

2012-2013

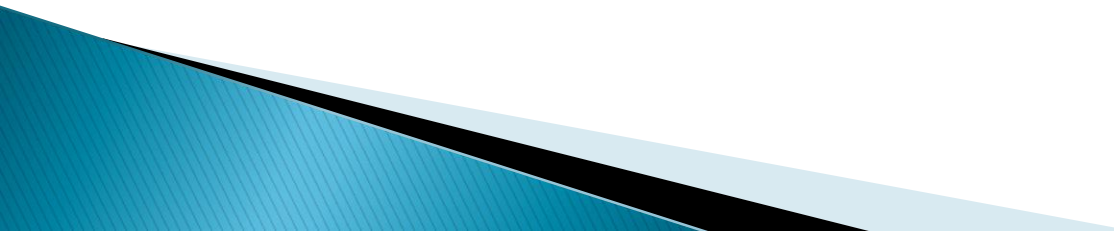
Preliminary Budget Update



South Orange-Maplewood
School District

January 18, 2012

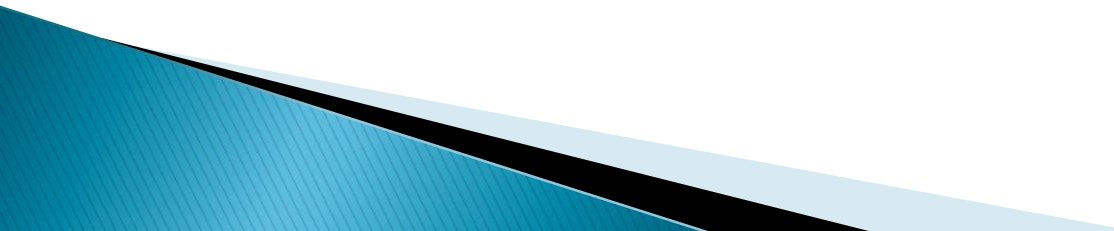
Overview of Presentation

- ▶ Guiding budgeting principle: District Goal Four
 - ▶ Budget process
 - ▶ Alignment of budget to district goals and strategy
 - ▶ Comparative Spending
 - ▶ Historical revenue trends
 - ▶ Redirect resources to impact student achievement
 - ▶ Estimated Tax Impact
 - ▶ Next steps
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Guiding Principle:

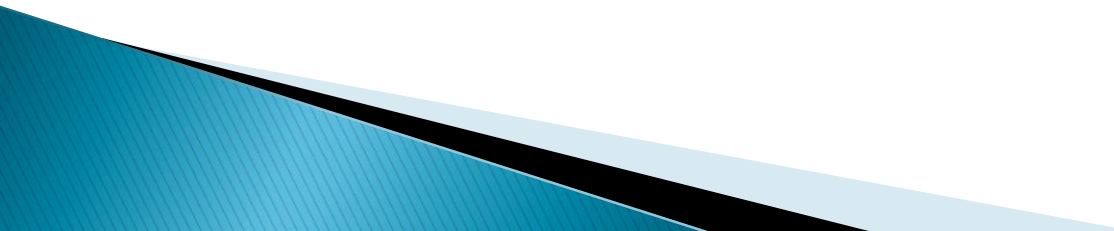
District Goal Four calls for the development of:

“A transparent, efficient budget that aligns with and supports the attainment of district goals and that reins in spending on the budget categories that are rising at a faster rate than the cost of living.”



“A transparent, efficient budget...”

THE BUDGET PROCESS:

- ❖ Alignment with District Goals
 - ❖ Collaboration with central office, principals, supervisors
 - ❖ Regular communication with Board of Education’s Finance, Facilities and Technology Committee and Board of School Estimate
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“...aligns with and supports the attainment of district goals...”

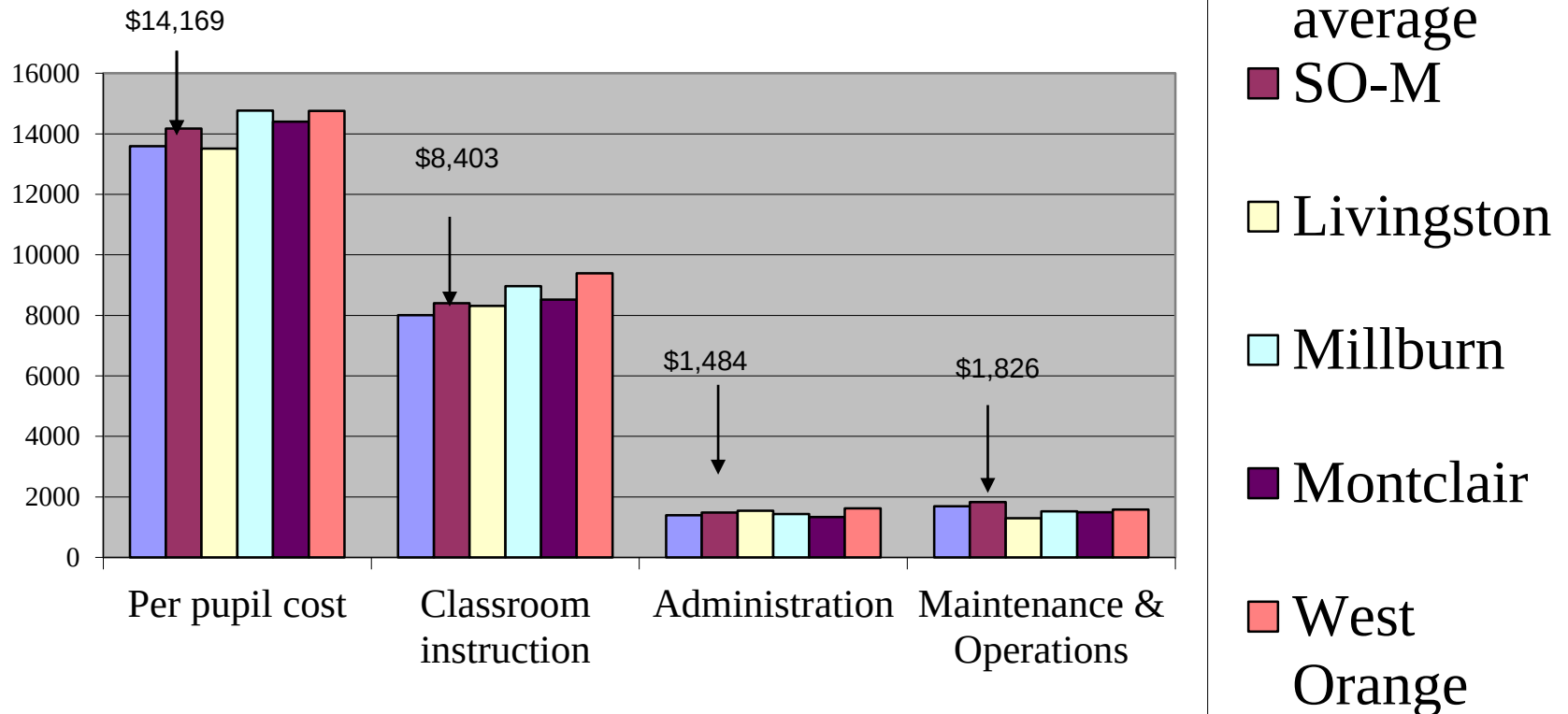
- ▶ Goal One: Student Learning - calls for rigorous curriculum and expanded learning opportunities:
 - IB Middle School Years Programme
 - Middle School Transformation
 - CHS Strategic Plan
 - Singapore Math
 - Technology
- ▶ Goal Two: Professional Development – calls for a performance evaluation system and compensation system driven by objective measures tied to student learning and district goals
 - Focused PD on IB and differentiated instruction
 - Pilot Peer Assistance and Review
 - National Board Certification
 - Resources to support educators’ effectiveness

“...reins in spending on the budget categories that are rising at a faster rate than the cost of living.”

- ▶ ***Health benefits***
 - *Employee contributions (NJ Reform)*
 - *Direct 15*
- ▶ ***Special Education Costs***
 - *Opportunities Review*
 - *Paraprofessionals*
 - *Stem the Flow*
- ▶ ***Maintenance expenses***
 - *Year over year reductions*
 - *Facilities condition assessment*
- ▶ ***Success of contracted services***
 - *Custodial services*
 - *Security services*
 - *Paraprofessionals*
- ▶ ***Transportation***
 - *Increased efficiency – adjusted bell schedules*
 - *Instituted additional routes of non-public schools*

How do we compare with other like districts or state averages?

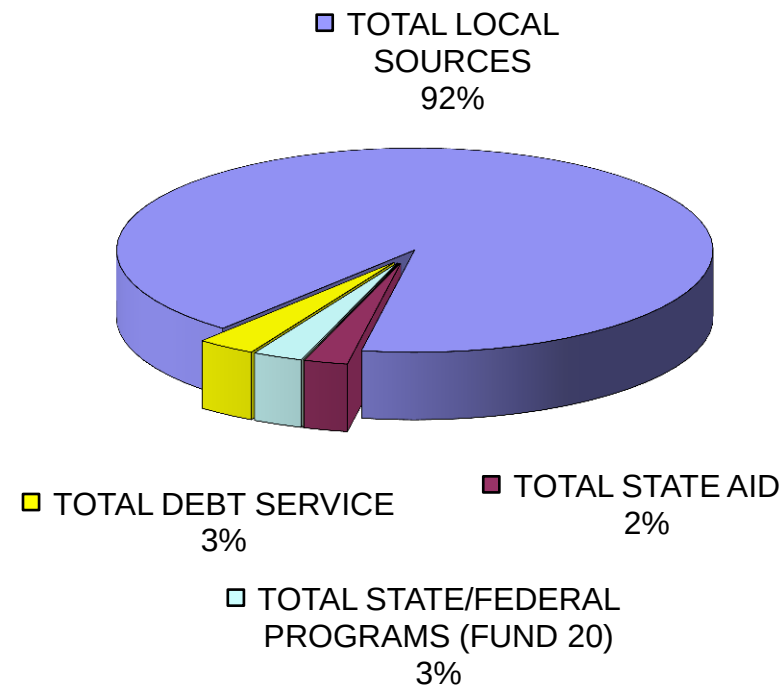
**South Orange Maplewood
Per Pupil Costs
Comparative Spending**



Source: Dept. of Education Taxpayer's Guide to Education Spending, Budget 2010-11, released May 2011

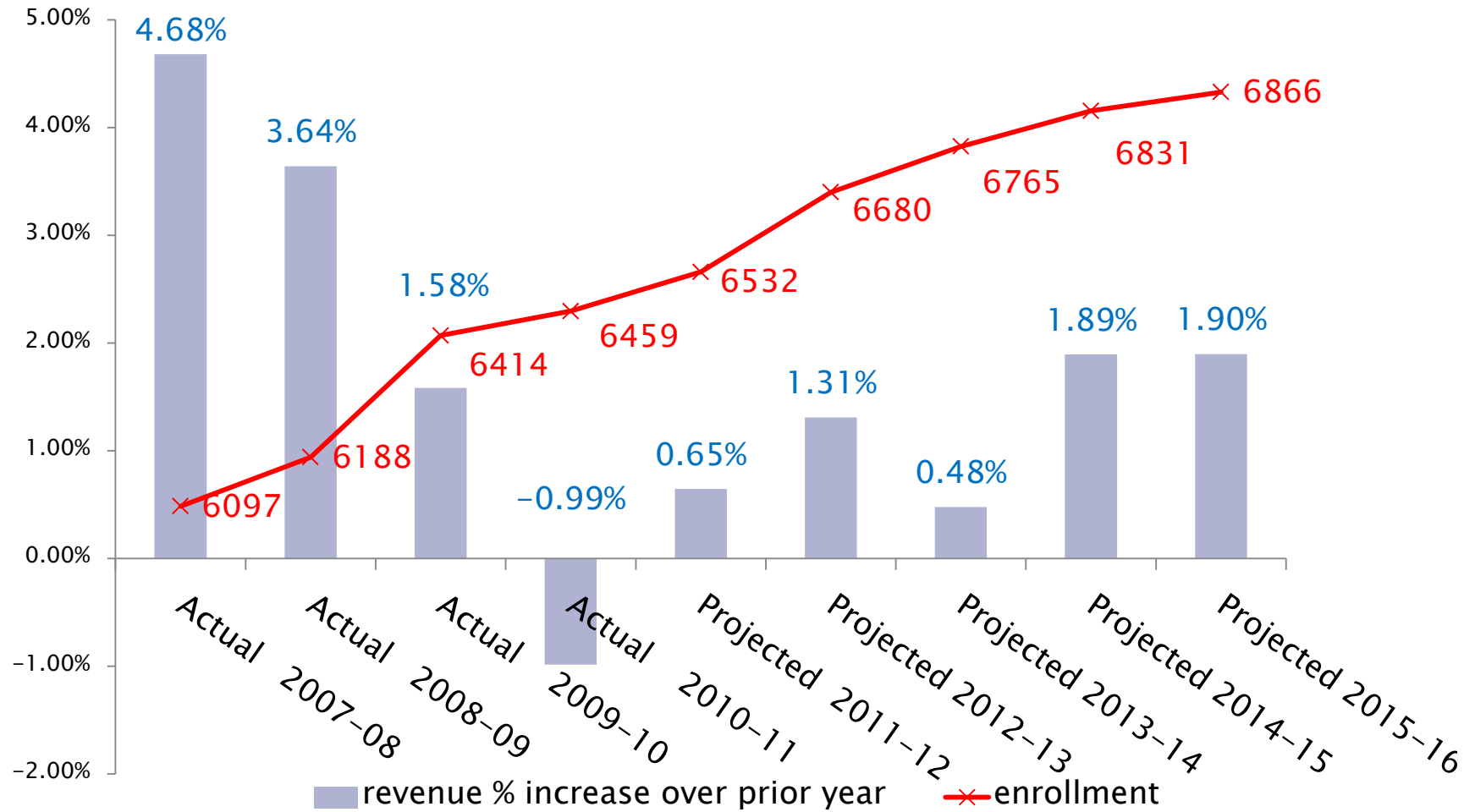
Budget Development Resource Assumptions:

- State aid remains constant plus additional funds awarded in July 2011 (\$433,589), offset by reduction of EdJobs funding (\$214,984) for a total increase of \$218,605.
- Revenues dependent on local sources.
- 2% cap on additional amount of taxes that can be raised.
- Banked cap is available.
- The amount of state aid will not be known until after the Governor's budget address in February.

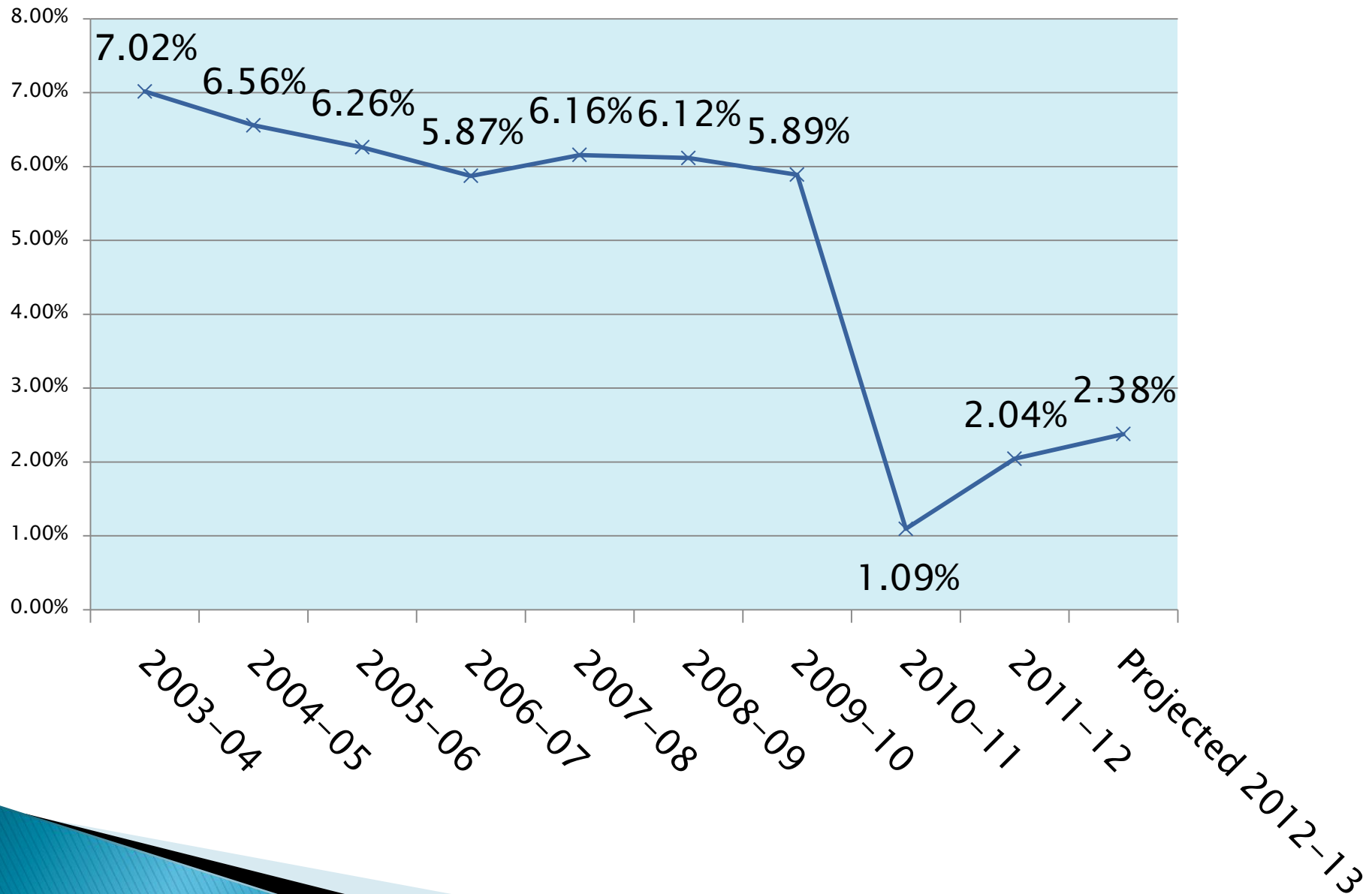


Multi-Year Impact

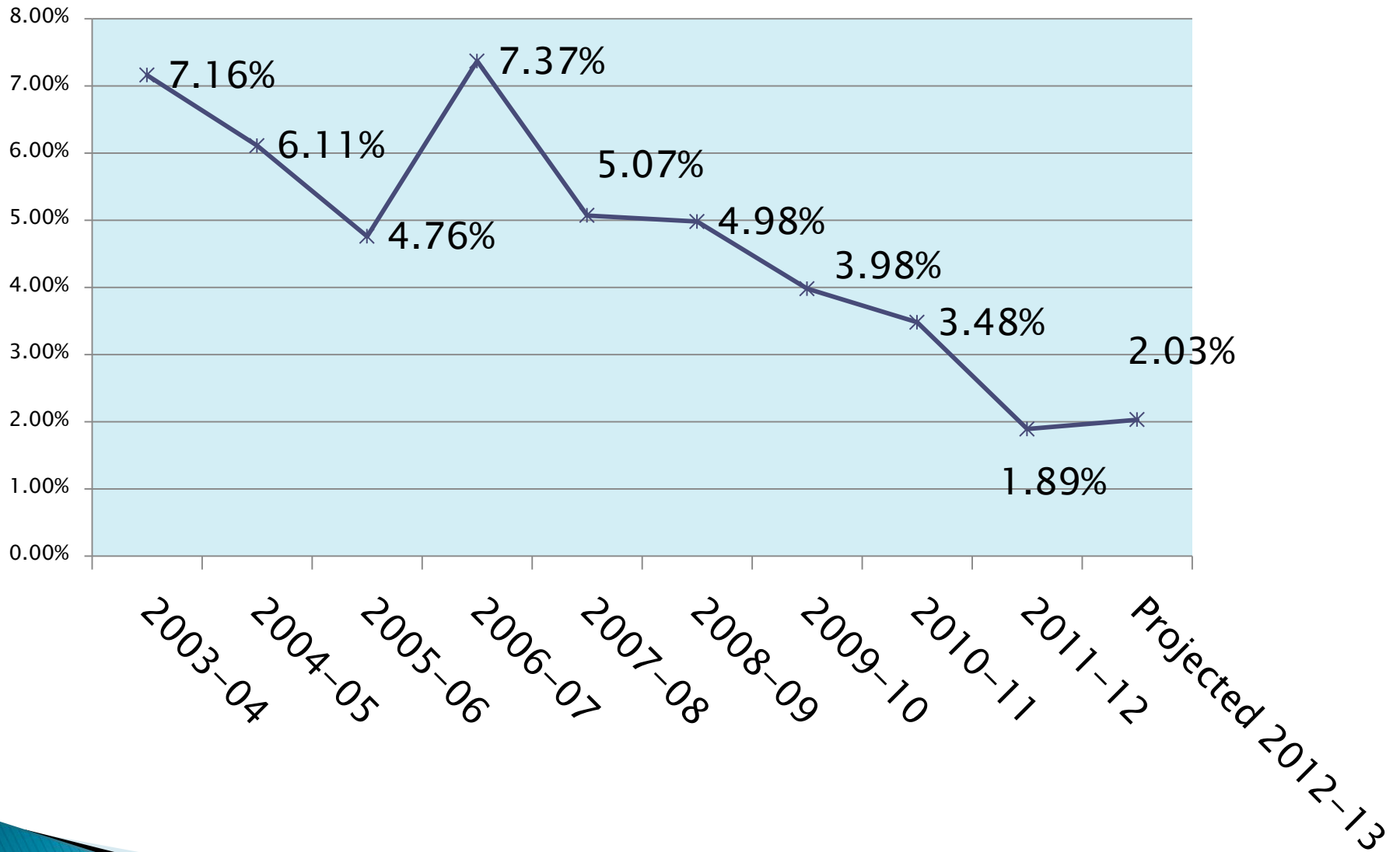
Percentage Change of Revenues from Prior Year



State Aid – Percent of Revenue



Year over Year Tax Impact

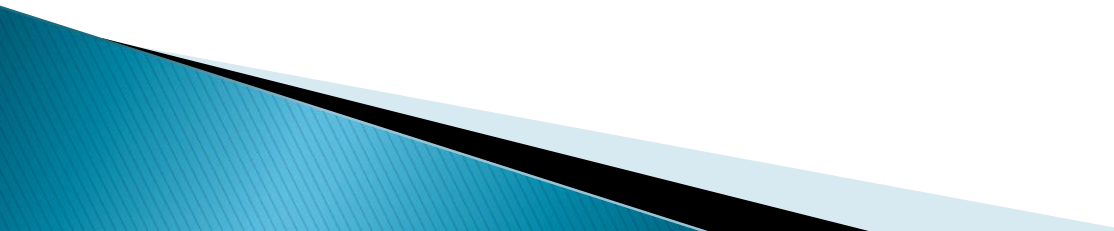


Identify opportunities that may result in the ability to redirect resources to maintain initiatives intended to impact student achievement.

INITIATIVES TO IMPACT STUDENT ACHIEVEMENT

- Middle School Transformation
- Columbia High School Strategic Plan
- National Board Certification for teachers
- Increased access to technology
- Increased support for struggling students

REDIRECT RESOURCES

- Health care contributions
 - District Management Council – opportunities review
 - Technology expansion - allow for reduction in printing/postage
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What is the estimated tax impact?

Tax Levy CAP	\$101,959,453
Tax Impact (est.)	2.00%
Debt Service*	\$ 3,587,140
Local Tax	\$105,310,822
Tax Impact (est.)	2.03%

* Estimated debt service developed by Capital Financial Advisors based on anticipated bond sales scheduled for February 2012.

What next? Budget Calendar

- ▶ **Wed, Jan 18** BOE meeting: Budget Discussion
 - ▶ **Thurs., Feb 2** FF&T/BSE meeting: Budget Discussion
 - ▶ **Wed, Feb 22** BOE meeting: Budget Discussion
 - ▶ **Mon, Mar 5** BOE consider/adopt preliminary budget to send to Essex Co Supt for approval to advertise
 - ▶ **Thurs, Mar 8** FF&T/BSE meeting
 - ▶ **Mon, Mar 12** BOE adopt 2012-13 Budget to be submitted to BSE
 - ▶ **Wed, Mar 14** BOE/BSE workshop to establish understanding of 2012-13 proposed budget
 - ▶ **Wed, Mar 28** BSE Public Hearing/action to levy 2012-13 school tax
 - ▶ **Mon, Apr 23** BOE adopt 2012-13 budget and action by BSE
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