

FINANCIAL OVERVIEW 2-22-24



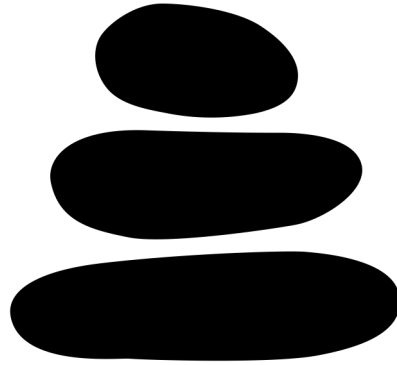
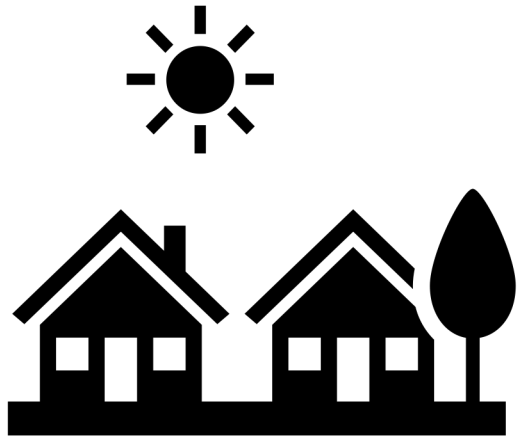
TOGETHER WE: ENCOURAGE
LEARNERS, INSPIRE GROWTH,
EMBRACE COMMUNITY

Presented By: Antietam School District in Collaboration with Devopar Consulting

AGENDA

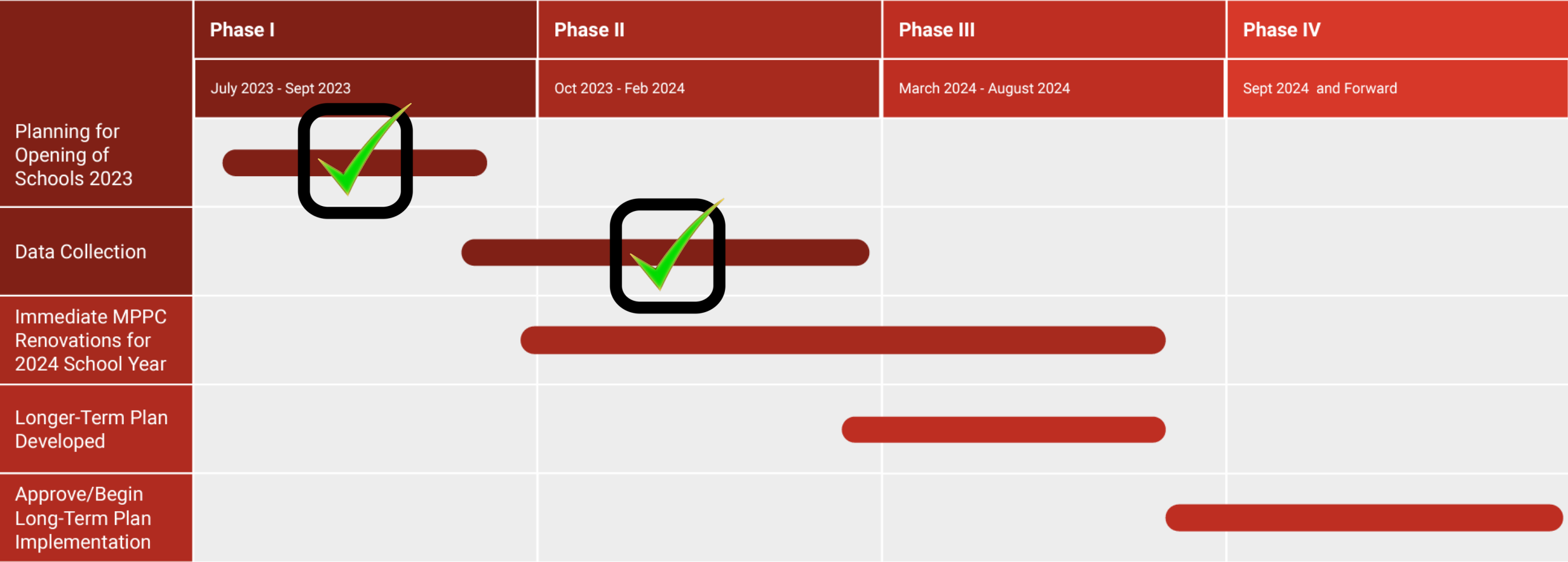
- Update on Phased Planning Progress
(Charting the Path Forward)
- Review of Plans for 2024-2025
Presented at Town Hall
- Financial Review
 - Governor's Budget
 - Options
 - Next Steps





ANTIETAM SCHOOL DISTRICT: RECOVERY, STABILITY, GROWTH

CHARTING THE PATH FORWARD



PHASE II/III: LONGER TERM PLAN DEVELOPED

2024-2025 SCHOOL YEAR		
BUILDING	GRADE CONFIGURATION	NOTES/COMMENTS
MPPC (25 TH & FILBERT)	9 TH -12 TH	<ul style="list-style-type: none">• Full size gym, cafeteria, auditorium• "right size" for a High School
MPEC (2310 CUMBERLAND)	3 RD – 8 TH Building Split: 3 RD – 5 TH ; 6 TH – 8 TH	<ul style="list-style-type: none">• Access to playground space• Gym, cafeteria appropriately sized
705 FRIEDENSBURG RD.*	K - 2 ND	<ul style="list-style-type: none">• Currently functioning as pre-K classrooms• Access to playground space• Gym/café appropriately sized• Space for drop-off/pick-up

****UPDATE: We are currently completing due diligence items and inspections on the property. When those reports are compiled, they will help to inform the Board’s decisions moving forward.***

PHASE II/III: EMERGENCY "PLAN B" (DELAYED CONSTRUCTION)

2024-2025 SCHOOL YEAR		
BUILDING	GRADE CONFIGURATION	NOTES/COMMENTS
MPPC (25 TH & FILBERT)	9 TH – 12 TH	<ul style="list-style-type: none">Utilize already finished spaces
TRINITY CHURCH	9 TH – 12 TH	<ul style="list-style-type: none">Use classrooms as needed until building is ready
MPEC (2310 CUMBERLAND)	3 RD – 8 TH	<ul style="list-style-type: none">No change
705 FRIEDENSBURG RD.	K – 2 ND	<ul style="list-style-type: none">No change

****Note: If zoning decisions are delayed, all students above grade 6 will need to be virtual until issues are resolved***

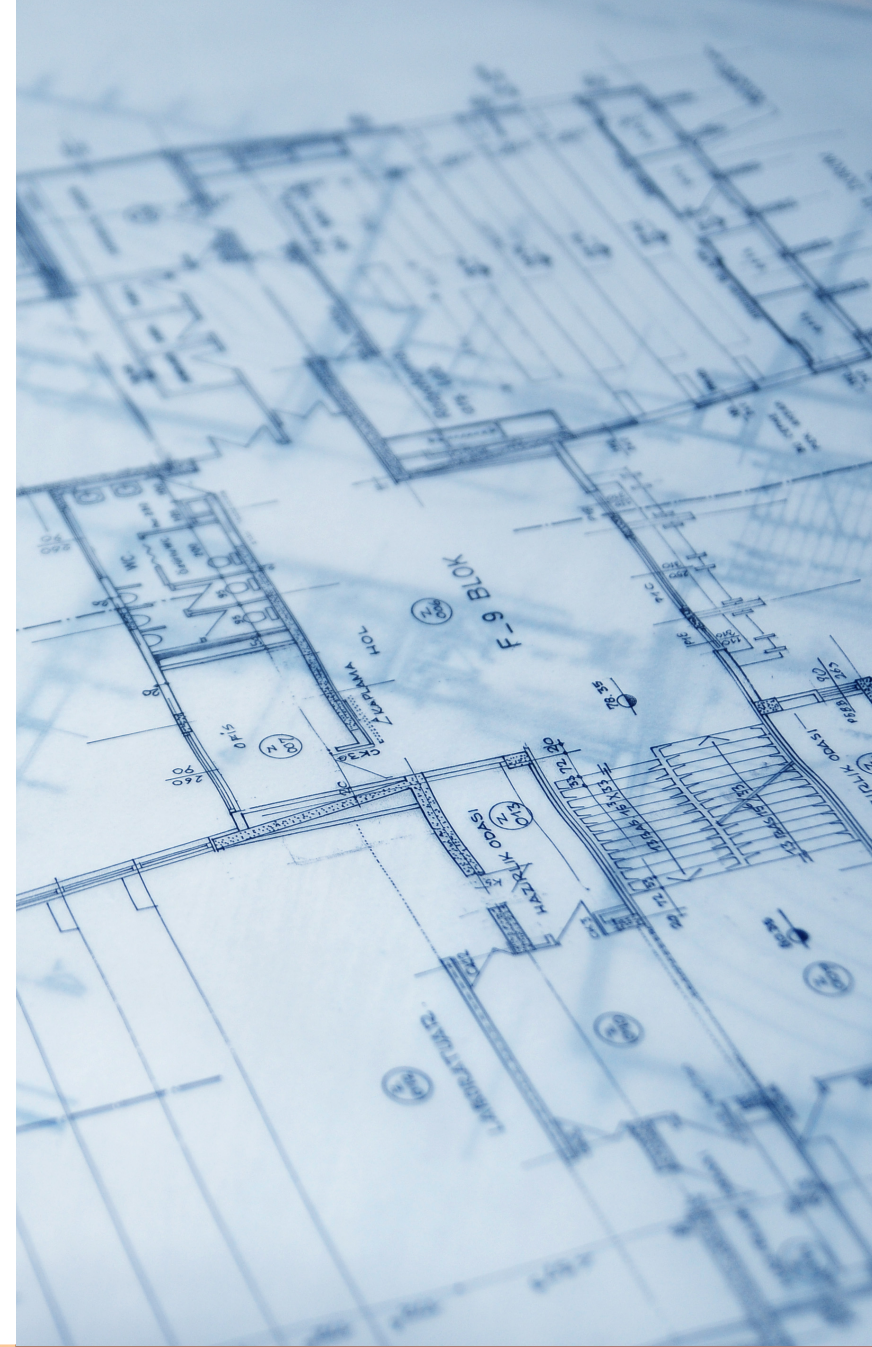
705 FRIEDENSBURG ROAD (K-2)









- Currently used by the BCIU for Early Childhood Services
- District officials have been meeting with owner and touring the building
- A tour was completed by a code official
- An appraisal is in process of the building
- Due diligence reviews have begun i.e: masonry, roofing, etc.
- District has an option for lease, lease to purchase, or purchase

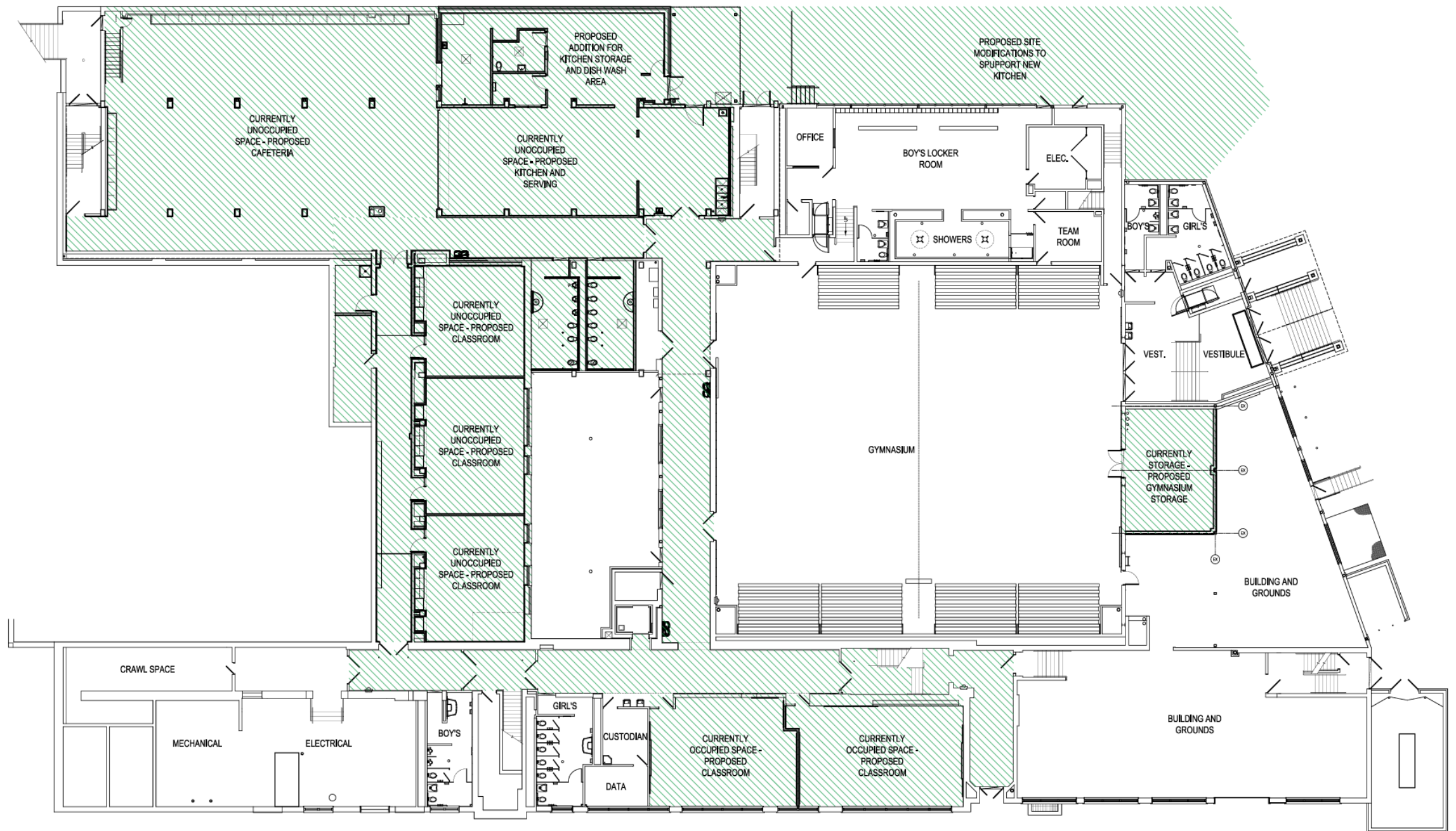


UPDATE ON MPPC RENOVATION (9-12)

- During the March 2024 board meeting AEM will review bids and the appropriate resolutions will be added to the business agenda for consideration
- The required funding resolutions will be added to the agenda for review and vote
- If the bids are approved, work will begin in April 2024

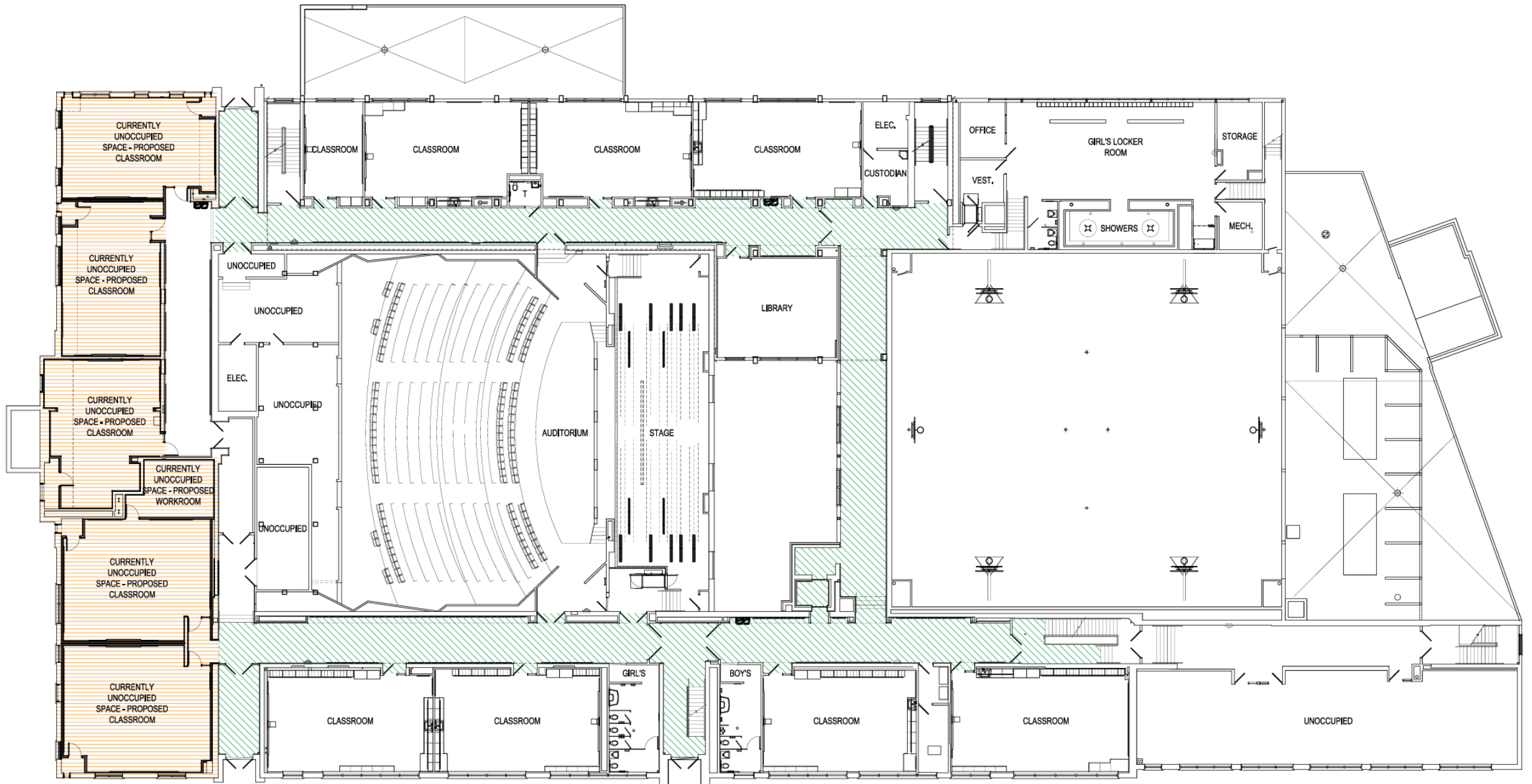


PHASED OCCUPANCY LEGEND					
PHASE		DESCRIPTION	TIMELINE	REMARKS	DRAWING
PHASED OCCUPANCY 1		GROUND FLOOR CLASSROOMS AND TOILETS	APRIL 2024 - AUGUST 9, 2024	1ST AND 2ND SHIFT TO MEET SCHEDULE	PH-1
PHASED OCCUPANCY 1		GYM STORAGE	APRIL 2024 - MAY 31, 2024	1ST AND 2ND SHIFT TO MEET SCHEDULE	PH-1
PHASED OCCUPANCY 1		CAFETERIA AND KITCHEN	APRIL 2024 - SEPTEMBER 27, 2024	1ST AND 2ND SHIFT TO MEET SCHEDULE	PH-1
PHASED OCCUPANCY 1		SITE WORK, ADDITION AND ALLEY WORK	ASAP - AUGUST 9, 2024	1ST AND 2ND SHIFT TO MEET SCHEDULE	PH-1
PHASED OCCUPANCY 1		GROUND FLOOR CLASSROOMS	JUNE 10, 2024 - AUGUST 9, 2024	1ST AND 2ND SHIFT TO MEET SCHEDULE	PH-1
PHASED OCCUPANCY 2		FIRST FLOOR CLASSROOMS	JUNE 10, 2024 - NOVEMBER 29, 2024	1ST AND 2ND SHIFT TO MEET SCHEDULE	PH-1
PHASED OCCUPANCY 3		SECOND FLOOR CLASSROOMS	DECEMBER 2, 2024 - FEBRUARY 28, 2025	ALL WORK SECOND SHIFT EXCEPT FOR SCHOOL HOLIDAYS OR WEEKEND WORK	PH-1
PHASED OCCUPANCY 1		GROUND AND FIRST FLOOR FLOORING	JUNE 10, 2024 - AUGUST 9, 2024	ALL WORK SECOND SHIFT EXCEPT FOR SCHOOL HOLIDAYS OR WEEKEND WORK	PH-1



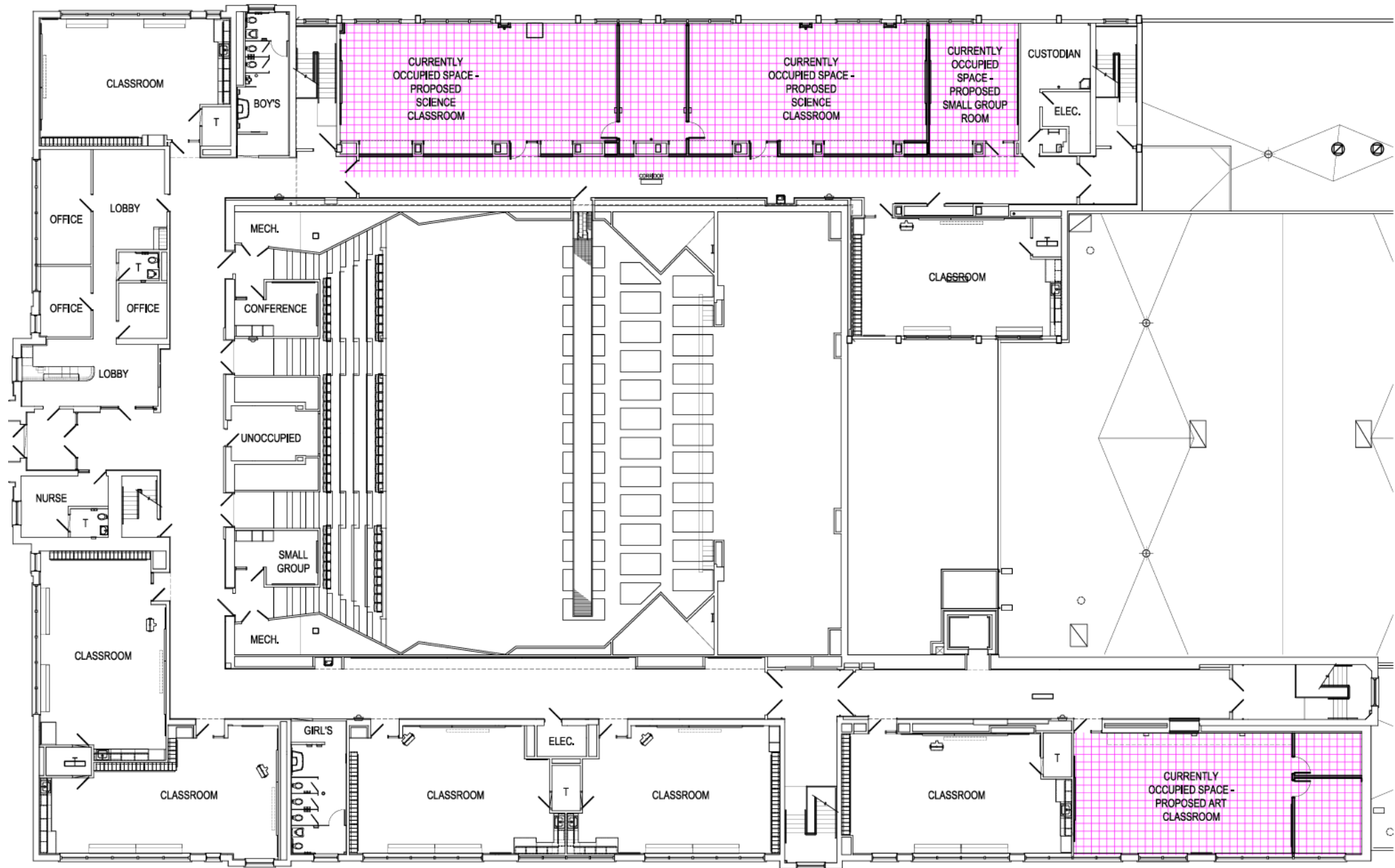
GROUND FLOOR PLAN

SCALE: 1/16" = 1'-0"



FIRST FLOOR PLAN

SCALE: 1/16" = 1'-0"



SECOND FLOOR PLAN

SCALE: 1/16" = 1'-0"




FINANCIAL REVIEW

- Reviewing fund balance and designations/uses
- Meeting with financial consultant and lender
- Reviewing current ESSER application and uses
- Reviewing and applying for grant revenue
- Meeting with auditor to complete the 2023 audit
- Reviewing and beginning the update of prior capital plan
- Developing financial options to support the purchase of Pennside and approval of bids for the MPPC

GOVERNOR'S PROPOSED STATE BUDGET

- Basic Education Funding
 - Current BEF allocation is \$5,866,439
 - Projected BEF allocation is \$7,872,352

 **\$2,005,913 increase**

- Special Education Funding
 - Current allocation is \$ 961,775
 - Proposed allocation is \$1,023,369

 **\$61,594 increase**



A close-up photograph of a person's hands interacting with a laptop. One hand holds a blue pen over the screen, while the other hand is on the keyboard. The background is blurred, showing a stack of books and a window with natural light. The overall tone is professional and academic.

GOVERNOR'S PROPOSED STATE BUDGET- CYBER CHARTER REFORM IMPACT

- The budget calls for a flat funding amount for cyber charters
- The amount would be \$8,000 per student versus the fluctuating amount that is currently driven out by the PDE 363 calculation
- ***If passed, the PDE estimated savings for the school district is \$166,713***

POTENTIAL/AWARDED GRANT FUNDING

Grant	RACP (Round 1)	PCCD Safety Grant	PCCD Mental Health Grant	Covid ARPA Facilities Grant	ACT 34 PA Infrastructure (DCED)	ACT 33 Environmental	ESSER III
Anticipated Award Date	March '24	Spring '24	Spring '24	Spring '24	Spring '24	Summer '24	Awarded
Deadline to Apply	12/20/2024	2/29/24	2/29/24	4/20/2024	5/31/2024	6/30/2024	9/30/2024
Max Request	\$5,025,000	\$450,000	Non- Competitive	\$250,000- \$2M	\$500,000 - \$5M	\$10M	Non- Competitive
Award	TBD	TBD	\$114,279	TBD	TBD	TBD	\$2,462,630
Match	50% Match/Interim Financing	N/A	N/A	N/A	25% Match	50% Match	N/A

SCENARIO A NO RACP

FINANCIAL PLAN FOR PENNSIDE & MPPC BIDS

One Time Revenue	Amount
ESSER III Grant	\$500,000.00
Multi Modal Grant	\$300,000.00
Flood Insurance	\$2,500,000.00
Business Continuation	\$1,500,000.00
Capital Funds	\$1,824,072.00
RACP Award (TBD/\$0)	\$0.00
One Time Revenue	\$6,624,072.00
Phase A Expenses	
K-2 Building (Purchase/Lease/Improvements)	\$2,000,000.00
MPPC Renovations	\$9,300,000.00
Total Expense	\$11,300,000.00
Balance: (Borrowing to Cover Exp. Plus Cash Flow)	-\$4,675,928.00

SCENARIO B 50% RACP

FINANCIAL PLAN FOR PENNSIDE & MPPC BIDS

One Time Revenue	Amount
ESSER III Grant	\$500,000.00
Multi Modal Grant	\$300,000.00
Flood Insurance	\$2,500,000.00
Business Continuation	\$1,500,000.00
Capital Funds	\$1,824,072.00
RACP Award (TBD/50%)	\$2,525,000.00
One Time Revenue	\$9,149,072.00
Phase A Expenses	
K-2 Building (Purchase/Lease/Improvements)	\$2,000,000.00
MPPC Renovations	\$9,300,000.00
GSL- 12% payment off 50% of total	\$303,000
Total Expense	\$11,603,000.00
Balance: (Borrowing to Cover Exp. Plus Cash Flow)	-\$2,453,928.00

SCENARIO C 100% RACP

FINANCIAL PLAN FOR PENNSIDE & MPPC BIDS

One Time Revenue

Amount

ESSER III Grant

\$500,000.00

Multi Modal Grant

\$300,000.00

Flood Insurance

\$2,500,000.00

Business Continuation

\$1,500,000.00

Capital Funds

\$1,824,072.00

RACP Award (TBD/100%)

\$5,050,000.00

One Time Revenue

\$11,674,072.00

Phase A Expenses

K-2 Bldg (Purchase/Lease/Need Improvements) \$2,000,000.00

MPPC Renovations

\$9,300,000.00

GSL- 12% payment off 50% of total

\$606,000.00

Total Expense

\$11,906,000.00

Balance: (Short Term Borrow for Cash Flow) \$231,928.00

ANTIETAM SCHOOL DISTRICT

Millage Requirement Study

February 15, 2024



1	2	3	4	5	6	7	8	9	10	11	12
Fiscal Year Ending	Current Net Debt Service	Tax-Exempt New Money Series of 2024 \$4,925,000 Net D/S (1)	Less: Interest Earnings/SD Reserves/ Capitalized Interest	Total Net Proposed Debt Service	Value of 1 Mill (2)	Total Mills Required for Debt Service	New Mills for Debt Service	Total Mills in Place for Debt Service	Millage Increase (%) (3)	Dollars Appropriated	Budget Surplus / (Deficit)
6/30/2024	1,574,607	-		1,574,607	255,226	6.169	-	6.169	0.00%	1,574,607	-
6/30/2025	1,564,424	230,729	(177,157)	1,617,996	255,226	6.339	0.170	6.339	0.37%	1,617,996	(0)
6/30/2026	1,572,567	251,000	(162,183)	1,661,384	255,226	6.509	0.170	6.509	0.37%	1,661,384	(0)
6/30/2027	1,569,876	250,750	(118,406)	1,702,220	255,226	6.669	0.160	6.669	0.34%	1,702,220	0
6/30/2028	1,572,797	250,500	(80,241)	1,743,056	255,226	6.829	0.160	6.829	0.34%	1,743,056	0
6/30/2029	1,579,121	250,250	(45,479)	1,783,892	255,226	6.989	0.160	6.989	0.34%	1,783,893	0
6/30/2030	1,637,158	250,000	(62,430)	1,824,728	255,226	7.149	0.160	7.149	0.34%	1,824,729	0
6/30/2031	1,572,070	249,750	-	1,821,820	255,226	7.138	0.000	7.149	0.00%	1,824,729	2,909
6/30/2032	1,539,843	249,500	-	1,789,343	255,226	7.011	0.000	7.149	0.00%	1,824,729	35,386
6/30/2033	1,516,182	249,250	-	1,765,432	255,226	6.917	0.000	7.149	0.00%	1,824,729	59,297
6/30/2034	1,505,604	249,000	-	1,754,604	255,226	6.875	0.000	7.149	0.00%	1,824,729	70,125
6/30/2035	1,507,600	248,750	-	1,756,350	255,226	6.882	0.000	7.149	0.00%	1,824,729	68,379
6/30/2036	1,513,185	248,500	-	1,761,685	255,226	6.902	0.000	7.149	0.00%	1,824,729	63,043
6/30/2037	937,402	818,250	-	1,755,652	255,226	6.879	0.000	7.149	0.00%	1,824,729	69,076
6/30/2038	-	1,759,500	-	1,759,500	255,226	6.894	0.000	7.149	0.00%	1,824,729	65,229
6/30/2039	-	1,757,250	-	1,757,250	255,226	6.885	0.000	7.149	0.00%	1,824,729	67,479
6/30/2040	-	1,181,250	-	1,181,250	255,226	4.628	0.000	7.149	0.00%	1,824,729	643,479
6/30/2041	-	-	-	-	255,226	-	0.000	7.149	0.00%	1,824,729	1,824,729
6/30/2042	-	-	-	-	255,226	-	0.000	7.149	0.00%	1,824,729	1,824,729
6/30/2043	-	-	-	-	255,226	-	0.000	7.149	0.00%	1,824,729	1,824,729
6/30/2044	-	-	-	-	255,226	-	0.000	7.149	0.00%	1,824,729	1,824,729
6/30/2045	-	-	-	-	255,226	-	0.000	7.149	0.00%	1,824,729	1,824,729
6/30/2046	-	-	-	-	255,226	-	0.000	7.149	0.00%	1,824,729	1,824,729
6/30/2047	-	-	-	-	255,226	-	0.000	7.149	0.00%	1,824,729	1,824,729
TOTAL	21,162,438	8,494,229	(645,896)	29,010,771			0.980				13,917,504

(1) Series of 2024 - Tax-Exempt New Money, 5,000,000 Project Fund, Dated 5/1/2024, Current Rates+25bps.

(2) Assumes FY 2023-24 mill is worth \$255,226. Assumes no growth in value of a mill.

(3) Based on the assumption that 46.31 mills are in place for the 2023/24 school year.

Source: District's FY 2023-2024 Final Budget	
2023-24 Real Estate Tax Rate:	46.31
Tax Levy Generated by Mills:	\$11,819,520
Value of 1 Mill:	\$255,226
2023-24 Act 1 Adjusted Index:	6.00%

REVENUE PROJECTIONS

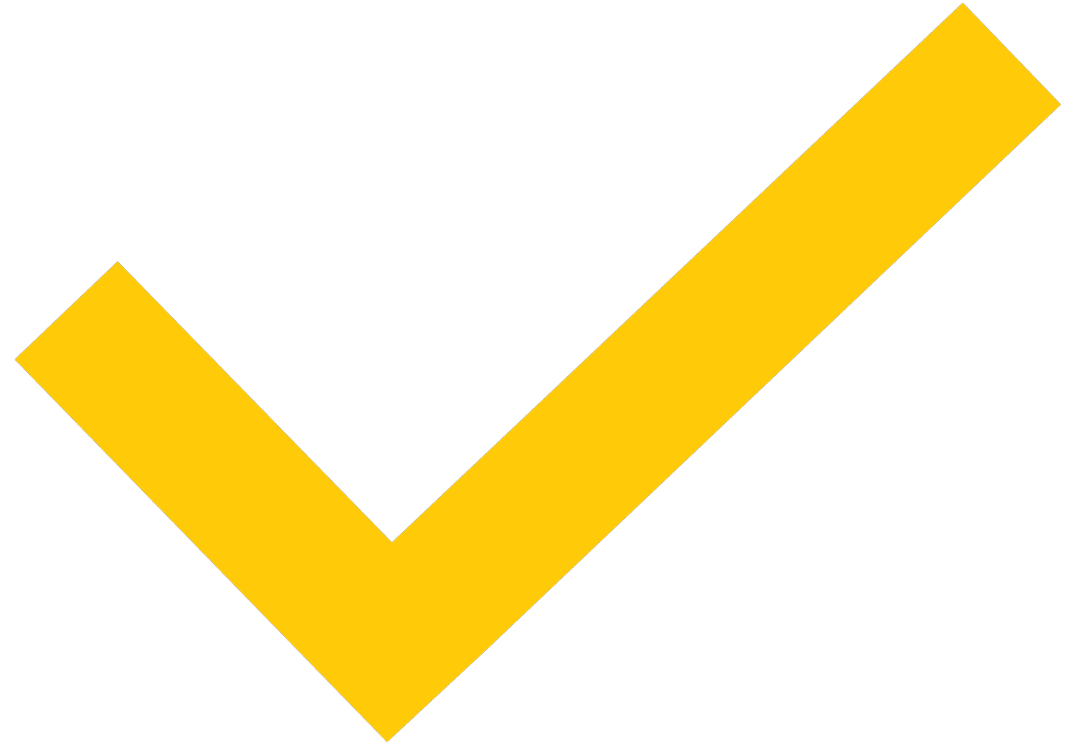
- During the 2024/2025 budget process, the school district could realize the following revenues:
 - BEF/SEF/Charter Reform: **\$2,234,220** of reoccurring revenue
 - RACP/PCCD/DCED/ACT 34: **\$12,589,279** of one-time grant revenue
 - New reoccurring and one-time revenue could range from **\$114 K to over \$14.8 M**
- While a record number of one-time grant opportunities is positive, the challenge is making long term decisions while awaiting notice of what the school district may or may not receive



FINANCIAL NEXT STEPS

- **March 2024**

- Decision on Awarding Bids for MPPC
- Discuss Enrollment Study Results
- Decision on Pennside Building
- Financing Plan presented for Board Approval. Present final Financing Options and Parameter Resolutions (if needed).
- Final tax impact will be shown.
- Preliminary 2024-2025 Budget Discussion



FINANCIAL NEXT STEPS

- **April 2024**

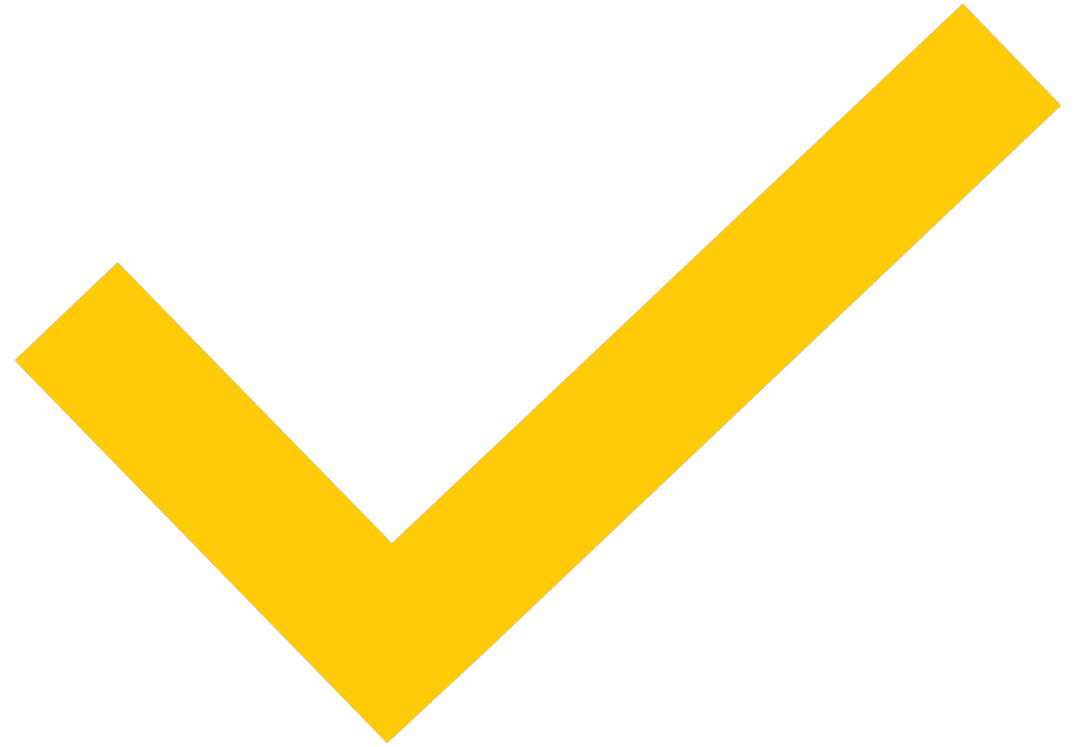
- Budget Workshop on 2024/2025 Budget
- Capital Planning Discussion
- Grant Update

- **May 2024**

- Budget Workshop #2/Preliminary Budget Approval/Grant Update
- Review of Longer-Term Projections- Revenues

- **June 2024**

- Final Budget Adoption
- Discussion on Capital Planning
- Review of Longer-Term Projections- Expenditures
- Grant Update



**THANK
YOU!**

