

Preparing Students for the Challenge of Learning and Life

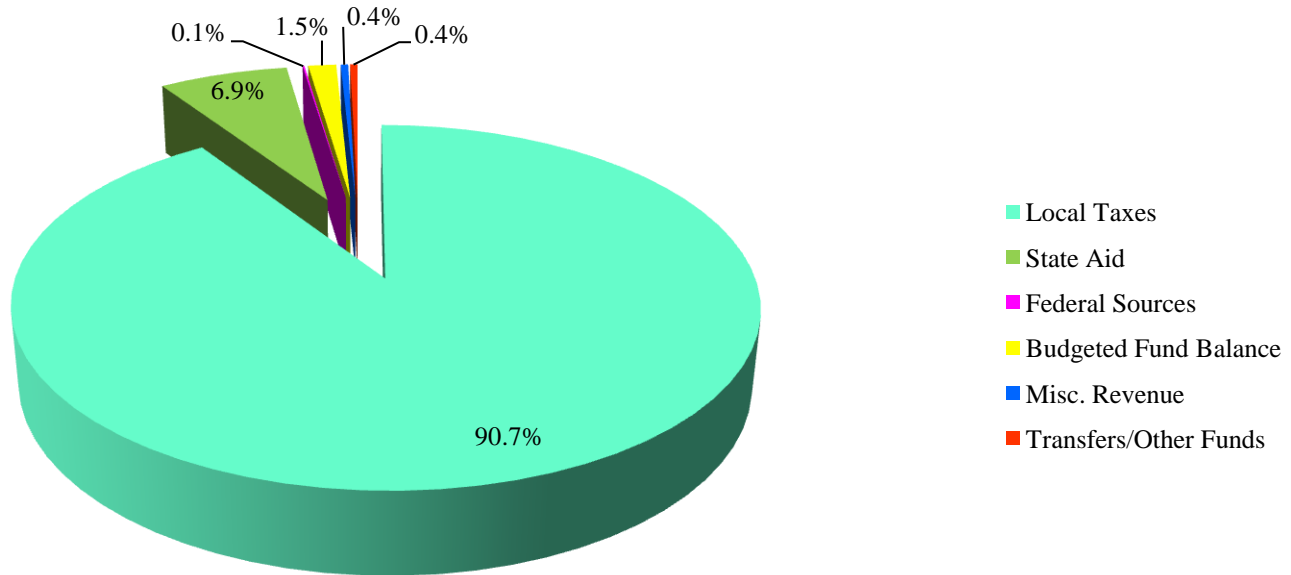
March 11, 2015

A BOARD'S EYE VIEW OF THE BUDGET

School Year 2015/16

This budget is intended to provide our children with those programs and services necessary for a “Thorough and Efficient” education. It continues to maintain a quality educational program by meeting the Core Curriculum Content Standards mandated by the New Jersey Dept of Education.

2015/16 Revenues



| | | |
|------------------------------|---------------|----------------------|
| Local Taxes | 90.7% | 83,928,342.00 |
| State Aid | 6.9% | 6,401,235.00 |
| Federal Sources | 0.1% | 58,170.00 |
| Budgeted Fund Balance | 1.5% | 1,334,890.00 |
| Misc. Revenue | 0.4% | 338,705.00 |
| Transfers/Other Funds | 0.4% | 400,000.00 |
| Total | 100.0% | 92,461,342.00 |

2015/16 Revenues

| <i>Revenue</i> | <i>2013/14</i> | <i>2014/15</i> | <i>\$ Changes \$</i> | <i>2015/16</i> | <i>2016/17</i> |
|-----------------------------------|----------------------|----------------------|----------------------|----------------------|----------------|
| General Fund Tax Levy | \$ 78,926,950 | \$ 80,505,489 | 1,610,110 | \$ 82,115,599 | \$ 83,757,911 |
| Available Banked CAP | 0.00 | 0.00 | 1,812,743 | 1,812,743 | 0.00 |
| Tuition from Other LEA's | 116,224 | 125,000 | (31,795) | 93,205 | ? |
| Misc Revenue | 200,000 | 330,000 | (84,500) | 245,500 | ? |
| State Aid | 5,056,733 | 5,266,235 | 0.00 | 5,266,235 | 5,266,135 |
| Extraordinary Aid | 1,450,000 | 1,050,000 | 0.00 | 1,050,000 | 1,050,000 |
| Other State Aid | 157,000 | 130,000 | (45,000) | 85,000 | ? |
| SEMI Aid | 63,776 | 63,080 | (4,910) | 58,170 | ? |
| Budgeted Fund Balance | 3,535,411 | 3,596,867 | (2,261,977) | 1,334,890 | 0.00 |
| Withdrawal Capital Reserve | 2,359,035 | 430,487 | (430,487) | 0.00 | 0.00 |
| Transfer from Other Funds | 741,975 | 402,086 | (2,086) | 400,000 | 0.00 |
| <i>Total General Fund</i> | \$ 92,735,766 | \$ 91,899,244 | (562,098) | \$ 92,461,342 | |
| Grants/ <i>FUND 20</i> | 1,937,187 | 1,872,300 | (231,306) | 1,640,994 | ? |
| Debt Service/ <i>FUND 40</i> | 1,789,891 | 1,845,977 | (356,693) | 1,489,284 | 1,461,208 |
| Budgeted Fund Balance | 0.00 | 67,940 | (67,940) | 0.00 | 0.00 |
| <i>Grand Total Revenue</i> | \$ 96,462,844 | \$ 95,685,461 | (93,841) | \$ 95,591,620 | |

2015/16 Expenditures

| <i>Current General Expense</i> | <i>2014/15 Adjusted Budget</i> | <i>\$ Changes \$</i> | <i>2015/16 Proposed Budget</i> | <i>% of Budget FUND 11 & 12</i> |
|---|------------------------------------|----------------------|------------------------------------|---|
| Salaries/District (certificated/non-certificated) | \$ 49,385,528 | (3,668,711) | \$ 45,716,817 | 49.9% |
| Special Education (Out-of-District Tuition) | 10,221,402 | + 794,675 | 11,016,077 | 11.9% |
| Gen Administration (Supt, Curr & Instru, Supervisors) | 1,840,287 | (162,897) | 1,677,390 | 1.8% |
| Central Services (Business Office/Human Resources) | 2,376,377 | + 2,127,260 | 4,503,637 | 4.8% |
| Other Support Services (Athletics/Guidance/Nurses) | 650,271 | (58,272) | 591,999 | 0.5% |
| Technology Management (District-wide) | 872,672 | 0.00 | 872,672 | 0.9% |
| Operation/Maintenance of Plant (Custodial Services) | 3,689,475 | + 618,164 | 4,307,639 | 4.5% |
| Student Transportation Services (Public/Nonpublic) | 4,728,162 | (397,953) | 4,330,209 | 4.8% |
| Health Benefits (Medial/Rx/Dental) Other Employee Benefits | 13,069,980 | (152,357) | 12,917,653 | 13.9% |
| School Budgets | 877,260 | (141,785) | 735,475 | 0.8% |
| Transfer to <i>Charter Schools</i> | 5,058,019 | + 133,456 | 5,191,475 | 5.6% |
| Total FUND 11 | \$ 92,769,433 | (908,390) | \$ 91,861,043 | |
| Total FUND 12 (Capital Outlay) | 963,616 | (363,317) | 600,299 | 0.6% |
| Total Current Expense Fund 11 and FUND 12 | \$ 93,733,049 | (1,271,707) | \$ 92,461,342 | 100% |
| Special Revenue/ <i>FUND 20</i> (NCLB, IDEA, Nonpublic) | 1,872,300 | (231,306) | 1,640,994 | |
| DEBT Service/ <i>FUND 40</i> | 1,913,917 | (424,633) | 1,489,284 | |
| Grand Total Budget | \$ 97,519,266 | (1,927,646) | \$ 95,591,620 | |

| Reductions | \$\$\$\$ | FTE's |
|--|------------------|--------------|
| Breakage from Retirements | 616,862 | |
| Outsource Lunchroom Aides | 98,139 | 32 |
| Fund 30% of LRA's from Food Services (Fund 61) | 114,256 | |
| Outsource Paraprofessionals | 1,190,459 | 39 |
| Reduce Administrator Positions | 418,608 | 3 |
| Reduce Secretary Positions | 402,359 | 5 |
| Reduce Teaching Positions | 758,000 | 10 |
| Eliminate Courtesy Busing | 281,496 | |
| Consolidate Nonpublic Bus Routes | 116,457 | |
| Total Reductions | 3,996,305 | 89 |

Breakage from Retirements . . .

At this writing, breakage is the savings generated from the
Following retirements:

- Director/1 position;
- Business Administrator/1 position; and
- Teachers/11 positions

The breakage is calculated taking current salaries and the cost of anticipated replacements.

Breakage = \$616,862

Outsource Lunchroom Aides . . .

There are 47 Lunchroom Aide positions, 32 are district employees and 15 are provided by Mission One. The district Lunchroom Aides cost:

\$292,423 total salaries

\$65,020 (FICA, SUI, Pension, WC)

Total = \$357,443

Total cost for 32 outsourced positions = \$259,304

Savings = \$98,139

*Fund partial cost of Lunchroom Aides from FUND 61
(Cafeteria Fund) . . .*

The cost for 47 Lunchroom Aides provided by Mission One
= \$380,852

- General Fund = \$266,596
- Fund 61 = \$114,256 (30% of costs)

Savings = \$114,256

Outsource additional Paraprofessional positions . . .

There are 107 paraprofessional positions in district, 62 are provided by Mission One and 45 are district employees.

Outsource 38 of the 45 district positions to Mission One.

The costs for the 38 district paraprofessional positions:

- \$1,441,076 = Salaries
- \$723,429 = Medical/Rx/Dental
- \$309,037 = FICA, LTD, SUI, Pension, WC

Total = \$2,473,542

Total cost for 38 outsourced positions = \$1,283,083

Savings = \$1,190,459

Eliminate 3 Administrative positions . . .

Total salaries = \$304,523

Total Health Benefits = \$47,167

Total payroll = \$66,918 (FICA, LTD, SUI, WC)

Savings = \$418,608

Eliminate 5 Secretary positions . . .

\$247,865 (salaries)

\$99,106 (Health Benefits)

\$55,388 (payroll)

Total savings = \$402,359

Eliminate 10 Teaching positions. . .

The 10 teaching positions are across the district, from the elementary schools, middle schools, and high school.

The savings are calculated by using the average salary of \$59,000 per teacher and the average costs of health benefits of \$16,089. These positions include 3 elementary, 3 high school, 2 middle school, and eliminating the Dance/Drama Program at the middle school (2 positions).

Savings = \$758,000

State Aid . . .

Transportation Aid is discretionary aid and is provided to districts to offset expenditures. Total 2014/15 Transportation Budget = \$4,728,162

| | 2014/15 | 2015/16 |
|--------------------|-----------|-----------|
| Transportation Aid | 1,887,212 | 1,887,212 |
| Nonpublic Aid | 130,000 | 85,000 |

Eliminate Courtesy Busing (1.4 miles) . . .

Eliminate courtesy busing for resident students who live under 2 miles from their respective schools. **Courtesy busing remains for preschool and kindergarten students.** ***Current costs for Courtesy Busing at 1.4 miles = \$383,859***

Savings = \$281,496

Consolidating Nonpublic Bus Stops . . .

Reduce the number of stops to reduce the number of buses needed to transport our nonpublic students. ***Current costs for Nonpublic busing = \$1,530,000 + \$380,120 aid-in-lieu = \$1,910,140***

Savings = \$116,457

Special Revenue/Fund 20

This fund is for the receipt of grants and other State Aid. Grants, i.e., NCLB (Title I) and IDEA funds are received and expended through Fund 20. The amount of grant funds received differ from year to year. For the 2014/15 school year, funds total \$1,872,300. The district estimates \$1,640,994 for the 2015/16 school year.

Debt Service/Fund 40

The 2014/15 school budget includes \$1,913,917 for its Debt Service. Since the district is paying down its debt, the obligation for 2015/16 is \$1,489,284, which is \$424,633 less than the current school year.

TAX LEVY RECAP . . .

Estimated General Fund Tax Levy
Increase \$267.60

Debt Service Tax Levy Increase
\$ (27.89)

Estimated Annual Increase
\$239.71

Estimated Monthly Increase
\$19.98

***Calculation is estimated based on average assessed value of \$455,000,
subject to final assessments from the Bergen County Board of Taxation***