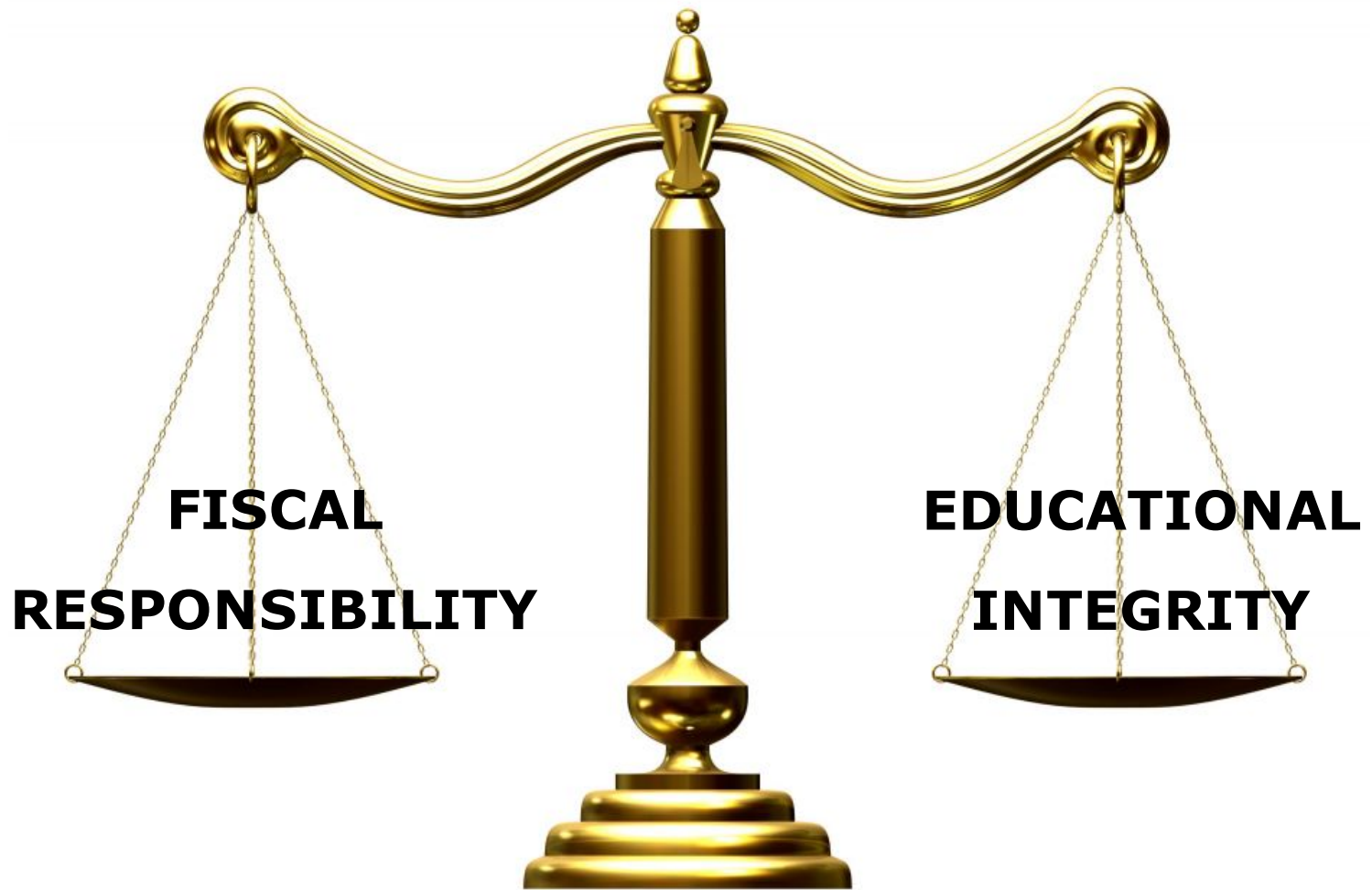




**SOMERS POINT**  
**SCHOOL DISTRICT**

*the learning starts here!™*

**2019/20 Budget Presentation**



**FISCAL  
RESPONSIBILITY**

**EDUCATIONAL  
INTEGRITY**

# Budget Time Table 2019-2020

---

<b>October 1, 2018</b>	Distribute budget manual to Principals and Supervisors.
<b>October 2, 2018</b>	Initial Meeting with Finance Committee.
<b>October 15, 2018</b>	Provide all maintenance and technology requests to IT and Facilities Departments.
<b>November 1, 2018</b>	Budget packages sent to Business Administrator.
<b>November 1, 2018 thru November 2, 2018</b>	Business Administrator has budget meetings to review school and department budgets with Principals and Supervisors.
<b>November 5, 2018 November 9, 2018</b>	Superintendent reviews budget submissions with Business Administrator.
<b>November 12, 2018 thru November 16, 2018</b>	Superintendent and Business Administrator meet with Principals and Supervisors on school and Department budgets.

---

# Budget Time Table 2019-2020\*

**December 4, 2018**

Superintendent and Business Administrator meet with Finance Committee to review preliminary budget.

**January/February 2019**

Finance Committee continues budget deliberations to finalize FY20 budget.

**March 13, 2019**

Tentative budget approved by the Board of Education Budget Presentation. Submission to DOE for approval.

**March 2019**

Administrative meeting to discuss proposed budget approved by the Board of Education.

**May 2, 2019**

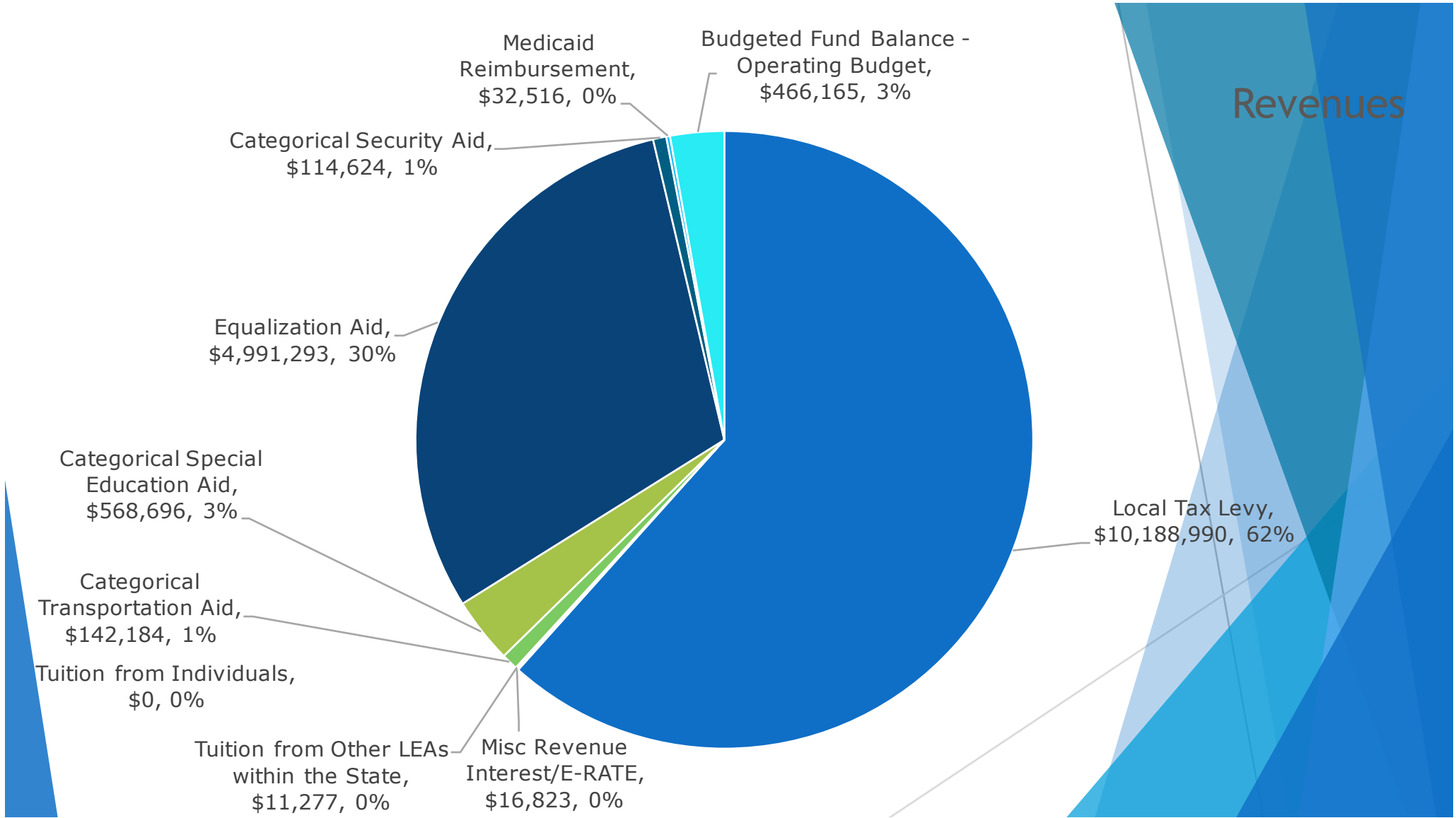
Public Hearing on Budget. Tentative Board of Education meeting May 2, 2019.

**No Annual Election vote on school budget.**

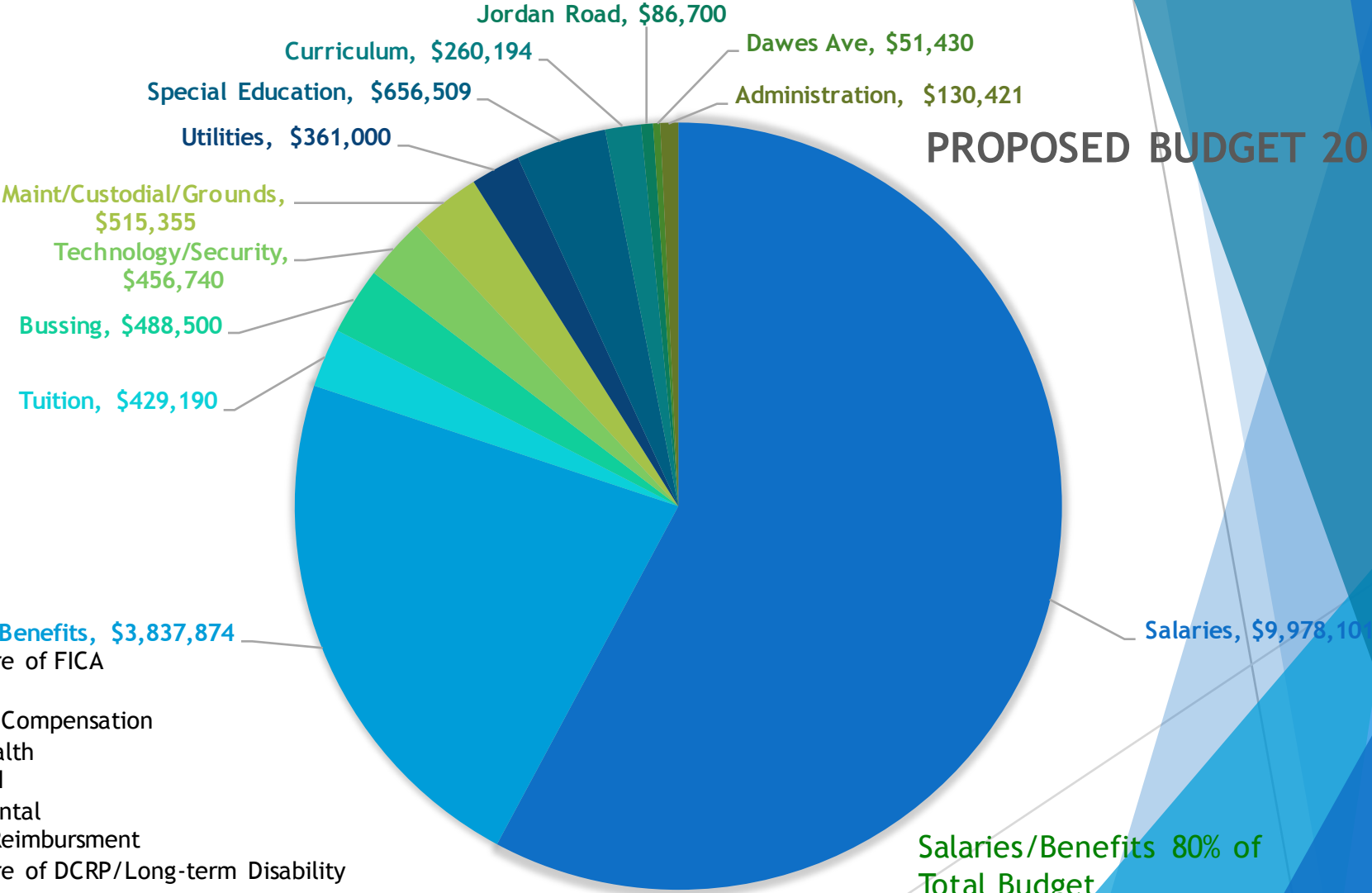
\*The above calendar is subject to change by the Department of Education as it relates to the submission and adoption of the budget.

# BUILDING THE BUDGET

- DEVELOP AN EDUCATIONAL PLAN TO MAINTAIN AND EXPAND CURRICULAR PROGRAMS
- MEET STUDENT OBLIGATIONS
- ENSURE SAFE AND SECURE LEARNING ENVIRONMENT THROUGH EFFICIENT AND WELL-MAINTAINED FACILITIES
- MEET STATE MANDATES
- NON-FUNDED PROGRAM OFFERINGS
- TAX LEVY CAP VS BUDGET CUTS (2%)



# PROPOSED BUDGET 2019-20



- BOE Share of FICA
- PERS
- Workers Compensation
- Amerihealth
- Benecard
- Delta Dental
- Tuition Reimbursement
- BOE Share of DCRP/Long-term Disability

## Revenue Overview

Operating Fund	Revised 2018/19	Proposed 2019/20	Difference
Local Tax	\$ 9,989,206	10,188,990	\$ 199,784
Tuition from Individuals	88,500	0	(88,500)
Tuition from other LEA	11,277	11,376	99
Miscellaneous Revenues	16,922	17,022	100
Medicaid Reimbursement	32,516	37,184	4,668
State Aid	5,816,797	5,790,495	(26,302)
Fund Balance	591,165	472,066	(119,099)
Adjustment for Prior Year Enc.	160,883	0	(160,883)
Withdraw of Maintenance Reserve		105,800	105,800
<b>TOTAL</b>	<b>16,707,266</b>	<b>16,622,933</b>	<b>(84,333)</b>
Other Entitlements	Revised 18/19	Proposed 19/20	Difference
Preschool Education Aid	\$ 238,419	\$ 196,800	\$ (41,619)
Other Local Grants	11,840	0	(11,840)
Other State Aid	312,981	266,034	(46,947)
Other Federal Aid	945,577	803,740	(141,837)
<b>TOTAL</b>	<b>1,508,817</b>	<b>1,266,574</b>	<b>(242,243)</b>



## Revenue Overview Cont.

<b>Debt Service</b>	<b>Revised 2018/19</b>	<b>Proposed 2019/20</b>	<b>Difference</b>
Debt – Tax Levy	\$ 799,122	\$ 750,316	\$(48,806)
Debt – State Debt Aid	187,208	226,840	39,632
Debt – Fund Balance	7,245	5,739	(1,506)
<b>TOTAL</b>	<b>993,575</b>	<b>982,895</b>	<b>(10,680)</b>

<b>TOTAL REVENUE</b>	<b>\$ 19,209,658</b>	<b>\$ 18,872,402</b>	<b>(337,256)</b>
----------------------	----------------------	----------------------	------------------

<b>SDA Debt. Svs. Assessment</b>	<b>(34,065)</b>	<b>(34,065)</b>	<b>0</b>
----------------------------------	-----------------	-----------------	----------

# School Budget Resources

## Debt Service Fund

- ▶ Accounts for the accumulation of resources for, and the payment of, long – term debt, principal and interest. The source of revenue is state aid and debt service tax levy.
- ▶ School Bonds April 4, 2004 - \$1,523,000 (last payment 2/1/2019)
- ▶ School Bonds Sept. 1, 2011 - \$4,591,500 (last payment 3/1/2026)
- ▶ School Bonds Dec. 13, 2016 -\$9,235,000 (last payment 6/30/2031)

# Capital Reserve and Maintenance Reserve Accounts

- ▶ Capital Reserve Account – is established for the accumulation of funds to be used in subsequent years to implement capital projects in a district’s approved Long Range Facility Plan (LRFP). Balance \$100.00
- ▶ Maintenance Reserve Account – is established by a school district pursuant to N.J.S.A. 18A:7G-13 into which it deposits monies to be used exclusively for required maintenance of school facilities. Balance \$283,500.00 before budget is cast \$177,700.00 after budget is approved.

# 2019-2020

2018-2019	Operating Budget	\$16,707,266
2019-2020	Est. appropriation decrease(.50%)	<u>\$ - 84,333</u>
2019-2020	Total Operating Budget	\$16,622,933

# Cost Saving Initiatives

- Joint Insurance Fund
- Purchasing Cooperatives
- Inter-Local Agreements
- Jointure Agreements
- Streamlining of district-wide printing/copying
- ENERNOC
- Administrative Oversight



# Reductions to Meet the Cap Requirement

## **Positions**

- ▶ One Part-time Nurse Position
- ▶ Part-time Attendance Officer from 5 hrs per day to 2 hrs per day
- ▶ Three Part-time Non-Instructional Aide Positions
- ▶ One Part-time Teacher
- ▶ Three Full-time Teachers

## **Professional Development**

- ▶ Limit on Out of District Workshops

## **Transportation**

- ▶ Courtesy Busing

## Comparison of Tax Levy from 2018/19 to 2019/20

### General Local Levy

2018/19	9,989,206
+2%	<u>199,784</u>
2019-20	10,188,990

### Debt Service Levy

2018-19	799,122
2019-20	750,316



## 2019/20 Tax Impact

Estimated house assessed at \$212,195 would pay

**\$53.05** more *per year* or

**\$4.42** more *per month*.

Tax rate is approximately \$0.954 per \$100  
or  
\$954 per \$100,000 assessed value



# BUDGET MOVING FORWARD

- State Aid Level
- Lack of Reserves
- Control Over Fund Balance



QUESTIONS  
?