

May 2, 2017



Hoboken Public Schools

Budget Hearing
2017-2018

Adoption of the Budget

The final district budget was submitted to and approved by the New Jersey Department of Education – Hudson County Office.

The Hudson County Office approval allows the district to advertise and present budget information at today's budget hearing.

The Hoboken Board of Education will take action on adopting the 2017-2018 District budget at their May 9, 2017 regular meeting.

Presentation Overview

- Macro Level
- Enrollment Assumptions
- Charter Schools
- Micro Goals
- Appropriations
- Debt Service
- Revenue Projections
- Fund Balance

Macro Level: Budget Factors

- ❑ The district is in an improved financial condition.
- ❑ The district has a healthy general surplus position.
- ❑ Preserve Maintenance Reserve to better protect the district with facility repair and maintenance projects.
- ❑ Build Capital Reserve to address facility needs for renovations, upgrades, and expansions that the School Development Authority (“SDA”) has not met.
- ❑ Maintain Food Service reserve to cover bad debts by June 30, 2017.
- ❑ Reduce the reliance on surplus as a source of funds in future district budgets.

Macro Level: Budget Factors

- ❑ Increased net Charter School Payments projected for 2017-2018.
- ❑ Reduced rental income from Charter Schools, partially offset with an increase in Preschool Provider rent for space in district facilities.
- ❑ Middle School move to Demarest School building.
- ❑ Additional White Board technology.
- ❑ New textbook series.

Macro Level: Cost Drivers

- ❑ Increase in district salaries.
- ❑ Increase in the cost of Health Benefits due to contractual changes.

Macro Level: Budget Factors

- ❑ Historical trends are major concerns for the Board of Education and district administration.
- ❑ Upward trends indicate areas of the budget that, due to growth, absorb resources.
- ❑ These increasing trends, if not completely offset by declining areas, use up available funds and draw resources away from other programs or instructional uses.

Macro Level: Goals

- ❑ Fund current employment contract obligations. District collective bargaining agreements expire as follows:
 - ✓ Hoboken Education Association – June 30, 2019
 - ✓ Hoboken School Employees Association – June 30, 2017
 - ✓ Hoboken Administrators' Association – June 30, 2019
- ❑ Review district personnel needs in regards to projected enrollment trends.
- ❑ Maintain the district's current programs and services.
- ❑ Confirm 2016-2017 spending and project for fiscal year end June 30, 2017.

Macro Level: Abbott v. Burke

- ❑ Hoboken Public School's budget financial structure is influenced by our former status as an Abbott district in the following ways:
 - ✓ School Based Budgeting ("SBB")
 - ✓ Mandated School Level programs
(Parent Outreach Activities, After School Programs, Student Field Trips, Kindergarten)
 - ✓ Pre-School program
 - ✓ School Development Authority ("SDA")

Enrollment Assumptions

- ❑ A net increase in total district population is estimated to be 82 students, which represents a conservative 3.16% growth rate over last year.
- ❑ Elementary Schools expect a total net increase of 81 students. Kindergarten continues with strong enrollment and a projection of 7 new students and an estimated 74 in grades 1 through 5.
- ❑ The middle school will remain relatively flat with no major change in the grades 6 through 8.
- ❑ Hoboken High School will also remain flat with no major change in total enrollment.

Charter Schools: Enrollment Assumptions

- ❑ Total enrollment in Charter Schools is expected to increase by 71 students moving from 767 in 2016-2017 to 838 projected for 2017-2018.
- ❑ Total Charter School projected enrollment is as follows:

	2016-2017	2017-2018	CHANGE
HoLa CS	301	338	+37
Elysian CS	251	262	+11
Hoboken CS	205	227	+22
Other	10	11	+1
TOTAL	767	838	+71

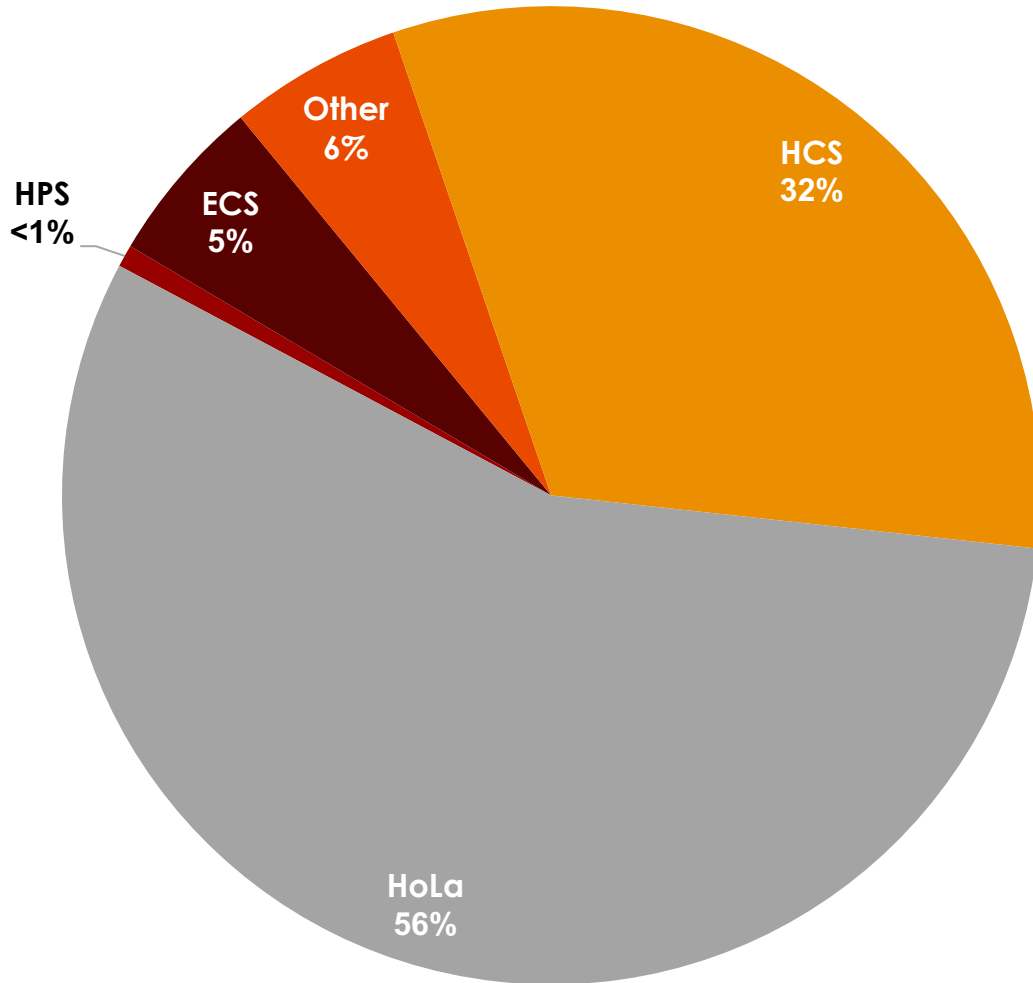
Charter Schools: Appropriations

- ❑ Charter School payments are increasing by 9.06% in 2017-2018, growing from \$ 9,311,663 to \$10,155,500.
- ❑ The increase can be attributed to the following:

	2016-2017	2017-2018	Increase
HoLa CS	\$ 3,420,413	\$ 3,896,816	\$ 476,403
Elysian	3,196,769	3,243,906	47,137
Hoboken CS	2,563,204	2,834,929	271,725
Others	131,277	179,749	48,572
TOTAL	\$ 9,311,663	\$10,155,500	\$ 843,837

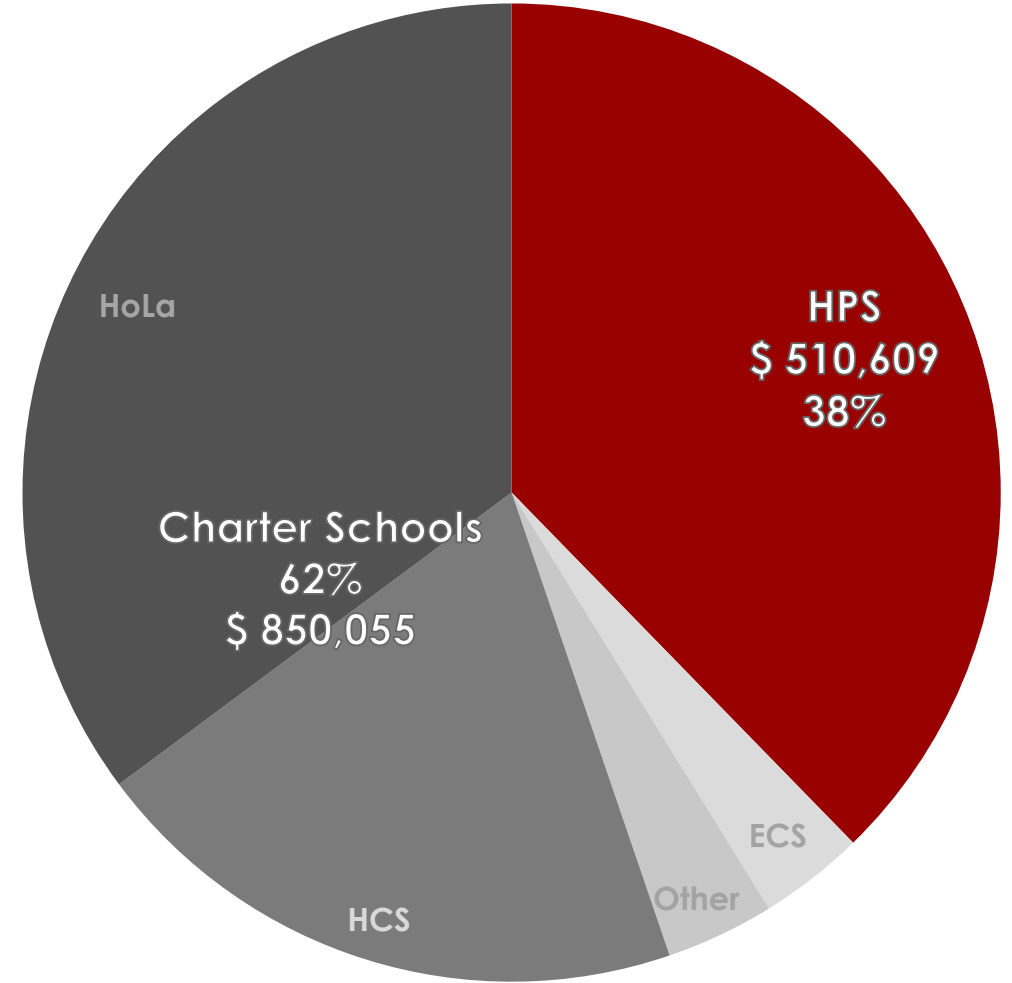
Where the Tax Increase Goes

Allowable 2% Increase



Allowable 2% Increase
\$ 850,055

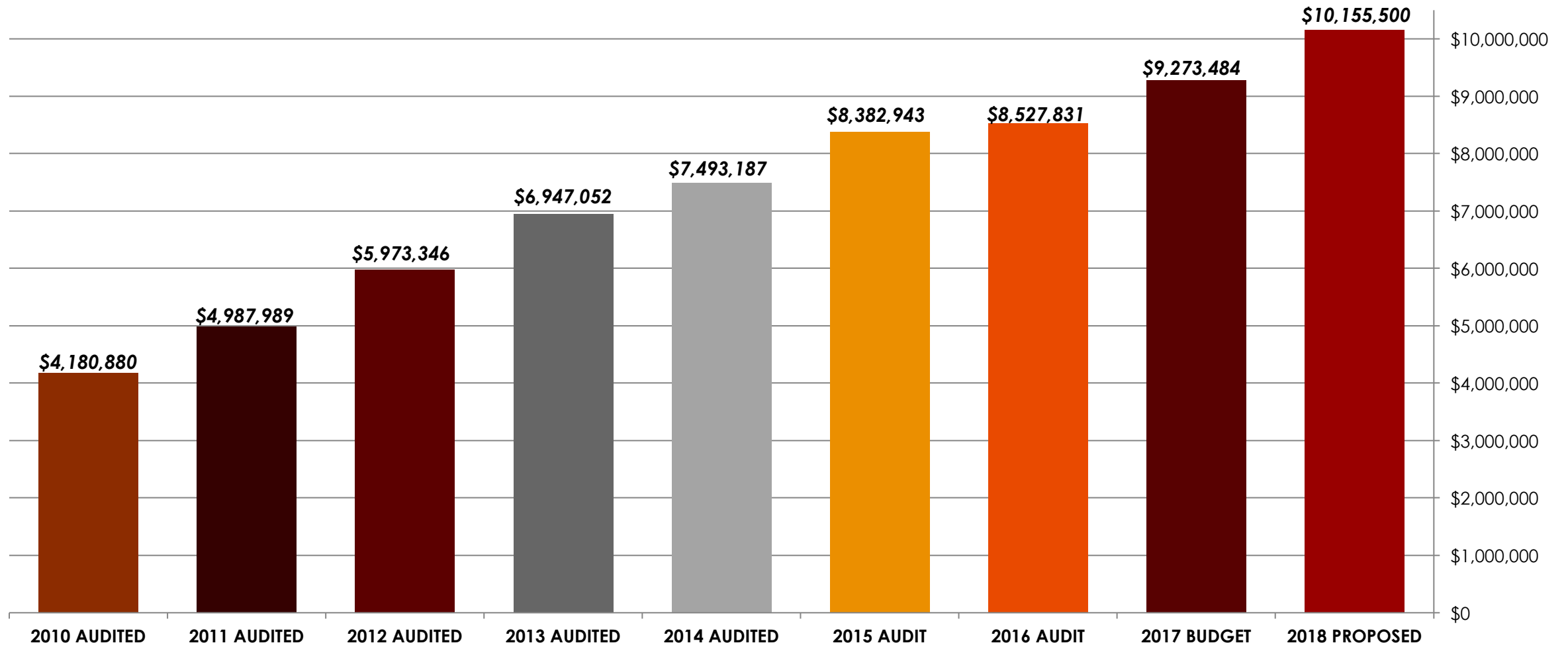
Utilizing Additional 1.2% Allowances



Utilizing Additional 1.2% Allowances
\$ 1,354,446

Charter Schools: Appropriations

(continued)



Micro Level: School Level Goals

- ❑ Maintain core mission – educational foundation programs (Language Arts, Math, Science).
- ❑ Review district personnel needs at the school level and adjust for projected enrollment trends.
- ❑ Maintain the district's other existing programs (Art, Music, World Language).

Micro Level: Special Education Goals

- ❑ Budget for all out-of-district student tuitions and related transportation.
- ❑ Provide required student services:
 - ✓ Evaluations
 - ✓ Speech therapy
 - ✓ Occupational therapy
 - ✓ Physical therapy
 - ✓ Medical services
- ❑ Provide required student instructional supplies and materials as per Individual Education Plan (IEP).

Micro Level: Special Education Goals

- Return students to less restrictive environments.
- Expand Autistic Supplemental Program (ABA).
- Provide self-contained classrooms.
- Additional resource centers.

Micro Level: Technology Goals

- ❑ Maintain core mission providing instructional and administrative technology support.
- ❑ Secure additional resources, expanding department support and maintenance capabilities.
- ❑ Continue to implement the district's technology plan and support district's devices (Tablets, Switches, Devices, Upgraded Smart Boards and Printers).
- ❑ Acquire additional Chrome Books for all sites

Micro Levels: Security Goals

- ❑ Maintain existing security systems.
- ❑ Expand hardware capacity and capabilities.
- ❑ Acquire additional resources, expanding and upgrading existing security, monitoring, and entry systems.

Micro Level: Facilities Goals

- Repair, or coordinate vendor services for, all district facility systems
 - ✓ Heat Ventilation and Air Conditioning
 - ✓ Electric
 - ✓ Water
- Fire Alarm and other safety systems
- Purchase repair and maintenance supplies and material.
- Continue preventative maintenance programs.
- Provide acceptable property insurance.
- Manage use of SDA funds.

Micro Level: Food Service Deficit Elimination Plan

The Board of Education will continue to pursue a food service deficit elimination plan considering the following:

- ✓ Operations report a breakeven or profitable position at fiscal year end.
- ✓ Eliminated the accumulated deficit at fiscal year end June 30, 2015.
- ✓ Reduced related reserve from \$200,000 to \$50,000 in the 2017-2018 district budget.

Appropriations: 2017-2018 Projections

\$ 55,052,899	General Fund Appropriations 2016-2017
\$ 56,376,439	General Fund Appropriations 2017-2018
\$ 1,326,540	General Fund Increase for 2017-2018

Note: *The General Fund Appropriations (Operating Budget) includes Charter School payments. Total increase is 2.41% over prior year.*

Budget Highlights

Maintenance of Programs & Staffing

- Current Staffing
- Project Lead the Way
- Princeton Review SAT Prep
- Passport to Learning After School Program
- Summer Theater and Music Program
- Extended School Year Program
- Fine and Performing Arts, World Languages, PE/Health (Related Arts)
- Co-curricular Programs
- RTI Support Instruction
- Gifted and Talented Programming + Johns Hopkins / Stanford EPGY / Khan Academy Courses

Budget Highlights

High School Level

- ❑ Newly Designed Program of Studies & Supporting New Courses to Replace Existing Offerings (Curricular Development, Training, and Classroom Enhancements)
- ❑ Center for Global Learning
- ❑ Academy for STEM Scholarship
- ❑ Institute for Leadership and Mindfulness
- ❑ Advanced Placement Institute
- ❑ Virtual School Lab

Budget Highlights

Middle School Level

- Redesign of Facilities and Relocation
- Newly Designed Program of Studies
- Double Mathematics Double Block & Curriculum
- Science & PLTW Double Block & Curriculum
- After School Program (Merging Clubs, Intramural Athletics, and Academic Support)

Budget Highlights

Elementary School Level

- Mathematics Program Overhaul
- Literacy Program Core Novels Expansion
- Brandt School Grade Two Addition
- 5th & 6th Grade Advanced Mathematics Program
- School-wide Enrichment Program Development to Enhance Challenge & Support

Budget Highlights

Early Childhood Education

- ❑ Two Additional Classes
- ❑ Redesign of Facilities

Technology

- ❑ Chromebook Carts
- ❑ Google Apps for Educator Training and Certification
- ❑ Phase I - Transition from Smart Boards to LED Interactive Boards

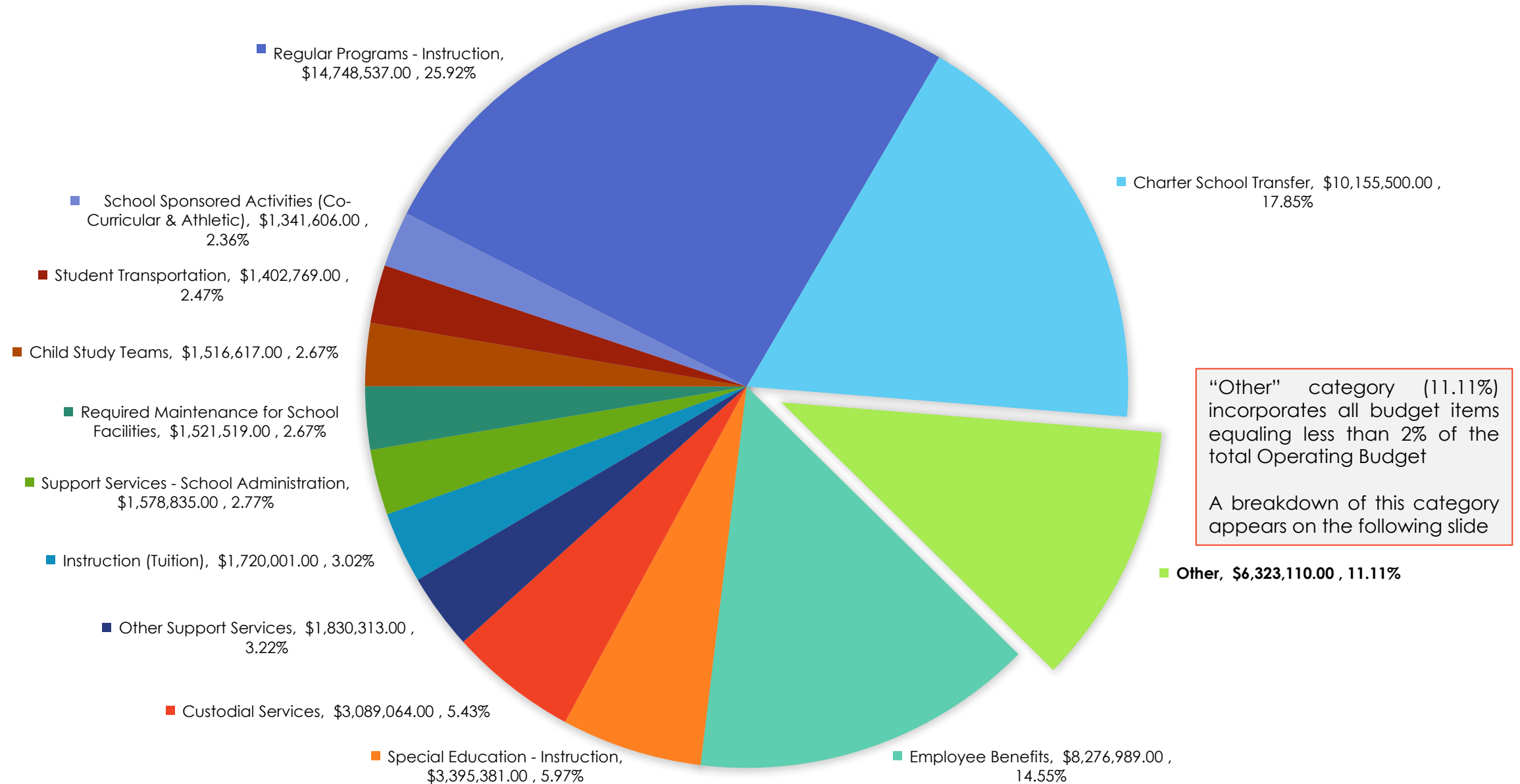
HUDSON - HOBOKEN CITY
Advertised Appropriations

Budget Category	2015-16 ACTUAL	2016-17 REVISED	2017-18 ANTICIPATED	% CHANGE
GENERAL CURRENT EXPENSE				
INSTRUCTION				
Regular Programs - Instruction	\$1,942,165.00	\$1,690,441.00	\$1,713,270.00	1.35%
Special Education - Instruction	105,669.00	108,093.00	90,400.00	-16.37%
School-Spon. Co/Extra Curr. Actvts. - Inst	102,913.00	194,870.00	141,924.00	-27.17%
Summer School	76,922.00	153,574.00	154,807.00	0.80%
SUPPORT SERVICES				
Undistributed Expenditures - Instruction (Tuition)	\$1,914,694.00	\$2,140,109.00	\$1,720,001.00	-19.63%
Undist. Expend.-Attendance And Social Work	133,189.00	125,118.00	141,926.00	13.43%
Undist. Expenditures - Health Services	30,740.00	55,204.00	44,742.00	-18.95%
Undist. Expend.-Speech, OT, PT And Related Svcs	972,282.00	947,605.00	962,520.00	1.57%
Undist Expend-Oth Supp Serv Std-Extra Serv	1,082,898.00	1,196,755.00	1,165,209.00	-2.64%
Undist. Expenditures - Child Study Teams	1,373,316.00	1,434,894.00	1,516,617.00	5.70%
Undist. Expend.-Improv. Of Inst. Serv.	749,766.00	803,291.00	478,886.00	-40.38%
Undist. Expend.-Edu. Media Serv./Library	317,494.00	550,371.00	587,320.00	6.71%
Undist. Expend.-Instr. Staff Training Serv.	13,176.00	65,704.00	3,000.00	-95.43%
Undist. Expend.-Support Serv.-Gen. Admin.	892,233.00	1,165,334.00	991,290.00	-14.94%
Undist. Expend.-Support Serv.-School Admin.	8,125.00	25,500.00	-	-100.00%
Undist. Expend. - Central Services	701,442.00	741,316.00	702,305.00	-5.26%
Undist. Expend. - Admin. Info Technology	197,963.00	114,471.00	106,899.00	-6.61%
Undist. Expend.-Oper. And Maint. Of Plant Serv.	4,962,239.00	5,597,267.00	5,050,357.00	-9.77%
Undist. Expend.-Student Transportation Serv.	1,565,839.00	1,432,288.00	1,357,457.00	-5.22%
Personal Services - Employee Benefits	2,598,045.00	3,566,509.00	2,965,907.00	-16.84%
Undistributed Expenditures-Food Services	-	100,000.00	50,000.00	-50.00%
Total Undistributed Expenditures	\$17,513,441.00	\$20,061,736.00	\$17,844,436.00	-11.05%
Interest Earned On Maintenance Reserve		\$-	\$-	\$2,700.00
Total General Current Expense	\$19,741,110.00	\$22,208,714.00	\$19,947,537.00	-10.18%

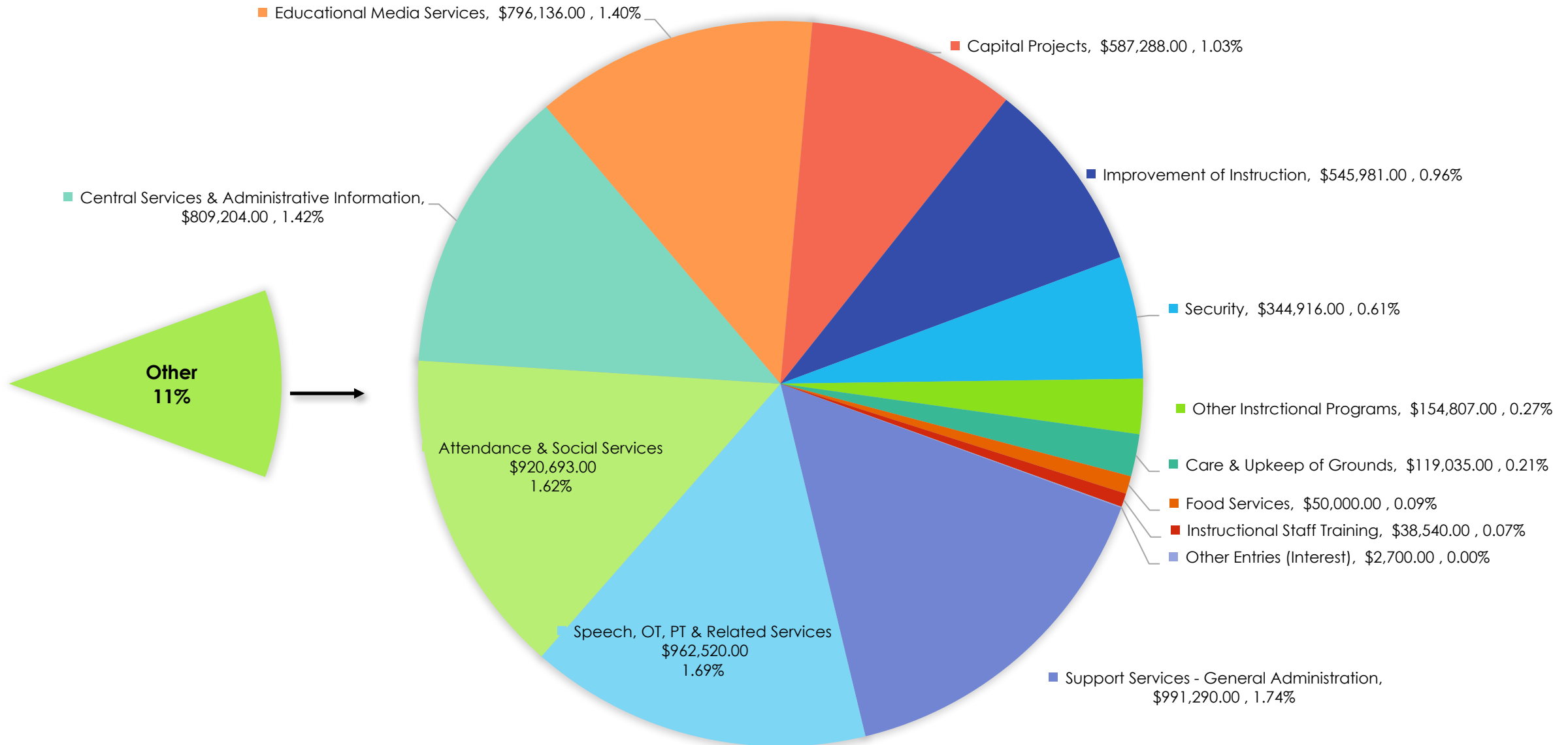
HUDSON - HOBOKEN CITY
Advertised Appropriations

Budget Category	2015-16 ACTUAL	2016-17 REVISED	2017-18 ANTICIPATED	% CHANGE
CAPITAL EXPENDITURES				
Total Capital Outlay	\$1,607,585.00	\$1,071,363.00	\$587,288.00	-45.18%
Transfer Of Funds To Charter Schools	8,527,831.00	9,311,663.00	10,155,500.00	9.06%
General Fund Contribution To SBB	21,812,695.00	23,575,080.00	25,686,114.00	8.95%
General Fund Grand Total	\$51,689,221.00	\$56,166,820.00	\$56,376,439.00	0.37%
SPECIAL GRANTS AND ENTITLEMENTS				
Local Projects	\$16,726.00	\$6,900.00	\$6,900.00	0.00%
Total Preschool Education Aid	11,010,577.00	12,313,792.00	13,559,452.00	10.12%
Total Other State Projects	777,535.00	852,159.00	650,522.00	-23.66%
Total State Projects	11,788,112.00	13,165,951.00	14,209,974.00	7.93%
Total Federal Projects	2,325,929.00	1,736,511.00	1,476,034.00	-15.00%
Total Special Revenue Funds	14,130,767.00	14,909,362.00	15,692,908.00	5.26%
Total Expenditures/Appropriations	65,819,988.00	71,076,182.00	72,069,347.00	1.40%
<i>Deduct Transfer-Local Contrib. - Trans To Special Rev- Regular</i>	\$369,450.00	\$443,340.00	\$344,820.00	-22.22%
Total Expenditures Net of Transfers	\$65,450,538.00	\$70,632,842.00	\$71,724,527.00	1.55%

Operating Budget: 2017-2018



Operating Budget: 2017-2018



Resources & Uses

(Summary)

RESOURCES

Tax Levy Increase	\$ 1,354,446
General Fund Balance Decrease	(52,249)
Tuition Increase	35,486
Rental Income Decrease	(2,859)
Other	(8,284)
	\$ 1,326,541

USES

Charter School Payment Increase	\$ (843,837)
Contractual Salary & Benefits Increases - Net	(482,703)
	\$ (1,326,541)

School Based Budgets

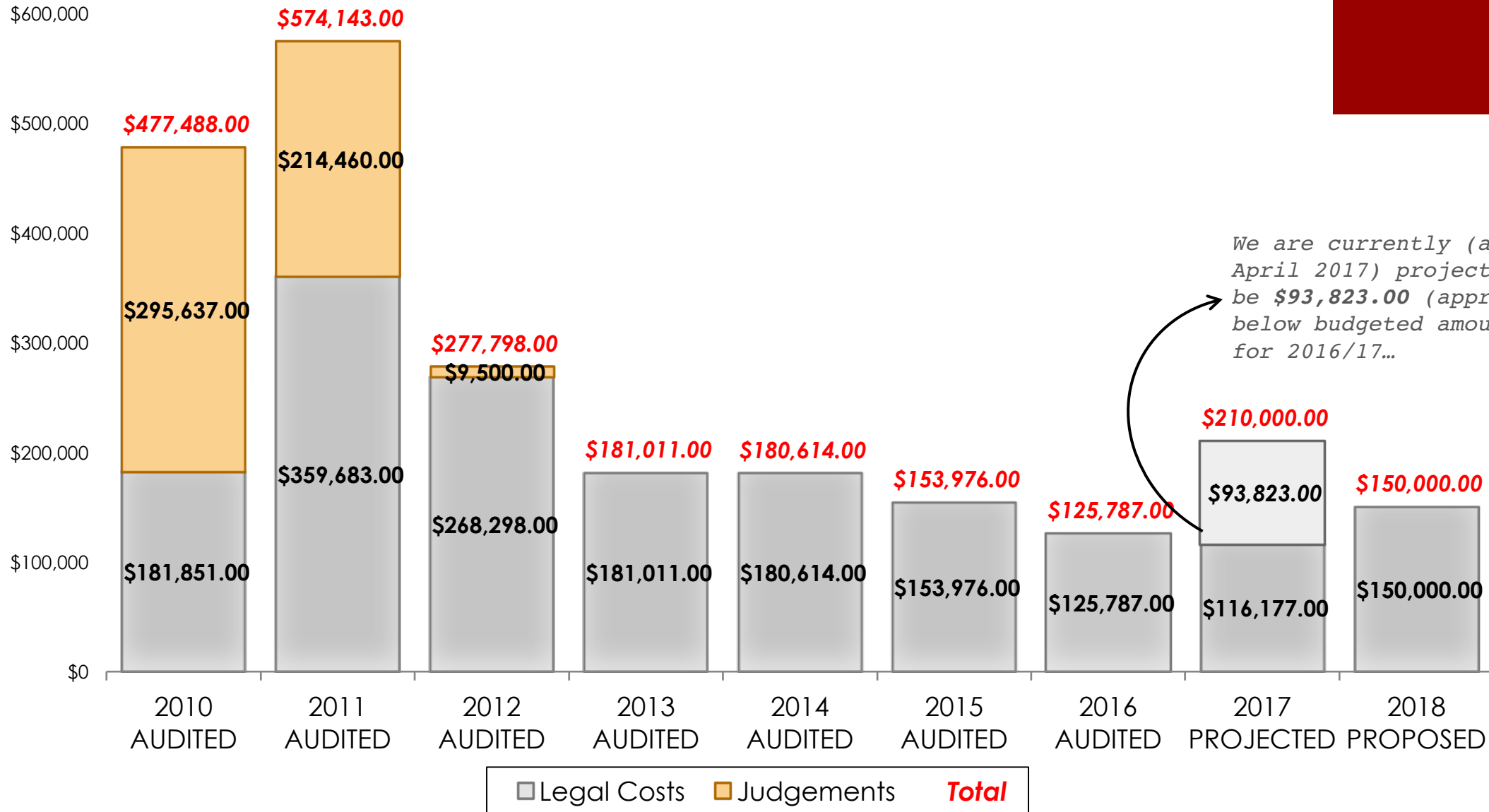
- Hoboken Public Schools' history with Whole School Reform, as a former Abbott District, required that school based resources be isolated. These school based resources increased as follows:

	2016-2017	2017-2018	INCREASE
Instruction	\$ 16,474,928	\$ 17,539,930	\$ 1,065,002
Support Svc	7,745,706	8,669,986	924,288
TOTAL	\$ 24,220,634	\$ 26,209,916	\$ 1,989,282

Appropriations: Overview

- ❑ Increase in Charter School payments
- ❑ Contractual increases in district salaries
- ❑ New administrative position at the Middle School
- ❑ Educational Programs and Initiatives
- ❑ Growing Special Education costs

Legal Costs (Including Judgements)



Administrative Costs

- The school district projects spending \$12 less than the Regional Limit, on a per pupil basis, for the 2017-2018 school year:

\$	2,191	Regional Limit
\$	2,179	Hoboken Public Schools
<hr/>		
\$	12	Less Than Regional Limit
<hr/>		

Note: *The Regional Limit is calculated by the New Jersey Department of Education.*

Lease Purchase Agreement (LPA)

- ❑ Purpose: After a district energy audit, the district funded various district-wide lighting upgrade projects.
- ❑ These various projects improved energy efficiency and saved the district money.
- ❑ The five- (5-) year obligation runs until June 2018.
 - ✓ LPA Payment in 2013-2014: \$212,854 (P&I)
 - ✓ LPA Payment in 2014-2015: \$209,998 (P&I)
 - ✓ LPA Payment in 2015-2016: \$207,141 (P&I)
 - ✓ LPA Payment in 2016-2017: \$204,284 (P&I)
 - ✓ LPA Payment in 2017-2018: \$201,428 (P&I)

Lease Purchase Agreement (LPA)

(continued)

- ❑ Renovated Junior / Senior High School auditorium. Created two science and one robotics labs.
- ❑ Renovated Wallace gym and create two new science labs.
- ❑ Replaced Brandt floors and renovated bathrooms.
- ❑ Replaced turf field at the John F. Kennedy Stadium.
- ❑ These obligations run until fiscal year 2022.
 - ✓ LPA Payment in 2017-2018: \$145,054 (P&I)

Appropriations: Capital Outlay

- ❑ The Capital Outlay budget covers equipment over \$2,000, facility maintenance projects and some debt related expenditures.
- ❑ These appropriations include the following:

APPROPRIATION	AMOUNT
Connors School HVAC	\$ 26,188
Hoboken High School (“HHS”) HVAC	7,200
HHS Pool Ceiling	118,572
Wallace Interior Stairwell	62,500
Lease Purchase Principal	316,428
Computer Equipment	50,000
TOTAL	\$ 580,888

Debt Service

□ Purpose: The original loans from the NJEDA funded various environmental projects dating back to 1993. Projects included asbestos removal and tank remediation projects throughout the district.

- ✓ Debt Service Tax Levy / Payment 2013-2014: \$273,706
- ✓ Debt Service Appropriation 2014-2015: \$0
- ✓ Debt Service Appropriation 2015-2016: \$0
- ✓ Debt Service Appropriation 2016-2017: \$0
- ✓ Debt Service Appropriation 2017-2018: \$0

Pre-K Program (State Required)

- ❑ As required by the State of New Jersey, the Hoboken Public Schools offer a Preschool program for the district's state approved and eligible 3- and 4-year old children.
- ❑ This program includes instruction, support, and facility appropriations, which are submitted each year for New Jersey Department of Education ("NJDOE") approval.
- ❑ The plan is estimated at \$13,559,452 for 2017-2018.

NCLB/IDEA (Federal Programs)

- ❑ Hoboken Public Schools provide various programs to comply with the federal No Child Left Behind (“NCLB”) legislation. The program plans are submitted to the NJDOE for approval. Resources identified for these activities in 2017-2018 are \$914,791.
- ❑ Individuals with Disabilities Education Act (IDEA) provides additional federal resources for the district’s special education students. This budget plan, in the amount \$561,243, is mainly for student tuition and is also approved by the NJDOE.

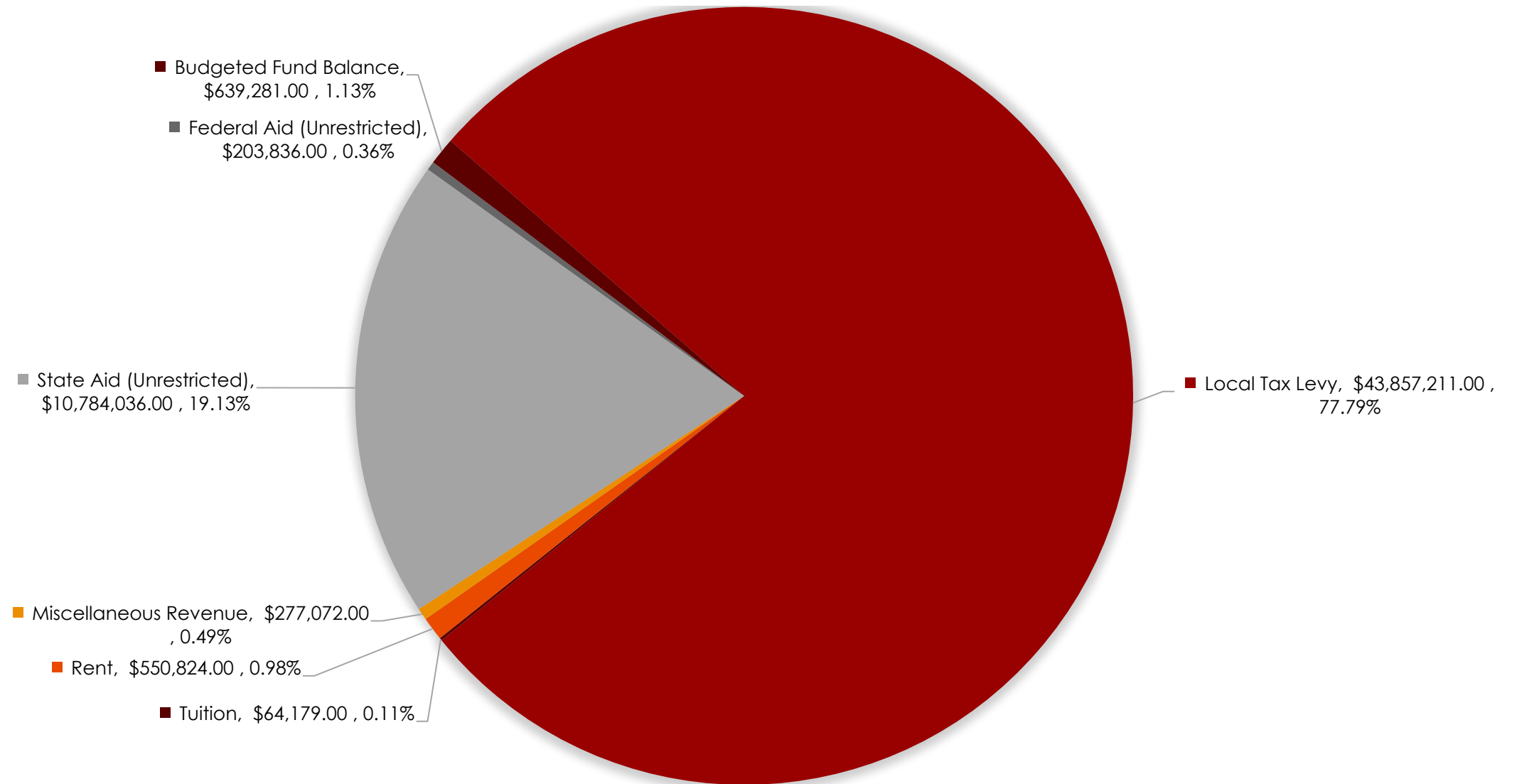
Revenue: Types

- ❑ Local Taxes - General Fund Tax Levy
- ❑ Formula Based Aid – General Fund
 - ✓ Special Education
 - ✓ Extraordinary Aid (Special Education)
 - ✓ School Choice
- ❑ Restricted Aid – State
 - ✓ Pre-School Aid
 - ✓ Non Public (Textbooks, Nursing, 192/193, Technology)
- ❑ Restricted Aid – Federal
 - ✓ NCLB
 - ✓ IDEA
 - ✓ Non-Public (Grant Portions)

Revenue Picture 2017-2018

REVENUE SOURCE	AMOUNT
Local Tax Levy	\$ 43,857,211
Tuition	64,179
Rent	550,824
Miscellaneous Revenue	277,072
State Aid (Unrestricted)	10,784,036
Federal Aid (Unrestricted)	203,836
Budgeted Fund Balance	639,281
TOTAL GENERAL FUND REVENUE	\$ 56,376,439

Revenue Projections: 2017-2018



Note: Local Tax Levy covers the amount transferred to Charter Schools.

HUDSON - HOBOKEN CITY
Advertised Revenues

Budget Category	2015-16 ACTUAL	2016-17 REVISED	2017-18 ANTICIPATED	% CHANGE
OPERATING BUDGET				
REVENUES FROM LOCAL SOURCES				
Local Tax Levy	\$41,004,666.00	\$42,502,765.00	\$43,857,211.00	3.19%
Total Tuition	99,665.00	28,693.00	64,179.00	123.67%
Transportation Fees From Other LEAs	28,316.00	44,959.00	28,316.00	-37.02%
Rents And Royalties	497,947.00	553,683.00	550,824.00	-0.52%
Unrestricted Miscellaneous Revenues	166,131.00	249,066.00	239,656.00	-3.78%
Interest Earned On Maintenance Reserve	-	-	2,700.00	
Interest Earned On Capital Reserve Funds	-	1,800.00	6,400.00	255.56%
Subtotal - Revenues From Local Sources	\$41,796,725.00	\$43,380,966.00	\$44,749,286.00	3.15%
REVENUES FROM STATE SOURCES				
School Choice Aid	\$2,645,874.00	\$2,645,874.00	\$2,645,874.00	0.00%
Categorical Transportation Aid	124,289.00	124,453.00	124,453.00	0.00%
Extraordinary Aid	251,969.00	101,516.00	101,516.00	0.00%
Categorical Special Education Aid	1,463,760.00	1,492,059.00	1,492,059.00	0.00%
Categorical Security Aid	725,704.00	727,825.00	727,825.00	0.00%
Adjustment Aid	5,647,713.00	5,617,129.00	5,617,129.00	0.00%
Parcc Readiness Aid	-	24,610.00	24,610.00	0.00%
Per Pupil Growth Aid	-	24,610.00	24,610.00	0.00%
Professional Learning Community Aid	-	25,960.00	25,960.00	0.00%
Other State Aids	49,220.00	-	-	
Subtotal - Revenues From State Sources	\$10,908,529.00	\$10,784,036.00	\$10,784,036.00	0.00%
REVENUES FROM FEDERAL SOURCES				
Impact Aid	\$146,988.00	\$-	\$-	
Impact Aid - 8002 Or 8003 General	-	139,275.00	139,275.00	0.00%
Medicaid Reimbursement	174,784.00	57,092.00	64,561.00	13.08%
Subtotal - Revenues From Federal Sources	\$321,772.00	\$196,367.00	\$203,836.00	3.80%
Budgeted Fund Balance - Operating Budget	-	\$691,530.00	\$639,281.00	-7.56%
Adjustment For Prior Year Encumbrances	-	1,113,921.00	-	-100.00%
Actual Revenues (Over)/Under Expenditures	(1,337,805.00)	-	-	
Total Operating Budget	\$51,689,221.00	\$56,166,820.00	\$56,376,439.00	0.37%

HUDSON - HOBOKEN CITY
Advertised Revenues

Budget Category	2015-16 ACTUAL	2016-17 REVISED	2017-18 ANTICIPATED	% CHANGE
GRANTS AND ENTITLEMENTS				
Other Revenue From Local Sources	\$16,726.00	\$6,900.00	\$6,900.00	0.00%
Total Revenues From Local Sources	\$16,726.00	\$6,900.00	\$6,900.00	0.00%
REVENUES FROM STATE SOURCES				
Preschool Education Aid - Pr Yr Carryover	\$-	\$352,972.00	\$1,027,360.00	191.06%
Preschool Education Aid	10,641,127.00	11,517,480.00	12,187,272.00	5.82%
Other Restricted Entitlements	777,535.00	852,159.00	650,522.00	-23.66%
Total Revenues From State Sources	\$11,418,662.00	\$12,722,611.00	\$13,865,154.00	8.98%
REVENUES FROM FEDERAL SOURCES				
Title I	\$951,751.00	\$757,099.00	\$643,534.00	-15.00%
Title II	349,177.00	297,708.00	253,052.00	-15.00%
Title III	37,542.00	21,418.00	18,205.00	-15.00%
I.D.E.A. Part B (Handicapped)	823,675.00	660,286.00	561,243.00	-15.00%
Superstorm Sandy - FEMA/Other Restricted Recovery Sources	163,784.00	-	-	
Total Revenues From Federal Sources	\$2,325,929.00	\$1,736,511.00	\$1,476,034.00	-15.00%
Transfers From Operating Budget-Prek	369,450.00	443,340.00	344,820.00	-22.22%
Total Grants And Entitlements	\$14,130,767.00	\$14,909,362.00	\$15,692,908.00	5.26%
Total Revenues/Sources	\$65,819,988.00	\$71,076,182.00	\$72,069,347.00	1.40%
<i>Deduct Transfer-Transfers From Operating Budget-Prek</i>	<i>\$369,450.00</i>	<i>\$443,340.00</i>	<i>\$344,820.00</i>	<i>-22.22%</i>
Total Revenues/Sources Net of Transfers	\$65,450,538.00	\$70,632,842.00	\$71,724,527.00	1.55%

Revenue: Overview

- ❑ General Fund Tax levy increased by 3.19% utilizing the 2% CAP and adjustments for enrollment and health care growth.
- ❑ Flat State Aid.
- ❑ Minor declines in Budgeted Fund Balance (\$52,249) and miscellaneous revenues (\$9,410).
- ❑ Total Operating Revenue increase of \$1,354,446, as adjusted for prior year encumbrances.

Revenue: General Tax Levy

\$	42,502,765	2016-2017 Tax Levy
	43,857,211	2017-2018 Tax levy
\$	1,354,446	Increase in Tax Levy

Note: District utilized an Enrollment Adjustment in the amount of \$173,228, health care for \$265,728 and Banked Cap of \$61,970. The tax levy increase is 3.19%.

Revenue: General Tax Levy

- ❑ Minimum Tax Levy - \$42,311,512
 - ✓ Represents the NJDOE calculated minimum for the amount that must be raised by the local community to support the school budget.
 - ✓ Last year's levy \$42,502,765.

- ❑ Banked Tax Levy From Prior Year - \$61,970
 - ✓ Represents an amount accumulated over the prior years. Unused and acceptable tax levy increase not utilized in the previous fiscal year in which the tax levy could have been increased but was not.
 - ✓ Banked Cap results from the 2017-2018 budget for potential use in the 2018-2019 budget - \$0.

Revenue: State Aid

\$	10,682,520	2016-2017 State Aid
	10,682,520	2017-2018 State Aid
\$	0	Increase in State Aid (0.00%)

Fund Balance Projection

Available as of 06/30/16	\$ 1,988,916
Use for 2016-2017	691,530
Remaining at 06/30/16	\$ 1,297,386
Projected at 06/30/17	\$ 1,839,281
Amount for 2017-2018	639,281
Remaining at 06/30/17	\$ 1,200,000


Note: An increase in available fund balance may be used to continue to replenish the Maintenance and Capital Reserves. Available funds for future budgets are expected to decrease by \$52,249.

Reserve Targets

- A. General Fund (2.0%) – Unrestricted: \$1,200,000
- B. Maintenance Reserve: \$1,100,000
 - ✓ Target is based on 25% of Comprehensive Maintenance Plan's maximum reserve amount.
- C. Capital Reserve: \$6,500,000
 - ✓ Amount represents 10% of the district's approved Long Range Facility Plan.

Tax Impact

The 2017-2018 school district budget is estimated to increase property taxes by an **\$83.33 per year on a home assessed at \$522,000** – the current average assessment. Your overall property tax bill may increase or decrease due to the City of Hoboken and Hudson County budgets. Estimates for other assessed values are as follows:

<u>Assessed Value</u>	<u>Estimated Increase</u>	<u>Assessed Value</u>	<u>Estimated Increase</u>
\$400,000	\$63.85	\$700,000	\$111.74
\$500,000	\$79.81	\$800,000	\$127.70
 \$522,000	\$83.33	\$1,000,000	\$159.63
\$600,000	\$95.78		

Note: The above information is \$15.96 per \$100,000 of assessed value. Above estimates are based on current tax information (municipal calendar) and is subject to change.

What's Next?

- ❑ If adopted on May 9, 2017, the 2017-2018 will be finalized with the New Jersey Department of Education - Hudson County Office.
- ❑ Information will be sent to the City of Hoboken for use in the collection of real estate taxes.
- ❑ In mid-May 2017 the final budget will be open for use.
- ❑ The subject budget can be modified in the event of changes in aid from the State of New Jersey.

Presentation Ending

Questions ?????

May 2, 2017



Hoboken Public Schools

District Budget Hearing

2017-2018