

ANALYSIS OF THE NEW JERSEY BUDGET

**DEPARTMENT
OF EDUCATION**

FISCAL YEAR

2007 - 2008

NEW JERSEY STATE LEGISLATURE

SENATE BUDGET AND APPROPRIATIONS COMMITTEE

Bernard F. Kenny, Jr. (D), 33rd District (Part of Hudson), *Chairman*
Sharpe James (D), 29th District (Parts of Essex and Union), *Vice-Chairman*
Martha W. Bark (R), 8th District (Part of Burlington)
Anthony R. Bucco (R), 25th District (Part of Morris)
Barbara Buono (D), 18th District (Part of Middlesex)
Joseph Coniglio (D), 38th District (Part of Bergen)
Joseph V. Doria, Jr. (D), 31st District (Part of Hudson)
Walter J. Kavanaugh (R), 16th District (Parts of Morris and Somerset)
Leonard Lance (R), 23rd District (Warren and part of Hunterdon)
Robert E. Littell (R), 24th District (Sussex and parts of Hunterdon and Morris)
Paul A. Sarlo (D), 36th District (Parts of Bergen, Essex and Passaic)
Stephen M. Sweeney (D), 3rd District (Salem and parts of Cumberland and Gloucester)
Shirley K. Turner (D), 15th District (Part of Mercer)
Joseph F. Vitale (D), 19th District (Part of Middlesex)

GENERAL ASSEMBLY BUDGET COMMITTEE

Louis D. Greenwald (D), 6th District (Part of Camden), *Chairman*
William D. Payne (D), 29th District (Parts of Essex and Union), *Vice-Chairman*
Francis J. Blee (R), 2nd District (Part of Atlantic)
John J. Burzichelli (D), 3rd District (Parts of Salem, Cumberland, and Gloucester)
Joseph Cryan (D), 20th District (Part of Union)
Joseph R. Malone III (R), 30th District (Parts of Burlington, Mercer, Monmouth and Ocean)
Alison Littell McHose (R), 24th District (Sussex and parts of Hunterdon and Morris)
Kevin J. O'Toole (R), 40th District (Parts of Bergen, Essex and Passaic)
Joan M. Quigley (D), 32nd District (Parts of Bergen and Hudson)
Gary S. Schaer (D), 36th District (Parts of Bergen, Essex and Passaic)
Alfred E. Steele (D), 35th District (Parts of Mercer and Middlesex)
Joseph Vas (D), 19th District (Part of Middlesex)

OFFICE OF LEGISLATIVE SERVICES

David J. Rosen, *Legislative Budget and Finance Officer*
Frank W. Haines III, *Assistant Legislative Budget and Finance Officer*

Glenn E. Moore, III, *Director, Central Staff*
Kathleen Fazzari, *Section Chief, Education Section*

This report was prepared by the Education Section of the Office of Legislative Services under the direction of the Legislative Budget and Finance Officer. The primary author was Theodore C. Settle with additional contributions by Allen Dupree.

Questions or comments may be directed to the OLS Education Section (609-984-6843) or the Legislative Budget and Finance Office (609-292-8030).

DEPARTMENT OF EDUCATION

Budget Pages..... B-3; B-8 to B-9; B-11; B-17; B-19 to B-24; B-35; B-52; B-54 to 57; B-60 to B-66; B-69 to B-73; B-75 to B-77; C-9; C-16; C-22 to C-23; C-29; C-31; C-33 to C-34; D-91 to D-121; H-12; H-47; H-72 to H-73.

Fiscal Summary (\$000)

	Expended FY 2006	Adjusted. Appropriation FY 2007	Recommended FY 2008	Percent Change 2007-08
State Budgeted	\$9,427,953	\$10,409,349	\$10,975,215	5.4%
Federal Funds	\$809,955	\$808,360	\$813,516	.6%
<u>Other</u>	<u>\$27,442</u>	<u>\$17,226</u>	<u>\$16,956</u>	<u>(1.6%)</u>
Grand Total	\$10,265,350	\$11,234,935	\$11,805,687	5.1%

Personnel Summary - Positions By Funding Source

	Actual FY 2006	Revised FY 2007	Funded FY 2008	Percent Change 2007-08
State	480	438	492	12.3%
Federal	243	221	264	19.5%
<u>Other</u>	<u>225</u>	<u>255</u>	<u>262</u>	<u>2.7%</u>
Total Positions	948	914	1,018	11.4%

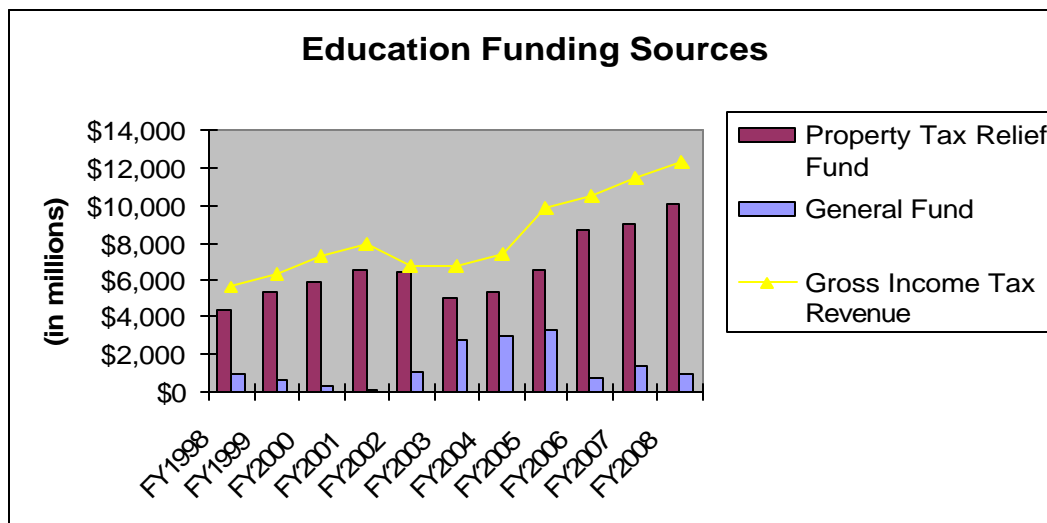
FY 2006 (as of December) and revised FY 2007 (as of September) personnel data reflect actual payroll counts. FY 2008 data reflect the number of positions funded.

Key Points

- The total recommended State appropriation for the Department of Education is \$10.975 billion which is an increase of \$565 million over the FY 2007 adjusted State appropriation. The department's recommended State appropriation is 33 percent of the recommended FY 2008 New Jersey budget compared with 34.1 percent of the FY 2007 New Jersey budget. The principal source of revenue for direct and indirect State aid to school districts is the Property Tax Relief Fund, which is the Fund into which receipts from the Gross Income Tax and part of the Sales Tax are deposited. Deposits into this Fund may be used only for property tax relief. The other major source of funds for State aid to school districts is the General Fund. Depending on the recommended total appropriation needed for funding thorough and efficient education and categorical and special aid programs and the receipts from the Gross Income Tax, appropriations from

Key Points (Cont'd)

the General Fund change (see chart below). As can be seen from this chart, between FY 1998 and FY 2001 appropriations to provide State aid for education were increasingly derived from Gross Income Tax revenues. However, in FY 2002 and FY 2003, lower revenues from the Gross Income Tax meant that greater reliance had to be placed on the General Fund to provide State aid for education. Beginning with FY 2005 and continuing through FY 2008 revenues from the Gross Income Tax have increased or are predicted to increase. The level of funding from the General Fund stayed just about the same for FY 2003 through FY 2005, and then decreases relative to that level for FY 2006, FY 2007, and FY 2008. In FY 2008, the total increase in the appropriation for State aid to education, \$569.1 million, is the net result of a \$1.057 billion increase in the appropriation from the Property Tax Relief Fund, compared with the FY 2007 adjusted appropriation from the Property Tax Relief Fund, and a \$488 million decrease in the appropriation from the General Fund, compared with the FY 2007 adjusted appropriation from the General Fund. The bar chart shows this change comparing FY 2007 and FY 2008. Comparing the three fiscal years, FY 2006, FY 2007, and FY 2008, the bars in the chart also provide a clear picture of the contrast between FY 2007 and FY 2008 in the primary sources used to provide additional State aid in those two years. In FY 2007, both bars increase in height compared with FY 2006, with the General Fund showing a relatively greater increase than the Property Tax Relief Fund. In FY 2008, the Property Tax Relief Fund provides the source for an increase in State aid as the contribution to State aid from the General Fund decreases.



- The total recommended FY 2008 budget for the department including federal and other funds is \$11.8 billion, an increase of \$570.5 million (5.1%) over the FY 2007 adjusted appropriation of \$11.2 billion.
- The budget document has various places where information on appropriations for education are presented. In the summaries of appropriation section, pages B-76 and B-77, these appropriations are presented in three categories: Formula Aid Program; Other Aid to Education; and Direct State Payments for Education. The items in **Formula Aid Program** are essentially the items of State aid included under the "Comprehensive Educational Improvement and Financing Act of 1996," CEIFA, and amendments to that

Key Points (Cont'd)

act, with the exception of Consolidated Aid, Additional Formula Aid and Above Average Enrollment Growth aid which have been added through budget language. In FY 2008, two new items are added to the list of State aid line items through budget language, Targeted At-Risk Aid and Full-Day Kindergarten Supplemental Aid. In addition, the amount of the recommended FY 2008 appropriation for Additional Formula Aid is \$179.4 million, an increase of \$92.6 million over the FY 2007 adjusted appropriation of \$86.8 million. The **Other Aid to Education** category is a catch-all category which includes court-ordered aid for Abbott districts (added each fiscal year through budget language), aid items which are part of CEIFA, items such as Charter School Aid added by amendment to the statutes, Charter School – Council on Local Mandates, added by court order, and other items also added through budget language, such as High Expectations for Learning Proficiency aid and Early Launch to Learning Initiative aid. The final category, **Direct State Payments for Education** includes those items for which the State makes payments for the Teacher Pensions' and Annuity Fund, Post Retirement Medical costs and Social Security payments (see pages 6-7 and 17-18 for a fuller description of this aid).

- As shown on both page B-77 and D-96, the recommended FY 2008 appropriation for State Aid for Local School Districts is \$10.867 billion, an increase of \$569 million (5.5 percent) over the FY 2007 adjusted appropriation of \$10.298 billion.
- Overall the recommended FY 2008 appropriation for Total Formula Aid is \$6.425 billion, an increase of \$374 million (6.2 percent) over the FY 2007 adjusted appropriation of \$6.051 billion (see page B-76). The recommended FY 2008 appropriation for the Net T & E Budget subtotal is \$5.755 billion, an increase of \$185.6 million (3.3 percent) over the FY 2007 adjusted appropriation of \$5.569 billion. The increase is due to the added appropriation for Additional Formula Aid and the appropriations for two new items, Targeted At-Risk Aid and Full-day Kindergarten Supplemental Aid. The recommended FY 2008 appropriation for Facilities Planning and School Building Aid is \$670 million, an increase of \$188.3 million (39.1 percent) over the FY 2007 adjusted appropriation of \$481.7 million. The increase is due entirely to debt service payments under the "Educational Facilities Construction and Financing Act" (EFCFA), P.L. 2000, c.72, including, but not limited to, debt service on over \$5.5 billion of Economic Development Authority bonds issued to date (see page 16 of the Significant Changes section and page D-115 of the recommended FY 2008 budget) The recommended FY 2008 appropriation for debt service aid under EFCFA is \$557 million, an increase of \$192.2 million over the FY 2007 adjusted appropriation of \$364.8 million. For payments on debt issued by school districts prior to the enactment of EFCFA, School Building Aid Debt Service and School Building Aid, the recommended FY 2008 appropriation is \$113 million, a decrease of \$3.85 million from the FY 2007 adjusted appropriation.
- As noted in the budget description of debt service aid, page D-112, "The School Construction and Renovation Fund provides for State debt service for school construction projects approved under the provisions of EFCFA. School Construction Debt Services Aid provides for local debt for EFCFA projects." Under EFCFA, the State has the authority to issue bonds in an amount of \$8.6

Key Points (Cont'd)

billion for the cost of the State share of public school facilities construction projects, \$6 billion for Abbott district projects, \$2.5 billion for nonAbbott district projects, and \$100 million for County Vocational School District projects. Currently, the State share of projects approved by the department and the Schools Construction Corporation exceeds the statutory authority for issuing Economic Development Authority bonds and as a result, no projects may receive grant financing under section 15 of EFCFA. However, under section 9 of EFCFA, a school district whose district aid percentage is less than 55 percent (see budget language, page D-117) may receive State debt service aid on bonds the district issues for capital investment in school facilities pursuant to the provisions of that section. Under EFCFA, the minimum percent of debt service aid a district may receive for eligible costs of school facilities projects is 40 percent. The recommended FY 2008 appropriation for debt service aid under section 9 of EFCFA is \$45.4 million. The table below presents information on debt service aid to local school districts under section 9 of EFCFA for FY 2006-FY2008. This is State aid for debt service to school districts which do not receive up-front grants under section 15 of EFCFA. As indicated above, section 15 grants are no longer available (see pages 79-98 for a list of districts and amount of debt service aid under sections 9 and 10 of EFCFA).

EFCFA Section	Fiscal Year		
	FY 2006	FY 2007	FY 2008
Nine	\$ 31,546,949	\$33,649,380	\$42,839,516

- The recommended FY 2008 appropriation for Other Aid to Education category is \$2.178 billion, an increase of \$134 million (6.6 percent) over the FY 2007 adjusted appropriation of \$2.044 billion. The increase in this category is due primarily to increases in aid for the Abbott districts, Education Opportunity Aid and Abbott Preschool Expansion Aid, and the two categories of aid for charter schools, Charter School Aid and Charter Schools – Council on Local Mandates Decision Offset Aid (see pages 13-14 of this analysis).
 - The recommended FY 2008 appropriation for the category of Direct State Payments for Education (basically pension, Social Security and post-retirement medical benefits) is \$2.264 billion, an increase of \$62 million (2.8 percent) over the FY 2007 adjusted appropriation of \$2.202 billion. There is no recommended increase in the appropriation for the Teachers’ Pension and Annuity Fund (see page 17-18 of this analysis). The other items in this category are recommended to increase in the FY 2008 appropriation and account for the overall increase in the recommended FY 2008 appropriation for the category of Direct State Payments for Education.
- Under the recommended FY 2008 budget, the increased appropriation for Additional Formula Aid, \$92.6 million, is for funding a 3 percent increase in State aid for all districts that do not receive Education Opportunity Aid (see Education Opportunity Aid for Abbott district increases). Recommended FY 2008 budget language (see page D-104 and pages 12-13 and 24-25 of this analysis) specifies the categories of FY 2007 aid

Key Points (Cont'd)

- whose total is used as the base for calculating each district's 3 percent increase.¹ Two categories of FY 2007 State aid are excluded from the base, Abbott-Bordered District Aid and High Expectations for Learning Proficiency Aid. Districts which received State aid under these two categories of aid in FY 2007 will receive the same aid amount in FY 2008.
- The recommended FY 2008 appropriation for Education Opportunity Aid is \$1.679 billion, an increase of \$124.2 million over the FY 2007 adjusted appropriation of \$1.555 billion. As noted in budget language (page D-104 and 105), Education Opportunity Aid is "to ensure that every 'Abbott' district is at parity and for any additional aid amount awarded by the commissioner as part of the Department's budget review process." See the table on page 61 for details on the provision of Education Opportunity Aid to the Abbott districts for FY 2008.
 - Three new aid items are recommended for appropriation in the FY 2008 budget: Preschool Expansion and Enhancement Grants (\$10 million); Full-Day Kindergarten Supplemental Aid (\$26.2 million); and Targeted At-Risk Aid (\$66.8 million).
 - There is no budget language detailing how the Preschool Expansion and Enhancement Grants will be allocated to school districts. Budget language, page D-103, does indicate that a needs assessment of a school district's preschool program may be part of the requirement for receipt of a grant under this program (see the department's response to discussion point 19).
 - Recommended FY 2008 budget language provides that Full-Day Kindergarten Supplemental Aid will be provided to school districts which enrolled resident students in full-day kindergarten in the 2006-07 school year.² The amount of aid a district will receive is calculated based on the percent the district's core curriculum standards aid is of its T & E budget multiplied by the product of the October 2006 full-day kindergarten pupil count and the T & E weight for kindergarten enrollment (0.5). Further detail on the budget language and a table listing the districts that are recommended to receive this aid are found on pages 14, 34-35, and pages 51-60.
 - Recommended FY 2008 budget language provides that Targeted At-Risk Aid will be provided to school districts whose low-income pupil concentration is greater than or equal to 15 percent. Low-income pupils are those pupils eligible for free or reduced lunch. Districts with a low-income pupil concentration greater than or equal to 15 percent and less than 20 percent receive Targeted At-Risk Aid equal to \$250 multiplied by the number of its low-income pupils. Districts with a low-income concentration greater than or equal to 20 percent receive Targeted At-Risk Aid equal to \$500 multiplied by the number of its low-income pupils. Further details on the budget language and a

¹ Additional Formula Aid for FY 2007 is not included in the base in the recommended FY 2008 budget language, but according to the Department of Education is intended to be included and revised language will be submitted.

² Districts receiving Education Opportunity Aid (Abbott districts) are intended to be excluded from Full-Day Kindergarten Supplemental Aid and Targeted At-Risk Aid (next aid discussed). Recommended FY 2008 budget language will be revised.

Key Points (Cont'd)

table listing the districts that are recommended to receive this aid are found on page 14, 35-36, and 51-60.

- Aid specific to Abbott districts is provided through Education Opportunity Aid and Abbott Preschool Expansion Aid. The total recommended FY 2008 appropriation for these two line items is \$1.926 billion, an increase of \$127.3 million (7.1 percent) over the FY 2007 adjusted appropriation of \$1.798 billion.
 - The recommended FY 2008 appropriation for Education Opportunity Aid is \$1.679 billion, an increase of \$124.2 million over the FY 2007 adjusted appropriation. Several items of recommended FY 2008 budget language regulate the allocation of these funds (see pages D-104 and D-105 and pages 26-27 in this analysis for the language and an analysis of the language).
 - Recommended FY 2008 budget language requires that as a condition of receiving Education Opportunity Aid, certain Abbott districts, whose equalized tax rate is below 120 percent of the State average total equalized tax rate, are required to increase the amount of their general fund tax levy. The impact on an average household's tax liability in the district is limited to no more than an increase of \$125. The total increase in the general fund tax levy was further limited by the 4 percent cap and enrollment adjustment specified in Assembly Bill, No. 1. (See analysis page 29 for more details and the table on page 61 for a listing of Abbott districts, including those required to increase their tax levy.)
 - The recommended FY 2008 appropriation for Abbott Preschool Expansion Aid is \$246.3 million, an increase of \$3.1 million over the FY 2007 adjusted appropriation of \$243.2 million. Abbott Preschool Expansion Aid is used to fund the documented costs of the expansion of the Abbott district preschool programs since the 2001-02 school year, except for Salem School District whose preschool expansion costs are measured from the year it became an Abbott district, 2004. The total amount of the initial FY 2008 award for Abbott districts for Abbott Preschool Expansion Aid is \$287.9 million (see page 63 for the Abbott Preschool Expansion Aid for FY 2006 through FY 2008). The recommended appropriation amount of \$246.3 million reflects the department's previous experience with the actual amount of Abbott Preschool Expansion Aid provided to Abbott districts based on documented costs over the school year.
- The total recommended FY 2008 appropriation for costs associated with Teachers' Pensions, Post Retirement Medical Benefits and Social Security Taxes is \$2.264 billion an increase of \$62 million over the FY 2007 adjusted appropriation of \$2.202 billion.
 - The FY 2007 appropriation for the Teachers' Pension and Annuity Fund provided a major increase in the State's contribution to Teachers' Pension and Annuity Fund. The recommended FY 2008 appropriation for Teachers' Pension and Annuity Fund is \$661.4 million, the same as the FY 2007 adjusted appropriation. This appropriation provides 52.5 percent of amount required for full funding of the State's obligation (see table page 17 of this analysis).
 - The recommended FY 2008 total appropriation for Post Retirement Medical Benefits – Teachers' Pension and Annuity Fund and Other – is \$751.1 million,

Key Points (Cont'd)

an increase of \$29.7 million over the FY 2007 adjusted appropriation of \$721.4 million. This appropriation has grown on an average annual basis by 20 percent since FY 2001. It is on a “pay as you go” basis and therefore affected by medical cost increases and increases in the number of retirees. In turn, the number of retirees is affected by the number retiring each year and the fact that the retirees are living longer (see the table below).

	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FT 2008	Avg Annual Percent Increase
Total Post-Retirement Medical	\$205,386	\$280,520	\$350,953	\$481,267	\$606,991	\$634,666	\$721,393	\$751,139	20.4%

- The recommended FY 2008 appropriation for Debt Service on Pension Obligation Bonds is \$103.5 million, an increase of \$8.4 million over the FY 2007 adjusted appropriation of \$95.1 million (see table on page 18 of this analysis for the increase in this appropriation since FY 2001).
- The recommended FY 2008 appropriation for Social Security Tax payments the State makes on behalf of school districts as employers is \$717.2 million, an increase of \$25.4 million over the FY 2007 adjusted appropriation of \$691.8 million.
- The total recommended FY 2008 appropriation for Facilities Planning and School Building Aid is \$670 million, an increase of \$188.3 million over the FY 2007 adjusted appropriation of \$481.7 million.
 - Two of the debt service programs, School Building Aid – Debt Service and School Building Aid, have recommended decreases in FY 2008 appropriations since they are no longer used for new facilities construction and the debt incurred under these program is being retired, fully in the case of School Building Aid—Debt Service.
 - The increase in the recommended appropriation is due entirely to debt service payments under the “Educational Facilities Construction and Financing Act” EFCFA, P.L. 2000, c.72, including, but not limited to, debt service on over \$5.5 billion of Economic Development Authority bonds issued to date (see pages 15-16 of the Significant Changes section and page D-115 of the recommended FY 2008 budget) The recommended FY 2008 appropriation for debt service aid under EFCFA is \$557 million, an increase of \$192.2 million over the FY 2007 adjusted appropriation of \$364.8 million. These debt service payments are broken into two line items, School Construction Debt Service Aid and School Construction and Renovation Fund (for more on this distinction, see comments on the pages 3 and 4 of this budget analysis).
- The FY 2008 recommended appropriation for Extraordinary Special Education Costs Aid is \$52 million. This aid amount has not changed since FY 2003 when it funded 99

Key Points (Cont'd)

percent of the eligible extraordinary special education costs incurred by districts. Each year since then Extraordinary Special Education Costs Aid has funded a lower percentage of the eligible costs. In FY 2007 it funded 29.7 percent of the eligible costs. (See discussion point 9)

- Evaluation data on page D-99 shows that resident enrollment as of October 15 of the pre-budget year (October 2006) has declined for the first time in many years, 1,440,767 in October 2006 compared to 1,448,232 in October 2005. The budget estimate for FY 2008 shows a small decline in resident enrollment, 1,440,450 in FY 2008 compared to 1,440,767 in FY 2007 (the actual pupil count on October 15, 2006).
- The total recommended FY 2008 appropriation for federal funds is \$813.5 million, an increase of \$5.1 million (0.6 percent) over the FY 2007 adjusted appropriation of \$808.4 million.
- The estimated FY 2008 average per pupil support is \$16,794, an increase of \$737 (4.6 percent) over the FY 2007 revised estimate of average per pupil support of \$16,057.
 - The average local share of the estimated FY 2008 average per pupil support is \$8,768, an increase of \$339 (4 percent) over the revised FY 2007 average per pupil support of \$8,429.
 - The average State share of the estimated FY 2008 average per pupil support is \$7,456, an increase of \$395 (5.6 percent) over the revised FY 2007 average per pupil support of \$7,061.
 - The average percent local share of the estimated FY 2008 average per pupil support is 52.2 percent, a slight decrease from the revised FY 2007 average per cent local share of 52.5 percent.
 - The average percent State share of the estimated FY 2008 average per pupil support is 44.4 percent, a slight increase over the revised FY 2007 average per cent State share of 44 percent.

Background papers:

- Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both p. 51-60
- Education Opportunity Aid p. 61-62
- Abbott Preschool Expansion Aid, FY 2007 Initial and Actual Awards and FY 2008 Initial Awards p. 63-64
- Extraordinary Special Education Costs Aid p. 65-66
- Trends in State Education Aid – Comparing New Jersey to the Nation p. 67-69
- Special Education Pupil Count Changes p. 70-77

Key Points (Cont'd)

- Abbott and NonAbbott State School Aid p. 78
- Cash Debt Service Aid Under Sections 9 and 10 of the “Educational Facilities Construction and Financing Act,” FY 2006 to FY 2008 p. 79-98

Fiscal and Personnel Summary

AGENCY FUNDING BY SOURCE OF FUNDS (\$000)

	Expended FY 2006	Adj. Approp. FY 2007	Recom. FY 2008	Percent Change	
				2006-08	2007-08
<u>General Fund</u>					
Direct State Services	\$75,524	\$69,518	\$76,733	1.6%	10.4%
Grants-In-Aid	17,163	39,713	28,938	68.6%	(27.1%)
State Aid	624,590	1,283,865	795,907	27.4%	(38.0%)
Capital Construction	227	2,450	2,800	1133.5%	14.3%
Debt Service	0	0	0	0.0%	0.0%
Sub-Total	\$717,504	\$1,395,546	\$904,378	26.0%	(35.2%)
<u>Property Tax Relief Fund</u>					
Direct State Services	\$0	\$0	\$0	15.6%	11.7%
Grants-In-Aid	0	0	0	0.0%	0.0%
State Aid	8,710,449	9,013,803	10,070,837	0.0%	0.0%
Sub-Total	\$8,710,449	\$9,013,803	\$10,070,837	15.6%	11.7%
Casino Revenue Fund	\$0	\$0	\$0	0.0%	0.0%
Casino Control Fund	\$0	\$0	\$0	0.0%	0.0%
State Total	\$9,427,953	\$10,409,349	\$10,975,215	16.4%	5.4%
Federal Funds	\$809,955	\$808,360	\$813,516	0.4%	0.6%
Other Funds	\$27,442	\$17,226	\$16,956	(38.2%)	(1.6%)
Grand Total	\$10,265,350	\$11,234,935	\$11,805,687	15.0%	5.1%

PERSONNEL SUMMARY - POSITIONS BY FUNDING SOURCE

	Actual FY 2006	Revised FY 2007	Funded FY 2008	Percent Change	
				2006-08	2007-08
State	480	438	492	2.5%	12.3%
Federal	243	221	264	8.6%	19.5%
All Other	225	255	262	16.4%	2.7%
Total Positions	948	914	1,018	7.4%	11.4%

FY 2006 (as of December) and revised FY 2007 (as of September) personnel data reflect actual payroll counts. FY 2008 data reflect the number of positions funded.

AFFIRMATIVE ACTION DATA

Total Minority Percent	28.1%	27.1%	28.1%	—	—
------------------------	-------	-------	-------	---	---

Significant Changes/New Programs (\$000)

<u>Budget Item</u>	<u>Adj. Approp. FY 2007</u>	<u>Recomm. FY 2008</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
Total Appropriation, Department of Education	\$10,409,349	\$10,975,215	\$565,866	5.4%	D-94

The FY 2008 total appropriation for the Department of Education is \$10.975 billion, an increase of \$565.9 million (5.4 percent) over the FY 2007 adjusted appropriation of \$10.4 billion. The tables and discussions that follow provide a more detailed description of the total increase in the Department of Education's FY 2008 recommended appropriation.

Direct State Services

Education Programs and Assessments	\$24,454	\$28,004	\$ 3,550	14.5%	D-94
Service to Local Districts	\$3,307	\$6,397	\$3,090	93.4%	D-94
Total Direct State Services	\$69,518	\$76,733	\$7,215	10.4%	D-94

The total recommended FY 2008 appropriation for Direct State Services is \$76.7 million, an increase of \$7.2 million (10.4 percent) over the FY 2007 adjusted appropriation of \$69.5 million. The majority of this increase comes from Education Programs and Assessments and Service to Local Districts. The recommended FY 2008 appropriation for Education Programs and Assessments is \$28 million, an increase of \$3.6 million (14.5 percent) over the FY 2007 adjusted appropriation of \$24.4 million. This overall increase is due to an increase of \$4.5 million in Statewide Assessments and a decrease of \$950,000 in the Governor's Literacy Initiative (budget page D-114). The recommended FY2008 appropriation for Services to Local Districts is \$6.4 million, an increase of \$3.1 million (93.4 percent) over the FY 2007 adjusted appropriation of \$3.3 million (see Discussion Point 18).

Grants-In-Aid

Total Grants-In-Aid	\$39,713	\$28,938	(\$10,775)	(27.1%)	D-95
Preschool Expansion and Enhancement Grants	\$0	\$10,000	\$10,000	—	D-100
Autism In-District Program Grants	\$15,000	\$0	(\$15,000)	(100.0%)	D-100
Special Education In- District Grants	\$4,500	\$0	(\$4,500)	(100.0%)	D-100
Governor's Literacy Initiative	\$2,025	\$750	(\$1,275)	(63.0%)	D-115

Significant Changes/New Programs (\$000) (Cont'd)

<u>Budget Item</u>	<u>Adj. Approp. FY 2007</u>	<u>Recomm. FY 2008</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
--------------------	---------------------------------	----------------------------	--------------------------	---------------------------	------------------------

The recommended FY 2008 appropriation overall for Grants-In-Aid is \$28.9 million, a decrease of \$10.8 million (27.1 percent) from the FY 2007 adjusted appropriation of \$39.7 million. This decrease is due primarily to the fact that expenditures for two programs, Autism In-District Program Grants and Special Education In-District Grants, will be supported by the FY 2007 appropriations. A recommended FY 2008 appropriation of \$10 million will support a new initiative to encourage nonAbbott districts to expand and enhance their preschool programs.

State Aid

Total State Aid	\$10,297,668	\$10,866,744	\$569,076	5.5%	D-96
General Fund	\$1,283,865	\$795,907	(\$487,958)	(38.0%)	D-96
Property Tax Relief Fund	\$9,013,803	\$10,070,837	\$1,057,034	11.7%	D-96

The recommended FY 2008 appropriation for State aid is \$10.87 billion, an increase of \$569.1 million over the FY 2007 adjusted appropriation of \$10.3 billion. The two sources of the State aid appropriation are the General Fund and the Property Tax Relief Fund. For FY 2008, there is a decrease of \$488 million (38 percent) in the amount appropriated from the General Fund and an increase of \$1.057 billion (11.7 percent) in the amount appropriated from the Property Tax Relief Fund (see Education Funding Sources table on page 2 of this analysis). The tables and discussions that follow indicate areas of change in the recommended FY 2008 State aid appropriation.

Nonpublic School Aid, Total	\$101,615	\$104,664	\$ 3,049	3.0%	D-101
Nonpublic Auxiliary Services Aid	\$34,498	\$37,429	\$2,931	3.0%	D-102

The recommended FY 2008 appropriation for Nonpublic School Aid is \$104.6 million, an increase of \$3 million (3 percent) over the FY 2007 adjusted appropriation of \$101.6 million. This recommended increase in Total Nonpublic School Aid is primarily due to the increase in the Nonpublic Auxiliary Services Aid. The recommended FY 2008 appropriation for Nonpublic Auxiliary Services Aid is \$37.4 million, an increase of \$2.9 million (3 percent) over the FY 2007 adjusted appropriation of \$34.5 million. Nonpublic Auxiliary Services Aid provides remedial services to nonpublic pupils pursuant to P.L.1977, c.192.

Additional Formula Aid	\$86,772	\$179,378	\$92,606	106.7%	D-101
-------------------------------	-----------------	------------------	-----------------	---------------	--------------

The recommended FY 2008 appropriation for Additional Formula Aid is \$179.4 million, an increase of \$92.6 million (106.7 percent) over the FY 2007 adjusted appropriation of \$86.8 million. As proposed in the recommended FY 2008 budget language (see page D-

Significant Changes/New Programs (\$000) (Cont'd)

<u>Budget Item</u>	<u>Adj. Approp.</u> <u>FY 2007</u>	<u>Recomm.</u> <u>FY 2008</u>	<u>Dollar</u> <u>Change</u>	<u>Percent</u> <u>Change</u>	<u>Budget</u> <u>Page</u>
--------------------	---------------------------------------	----------------------------------	--------------------------------	---------------------------------	------------------------------

104), this increase in Additional Formula Aid is to provide districts that do not receive Education Opportunity Aid (Abbott districts) with an increase in State aid which will equal 3 percent of the State aid amount each district received for all categories of State aid in FY 2007 with two exceptions. The two categories of State aid not included in a district's base for the purpose of calculating Additional Formula Aid are: High Expectations for Learning Proficiency aid and Abbott-Bordered District aid.³ However, districts that received High Expectations for Learning Proficiency aid or Abbott-Bordered District aid in the 2006-2007 school year will continue to receive that aid in the same amount in the 2007-2008 school year. See pages 23-25 for the budget language and explanation.

Education

Opportunity Aid	\$1,555,056	\$1,679,294	\$124,238	8.0%	D-102
------------------------	--------------------	--------------------	------------------	-------------	--------------

The recommended FY 2008 appropriation for Education Opportunity Aid is \$1.68 billion, an increase of \$124.2 million (8.0 percent) over the FY 2007 adjusted appropriation of \$1.56 billion. Education Opportunity Aid provided in the State aid notices sent to Abbott districts totaled \$1.56 billion. Recommended FY 2008 budget language provides that the amount appropriated for Education Opportunity Aid is to "ensure that every 'Abbott' district is at parity and for any additional amount awarded by the commissioner as part of the Department's budget review process." The amount shown above as an increase over the FY 2007 adjusted appropriation provides for additional amounts to be awarded to Abbott districts as part of the department's budget review process.

Abbott Preschool

Expansion Aid	\$243,200	\$246,300	\$ 3,100	1.3%	D-103
----------------------	------------------	------------------	-----------------	-------------	--------------

The recommended FY 2008 appropriation for Abbott Preschool Expansion Aid is \$246.3 million, an increase of \$3.1 million (1.3 percent) over the FY 2007 adjusted appropriation of \$243.2 million. Abbott Preschool Expansion Aid funds the increase in the approved budgeted costs from 2001-02 to 2007-08 (except Salem City, which was classified as an Abbott district in the 2004-05 school year) for the projected expansion of preschool programs in Abbott districts. The FY 2008 amounts are the initial awards and payments are subject to supporting documentation throughout the school year. See page 63 for a table of FY 2007 and proposed FY 2008 allocation of Abbott Preschool Expansion Aid.

New Initiatives in FY 2008

Full-Day Kindergarten

Supplemental Aid	\$0	\$26,182	\$26,182	—	D-102
-------------------------	------------	-----------------	-----------------	----------	--------------

The recommended FY 2008 appropriation for Full-Day Kindergarten Supplemental Aid is \$26.1 million. This appropriation is to be distributed to school districts that have resident students enrolled in full-day kindergarten in the current school year as evidenced in the

³ See footnote ¹, page 5 of the Key Points.

Significant Changes/New Programs (\$000) (Cont'd)

<u>Budget Item</u>	<u>Adj. Approp. FY 2007</u>	<u>Recomm. FY 2008</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
--------------------	---------------------------------	----------------------------	--------------------------	---------------------------	------------------------

October 2006 resident enrollment pupil count on the Application for State School Aid and which receive core curriculum standards aid as originally calculated under the "Comprehensive Educational Improvement and Financing Act of 1996" (CEIFA), P.L.1996, c.138, for the 2001-02 school year.⁴ See pages 34-35 for the budget language and explanation. Districts eligible for this aid are listed on page 51-60 of this budget analysis.

Targeted At-Risk Aid	\$0	\$66,798	\$66,798	—	D-103
-----------------------------	------------	-----------------	-----------------	----------	--------------

The recommended FY 2008 appropriation for Targeted At-Risk Aid is \$66.8 million. Targeted At-Risk Aid will be distributed to any district, other than an Abbott district⁵, with low-income concentration of greater than or equal to 15 percent of its modified district enrollment using the data reported in its 2006 Application for State School Aid. Low-income students are those who are eligible for free or reduced lunches under the federal school lunch program. Modified district enrollment is defined in section 3 of CEIFA. See pages 35-36 for the budget language and a fuller description of how this aid is calculated. Districts eligible to receive this aid are listed on pages 51-60 of this budget analysis.

Total Charter School Aid	\$25,558	\$31,278	\$ 5,720	22.4%	D-102
Charter School Aid	\$15,058	\$17,943	\$2,885	19.2%	D-102
Charter Schools – Council on Local Mandates	\$10,500	\$13,335	\$2,835	27.0%	D-102

The total FY 2008 appropriation for charter schools is \$31.3 million, an increase of \$5.7 million (22.4 percent) over the FY 2007 adjusted total charter school appropriation of \$25.6 million. The recommended FY 2008 appropriation for Charter School Aid is \$17.9 million, an increase of \$2.9 million (19.2 percent) over the FY 2007 adjusted appropriation of \$15 million. The increase in Charter School Aid is primarily a reflection of an increase in the number of charter schools and overall increased enrollment. The recommended FY 2008 appropriation for Charter Schools – Council on Local Mandates is \$13.3 million, an increase of \$2.8 million (27 percent) over the FY 2007 adjusted appropriation of \$10.5 million. The funding for Charter Schools – Council on Local Mandates provides the payment of State aid as required under subsection c. of section 12 of P.L.1995, c.426 on behalf of charter school students who come from a resident district in which 90 percent of the maximum T & E amount is less than 90 percent of the program budget per pupil amount (the resident district is only responsible for paying the lesser amount and the State pays the difference).

⁴ See footnote 2, page 5 of this analysis.

⁵ See footnote 2, page 5 of this analysis.

Significant Changes/New Programs (\$000) (Cont'd)

<u>Budget Item</u>	<u>Adj. Approp. FY 2007</u>	<u>Recomm. FY 2008</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
State aid added in the FY 2007 Annual Appropriations Act:					
Lawrence Township (Mercer) School District Extraordinary Aid	\$675	\$0	(\$ 675)	(100.0%)	D-102
Montclair Board of Education – Minority Student Achievement Network	\$1,000	\$0	(\$1,000)	(100.0%)	D-103
Edison School District	\$1,300	\$0	(\$1,300)	(100.0%)	D-103
East Brunswick School District	\$1,300	\$0	(\$1,300)	(100.0%)	D-103
South Plainfield School District	\$195	\$0	(\$ 195)	(100.0%)	D-103
NJSIAA Steroid Testing	\$50	\$50	\$ 0	—	D-103

The recommended FY 2008 appropriation does not include five of the six items added to the FY 2007 Annual Appropriations act during the budget process. This represents a recommended appropriation decrease of \$4.4 million.

School Building Aid Debt Service	\$23	\$0	(\$ 23)	(100.0%)	D-115
School Building Aid	\$116,826	\$112,997	(\$3,829)	(3.3%)	D-115
School Construction Debt Service Aid	\$33,394	\$45,394	\$12,000	35.9%	D-115
School Construction & Renovation Fund	\$331,452	\$511,646	\$180,194	54.4%	D-115
Total School Construction Debt Service Aid under EFCFA	\$364,846	\$557,040	\$192,194	52.7%	D-115
Facilities Planning and School Building Aid	\$481,695	\$670,037	\$188,342	39.1%	D-115

Significant Changes/New Programs (\$000) (Cont'd)

<u>Budget Item</u>	<u>Adj. Approp. FY 2007</u>	<u>Recomm. FY 2008</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
--------------------	---------------------------------	----------------------------	--------------------------	---------------------------	------------------------

The total recommended FY 2008 appropriation for Facilities Planning and School Building Aid is \$670 million, an increase of \$188.3 million (39.1 percent) over the FY 2007 adjusted appropriation of \$481.7 million.

The elimination of an appropriation for School Building Aid-Debt Service is due to the full retirement of the debt of the three school building aid programs enacted by the Legislature pursuant to P.L.1968, c.177, P.L.1971, c.10 and P.L.1978, c.74.

The recommended FY 2008 appropriation for School Building Aid is \$113 million, a decrease of \$3.8 million (3.3 percent) from the FY 2007 adjusted appropriation of \$116.8 million. School Building Aid subsidizes debt service costs on district debt issued for school facilities projects approved prior to July 18, 2000, the effective date of the "Educational Facilities Construction and Financing Act," P.L. 2000, c. 72.

The total recommended appropriation for FY 2008 for debt service under the "Educational Facilities Construction and Financing Act" (EFCFA) is \$557 million, an increase of \$192.2 million over the FY 2007 adjusted appropriation of \$364.8 million. The FY 2008 appropriation for School Construction Debt Service Aid (\$45.4 million) provides aid for the bonds issued by local school districts for the eligible costs of school facilities projects under section 9 of EFCFA; the FY 2008 recommended appropriation of \$511.6 million is for debt service on the bonds issued by the Economic Development Authority to fund the State share of projects under the provisions of EFCFA (see discussion on pages 3 and 4 of this analysis for the significance of this distinction in the FY 2008 recommended budget).

The table below provides information on how the proceeds of the New Money Bonds, exclusive of issue premium and investment earnings, have been expended as of September 25, 2006 (\$000). In addition to the amounts shown below, Series R (\$100 million) and Series S (500 million) bonds have been issued.

	Abbott Districts	Vocational School Districts	All Other Districts	Unexpended Proceeds	Total
2001 Series A through 2005 Series O Bonds	\$3,570,968	\$76,277	\$1,416,416	\$457,268	\$5,520,929

Significant Changes/New Programs (\$000) (Cont'd)

<u>Budget Item</u>	<u>Adj. Approp. FY 2007</u>	<u>Recomm. FY 2008</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
Teachers' Pension and Annuity Fund	\$661,383	\$661,383	\$ 0	—	D-115
Teachers' Pension and Annuity Fund – Non-contributory Insurance	\$32,471	\$30,952	(\$1,519)	(4.7%)	D-115
<i>Total Teachers' Pension and Annuity Fund</i>	\$693,854	\$692,335	(\$1,219)	(0.2%)	D-115

Combined, the recommended FY 2008 appropriation for Teachers' Pension and Annuity Fund and Teachers' Pension and Annuity Fund – Non-contributory Insurance is \$692.6 million. The Governor's FY 2008 budget does not recommend an increased appropriation for Teachers' Pension and Annuity Fund. The recommended FY 2008 appropriation for Teachers' Pension and Annuity Fund – Non-contributory Insurance is \$31 million, a decrease of \$1.5 million (4.7 percent) from the FY 2007 adjusted appropriation of \$32.5 million.

This recommended appropriation for Teachers' Pension and Annuity Fund for FY 2008 will provide 52.5 percent of the actuarial amount for full funding of the Teachers' Pension and Annuity Fund for FY 2008 (see table below, number in \$000).

	100 percent Funding	FY 2008 Governor's Budget	Difference, Dollar Amount	Percent, Amount for Full Funding
Teachers' Pension and Annuity Fund	\$1,318,399	\$692,335	\$626,064	52.5%

Teachers' Pension and Annuity Fund – Post Retirement Medical	\$616,540	\$642,445	\$25,905	4.2%	D-115
Post Retirement Medical Other Than TPAF	\$104,853	\$108,694	\$3,841	3.7%	D-115
<i>Total Post Retirement Medical</i>	\$721,393	\$751,139	\$29,746	4.1%	D-115

The recommended FY 2008 appropriation for Teachers' Pension and Annuity Fund – Post Retirement Medical is \$642.4 million, an increase of \$25.9 million (4.2 percent) over the

Significant Changes/New Programs (\$000) (Cont'd)

<u>Budget Item</u>	<u>Adj. Approp. FY 2007</u>	<u>Recomm. FY 2008</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
--------------------	---------------------------------	----------------------------	--------------------------	---------------------------	------------------------

FY 2007 adjusted appropriation of \$616.5 million. The recommended appropriation for Medical Other Than TPAF is \$108.7 million, an increase of \$3.8 million (3.7 percent) over the FY 2007 adjusted appropriation of \$104.9 million.

Minimum Pension for Pre-1955 Retirees	\$1	\$0	(\$ 1)	(100.0%)	D-115
--	------------	------------	---------------	------------------	--------------

Social Security Tax	\$691,750	\$717,150	\$25,400	3.7%	D-115
----------------------------	------------------	------------------	-----------------	-------------	--------------

Debt Service on Pension Obligation Bonds	\$95,097	\$103,472	\$8,375	8.8%	D-115
---	-----------------	------------------	----------------	-------------	--------------

The FY 2008 recommended appropriation for Social Security Tax is \$717.2 million, an increase of \$25.4 million (3.7 percent) over the FY 2007 adjusted appropriation of \$691.8 million.

The recommended FY2008 appropriation for Debt Service on Pension Obligation Bonds is \$103.5 million, an increase of \$8.4 million (8.8 percent) over the FY 2007 adjusted appropriation of \$95.1 million. The table below provides a history of the debt service appropriation since FY 2001, showing an annual average percent increase of 6 percent.

Debt Service on Pension Obligation Bonds, FY 2001 Through FY 2008								Avg Annual Percent Change
FY 2001	FY2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY2008	
\$69,545	\$72,665	\$76,899	\$86,704	\$79,779	\$86,940	\$95,097	\$103,472	6%

Total Teachers' Pension and Annuity Assistance	\$2,202,095	\$2,264,096	\$62,001	2.8%	D-115
---	--------------------	--------------------	-----------------	-------------	--------------

The total FY 2008 recommended appropriation for Teachers' Pension and Annuity Assistance is \$2.264 billion, an increase of \$62 million (2.8 percent) over the FY 2007 adjusted appropriation of \$2.202 billion.

Language Provisions

2007 Appropriations Handbook

2008 Budget Recommendations

No comparable language.

p. D-103

Of the amount appropriated hereinabove for Preschool Expansion and Enhancement Grants, such sums as are necessary for the purpose of paying the cost of an independent needs assessment of existing “non-Abbott” preschool programs shall be transferred to the Office of Early Childhood Education in Direct State Services, subject to the approval of the Director of the Division of Budget and Accounting.

Explanation

The FY 2008 budget recommendation includes a \$10 million allocation for grants to expand and enhance preschool programs in nonAbbott school districts. The FY 2008 language allows a portion of this allotment to be used to conduct an independent needs assessment of existing nonAbbott preschool programs (see department response to Discussion Point 19, page 50, for more detail).



2007 Appropriations Handbook

2008 Budget Recommendations

p. B-48

The amount hereinabove appropriated for High Expectations for Learning Proficiency Aid shall be distributed to a school district, other than an “Abbott district” or a district receiving Abbott-Bordered District Aid, that is not a non-operating district as determined by the commissioner, and that is either (a) in district factor group A or B and has an equalized valuation per pupil less than \$380,000; (b) in district factor group A, B, CD or DE, and has a concentration of low-income pupils that is equal to or greater than 14 percent and has an equalized valuation per pupil that is less than \$1,100,000, and either has general fund tax levy per pupil that exceeds \$9,000 or a concentration of low-income pupils that exceeds 30 percent; (c) contiguous to an “Abbott district” and has at least one school with a concentration of low-income pupils equal to or greater than

No comparable language.

Language Provisions (Cont'd)**2007 Appropriations Handbook****2008 Budget Recommendations****p. B-48**

20 percent; (d) a county vocational school district in which 51 percent or more of its resident enrollment is comprised of students who reside in an "Abbott district;" or (e) a district that qualified for High Expectations for Learning Proficiency Aid in FY 2006 but does not qualify for aid in FY2007 under (a), (b), (c) or (d) above. Each school district that qualifies for High Expectations for Learning Proficiency Aid under (a), (b), (c) or (d) shall receive the same proportion of \$15,000,000 as its projected October enrollment bears to the total projected October 2006 enrollment of all such districts; in addition such school district shall receive such additional amount as may be required to increase the amount of High Expectations for Learning Proficiency Aid that the district receives in the 2006–2007 school year to the amount of High Expectations for Learning Proficiency Aid the district received in the 2005–2006 school year, and in addition, any school district that was eligible for High Expectations for Learning Proficiency Aid pursuant to the State aid report released by the Department of Education on March 23, 2006, shall receive the greater of the amount of such aid as calculated herein or the amount of aid to which the district is entitled pursuant to the State aid report. A district that qualifies for aid under (e) above shall receive that same amount of aid in FY 2007 as it received in FY 2006. As used hereinabove, "district factor group" shall be determined by the commissioner using 2000 federal decennial census data; "equalized valuation per pupil" and "general fund tax levy per pupil" shall be as determined by the commissioner for the school year 2005–06; and "concentration of low-income pupils" shall be as defined in section 3 of P.L.1996, c.138 (C.18A:7F–3), except that ASSA data shall be as of October 2005.

Language Provisions (Cont'd)

Explanation

High Expectations for Learning Proficiency (HELP) aid was first established in the FY 2005 Appropriations Act. The FY 2007 language outlines the four conditions under which a nonAbbott school district could qualify for this aid. The recommended budget language on page D-121, regarding the total State aid amount payable to a school district for FY 2008, stipulates that a school district will receive the same amount of HELP aid in the upcoming fiscal year as it received in FY 2007.



2007 Appropriations Handbook

2008 Budget Recommendations

p. B-48

p. D-103

Notwithstanding the provisions of section 14 of P.L.1977, c.193 (C.18A:46–19.8) for the purpose of computing Nonpublic Handicapped Aid for pupils requiring the following services, the per pupil amounts for the **【2006–2007】** school year shall be: **【\$1,372.20】** for an initial evaluation or reevaluation for examination and classification; \$380.00 for an annual review for examination and classification; \$930.00 for speech correction; and \$826.00 for supplementary instruction services, provided however, that the commissioner may adjust the per pupil amounts based upon the nonpublic pupil population and the need for services.

Notwithstanding the provisions of section 14 of P.L.1977, c.193 (C.18A:46–19.8) for the purpose of computing Nonpublic Handicapped Aid for pupils requiring the following services, the per pupil amounts for the 2007–2008 school year shall be: \$1,326.17 for an initial evaluation or reevaluation for examination and classification; \$380.00 for an annual review for examination and classification; \$930.00 for speech correction; and \$826.00 for supplementary instruction services, provided however, that the commissioner may adjust the per pupil amounts based upon the nonpublic pupil population and the need for services.

Explanation

The proposed FY 2008 budget language decreases the per pupil allotment for initial evaluation or reevaluation for examination and classification under Nonpublic Handicapped Aid from \$1,372.20 in FY 2007 to \$1326.17 in FY 2008, a 3.4 percent decrease.



2007 Appropriations Handbook

2008 Budget Recommendations

p. B-48

p. D-104

Notwithstanding the provisions of section 9 of P.L.1977, c.192 (C.18A:46A–9), the per pupil amount for compensatory education for the **【2006–2007】** school year for the purposes of computing Nonpublic Auxiliary Services Aid shall equal **【\$856.25】**,

Notwithstanding the provisions of section 9 of P.L.1977, c.192 (C.18A:46A–9), the per pupil amount for compensatory education for the 2007–2008 school year for the purposes of computing Nonpublic Auxiliary Services Aid shall equal \$908.80, provided

Language Provisions (Cont'd)

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-48

p. D-104

provided however, that the commissioner may adjust the per pupil amounts based upon the nonpublic pupil population and the need for services.

however, that the commissioner may adjust the per pupil amounts based upon the nonpublic pupil population and the need for services.

Explanation

The FY 2008 recommended budget language increases the per pupil funding for Nonpublic Auxiliary Services Aid from \$856.25 in FY 2007 to \$908.80 in FY 2008, an increase of 6.1 percent.

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-48

p. D-104

Notwithstanding the provisions of section 9 of P.L.1991, c.226 (C.18A:40-31), the amount appropriated hereinabove for Nonpublic Nursing Services Aid shall be made available to local school districts based upon the number of pupils enrolled in each nonpublic school on the last day prior to October 16, **[2005]** and the rate per pupil shall be **[\$74.25]**.

Notwithstanding the provisions of section 9 of P.L.1991, c.226 (C.18A:40-31), the amount appropriated hereinabove for Nonpublic Nursing Services Aid shall be made available to local school districts based upon the number of pupils enrolled in each nonpublic school on the last day prior to October 16, 2006 and the rate per pupil shall be \$77.20.

Explanation

The FY 2008 recommended budget language increases the per pupil funding for Nonpublic Nursing Services Aid from \$74.25 in FY 2007 to \$77.20 in FY 2008, a 4 percent increase.

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-48

Notwithstanding any other law or regulation to the contrary, the amount provided to each district from the amounts hereinabove appropriated for Consolidated Aid and Additional Formula Aid shall be included in the calculation of the spending growth limitation pursuant to section 5 of P.L.1996, c.138 (C.18A:7F-5).

No comparable language.

Language Provisions (Cont'd)

Explanation

The FY 2007 budget language specified that two State aid categories, Consolidated Aid and Additional Formula Aid, which were created in the FY 2004 and FY 2005 Appropriations Acts, respectively, would be included when determining a school district's spending growth limitation (budget cap under CEIFA). Similar language is not recommended in FY 2008 because P.L. 2007, c. 62 (Assembly Bill, No. 1) provides that a school district's expenditures will be limited based on the general fund tax levy that can be raised rather than limiting the amount of overall revenue inclusive of various State aid categories.

2007 Appropriations Handbook

p. B-49

Notwithstanding any law to the contrary, the amount hereinabove appropriated for Additional Formula Aid shall be [allocated in a manner that provides those districts that have not experienced a continued decline in enrollment with the amount payable for Additional Formula Aid in the 2005–2006 school year. Districts are defined as experiencing a continued decline in two categories: (1) any district in which the resident enrollment has declined or remained the same each year, starting with October 2001 and ending October 2005, or (2) any district in which the resident enrollment has declined or remained the same each year, starting with October 2002 and ending October 2005. A district in category (1) shall have its Additional Formula Aid allocation reduced by the sum of the percentage difference between the October 2005 enrollment and the October 2001 enrollment applied to its 2005--2006 allocation of Additional Formula Aid and the percentage difference between the October 2004 enrollment and October 2001 enrollment applied to its 2004--2005 allocation of Additional Formula Aid. A district in category (1) in which the total special education enrollment has declined or remained the same each year, starting with the October 2001 and ending October 2005, shall have its Additional Formula Aid allocation further reduced by the difference

2008 Budget Recommendations

p. D-104

Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove appropriated for Additional Formula Aid shall be distributed to school districts that are not recipients of Education Opportunity Aid. An eligible district's allocation shall be the sum of the amount allocated in 2006–2007 school year and an amount that equals 3% of the total State aid amount payable for the 2006–2007 school year for the following aid categories: Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Early Childhood Program Aid, Instructional Supplement Aid, Demonstrably Effective Program Aid, Stabilization Aid, Stabilization Aid 2, Stabilization Aid 3, Large Efficient District Aid, Aid for Districts with High Senior Citizens Populations, Regionalization Incentive Aid, Adult and Post-Secondary Education Grants, Bilingual Education Aid, Special Education Aid, County Vocational Program Aid, Transportation Aid, School Choice, Aid for Enrollment Adjustments, Consolidated Aid, and Above Average Enrollment Growth.

Language Provisions (Cont'd)**2007 Appropriations Handbook****p. B-49**

in the special education enrollment in October 2001 and October 2005 within each tier classification multiplied by the corresponding special education cost factor used in 2001–2002. A district in category (2) shall have its Additional Formula Aid allocation reduced by the sum of the percentage difference between the October 2005 enrollment and the October 2002 enrollment applied to its 2005--2006 allocation of Additional Formula Aid and the percentage difference between the October 2004 enrollment and October 2002 enrollment applied to its 2004—2005 allocation of Additional Formula Aid. A district in category (2) in which the total special education enrollment has declined or remained the same each year, starting with the October 2002 and ending October 2005, shall have its Additional Formula Aid allocation further reduced by the difference in the special education enrollment in October 2002 and October 2005 within each tier classification multiplied by the corresponding special education cost factor used in 2001–2002. For the purposes of this provision, the October 2001 resident enrollment refers to the projected resident enrollment. All other resident enrollment figures refer to the actual resident enrollment based on the information reported to the department on the Application for State School Aid for applicable year.】

2008 Budget Recommendations**p. D-104****Explanation**

The FY 2007 language decreased the amount of Additional Formula Aid allocated to school districts that have experienced stagnant or consistent declines in resident enrollment or within the special education tier classifications. Districts not experiencing such declines received the same amount of Additional Formula Aid in FY 2007 as in FY 2006. The recommended FY 2008 budget language provides an amount of Additional Formula Aid to districts that do not receive Education Opportunity Aid (which would include all nonAbbott districts and Hoboken, an Abbott district that does not receive Education Opportunity Aid) sufficient to increase the amount of aid received in most categories by 3 percent. It should be noted that two aid

Language Provisions (Cont'd)

categories, High Expectations for Learning Proficiency and Abbott-Bordered District Aid, were not included when determining the total amount subject to the 3 percent aid increase⁶.

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-49

Notwithstanding any law to the contrary, the amount hereinabove appropriated for Consolidated Aid shall be allocated in a manner that provides those districts that have not experienced a continued decline in enrollment with the amount payable for Consolidated Aid in the 2005–2006 school year. Districts are defined as experiencing a continued decline in two categories: (1) any “non–Abbott district” in which the resident enrollment has declined or remained the same each year, starting with October 2001 and ending October 2005, or (2) any “non–Abbott district” in which the resident enrollment has declined or remained the same each year, starting with October 2002 and ending October 2005. A district in category (1) shall have its Consolidated Aid allocation reduced by the difference between the October 2005 enrollment and the October 2001 enrollment multiplied by \$44. A district in category (2) shall have its Consolidated Aid allocation reduced by the difference between the October 2005 enrollment and the October 2002 enrollment multiplied by \$44. For the purposes of this provision, the October 2001 resident enrollment refers to the projected resident enrollment. All other resident enrollment figures refer to the actual resident enrollment based on the information reported to the department on the Application for State School Aid for applicable year.

No comparable language.

⁶ See footnote ¹, page 5 of the Key Points.

Language Provisions (Cont'd)

Explanation

The FY 2007 language decreased the amount of Consolidated Aid allocated in FY 2007 to school districts that experienced consistent decreases in their resident enrollment since school year 2001–2002 or school year 2002–2003. The FY 2008 recommended budget includes language on page D-121 to provide all school districts with the same amount of Consolidated Aid received in the 2006-2007 school year.

2007 Appropriations Handbook

p. B-49

The Commissioner of Education shall not authorize the disbursement of funds to any "Abbott district" until the commissioner is satisfied that all educational expenditures in the district will be spent effectively and efficiently in order to enable those students to achieve the core curriculum content standards. The commissioner shall be authorized to take any affirmative action as is necessary to ensure the effective and efficient expenditure of funds for the implementation of all of the Abbott v. Burke programs, reforms and remedies. [In furtherance of this responsibility, the Commissioner shall complete the comprehensive fiscal audits of Newark, Jersey City, Paterson, and Camden by November 2006, and complete all remaining fiscal audits and programmatic evaluations of the Abbott districts to ensure timely decision on the districts' FY2008 budgets, as required by the May 9, 2006 order in Abbott v. Burke.] In addition, in fulfilling this responsibility, the Commissioner shall promulgate regulations to govern the receipt and expenditure of State aid by the Abbott districts and the programs, positions and services supported thereby. Notwithstanding [any provision] of P.L.1968, c.410 (C.52:14B–1 et seq.), any such regulations adopted by the commissioner shall be deemed adopted immediately upon filing with the Office of Administrative Law, except that any such regulations related to the submission of

2008 Budget Recommendations

p. D-104

The Commissioner of Education shall not authorize the disbursement of funds to any "Abbott district" until the commissioner is satisfied that all educational expenditures in the district will be spent effectively and efficiently in order to enable those students to achieve the core curriculum content standards. The commissioner shall be authorized to take any affirmative action as is necessary to ensure the effective and efficient expenditure of funds for the implementation of all of the Abbott v. Burke programs, reforms and remedies. In addition, in fulfilling this responsibility, the Commissioner shall promulgate regulations to govern the receipt and expenditure of State aid by the Abbott districts and the programs, positions and services supported thereby. Notwithstanding the provisions of P.L.1968, c.410 (C.52:14B–1 et seq.) to the contrary, any such regulations adopted by the commissioner shall be deemed adopted immediately upon filing with the Office of Administrative Law, except that any such regulations related to the submission of district budgets shall be adopted in accordance with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B–1 et seq.), and such regulations shall remain in effect for a minimum of two years, as provided in the May 9, 2006 order in Abbott v. Burke. In order to expeditiously fulfill the responsibilities of the commissioner under Abbott v. Burke, determinations by the commissioner hereunder shall be considered

Language Provisions (Cont'd)

<u>2007 Appropriations Handbook</u>	<u>2008 Budget Recommendations</u>
<p>p. B-49</p> <p>district budgets shall be adopted in accordance with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), and such regulations shall remain in effect for a minimum of two years, as provided in the May 9, 2006 order in Abbott v. Burke. In order to expeditiously fulfill the responsibilities of the commissioner under Abbott v. Burke, determinations by the commissioner hereunder shall be considered to be final agency action and appeal of that action shall be directly to the Appellate Division of the Superior Court.</p>	<p>p. D-104</p> <p>to be final agency action and appeal of that action shall be directly to the Appellate Division of the Superior Court.</p>

Explanation

The FY 2007 and FY 2008 budget language address the Commissioner of Education's responsibilities in the disbursement of funds to the Abbott districts. The FY 2007 budget language required the Commission of Education to complete the comprehensive fiscal audits of Newark, Jersey City, Paterson and Camden by November 2006. In addition, the budget language required the commissioner to complete all remaining fiscal audits and programmatic evaluations of the Abbott districts to ensure timely decisions on the districts' FY 2008 budgets, as required by the May 9, 2006 order in Abbott v. Burke. This language is deleted in the proposed language for FY 2008. The Department of Education released the four audits on January 30, 2007 (copies of which are available at <http://www.nj.gov/education/abbotts>). The department has directed each of the four districts to submit a corrective action plan that addresses the shortcomings identified in the audits. The additional audits required under the FY 2007 language are under contract with outside auditing firms.

<u>2007 Appropriations Handbook</u>	<u>2008 Budget Recommendations</u>
<p>p. B-49</p> <p>Of the amount hereinabove appropriated for Education Opportunity Aid, an amount not to exceed \$13,731,000, shall be transferred to the Department of Education's operating budget, subject to the approval of the Director of the Division of Budget and Accounting, for the purpose of managing and supervising implementation of Abbott program reforms and remedies. In addition, the unexpended balance at the end of the</p>	<p>No comparable language.</p>

Language Provisions (Cont'd)

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-49

preceding fiscal year in the Education Opportunity Aid account is appropriated for the same purpose and may also be transferred to the Department of Education's operating budget, subject to the approval of the Director of the Division of Budget and Accounting.

Explanation

In FY 2007, as in previous fiscal years, budget language authorized the Department of Education to retain some portion of Education Opportunity Aid (or its predecessor, Abbott v. Burke Parity Remedy Aid) to support the cost of State oversight of the Abbott districts. The FY 2008 budget recommendations include such expenses as part of Direct State Services and no longer allocates a portion of Education Opportunity Aid for these purposes.

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-50

The Commissioner shall, within 90 days prepare a budget to carry out all the department's Abbott responsibilities, and to account for the amount of Abbott funds it receives. The Commissioner shall also, within 90 days, prepare a plan for evaluating the Abbott programs and reforms, for implementation of a student-level database, and for establishment of baseline data and progress benchmarks for each Abbott district linked to State curriculum standards. In formulating the plan, the Commissioner shall solicit the advice of Abbott stakeholders, and once finalized, shall disseminate the plan to the public.

No comparable language.

Explanation

The FY 2007 Appropriations Act allowed the Department of Education to retain a portion of Education Opportunity Aid for the purpose of conducting fiscal and programmatic oversight in the Abbott districts. The above FY 2007 budget language directed the department to prepare a budget to detail how these funds were utilized to that end. The FY 2007 budget language also required that the department provide plans for evaluating Abbott programs, creating a student-

Language Provisions (Cont'd)

level database and establishing benchmarks for Abbott districts linked to the core curriculum content standards.

In response to these requirements, the department has posted the required information on its website at <http://www.nj.gov/education/abbotts>. Additionally, the proposed budget language for FY 2008 does not authorize the department to transfer a portion of Education Opportunity Aid to the department for the purposes of conducting its oversight functions. Please see the department's response to Discussion Point 11 for a further discussion of its progress towards developing a student-level database.

2007 Appropriations Handbook

p. B-50

Of the amount hereinabove appropriated for Education Opportunity Aid, each "Abbott district's" allocation shall be the greater of the amount calculated in accordance with the provisions hereinabove for equalized spending or the district's final adjusted **[2005—2006]** Education Opportunity Aid, including any supplemental award. The district's Education Opportunity Aid allocation shall be reduced by an amount equal to any general fund tax levy increase required by the commissioner. After calculating the "Abbott district's" actual regular education expenditure, State aid shall be reduced by the difference between the required general fund tax levy increase and the total general fund tax levy increase from **[2005—2006]** to **[2006—2007]**.

2008 Budget Recommendations

p. D-105

Of the amount hereinabove appropriated for Education Opportunity Aid, each "Abbott district's" initial allocation shall be the greater of the amount calculated in accordance with the provisions hereinabove for equalized spending or the district's final adjusted 2006—2007 Education Opportunity Aid, including any supplemental award. The district's Education Opportunity Aid allocation shall be reduced by an amount equal to any general fund tax levy increase required by the commissioner. After calculating the "Abbott district's" actual regular education expenditure, State aid shall be reduced by the difference between the required general fund tax levy increase and the total general fund tax levy increase from 2006—2007 to 2007—2008.

Explanation

The FY 2007 budget language provided that the amount of Education Opportunity Aid (EOA) allocated to an Abbott district will be the greater of the amount the district would have received based on the parity aid calculation or the district's EOA for the previous budget year, including any supplemental award. The FY 2008 recommended language provides that this will be the initial allocation made to an Abbott district and the State aid notices sent to the Abbott districts reflect this language. However, the FY 2008 recommended budget includes an additional \$124.2 million in the EOA appropriation which would fund an additional 3% of State aid for each Abbott district. The Abbott districts will be provided an opportunity to demonstrate additional funding needs and, upon completion of a budget review, may be granted additional aid. Both the FY 2007 and FY 2008 budget language note that the initial allocation of EOA is reduced for the Abbott districts that are required to increase their general fund tax levy (see the background paper on Abbott district aid, p. 61 of this analysis).

Language Provisions (Cont'd)

2007 Appropriations Handbook

p. B-50

The amount hereinabove appropriated for Education Opportunity Aid shall also be used to ensure that every "Abbott district" is at parity and **【to implement other priorities as established by the commissioner】**. Any "Abbott district" that fails to submit any required documentation or fails to submit its annual audit by November 15, 2006 may have its State aid withheld upon the commissioner's request to the Director of the Division of Budget and Accounting.

2008 Budget Recommendations

p. D-105

The amount hereinabove appropriated for Education Opportunity Aid shall also be used to ensure that every "Abbott district" is at parity and for any additional aid amount awarded by the commissioner as part of the Department's budget review process. Any "Abbott district" that fails to submit any required documentation or fails to submit its annual audit by November 15, 2007 may have its State aid withheld upon the commissioner's request to the Director of the Division of Budget and Accounting. The additional award may be adjusted by a reallocation of the district's undesignated fund balance in excess of two percent based on the annual audit filed pursuant to N.J.S.18A:23-1.

Explanation

The FY 2008 proposed budget language provides that any additional Education Opportunity Aid (EOA) funding request submitted by an Abbott district will be awarded by the commissioner as part of the department's budget review process. The FY 2007 language required that the additional aid be used to implement priorities established by the commissioner, and the FY 2008 recommended language appears to establish a more detailed budget review process.

The FY 2008 recommended language also authorizes the department to adjust the additional aid award made to an Abbott district for any undesignated general fund balance (surplus) in excess of 2 percent of the district's budget. Similar language was included in the appropriations acts prior to FY 2007.

2007 Appropriations Handbook

p. B-51

Notwithstanding any other law to the contrary, as a condition of receiving Education Opportunity Aid, an "Abbott

2008 Budget Recommendations

p. D-105

Notwithstanding the provisions of any law or regulation to the contrary, as a condition of receiving Education Opportunity Aid, an

Language Provisions (Cont'd)

<u>2007 Appropriations Handbook</u>	<u>2008 Budget Recommendations</u>
<p>p. B-51</p> <p>district” shall raise a general fund tax levy which shall be no less than the sum of the general fund tax levy raised in [2005—2006] and the increase in the levy from [2005—2006] to [2006—2007] that may be required by the commissioner. The required levy increase shall be such that an “Abbott district’s” total equalized tax rate shall not be below [110] percent of the State average total equalized tax rate unless such increase would result in an increase in the average household’s tax liability of more than \$125 when using the [2005] tax data as published by the Department of Community Affairs.</p>	<p>p. D-105</p> <p>“Abbott district” shall raise a general fund tax levy which shall be no less than the sum of the general fund tax levy raised in <u>2006—2007</u> and the increase in the levy from <u>2006—2007</u> to <u>2007—2008</u> that may be required by the commissioner. The required levy increase shall be such that an “Abbott district’s” total equalized tax rate shall not be below <u>120</u> percent of the State average total equalized tax rate unless such increase would result in an increase in the average household’s tax liability of more than \$125 when using the <u>2006</u> tax data as published by the Department of Community Affairs. <u>The required increase would be further limited by the cap on district tax levy increases pursuant to P.L.2007, c. , now pending before the Legislature as Assembly Bill, No.1.</u></p>

Explanation

The FY 2007 budget language and the FY 2008 recommended language both require that certain Abbott districts increase their general fund tax levy as a condition of receiving Education Opportunity Aid (EOA). In FY 2007, the requirement was imposed on an Abbott district with an equalized tax rate below 110 percent of the State average equalized tax rate, and the FY 2008 recommended language would impose the requirement on an Abbott district with an equalized tax rate below 120 percent of the State average equalized tax rate. In FY 2007, the required increase was capped so that the tax levy increase could not increase the average residential property tax rate by more than \$125. The recommended FY 2008 budget language also provides that the tax levy increase could not increase the average residential property tax rate by more than \$125 and also provides that the increase may not exceed the increase in tax levy authorized under P.L. 2007, c. 62 (Assembly Bill No. 1) (see background paper on Abbott district aid, p. 61 of this analysis).

<u>2007 Appropriations Handbook</u>	<u>2008 Budget Recommendations</u>
<p>p. B-51</p> <p>Of the amount hereinabove appropriated for Education Opportunity Aid, an amount not to exceed \$1,000,000 shall be allocated to the New Jersey Symphony to provide educational services to students in the</p>	<p>No comparable language.</p>

Language Provisions (Cont'd)

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-51

"Abbott districts" to meet core curriculum content standards as established by law, as shall be determined by the Director of the Division of Budget and Accounting.

Explanation

The FY 2007 budget language authorized the use of \$1,000,000 of the Education Opportunity Aid appropriation to be allocated to the New Jersey Symphony to provide educational services to students in the Abbott districts. Similar language is not recommended in FY 2008.

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-51

Notwithstanding any law to the contrary, any district that received State aid pursuant to P.L. 2005, c.122 (C.18A:7F-10.1 et seq.) in 2005-2006, shall receive that same allocation of Abbott-Bordered District Aid in 2006-2007. Any district that did not receive Abbott-Bordered District Aid pursuant to section 2 of P.L. 2005, c.122 (C.18A:7F-10.2) shall receive aid as determined by section 1 of P.L. 2005, c.122 (C.18A:7F-10.1) as it would have been calculated in 2005-2006.

No comparable language.

Explanation

Abbott-Bordered District Aid was established as a State aid category pursuant to P.L.2005, c. 122 and was first allocated to five school districts in FY 2006. The statute provided for the addition of a sixth eligible district in FY 2007 and also provided that the aid would be increased in subsequent years by increasing the cost factors established under the legislation. The FY 2007 budget language provided that each of the original five districts would receive the same amount of aid in FY 2007 that the district received in FY 2006, and that the district first eligible in FY 2007 would receive an aid amount using the FY 2006 cost factors. Recommended hold harmless budget language found on page D-121 of the recommended FY 2008 budget provides that the six qualifying districts will receive the same amount of Abbott-Bordered District Aid in FY 2008 that the district received in FY 2007.

Language Provisions (Cont'd)

<u>2007 Appropriations Handbook</u>	<u>2008 Budget Recommendations</u>
p. B-51	
<p>Notwithstanding any other law or regulation to the contrary, district allocations from the amount hereinabove appropriated for School Choice aid shall be calculated using the choice district's October 2005 actual choice student enrollment as reported to the department on the Application for State School Aid for 2006–2007.</p>	

Explanation

The FY 2007 budget language provided the basis for calculating school choice aid to choice districts in the 2006-2007 school year. The law establishing the Interdistrict Public School Choice Program had expired, but under that law any student enrolled in a designated school was entitled to remain in that school until graduation. Similar language is not recommended in FY 2008; rather recommended hold harmless budget language found on page D-121 provides that districts will receive the same amount of school choice aid in FY 2008 that the district received in FY 2007.

<u>2007 Appropriations Handbook</u>	<u>2008 Budget Recommendations</u>
p. B-51	
<p>The amount hereinabove appropriated for Above Average Enrollment Growth Aid shall be distributed to “non–Abbott districts” whose resident enrollment for the 2005–2006 school year was equal to or greater than 100 pupils and whose projected resident enrollment for the 2006–2007 school year exceeds its resident enrollment for the 2005–2006 school year by at least 2.5 percent, as determined by the commissioner. Each such school district shall receive the same proportion of the total appropriation as its projected resident enrollment increase between October 2005 and October 2006 bears to the total resident enrollment increase of all such districts.</p>	<p>No comparable language.</p>

Language Provisions (Cont'd)

Explanation

Above Average Enrollment Growth Aid was first provided pursuant to the FY 2005 Appropriations Act. The FY 2007 budget language established the criteria for the allocation of that aid in the 2006-2007 school year. Similar language is not recommended in FY 2008. Hold harmless budget language found on page D-121 of the recommended budget provides that districts will receive the same amount of Above Average Enrollment Growth Aid in FY 2008 that the district received in FY 2007.

2007 Appropriations Handbook

No comparable language.

2008 Budget Recommendations

p. D-105

The amount hereinabove appropriated for Full-Day Kindergarten Supplemental Aid shall be distributed to school districts with October 2006 resident enrollments that include full-day kindergarten students. Eligible district allocations shall be calculated by applying the ratio of the district's Core Curriculum Standards Aid calculated pursuant to section 15 of P.L.1996, c.138 (C.18A:7F-15) for fiscal 2002 and the district's T&E budget calculated pursuant to subsection d. of section 13 of P.L.1996, c.138 (C.18A:7F-13) for fiscal 2002 to the product of the district's October 2006 resident full-day kindergarten enrollment and the amount calculated for PW for fiscal 2002 in accordance with subsection a. of section 13 of P.L.1996, c.138 (C.18A:7F-13). For the purposes of this provision, the October 2006 resident enrollment figures refer to the actual resident enrollments as reported to the Department on the Application for State School Aid.

Explanation

The proposed FY 2008 budget includes a new State aid category to support the provision of full-day kindergarten in nonAbbott districts and the recommended language establishes the criteria for the distribution of that aid. The language provides that Full-Day Kindergarten Supplemental Aid will be provided on a wealth equalized basis to nonAbbott school districts that reported having resident students enrolled in full-day kindergarten programs in the October 2006 Application for State School Aid. Aid is calculated by multiplying one-half of the school year 2001-2002 T&E amount by the October 2006 full-day kindergarten resident enrollment by the ratio of the district's school year 2001-2002 Core Curriculum Standards Aid (CCSA) to the district's 2001-2002 T&E budget. School year 2001-2002 data are used as this

Language Provisions (Cont'd)

is the last year in which CCSA was calculated. The T&E amount, equal to \$7,913 in the 2001–2002 school year, represents the cost of providing general education services to students. Any school district that did not receive CCSA in 2001–2002 will not receive Full-Day Kindergarten Supplemental Aid. A list of districts that would receive this aid under the recommended budget is included on pages 51-60.

2007 Appropriations Handbook

No comparable language.

2008 Budget Recommendations

p. D-106

The amount hereinabove appropriated for Targeted At-Risk Aid shall be distributed to districts with concentrations of low-income pupils greater than or equal to 15% as of October 2006 based on data reported to the Department on the October 2006 Application for State School Aid (ASSA). A district with a concentration rate equal to or greater than 15% but less than 20% will receive an allocation equal to \$250 per low-income pupil. A district with a concentration rate equal to or greater than 20% will receive an allocation equal to \$500 per low-income pupil. A recipient district shall be required to obtain the approval of the Department of Education for the planned uses of targeted at-risk funds. To facilitate monitoring of the uses of the funds, districts shall be required to maintain separate program and service accounts in the special revenue section of the district budgets and financial records in accordance with GAAP and specifications prescribed by the Commissioner of Education. If a district successfully demonstrates to the Department that it is already providing high-quality programs to address the needs of low-income students, Targeted At-Risk Aid may be transferred from the special revenue section of the district budget to the general revenue section. For the purposes of this section, a low-income pupil is defined as a pupil included in the calculation of modified district enrollment and reported as low-income free or low-income reduced in the ASSA and low-income concentration rate is defined as the percentage of the low-income pupils to the modified district enrollment as

Language Provisions (Cont'd)**2007 Appropriations Handbook****2008 Budget Recommendations****p. D-106**

defined in section 3 of P.L.1996, c.138 (C.18A:7F-3).

Explanation

The recommended FY 2008 budget language includes a new aid category, Targeted At-Risk Aid (TARA), for nonAbbott school districts with low-income concentrations of at least 15 percent. The recommended FY 2008 language establishes criteria for the distribution of that aid. Districts with a low-income concentration greater than or equal to 15 percent but less than 20 percent will receive \$250 per low-income pupil while districts with a low-income concentration of 20 percent or more will receive \$500 per low-income pupil. The language defines a low-income pupil as one who is eligible to receive either free or reduced-price lunch. This is a broader definition than that used in CEIFA which limits that term to students eligible for free lunch only. A district must receive department approval for its planned use of the State aid and record the aid in a special revenue fund. However, a district that can demonstrate that it has already successfully implemented programs to benefit its low-income students may be allowed to transfer the funds from special revenue to general revenue. Pages 51-60 shows a list of districts that qualify to receive TARA.

2007 Appropriations Handbook**2008 Budget Recommendations****p. D-108**

No comparable language.

Notwithstanding the provisions of any law or regulation to the contrary, accumulated and current year interest earnings in the State Facilities for the Handicapped Fund established pursuant to section 12 of P.L. 1973, c.149 are appropriated for capital improvements and maintenance of facilities for the eleven regional day schools throughout the State and the Marie H. Katzenbach School for the Deaf as authorized in the State Facilities for the Handicapped Bond Act, P.L. 1973, c.149, subject to the approval of the Director of the Division of Budget and Accounting.

Explanation

The FY 2008 recommended language authorizes the department to expend the interest earnings in the fund created under the "State Facilities for the Handicapped Bond Act," P.L. 1973, c.149, for capital improvements at the regional day schools and the Marie H.

Language Provisions (Cont'd)

Katzenbach School for the Deaf. Comparable language was included in the FY 2005 Appropriations Act. While the bond fund was completely expended during that year, encumbered funds continued to generate a small amount of interest.



<u>2007 Appropriations Handbook</u>	<u>2008 Budget Recommendations</u>
<p>p. B-52</p> <p>Notwithstanding any 【other】 law to the contrary, the amount of State aid made available to the Department of Human Services pursuant to “The State Facilities Education Act of 1979,” P.L.1979, c.207 (C.18A:7B–1 et al.), to defray the costs of educating eligible children in approved 【private schools】 under contract with the Department 【of Human Services】 shall not exceed the actual costs of the education of 【those】 children in such 【private schools】.</p>	<p>p. D-121</p> <p>Notwithstanding <u>the provisions of any law or regulation</u> to the contrary, the amount of <u>Department of Education State aid appropriations</u> made available to the Department of Human Services, <u>the Department of Children and Families, the Department of Corrections or the Juvenile Justice Commission</u> pursuant to “The State Facilities Education Act of 1979,” P.L.1979, c.207 (C.18A:7B–1 et al.), to defray the costs of educating eligible children in approved <u>facilities</u> under contract with the <u>applicable</u> Department shall not exceed the actual costs of the education of those children in <u>such facilities</u>.</p>

Explanation

The FY 2007 budget language and the FY 2008 recommended language concern the allocation of State funds for the cost of educational programs provided to children in State facilities in accordance with the provisions of the “State Facilities Education Act of 1979,” P.L.1979, c.207. The changes incorporated in the FY 2008 recommended language more accurately reflect the State departments that receive the revenue.



<u>2007 Appropriations Handbook</u>	<u>2008 Budget Recommendations</u>
<p>p. B-56</p> <p>Receipts from the State Board of Examiners’ fees in excess of those anticipated【, not to exceed \$1,000,000,】 and the unexpended program balances at the end of the preceding fiscal year, are appropriated for the operation of the Professional Development and Licensure programs.</p>	<p>p. D-116</p> <p>Receipts from the State Board of Examiners’ fees in excess of those anticipated and the unexpended program balances at the end of the preceding fiscal year, are appropriated for the operation of the Professional Development and Licensure programs.</p>

Language Provisions (Cont'd)

Explanation

The proposed FY 2008 budget language eliminates the cap on the amount of excess receipts from the State Board of Examiners' fees that are appropriated for the operation of the Professional Development and Licensure programs. The FY 2007 language established a cap of \$1 million.



2007 Appropriations Handbook

2008 Budget Recommendations

p. B-56

p. D-116

The amount hereinabove appropriated for the Governor's Literacy Program shall be used [for the returning coach program and]to provide grants to districts to improve instruction in language arts literacy and mathematics. In awarding such grants, the Commissioner of Education shall use criteria including the School Improvement Status based upon the federal No Child Left Behind Act and student performance on the New Jersey Assessment of Skills and Knowledge.

The amount hereinabove appropriated for the Governor's Literacy Program shall be used to provide grants to districts to improve instruction in language arts literacy and mathematics. In awarding such grants, the Commissioner of Education shall use criteria including the School Improvement Status based upon the federal No Child Left Behind Act and student performance on the New Jersey Assessment of Skills and Knowledge.

Explanation

The FY 2007 budget language and the FY 2008 recommended language authorize the use of funds appropriated for the Governor's Literacy Program to provide grants to school districts to improve instruction in language arts literacy and mathematics and outline the criteria to be used in awarding the grants. The FY 2007 language also authorized the use of the funds for the returning reading coach program. This language is not recommended for continuation in FY 2008 as the department expects to employ a strategy other than the use of literacy coaches.



2007 Appropriations Handbook

2008 Budget Recommendations

No comparable language.

p. D-117

Notwithstanding the provisions of section 2 of P.L.1981,c.57 (C.18A:39-1a), or any law or regulation to the contrary, the additional costs of providing transportation shall be provided from the amount hereinabove appropriated for Transportation Aid, except that the maximum amount of nonpublic school transportation costs per pupil provided for in N.J.A.18A:39-1 shall equal

Language Provisions (Cont'd)

2007 Appropriations Handbook

2008 Budget Recommendations

p. D-117

\$826.

Explanation

The recommended FY 2008 budget language maintains the nonpublic school transportation costs per pupil at the same level as in FY 2007. Pursuant to section 2 of P.L.1981, c.57 (C.18A:39-1a) this amount is to be increased each year in direct proportion to the increase in the State transportation aid per pupil in the year prior to the prebudget year compared to the amount for the prebudget year or by the CPI, whichever is greater. Districts pay the nonpublic per pupil costs, part of which is covered by State aid received for district transportation costs, up to \$710. The State pays for nonpublic transportation costs in excess of \$710. The recommended FY 2007 budget language permitted the State to keep the nonpublic per pupil transportation costs at the same level as in FY 2006, \$794. However, this language was removed during the FY 2007 budget process and, pursuant to statute, the per pupil amount was increased to \$826. The additional amount required to pay for this increase in the nonpublic per pupil transportation costs in the FY 2007 Appropriations Act was added to the Pupil Transportation line item, increasing it from \$309.8 million to \$312.9 million. The recommended FY 2008 budget language would permit the State to keep the amount of the nonpublic school per pupil transportation costs at the same level as in FY 2007, \$826. If the per pupil transportation costs were increased pursuant to statute, the CPI increase of 3.99 percent would be used to determine the FY 2008 per pupil transportation cost. This would result in a FY 2008 increase from \$826 to \$859 and an additional cost of \$3.08 million.



2007 Appropriations Handbook

2008 Budget Recommendations

p. B-59

In addition to the amount appropriated, such sums as may be necessary for the Department of Education to conduct comprehensive compliance investigations are appropriated, subject to the recommendation of the Commissioner of Education and the approval of the Director of the Division of Budget and Accounting.

No comparable language.

Explanation

The FY 2007 budget language authorized the appropriation of such funds as might be necessary to conduct a comprehensive compliance investigation in accordance with the State's system of monitoring public school districts. A new system of monitoring public school districts, NJ QSAC, was established under P.L. 2005, c.235 and amended under P.L.2007, c.16, and is currently in the initial stages of implementation. Prior to that implementation, the

Language Provisions (Cont'd)

former system of school district monitoring was continued. NJ QSAC eliminated the comprehensive compliance investigation process so the FY 2007 language is no longer required.

2007 Appropriations Handbook

2008 Budget Recommendations

p. B-59

Additional sums as may be necessary for the Department of Education in preparation for implementation of P.L.1987, c.399 (C.18A:7A-34 et seq.) are appropriated, subject to the recommendation of the Commissioner of Education and the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee or its successor.

No comparable language.

Explanation

The FY 2007 budget language authorized the appropriation of such additional funds to the Department of Education as might be necessary for the department to prepare for the implementation of the State's new public school district monitoring system, NJ QSAC. The department has initiated its implementation of NJ QSAC and this language is not recommended in FY 2008.

2007 Appropriations Handbook

2008 Budget Recommendations

p. D-120

No comparable language.

Such additional sums as may be necessary are appropriated for implementation of the recommendations of the reorganization study performed in accordance with P.L.2007, JR-3, subject to the approval of the Director of the Division of Budget and Accounting. Additional sums as may be necessary for the Department of Education for additional oversight costs as required by pending legislation for financial oversight of schools or school funding reform are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Explanation

Language Provisions (Cont'd)

P.L. 2007, JR-3 requires that the Department of Education contract with an independent entity to assess the department's staffing and organizational capacity to carry out its oversight responsibilities. The recommended language appropriates necessary funds to implement the recommendations upon completion of the study, subject to the approval of the Director of the Division of Budget and Accounting. Please see the department's response to Discussion Point 2 for an update of the study's status.

Additionally, the FY 2008 recommended language allows for additional appropriations to the department to allow for the implementation of the new requirements of P.L. 2007, c. 63 (Assembly Bill, No. 4). Please see the department's response to Discussion Point 4 for a further discussion.

2007 Appropriations Handbook

p. B-60

Notwithstanding any other law or regulation to the contrary, each district shall receive no less of a total State aid amount payable for the **2006—2007** school year than the sum of the district's total State aid amount payable for the **2005—2006** school year for the following aid categories: Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Early Childhood Program Aid, Instructional Supplement Aid, Demonstrably Effective Program Aid, Stabilization Aid, Stabilization Aid 2, Stabilization Aid 3, Large Efficient District Aid, Aid for Districts with High Senior Citizen Populations, Regionalization Incentive Aid, Adult and Postsecondary Education Grants, Bilingual Education Aid, Special Education Aid, County Vocational Program Aid, Transportation Aid, and Aid for Enrollment Adjustments, taking into consideration the June **2006** payment made in July **2006**.

2008 Budget Recommendations

p. D-121

Notwithstanding the provisions of any law or regulation to the contrary, each district shall receive no less of a total State aid amount payable for the 2007—2008 school year than the sum of the district's total State aid amount payable for the 2006—2007 school year for the following aid categories: Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Early Childhood Program Aid, Instructional Supplement Aid, Demonstrably Effective Program Aid, Stabilization Aid, Stabilization Aid 2, Stabilization Aid 3, Large Efficient District Aid, Aid for Districts with High Senior Citizen Populations, Regionalization Incentive Aid, Adult and Postsecondary Education Grants, Bilingual Education Aid, Special Education Aid, County Vocational Program Aid, Transportation Aid, High Expectations for Learning Proficiency, Consolidated Aid, School Choice, Abbott-Bordered District Aid, Above Average Enrollment Growth, and Aid for Enrollment Adjustments, taking into consideration the June 2007 payment made in July 2007.

Explanation

The FY 2008 recommended budget language provides that the same amount of cash State aid payable to school districts for particular programs in the 2007-2008 school year will equal the cash State aid amounts paid for those same programs in the 2006-2007 school year. The FY 2008 budget language adds High Expectations for Learning Proficiency, Consolidated Aid, School Choice Aid, Abbott-Bordered District Aid, and Above Average Enrollment Growth to

Language Provisions (Cont'd)

the hold harmless provision. These State aid categories were not included in the hold harmless provision of the FY 2007 budget language because other language in the FY 2007 budget specified how the aid in these categories would be calculated.

2007 Appropriations Handbook

p. B-60

Notwithstanding the provisions of section 8 of P.L.1996, c.138 (C.18A:7F-8), five percent of the total payments to local districts for Education Opportunity Aid, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Special Education, Transportation, Early Childhood programs, Demonstrably Effective programs, Instructional Supplement, Bilingual, County Vocational Educational program, other aid pursuant to P.L.1996, c.138, School Choice, Consolidated Aid and Additional Formula Aid, as provided by the Department of Education to the local school districts for the **[2006—2007]** school year in the **[2006—07]** General Fund and Special Revenue Fund State Aid Payments Schedule, shall be paid on the 8th and 22nd of each month from September through June, with the last school aid payment being subject to the approval of the State Treasurer.

2008 Budget Recommendations

p. D-121

Notwithstanding the provisions of section 8 of P.L.1996, c.138 (C.18A:7F-8), five percent of the total payments to local districts for Education Opportunity Aid, Core Curriculum Standards Aid, Supplemental Core Curriculum Standards Aid, Special Education, Transportation, Early Childhood programs, Demonstrably Effective programs, Instructional Supplement, Bilingual, County Vocational Educational program, other aid pursuant to P.L.1996, c.138, School Choice, Consolidated Aid, Abbott-Bordered District Aid and Additional Formula Aid, as provided by the Department of Education to the local school districts for the 2007-2008 school year in the 2007-08 General Fund and Special Revenue Fund State Aid Payments Schedule, shall be paid on the 8th and 22nd of each month from September through June, with the last school aid payment being subject to the approval of the State Treasurer.

Explanation

The FY 2007 budget language and the FY 2008 recommended budget language establish the schedule on which State aid will be disbursed to school districts, the 8th and 22nd of each month from September to June. The proposed FY 2008 language adds Abbott-Bordered District Aid to the list of aid categories to be paid in accordance with this schedule.

Discussion Points

1. The enacted FY 2007 budget anticipated savings from management efficiencies (\$50 million), information technology efficiencies (\$20 million) and procurement efficiencies (\$15 million). These savings, while reflected in the Interdepartmental Accounts section of the budget, were to be obtained from executive agency budgeted appropriations, presumably in direct correlation with identified efficiency improvements.

● **Question:** What amount of the department's original FY 2007 appropriations were reallocated to Interdepartmental Accounts as savings from management efficiencies, information technology efficiencies and procurement efficiencies, respectively? What specific efficiencies were achieved by the department that correlate to the reallocations? What adverse impacts, if any on the output and outcomes of department programs and services resulted or will result from these funding reallocations, in the current fiscal year and as projected for FY 2008?

2. Senate Joint Resolution No. 1 (P.L.2007, JR-3) requires the Commissioner of Education to "enter into a contract with an independent entity to authorize that entity to conduct a thorough and comprehensive evaluation of the Department of Education in order to identify those organizational and staffing deficiencies that limit the department's ability to provide effective oversight of school districts; and to develop recommendations for the reorganization of the department that will improve the capacity of the department to oversee the operation of school districts and to respond immediately and effectively to operational and educational issues that may arise." The resolution requires the commissioner to present the evaluation, its recommendations for reorganization of the department, and the commissioner's response to those recommendations by July 29, 2007, within six months of the effective date of the resolution.

● **Question:** Please provide the Legislature with information on the progress made to date on implementing Senate Joint Resolution No. 1, including the expected date of completion of the evaluation and the presentation of the evaluation, its recommendations and the commissioner's response to those evaluations. In the department's response, please comment on the relationship, if any, between the recent department reorganization adopted by the State Board of Education and the required evaluation of the department's organization by an independent entity pursuant to Senate Joint Resolution No. 1.

3. In July of 2006, the Legislature established a Special Session on Property Tax Reform and created four Joint Legislative Committees, including the Joint Legislative Committee on Public School Funding Reform. This joint legislative committee was charged with the responsibility to review and formulate proposals that address the manner in which government provides for the maintenance and support of a system of free public schools for the instruction of the children of this State. As part of the work of this joint committee, consideration was given to the development of a new public school funding formula to replace the "Comprehensive Educational Improvement and Financing Act of 1996" (CEIFA), P.L.1996, c.138. Toward the end of the joint committee's meetings, the department reported on its work in conducting an education cost study using the professional judgment panel model and updating the results of the cost study with FY 2005 data. To date, no new funding formula has resulted from either the deliberations of the joint legislative committee or the department's cost study. Early in January 2007, the department contracted with three outside experts to evaluate the cost study previously completed by the department and upon completion of this evaluation, released the experts' report to the public on January 19, 2007.

Discussion Points (Cont'd)

- **Question:** Please provide information on the department's evaluation of the reviewers' comments, especially the suggestion about defining at-risk students as those eligible for free or reduced lunch, and the use of average instead of median salaries. Please provide the department's time frame for the development of a new funding formula and the legislation to implement the formula. Does the department plan to conduct a new cost study, and if so, how and when will this occur?

4. Pursuant to P.L.2007, c.16, effective January 25, 2007, the Commissioner of Education was given the authority to promulgate emergency regulations to implement the New Jersey Quality Single Accountability Continuum (NJ QSAC) for evaluating the performance of each school district. These regulations are slated to be published in the New Jersey Register on March 19, 2007, and will be effective on that date. Under NJ QSAC each school district must report its progress in complying with quality performance indicators every three years. Under P.L.2007, c.16, however, the initial NJ QSAC evaluations must be completed in State-operated districts and districts which have been certified under the old monitoring system as Level II or Level III districts within 120 days following the effective date of the NJ QSAC implementation regulations. All school districts which have been certified as a Level I district under the old monitoring system will be phased into the three-year evaluation process.

- **Question:** Please provide a list of the State-operated school districts, the districts which have been certified as Level II or Level III districts, and the department's schedule for completing the evaluations of these districts within 120 days of March 19, 2007 as required under the act. Also, please provide the schedule the department will use to phase in the remaining districts over the next three years and the criteria the department will utilize to set this schedule.

5. Under section 5 of the "Comprehensive Educational Improvement and Financing Act of 1996," P.L.1996, c.138 (C.18A:7F-1 et seq.), school districts are permitted to increase their net budgets by the greater of 2.5% or the Consumer Price Index. A school district may also increase its net budget by using any of the adjustments to this spending growth limitation that are applicable to the district. In addition, section 36 of P.L.2000, c.126 (C.18A:7F-5a) provides that a school district which has increased its net budget between the prebudget and budget years in a amount which is less than the amount authorized pursuant to section 5 of CEIFA, may include the amount of the difference between its actual net budget and permitted net budget in either of the next two succeeding budget years. This was changed by S-1701 to limit the amount to 50% of that difference for the 2004-05 budget year and following budget years and, beginning with the 2005-06 budget year, to provide that the county superintendent may disapprove the use of these amounts for a school district.

- **Question:** Please provide the following information for each school district: Each district's net budget for FY 2006; each district's budget for FY 2007 increased over the FY 2006 net budget by the greater of 2.5% or the CPI; each adjustment a district was permitted pursuant to sections 5 and 5a of CEIFA and the dollar amount of those adjustments; the general fund tax levy amount presented to the voters or board of school estimate; and the other components of the district's net budget.

6. Assembly Bill No. 1 provides that "a school district shall not adopt a budget pursuant to sections 5 and 6 of P.L.1996, c.138 (C.18A:7F-5 and 18A:7F-6) with an increase in its adjusted

Discussion Points (Cont'd)

tax levy that exceeds the tax levy growth limitation" as calculated in accordance with the bill's provisions. Under the bill, the base cap on the increase of a school district's 2007-2008 school year tax levy compared with its 2006-2007 school year 2007 tax levy is 4%. However, the bill provides several adjustments to the cap, including adjustments for enrollment growth, health care costs, reductions in unrestricted State aid, increases in certain special education costs, increases in tuition, increases in capital outlay, and incremental increases in the cost of opening a new school facility.

- **Question:** For each school district please provide the following information in columns headed as follows: (A) General Fund Tax Levy, FY2007; (B) column (A) increased by 4%; (C) the adjustment for enrollment increase, if any; (D) the adjustment for increases in health care costs, if any; (E) the adjustment for a reduction in total unrestricted State aid, if any; (F) the adjustment for increases in special education costs, if any; (G) the adjustment for increases in tuition, if any; (H) the adjustment for capital outlay, if any; (I) the adjustment for incremental increases in the cost of opening a new school facility, if any; (J) the district's adjusted General Fund Tax Levy for FY 2008; (K) the difference between column (A) and column (K) expressed as a percentage; and (L) the percent change in the FY 2007 tax levy compared with the FY 2006 tax levy. In how many districts is the percentage reported in column (K) greater than the percentage reported in column (L)? If all districts obtained approval for the amount reported in column (J), what would be the total Statewide dollar and percentage change in local school property taxes in school year 2007-08 compared with school year 2006-07?

7. Under the federal "No Child Left Behind Act of 2001" (NCLB), certain consequences are imposed on a school if its students fail to meet Adequate Yearly Progress (AYP) requirements based on the Statewide assessments and other criteria. These consequences start after two consecutive years of not meeting the AYP standards (at which time a school is identified as needing improvement) and increase in severity as the number of consecutive years of not meeting AYP standards increases up to five consecutive years (some schools soon will have reached six consecutive years).

- **Question:** Please provide an up-to-date list which includes all of the schools in the State by school district and county (please include school and district codes). For each school indicate where it stands with respect to meeting AYP for all Statewide assessments. For each school which is considered to be in "need of improvement," indicate the number of years for which the school has not met AYP and what steps the school district and the department have taken and are planning to take to address the school's situation and the requirements of NCLB. Provide similar information for each school district. Last year, Attachment 1-7 provided information on schools in corrective action and described the steps being taken to assist these schools and districts, but did not indicate that any districts had taken corrective action as of the time the information was provided. As a separate report, please update that list and provide information on the corrective action that has been taken by the school district and the State and the results of those corrective actions, including what kinds of restructuring have taken place, if any.

Discussion Points (Cont'd)

8. Discussion point 4 from FY 2007 asked the department to update information on the Reading First, New Jersey federal program and to provide information on NJ ASK 3, if available. In response to that discussion point, the department provided tables 6A through 6E.

- **Question:** Please provide the same tables with the latest information (Table 6B is no longer necessary unless new schools have been added). In addition, please provide the results of the Terra Nova tests that are being used to evaluate the impact of this program, if now available (the department indicated last year that it was working with CTB McGraw Hill and the department's external evaluator MGT of America, Inc. to correct some discrepancies in the data reported to the department). For Cohort I, please compare the results from the NJASK4, 2004 data, the NJASK5, 2005 data, and the NJASK6, 2006 data; for Cohort II, please compare the results of the NJASK3, 2004 data, NJASK4, 2005 data and the NJASK5 2006 data; and for Cohort III, please compare the result of the NJASK3, 2005 data and the NJASK4 2006 data. Please provide the department's interpretation of the impact the federal program is having based on this comparison. Also please use the data from the Terra Nova tests to evaluate the program's overall impact to date pursuant to the department's originally stated plan for evaluation: "Impact will be measured by district's ability to demonstrate a 10-percent reduction in reading failure of students in grades K-3 annually or roughly 27-percent over three years as measured by Terra Nova in grades K-2 and the NJASK3 in grade three."

9. Pursuant to P.L.2001, c.356, the department is to provide extraordinary special education aid equal to 100% of the costs in excess of \$40,000 incurred by school districts in the 2006-07 school year for each individual classified student whose costs exceeded \$40,000. The number of students qualifying for extraordinary special education aid has increased each year since the 1997-98 school year, when the number of students for which aid was received was 946. Most recently, the number of students qualifying for aid was 10,500 in the 2005-06 school year. The recommended FY 2008 appropriation for Extraordinary Special Education Costs Aid is \$52 million, the same amount of State aid each year since the FY 2004 appropriation. In FY 2007, the Extraordinary Special Education Costs Aid provided 29.7% of the aid to which each district was entitled under P.L.2001, c.356 for costs incurred in the 2005-2006 school year.

- **Question:** For extraordinary special education costs incurred in the school year 2006-2007, please provide for each district and pupil in that district whose special education costs are greater than \$40,000, the total special education cost of that pupil, the provider of the special education services, the aid to which the district is entitled under P.L.2001, c.356, and the amount of aid the district will receive under the recommended FY 2008 budget language.

10. Last year in response to questions during the Assembly Budget Committee hearings, the commissioner provided information on the status of efforts to eliminate the Special Review Assessment (SRA). In its response, the department indicated that the use of the SRA for language arts literacy will end with the class of ninth grade students that entered school in the Fall of 2006 and that its use for math will end two years later. In the Assembly Budget Committee's FY 2007 public hearing on education, reports were given to the committee on the high percent of students in certain Abbott districts who graduate based on the SRA.

Discussion Points (Cont'd)

- **Question:** Please provide an update on the use of the Special Review Assessment – the number of high schools students and the percent per district who graduated in school year 2005-06 based on the use of the SRA. In your response, please also provide a summary of this data in a table which has for its column headings District Factor Groupings, and as rows the percent of students who graduated based on the SRA as follows:

Pct SRA	A	B	CD	DE	FG	GH	I	J
<10%								
10 to <20%								
20 to <30%								
30 to <40%								
40 to <50%								
50 to <60%								
60 to <70%								
70 to <80%								
80 to <90%								
90 to <100%								

11.a. Since the FY 2004 budget, funds have been appropriated for the Student Registration and Record System. In response to a question in FY 2007 concerning NJ SMART, the department indicated that “it is expected that the process of loading the student level data for all the Abbott districts will be completed by September 2006, with all districts to follow thereafter.” Other information indicated that this would take place by December 18, 2006. Also with respect to the development of a Statewide student identifier system, the department indicated that “the department currently has a proposal under review to develop the statewide student identifier system; completion is expected within the year.”

- **Question:** Please update the status of the department’s efforts to establish and use a student-unit-record data system, the Student Registration and Record System. Specifically, has each Abbott district’s student level data been loaded onto the Student Registration and Record System? If not, please indicate which Abbott districts’ student level data has to be loaded onto the system and the expected date of completion. Please indicate the extent to which other districts in the State have complied with the December 18th date for uploading their data files and provide a list of districts whose student level data has not been uploaded. Please provide information on how the department intends to use this data, including the department’s time frame for its implementation. Please indicate how this new student level data base will be coordinated with other data collection efforts of the department (see DOE website <http://www.nj.gov/njded/data/collections/schedule.htm>) and indicate any existing data collection effort of the department for which this new system will be substituted, and the savings expected from that substitution.

11.b. In the FY 2007 Appropriations Handbook, budget language, page B59, provides, “Contract costs attributable to EdSmart and EasyIEP shall be paid for from revenue received from the Special Education Medicaid Initiative (*SEMI) and the Medicaid Administrative Claiming (MAC) programs and are appropriated for these purposes to the Student Registration and Record System account upon recommendation from the Commissioner of the Department of Education, subject to the approval of the Director of the Division of Budget and Accounting.” Budget language, FY 2007 Appropriations Handbook on page B-50, provides,

Discussion Points (Cont'd)

among other things, that, "Notwithstanding any other law to the contrary, as a condition of receiving Education Opportunity Aid, an 'Abbott district' shall . . . take appropriate steps to maximize the district's participation in the Special Education Medicaid Initiative (SEMI) program, with maximum participation defined by the Commissioner of Education An 'Abbott district' that fails to meet any of these requirements may have payment of Education Opportunity Aid withheld until such time as these requirements are met. . . ." A May 2006 federal Inspector General report questioned the documentation provided by school districts used to support approximately \$51.3 million in federal Medicaid reimbursements for School Based Medicaid services, and information from the ongoing meetings with Public Consulting Group indicate that the commissioner sent out warning letters in late November, 2006 to 28 of the Abbott districts concerning their lack of compliance with quarterly revenue benchmarks.

- **Question:** Please provide the amount each Abbott district is expected to generate through its participation in the SEMI program and the amount each district has generated to date. Please provide information on the amount of revenue needed to fully support the Student Registration and Record System, the revenue received to date for its support, and the likelihood of generating revenues sufficient to fully fund the costs of this system. Please indicate the amount of Education Opportunity Aid withheld from each Abbott district for noncompliance, if any. Please provide an update on the results of the State's provision to the federal government of additional documentation to substantiate the federal Medicaid reimbursements. If the State has to repay the federal government all, or part, of the \$51.3 million in federal Medicaid reimbursements, will the department seek to recoup the monies from the school districts that did not provide the documentation required to support the reimbursement?

12. Proposed FY 2008 budget language (page D-117) provides that the maximum amount of nonpublic school transportation costs per pupil provided for in N.J.S.A.18A:39-1a shall equal \$826. This is the same per pupil amount provided in FY 2007.

- **Question:** Please provide the per pupil amount required pursuant to P.L.1981, c.57 (C.18A:39-1a) and the additional amount of State aid this would require. Also, please provide the percent of school districts' over all transportation costs that are paid for by State aid.

13. The Office of Education (OOE) in the Department of Children and Families provides educational services to children/adolescents under the department's jurisdiction. The Department of Education is responsible for setting the rates that OOE can charge school districts for education services. In several prior fiscal years, OOE had an operating deficit as the rates set by the Department of Education were less than the operating costs of the office.

- **Question:** Please provide information on the services provided by OOE and the FY 2007 rates which DOE has set for these services. Also, please provide information on the number of students served by OOE by type of service and facility. Please describe how the rates for these services are set, and if rates have been set for FY2008, please provide those rates. If they have not been set, please indicate when they will be set.

Discussion Points (Cont'd)

14. The Governor's recommended FY 2008 budget provides for increases in aid for charter schools.

- **Question:** Please update attachments 13-1, 13-2, and 13-3 from the department's response to the FY 2007 discussion points.

15. Recommended FY 2008 budget language (page D-108) repeats the language found in the FY 2007 Appropriations Handbook (page B-51) that requires the amount of Education Opportunity Aid allocated to Abbott districts to be reduced by the amount of proceeds received by the district from the sale of district surplus property.

- **Question:** Please provide information on each Abbott district's sale of surplus property in FY 2006 and FY 2007, if any, and the amount by which the district's Education Opportunity Aid has been reduced as a result.

16. Recommended FY 2008 budget language (page D-104) provides, "[S]uch sums received in the 'School District Deficit Relief Account,' established pursuant to P.L.2006, c.15 (C18A:7A-54 et seq.), including loan repayments, are appropriated, subject to the approval of the Director of the Division of Budgeting and Accounting.

- **Question:** Please provide information on the sums received in this account, including loan repayments (identified as such). Also, please include information on payments made from this account identifying the school district, the amount and date of payment.

17. The recommended FY 2008 appropriation for the Statewide Assessment Program provides an increase of \$4.5 million.

- **Question:** Please provide information on the status of the NJASK assessments, grades 3 through 7, including the status of their approval by the federal Department of Education and their implementation. Please provide information on the total annual cost to administer all of the Statewide assessments, by assessment, and the federal funds received for these assessments. Please update the Legislature on how these assessments will be used to evaluate school and student proficiency in achieving the core curriculum content standards. Will schools be evaluated on each assessment separately? Please provide information on the how the department will use the assessment information with the student-unit-record data system to track and report individual student progress across grades 3 through 8 and to evaluate school and school district effectiveness.

18. The recommended FY 2008 appropriation for the Direct State Services (DSS) budget for Service to Local Districts is \$6.4 million, an increase of \$3.1 million (94%) over the FY 2007 adjusted appropriation of \$3.7 million. Despite this increase, the data provided on page D-113 under Service to Local Districts, projects no increased services to local districts in Needs Identified or Assistance Rendered. One of the provisions of Assembly Bill No. 5 (1R) which has passed both Houses of the Legislature establishes the Office of Executive County Superintendent of Schools.

Discussion Points (Cont'd)

- **Question:** Please account for the sizeable increase in the recommended DSS budget indicated above and identify what portion, if any, is a direct result of anticipating enactment of Assembly Bill No. 5 (1R). Please provide the following information for FY 2007 and projected for FY 2008 regarding the county superintendent of schools office by county: the title and number of positions funded by the State; the same for positions funded by the county; the amount of State and county funding.

19. The FY 2008 budget recommends an appropriation of \$10 million for Preschool Expansion and Enhancement Grants. Recommended budget language provides that of this recommended appropriation, "such sums as are necessary for the purpose of paying the cost of an independent needs assessment of existing 'non-Abbott' preschool programs shall be transferred to the Office of Early Childhood Education in Direct State Services, . . . " (page D-103).

- **Question:** Please provide a list of existing "non-Abbott" preschool programs. Other than the budget language cited above, there is no budget language describing how districts with existing preschool programs will qualify for a grant under this program. Please provide information on how the funds will be allocated. Please describe how this program will be related to the Early Launch to Learning Initiative program.

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both

Budget Pages.... D-102-D103; D-105-D106

Legislative District	District Name	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
<i>1</i>	ATLANTIC CO VOCATIONAL	\$0	\$89,000	\$89,000
	BUENA REGIONAL	\$354,410	\$498,000	\$852,410
	CAPE MAY CITY	\$0	\$36,500	\$36,500
	CUMBERLAND CO VOCATIONAL	\$0	\$76,250	\$76,250
	DENNIS TWP	\$125,073	\$0	\$125,073
	LOWER CAPE MAY REGIONAL	\$0	\$293,000	\$293,000
	LOWER TWP	\$241,314	\$385,000	\$626,314
	MAURICE RIVER TWP	\$81,598	\$57,500	\$139,098
	MIDDLE TWP	\$238,391	\$413,250	\$651,641
	NORTH WILDWOOD CITY	\$0	\$65,250	\$65,250
	SEA ISLE CITY	\$0	\$12,000	\$12,000
	SOMERS POINT CITY	\$106,157	\$226,000	\$332,157
	UPPER TWP	\$178,734	\$0	\$178,734
	WILDWOOD CITY	\$64,917	\$252,750	\$317,667
	WILDWOOD CREST BORO	\$0	\$35,500	\$35,500
	WOODBINE BORO	\$54,113	\$101,500	\$155,613
	Legislative District Totals	\$1,444,707	\$2,541,500	\$3,986,207
<i>2</i>	ABSECON CITY	\$23,796	\$92,000	\$115,796
	ATLANTIC CITY	\$0	\$2,323,250	\$2,323,250
	ATLANTIC CO VOCATIONAL	\$0	\$89,000	\$89,000
	BRIGANTINE CITY	\$0	\$125,500	\$125,500
	CORBIN CITY	\$4,288	\$0	\$4,288
	EGG HARBOR CITY	\$131,261	\$164,000	\$295,261
	EGG HARBOR TWP	\$36,017	\$1,138,500	\$1,174,517
	ESTELL MANOR CITY	\$0	\$24,000	\$24,000
	GALLOWAY TWP	\$635,453	\$540,500	\$1,175,953
	GREATER EGG HARBOR REG	\$0	\$508,000	\$508,000
	HAMILTON TWP	\$572,554	\$529,000	\$1,101,554
	MULLICA TWP	\$160,908	\$123,500	\$284,408
	NORTHFIELD CITY	\$138,355	\$0	\$138,355
	PORT REPUBLIC CITY	\$13,510	\$0	\$13,510
	VENTNOR CITY	\$0	\$248,500	\$248,500
	WEYMOUTH TWP	\$47,673	\$30,500	\$78,173
	Legislative District Totals	\$1,763,815	\$5,936,250	\$7,700,065
<i>3</i>	ALLOWAY TWP	\$70,120	\$0	\$70,120
	CLAYTON BORO	\$231,769	\$192,000	\$423,769
	COMMERCIAL TWP	\$183,290	\$209,000	\$392,290

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
	CUMBERLAND CO VOCATIONAL	\$0	\$76,250	\$76,250
	CUMBERLAND REGIONAL	\$0	\$170,750	\$170,750
	DEERFIELD TWP	\$84,256	\$69,000	\$153,256
	DELSEA REGIONAL H.S DIST.	\$0	\$199,750	\$199,750
	DOWNE TWP	\$21,460	\$43,500	\$64,960
	EAST GREENWICH TWP	\$123,415	\$0	\$123,415
	ELK TWP	\$61,110	\$51,500	\$112,610
	ELMER BORO	\$36,960	\$0	\$36,960
	ELSINBORO TWP	\$15,412	\$12,500	\$27,912
	FAIRFIELD TWP	\$108,503	\$186,000	\$294,503
	GATEWAY REGIONAL	\$0	\$103,750	\$103,750
	GREENWICH TWP	\$4,561	\$8,500	\$13,061
	GREENWICH TWP	\$0	\$26,250	\$26,250
	HOPEWELL TWP	\$97,102	\$23,500	\$120,602
	LAWRENCE TWP	\$117,223	\$118,000	\$235,223
	LOGAN TWP	\$130,449	\$0	\$130,449
	MANNINGTON TWP	\$2,444	\$17,500	\$19,944
	NATIONAL PARK BORO	\$77,620	\$12,500	\$90,120
	OLDMANS TWP	\$28,136	\$27,500	\$55,636
	PAULSBORO BORO	\$264,050	\$399,250	\$663,300
	PENNS GRV-CARNEY'S PT REG	\$352,328	\$620,000	\$972,328
	PITTSBORO TWP	\$205,860	\$218,750	\$424,610
	QUINTON TWP	\$69,602	\$49,500	\$119,102
	SHILOH BORO	\$6,424	\$2,250	\$8,674
	STOW CREEK TWP	\$11,653	\$15,500	\$27,153
	SWEDESBORO-WOOLWICH	\$399,640	\$0	\$399,640
	UPPER DEERFIELD TWP	\$155,786	\$181,500	\$337,286
	UPPER PITTSBORO TWP	\$68,464	\$18,750	\$87,214
	WENONAH BORO	\$4,843	\$0	\$4,843
	WEST DEPTFORD TWP	\$0	\$132,750	\$132,750
	WOODSTOWN-PILESBORO REG	\$128,390	\$60,000	\$188,390
	Legislative District Totals	\$3,060,870	\$3,246,000	\$6,306,870
4	BLACK HORSE PIKE REGIONAL	\$0	\$434,500	\$434,500
	CAMDEN COUNTY VOCATIONAL	\$0	\$635,500	\$635,500
	CLEMENTON BORO	\$116,307	\$134,500	\$250,807
	DELSEA REGIONAL H.S DIST.	\$0	\$199,750	\$199,750
	FRANKLIN TWP	\$0	\$160,500	\$160,500
	GLASSBORO	\$260,305	\$401,750	\$662,055
	GLOUCESTER TWP	\$0	\$909,500	\$909,500
	LAUREL SPRINGS BORO	\$0	\$6,750	\$6,750
	LINDENWOLD BORO	\$388,546	\$672,000	\$1,060,546
	MONROE TWP	\$0	\$718,500	\$718,500

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
	NEWFIELD BORO	\$25,298	\$0	\$25,298
	Legislative District Totals	\$790,456	\$4,273,250	\$5,063,706
5	BARRINGTON BORO	\$0	\$24,000	\$24,000
	BELLMAWR BORO	\$100,586	\$207,500	\$308,086
	BLACK HORSE PIKE REGIONAL	\$0	\$434,500	\$434,500
	BROOKLAWN BORO	\$36,462	\$51,500	\$87,962
	CAMDEN COUNTY VOCATIONAL	\$0	\$635,500	\$635,500
	DEPTFORD TWP	\$417,469	\$617,500	\$1,034,969
	GATEWAY REGIONAL	\$0	\$103,750	\$103,750
	HI NELLA	\$19,251	\$0	\$19,251
	LAWNSIDE BORO	\$43,774	\$74,000	\$117,774
	MAGNOLIA BORO	\$80,477	\$62,500	\$142,977
	MOUNT EPHRAIM BORO	\$74,800	\$19,000	\$93,800
	RUNNEMEDE BORO	\$115,893	\$98,000	\$213,893
	SOMERDALE BORO	\$95,473	\$69,500	\$164,973
	STERLING HIGH SCHOOL DIST	\$0	\$42,000	\$42,000
	STRATFORD BORO	\$137,584	\$0	\$137,584
	WESTVILLE BORO	\$77,053	\$59,000	\$136,053
	WOODBURY CITY	\$155,856	\$381,750	\$537,606
	WOODBURY HEIGHTS BORO	\$39,344	\$0	\$39,344
	WOODLYNNE BORO	\$169,784	\$150,000	\$319,784
	Legislative District Totals	\$1,563,806	\$3,030,000	\$4,593,806
6	BERLIN BORO	\$122,697	\$0	\$122,697
	BERLIN TWP	\$63,963	\$91,500	\$155,463
	CAMDEN COUNTY VOCATIONAL	\$0	\$635,500	\$635,500
	CHESILHURST	\$41,568	\$48,500	\$90,068
	COLLINGSWOOD BORO	\$160,024	\$259,500	\$419,524
	GIBBSBORO BORO	\$48,394	\$0	\$48,394
	OAKLYN BORO	\$41,036	\$55,000	\$96,036
	PINE HILL BORO	\$291,095	\$404,500	\$695,595
	WATERFORD TWP	\$0	\$142,500	\$142,500
	WINSLOW TWP	\$968,963	\$1,023,500	\$1,992,463
	Legislative District Totals	\$1,737,740	\$2,660,500	\$4,398,240
7	BEVERLY CITY	\$36,935	\$83,000	\$119,935
	BURLINGTON CO VOCATIONAL	\$0	\$274,000	\$274,000
	CAMDEN COUNTY VOCATIONAL	\$0	\$635,500	\$635,500
	DELANCO TWP	\$33,821	\$42,500	\$76,321
	DELTRAN TWP	\$251,681	\$0	\$251,681
	EDGEWATER PARK TWP	\$99,167	\$109,500	\$208,667
	FLORENCE TWP	\$151,438	\$200,000	\$351,438

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
	MAPLE SHADE TWP	\$135,417	\$288,000	\$423,417
	MERCHANTVILLE BORO	\$11,849	\$55,500	\$67,349
	MOUNT HOLLY TWP	\$193,756	\$241,000	\$434,756
	PALMYRA BORO	\$0	\$142,000	\$142,000
	PENNSAUKEN TWP	\$748,209	\$1,562,500	\$2,310,709
	RIVERSIDE TWP	\$199,829	\$239,500	\$439,329
	WILLINGBORO TWP	\$662,004	\$963,250	\$1,625,254
	Legislative District Totals	\$2,524,106	\$4,836,250	\$7,360,356
8				
	BURLINGTON CO VOCATIONAL	\$0	\$274,000	\$274,000
	PEMBERTON BOROUGH	\$10,851	\$19,000	\$29,851
	SOUTHAMPTON TWP	\$48,315	\$0	\$48,315
	TABERNACLE TWP	\$68,009	\$0	\$68,009
	WOODLAND TWP	\$0	\$6,000	\$6,000
	Legislative District Totals	\$127,175	\$299,000	\$426,175
9				
	ATLANTIC CO VOCATIONAL	\$0	\$89,000	\$89,000
	BARNEGAT TWP	\$464,988	\$145,000	\$609,988
	BASS RIVER TWP	\$28,464	\$14,000	\$42,464
	BERKELEY TWP	\$0	\$94,750	\$94,750
	BURLINGTON CO VOCATIONAL	\$0	\$274,000	\$274,000
	CENTRAL REGIONAL	\$0	\$233,500	\$233,500
	EAGLESWOOD TWP	\$20,619	\$5,250	\$25,869
	FOLSOM BORO	\$36,606	\$46,500	\$83,106
	HAMMONTON TOWN	\$276,173	\$417,750	\$693,923
	LAKEHURST BORO	\$113,289	\$104,500	\$217,789
	LITTLE EGG HARBOR TWP	\$392,969	\$250,500	\$643,469
	MANCHESTER TWP	\$0	\$135,500	\$135,500
	OCEAN GATE BORO	\$25,182	\$22,000	\$47,182
	OCEAN TWP	\$118,004	\$60,500	\$178,504
	PINELANDS REGIONAL	\$0	\$248,750	\$248,750
	STAFFORD TWP	\$341,034	\$0	\$341,034
	TOMS RIVER REGIONAL	\$65,361	\$0	\$65,361
	TUCKERTON BORO	\$37,593	\$40,500	\$78,093
	WASHINGTON TWP	\$8,451	\$3,500	\$11,951
	Legislative District Totals	\$1,928,733	\$2,185,500	\$4,114,233
10				
	POINT PLEASANT BORO	\$95,162	\$0	\$95,162
	SEASIDE HEIGHTS BORO	\$18,076	\$81,000	\$99,076
	SEASIDE PARK BORO	\$0	\$13,500	\$13,500
	TOMS RIVER REGIONAL	\$65,361	\$0	\$65,361
	Legislative District Totals	\$178,599	\$94,500	\$273,099
11				

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
	BELMAR BORO	\$0	\$110,500	\$110,500
	BRADLEY BEACH BORO	\$0	\$67,000	\$67,000
	EATONTOWN BORO	\$0	\$143,500	\$143,500
	HENRY HUDSON REGIONAL	\$0	\$20,000	\$20,000
	HIGHLANDS BORO	\$0	\$31,500	\$31,500
	NEPTUNE CITY	\$28,894	\$53,000	\$81,894
	SOUTH BELMAR	\$3,698	\$0	\$3,698
	Legislative District Totals	\$32,592	\$425,500	\$458,092
<i>12</i>	EAST WINDSOR REGIONAL	\$0	\$240,625	\$240,625
	FREEHOLD BORO	\$216,314	\$392,500	\$608,814
	FREEHOLD TWP	\$44,178	\$0	\$44,178
	MERCER COUNTY VOCATIONAL	\$0	\$17,375	\$17,375
	RED BANK BORO	\$0	\$308,500	\$308,500
	Legislative District Totals	\$260,492	\$959,000	\$1,219,492
<i>13</i>	KEYPORT BORO	\$79,608	\$185,250	\$264,858
	MATAWAN-ABERDEEN REGIONAL	\$123,194	\$187,500	\$310,694
	MIDDLESEX CO VOCATIONAL	\$0	\$344,500	\$344,500
	UNION BEACH	\$117,458	\$89,500	\$206,958
	Legislative District Totals	\$320,260	\$806,750	\$1,127,010
<i>14</i>	HAMILTON TWP	\$1,070,639	\$1,503,500	\$2,574,139
	JAMESBURG BORO	\$84,071	\$109,500	\$193,571
	MERCER COUNTY VOCATIONAL	\$0	\$17,375	\$17,375
	MIDDLESEX CO VOCATIONAL	\$0	\$344,500	\$344,500
	SOUTH BRUNSWICK TWP	\$382,779	\$0	\$382,779
	Legislative District Totals	\$1,537,489	\$1,974,875	\$3,512,364
<i>15</i>	EWING TWP	\$0	\$543,500	\$543,500
	LAWRENCE TWP	\$0	\$167,000	\$167,000
	MERCER COUNTY VOCATIONAL	\$0	\$17,375	\$17,375
	Legislative District Totals	\$0	\$727,875	\$727,875
<i>16</i>	BOUND BROOK BORO	\$164,896	\$373,250	\$538,146
	MANVILLE BORO	\$67,467	\$193,000	\$260,467
	SOMERSET CO VOCATIONAL	\$0	\$19,875	\$19,875
	SOMERVILLE BORO	\$60,248	\$296,000	\$356,248
	SOUTH BOUND BROOK	\$0	\$81,000	\$81,000
	Legislative District Totals	\$292,611	\$963,125	\$1,255,736
<i>17</i>	FRANKLIN TWP	\$0	\$963,500	\$963,500
	HIGHLAND PARK BORO	\$0	\$203,000	\$203,000

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
	MIDDLESEX CO VOCATIONAL	\$0	\$344,500	\$344,500
	MILLTOWN BORO	\$39	\$0	\$39
	NORTH BRUNSWICK TWP	\$0	\$645,250	\$645,250
	PISCATAWAY TWP	\$112,883	\$283,000	\$395,883
	SOMERSET CO VOCATIONAL	\$0	\$19,875	\$19,875
	Legislative District Totals	\$112,922	\$2,459,125	\$2,572,047
18				
	EAST BRUNSWICK TWP	\$477	\$0	\$477
	HELMETTA BORO	\$23,341	\$0	\$23,341
	MIDDLESEX CO VOCATIONAL	\$0	\$344,500	\$344,500
	SOUTH PLAINFIELD BORO	\$0	\$146,500	\$146,500
	SOUTH RIVER BORO	\$0	\$273,500	\$273,500
	SPOTSWOOD BORO	\$87,914	\$0	\$87,914
	Legislative District Totals	\$111,732	\$764,500	\$876,232
19				
	CARTERET BORO	\$442,438	\$1,082,250	\$1,524,688
	MIDDLESEX CO VOCATIONAL	\$0	\$344,500	\$344,500
	SAYREVILLE BORO	\$310,190	\$584,000	\$894,190
	SOUTH AMBOY CITY	\$98,844	\$178,000	\$276,844
	WOODBRIIDGE TWP	\$0	\$1,474,000	\$1,474,000
	Legislative District Totals	\$851,472	\$3,662,750	\$4,514,222
20				
	ROSELLE BORO	\$269,468	\$751,250	\$1,020,718
	UNION COUNTY VOCATIONAL	\$0	\$43,500	\$43,500
	UNION TWP	\$381,571	\$1,035,500	\$1,417,071
	Legislative District Totals	\$651,039	\$1,830,250	\$2,481,289
21				
	ESSEX CO VOC-TECH	\$0	\$912,500	\$912,500
	ROSELLE PARK BORO	\$0	\$260,250	\$260,250
	SOMERSET CO VOCATIONAL	\$0	\$19,875	\$19,875
	UNION COUNTY VOCATIONAL	\$0	\$43,500	\$43,500
	Legislative District Totals	\$0	\$1,236,125	\$1,236,125
22				
	DUNELLEN BORO	\$117,385	\$154,000	\$271,385
	LINDEN CITY	\$211,775	\$1,362,000	\$1,573,775
	MIDDLESEX BORO	\$0	\$82,500	\$82,500
	MIDDLESEX CO VOCATIONAL	\$0	\$344,500	\$344,500
	NORTH PLAINFIELD BORO	\$329,630	\$687,000	\$1,016,630
	RAHWAY CITY	\$226,513	\$944,500	\$1,171,013
	SOMERSET CO VOCATIONAL	\$0	\$19,875	\$19,875
	UNION COUNTY VOCATIONAL	\$0	\$43,500	\$43,500
	WINFIELD TWP	\$27,685	\$12,500	\$40,185
	Legislative District Totals	\$912,988	\$3,650,375	\$4,563,363

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
<i>23</i>	ALPHA BORO	\$59,844	\$13,750	\$73,594
	BLAIRSTOWN TWP	\$24,017	\$0	\$24,017
	BLOOMSBURY BORO	\$3,901	\$0	\$3,901
	FRELINGHUYSEN TWP	\$24,995	\$0	\$24,995
	FRENCHTOWN BORO	\$2,062	\$0	\$2,062
	GREAT MEADOWS REGIONAL	\$1,189	\$0	\$1,189
	HACKETTSTOWN	\$119,212	\$0	\$119,212
	HAMPTON BORO	\$31,510	\$0	\$31,510
	HARDWICK TWP	\$10,166	\$0	\$10,166
	HIGH BRIDGE BORO	\$28,782	\$0	\$28,782
	HOLLAND TWP	\$47,496	\$0	\$47,496
	KNOWLTON TWP	\$56,014	\$0	\$56,014
	LAMBERTVILLE CITY	\$0	\$7,500	\$7,500
	MANSFIELD TWP	\$89,205	\$32,500	\$121,705
	POHATCONG TWP	\$28,427	\$0	\$28,427
	WARREN COUNTY VOCATIONAL	\$0	\$16,500	\$16,500
	WASHINGTON BORO	\$0	\$68,500	\$68,500
	Legislative District Totals	\$526,820	\$138,750	\$665,570
<i>24</i>	BRANCHVILLE BORO	\$164	\$0	\$164
	BYRAM TWP	\$104,682	\$0	\$104,682
	FRANKLIN BORO	\$68,624	\$20,000	\$88,624
	HAMBURG BORO	\$0	\$14,250	\$14,250
	HAMPTON TWP	\$45,000	\$0	\$45,000
	HOPATCONG	\$0	\$103,750	\$103,750
	MONTAGUE TWP	\$33,660	\$57,500	\$91,160
	NETCONG BORO	\$0	\$30,000	\$30,000
	NEWTON TOWN	\$93,510	\$170,250	\$263,760
	SANDYSTON-WALPACK TWP	\$32,969	\$0	\$32,969
	STANHOPE BORO	\$30,072	\$0	\$30,072
	STILLWATER TWP	\$58,081	\$0	\$58,081
	SUSSEX-WANTAGE REGIONAL	\$0	\$65,500	\$65,500
	Legislative District Totals	\$466,762	\$461,250	\$928,012
<i>25</i>	BOONTON TOWN	\$0	\$62,250	\$62,250
	DOVER TOWN	\$397,169	\$890,000	\$1,287,169
	MINE HILL TWP	\$12,065	\$63,500	\$75,565
	MORRIS SCHOOL DISTRICT	\$0	\$528,750	\$528,750
	VICTORY GARDENS	\$50,949	\$0	\$50,949
	WHARTON BORO	\$68,247	\$125,500	\$193,747
	Legislative District Totals	\$528,430	\$1,670,000	\$2,198,430

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
26	PASSAIC COUNTY VOCATIONAL	\$0	\$828,500	\$828,500
	Legislative District Totals	\$0	\$828,500	\$828,500
27	ESSEX CO VOC-TECH	\$0	\$912,500	\$912,500
	SOUTH ORANGE-MAPLEWOOD	\$0	\$244,500	\$244,500
	WEST ORANGE TOWN	\$0	\$854,000	\$854,000
	Legislative District Totals	\$0	\$2,011,000	\$2,011,000
28	BELLEVILLE TOWN	\$40,408	\$558,500	\$598,908
	BLOOMFIELD TWP	\$0	\$836,500	\$836,500
	ESSEX CO VOC-TECH	\$0	\$912,500	\$912,500
	Legislative District Totals	\$40,408	\$2,307,500	\$2,347,908
29	ESSEX CO VOC-TECH	\$0	\$912,500	\$912,500
	HILLSIDE TWP	\$252,458	\$781,000	\$1,033,458
	UNION COUNTY VOCATIONAL	\$0	\$43,500	\$43,500
	Legislative District Totals	\$252,458	\$1,737,000	\$1,989,458
30	BORDENTOWN REGIONAL	\$150,467	\$96,250	\$246,717
	BURLINGTON CO VOCATIONAL	\$0	\$274,000	\$274,000
	CHESTERFIELD TWP	\$12,505	\$0	\$12,505
	FARMINGDALE BORO	\$12,191	\$0	\$12,191
	LAKWOOD TWP	\$197,130	\$2,022,500	\$2,219,630
	MERCER COUNTY VOCATIONAL	\$0	\$17,375	\$17,375
	NEW HANOVER TWP	\$34,857	\$32,000	\$66,857
	NORTH HANOVER TWP	\$547,974	\$165,500	\$713,474
	PLUMSTED TWP	\$263,157	\$0	\$263,157
	ROOSEVELT BORO	\$10,366	\$0	\$10,366
	UPPER FREEHOLD REGIONAL	\$115,870	\$0	\$115,870
	Legislative District Totals	\$1,344,517	\$2,607,625	\$3,952,142
31	BAYONNE CITY	\$650,125	\$2,087,000	\$2,737,125
	HUDSON COUNTY VOCATIONAL	\$0	\$313,250	\$313,250
	Legislative District Totals	\$650,125	\$2,400,250	\$3,050,375
32	EAST NEWARK BORO	\$54,824	\$69,500	\$124,324
	FAIRVIEW BORO	\$109,896	\$314,500	\$424,396
	HUDSON COUNTY VOCATIONAL	\$0	\$313,250	\$313,250
	KEARNY TOWN	\$426,119	\$935,000	\$1,361,119
	NORTH BERGEN TWP	\$630,432	\$1,875,500	\$2,505,932
	SECAUCUS TOWN	\$0	\$92,625	\$92,625
	Legislative District Totals	\$1,221,271	\$3,600,375	\$4,821,646

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
33	GUTTENBERG TOWN	\$26,173	\$315,500	\$341,673
	HUDSON COUNTY VOCATIONAL	\$0	\$313,250	\$313,250
	WEEHAWKEN TWP	\$0	\$272,500	\$272,500
	Legislative District Totals	\$26,173	\$901,250	\$927,423
34	CLIFTON CITY	\$44,579	\$1,436,000	\$1,480,579
	ESSEX CO VOC-TECH	\$0	\$912,500	\$912,500
	MONTCLAIR TOWN	\$0	\$288,000	\$288,000
	PASSAIC COUNTY VOCATIONAL	\$0	\$828,500	\$828,500
	WEST PATERSON BORO	\$0	\$46,000	\$46,000
	Legislative District Totals	\$44,579	\$3,511,000	\$3,555,579
35	HALEDON BORO	\$179,770	\$255,500	\$435,270
	PASSAIC CO MANCHESTER REG	\$0	\$199,000	\$199,000
	PASSAIC COUNTY VOCATIONAL	\$0	\$828,500	\$828,500
	PROSPECT PARK BORO	\$160,025	\$241,500	\$401,525
	Legislative District Totals	\$339,795	\$1,524,500	\$1,864,295
36	CARLSTADT-EAST RUTHERFORD	\$0	\$23,750	\$23,750
	EAST RUTHERFORD BORO	\$0	\$75,500	\$75,500
	ESSEX CO VOC-TECH	\$0	\$912,500	\$912,500
	MOONACHIE BORO	\$0	\$34,500	\$34,500
	PASSAIC COUNTY VOCATIONAL	\$0	\$828,500	\$828,500
	WALLINGTON BORO	\$34,410	\$119,500	\$153,910
	Legislative District Totals	\$34,410	\$1,994,250	\$2,028,660
37	BERGENFIELD BORO	\$0	\$175,750	\$175,750
	BOGOTA BORO	\$79,183	\$183,000	\$262,183
	ENGLEWOOD CITY	\$0	\$817,000	\$817,000
	HACKENSACK CITY	\$0	\$921,000	\$921,000
	LEONIA BORO	\$40,758	\$0	\$40,758
	MAYWOOD BORO	\$0	\$37,250	\$37,250
	PALISADES PARK	\$0	\$181,500	\$181,500
	RIDGEFIELD PARK TWP	\$24,711	\$299,250	\$323,961
	TEANECK TWP	\$0	\$482,250	\$482,250
	Legislative District Totals	\$144,652	\$3,097,000	\$3,241,652
38	CLIFFSIDE PARK BORO	\$0	\$564,500	\$564,500
	EDGEWATER BORO	\$0	\$20,000	\$20,000
	ELMWOOD PARK	\$0	\$288,500	\$288,500
	LODI BOROUGH	\$188,767	\$693,500	\$882,267
	RIDGEFIELD BORO	\$54,948	\$0	\$54,948

Background Paper: Districts Receiving Full-Day Kindergarten Supplemental Aid, Targeted At-Risk Aid, or Both (Cont'd)

Legislative District	District	Full-Day Kindergarten Supplemental Aid	Targeted At-Risk Aid	Total, New Line Items of Aid
	SOUTH HACKENSACK TWP	\$0	\$10,750	\$10,750
	Legislative District Totals	\$243,715	\$1,577,250	\$1,820,965
39	DUMONT BORO	\$149,345	\$0	\$149,345
	Legislative District Totals	\$149,345	\$0	\$149,345
40	ESSEX CO VOC-TECH	\$0	\$912,500	\$912,500
	WANAQUE BORO	\$29,938	\$46,750	\$76,688
	Legislative District Totals	\$29,938	\$959,250	\$989,188

Background Paper: Education Opportunity Aid

Budget Pages.... D-102; D-104-D-105

The total Education Opportunity Aid allocation shown below is the initial allocation pursuant to budget language page D- 105; separate budget language, page D-105 provides for additional aid to each Abbott district following the budget review process. Pursuant to Commissioner of Education testimony before the Assembly Budget Committee on March 29, 2007, an Abbott district which submitted its budget within a 3 percent cap will receive a 3 percent increase. An Abbott district which is asking for an increase greater than 3 percent will be subject to a more extensive and intensive budget review before receiving any additional funding.

County	District	(A) FY 2007 EOA ¹	(B) Calculated Parity Aid ²	(C) Initial FY 2008 EOA MAX(A,B) ¹	(D) Required Levy Increase ³	(E) Additional EOA ⁴	Final EOA Award for Notice (C - D + E) ⁵
ATLANTIC	PLEASANTVILLE CITY	\$27,845,231	\$13,149,780	\$27,845,231	\$0	\$0	\$27,845,231
BERGEN	GARFIELD CITY	\$18,099,977	\$20,960,807	\$20,960,807	\$867,890	\$1,251,610	\$21,344,527
BURLINGTON	BURLINGTON CITY	\$7,967,708	\$6,557,418	\$7,967,708	\$0	\$0	\$7,967,708
BURLINGTON	PEMBERTON TWP	\$35,324,245	\$15,279,624	\$35,324,245	\$421,282	\$0	\$34,902,963
CAMDEN	CAMDEN CITY	\$73,724,039	\$64,578,549	\$73,724,039	\$0	\$0	\$73,724,039
CAMDEN	GLOUCESTER CITY	\$15,695,400	\$9,606,930	\$15,695,400	\$0	\$0	\$15,695,400
CUMBERLAND	BRIDGETON CITY	\$21,856,181	\$23,386,424	\$23,386,424	\$0	\$0	\$23,386,424
CUMBERLAND	MILLVILLE CITY	\$28,906,364	\$31,663,762	\$31,663,762	\$0	\$1,936,090	\$33,599,852
CUMBERLAND	VINELAND CITY	\$58,975,846	\$48,253,632	\$58,975,846	\$0	\$0	\$58,975,846
ESSEX	EAST ORANGE	\$63,676,245	\$30,237,468	\$63,676,245	\$0	\$0	\$63,676,245
ESSEX	IRVINGTON TOWNSHIP	\$37,438,514	\$25,822,344	\$37,438,514	\$0	\$0	\$37,438,514
ESSEX	NEWARK CITY	\$304,157,589	\$190,228,576	\$304,157,589	\$3,528,618	\$0	\$300,628,971
ESSEX	CITY OF ORANGE TWP	\$20,469,422	\$20,137,384	\$20,469,422	\$0	\$0	\$20,469,422
HUDSON	HARRISON TOWN	\$7,597,243	\$8,513,600	\$8,513,600	\$315,374	\$191,131	\$8,389,357
HUDSON	HOBOKEN CITY	\$0	\$0	\$0	\$0	\$0	\$0
HUDSON	JERSEY CITY	\$180,431,074	\$125,435,520	\$180,431,074	\$3,184,995	\$0	\$177,246,079
HUDSON	UNION CITY	\$33,102,033	\$39,460,035	\$39,460,035	\$318,141	\$0	\$39,141,894
HUDSON	WEST NEW YORK TOWN	\$28,319,330	\$29,136,120	\$29,136,120	\$504,314	\$0	\$28,631,806
MERCER	TRENTON CITY	\$73,628,223	\$47,441,730	\$73,628,223	\$0	\$0	\$73,628,223
MIDDLESEX	NEW BRUNSWICK CITY	\$40,595,174	\$38,543,130	\$40,595,174	\$1,168,569	\$0	\$39,426,605
MIDDLESEX	PERTH AMBOY CITY	\$33,899,732	\$38,384,169	\$38,384,169	\$683,902	\$0	\$37,700,267
MONMOUTH	ASBURY PARK CITY	\$20,035,703	\$1,962,631	\$20,035,703	\$217,996	\$0	\$19,817,707
MONMOUTH	KEANSBURG BORO	\$12,064,893	\$4,589,046	\$12,064,893	\$156,845	\$0	\$11,908,048
MONMOUTH	LONG BRANCH CITY	\$15,642,568	\$4,470,228	\$15,642,568	\$1,167,564	\$0	\$14,475,004
MONMOUTH	NEPTUNE TWP	\$19,155,867	\$12,773,090	\$19,155,867	\$1,161,995	\$0	\$17,993,872
PASSAIC	PASSAIC CITY	\$58,940,077	\$59,152,481	\$59,152,481	\$0	\$0	\$59,152,481
PASSAIC	PATERSON CITY	\$153,262,836	\$109,212,992	\$153,262,836	\$0	\$0	\$153,262,836
SALEM	SALEM CITY	\$5,323,284	\$5,033,220	\$5,323,284	\$0	\$0	\$5,323,284
UNION	ELIZABETH CITY	\$102,124,144	\$88,017,228	\$102,124,144	\$1,486,604	\$0	\$100,637,540
UNION	PLAINFIELD CITY	\$37,120,786	\$29,846,691	\$37,120,786	\$0	\$0	\$37,120,786
WARREN	PHILLIPSBURG TOWN	\$20,008,504	\$14,361,913	\$20,008,504	\$271,540	\$0	\$19,736,964
Total Education Opportunity Aid							\$1,563,247,895

¹See FY08 recommended budget language, page D-105.

²See FY08 recommended budget language, page D-104.

³See FY08 recommended budget language, page D-105.

⁴See explanation on next page.

⁵See FY08 recommended budget language, page D-105.

Background Paper: Education Opportunity Aid (Cont'd)

	(A) Approved FY08 Projected Preschool Budget	(B) FY08 Early Childhood Program Aid	(C) FY08 Initial Abbott Preschool Expansion Aid	(D) ECPA (B) Plus Initial Abbott Preschool Expansion Aid (C)	Additional Education Opportunity Aid, (A) Minus (D)
Garfield City	\$6,543,758	\$1,977,018	\$3,315,130	\$5,292,148	\$1,251,610
Millville City	\$8,050,664	\$2,825,043	\$3,289,531	\$6,114,574	\$1,936,090
Harrison Town	\$4,868,362	\$985,182	\$3,692,049	\$4,677,231	\$191,131

Three Abbott districts, Garfield, Millville, and Harrison, received additional Education Opportunity Aid, see column (E) in table on previous page. For these districts, calculated parity aid, column (B) of the table on the previous page, is greater than their FY07 Education Opportunity Aid. The calculation of these Abbott districts' Abbott Preschool Expansion Aid plus their Early Childhood Program Aid resulted in an amount which was less than the projected cost of their preschool program. The additional Education Opportunity Aid is provided to assure that these districts' total Education Opportunity Aid maintains them at parity with respect to regular education pursuant to proposed budget language, page D-105.

Background Paper: Abbott Preschool Expansion Aid, FY 2007 Initial and Actual Awards and FY 2008 Initial Award

Budget Pages.... D-102; D-105

County	District	FY 2007 Initial Abbott Preschool Expansion Aid	FY 2007 Actual Abbott Preschool Expansion Aid	FY 2008 Initial Abbott Preschool Expansion Aid
Atlantic	Pleasantville	\$2,543,814	\$1,856,644	\$2,919,172
Bergen	Garfield City	\$2,905,294	\$2,905,294	\$3,315,130
Burlington	Burlington City	\$1,078,648	\$842,768	\$1,236,354
Burlington	Pemberton Township	\$2,898,735	\$2,283,674	\$2,754,737
Camden	Camden City	\$7,459,946	\$4,947,305	\$8,625,034
Camden	Gloucester City	\$117,246	\$23,243	\$411,958
Cumberland	Bridgeton City	\$5,009,857	\$4,819,437	\$5,604,323
Cumberland	Millville City	\$3,315,985	\$2,780,876	\$3,289,531
Cumberland	Vineland City	\$7,320,503	\$6,697,424	\$8,189,227
Essex	East Orange	\$4,621,177	\$4,061,359	\$5,421,516
Essex	Irvington	\$11,348,889	\$9,083,320	\$11,462,087
Essex	Newark	\$58,733,194	\$49,475,523	\$63,375,490
Essex	Orange	\$4,434,849	\$4,002,212	\$4,820,932
Hudson	Harrison Town	\$3,491,479	\$3,331,440	\$3,692,049
Hudson	Hoboken	\$2,778,202	\$2,710,080	\$2,730,719
Hudson	Jersey City	\$23,691,833	\$17,655,862	\$26,217,980
Hudson	Union City	\$10,872,315	\$8,599,146	\$11,599,054
Hudson	West New York	\$7,065,433	\$6,983,154	\$7,720,211
Mercer	Trenton	\$16,198,362	\$13,696,190	\$16,851,615
Middlesex	New Brunswick	\$8,708,229	\$7,489,236	\$8,255,666
Middlesex	Perth Amboy	\$8,196,527	\$7,542,870	\$9,246,552
Monmouth	Asbury Park	\$3,742,264	\$2,905,584	\$4,219,678
Monmouth	Keansburg	\$0	\$0	\$0
Monmouth	Long Branch	\$3,295,046	\$2,368,370	\$3,115,767
Monmouth	Neptune Township	\$0	\$0	\$0
Passaic	Passaic	\$15,066,397	\$12,747,218	\$15,903,595
Passaic	Paterson	\$24,108,724	\$22,393,235	\$26,730,594
Salem	Salem	\$299,385	\$88,467	\$155,694
Union	Elizabeth	\$20,376,142	\$17,581,773	\$20,017,613
Union	Plainfield	\$7,880,993	\$7,404,850	\$8,147,090
Warren	Phillipsburg	\$1,422,443	\$1,261,097	\$1,908,404
Totals		\$268,981,911	\$228,537,651	\$287,937,772

Budget language, page D-105, provides that Abbott Preschool Expansion Aid is “for the purpose of funding the increase in the approved budgeted costs from 2001-2002 to 2007-2008 for the projected expansion of preschool programs in ‘Abbott districts’ with ‘Abbott’ status in 2001-2002.” For Salem, the base year is 2004-2005. Actual payments are “based on documented costs of the preschool program.” The language further provides that “appropriate adjustments to a district’s Abbott Preschool Expansion Aid amount may be made by the commissioner based on actual need.” The proposed budget includes a recommended appropriation of \$246.3 million in Abbott Preschool Expansion Aid (page D-102). The

Background Paper: Abbott Preschool Expansion Aid, FY 2007 Initial and Actual Awards and FY 2008 Initial Award (Cont'd)

difference between the initial award shown on the table and the budget recommendation reflects the historic pattern of the initial approved preschool budgets exceeding the actual costs incurred by the districts.

Background Paper: Extraordinary Special Education Costs Aid For Costs Incurred in School Years 1997-98 through 2006-07

Budget Pages.... D-103-D104; D-120

Category	Costs Incurred in School Year									
	1997-1998	1998-1999	1999-2000	2000-2001	2001-2002	2002-2003	2003-2004	2004-05	2005-06	2006-07
Applications	946	944	1,434	2,199	3,647	5,440	7,212	8,954	10,500	13,352
Total Cost	\$50,756,298	\$51,630,749	\$78,625,619	\$121,115,977	\$201,366,186	\$299,258,118	\$398,123,705	\$500,837,946	\$594,902,178	\$756,900,146
Cost > \$40,000	\$12,916,298	\$13,870,749	\$21,375,316	\$33,155,977	\$57,806,186	\$81,658,118	\$109,643,705	\$142,677,946	\$174,902,178	\$222,820,146
State Aid	\$10,000,000	\$10,000,000	\$10,000,000	\$15,000,000	\$15,000,000	\$52,000,000	\$51,999,868	\$51,999,980	\$51,999,994	\$51,997,313
Avg Cost/Pupil	\$53,654	\$54,694	\$54,830	\$55,078	\$55,214	\$55,011	\$55,203	\$55,935	\$56,657	\$56,688
	State aid required pursuant to P.L.2001, c.356					\$52,267,547	\$70,209,371	\$91,380,499	\$174,902,178	\$222,820,146
	Percent of eligible costs funded pursuant to budget language					99.5%	74.10%	56.90%	29.70%	23.3%

The recommended FY 2008 State aid amount for Extraordinary Special Education Costs Aid is \$52 million. Under P.L.2001, c.356, the State aid required for Extraordinary Special Education Costs Aid is \$222.8 million (the budget appropriation reimburses districts for costs incurred in the pre-budget year). Proposed budget language, page D-120, provides, "In the event that sufficient funds are not appropriated to fully fund any State Aid item, the Commissioner of Education shall apportion such appropriation among the districts in proportion to the State Aid a district would have been apportioned had the full amount of State Aid been appropriated." The recommended FY 2008 appropriation will fund 23.3 percent of the amount of aid required under the statute. For school years 2002-03 through 2004-05, eligible costs were funding according to a formula pursuant to P.L.2001, c.35. Beginning with costs incurred in the 2005-06 school year, the total costs of a classified pupil in excess of \$40,000 were to be reimbursed under P.L.2001, c. 356.

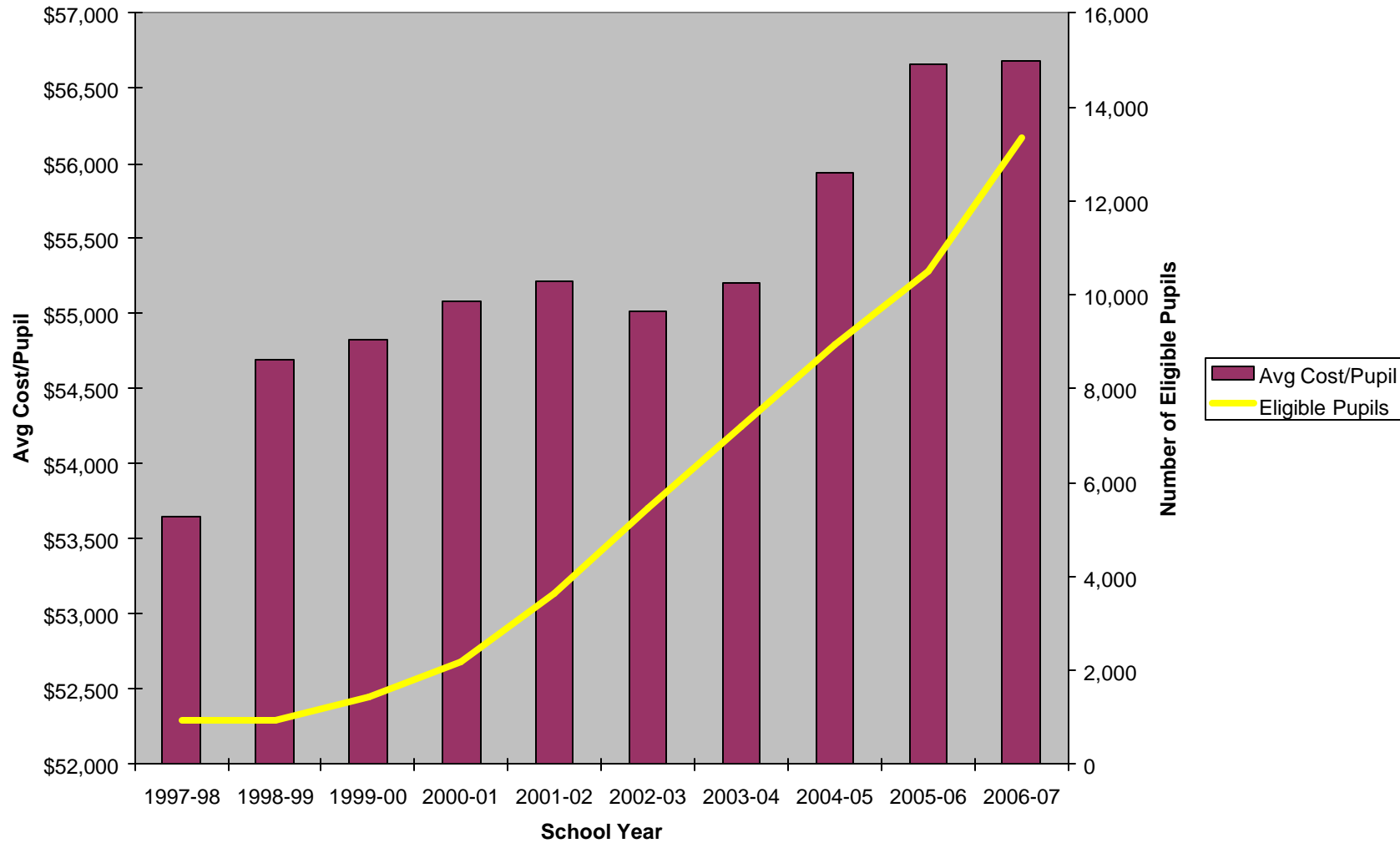
The **Chart** on the next page shows the relatively stable cost per pupil and the dramatic increase in the number of eligible pupils (those whose costs of providing educational services exceed \$40,000). It is this increase in eligible pupils combined with a gradual increase in the cost per pupil which is driving the total cost higher every year.

To view the report, *FY 2008 Recommended Extraordinary Special Education Costs Aid for School Districts, by Legislative District*, see the link below.

http://www.njleg.state.nj.us/budget/exordspedaiddFY08legdist_rpt.pdf

Background Paper: Extraordinary Special Education Costs Aid For Costs Incurred in School Years 1997-98 through 2006-07 (Cont'd)

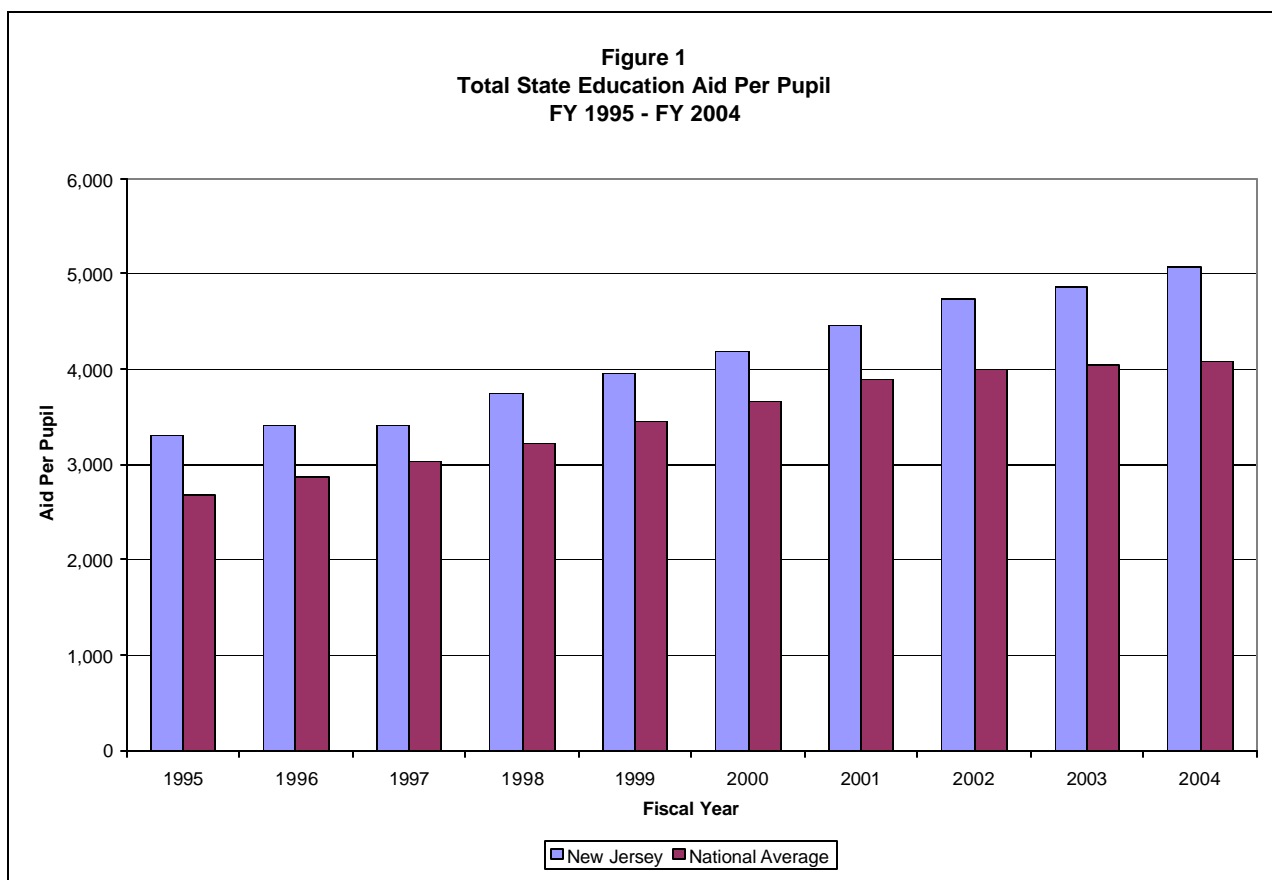
Extraordinary Special Education Costs Aid, Eligible Pupils and Average Cost Per Pupil



Background Paper: Trends in State Education Aid - Comparing New Jersey to the Nation

The Census Bureau collects detailed revenue and expenditure data for all school districts as part of its Annual Survey of Local Government Finances. This analysis utilized these data to compare New Jersey to the national average in terms of education revenue provided by the State to local school districts. It should be noted that debt service and payments made by the states on behalf of the school districts are not included.

Figure 1 compares State aid per pupil in New Jersey to the national average over a 10 year period (FY 2004 is the most recent year for which the comparative data are available). New Jersey consistently provided between 10 and 25 percent more aid per pupil than the national average. The overall growth rates are similar; New Jersey's aid per pupil increased by 54 percent during this period as compared to 52 percent overall.

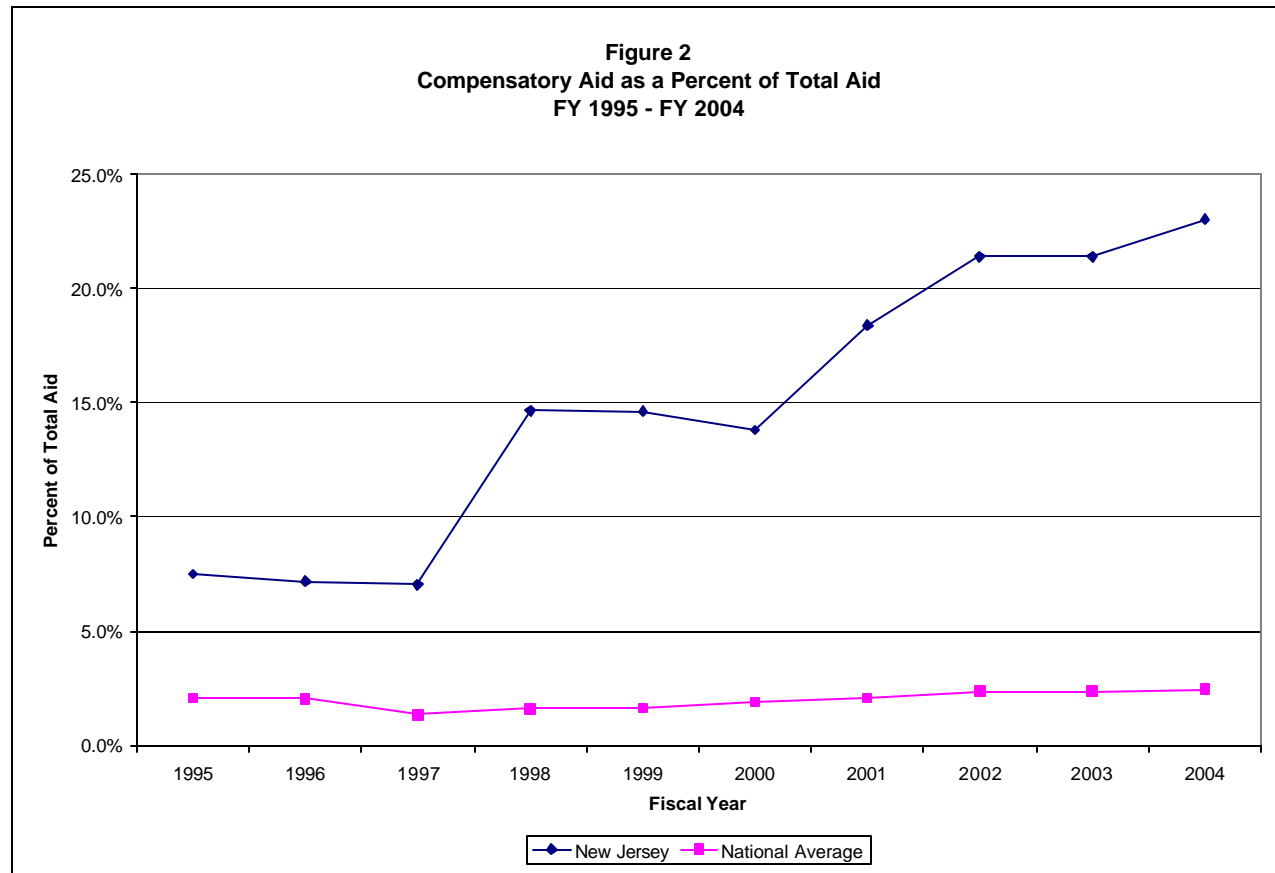


The survey allocates State revenue sources into 11 categories. As such, one can determine the percent of total aid that comes from an individual category. Figure 2 shows that an increasing share of State aid in New Jersey is classified as compensatory aid⁷, increasing

⁷ For this category, the survey directs the respondent to, "Include revenues from state compensatory education for "at risk" or other economically disadvantaged students, including migratory children (unless bilingual) and orphans. Also include amounts from state programs directed towards the attainment of basic skills."

Background Paper: Trends in State Education Aid - Comparing the Components of State Education Aid (Cont'd)

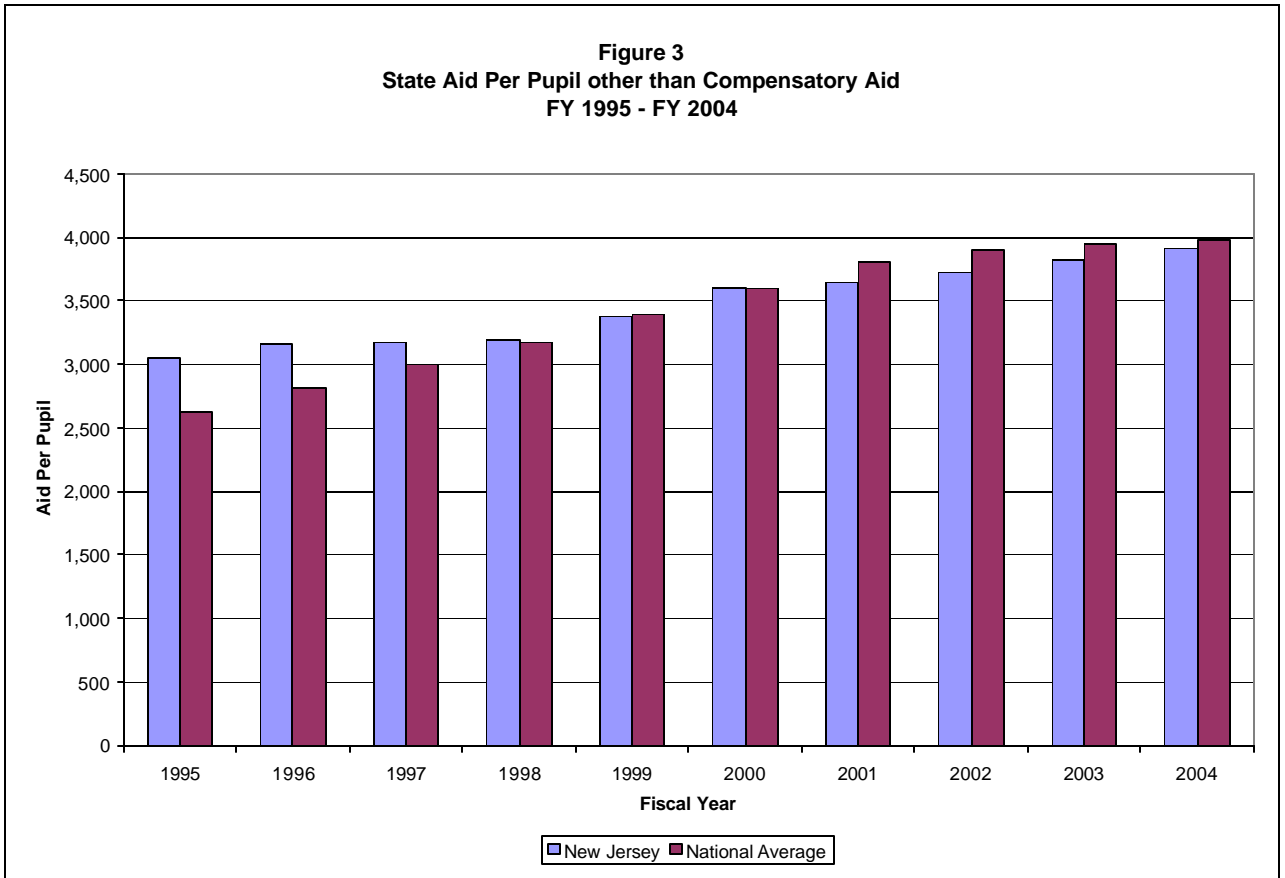
from nearly 8 percent of total aid in FY 1995 to 23 percent in FY 2004. By contrast, the national average remained at approximately 2 percent.



There are two notably sharp increases in the trend line for New Jersey. The first occurs from FY 1997 to FY 1998 and corresponds to the implementation of the “Comprehensive Educational Improvement and Financing Act of 1996” (CEIFA), P.L. 1996, c. 138. Prior to CEIFA, there was only one State aid category, At Risk Aid, that would have been included in the Census Bureau’s compensatory aid classification. CEIFA included three such categories, Early Childhood Program Aid (ECPA), Demonstrably Effective Program Aid (DEPA), and Instructional Supplement Aid (ISA). Additionally, this was also the first year in which Abbott v. Burke Parity Remedy Aid was distributed to the Abbott districts pursuant to the Abbott IV court decision. A second sharp increase in compensatory aid as a share of total aid occurred from FY 2000 to FY 2001. This was the first year in which the Abbott districts received significant amounts of Additional Abbott v. Burke State Aid (often referred to as supplemental funding).

Figure 3 compares State aid per pupil in New Jersey and the nation overall after omitting compensatory aid. While New Jersey provided more aid per pupil than the national average in the remaining aid categories, the size of the difference decreased between FY 1995 and FY 1998. In FY 1999 and all subsequent years (except FY 2000) New Jersey provided slightly less non-compensatory aid per pupil than the national average.

Background Paper: Trends in State Education Aid - Comparing the Components of State Education Aid (Cont'd)



The change in the components of State aid in New Jersey in the time period examined is due primarily to the increase in aid categories that are classified as compensatory aid. As the Census Bureau data are made available for FY 05 through FY 07, one is likely to see this trend continue as a result of both the increases in funding for the compensatory aid categories that were targeted to the Abbott districts as well as the limited increases in general aid that have occurred since during these years.

Background Paper: Special Education Pupil Count Changes School Years 1997-98 through 2006-07, and Implications for State aid and Property Taxes

Budget Pages.... D-103

The recommended FY 2008 appropriation for Special Education is \$896.4 million, a State aid amount that has not changed since it was increased to that amount in the FY 2002 appropriations act. In addition, the recommended FY 2008 appropriation for Extraordinary Special Education Costs Aid is \$52 million, a State aid amount that has not increased since the FY 2003 appropriations act. During this period the costs for delivering educational services to classified pupils has increased considerably as seen in Table I.

Table I: Special Education Expenditures, FY 2001 to FY 2006*

Year	Total Special Education Expenditures	Direct and Indirect State Aid	Federal Aid under IDEA	Local School District Costs
2000-01	\$3,289,876,523	\$1,363,512,001	\$140,107,297	\$1,786,257,225
2001-02	\$3,569,066,084	\$1,542,333,650	\$189,570,542	\$1,837,161,892
2002-03	\$3,921,161,877	\$1,579,213,558	\$213,613,558	\$2,128,335,104
2003-04	\$4,213,265,733	\$1,595,391,647	\$250,219,622	\$2,367,654,464
2004-05	\$4,513,142,430	\$1,603,288,834	\$287,623,368	\$2,622,230,228
2005-06	\$4,739,691,200	\$1,611,186,020	\$287,870,118	\$2,840,635,062

*Includes expenditures in public schools, except for charter schools.

Since the 2001-02 school year, the last year in which State aid was based on the formulas of the “Comprehensive Educational Improvement and Financing Act of 1996” (CEIFA), total expenditures for special education have increased from \$3.57 billion to \$4.74 billion, an increase of \$1.17 billion (32.8 percent). Over the same time period, direct and indirect State aid for special education have increased from \$1.54 billion to \$1.61 billion, an increase of \$70 million (4.5 percent) and the expenses borne by the local school districts have increased from \$1.84 billion to \$2.84 billion, an increase of \$1 billion (54.6 percent). Federal aid has increased from \$189.6 million in 2001-02 to \$287.9 million in 2005-06, an increase of \$97.7 million (51.8 percent), although there is not much increase between FY 2005 and FY 2006. While the federal aid amount has increased over the past few years, federal funding for special education in the states has never reached the goal of the original legislation – to provide funding to the states at a level which is 40 percent of the national average per pupil expenditure for public elementary and secondary education. For FY 2008, federal funding will be at a level which is less than 20 percent of the national average per pupil expenditure for public elementary and secondary education.

Background Paper: Special Education Pupil Count Changes School Years 1997-98 through 2006-07, and Implications for State aid and Property Taxes (Cont'd)

Under CEIFA, pupils classified for special education services were grouped into Tiers II, III, or IV according to the students’ disability classification and the types of services needed for the students to be proficient in the core curriculum content standards. Pupils in Tier II are in need of less intensive services than those in Tier III, who in turn are in need of less intensive services that those in Tier IV. Under CEIFA, appropriate education was to be defined in terms of the core curriculum content standards. Costs associated with providing special education services for children in different tiers were set initially in statute and then updated through the “Biennial Report on the Cost of Providing a Thorough and Efficient Education” (Biennial Report), see Tables VI and VII in this report.

Table II shows changes in pupil counts by grade levels within tiers over the school years since CEIFA was enacted. Most significant is the increase of 50,690 (33.7 percent) in the total number of students classified since the 1997-98 school year and the shift of pupils to the tiers requiring greater levels of service. The table documents a decline in the Tier II (least costly tier) pupils and dramatic increases in both the Tier III and Tier IV pupil counts, with Tier IV increasing by 22,582 pupils in the 2006-07 school year (221.9 percent) compared with the Tier IV number in the 1997-98 school year.

Table II: Special Education Pupil Counts – Grade Levels Within Tiers

Tiers	Grade Levels	SY1997-98	SY 1998-99	SY 1999-00	SY 2000-01	SY 2001-02	SY 2002-03	SY 2003-04	SY 2004-05	SY 2005-06	SY 2006-07	Pupil Count Change SY 98 to SY 06	Pct Change SY 98 to SY 06
II	Elementary	43,254	43,592	41,586	40,104	38,172	36,594	35,829	34,640	33,323	31,242	-9,931	-23.0%
	Middle Sch	30,359	30,926	32,072	32,682	32,942	33,092	32,211	30,487	29,180	27,912	-1,179	-3.9%
	High School	38,007	39,166	39,739	40,759	41,420	43,009	44,009	43,779	43,590	43,119	5,583	14.7%
	Total Tier II	111,619	113,684	113,396	113,544	112,534	112,694	112,048	108,906	106,092	102,272	-5,527	-5.0%
III	Elementary	11,289	12,432	13,318	15,786	18,044	19,723	21,129	22,108	23,540	24,280	12,251	108.5%
	Middle Sch	6,607	7,488	8,224	9,851	11,793	13,483	14,744	15,818	16,907	17,769	10,300	155.9%
	High School	10,881	12,769	12,889	13,907	15,248	16,972	18,676	20,408	21,965	23,315	11,084	101.9%
	Total Tier III	28,777	32,689	34,430	39,543	45,084	50,177	54,548	58,334	62,412	65,363	33,635	116.9%
IV	Elementary	4,453	6,345	9,335	11,518	13,765	15,381	17,028	18,973	19,832	21,270	15,379	345.4%
	Middle Schl	1,898	1,851	2,650	3,290	3,945	4,400	5,172	5,825	6,097	6,476	4,199	221.2%
	High School	3,824	2,642	3,530	4,219	4,756	5,308	6,224	6,769	6,828	7,177	3,004	78.6%
	Total Tier IV	10,175	10,838	15,515	19,026	22,466	25,088	28,424	31,566	32,757	34,923	22,582	221.9%
Overall Total		150,571	157,211	163,341	172,113	180,083	187,959	195,020	198,805	201,260	202,558	50,690	33.7%

Background Paper: Special Education Pupil Count Changes School Years 1997-98 through 2006-07, and Implications for State aid and Property Taxes (Cont'd)

Table III shows the change in the percentage of pupil by grade levels within tiers over this time period. The bottom part of Table III shows the percent each tier is of the total classified pupils and re-emphasizes the commentary from table II, concerning the decline in Tier II pupils and the growth in Tiers III and IV pupils. Pupils classified in Tier II made up 74.1 percent of the total classified pupils in the 1997-98 school year compared with 50.5 percent in the 2006-07 school year. In contrast the percent of the total classified pupil in Tiers III and IV have increased over this same time period. The most dramatic and significant (cost-wise) changes are: in Tier IV, the percent that elementary school pupils are of the total of Tier IV pupils, increasing from 43.8 percent in the 1997-98 school year to 60.9 percent in the 2006-07 school year (this is significant because pupils classified in this Tier in elementary school are pupils needing the most intensive and costly level of services and will most likely remain in this tier throughout their school career); and the percentage that Tier III and IV pupils are of the total classified pupils, with Tier III pupils increasing from 19.1 percent in the 1997-98 school year to 32.3 percent in the 2006-07 school year, and Tier IV pupils increasing from 6.8 percent in the 1997-98 school year to 17.2 percent in the 2006-07 school year. Combined, Tier III and Tier IV pupils increased as a portion of all classified pupils from 25.9 percent in the 1997-98 school year to 49.5 percent in the 2006-07 school year.

Table III: Grade Level Pupil Counts as a Percentage of Tier Pupil Counts

Tiers	Grade Levels	SY1997-98	SY 1998-99	SY 1999-00	SY 2000-01	SY 2001-02	SY 2002-03	SY 2003-04	SY 2004-05	SY 2005-06	SY 2006-07
II	Elementary	38.8%	38.3%	36.7%	35.3%	33.9%	32.5%	32.0%	31.8%	31.4%	30.5%
	Middle School	27.2%	27.2%	28.3%	28.8%	29.3%	29.4%	28.7%	28.0%	27.5%	27.3%
	High School	34.1%	34.5%	35.0%	35.9%	36.8%	38.2%	39.3%	40.2%	41.1%	42.2%
	Total Tier II	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
III	Elementary	39.2%	38.0%	38.7%	39.9%	40.0%	39.3%	38.7%	37.9%	37.7%	37.1%
	Middle School	23.0%	22.9%	23.9%	24.9%	26.2%	26.9%	27.0%	27.1%	27.1%	27.2%
	High School	37.8%	39.1%	37.4%	35.2%	33.8%	33.8%	34.2%	35.0%	35.2%	35.7%
	Total Tier III	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
IV	Elementary	43.8%	58.5%	60.2%	60.5%	61.3%	61.3%	59.9%	60.1%	60.5%	60.9%
	Middle School	18.7%	17.1%	17.1%	17.3%	17.6%	17.5%	18.2%	18.5%	18.6%	18.5%
	High School	37.6%	24.4%	22.8%	22.2%	21.2%	21.2%	21.9%	21.4%	20.8%	20.6%
	Total Tier IV	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Tier Totals as a Percent of Overall Total											
	Tier II	74.1%	72.3%	69.4%	66.0%	62.5%	60.0%	57.5%	54.8%	52.7%	50.5%
	Tier III	19.1%	20.8%	21.1%	23.0%	25.0%	26.7%	28.0%	29.3%	31.0%	32.3%

Background Paper: Special Education Pupil Count Changes School Years 1997-98 through 2006-07, and Implications for State aid and Property Taxes (Cont'd)

Tier IV 6.8% 6.9% 9.5% 11.1% 12.5% 13.3% 14.6% 15.9% 16.3% 17.2%

Tables IV and V show the pupil count changes and percent changes by tier within grade levels. Table IV shows that at each grade level the total number of classified pupils increases over time. However, within the elementary and middle school grade levels, Tier II pupil counts show a decrease over these school years, while Tiers III and IV show an increase, with the most dramatic increase occurring in Tier IV at the elementary grade level. Also in the elementary grade level by SY 2006-07, the combined pupil count in Tiers III and IV is over 14,000 greater than the pupil count in Tier II compared with SY 1997-98 when the Tier II pupil count was more than 27,000 greater than the combined Tier III and Tier IV pupil count.

Table IV: Special Education Pupil Counts – Tiers Within Grade Levels

Grade Levels	Tiers	SY1997-98	SY 1998-99	SY 1999-00	SY 2000-01	SY 2001-02	SY 2002-03	SY 2003-04	SY 2004-05	SY 2005-06	SY 2006-07
Elementary	Tier II	43,254	43,592	41,586	40,104	38,172	36,594	35,829	34,640	33,323	31,242
	Tier III	11,289	12,432	13,318	15,786	18,044	19,723	21,129	22,108	23,540	24,280
	Tier IV	4,453	6,345	9,335	11,518	13,765	15,381	17,028	18,973	19,832	21,270
	Total	58,996	62,369	64,238	67,407	69,980	71,697	73,985	75,721	76,694	76,791
Middle School	Tier II	30,359	30,926	32,072	32,682	32,942	33,092	32,211	30,487	29,180	27,912
	Tier III	6,607	7,488	8,224	9,851	11,793	13,483	14,744	15,818	16,907	17,769
	Tier IV	1,898	1,851	2,650	3,290	3,945	4,400	5,172	5,825	6,097	6,476
	Total	38,864	40,265	42,946	45,823	48,680	50,974	52,127	52,129	52,184	52,157
High School	Tier II	38,007	39,166	39,739	40,759	41,420	43,009	44,009	43,779	43,590	43,119
	Tier III	10,881	12,769	12,889	13,907	15,248	16,972	18,676	20,408	21,965	23,315
	Tier IV	3,824	2,642	3,530	4,219	4,756	5,308	6,224	6,769	6,828	7,177
	Total	52,712	54,577	56,158	58,884	61,423	65,288	68,908	70,955	72,383	73,611
Overall Total		150,571	157,211	163,341	172,113	180,083	187,959	195,020	198,805	201,260	202,558

Background Paper: Special Education Pupil Count Changes School Years 1997-98 through 2006-07, and Implications for State aid and Property Taxes (Cont'd)

Table V provides a look at these pupil count changes as percentages. Again the most notable shift is at the elementary grade level. The pupil count changes in the tiers within the elementary grade level can be tracked by following the percent changes across the rows. For Tier II there is a steady decline in the percentage those pupils are of the total elementary classified pupils. In contrast, there is a steady increase in the percentages in Tiers III and IV from SY1997-98 to SY2006-07. In the elementary grade level, Tier II pupils were 73.3% of the total number of classified pupils, compared with 26.6% for the combined number of pupils in Tiers III and IV. In SY 2006-07 this has changed so that 59.3% of special education pupils in the elementary grade level are in the combined Tiers III and IV.

Table V: Special Education Pupil Counts – Tiers Within Grade Levels, Percentages

Grade Levels	Tiers	SY1997-98	SY 1998-99	SY 1999-00	SY 2000-01	SY 2001-02	SY 2002-03	SY 2003-04	SY 2004-05	SY 2005-06	SY 2006-07
Elementary	Tier II	73.3%	69.9%	64.7%	59.5%	54.5%	51.0%	48.4%	45.7%	43.4%	40.7%
	Tier III	19.1%	19.9%	20.7%	23.4%	25.8%	27.5%	28.6%	29.2%	30.7%	31.6%
	Tier IV	7.5%	10.2%	14.5%	17.1%	19.7%	21.5%	23.0%	25.1%	25.9%	27.7%
	Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Grade Level Pct of Total		39.2%	39.7%	39.3%	39.2%	38.9%	38.1%	37.9%	38.1%	38.1%	37.9%
Middle School	Tier II	78.1%	76.8%	74.7%	71.3%	67.7%	64.9%	61.8%	58.5%	55.9%	53.5%
	Tier III	17.0%	18.6%	19.1%	21.5%	24.2%	26.5%	28.3%	30.3%	32.4%	34.1%
	Tier IV	4.9%	4.6%	6.2%	7.2%	8.1%	8.6%	9.9%	11.2%	11.7%	12.4%
Total		100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Grade Level Pct of Total		25.8%	25.6%	26.3%	26.6%	27.0%	27.1%	26.7%	26.2%	25.9%	25.7%
High School	Tier II	72.1%	71.8%	70.8%	69.2%	67.4%	65.9%	63.9%	61.7%	60.2%	58.6%
	Tier III	20.6%	23.4%	23.0%	23.6%	24.8%	26.0%	27.1%	28.8%	30.3%	31.7%

Background Paper: Special Education Pupil Count Changes School Years 1997-98 through 2006-07, and Implications for State aid and Property Taxes (Cont'd)

Tier IV	7.3%	4.8%	6.3%	7.2%	7.7%	8.1%	9.0%	9.5%	9.4%	9.7%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Grade Level Pct of Total	35.0%	34.7%	34.4%	34.2%	34.1%	34.7%	35.3%	35.7%	36.0%	36.3%

As mentioned earlier, under CEIFA, costs for providing special education services were established in relation to the different tiers and these cost factors were then used to calculate a district’s special education State aid. Generally, the cost factors for each tier are increased by the CPI from year to year. In certain years, following study by the Department of Education, other adjustments were made as can be seen for Tiers III and IV in FY 2000 and for Tier III in FY 2002. Table VI shows the cost factors as they are contained in the Biennial Reports through FY 2004. From FY 2005 through FY 2008, the cost factors are increased by the CPI, as is the usual practice in the Biennial Report.

Table VI: Tier Cost Factors

Tier	FY98	FY99	FY00	FY01	FY02*	FY03	FY04	FY05	FY06	FY07	FY08
I	\$150	\$154	\$300	\$305	\$310	\$310	\$317	\$325	\$335	\$348	\$362
II	\$2,945	\$3,024	\$3,155	\$3,207	\$3,260	\$3,260	\$3,329	\$3,417	\$3,519	\$3,662	\$3,808
III	\$5,945	\$6,104	\$4,207	\$4,276	\$5,975	\$5,975	\$6,101	\$6,262	\$6,451	\$6,711	\$6,980
IV	\$8,250	\$8,470	\$12,620	\$12,827	\$13,037	\$13,037	\$13,312	\$13,664	\$14,075	\$14,643	\$15,229

Table VII provides an estimate of the increase in State aid for special education based on increases in the numbers of pupils classified for special education services and using the cost factors as contained in Table VI. As noted above, the amounts for Tier I costs are not provided since they are a function of the number of supplemental services provided to pupils in Tiers II through IV. The actual amount for Special Education Aid in FY 2002, the last school year for which the formulas were used to calculate Special Education Aid, was \$896 million.

The amount estimated in the tables below for FY 2002, based on the cost factor and pupil counts in Tiers II through IV, is \$929 million. This does not include Tier I aid. In calculating categorical aid, the formulas are used to determine the amount of aid a district is eligible for under the formulas, but other factors are used to determine the final amount of aid a district receives in a particular category.

Table VII: Special Education Aid, Classified Pupils and Cost Factors

Tier	FY98	FY99	FY00	FY01	FY02*	FY03	FY04	FY05	FY06	FY07
II	\$328,717,955	\$343,780,416	\$357,764,380	\$364,135,608	\$366,859,210	\$367,382,440	\$372,983,814	\$372,093,714	\$373,387,613	\$374,485,664

Background Paper: Special Education Pupil Count Changes School Years 1997-98 through 2006-07, and Implications for State aid and Property Taxes (Cont'd)

III	\$171,076,293	\$199,530,604	\$144,847,010	\$169,085,868	\$269,376,900	\$299,807,575	\$332,801,303	\$365,292,591	\$402,589,273	\$438,662,727
IV	\$83,943,750	\$91,797,860	\$195,799,300	\$244,046,502	\$292,882,724	\$327,065,738	\$378,382,582	\$431,302,661	\$461,035,987	\$511,380,118
Total	\$583,737,998	\$635,108,880	\$698,410,690	\$777,267,978	\$929,118,834	\$994,255,753	\$1,084,167,698	\$1,168,688,965	\$1,237,012,873	\$1,324,528,509

* Last year in which the department calculated Special Education Aid. The amount of aid a district actually receives is based on other factors as well. The total Special Education Aid for FY 2002 was \$896.4 million, indicating that districts did not receive the total calculated amounts. The calculated amounts above do not include Tier I aid.

Other information received from the Department of Education shows that for the 2000-01 and 2001-02 school years, State Special Education Aid was about 93 percent of the aid amount as calculated from the cost factors and pupil counts for those same years in the table above. If that same percent is used for the calculated aid for FY07 above, State Special Education Aid for the 2006-07 school year would have been \$1.23 billion instead of \$896 million.

This background paper and the other one in this budget analysis, Extraordinary Special Education Costs Aid, provide basic information concerning the continuing requirement for growth in aid to school districts to provide special education services. Several of the concluding remarks made in an earlier background paper on this topic remain applicable (Department of Education, Budget Analysis, FY2004-2005, pages 71-72 <http://www.njleg.state.nj.us/legislativepub/budget/educ05.pdf>),

- The total number of pupils in the public schools that are classified is steadily increasing;
- Of the number of students being classified each year, the proportion being classified in the more costly tiers is steadily increasing, with the most rapid increase in Tier IV, the most costly tier;
- The number of special education students whose costs are in excess of \$40,000 is increasing dramatically along with a steady increase in the average cost per classified pupil (note – this increase is likely due, in part, to the fact that the threshold of \$40,000 has not been increased since the enactment of CEIFA);
- The costs for special education are increasingly being borne by local school districts which impacts on the calculation of the parity aid portion of the Education Opportunity Aid; and
- Federal aid for special education, while it has increased in the last three years still only funds special education at a level

Background Paper: Special Education Pupil Count Changes School Years 1997-98 through 2006-07, and Implications for State aid and Property Taxes (Cont'd)

which is below the 40 percent commitment contained in the original legislation; and in light of the federal formula for funding special education in the states, every dollar New Jersey receives is actually worth about \$.67 with respect to the average per pupil expenditure in New Jersey.

Background Paper: Abbott and NonAbbott State School Aid, FY 2002 Through FY 2008

Budget Pages.... D-93 through D-121

	Total State School Aid*							Average Annual Rate of Growth
	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY2008	
ABBOTT DISTRICT TOTALS	\$3,185,774,899	\$3,529,597,757	\$3,647,287,461	\$3,829,649,350	\$4,204,817,991	\$4,235,031,694	\$4,388,734,225	5%
NONABBOTT DISTRICT TOTALS	\$2,931,488,666	\$2,932,388,984	\$2,982,277,051	\$3,072,136,840	\$3,072,136,840	\$3,118,643,738	\$3,310,047,245	2%
TOTAL STATE AID	\$6,117,263,565	\$6,461,986,741	\$6,629,564,512	\$6,901,786,190	\$7,276,954,831	\$7,353,675,432	\$7,698,781,470	4%

	Percent State School Aid						
	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY2007	FY2008
ABBOTT DISTRICTS	52.1%	54.6%	55.0%	55.5%	57.8%	57.6%	57.0%
NONABBOTT DISTRICTS	47.9%	45.4%	45.0%	44.5%	42.2%	42.4%	43.0%
STATE	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

*Abbott aid includes parity, supplemental and preschool expansion aid. For FY 2008, Abbott Educational Opportunity Aid is an initial award; the amount shown includes a 3% increase for all Abbott districts. There is still the possibility that more State aid will be required for some Abbott districts.

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008

Budget Pages.... D-112; D-115

Under section 9 of Educational Facilities Construction and Financing Act (EFCFA), P.L.2000, c72, a school district whose district aid percentage is less than 55 percent (see budget language, page D-117) may receive State debt service aid on bonds the district issues for capital investment in school facilities pursuant to the provisions of that section. Under EFCFA, the minimum percent of debt service aid a district may receive for eligible costs of school facilities projects under section 9 is 40 percent. The recommended FY 2008 appropriation for debt service aid under section 9 of EFCFA is \$45.4 million. The table below presents information on debt service aid to local school districts under sections 9 and 10 of EFCFA for FY 2006-FY2008. This is State aid for debt service to school districts which do not receive up-front grants under section 15 of EFCFA. Section 15 grants are no longer available. Under section, 10 debt service aid is provided for the issuance of school bonds or certificates of participation issued for a school facilities project approved by the commissioner prior to the effective date of the Educational Facilities Construction and Financing Act (July 18, 2000). Debt service aid under section 10 is provided under the budget line item, School Building Aid (page D-115); the recommended appropriation for FY 2008 is \$113 million.

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
<i>I</i>										
	ATLANTIC CO SPECIAL SERV	\$36,321		\$36,321	\$34,430	\$0	\$34,430	\$0	\$0	\$0
	ATLANTIC CO VOCATIONAL	\$251,455		\$251,455	\$238,361	\$0	\$238,361	\$0	\$116,479	\$135,793
	BUENA REGIONAL	\$365,011		\$365,011	\$378,926	\$0	\$378,926	\$391,602	\$0	\$391,602
	CAPE MAY CO VOCATIONAL				\$0	\$0	\$0	\$0	\$1,151,259	\$1,255,531
	CUMBERLAND CO VOCATIONAL	\$95,887		\$95,887	\$47,380	\$0	\$47,380	\$33,090	\$0	\$33,090
	DENNIS TWP	\$90,334		\$90,334	\$88,975	\$0	\$88,975	\$87,503	\$0	\$87,503
	LOWER CAPE MAY REGIONAL	\$96,167	\$92,621	\$188,788	\$92,662	\$93,389	\$186,051	\$90,323	\$93,932	\$184,255
	LOWER TWP	\$219,277		\$219,277	\$217,873	\$0	\$217,873	\$219,191	\$0	\$219,191
	MAINLAND REGIONAL	\$387,400		\$387,400	\$355,482	\$0	\$275,591	\$363,797	\$0	\$363,797

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	MAURICE RIVER TWP	\$106,471	\$52,797	\$159,268	\$104,130	\$52,797	\$156,927	\$107,517	\$52,797	\$160,314
	MIDDLE TWP	\$634,825		\$634,825	\$597,433	\$0	\$597,433	\$483,903	\$0	\$483,903
	MILLVILLE CITY	\$1,013,134		\$1,013,134	\$967,956	\$0	\$967,956	\$904,052	\$0	\$904,052
	SOMERS POINT CITY	\$217,582	\$6,829	\$224,411	\$221,603	\$6,955	\$228,558	\$225,072	\$7,064	\$232,136
	UPPER TWP	\$169,589	\$148,325	\$317,914	\$158,503	\$151,597	\$310,100	\$0	\$154,392	\$154,392
	WEST CAPE MAY BORO		\$34,078	\$34,078	\$0	\$33,111	\$33,111	\$0	\$32,143	\$32,143
	WILDWOOD CITY	\$22,774		\$22,774	\$21,742	\$0	\$21,742	\$23,237	\$0	\$23,237
	Legislative District Totals	\$3,706,227	\$334,650	\$4,040,877	\$3,525,456	\$337,849	\$3,783,414	\$2,929,287	\$1,608,066	\$4,660,939
2										
	ABSECON CITY	\$65,019	\$26,481	\$91,500	\$64,944	\$26,450	\$91,394	\$65,027	\$26,484	\$91,511
	ATLANTIC CITY		\$914,594	\$914,594	\$0	\$1,033,998	\$1,034,431	\$0	\$1,030,178	\$1,030,178
	ATLANTIC CO SPECIAL SERV	\$36,321		\$36,321	\$34,430	\$0	\$34,430	\$0	\$0	\$0
	ATLANTIC CO VOCATIONAL	\$251,455		\$251,455	\$238,361	\$0	\$238,361	\$0	\$116,479	\$135,793
	BRIGANTINE CITY		\$25,766	\$25,766	\$0	\$25,420	\$25,420	\$0	\$25,052	\$25,052
	EGG HARBOR CITY	\$126,313		\$89,219	\$125,021	\$0	\$125,021	\$123,701	\$0	\$123,701
	EGG HARBOR TWP	\$3,187,205		\$3,196,421	\$3,143,213	\$0	\$3,143,213	\$3,152,322	\$0	\$3,152,322
	ESTELL MANOR CITY	\$93,808		\$93,808	\$97,530	\$0	\$97,530	\$92,965	\$0	\$92,965
	GALLOWAY TWP	\$1,405,966		\$1,405,966	\$1,421,962	\$0	\$1,400,447	\$1,377,263	\$0	\$1,369,062
	GREATER EGG HARBOR REG	\$775,249		\$775,249	\$768,616	\$0	\$768,616	\$760,338	\$0	\$708,440
	HAMILTON TWP	\$1,671,533		\$1,671,533	\$1,672,760	\$0	\$1,672,760	\$1,666,973	\$0	\$1,666,973
	LINWOOD CITY	\$253,943		\$253,943	\$216,009	\$0	\$229,193	\$245,923	\$0	\$245,923
	MAINLAND REGIONAL	\$387,400		\$387,400	\$355,482	\$0	\$275,591	\$363,797	\$0	\$363,797
	MULLICA TWP	\$141,392	\$33,454	\$133,841	\$140,026	\$33,455	\$173,482	\$138,627	\$33,455	\$172,082
	NORTHFIELD CITY	\$505,551		\$491,496	\$504,684	\$0	\$504,684	\$505,690	\$0	\$505,690
	PLEASANTVILLE CITY	\$2,816,902		\$2,816,902	\$2,825,822	\$0	\$2,825,822	\$2,671,657	\$0	\$2,611,121
	WEYMOUTH TWP	\$71,084		\$49,946	\$70,360	\$0	\$70,360	\$69,619	\$0	\$69,619
	Legislative District Totals	\$11,789,141	\$1,000,295	\$12,685,360	\$11,679,220	\$1,119,323	\$12,710,755	\$11,233,902	\$1,231,648	\$12,364,229

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
3										
	BRIDGETON CITY	\$564,189		\$439,586	\$554,423	\$0	\$554,423	\$552,239	\$0	\$552,239
	CLAYTON BORO	\$454,650		\$431,125	\$463,786	\$0	\$463,786	\$514,373	\$0	\$514,373
	CLEARVIEW REGIONAL	\$606,586		\$606,586	\$587,536	\$0	\$587,536	\$628,143	\$0	\$628,143
	COMMERCIAL TWP	\$258,847		\$239,032	\$257,262	\$0	\$257,262	\$255,498	\$0	\$255,498
	CUMBERLAND CO VOCATIONAL	\$95,887		\$95,887	\$47,380	\$0	\$47,380	\$33,090	\$0	\$33,090
	CUMBERLAND REGIONAL	\$285,067		\$285,067	\$277,406	\$0	\$277,406	\$269,484	\$0	\$269,484
	DEERFIELD TWP	\$167,097		\$167,097	\$158,718	\$0	\$158,718	\$153,122	\$0	\$153,122
	DELSEA REGIONAL H.S DIST.	\$1,125,310		\$1,121,509	\$832,476	\$0	\$832,476	\$811,054	\$0	\$811,054
	DOWNE TWP	\$43,274		\$43,274	\$41,361	\$0	\$41,361	\$0	\$0	\$0
	EAST GREENWICH TWP	\$206,673		\$206,673	\$203,847	\$0	\$203,847	\$207,526	\$0	\$207,526
	ELK TWP	\$152,196		\$112,876	\$146,455	\$0	\$146,455	\$119,305	\$20,572	\$139,877
	ELSINBORO TWP	\$7,403		\$3,354	\$7,336	\$0	\$7,336	\$7,267	\$0	\$7,267
	GLOUCESTER CO SPEC SERV		\$575,618	\$575,618	\$0	\$842,350	\$891,730	\$0	\$1,438,660	\$1,495,655
	GLOUCESTER CO VOCATIONAL	\$410,091		\$410,091	\$409,381	\$0	\$409,381	\$408,397	\$191,611	\$640,360
	HARRISON TWP	\$213,635	\$378,889	\$592,524	\$225,759	\$376,730	\$602,489	\$216,757	\$379,410	\$596,167
	HOPEWELL TWP	\$388,545		\$388,545	\$371,084	\$0	\$371,084	\$366,477	\$0	\$366,477
	KINGSWAY REGIONAL		\$690,867	\$690,867	\$0	\$659,812	\$644,110	\$0	\$645,323	\$645,323
	LAWRENCE TWP	\$151,520		\$151,520	\$148,008	\$0	\$148,008	\$151,079	\$0	\$151,079
	LOGAN TWP	\$360,028	\$246,197	\$606,225	\$359,513	\$238,729	\$594,039	\$354,305	\$238,799	\$593,104
	MANNINGTON TWP		\$15,746	\$15,746	\$0	\$82,382	\$82,382	\$0	\$81,182	\$81,182
	MANTUA TWP	\$511,443	\$337,805	\$849,248	\$512,831	\$332,770	\$845,601	\$509,189	\$327,136	\$836,325
	NATIONAL PARK BORO	\$167,292		\$167,292	\$173,312	\$0	\$173,312	\$168,464	\$0	\$168,464
	OLDMANS TWP	\$80,828		\$80,828	\$80,249	\$0	\$80,249	\$79,544	\$0	\$79,544
	PAULSBORO BORO	\$223,144		\$223,144	\$216,132	\$0	\$216,132	\$214,698	\$0	\$214,698
	PENNS GRV -CARNEY'S PT REG	\$896,317		\$896,317	\$872,003	\$0	\$853,886	\$872,837	\$0	\$872,837
	PENNSVILLE	\$88,680		\$52,614	\$87,951	\$0	\$87,951	\$87,193	\$0	\$87,193

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	PITTSGROVE TWP	\$186,751	\$322,442	\$493,222	\$170,509	\$316,020	\$486,529	\$38,400	\$315,951	\$354,351
	QUINTON TWP	\$96,451		\$96,451	\$96,389	\$0	\$96,389	\$93,815	\$0	\$93,815
	SALEM CITY		\$271,769	\$271,769	\$0	\$269,947	\$269,947	\$0	\$267,941	\$267,941
	SALEM COUNTY VOCATIONAL	\$16,982	\$75,484	\$92,466	\$17,012	\$75,616	\$92,628	\$16,040	\$71,295	\$87,335
	SOUTH HARRISON TWP	\$51,119		\$51,119	\$51,100	\$108,640	\$159,740	\$51,036	\$153,860	\$204,896
	SWEDESBORO-WOOLWICH	\$284,557		\$284,557	\$275,397	\$0	\$269,083	\$271,364	\$201,077	\$472,441
	UPPER DEERFIELD TWP	\$25,904		\$15,327	\$25,669	\$0	\$25,669	\$25,427	\$0	\$25,427
	UPPER PITTSGROVE TWP	\$195,017		\$195,017	\$193,543	\$0	\$193,543	\$194,148	\$0	\$194,148
	WEST DEPTFORD TWP	\$235,398		\$235,398	\$235,171	\$0	\$231,347	\$233,963	\$0	\$233,963
	Legislative District Totals	\$8,550,881	\$2,914,817	\$11,187,971	\$8,098,999	\$3,302,996	\$11,403,215	\$7,904,234	\$4,332,817	\$12,334,398
4										
	BLACK HORSE PIKE REGIONAL	\$1,909,497		\$1,868,829	\$1,910,811	\$0	\$1,910,811	\$1,934,188	\$0	\$1,934,188
	CLEMENTON BORO	\$158,618		\$158,618	\$169,162	\$0	\$169,162	\$150,237	\$0	\$150,237
	DELSEA REGIONAL H.S DIST.	\$1,125,310		\$1,121,509	\$832,476	\$0	\$832,476	\$811,054	\$0	\$811,054
	FRANKLIN TWP	\$170,620		\$170,620	\$161,016	\$0	\$161,016	\$0	\$0	\$0
	GLASSBORO	\$370,840		\$359,248	\$376,757	\$0	\$376,757	\$363,346	\$0	\$363,346
	GLOUCESTER CO SPEC SERV		\$575,618	\$575,618	\$0	\$842,350	\$891,730	\$0	\$1,438,660	\$1,495,655
	GLOUCESTER CO VOCATIONAL	\$410,091		\$410,091	\$409,381	\$0	\$409,381	\$408,397	\$191,611	\$640,360
	GLOUCESTER TWP	\$1,435,392		\$1,417,843	\$1,449,546	\$0	\$1,449,546	\$1,464,018	\$0	\$1,464,018
	LINDENWOLD BORO	\$981,136		\$981,126	\$950,587	\$0	\$950,587	\$916,449	\$0	\$917,548
	MONROE TWP	\$995,321		\$995,321	\$985,620	\$0	\$985,620	\$975,289	\$0	\$975,289
	PITMAN BORO	\$451,236		\$451,236	\$353,203	\$90,871	\$443,700	\$354,818	\$87,004	\$441,822
	WASHINGTON TWP	\$2,223,323		\$2,143,608	\$2,154,224	\$0	\$2,154,224	\$2,081,336	\$0	\$2,081,336
	Legislative District Totals	\$10,231,384	\$575,618	\$10,653,667	\$9,752,783	\$933,221	\$10,735,010	\$9,459,132	\$1,717,275	\$11,274,853
5										
	AUDUBON BORO	\$148,234		\$132,243	\$162,359	\$0	\$162,359	\$156,484	\$0	\$156,484

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	BARRINGTON BORO	\$16,858		\$16,858	\$17,174	\$0	\$17,174	\$17,438	\$0	\$17,438
	BELLMAWR BORO	\$29,183		\$29,183	\$28,229	\$0	\$28,229	\$27,252	\$0	\$27,252
	BLACK HORSE PIKE REGIONAL	\$1,909,497		\$1,868,829	\$1,910,811	\$0	\$1,910,811	\$1,934,188	\$0	\$1,934,188
	CAMDEN CITY	\$1,517,339		\$1,421,100	\$1,454,406	\$0	\$1,454,406	\$871,862	\$0	\$871,862
	DEPTFORD TWP	\$100,431		\$100,431	\$95,595	\$0	\$95,595	\$90,086	\$0	\$90,086
	GLOUCESTER CITY	\$841,279		\$841,279	\$815,170	\$0	\$749,381	\$807,686	\$0	\$807,686
	GLOUCESTER CO SPEC SERV		\$575,618	\$575,618	\$0	\$842,350	\$891,730	\$0	\$1,438,660	\$1,495,655
	GLOUCESTER CO VOCATIONAL	\$410,091		\$410,091	\$409,381	\$0	\$409,381	\$408,397	\$191,611	\$640,360
	HADDON HEIGHTS BORO	\$5,510		\$5,510	\$5,309	\$0	\$5,309	\$5,275	\$0	\$5,275
	LAWNSIDE BORO	\$37,989		\$26,834	\$37,600	\$0	\$37,600	\$37,203	\$0	\$37,203
	MAGNOLIA BORO	\$138,582		\$138,582	\$132,719	\$0	\$132,719	\$136,940	\$0	\$136,940
	MOUNT EPHRAIM BORO	\$121,591		\$82,375	\$120,384	\$0	\$120,384	\$119,146	\$0	\$119,146
	RUNNEMEDE BORO	\$113,351		\$113,351	\$114,984	\$0	\$114,984	\$110,540	\$0	\$110,540
	SOMERDALE BORO	\$131,765		\$131,765	\$134,054	\$0	\$134,054	\$134,191	\$0	\$134,191
	STERLING HIGH SCHOOL DIST	\$387,507		\$387,507	\$386,607	\$0	\$386,607	\$385,245	\$0	\$385,245
	STRATFORD BORO	\$17,586	\$226,116	\$243,702	\$17,195	\$221,081	\$238,276	\$16,618	\$213,673	\$230,291
	WESTVILLE BORO	\$69,400		\$69,400	\$71,430	\$0	\$71,430	\$70,768	\$0	\$70,768
	WOODBURY CITY	\$358,574		\$358,574	\$359,348	\$0	\$359,348	\$359,491	\$0	\$359,491
	WOODLYNNE BORO	\$88,699		\$88,699	\$84,676	\$0	\$84,676	\$80,653	\$0	\$80,653
	Legislative District Totals	\$6,443,466	\$801,734	\$7,041,931	\$6,357,431	\$1,063,431	\$7,404,453	\$5,769,463	\$1,843,944	\$7,710,754
6										
	BERLIN BORO	\$8,032	\$163,781	\$171,813	\$8,017	\$163,476	\$171,493	\$8,086	\$164,899	\$172,985
	BERLIN TWP	\$73,519	\$137,831	\$211,350	\$70,640	\$134,111	\$204,751	\$67,760	\$130,391	\$198,151
	CHERRY HILL TWP		\$1,439,594	\$1,439,594	\$0	\$1,419,920	\$1,402,730	\$0	\$1,417,763	\$1,208,605
	EASTERN CAMDEN COUNTY REG	\$562,073		\$562,073	\$513,059	\$0	\$513,059	\$477,471	\$0	\$477,471
	GIBBSBORO BORO	\$18,162		\$18,162	\$17,301	\$0	\$17,301	\$0	\$0	\$0

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	HADDON TWP	\$102,182		\$102,182	\$99,335	\$0	\$99,335	\$60,139	\$0	\$60,139
	HADDONFIELD BORO		\$96,346	\$96,346	\$0	\$95,745	\$95,745	\$0	\$96,251	\$96,251
	OAKLYN BORO	\$36,677		\$36,677	\$34,847	\$0	\$34,847	\$32,691	\$0	\$32,691
	PINE HILL BORO	\$358,204	\$496,922	\$855,126	\$292,616	\$550,138	\$824,528	\$280,056	\$577,665	\$857,721
	VOORHEES TWP	\$39,263		\$39,263	\$37,501	\$0	\$37,501	\$35,738	\$0	\$35,738
	WINSLOW TWP	\$622,602	\$1,010,551	\$1,633,153	\$594,951	\$952,118	\$1,460,653	\$125,942	\$1,023,226	\$1,149,168
	Legislative District Totals	\$1,820,714	\$3,345,025	\$5,165,739	\$1,668,267	\$3,315,508	\$4,861,943	\$1,087,883	\$3,410,195	\$4,288,920
7										
	BURLINGTON CO SPEC SERV	\$213,469		\$213,469	\$214,465	\$0	\$214,465	\$215,066	\$0	\$215,066
	BURLINGTON CO VOCATIONAL	\$210,278		\$208,594	\$207,029	\$0	\$207,029	\$208,542	\$0	\$208,542
	BURLINGTON TWP	\$1,410,660		\$1,346,278	\$1,329,185	\$0	\$1,329,185	\$1,356,049	\$0	\$1,418,240
	CINNAMINSON TWP	\$545,959		\$545,959	\$538,714	\$0	\$538,714	\$548,671	\$0	\$548,671
	DELTRAN TWP	\$273,416	\$52,927	\$315,517	\$296,310	\$54,216	\$350,526	\$302,896	\$53,717	\$356,613
	EDGEWATER PARK TWP				\$0	\$0	\$0	\$0	\$126,148	\$237,570
	FLORENCE TWP	\$318,882		\$318,882	\$303,469	\$0	\$303,469	\$176,989	\$0	\$176,989
	MAPLE SHADE TWP	\$102,387	\$294,291	\$382,642	\$103,498	\$292,998	\$347,740	\$99,172	\$298,405	\$397,577
	MERCHANTVILLE BORO	\$21,160		\$19,701	\$21,769	\$0	\$21,769	\$21,021	\$0	\$21,021
	PALMYRA BORO	\$228,645		\$228,645	\$234,714	\$0	\$234,714	\$239,949	\$48,195	\$288,144
	PENNSAUKEN TWP	\$1,971,891		\$1,971,891	\$1,851,284	\$0	\$1,757,937	\$1,810,108	\$0	\$1,810,108
	RANOCAS VALLEY REGIONAL	\$892,068		\$892,068	\$883,432	\$0	\$883,432	\$863,570	\$0	\$863,570
	RIVERSIDE TWP	\$130,730		\$130,730	\$130,380	\$0	\$130,380	\$132,216	\$0	\$132,216
	WESTAMPTON	\$148,856	\$168,453	\$317,309	\$149,860	\$167,772	\$317,632	\$146,984	\$170,918	\$317,902
	WILLINGBORO TWP	\$532,033		\$532,033	\$562,435	\$0	\$562,435	\$606,669	\$0	\$606,669
	Legislative District Totals	\$7,000,434	\$515,671	\$7,423,718	\$6,826,544	\$514,986	\$7,199,427	\$6,727,902	\$697,383	\$7,598,898
8										

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	BURLINGTON CO SPEC SERV	\$213,469		\$213,469	\$214,465	\$0	\$214,465	\$215,066	\$0	\$215,066
	BURLINGTON CO VOCATIONAL	\$210,278		\$208,594	\$207,029	\$0	\$207,029	\$208,542	\$0	\$208,542
	EASTAMPTON TWP	\$211,861		\$206,961	\$214,906	\$0	\$214,906	\$158,535	\$0	\$158,535
	EVESHAM TWP	\$397,773	\$750,535	\$1,148,308	\$398,289	\$960,000	\$1,358,289	\$222,515	\$1,083,995	\$1,281,570
	HAINESPORT TWP	\$94,183		\$90,227	\$95,464	\$0	\$95,464	\$95,552	\$0	\$95,552
	LENAPE REGIONAL	\$365,627	\$1,402,183	\$1,734,000	\$355,637	\$1,367,667	\$1,723,304	\$345,191	\$1,382,537	\$1,721,267
	LUMBERTON TWP	\$935,226	\$123,514	\$1,058,740	\$934,637	\$124,356	\$1,058,993	\$898,966	\$125,013	\$974,305
	MEDFORD LAKES BORO	\$49,275		\$49,275	\$46,206	\$0	\$46,206	\$0	\$0	\$0
	MOORESTOWN TWP		\$559,936	\$560,348	\$0	\$545,864	\$531,675	\$0	\$548,291	\$548,291
	MOUNT LAUREL TWP		\$451,054	\$482,951	\$0	\$460,205	\$407,441	\$0	\$472,145	\$472,145
	PEMBERTON TWP	\$944,650		\$944,650	\$949,644	\$0	\$949,644	\$951,620	\$0	\$951,620
	RANOCAS VALLEY REGIONAL	\$892,068		\$892,068	\$883,432	\$0	\$883,432	\$863,570	\$0	\$863,570
	SHAMONG TWP	\$134,822		\$134,822	\$127,107	\$0	\$122,099	\$121,587	\$0	\$121,587
	SOUTHAMPTON TWP	\$86,080		\$86,080	\$82,932	\$0	\$82,932	\$79,784	\$0	\$79,784
	SPRINGFIELD TWP	\$70,291		\$70,291	\$68,995	\$0	\$68,995	\$66,104	\$0	\$66,104
	TABERNACLE TWP	\$141,146		\$141,146	\$138,531	\$0	\$124,092	\$141,023	\$0	\$141,023
	Legislative District Totals	\$4,746,749	\$3,287,222	\$8,021,930	\$4,717,274	\$3,458,092	\$8,088,966	\$4,368,055	\$3,611,981	\$7,898,961
9										
	ATLANTIC CO SPECIAL SERV	\$36,321		\$36,321	\$34,430	\$0	\$34,430	\$0	\$0	\$0
	ATLANTIC CO VOCATIONAL	\$251,455		\$251,455	\$238,361	\$0	\$238,361	\$0	\$116,479	\$135,793
	BARNEGAT TWP	\$351,362	\$183,787	\$492,517	\$334,225	\$349,706	\$730,640	\$317,088	\$345,583	\$662,671
	BASS RIVER TWP	\$64,020		\$64,020	\$60,589	\$0	\$60,589	\$31,148	\$0	\$31,148
	BURLINGTON CO SPEC SERV	\$213,469		\$213,469	\$214,465	\$0	\$214,465	\$215,066	\$0	\$215,066
	BURLINGTON CO VOCATIONAL	\$210,278		\$208,594	\$207,029	\$0	\$207,029	\$208,542	\$0	\$208,542
	EAGLESWOOD TWP	\$24,624		\$24,624	\$23,113	\$0	\$23,113	\$21,601	\$26,956	\$48,557
	HAMMONTON TOWN	\$5,597		\$5,597	\$5,597	\$0	\$5,597	\$5,597	\$104,873	\$147,173

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	LACEY TWP	\$848,148		\$848,148	\$832,323	\$0	\$819,615	\$611,937	\$0	\$611,937
	LITTLE EGG HARBOR TWP	\$163,730	\$169,804	\$333,534	\$165,899	\$163,898	\$329,797	\$165,378	\$157,993	\$323,371
	MANCHESTER TWP	\$88,845		\$73,378	\$95,562	\$0	\$95,562	\$99,061	\$0	\$99,061
	OCEAN GATE BORO	\$78,376		\$55,360	\$77,575	\$0	\$77,575	\$76,755	\$0	\$76,755
	OCEAN TWP	\$175,427		\$175,427	\$168,166	\$0	\$168,166	\$160,823	\$158,736	\$319,559
	PINELANDS REGIONAL	\$927,395		\$927,395	\$301,134	\$0	\$287,735	\$305,564	\$0	\$305,564
	STAFFORD TWP	\$297,126	\$304,054	\$601,180	\$279,475	\$302,074	\$581,549	\$261,824	\$244,143	\$488,608
	TOMS RIVER REGIONAL	\$455,618		\$455,618	\$455,627	\$0	\$455,627	\$456,351	\$0	\$456,351
	TUCKERTON BORO	\$61,734		\$61,734	\$58,933	\$0	\$58,933	\$56,131	\$0	\$56,131
	Legislative District Totals	\$4,253,525	\$657,645	\$4,828,371	\$3,552,503	\$815,678	\$4,388,783	\$2,992,866	\$1,154,763	\$4,186,287
<i>10</i>										
	BAY HEAD BORO				\$0	\$0	\$0	\$0	\$80,304	\$80,304
	BRICK TWP	\$430,534		\$399,078	\$387,685	\$0	\$387,685	\$310,276	\$0	\$310,276
	LAVALLETTE BORO		\$21,018	\$21,018	\$0	\$20,291	\$20,291	\$0	\$19,564	\$19,564
	MONMOUTH CO VOCATIONAL	\$82,107	\$610,645	\$688,618	\$71,593	\$615,362	\$706,509	\$66,706	\$599,515	\$666,221
	POINT PLEASANT BORO	\$140,902	\$165,583	\$306,485	\$141,656	\$165,985	\$219,659	\$138,345	\$166,120	\$304,465
	SEASIDE HEIGHTS BORO	\$33,526		\$23,680	\$33,183	\$0	\$33,183	\$32,833	\$0	\$32,833
	TOMS RIVER REGIONAL	\$455,618		\$455,618	\$455,627	\$0	\$455,627	\$456,351	\$0	\$456,351
	Legislative District Totals	\$1,142,687	\$797,246	\$1,894,497	\$1,089,744	\$801,638	\$1,822,954	\$1,004,511	\$865,503	\$1,870,014
<i>11</i>										
	ASBURY PARK CITY	\$1,237,563		\$1,133,734	\$1,234,820	\$0	\$1,234,820	\$1,250,488	\$0	\$1,250,488
	AVON BORO				\$0	\$0	\$0	\$0	\$115,727	\$231,742
	EATONTOWN BORO				\$0	\$0	\$0	\$0	\$1,088,636	\$1,088,636
	MONMOUTH CO VOCATIONAL	\$82,107	\$610,645	\$688,618	\$71,593	\$615,362	\$706,509	\$66,706	\$599,515	\$666,221
	MONMOUTH REGIONAL	\$71,117		\$71,117	\$71,703	\$0	\$71,703	\$71,686	\$0	\$71,686
	NEPTUNE CITY				\$0	\$0	\$0	\$0	\$219,812	\$291,287
	NEPTUNE TWP	\$205,905		\$205,905	\$204,143	\$0	\$204,143	\$202,230	\$0	\$202,230

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	RUMSON BORO		\$115,597	\$115,597	\$0	\$112,118	\$112,118	\$0	\$108,638	\$108,638
	SPRING LAKE BORO		\$77,672	\$77,672	\$0	\$77,527	\$77,527	\$0	\$77,284	\$77,284
	WALL TWP		\$915,334	\$915,334	\$0	\$925,649	\$925,649	\$0	\$779,352	\$767,869
	Legislative District Totals	\$1,596,692	\$1,719,248	\$3,207,977	\$1,582,259	\$1,730,656	\$3,332,469	\$1,591,110	\$2,988,964	\$4,756,081
<i>12</i>										
	COLTS NECK TWP		\$165,614	\$165,614	\$0	\$158,868	\$158,868	\$0	\$161,760	\$161,760
	EAST WINDSOR REGIONAL	\$202,963	\$8,228	\$211,191	\$197,842	\$8,020	\$205,862	\$180,526	\$7,318	\$176,324
	FAIR HAVEN BORO		\$2,511	\$2,511	\$0	\$2,417	\$2,340	\$0	\$2,427	\$2,427
	FREEHOLD BORO	\$155,205		\$155,205	\$158,923	\$0	\$158,923	\$154,139	\$0	\$154,139
	FREEHOLD REGIONAL	\$755,735	\$2,047,329	\$2,803,064	\$711,788	\$1,997,216	\$2,709,004	\$661,895	\$1,945,016	\$2,606,911
	FREEHOLD TWP	\$51,311		\$51,311	\$50,140	\$0	\$47,455	\$50,109	\$0	\$50,109
	MANALAPAN-ENGLISHTOWN REG	\$1,385,394		\$1,385,394	\$1,378,328	\$0	\$1,378,328	\$1,370,295	\$0	\$1,367,099
	MARLBORO TWP	\$104,699	\$673,561	\$763,742	\$100,823	\$686,356	\$787,179	\$97,418	\$699,690	\$797,108
	MERCER COUNTY VOCATIONAL	\$26,676		\$26,676	\$26,229	\$0	\$26,229	\$0	\$0	\$0
	MERCER CO SPECIAL SERVICE				\$0	\$0	\$0	\$769,194	\$0	\$1,153,918
	MILLSTONE TWP	\$185,213		\$185,213	\$182,407	\$0	\$180,104	\$183,166	\$0	\$183,166
	MONMOUTH CO VOCATIONAL	\$82,107	\$610,645	\$688,618	\$71,593	\$615,362	\$706,509	\$66,706	\$599,515	\$666,221
	MONMOUTH REGIONAL	\$71,117		\$71,117	\$71,703	\$0	\$71,703	\$71,686	\$0	\$71,686
	OCEANPORT BORO				\$0	\$0	\$0	\$0	\$39,227	\$39,227
	TINTON FALLS	\$66,557		\$66,557	\$64,526	\$0	\$64,526	\$63,166	\$0	\$63,166
	Legislative District Totals	\$3,086,977	\$3,507,888	\$6,576,213	\$3,014,302	\$3,468,239	\$6,497,030	\$3,668,300	\$3,454,953	\$7,493,261
<i>13</i>										
	HAZLET TWP	\$136,524		\$136,524	\$136,852	\$0	\$136,852	\$137,020	\$0	\$137,020
	KEANSBURG BORO	\$757,647		\$757,647	\$748,643	\$0	\$748,643	\$742,379	\$0	\$742,379
	KEYPORT BORO	\$94,273		\$94,273	\$87,127	\$0	\$80,083	\$85,920	\$0	\$85,920
	MATAWAN-ABERDEEN REGIONAL	\$70,357		\$70,357	\$70,129	\$0	\$69,412	\$69,763	\$0	\$69,763

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	MIDDLESEX CO VOCATIONAL	\$213,477		\$213,477	\$188,758	\$0	\$188,758	\$162,903	\$0	\$162,903
	MIDDLETOWN TWP		\$1,657,007	\$1,657,007	\$0	\$1,792,829	\$1,792,829	\$0	\$1,794,000	\$1,794,000
	MONMOUTH CO VOCATIONAL	\$82,107	\$610,645	\$688,618	\$71,593	\$615,362	\$706,509	\$66,706	\$599,515	\$666,221
	Legislative District Totals	\$1,354,385	\$2,267,652	\$3,617,903	\$1,303,102	\$2,408,191	\$3,723,086	\$1,264,691	\$2,393,515	\$3,658,206
<i>14</i>										
	HAMILTON TWP	\$962,830		\$962,830	\$967,809	\$0	\$967,809	\$442,785	\$0	\$442,785
	JAMESBURG BORO	\$175,869		\$168,493	\$72,087	\$0	\$72,087	\$102,989	\$0	\$102,989
	MERCER COUNTY VOCATIONAL	\$26,676		\$26,676	\$26,229	\$0	\$26,229	\$0	\$0	\$0
	MERCER CO SPECIAL SERVICE				\$0	\$0	\$0	\$769,194	\$0	\$1,153,918
	MIDDLESEX CO VOCATIONAL	\$213,477		\$213,477	\$188,758	\$0	\$188,758	\$162,903	\$0	\$162,903
	MONROE TWP		\$579,950	\$612,335	\$0	\$560,943	\$560,943	\$0	\$799,108	\$1,012,664
	SOUTH BRUNSWICK TWP	\$891,716	\$1,176,118	\$2,257,971	\$907,762	\$1,104,380	\$2,012,142	\$887,017	\$1,154,476	\$2,041,493
	W WINDSOR-PLAINSBORO REG	\$44,438		\$44,438	\$40,195	\$0	\$38,744	\$36,355	\$0	\$36,145
	Legislative District Totals	\$2,315,006	\$1,756,068	\$4,286,220	\$2,202,840	\$1,665,323	\$3,866,712	\$2,401,243	\$1,953,584	\$4,952,897
<i>15</i>										
	EWING TWP		\$935,969	\$986,601	\$0	\$943,622	\$943,622	\$0	\$943,828	\$943,828
	MERCER COUNTY VOCATIONAL	\$26,676		\$26,676	\$26,229	\$0	\$26,229	\$0	\$0	\$0
	MERCER CO SPECIAL SERVICE				\$0	\$0	\$0	\$769,194	\$0	\$1,153,918
	TRENTON CITY	\$1,758,739		\$1,758,739	\$1,491,163	\$0	\$886,066	\$1,454,859	\$0	\$1,454,859
	Legislative District Totals	\$1,785,415	\$935,969	\$2,772,016	\$1,517,392	\$943,622	\$1,855,917	\$2,224,053	\$943,828	\$3,552,605
<i>16</i>										
	BOUND BROOK BORO	\$113,262	\$79,148	\$192,410	\$109,635	\$79,981	\$177,334	\$108,664	\$78,910	\$187,574
	BRANCBURG TWP				\$0	\$0	\$0	\$0	\$118,002	\$118,002
	HILLSBOROUGH TWP	\$1,458,676		\$1,458,676	\$1,456,033	\$0	\$1,456,033	\$1,148,662	\$0	\$1,148,662
	MANVILLE BORO	\$21,120		\$21,120	\$20,320	\$0	\$20,320	\$19,521	\$0	\$19,521
	MONTGOMERY TWP		\$314,101	\$314,101	\$0	\$314,370	\$314,370	\$0	\$314,336	\$314,336
	MORRIS COUNTY VOCATIONAL				\$0	\$0	\$0	\$0	\$202,463	\$354,525

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	SOMERSET HILLS REGIONAL		\$91,617	\$91,617	\$0	\$91,704	\$91,704	\$0	\$91,690	\$91,690
	SOMERVILLE BORO		\$284,204	\$284,204	\$0	\$284,359	\$284,359	\$0	\$276,657	\$276,008
	Legislative District Totals	\$1,593,058	\$769,070	\$2,362,128	\$1,585,988	\$770,414	\$2,344,120	\$1,276,847	\$1,082,058	\$2,510,318
17										
	HIGHLAND PARK BORO		\$11,402	\$11,402	\$0	\$11,206	\$11,206	\$0	\$11,271	\$11,271
	MIDDLESEX CO VOCATIONAL	\$213,477		\$213,477	\$188,758	\$0	\$188,758	\$162,903	\$0	\$162,903
	MILLTOWN BORO	\$4,464	\$24,494	\$28,841	\$4,442	\$23,280	\$27,722	\$4,091	\$0	\$4,091
	NEW BRUNSWICK CITY	\$2,232,328		\$2,232,328	\$2,161,363	\$0	\$2,084,868	\$2,061,579	\$0	\$2,061,579
	PISCATAWAY TWP	\$103,602		\$103,602	\$103,140	\$0	\$103,140	\$103,246	\$0	\$103,246
	Legislative District Totals	\$2,553,871	\$35,896	\$2,589,650	\$2,457,703	\$34,486	\$2,415,694	\$2,331,819	\$11,271	\$2,343,090
18										
	EAST BRUNSWICK TWP	\$83,569	\$410,500	\$494,069	\$83,569	\$410,500	\$494,069	\$83,569	\$410,500	\$494,069
	EDISON TWP		\$305,294	\$143,460	\$0	\$332,597	\$332,597	\$0	\$328,075	\$328,075
	METUCHEN BORO		\$317,120	\$317,120	\$0	\$309,216	\$316,069	\$0	\$309,456	\$309,456
	MIDDLESEX CO VOCATIONAL	\$213,477		\$213,477	\$188,758	\$0	\$188,758	\$162,903	\$0	\$162,903
	SOUTH PLAINFIELD BORO	\$59,233		\$18,310	\$59,846	\$0	\$59,846	\$83,346	\$0	\$83,346
	SOUTH RIVER BORO	\$493,214		\$493,214	\$525,978	\$0	\$525,978	\$508,989	\$0	\$508,989
	SPOTSWOOD BORO	\$102,582	\$5,024	\$107,606	\$114,086	\$5,918	\$109,334	\$109,525	\$5,722	\$115,247
	Legislative District Totals	\$952,075	\$1,037,938	\$1,787,256	\$972,237	\$1,058,231	\$2,026,651	\$948,332	\$1,053,753	\$2,002,085
19										
	CARTERET BORO	\$821,940		\$821,940	\$804,494	\$0	\$788,002	\$805,555	\$0	\$805,555
	MIDDLESEX CO VOCATIONAL	\$213,477		\$213,477	\$188,758	\$0	\$188,758	\$162,903	\$0	\$162,903
	PERTH AMBOY CITY	\$3,684,861		\$3,684,861	\$3,688,637	\$0	\$3,688,637	\$3,690,267	\$0	\$3,690,267
	SAYREVILLE BORO		\$163,318	\$163,318	\$0	\$163,572	\$163,572	\$0	\$163,572	\$163,572
	SOUTH AMBOY CITY	\$426,599		\$426,599	\$415,000	\$0	\$410,372	\$409,603	\$0	\$409,603
	WOODBRIIDGE TWP	\$67,142		\$51,319	\$67,014	\$0	\$67,014	\$66,824	\$0	\$66,824
	Legislative District Totals	\$5,214,019	\$163,318	\$5,361,514	\$5,163,903	\$163,572	\$5,306,355	\$5,135,152	\$163,572	\$5,298,724

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
<i>20</i>										
	KENILWORTH BORO		\$121,127	\$121,127	\$0	\$123,675	\$123,675	\$0	\$125,908	\$125,908
	UNION COUNTY VOCATIONAL	\$184,445		\$184,445	\$147,380	\$0	\$147,380	\$138,458	\$0	\$144,116
	UNION TWP	\$243,619		\$259,100	\$234,122	\$0	\$207,270	\$235,498	\$0	\$235,498
	Legislative District Totals	\$428,064	\$121,127	\$564,672	\$381,502	\$123,675	\$478,325	\$373,956	\$125,908	\$505,522
<i>21</i>										
	BERKELEY HEIGHTS TWP				\$0	\$703,894	\$703,894	\$0	\$700,802	\$700,802
	ESSEX CO VOC-TECH	\$194,963	\$34,734	\$229,697	\$212,660	\$34,643	\$247,303	\$204,183	\$82,619	\$315,806
	HARDING TOWNSHIP		\$44,099	\$44,099	\$0	\$44,153	\$44,153	\$0	\$42,264	\$40,931
	MILLBURN TWP		\$2,088	\$2,088	\$0	\$2,098	\$2,098	\$0	\$166,619	\$166,619
	MORRIS COUNTY VOCATIONAL				\$0	\$0	\$0	\$0	\$202,463	\$354,525
	NEW PROVIDENCE BORO		\$101,356	\$101,356	\$0	\$100,604	\$100,604	\$0	\$321,524	\$422,103
	ROSELLE PARK BORO	\$856		\$856	\$845	\$0	\$845	\$833	\$0	\$833
	SUMMIT CITY		\$384,043	\$384,043	\$0	\$361,257	\$361,257	\$0	\$360,066	\$360,066
	UNION COUNTY VOCATIONAL	\$184,445		\$184,445	\$147,380	\$0	\$147,380	\$138,458	\$0	\$144,116
	WARREN TWP		\$357,956	\$357,956	\$0	\$364,455	\$364,455	\$0	\$357,563	\$351,016
	WESTFIELD TOWN		\$257,426	\$257,426	\$0	\$256,997	\$256,997	\$0	\$257,442	\$252,893
	Legislative District Totals	\$380,264	\$1,181,702	\$1,561,966	\$360,885	\$1,868,101	\$2,228,986	\$343,474	\$2,491,362	\$3,109,710
<i>22</i>										
	CLARK TWP				\$0	\$0	\$0	\$0	\$43,765	\$43,765
	DUNELLEN BORO	\$267,732		\$267,732	\$264,994	\$0	\$264,994	\$261,019	\$0	\$261,019
	GREEN BROOK TWP		\$71,866	\$71,866	\$0	\$71,533	\$71,533	\$0	\$72,876	\$72,876
	MIDDLESEX BORO		\$292,061	\$292,061	\$0	\$278,042	\$270,857	\$0	\$270,763	\$270,763
	MIDDLESEX CO VOCATIONAL	\$213,477		\$213,477	\$188,758	\$0	\$188,758	\$162,903	\$0	\$162,903
	PLAINFIELD CITY	\$1,386,827		\$1,359,557	\$1,387,634	\$0	\$1,387,634	\$947,135	\$0	\$947,135
	RAHWAY CITY	\$184,179	\$206,814	\$404,952	\$199,904	\$206,320	\$406,224	\$174,628	\$207,028	\$360,308
	UNION COUNTY VOCATIONAL	\$184,445		\$184,445	\$147,380	\$0	\$147,380	\$138,458	\$0	\$144,116

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	Legislative District Totals	\$2,236,660	\$570,741	\$2,794,090	\$2,188,670	\$555,895	\$2,737,380	\$1,684,143	\$594,432	\$2,262,885
23										
	CLINTON TOWN	\$1,269		\$1,269	\$1,226	\$0	\$1,226	\$1,258	\$0	\$1,258
	FLEMINGTON-RARITAN REG	\$180,769	\$106,170	\$286,939	\$181,982	\$108,378	\$290,360	\$173,907	\$110,443	\$284,350
	FRELINGHUYSEN TWP	\$87,071		\$87,071	\$83,667	\$0	\$83,667	\$80,264	\$0	\$80,264
	GREAT MEADOWS REGIONAL	\$215,900		\$215,900	\$230,432	\$0	\$230,432	\$223,695	\$0	\$223,695
	GREENWICH TWP	\$845,188		\$845,188	\$817,816	\$0	\$740,221	\$800,743	\$0	\$793,121
	HIGH BRIDGE BORO	\$96,534		\$96,534	\$102,432	\$0	\$102,432	\$103,391	\$0	\$103,391
	HOPE TWP	\$2,739		\$1,979	\$2,733	\$0	\$2,733	\$2,726	\$0	\$2,726
	HUNTERDON CENTRAL REG	\$125,313		\$125,313	\$130,461	\$0	\$130,461	\$128,523	\$0	\$128,523
	KNOWLTON TWP	\$79,961		\$79,961	\$76,267	\$0	\$76,267	\$72,573	\$0	\$72,573
	LEBANON TWP	\$72,897		\$72,897	\$73,184	\$0	\$73,184	\$69,960	\$0	\$69,960
	LOPATCONG TWP		\$223,257	\$223,257	\$0	\$265,161	\$302,276	\$0	\$263,027	\$263,027
	MANSFIELD TWP	\$102,317		\$102,317	\$103,800	\$0	\$103,800	\$102,618	\$0	\$102,618
	MILFORD BORO	\$52		\$52	\$52	\$0	\$52	\$51	\$0	\$51
	NORTH WARREN REGIONAL	\$145,383		\$145,383	\$101,333	\$0	\$101,333	\$0	\$0	\$0
	PHILLIPSBURG TOWN	\$148,391		\$148,391	\$146,694	\$0	\$126,575	\$148,428	\$0	\$148,428
	POHATCONG TWP	\$187,868		\$187,868	\$190,100	\$0	\$190,100	\$195,757	\$0	\$195,757
	READINGTON TWP		\$9,235	\$9,235	\$0	\$8,166	\$7,130	\$0	\$8,153	\$8,153
	UNION TWP	\$18,566		\$18,566	\$18,650	\$0	\$18,650	\$18,759	\$0	\$18,759
	WARREN HILLS REGIONAL	\$350,094		\$350,094	\$414,993	\$0	\$414,993	\$415,508	\$0	\$415,508
	WASHINGTON TWP	\$67,867		\$67,867	\$65,486	\$0	\$65,486	\$67,391	\$0	\$67,391
	WHITE TWP	\$56,499		\$56,499	\$56,439	\$0	\$56,439	\$57,029	\$0	\$57,029
	Legislative District Totals	\$2,784,678	\$338,662	\$3,122,580	\$2,797,747	\$381,705	\$3,117,817	\$2,662,581	\$381,623	\$3,036,582
24										
	ANDOVER REG		\$254,483	\$281,561	\$0	\$223,504	\$223,504	\$0	\$249,851	\$249,851
	BYRAM TWP	\$13,863		\$8,482	\$13,735	\$0	\$13,735	\$13,602	\$0	\$13,602

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	CALIFON BORO				\$0	\$0	\$0	\$0	\$51,588	\$63,346
	FRANKFORD TWP	\$9,510		\$9,510	\$9,711	\$0	\$9,711	\$0	\$0	\$0
	HAMPTON TWP	\$33,244		\$33,244	\$33,537	\$0	\$33,537	\$0	\$0	\$0
	HIGH POINT REGIONAL	\$426,530		\$426,530	\$420,448	\$0	\$420,448	\$421,458	\$0	\$421,458
	HOPATCONG	\$89,065		\$89,065	\$69,111	\$0	\$69,111	\$66,739	\$0	\$66,739
	LAFAYETTE TWP	\$35,926		\$35,926	\$16,573	\$0	\$16,573	\$0	\$0	\$0
	MONTAGUE TWP	\$21,460		\$20,128	\$20,790	\$0	\$20,790	\$21,183	\$0	\$21,183
	MORRIS COUNTY VOCATIONAL				\$0	\$0	\$0	\$0	\$202,463	\$354,525
	MOUNT OLIVE TWP	\$674,835		\$674,835	\$639,741	\$0	\$604,471	\$484,791	\$0	\$484,791
	NEWTON TOWN	\$30,707		\$30,707	\$29,297	\$0	\$29,297	\$27,887	\$0	\$27,887
	OGDENSBURG BORO	\$30,572		\$28,119	\$29,602	\$0	\$29,602	\$28,773	\$0	\$28,773
	SPARTA TWP	\$173,665		\$173,665	\$169,743	\$0	\$169,743	\$170,171	\$613,795	\$783,966
	SUSSEX COUNTY VOCATIONAL	\$200,634		\$200,634	\$131,883	\$0	\$131,883	\$126,228	\$0	\$126,228
	SUSSEX-WANTAGE REGIONAL	\$84,280		\$70,114	\$83,820	\$0	\$83,820	\$83,306	\$0	\$83,306
	VERNON TWP	\$936,418		\$936,418	\$907,825	\$0	\$907,825	\$879,231	\$122,077	\$1,001,308
	WALLKILL VALLEY REGIONAL	\$290,921		\$290,921	\$266,803	\$0	\$266,803	\$243,243	\$0	\$243,243
	WASHINGTON TWP	\$50,866		\$50,866	\$0	\$0	\$0	\$0	\$0	\$0
	Legislative District Totals	\$3,102,496	\$254,483	\$3,360,725	\$2,842,619	\$223,504	\$3,030,853	\$2,566,612	\$1,239,774	\$3,970,206
25										
	BOONTON TWP		\$74,448	\$74,448	\$0	\$73,575	\$72,018	\$0	\$72,762	\$72,762
	DENVILLE TWP		\$189,445	\$189,445	\$0	\$191,042	\$191,042	\$0	\$190,792	\$190,792
	DOVER TOWN	\$336,848		\$321,100	\$333,766	\$0	\$333,766	\$336,502	\$0	\$336,502
	JEFFERSON TWP	\$134,750		\$134,750	\$134,850	\$0	\$134,850	\$117,430	\$0	\$103,388
	MORRIS COUNTY VOCATIONAL				\$0	\$0	\$0	\$0	\$202,463	\$354,525
	MORRIS SCHOOL DISTRICT		\$236,654	\$236,654	\$0	\$235,854	\$235,854	\$0	\$234,844	\$234,844
	MOUNTAIN LAKES BORO		\$123,568	\$123,568	\$0	\$124,723	\$124,723	\$0	\$124,531	\$124,531
	RANDOLPH TWP	\$90,411	\$199,611	\$290,775	\$88,132	\$194,603	\$279,518	\$88,137	\$194,862	\$282,999

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	ROCKAWAY TWP		\$215,880	\$215,880	\$0	\$206,075	\$200,173	\$0	\$200,054	\$199,867
	ROXBURY TWP	\$41,105		\$41,105	\$37,743	\$0	\$37,743	\$0	\$0	\$0
	WHARTON BORO	\$61,735	\$117,042	\$178,777	\$59,238	\$117,672	\$176,910	\$54,470	\$85,709	\$134,187
	Legislative District Totals	\$664,849	\$1,156,648	\$1,806,502	\$653,729	\$1,143,544	\$1,786,597	\$596,539	\$1,306,017	\$2,034,397
26										
	KINNELON BORO				\$0	\$0	\$0	\$0	\$85,846	\$85,846
	MONTVILLE TWP		\$369,420	\$369,420	\$0	\$324,257	\$265,843	\$0	\$374,999	\$374,999
	MORRIS COUNTY VOCATIONAL				\$0	\$0	\$0	\$0	\$202,463	\$354,525
	PARSIPPANY -TROY HILLS TWP				\$0	\$0	\$0	\$0	\$517,327	\$724,885
	PASSAIC COUNTY VOCATIONAL	\$116,750		\$116,750	\$115,976	\$0	\$115,976	\$114,105	\$0	\$114,105
	PEQUANNOCK TWP		\$187,059	\$187,059	\$0	\$186,387	\$186,387	\$0	\$187,180	\$187,180
	POMPTON LAKES BORO	\$29,852		\$27,380	\$29,051	\$0	\$29,051	\$28,247	\$0	\$28,247
	WEST MILFORD TWP	\$86,528		\$84,119	\$83,076	\$0	\$83,076	\$59,332	\$0	\$59,332
	Legislative District Totals	\$233,130	\$556,479	\$784,728	\$228,103	\$510,644	\$680,333	\$201,684	\$1,367,815	\$1,929,119
27										
	CALDWELL-WEST CALDWELL		\$37,734	\$37,734	\$0	\$37,901	\$37,901	\$0	\$37,495	\$37,495
	CITY OF ORANGE TWP	\$1,329,861		\$1,329,861	\$1,162,628	\$0	\$1,162,628	\$827,631	\$0	\$827,631
	ESSEX CO VOC-TECH	\$194,963	\$34,734	\$229,697	\$212,660	\$34,643	\$247,303	\$204,183	\$82,619	\$315,806
	NEWARK CITY	\$8,982,872		\$8,982,872	\$9,126,026	\$0	\$9,354,234	\$9,040,282	\$0	\$9,040,282
	ROSELAND BORO		\$37,994	\$37,994	\$0	\$38,217	\$38,217	\$0	\$38,381	\$38,381
	WEST ORANGE TOWN		\$996,293	\$996,293	\$0	\$977,733	\$977,733	\$0	\$1,156,424	\$1,156,424
	Legislative District Totals	\$10,507,696	\$1,106,755	\$11,614,451	\$10,501,314	\$1,088,494	\$11,818,016	\$10,072,096	\$1,314,919	\$11,416,019
28										
	BLOOMFIELD TWP	\$130,069	\$202,501	\$330,338	\$126,630	\$197,147	\$323,777	\$123,192	\$191,793	\$314,985
	ESSEX CO VOC-TECH	\$194,963	\$34,734	\$229,697	\$212,660	\$34,643	\$247,303	\$204,183	\$82,619	\$315,806
	IRVINGTON TOWNSHIP	\$2,458,299		\$2,458,299	\$2,458,580	\$0	\$2,458,580	\$2,457,439	\$0	\$2,457,439
	NEWARK CITY	\$8,982,872		\$8,982,872	\$9,126,026	\$0	\$9,354,234	\$9,040,282	\$0	\$9,040,282

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	Legislative District Totals	\$11,766,203	\$237,235	\$12,001,206	\$11,923,896	\$231,790	\$12,383,894	\$11,825,096	\$274,412	\$12,128,512
29										
	ESSEX CO VOC-TECH	\$194,963	\$34,734	\$229,697	\$212,660	\$34,643	\$247,303	\$204,183	\$82,619	\$315,806
	NEWARK CITY	\$8,982,872		\$8,982,872	\$9,126,026	\$0	\$9,354,234	\$9,040,282	\$0	\$9,040,282
	UNION COUNTY VOCATIONAL	\$184,445		\$184,445	\$147,380	\$0	\$147,380	\$138,458	\$0	\$144,116
	Legislative District Totals	\$9,362,280	\$34,734	\$9,397,014	\$9,486,066	\$34,643	\$9,748,917	\$9,382,923	\$82,619	\$9,500,204
30										
	BORDENTOWN REGIONAL	\$212,601		\$209,416	\$216,432	\$0	\$216,432	\$190,718	\$0	\$190,718
	BURLINGTON CO SPEC SERV	\$213,469		\$213,469	\$214,465	\$0	\$214,465	\$215,066	\$0	\$215,066
	BURLINGTON CO VOCATIONAL	\$210,278		\$208,594	\$207,029	\$0	\$207,029	\$208,542	\$0	\$208,542
	CHESTERFIELD TWP	\$6,208		\$6,208	\$6,300	\$0	\$6,300	\$6,376	\$0	\$6,376
	FARMINGDALE BORO	\$26,922		\$26,922	\$24,785	\$0	\$24,785	\$0	\$0	\$0
	HOWELL TWP	\$1,980,134		\$1,963,802	\$1,975,948	\$0	\$1,976,980	\$1,924,179	\$0	\$1,903,220
	JACKSON TWP	\$1,938,391		\$1,938,391	\$1,911,943	\$0	\$1,911,943	\$1,848,446	\$426,143	\$2,284,949
	LAKEWOOD TWP	\$109,393		\$109,393	\$106,547	\$0	\$106,547	\$104,252	\$0	\$104,252
	MERCER COUNTY VOCATIONAL	\$26,676		\$26,676	\$26,229	\$0	\$26,229	\$0	\$0	\$0
	MERCER CO SPECIAL SERVICE				\$0	\$0	\$0	\$769,194	\$0	\$1,153,918
	MONMOUTH CO VOCATIONAL	\$82,107	\$610,645	\$688,618	\$71,593	\$615,362	\$706,509	\$66,706	\$599,515	\$666,221
	NORTHERN BURLINGTON REG	\$700,640		\$700,640	\$712,056	\$0	\$330,485	\$724,223	\$0	\$724,223
	PLUMSTED TWP	\$1,064,945		\$1,051,936	\$1,066,325	\$0	\$1,066,325	\$1,038,610	\$0	\$1,038,610
	ROOSEVELT BORO	\$26,604		\$26,604	\$27,261	\$0	\$27,261	\$26,235	\$0	\$26,235
	UPPER FREEHOLD REGIONAL	\$147,460		\$130,037	\$166,501	\$0	\$166,501	\$161,187	\$0	\$161,187
	WASHINGTON TWP		\$192,276	\$192,276	\$0	\$195,121	\$172,450	\$0	\$193,953	\$193,953
	Legislative District Totals	\$6,745,828	\$802,921	\$7,492,982	\$6,733,414	\$810,483	\$7,160,241	\$7,283,734	\$1,219,611	\$8,877,470
31										
	BAYONNE CITY	\$934,794		\$934,794	\$899,786	\$0	\$899,786	\$864,484	\$0	\$864,484

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	HUDSON COUNTY VOCATIONAL	\$408,304	\$38,117	\$446,421	\$415,377	\$40,162	\$455,539	\$419,317	\$95,067	\$514,384
	JERSEY CITY	\$8,165,166		\$8,165,166	\$8,427,689	\$0	\$8,610,572	\$8,470,260	\$0	\$8,323,248
	Legislative District Totals	\$9,508,264	\$38,117	\$9,546,381	\$9,742,852	\$40,162	\$9,965,897	\$9,754,061	\$95,067	\$9,702,116
32										
	BERGEN CO SPECIAL SERVICE		\$13,803	\$13,803	\$0	\$13,287	\$13,287	\$0	\$12,771	\$12,771
	BERGEN COUNTY VOCATIONAL		\$180,166	\$180,166	\$0	\$173,542	\$173,542	\$0	\$166,918	\$166,918
	FAIRVIEW BORO	\$58,648		\$34,775	\$58,155	\$0	\$58,155	\$57,643	\$0	\$57,643
	HARRISON TOWN	\$277,829		\$273,985	\$280,992	\$0	\$280,992	\$274,503	\$0	\$274,503
	HUDSON COUNTY VOCATIONAL	\$408,304	\$38,117	\$446,421	\$415,377	\$40,162	\$455,539	\$419,317	\$95,067	\$514,384
	JERSEY CITY	\$8,165,166		\$8,165,166	\$8,427,689	\$0	\$8,610,572	\$8,470,260	\$0	\$8,323,248
	KEARNY TOWN	\$150,914		\$150,914	\$144,384	\$0	\$144,384	\$102,727	\$0	\$102,727
	NORTH BERGEN TWP	\$663,476		\$663,476	\$577,537	\$0	\$532,391	\$619,497	\$0	\$619,497
	Legislative District Totals	\$9,724,337	\$232,086	\$9,928,706	\$9,904,134	\$226,991	\$10,268,862	\$9,943,947	\$274,756	\$10,071,691
33										
	GUTTENBERG TOWN	\$23,660		\$23,660	\$22,837	\$0	\$22,837	\$21,253	\$0	\$21,253
	HUDSON COUNTY VOCATIONAL	\$408,304	\$38,117	\$446,421	\$415,377	\$40,162	\$455,539	\$419,317	\$95,067	\$514,384
	JERSEY CITY	\$8,165,166		\$8,165,166	\$8,427,689	\$0	\$8,610,572	\$8,470,260	\$0	\$8,323,248
	UNION CITY	\$1,662,034		\$1,662,034	\$1,661,666	\$0	\$1,661,666	\$1,660,668	\$0	\$1,660,668
	WEST NEW YORK TOWN	\$709,196		\$709,196	\$709,686	\$0	\$709,686	\$708,742	\$0	\$708,742
	Legislative District Totals	\$10,968,360	\$38,117	\$11,006,477	\$11,237,255	\$40,162	\$11,460,300	\$11,280,240	\$95,067	\$11,228,295
34										
	CLIFTON CITY	\$205,607		\$205,607	\$205,227	\$0	\$205,227	\$202,193	\$0	\$202,193
	EAST ORANGE	\$4,113,026		\$4,113,026	\$4,114,869	\$0	\$4,114,869	\$4,114,562	\$0	\$4,114,562
	ESSEX CO VOC-TECH	\$194,963	\$34,734	\$229,697	\$212,660	\$34,643	\$247,303	\$204,183	\$82,619	\$315,806

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	MONTCLAIR TOWN		\$4,697	\$4,697	\$0	\$4,515	\$4,337	\$0	\$4,327	\$4,327
	PASSAIC COUNTY VOCATIONAL	\$116,750		\$116,750	\$115,976	\$0	\$115,976	\$114,105	\$0	\$114,105
	Legislative District Totals	\$4,630,346	\$39,431	\$4,669,777	\$4,648,732	\$39,158	\$4,687,712	\$4,635,043	\$86,946	\$4,750,993
35										
	BERGEN CO SPECIAL SERVICE		\$13,803	\$13,803	\$0	\$13,287	\$13,287	\$0	\$12,771	\$12,771
	BERGEN COUNTY VOCATIONAL		\$180,166	\$180,166	\$0	\$173,542	\$173,542	\$0	\$166,918	\$166,918
	HALEDON BORO	\$279,667		\$279,667	\$275,528	\$0	\$274,811	\$100,242	\$0	\$100,242
	HAWTHORNE BORO		\$248,780	\$248,780	\$0	\$208,545	\$204,127	\$0	\$244,061	\$244,061
	PASSAIC COUNTY VOCATIONAL	\$116,750		\$116,750	\$115,976	\$0	\$115,976	\$114,105	\$0	\$114,105
	PATERSON CITY	\$1,973,536		\$1,827,513	\$1,934,688	\$0	\$1,934,688	\$1,682,983	\$0	\$1,682,983
	TOTOWA BORO		\$28,740	\$28,740	\$0	\$0	\$0	\$0	\$0	\$0
	Legislative District Totals	\$2,369,953	\$471,489	\$2,695,419	\$2,326,192	\$395,374	\$2,716,431	\$1,897,330	\$423,750	\$2,321,080
36										
	BERGEN CO SPECIAL SERVICE		\$13,803	\$13,803	\$0	\$13,287	\$13,287	\$0	\$12,771	\$12,771
	BERGEN COUNTY VOCATIONAL		\$180,166	\$180,166	\$0	\$173,542	\$173,542	\$0	\$166,918	\$166,918
	ESSEX CO VOC-TECH	\$194,963	\$34,734	\$229,697	\$212,660	\$34,643	\$247,303	\$204,183	\$82,619	\$315,806
	GARFIELD CITY	\$398,642		\$398,642	\$395,103	\$0	\$395,103	\$595,116	\$0	\$595,116
	NUTLEY TOWN	\$12,407		\$12,407	\$11,714	\$0	\$11,714	\$11,020	\$0	\$11,020
	PASSAIC CITY	\$815,289		\$736,853	\$596,305	\$0	\$596,305	\$591,133	\$0	\$591,133
	PASSAIC COUNTY VOCATIONAL	\$116,750		\$116,750	\$115,976	\$0	\$115,976	\$114,105	\$0	\$114,105
	WALLINGTON BORO	\$4,383		\$2,594	\$4,343	\$0	\$4,343	\$4,302	\$0	\$4,302
	Legislative District Totals	\$1,542,434	\$228,703	\$1,690,912	\$1,336,101	\$221,472	\$1,557,573	\$1,519,859	\$262,308	\$1,811,171
37										

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	BERGEN CO SPECIAL SERVICE		\$13,803	\$13,803	\$0	\$13,287	\$13,287	\$0	\$12,771	\$12,771
	BERGEN COUNTY VOCATIONAL		\$180,166	\$180,166	\$0	\$173,542	\$173,542	\$0	\$166,918	\$166,918
	BOGOTA BORO	\$13,643		\$13,643	\$13,229	\$0	\$13,229	\$14,099	\$0	\$14,099
	ENGLEWOOD CLIFFS BORO				\$0	\$0	\$0	\$0	\$100,552	\$113,877
	LEONIA BORO	\$50,407		\$50,407	\$48,812	\$0	\$48,812	\$46,816	\$0	\$46,387
	RIDGEFIELD PARK TWP	\$13,000	\$151,448	\$164,448	\$2,897	\$214,303	\$217,200	\$2,811	\$207,946	\$210,757
	TENAFLY BORO				\$0	\$0	\$0	\$0	\$352,970	\$634,111
	Legislative District Totals	\$77,050	\$345,417	\$422,467	\$64,938	\$401,132	\$466,070	\$63,726	\$841,157	\$1,198,920
38										
	BERGEN CO SPECIAL SERVICE		\$13,803	\$13,803	\$0	\$13,287	\$13,287	\$0	\$12,771	\$12,771
	BERGEN COUNTY VOCATIONAL		\$180,166	\$180,166	\$0	\$173,542	\$173,542	\$0	\$166,918	\$166,918
	CLIFFSIDE PARK BORO		\$5,753	\$5,753	\$0	\$5,667	\$5,667	\$0	\$5,462	\$4,776
	HASBROUCK HEIGHTS BORO		\$218,879	\$218,879	\$0	\$215,072	\$210,587	\$0	\$215,865	\$215,865
	LODI BOROUGH	\$88,247	\$24,733	\$112,980	\$88,034	\$24,674	\$112,708	\$87,695	\$24,579	\$112,274
	PARAMUS BORO		\$306,389	\$306,389	\$0	\$305,615	\$230,235	\$0	\$576,458	\$724,707
	RIDGEFIELD BORO				\$0	\$0	\$0	\$0	\$136,841	\$136,841
	Legislative District Totals	\$88,247	\$749,723	\$837,970	\$88,034	\$737,857	\$746,026	\$87,695	\$1,138,894	\$1,374,152
39										
	ALLENDALE BORO				\$0	\$142,845	\$142,845	\$0	\$143,917	\$143,917
	BERGEN CO SPECIAL SERVICE		\$13,803	\$13,803	\$0	\$13,287	\$13,287	\$0	\$12,771	\$12,771
	BERGEN COUNTY VOCATIONAL		\$180,166	\$180,166	\$0	\$173,542	\$173,542	\$0	\$166,918	\$166,918
	CRESSKILL BORO		\$43,623	\$43,623	\$0	\$43,946	\$43,946	\$0	\$44,201	\$44,201
	HAWORTH BORO		\$104,447	\$104,447	\$0	\$101,874	\$101,874	\$0	\$106,552	\$106,552
	HILLSDALE BORO		\$6,893	\$6,893	\$0	\$6,899	\$6,899	\$0	\$6,893	\$6,893
	HO HO KUS BORO		\$86,121	\$86,121	\$0	\$86,513	\$86,513	\$0	\$86,820	\$86,820

Background Paper: Cash Debt Service Aid Under Sections 9 and 10 of the Educational Facilities Construction and Financing Act, FY 2006 to FY 2008 (Cont'd)

Legislative District	District	FY 2006			FY 2007			FY 2008		
		Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service	Section 10	Section 9	Total Cash Debt Service
	NORTHVALE BORO				\$0	\$0	\$0	\$0	\$57,854	\$83,708
	OLD TAPPAN BORO		\$210,193	\$204,592	\$0	\$210,789	\$210,789	\$0	\$204,334	\$204,334
	RIVER EDGE BORO				\$0	\$0	\$0	\$0	\$253,765	\$431,443
	UPPER SADDLE RIVER BORO		\$293,268	\$293,268	\$0	\$293,149	\$293,149	\$0	\$292,640	\$292,640
	WESTWOOD REGIONAL		\$13,626	\$13,601	\$0	\$15,904	\$15,904	\$0	\$15,758	\$15,758
	WOODCLIFF LAKE BORO		\$16,916	\$16,916	\$0	\$16,898	\$16,898	\$0	\$16,854	\$16,854
	Legislative District Totals		\$969,056	\$963,430	\$0	\$1,105,646	\$1,105,646	\$0	\$1,409,277	\$1,612,809
40										
	BERGEN CO SPECIAL SERVICE		\$13,803	\$13,803	\$0	\$13,287	\$13,287	\$0	\$12,771	\$12,771
	BERGEN COUNTY VOCATIONAL		\$180,166	\$180,166	\$0	\$173,542	\$173,542	\$0	\$166,918	\$166,918
	ESSEX CO VOC-TECH	\$194,963	\$34,734	\$229,697	\$212,660	\$34,643	\$247,303	\$204,183	\$82,619	\$315,806
	OAKLAND BORO				\$0	\$0	\$0	\$0	\$121,072	\$121,072
	RIDGEWOOD VILLAGE		\$463,918	\$463,918	\$0	\$493,125	\$517,670	\$0	\$472,191	\$472,191
	VERONA BORO				\$0	\$404,199	\$404,199	\$0	\$403,146	\$403,146
	WANAQUE BORO	\$4,832		\$2,860	\$4,788	\$0	\$4,788	\$4,743	\$501,406	\$750,157
	Legislative District Totals	\$199,795	\$692,621	\$890,444	\$217,448	\$1,118,796	\$1,360,789	\$208,926	\$1,760,123	\$2,242,061

OFFICE OF LEGISLATIVE SERVICES

The Office of Legislative Services provides nonpartisan assistance to the State Legislature in the areas of legal, fiscal, research, bill drafting, committee staffing and administrative services. It operates under the jurisdiction of the Legislative Services Commission, a bipartisan body consisting of eight members of each House. The Executive Director supervises and directs the Office of Legislative Services.

The Legislative Budget and Finance Officer is the chief fiscal officer for the Legislature. The Legislative Budget and Finance Officer collects and presents fiscal information for the Legislature; serves as Secretary to the Joint Budget Oversight Committee; attends upon the Appropriations Committees during review of the Governor's Budget recommendations; reports on such matters as the committees or Legislature may direct; administers the fiscal note process and has statutory responsibilities for the review of appropriations transfers and other State fiscal transactions.

The Office of Legislative Services Central Staff provides a variety of legal, fiscal, research and administrative services to individual legislators, legislative officers, legislative committees and commissions, and partisan staff. The central staff is organized under the Central Staff Management Unit into ten subject area sections. Each section, under a section chief, includes legal, fiscal, and research staff for the standing reference committees of the Legislature and, upon request, to special commissions created by the Legislature. The central staff assists the Legislative Budget and Finance Officer in providing services to the Appropriations Committees during the budget review process.

Individuals wishing information and committee schedules on the FY 2008 budget are encouraged to contact:

**Legislative Budget and Finance Office
State House Annex
Room 140 PO Box 068
Trenton, NJ 08625
(609) 292-8030 • Fax (609) 777-2442**