

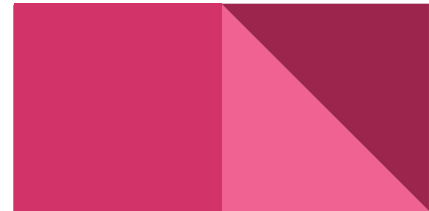


Robbinsville Schools

2019-2020 Budget Hearing
March 18, 2019

Robbinsville Schools Overarching Goals

1. Academic Excellence
2. Sound Facility Planning
3. Fiscal Prudence and effective long-term planning
4. Community Responsiveness
5. Healthy, thriving school culture



Understanding the Tax Impact of a School Budget

2019-2020 General Fund Budget: \$46,258,570

Comprises all areas of spending (payroll, benefits, programs, supplies and equipment, etc.) except facility projects

Subject to Board approval

Mandated tax levy cap on annual increase

2019-2020 Debt Service Budget: \$5,505,551

Voter approved for past facility projects (RHS, SES, and Pond additions)



Tax Impact 101

General Fund Obligation
+ Annual Debt Service Obligation
School Tax Increase for Residents

The Board of Education manages the increase to the General Fund.

How This Budget Was Developed

Revenues = Expenditures

How Expenditures Are Determined:

- Department managers/Principals determine needs for supplies and purchased services. Central costs are controlled by the Business Office - salaries, employee benefits, tuition, transportation
- Reduction of certain expenditures not fully expended in 2017-2018 or projected in 2018-2019
- Increased Staff (Utilized add'l. state aid)

Proposed General Fund Revenues:


Source	Dollar Amount	% of Budget
Tax Levy	\$36,955,196	80%
Other Local (Fund Balance & Misc.)	\$ 1,661,777	4%
State Aid	\$ 7,641,587	17%

Current Sources of Alternate Revenue

- **Shared Services with the Township**
 - **Facilities Rentals**
 - **Student Activities Fees**
 - **Robbinsville Extended Day (R.E.D.)**
 - **SPROWTS (tuition preschool program) & Kinderville**
 - **Energy Initiatives (SRECS/Demand Response)**
 - **Transportation Jointures**
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2019-2020 Maximum General Fund Tax Levy Spending Authority

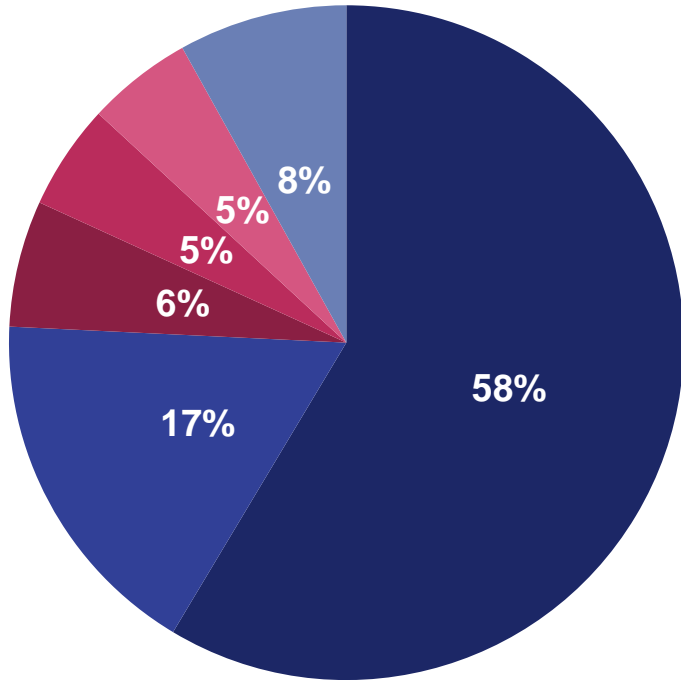
Reduced original projected expenditures by \$828,893 while still maintaining and expanding required programs:

- additional spending efficiencies
 - additional shared services with the township
 - reallocation of resources
 - reduction in supplies and purchased services
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Year to Year Expenditure Comparison

	2017-2018	2018-2019	2019-2020
General Fund Excludes Capital	\$41,047,725	\$ 43,299,899	\$ 46,258,570
Add'l. Aid after Budget Struck	\$ 631,042	\$ 3,500,000	
Less Tax Relief		\$ (613,000)	
General Fund: Adjusted	\$ 41,678,767	\$ 46,186,899	\$46,258,570
Increase \$		\$4,508,132	\$ 71,671
Increase %		9.8%	0.2%

Expenses as Percentage of Total Budget



■ **Salaries = \$27,104,320 (58%)** Includes Extra Pay & Stipends

■ **Benefits = \$7,809,640 (17%)**

■ ***Facilities = \$2,765,544 (6%)** Includes Security

■ **Tuition = \$2,344,403 (5%)**

■ ***Transportation = \$2,222,639 (5%)**

■ **Other = \$4,012,024 (8%)**


* Excludes Salaries

What's Included in the Proposed Budget?

- Maintain current programs, co/extra curricular offerings
- 3 New FTEs & Additional Staff
- Additional financing for SRO's
- Random Drug Testing



Areas Reduced from Original Proposed Budget

- Health Benefits, Utilities, Maintenance
 - One Time Expenditures (IT equipment and other equipment)
 - Textbooks
 - Special Education Tuition / Transportation
 - Several new requested teaching positions to decrease class size, reduce caseloads and support at-risk students
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Total per Pupil Spending (2018 Taxpayers Guide to Education Spending)

District	2016-2017	2015-2016
Robbinsville	\$16,636	\$16,677
E. Windsor	\$19,424	\$19,352
WWP	\$18,718	\$18,515
Hamilton	\$19,133	\$17,940
Montgomery	\$20,407	\$19,772
Lawrence	\$22,318	\$20,474
Ewing	\$22,963	\$22,151
Trenton	\$22,471	\$23,326
Hopewell	\$24,168	\$23,960
Princeton	\$25,194	\$25,910

1. State payments on behalf of districts for pension, social security, and post-retirement medical
2. Transportation costs
3. Judgments against the school district
4. All food service expenditures
5. Capital outlay budgeted in the general fund
6. Special revenues supported by local, state, and federal revenues (i.e. preschool, IDEA, Title I)
7. Payments by the district to other private and public school districts for the provision of regular, special, and preschool education services
8. Debt service for school debt
9. An estimate of the district's share of the debt service the state is paying for school construction bonds issued for school construction grants and School Development Authority projects

General Fund Revenue Projections

Revenues	2017-18	*2018-19	2019-2020	Variance
General Fund				
Property Tax	36,493,692	*37,959,184	36,955,196	(1,003,988)
Budgeted Fund Balance	1,388,277	1,388,277	1,188,277	(200,000)
Tuition - Other LEAs	28,000	28,000	28,000	0
Tuition - Kindergarten/SPROWTS	56,000	56,000	56,000	0
Transportation Jointures	30,000	30,000	30,000	0
Miscellaneous	359,000	359,000	359,000	0
Interest - Capital & Maintenance Reserve	1,000	500	500	0
State Aid	2,491,756	2,647,896	7,341,597	**4,693,701
Additional 17-18 state aid		631,042		** (631,042)
Extraordinary Aid	200,000	200,000	300,000	0
Total General Fund Budget	41,047,725	43,299,899	46,258,570	2,252,174

* Before July 2018 Property Tax Reduction of 613K

** Net State Aid Increase

	4,693,701
	<u>- 631,042</u>
	4,062,659
18-19 Add'l. State Aid	<u>3,500,000</u>
19-20 Add'l. State Aid	562,659

Debt Service Projections

Debt Service	2017-2018	2018-2019	2019-2020	Variance
Property Tax	5,381,260	5,378,721	5,402,095	23,374
Debt Service Aid	103,242	103,456	103,456	0
Withdrawal from Debt Service Reserve		2,562		(2,562)
Total	5,484,502	5,484,739	5,505,551	20,812

Property Tax Impact

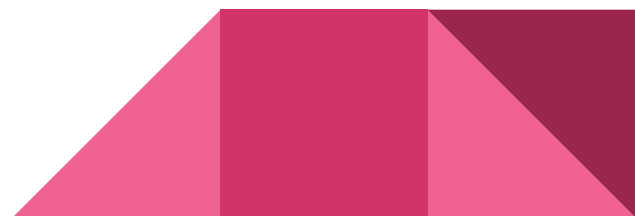
Tax Impact	2017-18	2018-19	2019-2020	Variance
Property Tax Levy				
General Fund	36,493,692	37,959,184	36,955,196	(390,988)
Debt Service Fund	5,381,260	5,378,721	5,402,095	20,812
Total Levy	41,874,952	43,337,905	42,357,291	(367,614)

Tax Impact: Scenario 1

General Fund Tax Levy Reduction (1.05%)

Tax Impact	2017-18	2018-19	2019-20	Variance
Property Tax Levy				
General Fund – April	36,493,692	37,959,184	36,955,196	
General Fund – July (613,000)		37,346,184		(390,988)
Debt Service Fund	5,381,260	5,378,721	5,402,095	23,374
Total Levy	41,874,952	43,337,905	42,357,291	(367,614)
Total Tax Levy Raised by Twp.	41,011,400	41,993,428	42,541,053	547,625
Assessed Value	\$2,495,280,819	\$2,556,882,909	2,607,397,353	49,617,091
Total Tax Rate (General & Debt)	1.643	1.643	1.632	(0.011)

Avg. Assessed Home	\$ 375,000.00
School Tax	\$ 6,118.00
Decrease per Year	\$ (41.16)



Tax Impact: Scenario 2

General Fund Tax Levy Reduction (1.51%)

Tax Impact	2017-18	2018-19	2019-20	Variance
Property Tax Levy				
General Fund – April	36,493,692	37,959,184	36,783,196	
General Fund – July (+ 613,000)		37,346,184		(562,988)
Debt Service Fund	5,381,260	5,378,721	5,402,095	23,374
Total Levy	41,874,952	43,337,905	42,185,201	(539,614)
Total Tax Levy Raised by Twp.	41,011,400	41,993,428	42,455,053	461,625
Assessed Value	\$2,495,280,819	\$2,556,882,909	2,607,397,353	49,617,091
Total Tax Rate (General & Debt)	1.643	1.643	1.628	(0.015)

Avg. Assessed Home \$ 375,000.00
 School Tax \$ 6,106.00
 Decrease per Year \$ (53.52)



Recapitulation of Fund Balance

	6/30/2015	6/30/2016	6/30/2017	6/30/2018
Restricted Fund Balance:				
Excess Surplus	1,110,464.88	1,328,621.75	1,176,026.40	653,626.25
Excess Surplus (for subsequent year's expenditures)	1,392,447.17	1,110,464.88	1,328,621.75	1,176,026.40
Capital Reserve	773,706.12	1,099,822.32	553,804.93	2,203,176.48
Maintenance Reserve	251,594.83	251,957.80	252,913.47	686,024.95
Assigned Fund Balance:				
Year-End Encumbrances	390,815.18	229,361.49	427,111.03	576,234.22
Unreserved (for subsequent year's expenditures)	164,465.83	260,474.12	59,655.25	112,250.60
Unassigned Fund Balance	1,007,894.12	874,851.94	997,095.02	1,036,818.80
Subtotal	5,091,388.13	5,155,554.30	4,795,227.85	6,444,157.70
Reconciliation to Gov. Funds Stmts. (GAAP):				
Last State Aid Payment Not Recognized on GAAP Basis	(163,852.00)	(169,472.00)	(170,129.00)	(235,851.00)
Fund Balance per Gov. Funds (GAAP)	4,927,536.13	4,986,082.30	4,625,098.85	6,208,306.70

Questions?

