



**MOUNTAIN LAKES
BOARD OF EDUCATION
BUDGET PRESENTATION
2020-2021**



Mountain Lakes

School District Budget Goals

- We are committed to providing the resources that allow us to build upon the successful educational partnership that exists among our students, staff, families and the community.

 - We provide a dynamic and continuously evolving curriculum with a focus on rigorous academic preparation, developing personal resilience and promoting lifelong learning skills for all learners.

 - *MLHS graduates earn admission to the most competitive colleges and universities around the world. Achieving our goals enables each student to actualize his or her unique potential.
-

Mountain Lakes Board of Education

Finance Committee

Objectives

***DISCUSS Proposed 2020-2021 Budget**

*Support student achievement by providing resources for dynamic curriculum, extra curricular activities and student support services to maximize each student's potential

*Work with Superintendent and Business Administrator, who have collaborated with the MLEA and MLAA to identify expense reductions as necessitated by budget shortfall with minimal student impact.

*Ensure public transparency in all budget aspects while conforming to current legal restrictions

***Engage in a Community Dialogue**

Revenue Changes as a result of Board Action

Saturday, May 2, 2020

Banked Cap	\$232,797
Increased Lake Drive Tuition Revenue	\$124,320
TOTAL	\$357,117

Lake Drive Updated Allocations

Revised Method for Allocating Mountain Lakes Expenses to Lake Drive

- Allocate Instructional Costs for LD Students Based on ML Teacher Salaries and Benefits
 - #of LD student taught by teacher * teacher salary and benefits for all teachers instructing LD students
- All other building expenses allocated proportional to the number of LD students in the building
 - ($\frac{\text{\# LD students in building}}{\text{total \# of students in building}}$) * budgeted building expense
- Retain original allocation of central office and other initially allocated expenses

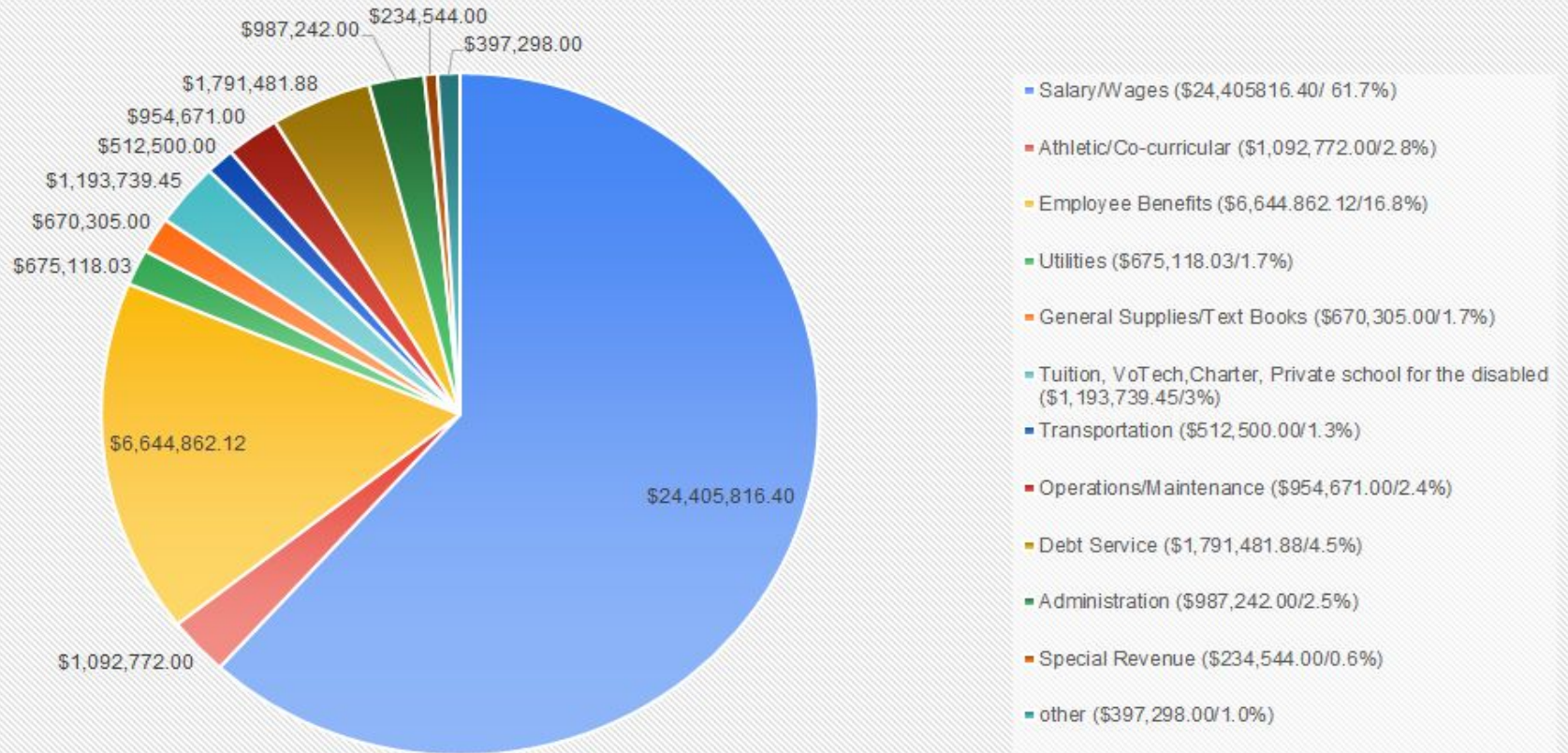
Allocation

- Original Allocation: \$495,819.19
- Additional Allocation: \$262,861.81
- Total Updated Allocation: \$758,681.00

REVENUE SOURCES

	2019-2020	2020-2021	Difference
Local Taxes	\$21,394,278	\$22,114,823	\$720,545
State Aid	\$ 887,953	\$ 968,134	\$ 80,181
Tuition	\$13,984,296	\$14,150,889	\$166,593
Miscellaneous	\$ 224,000	\$ 100,000	(\$124,000)
Fund Balance	\$ 500,000	\$ 200,478	(\$299,522)
Debt Service	\$ 1,026,558	\$ 1,617,941	\$591,382
Debt Service Aid	\$ 99,321	\$ 173,541	\$74,220
Grants (IDEA, ESSA)	\$ 373,526	\$ 234,544	(\$138,982)
Total	\$38,489,932	\$39,560,350	\$1,070,418

Updated Budget Analysis: Expenses \$39,560,350



Tax Impact for Mountain Lakes Homeowners

	2019-2020	2020-2021	Impact	% (+/-)
General Fund	\$21,394,278	\$22,114,823	\$720,545	3.37%
Debt Service	\$1,026,558	\$1,617,941	\$591,383	57.61%
Total	\$22,420,836	\$23,732,764	\$1,311,928	58.51%

Tax increase of approximately \$981 on the average home assessed at \$803,200

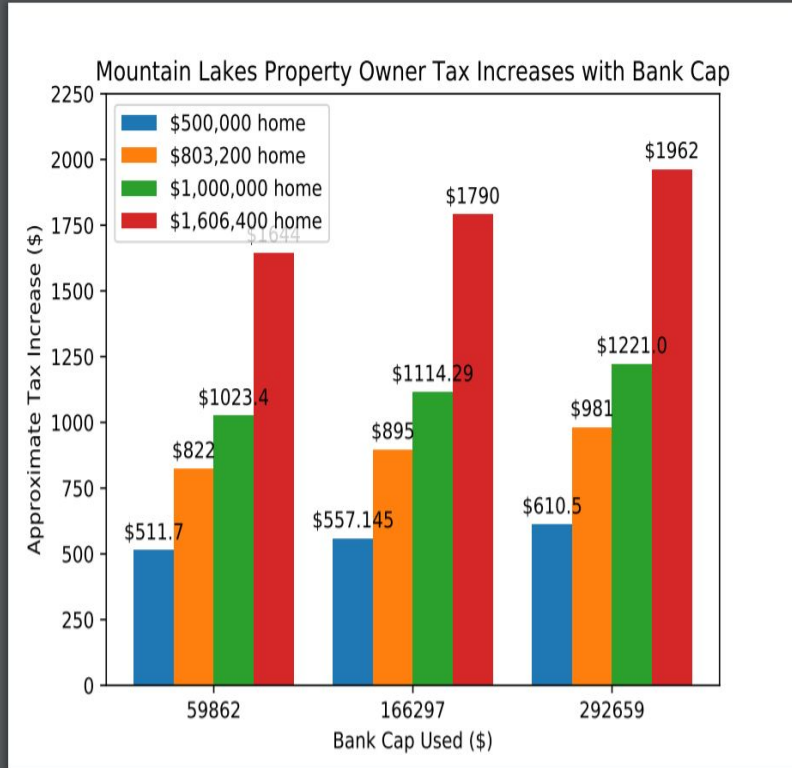
Banked Cap

If a district does not use its tax cap adjustments in one year, the adjustments can be saved for three years as “Banked Cap, ie, saved additional taxing authority. The possibility of saving tax authority as “Banked Cap” means that several years of 2.0% increases might be followed by a larger increase as a BOE then uses its “banked cap” taxing authority.

Banked Cap Expiring 2020-2021	\$59,862
Banked Cap Expiring 2021-2022	\$106,435
Banked Cap Expiring 2022-2023	\$126,362

Use of Banked Cap	*Tax Impact
\$59,862	\$822
\$166,297	\$895
\$292,659	\$981

*Tax increase on the average home assessed at \$803,200



Capital Reserve

N.J. Admin. Code 6A:23A-14.1, A district board of education may establish, at any time, by board resolution a capital reserve account. A district board of education shall be prohibited from using the funds in the capital reserve account for current expenses, pursuant to N.J.S.A. 18A:21-4

Capital Reserve balance 7/1/2019	\$1,400,062.58
19-20 Budgeted Withdrawal for projects done in summer of 2019	(\$296,000)
Approved Turf Project	(\$485,559)
Approved Track Project	(\$183,551)
Balance in Capital Reserve	\$434,952.58

Reduction In Force

20-21 Budget

Approximate Savings

5 Teachers

\$350,000

3 Admin Assistants

\$261,000

Related Services

\$100,000



Opportunities

1. Pay to Participate
 2. Summer Academy Tuition
 3. WW Time to Soar Summer School
 4. Expand After Care to BC
 5. Phase out Briarcliff Sports
 6. Home Instruction Savings
 7. Increase Non-resident Tuition
 8. Subscription Busing
 9. Increase student tuition for staff
-