

HANOVER PUBLIC SCHOOLS

FY25 Budget Preview

Appendix B



October 11, 2023



Presentation Outline

- Review of FY 24 Projections
- FY 25 Budget Approval Schedule
- Community Expectations
- Description of Needs
- Variables Impacting Budget Development
- Reliance on Offsets
- DART & Surrounding District Comparisons
- FY 25 Preliminary Budget Models
- Hierarchy of Funding Strategy
- FY 25 Budget 1.0 Presentation Preview

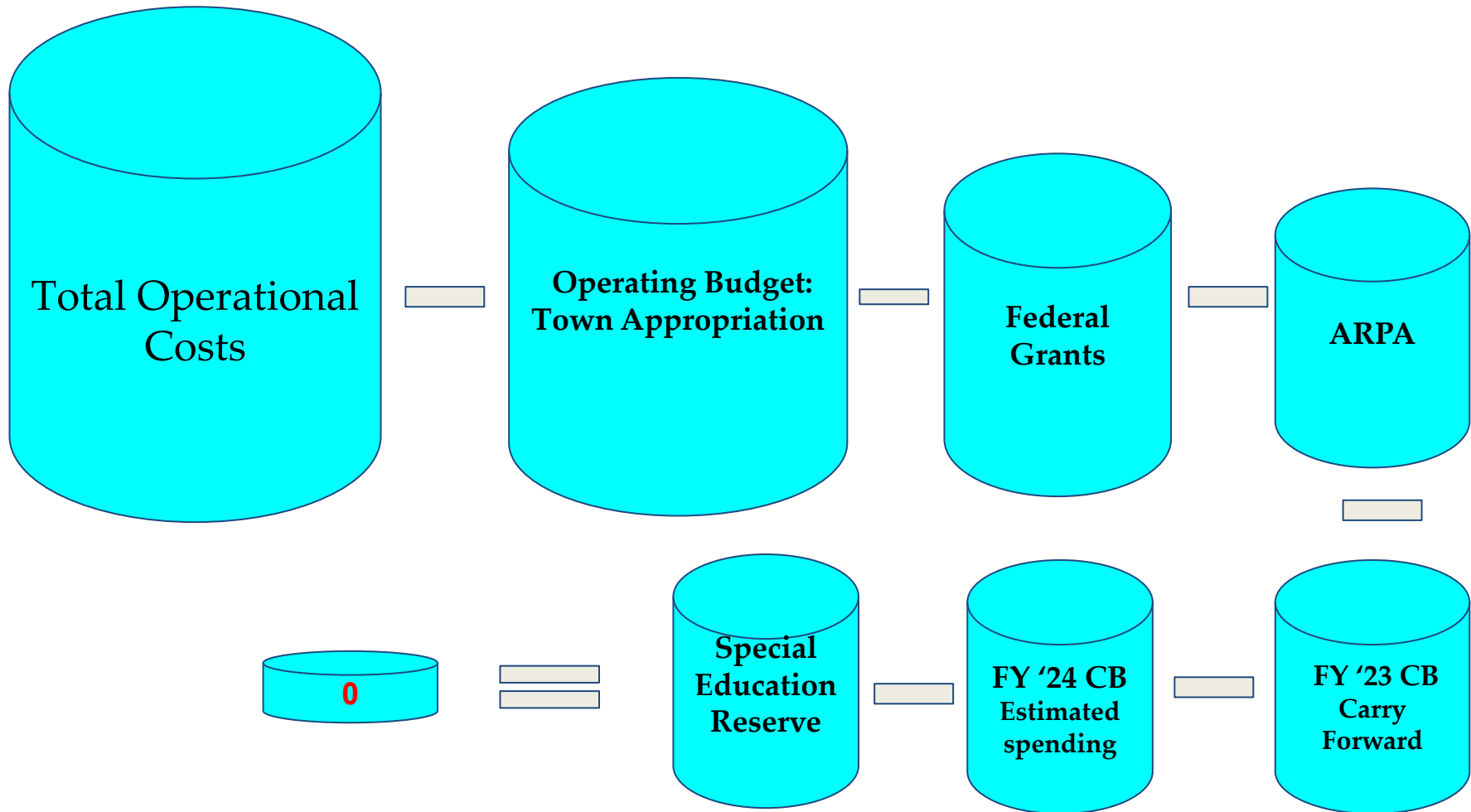


FY 24 Spending Projections

Funding Sources for FY 24 (this year)	Balance on July 1, 2023	Projected FY 24 spending	Notes
FY 24 Approved Operating Budget	\$35,031,299	-\$35,031,299	Entire operating budget will be expended
DESE Federal Grant Funding	\$826,837	-\$826,837	Supports Special Education tuitions and staffing
Circuit Breaker: FY 23 carry-over and FY24 allocation	\$1,445,000*	-\$1,445,000	Special Education tuitions, transportation and contracted services
ARPA	\$470,000	-\$470,000	\$0 Remaining Undesignated Funds Available in ARPA
Available Special Education Reserve Fund	\$750,000	-\$750,000	\$0 Remaining Undesignated Funds Available in Special Education Stabilization Fund
Totals	\$38,523,136	-\$38,523,136	Projected Spending **



FY 24 Hierarchy of Funding: October 11th



FY 25 Budget Approval Schedule

Meeting Purpose	Date	Scheduled Budget Discussion and Agenda Items
School Committee	Wednesday Oct 11th	FY 25 Preliminary School Department Budget presentation to School Committee
School Committee	Wednesday Oct 25th	FY 25 School Department Budget 1.0 presentation to School Committee
Selectboard	Monday Nov 6th	Town Manager presents preliminary Town Budget to Selectboard
School Committee	Wednesday Nov 15th	FY 25 School Department Budget 2.0 presentation to School Committee
Town Manager & Superintendent Public Workshop	Wednesday Dec 13th	Budget Workshop: Presentation and Community Feedback
School Committee	Wednesday Jan 3rd	FY 25 School Department Budget 3.0 presentation to School Committee and vote
Town Manager Budget due to Selectboard	Monday Jan 29th	Town Manager Presentation/Submission of FY 25 budget to Selectboard



Community Expectations

- Excellent schools have been identified as a top priority by Hanover residents
- High expectations including:
 - Excellent academics for students of all abilities (experienced teachers, quality resources, exceptional college acceptance rate, innovative technology, stable class sizes)
 - Excellent Student supports (special education services and comprehensive counseling/mental health services)
 - Safe schools (innovative security protocols, secure facilities, support from HPD)
 - Excellence (and variety) in athletics, arts, enrichment, clubs, and activities
 - Consistent and frequent communication



Priority Budget Drivers

Level Services	Description	Budget Impact
Salaries: The increase to the salary budget supports all current personnel: teachers, administrators, and support staff = Level Service	This increase supports contractual agreements for all staff and substitutes covered by the operating budget.	\$1,317,959
Expenses: The increase to the expense budget supports all current non-personnel costs = Level Service	This increase supports our educational supplies needs, transportation expenses, and known tuition increases.	\$843,544
No Fee Full Day Kindergarten: = > Level Services	This increase supports free full day kindergarten	\$522,000



Variables Impacting FY 25 Budget Development

- Time. Nine months remain in the current school year
- Town's annual financial capacity to support operating budget (property tax levy limit) and use of free cash to support schools
- Variability of state aid (Chapter 70)
- Conclusion of Covid Assistance Funds (ARPA & ESSER)
- Variability of Circuit Breaker reimbursement rate
- Variability of State and Federal Grants
- Unknown obligations: Increases to special education tuitions, transportation, related/contractual services, long-term staff absences, legal costs, contracted services requirements, and mental health supports



Annual Reliance on Offsets

- **Recurring Offsets**
 - Circuit Breaker
 - DESE Grants
- **Nonrecurring Offsets**
 - ARPA
 - Special Education Reserve Funds
 - Special Town Meeting Articles
 - DESE Federal Covid Grants - ESSER



5 Years of Offset Spending

Recurring Offsets						
	FY 20	FY 21	FY 22	FY 23	FY 24 est.	FY 25
Circuit Breaker	\$634,584	\$440,189	\$549,960	\$1,478,832	\$1,445,000	TBD
240 & 262 DESE Federal Grants	\$645,837	\$659,675	\$676,519	\$689,985	\$720,672	TBD
Nonrecurring Offsets						
ARPA				\$125,325	\$470,000	0
Special Education Reserve	\$400,000	\$350,000	\$350,000	\$510,000	\$750,000	TBD
Special Town Meeting Article	0	0	0	\$650,000	0	0
ESSER Federal Grants 274,298,304,366-368 & 376	0	\$351,253	\$576,398	0	0	0



Surrounding District Comparisons					
Town	Per Pupil Expenditure				
	FY 17	FY 18	FY 19	FY 20	FY 21
State Average	\$15,924	\$16,506	\$17,131	\$17,573	\$19,062
Abington	\$14,574	\$14,527	\$15,086	\$15,110	\$16,143
Duxbury	\$14,507	\$15,289	\$16,518	\$16,663	\$18,104
East Bridgewater	\$11,599	\$12,767	\$13,115	\$13,439	\$15,156
Hanover	\$13,969	\$14,616	\$14,652	\$14,912	\$15,269
Hingham	\$13,506	\$14,114	\$14,906	\$15,294	\$17,320
Marshfield	\$13,301	\$14,010	\$14,582	\$15,651	\$16,527
Norwell	\$15,582	\$16,455	\$16,959	\$16,831	\$17,247
Pembroke	\$13,402	\$14,347	\$15,138	\$15,672	\$16,435
Rockland	\$15,086	\$16,123	\$16,669	\$16,474	\$18,817
Scituate	\$15,287	\$15,996	\$16,230	\$16,489	\$17,609
Whitman-Hanson	\$12,750	\$13,386	\$14,091	\$14,199	\$15,774
Surrounding Average	\$13,899	\$14,710	\$15,286	\$15,562	\$16,826
Difference	\$725	\$994	\$644	\$659	\$1,552

DART District Comparisons

Town	Per Pupil Expenditure				
	FY 17	FY 18	FY 19	FY 20	FY 21
State Average	\$15,924	\$16,506	\$17,131	\$17,573	\$19,062
Belchertown	\$13,025	\$13,575	\$14,326	\$14,560	\$15,420
East Longmeadow	\$14,908	\$15,312	\$16,081	\$16,522	\$18,006
Hanover	\$13,969	\$14,616	\$14,652	\$14,912	\$15,269
Longmeadow	\$15,149	\$15,263	\$15,665	\$15,532	\$16,705
Middleborough	\$14,718	\$14,831	\$15,163	\$15,312	\$16,199
North Reading	\$15,224	\$15,866	\$17,219	\$17,379	\$19,036
Sandwich	\$16,224	\$17,461	\$18,707	\$19,031	\$21,247
Tewksbury	\$16,332	\$17,276	\$18,236	\$18,520	\$19,139
Triton	\$16,323	\$16,877	\$18,218	\$18,636	\$20,858
Westwood	\$17,595	\$18,310	\$19,323	\$19,859	\$20,500
Wilmington	\$16,860	\$17,767	\$18,673	\$19,032	\$22,095
DART Average	\$15,730	\$16,358	\$17,194	\$17,474	\$18,905
Difference	\$1,761	\$1,742	\$2,542	\$2,562	\$3,636

Special Education Population Comparisons

DART Districts	FY 22
Hanover	20.4%
State Average	19.1%
Belchertown	20.0%
East Longmeadow	19.4%
Longmeadow	19.2%
Middleborough	18.7%
North Reading	19.0%
Sandwich	19.8%
Tewksbury	19.8%
Triton	18.8%
Westwood	20.0%
Wilmington	17.3%

Surrounding Districts	FY 22
Hanover	20.4%
State Average	19.1%
Abington	17.8%
Duxbury	13.1%
East Bridgewater	18.2%
Hingham	15.6%
Marshfield	19.6%
Norwell	16.3%
Pembroke	17.0%
Rockland	18.2%
Scituate	16.9%
Whitman-Hanson	16.8%



Projected Class Sizes K-8

Grade	Students		Sections		Average Class Size	
	2023/2024	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025
K	208	200	9	9	23.1	22.2
1	183	208	9	9	20.3	23.1
2	193	183	9	9	21.4	20.3
3	209	193	10	10	20.9	19.3
4	228	209	9	9	25.3	23.2
5	210	228	9	9	23.3	25.3
6	187	210	9	9	20.8	23.3
7	212	187	10	10	21.2	18.7
8	191	212	10	10	19.1	21.2
K-8 Total	1821	1830	84	84	21.7	21.8
HPS Total	2620	2637				



FY 25 Level Services Budget Preview

Cost Center	FY '24 Budget	Projected FY '25	Projected Change
Operating Budget: Salaries	\$30,175,440	\$31,493,399	\$1,317,959
SubTotal Salaries	\$30,175,440	\$31,493,399	\$1,317,959
Operating Budget: Expenses	\$8,435,442	\$9,278,986	\$843,544
Program/Personnel Additions	0	0	0
Circuit Breaker	(1,445,000)	(1,445,000)	0
DESE Federal Grants	(826,837)	(826,837)	0
Special Education Reserve	(750,000)	0	750,000
ARPA	(470,000)	0	470,000
SubTotal Expenses	\$4,943,605	\$7,007,149	\$2,063,544
Total Operating Budget 1.0	\$35,119,045	\$38,520,548	\$3,381,503 9.63%

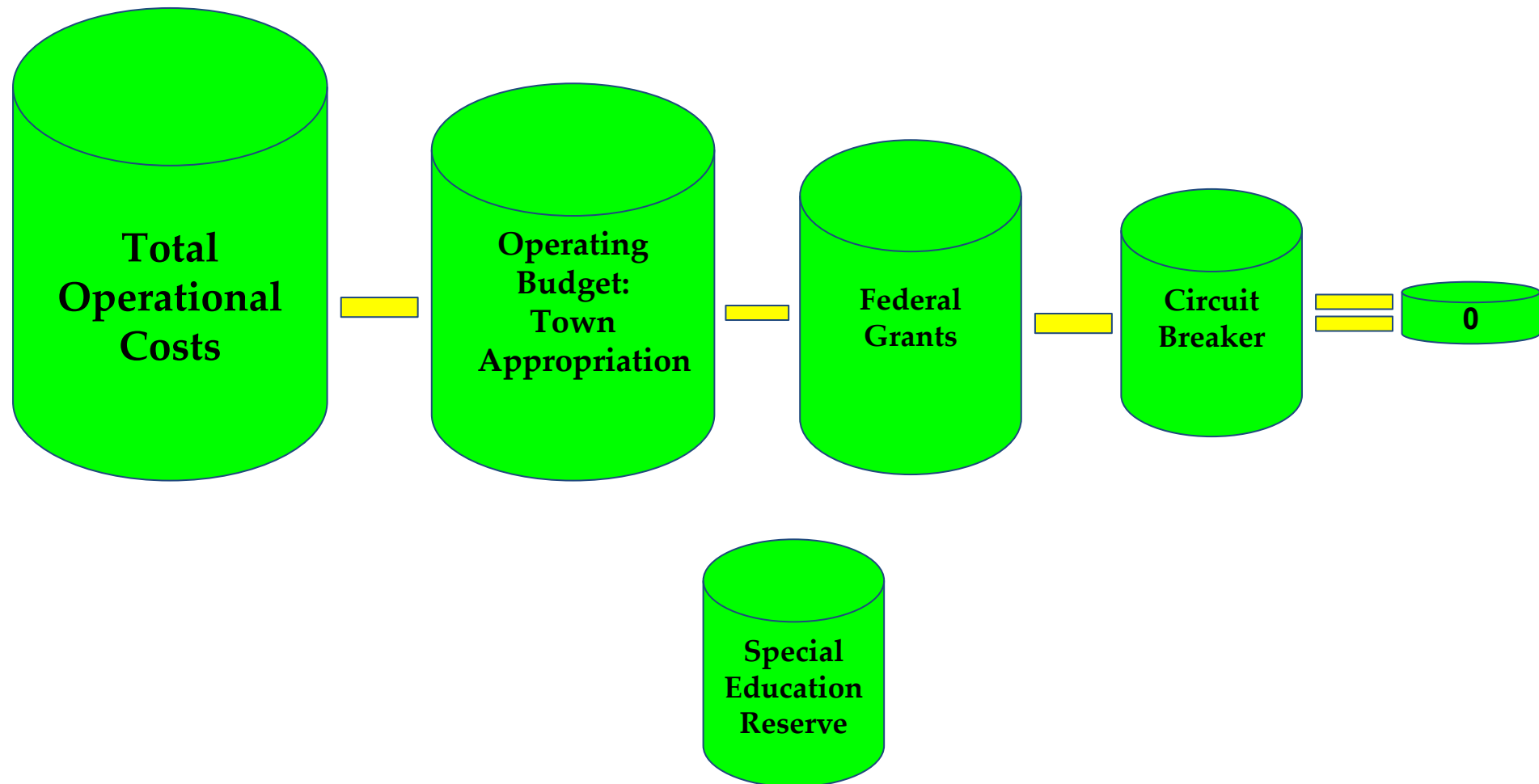


FY 25 Budget w/ FDK (in salary line)

Cost Center	FY '24 Budget	Projected FY '25	Projected Change
Operating Budget: Salaries	\$30,175,440	\$32,015,399	\$1,839,959
SubTotal Salaries	\$30,175,440	\$32,015,399	\$1,839,959
Operating Budget: Expenses	\$8,435,442	\$9,278,986	\$843,544
Program/Personnel Additions	0	0	0
Circuit Breaker	(1,445,000)	(1,445,000)	0
DESE Federal Grants	(826,837)	(826,837)	0
Special Education Reserve	(750,000)	0	750,000
ARPA	(470,000)	0	470,000
SubTotal Expenses	\$4,943,605	\$7,007,149	\$2,063,544
Total Operating Budget 1.0	\$35,119,045	\$39,022,548	\$3,903,503 11.12%



FY 25 Hierarchy of Funding



Budget 1.0 Presentation Preview

- **October 25th**
- **Updated Budget Scenarios**
- **Line Item View of Salaries and Expenses**
- **Tuitions and Transportation Expense Data**
- **Updated Hierarchy of Funding Models**



Discussion and Questions

