



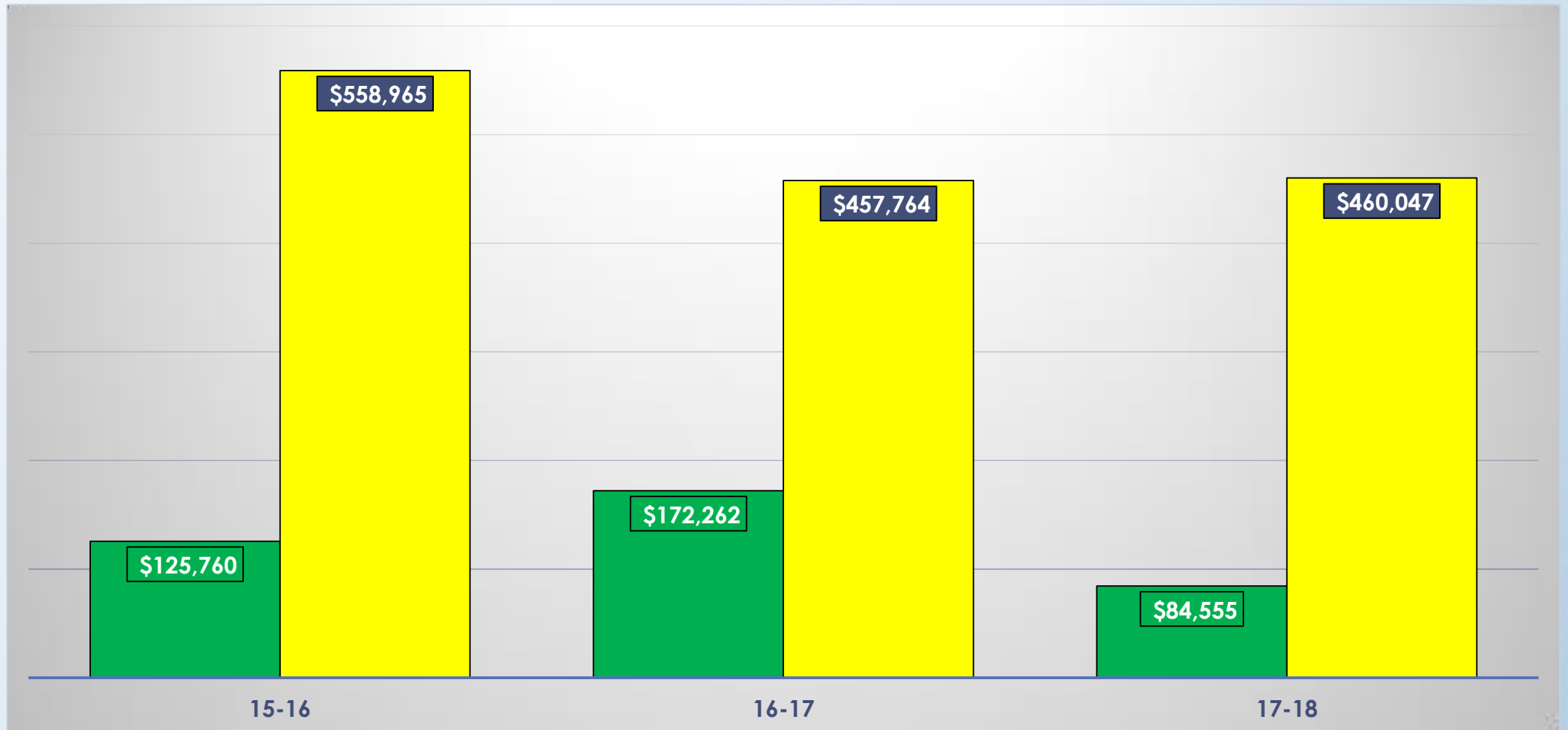
Funding Challenges

Penn-Trafford School District

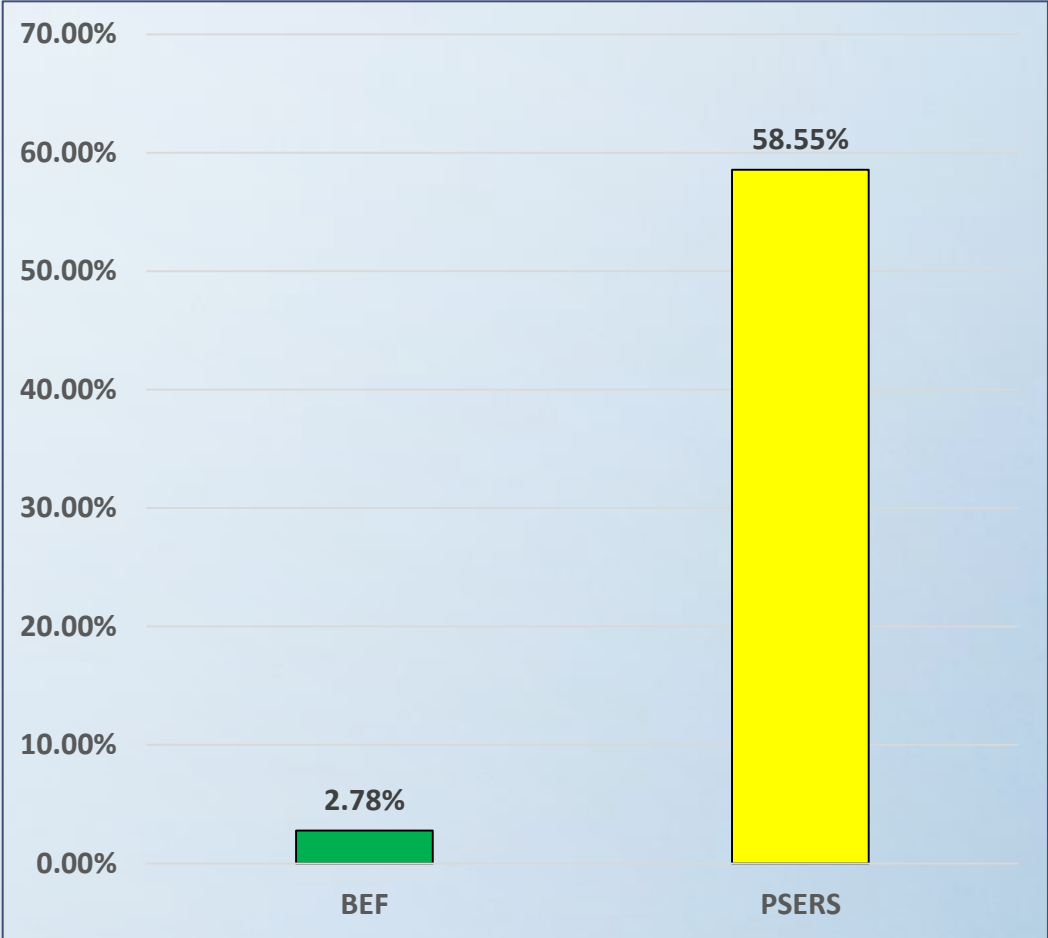
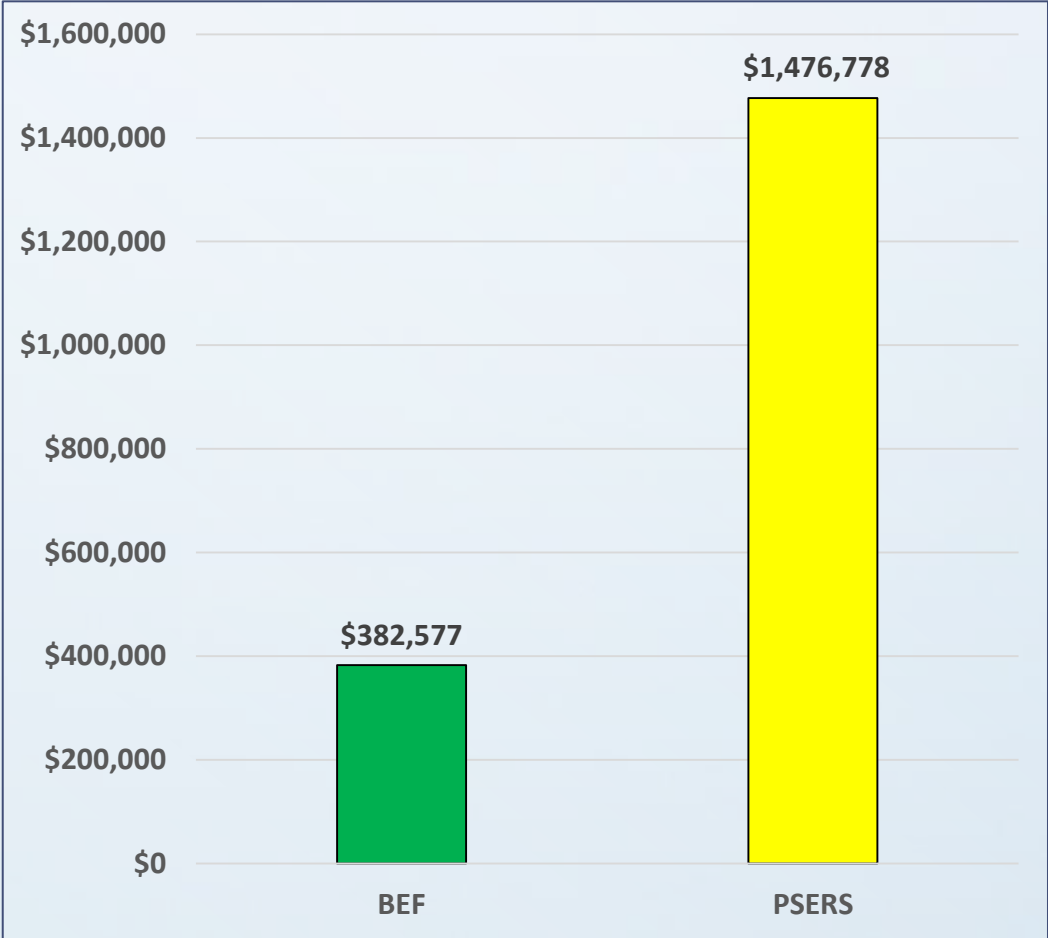
The Big Picture

- Increase Of \$125M In Basic Subsidy Is Positive In This Difficult State Budget
- However, Increase In PSERS Obligations Of \$144M Leaves Districts With A \$19M Shortfall Without Considering Increases To Salaries, Health Care, Special Education, Etc.
- It Is Unclear How The \$50M Cut To Transportation Will Be Implemented
- The New BEF Formula While Intended To Be Positive Will Be More Unpredictable Than Ever If The Department Changes The Components Throughout The Year

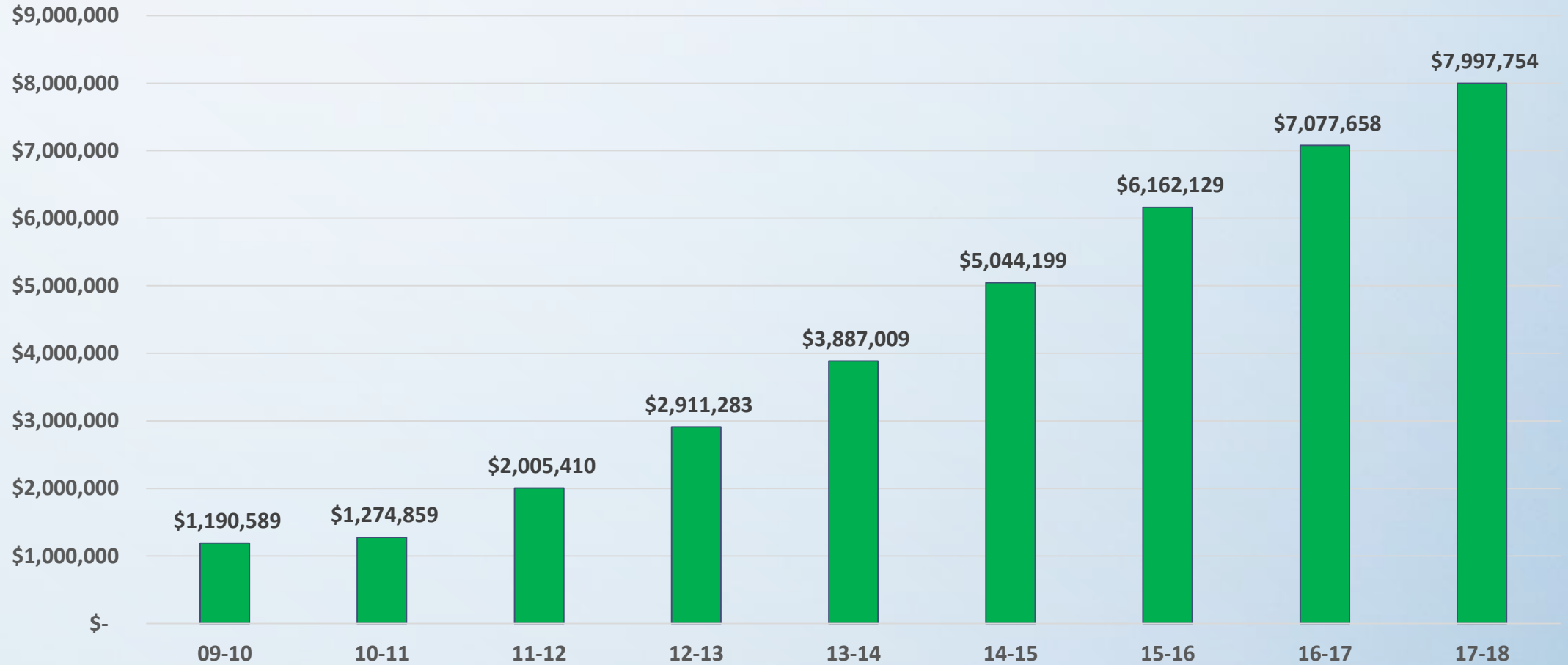
Penn-Trafford Subsidy Versus PSERS



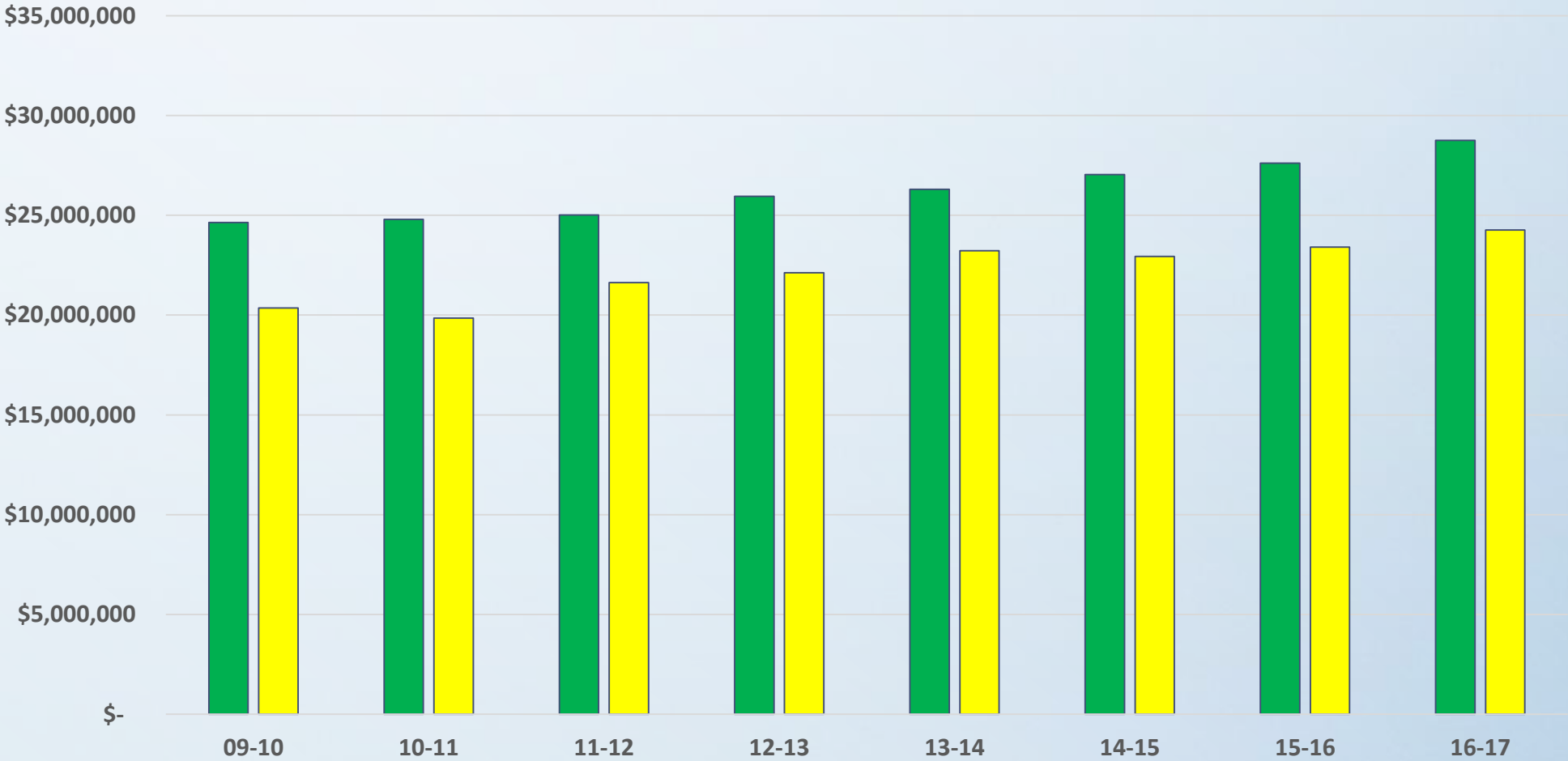
3 Year Growth Of Subsidy Versus PSERS



Penn-Trafford PSERS Increases



Penn-Trafford Local Versus State Funding



The Results

- Instructional Positions Not Being Filled
- Increased Class Size
- Reduced Course Offerings
- Deferred Maintenance of Facilities
- Inability To Initiate A Building Program