

Franklin Township Public Schools



**2017–2018 FINAL BUDGET PRESENTATION
BOARD OF EDUCATION MEETING - APRIL 27, 2017**

Franklin Township Board of Education

Edward Potosnak, President

Nancy LaCorte, Vice President

Christine Danielsen

Laurie Merris

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Dr. John Ravally, Superintendent of Schools

James H. Strimple, Jr., Interim Asst. Supt. for Business



Franklin Township Public Schools
2017-2018 Final Budget Presentation
Board of Education Meeting – April 27, 2017

Goals for Tonight's Meeting

- Review
 - Board Budget Goals
 - District Revenues
 - Planned Expenditures
 - Budget Tax Implications
- Compare Per Pupil Budgetary Cost
 - Franklin Charter Schools
 - Franklin and Similar Somerset County Districts
- Approve Final Budget



Budget Calendar Items Remaining

Date	Action
Thurs., April 27, 2017	Public Hearing and Board Adoption of Final 2017-2018 Budget.
Fri., April 28, 2017	Submission of Board Approval of 2017-2018 Budget to Department of Education.



Franklin Township Public Schools
2017-2018 Final Budget Presentation
Board of Education Meeting – April 27, 2017



Meeting this Year's Budget Goals Established by the Board of Education

The Challenge

MEETING THE BOARD'S GOALS

WHILE SUPPORTING AND GROWING PROGRAMS

& PREPARING OUR FACILITIES FOR GRADE RECONFIGURATION,

ALL WHILE STAYING WITHIN REVENUE LIMITS.

GIVEN

FLAT STATE AID FOR 5 CONSECUTIVE YEARS,

A 16% REDUCTION IN PRESCHOOL AID,

& A 20% INCREASE IN CHARTER SCHOOL TUITION.

Meeting the Budget Goals

- Goal One: Budget for high quality professional development for all staff to support academic programs, and identify through the budget process appropriate professional development facilities.
 - Additional Technology Coach to provide professional development for teachers in the use of social media for learning
 - Professional development for new teaching staff members at the secondary level in the Teachers College Model
 - Professional development to support new website design
 - Professional development on [social and emotional learning competencies](#) - training for Grade K teachers (pilot)
 - Additional training of school based staff in the Genesis student information system
 - Training for teachers on the enhanced use of the [I-Ready](#) on-line learning tool

Total Impact \$140,700



Meeting the Budget Goals

- Goal Two: Budget to support and expand extra-curricular offerings, enrichment activities, gifted/talented programs, and technology access to support 21st century skill development and college/career readiness.
 - Expand G&T to Grade 5 – “Engineering is Elementary”
 - Introduce the “[Knowing Science](#)” Elementary Program (K-5)
 - Expand High School STEM Elective Offerings ([Biotechnology; Chemical Engineering and Neuroscience](#))
 - Support learning of current events via an on-line weekly reader in one elementary grade, district wide
 - Explore College and Career academy programing (pilot)
 - Expand 1:1 Chromebook Initiative to Grade 6 (lease of Chromebooks and insurance)
 - Create Saturday School (Saturday Detention)
 - Increase number of assistant coaches for FHS and FMS track

Total Impact \$321,215



Meeting the Budget Goals

- Goal Three: Budget to expand efforts to protect all district students, staff and property.
 - Introduce the “Go Guardian” Chromebook management tool
 - Implement “Share 911” security communication tool
 - Upgrade various surveillance cameras throughout district
 - Replace district security/attendance officer vehicle

Total Impact \$110,900



Meeting the Budget Goals

- Goal Four: Budget to support the restructuring and rezoning of the district, as well as enhanced communication efforts.
 - Restructuring and Rezoning
 - Utilize Edulog - transportation consultant – to create new attendance zones; analyze bell schedule and plan bus routes
 - Hire staff to prepare for the opening of Claremont Road Elementary School (Principal – for six months; Head Custodian – for four months)
 - Update cafeteria and kitchen facilities at SGS to provide parity of facilities at middle school level
 - Update fitness center at FMS to provide parity of facilities at middle school level
 - Provide additional supervision during lunch periods at EAS
 - Enhanced Communications
 - Website Template
 - Township Newsletter

Total Impact \$640,446



Meeting the Budget Goals

- Goal Five: Budget additional resources and utilize current capital reserve funds to target facilities revitalization.
 - Continued improvements to FHS parking lot - \$330,000
 - Construction of [concession building](#) at FHS Athletic Complex - \$1,200,000
 - Replacement of the gymnasium divider at FHS - \$34,000
 - Replacement of the stage curtain at MAC - \$7,500
 - Upgrade to sound and lighting system at FMS - \$40,000
 - Ceiling grid and tile replacement at SGS - \$200,000
 - Partial roof replacement at SGS - \$410,000
 - Parking lot repair at FPS - \$235,000
 - Asbestos removal and floor tile replacement at CON, MAC, HIL and FMS – total \$100,000

Total Impact \$2,556,500



Personnel Changes

Job Category	Budget Impact	Explanation
Principal Claremont Road Elementary School	\$79,520	Six months salary budgeted for 17-18 school year - Principal to supervise preparation of Claremont Road Elementary School opening. <i>Supports Goal Four</i>
Head Custodian Claremont Road Elementary School	\$24,763	Four months salary budgeted for 17-18 school year – Head Custodian to prepare Claremont Road Elementary School building for opening. <i>Supports Goal Four</i>
Teacher Design & Problem Solving	\$69,440	Expansion of elective offerings in Grades 7 and 8. <i>Supports Goal Two</i>
Lunch Aides (EAS)	\$ 3,413	Additional aides to provide lunch period supervision during the transition. <i>Supports Goal Four</i>
Technology Coach Social Media Specialist	\$69,440	Additional coach to provide support and professional development to teachers in the use of social media to enhance learning. <i>Supports Goal One</i>

Personnel Changes

Job Category	Budget Impact	Explanation
Hourly Stipend For Staff	\$ 9,520	Hours to supervise Saturday School. <i>Supports Goal Two</i>
Stipend Assistant Coach FHS Spring Track	\$ 7,478	Additional supervision based upon projected increased enrollment. <i>Supports Goal Two</i>
Stipend Assistant Coach FMS Track and Field	\$ 2,617	Additional supervision based upon projected increased enrollment. <i>Supports Goal Two</i>

Personnel Changes

Job Category	Budget Impact	Explanation
Teacher Autistic Program FHS	\$69,440	Program growth based upon enrollment projections. <i>Supports Program Growth</i>
Two Paraprofessionals Autistic Program FHS	\$76,160	Program growth based upon enrollment projections. <i>Supports Program Growth</i>
Teacher Cognitively Impaired Program FHS	\$69,440	Program growth based upon enrollment projections. <i>Supports Program Growth</i>
Two Paraprofessionals Cognitively Impaired Program FHS	\$76,160	Program growth based upon enrollment projections. <i>Supports Program Growth</i>
Total	\$557,391	Increase personnel/staff time.



Meeting Budget Goals Within Board Approved Parameters

Goal Six: To Support the District Programs the Board Will Utilize Its 2% Spending Growth Allowance, State Department of Education Authorized Budgetary Spending Growth Adjustments, and Banked CAP.

Adjustment	Amount
2016-2017 tax levy	\$129,856,369
2% permitted increase on adjusted 2016-2017 tax levy	\$ 2,597,127
2017-2018 permitted CAP tax levy	\$132,453,496
Permitted spending prior to use of Banked CAP	\$132,453,496
Total Available Banked CAP from 2015-2016 - Must Be Used by 2018-2019 School Year	\$ 707,345
Permitted Spending Level with the Use of Banked CAP	\$133,160,841

A district can request use of Banked CAP only after it has fully exhausted all eligible statutory spending authority in the budget year. These include enrollment adjustments and increase in health care costs.

The banked cap from the earliest pre budget year must be used before the amount from a more recent year.

Meeting the Budget Goals

- Goal Seven: Anticipate the utilization of any unspent 2016-2017 general fund budget to be allocated to supplement the Referendum budget.
 - The Board of Education has the flexibility to support the One Less Move Referendum with capital reserve funds.
 - Improvements to the Franklin Middle School parking lot \$1,003,000
 - Supplement the Hillcrest School addition project \$250,000
 - Supplement the Pine Grove Manor elevator project \$196,800
 - Supplement the Elizabeth Avenue School renovation/addition project \$300,000

Total \$1,749,800



Capital Reserve Analysis

Available Balance 7/1/16		\$ 6,587,835
Withdrawals – 2016-2017		\$ (295,000)
Available Balance 4/7/17		\$ 6,292,835
Withdrawals – 2017-2018 Budget		
Paving FPS	\$ 235,000	
Paving FHS	\$ 330,000	
Concession Building FHS	\$ 1,200,000	
Ceiling Tile/Grid Replacement SGS	\$ 200,000	
Kitchen Renovation SGS	\$ 454,000	
Roof Replacement SGS	\$ 410,000	
Total		\$(2,829,000)
Withdrawal – Referendum Projects		
Paving FMS	\$1,003,000	
Hillcrest Addition	\$ 250,000	
EAS Addition	\$ 300,000	
PGM Elevator	\$ 196,800	
Total		\$(1,749,800)
Remaining Capital Reserve		\$ 1,714,035
2016-2017 Estimated Budget Transfer	\$4,000,000	\$ 4,000,000
Estimated Capital Reserve 6/30/17		\$ 5,714,035

2017-2018 Budget

	2016-17 Adopted Budget	2017-18 Proposed Budget	Increase/ (Decrease)	% Increase/ (Decrease)
Operating Budget	\$ 137,375,166	\$ 138,537,468	\$ 1,162,302	.84%
Capital Outlay	\$ 1,991,450	\$ 5,289,271	\$ 3,297,821	165.60%
Charter School Payments	\$ <u>9,043,447</u>	\$ <u>10,896,672</u>	\$ <u>1,853,225</u>	20.49%
Total General Operating Funds	\$ 148,410,063	\$ 154,723,411	\$ 6,313,348	4.25%
Special Revenue Fund	\$ 5,933,075	\$ 4,955,298	\$ (977,777)	- 16.48%
Debt Service	\$ 9,353,565	\$ 9,046,725	\$ (306,840)	- 3.28%
Total	\$ 163,696,703	\$ 168,725,434	\$ 5,028,731	3.07%

Budget to Budget Comparison

Program	2016-17 Adopted Budget	2017-18 Proposed Budget	Increase Decrease	% Increase Decrease	% of Budget
Regular Instruction	\$34,654,773	\$ 34,889,282	\$ 234,509	0.68%	22.55%
Bilingual/Basic Skills/Alternative Ed	\$ 4,381,125	\$ 4,611,096	\$ 229,971	5.25%	2.98%
Spec Ed Instruction	\$ 10,017,343	\$ 11,051,256	\$ 1,033,913	10.32%	7.14%
Co-Curricular	\$ 1,481,234	\$ 1,522,630	\$ 41,396	2.79%	.98%
Support Services	\$ 15,266,205	\$ 16,080,657	\$ 814,452	5.33%	10.39%
Tuition	\$ 12,191,108	\$ 11,209,147	\$ (981,961)	- 8.05%	7.24%
Administration	\$ 10,033,148	\$ 10,268,926	\$ 235,778	2.35%	6.64%
Operations Maintenance	\$ 13,262,904	\$ 13,043,657	\$ (219,247)	- 1.65%	8.43%
Transportation	\$ 13,819,040	\$ 14,012,417	\$ 193,377	1.40%	9.06%
Employee Benefits	\$ 22,268,286	\$ 21,848,400	\$ (419,886)	- 1.89%	14.12%
Capital Outlay	\$ 1,991,450	\$ 5,289,271	\$ 3,297,821	165.60%	3.42%
Charter Schools	\$ 9,043,447	\$ 10,896,672	\$ 1,853,225	20.49%	7.04%
Total General Fund	\$147,410,063	\$154,723,411	\$ 6,313,348	4.25%	100 %

Budgeted Revenue Comparison

Total

Revenue Source	2016-2017 Budget	2017-2018 Estimated	Increase/ Decrease	% Change
Total Local Revenue	\$133,763,681	\$140,021,708	\$ 6,258,027	4.68%
Total State Aid	\$ 13,283,157	\$ 13,283,157	\$ -----	0.00%
Total Other Aids	\$ 1,363,225	\$ 1,418,546	\$ 55,321	4.06%
Total Current Expense	\$148,410,063	\$154,723,411	\$ 6,313,348	4.25%
Total Special Revenue	\$ 5,933,075	\$ 4,955,298	\$ (977,777)	- 16.48%
Total Debt Service	\$ 9,353,565	\$ 9,046,725	\$ (306,840)	- 3.28%
TOTAL REVENUES	\$163,696,703	\$168,725,434	\$ 5,028,731	3.07%

2017-2018 Sources of Income for Current Expense Budget

Source	Amount	% of Budget
Local Taxes	\$132,453,496	85.61%
State Aid	\$ 13,283,157	8.59%
Fund Balance	\$ 2,777,212	1.79%
Capital Reserve	\$ 4,578,800	2.96%
Other Aids	\$ 1,418,546	.92%
Tuition	\$ 100,000	.06%
Misc Income	\$ 112,200	.07%
Total Operating Fund Revenues	\$ 154,723,411	100.00%

Tax Comparison

Calendar Year - Calendar Year

	Calendar Year 2016	Calendar Year 2017	Increase (Decrease)
Current Expense Tax Levy	\$128,583,268	\$131,154,932	\$ 2,571,664
Debt Service Tax Levy	\$ <u>7,501,097</u>	\$ <u>8,133,695</u>	\$ <u>632,598</u>
Total Tax Levy	\$136,084,365	\$139,288,627	\$ 3,204,262

Assessed Valuation	\$9,246,202,748	\$9,510,389,360	\$ 264,186,612
Current Expense Tax Levy	\$1.390	\$1.379	(\$0.011)
Debt Service Tax Levy	\$ <u>0.082</u>	\$ <u>0.086</u>	\$ <u>0.004</u>
Tax Rate	\$1.472	\$1.465	(\$0.007)

Estimated Tax Impact On Average Assessed Home

Assessed Value of Home	\$200,000	\$400,000	\$318,033 <i>Average Home</i>
Change from last year	(\$14.81)	(\$29.62)	(\$23.55)



Somerset County Per Pupil Budgetary Cost Comparison

- Total Budgetary Cost Per Pupil*

Actual	State Average	Franklin	Hillsborough	Bridgewater	Montgomery	Bernards
2012 -2013	\$14,156	\$13,717	\$13,247	\$13,260	\$12,785	\$12,622
2013 -2014	\$14,502	\$13,675	\$13,469	\$13,774	\$13,715	\$13,043
2014 -2015	\$14,604	\$13,916	\$13,653	\$14,277	\$14,102	\$13,315
2015 -2016	\$15,144	\$14,585	\$14,515	\$15,539	\$15,115	\$14,390
2016 -2017		\$15,397	\$14,964	\$15,609	\$15,095	\$14,926

*Per Pupil – K-12 Districts – More Than 3,500 Students

Charter School Cost Analysis

Budget Year	State Projected Allocation	Actual Expenditure	Amount Over/(Under) Budgeted Amount
2013-14	\$ 5,175,104	\$ 5,143,661	\$ 31,443
2014-15	\$ 5,911,066	\$ 5,679,293	\$ 231,773
2015-16	\$ 7,487,080	\$ 6,949,487	\$ 537,593
2016-17	\$ 9,043,447	\$ 8,152,575	\$ 890,872 projected
2017-18 Budget	\$ 10,896,672		

Charter School Cost Analysis

Budget Year	State Projected Allocation	% increase
2013-14	\$ 5,175,104	
2014-15	\$ 5,911,066	14.22%
2015-16	\$ 7,487,080	26.66%
2016-17	\$ 9,043,447	20.79%
2017-18 Budget	\$ 10,896,672	20.49%

*indicates percent increase from previous year's allocation

Charter School Cost Analysis

School	2016-2017 State Projected		Cost Per Pupil	2017-2018 State Projected		Cost Per Pupil
	Enroll	Payment		Enroll	Payment	
CJCP	355	\$4,804,649	\$13,534.22	451	\$6,082,076	\$13,485.76
Barack Obama	1	\$ 18,048	\$18,048.00	—	—	—
Marion P. Thomas CS	—	—	—	1	\$ 12,515	\$12,515.00
Hatikvah Internat'al	13	\$ 179,886	\$13,837.38	19	\$ 249,978	\$13,156.74
Thomas Ed Energy Sm't	322	\$3,715,985	\$11,540.33	357	\$4,274,578	\$11,973.61
Greater Brunswick	18	\$ 304,001	\$16,888.94	16	\$ 277,525	\$17,345.31
Unity	2	\$ 20,878	\$10,439.00	—	—	—
Total	711	\$9,043,447	\$12,719.33	844	\$10,896,672	\$12,910.75

Next Steps

- Approve Final 2017-2018 Budget
- Submit Budget to the Department of Education



Illustration by Chris Gosh

Questions?

