

WELLSBORO AREA SCHOOL DISTRICT

**Accelerated Budget Opt Out Resolution Certifying Tax Rate Within Inflation Index
(and No Need to Comply with Act 1 Accelerated Budget Procedures)
2020-21 School Year**

Background. Act 1 § 311(a), 53 P.S. § 6926.311(a), requires an accelerated budget adoption timeline and procedure unless a school district, no later than 110 days before the primary election, adopts a resolution containing the certifications incorporated in this resolution. The deadline this year is January 14, 2020. After adoption of a resolution containing such certifications, § 311(d) authorizes a school district to comply with pre-Act 1 budget adoption rules as set forth in School Code § 687, 24 P.S. § 6-687. The School Board has reviewed the school district preliminary budget or has other information sufficient to make a determination that the budget for the next fiscal year can be funded based on maintaining current tax rates or increasing taxes by an amount less than or equal to the Act 1 index. In lieu of the Act 1 budget adoption timeline and procedure, the School Board wishes to make the required certifications and comply with pre-Act 1 budget adoption rules.

RESOLVED, that the Board of School Directors of Wellsboro Area School District, makes the following unconditional certifications:

1. The school district's various tax levies and other revenue sources will be sufficient to balance the school district final budget for the next fiscal year (2020-21) based on maintaining current tax rates or increasing tax rates by an amount less than or equal to the Act 1 index applicable to the school district as calculated by the Pennsylvania Department of Education. This conclusion is based on the school district preliminary budget or other information available to the School Board.
2. The applicable index for the next fiscal year is 3.3%, and the School Board will not for the next fiscal year increase the rate of its real estate tax, or any other tax for the support of public education, by an amount that exceeds the applicable index.
3. The School Board has to date and in the future will comply with the rules set forth in School Code § 687 for adoption of the school district proposed and final budgets for the next fiscal year.
4. The School Board understands that the school district will not be eligible to use Act 1 referendum exceptions for the next fiscal year.

ADOPTED by the School Board December 5, 2019.

, Board President

Bonnie Thompson, Board Secretary

ITEM

AMOUNTS

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
- 0840 Assigned Fund Balance
- 0850 Unassigned Fund Balance

Total Estimated Beginning Unreserved Fund Balance Available for Appropriation and Reserves Scheduled For Liquidation During The Fiscal Year

Estimated Revenues And Other Financing Sources

- 6000 Revenue from Local Sources
- 7000 Revenue from State Sources
- 8000 Revenue from Federal Sources
- 9000 Other Financing Sources

13,727,966

Total Estimated Revenues And Other Financing Sources

\$13,727,966

Total Estimated Fund Balance, Revenues, and Other Financing Sources Available for Appropriation

\$13,727,966

Amount

REVENUE FROM LOCAL SOURCES	
6111 Current Real Estate Taxes	11,411,257
6140 Current Act 511 Taxes - Flat Rate Assessments	30,000
6150 Current Act 511 Taxes - Proportional Assessments	2,286,709
REVENUE FROM LOCAL SOURCES	\$13,727,966
TOTAL ESTIMATED REVENUES AND OTHER SOURCES	13,727,966

Act 1 Index (current): 3.3%
 Calculation Method: Section 672.1 Method Choice: (a)(1)

Number of Decimals For Tax Rate Calculation: 2
 Approx. Tax Revenue from RE Taxes: \$11,412,693
 Amount of Tax Relief for Homestead Exclusions \$0
 Total Approx. Tax Revenue: \$11,412,693
 Approx. Tax Levy for Tax Rate Calculation: \$12,271,713

	Revenue	Lycoming	Tioga	Total
2019-20 Data				
a. Assessed Value	\$37,468,040	\$603,009,411	\$640,477,451	
b. Real Estate Mills	15.2300	18.6900		
I. 2020-21 Data				
c. 2018 STEB Market Value	\$53,110,047	\$841,018,210	\$894,128,257	
d. Assessed Value	\$37,701,570	\$604,895,048	\$642,596,618	
e. Assessed Value of New Constr/ Renov	\$0	\$0	\$0	

2019-20 Calculations				
f. 2019-20 Tax Levy	\$570,638	\$11,270,246	\$11,840,884	
(a * b)				
2020-21 Calculations				
g. Percent of Total Market Value	5.93987%	94.06013%	100.00000%	
h. Rebalanced 2019-20 Tax Levy	\$703,333	\$11,137,551	\$11,840,884	
(f Total * g)				
i. Base Mills Subject to Index	18.7715	18.6900		
(h / a * 1000) if no reassessment				
(h / (d-e) * 1000) if reassessment				

Calculation of Tax Rates and Levies Generated				
j. Weighted Avg. Collection Percentage	93.00000%	93.00000%	93.00000%	
k. Tax Levy Needed	\$728,924	\$11,542,789	\$12,271,713	
(Approx. Tax Levy * g)				
I. 2020-21 Real Estate Tax Rate	19.3300	19.0800		
(k / d * 1000)				
III. m. Tax Levy Generated by Mills	\$728,771	\$11,541,398	\$12,270,169	
(l / 1000 * d)				
n. Tax Levy minus Tax Relief for Homestead Exclusions			\$12,270,169	
(m - Amount of Tax Relief for Homestead Exclusions)				
o. Net Tax Revenue Generated By Mills			\$11,411,257	
(n * Est. Pct. Collection)				

AUN: 117598503 Wellsboro Area SD

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

Printed 12/2/2019 10:29:10 PM

Page - 2 of 3

Act 1 Index (current): 3.3%

Calculation Method:

Number of Decimals For Tax Rate Calculation: 2

Approx. Tax Revenue from RE Taxes: \$11,412,693

Amount of Tax Relief for Homestead Exclusions \$0

Total Approx. Tax Revenue: \$11,412,693

Approx. Tax Levy for Tax Rate Calculation: \$12,271,713

Section 672.1 Method Choice: (a)(1)

Revenue

2

\$11,412,693

\$0

\$11,412,693

\$12,271,713

Lycoming

Tioga

Total

Index Maximums

p. Maximum Mills Based On Index

19.3067

19.3909

(i * (1 + Index))

q. Mills in Excess of Index

0.0000

0.0000

(if (l > p), (l - p))

r. Maximum Tax Levy Based On Index

\$11,678,527

\$731,067

\$12,409,594

IV. (p / 1000 * d)

s. Millage Rate within Index?

Yes

Yes

(if l > p Then No)

t. Tax Levy In Excess of Index

\$0

\$0

\$0

(if (m > r), (m - r))

u. Tax Revenue In Excess of Index

\$0

\$0

\$0

(t * Est. Pct. Collection)

Information Related to Property Tax Relief

Assessed Value Exclusion per Homestead

\$0.00

\$0.00

V. Number of Homestead/Farmstead Properties

\$0.00

\$0.00

Median Assessed Value of Homestead Properties

\$0

\$0

AUN: 117598503 Wellsboro Area SD

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

Printed 12/2/2019 10:29:10 PM

Page - 3 of 3

Act 1 Index (current): 3.3%

Calculation Method:

Number of Decimals For Tax Rate Calculation: 2

Approx. Tax Revenue from RE Taxes: \$11,412,693

Amount of Tax Relief for Homestead Exclusions \$0

Total Approx. Tax Revenue: \$11,412,693

Approx. Tax Levy for Tax Rate Calculation: \$12,271,713

Section 672.1 Method Choice: (a)(1)

Revenue

Lycoming Tioga Total

State Property Tax Reduction Allocation used for: Homestead Exclusions

\$0 Lowering RE Tax Rate \$0

Prior Year State Property Tax Reduction Allocation used for: Homestead Exclusions

\$0

Amount of Tax Relief from State/Local Sources

\$0

CODE

6111	Current Real Estate Taxes		Amount of Tax Relief for Homestead Exclusions	Tax Lev. Minus Homestead Exclusions	Percent Collected	Net Tax Revenue Generated By Mills
	County Name	Taxable Assessed Value	Real Estate Mills	Tax Levy Generated by Mills		
	Lycoming	37,701,570	19.3300	728,771	93.000000%	
	Tioga	604,895,048	19.0800	11,541,398	93.000000%	
Totals:		642,596,618		12,270,169	93.000000%	11,411,257

	Rate	Rate	Estimated Revenue
6120	\$0.00		0
6140			
<u>Current Act 511 Taxes -- Flat Rate Assessments</u>			
6141	\$0.00	\$0.00	0
6142	\$0.00	\$0.00	0
6143	\$5.00	\$0.00	30,000
6144	\$0.00	\$0.00	0
6145	\$0.00	\$0.00	0
6146	\$0.00	\$0.00	0
6149	\$0.00	\$0.00	0

Total Current Act 511 Taxes -- Flat Rate Assessments			
	Rate	Add'l Rate (if appl.)	Tax Levy
6150			30,000
<u>Current Act 511 Taxes -- Proportional Assessments</u>			
6151	1.0000%	0.0000%	2,111,709
6152	0.0000%	0.0000%	0
6153	0.5000%	0.0000%	175,000
6154	0.0000%	0.0000%	0
6155	0.0000%	0.0000%	0
6156	0.0000%	0.0000%	0
6157	0.0000%	0.0000%	0
6159	0	0	0

Total Current Act 511 Taxes -- Proportional Assessments			
	Rate	Add'l Rate (if appl.)	Estimated Revenue
			2,286,709
Total Act 511, Current Taxes			
		894,128,257 X	2,316,709
Act 511 Tax Limit -->		12	10,729,539
		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
		2019-20 (Rebalanced)	2020-21				2019-20 (Rebalanced)	2020-21		
6111	<u>Current Real Estate Taxes</u>									
	Lycoming	18.7715	19.3300	2.98%	Yes	3.3%				
	Tioga	18.6900	19.0800	2.09%	Yes	3.3%				
	<u>Current Act 511 Taxes – Flat Rate Assessments</u>									
6143	Current Act 511 Local Services Taxes	\$5.00	\$5.00	0.00%	Yes	3.3%				
	<u>Current Act 511 Taxes – Proportional Assessments</u>									
6151	Current Act 511 Earned Income Taxes	1.000%	1.000%	0.00%	Yes	3.3%				
6153	Current Act 511 Real Estate Transfer Taxes	0.500%	0.500%	0.00%	Yes	3.3%				

Account Description **Amounts**

0810 Nonspendable Fund Balance	
0820 Restricted Fund Balance	
0830 Committed Fund Balance	
0840 Assigned Fund Balance	
0850 Unassigned Fund Balance	13,727,966
Total Ending Fund Balance - Committed, Assigned, and Unassigned	\$13,727,966

5900 Budgetary Reserve

Total Estimated Ending Committed, Assigned, and Unassigned Fund Balance and Budgetary Reserve **\$13,727,966**