The School District of Philadelphia’s Presentation represents forward-looking statements and any such statements inherently are subject to a variety of risks and uncertainties that could cause actual results to differ materially from those that have been projected. Such risks and uncertainties which could affect the revenues and obligations of the School District include, among others, reduced governmental allocations, changes in economic conditions, mandates from other governments, and various other events, conditions and circumstances, many of which are beyond the control of the School District. Such forward-looking statements speak only as of the date of this presentation, April 20, 2023. The School District disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement contained herein to reflect any changes in the School District’s expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based.
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The School District of Philadelphia
Office of Family and Community Engagement
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Tel: (215) 400-4000
Fax: (215) 400-4181

To help us respond in a manner most helpful to you, please indicate the nature of the accessibility problem, the web address of the requested material, your preferred format in which you want to receive the material (electronic format (ASCII, etc.), standard print, large print, etc.), and your contact information (name, email, telephone, and physical mailing address).
### Strengthening School Safety
- Invest in physical, social/emotional, and environmental safety at schools.
- Invest in additional staff resources in high-needs schools.

### Partnering with Parents and Community
- Invest in family and staff resources to increase attendance and reduce dropouts.
- Invest in a two-way communication system and customer service training.

### Accelerating Academic Achievement
- Invest in research-based, standards aligned core curricula and high impact tutoring.
- Invest in increased and equitable CTE and Dual Enrollment opportunities.
### Fiscal Year 2024 Budgeted Revenue and Expenditures

(Operating Fund and Federal Recovery Funds)

<table>
<thead>
<tr>
<th>Revenues ($ in Thousands)</th>
<th>FY 2023 Projected</th>
<th>FY 2024 Projected</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Local Revenue</td>
<td>$1,824,182</td>
<td>$1,863,389</td>
<td>2.1%</td>
</tr>
<tr>
<td>State Revenue</td>
<td>$1,981,548</td>
<td>$2,073,797</td>
<td>4.7%</td>
</tr>
<tr>
<td>Federal Revenue</td>
<td>$16,403</td>
<td>$16,246</td>
<td>(1.0%)</td>
</tr>
<tr>
<td>Federal Recovery Funds</td>
<td>$420,812</td>
<td>$528,400</td>
<td>25.6%</td>
</tr>
<tr>
<td>Other Financing Sources</td>
<td>$13,309</td>
<td>$15,069</td>
<td>13.2%</td>
</tr>
<tr>
<td><strong>Total Revenues &amp; Other Financing Sources</strong></td>
<td><strong>$4,256,253</strong></td>
<td><strong>$4,496,901</strong></td>
<td><strong>5.7%</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Expenditures ($ in Thousands)</th>
<th>FY 2023 Revised Adopted</th>
<th>FY 2024 Projected</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>District-Operated Schools</td>
<td>$2,241,925</td>
<td>$2,412,203</td>
<td>7.6%</td>
</tr>
<tr>
<td>Non-District Operated Schools</td>
<td>$1,286,205</td>
<td>$1,502,886</td>
<td>19.0%</td>
</tr>
<tr>
<td>Administration, Debt Service, Undistributed Budget Adjustments and Net Transfers</td>
<td>$538,618</td>
<td>$532,391</td>
<td>(1.1%)</td>
</tr>
<tr>
<td><strong>Total Expenses and Other Financing Sources</strong></td>
<td><strong>$4,040,815</strong></td>
<td><strong>$4,444,671</strong></td>
<td><strong>10.0%</strong></td>
</tr>
</tbody>
</table>

**Note on Non-District Operated School Change**

- **Rate Setting:** Greater than 90% of this FY 2024 increase is driven by changes in District expenditures between FY 2022 and FY 2023 (as Charter School rates are based on expenditures one year in arrears).
- **Federal Recovery Grants:** In FY 2023 (compared to FY 2022) the District spent more in federal COVID-19 grants (not included in Charter rate formula) and less in operating funds (included in Charter rate formulas).
- **Other Key Factors:** Overall District expenditures increased in FY 2023 due to expense associated with negotiated labor contracts, inflation and other areas.
FY 2024 School Budgets

All documents are now available at: www.philasd.org/budget/
Partial Hold-Harmless for Declining-Enrollment Schools

$6.1 Million Investment in School Stabilization

- District allocated $6.1 million to help stabilize 25 schools with significant formulaic general operating fund reductions from the prior school year.
- This capped year-over-year general operating reductions at $400,000 for schools projected to lose significant enrollment.
- Principals had considerable discretion over the use of these funds (in alignment with the regular school budget process).
The Future of the School District
A Call to Advocacy

Unfair and Inadequate State Funding System

● On February 7, 2023, Commonwealth Court President Judge Cohn Jubelirer ruled that the current system does not adequately or equitably fund schools.
● Judge Cohn Jubelirer called on the Legislature and Executive Branch to appropriately address the issue.
● According to The Education Law Center - PA and the Public Interest Law Center fair funding would require an additional $4,976 per Philadelphia student.

Total Annual Funding Inadequacy for the School District of Philadelphia

- City Funding Target: $318,887,432 (27.9%)
- State Funding Target: $823,668,757 (72.1%)

Source: May 1, 2021, Expert Testimony to the Commonwealth Court from Dr. Matthew Kelly, Professor at Penn State’s College of Education.
Operating Budget Documents and Process

FY 2024 Consolidated Budget Book: Outlines the full revenue and expenditure budget for all funds and delineates budgeted personnel and non-personnel costs for each department.

FY 2024 School Budget Book: Provides the full position and budget detail at each individual district-managed school.

Understanding the District’s Budget: Outlines key elements of the budget for the public.

Budget Timeline

All documents are now available at: www.philasd.org-budget/