



General Fund Budget 2010-2011

Formal Adoption – March 31, 2010

www.holmdelschools.org

Overview

- **Introduction**

 - Financial Efficiencies
 - Revenue Enhancements

- **Budget Goal for 2010-2011**
- **General Fund Budget**
- **Reduction of State Aid**
- **Local Tax Impact**



Financial Efficiencies Energy Conservation Program

The district is committed to this program along with our ongoing partnership with Energy Education Inc. This initiative has/will result in the largest cost savings to the district. 2009-2010 will be the first full year of the program and we estimate significant savings (20-25%) on our natural gas and electric consumptions.

Financial Efficiencies Consortium

To promote economies and efficiencies, the district participates in a number of federal, state, county, and local shared services, specifically:

1. Alliance for Competitive Telecommunications (ACT)
2. Alliance for Competitive Energy Services (ACES)
3. Special Education Medicaid Initiative (SEMI)
4. E-rate Discounts for Telecommunications/Internet Service
5. Educational Data Systems (EDS) Consortium for supply purchases at reduced prices
6. Health Insurance through the State's Health Benefits Plan
7. State Health Benefit Opt-Out Plan
8. Monmouth County Improvement Authority (MCIA) to secure low lease/purchase interest rates

Financial Efficiencies

Shared Services

- Agreement with Township to provide Drug and Alcohol Coordinator
- Agreement with Township for use of facilities for recreation
- Agreement with Township for fuel purchases, maintenance of related equipment, and central office cleaning services

Financial Efficiencies

In-house vs. Outsource Services

To promote economies and efficiencies, the district performs numerous services with in-house staff as opposed to using more costly outside contracted services, specifically:

- HVAC Services
- Plumbing Services
- Electrical Services
- Asbestos Remediation
- Pesticide Services
- Fence Installations

Financial Efficiencies

Bond Refinance

To date, the district has reduced bond debt by refinancing two (2) bonds, realizing savings in excess of one (1) million dollars over the life of the bonds, as detailed below:

- 2003 Refinancing (Refunding of 1996 & 1997 Bonds)
- 2005 Refinancing (Refunding of 2002 Bonds)

Revenue Enhancements

To supplement revenue and contain tax increases, the district has enhanced existing and identified additional revenue generating avenues, specifically:

- Food Service
- Prime Time Program
- Summer Academic Enrichment Program & Sports Camps
- Pre-School Program
- Corporate Sponsorship/Advertisements

Budget Goal 2010-2011

To support student achievement through the development of a budget that provides for a Thorough and Efficient Education in accordance with New Jersey Core Curriculum Content Standards.

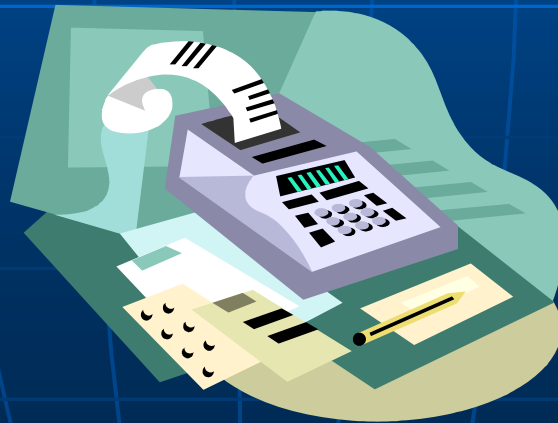
General Fund Budget 2010-2011

Amount:

\$51,448,528

**Increase from
2009-2010 Budget**

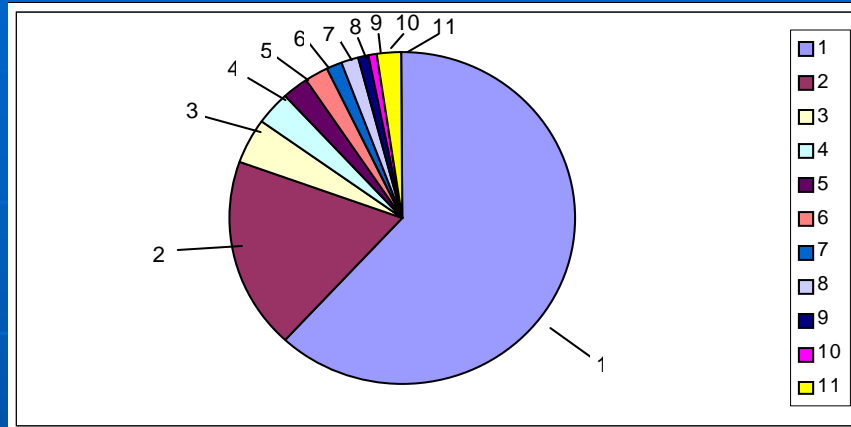
\$578,217



+ 1.14%

General Fund Budget 2010-2011

By Major Expense Category



Legend

1.	Salaries	\$31,871,312	61.9%
2.	Benefits	9,371,995	18.2%
3.	Utilities	2,256,032	4.4%
4.	Transportation Expenses	1,718,320	3.3%
5.	Out-of-District Tuition	1,381,190	2.7%
6.	Buildings & Grounds Expenses	1,116,086	2.2%
7.	Instruction Supplies/Textbooks	914,366	1.8%
8.	Mandated Professional Services	675,050	1.3%
9.	Lease Obligations	532,822	1.0%
10.	Insurance	442,701	0.9%
11.	Other Expenses*	<u>1,168,654</u>	<u>2.3%</u>
		\$51,448,528	100.0%

* (Professional Development/Workshops, Professional Memberships/Dues, Extracurricular and Athletic supplies/materials, Health Services, and Non-Instructional Supplies/Materials).

Proposed General Fund Tax Levy 2010-2011

- Amount: \$48,192,066
- Increase from
2009-2010 Budget \$1,627,579
+ 3.5%

How is the Budget Funded?

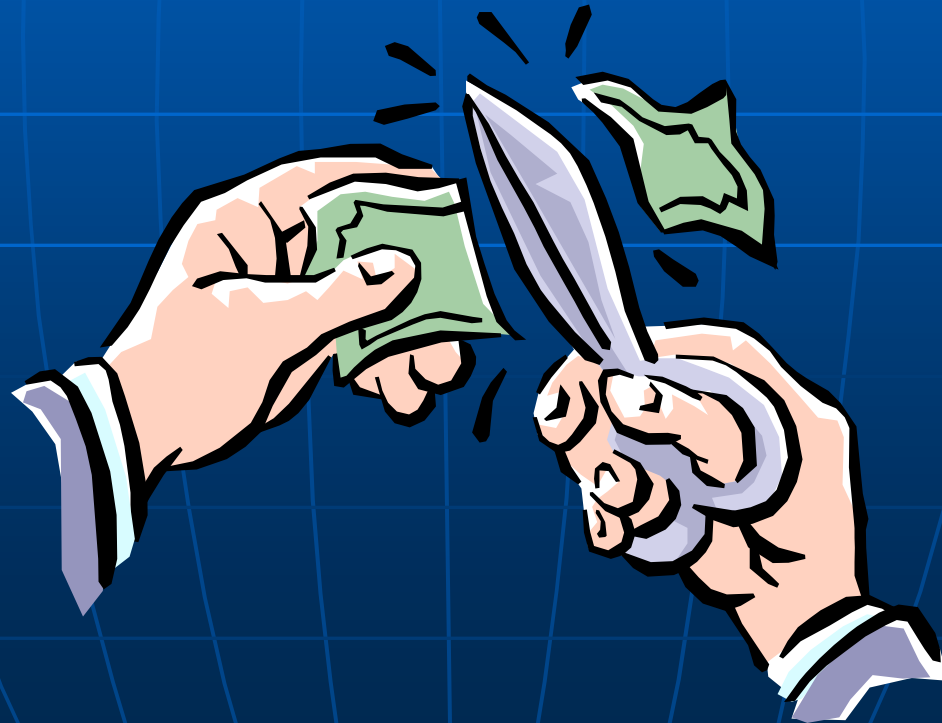
	<u>Amount</u>	<u>Percentage</u>
■ Local Property Taxes (Residential & Commercial)	\$48,192,066	93.6%
■ Other Revenues		
• State Aid	396,303	0.8%
• Extraordinary Aid	269,058	0.5%
• Federal Aid –Semi	8,228	0.1%
• Miscellaneous Revenue	400,000	0.8%
• Fund Balance	<u>2,182,873</u>	<u>4.2%</u>
Total Revenue	\$51,448,528	100.0%

Breakdown of Budgeted Fund Balance

■ 2009-2010 Extraordinary Aid	\$928,689
■ 2008-2009 Additional Extraordinary Aid	686,034
■ Savings from Energy Conservation Program and ARRA IDEA Funds	<u>568,150</u>
Total Budgeted Fund Balance	\$2,182,873

Reduction of State Aid

- Decrease in State Aid 2,540,463 86.5%



What is the Proposed Tax Rate Increase?

- + 6.62¢ Tax Rate Increase Due to Reduction in State Aid
- (2.38)¢ Tax Rate Decrease Due to 2010/2011 Budget
(Note: This tax rate decrease is due to the increase in Budgeted Fund Balance)
- =4.24¢ Total Tax Rate Increase

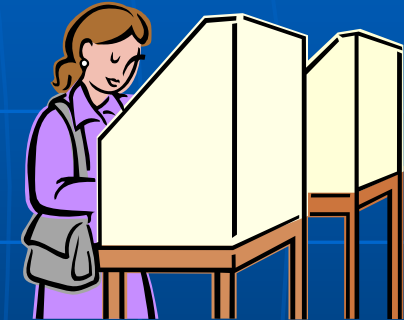
4.24¢ per \$100 of Assessed Value

* Average Residential Assessment	Annual Increased Cost	Monthly Cost
\$615,686	\$261.05	\$21.75

*Note: As a result of the significant number of appeals since the 2007 revaluation, the County Tax Board authorized a re-assessment of all real estate in Holmdel Township for the 2010 year. The re-assessment adjusted all values to the 10/1/09 market value.

LOCAL PROPERTY TAX REVENUE

- **\$48,192,066 General Fund**



- **This is the amount residents vote upon April 20, 2010**

Please Remember to Vote

Tuesday, April 20, 2010

2:00 p.m. to 9:00 p.m.

Polling Sites

Senior/Community Center

Crawfords Corner Road adjacent
to Town Hall

Districts 1, 2, 4 & 10

Town Hall

4 Crawfords Corner Road

District 3

Village School

67 McCampbell Road

Districts 5 & 9

Wm. R. Satz School

24 Crawfords Corner Road

Districts 6, 7 & 8

Polls open 2:00 p.m. – 9:00 p.m.

Note: Change in polling locations for Districts 4 & 9