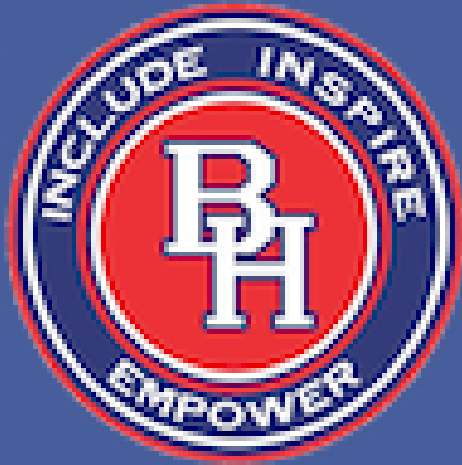


# BERKELEY HEIGHTS BOARD OF EDUCATION



## 2022-2023 FINAL BUDGET PRESENTATION

DR. MELISSA VARLEY, SUPERINTENDENT  
JULIE A. KOT, BUSINESS ADMINISTRATOR

SCOTT MCKINNEY, ASSISTANT SUPERINTENDENT  
MARYBETH KOPACZ, ASSISTANT SUPERINTENDENT

**PRESENTED APRIL 28, 2022**

# BHPS

## BOARD OF EDUCATION

2

- ❖ **Mr. Michael D'Aquila – President**
- ❖ **Mrs. Angela Penna – Vice-President**
  - ❖ **Mrs. Sai Bhargavi Akiri**
  - ❖ **Mr. Robert Cianciulli**
  - ❖ **Dr. Thomas Foregger**
  - ❖ **Mr. Jordan Hyman**
  - ❖ **Mrs. Pamela Stanley**
  - ❖ **Mrs. Joy Young**

# THE BUDGET PROCESS

3

- **Administration, Principals & Department Heads** (*October - January*)
- **Finance Committee** (*February - March*)
  - Mrs. Penna (*Chair*), Mr. Cianciulli, Mrs. Young, Dr. Foregger
- **Board** - Preliminary Budget Vote - **March 17th**
- **Public & Board** - Final Budget Presented to the Public and Board Votes - **April 28th**



# BHPS – ENROLLMENT

**2021-2022** (10/15/2021)

***PROJECTED* 2022-2023**

Grade	Number of Students
Pre School (3yr/4yr)	41
Kindergarten	140
First Grade	140
Second Grade	163
Third Grade	173
Fourth Grade	161
Fifth Grade	186
Sixth Grade	180
Seventh Grade	196
Eighth Grade	167
Ninth Grade	227
Tenth Grade	273
Eleventh Grade	224
Twelfth Grade	229
<b>Total</b>	<b>2500 Students</b>

Grade	Number of Students
Pre School (3yr/4yr)	48
Kindergarten	160
First Grade	147
Second Grade	143
Third Grade	165
Fourth Grade	175
Fifth Grade	165
Sixth Grade	188
Seventh Grade	183
Eighth Grade	198
Ninth Grade	223
Tenth Grade	229
Eleventh Grade	275
Twelfth Grade	226
<b>Estimated Total</b>	<b>2525 Students</b>

# NOTEWORTHY CHANGES TO THE 2022-2023 BUDGET

5

	Estimated Cost
<b>Living Literacy Network Grades K-5</b>	<b>+\$36k</b>
<b>Brightlink Interactive Displays &amp; Mounts</b>	<b>+\$38k</b> (L/P)
<b>Equipment – New &amp; Replacement</b> <i>FSC Oven; Robotix Kits; Band &amp; Music Instruments; Auditorium Lighting Console; Facilities (hot water heater; grease traps; A/C Units)</i>	<b>+\$55k</b>
<b>Laptops for Grades K-5 Teachers</b>	<b>+\$70k</b> (L/P)
<b>New Math Program for Grades K-5</b>	<b>+\$100k</b> (L/P)
<b>Textbooks for Grades 9-12</b> <i>Science, Social Studies, World Language, AP Chemistry, AP Music, English Literature</i>	<b>+\$107k</b> (L/P)
<b>WiFi Upgrades to GL and Network Switches at CMS</b>	<b>+\$150k</b> (L/P)
<b>Increase of 2 OOD Students &amp; Transportation</b>	<b>+\$224k</b> (L/P)
<b>Chromebooks Grades 9-12; Computers for TV Studio</b>	<b>+\$389k</b> (L/P)

# NOTEWORTHY CHANGES TO THE 2022-2023 BUDGET

6

	Estimated Savings
<b>Projected breakage for Retiring B&amp;G Staff</b> <i>longevity of retiring staff</i>	<b>-\$30k</b>
<b>Projected changes to enrollment at UCVT</b>	<b>-\$48K</b>
<b>Projected breakage of CMS Principal Salary</b>	<b>-\$30k</b>
<b>Reduction in General Administrative Purchased Professional Services</b> <i>Gorman Consulting; Traffic Study; Moving Expenses for Realignment</i>	<b>-\$70k</b>
<b>Lease/Purchases Rolling Off</b> <i>LED Lighting Project; Maintenance Truck; Turf Field</i>	<b>-\$593k (L/P)</b>

# NOTEWORTHY CHANGES TO THE 2022-2023 BUDGET

7

- **New Staff ~+\$265k**
  - 0.6 FTE Special Education Teacher - GL
  - 0.5 FTE Teacher of ESL
  - 0.5 FTE Transition Coordinator
  - 0.5 FTE Secretary to Assistant Sup't
  - 1.0 FTE Assistant to the BA
  - 0.5 FTE 10-month PT Transportation Coordinator
  - 0.5 FTE NJ SMART/Data Coordinator

# NOTEWORTHY CHANGES TO THE 2022-2023 BUDGET

8

- **Increases/Changes to Existing Staff**  
~+\$52k
  - 0.2 FTE Physical Therapist
  - 0.2 FTE Speech-Language Specialist
  - *10-month to 12-month & Title/Responsibility Change to Transportation Supervisor & Assistant to Buildings and Grounds*
  - *Title/Responsibility Change to Budget, Accounting and Reporting Specialist*



# CHANGES FROM THE PRELIMINARY BUDGET

9

- ❑ **Net Increase over Preliminary = \$84,639**
- Hire new French Teacher +\$13,120 (*anticipated salary increase over retiree*)
- Hire a new 1.0 FTE Elementary Counselor +\$65,000
- Hire new CMS Principal +\$10,400 (*increase over original projection*)
- Net Change to Health Benefits +\$1,119
  - Decrease in Dental Premiums from Projected -\$30,163
  - Increase in Benefits for new FT Elementary Counselor +\$31,282
- Reduction to PR/Communications Staff Budget -\$5,000
- **Increased use of Banked Cap to support the above**

# ACCOUNT LINE CHANGES FROM PRELIMINARY BUDGET

Budget Acct	Description	Change from Tentative	Final Budget	Explanation
11-140-100-101	Regular Program Instruction	+ \$13,120	\$6,375,323	Hire new French Teacher <i>(increase over retiree)</i>
11-000-218-104	Guidance - Salaries of Prof Staff	+ \$65,000	\$1,078,512	Addition of FT Elementary School Counselor
11-000-240-103	Salaries - Support Svcs - School Admin.	+ \$10,400	\$1,386,143	Hire new CMS Principal <i>(increase over projected)</i>
11-000-291-270	Health Benefits	$(-30,163 + 31,282)$ = + \$1,119 <i>(net change)</i>	\$8,640,901	Decrease in Dental Benefits: Actual vs. Projected & Benefits FT Counselor <i>(assumes Family Coverage Net of Contribution)</i>
11-000-230-100	Salaries - Support Svcs - Gen. Admin.	- \$5,000	\$685,417	Reduction to PR/Communications Staff
10-1210	Local Tax Levy <i>(Banked Cap)</i>	+ \$84,639	\$44,896,469	<i>Use of additional Banked Capital to Support the Above</i>

# 2022-2023

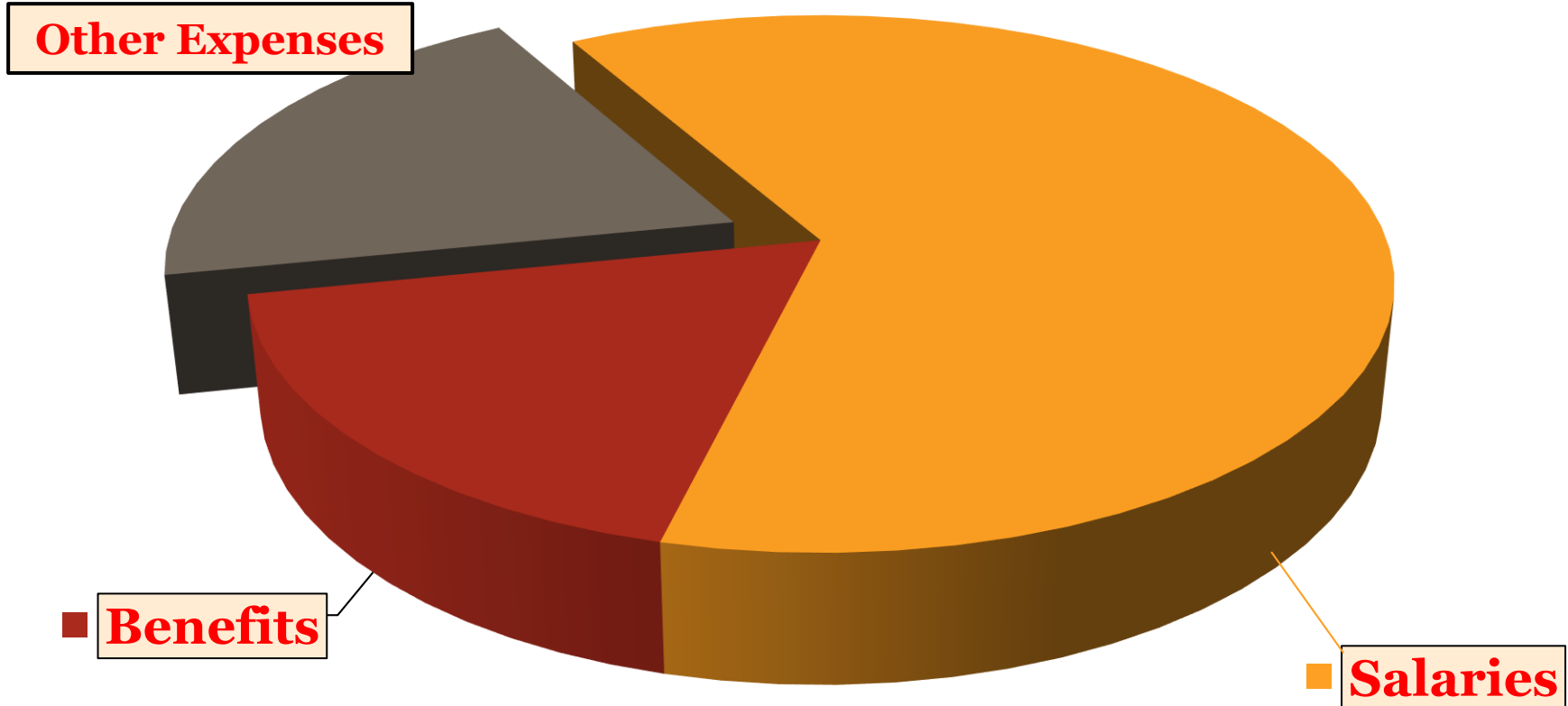
## OPERATING EXPENSES

Expense Categories	Amount	Expense Categories	Amount
Regular Prgms – Instruction	18,195,309	Instructional Staff Training	168,521
Special Ed – Instruction	5,871,580	General Administration	1,517,041
Basic Skills	329,283	School Administration	1,992,292
Bilingual	159,983	Business and Other Services	558,665
Co/Extra Curricular Activities	333,477	Admin Technology	491,927
School-Sponsored Athletics	1,231,520	Req'd Maintenance-Facilities	970,964
Out-of-District Tuition ( <i>off-set by anticipated IDEA Funds</i> )	1,371,019	Custodial Services	2,754,228
Attendance Services	59,821	Grounds & Security	265,967
Health Services	625,589	Transportation Services	1,881,449
Speech, OT/PT, Related Svcs	797,173	Employee Benefits	10,731,196
Other Support Services Special Education	712,123	Capital Equipment & Construction	882,172
Guidance Services	1,249,938	Interest on Capital /Maint. Reserve	4,500
Child Study Team	1,463,658	State & Federal Funds	1,669,629
Curriculum Development	1,248,160	Debt Repayment	1,783,500
Ed Media/Library Services	499,335	<b>Total Operating Expenses</b>	<b>\$59,820,019</b>

# 2022-2023 EXPENDITURES: SALARIES & BENEFITS

12

*Salaries & Benefits 80.0 % of Current Expenses*



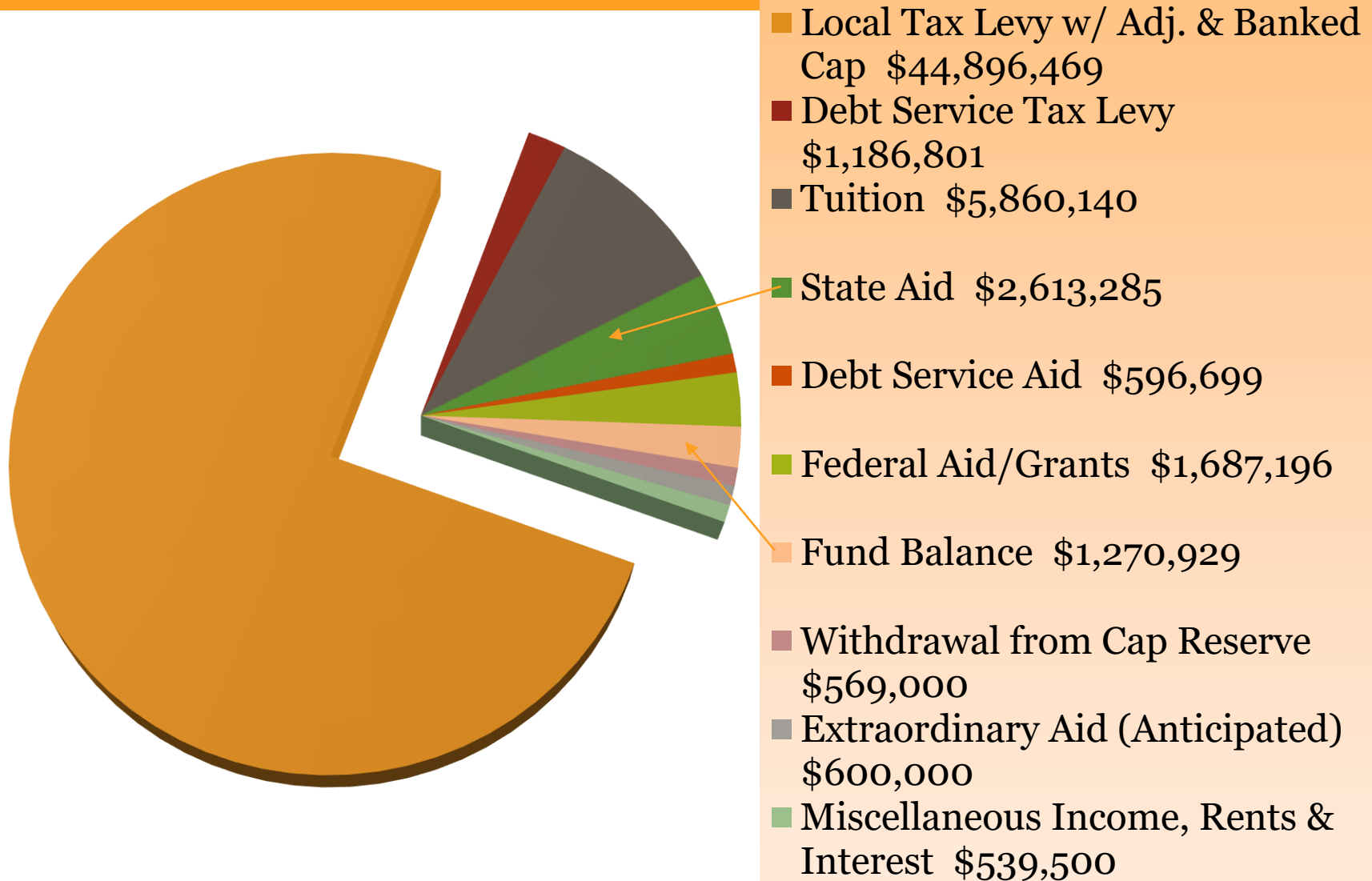
# SOURCES OF REVENUE

13

Revenue Categories	Amount
<b>Local Tax Levy</b> <i>Pre-budget adjusted tax levy, incl. weighted enrollment of \$78,892 inflated by 2%, Plus \$175,508 worth of Banked Capital</i>	<b>44,896,469</b>
<b>Debt Service Tax Levy</b>	1,186,801
<b>Tuition</b>	5,860,140
<b>State Aid</b>	2,613,285
<b>Debt Service Aid</b>	596,699
<b>Federal Aid/Grants</b>	1,687,196
<b>Fund Balance</b>	1,270,929
<b>Withdrawal from Capital Reserve for Capital Projects</b>	569,000
<b>Extraordinary Aid (Anticipated)</b>	600,000
<b>Miscellaneous Income</b>	400,000
<b>Rents</b>	135,000
<b>Interest Earned on Capital Reserves</b>	4,500
<b>Total Anticipated Revenue</b>	<b>\$59,820,019</b>

# SOURCES OF REVENUE

14



# CAPITAL EXPENDITURES (A DIFFERENT \$ ACCOUNT)

15

## □ District-Wide Exhaust Fan Project – Removal & Replacements

- **GL:** 40 exhaust fans → ARP Non-Title I Funds of approx. \$320k + associated soft costs;
- **Hughes:** 7 exhaust fans → SDA Funding for the Return of Students to In-Person Learning in the amount of approx. \$56k + associated soft costs;
- **Mary Kay McMillin:** 10 exhaust fans → ESSER II Funds of approx. \$80k + associated soft costs;
- **Mountain Park:** 15 exhaust fans → Capital Reserves of approx. \$120k + associated soft costs;
- **William Woodruff:** 5 exhaust fans → Capital Reserves of approx. \$40k + associated soft costs;
  - Above **soft costs** totaling approx. \$119k include Architectural, Structural, Mechanical, Electrical, Plumbing, Life Safety, DOE Agency Fees/Testing, Contingency Costs.

## □ Mountain Park Drainage Project

- **Trenching, Drainage Piping, Concrete Slab Restoration, Concrete Retaining Wall, Asphalt and Concrete Ramp** → Capital Reserves of approx. \$290k

# \$ NEED TO KNOW \$

16

**2% Tax Levy over Adjusted Amount = \$955,774**

*(includes weighted enrollment adjustment of \$78,892)*

**Use of Banked Capital = \$175,508**

---

**Gross Increase over PY = \$1,131,282                      ~2.58%**

***Reduction in Debt Service = -\$399,100***

---

**NET Increase over PY = \$732,182                      ~1.62%**



# TAX IMPACT BASED ON ASSESSED VALUE

17

*Berkeley Heights*



**Net Tax Levy Increase: ~\$732k**

**Increase For Year\*: ~\$87.18**

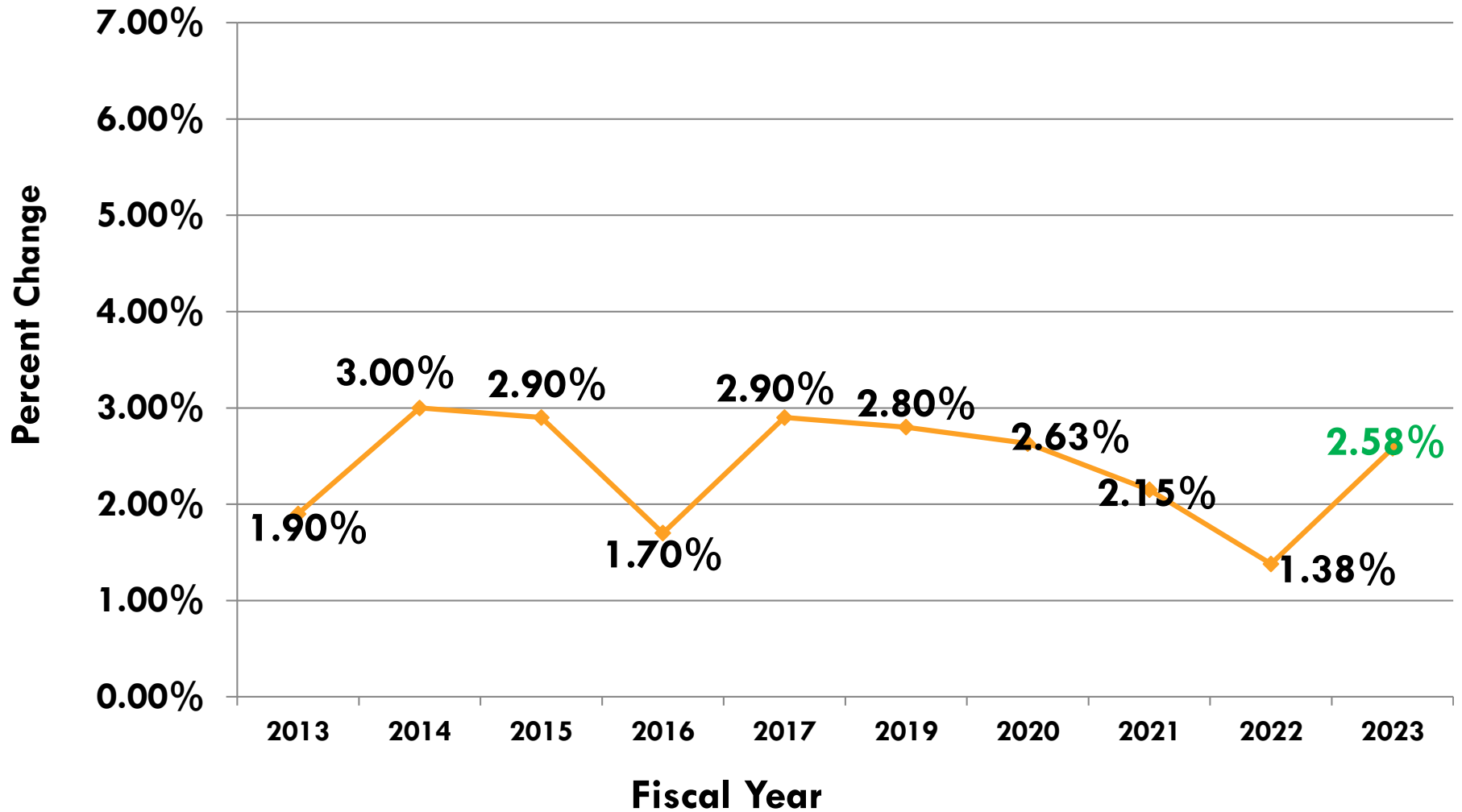
**Increase Per Month\*: ~\$7.27**

**\*“Average” assessed home value = \$315,824**

**For each \$100,000 of assessed value, the tax increase is \$2.30/month**

# HISTORICAL TAX LEVY

18



**Thank you for  
your continued  
support in the  
education of our  
children!**