

BUDGET PLANNING, PREPARATION AND ADOPTION

The budget is the financial reflection of the educational plan for the district. The budget shall be designed to carry out that plan in a thorough and efficient manner and to maintain the facilities and honor the obligations of the district. The budget shall be in accord with statutory and regulatory mandates of the federal government, the state legislature, the state board of education and the board of education.

The budget shall provide sufficient resources for curriculum and instruction that are designed and shall be delivered in such a way that all students will have the opportunity to achieve the knowledge and skills defined by the core curriculum content standards, as well as locally defined standards.

In reviewing budget proposals, the board will consider priorities to be accomplished during the subsequent year, based on the needs identified through the district's planning process. The budget shall be prepared on forms prescribed by the commissioner of education and should be considered critically by each board member during its preparation.

In order to ensure adequate time for the preparation and review of the proposed budget, the board directs the chief school administrator to develop a schedule of events associated with the development, presentation and adoption of the budget by the board. This calendar of events shall conform to all dates set out in statute and shall be reviewed and adopted by the board annually. The chief school administrator and business administrator shall develop a tentative budget through a process that involves all appropriate administrators, staff and board committees. The tentative budget shall be presented to the board for approval prior to submission to the county superintendent.

The board may call upon such key personnel to discuss those portions of the budget which concern them.

The budget should evolve primarily from the district's goals and schools' current needs, but shall also consider the data collected in long-range budget planning. In preparing budget requests, the responsible administrator shall include the following costs by program area:

- A. Staff
- B. Textbooks, equipment and supplies
- C. Cost and maintenance of facilities and equipment
- D. Other costs associated with the operation of each program

The district's operating budget, when presented to the board for review, shall contain:

- A. The proposed expenditure for each line item requested for the ensuing year;
- B. The anticipated expenditure for each existing line item in the current school year;
- C. The actual expenditure for each then-existing line item from the immediately completed school year;

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- D. A description of each state-mandated line item;
- E. An estimate of the staff needed for the coming school year by grade and/or by subject;
- F. Actual staff for the current year;
- G. Anticipated revenue by sources and amounts;
- H. Amount of surplus anticipated at the end of the current school year including accumulated surplus;
- I. All other expenses projected for the coming year, anticipated for the present year, and incurred in the preceding year, on the district level;
- J. Estimated impact on tax rate.

The board may submit a separate budget proposal or proposals to the voters for additional general fund tax levies. The board shall adopt any such questions by a recorded roll call majority vote of the full board.

Since the budget is the legal basis on which the school tax rate is established, the annual school budget process is an important means of communication within the school organization and with district residents. The community shall be notified of and encouraged to attend all board meetings at which preliminary budget discussions will be held. The legally required public hearing on the proposed budget shall be held after the tentative budget has been approved by the county superintendent of schools and within the statutorily prescribed timelines.

The annual budget proposal must be adopted by a roll call majority vote of the full membership of the board after the legally mandated public hearing. Once adopted, the proposal represents the position of the board, and all reasonable means shall be employed by the board to present and explain that position to all community residents and taxpayers.

The proposed budget as accepted by this board shall be set forth in detail, using the form prescribed by the state department of education, and shall be made available to the public as required by law. A brochure may be published to explain the annual school budget and may be distributed to district taxpayers, if the board of education deems it necessary.

<u>Legal References:</u>	<u>N.J.S.A.</u> 18A:7F-1 <u>et seq.</u>	Comprehensive Education Improvement and Financing Act of 1996
	<u>N.J.S.A.</u> 18A:13-17, -19, -23	Submission of budget; annual regional school election ...
	<u>N.J.S.A.</u> 18A:22-7, -8 through -13	Preparation of budgets ...
	<u>N.J.S.A.</u> 18A:22-8.6	Transportation (budget line item)/hazardous routes
	<u>N.J.S.A.</u> 18A:22-14	Fixing appropriations to be made; notice of intent to appeal (Type I districts)
	<u>N.J.S.A.</u> 18A:22-25	Borrowing against appropriations on notes (Type I districts)
	<u>N.J.S.A.</u> 18A:22-26 through -31	Type II district with board of school estimate; determination; certification and raising of appropriations; notice of intent to appeal amount of appropriation ...

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Legal References: (continued)

<u>N.J.S.A.</u> 18A:22-32, -33	Type II districts without board of school estimate; determination of appropriation ...
<u>N.J.S.A.</u> 19:60-1	Annual school elections
<u>N.J.A.C.</u> 6:19-1.1 <u>et seq.</u> <i>See particularly:</i> <u>N.J.A.C.</u> 6:19-2.1 through -2.7 and 4.1 through -4.3	Comprehensive Educational Improvement and Financing Program
<u>N.J.A.C.</u> 6A:8-1.1 <u>et seq.</u>	Standards and Assessment
<u>N.J.A.C.</u> 6A:11-7.1 through -7.3	Financial operations (charter schools)
<u>N.J.A.C.</u> 6A:23-1.1 <u>et seq.</u>	Finance and Business Services
<u>N.J.A.C.</u> 6A:24-1.1 <u>et seq.</u>	<i>Urban Education Reform in the Abbott Districts</i>
<u>N.J.A.C.</u> 6A:26-10.1 <u>et seq.</u>	Lease Purchase Agreements
<u>N.J.A.C.</u> 6A:30-1.1 <u>et seq.</u>	Evaluation of the Performance of School Districts

Abbott v. Burke, 149 NJ 195 (1999)

Manual for the Evaluation of Local School Districts (August 2000)

Cross References:

*3160	Transfer of funds between line items/amendments/purchases not budgeted
*3220/3230	State funds; federal funds
*3326	Payment for goods and services

*Indicates policy is included in the Critical Policy Reference Manual.

Key Words

Budget Planning, Preparation and Adoption; Planning; Budget

Approved: January 18, 1983

Revised: