

Galloway Township School District



**2024/2025
FY25 Budget Meeting**

March 18, 2024

Presented by:

**Mr. Stephen Santilli, Superintendent of Schools &
Mrs. Joy Nixon, Business Administrator**

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THANK YOU!

Board of Education Members

Business Office Staff

Central Administration Directors and Staff

Building Principals and Assistant Principals



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Board/District Goals



- Goal 1: Connect - The Board will provide support for the effective, yet efficient, implementation of the 2023-2028 Strategic Plan goals and initiatives to ensure targets are being met.
- Goal 2: Cultivate - The Board will continue their commitment to equity by fostering a school culture that cultivates all students with access, opportunity and inclusion in all learning experiences related to both academics and social emotional health and cultural wellness.
- Goal 3: Create - The Board will support the creation of a positive district culture where all stakeholders are informed, successes are celebrated and the school community is engaged.

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Current Values/Vision/Mission



CORE VALUES: As reflected in our district logo, our core values are:
Respect, Hard Work, Kindness, Trust and Equity.

MISSION: Galloway Township Public Schools, a diverse and progressive district, unifies educators, families, and community to provide a safe, challenging learning environment for all children to develop and succeed.



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Budget 2024 – 2025

Preparation and Planning:



- **January 22nd:** School and Department Budgets were due to the Business Office
- **Monday, January 29th** - Board Retreat: Preliminary discussion = Expenditure increases/exceeding Revenues
- Internal Budget Meetings (both whole group and individual school/departments)
 - **January 29th & January 30th**
 - **February 26th & February 27th**
- **February 27th:** Governor's Budget Address
- **February 29th/March 1st:** State Aid released
- **March 5th:** Entire Administration Budget Preparation Meeting
- **March 11th:** Entire Administration Final Budget Meeting
- **March 18th:** Budget Public Presentation and BOE approval for submission to County
- **March 20th:** Budget Due to DOE County Office for their review



Funds of the Budget



Fund 10 General

Fund 20 Special

Fund 30 Capital

Fund 40 Debt Service



Operating



Grants



Projects



Bonds

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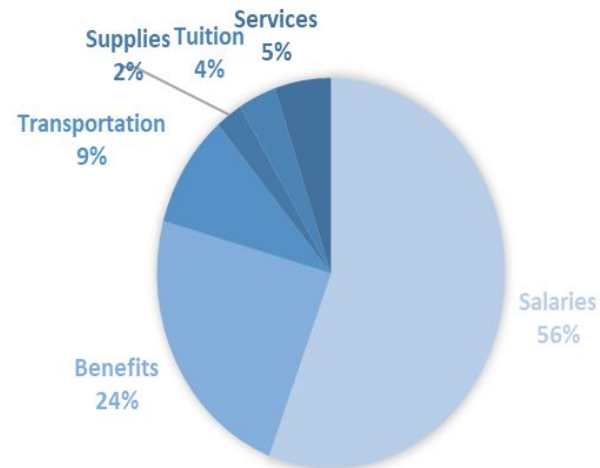
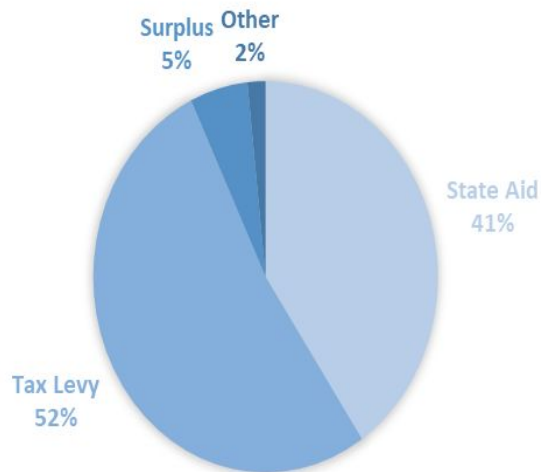
Fund 10 – General



Revenues

Expenditures

**representing current year*



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FY25 Summary of Fund 10:

General Fund



ACCOUNT	PURPOSE
TUITION	Charter, McKinney Vento, OOD & Special Services Placements
STUDENT SERVICES	Attendance, Health, Guidance, Home Instruction, Co-Curricular, Athletics
SP. ED. STUDENT SERVICES	Related Services, Extra Services, Assessments, Home Instruction
INSTRUCTIONAL	Curriculum, Technology, Leases
PROFESSIONAL	Legal, Audit, Architect, Communications, Cyber, Liability & Property Insurances, Other Services
FACILITIES	Custodial, Maintenance, Grounds, Utilities, Security
TRANSPORTATION	Regular and Special Education Routes, McKinney Vento, AIL
SALARIES/BENEFITS	Payroll Taxes, Pensions, Health Insurances, Tuition Reimbursement, Workers Compensation

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FY25 Summary of Fund 20:

Grants



ACCOUNT	PURPOSE
LOCAL STUDENT ACTIVITY	Student Activity Funds
STATE - PRESCHOOL	Preschool Education Aid - Gen Ed Portion
STATE - NON-PUBLIC	Pass Through Funds from State to Non-Public
FEDERAL - ESSA	Summer Academy, Basic Skills, ELL, Prof. Dev.
FEDERAL - IDEA	ESY & OOD Tuition
FEDERAL - ARP ESSER	Acceleration, Beyond School Day, Mental Health, Facilities *Expiring September 2024

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FY23-25 Summary of Fund 40:

Debt Service



	<u>2022/2023</u>	<u>2023/2024</u>	<u>2024/2025</u>
State Aid	\$72,234	\$69,100	\$0
Tax Levy	\$112,820	\$107,928	\$0
<u>Total Debt Service</u>	<u>\$185,055</u>	<u>\$177,028</u>	<u>\$0</u>

ACCOUNT	PURPOSE
DEBT SERVICE	Principal and Interest Payments

State Aid: FY24 vs. FY25 Comparison – Fund 10



	FY 24		FY 25	\$ Change
Fund 10 - General Fund				
Equalization Aid	\$ 22,633,331.00		\$ 22,535,337.00	\$ (97,994.00)
Special Ed Aid	\$ 3,138,580.00		\$ 3,138,580.00	\$ -
Security Aid	\$ 801,561.00		\$ 801,561.00	\$ -
Transportation Aid	\$ 1,088,704.00		\$ 1,088,704.00	\$ -
Total	\$ 27,662,176.00		\$ 27,564,182.00	\$ (97,994.00)

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FY25 Considerations



FY25 Revenue *Decreases/Increases*

- **State Aid**
 - **REDUCED/DECREASED**
 - **-\$97,994**
- **Tax Levy Cap**
 - **2% = \$728,540**
 - Increase at 2% for a home assessed at \$200,000
 - **+\$4.23/yr. or \$0.35/month**
 - **Other Adjustments to go above cap**
 - **Cap Banking Eligibility: \$0**
 - **Health Care Adj: \$259,713**

FY25 Expenditure *Increases*

- **Salaries = \$39 million**
 - Increase 3.15% & 3.2%
 - **\$1.2 million**
- **Benefits = \$12 million**
 - Increase- 8%
 - **\$960k**
- **Transportation**
 - CPI: **5.81%**
 - **\$370k**
- **Tuition/Student Services**
 - Estimated increase
 - **\$300k**

FY25 Considerations



FY25 Expenditure <i>Increases</i>	\$2,830,000
FY25 Revenue <i>Decreases</i>	-\$97,994
<u>Deficit</u>	<u>-\$2,927,994</u>

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FY25 Considerations



<u>Deficit</u>	<u>-\$2,927,994</u>
FY25 Revenue - <i>Increases allowing for tax levy increase of 2%</i>	\$728,540
<u>Adjusted Deficit</u>	<u>-\$2,199,454</u>

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FY25 Considerations



<u>Adjusted Deficit</u> <i>(allowing for 2% increase in tax levy)</i>	<u>-\$2,199,454</u>
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How are we reducing the operating budget by -\$2,199,454

- Use of Federal Grants
- E-Rate discount (avail. with 50% F&R)
- Reducing Supplies Below Current Year
- Elimination of Projects
- Review of Educational Philosophy/Class Size
- Review of Current Programming

Federal Grants* = \$1,119,382
E-Rate= \$210,000
All Other Reductions = \$870,072
Total = \$2,199,454

ARP ESSER Grant expiring September 2024

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7-Year Funding Allocation- Final Year Summary

- “Adequacy Budget”
 - The State determines the costs to adequately operate the school district based on geographical area, total enrollment, at-risk enrollment and special education enrollment.
- Items that increased or decreased Galloway’s “Adequacy Budget”
 - Enrollment overall has decreased 10.5% over the past 7 years.
 - At-Risk enrollment significantly reduced during the pandemic, however returned to 50% for 24-25

7-Year Funding Allocation- Final Year Summary



- “Local Fair Share”
 - The State determines what your community can “afford” to pay to cover increasing costs of the operating budget, thereby reducing the amount of State Aid provided to the district, however with a 2% tax levy cap, an overall deficit is the end result.
- Items that increased Galloway’s “Local Fair Share” over the past 7 years.
 - Township rateable values saw an overall increase of 47.7%.
 - Township Income realized saw an overall increase of 15.7%.
 - The State’s responsibility multiplier for State Aid then had an overall decrease of 8.1%.
 - The Township’s responsibility multiplier increased 9.5% overall.

7-Year Funding Allocation- Final Year Summary



- In year 1 of 7, the Galloway Twp. School District was estimated to be underfunded by \$4,500,000.
 - During the past 7 years the district has only received an adjustment of \$2,900,000.
- In addition, the State adjusted their multipliers over the past 7 years, which also results in more responsibility to the local taxpayer/community. This coupled with increases in the “local fair share” over the past 7 years, has resulted in our State funding projection being decreased by approximately \$1,600,000, even though fixed costs continue to rise.
- The irony is that the State has ultimately shifted more of the responsibility to the community (local fair share), however as a district we can only request a 2% yearly increase in funding from the local tax levy.

In Summary...



- Tax Levy at 2% = **\$728,540**
 - **We are requesting that the Board support the use of a 2% CAP**
- Tax Levy FY25: Increase at 2% for a home assessed at \$200,000
 - **+\$4.23/yr. or \$0.35/month**
 - **0.21 cent tax rate increase**
 - Debt Service Levy - Paid off in 2023-2024

Resolution



Approve the total:

The Board sets the total budget for next year and the tax levy

	Budget	Local Tax Levy
Total General Fund (Fund 10)	\$ 69,639,445	\$ 37,155,547
Total Special Revenue Fund (Fund 20)	\$ 6,617,984	\$ 0
Total Debt Service Fund (Fund 40)	\$ <u>0</u>	\$ <u>0</u>
Totals	\$ 76,257,429	\$ 37,155,547

Remaining Budget Timeline



- **March 20th:** Budget Due to DOE County Office for review
- **March/April:** Budget Reviewed and approved by ECS/ECBO
- **Monday, May 6th:** Regular Meeting/Public Budget Hearing





Thank you!

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