

## **I.B**

### **Budget Information**

#### **Instructions:**

While completed on an annual basis, the Master Plan Updates provide insight into the work that school systems engage in on a daily basis to see that their commitment to accelerating student achievement and eliminating achievement gaps is realized. In an effort to promote a deeper understanding among all stakeholders of this commitment and the resources allocated to support it, few adjustments have been made to the 2006 Master Plan Update Guidance Document. Those adjustments are described below.

1. *All Budget Forms will be available electronically and in Excel.*
2. *The Executive Summary (I.A)* provides an overview of school system successes, challenges, and coming year priorities, including how resources are being distributed to support those priorities. It should be noted that this is not an adjustment for all school systems. (**Helpful hint:** School systems may find the budget proposal presented to their local Board of Education and/or County Council useful for this purpose.)
3. *The Budget Variance Tables (I.B)* reflect FY 2006 and FY 2007 budget revenue and expenditure data. Specific changes to each table are as follows:
  - i. Current Year Variance Table: Local school systems will be asked to attribute expenditures to the NCLB Goals; and specific categories for mandatory/cost of doing business expenditures have been established.
  - ii. Prior Year Variance Table: MSDE will pre-populate this table and transmit to local school systems electronically; responses to only two analyzing questions are required.
4. *Content Analysis with Resource Allocation Discussions* will be included throughout the 2006 Master Plan Update. This provides school systems with an opportunity to illustrate the totality of their commitment to realize Master Plan goals. These discussions should address at a minimum, the increase in revenue over the prior year; however, local school systems may choose to reflect their cumulative investment in meeting their Mater Plan goals. (**Helpful hint:** Where increases in revenues are reflected, expenditures should be evident in the Current Year Variance Table.)
5. *Two methods of submission.* As noted in the Submission Instructions on pages 5-7 on November 14<sup>th</sup>, the final budget documents should be included in the final submission of the 2006 Master Plan Update **and also** be uploaded separately **in Excel** to DocuShare.

<b>Current Year Variance Table - 2006 Master Plan Update</b>				
<b>Local School System: SOMERSET</b>				
*This table will also be transmitted electronically.				
	<b>FY 2006</b>	<b>FY 2007</b>		
	<b>Current</b>	<b>Original</b>		
	<b>Approved</b>	<b>Approved</b>		
	<b>Budget</b>	<b>Budget</b>	<b>Change</b>	<b>% Change</b>
	(\$ in Thousands)			
<b>Revenues:</b>				
Local Appropriation	\$8,547,712	\$8,925,712	\$378,000	0.04422236
Other Local Revenue	60,000	160,000	100,000	1.666666667
State Revenue	18,542,496	21,079,186	2,536,690	0.136804128
Federal Revenue	3,300,000	4,800,000	1,500,000	0.454545455
Other Resources/Transfers	0	0	0	0
<b>Total Revenue</b>	<b>\$30,450,208</b>	<b>\$34,964,898</b>	\$4,514,690	0.148264669
<b>Change in Expenditures:</b>				
<b>LEA Master Plan Goal 1: Student Engagement</b>				
NCLB Goal: ELL Student Achievement	ELL teachers funding			48,028
NCLB Goal: Student Achievement	New Position - Media Specialist WES			46,000
NCLB Goal: Student Achievement	New Positions - Reading Intervention Assistants PAES, GES			35,224
NCLB Goal: Student Achievement	New Positions - Math Intervention/Assistance SIS, WHS			52,836
NCLB Goal: Student Achievement	New Position - Reading Facilitator SIS			46,000
NCLB Goal: Student Achievement	Teacher Substitute increase			30,000
NCLB Goal: Student Achievement	Instructional Equipment increase			17,025
NCLB Goal: Student Achievement	Instruction Materials increase			8,721
NCLB Goal: Student Achievement	Textbook increase all levels			63,393
NCLB Goal: Student Achievement	Attendance Makeup			21,765

NCLB Goal: Student Achievement	Professional Development - Assessment Development	6,872
NCLB Goal: Student Achievement	Professional Development - Math Workshops	19,180
NCLB Goal: Student Achievement	Professional Development - Reading Workshops	6,000
NCLB Goal: Student Achievement	Salary increases Instructional Faciliators, Reading Coaches	73,280
	<b>Subtotal - Goal 1</b>	<b>474,324</b>
<b>LEA Master Plan Goal 2: Family and Community Involvement</b>		
NCLB Goal:		0
NCLB Goal:		0
NCLB Goal:	<b>Subtotal – Goal 2</b>	<b>0</b>
<b>LEA Master Plan Goal 3: Highly Qualified Educators</b>		
NCLB Goal: Highly Qualified Teachers	Salary increases PreK - 12 (includes ROTC)	1,022,746
NCLB Goal: Highly Qualified Teachers	Special Education salary increases	130,449
NCLB Goal: Highly Qualified Teachers	New Position - Teacher Education program JMT	45,100
NCLB Goal: Highly Qualified Teachers	Salary Increases Instructional Assistants	93,875
	<b>Subtotal – Goal 3</b>	<b>1,292,170</b>
<b>LEA Master Plan Goal 4: Environment Conducive to Learning</b>		
NCLB Goal: Student Achievement	Band Instrument increase	8,000
NCLB Goal: Student Achievement	After School Program (21st Century Grant)	300,000
NCLB Goal: Student Achievement	New Positions IEP Clerical Assistance	67,650
NCLB Goal: Student Achievement	New Position Chorus (.5) CHS	19,788
NCLB Goal: Student Achievement	New Position Art WES	39,575
NCLB Goal: Student Achievement	Room Modification (LRE) WHS (non recurring cost)	15,000
NCLB Goal: Student Achievement	New Position Foreign Language SIS	39,575
	<b>Subtotal – Goal 4</b>	<b>489,588</b>
<b>LEA Master Plan Goal 5: Safe, Quality Environment</b>		

NCLB Goal: Safe Learning Environment	Nurse Manager	48,161
NCLB Goal: Safe Learning Environment	Alternative Learning	83,693
NCLB Goal: Safe Learning Environment	Deans of Instruction Increase	35,000
NCLB Goal: Safe Learning Environment	School Counselor Increase	57,348
NCLB Goal: Safe Learning Environment	Learning Support, Behavior Intervention Specialists (Safe Schools, Healthy Students Grant)	1,200,000
	<b>Subtotal – Goal 5</b>	<b>1,424,202</b>
	<b>Mandatory/Cost of Doing Business:</b>	
	(Not captured elsewhere)	
	Increases in negotiated contractual agreements - salaries	0
	Increases in negotiated contractual agreements - benefits	125,895
	Transportation	101,511
	Utilities	199,600
	Nonpublic Special Education Placements	0
	Costs associated with opening a new school or newly renovated school (please itemize) Kitchen Equipment Woodson Elementary (WES) (non recurring cost)	92,000
	Costs associated with opening a new school or newly renovated school (please itemize) Sound System, Phone System WES (non recurring cost)	76,000
	Costs associated with opening a new school or newly renovated school (please itemize) Classroom, Media, Technology Lab Furniture (non recurring cost)	115,000
	Costs associated with opening a new school or newly renovated school (please itemize) Playground Equipment WES (non recurring cost)	50,000
	Technology Repairs and Maintenance	44,400
	Additional Positions for Enrollment Growth or Class Size reduction initiatives - may include in a specific local goal	0
	Charter Schools	
	Other items deemed necessary by the local board of education	0
	<b>Subtotal – Mandatory/Cost of Doing Business</b>	<b>804,406</b>
	<b>Other (must not exceed 10% of Change in Total Revenue)</b>	
	WHS Renovation Study (non recurring cost)	30,000
	<b>Subtotal – Other</b>	<b>30,000</b>
	<b>Total (must equal the Change in Total Revenue)</b>	<b>\$4,514,690</b>
		\$0

<b>Current Year Variance Table - 2006 Master Plan Update BTE TARGETS</b>				
<b>Local School System: SOMERSET</b>				
*This table will also be transmitted electronically.				
	<b>FY 2006</b>	<b>FY 2007</b>		
	<b>Current</b>	<b>Original</b>		
	<b>Approved</b>	<b>Approved</b>		
	<b><u>Budget</u></b>	<b><u>Budget</u></b>	<b><u>Change</u></b>	<b><u>% Change</u></b>
	(\$ in Thousands)			
<b>Revenues:</b>				
Local Appropriation	\$8,547,712	\$8,925,712	\$378,000	0.04422236
Other Local Revenue	60,000	160,000	100,000	1.666666667
State Revenue	18,542,496	21,079,186	2,536,690	0.136804128
Federal Revenue	3,300,000	4,800,000	1,500,000	0.454545455
Other Resources/Transfers	0	0	0	0
<b>Total Revenue</b>	<b>\$30,450,208</b>	<b>\$34,964,898</b>	<b>\$4,514,690</b>	<b>0.148264669</b>
<b>Change in Expenditures:</b>				
<b>Somerset Master Plan Targets 1 &amp; 2: Reading and Math</b>				<b>Planned Expenditures</b>
<b>Component of Target: Intervention</b>				
NCLB Goal: Student Achievement	New Position - Math Intervention Assistants - WHS (2)			35,224
NCLB Goal: Student Achievement	New Position - Math Intervention Assistants - SIS			17,612
NCLB Goal: Student Achievement	New Position - Reading Facilitator/Intervention - SIS			46,000
NCLB Goal: Student Achievement	New Positions - Reading Intervention Assistants - PAES, GES			35,224
NCLB Goal: Student Achievement	After School Program for at risk students (21st Century Grant)			300,000
<b>Component of Target: Professional Development</b>				
NCLB Goal: Student Achievement	Professional Development - Math Workshops			19,180
NCLB Goal: Student Achievement	Professional Development - Reading Workshops			6,000
NCLB Goal: Student Achievement	Professional Development - Instructional Facilitator Increases			46,841
NCLB Goal: Student Achievement	Professional Development - Assessment Development			6,872
<b>Component of Target: Core Programs</b>				
NCLB Goal: ELL Student Proficiency	ELL Instructor increase			48,028
NCLB Goal: Student Achievement	New Position - Foreign Language - SIS			39,575

NCLB Goal: Student Achievement	Reading Coaches increase	26,439
NCLB Goal: Student Achievement	New Position - Media Specialist - WES	46,000
NCLB Goal: Student Achievement	Substitute Teacher Increases	25,000
NCLB Goal: Student Achievement	Textbooks	63,393
NCLB Goal: Student Achievement	ROTC Instructors	100,000
NCLB Goal: Student Achievement	Material of Instruction	8,721
NCLB Goal: Student Achievement	Instructional Equipment PreK	2,000
NCLB Goal: Student Achievement	Instructional Equipment K-12	15,025
NCLB Goal: Highly Qualified Educators	Instructional Assistant increases (all required to meet highly qualified status)	93,875
NCLB Goal: Highly Qualified Educators	Grades K - 12 increases	814,468
NCLB Goal: Highly Qualified Educators	Media Specialists increase	16,307
NCLB Goal: Highly Qualified Educators	Pre K increase	19,787
NCLB Goal: Highly Qualified Educators	Vocational Education Increases	72,184
NCLB Goal: Highly Qualified Educators	Teacher Educator Program - JMT	45,100
	<b>Subtotal – Targets 1 &amp; 2</b>	<b>1,948,855</b>
<b>Somerset Master Plan Target 3: Safe Schools</b>		
<b>Component of Target: Intervention</b>		
NCLB Goal: Safe Learning Environments	School Counselors Increases	57,348
NCLB Goal: Safe Learning Environments; Student Achievement; Graduation	Alternative Learning	83,693
NCLB Goal: Safe Learning Environments	Nurse Manager	48,161
NCLB Goal: Safe Learning Environments	Deans of Instruction Increases	35,000
NCLB Goal: Safe Learning Environments	Learning Support Specialists, Behavior Intervention Specialists funded through Federal Direct Safe Schools grant	1,200,000
	<b>Subtotal – Goal 3</b>	<b>1,424,202</b>
<b>Somerset Master Plan Goal 4: Positive School Culture</b>		
<b>Component of Target: Intervention</b>		
NCLB Goal: Student Achievement; Graduation	Attendance Makeup	21,765
	<b>Subtotal – Goal 4</b>	<b>21,765</b>

<b>LEA Master Plan Goal: Mandates</b>		
<b>Component of Target: Fine Arts</b>		
NCLB Goal: Student Achievement	New Position (.5) Chorus Teacher CHS	19,788
NCLB Goal: Student Achievement	New Position Art Teacher WES	39,575
NCLB Goal: Student Achievement	Band Instruments	8,000
<b>Component of Target: Special Education</b>		
NCLB Goal: Student Achievement; Graduation	Instructional Program	123,369
NCLB Goal: Student Achievement	New Positions - IEP Clerical Assistants	67,650
NCLB Goal: Student Achievement	Instructional Supervision	7,080
NCLB Goal: Student Achievement	Teacher Substitutes	5,000
NCLB Goal: Student Achievement	Room Modification (LRE) WHS	15,000
	<b>Subtotal – Mandates</b>	<b>285,462</b>
<b>Cost of Doing Business: (Not captured elsewhere)</b>		
	Increases in negotiated contractual agreements - salaries	0
	Increases in negotiated contractual agreements - benefits	125,895
	Transportation	101,511
	Utilities	199,600
	Nonpublic Special Education Placements	0
	Costs associated with opening a new school or newly renovated school (please itemize) Kitchen Equipment Woodson Elementary (WES)	92,000
	Costs associated with opening a new school or newly renovated school (please itemize) Sound System, Phone System WES	76,000
	Costs associated with opening a new school or newly renovated school (please itemize) Classroom, Media, Technology Lab Furniture	115,000
	Costs associated with opening a new school or newly renovated school (please itemize) Playground Equipment WES	50,000
	Technology Repairs and Maintenance	44,400
	Additional Positions for Enrollment Growth or Class Size reduction initiatives - may include in a specific local goal	0
	Charter Schools	
	Other items deemed necessary by the local board of education	0
	<b>Subtotal – Mandatory/Cost of Doing Business</b>	<b>804,406</b>
	<b>Other (must not exceed 10% of Change in Total Revenue)</b>	
	WHS Renovation Study	30,000
	<b>Subtotal – Other</b>	<b>30,000</b>
	<b>Total (must equal the Change in Total Revenue)</b>	<b>\$4,514,690</b>

**Prior Year Variance Table**  
(Comparison of Prior Year Expenditures)

**Somerset County Public Schools**

<b>Revenue</b>	<b>FY 2006 Original Budget 7/1/2005</b>	<b>FY 2006 Actual Budget 6/30/2006</b>	<b>Change</b>
Local Appropriation	\$8,547,712	\$8,547,712	\$0
State Revenue	\$18,542,496	\$18,521,184	(\$21,312)
Federal Revenue	\$3,300,000	\$4,800,000	\$1,500,000
Other Resources/Transfers	\$0		\$0
Other Local Revenue	\$60,000	\$60,000	\$0
<b>Total</b>	<b>\$30,450,208</b>	<b>\$31,928,896</b>	<b>\$1,478,688</b>

**Expenditures**

<b>LEA Master Plan Goal 1: Student Engagement</b>	<b>\$59,150</b>	<b>\$368,133</b>	<b>\$308,983</b>
<b>Description</b>	<b>Planned Amount</b>	<b>Actual Amount</b>	<b>Change</b>
Computer Technology	\$70,000	\$234,358	\$164,358
Decrease in elementary textbooks from 2005	(\$140,000)	(\$94,845)	\$45,155
Decrease in Kindergarten classroom setup as all day K is fully implemented	(\$40,000)	(\$16,057)	\$23,943
Early Return Pilot Program	\$23,000	\$0	(\$23,000)
Gifted and Talented Staff Development and Materials	\$14,000	\$14,000	\$0
Grade 5 Teacher PAES	\$39,650	\$39,650	\$0
Increase in Computer Support Contracts and software	\$37,500	\$95,580	\$58,080
Increase in Elementary consumable materials	\$21,200	\$76,380	\$55,180
Increase in Media books and supplies	\$8,800	\$0	(\$8,800)
Increase in Secondary Text to 2004 level	\$25,000	\$19,067	(\$5,933)
			\$308,983
<b>LEA Master Plan Goal 2: Family and Community Involvement</b>	<b>\$22,000</b>	<b>\$22,000</b>	<b>\$0</b>
<b>Description</b>	<b>Planned Amount</b>	<b>Actual Amount</b>	<b>Change</b>
Parent Involvement Volunteer/Character Ed PAES	\$22,000	\$22,000	\$0
<b>LEA Master Plan Goal 3: Highly Qualified Educators</b>	<b>\$69,900</b>	<b>\$40,462</b>	<b>(\$29,438)</b>
<b>Description</b>	<b>Planned Amount</b>	<b>Actual Amount</b>	<b>Change</b>
Increase in advertising for recruiting	\$5,000		(\$5,000)
Minority Recruiting	\$14,900	\$11,962	(\$2,938)
Signing Bonuses, Moving Allowance, Early Retirement Declaration	\$50,000	\$28,500	(\$21,500)
			(\$29,438)
<b>LEA Master Plan Goal 4: Environment Conducive to Learning</b>	<b>\$337,950</b>	<b>\$366,778</b>	<b>\$328,828</b>
<b>Description</b>	<b>Planned Amount</b>	<b>Actual Amount</b>	<b>Change</b>
Dean of Students SIS	\$43,600	\$63,063	\$19,463
Elementary Art Supplies increase	\$1,800	\$5,605	\$3,805

Elementary Art Teacher	\$39,650	\$34,891	(\$4,759)	
English Teacher WHS	\$39,650	\$31,175	(\$8,475)	
Math Teacher SIS	\$39,650	\$31,175	(\$8,475)	
Physical Education Teacher WHS	\$39,650	\$58,871	\$19,221	
Professional Development - Diversity and Sensitivity	\$15,000	\$30,400	\$15,400	
Social Studies Teacher WHS	\$39,650	\$38,558	(\$1,092)	
Special Education Teacher GES	\$39,650	\$32,592	(\$7,058)	
Special Education Teacher WHS	\$39,650	\$40,448	\$798	
After School Program through 21st Century Grant		\$300,000	\$300,000	\$328,828
<b>LEA Master Plan Goal 5: Safe, Quality Environment</b>	<b>\$138,600</b>	<b>\$1,335,961</b>	<b>\$1,197,361</b>	
<b>Description</b>	<b>Planned Amount</b>	<b>Actual Amount</b>	<b>Change</b>	
Behavior Specialist Alternative Learning JMT, CHS and Night School	\$117,400	\$99,602	(\$17,798)	
Learning Support Specialists (assumption of previous grant support)	\$21,200	\$36,359	\$15,159	\$1,197,361
Additional Funds related to Safe Schools/Healthy Students Grant		\$1,200,000	\$1,200,000	
<b>LEA Master Plan Goal 7: Infrastructure</b>	<b>\$279,000</b>	<b>\$333,208</b>	<b>\$54,208</b>	
<b>Description</b>	<b>Planned Amount</b>	<b>Actual Amount</b>	<b>Change</b>	
Addition of Professional development and dues for administrators	\$6,900	\$11,794	\$4,894	
Bus Transportation	\$137,000	\$85,796	(\$51,204)	
Increase in insurance (student accident, property, liability, vehicle)	\$17,000	\$14,133	(\$2,867)	
Increase in Operation Costs (utilities)	\$91,500	\$196,312	\$104,812	
School Copier Cost	\$9,000	\$4,745	(\$4,255)	\$54,208
Secretary at SIS	\$17,600	\$20,428	\$2,828	
<b>Other (must not exceed 10% of Change in Total Revenue)</b>	<b>\$42,078</b>	<b>\$156,092</b>	<b>\$114,014</b>	
<b>Description</b>	<b>Planned Amount</b>	<b>Actual Amount</b>	<b>Change</b>	
New and replacement furniture (student desks, teacher desks, etc)	\$22,078	\$161,173	\$139,095	
Replacement of Pool Vehicle	\$20,000	\$16,231	(\$3,769)	\$114,014
Audit of Student Records - Payback of funds		(\$21,312)	(\$21,312)	
<b>Mandatory/Cost of Doing Business</b>	<b>\$1,339,000</b>	<b>\$843,731</b>	<b>(\$495,269)</b>	
<b>Description</b>	<b>Planned Amount</b>	<b>Actual Amount</b>	<b>Change</b>	
Cost of Salary Package	\$813,000	\$813,000	\$0	
Employee Pension Fund increase	\$15,000	\$18,940	\$3,940	
Health Insurance Increase	\$489,000		(\$489,000)	(\$495,269)
Replacement of Maintenance Vehicle	\$22,000	\$11,791	(\$10,209)	\$1,478,688
<b>Total</b>			<b>\$1,478,688</b>	

## Prior Year Variance Table—Analyzing Questions

### *Revenue Analysis*

1. *Did actual revenue meet expectations as anticipated in the Master Plan update for 2005? If not, identify the changes and the impact any changes had on the FY 2006 budget and on the system's progress towards achieving master plan goals. Please include any subsequent appropriations in your comparison table and narrative analysis.*

Actual revenue exceeded our budget. SCPS received two grants totaling \$1.5 million which provided additional services to students. The 21<sup>st</sup> Century grant (\$300,000) which provides reading and math intervention to at risk students in an after school program and a \$1.2 million dollar federal direct grant entitled "Safe Schools/Healthy Students". The "Safe Schools/Healthy Students" grant has enabled SCPS to provide additional supports to students including social workers, behavior intervention specialists and "links" for families to various services available in Somerset County to ensure success in school.

### *Analysis of Actual Expenditures*

2. *Please provide a comparison of the planned versus actual expenditures for each local goal provided in the Prior Year Variance Table. Identify changes in expenditures and provide a narrative discussion of any changes (by local goal). At a minimum, the narrative should describe any changes that occurred along with an explanation of the change and the funding implications.*

Expenditures in Somerset County Public Schools exceeded expectations overall due to the receipt of the two grants mentioned above in the changes in revenue. Additionally, a budgeted increase in health insurance of \$489,000 was not realized. Our rate of increase was substantially lower than anticipated (8% versus the 15% increase budgeted) plus a health insurance call amount of \$160,000 was budgeted; however, usage of services has declined and the additional funds were not necessary. These savings provided funds in other areas to help improve the instructional program, particularly in the area of technology and instructional computer software.

### **GOAL 1: STUDENT ENGAGEMENT**

Somerset County Public Schools expended \$308,983 more than originally planned. With health insurance actual costs being less than anticipated, funds were available for additional improvements within schools to improve achievement. Funds beyond planned expenditures were spent for technology and instructional computer software. Specifically, additional computers were placed in classrooms and math software was purchased for use at the elementary level. The *Success Maker* software will enable teachers to provide both enrichment and intervention for students. The addition of the classroom computers and the software will have a positive impact on student achievement in math.

Additional consumable supplies were purchased at the end of the year in an effort to bring more reading materials into the classroom. SCPS also invested additional dollars into textbooks to ensure each child has a textbook for every class. Additional dollars were budgeted to increase media books and supplies; however, they were not accessed by all schools. For FY 2007, SCPS has begun placing certified media specialists in the elementary schools, by placing one at Woodson Elementary, the largest elementary school in the county.

The *Primary Talent Development* (PTD) program is designed to involve all students in PK-2 in critical thinking skills as well as meeting the needs of gifted and talented students. It was fully implemented in 2005 – 2006 and all funds were expended.

## **GOAL 2: FAMILY AND COMMUNITY INVOLVEMENT**

The Parent Involvement/Volunteer Coordinator position for Princess Anne Elementary was funded as planned.

## **GOAL 3: HIGHLY QUALIFIED EDUCATORS:**

The number of staff members taking advantage of the Early Retirement Incentive was lower than expected. With the change in pension rules and the more competitive salaries offered for FY 2007, many teachers eligible for retirement chose to continue teaching.

## **GOAL 4: ENVIRONMENT CONDUCTIVE TO LEARNING:**

Expenditures for this goal exceeded budget expectation (\$328,828) due to the 21<sup>st</sup> Century grant. These funds are used to provide after school academic and enrichment activities for students whose academic success is at risk. Students are provided a safe atmosphere to receive extended instruction in reading and math. Program data shows participants achieved a 5.7% increase in reading performance and an 11% increase in math.

Funds for several new positions were filled with staff having more experience than anticipated at the time of budget. SCPS also utilized the services of consultant, Dr. Larry Bell, on “Building a Culture of Respect” in our schools which required funds beyond the budget.

## **GOAL 5: SAFE, QUALITY ENVIRONMENT:**

Somerset County Public Schools was the recipient of a federal direct grant in the amount of \$1,200,000. This grant, entitled Safe Schools/Healthy Students, provides additional supports to students in the form of Learning Support Specialists at each school and Behavior Specialists shared among schools. The addition of this grant accounted for the majority of the actual expenditures exceeding the budget.

## **MASTER PLAN GOAL 7: INFRASTRUCTURE**

Expenditures within this goal exceeded budget by \$54,208. The cause for this increase over budget was utilities. Across the state, all Local Education Agencies are struggling with the rapid rise of utilities due to increased costs in heating fuel and electricity. Total expenditures in this area exceeded budget by \$104,814; however there were savings in insurance and bus transportation to help offset the increases.

**OTHER:**

Other expenditures were over the planned budget by \$139,095. This was a result of a payback of funds on the student enrollment audit and an increase in expenditures for new and replacement furniture.

Every two years, each Local Education Agency is audited by the MSDE Audit office on its enrollment figures. In FY 2006, Somerset County was audited. The audit resulted in the payback of \$21,312 in state aid dollars. Of this amount, \$11,963 (7 students) was from the Free and Reduced Price Meal Count (FRPM), \$2,400 (3 students) was from the special education transportation count and \$6,949 (2 students) was from the student enrollment count.

With funds available from the savings in health insurance mentioned previously, Somerset County Public Schools began to purchase needed furniture for the newly renovated Woodson Elementary. The furniture purchased included student and teacher desks, cafeteria tables, and tables and chairs for the technology labs in the school.

**MANDATORY/COST OF DOING BUSINESS:**

Already discussed were the savings in health insurance. Additionally, Somerset County Public Schools fully funded its negotiated salary packages for all staff.

ATTACHMENT 1 - TOTAL REVENUE STATEMENT (Current Expense Fund)						
*This table will also be transmitted electronically.						
Local School System: SOMERSET				2006 Annual Update		
REVENUES			Original Approved FY 06 Budget	Final FY 6 Actual Revenue	Original Approved FY 07 Budget	
Note: Do not include revenue for School Construction Fund, Debt Service Fund, or Food Service Fund.						
<b>LOCAL APPROPRIATIONS</b>		1.1.01.00	<b>\$8,547,712</b>	<b>\$8,547,712</b>	<b>\$8,925,712</b>	
<b>OTHER REVENUE*</b>		1.1.05.00	<b>\$60,000</b>	<b>\$302,591</b>	<b>\$160,000</b>	
<b>STATE REVENUE</b>						
Foundation		1.1.20.01	10,534,156	10,527,207	11,462,176	
Economically Disadvantaged (Comp Ed & EEEP)		1.1.20.02	4,950,352	4,938,389	5,839,893	
Special Education**		1.1.20.07	860,468	860,468	1,077,200	
LEP		1.1.20.24	217,236	217,236	265,264	
Transportation		1.1.20.39	1,327,544	1,325,144	1,431,092	
Guaranteed Tax Base		1.1.20.25	617,740	617,740	968,561	
Transportation - other School Bus Boat		1.1.20.39	35,000	35,000	35,000	
Governor's Teacher Salary Challenge		1.1.20.56				
Other (specify)***						
<b>TOTAL STATE REVENUE</b>			<b>\$18,542,496</b>	<b>\$18,521,184</b>	<b>\$21,079,186</b>	\$27,371,487
<b>FEDERAL REVENUE</b>						
Title I-A - Local System Grants			1,239,307	1,217,716	1,162,756	
Title I-A - School Improvement						
Title I-B1 - Reading First			85,166	109,076	90,000	
Title I-B3 - Even Start						
Title I-C - Migrant Education			99,878	93,078		
Title I-D - Neglected and Delinquent						
Title I-F - Comprehensive School Reform				416,445	150,000	
Title II-A - Teacher Quality			273,443	273,717	270,000	
Title II-D - Education Technology			23,205	59,437	96,978	
Title III-A - Language Acquisition			15,245	17,356	20,000	
Title IV-A - Safe & Drug-Free Schools			28,047	32,251	28,000	
Title IV-B - 21st Century Learning Centers				315,924	304,000	
Title V-A - Innovative Education			16,960	14,848	17,000	
Title VI-B2 - Rural & Low-Income Schools Prog.						
Title VIII - Impact Aid						
Homeless Children and Youth						
IDEA - Special Education			731,661	716,615	690,000	
Medical Assistance			310,000	179,048	300,000	
Infant and Toddler			60,936	72,093	74,000	
Safe Schools/Healthy Students (Federal Direct)				527,329	1,200,000	
Work Force Investment Act			90,000	67,130		
Adult Education			97,373	127,089	120,000	
Perkins Career and Technology Education			70,750	70,242	77,000	
Gear Up				172,673	112,000	
Other (specify)*** Advanced Placement				47,855		
Other (specify)*** Various funding through other agencies			147,818	254,946	73,266	
Other (specify)*** Service Learning			10,211	3,584	15,000	
<b>TOTAL FEDERAL REVENUE</b>		1.1.30.00	<b>\$3,300,000</b>	<b>\$4,788,453</b>	<b>\$4,800,000</b>	
<b>OTHER RESOURCES/TRANSFERS****</b>		1.1.99.99	<b>\$</b>	<b>\$</b>		
<b>TOTAL REVENUE</b>			<b>\$30,450,208</b>	<b>\$32,159,940</b>	<b>\$34,964,898</b>	
<b>PRIOR BALANCE AVAILABLE</b>		1.1.40.00	<b>\$270,520</b>	<b>\$</b>	<b>\$ 176,909.00</b>	
<b>TOTAL REVENUE, TRANSFERS AND FUND BALANCE</b>			<b>\$30,720,728</b>		<b>\$35,141,807</b>	
*Tuition, payments and fees, earnings on investments, rentals, gifts and other non-state, non-federal revenue sources.						
**Should include state revenues from formula funding as well as non-public placement funding.						
***Add lines as needed for all other fund sources in the Current Expense Fund.						
****Nonrevenue and transfers.						
						Rev. 2/2006

**ATTACHMENT 2 - TOTAL EXPENDITURE STATEMENT (Current Expense Fund)**

\*This table will also be transmitted electronically.

**2006 Annual Update**

**Local School System: Somerset**

**TOTAL SUMMARY BY CATEGORY**

Category	Original Approved*	Final FY 06 Actual	Original Approved FY 07	FTE Staffing FY 07 Budget
201 Administration	\$658,473	\$716,137	\$ 723,497.00	5.90
202 Mid-level Administration				
Office of the Principal	1,271,909	1,263,060	\$ 1,337,017.00	25.00
Administration & Supervision	572,110	744,969	\$ 709,744.00	13.50
203 Instructional Salaries	11,271,109	12,571,385	\$ 12,934,418.00	314.00
204 Textbooks & Instructional Supplies	614,694	1,066,707	\$ 670,602.00	
205 Other Instructional Costs	776,800	1,539,550	\$ 861,325.00	
206 Special Education	1,864,328	2,500,708	\$ 2,006,004.00	33.70
207 Student Personnel Services	353,879	806,542	\$ 274,050.00	10.00
208 Health Services	207,813	291,363	\$ 273,499.00	8.00
209 Student Transportation	2,168,762	2,100,448	\$ 2,270,273.00	4.90
210 Operation of Plant	1,845,772	1,984,752	\$ 2,100,751.00	29.00
211 Maintenance of Plant	997,663	1,154,032	\$ 992,926.00	10.00
212 Fixed Charges	4,611,896	4,599,780	\$ 4,732,792.00	
213 Food Service				
214 Community Services				
215 Capital Outlay	205,520	249,046	\$ 454,909.00	
Undistributed Federal Funds	3,300,000		\$ 4,800,000.00	
<b>TOTAL EXPENDITURES/FTE</b>	<b>\$30,720,728</b>	<b>\$31,588,479</b>	<b>\$ 35,141,807.00</b>	<b>454.00</b>

\* Does not reflect budget amendments approved by local jurisdictions during the fiscal year.

\*\*Include federal funds and federally funded positions in Budget (Original and Prior Year Budget AND Original Approved Current Year Budget) and FTE columns.