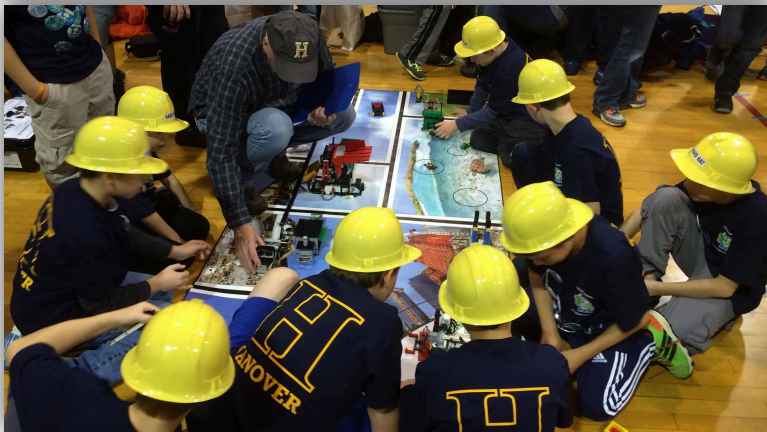


HANOVER PUBLIC SCHOOLS

FY '17 BUDGET: School Department 1.0



January 20, 2016



Presentation Outline

- Schedule for upcoming meetings (MF)
- Identify budget development variables (MF)
- Budget sustainability (MF)
- Review of FY '16 spending (TR)
- Supporting strategic objectives:
 - Support for early literacy initiatives (DS)
 - Students Supports: Counseling Services (JW)
- Key budget drivers: personnel and expenses (TR)
- Technology Annual Town Meeting Article (TR)
- Budget 1.0 Summary (TR)
- Sustainability (TR)



FY '17 Budget Approval Schedule

Meeting purpose	Date	Scheduled budget discussion and agenda items
School Committee	Jan 20: Wednesday	FY '17 School Department Budget 1.0 presentation to School Committee
Budget Subcommittee	Jan 25: Monday	FY '17 Budget review and evaluation
Town Manager Budget Presentation	Feb 1: Monday	Town Manager submits FY '17 budget to Board of Selectmen
School Committee	Feb 3: Wednesday	Budget: Discussion and preparation of School Department Budget 2.0 following Town Manager's submission
School Committee	Mar 2: Wednesday	Review Budget 3.0
Public Hearing on the FY '17 budget	Mar 9: Wednesday	Public hearing on budget and School Committee vote on School Committee final Budget 4.0 submission



Variables Impacting Budget Development

- Time. Six months remain in the current school year
- Town's annual financial capacity to support operating budget
- Collective Bargaining with AFSCME Units
- Variability of state aid (Chapter 70)
- Variability of Circuit Breaker (CB) reimbursement rate
- Variability of state and federal grants
- Unknown obligations: special education tuitions and long-term absences, equipment failure, and legal costs



FY '16 Spending Breakdown

Funding Sources for FY '16 (this year)	Balance on July 1, 2016	Projected FY '16 spending	Notes
FY '16 Approved Operating Budget	\$24,920,443	-\$24,920,443	Entire operating budget will be expended
FY '16 Town Article	\$500,000	-\$500,000	Expended on out-of-district tuitions
Grant/Revolving Funding	\$1,170,768	-\$1,170,768	Supports Pre K, Kindergarten, Special Ed, and Athletics
Circuit Breaker: FY '15 carry-over and FY '16 allocation	\$534,371	-\$315,424	Special Education Expenses/Encumbrances to date
Totals	\$27,125,582	-\$26,906,635	Projected spending
Projected Circuit Breaker carry-over to FY 17		\$218,947	Projected to support FY 17 out-of-district tuitions



Supporting Strategic Objectives

Strategic Need:	Description	Budget Impact
1. Elementary Reading Specialist	A reading teacher/specialist is necessary for RTI tier two and tier three support as well as teacher coaching in reading instruction	\$65,000 Objective 2, Initiatives 1*
2. ELL Support	10 hours per week needed to maintain compliance for FY '17.	\$13,725 Objective 3, Initiative 3*
3. Elementary Psychological/Counseling Support	Allow for increased time to provide support to students, families, and staff	\$36,000 Objective 3, Initiative 3*
4. Decrease reliance on Annual Town Meeting Article Funding for Special Education	Through strategic planning we are able to reduce the request from \$500,000 to \$450,000.	(\$67,253) Objective 3, Initiative 3*

*Hanover Public Schools Strategic Objectives



Supporting Strategic Objectives

Strategic Need:	Description	Budget Impact
5. Continue Strong Full Day Kindergarten Program.	Offset more of the Full Day Kindergarten Teachers salaries with Kindergarten Revolving Account Funds	(\$117,306) Objective 2, Initiative 2*
6. Professional Development	Increases over the past two years allow for sustainability in FY '17.	Neutral Objective 1, Initiative 5* Objective 2, Initiative 4*
7. Technology	Increases in FY '16 allow for sustainability and some possible savings in FY '17. Hardware needs supported by \$100,000 ATM. (See next slide)	(\$25,000) Objective 3, Initiative 2* Objective 1, Initiative 3*
8. Consolidation of HR Department	Hanover Public Schools and the Town of Hanover will split the salaries 50/50.	(\$20,682) Objective 2, Initiative 1*

*Hanover Public Schools Strategic Objectives



Technology

Technology 100K Annual Town Meeting Article	FY '17 Cost
3 Chromebook Carts (90 Chromebooks and 3 Charging Stations)	\$33,000
WiFi upgrades Town Hall, Center, Cedar, HMS to replace obsolete Access Points and increase internet capacity	18,000
Add 48 port switches at Town Hall and HMS to increase capacity	6,000
Add two 24 port switches at Cedar to increase capacity	4,000
Replace obsolete PCs/Monitors at Town Hall	15,000
Replace obsolete staff laptops as necessary	8,000
Memory upgrades for student iMacs K-12	12,000
PC Replacements for HVAC management workstations in school buildings	4,000
Grand Total	\$100,000



FY '17 Budget 1.0 Summary

Cost Center	FY 2016 Budget	Projected FY 2017	Projected Change
Operating Budget: Salaries	\$21,244,278	\$21,983,671	\$739,393
Operating Budget: Expenses	\$4,576,165	\$4,586,772	
SPED Town Meeting Article	(500,000)	(450,000)	
Circuit Breaker	<u>(400,000)</u>	<u>(400,000)</u>	
SubTotal	\$3,676,165	\$3,736,772	\$60,607
Total Proposed Operating Budget 1.0	\$24,920,443	\$25,720,443	\$800,000 (3.21%)



Securing Sustainability ...

Budget Category	Projected for FY '17	Funding Source	Multi-Year Sustainability Issues
Personnel	\$21,983,671	Local Funding and Chapter 70	Sustainability and growth dependent upon: 1) revenue capacity of Hanover, 2) community value placed on education, 3) increasing levels of state aid (Ch. 70 & CB)
Operating Expenses	\$3,736,772	Local Funding and Chapter 70	Sustainability and growth dependent upon: 1) revenue capacity of Hanover, 2) community value placed on education, 3) increasing levels of state aid (Ch. 70)
SPED Tuition Funding	\$450,000	Special Town Article	This funding is required to bridge a structural gap in the operating budget needed to support non-discretionary expenses related to special education. This should be migrated into the school department operating budget
Technology: capital needs/equipment	\$100,000	Special Town Article	This funding is required to support the hardware and software needs for both school and town departments. This funding may vary annually to support all technology services
Total Grants/Revolving	\$1,298,291	Grants/User Fees	This funding is subject to volatility related to state, federal, and local economic and political conditions
Circuit Breaker	\$400,000	State Aid	Over the past three years, these funds have been sustained. Not guaranteed.



Discussion and Questions

