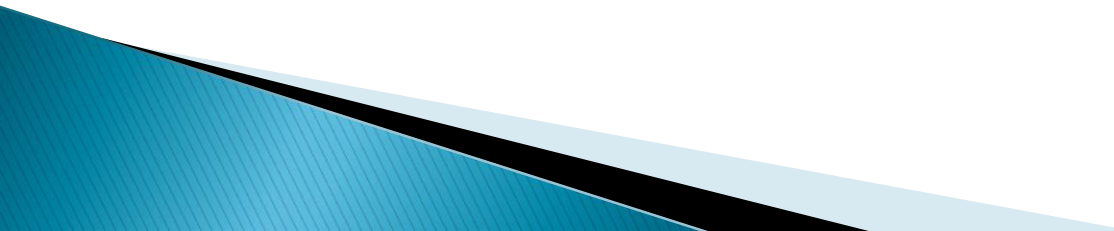


# 2011-2012 BUDGET



NUTLEY BOARD OF EDUCATION

# BUDGET PLANNING

- ▶ Budget process began in the fall of 2010
  - ▶ Numerous meetings were held with the Finance Committee.
  - ▶ Input was sought from the entire administrative team.
  - ▶ Every line item was carefully examined.
- 

# Where did the Budget start ?

## REVENUE

▶ Excess Surplus from 2009–10	\$ 535,625
▶ 2% Tax Levy Cap Growth	\$ 943,973
▶ Increase in State Aid	\$ 539,385
▶ Loss of Federal Education Jobs Funds	(\$ 261,742)
▶ Loss of ARRA IDEA FUNDS	(\$ 172,404)

TOTAL \$ 1.6M

# Where did the Budget start ?

## EXPENDITURES

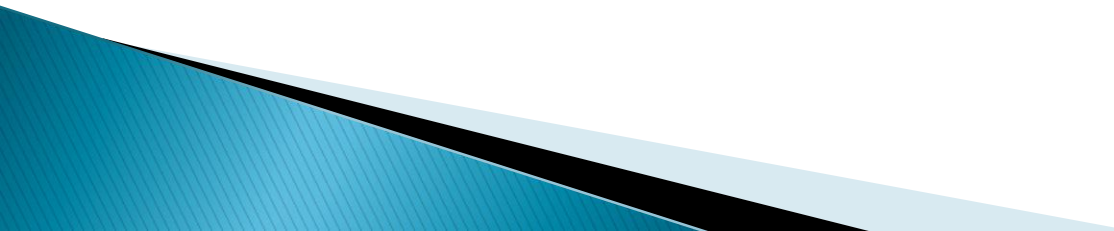
▶ Contractual Salary Increases	\$1,500K
▶ Benefits Increase	\$1,200K
▶ Additional Staff	\$ 500K
▶ Increase in Tuition for Out of District Placements	\$ 366K
▶ Increase in PERS Pension	\$ 112K
▶ Utilities	\$ 52K
▶ Lease Purchase 2 Buses	\$ 45K
▶ Property/Liability Insurance	\$ 10K
	<hr/>
	TOTAL
	\$ 3.8M
	Budget Shortfall
	\$ 2.2M

# 2011 / 2012 Budget Summary

(\$,000's)

<b><u>Fund</u></b>	<b><u>2010/2011 Budget</u></b>	<b><u>2011/2012 Proposal</u></b>	<b><u>Increase (Decrease)</u></b>
Operating	53,769	55,064	1,295
Grants & Entitlements	1,498	1,546	48
Debt Service	<u>3,742</u>	<u>3,740</u>	<u>(2)</u>
Total Budget	59,009	60,350	1,341
<b><u>Revenue Source</u></b>			
Local Resources	618	995	377
State, Federal, Grants	8,278	8,298	20
Local Tax Levy			
Debt	2,914	2,914	0
Operations	<u>47,199</u>	<u>48,143</u>	<u>944</u>
Total Levy	<u>50,113</u>	<u>51,057</u>	<u>944</u>
TOTAL	59,009	60,350	1,341

# 2011/2012 MISCELLANEOUS REVENUE

- ▶ The district has been generating miscellaneous revenue from interest income, tuition fees, transportation jointures with other districts, e-rate funds that are based on communication expenditures and facility rental fees.
  - ▶ Beginning with the 2011/2012 budget, a Participation Fee will be instituted for students involved in extra curricular activities at the high school such as athletics and marching band.
- 

# Districts with Pay to Participate Fees

- ▶ Glen Ridge \$300/year
- ▶ West Essex \$100/year
- ▶ Wayne \$100/year
- ▶ Westfield \$125/year
- ▶ Chatham \$150/year
- ▶ Washington Township \$150/year
- ▶ West Milford \$75/year \$150/family
- ▶ Pequannock \$75–100/year
- ▶ Moorestown \$100–200/year
- ▶ Hunterdon Central \$100/year \$200/family

# 2011/2012 Budget Operating Expenses

<u>Fund</u>	<u>2011/2012</u>	<u>Increase/(Decrease)</u>	
Regular Instruction	18,859,024	192,179	Salary inc. offset by staff reductions
Special Education	4,424,827	591,901	Salary inc. and additional staff & loss of Fed Jobs \$
Basic Skills/Remedial	603,081	78,087	Salary inc. and additional staff
Bilingual Education	260,668	45,607	Salary inc. and additional staff
Vocational/Community	2,500	0	
Extra Curricular	103,000	(5,000)	Reduction in supplies
Athletics	635,379	(4,568)	Salary inc. offset by reduction in staff & game exp.
Other Instructional	136,783	(2,936)	Reduction in supplies
Tuition	3,159,153	366,699	Increase in out of district tuition costs
Health Services	684,975	81,803	Inc. salary & medical evaluations
Guidance	1,187,723	46,065	Inc. salary & supplies
Related Special Services	1,237,007	38,300	Inc. due to loss of ARRA IDEA \$
Child Study Teams	779,766	47,070	Salary inc. offset by staff reductions
Improvement of Instruction	144,377	2,401	Salary inc.
Media/Library Services	761,399	(28,724)	Salary inc. offset by staff reduction
Staff Training	18,700	(500)	Reduction in miscellaneous expenses



# 2011/2012 Budget Operating Expenses- cont'd

<u>Fund</u>	<u>2011/2012</u>	<u>Increase/(Decrease)</u>	
General Administration	978,042	(5,475)	Salary incr. offset with staff reduction
School Administration	2,798,453	(240,031)	Staff reductions
Central Office & Technology	1,131,420	4,446	Salary inc. offset with supply & staff reduction
Plant Operations	4,452,962	(16,758)	Decr. maint. supplies & staff offset salary incr.
Transportation	1,474,656	86,007	Salary incr. & lease purchase 2 buses
Benefits	11,136,814	543,818	Pension incr. 12%, medical incr. 16%, offset by staff reduction and plan changes
Food Service	0	(100,000)	Chartwells to take over complete operation
Interest on Capital Reserve	400	0	
Equipment	20,000	(68,500)	reduction in equipment expenditure requests
Construction Grants-Assessment	64,593	(46,478)	reduction in assessment from state on past grants
Grants & Entitlements	1,546,305	48,598	based on final awarded funds for 2010-11
Repayment of Debt	3,740,236	(2,094)	reduction in repayment of principal & interest
Total	60,350,303	1,651,917	

# 2011 / 2012 Budget Staff Reductions

<u>Affected Area</u>	<u>Headcount</u>	<u>(\$,000's)</u>
Classroom Teachers	11	534
Other Teachers	5	289
Child Study Team	0.5	38
Custodial/Maintenance	1	31
Secretarial	6	223
Technology	1	43
School Administration	1	119
Benefits, FICA etc.	<u>—</u>	<u>265</u>
Total	25.5	1,542

# 2011/2012 Additional Budget Reductions

▶ Eliminate board contribution for field trips	\$ 44K
▶ Reduction in extra compensation	\$ 32K
▶ Reduction in athletic staff & game expense	\$100K
▶ Food Service Contribution	\$100K
▶ Reduction in classroom & office supplies	\$ 65K
▶ Custodial/Maint. Contract Serv. & Supplies	\$ 34K
▶ DOE Assessment on Construction Grants	<u>\$ 47K</u>
Total	\$422K

# 2011–2012 Tax Levy

## Local Tax Levy for Operations Increases 2.0%

Increase equals \$943,973

## Debt Service Levy decreases \$ 434

Decrease due to a decrease in principal and interest

## Tax Increase on the Average Home

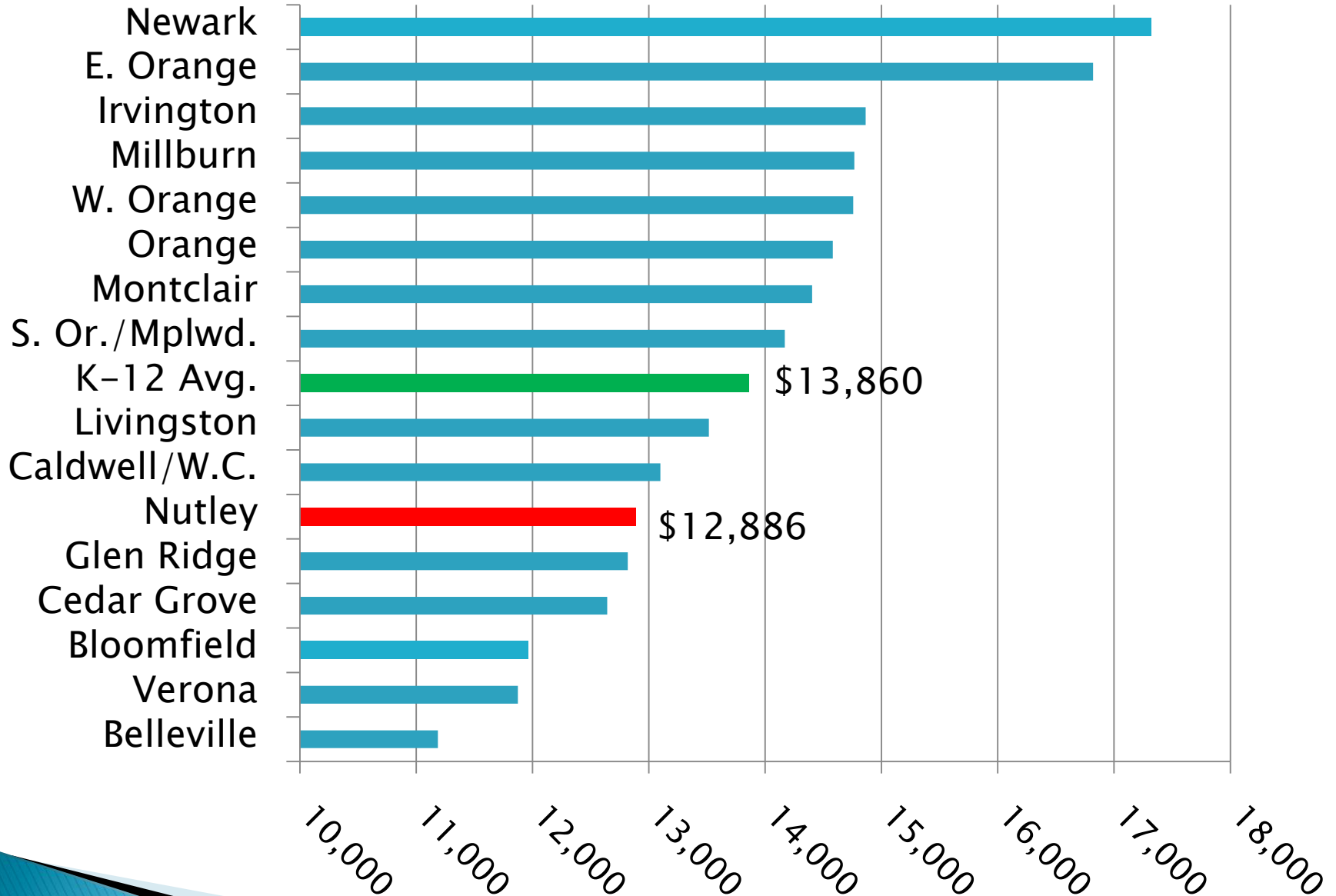
Average home assessed at \$342,800.00

Tax increase	\$110.10
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# 2011 / 2012 Budget Impact on Performance Indicators

<u>Performance Indicator</u>	<u>2010-2011 Current Standing</u>	<u>2011-2012 Impact</u>
<b>Class Size</b>		
K through 6	District-Wide Ratio of Student to Teachers is 15 to 1	None
7 through 12		Reallocation of teaching assignments
<b>Student contact time</b>		
K through 6		None
7 through 12		None
<b>Cost per Student</b>	\$12,587	\$12,886
<b>Admin costs per Student</b>	\$1,647	\$1,577 (Regional Limit \$1,898)

# 2011-2012 Per Pupil Cost



# ***What is Your Role?***

**Vote on**

**Wednesday, April 27, 2011**

**Polls are open from  
2:30PM – 9:00PM**



Thank you on behalf of the  
Nutley Board of Education  
and the entire School District  
Community.

