

Montoursville Area School District



Budget Talks

2026-2027

Decisions for Proposed Final Budget

April 28, 2026



Revenue Recap

LOCAL REVENUE	2025-2026 Budget	2026-2027 Budget	Increase (Decrease)
6111 REAL ESTATE TAXES (Assessed values dipped due to appeals)	\$12,735,760	\$12,728,760	(\$7,000)
6112 INTERIM REAL ESTATE TAXES (New construction not currently on rolls)	\$15,000	\$15,000	\$0
6113 PUBLIC UTILITY TAXES (8 Parcels- Verizon, PP&L, UGI)	\$15,400	\$16,200	\$800
6114 PAYMENTS IN-LIEU OF TAXES (State Game Lands, water conservation, public housing)	\$55,000	\$60,000	\$5,000
6151 EARNED INCOME TAXES (presently at 1.15%)	\$4,500,000	\$4,500,000	\$0
6153 REAL ESTATE TRANSFER TAXES (presently at .5%)	\$260,000	\$270,000	\$10,000
6411 DELQ. REAL ESTATE TAXES	\$500,000	\$550,000	\$50,000
6510 EARNINGS ON INVESTMENTS	\$300,000	\$350,000	\$50,000



Revenue Recap

LOCAL REVENUE (continued)	2025-2026 Budget	2026-2027 Budget	Increase (Decrease)
6710 ATHLETIC EVENT ADMISSIONS	\$54,000	\$50,000	(\$4,000)
6740 ACTIVITY PARTICIPATION FEE (PIAA Pay to Play)	\$11,000	\$9,000	(\$2,000)
6790 DEVICE INSURANCE	\$10,000	\$6,500	(\$3,500)
6832 IDEA FUNDING (Individuals with Disabilities Education Act)	\$380,305	\$392,500	\$12,195
6910 RENTALS	\$3,000	\$3,000	\$0
6940 TUITION PAYMENTS	\$50,000	\$50,000	\$0
6999 MISCELLANEOUS REVENUE	\$50,000	\$50,000	\$0
TOTAL LOCAL REVENUE (52.1% of Total Revenue)	\$18,939,465	\$19,050,960	\$111,495



Revenue Recap

STATE REVENUE	2025-2026 Budget	2026-2027 Budget	Increase (Decrease)
7110 BASIC INSTRUCTIONAL SUBSIDY (Budgeted at full amount proposed)	\$8,525,838	\$8,596,703	\$70,865
7112 STATE SHARE F.I.C.A	\$532,261	\$556,158	\$23,897
7160 TUITION PAYMENTS 1305/1306	\$40,000	\$40,000	\$0
7271 SPECIAL EDUCATION (Budgeted at full amount proposed)	\$1,569,962	\$1,599,966	\$30,004
7310 TRANSPORTATION (Reimbursement for pupil transportation)	\$656,967	\$667,731	\$10,764
7320 RENTAL & SINKING FUND PAYMENTS (Plancon no longer valid for new construction)	\$300,981	\$269,395	(\$31,586)
7330 MEDICAL & DENTAL SERVICES	\$31,000	\$31,000	\$0
7340 STATE PROPERTY TAX REDUCTION ALLOCATION (designated for reduction in school property tax)	\$893,240	\$893,240	\$0
7361 SAFE SCHOOL GRANT	\$0	\$0	\$0
7501 PA BLOCK GRANTS (Budgeted at full amount proposed)	\$1,432,646	\$2,107,479	\$674,833
7800 OTHER INCOME FROM STATE	\$2,311,650	\$2,384,150	\$72,500
TOTAL STATE REVENUE (46.9% of Total Revenue)	\$16,294,545	\$17,145,822	\$851,277



Revenue Recap

FEDERAL REVENUE	2025-2026 Budget	2026-2027 Budget	Increase (Decrease)
8514 TITLE I	\$294,468	\$291,432	(\$3,036)
8515 TITLE II	\$44,787	\$48,869	\$4,082
8517 TITLE IV	\$23,196	\$21,979	(\$1,217)
8700 ESSER & GEER	\$0	\$0	\$0
8810 PA. MEDICAL ACCESS FUNDING	\$0	\$0	\$0
TOTAL FEDERAL REVENUE (1% of Total Revenue)	\$362,451	\$362,280	(\$171)



Expenditure Recap

EXPENDITURES	2025-2026 Budget	2026-2027 Budget	Increase (Decrease)
100 SALARIES (38.3% of Total Expense)	\$13,883,292	\$14,503,038	\$619,746
<i>New position- Curriculum Director, Contracted Wage Increases, and \$30,000 for Admin Wage Adjustments to bring up to IU 17 Average.</i>			
200 EMPLOYEE BENEFITS (26.9% of Total Expense)	\$9,507,577	\$10,180,234	\$672,657
<i>Health Ins increased by 9.9% for a total of \$453,249. The additional \$219,408 has Unemployment & Worker's Comp factored in with a 7% increase. Tuition reimbursement increase by \$10,000. Then increases with FICA, Retirement, Dental, Life, and Disability Ins.</i>			
300 PURCHASED PROFESSIONAL & TECHNICAL SERVICES (IU Services & Outside Placements)	\$2,284,233	\$2,461,473	\$177,240
400 PURCHASED PROPERTY SERVICES (Utilities- Gas, Water, Sewer/ Equipment Repair & Disposal Services)	\$947,871	\$948,909	\$1,038

Wages & Benefits = 65.2% of Total Expenditures



Expenditure Recap

EXPENDITURES	2025-2026 Budget	2026-2027 Budget	Increase (Decrease)
500 OTHER PURCHASED SERVICES (Transportation Cost & Cyber Schools)	\$3,961,009	\$3,938,949	(\$22,060)
600 SUPPLIES	\$1,230,112	\$1,177,283	(\$52,829)
700 PROPERTY	\$323,660	\$393,049	\$69,389
<i>Purchase of replacement laptops for staff, Wrestling Competition Mat</i>			
800 OTHER OBJECTS (Student Activities, PSBA and other Dues & Fees)	\$69,247	\$87,040	\$17,793
900 OTHER USES OF FUNDS	\$3,587,851	\$4,172,614	\$584,763
<i>Bond 2016, Bond 2019, Bond 2020 due at \$3,345,201. Bond 2026 comes due at \$822,413 (\$467,500 sits in Capital Reverse as a build in from 24-25 & 25-26 leaving \$354,913 to pull from General Fund)</i>			
TOTAL EXPENDITURES	\$35,794,852	\$37,862,589	\$2,067,737



Revenues vs Expenditures

Projection for 26-27 Budget	Revenues	Expenditures	Increase (Decrease)
Project Millage Build In for (24/25 & 25/26)	\$467,500		\$467,500
Revenues vs Expenditures	\$36,559,061	\$37,862,589	(\$1,303,528)
TOTALS	\$37,026,561	\$37,862,589	(\$836,028)



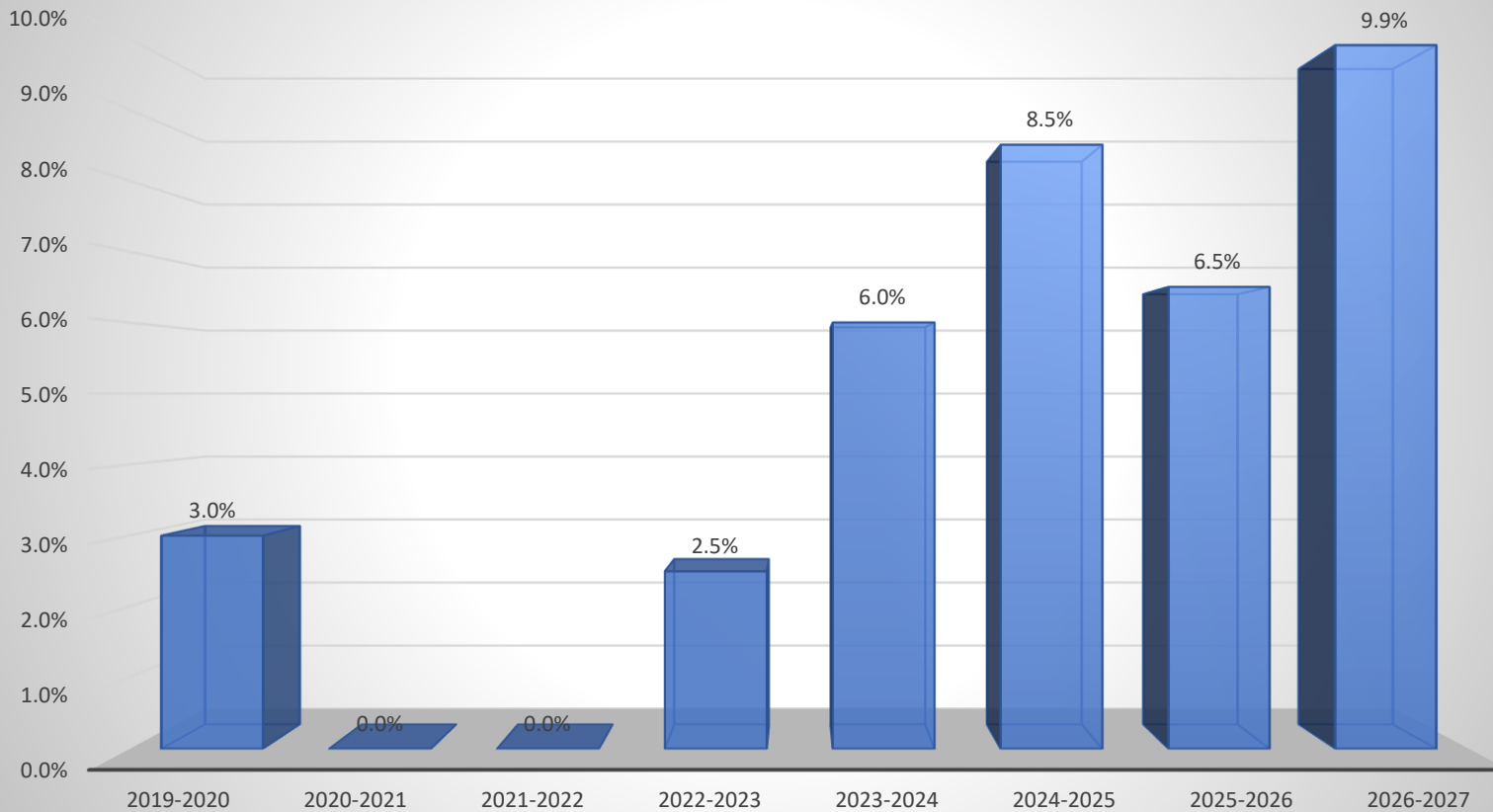
Fund Balance

Fund Balance - June 30, 2025 (SY 24-25 Audited ending Fund Balance)	\$4,913,911
UNASSIGNED	\$4,554,361
ASSIGNED / COMMITTED (PSERS Employer Contributions)	\$359,550
25-26 Final Approved Budget Balance	(\$198,391)
25-26 Estimated Budget Balance (adjustments made to expenses based on current projections)	\$51,126
Projected Fund Balance - June 30, 2026 (SY 25-26 Estimated Fund Balance)	\$4,965,037



Health Insurance Trends

Health Insurance Previous Increases with LCIC



2025-2026 LCIC subsidized a portion to minimize the increase to the district's budgets.

Average projected increase for 2026 was 6% to 10%

Catastrophic claims and costly specialty and prescription drugs are one area that is fueling the increase.



Millage Summary

MILLS SUMMARY	17.09 No Increase	17.28 .19 Increase 1.1%	17.47 .38 Increase 2.2%	*17.65 .56 Increase 3.3%	17.84 .75 Increase 4.4%
CURRENT BUDGETED REVENUE	\$36,559,061	\$36,559,061	\$36,559,061	\$36,559,061	\$36,559,061
Project Millage Build In for (24/25 & 25/26)	\$467,500	\$467,500	\$467,500	\$467,500	\$467,500
Increase in Revenue	\$0	\$151,000	\$303,000	\$446,000	\$598,000
CURRENT EXPENDITURES	\$37,862,589	\$37,862,589	\$37,862,589	\$37,862,589	\$37,862,589
IMPACT ON MEDIAN PROPERTY (Assessed Value \$121,000)	\$0	\$23	\$46	\$68	\$91
EXCESS OF REVENUE OR (EXPENDITURES)	(\$836,028)	(\$685,028)	(\$533,028)	(\$390,028)	(\$238,028)



Fund Balance Projection

Fund Balance - June 30, 2026 (SY 25-26 Estimated Fund Balance)		\$4,965,037
No Tax Increase - 17.09		\$4,129,009
1% Tax Increase - 17.28		\$4,280,009
2% Tax Increase - 17.47		\$4,432,009
3% Tax Increase - 17.65		\$4,575,009
4% Tax Increase - 17.84		\$4,727,009
		Projected Fund Balance - June 30, 2027 (SY 26-27)



Questions