

***South Shore Regional Vocational School District***

**FY25 Budget**

**&**

**MSBA Project Update**

***for Hanson Select Board & Finance Committee***

***Revised February 23, 2024***

***Mission Statement***

***Through rigorous and relevant hands-on instructional experiences, South Shore will develop confident, civic-minded students who achieve ambitious career goals leading to their personal fulfillment, economic independence, and positive impact on their community.***

# Celebrating Accomplishments

- Highest enrollment in school history
- Strong Co-op program placement
- Strong student application pool
- Secured outside funding via Rethinking Grading, Skills Capital, and a recent \$2.1m CTI grant
- Making progress with MSBA Project
- Expanded programming for student supports
- Expanding district to include Marshfield (7.1.24)

# Setting Goals

<b>Accountability</b>	<ul style="list-style-type: none"><li>● NEASC accreditation 2026</li></ul>
<b>Community &amp; Culture</b>	<ul style="list-style-type: none"><li>● Expanded workforce development training</li><li>● Creation of Student Equity Club</li><li>● Strong student participation in athletics</li></ul>
<b>Facilities</b>	<ul style="list-style-type: none"><li>● MSBA process Module 3</li><li>● Working toward MSBA project approval</li></ul>
<b>Instruction</b>	<ul style="list-style-type: none"><li>● Implementing grading initiative</li><li>● Expanding student support resources</li></ul>

# Budget Building Process

## October-November:

- Depts build a “zero-based” budget

## November-December:

- Prioritize requests

## December-January:

- Feedback

Cost Center #	05						
Cost Center Name	Culinary Arts						
Cost Center Supervisor/DH	Monteiro						
	Place an X in the appropriate fiscal year						
Cost Center Lines	Estimated Cost/Unit	Number of Units	Total Cost	FY22	FY23	FY24	FY25
<b>Lease Equipment</b>							
			\$0.00				
			\$0.00				
<b>R&amp;M Equipment</b>							
Knife sharpening	\$30.40	19	\$577.60	X			
Retail Control Solutions Yearly Repair & Maint, Contract (POS System)	\$2,400.00	1	\$2,400.00	X			
Retail Control Solutions Yearly AntiVirus (for POS System and credit card safety)	\$250.00	1	\$250.00	X			
Jackle Baking + Restaurant Srv. (required 2x yearly maint. of rotary oven)	\$500.00	2	\$1,000.00	X			
Jackle Baking + Restaurant Srv. (required 2x yearly maint. of convec. oven + 2 each 12 burner ranges +	\$500.00	2	\$1,000.00	X			
Misc. repairs on in-shop equipment	\$3,000.00	1	\$3,000.00	X			
			\$0.00				
<b>Books &amp; Instructional</b>							
ServSafe Coursebooks and online exam voucher	\$90.00	18	\$1,620.00	X			
ServSafe Instructor CD's	\$595.00	1	\$595.00	X			
Allergen Awareness certification course/exams	\$10.00	18	\$180.00	X			

## Cost Controls

- Long-range capital planning minimizes budget surprises and assessment spikes
- Grants help to cover costs for technical equipment & personnel
- In-house talent allows us to build and maintain our school

# FY25 DRAFT Budget Proposal +4.2%

## *Unpacking the % increase*

<b>Operating &amp; Capital Budget</b>	<b>+3.41%</b>	<b>Increase is for all operating and transportation expenses for the school; Capital costs increase by \$50,000 over FY24 for bus fleet replacement expenses</b>
<b>District Election for MSBA project</b>	<b>+0.79%</b>	<b>+\$125,000 to come from Excess &amp; Deficiency Account so that it will not impact local assessments for FY25. This is to cover town costs for a district election for the MSBA project in early 2025.</b>

# FY25 DRAFT Budget Proposal +4.2%

## *Headliners*

- Chapter 70 aid did not offset reduction of non-resident tuition.
- Aid increased \$185,958; Non resident tuition reduced \$510,782
- Regional transportation reduced \$35,626
- MSBA Ballot question planned for early 2025 in all 9 towns.

### **Move selected personnel on partial grants onto budget**

- *.5 Nurse* (+\$16,500; will be 66% on budget)
- *Speech Language Pathologist* (+\$31,348; will be 80% on budget)
- *Adjustment Counselor* (+\$23,565; will be 80% on budget)
- *Special Education teacher* (+\$21,337; will be 100% on budget)

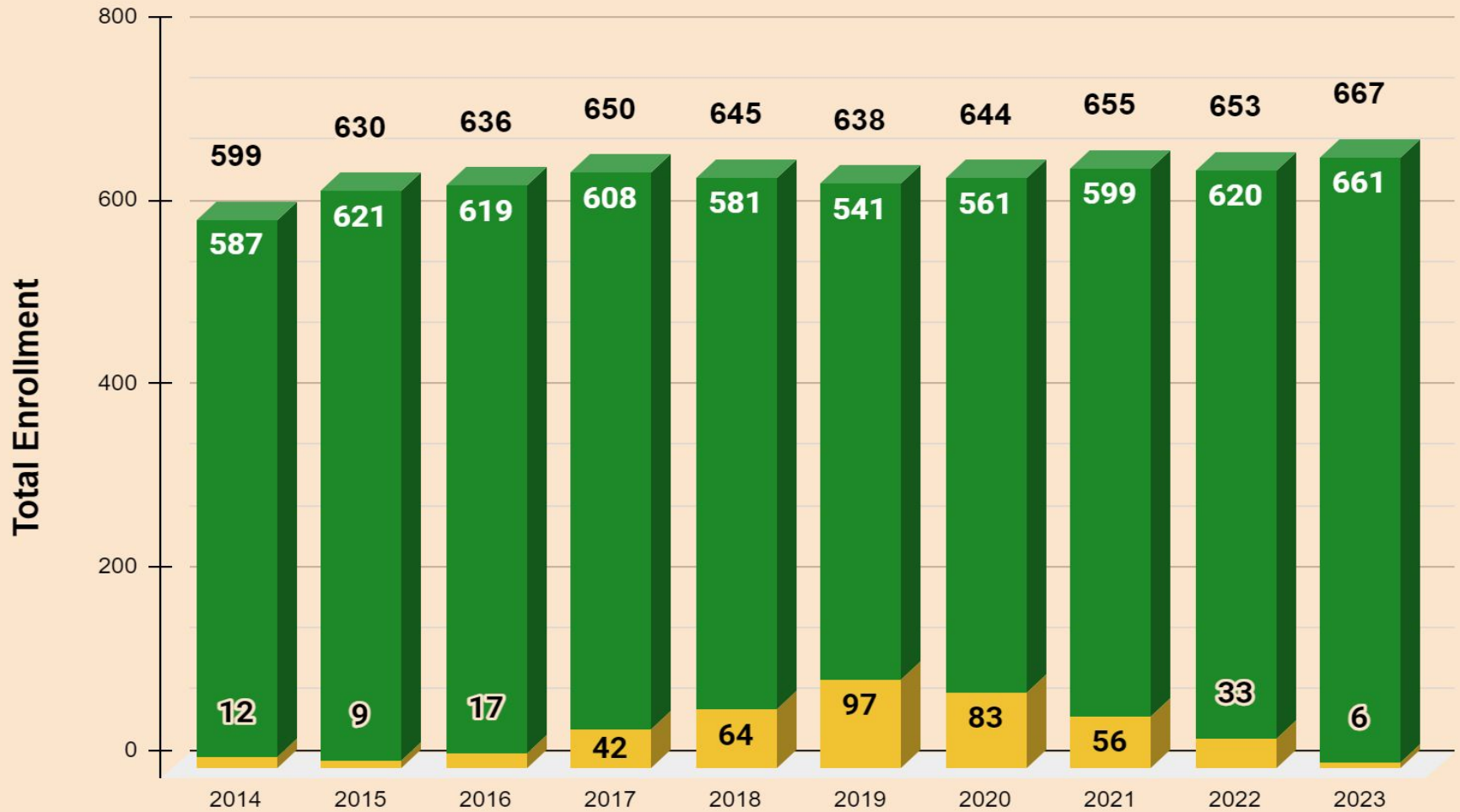
### **New personnel**

- *Physical Education/Health teacher* (\$65,000 on budget)

**Budget includes costs not typically found in school budget** (insurances, retirement, payroll tax, debt, OPEB, unemployment).

# Total Enrollment Trends

■ IN DISTRICT ■ OUT OF DISTRICT



October 1 Reports

# In District Enrollment Trends

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	1 year change
<b>Abington</b>	148	147	143	115	94	83	88	97	103	<b>114</b>	<b>+11</b>
<b>Cohasset</b>	4	6	4	3	3	8	7	8	11	<b>9</b>	<b>-2</b>
<b>Hanover</b>	46	46	49	46	41	40	51	61	67	<b>80</b>	<b>+13</b>
<b>Hanson</b>	75	75*	80	80	76	80	84	82	86	<b>77</b>	<b>-9</b>
<b>Norwell</b>	7	15	15	16	18	20	23	29	26	<b>22</b>	<b>-4</b>
<b>Rockland</b>	161	152	145	154	159	144	143	152	136	<b>140</b>	<b>+4</b>
<b>Scituate</b>	32	42	45	45	45	31	30	30	40	<b>54</b>	<b>+14</b>
<b>Whitman</b>	114	138	138	148	145	135	135	140	151	<b>165</b>	<b>+14</b>



## Student Enrollment Sorted by Town and Shop Major, February 2024

Town	MFW	CP	AH	HVAC-R	CM	CA	EL	MET	CIT	DVC	AM	Hort
Hanover	2	10	4	3	6	8	14	6	6	6	7	6
Whitman	20	21	12	11	14	10	20	9	7	11	14	17
Hanson	6	8	3	6	2	2	13	5	5	7	8	12
Rockland	18	7	13	13	17	13	14	4	5	9	16	8
Abington	15	4	9	12	10	7	13	7	2	10	8	16
Scituate	6	8	-	9	1	3	5	2	2	3	5	9
Norwell	2	1	2	-	-	1	7	2	1	2	2	2
Cohasset	1	-	-	1	1	2	1	1	-	-	2	-
Marshfield	1	-	-	-	-	1	1	-	-	-	-	-

# Hanson Recent Enrollment & Assessment Trends

October 1 DESE Enrollment report year	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	1 year change
<b>Enrollment</b>	80	84	82	86	77	<b>-9</b>
<b>Enrollment % inc</b>		<b>5%</b>	<b>-2.4%</b>	<b>4.9%</b>	<b>-10.5%</b>	
<b>Assessment (Budget year)</b>	\$1,135,419 (FY21)	\$1,228,076 (FY22)	\$1,182,596 (FY23)	\$1,164,846 (FY24)	<b>\$1,098,635 (FY25)</b>	<b>-\$66,211</b>
<b>Assessment % inc</b>		<b>8.2%</b>	<b>-3.73%</b>	<b>1.5%</b>	<b>-5.7%</b>	
<b>Cost per student</b>	\$14,193	\$14,620	\$14,422	\$13,545	\$14,268	

# MSBA Update

For more info: [www.southshoretechproject.com](http://www.southshoretechproject.com)

## **FY24**

- **October 2023: Vote to submit Preliminary Design Program.**
- **February 2024: Vote to submit Preferred Schematic Report (PSR)**
- **April 2024: MSBA review of PSR**

## **FY25 (No impact on assessments in FY25)**

- **October 2024: Likely MSBA Board of Directors vote on project.**
- **January 25, 2025: Likely date for district ballot question on project. All towns go to a ballot on the same day. Aggregate vote for the district.**

## **FY26**

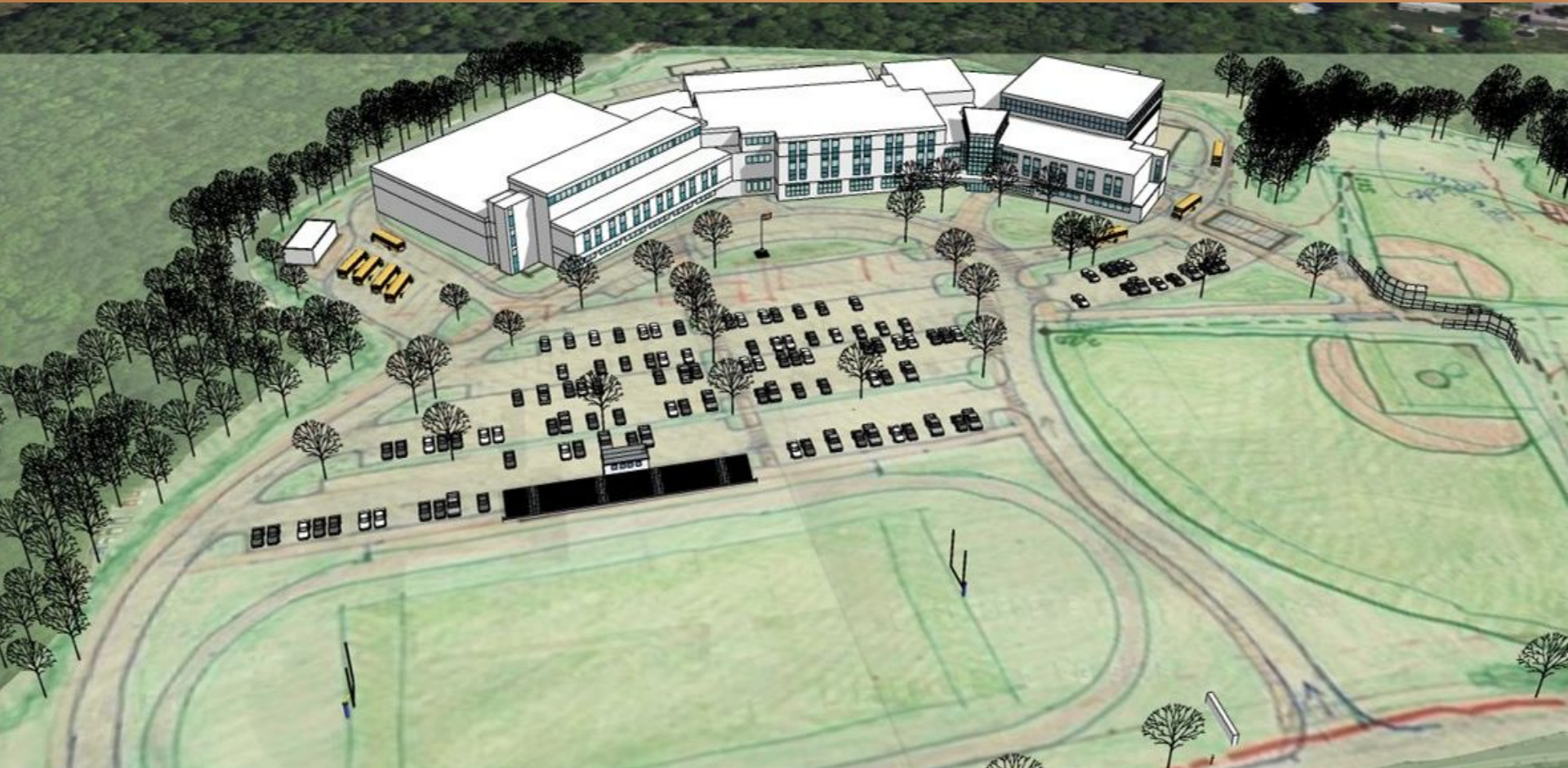
- **If approved, project design borrowing would begin with an interest only bond anticipation note (BAN) of about \$700,000.**

## **What are we working on now?**

- **NEW: Just selected a design and enrollment on February 22, 2024**
- **Working on a regional agreement amendment that would make debt shares adjustable based on enrollment changes (current agreement has debt shares fixed).**
- **Submission of Preferred schematic report on February 29, 2024**
- **Schematic design phase thru August 2024**

# MSBA Update: New Design “NC 2.0”

For more info: [www.southshorettechproject.com](http://www.southshorettechproject.com)



3 floors, built on existing ball fields; includes new plumbing and veterinary science programs. Targeted opening 2028-2029.

OPTION NC-2.0 900 Students

# Project, reimbursement and local estimates

<b>Design NC 2.0</b>	<b>805</b>	<b>900</b> 
<b>Construction Cost Estimate</b>	<del>\$218m</del>	<b>\$226m</b>
<b>Total Cost Estimate</b>	<del>\$274m</del>	<b>\$283m</b>
<b>Estimated “actual” MSBA reimbursement</b>	<del>-\$100m 36.34%</del>	<b>-107m 37.89%</b>
<b>District/Local Share</b>	<del>\$174m</del>	<b>\$176m</b>

Not final amounts; for comparative purposes only. Refined costs will be known near end of schematic design phase (August 2024)



# Hanson cost comparisons

*EARLY projections using average single family home assessment*

HANSON	Avg Single Family Home Value FY24	\$499,873	Avg Single Family Home Tax FY24	\$6,688
	Without Marshfield Assumes full borrowing FY29		Projection: Marshfield at 20 students per year over the first 4 years (11.9%) Assumes full borrowing FY29	
Enrollments	<del>805</del>	900	<del>805</del>	900
Design NC 2.0 at Level Principal payments	<del>\$400</del>	\$405	<del>\$357</del>	\$362
Design NC 2.0 at Level Debt payments	<del>\$315</del>	\$320	<del>\$282</del>	\$286

- *If approved, borrowing would phase in from FY26-FY29. Assuming 3.75% interest/30 years.*
- *Possible borrowing phase in timeline:*
  - *FY26: Short term BAN interest only, 700K (Hanson share approx \$91K in FY26)*
  - *FY27: 60% of project bond*
  - *FY28: 90% of project bond*
  - *FY29: 100% of project bond*
- *Working on regional agreement amendment to make debt share adjustable on a 4 year rolling average. Fall town meeting article likely.*
- *Pembroke is interested in joining; cost sharing would be part of a proposed district expansion.*

# Marshfield and cost sharing impact

Town	% share
Abington	16.7%
Cohasset	1.49%
Hanover	11.06%
Hanson	13.03%
Norwell	4.1%
Rockland	22.77%
Scituate	6.6%
Whitman	24.25%
Marshfield	TBD

Marshfield will start paying in FY26. Debt shares will ultimately reduce for the other 8 member towns.

Marshfield's annual share will adjust with their enrollment as they add students for FY26, 27, 28, 29. Then as we prepare the FY30 budget, Marshfield's share will be fixed.

**Note: We are studying an adjustable debt share model using rolling averages. If this idea has merit we will bring this back for consideration to all towns later in 2024.**

*To illustrate: If Marshfield sends 20 students per year from FY26-29, assuming current capacity (670), that would equate to 11.9% of the school enrollment, which would mean an 11.9% haircut for each town's share in FY30 and beyond. From FY26-29, there would be slight haircuts on the debt share leading up to the 11.9% in FY30.*