

2011-12 Budget Public Hearing

Susan Carlsson, Board of Education President
March 28, 2011



The Facts

- Loss of \$1.6M state aid 2009-10
- Loss of \$3.9 million in state aid 2010-11
- Regained \$800K state aid 2011-12
- 2% tax cap
- No cap adjustments taken
- How to allocate additional aid?



History of State Aid

| Year | Students | Aid | Per Student |
|---------|----------|-------------|-------------|
| 2000-01 | 4,265 | \$2,856,037 | \$670 |
| 2001-02 | 4,491 | \$2,873,196 | \$640 |
| 2002-03 | 4,752 | \$3,234,404 | \$681 |
| 2003-04 | 5,002 | \$3,871,738 | \$774 |
| 2004-05 | 5,172 | \$4,004,603 | \$774 |
| 2005-06 | 5,367 | \$4,197,581 | \$782 |
| 2006-07 | 5,454 | \$4,066,854 | \$746 |
| 2007-08 | 5,515 | \$4,448,920 | \$807 |
| 2008-09 | 5,638 | \$6,787,526 | \$1,204 |
| 2009-10 | 5,745 | \$6,430,331 | \$1,119 |
| 2010-11 | 5,775 | \$2,564,651 | \$444 |
| 2011-12 | 5,731 | \$3,325,312 | \$580 |



Current to Proposed Budget

- Applied \$3,059,078 surplus as revenue
- Expanding new energy program, to offset any energy increases
- Decreased current staffing levels
- Healthcare budget lowered because of employee 1½% surcharge imposed by legislation



\$999,000 Reductions From 2010-11 Budget to 2011-12

- Administrative support \$30K
- Athletics \$70K
- Kindergarten \$284K (parent funded)
- Nine period day \$360K
(state aid funded?)
- School office support \$30K
- Special education \$225K



Athletic Cuts

- Reduce coaching staff (indoor track, wrestling)\$14K
- Eliminate JV golf \$9K
- Eliminate sophomore football games \$3K
- Limit freshmen game schedules in all sports \$5K
- All freshmen teams only play one scrimmage each \$10K
- JV hockey play only league games \$4K
- Reduce competition cheering budget \$9K
- Reduce # of indoor track meets \$2K
- Reduce staffing hours in fitness center \$9K
- Eliminate payment of ski racing team fee \$5K

Spending Comparison

| | Current 10/11 | Proposed 11/12 | \$ Change | % Change |
|-----------------|---------------|----------------|-------------|----------|
| Instruction | \$33,923,641 | \$34,285,040 | \$361,399 | 1.07% |
| Extracurricular | \$1,355,343 | \$1,231,134 | -\$124,209 | -9.16% |
| Support | \$10,252,886 | \$10,492,211 | \$239,325 | 2.33% |
| Administration | \$7,123,437 | \$7,197,043 | \$73,606 | 1.03% |
| O & M | \$8,951,572 | \$8,650,213 | -\$301,359 | -3.37% |
| Transportation | \$5,028,987 | \$5,153,294 | \$124,307 | 2.47% |
| Benefits | \$12,214,986 | \$12,724,460 | \$509,474 | 4.17% |
| Capital Outlay | \$758,943 | \$2,699,490 | \$1,940,547 | 255.69% |
| Federal Grants | \$1,050,000 | \$1,050,000 | \$0 | 0.00% |
| Debt Service | \$5,908,316 | \$6,108,622 | \$200,306 | 3.39% |
| Totals | \$86,568,111 | \$89,591,507 | \$3,023,396 | 3.49% |

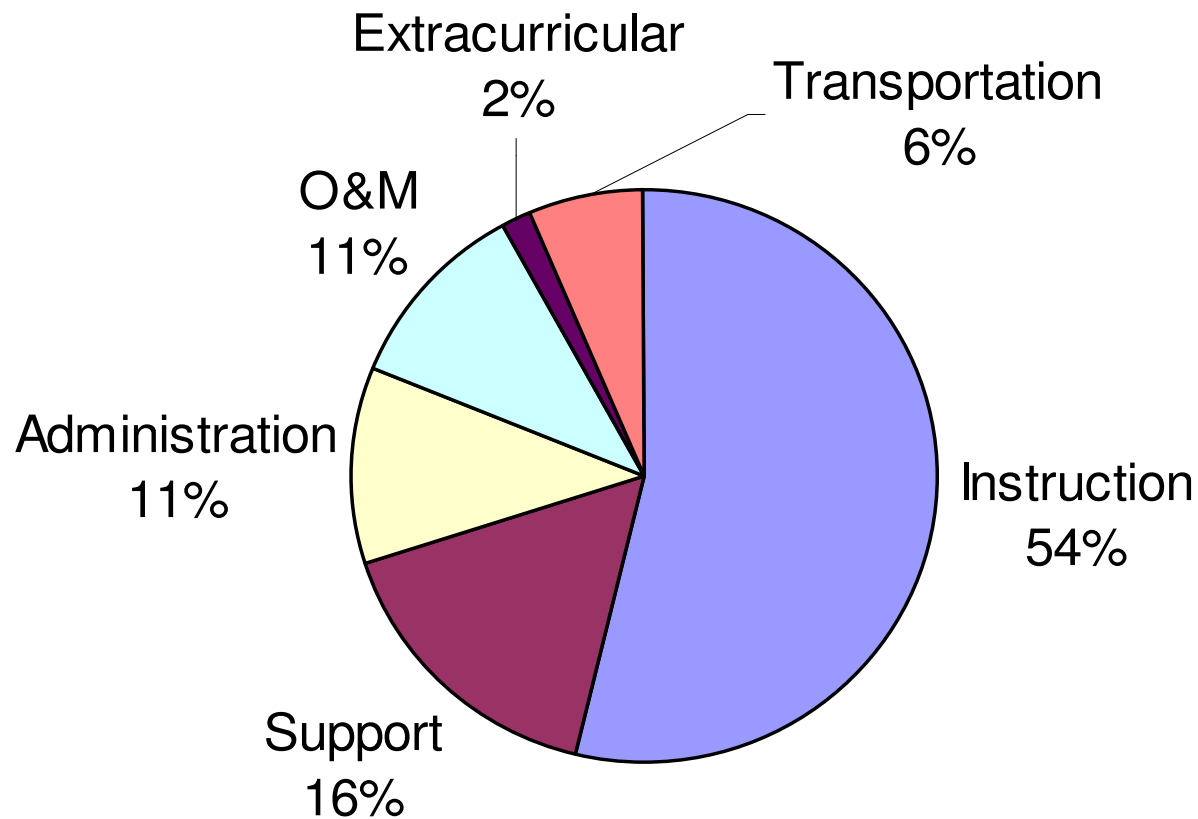


Tax Comparison

School Budget Year 2010-2011 to School Budget Year 2011-2012

| | 2010-11 Budget | 2011-12 Budget | \$ Change | % Change |
|--------------|----------------|----------------|-------------|----------|
| Base Budget | \$72,910,723 | \$74,368,937 | \$1,458,214 | 2.00% |
| Debt Service | \$5,591,242 | \$5,766,182 | \$174,940 | 3.13% |
| Total | \$78,501,965 | \$80,135,119 | \$1,633,154 | 2.08% |

Bernards 2011-2012 Total Per Pupil Costs





Tax Levy History

| Year | General Tax Levy | % of Increase |
|-------------|-------------------------|----------------------|
| 1998-99 | 30,128,190 | 16.5% |
| 1999-00 | 32,459,687 | 7.7% |
| 2000-01 | 37,263,741 | 14.8% |
| 2001-02 | 43,045,190 | 15.5% |
| 2002-03 | 46,138,805 | 7.2% |
| 2003-04 | 50,491,299 | 9.4% |
| 2004-05 | 54,379,909 | 7.7% |
| 2005-06 | 58,065,146 | 6.8% |
| 2006-07 | 61,313,765 | 5.6% |
| 2007-08 | 63,779,923 | 4.0% |
| 2008-09 | 66,837,438 | 4.8% |
| 2009-10 | 70,156,926 | 5.0% |
| 2010-11 | 72,910,723 | 3.9% |
| 2011-12 | 74,368,937 | 2.0% |

Total Cost Per Pupil 2009-10

(New Jersey Department of Education School Report Card February 2011)

| District | Cost | # Schools | Enrollment |
|-----------------|-----------------|-----------|--------------|
| Montgomery | \$13,188 | 5 | 5,191 |
| Chatham | \$13,394 | 6 | 3,454 |
| Hillsborough | \$13,731 | 7 | 9,585 |
| Bernards | \$13,879 | 6 | 5,673 |
| Holmdel | \$15,406 | 4 | 3,283 |
| Livingston | \$15,725 | 9 | 5,686 |
| Millburn | \$16,050 | 7 | 4,814 |
| Princeton | \$18,677 | 6 | 3,665 |



Administrative Cost Per Pupil 2009-10

(New Jersey Department of Education School Report Card February 2011)

| District | Cost | # Schools | Enrollment |
|-----------------|----------------|------------------|-------------------|
| Bernards | \$1,014 | 6 | 5,673 |
| Hillsborough | \$1,077 | 7 | 9,585 |
| Holmdel | \$1,155 | 4 | 3,283 |
| Montgomery | \$1,212 | 5 | 5,191 |
| Millburn | \$1,392 | 7 | 4,814 |
| Princeton | \$1,397 | 6 | 3,665 |
| Chatham | \$1,523 | 6 | 3,454 |
| Livingston | \$1,578 | 9 | 5,686 |



Finance Committee Recommendation

2011-12

- ✓ Increase taxes at 2% cap level
- ✓ Don't utilize any cap adjustments
- ✓ 8 period schedule at high school
- ✓ Full day kindergarten subsidized by community
- ✓ Staffing reductions

| | 1 st year | Subsequent yrs. |
|-------------------|----------------------|-----------------|
| Support | \$60K | \$ 90K |
| Kindergarten | \$284K | \$420K |
| 8 period day | \$360K | \$480K |
| Special education | \$225K | \$300K |
| Athletics | \$ 70K | \$ 70K |
- ✓ Staffing increase

| | | |
|----------------|-------|-------|
| Annin guidance | \$65K | \$67K |
|----------------|-------|-------|
- ✓ Additional state aid to support infrastructure



Additional State Aid \$777K Options

Capital Projects

- Apply towards Long Range Facilities Plan needs of \$13 million

Program

- Restore nine period day schedule at the high school \$360
- Add guidance counselor to middle school \$70K
- Balance \$347K
- Capital projects?
- Tax relief?



2011-12 Budget

Election Day

Wednesday, April 27, 2011

2:00 – 9:00 PM