

Hayfield Community Schools



Public Hearing
February 29, 2016
6:00 p.m.

Welcome and Introduction



- Our Mission
 - To provide a safe learning environment that engages, challenges, and inspires students for life
- Our Goals and Aims
 - High Student Achievement
 - Safe and Respectful Learning Community
 - Efficient and Effective Operations
- Our Purpose
 - World-class education for all students in pre-Kindergarten through grade 12

Background Information



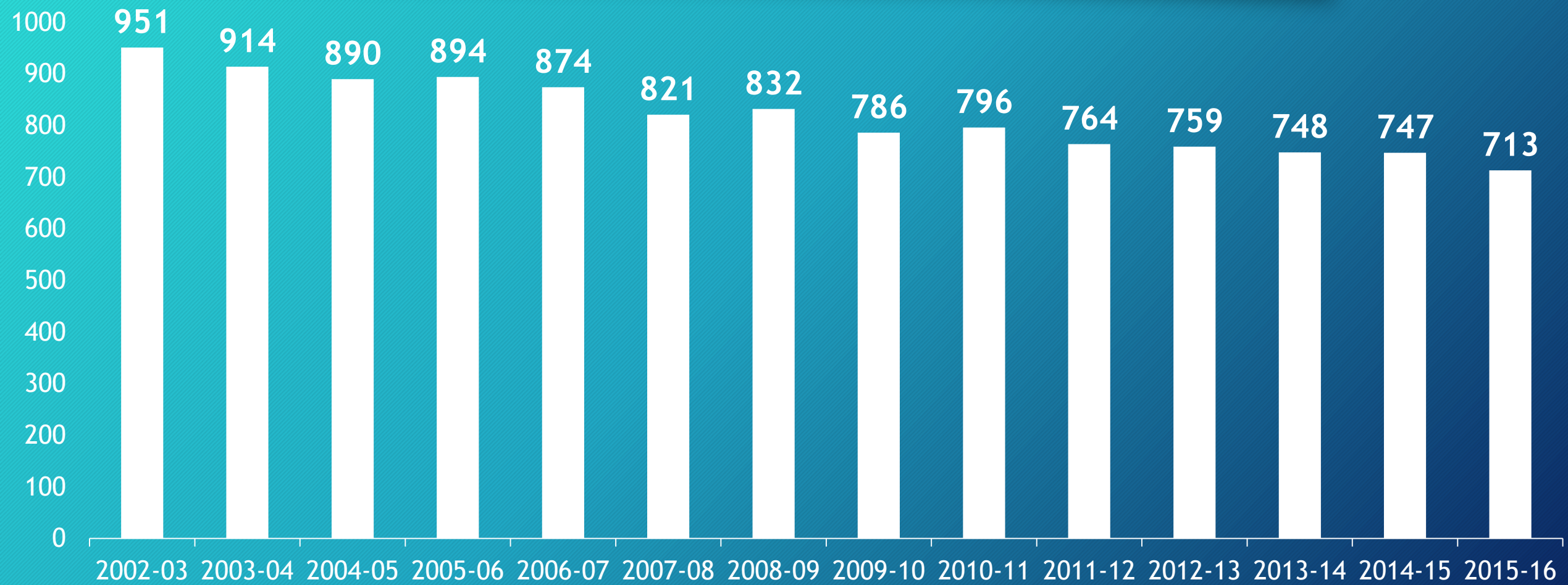
- Enrollment Trends and Projections
- Facility Needs
- Financial Status and Projections

Enrollment Trends



- Since 2002-2003, the trend for the district reflects declining enrollment
 - Decrease of 238 students
 - 25.03% decrease overall
 - Over the 13 years of data collected, 10 years had a decline in enrollment

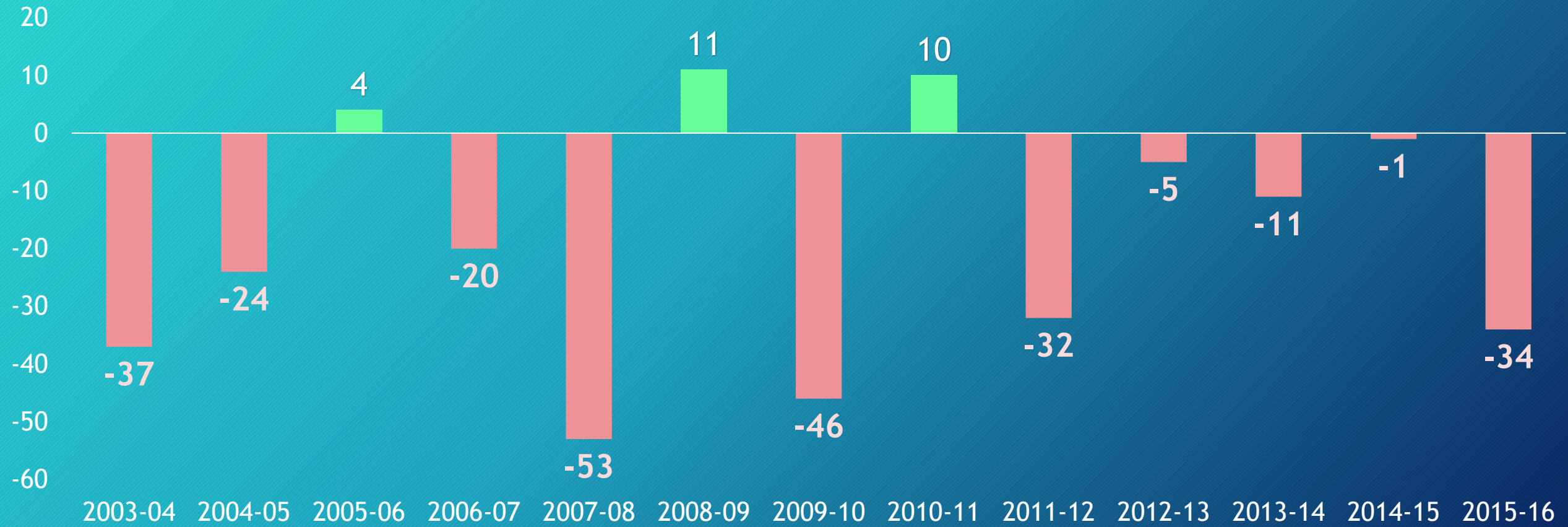
Enrollment Trends



Enrollment Trends



Changes in Enrollment from Prior Year

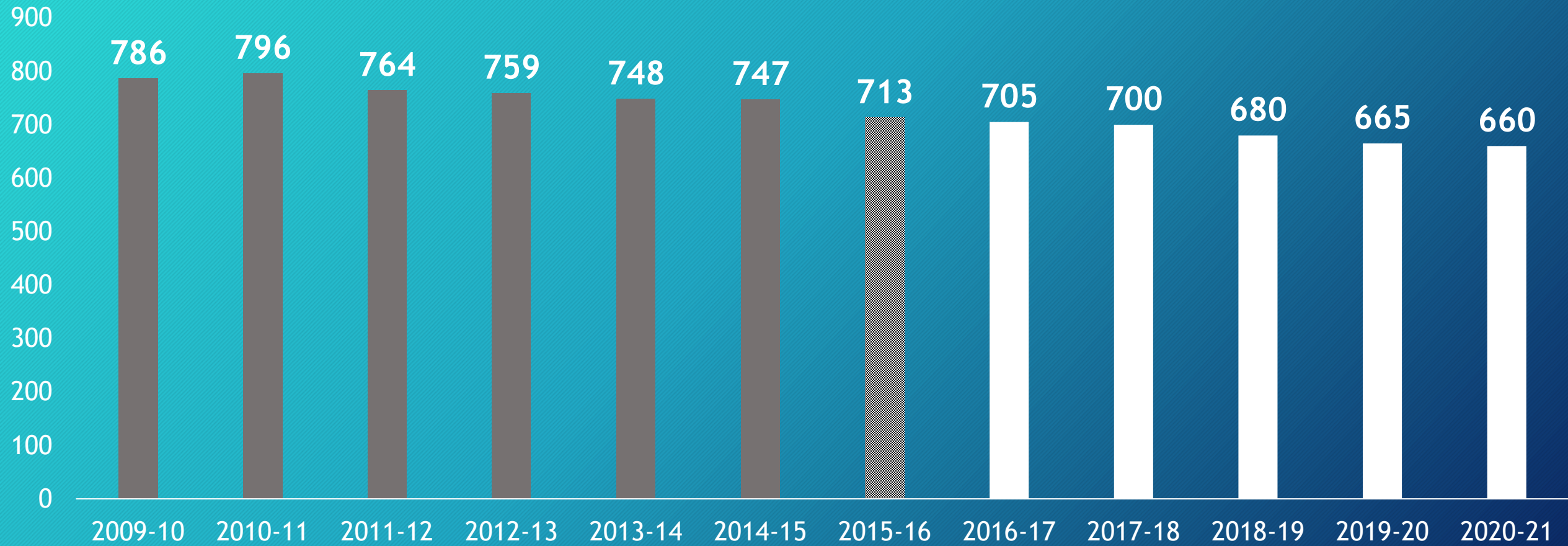


Enrollment Projections



- Enrollment projections for 2016-2017 and beyond
 - Trends from prior 7 years
 - ✓ Birth rates
 - ✓ Mobility rates
 - ✓ Actual enrollment
 - Projections for future 5 years
 - ✓ Birth rates, Census data
 - Kindergarten
 - ✓ 2016-2017 projected at 57 students
 - ✓ 2017-2018 and beyond = average of 50 students each year

Enrollment Projections



Facility Needs



- State aid for deferred maintenance
 - \$0.58 per square foot for many years
 - Options for additional revenue included voter-approved bonds or using revenues from capital outlay or the general fund
 - Led to decisions to delay major repairs and maintenance projects across the district

Facility Needs



- Long-Term Facilities Maintenance Revenue
 - Includes deferred maintenance and health/safety
 - Based on enrollment
 - Approximately \$135,000 in FY 17
 - Will be beneficial to aid the district in beginning to address facility needs

Facility Needs



- Exterior Roofing, Tuck-pointing, Siding, Stucco, Parking lots, Sidewalks, Storm Sewer, Drainage, Lighting, Windows, Main entrances
- Interior Carpet, Tile, Flooring, Ceilings, Walls, Casework, Restrooms, Chalkboards, Concession stands
- Mechanical Heating, Temperature controls, Ventilation, Piping, Kitchen and FACS exhaust
- Electrical Service, Phone system, Lighting
- Life Safety Fire protection, Fire alarm system, Security system, Gym floor abatement

Financial Status and Projections



- Operating Levy
 - Revenues are used for general operating budget
 - ✓ Payroll and benefits
 - ✓ General maintenance and bills
 - ✓ Transportation
 - ✓ Supplies
 - ✓ Technology

Financial Status and Projections



- Operating Levy
 - \$551.78 per pupil payment expires after taxes payable in 2016
 - ✓ Continue using revenue from this levy until the end of the 2016-17 school year
 - ✓ Due to declines in enrollment, operating levy and state aid payments are generating less revenue for operating expenses
 - ✓ Alignments were made in Spring 2015 and will need to be made again in Spring 2016
 - \$851.78 per pupil payment begins with taxes payable in 2017
 - ✓ Begin using revenue from this levy at the start of the 2017-2018 school year

Financial Status and Projections

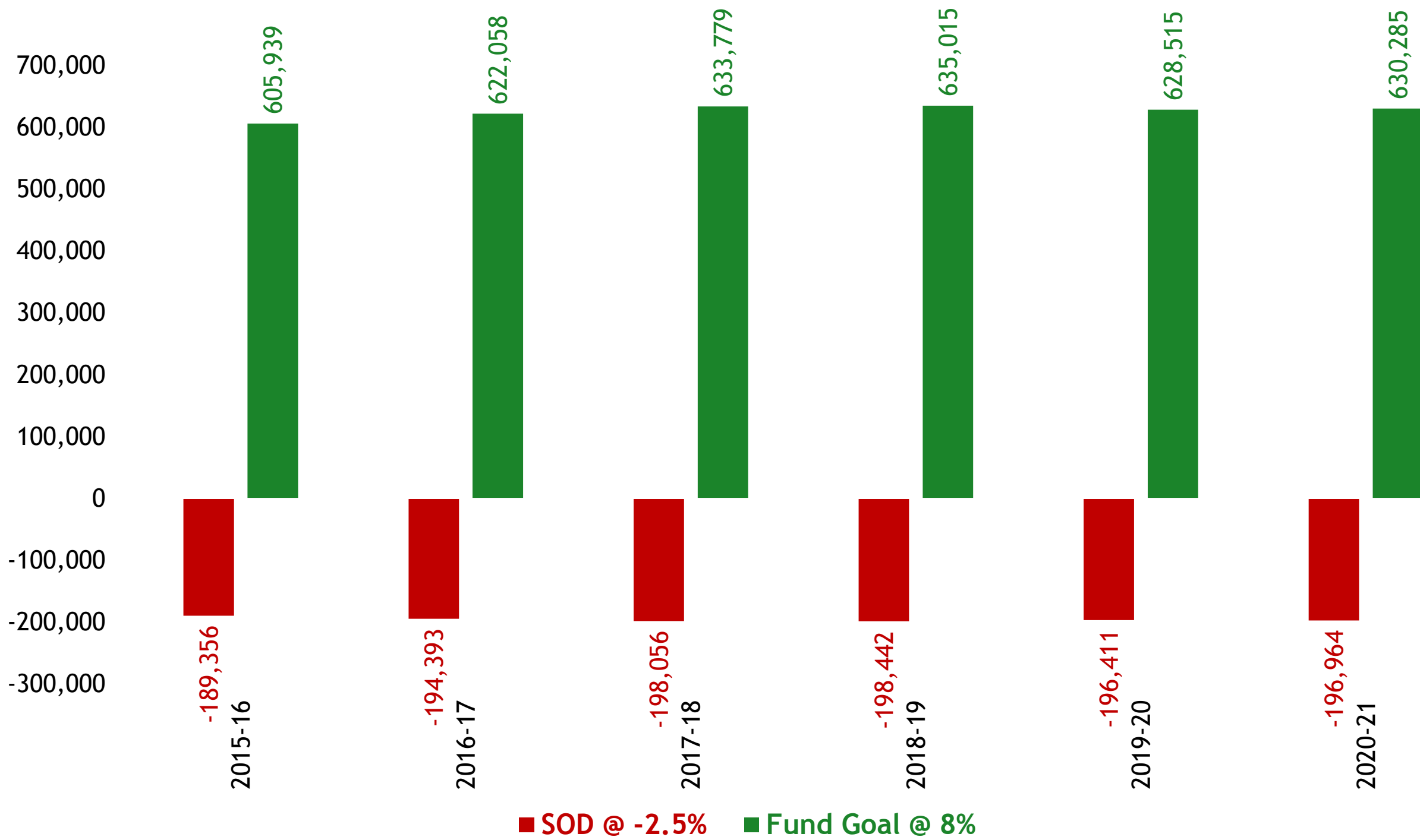


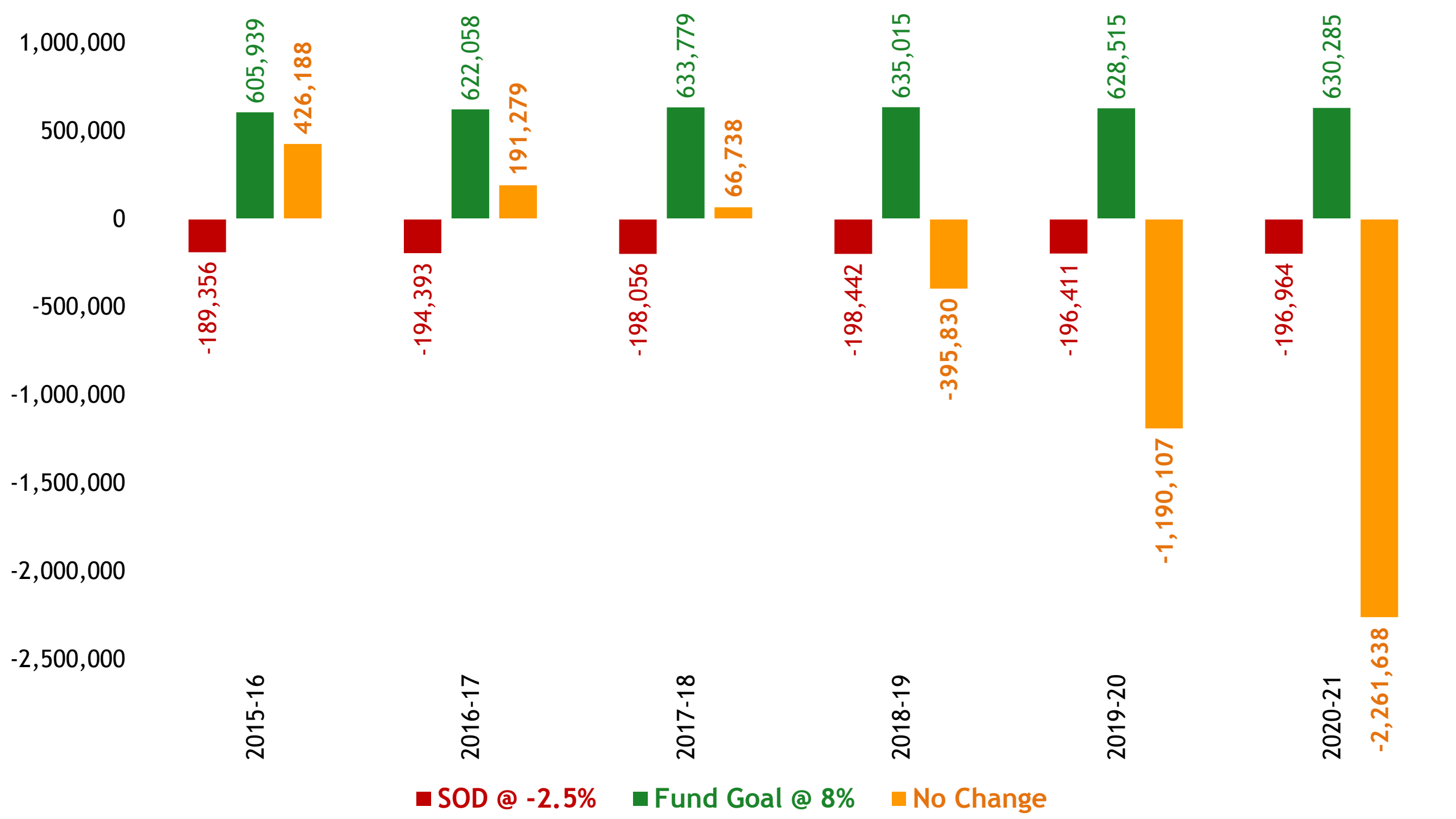
- District responsibility to work within financial limitations
 - Carefully monitor revenue projections
 - Plan expenditures to be within our means
- Unassigned General Fund Balance Goal of 8%
 - One month of operating expenses
 - Financial stability
 - Cash flow
 - Maintenance of the district's credit rating
 - Use reserves to maintain programs during economic downturns

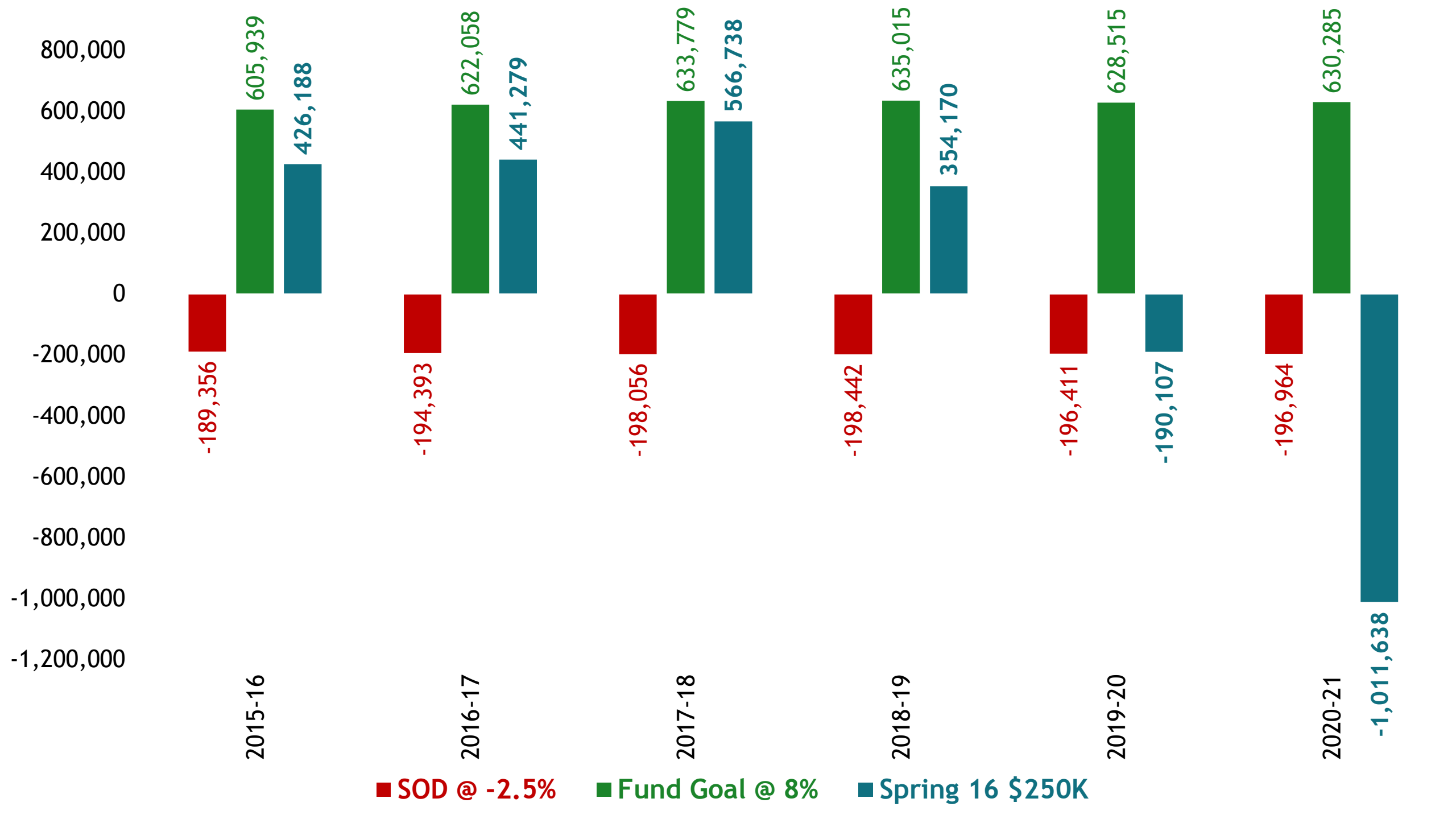
Financial Status and Projections



- Revised Budget for 2015-2016
 - District expenses will be exceeding revenues
 - Deficit spending for 2015-16 in the amount of -\$162,384
 - Projected unassigned general fund balance is 5.63%
- Financial Planning Model
 - Enrollment projections
 - State aid payment estimates
 - Operating levy revenue
 - Inflationary costs

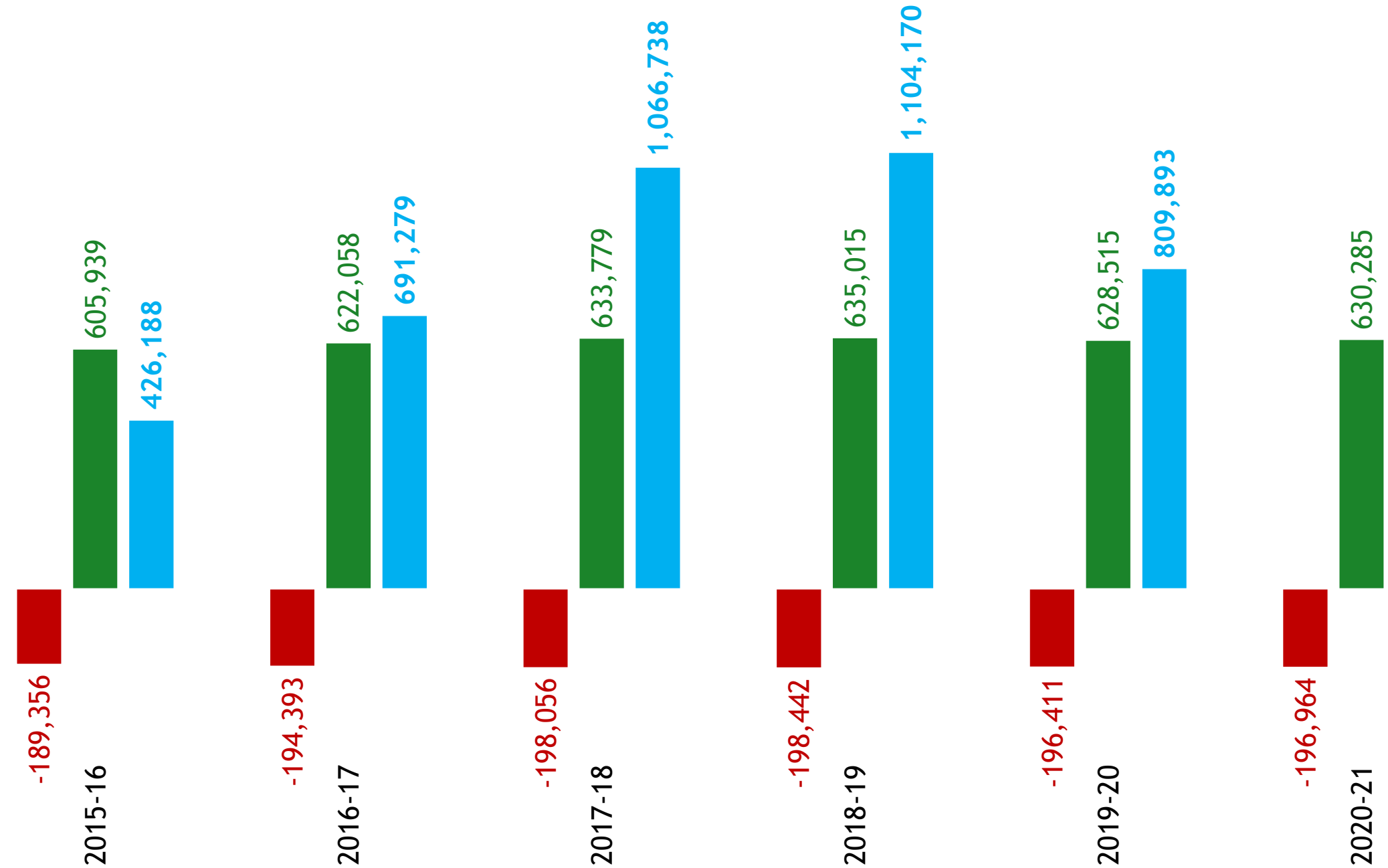




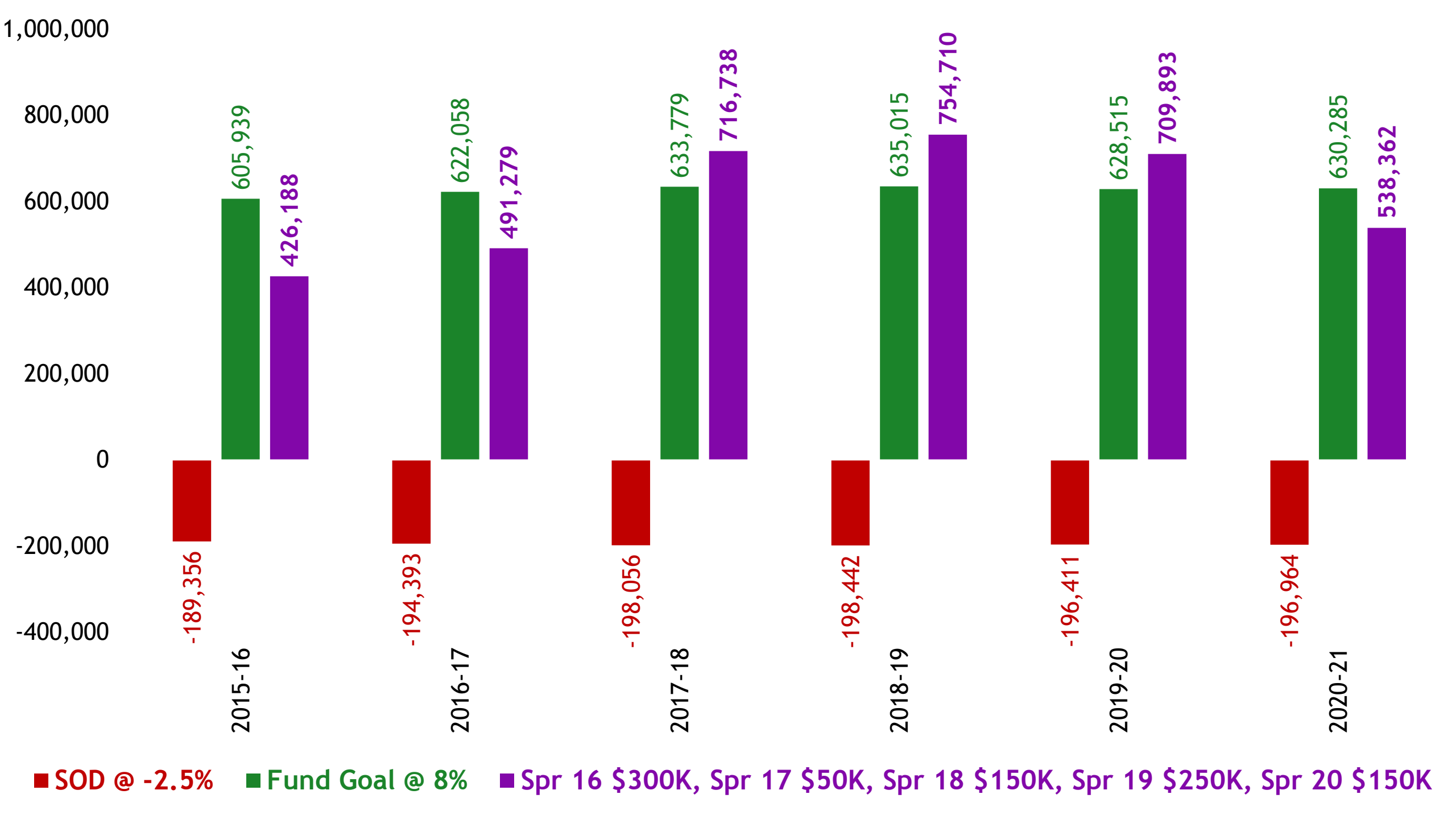


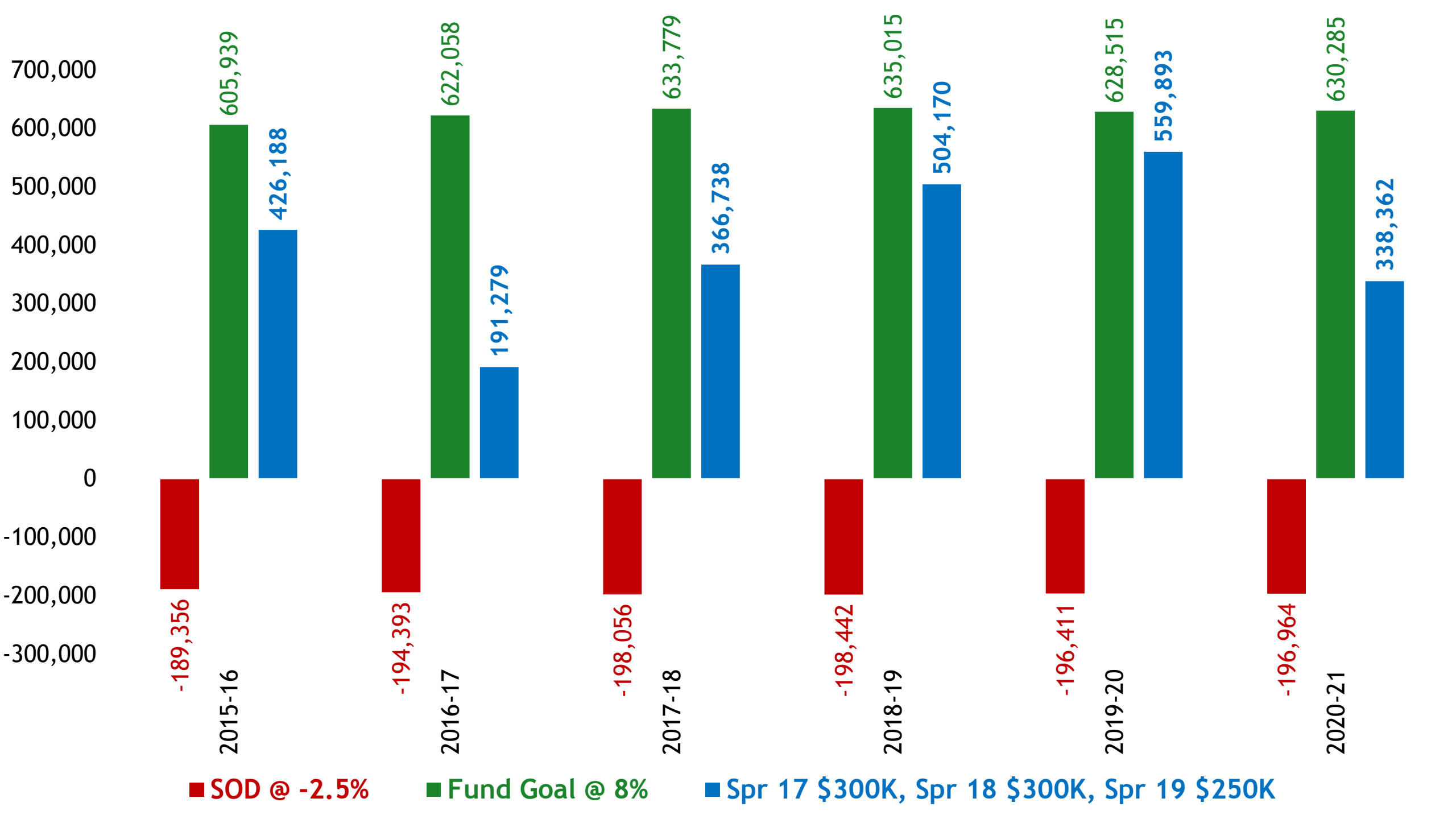


1,200,000
1,000,000
800,000
600,000
400,000
200,000
0
-200,000
-400,000



■ SOD @ -2.5% ■ Fund Goal @ 8% ■ Spring 16 \$500K

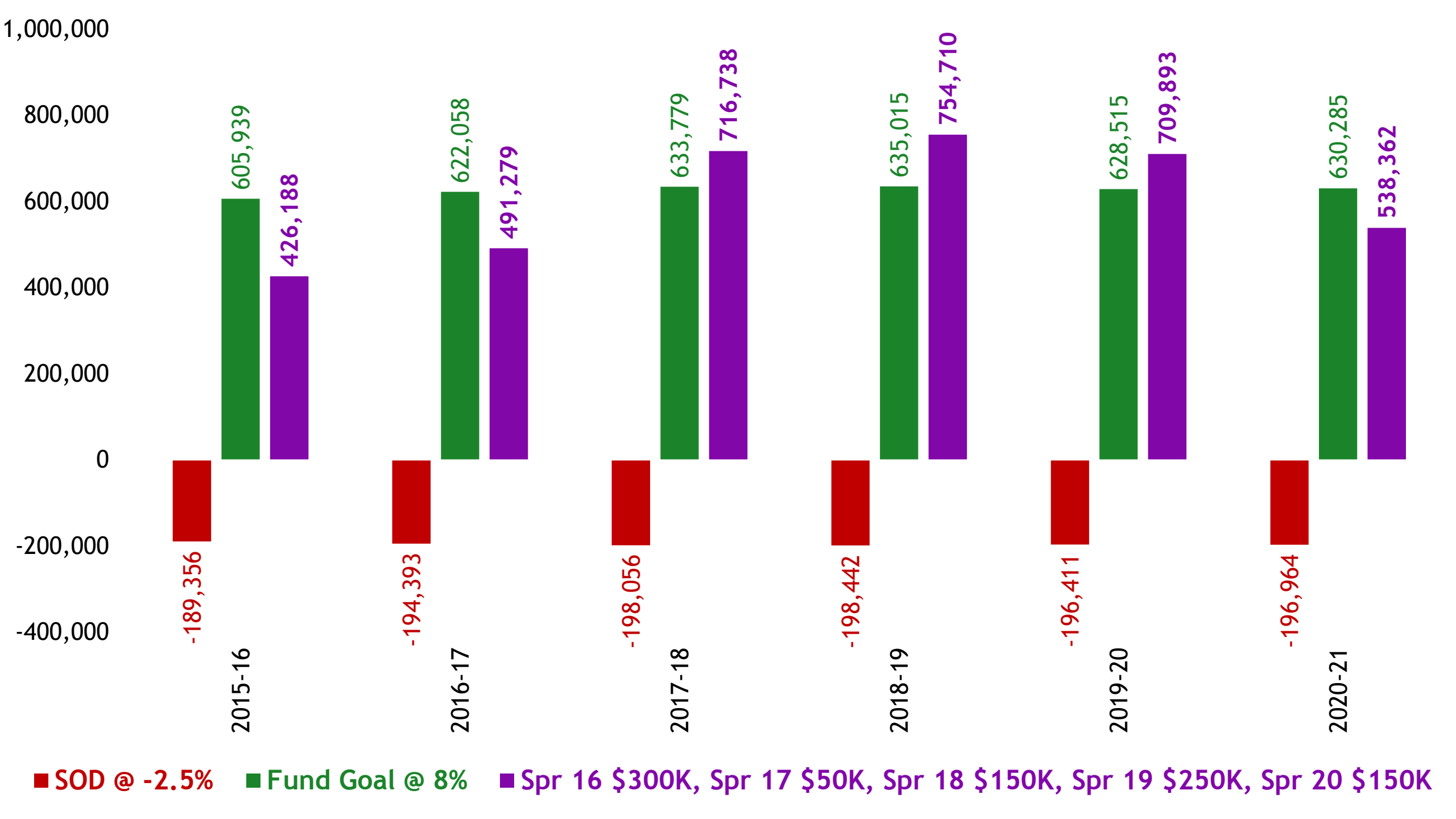




Recommendations for Financial Planning



- Schedule for alignment of expenditures with revenues
 - \$300,000 in Spring 2016; \$50,000 in Spring 2017; \$150,000 in Spring 2018
 - Reevaluate status in Spring of 2019
- Provides for increase of current general fund balance to 6.3% for 2016-2017
- Reaches goal of 8% general fund balance in 2017-2018
- If no alignments are made for next year, the projection for the fund balance is approximately 2.5% (less than 10 days' expenses) for 2016-2017



Potential Cost Savings and Expenditures



If Brownsdale Elementary were to close . . .

Cost Savings Estimate			Amount
Insurance			12,800
Supplies, Fees, Leases			8,670
Maintenance			74,500
Staffing	Travel	3,400	245,400
	Non-Certified ¹	92,000	
	Certified ²	150,000	
Total			341,370

Cost Expenditures Estimate		Amount
Insurance		2,500
Maintenance		3,000
Utilities		4,500
Roof Repairs		10,000
Transition ³		22,700
Total		42,700

¹Attrition and Alignments

²Attrition

³One-time costs

Next Steps



- How will we plan to establish and maintain financial stability for the district?
- What options provide for programming that can meet the needs of all students in pre-Kindergarten through 12th grade?
- What options continue to maintain and/or maximize opportunities for all students in pre-Kindergarten through grade 12?
- What options have a minimal impact on staffing levels?

Rules of Decorum



- The public hearing will be recorded.
- Each speaker will be provided five minutes for comments.
- Please provide your name and address. Also, please identify if you are speaking on behalf of a group.
- Speakers will be reminded of time remaining at 1 minute, 30 seconds, and end of time.
- Please place written statements or materials in the document box.
- Board members will not be able to respond to or discuss comments.
- Board members will consider all public input gathered.
- Thank you for participation and attendance.