

Members of the Board of Trustees Penn Hills Charter School of Entrepreneurship

The FY26 Penn Hills Charter School of Entrepreneurship Proposed Budget was created by reviewing financial data from FY25 to account for changes in revenues and expenditures related to COVID-19, ESSER funding, debt service obligations, capital projects and the school's staffing needs.

Total Revenues (Local + State + Federal) = \$12,924,598

Total Expenses = \$12,747,880

Net Income = \$176,718

The budget's key assumptions are as follows:

Revenues:

- ❖ 5% tuition rate increases to School District Reimbursement Rates per preliminary PDE-363 rate calculations for 25-26. Lower increases of 3% (RegEd) and 2% (SpEd) for Penn Hills SD.
- ❖ Enrollment of 565 students with a 19% Special Education ratio. This represents current enrollment (525) plus the addition of 40 students across Grades K-8.
- ❖ Various Local/Foundation receipts totaling \$777k (Breakfast, MicroSociety, Dominus Shared Services, Preschool, Interest Revenue).
- ❖ State and Federal Grants:
 - ARP Funding – fully exhausted last year (09.30.2024)
 - CSP Funding – potentially some remaining for 25-26, but none assumed
 - PCCD Safety Grants = \$163k
 - Environmental Repairs Grant = \$178k
 - Entitlement Grants & NSLP = \$774k

Expenditures:

❖ Personnel

Code	Department	June 2025	FY26 Budget
1100	Regular Ed	45	49
1200	Special Ed	6	6
2100	Student Support	3	3
2300	Administration	14	14
2400	Nurse	1	1
2600	Operations/Custodial	2	2
2700	Transportation	1	1
3100	Food Service	7	7
Total		79	83

Added Positions: (6)

Music Teacher
3rd Grade IST
4th Grade IST
7th/8th Grade IST (2)
Executive Assistant

- ❖ 2.5% salary increase for all staff members, with the exception of those receiving a “market adjustment” or an increase based on change in role.
- ❖ Health Benefits
 - Medical – 7% increase
 - Dental – 0% change
 - Vision – 0% change
 - 12-Month Employees’ medical benefits will be paid at 100%.
 - 10-Month Employees’ medical benefits will be paid at 85%.
- ❖ PSERS employer contribution rate 34%
- ❖ 403(b) employer contribution rate 5%
- ❖ Total Personnel Costs (Salaries + Benefits + Stipends) = \$8.1m

❖ **Non-Personnel**

- ❖ Other Expense Category Subtotals are as Follows:
 - Professional Services = \$954k
 - Added ESL services from Allegheny IU (+\$23k)
 - Property Services = \$681k
 - Other Purchased Services = \$314k
 - Supplies = \$1.1m
 - Property, Furniture, & Equipment = \$683k
 - Reduced from 24-25 as capital projects wind down (\$450k remaining).
 - Other Expenditures = \$993k
 - Includes \$666k for Debt Service (P+I)

Bottom Line:

- ❖ Net Income = \$176,718
- ❖ Net Income Available for Debt Service = \$842,318
- ❖ Expected Debt Service Coverage Ratio = 1.27
 - Roughly \$110k in “wobble room” – need to track as close to budget as possible.
- ❖ Days COH and Fund Balance projections require a more complex series of calculations – will be updated pending year end closing activities.

Penn Hills Charter School of Entrepreneurship

2025-26 Budget

	A	B	C	
	FY24-25	FY24-25	FY25-26	C-B
	Operating Budget	Projection	Proposed Budget	Variance
REVENUES				
District per pupil revenues	0	0	0	0
Revenue from districts - regular education	6,039,711	6,316,004	6,977,072	661,068
Revenue from districts - special education	4,051,259	3,824,638	4,197,550	372,912
Revenue from districts - prior year adjustments	0	105,001	0	(105,001)
Total District per pupil revenues	10,090,970	10,245,642	11,174,622	928,979
Other Local Revenues				
Interest	77,791	65,974	67,953	1,979
Daily sales - food program	7,000	7,000	7,210	210
Student Activity Revenue	10,000	10,000	10,300	300
Contributions	35,000	294,559	103,395	(191,163)
Miscellaneous Local Revenue	253,706	155,014	387,901	232,887
Total Other Local Revenues	383,497	532,546	576,760	44,213
State Revenues				
Rental reimbursement subsidy	0	0	0	0
Health services subsidy (SHARRS)	6,000	6,000	6,000	0
PCCD safety & security grants	283,502	235,983	162,909	(73,074)
Ready to Learn block grant	22,536	22,536	22,536	0
PASmart grants	10,000	12,050	0	(12,050)
Environmental Repairs Program	0	177,614	177,614	0
Feminine Hygiene Product Grant	0	1,060	0	0
Competitive Safety Grant	0	0	0	0
State food program revenue	24,728	24,729	30,000	5,271
Total State Revenues	346,766	479,972	399,059	(80,913)
Federal Revenues				
IDEA pass-through	76,777	103,225	25,323	(77,902)
Title I	200,752	188,895	188,897	2
Title II	23,195	23,106	23,106	0
Title III	0	0	0	0
Title IV	14,408	14,410	14,408	(2)
Federal school lunch program	544,897	507,207	522,424	15,216
ESSER II	0	0	0	0
ARP ESSER	0	0	0	0
ARP ESSER learning loss	0	2,915	0	(2,915)
ARP ESSER summer programs	0	0	0	0
ARP ESSER afterschool program	0	0	0	0
ARP ESSER homeless children and youth	0	5,704	0	(5,704)
PCCD 23-24 Mental Health	0	44,972	0	(44,972)
CSP	392,968	268,684	0	(268,684)
21st Century	0	0	0	0
Total Federal Revenues	1,252,996	1,159,118	774,158	(384,960)
Release of Restricted Funds		0	0	0
TOTAL REVENUES	12,064,230	12,417,279	12,924,598	507,320
EXPENDITURES				
Salaries				
Regular Instruction	2,603,714	2,553,232	2,712,289	159,057
Special Education	347,060	344,237	358,786	14,550
Administration	772,557	806,570	1,080,257	273,688
Student & Staff Support	460,614	444,689	396,539	(48,150)
Noninstructional	326,124	296,947	336,536	39,590
Total Salaries	4,510,070	4,445,674	4,884,407	438,734
Other Compensation				
Overtime salaries	0	3,723	3,835	112
Bonuses	0	0	0	0
Stipends	99,112	156,695	124,505	(32,191)
Total Other Compensation	99,112	160,419	128,340	(32,079)
Benefits				
Medical insurance	1,088,717	926,344	1,253,170	326,826
Dental insurance	74,866	61,547	64,489	2,941
Life insurance	54,019	86,991	120,611	33,621
Other group insurance	151,004	170,561	116,876	(53,684)
Social security contributions	348,860	348,947	373,559	24,612
PSERS defined benefit plans	913,579	809,583	838,888	29,305
Unemployment compensation	158,166	37,856	41,000	3,144
Workers' compensation	24,316	14,169	15,000	831
Other group insurance - self-insured	0	0	0	0
Retirement contributions - non-PSERS	95,567	94,771	130,568	35,797
Health savings account contributions	0	0	0	0
Total Benefits	2,909,093	2,550,768	2,954,162	403,394
Professional & technical services				
Substitute services	60,229	14,894	15,341	447
Other contracted teaching services	181,989	78,376	98,978	20,602
Special education services	0	0	0	0

Penn Hills Charter School of Entrepreneurship

2025-26 Budget

	A	B	C	
	FY24-25	FY24-25	FY25-26	C-B
	Operating Budget	Projection	Proposed Budget	Variance
Psychology services	112,693	119,364	122,945	3,581
Other professional services	125,978	228,313	235,162	6,849
Professional development	61,901	36,816	44,990	8,173
Management Services	0	0	0	0
Student health services	0	0	0	0
IT services	232,330	166,820	236,855	70,036
Audit services	14,732	20,746	21,368	622
Payroll services	10,827	12,916	13,304	387
Legal services	61,619	45,312	46,671	1,359
Business services	87,169	81,198	83,634	2,436
Security services	34,607	33,992	35,012	1,020
Total Professional & technical services	984,073	838,746	954,259	115,513
Property services				
Building rental & CAM	57,252	56,809	58,514	1,704
Maintenance & repairs	232,868	257,160	264,823	7,663
Custodial services	91,545	125,959	129,738	3,779
Utilities	140,437	162,878	167,765	4,886
Copier leases	46,545	58,614	60,372	1,758
Total Property services	568,648	661,421	681,212	19,791
Other purchased services				
Student transportation	50,000	52,123	53,686	1,564
General property & liability insurance	109,589	31,315	43,381	12,066
Other insurance	14,754	2,488	2,562	75
Telecommunications services	45,096	38,751	39,913	1,163
Postage & shipping	0	7,845	8,081	235
Advertising	85,500	113,608	112,875	(733)
Printing & binding	1,420	284	293	9
Tuition to Approved Private Schools (APS)	0	3,400	3,502	102
Food service management - food costs	0	0	0	0
Travel	27,609	34,767	35,810	1,043
Miscellaneous purchased services	18,155	14,440	14,873	433
Total Other purchased services	352,124	299,020	314,977	15,957
Supplies				
Instructional supplies	130,480	149,951	154,450	4,499
Health supplies	2,780	1,646	1,696	49
Administration	63,179	46,046	47,428	1,381
Maintenance Supplies	40,372	64,133	66,057	1,924
Other Supplies	346,606	364,948	375,944	10,995
Food	0	0	0	0
Meals & refreshments	19,429	26,574	26,482	(92)
Books & curricula	43,572	26,294	27,083	789
Tech supplies & software	392,339	440,111	455,315	15,203
Total Supplies	1,038,758	1,119,705	1,154,454	34,749
Property, furniture & equipment				
Buildings	300,000	674,024	450,000	(224,024)
Leases - other	0	16,775	17,847	
Furniture & equipment	282,464	218,620	189,468	(29,153)
Computers	25,000	25,000	25,750	750
Property, furniture & equipment	607,464	934,419	683,065	(251,355)
Other expenditures				
Dues & fees	28,733	43,574	43,285	(289)
Bank fees	9,190	11,819	12,173	355
Interest Expense	483,400	520,056	475,600	(44,456)
Redemption of Principal	180,000	180,000	190,000	10,000
Claims, judgments & penalties	0	0	0	0
Other miscellaneous expenditures	23,923	252,614	79,193	(173,422)
Contingency/Budgetary Reserve	0	0	0	0
Fees for student activities/trips	142,407	187,140	192,754	5,614
Other expenditures	867,653	1,195,203	993,005	(202,198)
TOTAL EXPENDITURES	11,936,996	12,205,375	12,747,880	542,506
CHANGE IN FUND BALANCE	137,234	211,904	176,718	(35,186)
		Net surplus/deficit	176,718	
		Debt service	665,600	
		Net income available	842,318	
		Ratio	1.27	
		Required to achieve	1.10	
		Net income available	732,160	
		Current	842,318	
		Gap to close	(110,158)	