2013-2014 Preliminary Budget

The School District of

SOUTH ORANGE & MAPLEWOOD

525 Academy Street • Maplewood, NJ 07040
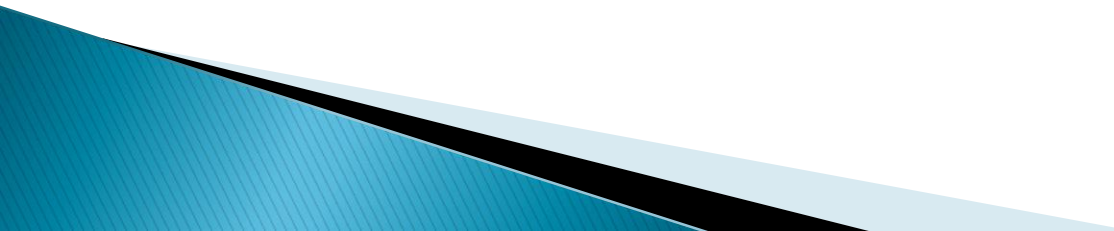
South Orange-Maplewood
School District

March 4, 2013

Overview of Presentation

- Revenue Proposed 2013-14 Budget

- Expenses Proposed 2013-14 Budget

- Personnel Adjustments

- Total Allowable Tax Levy

- Banked Cap Available future year budgets

- Multi-year Projections

- Estimated tax impact

Revenue Proposed 2013-14 Budget

Revenue Source	Budgeted 2012-13	Proposed 2013-14
Operating Budget Local Tax Levy	101,959,453	104,473,642
State Aid	4,509,487 (includes $433,589 add'l aid 2011)	4,075,898
Fund Balance	1,517,905	2,152,272
Miscellaneous	40,000	40,000
Debt Service	3,776,445	4,123,451
State/Federal	3,112,600	2,549,881
Capital Outlay		589,000
Total Revenue	114,915,890	118,004,145

Required Expenses 2013-14
(before adjustments)

Expense Category	Budgeted 2012-13	Anticipated 2013-14	$ Increase
Salaries	59,838,037	60,758,174	$920,137
Health and Dental Expense	12,065,912	13,211,612	$1,145,700
Tuition Expense	9,681,784	10,644,458	$962,674
Energy Expense	2,565,003	2,595,000	$29,997
Transportation Expense	4,654,399	4,675,066	$20,667
Other Required Expense	16,999,617	17,286,110	$286,493
Total Required Expense	105,804,752	109,170,420	$3,365,668

Variable Expenses 2013-14
(before adjustments)

Expense Category	Budgeted 2012-13	Anticipated 2013-14	$ Increase
Classroom/ Student Supply Expense	1,427,342	1,464,997	$37,655
Textbooks Expense	422,086	417,579	($4,507)
Technology Expense	1,778,577	2,528,025	$749,448
Professional Development Expense	250,761	256,905	$6,144
Other Variable Expense	1,455,927	1,792,641	$336,714
Total Variable Expense	**5,334,693**	**6,460,147**	**$1,125,454**

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Summary
Reductions for 2013-14 Budget

Revised Budget Assumptions	($860,000)
Non-personnel Budget Reductions	($365,000)
Personnel Budget Reductions	($1,590,000)
Total Budget Reductions	**($2,815,000)**

Personnel Adjustments compared to 2012-2013 Budget

Increase 2.0 fte's Elementary/Middle School Enrollment	2.0 FTE's
Increase 2.0 fte's Middle School World Language – 6th grade	2.0 FTE's
Increase 1.0 fte Elementary Social Worker	1.0 FTE's
Reduce1.0 fte Central Office Secretary (vacant position)	(1.0) FTE's
Reduce 3.0 fte's CHS Teaching Staff (scheduling efficiencies)	(3.0) FTE's
Reduce 2.0 fte CHS Dean and Student Assistance Counselor	(2.0) FTE's
Reduce 3.0 fte's Elementary Specials (scheduling efficiencies)	(3.0) FTE's
Reduce 2.0 fte's Elementary Enrichment (program restructuring)	(2.0) FTE's
Reduce 6.0 fte's Special Education Teaching Staff (enrollment changes and scheduling efficiencies)	(6.0) FTE's
Reduce 2.0 fte's Curriculum Specialists (program restructuring)	(2.0) FTE's
Total Personnel Adjustments 2013-14 Preliminary Budget	**(14.0) FTE's**

Total Allowable Tax Levy 2013–2014 Budget

Tax Levy at 2% of 2012–13	Health Care Adjustment	Total Allowable Tax Levy
$103,998,642	$884,103	$104,882,745

- Preliminary budget includes $475,000 of adjustment
  - Increase technology budget to purchase equipment for PARCC Assessment:
    - Equipment – 700 Chromebooks and 28 storage/charging stations ($250,000)
    - Wi-Fi Upgrades ($200,000)
    - Increased internet bandwidth ($25,000)
- Remaining $409,103 allowable tax levy becomes banked cap available for future year budgets

Banked cap Available for Use in 2014-2015 Budget

Budget Year Adjustment Became Available	Enrollment Adjustment	Health Care Adjustment	Total Adjustment / Banked Cap Available	Banked Cap Expires with School Year Budget
2011-2012	$346,441	$643,322	$989,763	2014-2015
2012-2013	$506,833	$0	$506,833	2015-2016
2013-2014	$0	$409,103*	$409,103	2016-2017
Total			$1,905,699	

* $884,103 minus $475,000

5-Year Budget Projection with $475,000 Adjustment
2% Operating Tax Levy Cap Projected Years
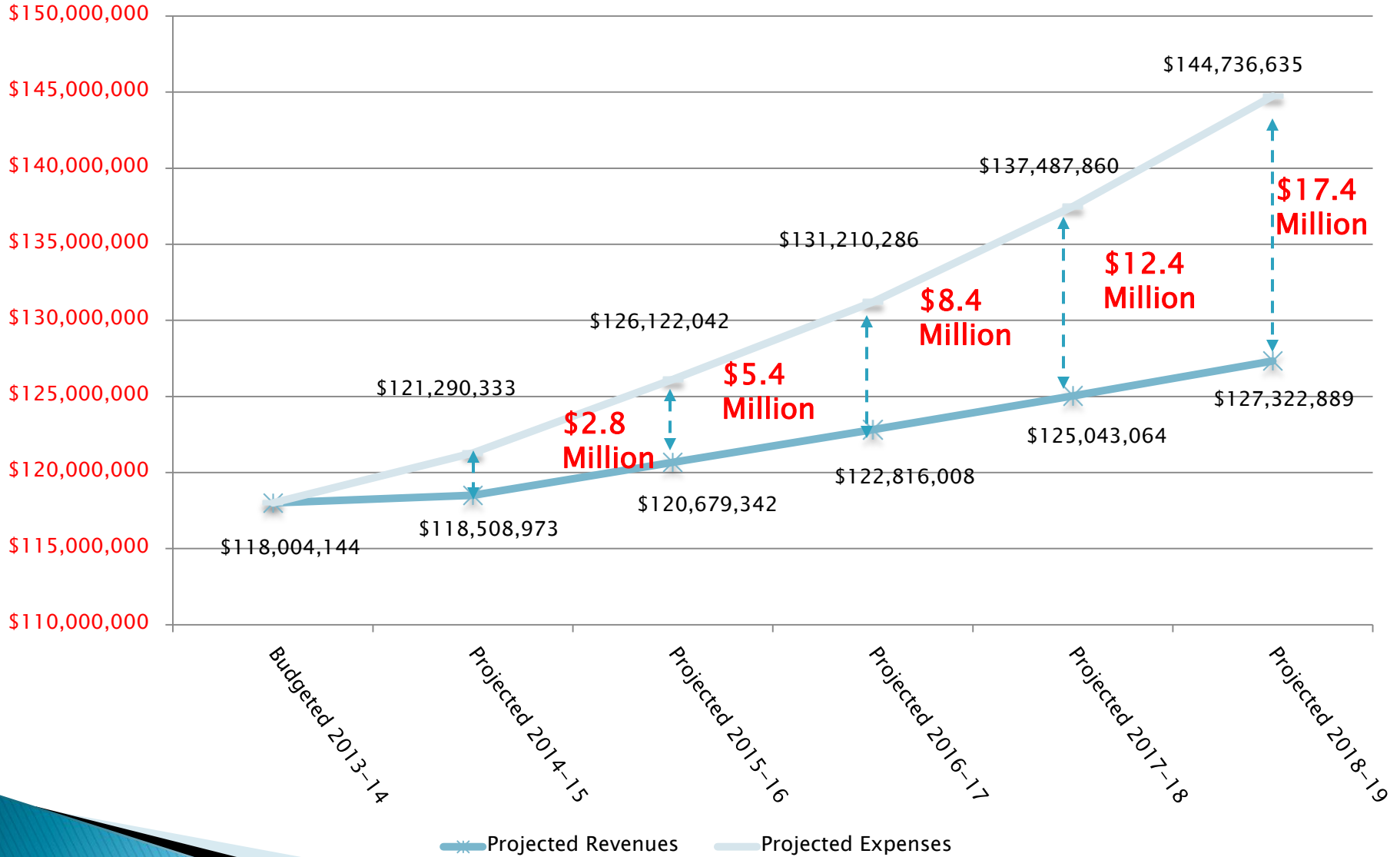
What is the estimated tax impact?

Tax Levy CAP	$104,473,642
Operating Budget Tax Impact (est.)	2.47%
Debt Service	$ 3,890,933
Local Tax	$108,364,575
Operating and Debt Service Tax Impact (est.)	2.93%

Tax Impact average assessed household value (based on 2012 figures):
Maplewood: $199
South Orange: $212