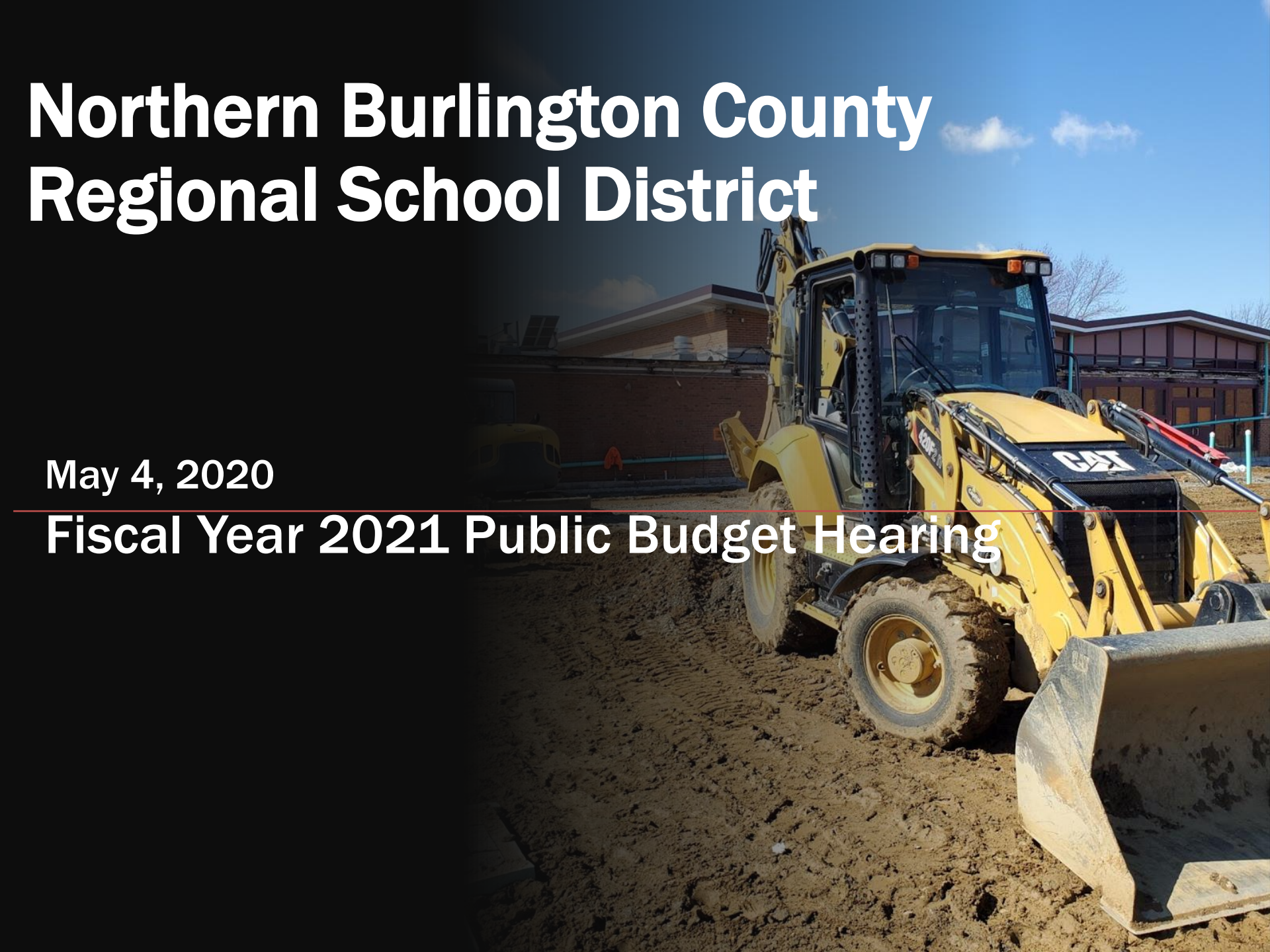
Northern Burlington County Regional School District



May 4, 2020

Fiscal Year 2021 Public Budget Hearing

2020 – 2021 Public Budget Hearing
Timelines & Activities

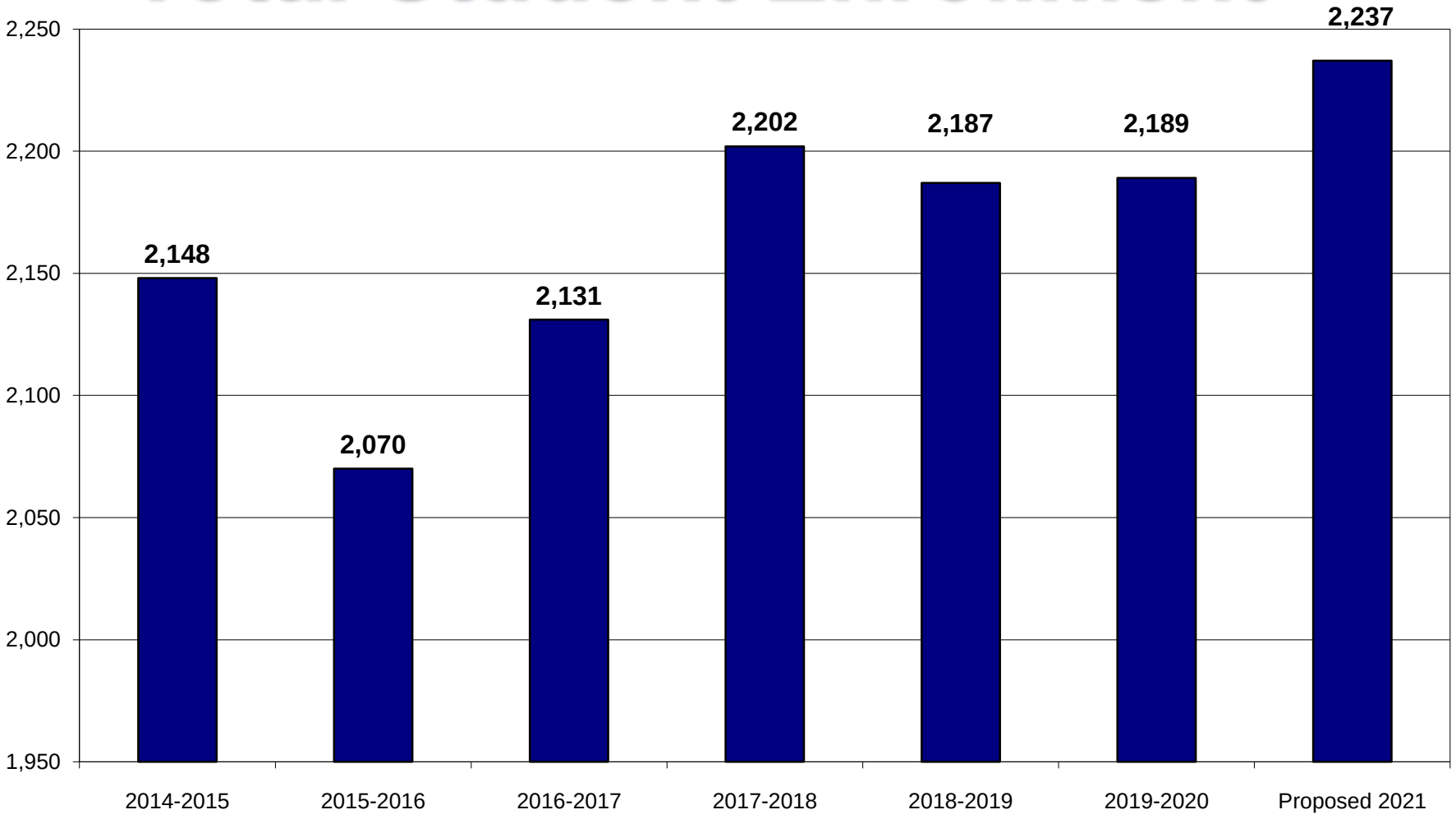
- ✓ **Review Budget Timelines**
  - ✓ November 14, 2019 - Finance Committee Meeting - discuss budget assumptions & review budget manual
  - ✓ February 10, 2020 – Finance Committee – initial review of tentative budget without State aid figures
  - ✓ February 24, 2020 – Finance Committee – second review of tentative budget without State aid figures
  - ✓ March 5, 2020 – Finance Committee - review of tentative budget with State aid
  - ✓ March 9, 2020 – State review of tentative budget
  - ✓ March 9, 2020 – Finance Committee – second review of tentative budget with State aid
  - ✓ March 9 2020 – Worksession presentation of tentative budget and adoption of tentative budget
  - ✓ April 1, 2020 – State approval of Tentative budget
  - ✓ April 22, 2020 – Advertisement of budget data and public budget hearing
  - ✓ April 27, 2020 – Finance Committee – review presentation on public hearing
  - ✓ May 4, 2020 – Worksession – public budget hearing and adoption of 2021 budget
  - ✓ May 6, 2020 – Website posting of user friendly budget

2020 – 2021 Public Budget Hearing

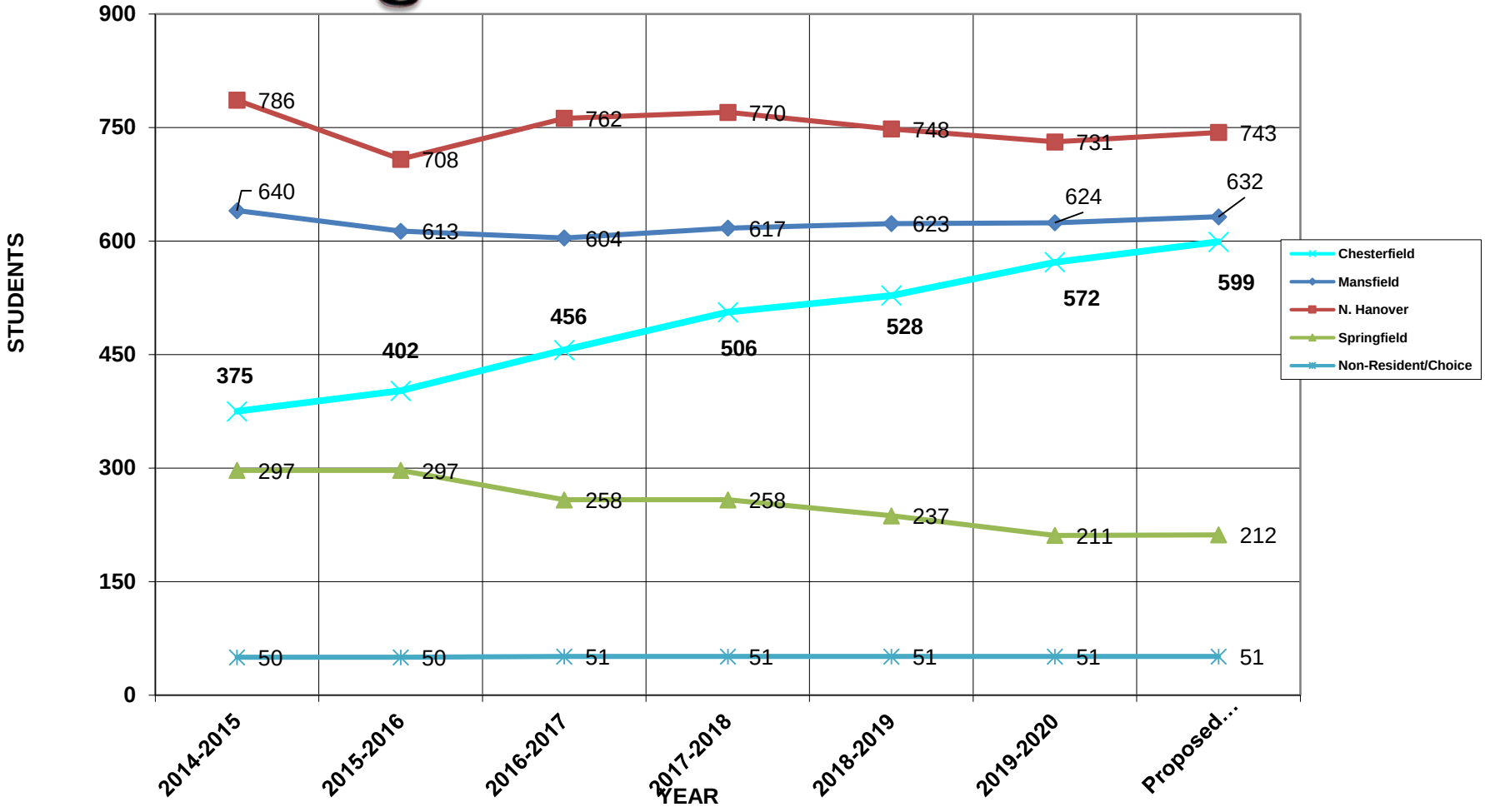
Agenda Items

- ✓ **Enrollment Projections**
- ✓ **Review of Apportionment**
- ✓ **Revenue Summary**
  - ✓ Net State Aid increase of $802,974
  - ✓ Debt Service Summary
- ✓ **Appropriation Highlights**
- ✓ **Budget Program Summary**
  - ✓ Personnel changes (3 FTEs)
    - ✓Add one special education teacher
    - ✓Add one high school teacher
    - ✓Add one Technology staff position (to be shared with the Enterprise program
  - ✓Capital Outlay
- ✓ **Review of Bank Cap Calculations**
- ✓ **District Adequacy Notice**
- ✓ **2021 Tax Impact At A Glance**
- ✓ **Four Year Analysis on Average Tax Levy**

2020-2021 Budget
Total Student Enrollment



2020-2021 Budget
Regional Enrollment



Tax Levy Apportionment

Allocation of Equalized Valuation - CEIFA 20/21

District #	Municipality	Equal. Value of Municipality	Elementary Enrollment 10/15/19	Regional Enrollment 10/15/19	Elementary Percent	Elementary Equalized Valuation	Regional Equalized Valuation	2020-21 Percent Share
0830	Chesterfield	837,555,148	749	572	56.68%	474,726,258	362,828,890	25.2062818%
2960	Mansfield	1,246,299,601	535	624	46.16%	575,291,896	671,007,705	46.6159387%
3650	North Hanover	450,371,711	990	732	57.51%	259,008,771	191,362,940	13.2942782%
5010	Springfield	443,742,394	226	211	51.72%	229,503,566	214,238,828	14.8835013%
	NBC	2,977,968,854	2,500	2,139		1,538,530,491	1,439,438,363	100.0000000%

Allocation of Equalized Valuation - CEIFA 19/20

District #	Municipality	Equal. Value of Municipality	Elementary Enrollment 10/15/18	Regional Enrollment 10/15/18	Elementary Percent	Elementary Equalized Valuation	Regional Equalized Valuation	2019-20 Percent Share
0830	Chesterfield	815,900,028	765	528	59.16%	482,686,457	333,213,571	23.7523852%
2960	Mansfield	1,207,346,937	527	623	45.83%	553,327,101	654,019,836	46.6203433%
3650	North Hanover	433,306,910	947	748	55.89%	242,175,232	191,131,678	13.6243948%
5010	Springfield	421,514,340	208	237	46.74%	197,015,803	224,498,537	16.0028768%
	NBC	2,878,068,215	2,447	2,136		1,475,204,593	1,402,863,622	100.0000001%

2020-2021 Revenue Summary

Budget Category	2018-2019	2019-2020	2020-2021 Proposed	Inc/Dec	% Inc/Dec
General Fund:					
Capital Reserve Fund Balance	$2,124,000	$0	$2,717,849	$2,717,849	#DIV/0!
Fund Balance	$1,616,596	$1,594,254	$1,289,778	($304,477)	-19.10%
Subtotal:	$3,740,596	$1,594,254	$4,007,627	$2,413,373	151.38%
Revenues From Local Sources					
Local Tax Levy	$20,973,115	$21,392,577	$21,820,429	$427,852	2.00%
Tuition	$149,211	$95,162	$236,843	$141,681	148.88%
Transportation Fees Other LEA's	$100,000	$100,000	$100,000	$0	0.00%
Interest Earned on Capital Reserve	$2,000	$18,000	$18,000	$0	0.00%
Miscellaneous Revenue	$86,000	$236,000	$236,000	$0	#DIV/0!
Subtotal:	$21,310,326	$21,841,739	$22,411,272	$569,533	2.61%
State	$13,395,709	$13,890,223	$14,693,197	$802,974	5.78%
Total State & Local Revenue:	$38,446,631	$37,326,216	$41,112,096	$3,785,880	10.14%
Impact Aid	$1,275,000	$1,275,000	$1,175,000	($100,000)	-7.84%
Adjustments from Prior Years	$0	$0	$0	$0	0.00%
Special Revenues from State	$44,986	$28,733	$32,236	$3,503	12.19%
Miscellaneous Revenue (State)	$0	$0	$0	$0	0.00%
Total Federal Revenues	$570,937	$641,836	$634,225	($7,611)	-1.19%
Total Debt Service Fund:	$1,346,888	$3,283,004	$3,489,656	$206,652	6.29%
Total Revenue:	$41,684,442	$42,554,789	$46,443,212	$3,888,423	9.14%
Total Appropriations:	$41,684,442	$42,554,789	$46,443,212	$3,888,424	9.14%
Difference:	($0)	$0	$0	($0)	

What Changed?

	2018-2019	2019-2020	2020-2021 Proposed	Inc/Dec	% Inc/Dec
Revenue From State Sources					
Categorical Special Ed Aid	**$1,088,835**	**$1,088,835**	**$1,088,835**	$0	0.00%
Equalization Aid	**$10,397,546**	**$10,892,718**	**$11,699,114**	$806,396	7.40%
Categorical Secuirty Aid	**$206,047**	**$206,047**	**$206,047**	$0	0.00%
Transportation Aid	**$1,212,916**	**$1,212,916**	**$1,212,916**	$0	0.00%
Adjustment Aid/Choice School Aid	$490,365	$489,707	$486,285	($3,422)	-0.70%
Subtotal:	$13,395,709	$13,890,223	$14,693,197	$802,974	5.78%

Appropriations

Lease finance principal payment for Health Wellness Center	$520,317
Lease finance interest payment for Health Wellness Center	$32,500

Revenues

Fund Balance General Fund	$150,157
Impact Aid	$100,000
	$802,974

2020-2021 Debt Service Summary

Budget Category	2018-2019	2019-2020	2020-2021 Proposed	Inc/Dec	% Inc/Dec
Debt Service					
Budget Fund Balance	$500,002	$350,000	$167,158	($182,842)	-52.24%
Local Sources					
Tax Levy	$792,860	$2,442,902	$2,778,864	$335,962	13.75%
Miscellaneous					
Total Revenues From Local Sources	$1,292,862	$2,792,902	$2,946,022	$153,120	5.48%
Revenues From State Sources					
Debt Service Aid Type II	$54,026	$490,102	$543,634	$53,532	10.92%
Total Local Debt Service	$1,346,888	$3,283,004	$3,489,656	$206,652	6.29%
Total Debt Service Fund:	$1,346,888	$3,283,004	$3,489,656	$206,652	

2020-2021 Budget Highlights

Total Budget Change: Increase/(Decrease) $3,888,424 (9.14%)	
Explanation of Changes in Appropriations >10%	
Teaching Salaries	$553,373
All Other Salaries	$248,280
Total Employee Benefits - Health Insurance, PERS, Workmen's comp, etc.	($360,069)
Purchased Profes. Educ. Servs. - Instruction	$32,050
Textbooks	$8,252
Instructional Supplies	$42,048
Extraordinary Services	($79,970)
Special Ed Tuition (net)	($21,413)
OT, PT, & Speech Purch Prof. Services	($20,000)
Undistributed Expenditures - Other Support Serv. - Guidance	($37,767)
Maintenance, Operations (excluding utilities)	($2,934)
School Administration (3.5% ^)	$43,202
General Administration - Interest on Lease Purchase	$30,820
Transportation - CPI increase of 2.00%	$7,035
Special Revenue Fund	($7,611)
Capital Outlay - Use of Capital Reserve for construction of Green Houses/Parking Lot, etc.	$2,717,849
Capital Outlay - Lease Purchase of Health/Fitness Center	$526,802
Debt Service Interest	$1,324,606
Debt Service Principal	($1,117,954)
Sub-Total	**$3,886,601**
Total General Current Expense Change: 440,602 (1.16%)	
Total General Fund Budget Change: $3,888,424 (9.54%)	

PROGRAM SUMMARY

Program Description	2019-20	Proposed 2020-2021	INC/DEC	%INC/DEC
General Current Expense				
Regular Programs - Instruction	$10,679,174	$11,063,165	$383,991	3.60%
Special Education - Instruction	$2,083,090	$2,347,672	$264,582	12.70%
Basic Skills/Remedial - Instruction	$43,561	$19,093	($24,468)	-56.17%
Bilingual Education - Instruction	$0	$2,600	$2,600	
Vocational Program - Local	$500,104	$512,947	$12,843	2.57%
Activities - Instruction	$444,451	$488,047	$43,596	9.81%
School-Sponsored Athletics	$914,085	$961,611	$47,526	5.20%
Other Instructional Programs	$0	$0	$0	
Community Services Operations	$0	$0	$0	#DIV/0!
Undistributed Expenditures:				
Instruction - Special Education Tuition	$1,783,952	$1,762,539	($21,413)	-1.20%
Attendance & Social Work Services	$270,010	$272,693	$2,683	0.99%
Health Services	$509,681	$538,677	$28,996	5.69%
Other Support Ser-Students-Req-Guidance	$924,284	$886,518	($37,766)	-4.09%
Oth. Supp. Serv.-Std. Rel & Ext	$1,478,148	$1,396,494	($81,654)	-5.52%
Other Support Services - Special -CST	$752,328	$766,226	$13,898	1.85%
Improv of Instr Serv/Oth Sup Ser	$550,171	$590,219	$40,048	7.28%
Library	$237,138	$241,601	$4,463	1.88%
Instructional Staff Training Services	$317,954	$318,506	$552	0.17%
Support Services - Gen. Adm	$693,009	$709,809	$16,800	2.42%
Support Services - School Admin	$1,288,992	$1,332,195	$43,203	3.35%
Central Services - Admn & Info Technology	$623,345	$643,142	$19,797	3.18%
Operation and Maint. Of Plant	$3,519,250	$3,552,612	$33,362	0.95%
Student Transportation Services	$2,495,345	$2,502,380	$7,035	0.28%
Employee Benefits	$7,882,808	$7,522,739	($360,069)	-4.57%
Food Services	$0	$0	$0	0.00%
Appropriation to Emergency Reserve	$0	$0	$0	0.00%
Total Undistributed Expense	$23,326,415	$23,036,350	($290,065)	-1.24%
TOTAL GENERAL CURRENT EXPENSE	$37,990,880	$38,431,485	$440,605	1.16%
Total Capital Outlay	$618,430	$3,863,081	$3,244,651	524.66%
Total Adult Education - Local Instruction	$0	$0	$0	
Transfer Funds to Charter School	$0	$0	$0	
GENERAL FUND GRAND TOTAL	$38,609,310	$42,294,566	$3,685,257	9.54%

What Changed?

FY '21 Capital Outlay increases $3.2M

DESCRIPTION	AMOUNT
Theater Arts Alternate to 400/500 corridor project	$677,000
Greenhouses	$680,000
Parking Lot completion	$750,849
Solar Panel Revisions	$35,000
Furniture & Casework	$475,000
Technology	$100,000
Lease Finance payment for Health Wellness Center	$520,317
Lease Finance payment for parking lot	$447,602
SDA Assessment	$139,313
Interest Income on Capital Reserve Accnt.	$18,000
HS & MS Server replacement	$20,000
Total Capital Outlay	$3,863,081

Description		Chesterfield	Mansfield	North Hanover	Springfield	Total
Average Assessed Value '20		$390,612	$250,227	$315,602	$275,858	
Assessed Value 2/1/19	19-20	$802,344,056	$1,007,732,374	$431,991,183	$385,732,559	$2,627,800,172
Projected Assessed Value 2/1/20	20-21	$821,807,556	$1,010,157,420	$436,342,940	$387,187,638	$2,655,495,554
	% Increase	2.43%	0.24%	1.01%	0.38%	1.05%

2020-2021 Prebudget Tax Levy & Enrollment Adjustment = $0

New Jersey Department of Education

NJDOE BUDGET ONLINE

3690-NORTHERN BURLINGTON REG

Date : 03/02/2020 Time : 17:41:57

2020~21 School District Budget Statement - Adjusted Prebudget Tax Levy

Line	Name	Amount		
	Per Pupil 2019-20 Tax Levy:			
A	2019-20 Tax Levy	$21,392,577		
B	Plus Other Adjustments	$0		
C	Less 2019-20 Non-Permanent Separate Proposals	$0		
D	Subtotal	$21,392,577		
E	Projected 2019-20 WENR - DOE	2464.0		
F	Per Pupil 2019-20 Tax Levy	$8,682		
	Enrollment Factor:			
G	Projected 2020-21 WENR - DOE	2475.0		
H	Projected 2019-20 WENR - DOE	2464.0		
I	Increase in enrollment	11.0		
J	Percent Increase in Enrollment	0.45%		
	Number of Students in each category, weighted:	Students	Weight	Calculation
K	Less than or equal to 1%	11	0.0	0
L	Greater than 1% and less than or equal to 2.5%	0	0.5	0
M	Greater than 2.5% and less than or equal to 4%	0	0.75	0
N	Greater than 4%	0	1.0	0
	Subtotal	11		
O	Weighted increase in number of students	0		
P	Enrollment Adjustment	$0		
Q	Prebudget year adjusted tax levy, including weighted increases for enrollment	$21,392,577		
R	Prebudget year adjusted tax levy, including weighted increases for enrollment, inflated by 2%	$21,820,429		

2020-2021 Tax Levy Adjustment
Health Insurance Adjustment = $0

New Jersey Department of Education

NJDOE BUDGET ONLINE

3690-NORTHERN BURLINGTON REG

Date : 03/02/2020 Time : 17:42:34

2020~21 School District Budget Statement - Health Care Costs

Line	Name	Amount
	Total 2020-21 Health Care Costs:	
A1	Health Benefits	$6,211,845
A2	Less 2020-21 Dental and Vision costs included in object 270	$234092
A3	Less 2020-21 Budgeted Withdrawal from Current Expense Emergency Reserve used for Health Care Costs	$0
A4	Subtotal 2020-21 Health Care Costs	$5,977,753
	Total 2019-20 Health Care Costs - Original Budget:	
B1	Health Benefits	$6,598,967
B2	Less 2019-20 Dental and Vision costs included in object 270	$220356
B3	Less 2019-20 Budgeted Withdrawal from Current Expense Emergency Reserve used for Health Care Costs	$0
B4	Subtotal 2019-20 Health Care Costs - Original Budget	$6,378,611
C	Inflate 2019-20 Health Care Costs by 2%	$6,506,183
D	Increase in Health Care Costs	$0
E	SHBP percentage increase	0%
F	2019-20 Health Care Costs multiplied by average percentage increase in SHBP over 2%	$0
G	Maximum Adjustment for Health Care Costs	$0

2020-2021 Tax Levy Adjustment
Bank Cap Adjustment = $0

New Jersey Department of Education

NJDOE BUDGET ONLINE

3690-NORTHERN BURLINGTON REG

Date : 03/02/2020 Time : 17:44:15

2020~21 School District Budget Statement - Cap Banking Eligibility

Line	Name	Generated in 2017-18	Generated in 2018-19	Generated in 2019-20	Generated in 2020-21
A	Prebudget Year Adjusted Tax Levy, including Weighted Increases for Enrollment, Inflated by 2%	20,532,160	21,155,870	21,392,577	21,820,429
	Cap Adjustments:				
B	Increase in Health Care Costs	29,717	465,310	263,841	0
C	Increase in Normal and Accrued Pension Contribution (Deferred Pension)	0	0	0	0
D	Increase for Responsibility Assumed by District	0	0	0	0
E	Decrease for Responsibility Shifted to Another District or Entity	0	0	0	0
E1	Other Adjustments	0	0	0	0
E2	Increase in SDA District Local Share	0	0	0	0
F	Tax Levy Cap	20,561,877	21,621,180	21,656,418	21,820,429
G	Tax Levy	20,561,877	20,973,115	21,392,577	21,820,429
G1	CDL and CDBG	0	0	0	0
H	Banked Cap Available for Use in Next Three Years (Line F less Lines G and G1)	0	648,065	263,841	0
I	Requested Use of Banked Cap in Prior Years	0	0		
J	Requested Use of Banked Cap in Current Year	$0	$0	$0	
K	Amount Expiring 2020-21	0			
L	Available Banked Cap Carried Forward to Following Year	0	648,065	263,841	0
M	Banked Cap Available for 2021-22				911,906

2020-2021 Tax Levy Cap

New Jersey Department of Education

NJDOE BUDGET ONLINE

3690-NORTHERN BURLINGTON REG

Date : 03/02/2020 Time : 17:44:43

2020~21 School District Budget Statement - Tax Levy Cap

Line	Name	Amount
A	Prebudget year adjusted tax levy, including weighted increases for enrollment, inflated by 2%	$21,820,429
B	Adjustment for increase in health care costs	$0
C	Adjustment for increase in certain normal and accrued liability pension contributions (pension deferral)	$0
D	Adjustment for responsibility assumed by district	$0
E	Adjustment for responsibility shifted to another district or entity	$0
F	Other Adjustments	$0
G	Increase in SDA District Local Share	$0
H	Use of Banked Cap	$0
I	Tax Levy Cap = sum (A) through (H)	$21,820,429
	Note:	
	2020-21 tax levy recorded on line 100 of the budgeted revenues cannot exceed the amount on line I above, unless the result of a merged separate proposal. Any additional levy increases ...	

2020-2021 District Budget Adequacy

New Jersey Department of Education

NJDOE BUDGET ONLINE

3690-NORTHERN BURLINGTON REG

Date : 03/03/2020 Time : 09:55:04

2020~21 School District Budget Statement - District Status

Line	Name	Amount
	District Budgeted Adequacy Spending	
A	2020-21 General Fund Levy	$21,820,429
B	Equalization Aid	$11,699,114
C	Total Budgeted Adequacy Spending (A + B)	$33,519,543
D	District Adequacy Budget	$35,166,150
E	Excess Amount (C - D)	-$1,646,607
	If E is:	
	Positive:Proposed Budget Exceeds expected local levy	
	Zero or negative:Proposed Budget is at or below the expected local levy	
	Important Note: If Line E above is positive, then complete the explanation in the box below this statement:	
	The school district has proposed programs and services in addition to the New Jersey student learning standards adopted by the State Board of Education. Briefly describe the programs that cause th...	

2020-2021 Tax Impact at a Glance

	Total/Average	Chesterfield	Mansfield	North Hanover	Springfield
Assessed Values as of 2/1/20:	$2,655,495,554	$821,807,556	$1,010,157,420	$436,342,940	$387,187,638
Share of N.B.C. Tax Levy	100.00	25.21	46.62	13.29	14.88
General Fund Tax Levy	$21,820,429	$5,500,119	$10,171,798	$2,900,868	$3,247,644
General Fund Tax Rate		$0.669	$1.007	$0.665	$0.839
General Fund Tax Increase/(Decrease)		$0.036	$0.017	($0.010)	($0.049)
Debt Service Tax Levy	$2,778,864	$700,448	$1,295,394	$369,430	$413,592
Debt Service Tax Rate		$0.085	$0.128	$0.085	$0.107
Debt Service Tax Rate Increase/(Decrease)		$0.013	$0.015	$0.008	$0.005
Total General & Debt Tax Levy	$24,599,293	$6,200,567	$11,467,191	$3,270,298	$3,661,236
Total General & Debt Tax Rate		$0.755	$1.135	$0.749	$0.946
Total Increase/(Decrease) in Taxes		$0.049	$0.032	($0.002)	($0.043)
Average Assessed Home		$390,612	$250,227	$315,602	$275,858
Average Tax Increase/(Decrease)		$190.95	$81.32	($7.13)	($119.35)
Average Daily Tax Increase/(Decrease)		$0.52	$0.22	($0.02)	($0.33)
What's a penny worth?	$265,550	$82,181	$101,016	$43,634	$38,719

Northern Burlington County Regional School District

Four-year (4) Analysis of the Average Tax Impact

	Total Tax Levy	Chesterfield	Mansfield	North Hanover	Springfield
2020-2021	$ 24,599,292.80	25.21	46.62	13.29	14.88
Average Assessed Home		$390,612	$250,227	$315,602	$275,858
Average Tax Increase/(Decrease)		$190.95	$81.32	($7.13)	($119.35)
2019-2020	$ 23,835,479.02	23.75	46.62	13.62	16.00
Average Assessed Home		$391,516	$250,400	$316,600	$275,858
Average Tax Increase/(Decrease)		$231.71	$238.91	$252.29	($11.76)
2018-2019	$ 21,765,974.57	23.32	45.76	13.30	17.61
Average Assessed Home		$390,394	$248,800	$315,602	$275,541
Average Tax Increase/(Decrease)		$40.10	($44.10)	($74.62)	($52.47)
2017-2018	$ 21,868,631.01	22.35	46.23	13.59	17.83
Average Assessed Home		$391,063	$247,600	$315,602	$276,058
Average Tax Increase/(Decrease)		$120.89	($36.71)	($3.28)	($196.93)

Thank You. Questions?