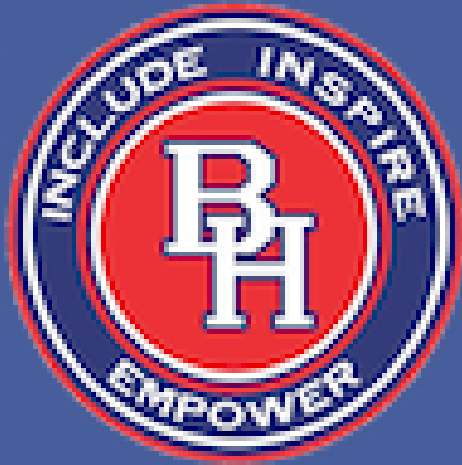


BERKELEY HEIGHTS BOARD OF EDUCATION



2022-2023 PRELIMINARY BUDGET REVIEW

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

SCOTT MCKINNEY, ASSISTANT SUPERINTENDENT
MARYBETH KOPACZ, ASSISTANT SUPERINTENDENT

PRESENTED MARCH 17, 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**
- **County** - Preliminary Budget Due - **March 28th**
- **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
Total	2500 Students

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
Estimated Total	2525 Students

NOTEWORTHY CHANGES TO THE 2022-2023 BUDGET

5

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

NOTEWORTHY CHANGES TO THE 2022-2023 BUDGET

6

	Estimated Savings
Projected breakage for Retiring B&G Staff	-\$30k
Projected changes to enrollment at UCVT	-\$48K
Projected breakage of CMS Principal Salary	-\$40k
Reduction in General Administrative Purchased Professional Services <i>Gorman Consulting; Traffic Study; Moving Expenses for Realignment</i>	-\$70k
Lease/Purchases Rolling Off <i>LED Lighting Project; Maintenance Truck; Turf Field</i>	-\$593k (L/P)

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 Financial Supervisor*

2022-2023

OPERATING EXPENSES

Expense Categories	Amount	Expense Categories	Amount
Regular Prgms – Instruction	18,182,189	Instructional Staff Training	168,521
Special Ed – Instruction	5,871,580	General Administration	1,522,041
Basic Skills	329,283	School Administration	1,981,892
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	10,730,077
Other Support Services Special Education	712,123	Capital Equipment & Construction	882,172
Guidance Services	1,184,938	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	<i>Total Operating Expenses</i>	<i>\$59,735,380</i>

2022-2023 EXPENDITURES: SALARIES & BENEFITS

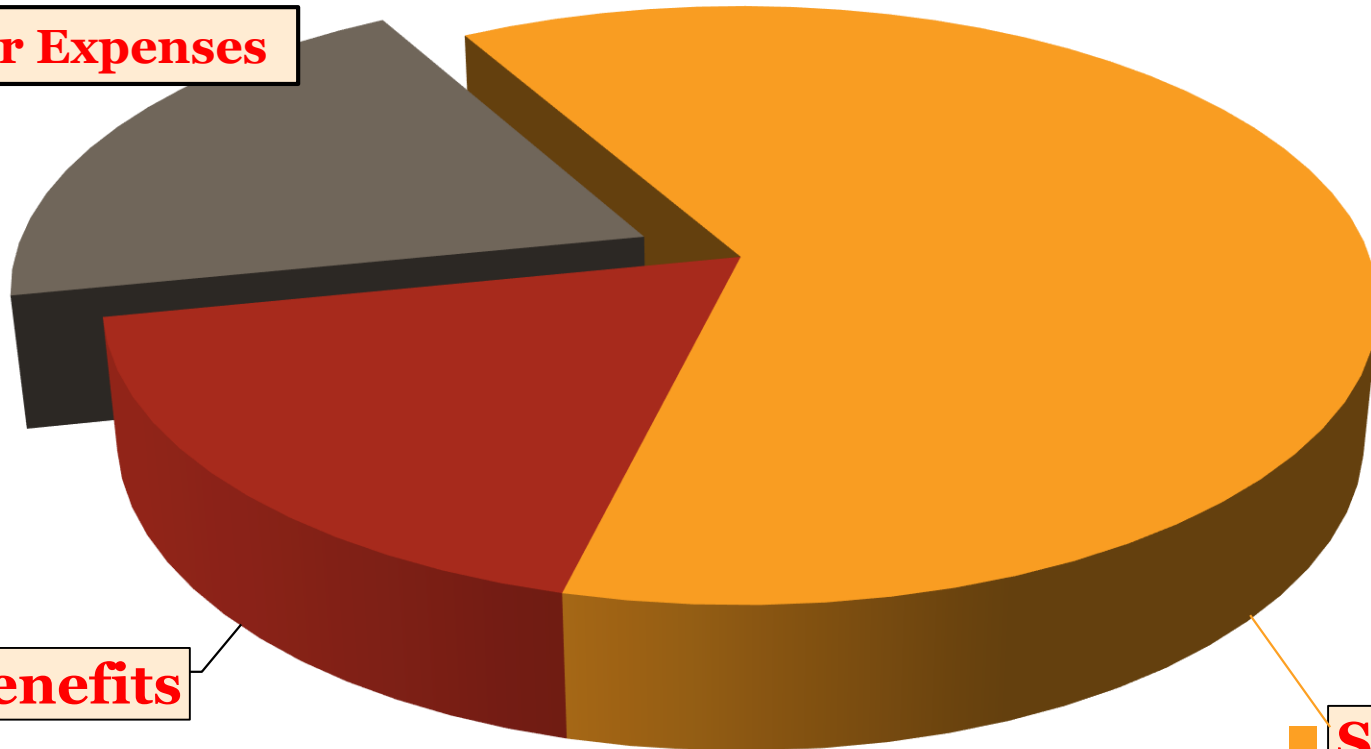
10

Salaries & Benefits > 80.0 % of Current Expenses

Other Expenses

Benefits

Salaries



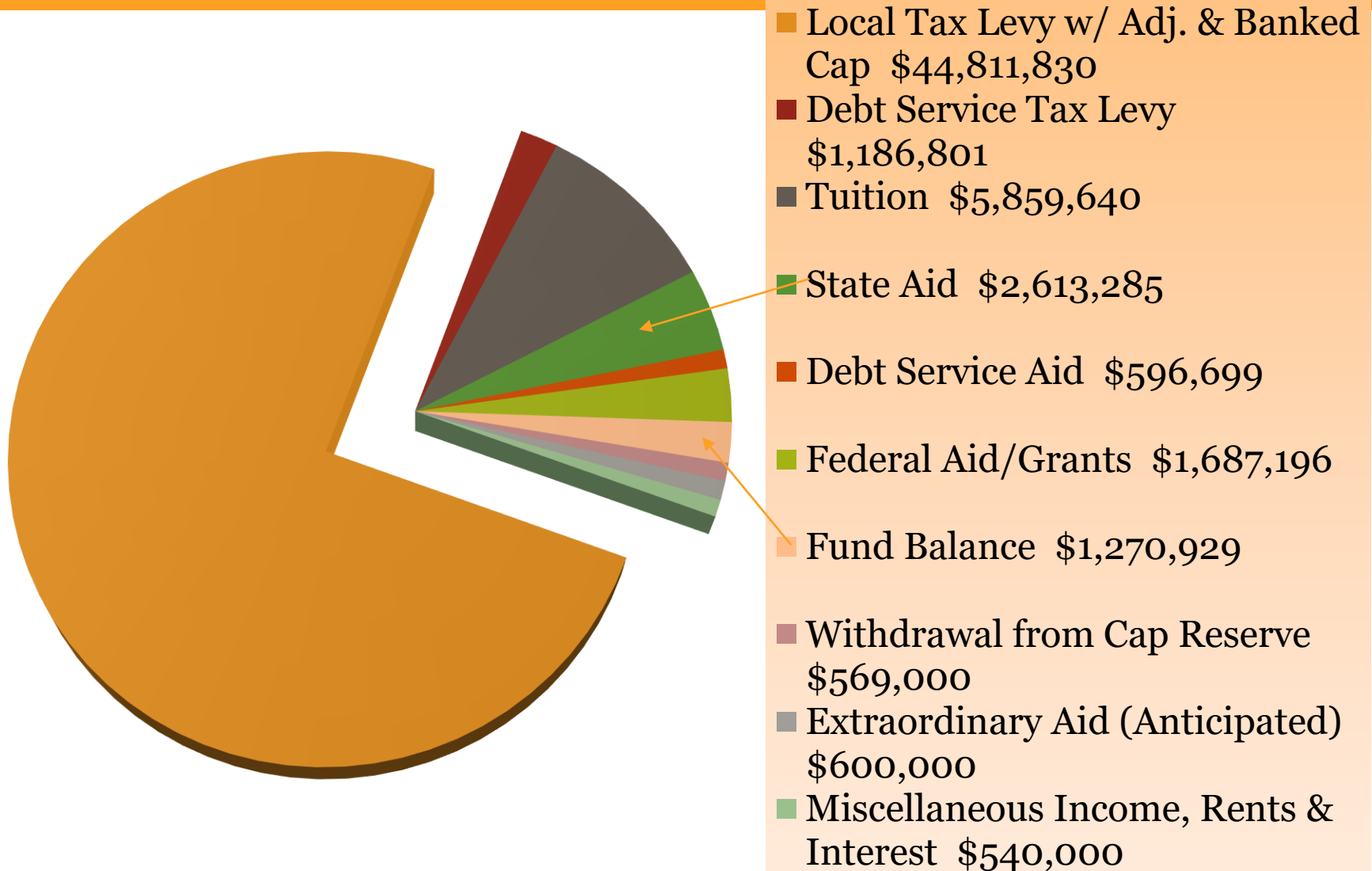
SOURCES OF REVENUE

11

Revenue Categories	Amount
Local Tax Levy <i>Pre-budget adjusted tax levy, incl. weighted enrollment of \$78,892 inflated by 2%, Plus \$90,869 worth of Banked Capital</i>	44,811,830
Debt Service Tax Levy	1,186,801
Tuition	5,859,640
State Aid	2,613,285
Debt Service Aid	596,699
Federal Aid/Grants	1,687,196
Fund Balance	1,270,929
Withdrawal from Capital Reserve for Capital Projects	569,000
Extraordinary Aid (Anticipated)	600,000
Miscellaneous Income	400,000
Rents	135,500
Interest Earned on Capital Reserves	4,500
Total Anticipated Revenue	\$59,735,380

SOURCES OF REVENUE

12



CAPITAL EXPENDITURES (A DIFFERENT \$ ACCOUNT)

13

- **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, and 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 \$

14

- **Enrollment Adjustment = ~\$79k**
- **2% Tax Levy over Adjusted Amount = ~\$956k**
- **Banked Capital = ~\$91k**
- **State Aid Increase = ~\$439k**
- **Reduction in Debt Service = -\$399k**

2% Tax Levy <i>(includes weighted enrollment adjustment)</i>	+\$955,774	2.18%
Banked Capital	+\$90,869	0.21%
<i>Subtotal</i>	<i>\$1.046M</i>	<i>2.39%</i>
Reduction in Debt Service	-\$399k	-0.95%
<i>NET TOTAL</i>	<i>\$651K</i>	<i>1.44%</i>

TAX IMPACT BASED ON ASSESSED VALUE

15

Berkeley Heights



Net Tax Levy Increase: ~\$651k

Increase For Year*: ~\$72.74

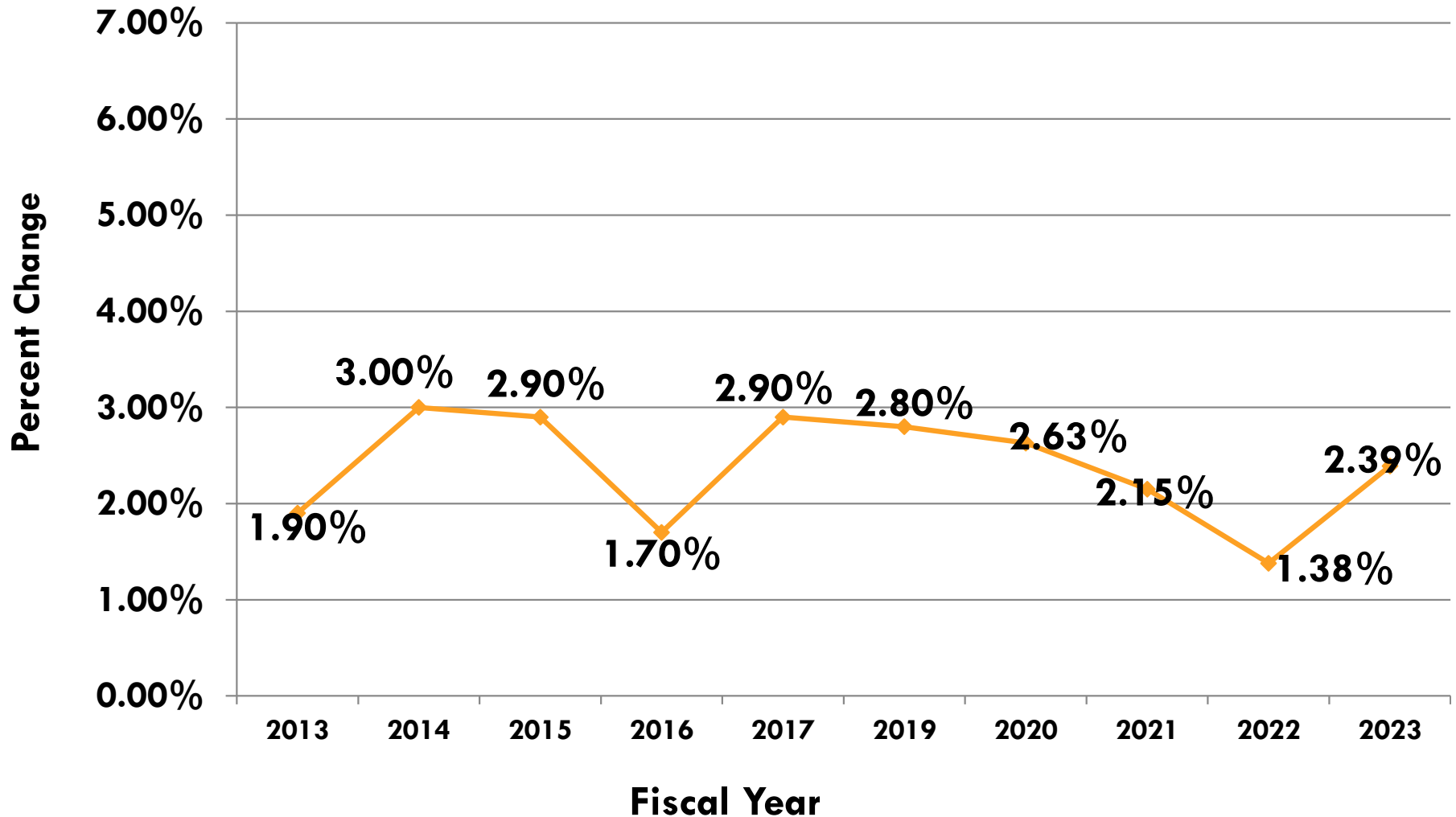
Increase Per Month*: ~\$6.06

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

For each \$100,000 of assessed value, the tax increase is \$1.92/month

HISTORICAL TAX LEVY

16



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