

# **Budget Workshop**

## **2011-2012**

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# Let's Review . . .

## Step #1

Estimate total **REVENUE**

## Step #2

Estimate total **SPENDING PLAN**

## Step #3

If revenue  $>$  spending plan = **SURPLUS**

If spending plan  $>$  revenue = **DEFICIT**



# **DISCLAIMER!**

**THE INFORMATION PRESENTED ON THE  
FOLLOWING SLIDES IS**

**ESTIMATED**

**AND BASED SOLELY ON THE MOST  
RECENTLY AVAILABLE DATA FROM ALL  
SOURCES; INCLUDING THE  
NEW JERSEY DEPARTMENT OF  
EDUCATION.**



# **Step #1** – Revenue

**Property Taxes**

**State Aid**

**Miscellaneous**

**Fund Balance**



# Property Taxes

	\$	%
<b>2011-2012 Property Tax Levy</b>	<b>\$8,268,967</b>	
<b>Budget Cap of 2% (Excl. Waivers)</b>	<b>165,379</b>	<b>2.0%</b>
<b>2012-2013 Property Tax Levy @ "2%"</b>	<b>8,434,346</b>	
<b>+ Adjustment for Increased Enrollment</b>	<b>250,186</b>	
<b>2012-2013 Property Tax Levy @ "2% + Enroll"</b>	<b>8,684,532</b>	<b>5.0%</b>
<b>+ Banked Cap from 2011-2012 Budget</b>	<b>112,561</b>	
<b>Maximum 2012-2013 Property Tax Levy</b>	<b>8,797,093</b>	<b>6.4%</b>



# State Aid

There are 3 types of State Aid:

1. **“Categorical”** Aid – Regular State Aid
2. **“Debt Service”** Aid – District Debt
3. **“On Behalf Of”** Aid – For TPAF Staff



# “Categorical” Aid

	\$
<b>Special Education Aid</b>	<b>\$740,657</b>
<b>Equalization Aid</b>	<b>7,860,715</b>
<b>Security Aid</b>	<b>101,702</b>
<b>Total</b>	<b>\$8,703,074</b>



# Miscellaneous

	\$
<b>E-Rate</b>	<b>\$69,000</b>
<b>SEMI</b>	<b>29,412</b>
<b>Before Care</b>	<b>13,000</b>
<b>Interest on Reserves</b>	<b>1</b>
<b>Total</b>	<b>\$111,413</b>





# Fund Balance

	\$
<b>FY11 Excess Surplus</b>	<b>\$106,865</b>
<b>FY12 Deferred State Aid</b>	<b><u>173,946</u></b>
<b>Total</b>	<b>\$280,811</b>

# Adding it All Up!

	<b>Best Case</b>	<b>Worst Case</b>	<b>Probable</b>
<b>Property Taxes</b>	<b>\$8,797,093</b>	<b>\$8,268,967</b>	<b>\$8,434,346</b>
<b>State Aid</b>	<b>8,703,074</b>	<b>8,703,074</b>	<b>8,703,074</b>
<b>Miscellaneous</b>	<b>111,413</b>	<b>111,413</b>	<b>111,413</b>
<b>Fund Balance</b>	<b>280,811</b>	<b>280,811</b>	<b>280,811</b>
<b>Total</b>	<b>\$17,892,391</b>	<b>\$17,364,265</b>	<b>\$17,529,644</b>



# Step #2 – Spending Plan

	Estimated FY13	Budgeted FY12	Inc/(Dec)
Salaries	\$10,411,903	\$10,203,204	\$208,699
Benefits (Net of Contrib.)	3,738,693	4,060,173	(321,480)
	<b>\$14,150,596</b>	<b>\$14,263,377</b>	<b>(\$112,781)</b>
Tuition	\$1,081,048	\$970,776	\$110,272
Transportation	275,952	157,678	118,274
	<b>\$1,357,000</b>	<b>\$1,128,454</b>	<b>\$228,546</b>
Purchased Prof. & Tech. Svcs	\$752,588	\$564,351	188,237
Purchased Property Services	322,900	383,728	(60,828)
Other Purchased Services	191,701	210,689	(18,988)
	<b>\$1,267,189</b>	<b>\$1,158,768</b>	<b>\$108,421</b>
Energy	\$358,736	\$391,057	(\$32,321)
Textbooks and Supplies	694,998	439,272	255,726
Miscellaneous	43,153	57,043	(13,890)
<b>GRAND TOTAL</b>	<b>\$17,871,672</b>	<b>\$17,437,971</b>	<b>\$433,701</b>

# Step #3 – The Verdict

	Best Case	Worst Case	Probable
Revenue	\$17,892,391	\$17,364,265	\$17,529,644
Spending Plan	17,871,672	17,871,672	17,871,672
Excess/(Deficit)	\$20,719	(\$507,407)	(\$342,028)
<b>Action</b>	<b>Decrease Revenue Or Increase Spending Plan</b>	<b>Increase Revenue Or Decrease Spending Plan</b>	<b>Increase Revenue Or Decrease Spending Plan</b>



# Now What?

- **Increase Revenue**
  - Ask the Governor for more state aid
  - Draw from Fund Balance
  - Raise our own revenue
  
- **Reduce the Spending Plan**
  - Further increase operational efficiencies
  - Further increase the sharing of services
  - Further privatize services
  - Eliminate programs and staff



# Questions?

