



Peninsula School District

2019-2020 Budget Adoption All Funds

August 22, 2019 Board Meeting

Peninsula School District 2019-2020 Budget Adoption General Fund

- The General Fund is where the day-to-day operations of the district take place in providing educational programs to students.
 - Classroom Instruction & Instructional Support
 - District-Wide Support – Transportation, Food Services
 - Community Use
 - Administration – School & Central

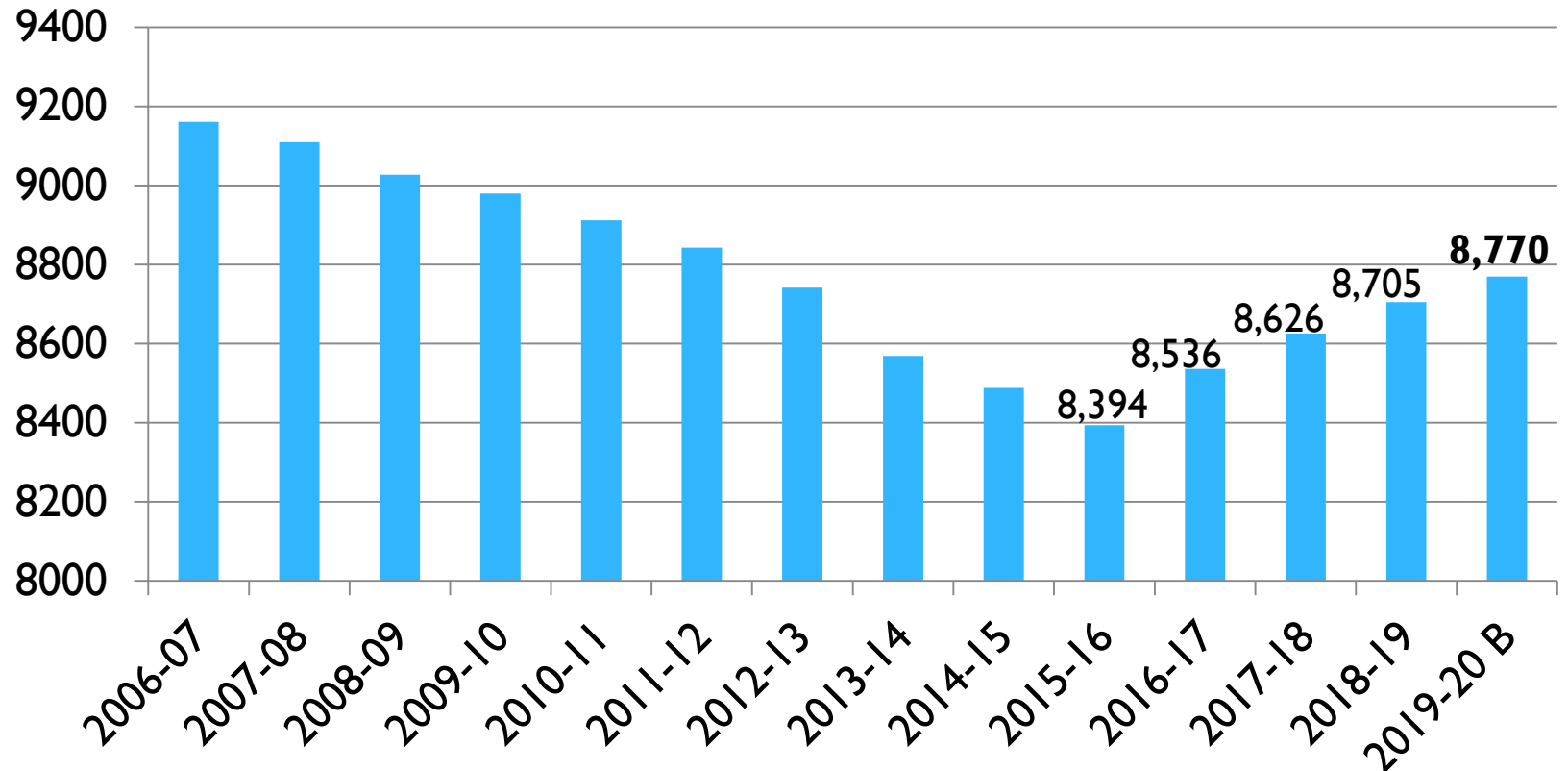
Peninsula School District

2019-2020 Budget Adoption

General Fund – Funded Enrollment

Grade/Program	2018-2019 Budget	2018-2019 Annual Avg	2019-2020 Budget
Kindergarten	560	625.17	640
Grades 1- 5	3,236	3,220.45	3,294
Grades 6 – 8	2,199	2,196.54	2,166
Grades 9 – 12	2,707	2,662.49	2,670
Subtotals	8,702	8,704.65	8,770
Peninsula Internet Academy	37	55.78	50
Subtotals	8,739	8760.43	8,820
Running Start	330	362.36	370
Total K-12 Enrollment	9,069	9,122.79	9,190

Peninsula School District 2019-2020 Budget Adoption General Fund – Enrollment

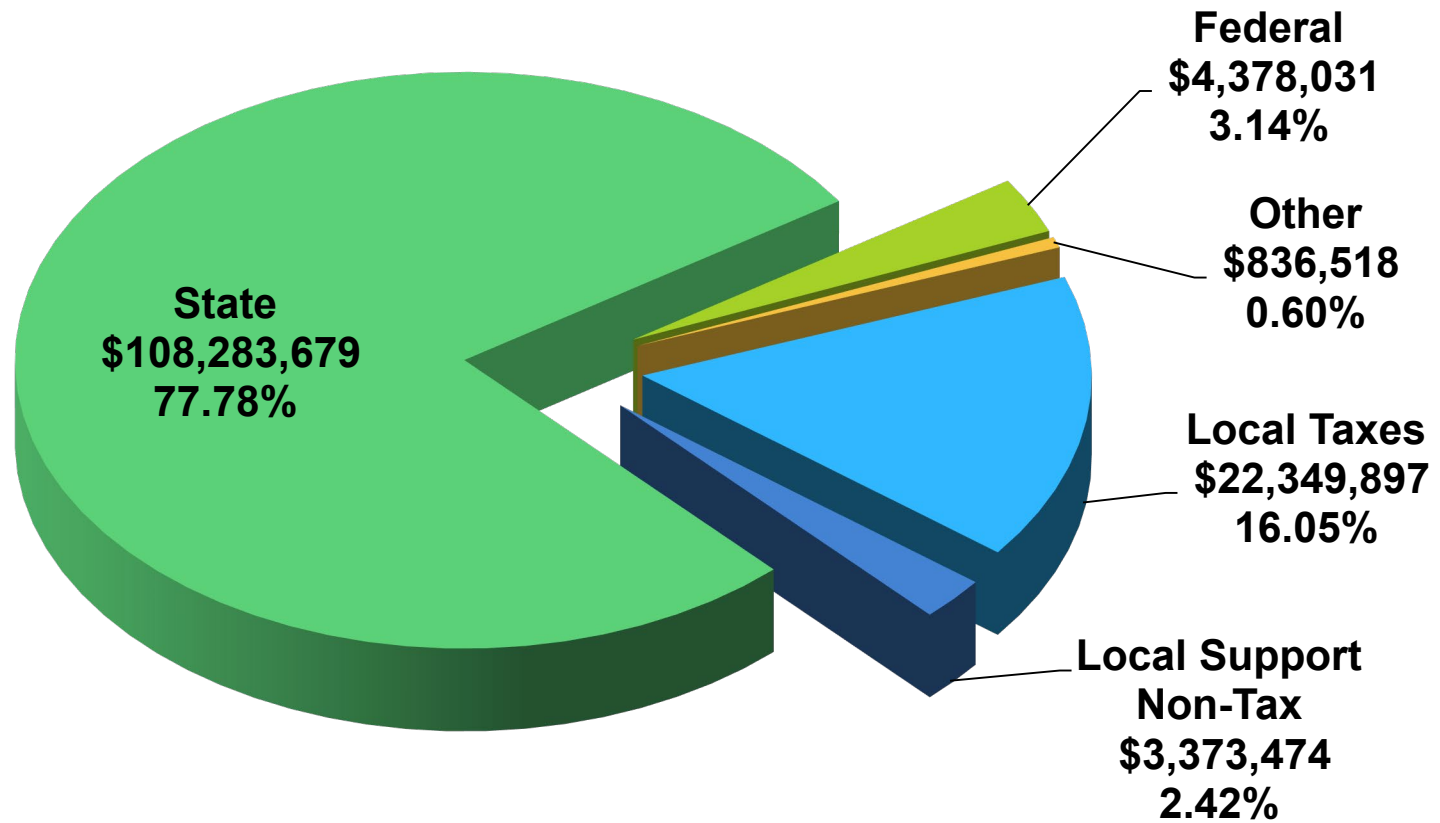


K's converted to reflect 1.0 FTE for all years
Does not include Running Start FTE or ALE

Peninsula School District 2019-2020 Budget Adoption General Fund - Revenue

Revenue by Type of Funding	Amount
Local Taxes: Educational Programs & Operations Levy	\$ 22,349,897
Local Non-Tax: Tuitions, class fees, donations, sales of goods, facility rentals, investment earnings, e-rate (Eliminate Traffic Safety, CTE Fees)	\$ 3,373,474
State Apportionment: Basic Ed/CTE Funding	\$ 85,983,675
State Programs: Special Education, LAP, Highly Capable, Transitional Bilingual, State Breakfast/Lunch, Transportation, Leadership Grant, BEST Grant, National Board Cert Bonus Program	\$ 22,300,004
Federal Programs/Grants: Special Education, Title I, Title II, Title III, Title IV, National School Lunch/Breakfast, Carl Perkins Grant, KP Bus Connect, Special Education Medicaid Reimbursement	\$ 4,378,031
All Other: Other Government Agency Grants, Revenue Capacity	\$ 836,518
Total Revenue – General Fund	\$139,221,599

Peninsula School District 2019-2020 Budget Adoption General Fund – Revenue \$139,221,599



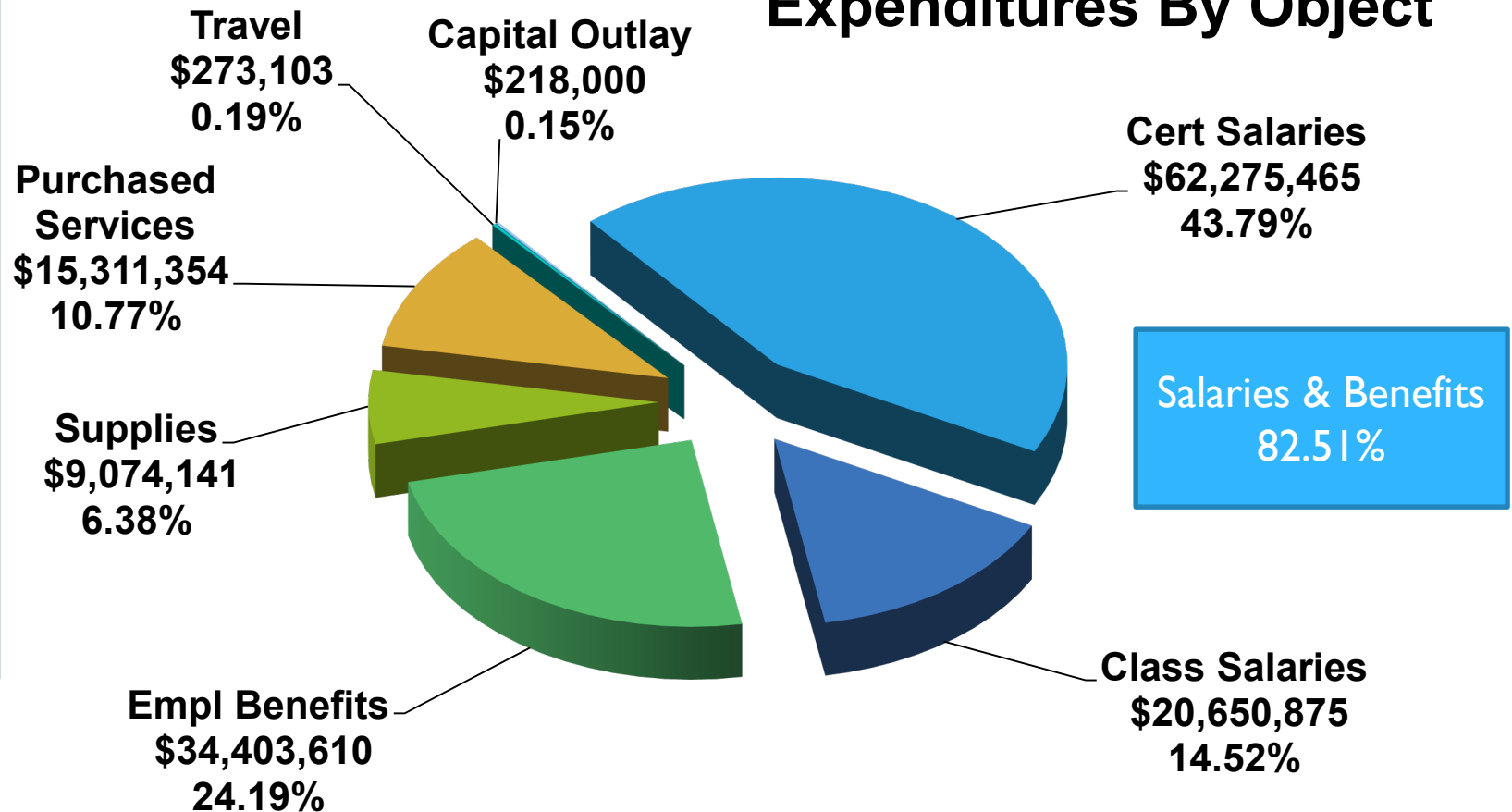
Peninsula School District 2019-2020 Budget Adoption General Fund - Expenditures

Expenditures By Object	Amount
Certificated Salaries: Teachers, Principals, Assistant Principals, District Administrators, Nurses, Librarians, Psychologists, Counselors, Deans of Students,	\$ 62,275,465
Classified Salaries: Para-educators, Health Technicians, Clerical staff, Custodians, Bus Drivers, Maintenance, Grounds, Technology, District Administrators-Directors, Supervisors, Coordinators, Mechanics, Lifeguards, Security, Coaches	\$ 20,650,875
Employee Fringe & Health Benefits: Retirement, Social Security, Medicare, Unemployment and L&I payroll taxes, WA Paid Family Medical Leave, Health benefits (SEBB)	\$ 34,403,610
Supplies: Classroom items, textbooks, software, workbooks, binders, fuel, technology devices, small equipment/instruments, paper, custodial, parts, wood chips, lumber, paint, toner & ink, tables, chairs, library books, tires	\$ 9,074,141
Purchased Services: Utilities, Food Services Contract, Insurance, Contracted Services, Maintenance Projects, Registrations	\$ 15,311,354
Travel: Itinerant Mileage, Travel costs related to conferences/trainings out-of-district	\$ 273,103
Capital Outlay: (Items over \$5,000) Music Instruments, vehicles, garbage bins, equipment	\$ 218,000
Total Expenditure – General Fund	\$142,206,548

Peninsula School District 2019-2020 Budget Adoption

General Fund – Expenditures \$142,206,548

Expenditures By Object



Peninsula School District 2019-2020 Budget Adoption MSOC Disclosure

2019-2020 MSOC Disclosure	Budget Amounts
(A) Total State Revenue - MSOC Allocation	\$ 11,181,664
<u>Budgeted Expenditures By Object:</u>	
Object 5 – Supplies/Materials	\$ 9,074,141
Object 7 – Purchased Services	\$ 15,311,354
Object 8 – Travel	\$ 273,103
Object 9 – Capital Outlay	\$ 218,000
(B) Total Expenditures Budgeted	(\$ 24,876,598)
(C) Difference (Revenue less Expenditures)	(\$ 13,694,934)

As part of the budget development, hearing and review process required by chapter 28A.505 RCW, each school district must disclose: (A) The amount of state funding to be received as MSOC Allocation, (B) The amount proposed to spend for materials, supplies and operating costs, and (C) The difference between these two amounts. If (A) exceeds (B), the district should identify any proposed use of difference and how this will improve student achievement.

Peninsula School District 2019-2020 Budget Adoption Levy Collection & Levy Spending Plan

Collection Year	Voter Approved Amount	Fall 2019 Collection 46%	Spring 2020 Collection 54%	Tax Rate Collection Year
2019	\$26,750,000			
2019 Rollback	\$(5,518,043)			
2019 (\$1.50/\$1,000 AV)	\$21,231,957	\$ 9,766,700		\$1.50/\$1,000 AV
2020	\$27,690,000			
2020 Est Rollback	\$(4,387,784)			
2020* (9,067 FTE * \$2,550)	\$23,302,216		\$12,583,197	
Fiscal Year 2019-2020		\$ 9,766,700	\$12,583,197	\$22,349,897

* ESSB 5313 – 2019 Legislative Change Enrichment Levy calculation

- Lesser of \$2.50/\$1,000 AV or \$2,500 (+ IPD) times Prior Year Average Annual Enrollment FTE

Peninsula School District 2019-2020 Budget Adoption General Fund – Levy Spending Plan

Enrichment Levy Spending Plan	Budget
Staffing Allocations over State Funded FTE – Salary & Benefit Costs Certificated 11%, Certificated Admin 36%, Classified 27%	\$ 8,854,929
Special Education Underfunded 16.97%	\$ 3,498,102
Extra Curricular/Athletics	\$ 2,164,665
Professional Development	\$ 2,314,663
Maintenance & Safety Projects	\$ 1,330,000
<u>Supplies/Equipment</u> : Technology Devices, Support Service Equipment, Furniture Replacement, Instructional Supplies Building Allocations, Library Allocations, Curriculum, Emergency Supplies, Assessment	\$ 3,771,125
<u>Supplemental Instructional Support</u> – CISP, Intervention Programs, After School Activity Runs, WE Day, Junior Achievement, Mid-Day Transportation	\$ 416,413
Total Enrichment Levy Spending Plan	\$ 22,349,897

Peninsula School District 2019-2020 Budget Adoption General Fund Summary

	2018-2019 Adopted Budget	2018-2019 Estimated Actuals	2019-2020 Proposed Budget
Estimated Beginning Fund Balance	\$ 9,978,813	\$ 10,551,317	\$ 11,081,396
Revenues	\$129,122,051	\$130,835,063	\$139,221,599
Expenditures	\$132,122,051	\$130,304,984	\$142,206,548
Estimated Ending Fund Balance	\$ 6,978,813	\$ 11,081,396	\$ 8,096,447
Restricted Ending Fund Balance	\$ 1,650,000	\$ 4,675,000	\$ 1,675,000
Unreserved Fund Balance	\$ 5,328,813	\$ 6,406,396	\$ 6,421,447
Unreserved Fund Balance %	4.03%	4.92%	4.52%

Board Goal for Unreserved Fund Balance 4 – 6%

Peninsula School District 2019-2020 Budget Adoption General Fund Ending Fund Balance

	2018-2019 Adopted Budget	2018-2019 Estimated Actuals	2019-2020 Proposed Budget
<i>Estimated Ending Fund Balance</i>	\$ 6,978,813	\$ 11,081,396	\$ 8,096,447
Components of Fund Balance:			
Restricted-Categorical Carryover		\$ 200,000	
Nonspendable Fund Balance	\$ 600,000	\$ 900,000	\$ 600,000
Restricted-Uninsured Risks	\$ 50,000	\$ 75,000	\$ 75,000
Assigned Contingencies-Maintenance	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Assigned Other Purposes-Carryovers		\$ 2,500,000	
Total Restricted Ending Fund Balance	\$ 1,650,000	\$ 4,675,000	\$ 1,675,000
Unrestricted Ending Fund Balance	\$ 5,328,813	\$ 6,406,396	\$ 6,421,447

Unreserved Fund Balance %

4.03%

4.92%

4.52%

Peninsula School District 2019-2020 Budget Adoption General Fund – Four Year Forecast

	2019-2020 Budget	2020-2021 Forecast	2021-2022 Forecast	2022-2023 Forecast
Enrollment	9,190	9,385	9,555	9,697
Staff FTE Counts:	673 Cert 362 Class	680 Cert 366 Class	686 Cert 369 Class	690 Cert 369 Class
Revenue:				
Local	\$ 22,349,897	\$ 23,623,584	\$ 24,483,696	\$ 25,472,275
Local NonTax	\$ 3,373,474	\$ 3,407,209	\$ 3,492,389	\$ 3,492,389
State	\$ 108,283,679	\$ 112,423,209	\$ 116,445,908	\$ 120,186,820
Federal	\$ 4,378,031	\$ 4,378,031	\$ 4,378,031	\$ 4,378,031
Other	\$ 836,518	\$ 836,518	\$ 836,518	\$ 836,518
Total Revenue	\$139,221,599	\$145,180,106	\$150,026,748	\$154,366,033

Assumptions for Forecast Years: OSPI enrollment projections, minimal staff FTE increases, Enrichment Levy renewed in 2020 but limited to \$2,500+ per PY Enrollment FTE, State revenues increased by IPD

Peninsula School District 2019-2020 Budget Adoption General Fund – Four Year Forecast

	2019-2020 Budget	2020-2021 Forecast	2021-2022 Forecast	2022-2023 Forecast
Expenditures:				
Regular Education	\$ 85,268,179	\$ 86,576,224	\$ 89,606,392	\$ 92,518,600
Special Education	\$ 20,610,966	\$ 21,229,295	\$ 21,919,247	\$ 22,576,825
Vocational Ed	\$ 4,517,549	\$ 4,607,900	\$ 4,700,058	\$ 4,841,060
Compensatory	\$ 3,695,510	\$ 3,769,420	\$ 3,844,808	\$ 3,921,705
Other Instructional	\$ 1,168,606	\$ 1,191,978	\$ 1,215,818	\$ 1,240,134
Comm Services	\$ 597,845	\$ 603,823	\$ 615,899	\$ 628,217
Support Services	\$ 26,347,893	\$ 26,788,330	\$ 27,591,980	\$ 28,419,739
Total Expenditures	\$142,206,548	\$144,766,970	\$149,494,202	\$154,146,280

Assumptions for Forecast Years: Expenditures increased by 3%, reductions made in 2020-2021 to reduce carryover contingency not reflected in 2019-2020 Ending Balance. Forecast years reflect anticipated changes in on-going costs that may not correspond with revenue changes. Specific concerns with Special Education program costs already exceed revenue funding for this program.

Peninsula School District 2019-2020 Budget Adoption General Fund – Four Year Forecast

	2019-2020 Budget	2020-2021 Forecast	2021-2022 Forecast	2022-2023 Forecast
Revenues	\$139,221,599	\$144,668,551	\$149,636,542	\$154,366,033
Expenditures	\$(142,206,548)	\$(144,766,970)	\$(149,494,202)	\$(154,146,280)
Excess of Rev/Exp	\$(2,984,949)	\$(- 98,419)	\$ 142,340	\$ 219,753
Est Beginning Fund Balance	\$ 11,081,396	\$ 8,096,447	\$ 7,998,028	\$ 8,140,368
Estimated Ending Fund Balance	\$ 8,096,447	\$ 7,998,028	\$ 8,140,368	\$ 8,360,121

Assumptions for Forecast Years:

Revenue: IPD inflation increases to state revenues, modest enrollment increases anticipated over future years, levy limited to \$2,500+ per student enrollment assuming passage in February 2020.

Expenditures: Small staffing increases based on increased student enrollment, reduction of carryover contingency in 2020-2021 if used in 2019-2020, 2-3.65% inflationary increases to expenditures in future years. Shortfalls in Special Education funding would need to be absorbed by local levy funding.

Peninsula School District

2019-20 Budget Adoption

Capital Projects Fund

- The Capital Projects Fund is used for the acquisition and construction of major capital facilities.
- **Primary Revenue Sources:**
 - Capital Bond Proceeds
 - Capital Levy Proceeds
 - Impact Fees – City of Gig Harbor & Pierce County

Peninsula School District

2019-20 Budget Adoption

Capital Projects Fund

	2018-2019 Revised Budget	2018-2019 Estimated Actuals	2019-2020 Proposed Budget
Estimated Beginning Fund Balance	\$ 4,942,428	\$ 4,942,428	\$ 75,921,667
Revenues	\$ 86,272,511	\$ 86,504,256	\$ 1,823,337
Expenditures	\$(23,406,480)	\$(15,525,017)	\$(67,720,000)
Estimated Ending Fund Balance	\$ 67,808,459	\$ 75,921,667	\$ 10,025,004
<i>Restricted Bond Proceeds</i>	\$ 65,099,196	\$ 70,244,399	\$ 3,674,399
<i>Restricted Impact Fees – Pierce County</i>	\$ 631,909	\$ 2,376,937	\$ 2,801,703
<i>Restricted Impact Fees – City of Gig Harbor</i>	\$ 747,387	\$ 2,238,387	\$ 2,462,395
<i>Assigned to Fund Purposes</i>	\$ 1,329,967	\$ 1,061,944	\$ 1,086,507

Peninsula School District

2019-20 Budget Adoption

Capital Projects Fund

Four – Year Budget Forecast Summary

	2019-2020 Proposed Budget	2020-2021 Forecast	2021-2022 Forecast	2022-2023 Forecast
Estimated Beginning Fund Balance	\$75,921,667	\$10,025,004	\$7,974,004	\$16,778,458
Revenues	\$1,823,337	\$72,800,000	\$46,350,000	\$2,000,000
Expenditures	\$(67,720,000)	\$(74,851,000)	\$(37,545,546)	\$(12,150,000)
Estimated Ending Fund Balance	\$10,025,004	\$7,974,004	\$16,778,458	\$6,628,458

Peninsula School District

2019-20 Budget Adoption

Debt Service Fund

- The Debt Service Fund is used for the repayment of principal and interest on outstanding bonds.
- Primary Revenue Sources:
 - Taxes levied annually to cover debt service payments

Peninsula School District

2019-20 Budget Adoption

Debt Service Fund

	2018-2019 Adopted Budget	2018-2019 Estimated Actuals	2019-2020 Proposed Budget
Estimated Beginning Fund Balance	\$ 3,092,172	\$ 3,088,039	\$ 3,323,200
Revenues	\$ 4,189,620	\$ 4,505,511	\$ 8,555,427
Expenditures	\$ (4,076,150)	\$ (4,270,350)	\$ (7,732,272)
Estimated Ending Fund Balance	\$ 3,193,040	\$ 3,323,200	\$ 4,146,355

Outstanding Debt Information:

- UTGO Refunding 2011 (2003 & 2004 Bonds)—last payment Dec 2019

Peninsula School District

2019-20 Budget Adoption

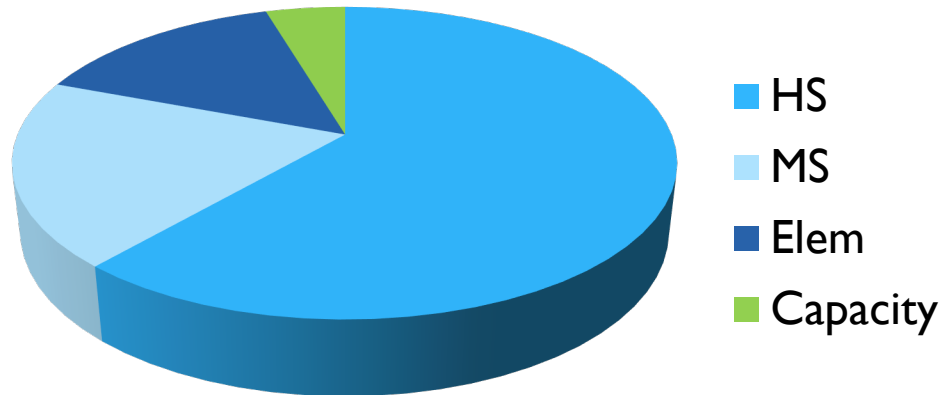
Debt Service Fund

Four – Year Budget Forecast Summary

	2019-2020 Proposed Budget	2020-2021 Forecast	2021-2022 Forecast	2022-2023 Forecast
Estimated Beginning Fund Balance	\$3,323,200	\$4,146,355	\$4,104,130	\$3,897,522
Revenues	\$8,555,427	\$11,350,000	\$12,850,000	\$12,100,000
Expenditures	\$(7,732,272)	\$(11,392,225)	\$(13,056,608)	\$(12,225,846)
Estimated Ending Fund Balance	\$4,146,355	\$4,104,130	\$3,897,522	\$3,771,678

Peninsula School District 2019-20 Budget Adoption Associated Student Body Fund

- The Associated Student Body Fund is used for student run government activities outside of general instruction.



Peninsula School District

2019-20 Budget Adoption

Associated Student Body Fund

	2018-2019 Adopted Budget	2018-2019 Estimated Actuals	2019-2020 Proposed Budget
Estimated Beginning Fund Balance	\$ 792,959	\$ 740,973	\$ 986,317
Revenues	\$ 2,159,690	\$ 1,355,989	\$ 2,122,415
Expenditures	\$ (2,099,929)	\$ (1,110,645)	\$ (2,022,840)
Estimated Ending Fund Balance	\$ 852,720	\$ 986,317	\$ 1,085,892

ASB Group Percentage of Expenditures:

- High Schools (3) 72.8%
- Middle Schools (4) 20.8%
- Elementary Schools (6) 1.5%
- Budget Capacity 4.9%

Peninsula School District

2019-20 Budget Adoption

Associated Student Body Fund

Four – Year Budget Forecast Summary

	2019-2020 Proposed Budget	2020-2021 Forecast	2021-2022 Forecast	2022-2023 Forecast
Estimated Beginning Fund Balance	\$ 986,317	\$1,085,892	\$1,171,892	\$1,189,102
Revenues	\$ 2,122,415	\$2,121,000	\$2,142,210	\$2,163,633
Expenditures	\$(2,022,840)	\$(2,035,000)	\$(2,125,000)	\$(2,140,000)
Estimated Ending Fund Balance	\$1,085,892	\$1,171,892	\$1,185,102	\$1,212,735

Peninsula School District 2019-20 Budget Adoption Transportation Vehicle Fund

- The Transportation Vehicle Fund is used for purchasing new and used school buses.



Current Bus Fleet:

62	Large Buses
<u>35</u>	<u>Small Buses</u>
97	Total Fleet

Peninsula School District

2019-20 Budget Adoption

Transportation Vehicle Fund

	2018-2019 Adopted Budget	2018-2019 Estimated Actuals	2019-2020 Proposed Budget
Estimated Beginning Fund Balance	\$ 1,053,012	\$1,054,530	\$ 877,215
Revenues	\$ 696,500	\$ 730,815	\$ 878,574
Expenditures	\$ (941,000)	\$(908,130)	\$ (950,000)
Estimated Ending Fund Balance	\$ 808,512	\$ 877,215	\$ 805,789

Transportation Vehicle Fund – Expenditure Plan:

- Purchase 4 Large Buses (one w/extra storage capacity)
- Purchase 4 Small Buses

Peninsula School District

2019-20 Budget Adoption

Transportation Vehicle Fund

Four – Year Budget Forecast Summary

	2019-2020 Proposed Budget	2020-2021 Forecast	2021-2022 Forecast	2022-2023 Forecast
Estimated Beginning Fund Balance	\$ 877,215	\$ 805,789	\$ 699,828	\$ 564,381
Revenues	\$ 878,574	\$ 771,750	\$ 674,891	\$ 683,920
Expenditures	\$ (950,000)	\$ (771,750)	\$ (810,338)	\$ (850,854)
Estimated Ending Fund Balance	\$ 805,789	\$ 699,828	\$ 564,381	\$ 397,448

Peninsula School District 2019-2020 Budget Adoption

- Public Hearing
- Adopt Resolution 19-12
 - 2019-2020 Appropriation Budgets by Fund
 - 2019-2020 Four-Year Budget Forecast Summary by Fund
 - 2019-2020 Levy Spending Plan

Peninsula School District 2019-2020 Budget Adoption

Resolution #19-12 Adoption of 2019-2020 Budgets	Expenditure Appropriation
A. General Fund	\$142,206,548
B. Transportation Vehicle Fund	\$ 950,000
C. Capital Projects Fund	\$ 67,720,000
D. Debt Service Fund	\$ 7,732,272
E. ASB Fund	\$ 2,022,840