Jersey Shore Area School District
Board of Education – Work Session
Minutes of May 17, 2018

A. Opening

1. **Call to Order:** Mrs. Kelley Wasson, President, called the meeting to order at 7:03 p.m.

2. **Roll Call:**
Members Present: Mr. Craig Allen, Mr. Harry Brungard (arrived at 8:06 p.m.), Mr. John Pecchia, Mrs. Michelle Stemler, Mrs. Karen Stover, Mr. Merrill Sweitzer, Mrs. Mary Thomas, Mrs. Kelley Wasson and Dr. Jill Wenrich, Superintendent
Others Present: Austin White, Esq., Solicitor, Benjamin Enders, Board Secretary, Dr. Kenneth Dady, Assistant Superintendent and Isabelle Hale, Student Representative
Members Absent: Mr. Christopher Fravel

3. **Pledge of Allegiance**

B. Discussion Items

a. Budget Update (Attachments)
b. Principal Budget Cuts
c. Technology Budget Cuts
d. Buildings and Grounds Budget Cuts
e. Athetics Budget Cuts
f. Athletic Fee for Play
g. Real Estate Tax
h. Other considerations

C. Courtesy of the Floor:

Colin Best-JS Boro – commented on furlough of teachers and read a letter regarding a scholarship in memory of a class of 2004 student who died.
Deb Reese-Pine Creek Twp. – commented on First Quality JSASD student tour and the Manufacturing CTE program and offered First Quality support for the program.
Dave Becker-Piatt Twp. – commented on contacting State Representatives regarding budget issues, funding cuts, and charter schools, CTE programs, course credits, advertising and ebackpack.
Don Lomison-Pine Creek Twp. – commented on bus transportation and costs.
Janice Shireman-JS Boro – commented on early retirement incentive, AP courses, half day Kindergarten and Pathways program.
Bob Pryor-Mifflin Twp. – commented on Administrators efforts to cut expenses and teachers pay freeze.
Shelley Helm- commented on Source 4 Teachers and furloughed employees.
Kayla Calhoun-Avis Boro – commented on Administrators cuts to their budget, donors to help with budget expenses, Administration Building and voting to change our State representatives.
Bradd Williamson-Limestone Twp. - commented on JSAEA pay freeze negotiation and the time statement.

D. Executive Session: An Executive Session was held beginning at 10:24 p.m. for personnel matters after which no business will be conducted.

Meeting resumed at 10:48 p.m.

E. Adjournment

The May 17, 2018 Work Session was adjourned at 10:49 p.m.

Respectfully submitted,

Benjamin J. Enders
Board Secretary

5/17/18

GENERAL FUND BUDGET SUMMARY
2018-19 BUDGET
Preliminary

Actual Fund Balance 7/1/17		$ 6,341,583
Committed Fund Balance for PSERS Increase Use of Fund Balance used in 17-18		(500,302)
Committed Fund Balance for Health Insurance Increase Use of Fund Balance used in 17-18		(105,000)
Projected Fund Balance 7/1/18		$ 5,736,281
2018-19 Budgeted Revenue:	$ 40,970,092	
2018-19 Budgeted Expenditures:	42,428,254	
Surplus/(Deficit)		(1,458,162)
Total Budgetary Fund Balance 7/1/19		$ 4,278,119
Estimated Committed Fund Balance for PSERS Increase Use of Fund Balance 7/1/18	$ 2,279,698	
Committed Fund Balance for PSERS Increase Use of Fund Balance used in 18-19	(958,162)	
Estimated Committed Fund Balance for PSERS Increase Use of Fund Balance 7/1/19		$ 1,321,536
Estimated Committed Fund Balance for Health Insurance Increase Use of Fund Balance 7/1/18	$ 745,000	
Committed Fund Balance for Health Insurance Increase Use of Fund Balance used in 18-19	(500,000)	
Estimated Committed Fund Balance for Health Insurance Increase Use of Fund Balance 7/1/19		245,000
Estimated Nonspendable Fund Balance 7/1/18	$ 161,573	
Nonspendable Fund Balance used in 18-19	-	
Estimated Nonspendable Fund Balance 7/1/19		161,573
Estimated Unassigned Fund Balance 7/1/18	$ 2,550,010	
Unassigned Fund Balance used in 18-19	-	
Estimated Unassigned Fund Balance 7/1/19		2,550,010
Total Budgetary Fund Balance 7/1/19		$ 4,278,119
Estimated Unassigned Fund Balance 7/1/19 As a Percent of 2018-19 Appropriations		6.01%
Estimated Total Fund Balance 7/1/19 As a Percent of 2018-19 Appropriations		10.08%

Jersey Shore Area School District
Preliminary Budget
May 17, 2018

	Original Budget	New Budget	Increase/(Decrease)
Salary & Benefit Changes			
Aides Salary Freeze (as approved by the Board on 5/14/18)	$ 1,681,115.66	1,648,791.42	$ (32,324.24)
Secretaries Salary Freeze (as approved by the Board on 5/14/18)	1,141,945.02	1,125,466.88	(16,478.14)
Other Classified Staff Salary Freeze (as approved by the Board on 5/14/18)	506,760.62	498,240.09	(8,520.53)
Retirement of High School Principal (as approved by the Board on 5/14/18) to be replaced	187,265.48	-	(187,265.48)
Hiring of High School Principal budgeted with a starting salary of $104,967 with Family PPO C Health Insurance	-	174,662.94	174,662.94
Retirement of Nurse Aide (as approved by the Board on 5/14/18) to be replaced	53,290.84	-	(53,290.84)
Hiring of Nurse Aide budgeted at Step 1 of the Nurse's Aide Scale with Family CDHP Health Insurance	-	48,193.48	48,193.48
Resignation of CTE Manufacturing Instructor (as approved by the Board on 5/14/18) to be replaced	130,768.74	-	(130,768.74)
Hiring of CTE Manufacturing Instructor budgeted at Step 1 of Masters Scale with Family PPO C Health Insurance	-	94,507.19	94,507.19
Removal of new Hire of MS Emotional Support Teacher (Budgeted at Step M1)	94,507.20	-	(94,507.20)
High School Building Budget Changes			
Reduction in Graphing Calculators from the Math Supplies Budget (originally 10 packs, revised to 4 packs) (1100-610)	10,867.92	4,830.19	(6,037.73)
Reduction in Math Replacement Books needed (originally 50, revised to 25) (1100-610)	8,745.00	5,002.25	(3,742.75)
Removal of Excalibur 36 " Color Guard Sabre (3210-750)	148.50	-	(148.50)
District Wide Budget Changes			
Autistic Support (we were notified the morning of 5.17.18 that the student in this placement has withdrawn from the district) (1200-322)	140,000.00	-	(140,000.00)
Total Expenditure Changes			$ (355,720.54)
Budgeted Expenditures as Presented on May 10, 2018			42,783,975.01
Budgeted Expenditures as Presented on May 17, 2018			$ 42,428,254.47
State Revenue Changes			
Retirement Reimbursement from Aides Salary Freeze	$ 154,269.59	$ 149,417.71	$ (4,851.88)

Jersey Shore Area School District
Preliminary Budget
May 17, 2018

	Original Budget	New Budget	Increase/(Decrease)
Social Security Reimbursement from Aides Salary Freeze	33,437.43	32,406.100	(1,031.33)
Retirement Reimbursement from Secretaries Salary Freeze	124,272.86	121,836.350	(2,436.51)
Social Security Reimbursement from Secretaries Salary Freeze	28,438.15	27,880.590	(557.56)
Retirement Reimbursement from Other Classified Staff Salary Freeze	71,007.12	69,724.79	(1,282.33)
Social Security Reimbursement from Other Classified Staff Salary Freeze	16,249.01	15,955.57	(293.44)
Retirement Reimbursement from High School Principal Retirement	19,135.50	-	(19,135.50)
Social Security Reimbursement from High School Principal Retirement	4,378.90	-	(4,378.90)
Retirement Reimbursement from Hiring of High School Principal	-	22,482.46	22,482.46
Social Security Reimbursement from Hiring of High School Principal	-	5,144.81	5,144.81
Retirement Reimbursement from Nurse Aide Retirement	4,593.22	-	(4,593.22)
Social Security Reimbursement from Nurse Aide Retirement	1,051.10	-	(1,051.10)
Retirement Reimbursement from Hiring of Nurse Aide	-	3,660.22	3,660.22
Social Security Reimbursement from Hiring of Nurse Aide	-	837.59	837.59
Retirement Reimbursement from CTE Manufacturing Instructor Resignation	16,171.04	-	(16,171.04)
Social Security Reimbursement from CTE Manufacturing Instructor Resignation	3,700.52		(3,700.52)
Retirement Reimbursement from hiring of CTE Manufacturing Instructor Resignation	-	10,709.30	10,709.30
Social Security Reimbursement from hiring of CTE Manufacturing Instructor Resignation	-	2,450.68	2,450.68
Retirement Reimbursement from removal of new Hire of MS Emotional Support Teacher	10,709.30	-	(10,709.30)
Total Revenue Changes			$ (24,907.57)
Budgeted Revenues as Presented on May 10, 2018			40,994,999.90
Budgeted Revenues as Presented on May 17, 2018			$ 40,970,092.33

Jersey Shore Area School District
Preliminary Budget
May 17, 2018

	Original Budget	New Budget	Increase/(Decrease)
Deficit as Presented on May 10, 2018			$ (1,788,975.10)
Net Changes			(330,812.97)
Deficit as Presented on May 17, 2018			$ (1,458,162.13)

Budget Notes

Revenues:

- No Real Estate Tax Increase

Expenditures:

- Departmental meetings and review were held on December 5th, 6th & 7th
- Majority of the Buildings/Departments have come in below last years final budget
- 2.5% increase for all expiring contracts & 2% increase for all non-contracted staff
- Certified Retirement Rate = 33.43%

Jersey Shore Area School District
Long Term Financial Outlook
No Tax Increase
Adjustments for State Retirement & Social Security Subsidy

5/17/18

	2018-2019 Budget	2019-2020 Projection	2020-2021 Projection	2021-2022 Projection
Salaries	$ 17,126,017	$ 17,738,633	$ 18,334,034	$ 19,255,276
Employee Benefits	12,639,986	13,476,661	14,188,380	15,077,167
Professional Services	2,215,213	2,215,213	2,215,213	2,215,213
Property Services	911,130	911,130	911,130	911,130
Other Services	4,180,099	4,180,099	4,180,099	4,180,099
Supplies	1,081,475	1,081,475	1,081,475	1,081,475
Equipment	464,971	464,971	464,971	464,971
Other Expenses	1,159,363	1,159,363	1,159,363	1,159,363
Other Uses	2,650,000	2,650,000	2,650,000	2,650,000
Total Expenditures	$ 42,428,254	$ 43,877,545	$ 45,184,666	$ 46,994,694
Local Revenue	$ 17,110,628	$ 17,110,628	$ 17,110,628	$ 17,110,628
State Revenue	23,317,566	23,616,040	23,821,003	24,108,913
Federal Revenue	536,898	536,898	536,898	536,898
Other Revenue	5,000	5,000	5,000	5,000
Total Revenue	$ 40,970,092	$ 41,268,566	$ 41,473,529	$ 41,761,439
Deficit	(1,458,162)	(2,608,979)	(3,711,137)	(5,233,255)
Fund Balance @ Beginning of Fiscal Year	$ 6,341,583	$ 4,278,119	$ 1,669,140	$ (2,041,997)
Budget Deficit for Fiscal Year 2017-2018	(605,302)			
Projected Fund Balance @ 6.30.18	$ 5,736,281			
Fund Balance @ End of Fiscal Year	$ 4,278,119	$ 1,669,140	$ (2,041,997)	$ (7,275,253)
	10%	4%	-5%	-15%
R/E Tax Increase to Index in 18/19	453,132	453,132	453,132	453,132
R/E Tax Increase to Index in 19/20 *		350,000	350,000	350,000
R/E Tax Increase to Index in 20/21 *			350,000	350,000
R/E Tax Increase to Index in 21/22 *				350,000
Fund Balance @ End of Fiscal Year w/ Tax Increases	$ 4,731,251	$ 2,472,272	$ (888,865)	$ (5,772,121)
	11%	6%	-2%	-12%

* R/E Tax Increase to the Index is estimated to be approximately $350,000 per year.

Assumptions:

- No Tax Increase
- Revenue Growth with only the State Retirement & Social Security Subsidy
- No Changes in Expenditures other than Salaries & Benefits
- 2% increase on expiring contracts
- No future attritional savings
- Health Insurance increases of 8% per year