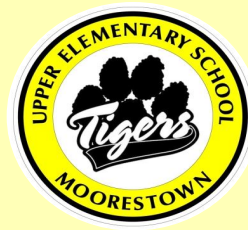




Moorestown Township Public Schools

2022 - 2023 Budget Presentation

March 22, 2022



2022 - 2023 Budget Development

- Development process
- Revenues - Tax Levy, State Aid, Fund Balance, Other
- Appropriations - Salaries, Benefits, Capital Outlay, Other
- Budget Adjustments
- Budget Introduction
- Tax Impact
- Budget Highlights

Budget Development Process

- Priorities of Board committees and administration
- Central administration evaluated the needs of the District related to Technology, Curriculum, Personnel, and Facilities
- School administration developed building level budgets based on the needs of the faculty and content Supervisors
- Revenue and Appropriations are updated over time based on finalized numbers
 - Out of District Tuition updates
 - Tuition we receive is updated as placements are finalized
 - Benefit updates
 - District personnel reviewed, revised, and reduced as needed
 - State Aid release

Budget Development Process - Budget Calendar

- November - February - Administration works to compile building and department budgets based on 2022-2023 Budget Manual
- Jan 14th - Budget update provided to F&O Committee
- February 15th - Budget update provided to full BOE
- March 8th - Board Budget Workshop to discuss 22/23 Draft Budget
- March 8th - Governor Murphys Budget Address
- March 10th - Estimated date for release of State Aid figures
- March 14th - F&O Committee meeting to discuss updates to the budget
- **March 22nd - Budget Introduction and Approval to submit to the County**
- March 28th - Budget submitted to the County for State review
- April 26th - 2022 - 2023 Budget Adoption and Public Hearing

Budget Development Process - Initial Budget

		Prior Year	Current Year	Future Year	
		<u>2020 - 2021</u>	<u>2021 - 2022</u>	<u>2022 - 2023</u>	<u>Increase / (Decrease)</u>
Revenues:					
	Tax Levy	65,728,644.00	67,233,217.00	68,577,881.00	1,344,664.00
	State Aid	4,123,776.00	4,368,146.00	4,368,146.00	-
	Extraordinary Aid	600,000.00	700,000.00	700,000.00	-
	Other:				
	Tuition	2,080,000.00	1,830,000.00	1,830,000.00	-
	Interest	-	23,800.00	23,800.00	-
	Pay to Participate and Parking Fees	150,000.00	150,000.00	150,000.00	-
	Rentals	300,000.00	230,000.00	230,000.00	-
	Miscellaneous	70,000.00	308,060.00	36,000.00	(272,060.00)
	Revenue Generation	454,375.00	389,375.00	389,375.00	-
	Special Education Medicaid Initiative	42,014.00	41,391.00	41,391.00	-
	Budgeted Fund Balance	2,107,886.00	2,898,751.00	2,348,803.00	(549,948.00)
	Total Revenues	75,656,695.00	78,172,740.00	78,695,396.00	

Budget Development Process - Initial Budget

Appropriations:		<u>2020 - 2021</u>	<u>2021 - 2022</u>	<u>2022 - 2023</u>	<u>Increase / (Decrease)</u>
	Salaries	45,936,421.46	47,582,160.70	51,420,916.49	3,838,755.79
	Benefits:				
	FICA	830,000.00	830,000.00	846,600.00	16,600.00
	Pension	1,045,354.00	1,008,044.00	1,274,328.00	266,284.00
	Health Benefits	12,614,450.00	13,292,589.24	13,801,400.00	508,810.76
	Tuition	113,300.00	113,300.00	118,300.00	5,000.00
	Retirement Payout	-	278,146.00	117,941.00	(160,205.00)
	Workers Compensation	425,645.46	433,313.34	469,158.90	35,845.56
	Unemployment	50,000.00	50,000.00	50,000.00	-
	Total Benefits	15,078,749.46	16,005,392.58	16,677,727.90	
	Other:				
	Professional Fees	1,904,287.33	1,714,696.97	2,221,168.12	506,471.15
	Purchased Services	6,465,261.54	6,400,892.10	7,093,606.05	692,713.95
	Student Tuition	2,899,500.81	3,105,120.00	3,092,260.00	(12,860.00)
	Professional Development and Travel	133,409.00	162,870.00	176,575.00	13,705.00
	Supplies	2,793,510.26	2,870,202.31	3,230,064.44	359,862.13
	Other	155,402.14	152,252.34	141,835.00	(10,417.34)
	Capital Outlay	290,153.00	179,153.00	2,252,203.00	2,073,050.00
	Total Other	14,641,524.08	14,585,186.72	18,207,711.61	
	Total Appropriations	75,656,695.00	78,172,740.00	86,306,356.00	
	Surplus / (Deficit)	-	-	(7,610,960.00)	

Revenues

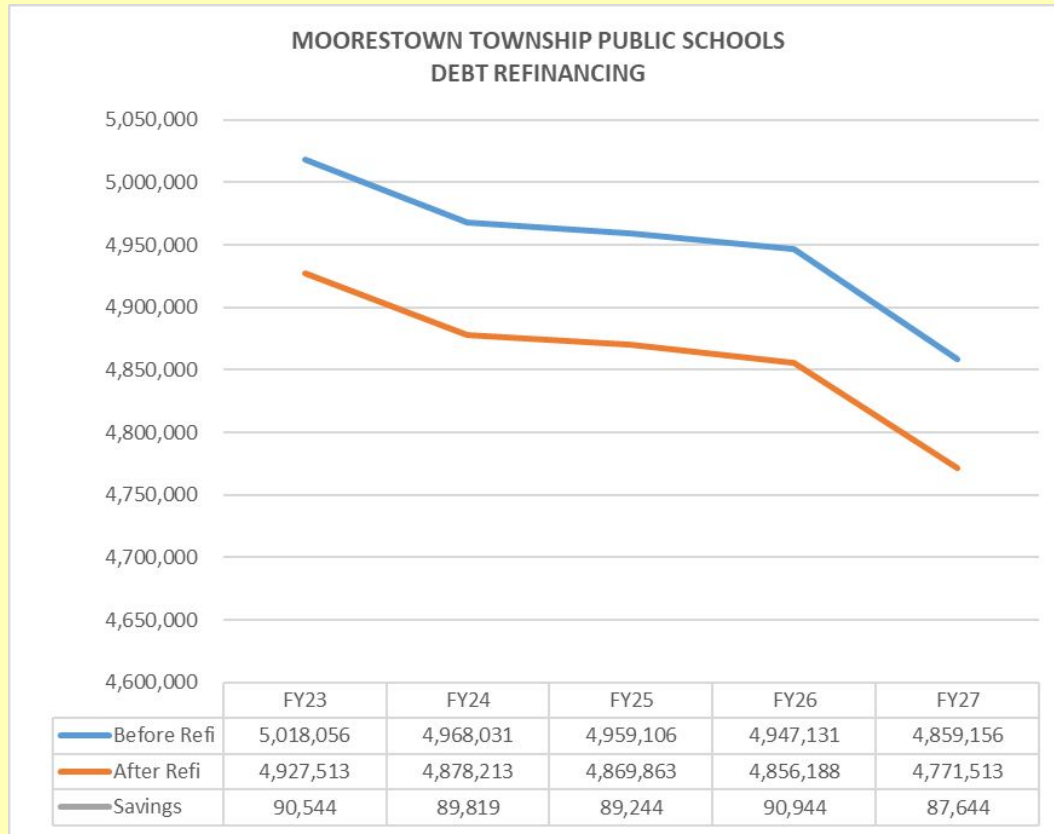
- **Local Tax Levy** - 2% increase is \$1,344,664
- **State Aid** - Budgeted flat. State Aid message = \$518,219 increase.
- **Budgeted Fund Balance** - Budgeted fund balance is composed of the prior year (2020 - 2021) *audited* excess surplus plus allowable adjustments for any free general fund excess balances *projected* as of June 30, 2022. - \$415,815 increase
- **Other Revenue Sources:** Tuition (individuals, preschool, extended Kindergarten, other districts), facility rentals, extraordinary aid, pay to participate, parking, shared services, banking interest, etc... - \$68,318 increase

Revenues (Tax Levy)

- Budget contains two separate levies:
 - General Fund Levy accounts for the Districts annual operating budget (salaries, benefits, supplies, purchased services, maintenance, transportation, etc.) - \$68,772,677 budgeted
 - Debt Service Levy accounts for the Districts long-term capital projects that were previously approved by the taxpayers in a referendum - \$4,512,504 budgeted in preliminary budget

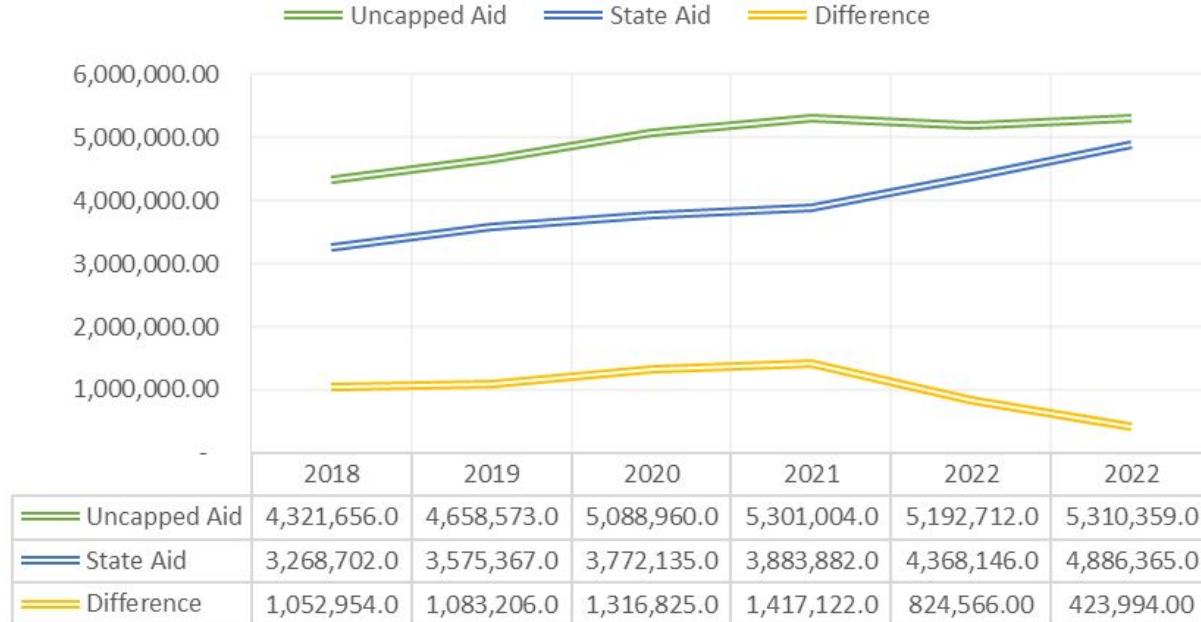
TAX LEVY HISTORY					
	<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>
<i>General Fund</i>	61,701,989	62,936,029	64,194,749	65,728,644	67,233,217
<i>General Fund Levy Change %</i>	2.00%	2.00%	2.00%	2.39%	2.29%
<i>Debt Service Fund</i>	4,763,233	4,795,078	4,751,391	4,693,087	4,586,308
<i>Debt Service Levy Change %</i>	0.75%	0.67%	-0.91%	-1.23%	-2.28%
<i>Total Tax Levy</i>	66,465,222	67,731,107	68,946,140	70,421,731	71,819,525
<i>Overall Levy Change %</i>	1.91%	1.90%	1.79%	2.14%	1.98%
<i>Rateables</i>	4,016,243,417	4,028,675,687	4,049,750,899	4,070,631,879	4,091,976,402
<i>Effective Tax Rate Increase</i>	1.65%	1.68%	1.70%	1.73%	1.76%

Debt Service Levy Further Explained



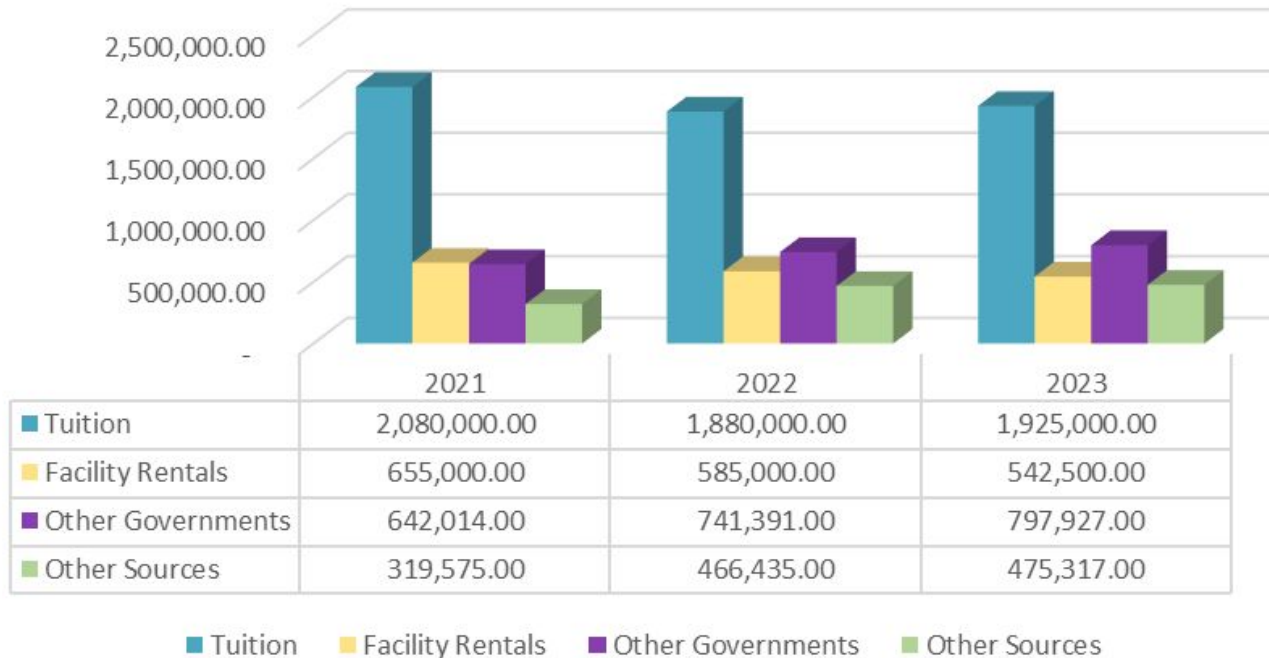
Revenues (State Aid)

STATE AID - UNCAPPED AID VS. ACTUAL AID



Revenues (Other Sources)

Other Revenue Sources - Three Year Comparison



Appropriations

- Salaries - MEA Contract expires 6/30/2022. Year 3 of 3 with MAA contract.
- Insurance - Originally projected a 5% increase.
 - Health insurance - 2.62% confirmed increase
 - General insurance - 8.50% confirmed increase
 - Student accident - 1.0% confirmed increase
- Instructional Supplies and Materials - School budgets at 0%
- Departmental Budgets
 - Curriculum
 - Technology
 - Administration
 - Facilities
 - Transportation
- Capital Outlay

Appropriations - Key Items

- Curriculum - Adoption of new ELA curriculum for Grades K-5, professional development, and curriculum writing
- Special Education - 1:1 nursing needs and related services
- Technology - Two grade level replacements of 1:1 devices, servers and infrastructure upgrades, CAD computer replacements
- Operations - Increase anticipated for fuel and contracted transportation services
- Minimum Wage Impact
- Substitute Rate Increases made in 2021
- Bus Driver Salary adjustments made in 2021

Appropriations - Key Items

ECONOMY

Inflation surges 7.5% on an annual basis, even more than expected and highest since 1982

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Jeff Cox

@JEFF.COX.7528

@JEFFCOXCNBCCOM

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Adjustments Made to Date

- **Tuition costs** - \$570,205
- **Department / Building budgets** - \$504,385
- **Capital outlay** - \$2,116,550
- **Lease purchase** - \$958,000 reduction in requests which resulted in a \$191,028 reduction in annual payment
- **Staffing**
 - New position requests adjusted / removed from budget, substitute pay adjustments, existing staff adjustments (retirements and LOA) and minimum wage adjustments - \$2,028,846
- **Benefit Adjustments** - \$608,557
- **Additional State Aid** - \$518,219
- **Utilization of Banked Cap** - \$194,796
- **Other Revenue Adjustments** - \$68,318

Current Status - Revenue

		Prior Year	Current Year	Future Year	
		<u>2020 - 2021</u>	<u>2021 - 2022</u>	<u>2022 - 2023</u>	<u>Increase / (Decrease)</u>
<u>Revenues:</u>					
	Tax Levy	65,728,644.00	67,233,217.00	68,772,677.00	1,539,460.00
	State Aid	4,123,776.00	4,368,146.00	4,886,365.00	518,219.00
	Extraordinary Aid	600,000.00	700,000.00	750,000.00	50,000.00
	Other:				
	Tuition	2,080,000.00	1,830,000.00	1,925,000.00	95,000.00
	Interest	-	23,800.00	24,000.00	200.00
	Pay to Participate and Parking Fees	150,000.00	150,000.00	150,000.00	-
	Rentals	300,000.00	230,000.00	242,500.00	12,500.00
	Miscellaneous	70,000.00	308,060.00	267,142.00	(40,918.00)
	Revenue Generation	454,375.00	389,375.00	334,375.00	(55,000.00)
	Special Education Medicaid Initiative	42,014.00	41,391.00	47,927.00	6,536.00
	Budgeted Fund Balance	2,107,886.00	2,898,751.00	3,314,566.00	415,815.00
	Total Revenues	75,656,695.00	78,172,740.00	80,714,552.00	2,541,812.00

Current Status - Appropriations

<u>Appropriations:</u>	<u>2020 - 2021</u>	<u>2021 - 2022</u>	<u>2022 - 2023</u>	<u>Increase / (Decrease)</u>
Salaries	45,936,421.46	47,582,160.70	49,035,060.38	1,452,899.68
Benefits:				
FICA	830,000.00	830,000.00	846,600.00	16,600.00
Pension	1,045,354.00	1,008,044.00	1,154,544.00	146,500.00
Health Benefits	12,614,450.00	13,292,589.24	13,739,312.60	446,723.36
Tuition	113,300.00	113,300.00	113,300.00	-
Retirement Payout	-	278,146.00	117,941.00	(160,205.00)
Workers Compensation	425,645.46	433,313.34	484,797.53	51,484.19
Unemployment	50,000.00	50,000.00	50,000.00	-
Total Benefits	15,078,749.46	16,005,392.58	16,506,495.13	501,102.55
Other:				
Professional Fees	1,904,287.33	1,714,696.97	2,149,060.62	434,363.65
Purchased Services	6,465,261.54	6,400,892.10	6,646,488.74	245,596.64
Student Tuition	2,899,500.81	3,105,120.00	2,868,287.58	(236,832.42)
Professional Development and Travel	133,409.00	162,870.00	177,345.40	14,475.40
Supplies	2,793,510.26	2,870,202.31	3,074,101.15	203,898.84
Other	155,402.14	152,252.34	122,060.00	(30,192.34)
Capital Outlay	290,153.00	179,153.00	135,653.00	(43,500.00)
Total Other	14,641,524.08	14,585,186.72	15,172,996.49	587,809.77
Total Appropriations	75,656,695.00	78,172,740.00	80,714,552.00	2,541,812.00
Surplus / (Deficit)	-	-	-	

Utilization of Banked Cap

- **Banked Cap** - \$194,796 is being utilized in the 22 - 23 Budget

Prebudget Year Adjusted Tax Levy, including Weighted Increases for Enrollment, Inflated by 2% - 19/20	\$ 64,259,805.00
Plus: Increase in Health Care Costs	487,768.00
Tax Levy Cap	<hr/> 64,747,573.00
Tax Levy Cap	64,747,573.00
Less: Actual Tax Levy	(64,194,749.00)
Banked Cap Available for Use in Next Three Years	<hr/> 552,824.00
Banked Cap Available for Use in Next Three Years	552,824.00
Less: Requested Use of Banked Cap in 2020 - 2021	(168,028.00)
Less: Requested Use of Banked Cap in 2021 - 2022	(190,000.00)
Less: Requested Use of Banked Cap in 2022 - 2023	(194,796.00)
Banked Cap Available for Use in 2022 - 2023	<hr/> <hr/> \$ -

Tax Impact - With Banked Cap

2021 - 2022	<u>Tax Levy</u>	<u>Tax Rate</u>	<u>Ratables</u>
General Fund	\$ 67,233,217	1.643%	\$ 4,091,976,402
Debt Service	\$ 4,586,308	0.112%	
Total tax rate	\$ 71,819,525	1.755%	\$ 4,091,976,402

2022 - 2023 Proposed	<u>Tax Levy</u>	<u>Tax Rate</u>	<u>Ratables</u>
General Fund	\$ 68,772,677	1.672%	\$ 4,112,989,278
Debt Service	\$ 4,512,504	0.110%	
Total tax rate	\$ 73,285,181	1.782%	\$ 4,112,989,278

Difference	<u>Tax Levy</u>	<u>Levy Change</u>	<u>Tax Rate Change</u>
General Fund	\$ 1,539,460	2.290%	0.029%
Debt Service	\$ (73,804)	-1.609%	-0.002%
Total Differences	\$ 1,465,656	2.041%	0.027%

Tax Impact		2020 - 2021	2021 - 2022	
	Assessed Value	School Levy	School Levy	Tax Year Increase
\$	307,793.00	\$ 5,402.17	\$ 5,484.25	\$ 82.08
\$	357,793.00	\$ 6,279.73	\$ 6,375.15	\$ 95.42
\$	407,793.00	\$ 7,157.30	\$ 7,266.05	\$ 108.75
\$	457,793.00	\$ 8,034.86	\$ 8,156.95	\$ 122.08
\$	507,793.00	\$ 8,912.43	\$ 9,047.85	\$ 135.42
\$	557,793.00	\$ 9,789.99	\$ 9,938.75	\$ 148.75
\$	607,793.00	\$ 10,667.56	\$ 10,829.65	\$ 162.09

Note - 22-23 Ratables are estimated, pending May finalized appeals

Care Solace



Strategic Plan Connection: Social and Emotional Learning

PURPOSE - Care Solace works alongside school districts as a “Tier 3” system of support to quickly connect students, school staff, and their families to quality mental health and substance use treatment providers matched to their needs.

KEY BENEFITS:

- Ensures equitable access to care regardless of insurance coverage;
- Expands on existing school support structures and bridges the gap to community providers for needs that exceed the scope of school-based services;
- Provides full case management and live data on the mental health needs of school communities.

Technology

Strategic Plan Connection: World Class Learning



- **Student devices**
 - Replace 1 remaining grade of oldest Chromebooks
 - Replace 1 grade of oldest Windows laptops
 - Replace 1 model of outdated iPads (170 devices)
- **Infrastructure updates:**
 - 40 replacement wireless access points
 - Replacement/consolidated main servers
- **Security**
 - Funds for an outside security audit
 - “EDR” security software for key computers
 - “Denial of Service” protection from our Internet provider

Curriculum & Instruction Priorities

Strategic Plan Connection: World Class Learning

Curriculum Writing

- ELA curriculum for K-5 (6 grade levels) plus 8 other new curricula in other content areas
- 37 Revisions and 9 standards updates needed for continued QSAC compliance
-

Curricular Resources

- Textbooks & Digital Learning Access renewals supporting 26 courses/curricular programs
- Digital Instructional and Assessment platforms

Professional Development for Teachers

- Teacher presenters/ Outside presenters, State/Regional conferences
- AP Summer institutes
- New Teacher orientation
- Best Practice series
- Embedded Support teams to support new curriculum adoption



Into Reading K-5 ELA Curriculum Adoption

Strategic Plan Connection: World Class Learning

- **Six-year Package for Curricular Program Resources**
 - Supports literacy learning for 1600 students in 6 grade levels
 - Module-based building of content and skills knowledge using whole and small group instruction
 - Students engage in research and inquiry-based learning using a balance of rich literary and informational grade-level texts
- **Professional Development for Implementation**
 - Embedded and on-site training support for 150 K-5 Teaching staff
- **Summer Curriculum Writing (90 Hrs/grade)**





2022 - 2023 Budget Introduction

