

JOINT MEETING

of

Sea Isle City Board of Education

And

Sea Isle City Council

October 13, 2011

Current State of School District



Current State of the School District

- **Shared Administrative Agreement with Ocean City Board of Education**
 - Since July 1, 2010 - Original agreement covers
 - Superintendent
 - Principal
 - School Business Administrator
 - Since July 1, 2011 – Added Services
 - Child Study Team
 - Technology
 - Starting with the 2009/2010 School Year Grades 5-8 attend Ocean City Schools
 - Starting with the 2010/2011 School Year Grade 4 attends Ocean City Schools



Current State of the School District

Enrollment History

Grade	2010/11	2011/12
Pre- K	14	13
Kindergarten	11	10
1st Grade	9	9
2nd Grade	8	7
3rd Grade	6	7
Total	48	46



- 2009/10 – 60 students (Includes 4th grade)
- 2008/09 – 67 students (Includes 4th – 8th grades)
- 2007/08 – 79 students (Includes 4th – 8th grades)



Current State of the School District

- Letter to Governor
 - February 16, 2011
 - Request to order the expansion of the send/receive relationship with Ocean City School District
 - Letter also sent to Commissioner of Education and Cape May County Superintendent of Schools
 - June 1, 2011
 - Follow up sent to Legislators by request of Department of Education



Current State of the School District

- Pre-K
 - This is not an age group (3-4 year olds) that should be sent to Ocean City
 - Building inspected and is conducive to bringing private outside provider in to provide services

Current State of Facilities



Current State of the Facilities

- Use of Building
 - Currently used by the following:
 - Sea Isle City Recreation Department
 - Sea Isle City Lifeguards
 - Sea Isle City Environmental Commission
 - Various Civic and Private organizations



Current State of the Facilities

■ State of Repairs

- No current safety issues at the school
- Roof Replaced 2009
- Items that need to be addressed in the future
 - Temporary Trailer removal
 - Gymnasium Lighting
 - Handicap Accessible Bathrooms replaced (due to trailer removal)
 - Handicap Accessible Ramp replaced (due to trailer removal)
 - Ventilation System upgrade & Air Conditioning
 - Security Surveillance upgrade
 - Classroom Door & Locks replacement
 - Additional items identified in 2006 Facilities Plan

Cost Estimate \$1.5 to \$2.0 million



Current State of the Facilities

- Possible Expanded Use of Building and Grounds
 - Looking for expanded use of Buildings and Grounds with city and/or other organizations
 - Started open dialogue with City to look into options

Financial Situation and Solutions



Financial Situation and Solutions



RECAP OF SURPLUS POSITION

	General Fund (Unrestricted)	Emergency Reserve (Restricted)	Tuition Reserve (Restricted)	Capital Reserve (Restricted)	General Fund (Restricted)	Total
06/30/10 Audited Balances	\$246,184	\$131,107	\$80,000	\$176,891	\$250,723	\$884,905
06/30/11 <u>Anticipated</u> Balances	\$490,184	\$46,067	\$80,000	\$135,629	\$0	\$751,880
06/30/11 Audited Balances	\$327,847	\$46,067	\$255,000	\$138,113	\$266,677	\$1,033,704

SEA ISLE CITY BOARD OF EDUCATION

Financial Situation and Solutions



RECAP OF SURPLUS POSITION

(continued)

	General Fund (Unrestricted)	Emergency Reserve (Restricted)	Tuition Reserve (Restricted)	Capital Reserve (Restricted)	General Fund (Restricted)	Total Reserves
06/30/11 Audited Balances	\$327,847	\$46,067	\$255,000	\$138,113	\$266,677	\$1,033,704
(Appropriation) Budget 2011-12	\$0	\$0	(\$80,000)	(\$75,802)	(\$266,677)	(\$422,479)
2011/2012 Projected Additional (Appropriations)/ Unexpended Funds	(\$156,000)	\$0	\$0	\$0	\$85,000	(\$71,000)
Outlook for 6/30/12 Anticipated Balances	\$171,847	\$46,067	\$175,000	\$62,311	\$85,000	\$540,225
Outlook for (Appropriation) in 2012-13 Budget	(\$156,000)	\$0	(\$220,000)	(\$75,802)	(\$266,677)	(\$718,479)
Outlook for 6/30/13 Anticipated Balances	\$15,847	\$46,067	(\$45,000)	(\$13,491)	(\$181,677)	(\$178,254)

Financial Situation and Solutions



SURPLUS FORECAST

	ESTIMATE PER 2011-12 BUDGET		ESTIMATE PER OCTOBER 2011 OUTLOOK
JUNE 30 2010	\$885,000		\$885,000
JUNE 30 2011	\$751,000	Note 1	\$1,034,000
JUNE 30 2012	\$329,000	Note 2	\$540,000
JUNE 30 2013	N/A	Note 3	(\$178,000)

Note 1: June 2011 Actual Surplus of \$1,034,000 improved by \$283,000 over Budget Estimate of \$751,000 due to \$111,000 in unanticipated state aid for extraordinary special ed costs and \$170,000 improvement in expenses over estimate

Note 2: 2011-12 Budget called for deterioration in Surplus of \$422,000 from \$752,000 to \$329,000. The outlook shows a deterioration of \$494,000 from \$1,034,000 to \$540,000. This is due to additional costs from 4 unanticipated out of district placements of (\$135,000), additional transportation costs for out of district placements of (\$45,000) and transportation to Charter Tech of (\$18,000) offset by \$42,000 in additional aid and expectation of improvement in other expenses of \$85,000.

Note 3: The 2011-12 Budget presentation did not forecast the surplus position at June 2013. The Outlook carries forward the additional costs identified for 2011-12 as well as an anticipated tuition adjustment of \$220,000 for higher than expected enrollment in OCHS for the 2010-11 year.



Financial Situation and Solutions

- County Office of Education Suggestions
 - Change Pre-K program to outsourcing and/or eliminate General Education Pre-K program
 - Combine grade levels
 - Kindergarten and Grade 1 combined
 - Grade 2 and Grade 3 combined
 - Eliminate some Special Area Teachers
 - Art, Spanish, Music and have them taught by grade level teachers



Financial Situation and Solutions

- Shared Services
 - In addition to Shared Services with Ocean City School District
 - Administration
 - Child Study Team
 - Technology
 - Shared Services with City for groundskeeping/snow removal
 - Transportation Cooperative
 - Budget Software with Asbury Park
 - Alliance for Competitive Energy Services (ACES)
 - Cooperative Purchasing



Financial Situation and Solutions

- Parking and Other Expanded Uses of Buildings and Grounds
 - Possible Revenue Sources

**Future of the School
and
School District/
City Council Relationship**

What will be the impact of an ordered expansion of the send/receive?

- K-12 Children will go to school in Ocean City
 - Board will explore Pre-K Options
- Personnel issues to be determined
- Costs for Sea Isle City District will be reduced by roughly \$777,000 (including maintenance of building) to \$937,000 (without maintenance of building)
- SIC District will be considered non-operating
 - In 2009, half the non-operating districts in NJ were forced to regionalize with virtually no tax impact
 - The remaining 13 non-operating districts have not been acted upon by the Department of Education
- What will happen to Building and Grounds?