

Old Bridge Township Public Schools



2012 – 2013 BUDGET

PUBLIC HEARING

MARCH 22, 2012



When Did We Begin

PLAN...BUDGET...SPEND

1st Qtr – July through September

- Undergo Audit
- Order Instructional Supplies/Texts/Equipment
- Monitor Status of Capital Improvement & Maintenance Projects

2nd Qtr – October through December

- Application for State School Aid-October 15th Student Count
- Verification and Count of All Staff by Budget Account
- In District Meetings with School Administration



When Did We Begin

PLAN...BUDGET...SPEND...

3rd Qtr – January through March

- Receive Budget Guidelines / State Aid Figures
- Adopt Tentative Budget
- Conduct Public Hearing To Adopt Final Budget

4th Qtr – April through June

- Examine Current Year's Account Balances
- Replenish Capital / Maintenance Reserve Funds
- Review Open Purchase Orders
- Prepare to Close Out Current Year Budget



How Did We Get Here

2012-13 COW-Finance Meetings

- 1) October 13, 2011 – Reviewed the Budget Process / Timelines; Budget Data Available for Review on District Website.
- 2) December 6, 2011 – Audit Results Presented; \$4,124,225 Excess Surplus Plus \$1,359,427 Additional 2011-12 State Aid Designated for Tax Relief in 2012-13 Budget; Alternative Revenue Presentation by Advantage3; October 15th Enrollment Data Reviewed.



How Did We Get Here

2012-13 COW-Finance Meetings

- 3) January 24, 2012 –Staff Count by Budget Line Item; New Adoptions for Personnel, Texts, Instructional Supplies, Technology Infrastructure Upgrades; Capital Improvements and Maintenance Projects; S-3148 – November Election Option.

2012-13 SPECIAL MEETING

- 4) February 28, 2012 – Adoption of Tentative Budget; State Aid Released – February 23, 2012; \$1.9 million per year increase in phase in state aid over 5 year period; Tax Levy Reduction of \$1,070,659.



Show Me The Money

■ 2012-13 Revenues

Fund Balance	5,483,652
Local Tax Levy	84,936,261
Tuition	65,000
Tuition Integ.PreSchool	110,000
Capital Reserve Interest	3,647
Miscellaneous	350,000
Spec.Ed.Medicaid Incentive	93,050
Extraordinary Aid	640,743
State Aid (Incl.Transitional Aid Increase)	44,462,577
TOTAL OPERATING BUDGET	\$ 136,144,930
3.02%	
Grants and Entitlements	3,680,171
Repayment of Debt	2,954,119
TOTAL REVENUE	\$ 142,779,220
2.12%	



Excess Surplus Sources

- AUDIT SUMMARY - Additional Revenue + / Less Spending - to Achieve Excess Surplus:

Extraordinary Aid	+\$969,042
Spec.Ed.Medicare Reimbursement	+\$66,314
Out of District Tuition	-\$285,893
Contr.Cleaning,Repair,Maintenance	-\$643,117
Natural Gas	-\$527,307
Electricity	-\$838,198
Transportation	-\$591,648
Unemployment Insurance	-\$554,000
Health Insurance	-\$278,816



Show Me The Money

■ 2012-13 Expenditures

Charter School	9,271
General Current Expense	131,480,210
Capital Outlay	4,651,802
Capital Reserve Interest	3,647
Special Schools	-
TOTAL OPERATING BUDGET	\$ 136,144,930
3.02%	
Grants and Entitlements	3,680,171
Repayment of Debt	2,954,119
TOTAL BUDGET	\$ 142,779,220
2.12%	



What was Cut in 2012-13

■ Budget Savings / Alternative Revenue

Out of District Tuition	-\$631,764
School Board Election	-\$40,000
Energy Costs	-\$200,000
Lease Purchase Principal	-\$747,902
Lease Purchase Interest	-\$22,310
P.L.2011-c.78-Health Ins.Contrib.	-\$1.1 million est.
Additional / Alternative Revenue – Marketing / Advertising / Retiree Breakage Feb-June 2012 Agenda	+ + TBD



What Will It Cost Me

2012 Tax Rate Calculation

2012-13	84,936,261		2,954,119	
2011-12	86,006,920		2,947,969	
	<u>170,943,181</u>		<u>5,902,088</u>	
Divided by 2	85,471,591		2,951,044	
Divided by Ratable Base X 100	3,402,578,488	X	100	
RATABLES DECREASED (\$2,289,384)				TOTAL TAX RATE
2012 Tax Rate	\$ 2.512		\$ 0.087 =	\$ 2.599
2011 Tax Rate	\$ 2.501		\$ 0.087 =	\$ 2.588
Increase	\$ 0.011		\$ 0.000	\$ 0.011

\$16.62 increase per year for average home assessed at \$152,600 or \$1.38 per month



STATE AID DATA

■ 5 YEAR STATE AID HISTORY

■ 2008-09	\$47,121,676
■ 2009-10	\$46,570,372
■ 2010-11	\$39,781,394
■ 2011-12	\$42,500,248
■ 2012-13	\$44,462,577



TAX LEVY DATA

5 YEAR TAX LEVY HISTORY

		<u>Inc.+/Dec. -</u>
▪ 2008-09	\$83,083, 096	-186,115
▪ 2009-10	\$83,644,545	+561,449
▪ 2010-11	\$84,320,510	+675,965
▪ 2011-12	\$86,006,920	+1,684,410
▪ 2012-13	\$84,936,261	-1,070,659

Over the past 5 years the tax levy has increased \$1.8 million. 2012-13 max increase 2%, prior years 4%



TAX BASE OF RATABLES

■ 5 YEAR HISTORY OF RATABLE BASE

		<u>Inc + / Dec -</u>
2008	\$3,375,373,060	+\$35,609,545
2009	\$3,393,150,787	+\$17,777,727
2010	\$3,395,973,211	+\$2,822,424
2011	\$3,404,867,872	+\$8,894,661
2012	\$3,402,578,488	-\$2,289,384

The decrease in ratable base is the reason that despite reducing the tax levy \$1,070,659, the tax rate shows an increase 1.1 cents per hundred of assessed value.



Tax Rate

5 YEAR TAX RATE HISTORY

Tax Rate Increase in Cents

	<u>Operating</u>	<u>Debt</u>	<u>Total</u>	<u>Inc/Dec</u>
■ 2008	\$2.464	\$0.080	\$2.544	0 cents
■ 2009	\$2.457	\$0.086	\$2.543	-.1 cents
■ 2010	\$2.473	\$0.087	\$2.560	+1.7cents
■ 2011	\$2.501	\$0.087	\$2.588	+2.8cents
■ 2012	\$2.512	\$0.087	\$2.599	+1.1cents

5 Year average tax rate increase of 1.1 cents. Tax Rate has remained stable despite fluctuations in state aid / ratables!¹⁴

What's New in 2012-13



NEW ADOPTIONS

Gr K-5 Elem. Gifted Talented Program Expansion

Gr 4 Introduction of Instrumental Music

Gr 6 Earth / Space Science Texts

Gr 8-12 French Texts/Online Subscriptions

Gr 9-12 Advanced Placement Texts

World History, Language Comp, Psychology and European History

Gr 9-12 College Algebra, Algebra I/II, Geometry Elements Curriculum Writing



What's New in 2012-13

NEW ADOPTIONS

Gr 11-12 Technology & Design I and Computer Graphics III Curriculum Expansion

Band Realignment / Symphonic Band and Wind Ensemble – Creation of 2 new courses

Educere – Web based program to provide students opportunity to achieve high school diploma

English as a Second Language – Professional Development for ESL Staff to facilitate English and Math Courses



What's New in 2012-13

NEW ADOPTIONS

Discovery Education – Technology Upgrade to allow for locally hosted access.

BUDGETED NEW STAFF

- (4) Elementary Guidance Counselors
- (2) Child Study Team Members (LDTC & Psych.)
- (.5) Speech Teacher
- (1) Technology Class C Support Staff Member
- (1) Hourly Technology Staff Member

Plus -Language Arts Lit. Staff Coordinator Stipend, Instrumental Music Teacher 10-15 Hours Over Summer



What's New in 2012-13

TECHNOLOGY UPGRADES

- Switch Upgrades for 5 Elementary Schools to upgrade network infrastructure and growth
- Server Virtualization Replacement

CAPITAL UPGRADES

- Partial Roof Replacements –OBHS-Main Bldg, Jonas Salk Middle School, Shepard Elem.School
- Boys Lavatory Renovation – Memorial School
- Waterproofing Wall/Floor- (2) OBHS Classrooms
- Lombardi Field-Perimeter Security System



What's New in 2012-13

SITE IMPROVEMENTS

- Sandburg Baseball Field Renovations
- Sidewalk / Macadam / Curbing Repairs at Grissom, Shepard, Voorhees Elem Schools
- Sandburg – Tennis Court Resurfacing
- District Wide Repairs to Macadam / Sidewalks



Reserve Funded Projects

CAPITAL RESERVE FUNDS

- \$1.6 Million Dollars From Capital Reserve Funds for construction of New Concession Stand and Improvements to Field House and Site Access

MAINTENANCE RESERVE FUNDS

- Upgrades to Security System at Old Bridge High School



Maintenance Projects

PROJECTS TO BE COMPLETED IN 2011-12

- OBHS & GRADE 9 CENTER- NEW CULINARY ARTS KITCHEN UPGRADES
- GRADE NINE CENTER & COOPER – DEMOLITION OF CABIN AND PORTABLE CLASSROOMS
- GRADE NINE CENTER & SALK – NEW AUDITORIUM SEATING
- ALL ELEMENTARY SCHOOLS-SECURITY REAR ENTRANCE SWIPE CARD READERS
- VOORHEES-LEXAN WINDOW REPLACEMENT



Are We Spending Efficiently.

NJ Taxpayer's Guide to Education Spending

<u>2011</u>	<u>State Avg</u>	<u>Old Bridge</u>	<u>Rank (1-106)</u>
Cost Per Pupil	\$13,587	\$12,036	30
Admin Cost	\$1,394	\$1,204	27
Stud/Teach	12.7	13.6	23
Stud/Admin	174.5	229.1	22
Stud/Supp	79	108.9	11

*These figures are released in May of each year by the Department of Education.



Conclusions..

- *Total Operating Budget Increase 3.02%, due to increased Building/Site Improvements
- *Total State Aid Increase 7.95%, but still \$2,659,099 less aid than in 2008-09
- *Total Tax Levy Decrease 1.24%, yielding 1.1 cent Tax Rate Increase Due to Ratable Base Decrease of (\$2,289,384)
- *Comprehensive School District
 - Meeting Academic, Performing Arts & Athletic Goals
 - Planning for Future Growth in Technology
 - Providing for Student and Staff Needs
 - Accountability to Residents and Taxpayers