



Operating Budget Fiscal Year 2023-24 Hearing and Adoption

Board of Directors Meeting





Overview

- Review the prescribed state budget adoption process
- Confirm no budget changes from first reading on June 27, 2023
- Review five district funds



Budget Development Process



State law prescribes budget adoption process

- RCW 28A.505.040 Make budget available to public by July 10
- RCW 28A.505.060 Hold hearing and adoption on same day
- RCW 28A.505.060 Adopt budget by August 31

2023-24 Budget adoption schedule

- | | |
|-------------------|--|
| • June 27, 2023 | Board meeting – first reading |
| • August 8, 2023 | First public notice of hearing and adoption |
| • August 15, 2023 | Second public notice of hearing and adoption |
| • August 22, 2023 | Board meeting – budget hearing and adoption |
| • August 23, 2023 | Budget filed with ESD 189 and OSPI |

No public comments have been received

2023-24 Operating budget for five funds is as presented June 27, 2023



General Fund



General Fund - summary



2022-23 actual beginning balance was \$35,519,942

General Fund	Budget 2022-23	Budget 2023-24	Difference	% Change
Beginning Fund Balance	35,600,000	23,850,000	(11,750,000)	(33.0)
Restricted, Committed and Assigned	4,277,000	6,152,000	1,875,000	43.8
Unassigned	31,323,000	17,698,000	(13,625,000)	(43.5)
Revenues	384,410,388	385,234,866	824,478	0.2
Expenditures	396,234,448	389,525,105	(6,709,343)	(1.7)
Ending Fund Balance	23,775,940	19,559,761	(4,216,179)	(17.7)
Restricted, Committed and Assigned	4,277,000	5,657,000	1,380,000	32.3
Unassigned	19,498,940	13,902,761	(5,596,179)	(28.7)

General Fund - enrollment



Actual to budget student headcount 125 fewer

October 1 Headcount	Budget 2022-23	Actual 2022-23	Budget 2023-24	Difference Budget to Actual	% Change Budget to Actual
Elementary (K-5)	9,498	9,526	9,470	(56)	(0.6)
Middle (6-8)	4,521	4,523	4,476	(47)	(1.0)
High (9-12)	5,571	5,556	5,534	(22)	(0.4)
Total	19,590	19,605	19,480	(125)	(0.6)

Annual Average FTE	Budget 2022-23	Actual 2022-23	Budget 2023-24	Difference Budget to Actual	% Change Budget to Actual
Elementary (K-5)	9,545	9,638	9,473	(165)	(1.7)
Middle (6-8)	4,477	4,505	4,444	(61)	(1.4)
High (9-12)	5,252	5,180	5,212	27	0.5
Running Start/Other	475	429	415	(7)	(1.7)
Total	19,749	19,752	19,544	(206)	(1.0)

General Fund - revenues



Budgeted revenues

- Increased revenues based on additional increase in state IPD (implicit price deflator/cost of living increase), state special education funding, local taxes

Revenues	Budget 2022-23	Budget 2023-24	Difference	% Change
Local Taxes	57,264,354	61,369,849	4,105,495	7.2
Local Non-Tax	9,246,353	6,929,704	(2,316,649)	(25.1)
State General	210,581,215	213,032,131	2,450,916	1.2
State Special Purpose	69,889,964	76,679,519	6,789,555	9.7
Federal General Purpose	55,000	55,000	-	-
Federal Special Purpose	29,847,111	19,099,351	(10,747,760)	(36.0)
Revenues from Other Entities	3,476,391	3,549,312	72,921	2.1
Transfers and Other Sources	4,050,000	4,500,000	450,000	11.1

General Fund - Expenditures



Budgeted expenditures

- Decreased in budgeted expenditures to align with revenues

Expenditures by Program	Budget 2022-23	Budget 2023-24	Difference	% Change
Basic Education	275,323,835	273,348,191	(1,975,644)	(0.7)
Federal Special Purpose (ESSER/CARES)	9,085,314	724,727	(8,360,587)	(92.0)
State Special Education	50,885,360	52,496,411	1,611,051	3.2
Federal Special Education	4,859,232	4,621,802	(237,430)	(4.9)
Career & Technical Education	17,602,951	18,429,364	826,413	4.7
Categorical	34,121,354	35,635,639	1,514,285	4.4
Early Learning/Community Services	4,356,402	4,268,971	(87,431)	(2.0)



Budgeted expenditures by object summary

- Decreased costs of salary and benefits due to reduction plan and decreased retirement expenditures
- Fewer supplies and materials due to reductions
- Increased purchased services for utilities, insurance and service contracts

Expenditures by Object	Budget 2022-23	Budget 2023-24	Difference	% Change
Certificated Salaries	190,638,553	189,123,687	(1,514,866)	(0.8)
Classified Salaries	60,933,643	62,437,520	1,503,877	2.5
Employee Benefits/Payroll Taxes	89,356,830	80,958,151	(8,398,679)	(9.4)
Supplies and Materials	15,029,058	13,900,637	(1,128,421)	(7.5)
Purchased Services	39,226,621	42,469,432	3,242,811	8.3
Travel	227,727	251,151	23,424	10.3
Capital Outlay	822,016	384,527	(437,489)	(53.2)

General Fund - forecast



Multi-year forecast

- Assumes flat enrollment and reductions in forecasted years

General Fund	Budget 2023-24	Forecast 2024-25	Forecast 2025-26	Forecast 2026-27
Beginning Fund Balance	23,850,000	19,559,761	19,941,966	20,411,446
Restricted, Committed and Assigned	6,152,000	5,657,000	5,057,000	5,057,000
Unassigned	17,698,000	13,902,761	14,884,966	15,354,446
Revenues	385,234,866	398,959,329	407,966,702	416,661,130
Expenditures	389,525,105	398,577,124	407,497,222	416,202,934
Ending Fund Balance	19,559,761	19,941,966	20,411,446	20,869,642
Restricted, Committed and Assigned	5,657,000	5,057,000	5,057,000	5,057,000
Unassigned	13,902,761	14,884,966	15,354,446	15,812,642
Ending Fund Balance Percent	5.0%	5.0%	5.0%	5.0%



Other District Funds



Capital Projects Fund



Multi-year forecast

- No changes to the 2023-24 budget have occurred since first reading
- Fluctuation in fund balance in line with levy cashflow

Capital Projects	Budget 2023-24	Forecast 2024-25	Forecast 2025-26	Forecast 2026-27
Beginning Fund Balance	27,997,298	28,811,422	37,858,592	29,230,614
Restricted and Committed	17,347,235	28,521,275	37,061,623	25,895,582
Assigned to Fund Purposes	10,650,063	290,147	796,969	3,335,032
Revenues and Other Proceeds	46,612,477	56,997,883	60,731,839	66,118,319
Expenditures	41,298,353	43,199,893	64,609,817	60,521,495
Operating Transfers Out	4,500,000	4,750,820	4,750,000	4,662,000
Ending Fund Balance	28,811,422	37,858,592	29,230,614	30,165,438
Restricted and Committed	28,521,275	37,061,623	25,895,582	20,847,098
Assigned to Fund Purposes	290,147	796,969	3,335,032	9,318,340



Multi-year forecast

- No changes to the 2023-24 budget have occurred since first reading
- Gradual reduction in fund balance in line with bond repayment schedules

Debt Service	Budget 2023-24	Forecast 2024-25	Forecast 2025-26	Forecast 2026-27
Beginning Fund Balance	17,480,625	8,992,044	8,132,477	6,721,963
Revenues and Other Proceeds	12,499,168	4,620,139	4,695,586	4,752,976
Expenditures	20,987,749	5,479,706	6,106,100	6,756,600
Ending Fund Balance	8,992,044	8,132,477	6,721,963	4,718,339

Associated Student Body Fund



Multi-year forecast

- No changes to the 2023-24 budget have occurred since first reading
- Plans for gradual reduction and then remain flat in fund balance

Associated Student Body	Budget 2023-24	Forecast 2024-25	Forecast 2025-26	Forecast 2026-27
Beginning Fund Balance	940,790	877,265	838,822	819,987
Revenues and Other Proceeds	2,491,607	2,504,065	2,516,585	2,529,167
Expenditures	2,555,132	2,542,508	2,535,420	2,528,357
Ending Fund Balance	877,265	838,822	819,987	820,797

Transportation Vehicle Fund



Multi-year forecast

- No changes to the 2023-24 budget have occurred since first reading
- Provides maximum capacity each year for purchase of buses

Transportation Vehicle	Budget 2023-24	Forecast 2024-25	Forecast 2025-26	Forecast 2026-27
Beginning Fund Balance	280,515	217,990	187,990	162,990
Revenues and Other Proceeds	327,475	330,000	335,000	340,000
Expenditures	390,000	360,000	360,000	360,000
Ending Fund Balance	217,990	187,990	162,990	142,990



Thank You!

