



# Operating Budget Fiscal Year 2022-23 Hearing and Adoption

Board of Directors Meeting





# Overview

- Review the prescribed state budget adoption process
- Confirm no budget changes from first reading on June 28, 2022
- Briefly review five district funds



# Budget Adoption 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

## 2022-23 Budget adoption schedule

- June 28, 2022 Board meeting – first reading
- August 9, 2022 First public notice of hearing and adoption
- August 16, 2022 Second public notice of hearing and adoption
- August 23, 2022 Board meeting – budget hearing and adoption
- August 24, 2022 Budget filed with ESD 189 and OSPI

## No public comments have been received

## 2022-23 Operating budget for five funds is as presented June 28, 2022



# General Fund



# General Fund - Summary



**2021-22 actual beginning balance was \$39,176,096**

General Fund	Budget 2021-22	Budget 2022-23	Difference	% Change
Beginning Fund Balance	37,500,000	35,600,000	(1,900,000)	(5.1)
Restricted Grant/Categorical	3,024,242	2,904,377	(119,865)	(4.0)
Nonspendable and Committed	1,952,000	2,852,000	900,000	46.1
Assigned to Other Purposes	700,000	710,000	10,000	1.4
Unassigned	31,823,758	29,133,623	(2,690,135)	(8.5)
Revenues	371,263,765	384,410,388	13,146,623	3.5
Expenditures	380,753,164	396,234,448	15,481,284	4.1
<b>Ending Fund Balance</b>	<b>28,010,601</b>	<b>23,775,940</b>	<b>(4,234,661)</b>	<b>(15.1)</b>
Restricted and Committed	4,252,000	3,902,000	(350,000)	(8.2)
Assigned to Other Purposes	500,000	375,000	(125,000)	(25.0)
Unassigned	23,258,601	19,498,940	(3,759,661)	(16.2)



# General Fund - Enrollment



**Budget to budget 305 less - Actual to budget 31 less**

October 1 Headcount	Budget 2021-22	Actual 2021-22	Budget 2022-23	Difference Budget to Actual	% Change
Elementary (K-5)	9,599	9,443	9,498	55	0.6
Middle (6-8)	4,733	4,641	4,521	(120)	(2.6)
High (9-12)	5,563	5,537	5,571	34	0.6
<b>Total</b>	<b>19,895</b>	<b>19,621</b>	<b>19,590</b>	<b>(31)</b>	<b>(0.2)</b>

Annual Average FTE	Budget 2021-22	Est. Actual 2021-22	Budget 2022-23	Difference Budget to Actual	% Change
Elementary (K-5)	9,623	9,521	9,545	24	0.3
Middle (6-8)	4,698	4,615	4,477	(138)	(3.0)
High (9-12)	5,188	5,161	5,252	91	1.8
Running Start/Other	453	443	475	32	7.2
<b>Total</b>	<b>19,962</b>	<b>19,740</b>	<b>19,749</b>	<b>9</b>	<b>0.0</b>



## Budgeted revenues

Revenues	Budget 2021-22	Budget 2022-23	Difference	% Change
Local Taxes	50,705,450	57,264,354	6,558,904	12.9
Local Non-Tax	8,699,601	9,246,353	546,752	6.3
State General	200,600,923	210,581,215	9,980,292	5.0
State Special Purpose	64,356,817	69,889,964	5,533,147	8.6
Federal General Purpose	55,000	55,000	-	-
Federal Special Purpose	39,953,412	29,847,111	(10,106,301)	(25.3)
Revenues from Other Entities	3,292,562	3,476,391	183,829	5.6
Transfers and Other Sources	3,600,000	4,050,000	450,000	12.5



## Budgeted expenditures

Expenditures by Program	Budget 2021-22	Budget 2022-23	Difference	% Change
Basic Education	258,282,892	275,323,835	17,040,943	6.6
Federal Special Purpose (ESSER/CARES)	17,151,346	9,085,314	(8,066,032)	(47.0)
State Special Education	46,708,520	50,885,360	4,176,840	8.9
Federal Special Education	5,047,319	4,859,232	(188,087)	(3.7)
Career & Technical Education	17,228,265	17,602,951	374,686	2.2
Categorical	32,865,577	34,121,354	1,255,777	3.8
Community Services/Early Learning	3,469,245	4,356,402	887,157	25.6





## Budgeted expenditures by object summary

- Increased salary and benefits due to state IPD increases
- Reduced number of teachers funded by ESSER
- Fewer supplies and materials funded by ESSER

Expenditures by Object	Budget 2021-22	Budget 2022-23	Difference	% Change
Certificated Salaries	181,985,539	190,638,553	8,653,014	4.8
Classified Salaries	57,400,396	60,933,643	3,533,247	6.2
Employee Benefits/Payroll Taxes	84,241,694	89,356,830	5,115,136	6.1
Supplies and Materials	16,827,689	15,029,058	(1,798,631)	(10.7)
Purchased Services	39,069,943	39,226,621	156,678	0.4
Travel	259,421	227,727	(31,694)	(12.2)
Capital Outlay	968,482	822,016	(146,466)	(15.1)



## Multi-year forecast

- Reductions assumed for 2023-24 to maintain 6 percent fund balance

General Fund	Budget 2022-23	Forecast 2023-24	Forecast 2024-25	Forecast 2025-26
Beginning Fund Balance	35,600,000	23,775,940	22,966,802	22,902,014
Restricted and Committed	2,904,377	2,352,000	2,352,000	2,352,000
Grant/Categorical Carryover	2,852,000	1,550,000	1,550,000	1,550,000
Assigned to Other Purposes	710,000	375,000	375,000	375,000
Unassigned	29,133,623	19,498,940	18,689,802	18,625,014
Revenues	384,410,388	378,957,413	384,835,010	393,458,002
Expenditures	396,234,448	379,766,551	384,899,798	392,958,479
<b>Ending Fund Balance</b>	<b>23,775,940</b>	<b>22,966,802</b>	<b>22,902,014</b>	<b>23,401,537</b>
Restricted and Committed	3,902,000	3,902,000	3,902,000	3,902,000
Assigned to Other Purposes	375,000	375,000	375,000	375,000
Unassigned	19,498,940	18,689,802	18,625,014	19,124,537
Ending Fund Balance Percent	6.0%	6.0%	6.0%	6.0%



# Other Funds





## Multi-year forecast

- No changes to the 2022-23 budget have occurred since the first reading
- Gradual increases in fund balance in line with bond and levy cashflow

Capital Projects	Budget 2022-23	Forecast 2023-24	Forecast 2024-25	Forecast 2025-26
Beginning Fund Balance	31,576,928	10,057,774	13,132,740	15,110,065
Restricted	5,823,834	1,018,592	930,294	123,307
Committed	9,837,593	4,717,589	6,391,618	10,337,839
Assigned to Fund Purposes	15,915,501	4,321,593	5,810,828	4,648,919
Revenues and Other Proceeds	33,678,132	50,501,240	58,910,244	63,700,364
Expenditures	51,147,286	44,017,774	52,182,919	40,619,180
Operating Transfers Out	4,050,000	3,408,500	4,750,000	4,200,000
<b>Ending Fund Balance</b>	<b>10,057,774</b>	<b>13,132,740</b>	<b>15,110,065</b>	<b>33,991,249</b>
Restricted	1,018,592	930,294	123,307	6,509
Committed	4,717,589	6,391,618	10,337,839	25,396,314
Assigned to Fund Purposes	4,321,593	5,810,828	4,648,919	8,588,426



## Multi-year forecast

- No changes to the 2022-23 budget have occurred since the first reading
- Gradual reduction in fund balance in line with bond repayment schedules

Debt Service	Budget 2022-23	Forecast 2023-24	Forecast 2024-25	Forecast 2025-26
Beginning Fund Balance	17,700,000	16,771,171	8,498,697	8,676,191
Revenues and Other Proceeds	22,144,832	12,715,275	5,657,200	6,317,750
Expenditures	23,073,661	20,987,749	5,479,706	6,166,100
Ending Fund Balance	16,771,171	8,498,697	8,676,191	8,827,841

# Associated Student Body Fund



## Multi-year forecast

- No changes to the 2022-23 budget have occurred since the first reading
- Plans for gradual reduction in fund balance

Associated Student Body	Budget 2022-23	Forecast 2023-24	Forecast 2024-25	Forecast 2025-26
Beginning Fund Balance	965,032	820,758	693,102	580,915
Revenues and Other Proceeds	2,253,826	2,265,096	2,276,421	2,287,803
Expenditures	2,398,100	2,392,752	2,388,608	2,382,179
Ending Fund Balance	820,758	693,102	580,915	486,539

# Transportation Vehicle Fund



## Multi-year forecast

- No changes to the 2022-23 budget have occurred since the first reading
- Provides expenditure capacity in 2022-23 for purchase of 3 electric buses

Transportation Vehicle	Budget 2022-23	Forecast 2023-24	Forecast 2024-25	Forecast 2025-26
Beginning Fund Balance	200,210	710	7,310	15,010
Revenues and Other Proceeds	890,500	181,600	182,700	183,800
Expenditures	1,090,000	175,000	175,000	175,000
Ending Fund Balance	710	7,310	15,010	23,810





# Thank You!

