

# 2020-2021 Budget Overview

---

Madison Public Schools

March 3, 2020



# Goals of the Presentation

---

- Empower the community with knowledge of the budget process, goals, and decision making of the administration and Board.
- Create an overarching picture of where administration is in the budget process and create a platform for discussion.
- Provide cost savings measures for a fiscally responsible, balanced 2020-2021 budget.



# Public School Budgeting Fundamentals

---

- The State of NJ has a high level of compliance components
- Fund accounting restrictions
- Revenue source limitations
- School districts must demonstrate a balanced budget
- Funding of reserves for Capital/Maintenance



# 2020-2021 Budget Meetings & Timeline

---

<b>March 3</b>	<b>Board Meeting</b> – Budget Overview <ul style="list-style-type: none"><li>• High level overview of the process</li></ul>
<b>March 17</b>	<b>Board Meeting</b> – Adoption of the 2020-2021 Tentative Budget <ul style="list-style-type: none"><li>• Board approval needed to submit tentative budget to NJDOE for review</li></ul>
<b>March 20*</b>	Adoption and Filing of Tentative Budget
<b>April 20*</b>	Last day for the NJDOE to approve the budget statement to be advertised
<b>April 28</b>	<b>Board Meeting</b> – Adoption of the Final Budget and Public Hearing <ul style="list-style-type: none"><li>• Board approval necessary to adopt final 2020-2021 budget</li></ul>
<b>May 14*</b>	Deadline to adopt the Final Budget by Board resolution

\*State mandated deadlines



# Revenues Overview

---

## Key Restrictions

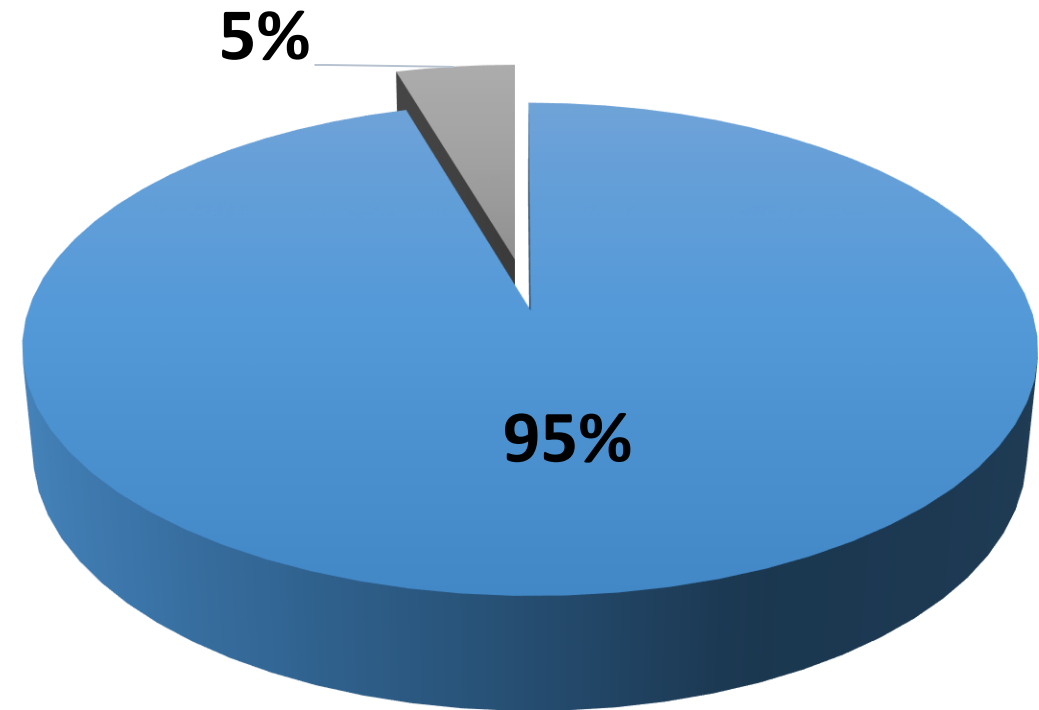
---

2% Tax  
Levy Cap

- No Banked Cap
- No Healthcare Adjustment

State Aid

- MPS is still not fully funded as per the state aid formula



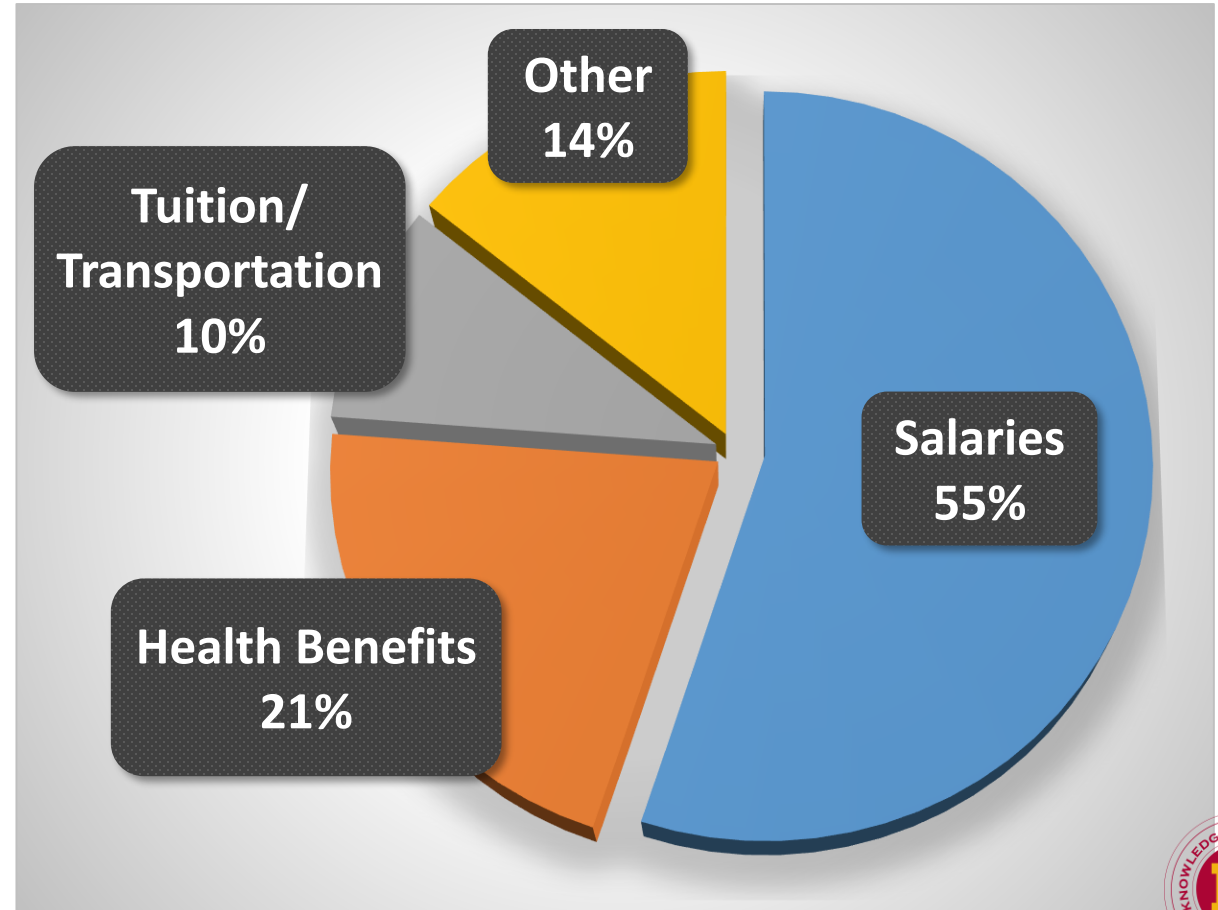
■ Local Funds    ■ State Funds



# Expenditures Overview

## Additional Notes

- Only 14% of the total operating budget is discretionary
- Tuition and Transportation is estimated to increase by 14%
- Health Benefits is estimated to increase by 15%
- Salaries are estimated to increase by 2.9%



# Estimated Budget Gap (to be resolved)

---

Est. Revenues

\$47,700,000

Est. Expenditures

\$49,500,000

Est. Gap

-\$1,800,000

\*The state of New Jersey mandates that a balanced budget must be submitted for County approval by March 20, 2020



# Budget Priorities Aligned to Goals

---

## High Achievement for All

---

- Aligned curricula and resources
- Ongoing program evaluation and development
- Ample assessment, reflection and growth opportunities for all students

## Empower Every Child

---

- Specialized programs across the district
- Appropriate training and resources
- A supportive learning environment that honors the academic, social, and emotional needs of all students

## Operational Responsibility

---

- Meet our financial obligations
- Maintain a sustainable payroll
- Establish preventative facilities maintenance
- Ensure regular reserve deposits for major projects





# 2020-21 Budget Considerations

---

## Potential Savings/Revenue Sources

- TA Staffing/Health Benefits Changes
- Health Benefits Provider Changes
- Facilities Use Rate Increase
- MHS Activities Fee Increase
- Bond Refinance (Debt Service)
- Tuition Student Recruitment
- Other Enterprise Opportunities

## 2020-21 Budget/Program Requests

- Staffing Additions
- Additional Support for CAS
- Various Facilities Improvements
- Ongoing Program Enhancements
- MJSAO Support



# Next Steps

---

- Evaluate all possible options to address budget gap
- Present a tentative budget on March 17, 2020



# 2020-2021 Budget Overview

---

Madison Public Schools

March 3, 2020

