

GARWOOD BOARD OF EDUCATION

T*ogether*

E*veryone*

A*chieves*

M*ore*

Annual Public Hearing on Proposed Budget

for the 2018-2019 Fiscal Year

May 1, 2018

Introduced Budget

GENERAL FUND BUDGET

\$ 9,458,870

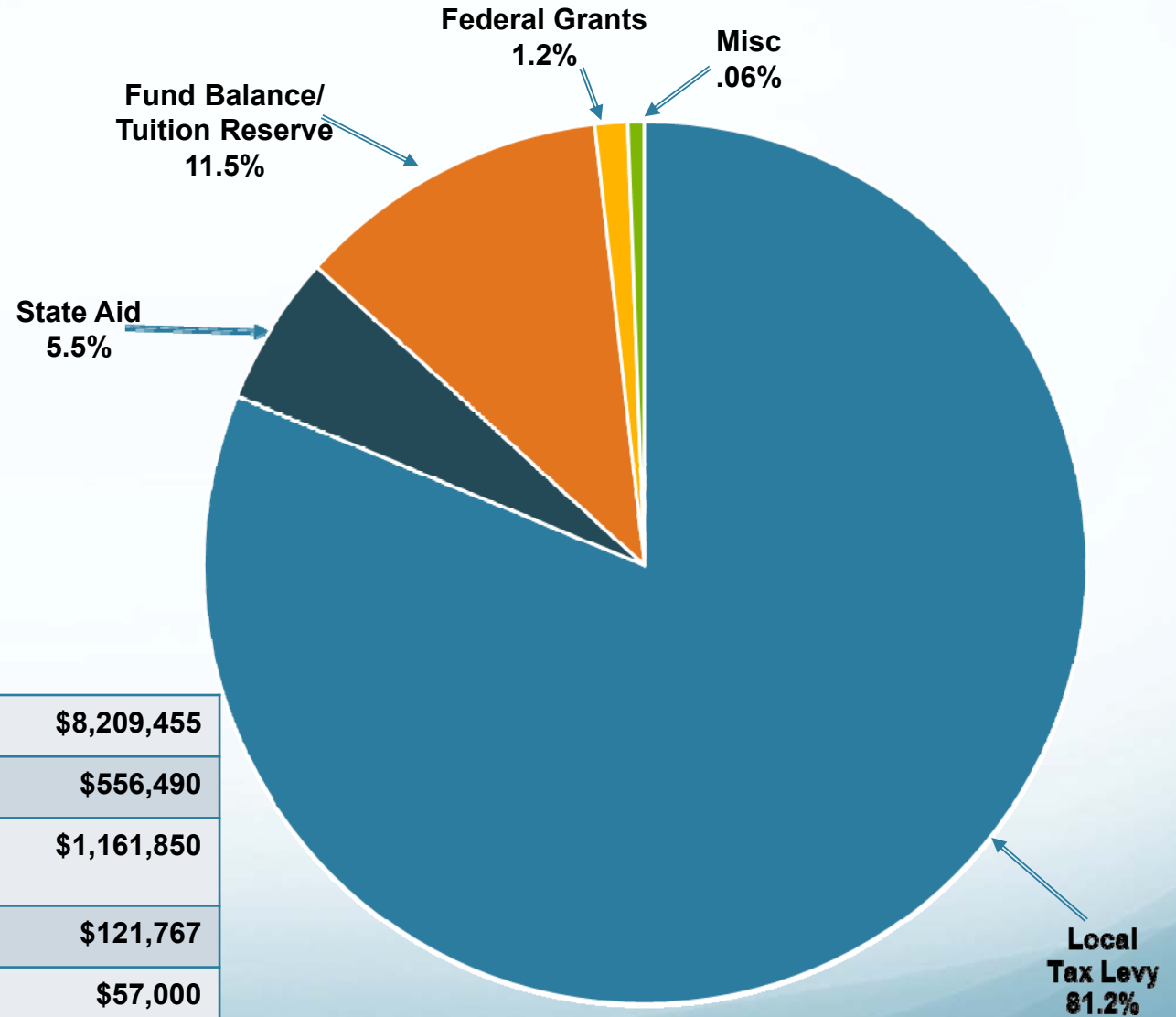
(Increase of \$751,933)

SPECIAL REVENUE	\$121,767	(\$31,488)
DEBT SERVICE	\$525,925	\$6,075

Revenues

	<u>2017-18</u>	<u>2018-19</u>
GENERAL FUND:		
Local Tax Levy	\$ 7,648,762	\$ 7,801,737
Tuition	\$ 15,057	\$
Miscellaneous	\$ 47,000	\$ 57,000
State Aid	\$ 516,933	\$ 556,490
Fund Balance/Reserves	\$ 479,185	\$ 1,043,643
TOTAL OPERATING BUDGET	\$ 8,706,937	\$ 9,458,870
SPECIAL REVENUE (Grants)	\$ 153,255	\$ 121,767
DEBT SERVICE:		
Local Tax Levy	\$ 519,850	\$ 407,718
Fund Balances/Other Funds	\$	\$ 118,207
TOTAL DEBT SERVICE	\$ 519,850	\$ 525,925
TOTAL REVENUE	\$ 9,380,042	\$ 10,106,562

Source of Revenue



Local Tax Levy	81.2%	\$8,209,455
State Aid	5.5%	\$556,490
Fund balance/ Tuition Reserve	11.5%	\$1,161,850
Federal Grants	1.2%	\$121,767
Miscellaneous	0.6%	\$57,000
		\$10,106,562

State Aid

- State Aid Up \$35,086 (excluding Extraordinary Aid)
- Assessment for SDA Grant payback

	<u>2017-18</u>	<u>2018-19</u>	<u>CHANGE</u>
State Aid	\$ 469,359	\$ 504,445	\$ 35,086
Extraordinary Aid	\$ 47,574	\$ 52,045	\$ 4,471
SDA Assessment	\$ (29,677)	\$ (29,677)	\$ -0-
TOTAL STATE AID	\$ 487,256	\$ 526,813	\$ 39,557

Appropriations

	<u>2017-18</u>	<u>2018-19</u>	<u>\$ Change</u>	<u>%</u>
Instruction	\$2,387,308	\$2,446,231	\$58,293	2.5%
Tuition	\$2,805,249	\$2,747,789	\$(57,460)	-2.0%
Support Services	\$610,252	\$629,522	\$19,270	3.2%
Administration	\$644,863	\$596,464	\$(48,399)	-7.5%
Facilities	\$742,815	\$693,793	\$(49,022)	-6.6%
Transportation	\$406,293	\$451,247	\$44,954	11.1%
Benefits	\$1,031,946	\$1,122,940	\$90,994	8.8%
Capital Outlay	\$78,211	\$770,884	\$692,673	885.6%
TOTAL GF BUDGET	\$8,706,937	\$9,458,870	\$751,933	8.6%

Instructional Highlights

- Continued alignment and mapping strategies for implementation of New Jersey Learning Standards
- Restructuring of the ELA Program
- Continued implementation of the use of chrome books for all students

Budgetary Per Pupil Costs

- ◆ The budgetary per pupil cost is considered the most comparable, most inclusive measure of comparison
- ◆ Garwood's 16-17 pp budgeted cost is the 9th lowest of the 75 K-8 districts with 0 – 400 students (17-18 data not yet available)

Source: 2017 Taxpayers Guide to Educational Spending

	\$
16-17 State Median (K-8)	\$ 16,331 cost per pupil
16-17 Garwood BOE	\$ 14,021 cost per pupil
Garwood is Lower by 14%	(\$ 2,359)

Continuing Budget Efficiencies

- Garwood Borough: Custodial Services, Solid Waste disposal, and snow plowing assistance
- LEAs and Union County ESC: Special Education Services
- Clark BOE and Union County ESC: Transportation coordination
- Purchasing Cooperatives: EdData and Middlesex Regional ESC, Energy purchasing through ACES
- Insurance – Public Employer Trust for Health, Pooled self-insurance for Workers Compensation and Property/Casualty
- E-Rate Program for Technology items

School Year Tax Impact

Overall Tax Increase is half of 1 percent – lowest in at least 11 years

Capital Reserve Used to Offset Debt Service Tax Levy

	<u>2017-18</u>	<u>2018-19</u>	<u>\$ CHANGE</u>	<u>% CHANGE</u>
General Fund Tax Levy	\$ 7,648,762	\$7,801,737	\$ 152,975	2.00%
Debt Service Tax Levy	\$ 519,850	\$ 407,718	\$ (112,132)	(21.6)%
Total Tax Levy	\$ 8,168,612	\$8,209,455	\$ 40,843	.50%

Calendar Year Tax Impact

	<u>2017</u>	<u>2018</u>	<u>\$ CHANGE</u>	<u>% CHANGE</u>
Total Tax Levy	\$ 8,103,554	\$ 8,139,501	\$ 35,531	.44%
Net Taxable Valuation	\$ 186,801,557	\$ 184,162,994	\$-2,608,563	-1.39%
Total Tax Rate	4.34%	4.42%		.08%

2018 Tax Impact on Home Value

Assuming Home Assessment = \$100,000

Total School Tax Levy = \$4,420

Increase from Prior Year = \$82*

**Increase would be only \$19 if net taxable valuation remained the same*

Future Considerations

- ◆ Cost Growth in Excess of 2% tax levy cap
- ◆ Enrollment changes due to future housing developments