Scheduled For Liquidation During The Fiscal Year | | |
| 0810 Nonspendable Fund Balance | | |
| 0820 Restricted Fund Balance | | |
| 0830 Committed Fund Balance | 4,912,820 | |
| 0840 Assigned Fund Balance | | |
| 0850 Unassigned Fund Balance | 1,193,667 | |
| Total Estimated Beginning Unreserved Fund Balance Available for Appropriation and Reserves Scheduled For Liquidation During The Fiscal Year | | <u>\$6,106,487</u> |
| Estimated Revenues And Other Financing Sources | | |
| 6000 Revenue from Local Sources | 9,117,748 | |
| 7000 Revenue from State Sources | 13,165,511 | |
| 8000 Revenue from Federal Sources | 488,000 | |
| 9000 Other Financing Sources | | |
| Total Estimated Revenues And Other Financing Sources | | <u>\$22,771,259</u> |
| Total Estimated Fund Balance, Revenues, and Other Financing Sources Available for Appropriation | | <u>\$28,877,746</u> |

| | <u>Amount</u> |
|---|---------------------|
| REVENUE FROM LOCAL SOURCES | |
| 6111 Current Real Estate Taxes | 7,039,040 |
| 6112 Interim Real Estate Taxes | 35,000 |
| 6113 Public Utility Realty Taxes | 8,000 |
| 6114 Payments in Lieu of Current Taxes - State / Local | 3,000 |
| 6140 Current Act 511 Taxes - Flat Rate Assessments | 11,000 |
| 6150 Current Act 511 Taxes - Proportional Assessments | 1,253,000 |
| 6400 Delinquencies on Taxes Levied / Assessed by the LEA | 460,100 |
| 6500 Earnings on Investments | 17,000 |
| 6700 Revenues from LEA Activities | 51,000 |
| 6800 Revenues from Intermediary Sources / Pass-Through Funds | 215,608 |
| 6910 Rentals | 12,000 |
| 6990 Refunds and Other Miscellaneous Revenue | 13,000 |
| REVENUE FROM LOCAL SOURCES | \$9,117,748 |
| REVENUE FROM STATE SOURCES | |
| 7110 Basic Education Funding | 8,061,000 |
| 7160 Tuition for Orphans Subsidy | 600 |
| 7271 Special Education funds for School-Aged Pupils | 1,038,000 |
| 7311 Pupil Transportation Subsidy | 600,000 |
| 7312 Nonpublic and Charter School Pupil Transportation Subsidy | 20,000 |
| 7320 Rental and Sinking Fund Payments / Building Reimbursement Subsidy | 430,000 |
| 7330 Health Services (Medical, Dental, Nurse, Act 25) | 29,000 |
| 7340 State Property Tax Reduction Allocation | 501,105 |
| 7505 Ready to Learn Block Grant | 268,806 |
| 7810 State Share of Social Security and Medicare Taxes | 421,000 |
| 7820 State Share of Retirement Contributions | 1,796,000 |
| REVENUE FROM STATE SOURCES | \$13,165,511 |
| REVENUE FROM FEDERAL SOURCES | |
| 8514 NCLB, Title I - Improving the Academic Achievement of the Disadvantaged | 340,000 |
| 8515 NCLB, Title II - Preparing, Training and Recruiting High Quality Teachers and Principals | 74,000 |
| 8810 School-Based Access Medicaid Reimbursement Program (SBAP) Reimbursements (Access) | 70,000 |
| 8820 Medical Assistance Reimbursement for Administrative Claiming (Quarterly) Program | 4,000 |
| REVENUE FROM FEDERAL SOURCES | \$488,000 |
| TOTAL ESTIMATED REVENUES AND OTHER SOURCES | 22,771,259 |

2017-2018 Final General Fund Budget

AUN: 127042853 Freedom Area SD
 Printed 5/16/2017 1:19:59 PM

Real Estate Tax Rate (RETR) Report

Multi-County Rebalancing Based on Methodology of Section 672.1 of School Code

Page - 1 of 3

Act 1 Index (current): 3.4%

Calculation Method:

Rate

Approx. Tax Revenue from RE Taxes: \$7,039,040
 Amount of Tax Relief for Homestead Exclusions \$501,134
 Total Approx. Tax Revenue: \$7,540,174
 Approx. Tax Levy for Tax Rate Calculation: \$8,152,264

Beaver

Total

| 2016-17 Data | | |
|---|----------------|---------------|
| a. Assessed Value | \$138,076,130 | \$138,076,130 |
| b. Real Estate Mills | 57.0000 | |
| I. 2017-18 Data | | |
| c. 2015 STEB Market Value | \$534,374,933 | \$534,374,933 |
| d. Assessed Value | \$138,408,565 | \$138,408,565 |
| e. Assessed Value of New Constr/ Renov | \$0 | \$0 |
| 2016-17 Calculations | | |
| f. 2016-17 Tax Levy | \$7,870,339 | \$7,870,339 |
| (a * b) | | |
| 2017-18 Calculations | | |
| g. Percent of Total Market Value | 100.00000% | 100.00000% |
| h. Rebalanced 2016-17 Tax Levy | \$7,870,339 | \$7,870,339 |
| (f Total * g) | | |
| i. Base Mills Subject to Index | 57.0000 | |
| (h / a * 1000) if no reassessment | | |
| (h / (d-e) * 1000) if reassessment | | |
| Calculation of Tax Rates and Levies Generated | | |
| j. Weighted Avg. Collection Percentage | 92.00000% | 92.00000% |
| k. Tax Levy Needed | \$8,152,264 | \$8,152,264 |
| (Approx. Tax Levy * g) | | |
| I. 2017-18 Real Estate Tax Rate | 58.9000 | |
| (k / d * 1000) | | |
| III. | | |
| m. Tax Levy Generated by Mills | \$8,152,264 | \$8,152,264 |
| (l / 1000 * d) | | |
| n. Tax Levy minus Tax Relief for Homestead Exclusions | | \$7,651,130 |
| (m - Amount of Tax Relief for Homestead Exclusions) | | |
| o. Net Tax Revenue Generated By Mills | | \$7,039,040 |
| (n * Est. Pct. Collection) | | |

2017-2018 Final General Fund Budget

AUN: 127042853 Freedom Area SD
 Printed 5/16/2017 1:19:59 PM

Real Estate Tax Rate (RETR) Report

Multi-County Rebalancing Based on Methodology of Section 672.1 of School Code
 Page - 2 of 3

Act 1 Index (current): 3.4%

| | |
|---|------------------|
| Calculation Method: | Rate |
| Approx. Tax Revenue from RE Taxes: | \$7,039,040 |
| Amount of Tax Relief for Homestead Exclusions | <u>\$501,134</u> |
| Total Approx. Tax Revenue: | \$7,540,174 |
| Approx. Tax Levy for Tax Rate Calculation: | \$8,152,264 |

| | Beaver | Total |
|---|-------------|-------------|
| Index Maximums | | |
| p. Maximum Mills Based On Index (i * (1 + Index)) | 58.9380 | |
| q. Mills In Excess of Index (if (l > p), (l - p)) | 0.0000 | |
| r. Maximum Tax Levy Based On Index (p / 1000 * d) | \$8,157,524 | \$8,157,524 |
| IV. s. Millage Rate within Index? (If l > p Then No) | Yes | |
| t. Tax Levy In Excess of Index (if (m > r), (m - r)) | \$0 | \$0 |
| u. Tax Revenue In Excess of Index (t * Est. Pct. Collection) | \$0 | \$0 |

Information Related to Property Tax Relief

| | | |
|---|---------|----------|
| V. Assessed Value Exclusion per Homestead | \$2,635 | |
| Number of Homestead/Farmstead Properties | 3245 | 3245 |
| Median Assessed Value of Homestead Properties | | \$24,550 |

2017-2018 Final General Fund Budget

AUN: 127042853 Freedom Area SD
 Printed 5/16/2017 1:19:59 PM

Real Estate Tax Rate (RETR) Report

Multi-County Rebalancing Based on Methodology of Section 672.1 of School Code

Page - 3 of 3

Act 1 Index (current): 3.4%

| | |
|---|----------------------|
| Calculation Method: | Rate |
| Approx. Tax Revenue from RE Taxes: | \$7,039,040 |
| Amount of Tax Relief for Homestead Exclusions | \$501,134 |
| Total Approx. Tax Revenue: | \$7,540,174 |
| Approx. Tax Levy for Tax Rate Calculation: | \$8,152,264 |

| | |
|--------|-------|
| Beaver | Total |
|--------|-------|

| | | | | |
|---|-----------|----------------------|-------|------------------|
| State Property Tax Reduction Allocation used for: Homestead Exclusions | \$501,105 | Lowering RE Tax Rate | \$155 | \$501,260 |
| Prior Year State Property Tax Reduction Allocation used for: Homestead Exclusions | \$29 | | | \$29 |
| Amount of Tax Relief from State/Local Sources | | | | \$501,289 |

CODE

| 6111 <u>Current Real Estate Taxes</u> | | | | <u>Amount of Tax Relief for Homestead Exclusions</u> | <u>Tax Levy Minus Homestead Exclusions</u> | <u>Percent Collected</u> | <u>Net Tax Revenue Generated By Mills</u> |
|---------------------------------------|-------------------------------|--------------------------|------------------------------------|--|--|--------------------------|---|
| <u>County Name</u> | <u>Taxable Assessed Value</u> | <u>Real Estate Mills</u> | <u>Tax Levy Generated by Mills</u> | | | | |
| Beaver | 138,408,565 | 58.9000 | 8,152,264 | | | 92.000000% | |
| Totals: | 138,408,565 | | 8,152,264 | - | 501,134 | = | 7,651,130 X |
| | | | | | | 92.000000% | = |
| | | | | | | | 7,039,040 |

| | <u>Rate</u> | | | <u>Estimated Revenue</u> |
|---|---------------------------------|------------------------------|------------------|--------------------------|
| 6120 <u>Current Per Capita Taxes, Section 679</u> | \$0.00 | | | 0 |
| 6140 <u>Current Act 511 Taxes – Flat Rate Assessments</u> | <u>Rate</u> | <u>Add'l Rate (if appl.)</u> | <u>Tax Levy</u> | <u>Estimated Revenue</u> |
| 6141 Current Act 511 Per Capita Taxes | \$0.00 | \$0.00 | 0 | 0 |
| 6142 Current Act 511 Occupation Taxes – Flat Rate | \$0.00 | \$0.00 | 0 | 0 |
| 6143 Current Act 511 Local Services Taxes | \$5.00 | \$0.00 | 11,000 | 11,000 |
| 6144 Current Act 511 Trailer Taxes | \$0.00 | \$0.00 | 0 | 0 |
| 6145 Current Act 511 Business Privilege Taxes – Flat Rate | \$0.00 | \$0.00 | 0 | 0 |
| 6146 Current Act 511 Mechanical Device Taxes – Flat Rate | \$0.00 | \$0.00 | 0 | 0 |
| 6149 Current Act 511 Taxes, Other Flat Rate Assessments | \$0.00 | \$0.00 | 0 | 0 |
| Total Current Act 511 Taxes – Flat Rate Assessments | | | 11,000 | 11,000 |
| 6150 <u>Current Act 511 Taxes – Proportional Assessments</u> | <u>Rate</u> | <u>Add'l Rate (if appl.)</u> | <u>Tax Levy</u> | <u>Estimated Revenue</u> |
| 6151 Current Act 511 Earned Income Taxes | 0.500% | 0.000% | 1,250,000 | 1,160,000 |
| 6152 Current Act 511 Occupation Taxes | 0.000 | 0.000 | 0 | 0 |
| 6153 Current Act 511 Real Estate Transfer Taxes | 0.500% | 0.000% | 100,000 | 93,000 |
| 6154 Current Act 511 Amusement Taxes | 0.000% | 0.000% | 0 | 0 |
| 6155 Current Act 511 Business Privilege Taxes | 0.000 | 0.000 | 0 | 0 |
| 6156 Current Act 511 Mechanical Device Taxes – Percentage | 0.000% | 0.000% | 0 | 0 |
| 6157 Current Act 511 Mercantile Taxes | 0.000 | 0.000 | 0 | 0 |
| 6159 Current Act 511 Taxes, Other Proportional Assessments | 0 | 0 | 0 | 0 |
| Total Current Act 511 Taxes – Proportional Assessments | | | 1,350,000 | 1,253,000 |
| Total Act 511, Current Taxes | | | | 1,264,000 |
| | Act 511 Tax Limit --> | 534,374,933 X | 12 | 6,412,499 |
| | | Market Value | Mills | (511 Limit) |

| Tax Function | Description | Tax Rate Charged in: | | Percent Change in Rate | Less than or equal to Index | Index | Additional Tax Rate Charged in: | | Percent Change in Rate | Less than or equal to Index |
|--------------|---|----------------------|---------|------------------------|-----------------------------|-------|---------------------------------|---------|------------------------|-----------------------------|
| | | 2016-17 (Rebalanced) | 2017-18 | | | | 2016-17 (Rebalanced) | 2017-18 | | |
| 6111 | <u>Current Real Estate Taxes</u> | | | | | | | | | |
| | Beaver | 57.0000 | 58.9000 | 3.34% | Yes | 3.4% | | | | |
| | <u>Current Act 511 Taxes – Flat Rate Assessments</u> | | | | | | | | | |
| 6141 | Current Act 511 Per Capita Taxes | | | | | 3.4% | | | | |
| 6143 | Current Act 511 Local Services Taxes | \$5.00 | \$5.00 | 0.00% | Yes | 3.4% | | | | |
| | <u>Current Act 511 Taxes – Proportional Assessments</u> | | | | | | | | | |
| 6151 | Current Act 511 Earned Income Taxes | 0.500% | 0.500% | 0.00% | Yes | 3.4% | | | | |
| 6153 | Current Act 511 Real Estate Transfer Taxes | 0.500% | 0.500% | 0.00% | Yes | 3.4% | | | | |

| <u>Description</u> | <u>Amount</u> |
|--|---------------------|
| 1000 Instruction | |
| 1100 Regular Programs - Elementary / Secondary | 10,393,277 |
| 1200 Special Programs - Elementary / Secondary | 3,290,751 |
| 1300 Vocational Education | 350,000 |
| 1400 Other Instructional Programs - Elementary / Secondary | 26,275 |
| 1500 Nonpublic School Programs | 1,000 |
| Total Instruction | \$14,061,303 |
| 2000 Support Services | |
| 2100 Support Services - Students | 870,073 |
| 2200 Support Services - Instructional Staff | 777,107 |
| 2300 Support Services - Administration | 1,332,497 |
| 2400 Support Services - Pupil Health | 177,894 |
| 2500 Support Services - Business | 383,838 |
| 2600 Operation and Maintenance of Plant Services | 2,150,252 |
| 2700 Student Transportation Services | 1,161,192 |
| 2800 Support Services - Central | 370,688 |
| 2900 Other Support Services | 13,000 |
| Total Support Services | \$7,236,541 |
| 3000 Operation of Non-Instructional Services | |
| 3200 Student Activities | 644,190 |
| 3300 Community Services | 7,747 |
| Total Operation of Non-Instructional Services | \$651,937 |
| 4000 Facilities Acquisition, Construction and Improvement Services | |
| 4000 Facilities Acquisition, Construction and Improvement Services | 146,500 |
| Total Facilities Acquisition, Construction and Improvement Services | \$146,500 |
| 5000 Other Expenditures and Financing Uses | |
| 5100 Debt Service / Other Expenditures and Financing Uses | 1,158,100 |
| Total Other Expenditures and Financing Uses | \$1,158,100 |
| Total Estimated Expenditures and Other Financing Uses | \$23,254,381 |

| <u>Description</u> | <u>Amount</u> |
|--|---------------------|
| 1000 Instruction | |
| 1100 Regular Programs - Elementary / Secondary | |
| 100 Personnel Services - Salaries | 5,297,155 |
| 200 Personnel Services - Employee Benefits | 3,727,697 |
| 300 Purchased Professional and Technical Services | 113,700 |
| 400 Purchased Property Services | 8,715 |
| 500 Other Purchased Services | 572,200 |
| 600 Supplies | 526,010 |
| 700 Property | 143,300 |
| 800 Other Objects | 4,500 |
| Total Regular Programs - Elementary / Secondary | \$10,393,277 |
| 1200 Special Programs - Elementary / Secondary | |
| 100 Personnel Services - Salaries | 1,189,284 |
| 200 Personnel Services - Employee Benefits | 785,967 |
| 300 Purchased Professional and Technical Services | 436,400 |
| 400 Purchased Property Services | 500 |
| 500 Other Purchased Services | 832,500 |
| 600 Supplies | 43,500 |
| 800 Other Objects | 2,600 |
| Total Special Programs - Elementary / Secondary | \$3,290,751 |
| 1300 Vocational Education | |
| 500 Other Purchased Services | 350,000 |
| Total Vocational Education | \$350,000 |
| 1400 Other Instructional Programs - Elementary / Secondary | |
| 100 Personnel Services - Salaries | 8,000 |
| 200 Personnel Services - Employee Benefits | 3,275 |
| 500 Other Purchased Services | 15,000 |
| Total Other Instructional Programs - Elementary / Secondary | \$26,275 |
| 1500 Nonpublic School Programs | |
| 300 Purchased Professional and Technical Services | 1,000 |
| Total Nonpublic School Programs | \$1,000 |
| Total Instruction | \$14,061,303 |
| 2000 Support Services | |
| 2100 Support Services - Students | |
| 100 Personnel Services - Salaries | 463,334 |
| 200 Personnel Services - Employee Benefits | 316,159 |
| 300 Purchased Professional and Technical Services | 69,780 |
| 600 Supplies | 20,800 |
| Total Support Services - Students | \$870,073 |
| 2200 Support Services - Instructional Staff | |
| 100 Personnel Services - Salaries | 406,608 |
| 200 Personnel Services - Employee Benefits | 259,399 |
| 300 Purchased Professional and Technical Services | 88,000 |

| Description | Amount |
|--|--------------------|
| 600 Supplies | 23,100 |
| Total Support Services - Instructional Staff | \$777,107 |
| 2300 Support Services - Administration | |
| 100 Personnel Services - Salaries | 727,837 |
| 200 Personnel Services - Employee Benefits | 461,610 |
| 300 Purchased Professional and Technical Services | 22,800 |
| 400 Purchased Property Services | 3,000 |
| 500 Other Purchased Services | 32,350 |
| 600 Supplies | 65,900 |
| 800 Other Objects | 19,000 |
| Total Support Services - Administration | \$1,332,497 |
| 2400 Support Services - Pupil Health | |
| 100 Personnel Services - Salaries | 112,410 |
| 200 Personnel Services - Employee Benefits | 48,984 |
| 300 Purchased Professional and Technical Services | 8,000 |
| 600 Supplies | 8,500 |
| Total Support Services - Pupil Health | \$177,894 |
| 2500 Support Services - Business | |
| 100 Personnel Services - Salaries | 176,631 |
| 200 Personnel Services - Employee Benefits | 138,407 |
| 300 Purchased Professional and Technical Services | 56,000 |
| 500 Other Purchased Services | 3,000 |
| 600 Supplies | 5,500 |
| 700 Property | 2,800 |
| 800 Other Objects | 1,500 |
| Total Support Services - Business | \$383,838 |
| 2600 Operation and Maintenance of Plant Services | |
| 100 Personnel Services - Salaries | 743,588 |
| 200 Personnel Services - Employee Benefits | 540,762 |
| 300 Purchased Professional and Technical Services | 68,300 |
| 400 Purchased Property Services | 427,400 |
| 500 Other Purchased Services | 105,200 |
| 600 Supplies | 265,002 |
| Total Operation and Maintenance of Plant Services | \$2,150,252 |
| 2700 Student Transportation Services | |
| 100 Personnel Services - Salaries | 10,000 |
| 200 Personnel Services - Employee Benefits | 4,092 |
| 300 Purchased Professional and Technical Services | 6,600 |
| 500 Other Purchased Services | 1,133,500 |
| 700 Property | 7,000 |
| Total Student Transportation Services | \$1,161,192 |
| 2800 Support Services - Central | |
| 100 Personnel Services - Salaries | 118,000 |
| 200 Personnel Services - Employee Benefits | 88,188 |

| Description | Amount |
|--|---------------------|
| 300 Purchased Professional and Technical Services | 74,300 |
| 400 Purchased Property Services | 44,600 |
| 500 Other Purchased Services | 5,500 |
| 600 Supplies | 39,100 |
| 700 Property | 1,000 |
| Total Support Services - Central | \$370,688 |
| 2900 Other Support Services | |
| 500 Other Purchased Services | 13,000 |
| Total Other Support Services | \$13,000 |
| Total Support Services | \$7,236,541 |
| 3000 Operation of Non-Instructional Services | |
| 3200 Student Activities | |
| 100 Personnel Services - Salaries | 272,980 |
| 200 Personnel Services - Employee Benefits | 113,707 |
| 300 Purchased Professional and Technical Services | 58,451 |
| 400 Purchased Property Services | 8,000 |
| 500 Other Purchased Services | 70,500 |
| 600 Supplies | 91,700 |
| 700 Property | 6,000 |
| 800 Other Objects | 22,852 |
| Total Student Activities | \$644,190 |
| 3300 Community Services | |
| 100 Personnel Services - Salaries | 1,150 |
| 200 Personnel Services - Employee Benefits | 97 |
| 300 Purchased Professional and Technical Services | 3,000 |
| 600 Supplies | 2,000 |
| 800 Other Objects | 1,500 |
| Total Community Services | \$7,747 |
| Total Operation of Non-Instructional Services | \$651,937 |
| 4000 Facilities Acquisition, Construction and Improvement Services | |
| 4000 Facilities Acquisition, Construction and Improvement Services | |
| 400 Purchased Property Services | 58,000 |
| 700 Property | 88,500 |
| Total Facilities Acquisition, Construction and Improvement Services | \$146,500 |
| Total Facilities Acquisition, Construction and Improvement Services | \$146,500 |
| 5000 Other Expenditures and Financing Uses | |
| 5100 Debt Service / Other Expenditures and Financing Uses | |
| 800 Other Objects | 418,100 |
| 900 Other Uses of Funds | 740,000 |
| Total Debt Service / Other Expenditures and Financing Uses | \$1,158,100 |
| Total Other Expenditures and Financing Uses | \$1,158,100 |
| TOTAL EXPENDITURES | \$23,254,381 |

2017-2018 Final General Fund Budget

LEA : 127042853 Freedom Area SD

Printed 5/16/2017 1:20:01 PM

Schedule Of Cash And Investments (CAIN)

Page - 1 of 2

| <u>Cash and Short-Term Investments</u> | <u>06/30/2017 Estimate</u> | <u>06/30/2018 Projection</u> |
|--|----------------------------|------------------------------|
| General Fund | 8,200,000 | 8,000,000 |
| Public Purpose (Expendable) Trust Fund | | |
| Other Comptroller-Approved Special Revenue Funds | | |
| Athletic / School-Sponsored Extra Curricular Activities Fund | | |
| Capital Reserve Fund - § 690, §1850 | | |
| Capital Reserve Fund - § 1431 | | |
| Other Capital Projects Fund | 1,800,000 | 800,000 |
| Debt Service Fund | | |
| Food Service / Cafeteria Operations Fund | 100,000 | 80,000 |
| Child Care Operations Fund | | |
| Other Enterprise Funds | | |
| Internal Service Fund | | |
| Private Purpose Trust Fund | 208,000 | 198,000 |
| Investment Trust Fund | | |
| Pension Trust Fund | | |
| Activity Fund | 43,000 | 43,000 |
| Other Agency Fund | | |
| Permanent Fund | | |
| Total Cash and Short-Term Investments | \$10,351,000 | \$9,121,000 |

| <u>Long-Term Investments</u> | <u>06/30/2017 Estimate</u> | <u>06/30/2018 Projection</u> |
|--|----------------------------|------------------------------|
| General Fund | | |
| Public Purpose (Expendable) Trust Fund | | |
| Other Comptroller-Approved Special Revenue Funds | | |
| Athletic / School-Sponsored Extra Curricular Activities Fund | | |
| Capital Reserve Fund - § 690, §1850 | | |
| Capital Reserve Fund - § 1431 | | |
| Other Capital Projects Fund | | |
| Debt Service Fund | | |
| Food Service / Cafeteria Operations Fund | | |
| Child Care Operations Fund | | |
| Other Enterprise Funds | | |
| Internal Service Fund | | |
| Private Purpose Trust Fund | | |
| Investment Trust Fund | | |
| Pension Trust Fund | | |
| Activity Fund | | |
| Other Agency Fund | | |

| <u>Long-Term Investments</u> | <u>06/30/2017 Estimate</u> | <u>06/30/2018 Projection</u> |
|------------------------------------|----------------------------|------------------------------|
| Permanent Fund | | |
| Total Long-Term Investments | | |
| TOTAL CASH AND INVESTMENTS | \$10,351,000 | \$9,121,000 |

Long-Term Indebtedness

06/30/2017 Estimate

06/30/2018 Projection

General Fund

- 0510 Bonds Payable
- 0520 Extended-Term Financing Agreements Payable
- 0530 Lease-Purchase Obligations
- 0540 Accumulated Compensated Absences
- 0550 Authority Lease Obligations
- 0560 Other Post-Employment Benefits (OPEB)
- 0599 Other Long-Term Liabilities

Total General Fund

Public Purpose (Expendable) Trust Fund

- 0510 Bonds Payable
- 0520 Extended-Term Financing Agreements Payable
- 0530 Lease-Purchase Obligations
- 0540 Accumulated Compensated Absences
- 0550 Authority Lease Obligations
- 0560 Other Post-Employment Benefits (OPEB)
- 0599 Other Long-Term Liabilities

Total Public Purpose (Expendable) Trust Fund

Other Comptroller-Approved Special Revenue Funds

- 0510 Bonds Payable
- 0520 Extended-Term Financing Agreements Payable
- 0530 Lease-Purchase Obligations
- 0540 Accumulated Compensated Absences
- 0550 Authority Lease Obligations
- 0560 Other Post-Employment Benefits (OPEB)
- 0599 Other Long-Term Liabilities

Total Other Comptroller-Approved Special Revenue Funds

Athletic / School-Sponsored Extra Curricular Activities Fund

- 0510 Bonds Payable
- 0520 Extended-Term Financing Agreements Payable
- 0530 Lease-Purchase Obligations
- 0540 Accumulated Compensated Absences
- 0550 Authority Lease Obligations
- 0560 Other Post-Employment Benefits (OPEB)
- 0599 Other Long-Term Liabilities

Total Athletic / School-Sponsored Extra Curricular Activities Fund

Capital Reserve Fund - \$ 690, \$1850

- 0510 Bonds Payable
- 0520 Extended-Term Financing Agreements Payable

| <u>Long-Term Indebtedness</u> | <u>06/30/2017 Estimate</u> | <u>06/30/2018 Projection</u> |
|--|----------------------------|------------------------------|
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Capital Reserve Fund - § 690, §1850 | | |
| Capital Reserve Fund - § 1431 | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Capital Reserve Fund - § 1431 | | |
| Other Capital Projects Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Other Capital Projects Fund | | |
| Debt Service Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Debt Service Fund | | |
| Food Service / Cafeteria Operations Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | 24,000 | 25,000 |
| 0550 Authority Lease Obligations | | |

| <u>Long-Term Indebtedness</u> | <u>06/30/2017 Estimate</u> | <u>06/30/2018 Projection</u> |
|---|----------------------------|------------------------------|
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Food Service / Cafeteria Operations Fund | \$24,000 | \$25,000 |
| Child Care Operations Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Child Care Operations Fund | | |
| Other Enterprise Funds | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Other Enterprise Funds | | |
| Internal Service Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Internal Service Fund | | |
| Private Purpose Trust Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Private Purpose Trust Fund | | |

| <u>Long-Term Indebtedness</u> | <u>06/30/2017 Estimate</u> | <u>06/30/2018 Projection</u> |
|---|----------------------------|------------------------------|
| Investment Trust Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Investment Trust Fund | | |
| Pension Trust Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Pension Trust Fund | | |
| Activity Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Activity Fund | | |
| Other Agency Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Other Agency Fund | | |
| Permanent Fund | | |
| 0510 Bonds Payable | | |
| 0520 Extended-Term Financing Agreements Payable | | |

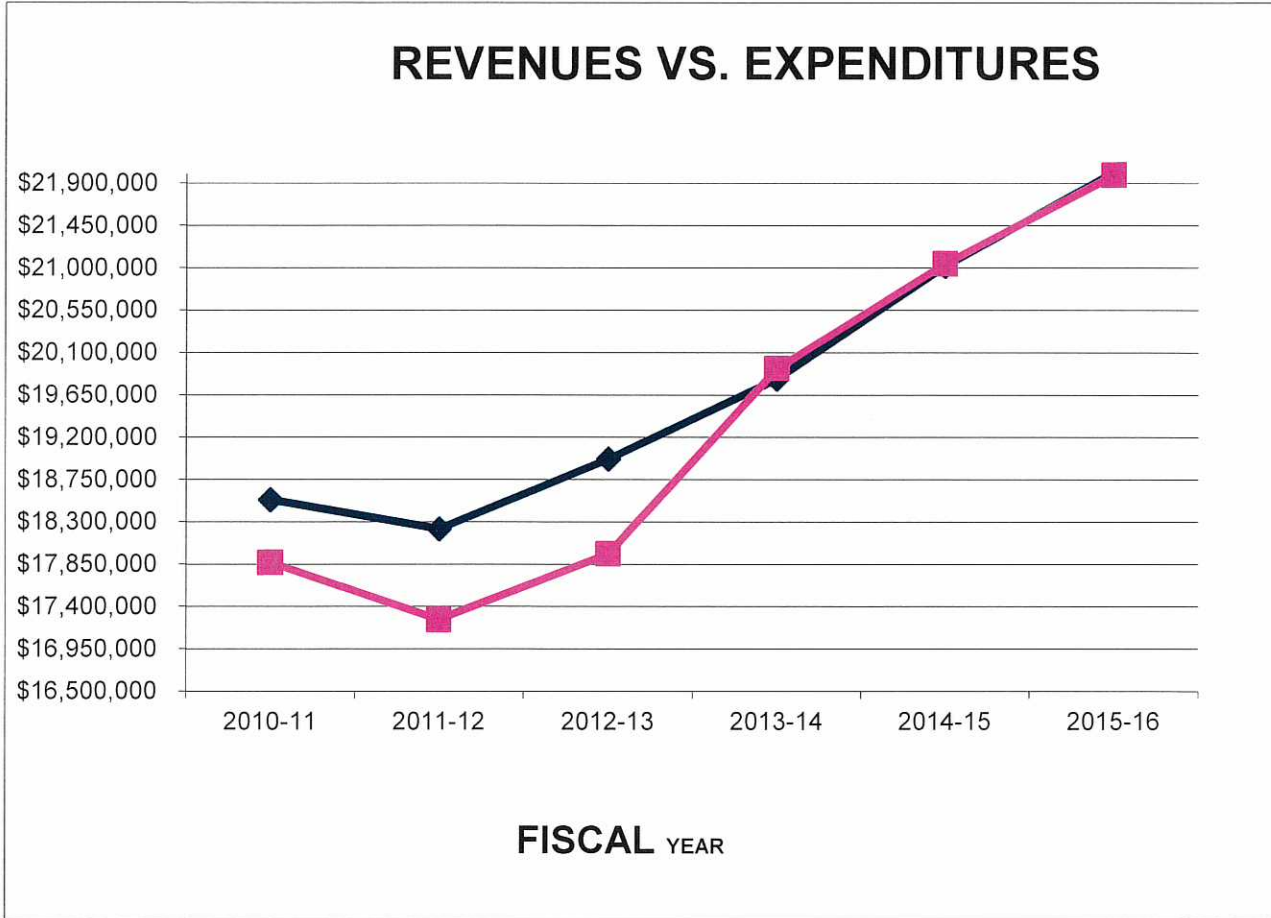
| <u>Long-Term Indebtedness</u> | <u>06/30/2017 Estimate</u> | <u>06/30/2018 Projection</u> |
|--|----------------------------|------------------------------|
| 0530 Lease-Purchase Obligations | | |
| 0540 Accumulated Compensated Absences | | |
| 0550 Authority Lease Obligations | | |
| 0560 Other Post-Employment Benefits (OPEB) | | |
| 0599 Other Long-Term Liabilities | | |
| Total Permanent Fund | | |
| Total Long-Term Indebtedness | \$24,000 | \$25,000 |

| <u>Short-Term Payables</u> | <u>06/30/2017 Estimate</u> | <u>06/30/2018 Projection</u> |
|--|----------------------------|------------------------------|
| General Fund | 3,600,000 | 3,700,000 |
| Public Purpose (Expendable) Trust Fund | | |
| Other Comptroller-Approved Special Revenue Funds | | |
| Athletic / School-Sponsored Extra Curricular Activities Fund | | |
| Capital Reserve Fund - § 690, §1850 | | |
| Capital Reserve Fund - § 1431 | | |
| Other Capital Projects Fund | | |
| Debt Service Fund | | |
| Food Service / Cafeteria Operations Fund | | |
| Child Care Operations Fund | | |
| Other Enterprise Funds | | |
| Internal Service Fund | | |
| Private Purpose Trust Fund | | |
| Investment Trust Fund | | |
| Pension Trust Fund | | |
| Activity Fund | | |
| Other Agency Fund | | |
| Permanent Fund | | |
| Total Short-Term Payables | \$3,600,000 | \$3,700,000 |
| TOTAL INDEBTEDNESS | \$3,624,000 | \$3,725,000 |

| Account Description | Amounts |
|--|--------------------|
| 0810 Nonspendable Fund Balance | |
| 0820 Restricted Fund Balance | |
| 0830 Committed Fund Balance | 4,586,820 |
| 0840 Assigned Fund Balance | |
| 0850 Unassigned Fund Balance | 1,036,545 |
| Total Ending Fund Balance - Committed, Assigned, and Unassigned | \$5,623,365 |
| | |
| 5900 Budgetary Reserve | |
| | |
| Total Estimated Ending Committed, Assigned, and Unassigned Fund Balance and Budgetary Reserve | \$5,623,365 |

FREEDOM AREA SCHOOL DISTRICT

| | REVENUES | EXPENDITURES | DIFFERENCE |
|---------|---------------|---------------|--------------|
| 2010-11 | \$ 18,534,772 | \$ 17,866,830 | \$ 667,942 |
| 2011-12 | \$ 18,223,875 | \$ 17,259,733 | \$ 964,142 |
| 2012-13 | \$ 18,969,642 | \$ 17,961,411 | \$ 1,008,231 |
| 2013-14 | \$ 19,817,913 | \$ 19,933,007 | \$ (115,094) |
| 2014-15 | \$ 21,018,853 | \$ 21,045,915 | \$ (27,062) |
| 2015-16 | \$ 22,021,083 | \$ 21,986,799 | \$ 34,284 |



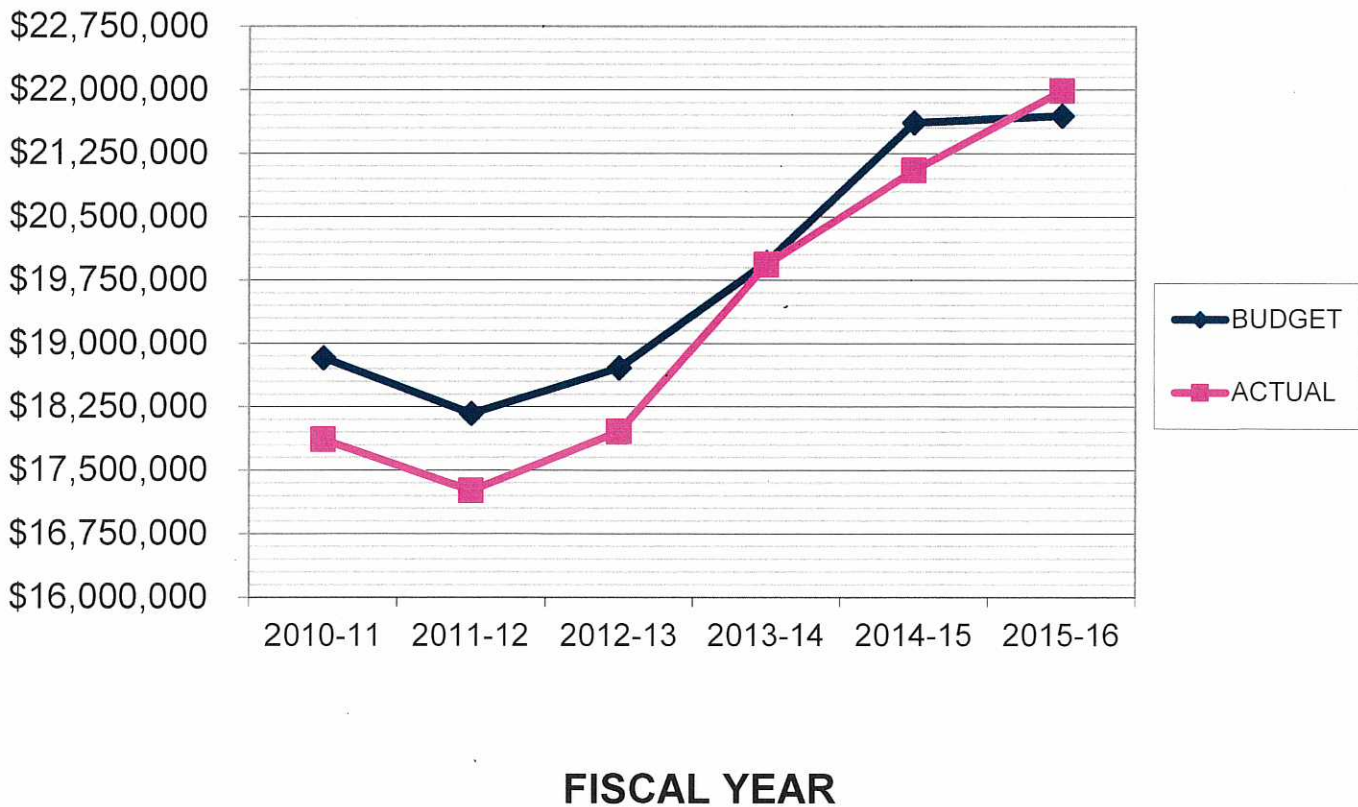
FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

| | BUDGET | ACTUAL |
|---------|---------------|---------------|
| 2010-11 | \$ 18,828,436 | \$ 17,866,830 |
| 2011-12 | \$ 18,168,982 | \$ 17,259,733 |
| 2012-13 | \$ 18,711,454 | \$ 17,961,411 |
| 2013-14 | \$ 19,959,473 | \$ 19,933,007 |
| 2014-15 | \$ 21,609,775 | \$ 21,045,915 |
| 2015-16 | \$ 21,687,869 | \$ 21,986,799 |

BUDGETED VS ACTUAL EXPENDITURES



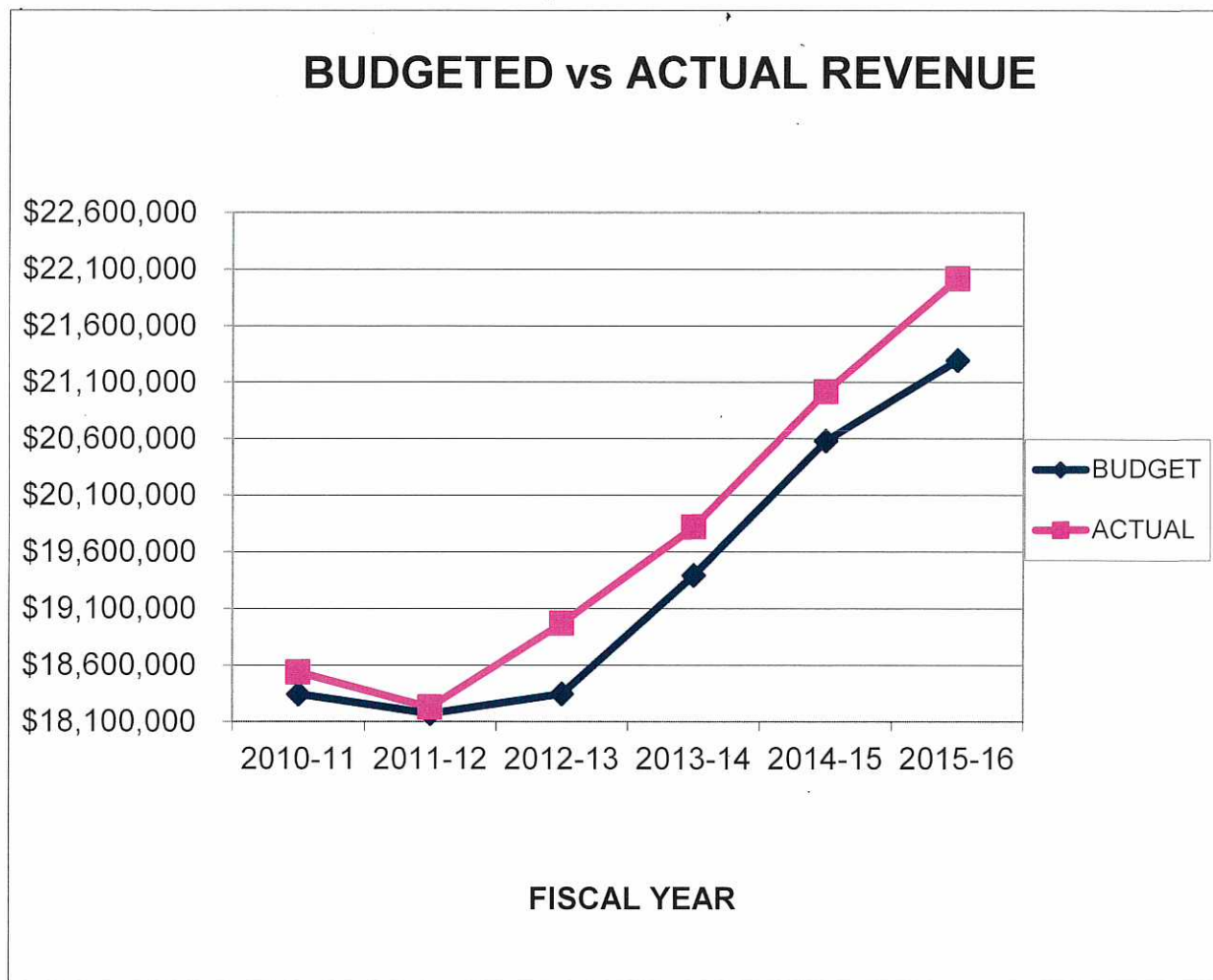
Budgeted vs. Actual Expenditures

FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

| | BUDGET | ACTUAL |
|---------|---------------|---------------|
| 2010-11 | \$ 18,342,801 | \$ 18,534,772 |
| 2011-12 | \$ 18,168,982 | \$ 18,223,875 |
| 2012-13 | \$ 18,345,451 | \$ 18,969,642 |
| 2013-14 | \$ 19,393,318 | \$ 19,817,913 |
| 2014-15 | \$ 20,580,870 | \$ 21,018,853 |
| 2015-16 | \$ 21,294,588 | \$ 22,021,083 |

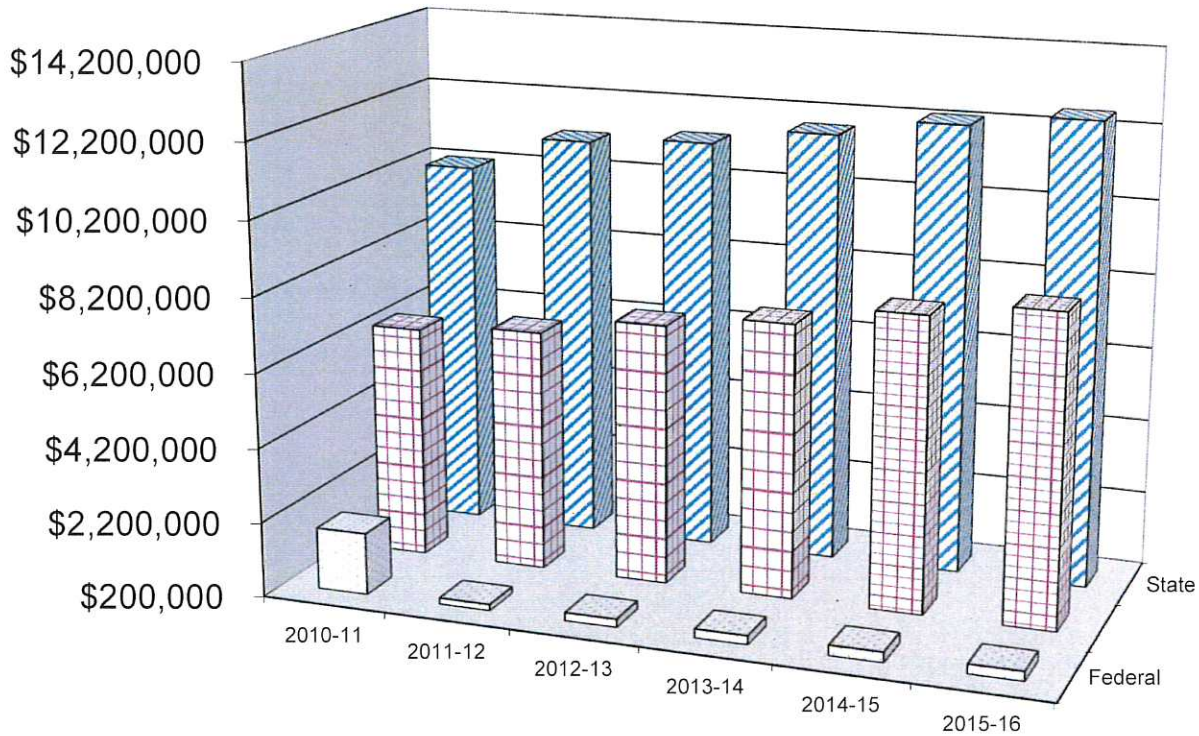


Budgeted vs. Actual Revenues

FREEDOM AREA SCHOOL DISTRICT

| | Federal | Local | State |
|---------|--------------|--------------|---------------|
| 2010-11 | \$ 1,856,049 | \$ 6,464,451 | \$ 10,214,272 |
| 2011-12 | \$ 366,866 | \$ 6,687,562 | \$ 11,168,398 |
| 2012-13 | \$ 420,494 | \$ 7,191,778 | \$ 11,355,570 |
| 2013-14 | \$ 440,231 | \$ 7,549,479 | \$ 11,809,465 |
| 2014-15 | \$ 477,934 | \$ 8,090,130 | \$ 12,278,699 |
| 2015-16 | \$ 458,732 | \$ 8,482,712 | \$ 12,607,782 |

THREE HISTORIC REVENUE SOURCES



FREEDOM AREA SCHOOL DISTRICT

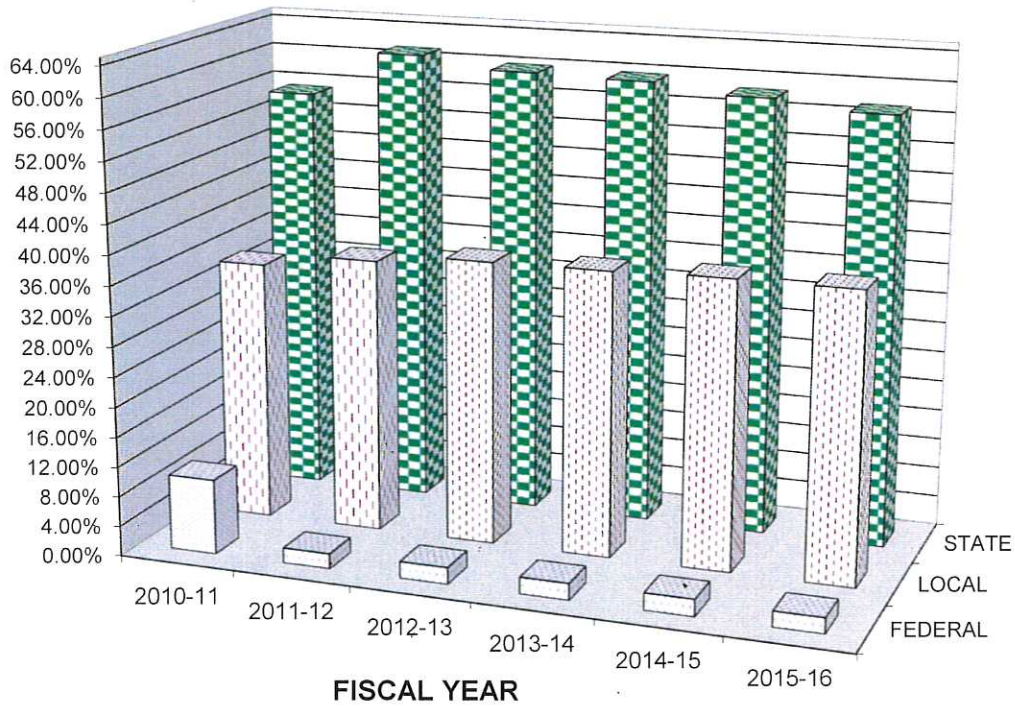
Spring 2017

1-27-04-285-3

| | FEDERAL | LOCAL | STATE | | TOTAL |
|---------|---------|--------|--------|---------|---------------|
| 2010-11 | 10.01% | 34.87% | 55.10% | 99.99% | \$ 18,536,195 |
| 2011-12 | 2.01% | 36.70% | 61.28% | 99.99% | \$ 18,223,876 |
| 2012-13 | 2.22% | 37.92% | 59.87% | 100.00% | \$ 18,967,842 |
| 2013-14 | 2.22% | 38.09% | 59.59% | 99.91% | \$ 19,817,914 |
| 2014-15 | 2.27% | 38.49% | 58.42% | 99.18% | \$ 21,018,851 |
| 2015-16 | 2.08% | 38.52% | 57.25% | 97.86% | \$ 22,021,083 |

Chart does not include "Other Revenue" sources

HISTORIC REVENUE SOURCE PERCENTAGES



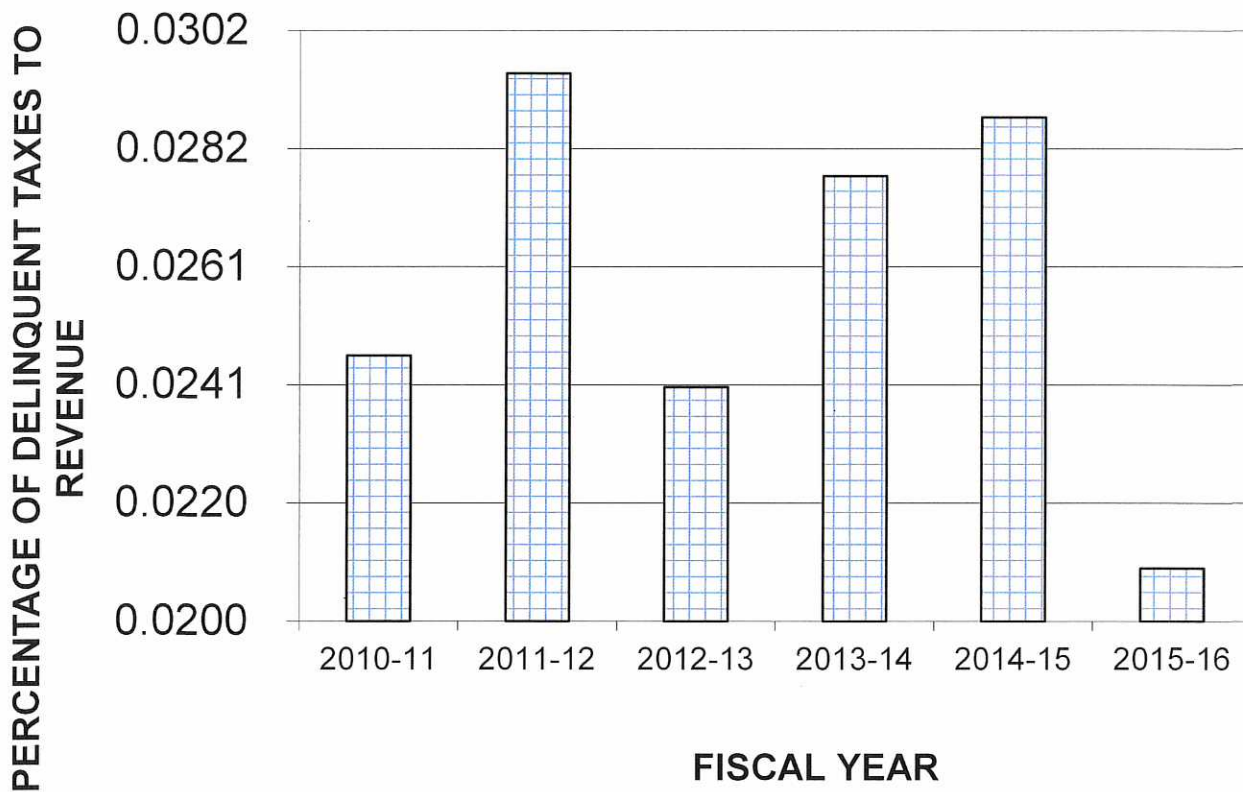
FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15</u> | <u>2015-16</u> |
|------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Percent | 0.0246 | 0.0295 | 0.0241 | 0.0277 | 0.0287 | 0.0209 |
| Revenue | \$ 18,536,195 | \$ 18,223,876 | \$ 18,967,842 | \$ 19,817,914 | \$ 21,018,851 | \$ 22,021,083 |
| Delinquent Taxes | \$ 456,034 | \$ 537,547 | \$ 456,273 | \$ 549,256 | \$ 603,940 | \$ 460,659 |

HISTORIC DELINQUENT TAXES



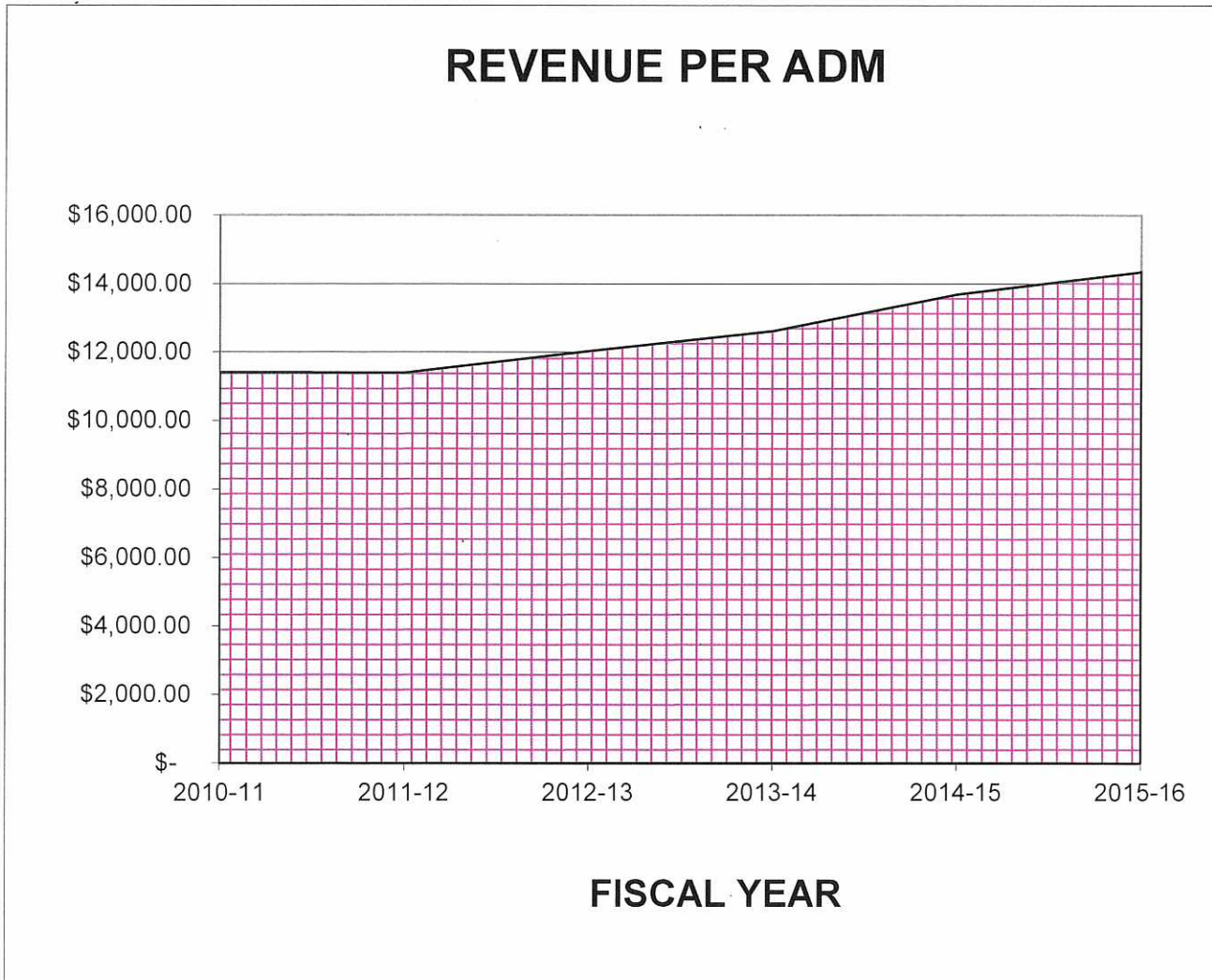
RATIO OF DELINQUENT TAXES TO REVENUE

FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15</u> | <u>2015-16</u> |
|-----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Revenue Per ADM | \$ 11,405.65 | \$ 11,397.81 | \$ 12,027.27 | \$ 12,615.78 | \$ 13,684.49 | \$ 14,347.45 |
| ADM | \$ 1,625.18 | \$ 1,598.89 | \$ 1,577.07 | \$ 1,570.88 | \$ 1,535.96 | \$ 1,534.84 |
| Total Revenue | \$ 18,536,195 | \$ 18,223,876 | \$ 18,967,842 | \$ 19,817,914 | \$ 21,018,851 | \$ 22,021,083 |



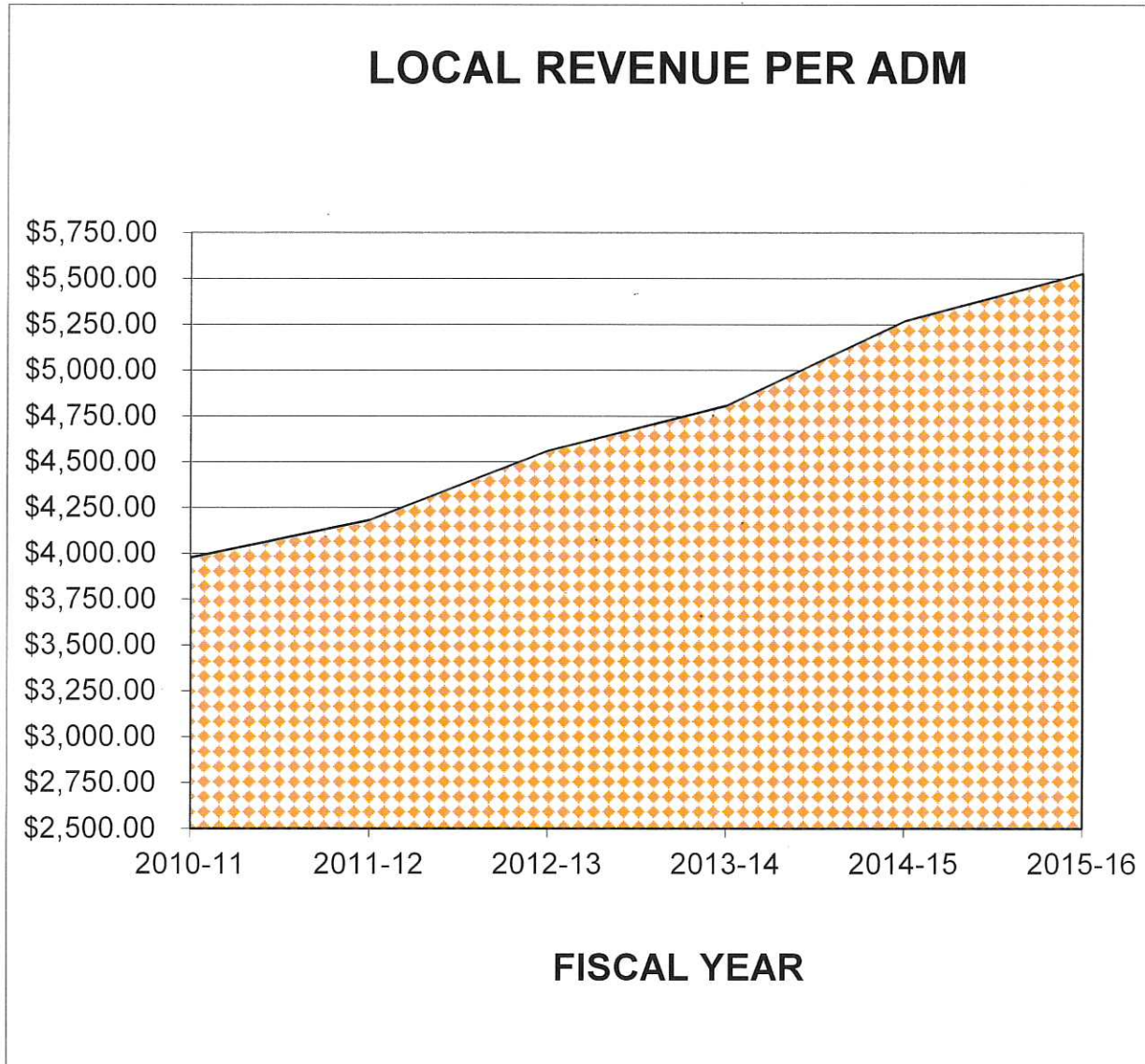
REVENUE PER ADM

FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

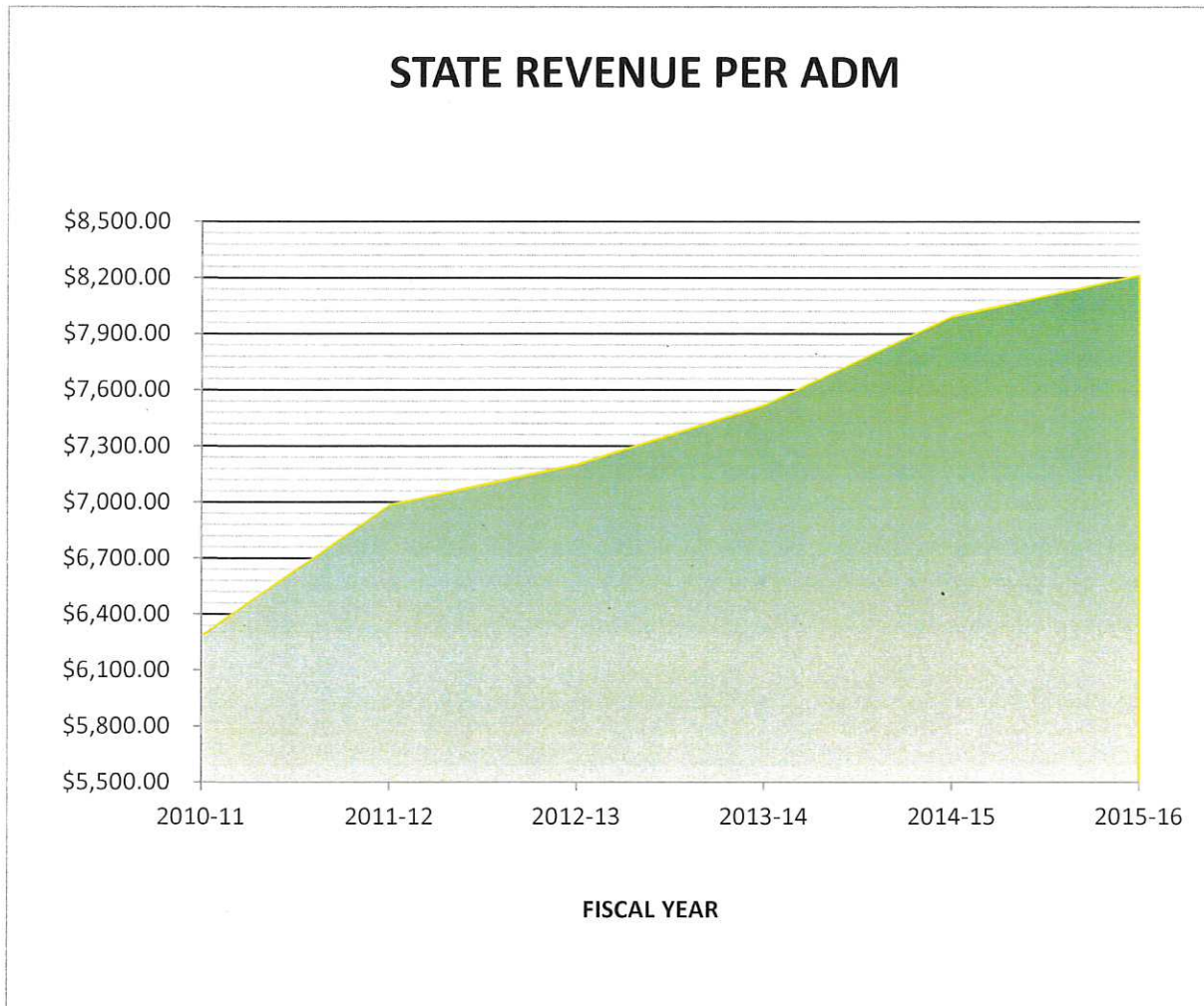
| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15</u> | <u>2015-16</u> |
|-----------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Local Revenue Per ADM | \$ 3,977.69 | \$ 4,182.62 | \$ 4,560.21 | \$ 4,805.88 | \$ 5,267.14 | \$ 5,526.76 |
| ADM | \$ 1,625.18 | \$ 1,598.89 | \$ 1,577.07 | \$ 1,570.88 | \$ 1,535.96 | \$ 1,534.84 |
| Local Revenue | \$ 6,464,451 | \$ 6,687,562 | \$ 7,191,778 | \$ 7,549,479 | \$ 8,090,130 | \$ 8,482,712 |



LOCAL REVENUE PER ADM

FREEDOM AREA SCHOOL DISTRICT

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15</u> | <u>2015-16</u> |
|-----------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| State Revenue Per ADM | \$ 6,285.03 | \$ 6,985.08 | \$ 7,200.42 | \$ 7,517.72 | \$ 7,994.14 | \$ 8,214.38 |
| ADM | \$ 1,625.18 | \$ 1,598.89 | \$ 1,577.07 | \$ 1,570.88 | \$ 1,535.96 | \$ 1,534.84 |
| State Revenue | \$ 10,214,272 | \$ 11,168,398 | \$ 11,355,570 | \$ 11,809,465 | \$ 12,278,699 | \$ 12,607,782 |



STATE REVENUE PER ADM

FREEDOM AREA SCHOOL DISTRICT

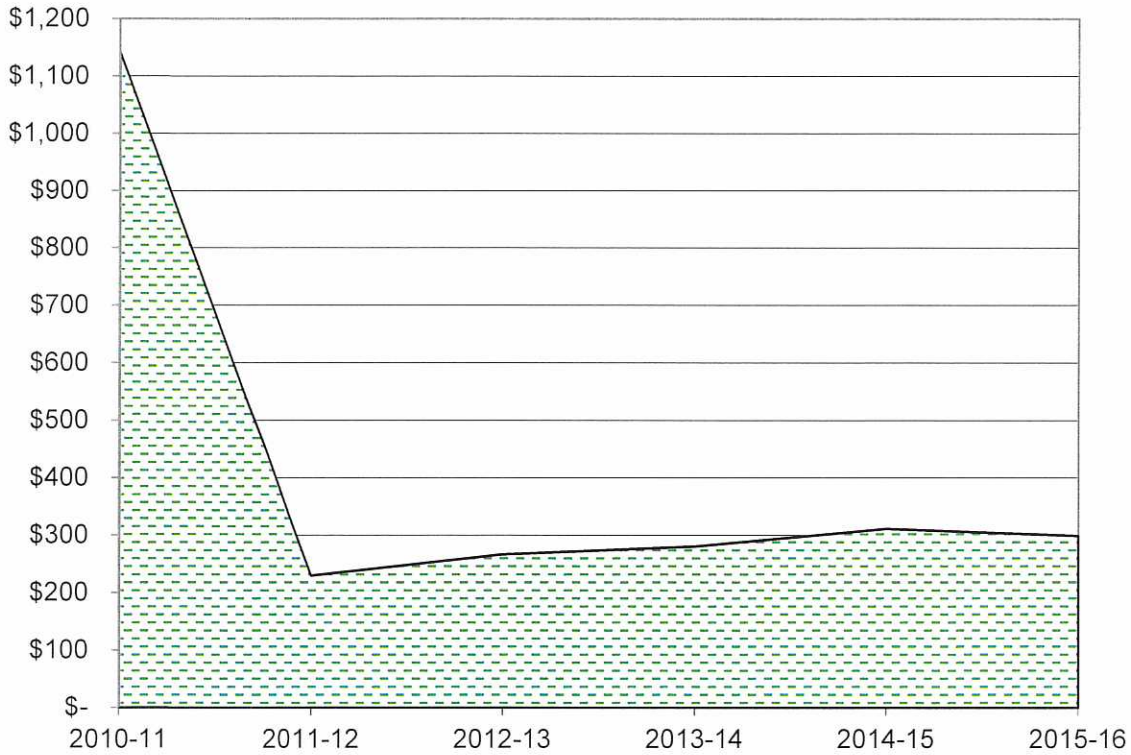
Spring 2017

1-27-04-285-3

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15</u> | <u>2015-16</u> |
|-------------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Federal Revenue Per ADM | \$ 1,142.06 | \$ 229.45 | \$ 266.63 | \$ 280.24 | \$ 311.16 | \$ 298.88 |
| ADM | \$ 1,625.18 | \$ 1,598.89 | \$ 1,577.07 | \$ 1,570.88 | \$ 1,535.96 | \$ 1,534.84 |
| Federal Revenue | \$ 1,856,049 | \$ 366,866 | \$ 420,494 | \$ 440,231 | \$ 477,934 | \$ 458,732 |

ARRA
FUNDING

FEDERAL REVENUE PER ADM



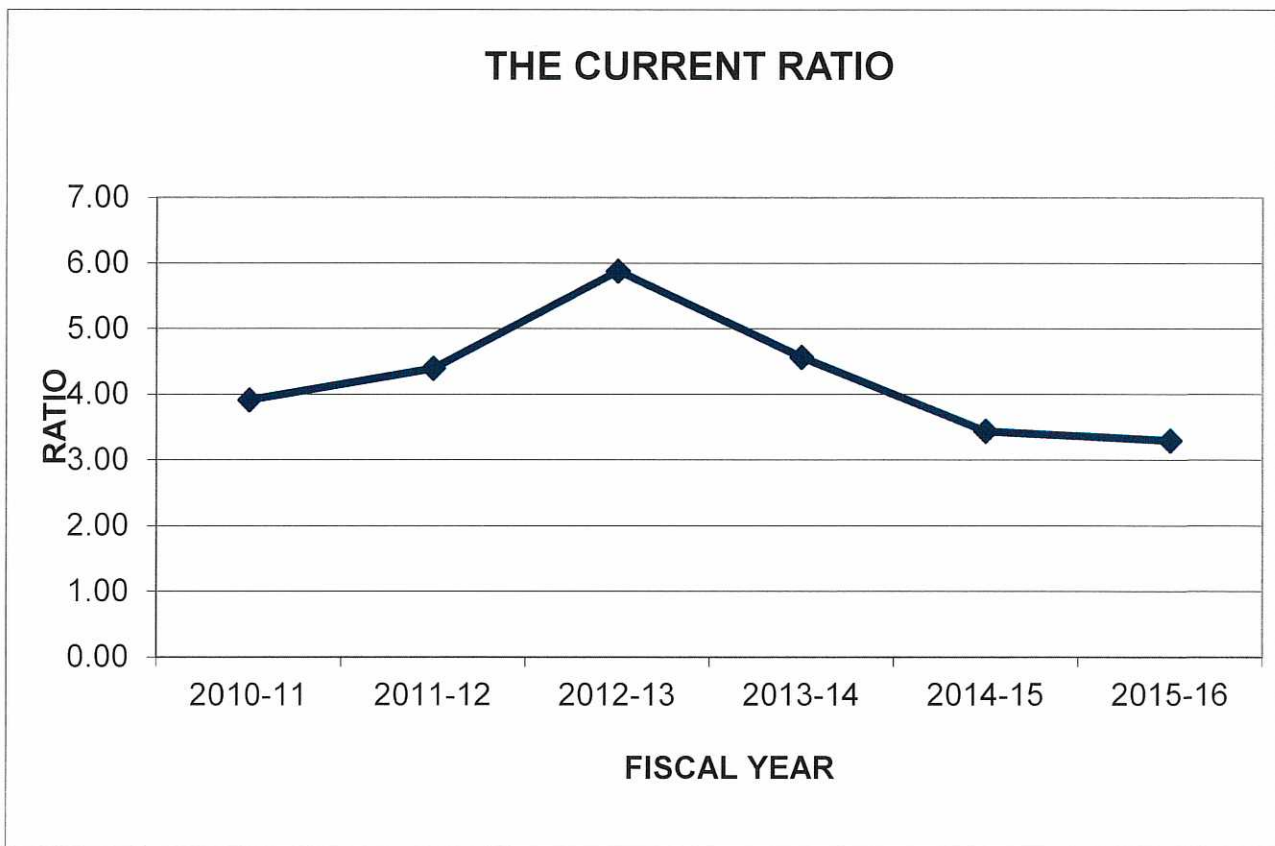
FEDERAL REVENUE PER ADM

FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15</u> | <u>2015-16</u> |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| RATIO | 3.91 | 4.39 | 5.88 | 4.56 | 3.43 | 3.29 |
| Current Assets | \$ 9,285,378 | \$ 10,255,558 | \$ 10,306,664 | \$ 10,903,579 | \$ 10,237,006 | \$ 11,876,956 |
| Current Liabilities | \$ 2,374,620 | \$ 2,335,949 | \$ 1,753,223 | \$ 2,389,404 | \$ 2,984,651 | \$ 3,609,358 |



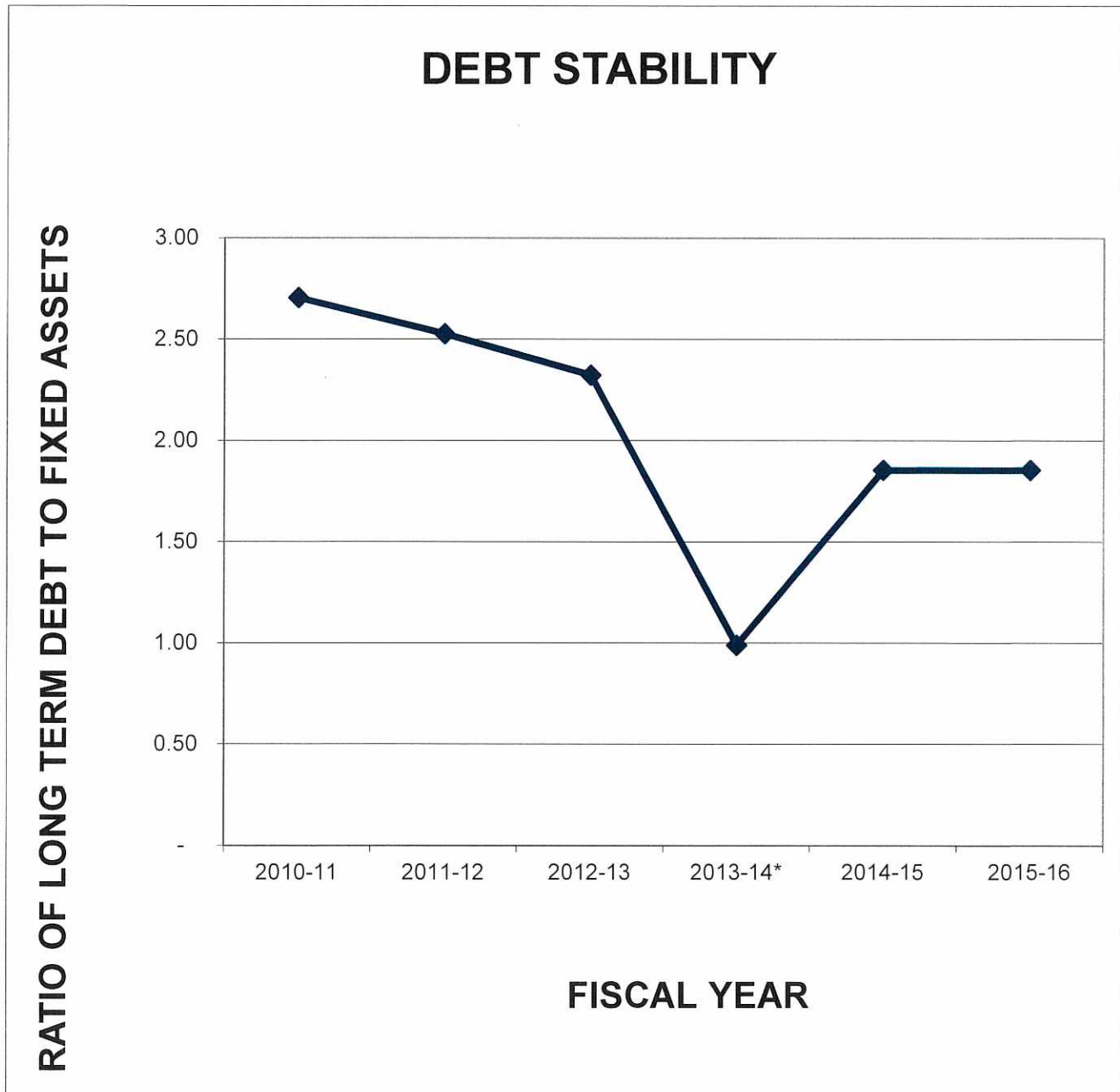
Ratio of Current Assets to Current Liabilities

FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14*</u> | <u>2014-15</u> | <u>2015-16</u> |
|----------------|----------------|----------------|----------------|-----------------|----------------|----------------|
| Ratio | 2.70 | 2.53 | 2.32 | 0.99 | 1.85 | 1.85 |
| Long Term Debt | \$ 4,845,000 | \$ 4,723,083 | \$ 4,772,898 | \$ 12,744,652 | \$ 12,052,531 | \$ 13,280,908 |
| Fixed Assets | \$ 13,103,736 | \$ 11,934,835 | \$ 11,082,146 | \$ 12,586,694 | \$ 22,316,147 | \$ 22,302,730 |



*2013-14 Current Assets not converted to Fixed Assets until 2014-15

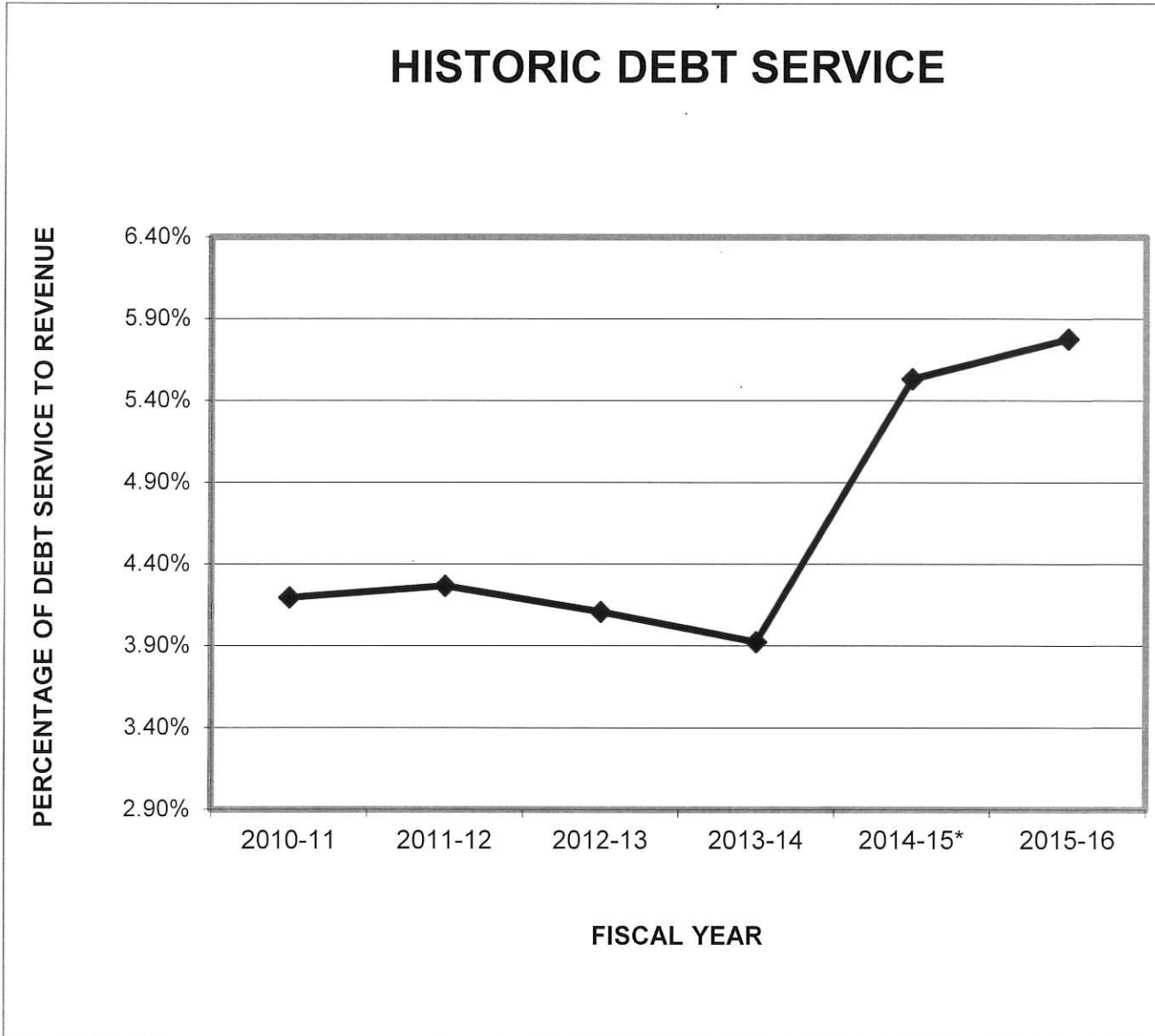
RATIO OF LONG TERM DEBT TO THE VALUE OF FIXED ASSETS

FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15*</u> | <u>2015-16</u> |
|--------------|----------------|----------------|----------------|----------------|-----------------|----------------|
| Percent | 4.19% | 4.27% | 4.11% | 3.92% | 5.53% | 5.77% |
| Revenue | \$ 18,536,195 | \$ 18,223,876 | \$ 18,967,842 | \$ 19,817,914 | \$ 21,018,851 | \$ 22,021,083 |
| Debt Service | \$ 777,502 | \$ 777,502 | \$ 778,993 | \$ 777,569 | \$ 1,162,577 | \$ 1,271,554 |

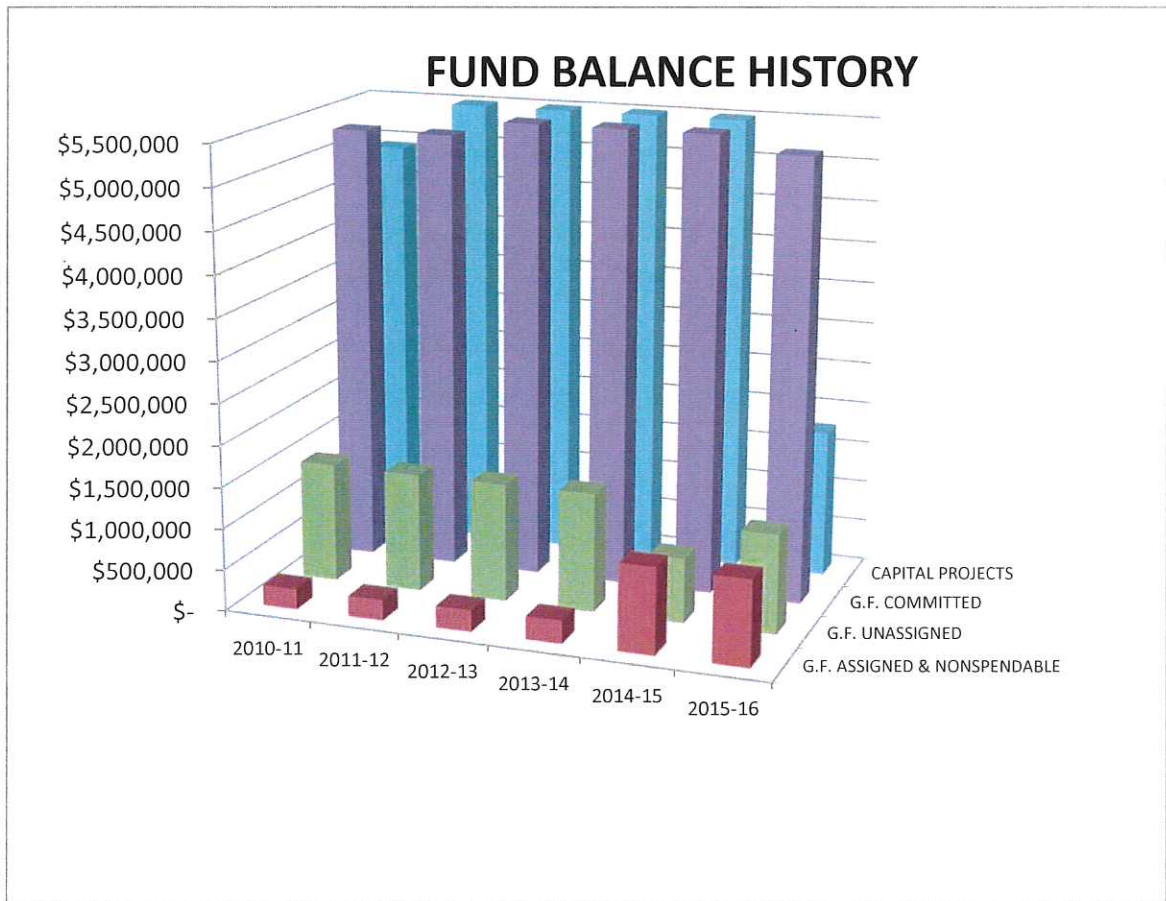


*Addition of Primary Center

RATIO OF DEBT SERVICE TO REVENUE

FREEDOM AREA SCHOOL DISTRICT

| | G.F. ASSIGNED & NONSPENDABLE | G.F. UNASSIGNED | G.F. COMMITTED | CAPITAL PROJECTS |
|---------|------------------------------|-----------------|----------------|------------------|
| 2010-11 | \$ 246,979 | \$ 1,440,000 | \$ 5,301,601 | \$ 4,920,554 |
| 2011-12 | \$ 249,059 | \$ 1,429,875 | \$ 5,302,819 | \$ 5,844,503 |
| 2012-13 | \$ 262,155 | \$ 1,429,875 | \$ 6,297,954 | \$ 5,585,295 |
| 2013-14 | \$ 279,171 | \$ 1,434,792 | \$ 6,160,927 | \$ 12,983,058 |
| 2014-15 | \$ 1,043,526 | \$ 781,352 | \$ 5,680,106 | \$ 12,983,058 |
| 2015-16 | \$ 1,032,781 | \$ 1,193,667 | \$ 5,312,820 | \$ 1,774,934 |



FUND BALANCE HISTORY

FREEDOM AREA SCHOOL DISTRICT

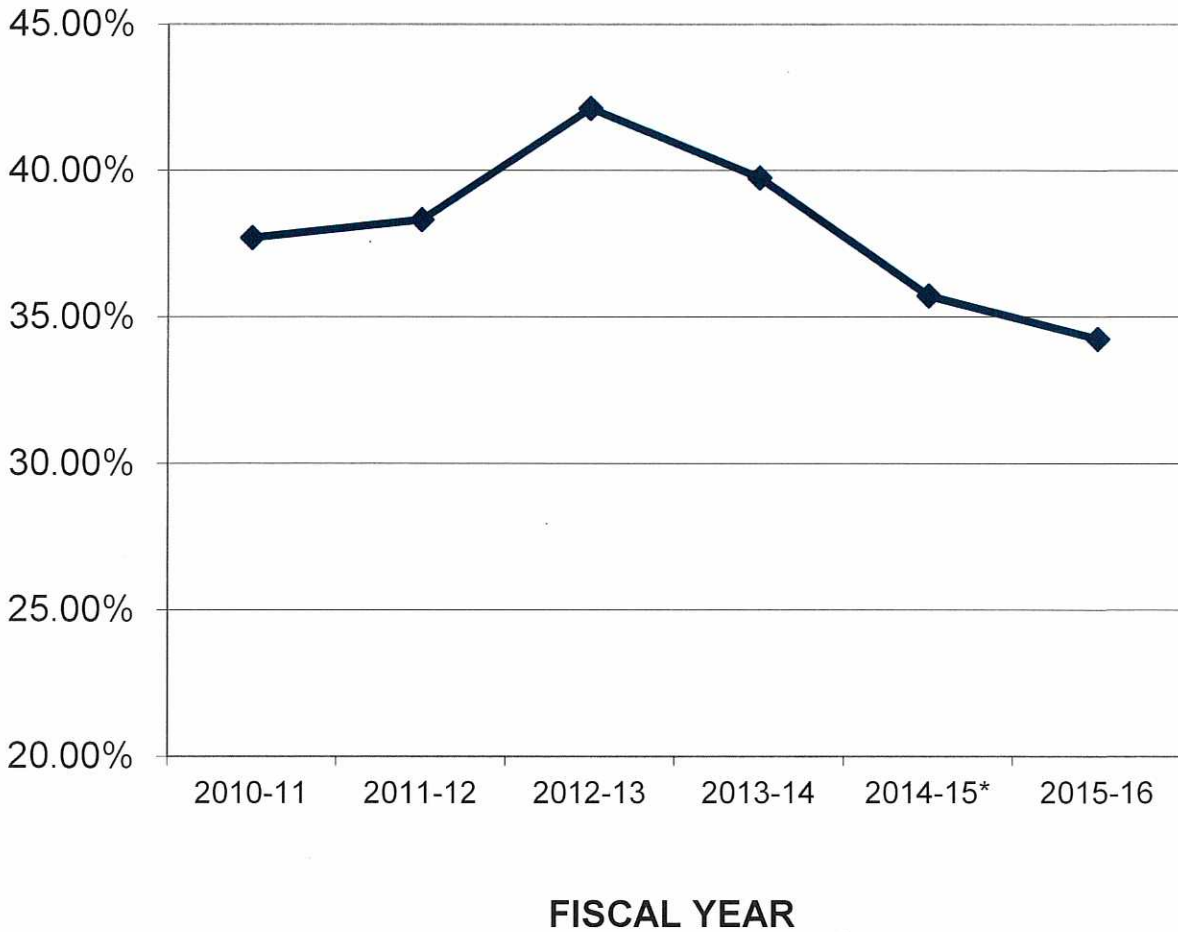
Spring 2017

1-27-04-285-3

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15*</u> | <u>2015-16</u> |
|--------------|----------------|----------------|----------------|----------------|-----------------|----------------|
| Percent | 37.70% | 38.31% | 42.12% | 39.74% | 35.71% | 34.24% |
| Revenue | \$ 18,536,195 | \$ 18,223,876 | \$ 18,967,842 | \$ 19,817,914 | \$ 21,018,851 | \$ 22,021,083 |
| Fund Balance | \$ 6,988,580 | \$ 6,981,753 | \$ 7,989,984 | \$ 7,874,890 | \$ 7,504,984 | \$ 7,539,268 |

FUND BALANCE AS A PERCENT OF REVENUE

FUND BALANCE AS A PERCENTAGE OF REVENUES



* Addition of new Primary Center

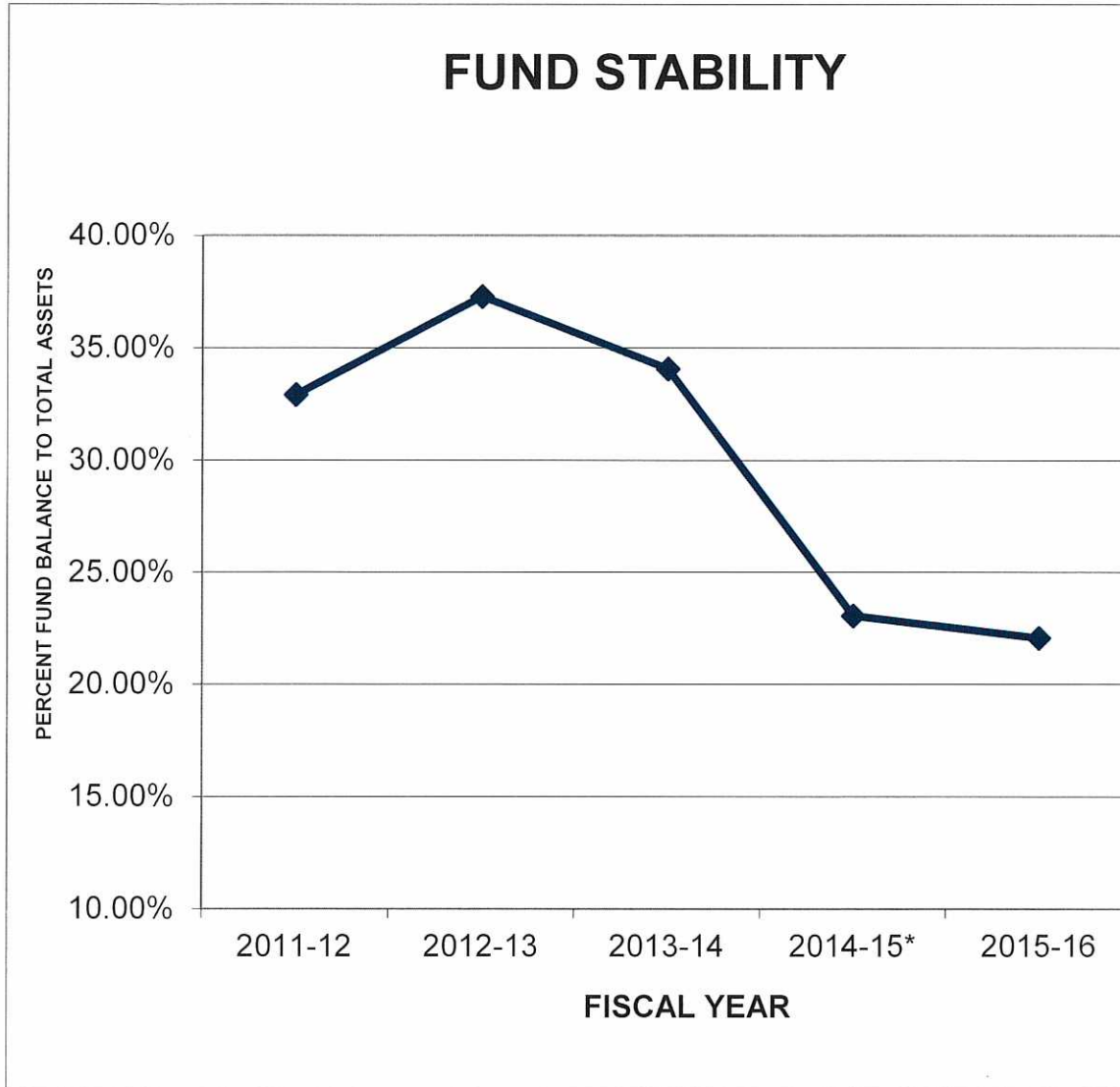
FUND BALANCE AS A PERCENT OF REVENUE

FREEDOM AREA SCHOOL DISTRICT

Spring 2017

1-27-04-285-3

| | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15*</u> | <u>2015-16</u> |
|-----------------|----------------|----------------|----------------|----------------|-----------------|----------------|
| Percent | 30.97% | 32.90% | 37.28% | 34.06% | 23.05% | 22.06% |
| Fund Balance \$ | 6,988,580 | \$ 6,981,753 | \$ 7,989,984 | \$ 7,874,890 | \$ 7,504,984 | \$ 7,539,268 |
| Total Assets \$ | 22,564,597 | \$ 21,219,424 | \$ 21,433,283 | \$ 23,120,546 | \$ 32,553,153 | \$ 34,179,686 |



* Addition of Primary Center

RATIO OF FUND BALANCE TO TOTAL ASSETS

GLOSSARY OF TERMS

This Glossary contains definitions of terms used in this guide and such additional terms as seem necessary to common understandings concerning financial accounting procedures for schools. Several terms which are not primarily financial accounting terms have been included because of their significance for school financial accounting.

ACCOUNTING SYSTEM – The total structure of records and procedures which discover, record, classify and report information on the financial position and operations of a school district or any of its funds, balanced account groups and organizational components.

ACCRUAL BASIS – The basis of accounting under which revenues are recorded when levies are made, and expenditures are recorded as soon as they result in liabilities, regardless of when the revenue is actually received or the payment is actually made. See also **ESTIMATED REVENUE** and **EXPENDITURES**.

ACCRUE – To record revenues when earned or when levies are made, and to record expenditures as soon as they result in liabilities, regardless of when the revenue is actually received or the payment is actually made. Sometimes, the term is used in a restricted sense to denote the recording of revenues earned but not yet due, such as accrued interest on investments and the recording of expenditures which result in liabilities that are payable in another accounting period, such as accrued interest on bonds. See also **ACCURAL BASIS**.

AMORTIZATION – Gradual reduction, redemption or liquidation of the balance of an account according to a specified schedule of times and amounts.

APPROPRIATION – An authorization granted by a legislative body to make expenditures and to incur obligations for specific purposes. Note: An appropriation is usually limited in amount and as to the time when it may be expended.

ASSESS – To value property officially for purposes of taxation.

ASSESSMENT – (1) The process of making the official valuation of property for purposes of taxation. (2) The valuation placed upon property as a result of this process.

ASSESSMENT VALUATION – A valuation set upon real estate or other property by a government as a basis for levying taxes.

ASSIGNED FUND BALANCE – The amounts that are intended for a particular purpose, such as a rate stabilization fund or segregation of an amount intended to be used at some time in the future.

AUTHORITY, SCHOOL – Appointed body created by state law and vested with the responsibility of securing capital finances for school boards to build new buildings or additions.

BOARD OF SCHOOL DIRECTORS – The elected or appointed body which has been created according to state law and vested with responsibilities for educational activities in a given geographical area.

GLOSSARY OF TERMS

BUDGET – A plan of financial operation embodying an estimate of proposed expenditures for a given period or purpose and the proposed means of financing them.

CAPITAL BUDGET – A plan of proposed capital outlay and the means of financing them for the current fiscal period.

CAPITAL OUTLAYS – Expenditures which result in the acquisition of or addition to fixed assets such as land, building and equipment.

CAPITAL EXPENDITURES - See **CAPITAL OUTLAY**

CAPITAL RESERVE – Funds appropriated for building maintenance and capital projects. A plan is set forth for each project or maintenance item so that appropriate funds may be designated.

COMMITTED FUND BALANCE – The amounts limited by Board policy (e.g., future anticipated costs).

CONTRACTED SERVICES – Labor, material and other costs for services rendered by personnel who are not on the payroll of the local education agency. These are classified as either Professional or Property Service Objects.

COST PER PUPIL – See **CURRENT EXPENDITURES PER PUPIL**

CURRENT EXPENDITURES PER PUPIL – Current expenditures for a given period of time divided by a pupil unit of measure (average daily membership, average daily attendance, etc.)

CURRENT TAXES – Taxes levied and becoming due during the current fiscal period, from the time the amount of the tax levy is first established to the date on which a penalty for non-payment is attached.

CURRENT YEAR TAX LEVY – Taxes levied for current fiscal period.

DEBT – An obligation resulting from the borrowing of money or from the purchase of goods and services. Debts of local education agencies include bonds, warrants and notes, etc.

DEBT LIMIT – The maximum amount of gross or net debt which is legally permitted.

DEBT SERVICE – Expenditures for the retirement of debt and expenditures for interest on debt, except principal and interest on current loans.

DELINQUENT TAXES – Taxes remaining unpaid on and after the date on which a penalty for non-payment is attached. Even though the penalty may be subsequently waived and a portion of the taxes may be abated or cancelled, the unpaid balances continue to be delinquent taxes until abated, cancelled, paid or converted into tax liens.

GLOSSARY OF TERMS

DIRECT DEBT – The debt which a school district has incurred in its own name or assumed through the annexation of territory or through consolidation with another school district.

DROPOUT – A student who, for any reason other than death, leaves school before graduation without transferring to another school/institution.

DROPOUT RATE – An annual or “event” rate that measures the proportion of students enrolled who dropout during a single school year. The total number of dropouts for the school year is divided by the fall enrollment for the same year.

EQUIPMENT – Those moveable items used for school operation that are of a non-expendable and mechanical nature, i.e., perform an operation. Typewriters, projectors, vacuum cleaners, accounting machines, computers, lathes, clocks, machinery, and vehicles, etc. are classified as equipment. (Heating and air-conditioning systems, lighting fixtures and similar items permanently fixed to or within a building are considered as part of the building.)

ESTIMATED REVENUE – When the accounts are kept on an accrual basis, this term designates the amount of revenue estimated to accrue during a given period regardless of whether or not it is all to be collected during the period.

EXPENDITURES – This includes total charges incurred, whether paid or unpaid, for current expense, capital outlay, and debt service. (Transfers between funds, encumbrances, exchanges of cash for other current assets such as the purchase of stocks and investment of cash in U.S. bonds, payments of cash in settlement of liabilities already accounted as expenditures, and the repayment of the principal of current loans are not considered as expenditures.)

FISCAL YEAR – A twelve-month period of time to which the annual budget applies and at the end of which a local education agency determines its financial position and the results of its operations.

FUNCTION – A classification of a group of related activities aimed at accomplishing a major service, purpose or program for which a school district is responsible.

FUND – A sum of money or other resources set aside for specific activities of a school district. The fund accounts constitute a complete entity and all of the financial transactions for the particular fund are recorded in them.

FUND BALANCE – This is the measurement of available financial resources. Fund balance is the difference between total assets and total liabilities in each fund.

FUND BALANCE POLICY – A policy that establishes a minimum level at which unrestricted fund balance is to be maintained.

FUND EQUITY – The excess of a fund’s total assets over total liabilities.

GLOSSARY OF TERMS

FUND, GENERAL – The fund used to finance the ordinary operations of the local education agency. It is available for a legally authorized purpose and consists of money not specifically designated for some other particular purpose.

FUND, SPECIAL REVENUE – The fund used to finance special operations of the school district. These operations are legally restricted to expenditures for the special purposes.

GENERAL OBLIGATION BOND – A bond for whose payment the full faith and credit of the issuing body is pledged. More commonly, but not necessarily, general obligation bonds are considered to be those payable from taxes and other general revenues.

GOVERNMENTAL FUNDS – Funds generally used to account for tax supported activities.

INDEBTNESS – The amount of debt of the school district including principal and interest due on bonds issued.

INSTRUCTION – The activities dealing directly with the teaching of students or improving the quality of teaching.

INVESTMENTS – Securities and other assets acquired primarily for the purpose of obtaining income or profit.

LEVY – (Verb) To impose taxes or special assessments. (Noun) The total of taxes or special assessments imposed by a governmental unit.

NONSPENDABLE FUND BALANCE - The amounts that cannot be spent because they are in a nonspendable form (e.g., inventory) or legally or contractually required to be maintained intact (e.g., principal of a permanent fund)

OBJECT – The commodity or service obtained from a specific expenditure.

OUTSTANDING BOND – The amount of outstanding debt obligation of the school district for which a bond was sold.

POOLING OF CASH AND INVESTMENTS – Allows LEA's to pool their cash and investments of all funds with other entity's cash and investments.

PRINCIPAL OF BOND DEBT - The amount printed on the face of the instrument; the amount to be paid at the maturity date of the bond, exclusive of interest, premium or discount.

PROGRAM BUDGET – A budget where expenditures are based primarily on programs of work and secondarily on character and object.

PROPRIETARY FUND – A group of accounts which show actual financial conditions and operations such as actual assets, liabilities, reserves, surplus, revenues and expenditures, as distinguished from budgetary accounts.

GLOSSARY OF TERMS

REFUNDING BOND – Bond issued to retire bonds already outstanding. The refunding bond may be sold for cash and outstanding bonds redeemed in cash, or the refunding bond may be exchanged with holders of outstanding bonds.

RESERVE – An account which records a portion of the fund balance which must be segregated for some future use and which is, therefore, not available for further appropriations.

RESERVE FUND BALANCE ACCOUNT – A reserve representing that portion of a fund balance segregated to indicate that assets equal to the amount of the reserve are tied up and are, therefore, not available for appropriation.

RESTRICTED FUND BALANCE – The amounts limited by external parties, or legislation (e.g., grants or donations).

REVENUE – This term designates additions to assets which (1) do not increase any liability (2) do not represent the recovery of an expenditure (3) do not represent the cancellation of certain liabilities without a corresponding increase in other liabilities or a decrease in assets.

REVENUE SOURCE – The identification of the specific source from which revenues were derived or to which they are attributable.

SCHOOL – A division of the school system consisting of a group of pupils composed of one or more teachers to give instruction of a defined type, and housed in a school plant of one or more buildings. More than one school may be housed in one school plant, as is the case when elementary and secondary programs are housed in the same school plant.

SCHOOL, ELEMENTARY – A school classified as elementary by State and local practice and composed of any span of grades not above grade six. In this handbook, this term includes kindergarten and nursery schools if they are under the control of the local board of education. Freedom's grade structure currently includes students in grades K-4.

SCHOOL, MIDDLE – A school offering the transition years between elementary and high school grades. Freedom's grade structure currently includes students in grades 5-8.

SCHOOL, HIGH – A school offering the final years of high school work necessary for graduation; invariably preceded by a junior high school in the same system. Freedom's grade structure currently includes students in grades 9-12.

SCHOOL, VOCATIONAL – A secondary school which is separately organized under a principal for the purpose of offering training in one or more skilled or semi-skilled trades or occupations. It includes such schools whether federally aided or not.

SPECIAL REVENUE FUND - A fund that is created to be used to account for financial transactions for designated educational purposes from special sources of revenue that are not part of the school district's foundation education program.

GLOSSARY OF TERMS

TAXES – Compulsory charges levied by a governmental unit for the purpose of financing services performed for the common benefit. The term includes licenses and permits. It does not include special assessments.

UNASSIGNED FUND BALANCE – The amounts available for consumption or not restricted in any manner.

UNRESTRICTED FUND BALANCE – The total committed fund balance, assigned fund balance and unassigned fund balance.