

2019-2020 Proposed Budget

North Hunterdon-Voorhees Regional High School District





Budget Goals



- ▶ Provide a thorough and efficient education to a projected 2,445 students (enrollment was 2,562 as of 10/15/18)
- ▶ Maintain current level of student academic (e.g. 26 AP courses), co-curricular (clubs/activities/intramurals), and athletic programs (17 different sports offered, girls/boys, multiple levels)
- ▶ Maintain safe and functional facilities
- ▶ Meet contractual obligations
- ▶ Attract and retain highly qualified staff members
- ▶ Meet NJ State Mandates
- ▶ Prepare a budget that is fiscally responsible to district's taxpayers

Local Tax Levy

- ▶ The Board has proposed a 2% increase to the local tax levy for the 2019-2020 budget.

Local Tax Levy Increase-General Fund	
2015-2016	0%, and \$400,000 reduction to debt service tax
2016-2017	0%
2017-2018	0%
2018-2019	2%
2019-2020	2%

State Aid

- State Aid allocation to our district for 2019-2020 is anticipated to decrease for a second year in a row, by \$200,892.

State Aid	
2015-2016	\$5,527,213
2016-2017	\$5,554,323
2017-2018	\$5,554,323
2018-2019	\$5,455,854
2019-2020	\$5,254,962

- State aid is anticipated to decrease through 2025, with a total loss of about \$1.6 million to our district

Revenue Comparison

Major Fund Area	2018-2019 Budget	Proposed 2019-2020 Budget	Dollar Change
Local Tax Levy	\$ 47,989,885	\$ 48,949,682	\$ 959,797
Other Revenues/Tuition/Interest	\$ 434,000	\$ 434,000	0
State Aid	\$ 5,455,854	\$ 5,254,962	- \$ 200,892
Special Ed. Extraordinary Aid	\$ 425,000	\$425,000	0
Medicaid Reimbursement	\$ 22,325	\$ 26,144	\$ 3,819
Budgeted Fund Balance	\$ 4,951,899	\$ 4,224,816	- \$ 727,083
Withdrawal from Capital Reserve	\$ 554,902	0	- \$ 554,902
Withdrawal from Maintenance Reserve	\$4,610	0	- \$ 4,610
Adjustment for Prior Year Encumbrances	\$ 3,847,342	0	- \$ 3,847,342
Total Revenue for Operating Budget	\$ 63,685,817	\$ 59,314,604	- \$ 4,371,213
Federal & State Revenue/Grants	\$ 769,365	\$ 508,073	- \$ 261,292
Debt Service-Tax Levy	\$ 385,855	\$ 565,890	\$ 180,035
Total Revenues/Sources	\$ 65,204,239	\$ 60,579,310	- \$ 4,624,929

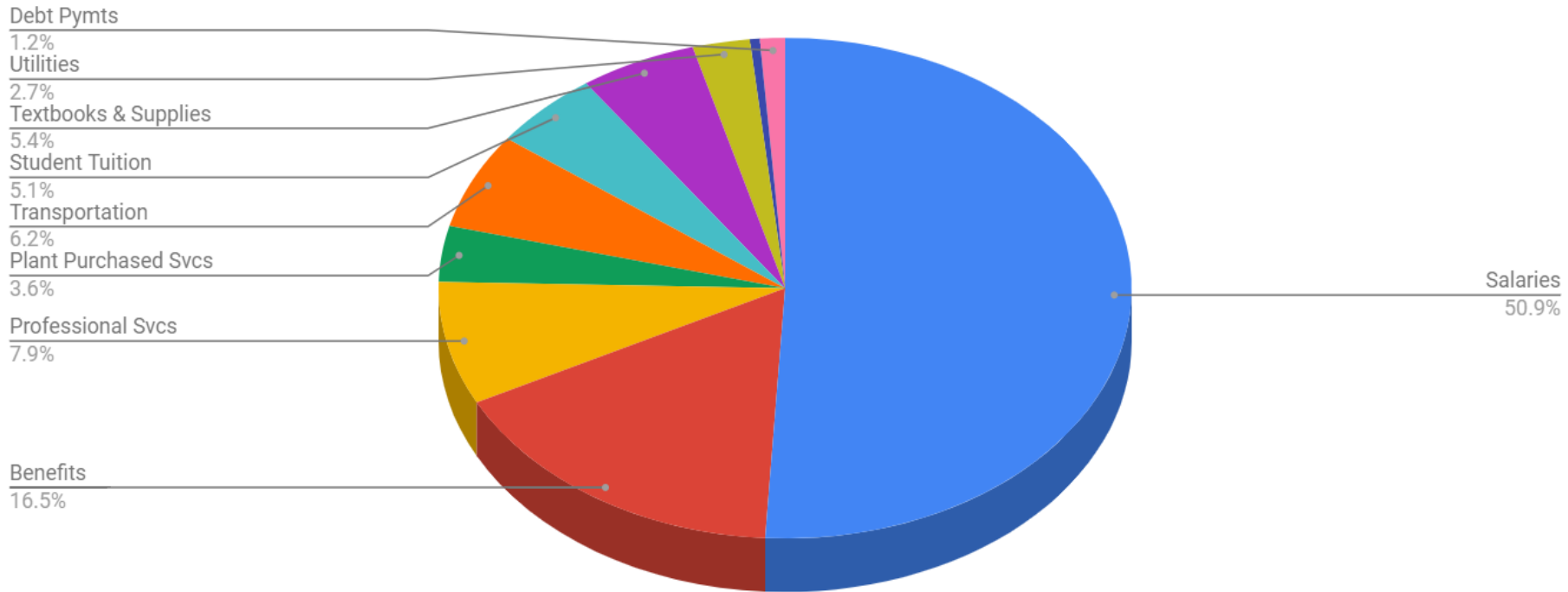


Revenue Comparison



- ▶ The revenue for the operating budget is \$59,314,604, or 6.86% less, than the current year. Total is less due to:
 - ▶ Decrease in excess surplus (budgeted fund balance)
 - ▶ No budgeted withdrawals from capital or maintenance reserve accounts anticipated for 2019-2020
 - ▶ 2018-2019 budget includes \$3.8 million in prior year encumbrances
 - ▶ If we do not factor in the adjustment for prior year encumbrances, next year's total revenue is anticipated to decrease by \$523,871. Prior year encumbrances are purchase orders not yet paid carried over from the previous school year.

Major Budget Allocations



Salaries	\$30,203,148	Textbooks & Supplies	\$3,228,527
Benefits	\$9,808,239	Utilities	\$1,588,431
Professional Services	\$4,713,247	Misc Expenditures	\$269,096
Plant Purchased Services	\$2,134,180	Debt Payments	\$697,389
Transportation	\$3,671,073	Total	\$59,314,604
Student Tuition	\$3,001,273		
		Total security budget included in above categories	\$1,365,863

Expenditure Comparison

<u>General Current Expense</u>	<u>2018-2019</u>	<u>2019-2020</u>	<u>Difference</u>
Regular Programs	17,435,329	17,908,795	473,466
Special Education	3,396,139	3,731,166	335,027
Co-Curricular Activities	585,636	588,024	2,388
Athletics	2,493,140	2,461,552	- 31,588
Summer Credit Restoration	5,000	5,000	0
Tuition	3,586,705	3,001,273	- 585,432
Attendance, Social Work Services	346,579	337,665	- 8,914
Health Services	482,309	478,334	- 3,975
Speech, OT, PT, Extraordinary Services	324,195	299,110	- 25,085
Other Support Services-Extraordinary Service	299,183	290,000	- 9,183
Guidance	1,647,525	1,643,375	- 4,150
Child Study Teams	1,104,561	1,125,430	20,869
Improvement of Instruction Services	1,139,768	1,216,746	76,978
Media Services-School Library	478,691	483,173	4,482
Instructional Staff Training Services	65,900	56,500	- 9,400
General Administration	1,501,092	1,255,859	- 245,233
School Administration	1,239,859	1,198,479	- 41,380
Central Services	906,619	821,520	- 85,099
Admin Info Technology	864,021	977,567	113,546
Operation & Maintenance of Plant Services	7,377,640	7,524,714	147,074
Student Transportation Services	4,847,324	3,975,296	- 872,028
Personal Services-Employee Benefits	10,056,590	9,686,837	- 369,753
TOTAL	\$ 60,183,805	\$ 59,066,415	\$ - 1,117,390



Expenditures



- ▶ The proposed 2019-2020 budget provides funding for the following initiatives:
 - ▶ New Lion P.R.I.D.E. Academy housed at North Hunterdon for students with behavioral and emotional problems.
 - ▶ Continuation of annual computing device replacement program for students and staff, including Chromebooks and desktop computers.
 - ▶ Expansion of existing security initiatives such as electronic lock and camera system, as well as continued reimbursement for SRO and Class III officers at each high school.
- ▶ There are no capital projects included in the 2019-2020 budget.
- ▶ Due to declining enrollment, six positions were eliminated for 2019-2020.



Budget Tax Impact

Share of Tax Levy and Tax Rates

Tax Share Per Municipality

Municipality	Equalized Valuation of Municipality	Regional HS Enrollment 10-15-18	Share of Regional Tax Levy 2019-2020 *	Share of Regional Tax Levy 2018-2019 *	Difference
Bethlehem Twp.	562,483,861	230.0	7.4175470%	7.4683220%	-0.0507750%
Califon	148,105,497	66.0	2.4243871%	2.2277710%	0.1966161%
Clinton Town	392,503,894	173.0	4.8123430%	4.6959522%	0.1163908%
Clinton Twp.	2,263,310,606	688.5	27.6606848%	29.1010941%	-1.4404093%
Franklin Twp.	567,067,873	167.0	7.3461852%	7.2053537%	0.1408315%
Glen Gardner	162,890,123	65.5	1.8051538%	1.6099816%	0.1951722%
Hampton	124,458,939	55.5	1.5124981%	1.3951560%	0.1173421%
High Bridge	373,800,658	163.0	3.8585560%	3.5822893%	0.2762667%
Lebanon Boro.	290,507,847	60.0	3.2241731%	2.6837989%	0.5403742%
Lebanon Twp.	914,961,992	324.5	11.1790646%	11.9557594%	-0.7766948%
Tewksbury Twp.	1,666,657,212	256.5	18.3062585%	18.2880789%	0.0181796%
Union Twp.	857,386,591	264.0	10.4531488%	9.7864429%	0.6667059%
Total	\$ 8,324,135,093	2,513.5	100%	100%	

* Tax share percentages change year to year based on high school enrollment from each municipality and property values.

Estimated High School Tax Rates

Tax Rate per \$100 of Property Value per year, includes debt repayment

Municipality	2018-2019 rate	2019-2020 rate (2% levy increase)	Difference	Inc/Dec per year for \$100,000 property (2% tax levy increase) *	2019-2020 rate (if 0% tax levy increase)	Difference	Inc/Dec for \$100,000 property (0% tax levy increase) *
Bethlehem Twp.	0.6444	0.6530	0.0086	\$8.60	0.6403	-0.0041	-\$4.10
Califon	0.7453	0.8105	0.0652	\$65.20	0.7948	0.0495	\$49.50
Clinton Town	0.5606	0.5929	0.0323	\$32.30	0.5870	0.0264	\$26.40
Clinton Twp.	0.6163	0.6051	-0.0112	-\$11.20	0.5934	-0.0229	-\$22.90
Franklin Twp.	0.6070	0.6415	0.0345	\$34.50	0.6290	0.0220	\$22.00
Glen Gardner	0.4908	0.5487	0.0579	\$57.90	0.5381	0.0473	\$47.30
Hampton	0.5527	0.6017	0.049	\$49.00	0.5901	0.0374	\$37.40
High Bridge	0.4830	0.5111	0.0281	\$28.10	0.5012	0.0182	\$18.20
Lebanon Boro.	0.4698	0.5290	0.0592	\$59.20	0.5205	0.0507	\$50.70
Lebanon Twp.	0.6310	0.6050	-0.0260	-\$26.00	0.5933	-0.0377	-\$37.70
Tewksbury Twp.	0.5398	0.5439	0.0041	\$4.10	0.5333	-0.0065	-\$6.50
Union Twp.	0.5777	0.6037	0.0260	\$26.00	0.5920	0.0143	\$14.30

* Ex: \$100,000 property in Union Twp.- Increase in tax rate for year (1000 x 0.0260) = \$26.00 2019 Increase / 12 = \$2.16 per month

Tax rates based on estimated equalized valuation of municipality as of 10/1/2018



Thank you for your time.

This presentation and the user-friendly format of the 2019-2020 budget are available online at www.nhvweb.net, under District & BOE Services tab.