

# Toms River Regional Schools

## 2016-17 Budget Overview

### June 18, 2016 Budget Hearing

1. General Fund Expenditure Budget as proposed at \$220 million is an increase of 1.3% from the prior year
2. Budget information and detail has been on the district website, notably the Citizen's Budget Advisory Committee meeting presentation from March 23, 2016
3. Despite all efforts, HUD rejected NJ's application for an Essential Services Grant amendment, which would have allocated additional needed funds to the district!
4. Given this loss of revenue, the taxes required to fund the budget have been reduced by \$3,011,212 by a combination of cost reductions and revenue estimate increases
5. The \$3,011,212 in changes from the tentative budget are as follows:
  - Revenues: increase maintenance reserve utilized by \$1,470,513
  - Expenditures: reduction of \$1,540,699 (details on following page)
6. Final tax impacts are now known and are included with the budget information (see 'Tax Grid'):

Toms River= 3.97 cents (3.8%), Pine Beach= 3.02 cents (3.0%)

Note: we cannot show the tax increase on the average house in South Toms River or Beachwood as they did reassessments for this year.

Toms River Regional Schools  
2016-2017 Final Budget- Changes from Tentative Budget

<b>REVENUES</b>	Budget <u>Account Code</u>	\$\$ Change <u>vs. Tentative</u>
<b>General Fund:</b>		
Local:		
Maintenance reserve funding utilized	10-310	1,470,513
<b>EXPENSES</b>		
<b>General Fund:</b>		
Instruction	11-1XX-100-XXX	(717,604)
Special Education	11-2XX-XXX-XXX	(303,276)
Undistributed:		
General Admin.	11-000-230-XXX	(55,500)
Central Services/Business Office	11-000-251-XXX	(41,193)
Operations/Maint/Grnds/Security	11-000-26X-XXX	(220,284)
Transportation	11-000-270-XXX	(55,086)
Allocated/Unallocated Benefits	11-0XX-291-XXX	(147,756)
	Total	<u>(1,540,699)</u>
Total revenue estimate increases/(cost reductions)		<u><u>(3,011,212)</u></u>

**Line-item detail for cost reductions above:**

Grades 1-5 Salaries of Teachers	11-120-100-101	(362,484)	5 teaching positions
Grades 6-8 Salaries of Teachers	11-130-100-101	(53,097)	1 teaching positions
* Grades 9-12 Salaries of Teachers	11-140-100-101	(302,023)	3 teaching positions
* Resource Room- Salaries of Teachers	11-213-100-101	(303,276)	1 teaching positions
Salaries - General Administrative	11-000-230-100	(55,500)	
Salaries - Business Office	11-000-251-100	(41,193)	1 administrative assistant-payroll (eff. 9/1/16)
Purch Prof and Technical Services	11-000-262-300	(160,000)	
Salaries - Grounds	11-000-263-100	(60,284)	2 groundskeeper positions
Salaries - Transportation	11-000-270-160	(55,086)	2 transportation driver positions (eff. 9/1/16)
Health Benefits	11-000-291-270	(147,756)	
	Total	<u>(1,540,699)</u>	15 total positions eliminated

\*also includes savings due to retirements, in addition to the elimination of positions

Toms River Regional Schools  
2016-2017 Final Proposed Budget (Revised)

<b>REVENUES</b>	2015-16 Revised Budget (excl. enc) Through 02/1/16	2016-2017 Base Budget Proposed	\$\$ Change vs. Revised	% Change vs. Revised
<b>General Fund:</b>				
Local:				
Local Property Taxes	137,569,026	144,455,477	6,886,451	5.0%
Fund Balance Appropriated- per audit	403,454	1,062,691	659,237	163.4%
Fund Balance Appropriated- additional per DOE program	796,546	137,309	(659,237)	-82.8%
Subtotal Fund Balance Appropriated	1,200,000	1,200,000	-	0.0%
Tuition (includes SSP send/receive)	555,719	448,370	(107,349)	-19.3%
Transportation fees from other LEA's	80,000	40,000	(40,000)	-50.0%
Miscellaneous	1,022,280	1,022,280	-	0.0%
Maintenance reserve funding utilized	500,000	3,470,513	2,970,513	594.1%
Federal:				
FEMA CDBG Grant (Federal)	7,342,361		(7,342,361)	-100.0%
Medicaid reimbursement (SEMI, Federal)	283,265	319,583	36,318	12.8%
State:				
State Aid-other: Extraordinary Aid	561,500	750,000	188,500	33.6%
State Aid-formula:				
Other Aid (Under Adeq, PARCC, Growth, PLC)	745,461	899,681	154,220	20.7%
Categorical Special Education Aid	9,141,043	9,263,660	122,617	1.3%
Equalization Aid	39,889,745	39,941,537	51,792	0.1%
Categorical Security Aid	1,820,980	1,848,137	27,157	1.5%
Adjustment Aid	11,839,961	11,788,519	(51,442)	-0.4%
Categorical Transportation Aid	4,586,531	4,600,705	14,174	0.3%
Subtotal State Aid-formula	68,023,721	68,342,239	318,518	0.5%
sub-total, general fund	217,137,872	220,048,462	2,910,590	1.3%
Capital Reserve Projects	1,835,000	650,000	(1,185,000)	-64.6%
sub-total, general fund with capital reserve projects	218,972,872	220,698,462	1,725,590	0.8%
Memo entry: Estimated Capital Reserve Interest	1	7,000	6,999	699900.0%
Memo entry: Estimated Maintenance Reserve Interest	3	10,500	10,497	349900.0%
Memo entry: Estimated Emergency Reserve Interest	1	2,450	2,449	244900.0%
sub-total, interest on reserves	5	19,950	19,945	398900.0%
Memo entry: Encumbrances from 2014-15 rolled into 15-16	2,861,669	-	(2,861,669)	-100.0%
sub-total, general fund	221,834,546	220,718,412	(1,116,134)	-0.5%
<b>Special Revenue Fund:</b>				
State Grants	941,894	941,894	-	0.0%
Federal Grants:				
Title I- part a/d	1,945,939	1,654,048	(291,891)	-15.0%
Title II	542,036	460,731	(81,305)	-15.0%
Title III	50,926	43,287	(7,639)	-15.0%
RTTT	1,497	-	(1,497)	-100.0%
IDEA & IDEA PreK	4,090,808	3,373,563	(717,245)	-17.5%
Subtotal Federal Grants	6,631,206	5,531,629	(1,099,577)	-16.6%
Local Grants	741,977	741,977	-	0.0%
<b>Total Special Revenue</b>	8,315,077	7,215,500	(1,099,577)	-13.2%
<b>Debt Service Fund:</b>				
Local Property Taxes	6,002,643	6,153,584	150,941	2.5%
Fund Balance Appropriated	157,002	-	(157,002)	-100%
Debt Service Aid	351,843	350,248	(1,595)	-0.5%
<b>Total Debt Service</b>	6,511,488	6,503,832	(7,656)	-0.1%
<b>Total Budget - all funds</b>	<b>236,661,111</b>	<b>234,437,744</b>	<b>(2,223,367)</b>	<b>-0.9%</b>

Toms River Regional Schools  
2016-2017 Final Proposed Budget (Revised)

<b>EXPENSES</b>	Budget Account Code	2015-16 Revised Budget (excl. enc) Through 02/1/16	2016-2017 Base Budget Proposed	\$\$ Change vs. Revised	% Change vs. Revised
<b>General Fund:</b>					
Instruction	11-1XX-100-XXX	69,023,209	69,837,067	813,858	1.2%
Special Education	11-2XX-XXX-XXX	17,930,560	19,378,224	1,447,664	8.1%
Basic Skills	11-230-100-XXX	976,809	944,890	(31,919)	-3.3%
Bilingual	11-240-100-XXX	479,420	500,229	20,809	4.3%
Co-Curricular	11-401-XXX-XXX	762,640	794,200	31,560	4.1%
Athletics	11-402-XXX-XXX	3,190,308	3,284,904	94,596	3.0%
Community Services	11-800-330-XXX	32,140	32,525	385	1.2%
Undistributed:					
Tuition	11-000-100-XXX	4,132,580	4,421,180	288,600	7.0%
Attendance	11-000-211-XXX	227,400	234,322	6,922	3.0%
Health Services	11-000-213-XXX	2,915,359	3,041,788	126,429	4.3%
Speech,OT,PT, etc	11-000-216-XXX	3,279,474	3,395,625	116,151	3.5%
Other Support/Extraord. services	11-000-217-XXX	7,000	9,900	2,900	41.4%
Guidance	11-000-218-XXX	4,167,937	4,094,481	(73,456)	-1.8%
Child Study Team	11-000-219-XXX	3,506,573	3,525,173	18,600	0.5%
Instructional Services	11-000-221-XXX	2,877,164	2,929,353	52,189	1.8%
Library/Media	11-000-222-XXX	1,755,669	1,869,976	114,307	6.5%
Instructional services/training	11-000-223-XXX	197,200	220,000	22,800	11.6%
General Admin.	11-000-230-XXX	3,403,237	3,276,790	(126,447)	-3.7%
School Admin.	11-000-240-XXX	7,604,765	7,752,310	147,545	1.9%
Central Services/Business Office	11-000-251-XXX	2,126,338	2,159,289	32,951	1.5%
Technology	11-000-252-XXX	1,824,515	1,757,895	(66,620)	-3.7%
Operations/Maint/Grnds/Security	11-000-26X-XXX	18,194,740	17,886,097	(308,643)	-1.7%
Transportation	11-000-270-XXX	12,397,194	12,850,031	452,837	3.7%
Allocated/Unallocated Benefits	11-0XX-291-XXX	54,517,468	54,931,952	414,484	0.8%
Subtotal Undistributed		123,134,613	124,356,162	1,221,549	1.0%
Total Current Expense		215,529,699	219,128,201	3,598,502	1.7%
Capital Outlay:					
Equipment	12-XXX-73X-XXX	947,912	257,500	(690,412)	-72.8%
Facilities	12-000-400-XXX	621,261	621,261	-	0.0%
Subtotal Capital Outlay		1,569,173	878,761	(690,412)	-44.0%
Transfers to Charter Schools	10-XXX-XXX-XXX	-	-	-	#DIV/0!
Special Schools (summer, etc)	13-XXX-XXX-XXX	39,000	41,500	2,500	6.4%
sub-total, general fund		217,137,872	220,048,462	2,910,590	1.3%
Capital Reserve Projects		1,835,000	650,000	(1,185,000)	-64.6%
sub-total, general fund with capital reserve projects		218,972,872	220,698,462	1,725,590	0.8%
Memo entry: interest on reserves		5	19,950	19,945	398900.0%
Memo entry: Encumbrances from 2014-15 rolled into 15-16		2,861,669	-	(2,861,669)	-100.0%
sub-total, general fund		221,834,546	220,718,412	(1,116,134)	-0.5%
<b>Special Revenue Fund:</b>					
Federal Programs	20-XXX-XXX-XXX	6,631,206	5,531,629	(1,099,577)	-16.6%
State Programs	20-XXX-XXX-XXX	941,894	941,894	-	0.0%
Local Programs	20-XXX-XXX-XXX	741,977	741,977	-	0.0%
Total Special Revenue		8,315,077	7,215,500	(1,099,577)	-13.2%
<b>Debt Service Fund:</b>					
Interest	40-701-510-834	1,502,095	1,356,611	(145,484)	-9.7%
Interest on ERI bonds	40-701-510-835	526,559	504,387	(22,172)	-4.2%
Principal	40-701-510-910	4,482,834	4,642,834	160,000	3.6%
Total Debt Service		6,511,488	6,503,832	(7,656)	-0.1%
Total Budget - all funds		236,661,111	234,437,744	(2,223,367)	-0.9%

Toms River Regional Schools  
Tax Grid for Final Proposed 2016-17 Budget (Revised)

<u>Tax levy- general and debt service</u>	<u>Taxes-Prior Year</u>	<u>Taxes-Proposed</u>	<u>Difference-\$\$</u>	
Total general fund taxation	\$137,853,026	\$144,455,477	\$6,602,451	
CDL- STR,BW,PB(PY)	\$0	\$0	\$0	
CDBG- suppl allocations- STR,BW,PB	(\$284,000)	\$0	\$284,000	
Total general fund taxation	\$137,569,026	\$144,455,477	\$6,886,451	5.0%
Total debt service taxation	\$6,002,643	\$6,153,584	\$150,941	2.5%
Total taxation	\$143,571,669	\$150,609,061	\$7,037,392	4.9%

	<u>Toms River</u>	<u>South Toms River</u>	<u>Beachwood</u>	<u>Pine Beach</u>	<u>Total</u>
Net taxable valuation	\$12,699,617,676	\$220,503,621	\$803,752,683	\$246,598,826	\$13,970,472,806
Allocation Percentage per Department of Education	91.3891282%	1.4052417%	5.5143811%	1.6912490%	100.00%
General fund tax levy allocation	132,016,601	2,029,948	7,965,826	2,443,102	144,455,477
Debt service fund tax levy allocation	5,623,707	86,473	339,332	104,072	6,153,584
Total tax levy allocation	137,640,308	2,116,421	8,305,158	2,547,174	150,609,061
Prior year	131,060,598	2,066,831	7,985,903	2,458,337	143,571,669
Increase in tax levy amount from prior year	6,579,709	49,590	319,255	88,837	7,037,392
Deferred levy amount (STR only!) from prior year- General fund		989,334			
Deferred levy amount (STR only!) from prior year - Debt service		44,081			
		1,033,415			
Deferred levy amount (STR only!) for current year- General fund		1,014,974			
Deferred levy amount (STR only!) for current year - Debt service		43,236			
		1,058,211			
Current year tax levy amount (STR only!)- General fund for A4F!		2,004,308			
Current year tax levy amount (STR only!)- Debt Service for A4F!		87,317			
		2,091,626			
<b>Tax Rate Breakdown</b>					
Estimated Current Year Tax Rate (Per \$100) - General fund	1.0395	0.9090	0.9911	0.9907	
Estimated Current Year Tax Rate (Per \$100) - Debt service fund	0.0443	0.0396	0.0422	0.0422	
Estimated Current Year Tax Rate (Per \$100) - Total	1.0838	0.9486	1.0333	1.0329	
Prior Year Tax Rate(Per \$100)- General fund	1.0005	On individual basis*	On individual basis*	0.9592	
Prior Year Tax Rate (Per \$100)- Debt service fund	0.0436	On individual basis*	On individual basis*	0.0436	
Prior Year Tax Rate (Per \$100)- Total	1.0441	On individual basis*	On individual basis*	1.0027	
Total Increase/(Decrease) - General fund	0.0390	On individual basis*	On individual basis*	0.0315	
Total Increase/(Decrease) - Debt service fund	0.0007	On individual basis*	On individual basis*	(0.0014)	
Total Increase/(Decrease) - CENTS PER \$100	0.0397	On individual basis*	On individual basis*	0.0302	

**Summary:**

	<u>Toms River</u>	<u>South Toms River</u>	<u>Beachwood</u>	<u>Pine Beach</u>
Sample Residential Assessment (assessed, NOT market value)	\$267,501	\$164,792	\$203,100	\$278,643
Current School Tax	\$2,792.99	On individual basis*	On individual basis*	\$2,794.07
Total Proposed School Tax	\$2,899.21	\$1,563.16	\$2,098.63	\$2,878.17
Total proposed school tax rate (per \$100 of assessed value)	\$1.0838	\$0.9486	\$1.0333	\$1.0329
Total dollar increase- per month	\$8.85	On individual basis*	On individual basis*	\$7.01
Total dollar increase- per year	\$106.22	On individual basis*	On individual basis*	\$84.10
Total increase per year - cents	3.97	On individual basis*	On individual basis*	3.02
Total increase per year - percentage	3.8%	On individual basis*	On individual basis*	3.0%

\* Due to reassessment, prior year school tax should be viewed on an individual basis as rates and valuations have changed

Note: A split/deferred tax levy methodology is used for South Toms River since they are on a July-June fiscal year.

**Additional Statistics:**

	<u>Toms River</u>	<u>South Toms River</u>	<u>Beachwood</u>	<u>Pine Beach</u>	<u>Total</u>
2015 Net taxable valuations	12,552,441,741	271,633,084	1,003,076,721	245,161,702	14,072,313,248
2016 Net taxable valuations	12,699,617,676	220,503,621	803,752,683	246,598,826	13,970,472,806
Increase (decrease) in ratable base	147,175,935	(51,129,463)	(199,324,038)	1,437,124	(101,840,442)
% change	1.17%	-18.82%	-19.87%	0.59%	-0.72%
2014 EQUALIZED valuations(used for DOE tax allocation as of Oct. 1)	14,088,101,666	227,114,660	873,101,736	275,164,632	15,463,482,694
2015 EQUALIZED valuations(used for DOE tax allocation as of Oct. 1)	14,460,430,346	222,350,309	872,536,212	267,605,002	15,822,921,869
change	372,328,680	(4,764,351)	(565,524)	(7,559,630)	359,439,175
% change	2.64%	-2.10%	-0.06%	-2.75%	2.32%
Allocation Percentage per Department of Education- for 2015-16	91.1056193%	1.4687160%	5.6462167%	1.7794480%	100.00%
Allocation Percentage per Department of Education- for 2016-17	91.3891282%	1.4052417%	5.5143811%	1.6912490%	100.00%
change	0.2835089%	-0.0634743%	-0.1318356%	-0.0881990%	0.0000000%
% change	0.31%	-4.32%	-2.33%	-4.96%	0.00%