



# Middletown Township Board of Education

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**Final Budget Presentation**  
**April 27, 2022**



# 2022-2023 Final Budget Summary

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## Proposed Budgeted Revenue (2.0% tax levy increase)

	2021-2022	2022-2023	Change \$	Notes
<b>Tax levy</b>	\$149,786,501	\$152,782,231	\$2,995,730	2.0% increase proposed
<b>State aid</b>	\$14,523,621	\$13,530,438	(\$993,183)	Year 5 S2 decrease
<b>Extraordinary aid</b>	\$1,500,000	\$2,250,000	\$750,000	20-21 award was \$2,497,562
<b>Other local sources and interest</b>	\$1,066,100	\$1,165,100	\$99,000	Includes interest, tuition, enterprise activities
<b>Capital reserve</b>	\$1,642,000	\$2,216,064	\$574,064	Use of reserve for projects
<b>Federal aid(SEMI)</b>	\$212,519	\$239,002	\$26,483	Amt. determined by state
<b>Utilization of maintenance reserve</b>	\$693,452	\$0	(\$693,452)	
<b>Transportation fees - other LEA's</b>	\$800,000	\$1,000,000	\$200,000	Based on anticipated jointures
<b>Surplus available</b>	\$989,299	\$3,285,993	\$2,296,694	From FYE 6/30/2021
<b>Total</b>	\$171,213,492	\$176,468,828	\$5,255,336	

# Summary of Proposed Budgeted Appropriations

	2021-2022	2022-2023	Change \$	Change %
Regular Programs - Instruction	\$58,189,616	\$60,971,028	\$2,781,412	4.8%
Total Special Education - Instruction	\$20,628,380	\$20,854,021	\$225,641	1.1%
Total Co-Curricular, Athletics, After School and Summer programs	\$2,484,742	\$2,676,976	\$192,234	7.7%
Total Tuition	\$5,693,000	\$5,458,411	(\$234,589)	(4.1%)
Attendance, Health, Related Services, and Guidance	\$8,978,924	\$9,593,271	\$614,347	6.8%
Other Student Support Services - Special Education	\$6,271,557	\$6,611,004	\$339,447	5.4%
Improvement of Instruction, Staff Training, Media Services	\$1,315,392	\$1,842,551	\$527,159	40.0%

## Summary of Proposed Budgeted Appropriations (cont.)

	2021-2022	2022-2023	Change \$	Change %
School, District, Central and IT Administrative Costs	\$11,513,543	\$11,811,539	\$297,996	2.3%
Operation and Maintenance of Plant	\$13,783,792	\$15,371,805	\$1,588,013	11.5%
Student Transportation Services*	\$11,759,384	\$13,082,589	\$1,323,205	11.3%
Employee Benefits	\$28,650,158	\$25,702,880	(\$2,947,278)	(10.3%)
Capital Outlay	\$1,881,102	\$2,459,664	\$578,562	30.8%
Transfer of funds to charter schools	\$63,802	\$33,089	(\$30,713)	(48.1%)
Estimated reserve interest	\$100	\$0	(\$100)	(100.00%)
<b>Total Budget</b>	<b>\$171,213,492</b>	<b>\$176,468,828</b>	<b>\$5,255,336</b>	<b>3.1%</b>

\*see transportation fee revenue from other LEA's

# Proposed Personnel Changes

- 1 additional HS Guidance counselor
- 3-4 American Sign Language teachers for middle school and high school
- 1 additional teacher at Middletown Village based on projected enrollment
- Increase of 1 part time high school ESL teacher to full time
- 1 additional Reading Development Teacher and 1 additional Mathematics Specialist (elementary)
- 1 additional Mathematics Interventionist - Thompson
- 1 Alternate School Intervention program teacher - HSN/HSS
- 1 Transition Specialist - special education (secondary)
- 1 additional Art teacher - HSN
- 1 additional Special Education teacher (secondary)

The District included 11 teachers to be substantially funded with ESSER-II funds for the 2021-2022 and 2022-2023 school years, totalling approximately \$1.2 million. The 2022-2023 budget includes approximately \$200,000 in personnel costs to maintain 10 of these positions for the 2022-2023 school year.

# Health Insurance and Chapter 44

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The District changed carriers and migrated to a self-funded insurance program effective 9/1/2021. These changes have had a positive impact on the District's health insurance costs so far. The projected health insurance costs for next year are approximately \$3,000,000 lower than the budgeted cost for 2021-2022.

## Chapter 44 Additional Costs:

Per the NJDOE's calculation, the implementation of **Chapter 44 cost the District \$1,724,644** in additional health insurance premiums and reduced employee contributions between the 2019-2020 and 2020-2021 fiscal years.

# Curriculum and Instruction Initiatives

Continuation of existing curriculum updates, including the following major updates:

- Middle School Social Studies
- Middle School Fine Arts and Drama
- Middle School Language Arts
- Elementary Science
- Elementary/Secondary ESL

New curricular offerings:

- Mathematics courses for juniors and seniors in accelerated and data pathways
- Numerous electives for the Arts Academy and Business CTE
- Expansion of American Sign Language (ASL) into the middle school and more advanced ASL offerings in the high school

Professional development and technology:

- Professional development from outside consultants on recent district initiatives
- Technology to support instruction, including Kami



# Special Education Initiatives

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Expand preschool program with an additional full-day integrated class at Harmony Elementary School.

Increase related services to students for behavioral supports.

Train all preschool staff on updated/digital version of Creative Curriculum.

Provide district-wide professional development, training, and consultation on modifications/accommodations to support students with disabilities in general education.

Enhance transition program for students ages 16-21 and develop a class for students ages 18-21.

# Capital Projects

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## Proposed Projects:

Asbestos removal and tile replacement - Bayview	\$70,000
Flooring replacement - Bayshore/Thompson	\$120,000
Door replacement - Bayshore/Thompson/Thorne	\$50,000
Rooftop unit replacements - Bayview/Ocean Avenue	\$155,000
Fire alarm system replacements - Lincroft/Navesink	\$80,000
Ceiling replacement - Harmony APR	\$12,000
Asphalt various areas - Thompson/Thorne/Bayview/Harmony	\$78,000
Bathroom renovations - High School South/River Plaza	\$60,000
Generator hookups	\$20,000
Turf field/track renovations - High School North	<u>\$1,571,064</u>
Total - funded by capital reserve	\$2,216,064

# Capital and Maintenance Reserves

	Balance June 30, 2021	Amount used during 2021-2022 year	Amount allocated to 2022-2023 budget (tentative)	Remaining Balance
Capital	\$3,858,064	\$1,642,000	\$2,216,064	\$0
Maintenance	\$2,060,533	\$1,491,452	\$0	\$569,081
Total	\$5,918,597	\$3,133,452	\$2,216,064	\$569,081

**Allowable balances in capital and maintenance reserves are \$104,631,989 and \$7,768,252, respectively.**

# Debt Service Budget

## 2022-2023 Outstanding Bonds

Principal and interest due on outstanding bonds for the 2022-2023 year:

Refunding Bonds, Series 2020	\$3,150,000	Mature 8/1/2027
Refunding Bonds, Series 2013	\$650,000	Mature 8/1/2027
2014 Bond Issue	\$1,280,000	Mature 3/15/2033
Interest	\$1,398,918	
Total	\$6,478,918	

Total outstanding bonds at June 30, 2023 will be \$32,065,000.

These payments are included in the debt service fund and are funded by debt service state aid and a separate debt service tax levy.

## General and Debt Service Fund tax levy impact at 2.0% increase

2021 Avg. Assessed Value of home: \$530,200 (2020 value was \$467,272)	2021-2022	2022-2023	Annual change	Monthly change
Operating tax impact	\$5,856.89	\$5,993.66	\$136.77	\$11.40
Debt service tax impact	\$183.97	\$203.62	\$19.65	\$1.64
<b>Total</b>	\$6,040.86	\$6,197.28	\$156.42	\$13.04
Total tax rate (General and debt service)	1.293	1.169	(0.124)	

# Budget Timeline

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- **Tentative budget was approved by the Executive County Superintendent on April 1, 2022.**
- **Tentative budget was published in the Asbury Park Press on April 9, 2022.**
- **Public hearing on final budget must be held between April 25 and May 9, 2022.**