# 2013-2014
# Preliminary Budget

The School District of
SOUTH ORANGE & MAPLEWOOD
525 Academy Street • Maplewood, NJ 07040

South Orange-Maplewood
School District

March 4, 2013

# Overview of Presentation

- Revenue Proposed 2013-14 Budget
- Expenses Proposed 2013-14 Budget
- Personnel Adjustments
- Total Allowable Tax Levy
- Banked Cap Available future year budgets
- Multi-year Projections
- Estimated tax impact

# Revenue Proposed 2013-14 Budget

| Revenue Source | Budgeted 2012-13 | Proposed 2013-14 |
|---|---|---|
| Operating Budget Local Tax Levy | 101,959,453 | 104,473,642 |
| State Aid | 4,509,487<br>(includes $433,589 add'l aid 2011) | 4,075,898 |
| Fund Balance | 1,517,905 | 2,152,272 |
| Miscellaneous | 40,000 | 40,000 |
| Debt Service | 3,776,445 | 4,123,451 |
| State/Federal | 3,112,600 | 2,549,881 |
| Capital Outlay | | 589,000 |
| Total Revenue | 114,915,890 | 118,004,145 |

# Required Expenses 2013-14

(before adjustments)

| Expense Category | Budgeted 2012-13 | Anticipated 2013-14 | $ Increase |
|---|---|---|---|
| Salaries | 59,838,037 | 60,758,174 | $920,137 |
| Health and Dental Expense | 12,065,912 | 13,211,612 | $1,145,700 |
| Tuition Expense | 9,681,784 | 10,644,458 | $962,674 |
| Energy Expense | 2,565,003 | 2,595,000 | $29,997 |
| Transportation Expense | 4,654,399 | 4,675,066 | $20,667 |
| Other Required Expense | 16,999,617 | 17,286,110 | $286,493 |
| **Total Required Expense** | **105,804,752** | **109,170,420** | **$3,365,668** |

# Variable Expenses 2013-14
## (before adjustments)

| Expense Category | Budgeted 2012-13 | Anticipated 2013-14 | $ Increase |
|---|---|---|---|
| Classroom/ Student Supply Expense | 1,427,342 | 1,464,997 | $37,655 |
| Textbooks Expense | 422,086 | 417,579 | ($4,507) |
| Technology Expense | 1,778,577 | 2,528,025 | $749,448 |
| Professional Development Expense | 250,761 | 256,905 | $6,144 |
| Other Variable Expense | 1,455,927 | 1,792,641 | $336,714 |
| **Total Variable Expense** | **5,334,693** | **6,460,147** | **$1,125,454** |

# Summary
# Reductions for 2013-14 Budget

| | |
|---|---|
| Revised Budget Assumptions | ($860,000) |
| Non-personnel Budget Reductions | ($365,000) |
| Personnel Budget Reductions | ($1,590,000) |
| **Total Budget Reductions** | **($2,815,000)** |

# Personnel Adjustments compared to 2012-2013 Budget

| | |
|---|---|
| Increase 2.0 fte's Elementary/Middle School Enrollment | 2.0 FTE's |
| Increase 2.0 fte's Middle School World Language – 6th grade | 2.0 FTE's |
| Increase 1.0 fte Elementary Social Worker | 1.0 FTE's |
| Reduce1.0 fte Central Office Secretary (vacant position) | (1.0) FTE's |
| Reduce 3.0 fte's CHS Teaching Staff (scheduling efficiencies) | (3.0) FTE's |
| Reduce 2.0 fte CHS Dean and Student Assistance Counselor | (2.0) FTE's |
| Reduce 3.0 fte's Elementary Specials (scheduling efficiencies) | (3.0) FTE's |
| Reduce 2.0 fte's Elementary Enrichment (program restructuring) | (2.0) FTE's |
| Reduce 6.0 fte's Special Education Teaching Staff (enrollment changes and scheduling efficiencies) | (6.0) FTE's |
| Reduce 2.0 fte's Curriculum Specialists (program restructuring) | (2.0) FTE's |
| **Total Personnel Adjustments 2013-14 Preliminary Budget** | **(14.0) FTE's** |

# Total Allowable Tax Levy 2013-2014 Budget

| Tax Levy at 2% of 2012-13 | Health Care Adjustment | Total Allowable Tax Levy |
|---|---|---|
| $103,998,642 | $884,103 | $104,882,745 |

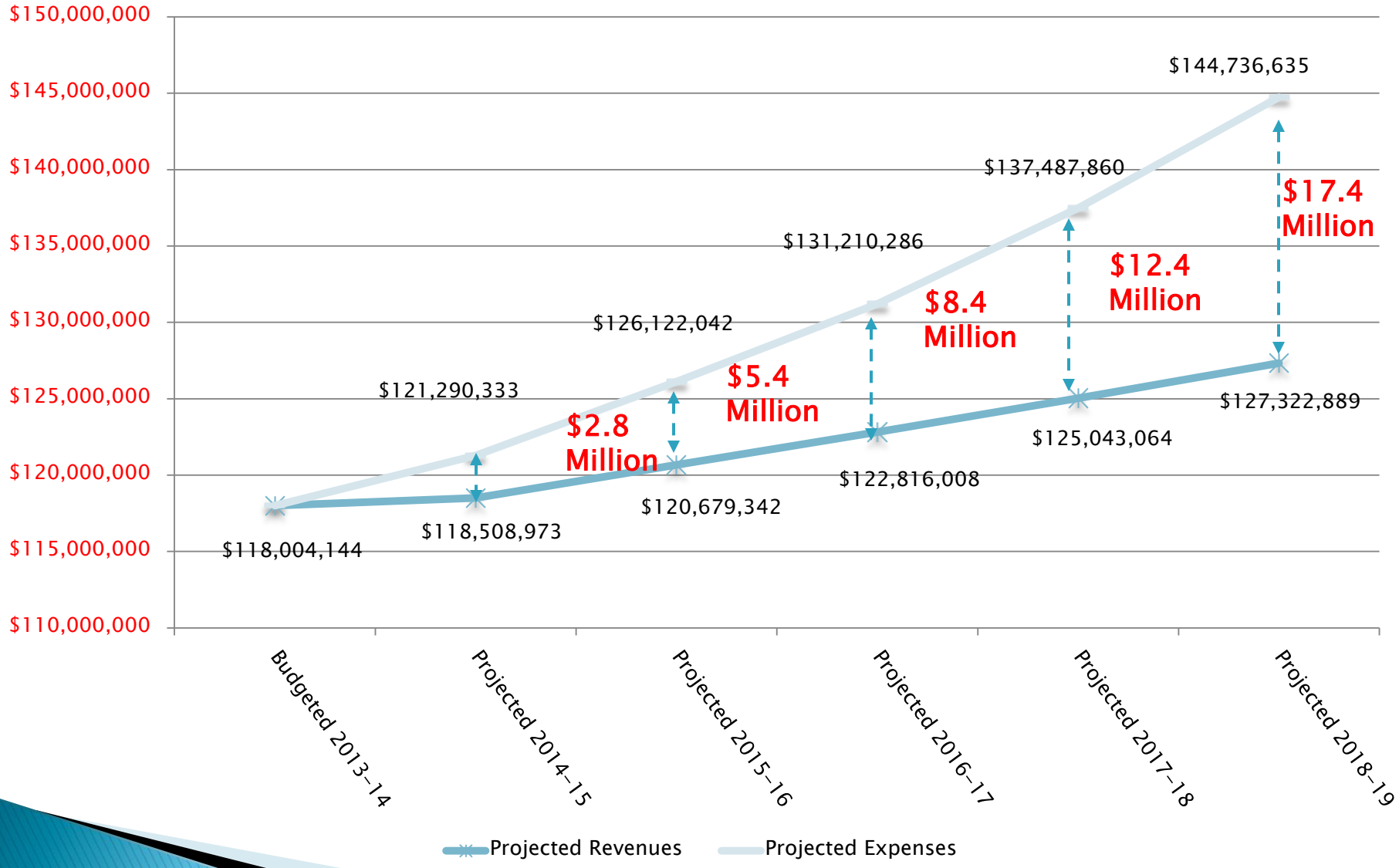
- Preliminary budget includes $475,000 of adjustment
  - Increase technology budget to purchase equipment for PARCC Assessment:
    - Equipment - 700 Chromebooks and 28 storage/charging stations ($250,000)
    - Wi-Fi Upgrades ($200,000)
    - Increased internet bandwidth ($25,000)
- Remaining $409,103 allowable tax levy becomes banked cap available for future year budgets

# Banked cap Available for Use in 2014-2015 Budget

| Budget Year Adjustment Became Available | Enrollment Adjustment | Health Care Adjustment | Total Adjustment / Banked Cap Available | Banked Cap Expires with School Year Budget |
|---|---|---|---|---|
| 2011-2012 | $346,441 | $643,322 | $989,763 | 2014-2015 |
| 2012-2013 | $506,833 | $0 | $506,833 | 2015-2016 |
| 2013-2014 | $0 | $409,103* | $409,103 | 2016-2017 |
| Total | | | $1,905,699 | |

* $884,103 minus $475,000

# 5-Year Budget Projection with $475,000 Adjustment
# 2% Operating Tax Levy Cap Projected Years



# What is the estimated tax impact?

| | |
|---|---|
| Tax Levy CAP | $104,473,642 |
| Operating Budget Tax Impact (est.) | 2.47% |
| Debt Service | $ 3,890,933 |
| Local Tax | $108,364,575 |
| Operating and Debt Service Tax Impact (est.) | 2.93% |

Tax Impact average assessed household value (based on 2012 figures):

Maplewood: $199

South Orange: $212