

# 2015-2016 Budget Hearing



Board of Education Meeting  
April 27, 2015

# Budget Materials Available

- ▶ Budget Presentations:
  - 2/2, 2/23, 3/4, 3/12 & 3/16 meetings
- ▶ Baseline Budget Data Memo 11/24/14
- ▶ Budget Analyses 12/15/14
- ▶ 2015-16 Proposed Budget
  - Side by Side View
  - Comparative View
  - Cost Center Analysis
  - Staffing Report
  - Multi-year Projections
  - Estimated Tax Impact

# Tax Levy Cap Adjustments & Banked Cap

**2015-16 Proposed Budget uses \$440,500 out of \$588,254 available 2015-16 Enrollment Adjustment**

| Budget Year Adjustment | Enrollment Adjustment | Health Care Adjustment | Total Adjust/Cap Available | Banked Cap Expires with SY Budget | Banked Cap 2016-17 Budget |
|------------------------|-----------------------|------------------------|----------------------------|-----------------------------------|---------------------------|
| 2012-2013              | \$506,833             | \$0                    | \$506,833                  | 2015-2016                         | \$0                       |
| 2013-2014              | \$0                   | \$409,103*             | \$409,103                  | 2016-2017                         | \$409,103                 |
| 2014-2015              | \$544,210             | \$426,037              | \$970,247                  | 2017-2018                         | \$970,247                 |
| 2015-2016              | \$147,754#            | \$0                    | \$147,754                  | 2018-2019                         | \$147,754                 |
| <b>Total</b>           |                       |                        | <b>\$2,033,937</b>         |                                   | <b>\$1,527,104</b>        |

\* \$884,103 minus \$475,000

# \$588,254 minus \$440,500

# Revenues 2015-16 Proposed Budget

| Revenue Source                     | Budgeted<br>2014-15 | Proposed<br>2015-16 |
|------------------------------------|---------------------|---------------------|
| Operating Budget<br>Local Tax Levy | 106,563,115         | 109,134,877         |
| State Aid                          | 4,216,218           | 4,216,218           |
| Capital Reserve                    | 0                   | 338,530             |
| Fund Balance                       | 1,949,406           | 2,471,003           |
| Tuition (Montrose ELC)             | 0                   | 200,000             |
| Miscellaneous                      | 40,000              | 75,000              |
| Debt Service                       | 4,171,789           | 4,119,440           |
| State/Federal                      | 2,752,626           | 3,039,712           |
| <b>Total Revenue</b>               | <b>119,693,154</b>  | <b>123,594,780</b>  |

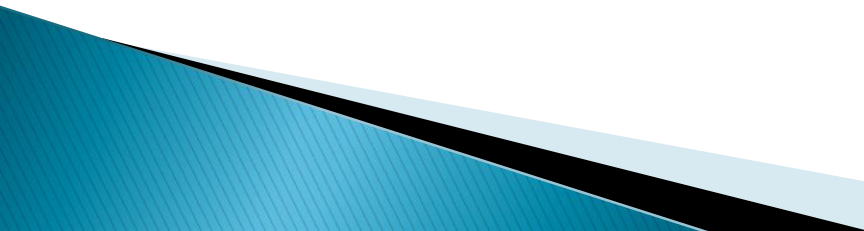
# Personnel Adjustments compared to 2014-2015 Adjusted Budget

|  |                    |
|--|--------------------|
| Reduce 1.0 fte Guidance Counselor                            | (1.0) FTE's        |
| Reduce 1.0 fte's Secretary                                   | (1.0) FTE's        |
| Increase 1.0 fte's Montrose Director                         | + 1.0 FTE's        |
| Reduce 1.0 fte's Gifted and Talented (program restructuring) | (1.0) FTE's        |
| Reduce 1.0 fte's Central Office position (restructuring)     | (1.0) FTE's        |
| Reduce 1.0 fte's Elementary classroom teachers               | (1.0) FTE's        |
| Reduce 1.0 fte's Elementary World Language                   | (1.0) FTE's        |
| Increase 1.0 fte's Nurse (Montrose)                          | + 1.0 FTE's        |
| Reduce 2.0 fte's High School classroom teachers              | (2.0) FTE's        |
| Increase 1.9 fte's Middle School classroom teachers          | + 1.9 FTE's        |
| Reduce 1.4 fte's Related Arts teacher                        | + 0.2 FTE's        |
| Increase 1.6 fte's Phys Ed teacher (middle schools)          |                    |
| Increase 2.0 fte's Preschool Teachers                        | + 2.0 FTE's        |
| <b>2015-16 Budget Net Change to 2014-15 Adjusted Budget</b>  | <b>(1.9) FTE's</b> |

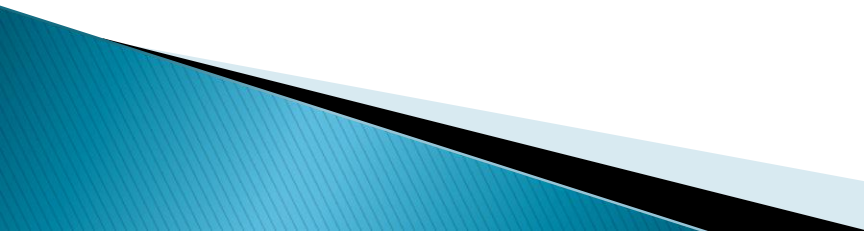
# Budget Highlights

- Tax levy increase is below the State adjusted cap (*using \$440,500 of the \$588,254 allowable enrollment adjustment*)
- Maintains curricula and co-curricular programs including funding for the arts and athletics
- Continued funding for technology initiatives and reflects associated increased support requirements and maintenance costs
- Continued funding for mandated programs such as:
  - TeachNJ – Teacher evaluations
  - PARCC testing
  - Alignment with Common Core Curriculum Standards

# Budget Highlights Continued

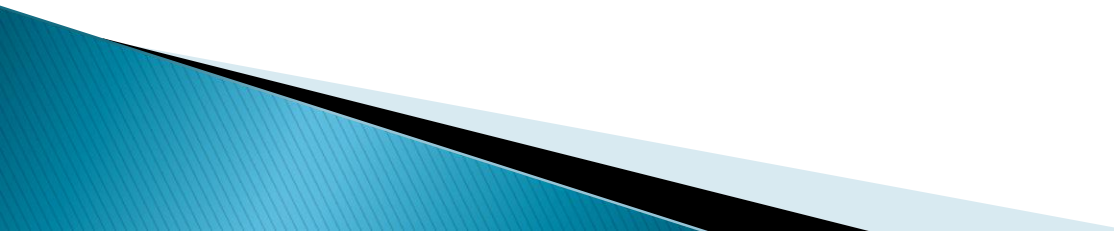
- Provides sufficient resources for enrollment increases, including the additional 7<sup>th</sup> grade teams at the middle schools
  - Provides staffing for the opening of the Montrose Early Learning Center
  - Maintains elementary staffing at the 2014-15 budgeted count
  - Maintains revitalized elementary World Language program (grades 4 and 5 only)
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# Budget Highlights Continued

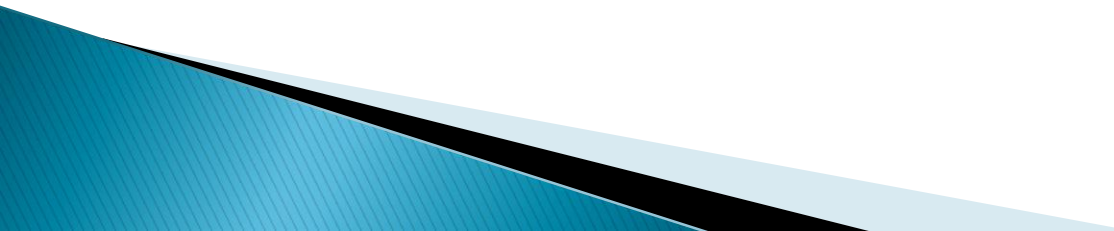
- Addresses requests for additional resources to Seth Boyden
    - Increased funding for field trips/cultural arts
    - Maintenance of elementary staffing levels allows for more flexibility to obtain lower class sizes
    - Scheduling considerations for academic intervention and for social worker support
  - Provides resources for the middle states accreditation process: Excellence by Design
  - Includes funding for the Educational Equity Consultant (OCR agreement)
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# Budget Highlights Continued

- Centralized professional development, continuation of the Learning Walks program and continued support of teachers pursuing National Board Certification
  - Administrative restructuring
    - High School Department Chairs
    - Supervisors K-8
    - K-5 Humanities & 6-8 STEM Instructional Specialists
    - Central Office restructuring
  - Supports expanded STEAM+ initiatives
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# Budget Highlights Continued

- Adjusted middle school schedules increase physical educational instructional time
  - Provides additional supplies/textbooks for increased AP enrollments
  - Adjusts for increased employee healthcare contributions and additional requirements of the Affordable Care Act
  - Recognizes reduction in debt service tax levy resulting from additional debt service and refunding of 2005 and 2008 bonds
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# What is the estimated tax impact?

|  |               |
|--|---------------|
| Tax Levy CAP                                 | \$109,134,877 |
| Operating Budget Tax Impact (est.)           | 2.41%         |
| Debt Service                                 | \$ 3,688,091  |
| Local Tax                                    | \$112,822,968 |
| Operating and Debt Service Tax Impact (est.) | 2.10%         |

Tax Impact average assessed household value:

Maplewood: \$177 (avg AV \$395,958)

South Orange: \$204 (avg AV \$458,912)