

North Hanover Township School District Proposed Budget 2023-2024

Presented by:

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Budget Considerations: Expenditures

- Emphasis on social-emotional needs of students: Behavior specialists, Supervisor of Student services
- Continued focus on high quality, hands-on learning experiences like STEM, specialized reading, staff development
- Commitment to serving increasing number of students with significant needs
- Increased need for technology, especially technology security
- Inflated costs for core services like transportation, health benefits, out of district tuition, supplies, energy

Budget Considerations: Revenue

Fiscal Positioning:

- Monitor Impact Aid allocations
(appropriations strong for FY 19, 20,21, 22, 23)
- Advocate vigorously for Impact Aid in an environment of competing funding priorities and recommended cuts and caps.
- Maintain minimum 100% LOT (increasing LCRs may make this difficult and thus we may see a payment decrease)
- Maintain reserve for future district operational and facilities needs or Congressional delay

Program Goals

- Improve student achievement with continued focus on literacy and mathematics
- Implementation of systematic STEM/pre-engineering experiences (Project Lead the Way)
- Continue/ expand after school experiences for students (Passport club, literacy club, math club, exergaming, etc)
- Provide intervention for students with skill gaps and delays in ELA, Math and Behavior
- Continue enhanced Social-Emotional supports and learning opportunities
- Continue after school and evening events for families
- Expand summer opportunities to include ESY, STEMKAMP, Literacy, Language Immersion, Camp Acceleration, Exergaming, and PBIS

Program Goals, continued

- Continue to identify and address learning needs by maintaining the continuum of services available (tiered intervention in Literacy and Math, rich learning experiences, Behavior Interventionists, Behavior Coach, Counselors, on-site mental health practitioners, etc)
- Maintain opportunities for staff development and professional learning
- Ensure all facilities are updated, safe and secure and support current programs

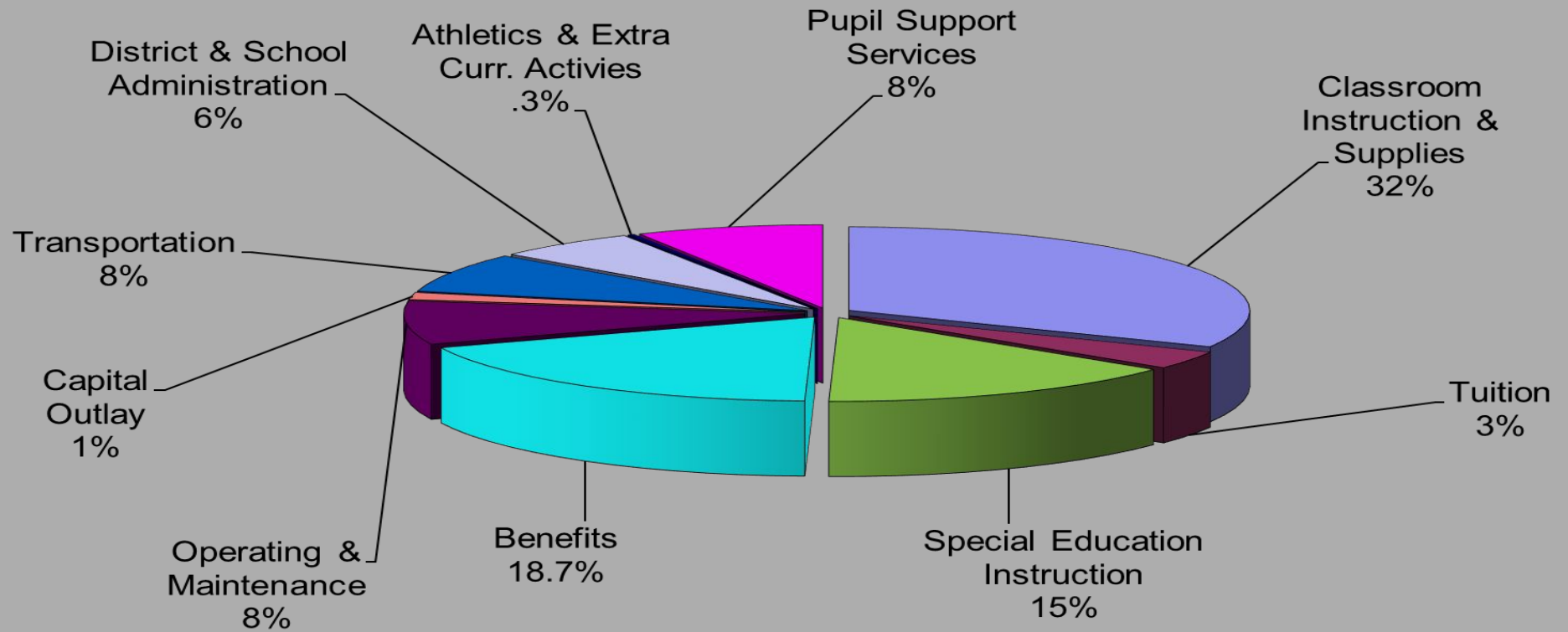
2022-2023 Budget Goals

The proposed budget represents the Administration and Board of Education's best recommendation that

1. Meets program goals
2. Maintains Impact Aid in reserve to adjust/respond to future volatility and short and long-term facility needs
3. Provides for the increase in the number of students through additional personnel
4. Continues the strong commitment to professional learning and student support

Where Do We Spend?

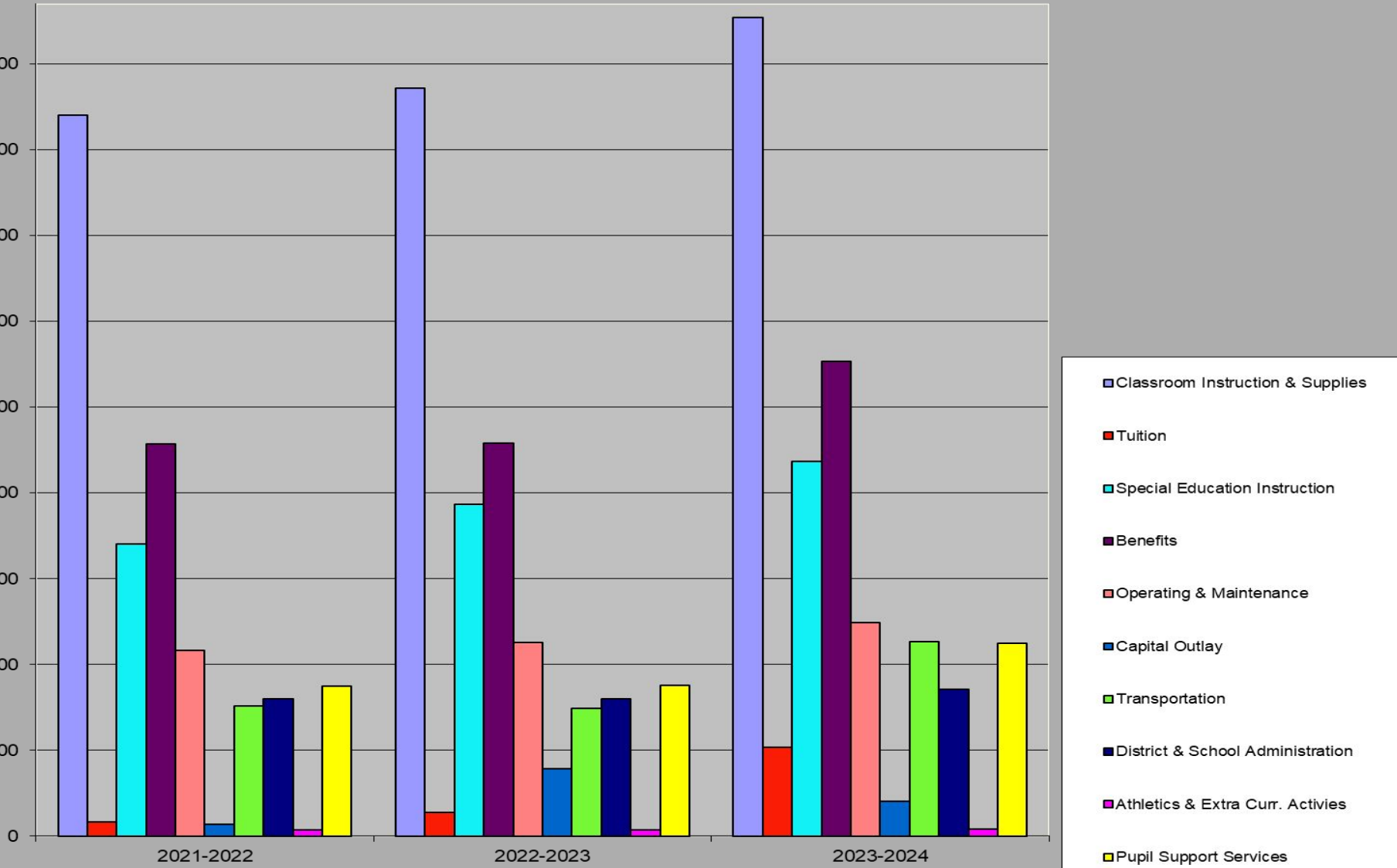
North Hanover Township Board of Education 2023-2024 School Budget Expenditures



- | | | | |
|--------------------------------------|--------------------------|---------------------------------|------------------------------------|
| ■ Classroom Instruction & Supplies | ■ Tuition | ■ Special Education Instruction | ■ Benefits |
| ■ Operating & Maintenance | ■ Capital Outlay | ■ Transportation | ■ District & School Administration |
| ■ Athletics & Extra Curr. Activities | ■ Pupil Support Services | | |

What is the trend?

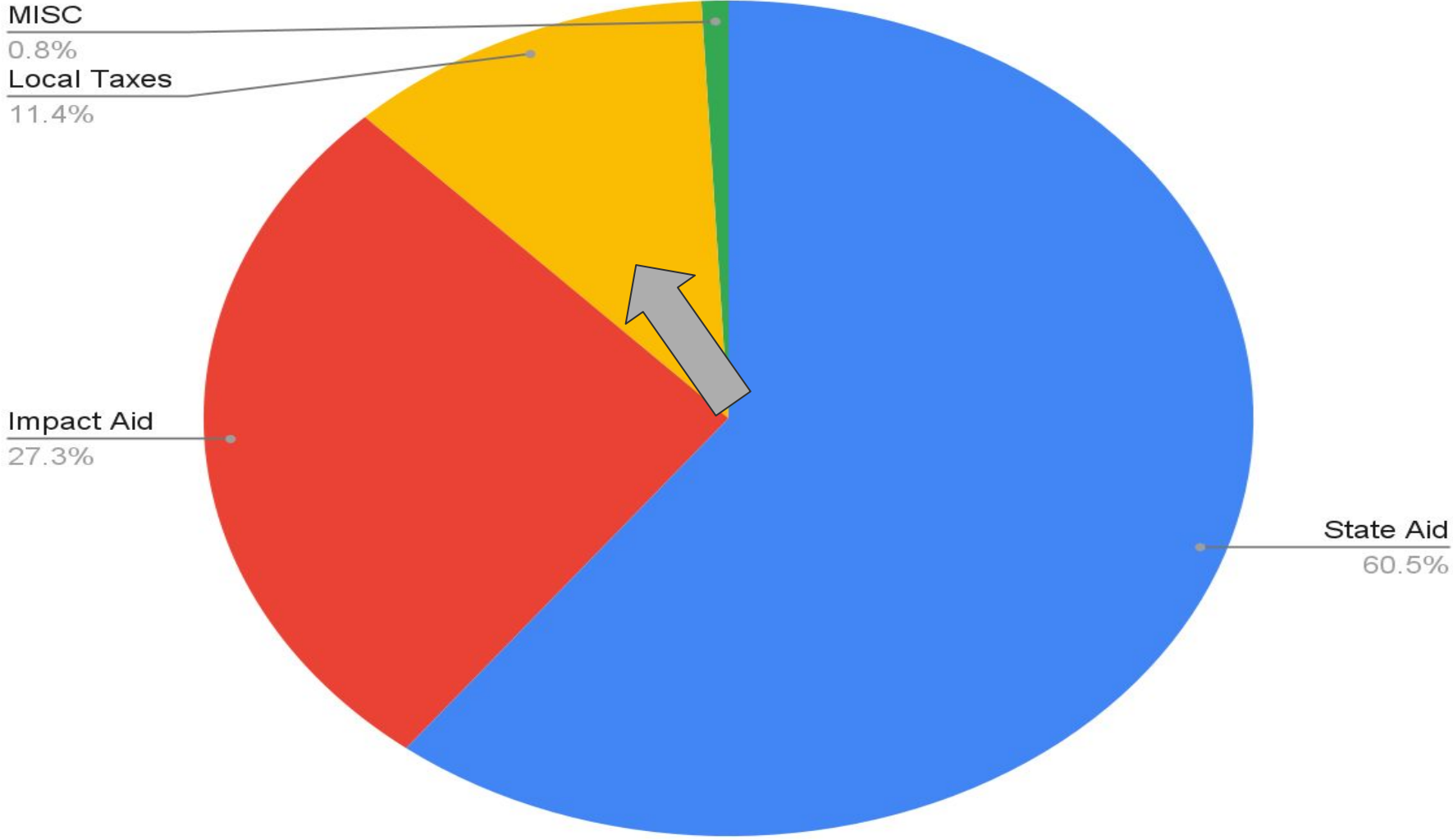
Budget Expenditures – 3 Years



Budget Summary

	21-22 Budget	22-23 Budget	23-24
Expenses:	\$23,772,010	\$25,402,449	\$29,673,933
• State Aid	\$12,283,330	\$14,291,416	\$17,959,739
• Projected Impact Aid	Projected: \$7,500,000 Basic Support	Projected: \$7,500,000 Basic Support	Projected: \$8,100,000
• Addl Misc	\$373,156	\$371,228	\$246,139
• Local Tax Levy	\$3,213,780	\$3,368,055	\$3,368,055
Tax Rate:	.736	.769	.769
Total Shortfall as budgeted	\$401,744 (from Impact Aid Reserve if necessary)	\$0	\$0

Budget Revenue (2023-2024)



What Does 2% Really Mean?

The tax levy cap of 2% means you can increase the tax levy portion of the revenue **ONLY** by 2%.

- In North Hanover, this equates to @\$67,361
- \$67,361 is .22 of 1% of the total operating budget in North Hanover. This is comparatively small.
- This increase alone cannot cover annual increases in operating expenses
- Increases in other revenues are necessary

How do we maintain/ increase other revenues?

1. Continuous and persistent presence and rigorous advocacy efforts on Capitol Hill



2. Maintain voice and leadership in NAFIS, MISA and other national organizations



3. Targeted grant writing

- OEA Construction Grant (\$62,000,000)
 - DoDEA World Language Grant (\$1.7m)
 - Pending: DoDEA STEM Grant #2 (\$1,000,000);
 - Preschool Grant, ESSERS, ESEA, ARP, etc.
4. Pursuit of shared services and partnerships

Estimated Tax Impact

Estimated Net Taxable Valuation	\$438,007,843			
General Fund School Tax Levy	\$3,368,056			
Estimated Gen. Fund Tax Rate	0.769			
Property Assessment	Taxes 2022-2023	Taxes 2023-2024	Increase 2023-2024	Increase/month
\$121,000	\$930	\$930	\$0	\$0.00
\$221,000	\$1,699	\$1,699	\$0	\$0.00
\$315,602	\$2,427	\$2,427	\$0	\$0.00
\$400,000	\$3,076	\$3,076	\$0	\$0.00
\$500,000	\$3,845	\$3,845	\$0	\$0.00
\$600,000	\$4,614	\$4,614	\$0	\$0.00

Impact Aid Reserve Report

Total Impact Aid Reserve as of July 2022 Audit	\$27,156,005	NOTES:
Regular IA Reserve Total	\$26,941,154	
encumbered for 22-23	\$0	Budget Shortfall
est obligation to CBL Project	\$1,000,000	paving green acres, fencing for CBL
Minimum to reserve for cash flow and volatility	\$8,100,000	One year's worth of Impact Aid
Estimated uncommitted IA Reserve	\$18,253,223	
Impact Aid Capital Reserve	\$214,851	

Bottom Line

- All programs intact as budgeted
- No Tax impact
- FY19 Impact Aid was better than anticipated (98.13% of LOT)
- FY20, FY21 and FY22 IA paid out at 100% LOT
- FY23 is expected to pay out at 100% LOT
- FY24 proposed is enough to maintain 100% LOT
- COVID Relief (ESSERS/ARP) expected to support additional interventions for students. Funding will expire in 23-24.
- Taking advantage of grant opportunities for alternative revenue sources
- Adequate reserve for payment volatility and future facility needs

2% Tax Levy Cap: What does it mean?

Varies in value and impact from district to district:

District	21-22 Operating Budget	21-22 Tax Levy	How much does 2% help?	2% levy increase as % of budget
North Hanover	23,775,510	3,213,780	+64,275	.27%
Northern Burlington	42,235,435	22,606,838	+452,136	1.07% (4x)
Springfield	4,418,797	3,336,407	+66,728	1.51% (5.5x)
Chesterfield	13,709,239	9,817,086	+196,342	1.44% (5.5x)
Mantua	21,013,422	14,402,658	+288,053	1.37% (4x)
Harrison	20,080,311	13,614,219	+272,284	1.35% (4x)