

JTPS Budget Presentation

SY 2022-2023

**Presented by: Jeanne Howe, Superintendent
Rita Oroho Giacchi, Business Administrator**

How has the State Aid Adjustment Impacted JTPS?

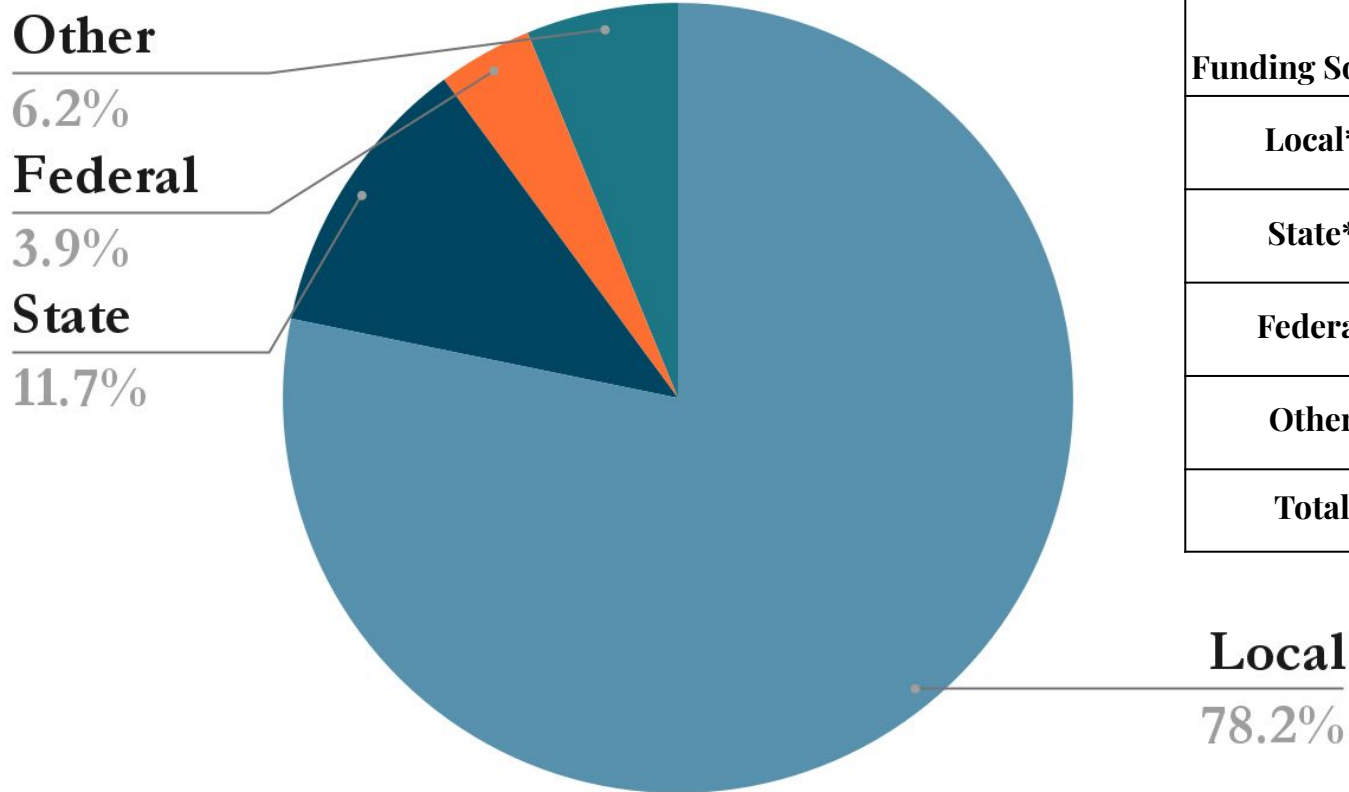
Estimates based on 2022-2023 Equalization Aid Calculations

| BUDGET YEAR | GENERAL FUND STATE AID | CURRENT YEAR INCREMENTAL LOSS |
|--------------------|-------------------------------|--------------------------------------|
| 18-19 | 15,508,649 | -554,620 |
| 19-20 | 14,315,347 | -1,193,302 |
| 20-21 | 12,063,605 | -2,251,742 |
| 21-22 | 9,272,081 | -2,791,524 |
| 22-23 | 6,631,798 | -2,640,283 |
| 23-24 | 4,990,023 (Estimated) | -1,641,776 (Estimated) |
| 24-25 | 4,471,567 (Estimated) | -518,456 (Estimated) |

Prior Years' Budget Responses

- Transitioned to the State Health Benefit Plan through the negotiations
- Utilized various federal funding sources to fund student programs, staff professional development, and facilities projects
- Eliminated instructional, support & administrative positions
- Removed facilities projects from operating budget in certain years
- Reduced extracurricular offerings, staff professional development and supply accounts in certain years
- Discontinued upgrades to technology, and removed purchase of buses & facilities equipment in certain years
- Initiated tuition for our inclusive preschool disabled program
- Implemented various student fees (HS Parking Fee, PTP)
- Closing Milton School

2022-2023 Budget Revenues



| Funding Source | 22-23 Estimate |
|----------------|-------------------|
| Local* | 49,932,052 |
| State* | 7,465,229 |
| Federal | 2,467,972 |
| Other | 3,970,285 |
| Total | 63,835,538 |

*includes debt repayment

2022-2023 Budgeted Expenditures

| Category | 22-23 | % of Total |
|--|-------------------|-------------------|
| Instructional Programs | 23,378,978 | 36.6% |
| Employee Benefits | 9,289,360 | 14.6% |
| Facilities | 6,079,215 | 9.5% |
| Student Services | 5,501,166 | 8.6% |
| Transportation | 4,209,455 | 6.6% |
| Tuition | 3,780,973 | 5.9% |
| Capital | 3,427,888 | 5.4% |
| Debt Service | 2,470,532 | 3.9% |
| Centralized Support & Admin | 2,396,726 | 3.8% |
| School Administration | 2,289,007 | 3.6% |
| Curriculum & Instruction | 1,012,238 | 1.6% |
| Total | 63,835,538 | |

Budget Challenges

- Historical
 - Drastic and unpredictable increases in health care
 - Increase in number of homeless students (tuition, transportation)
 - Increase in special education students enrolling in our district (teachers, aides, transportation)
 - Increase in number of students at vocational schools due to the number of satellite academies (no school aid received, tuition costs, transportation)
- Current:
 - Increase in the number of K-8 students requiring basic skills instruction
 - Supply chain challenges and economic instability resulting in significant cost increases (e.g. fuel, paper, equipment & repair costs)
 - Continued incremental increase in number of students sent for evaluations: risk to self/others, chemical screens, etc.

District Vision & Mission

VISION

The district will be a leader in academic excellence while developing healthy, well-rounded, resourceful students who are positive, contributing members of local and global communities.

MISSION

We strive to foster academic excellence by engaging students in meaningful learning experiences that meet the highest educational and ethical standards, while supporting every learning style – in a caring, inclusive, and collaborative learning environment, supported by the greater community.

2022-2023 Budget Goals

- Minimize the impact of state aid funding loss on student achievement and program offerings by sustaining the following:
 - Full complement of academic programs, co-curricular activities, and athletics at Middle School and High School
 - Newly added clubs at the Elementary Schools
- Return to pre-COVID staffing and class sizes to include adjustments based on enrollment trends
- Support for new internal academies
 - Multimedia, Broadcasting and Journalism Academy, STEM Academy & Business and Finance Academy
- Maintain district operations, sound facilities & safe transportation
 - Utilize Capital Reserve funds to complete HVAC projects
 - Continue purchasing to maintain district technology and transportation/facilities fleets
 - Continue to fund the Capital Reserve Account

22-23 Budget Considerations

- ESSER 2 & 3 funding will enable the district to maintain certain eligible programs and complete HVAC maintenance that would otherwise be funded through the general budget or Capital Reserve
- NJ passed a law to allow districts to carry over up to 4% (rather than 2%) of unassigned surplus into the following year's budget for SY22
- Expected reduction in 9th grade enrollments in MCVTSD academies for the second consecutive year
- Staff retirements

22-23 Budget Reductions

- Staffing Reductions
 - Enrollment based
 - Elementary - Eight positions
 - Middle School - Two positions
 - High School - Two positions
 - One year ESSER Staff
 - Additional Basic Skills - Three positions
 - Elementary Cafeteria Aides - Six part-time positions
 - Districtwide
 - Support Staff - One position
- Program Implications
 - Elimination of Family Consumer Science elective at the Middle School

Reductions Previously Considered and Avoided

- Privatizing support staff
- Elimination of freshman sports
- Elimination of courtesy bussing/introduction of subscription bussing
- Further reductions in educational programming

Tax impact - What will it cost?

**Average Home
Assessed Value =
\$319,133**

**Annual Increase =
\$72.40**

**Monthly Increase =
\$6.03***

***This includes the cost of debt repayment.**

The Future of JTPS budgets

- We have been planning this year for the reduction in next year's State aid and monitoring S-2 related legislation
- We have continued to make annual staffing adjustments due to declines in student population
- We will continue to look at additional sources of funding and revenue
- Reductions will continue through the 2024-2025 school year. The cumulative loss of revenue over the course of seven years is expected to exceed \$45 million.

| BUDGET YEAR | CURRENT YEAR INCREMENTAL LOSS* | YEARLY LOSS vs. 2017-2018 SY* |
|--|---------------------------------------|--------------------------------------|
| 18-19 | -554,620 | -554,620 |
| 19-20 | -1,193,302 | -1,747,922 |
| 20-21 | -2,251,742 | -3,999,664 |
| 21-22 | -2,791,524 | -6,791,188 |
| 22-23 | -2,640,283 | -9,431,471 |
| 23-24 | -1,641,776 (Estimated) | -11,073,246 |
| 24-25 | -518,456 (Estimated) | -11,591,702 |
| TOTAL CUMULATE LOSS: \$45,189,813 | | |

*May fluctuate due to enrollment

22-23 Budget Summary

Total Budget 63.8M

**Continued opportunity for a top-notch
educational experience for the students of
Jefferson Township**