

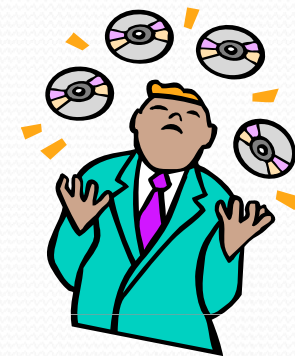


2014-2015
INTRODUCED BUDGET

MARCH 12, 2014

BUDGET GOALS

- Keep tax increase to a minimum
- Maintain programs, staffing and services
- Maintain stable surplus for future budget years
- Provide funds for capital projects



BUDGET SUMMARY

Revenues	\$ 978,724	↓
Spending Requests	\$ 3,475,222	↑
	\$ 4,453,946	

Taxes	\$ 1,578,539	↑
Spending Requests	\$ 2,875,407	↓
	\$ 4,453,946	

REVENUES

	<u>2013-2014</u>	<u>2014-2015</u>	<u>\$ Change</u>	<u>% Change</u>
General Fund Tax Levy	\$ 78,926,950	\$ 80,505,489	\$ 1,578,539	2.00%
Budgeted Fund Balance	\$ 3,535,411	\$ 3,088,736	\$ (446,675)	-12.63%
State Aid	\$ 5,185,395	\$ 5,266,235	\$ 80,840	1.56%
Extraordinary Aid	\$ 1,450,000	\$ 1,050,000	\$ (400,000)	-27.59%
Nonpublic Transportation Aid	\$ 157,000	\$ 130,000	\$ (27,000)	-17.20%
Transfer-In from Capital Projects Fund	\$ 741,975	\$ 402,086	\$ (339,889)	-45.81%
Miscellaneous Revenue	\$ 316,224	\$ 454,000	\$ 137,776	43.57%
SEMI Aid	\$ 63,776	\$ 80,000	\$ 16,224	25.44%
Total	\$ 90,376,731	\$ 90,976,546	\$ 599,815	0.66%

BANKED CAP

	2011-12	2012-13	2013-14	Total
Maximum Tax Levy	\$ 79,001,308	\$ 79,001,308	\$ 79,414,304	
Actual Tax Levy	\$ 77,452,263	\$ 77,760,542	\$ 78,926,950	
Banked Cap Available	\$ 1,549,045	\$ 1,240,766	\$ 487,354	\$3,277,165

Banked cap is available as additional tax levy above the 2% cap. 2011-12 funds will expire if not used in the 2014-2015 school year.

APPROPRIATIONS

	%	2014-15	2013-14	\$ Change	% Change
Administration	1.64%	\$ 1,489,209	\$ 1,382,713	\$ 106,496	7.70%
Athletics/Co-Curricular	0.36%	\$ 323,000	\$ 322,575	\$ 425	0.13%
Capital Outlay	0.53%	\$ 483,351	\$ 570,737	\$ (87,386)	-15.31%
Charter Schools	5.56%	\$ 5,058,019	\$ 4,878,441	\$ 179,578	3.68%
Health Benefits	10.05%	\$ 9,142,469	\$ 9,175,000	\$ (32,531)	-0.35%
Other Benefits/Employer Costs	3.73%	\$ 3,390,130	\$ 3,528,800	\$ (138,671)	-3.93%
Insurance	0.99%	\$ 905,000	\$ 889,000	\$ 16,000	1.80%
Operations & Maintenance	3.44%	\$ 3,125,145	\$ 2,897,630	\$ 227,515	7.85%
Other Expense	1.47%	\$ 1,340,411	\$ 1,154,400	\$ 186,011	16.11%
Outsourcing Expense	1.71%	\$ 1,558,494	\$ -	\$ 1,558,494	N/A
Professional Development	0.13%	\$ 121,515	\$ 222,500	\$ (100,985)	-45.39%
Related/Extraordinary Services	2.07%	\$ 1,882,000	\$ 1,847,000	\$ 35,000	1.89%
Salaries	52.13%	\$ 47,422,542	\$ 48,603,569	\$ (1,181,027)	-2.43%
Supplies	1.60%	\$ 1,456,922	\$ 1,486,117	\$ (29,195)	-1.96%
Textbooks	0.19%	\$ 172,400	\$ 462,400	\$ (290,000)	-62.72%
Transportation	5.89%	\$ 5,358,922	\$ 5,448,612	\$ (89,690)	-1.65%
Travel	0.08%	\$ 76,000	\$ 78,500	\$ (2,500)	-3.18%
Tuition	8.43%	\$ 7,671,018	\$ 7,428,737	\$ 242,281	3.26%
	100.00%	\$ 90,976,546	\$ 90,376,731	\$ 599,815	0.66%

PROPOSED REDUCTIONS



		<u>FTE's</u>	
Outsource Lunchroom Aides	\$ 62,500	25	
Outsource Paraprofessionals	\$ 660,000	30	
Outsource/Reduction In Force	\$ 568,240	12	
Reduce Charter School Tuition	\$ 70,422		
Reduce Health Benefits	\$ 84,907		
Reduce NJSDA Assessment	\$ 21,338		
Reduce Non-Salary Costs	\$ 220,000		Non-instructional Supplies/Equipment
Eliminate New Technology Van	\$ 30,000		
Reduce Related Services	\$ 100,000		OT, PT and Speech Consultants
Reduce Transportation Costs	\$ 300,000		Renewals at CPI 1.69%
Reduce Out of District Tuition	\$ 225,000		Region V Districts
Eliminate PARCC Technology	\$ 250,000		Purchase with 2013-14 funds
Eliminate Instructional Laptops	\$ 250,000		Purchase with 2013-14 funds
Eliminate New O&M Van	\$ 33,000		
	\$ 2,875,407	67	

THREE-YEAR EXPENDITURE ANALYSIS

	2012-13 Actual Expenditures	2013-14 Projected Expenditures	2014-15 Budgeted (2% Tax Levy Increase)	2014-15 % of Total Budgeted	\$ Change 2013-14 to 2014-15	% Change 2013-14 to 2014-15
Administration	\$ 920,522	\$ 1,100,000	\$ 1,489,209	1.64%	\$ 389,209	35.38%
Athletics/Co-Curricular	\$ 285,845	\$ 260,000	\$ 323,000	0.36%	\$ 63,000	24.23%
Capital Outlay	\$ 399,178	\$ 476,000	\$ 483,351	0.53%	\$ 7,351	1.54%
Charter Schools	\$ 4,815,127	\$ 4,850,000	\$ 5,058,019	5.56%	\$ 208,019	4.29%
Health Benefits	\$ 8,931,179	\$ 9,215,000	\$ 9,142,468	10.05%	\$ (72,532)	-0.79%
Other Benefits/Employer Costs	\$ 3,240,531	\$ 3,000,000	\$ 3,390,130	3.73%	\$ 390,130	13.00%
Insurance	\$ 738,063	\$ 837,000	\$ 905,000	0.99%	\$ 68,000	8.12%
Operations & Maintenance	\$ 2,997,511	\$ 2,750,000	\$ 3,125,145	3.44%	\$ 375,145	13.64%
Other Expenses	\$ 565,606	\$ 840,000	\$ 1,340,411	1.47%	\$ 500,411	59.57%
Outsourcing Expense	\$ -	\$ 875,000	\$ 1,558,494	1.71%	\$ 683,494	78.11%
Professional Development	\$ 46,850	\$ 45,000	\$ 121,515	0.13%	\$ 76,515	170.03%
Related/Extraordinary Services	\$ 1,922,960	\$ 1,700,000	\$ 1,882,000	2.07%	\$ 182,000	10.71%
Salaries	\$ 47,389,561	\$ 47,999,755	\$ 47,422,542	52.13%	\$ (577,213)	-1.20%
Supplies	\$ 900,730	\$ 875,000	\$ 1,456,922	1.60%	\$ 581,922	66.51%
Textbooks	\$ 230,965	\$ 270,000	\$ 172,400	0.19%	\$ (97,600)	-36.15%
Transportation	\$ 4,406,288	\$ 4,950,000	\$ 5,358,922	5.89%	\$ 408,922	8.26%
Travel	\$ 26,974	\$ 35,000	\$ 76,000	0.08%	\$ 41,000	117.14%
Tuition	\$ 6,959,138	\$ 7,100,000	\$ 7,671,018	8.43%	\$ 571,018	8.04%
	\$ 84,777,028	\$ 87,177,755	\$ 90,976,546	100.00%	\$ 3,798,791	4.36%
Projected Expenditure Increase Budgeted					\$(1,773,791)	
Projected Surplus						
Actual Surplus	\$ 5,461,742					
Revenues<Budgeted	\$ (312,697)					
Transfer to Capital Reserve	\$ (2,580,000)	\$ (430,487)				
Prior Year Surplus to Capital Reserve	\$ 600,531					
Net Surplus	\$ 3,169,576	\$ 2,768,489			\$ 2,025,000	

CAPITAL PROJECTS

• Roof Replacement	\$ 114,142
• Asbestos Abatement/Whittier School	<u>\$ 316,345</u>
	\$ 430,487

The amount for roof replacement represents a downpayment towards a five-year lease purchase for the Bryant and Hawthorne Schools. The state has approved a grant to pay 40% of the cost of the roof replacements.





2014-2015 PROPOSED TAX INCREASE

General Fund Tax Levy Increase	\$123.41
Debt Service Tax Levy Increase	<u>\$ 4.38</u>
Total Annual Increase	\$127.79
Total Monthly Increase	\$ 10.65

Calculations based on average assessed value of \$455,000

FIVE-YEAR TAX LEVY ANALYSIS

	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	Total
General Fund	\$ 77,452,263	\$ 77,452,263	\$ 77,760,542	\$ 78,926,950	\$ 80,505,489	\$ 392,097,507
Year to Year Change	\$ 68,089	\$ -	\$ 308,279	\$ 1,166,408	\$ 1,578,539	\$ 3,121,315
Debt Service Fund	\$ 1,441,802	\$ 1,782,863	\$ 1,785,784	\$ 1,789,891	\$ 1,845,977	\$ 8,646,317
Year to Year Change	\$ (316,814)	\$ 341,061	\$ 2,921	\$ 4,107	\$ 56,086	\$ 87,361
Total Year to Year Change	\$ (248,725)	\$ 341,061	\$ 311,200	\$ 1,170,515	\$ 1,634,625	\$ 3,208,676
Tax Increase/(Decrease)	\$ (19.08)	\$ 26.16	\$ 26.39	\$ 91.42	\$ 127.79	\$ 252.68
Year to Year % Change	-0.31%	0.43%	0.39%	1.47%	2.03%	
<i>Period Average \$ Change</i>		\$ 3.54	\$ 11.16	\$ 31.22	\$ 50.54	
<i>Period Total % Change</i>		0.12%	0.51%	1.99%	4.05%	



BUDGET CALENDAR

- Budgets are due at the county office no later than March 20, 2014.
- Departmental budgets will be presented at the Workshop and Regular public meetings in April.
- The Budget Public Hearing will be held at the May 7, 2014 Workshop Meeting.

QUESTIONS???





GLOSSARY

Banked Cap – Difference between actual tax levy increase and maximum increase of 2%.

Budgeted Fund Balance – Surplus funds from prior year budgets used as revenue in future budget years.

Capital Reserve – Surplus funds reallocated from Fund Balance and set aside for future capital improvement projects.

Debt Service – Funds for payment of principal and interest on outstanding bonded debt previously approved by the voters.

Extraordinary Aid – State aid for special education costs that exceed \$40,000 per year per student.



GLOSSARY

Nonpublic Transportation Aid – State aid received annually in June for the cost of transporting nonpublic students.

SEMI Aid – Federal aid for services provided to special education students eligible for Medicaid reimbursement.

Surplus Funds – Excess revenue or unused appropriations from a prior budget year.

Tax Levy – The amount of revenue raised through property taxes. This includes the amount to operate the schools (General Fund) and the amount needed to pay for bonded debt previously approved by the voters (Debt Service Fund).