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Conestoga Valley
SCHOOL DISTRICT

2025/2026 Finance Update

October 12, 2026

2025/2026 At a Glance



• Beginning General Fund Balance	\$13,659,588
• 2025/2026 Revenues	\$94,710,177
• 2025/2026 Expenditures	-\$97,953,409
• Net Operating Decrease	-\$3,243,232
• Ending General Fund Balance	\$10,416,356



2025/2026 Revenue Highlights

Budget vs. Actual



- Favorable Revenue Variances:
 - Ready to Learn Adequacy Supplement +\$711,000.
 - Real Estate, Realty Transfer and Delinquent Taxes +\$478,000.
 - Federal Title Subsidies +\$263,000.
 - Earned Income Taxes +\$216,000.
 - Medical Access +\$128,000.
- Unfavorable Revenue Variances:
 - Interest Income (\$346,000).
 - Transportation Subsidy (\$215,000) – lower state allocation.



2025/2026 Expenditure Highlights

Budget vs. Actual



- Personnel:
 - Salaries (retirements, leaves, contract movement) +\$592,000.
 - Healthcare +\$318,000.
 - SOS Paras/PCAs +\$655,000.
- Special Education:
 - Tuition/Placements (Emotional Support, Autistic Support) +\$372,000.
 - IU Contracted Special Education services +\$154,000.
- Operations:
 - Energy/Utilities +\$547,000.



2025/2026 Fund Transfer & Other Adjustments



Fund Transfer:

- Replenish healthcare reserve following elevated healthcare costs.
 - Unexpected high level of healthcare costs has impacted Healthcare Reserve Fund.
 - Transfer of \$317,938 restores healthcare reserve to \$2,250,000 to help offset impact of future large claims.

Other Adjustments:

- Reclassification of unexpected, high-cost capital repairs - \$249,000 – from general fund to capital reserve fund.
 - Repairs to Fritz and High School Chillers – both of which are being replaced this year.
 - Sink hole repairs at Brownstown.
- Reclassification of costs covered by investment earnings in fund, does not impact principal.



Fund Balances as of 06/30/2026



- General Fund - \$10.42 million
- Capital Reserve Fund - \$6.57 million
- Construction Fund - \$19.58 million
- Food Service Fund - \$3.51 million
- Healthcare Fund - \$2.25 million



General Fund Balance - Commitments, Assignments and Unassigned



Fund Balance Commitments/Assignments	06/30/2026
Prepays	240,452
PSERS Stabalization	1,122,838
Health Savings	250,000
Future Year Debt	522,928
Assessment Appeals	1,050,000
Inflation Stabalization	750,000
Unassigned	6,480,138
Total Fund Balance	10,416,356
<i>Total Fund Balance is 10.4% of the \$100,029,350 2026/2027 expenditure budget.</i>	
<i>Unassigned General Fund Balance is 6.48% of the \$100,029,350 2026/2027 expenditures budget which is within the 8.0% allowed by PDE.</i>	



Looking Ahead to 2027/2028....



- January 19, 2027 – deadline to adopt resolution for tax increase not to exceed Act 1 index.
 - 2027/2028 Act 1 index 3.60%
 - PDE confirms that adopting resolution prohibits pursuit of exceptions or voter referendum.
 - If district were to pursue exceptions or voter referendum, would not receive Ready to Learn adequacy supplement - \$1.4 million.
- May 10, 2027 – deadline to adopt proposed final budget.
- June 14, 2027 – Adopt final budget.





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