

EXHIBIT 2

HANOVER SCHOOL DISTRICT  
 Proposed Budget  
 2017-2018

FINAL - 1.26.17

Revenues & Net Assessment				
	As Voted 2016-17	Proposed 2017-18	\$ Change	% Change
Hanover Direct Budget	\$13,393,498	\$ 13,697,991	\$304,493	2.27%
Proposed Warrant Articles for 17-18; breakdown on Exhibit 3 (next page)		\$ 131,995		
16-17 Warrant Articles included in current year assessment:				
Article 3 - Bridgman Trust Fund	\$40,000			
Article 4 - Contingency	\$35,000			
Article 5 - Maintenance Reserve Fund	\$25,000			
Article 6 - Special Education Reserve Fund	\$100,000			
Article 8 - District Officers	\$6,995			
Article 9* - Teachers Agreement Increases	\$105,083			
Article 10* - Support Staff Agreement Increases	(\$11,744)			
Article 11* - Service Staff Agreement Increases	\$2,449			
(*The 17-18 cost of these 3 agreements are now included in the Hanover Direct Budget)				
<b>District Budget Totals</b>	<b>\$13,696,281</b>	<b>\$13,829,986</b>	<b>133,705</b>	<b>0.98%</b>
<b>Revenues</b>				
(subtracted from expenditures to arrive at net assessment)				
Balance Carry Forward	\$0	\$80,000	80,000	
Deficit Appropriation Article 7	(\$80,000)			
<b>Local Sources</b>				
From Hanover Water Works	\$170,942	\$172,769	1,827	
Tuition Income	\$21,336	\$2,500	(18,836)	
Interest on Investments	\$300	\$4,000	3,700	
Insurance Refunds	\$11,500	\$11,500	-	
Rental of Property	\$14,000	\$14,000	-	
Miscellaneous	\$250	\$250	-	
<b>State Sources</b>				
Catastrophic Aid	\$528,730	\$488,403	(40,327)	
Building Aid	\$85,116	\$87,000	1,884	
Federal Sources (Medicaid & Agric Grant)	\$103,800	\$103,800	-	
<b>Other Financing Sources</b>				
From Bridgman Trust Fund	\$40,000	\$40,000	-	
From Special Education Reserve Fund	\$0	\$0	-	
From Stabilization Reserve Fund	\$0	\$0	-	
From Building Maintenance Reserve Fund	\$0	\$0	-	
<b>Total Current Year Revenues</b>	<b>\$975,974</b>	<b>\$924,222</b>	<b>(51,752)</b>	
<b>Total Current Year Revenues and From Fund Balance</b>	<b>\$895,974</b>	<b>\$1,004,222</b>	<b>108,248</b>	<b>12.08%</b>
<b>Net Assessment</b>	<b>\$12,800,307</b>	<b>\$12,825,764</b>	<b>25,457</b>	<b>0.20%</b>

**HANOVER SCHOOL DISTRICT**  
**Proposed Budget**  
**2017-2018**

**FINAL - 1.26.17**  
**EXHIBIT 3**

<b>Tax Impact Data</b>
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<b>DISTRICT ASSESSMENTS:</b>	<b>2016-17</b>	<b>2017-18</b>	<b>\$ Chg</b>	<b>% Change</b>
Hanover Assessment - Including all Proposed Warrant Articles	\$12,800,307	\$12,825,764	\$25,457	0.20%
Dresden Assessment (Hanover Share)	\$13,250,884	\$13,692,492	\$441,608	3.33%
<b>Total Assessment</b>	<b>\$26,051,191</b>	<b>\$26,518,256</b>	<b>\$467,065</b>	<b>1.79%</b>

<b>Hanover Tax</b>
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<b>ESTIMATED TAX RATES:</b>				
Local School Tax Rate - Including all Proposed Warrant Articles	\$10.40	\$10.62	0.22	2.12%
State School Tax Rate	\$2.62	\$2.50	-0.12	-4.58%
<b>Total School Tax Rate</b>	<b>\$13.02</b>	<b>\$13.12</b>	<b>0.10</b>	<b>0.77%</b>

**IMPACT OF SPECIAL ARTICLES:**

		<b>Included in above rate estimate</b>	<b>Excluded from above rate estimate</b>
Special Article 2 Tuition Contract	n/a	n/a	n/a
Special Article 3 Bridgman Fund (tax neutral)	\$40,000	n/a	n/a
Special Article 4 Contingency	\$35,000	\$0.02	n/a
Special Article 5 Bldg Maint Rsv	\$0	\$0.00	n/a
Special Article 6 Spec Ed Rsv	\$50,000	\$0.02	n/a
Special Article 7 Officers Salaries	\$6,995	\$0.00	n/a
<b>Total Estimated Tax Rate if Special Articles Approved</b>	<b>\$131,995</b>	<b>\$0.04</b>	<b>\$0.00</b>

**Overview with all Articles Passed:**

	<b>2017-18</b>	<b>\$ Change</b>	<b>% Change</b>
<b>Total Hanover Budget with all Articles</b>	<b>\$13,829,986</b>	<b>\$133,705</b>	<b>0.98%</b>
<b>Total Hanover Assessment with all Articles</b>	<b>\$12,825,764</b>	<b>\$25,457</b>	<b>0.20%</b>
<b>Total Hanover Assessment with all Articles &amp; Dresden</b>	<b>\$26,518,256</b>	<b>\$467,065</b>	<b>1.79%</b>

**EXHIBIT 4**

HANOVER SCHOOL DISTRICT Proposed Revenue Budget 2017-2018		2015-16 Revised	2015-16	2016-17 Original	2016-17 Revised	2016-17 Anticipated	2017-2018 Proposed	Bgt to Bgt	%	Bgt to Bgt	%
2018	School Year	Budget	Actual	Budget	Budget	Year End	Proposed	Chg-Rev	Chg	Chg-Orig	Chg
<b>Local Sources</b>											
1121	District Assessment	\$12,771,365	\$12,771,365	\$12,699,653	\$12,800,307	\$12,800,307	\$12,825,764	\$25,457	0.2%	\$126,111	1.0%
1200	From Hanover Water Works	161,473	161,473	170,942	170,942	170,942	172,769	1,827	1.1%	1,827	1.1%
1311	Tuition	18,836	-	18,836	18,836	-	-	(18,836)	-100.0%	(18,836)	-100.0%
1311	Tuition--NECC Program	-	-	-	-	-	-	-	n/a	-	n/a
1311	Tuition--Summer School	2,500	7,608	2,500	2,500	5,760	2,500	-	0.0%	-	0.0%
1315	Spec Ed Excess Cost Income	-	-	-	-	-	-	-	n/a	-	n/a
1510	Interest on Investments	300	4,168	300	300	6,450	4,000	3,700	1233.3%	3,700	1233.3%
1910	Rent	14,000	12,438	14,000	14,000	13,000	14,000	-	0.0%	-	0.0%
1980	Refund from Prior Year	11,500	52,919	11,500	11,500	6,570	11,500	-	0.0%	-	0.0%
1990	Miscellaneous	250	569	250	250	250	250	-	0.0%	-	0.0%
<b>subtotal</b>		\$12,980,224	\$13,010,540	\$12,917,981	\$13,018,635	\$13,003,279	\$13,030,783	\$12,148	0.1%	\$112,802	0.9%
<b>State Sources</b>											
3211	Building Aid	\$153,108	\$153,108	\$87,000	\$85,116	\$85,116	\$87,000	\$1,884	2.2%	\$0	0.0%
3241	Catastrophic Aid	356,622	478,717	560,000	528,730	549,533	488,403	(40,327)	-7.6%	(71,597)	-12.8%
<b>subtotal</b>		\$509,730	\$631,826	\$647,000	\$613,846	\$634,649	\$575,403	(\$38,443)	-6.3%	(\$71,597)	-11.1%
<b>Federal Sources</b>											
4350	Medicaid Reimb	\$80,000	\$123,232	\$87,500	\$100,000	\$100,000	\$100,000	\$0	0.0%	\$12,500	14.3%
4710	Dept of Agric Grant	3,761	3,590	3,800	3,800	3,800	3,800	-	0.0%	-	0.0%
<b>subtotal</b>		\$83,761	\$126,822	\$91,300	\$103,800	\$103,800	\$103,800	\$0	0.0%	\$12,500	13.7%
<b>Other Financing Sources</b>											
5250	Transfer from Bridgman	\$0	\$0	\$0	\$40,000	\$40,000	\$40,000	\$0	0.0%	\$40,000	100.0%
5250	Transfer from Sp Ed Rsv Fund	\$100,000	\$100,000	\$0	\$0	\$0	\$0	\$0	n/a	\$0	n/a
5250	Transfer from Bldg Rsv Fund	-	-	-	-	-	-	-	n/a	-	n/a
<b>subtotal</b>		\$100,000	\$100,000	\$0	\$40,000	\$40,000	\$40,000	\$0	0.0%	\$40,000	n/a
<b>Current Year Revenue Total</b>		\$13,673,715	\$13,869,187	\$13,656,281	\$13,776,281	\$13,781,728	\$13,749,986	(\$26,295)	-0.2%	\$93,705	0.7%
<b>From Beginning Year Fund Balance</b>		\$0		\$0	\$0		\$80,000	\$80,000	n/a	\$80,000	n/a
<b>Total Resources Available to Offset Approps</b>		\$13,673,715		\$13,656,281	\$13,776,281		\$13,829,986	\$53,705	0.4%	\$173,705	1.3%
<b>Summary</b>											
Original Budget Proposal		\$13,713,715		\$13,560,493	\$13,393,498		\$13,697,991	\$304,493	2.3%	\$137,498	1.0%
Separate Articles				95,788	\$302,783		\$131,995				
Budget Proposal		\$13,713,715		13,656,281	\$13,696,281		\$13,829,986	\$133,705	1.0%	\$173,705	1.3%
<b>Sources of Funds:</b>											
from Balance Carry-Forward		\$28,761		0	\$80,000	←*Art 7→	\$80,000	\$0	0.0%	\$80,000	n/a
from Other Income		\$902,350		956,628	\$975,974		\$924,222	(\$51,752)	-5.3%	(\$32,406)	-3.4%
<b>from District Assessment</b>		\$12,782,604		\$12,699,653	\$12,800,307		\$12,825,764	\$25,457	0.20%	\$126,111	0.99%

**EXHIBIT 5**

HANOVER SCHOOL DISTRICT Consolidated Proposed Budget 2017-2018			2015-16 Revised Budget	2015-16 Actual	2016-17 Revised Budget	2016-17 Exp'd & Enc'd	2017-2018 Proposed Budget	Budget Increase/ (Decrease)	% Chg
Func	Obj								
<b>REGULAR INSTRUCTION</b>									
1100	110	Instructional Salaries	2,540,050	2,645,959	2,545,263	2,582,198	2,670,159	124,896	4.91%
1100	112	Ed Asst Salaries	179,161	152,088	172,674	197,135	198,476	25,802	14.94%
1100	100	Salaries--Other	107,080	137,459	182,163	37,589	159,063	-23,100	-12.68%
1100	200	Payroll Tax & Benefits	1,301,204	1,285,285	1,242,183	1,181,128	1,346,905	104,722	8.43%
1100	300	Purch Prof & Tech Svcs	11,350	4,321	12,460	2,953	16,055	3,595	28.85%
1100	400	Purch Prop Svcs	61,130	51,301	56,000	54,408	55,750	-250	-0.45%
1100	500	6th Grade Tuition	2,119,620	2,119,531	2,037,529	2,037,529	1,786,696	-250,833	-12.31%
1100	600	Supplies	98,599	66,150	81,248	42,619	95,696	14,448	17.78%
1100	700	Property	14,900	10,157	10,157	7,942	15,950	5,793	57.03%
1100	800	Dues & Memberships	500	0	0	0	0	0	n/a
		<i>Function Total</i>	6,433,594	6,472,251	6,339,677	6,143,501	6,344,750	5,073	0.08%
<b>COORDINATOR OF VOLUNTEERS</b>									
1110	300	Purch Prof & Tech Svcs	6,983	6,983	7,121	0	7,121	0	0.00%
		<i>Function Total</i>	6,983	6,983	7,121	0	7,121	0	0.00%
<b>TECHNOLOGY</b>									
1120	110	Salaries	134,969	135,081	140,406	140,322	151,462	11,056	7.87%
1120	200	Payroll Tax & Benefit	74,601	75,764	72,537	71,803	80,233	7,696	10.61%
1120	400	Purch Prop Svcs	10,485	10,484	11,600	6,504	11,900	300	2.59%
1120	600	Materials and Supplies	6,190	7,074	14,000	6,026	12,100	-1,900	-13.57%
1120	700	Equipment	25,115	24,625	43,000	37,627	66,700	23,700	55.12%
		<i>Function Total</i>	251,360	253,028	281,543	262,282	322,395	40,852	14.51%
<b>SPECIAL EDUCATION</b>									
1200	110	Instructional Salaries	733,249	681,289	682,711	679,215	755,793	73,082	10.70%
1200	112	Ed Asst & Tutor Salaries	514,390	553,973	469,734	418,934	590,872	121,138	25.79%
1200	200	Payroll Tax & Benefit	656,830	593,694	603,248	602,455	719,322	116,074	19.24%
1200	300	Purch Prof & Tech Svcs	26,000	24,373	18,500	9,436	18,500	0	0.00%
1200	400	Purch Prop Svcs	1,700	0	550	0	1,525	975	177.27%
1200	5xx	Other Purch Svcs	1,250	256	1,000	249	1,000	0	0.00%
1200	56x	Spec Ed Tuition	950,407	966,991	1,038,384	845,581	804,100	-234,284	-22.56%
1200	600	Supplies	14,250	5,752	12,295	4,342	16,255	3,960	32.21%
1200	700	Property	16,750	2,593	6,650	1,402	9,130	2,480	37.29%
1200	800	Other Objects	775	475	585	300	850	265	45.30%
1200	900	Other Uses	0	0	0	0	0	0	n/a
		<i>Function Total</i>	2,915,601	2,829,396	2,833,657	2,561,914	2,917,347	83,690	2.95%
<b>STAFF AT OUT-OF-BUILDING PRE-SCHOOLS</b>									
1210	100	Salaries	0	24,380	39,987	69	37,590	-2,397	-5.99%
1210	300	Payroll Taxes & Benefits	0	1,865	5,928	175	22,866	16,938	285.73%
		<i>Function Total</i>	0	26,245	45,915	244	60,456	14,541	31.67%
<b>NECC Program</b>									
1220	100	Salaries	230,150	228,679	138,458	143,510	188,944	50,486	36.46%
1220	200	Payroll Tax & Benefit	112,593	137,481	84,108	87,422	123,333	39,225	46.64%
1220	300	Purch Prof & Tech Svcs	170,000	176,263	152,000	170,736	82,000	-70,000	-46.05%
1220	500	Other Purch Svcs	350	0	350	0	350	0	0.00%
1220	600	Supplies	2,800	1,081	3,050	165	2,800	-250	-8.20%
1220	700	Equipment	600	2,146	2,000	200	1,800	-200	-10.00%
		<i>Function Total</i>	516,493	545,650	379,966	402,033	399,227	19,261	5.07%
<b>EXTENDED SCHOOL YEAR PROGRAM</b>									
1240	100	Salaries	51,000	36,339	51,000	42,462	51,000	0	0.00%
1240	200	Payroll Tax & Benefit	13,760	7,475	13,760	8,107	13,760	0	0.00%
1240	300	Purch Prof & Tech Svcs	15,100	13,233	10,000	12,160	10,000	0	0.00%
1240	500	Other Purch Svcs	3,000	570	1,500	1,015	1,600	100	6.67%
		<i>Function Total</i>	82,860	57,617	76,260	63,744	76,360	100	0.13%
<b>ENGLISH AS A SECOND LANGUAGE</b>									
1260	100	Salaries	80,114	85,883	89,139	91,073	103,549	14,410	16.17%
1260	200	Payroll Tax & Benefit	21,705	28,509	22,068	38,680	40,989	18,921	85.74%
1260	600	Supplies	950	972	1,050	413	1,050	0	0.00%
		<i>Function Total</i>	102,769	115,364	112,257	130,166	145,588	33,331	29.69%
<b>GUIDANCE</b>									
2120	100	Salaries	118,508	120,128	119,100	119,376	120,887	1,787	1.50%
2120	200	Payroll Tax & Benefit	62,535	63,155	60,996	58,854	65,109	4,113	6.74%
2120	600	Supplies	1,000	583	1,000	0	1,000	0	0.00%
		<i>Function Total</i>	182,043	183,866	181,096	178,230	186,996	5,900	3.26%

**EXHIBIT 5**

HANOVER SCHOOL DISTRICT Consolidated Proposed Budget 2017-2018			2015-16 Revised Budget	2015-16 Actual	2016-17 Revised Budget	2016-17 Exp'd & Enc'd	2017-2018 Proposed Budget	Budget Increase/ (Decrease)	% Chg
Func	Obj								
<b>HEALTH</b>									
2134	100	Salaries	74,802	64,934	77,714	76,734	83,382	5,668	7.29%
2134	200	Payroll Tax & Benefit	20,877	19,489	21,024	47,445	56,488	35,464	168.68%
2134	300	Purch Prof & Tech Svcs	1,100	1,044	1,100	1,044	1,100	0	0.00%
2134	400	Purch Prop Svcs	1,525	691	1,525	564	1,575	50	3.28%
2134	600	Supplies	2,900	1,866	2,900	1,128	2,900	0	0.00%
2134	700	Property	2,500	0	400	0	400	0	0.00%
2134	800	Other Objects	270	150	280	0	280	0	0.00%
		<i>Function Total</i>	103,974	88,174	104,943	126,915	146,125	41,182	39.24%
<b>CURRICULUM DEVELOPMENT</b>									
2212	300	Purch Prof & Tech Svcs	26,375	16,200	20,000	6,082	20,500	500	2.50%
		<i>Function Total</i>	26,375	16,200	20,000	6,082	20,500	500	2.50%
<b>STAFF DEVELOPMENT</b>									
2213	100	Salaries	5,000	4,645	5,000	4,709	8,000	3,000	60.00%
2213	200	P/R Tax and Benefits	68,281	65,276	73,281	36,870	74,116	835	1.14%
2213	600	Supplies	0	0	0	0	0	0	n/a
		<i>Function Total</i>	73,281	69,921	78,281	41,579	82,116	3,835	4.90%
<b>MEDIA (Library)</b>									
2221	100	Salaries	87,646	86,973	90,084	90,752	99,610	9,526	10.57%
2221	200	Payroll Tax & Benefit	53,160	47,598	44,187	48,665	57,385	13,198	29.87%
2221	300	Purch Prof & Tech Svcs	1,500	1,500	1,500	0	1,500	0	0.00%
2221	400	Purch Prop Svcs	4,950	3,725	4,950	1,842	5,450	500	10.10%
2221	600	Supplies	15,950	15,515	15,950	7,606	16,900	950	5.96%
2221	700	Property	10,000	9,939	8,000	2,871	8,000	0	0.00%
		<i>Function Total</i>	173,206	165,250	164,671	151,736	188,845	24,174	14.68%
<b>SCHOOL BOARD SERVICES</b>									
2310	100	Salaries	7,863	8,118	7,845	6,395	570	-7,275	-92.73%
2310	200	Payroll Tax & Benefit	611	640	609	521	611	2	0.33%
2310	300	Purch Prof & Tech Svcs	48,000	52,530	43,000	40,114	43,000	0	0.00%
2310	500	Other Purch Svcs	9,000	4,937	9,000	0	6,000	-3,000	-33.33%
2310	800	Other Objects	7,400	5,143	7,400	4,030	6,900	-500	-6.76%
		<i>Function Total</i>	72,874	71,368	67,854	51,060	57,081	-10,773	-15.88%
<b>SUPERINTENDENT SERVICES</b>									
2320	300	Purch Prof & Tech Svcs	335,764	335,764	383,138	383,138	365,065	-18,073	-4.72%
		<i>Function Total</i>	335,764	335,764	383,138	383,138	365,065	-18,073	-4.72%
<b>CONTINGENCY</b>									
2390	800	Other Objects	35,000	0	35,000	0	0	-35,000	-100.00%
		<i>Function Total</i>	35,000	0	35,000	0	0	-35,000	-100.00%
<b>SCHOOL ADMINISTRATION</b>									
2410	110	Salary--Principal	99,316	82,525	102,370	93,600	100,000	-2,370	-2.32%
2410	111	Salary--Support	92,892	93,289	95,653	95,277	97,068	1,415	1.48%
2410	115	Salary--Asst Principal	83,990	88,312	84,830	77,153	80,000	-4,830	-5.69%
2410	200	Payroll Tax & Benefit	384,496	366,733	364,206	326,219	313,888	-50,318	-13.82%
2410	300	Purch Prof & Tech Svcs	4,650	3,657	48,600	1,071	3,600	-45,000	-92.59%
2410	400	Purch Prop Svcs	15,408	14,122	15,444	10,931	16,944	1,500	9.71%
2410	500	Other Purch Svcs	21,900	15,148	21,900	5,305	16,400	-5,500	-25.11%
2410	600	Supplies	3,700	2,291	10,650	11,560	17,050	6,400	60.09%
2410	700	Property	3,000	178	3,000	2,887	3,000	0	0.00%
2410	800	Other Objects	1,700	864	1,700	0	1,700	0	0.00%
		<i>Function Total</i>	711,052	667,119	748,353	624,003	649,650	-98,703	-13.19%
<b>BUILDING MAINTENANCE</b>									
2610	100	Salaries	2,500	0	0	0	0	0	n/a
2610	200	Payroll Tax & Benefit	0	0	0	0	0	0	n/a
2610	400	Purch Prop Svcs	35,200	45,292	56,200	22,286	52,000	-4,200	-7.47%
2610	500	Other Purch Svcs	700	902	800	767	800	0	0.00%
2610	600	Supplies	13,000	4,296	13,000	7,185	28,250	15,250	117.31%
		<i>Function Total</i>	51,400	50,490	70,000	30,238	81,050	11,050	15.79%
<b>CUSTODIAL SERVICES</b>									
2620	100	Salaries	206,499	178,984	228,452	202,788	221,480	-6,972	-3.05%
2620	200	P/R Tax and Benefits	99,377	104,945	80,864	88,404	91,958	11,094	13.72%
2620	400	Purch Prop Svcs	34,000	48,693	46,811	44,810	46,000	-811	-1.73%

**EXHIBIT 5**

HANOVER SCHOOL DISTRICT Consolidated Proposed Budget 2017-2018			2015-16 Revised Budget	2015-16 Actual	2016-17 Revised Budget	2016-17 Exp'd & Enc'd	2017-2018 Proposed Budget	Budget Increase/ (Decrease)	% Chg
Func	Obj								
2620	500	Other Purch Svcs	23,000	23,798	24,000	25,000	25,000	1,000	4.17%
2620	600	Supplies	109,300	122,526	116,500	101,688	114,000	-2,500	-2.15%
2620	700	Property	6,978	5,589	3,360	0	4,000	640	19.05%
		<i>Function Total</i>	479,154	484,535	499,987	462,690	502,438	2,451	0.49%
		<b>GROUND MAINTENANCE</b>							
2630	400	Purch Prop Svcs	32,750	30,708	34,100	32,261	37,000	2,900	8.50%
2630	600	Supplies	0	0	0	172	500	500	n/a
		<i>Function Total</i>	32,750	30,708	34,100	32,433	37,500	3,400	9.97%
		<b>STUDENT TRANSPORTATION</b>							
2700	500	Other Purch Svcs	430,252	436,919	438,857	490,446	507,612	68,755	15.67%
2700	600	Supplies	21,500	11,629	21,500	15,866	21,500	0	0.00%
2700	700	Property	0	0	0	0	0	0	n/a
		<i>Function Total</i>	451,752	448,548	460,357	506,312	529,112	68,755	14.94%
		<b>SPECIAL EDUCATION TRANSPORTATION</b>							
2722	500	Other Purch Svcs	107,429	108,862	141,366	143,041	75,200	-66,166	-46.80%
		<i>Function Total</i>	107,429	108,862	141,366	143,041	75,200	-66,166	-46.80%
		<b>FIELD TRIPS</b>							
2725	500	Other Purch Svcs	9,779	5,931	4,690	1,762	24,850	20,160	429.85%
		<i>Function Total</i>	9,779	5,931	4,690	1,762	24,850	20,160	429.85%
		<b>SITE IMPROVEMENTS</b>							
4200	400	Purch Prop Svcs	14,000	13,841	8,000	5,020	17,500	9,500	118.75%
		<i>Function Total</i>	14,000	13,841	8,000	5,020	17,500	9,500	118.75%
		<b>BUILDING IMPROVEMENTS</b>							
4600	400	Purch Prop Svcs	13,200	15,325	38,700	33,696	50,000	11,300	29.20%
		<i>Function Total</i>	13,200	15,325	38,700	33,696	50,000	11,300	29.20%
		<b>DEBT SERVICE</b>							
5100	830	Debt Principal	136,000	136,000	180,000	180,000	190,000	10,000	5.56%
5100	840	Debt Interest	255,022	255,022	215,899	215,898	206,719	-9,180	-4.25%
		<i>Function Total</i>	391,022	391,022	395,899	395,898	396,719	820	0.21%
		<b>INTERFUND TRANSFERS OUT</b>							
5200	900	To Spec.Ed. Reserve Fund	60,000	60,000	100,000	100,000	0	-100,000	-100.00%
5200	900	To Bldg Maint Rsv Fund	25,000	25,000	25,000	25,000	0	-25,000	-100.00%
5221	900	To Food Service Fund	15,000	12,497	18,450	1,162	14,000	-4,450	-24.12%
5221	900	To Bridgman Spec Projects Fund	40,000	40,000	40,000	0	0	0	0.00%
5221	900	To Capital Projects Fund	0	0	0	0	0	0	n/a
		<i>Function Total</i>	140,000	137,497	183,450	126,162	14,000	-169,450	-92.37%
		<b>DISTRICT TOTAL</b>	13,713,715	13,590,955	13,696,281	12,863,878	\$ 13,697,991	1,710	0.01%

Plus Separate Articles to be voted:

Art. 3 - Bridgman Transfer	\$	40,000
Art. 4 - Contingency	\$	35,000
Art. 5 - Trnsfr SPED Res	\$	50,000
Art. 6 - Officer Stipends	\$	6,995
Art. 7 - 6th Gr tuition fund*		from surplus

Total if Separate Articles Approved: **\$ 13,829,986**    **\$ 133,705**    0.98%

1. "Func" and "Obj" are federally required accounting designations which refer to "function and "object". A function might be "regular education" or "transportation". "Objects" designate the type of expense being reported, for example, wage expense, or equipment expense, relating to a particular function.

2. The "budget" columns represent the adopted budget for the particular line item or group of line items, as may have been changed by approved budget transfers. "Actual" represents the amount actually spent in the prior year. "Exp'd & Enc'd" represents, in salary and benefit accounts, the expected expenditure through year end; and in other accounts, the actual expenditure, plus amount for which the school has issued purchase orders or contracts for goods or services. It may represent an estimate of year end, but more likely not.

3. The "Bgt Chg" column represents the difference between the proposed budget and the current year's budget. The "% Chg" is computed based on the same columns.

## EXHIBIT 7

### Tax Rate Calculation History and Forecast

HANOVER SCHOOL DISTRICT	Fall 2017 Estimate	Fall 2016 Actual	Fall 2015 Actual	Fall 2014 Actual	Fall 2013 Actual	Fall 2012 Actual
Tax Rate Calculation History and Forecast	(Supports FY2018 School Budget)	(Supports FY2017 School Budget)	(Supports FY2016 School Budget)	(Supports FY2015 School Budget)	(Supports FY2014 School Budget)	(Supports FY2013 School Budget)
<b>Local School Portion</b>						
Net Local School Budget (Ray)	\$12,825,764	\$12,800,307	\$12,771,365	\$11,519,744	\$10,870,161	\$10,424,584
plus/(minus) assessment budget changes	-	-	-	0	0	0
plus Regional School Appropriation (Dresden)	13,692,492	13,250,884	12,603,625	12,493,187	11,862,619	11,973,841
"School Tax Effort"	\$26,518,256	\$26,051,191	\$25,374,990	\$24,012,931	\$22,732,780	\$22,398,425
less Adequate Education Grant	-	-	-	0	0	0
less State Education Grant	- 5,023,278	- 5,212,206	- 4,955,338	-4,920,294	-4,788,783	-4,637,682
equals Approved School Tax Effort	21,494,978	20,838,985	20,419,652	19,092,637	17,943,997	17,759,743
divide by Local Assessed Value with Utilities	2,024,868,545	2,003,222,200	1,983,688,001	1,964,944,600	1,946,809,400	1,992,020,500
equals Local School Tax Rate	10.62	10.40	10.29	9.72	9.22	8.920
<b>State Education Taxes</b>						
Equalized Valuation (no utilities)	2,222,689,303	2,222,689,303	2,047,660,331	1,983,989,632	1,966,645,866	1,940,452,854
times state school tax rate	2.26	2.35	2.42	2.48	2.435	2.390
equals State School Tax	5,023,278	5,212,206	4,955,338	4,920,294	4,788,783	4,637,682
divide by Local Assessed Valuation (no Utilities)	2,011,439,600	1,991,439,600	1,971,882,701	1,951,827,600	1,934,714,700	1,979,388,200
equals State School Rate	2.50	2.62	2.51	2.52	2.48	2.34
<b>Total School Tax Rate</b>	<b>\$13.12</b>	<b>\$13.02</b>	<b>\$12.80</b>	<b>\$12.24</b>	<b>\$11.70</b>	<b>\$11.26</b>
<b>Year to Year Percent Change</b>						
% Change in School Rate:	0.77%	1.72%	4.58%	4.62%	3.91%	-0.53%
% Change in <b>Local</b> School Rate:	2.12%	1.07%	5.86%	5.42%	3.36%	-0.34%
% Change in <b>State</b> School Rate:	-4.58%	4.38%	-0.40%	1.61%	5.98%	-1.27%
<b>Ten Year Averages</b>						
	<u>Average</u>					
Growth in Local Assessed Value with Utilities	1.4%	1.0%	1.0%	0.9%	-2.3%	0.9%
Growth in Local Assessed Value without Utilities	2.4%	8.5%	3.2%	0.9%	1.3%	0.9%
Growth in Equalized Value (no utilities)	6.1%	8.5%	3.2%	0.9%	1.3%	-3.2%
( Assessed Value growth averages for non-reappraisal years only)						

Note: Data preliminary and subject to legislative adjustment