



Financial Update

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EXECUTIVE DIRECTOR OF FINANCE AND OPERATIONS
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Budget Forecast Model

- Purpose
 - Project Fund Balance
 - Fund Balance is District's Checkbook
 - Monitored by the Department of Education
 - Board Policy is 16.6 %
 - Project needed adjustments
 - Work with totals
 - Based on assumptions
- It is based on the best information we have today

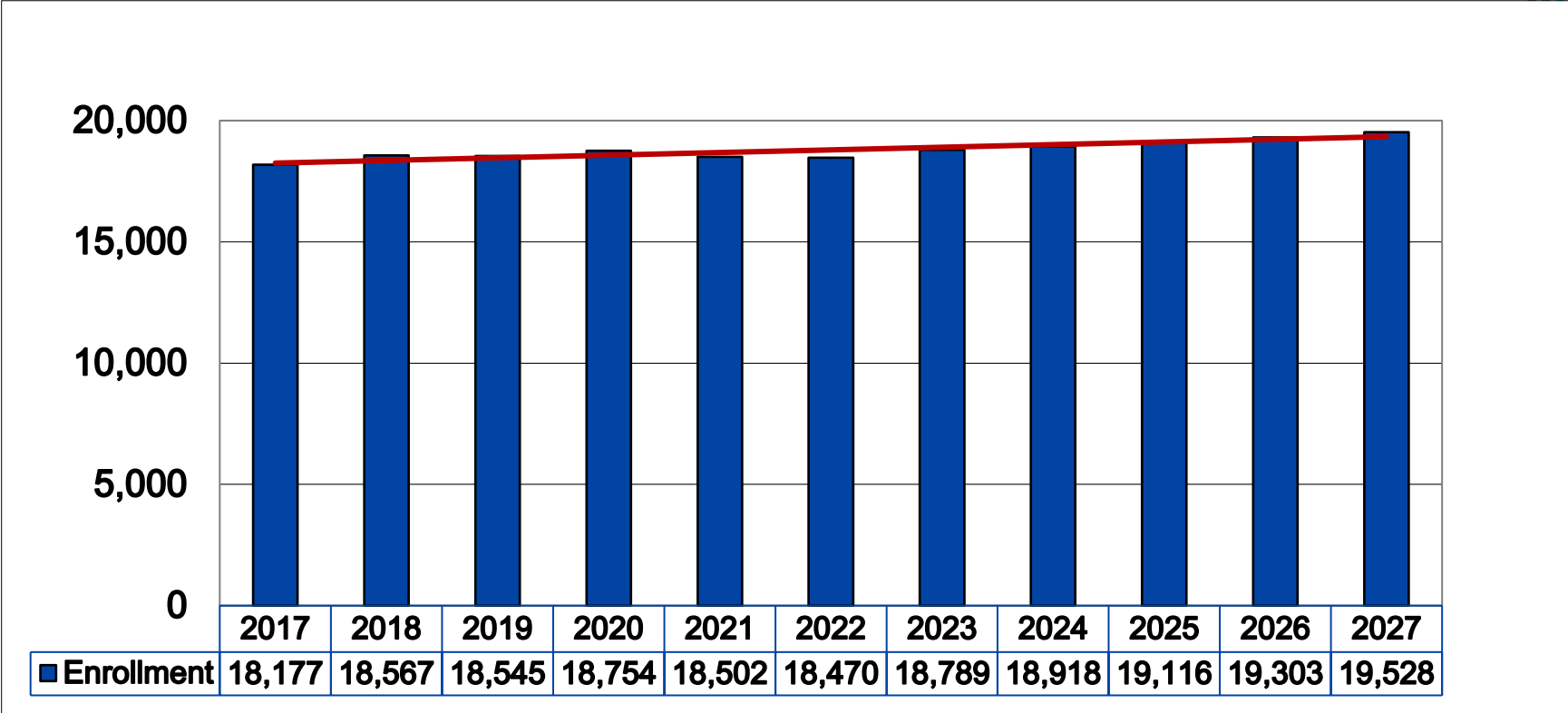
Budget Forecast Model

- Assumptions

- Enrollment

- Conservative
 - Shows very slight increase on overall enrollment
 - 5% over 5 years
 - About 185 students per year
 - Factors
 - Kindergarten/Birth Rates
 - Post Secondary Enrollment Options
 - Drops

Budget Enrollment



YEAR	BIRTHS	Year	Kindergarten	Capture Rate
2011	2,811	2017	1,296	46.1%
2012	2,774	2018	1,341	48.3%
2013	2,833	2019	1,325	46.7%
2014	2,880	2020	1,382	48.9%
2015	2,800	2021	1,225	43.7%
2016	2,821	2022	1,289	45.6%
2017	3,085	2023	1,360	44.1%
2018	2,732	2024	1,341	49.0 %
2019	2,701	2025	1,380	49.0 %

Enrollment Implications



South Washington County Schools Enrollment Projections for budget purposes (as of 9/12/22)														
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Projected	Projected	Projected	Projected	Projected
	14-15	15-16	2017	2018	2019	2020	2021	2022	2022	2023	2024	2025	2026	2027
Pre-K	236.24	237.00	251.59	250.04	269.71	280.38	254.36	267.15	260.00	260.00	260.00	260.00	260.00	260.00
K	1,229.00	1,240.59	1,296.18	1,341.24	1,325.2	1,382.01	1,225.12	1,289.16	1,360.00	1,341.43	1,380.20	1,410.54	1,410.54	1,427.39
PK/SR				17.27	41.22	35.22	30.20	22.81	25.00	40.00	40.00	40.00	40.00	40.00
1	1,289.28	1,278.83	1,308.13	1,340.77	1,350.37	1,366.47	1,362.35	1,288.66	1,363.00	1,438.80	1,419.15	1,460.17	1,460.17	1,492.27
2	1,321.05	1,326.57	1,365.73	1,359.71	1,366.24	1,367.19	1,334.06	1,380.60	1,360.00	1,394.07	1,471.60	1,451.50	1,451.50	1,493.46
3	1,402.09	1,354.96	1,416.41	1,412.42	1,387.75	1,411.13	1,337.52	1,359.16	1,436.00	1,395.78	1,430.74	1,510.31	1,510.31	1,489.69
4	1,376.53	1,437.63	1,400.92	1,466.37	1,402.44	1,437.13	1,400.35	1,405.40	1,424.00	1,470.35	1,429.17	1,464.97	1,464.97	1,546.45
5	1,377.19	1,385.75	1,498.43	1,444.56	1,463.79	1,430.10	1,432.07	1,394.77	1,449.00	1,445.21	1,492.25	1,450.45	1,450.45	1,486.79
6	1,395.93	1,323.52	1,384.27	1,486.80	1,405.22	1,438.74	1,340.41	1,389.18	1,368.00	1,415.78	1,412.08	1,458.04	1,458.04	1,417.20
7	1,324.39	1,393.66	1,347.75	1,425.70	1,464.47	1,438.86	1,432.09	1,373.55	1,414.00	1,381.86	1,430.13	1,426.38	1,426.38	1,472.81
8	1,383.32	1,333.71	1,407.43	1,398.11	1,415.48	1,464.52	1,438.20	1,439.28	1,412.00	1,425.13	1,392.74	1,441.38	1,441.38	1,437.61
9	1,359.33	1,409.08	1,415.00	1,463.24	1,431.06	1,463.55	1,528.12	1,490.75	1,518.00	1,466.34	1,479.97	1,446.33	1,446.33	1,496.85
10	1,378.35	1,365.02	1,416.32	1,413.75	1,462.91	1,438.72	1,458.00	1,514.65	1,472.00	1,513.61	1,462.10	1,475.70	1,475.70	1,442.15
11	1,352.37	1,332.64	1,339.06	1,376.09	1,349.14	1,425.05	1,440.82	1,397.56	1,440.00	1,427.95	1,468.32	1,418.35	1,418.35	1,431.53
12	1,372.74	1,375.34	1,330.25	1,371.31	1,409.71	1,374.92	1,488.33	1,457.69	1,508.00	1,474.90	1,462.56	1,503.91	1,503.91	1,452.72
PUPILS	17,797.81	17,794.30	18,177.47	18,567.38	18,544.69	18,753.99	18,502.00	18,470.37	18,809.00	18,891.21	19,031.00	19,218.04	19,218.04	19,386.92
	0.45%	-0.02%	2.15%	2.15%	-0.12%	1.13%	-1.34%	-0.17%	1.83%	0.44%	0.74%	0.98%	0.98%	0.88%
WADM	19,425.81	19,436.19	19,828.63	20,257.02	20,251.24	20,475.11	20,259.11	20,205.07	20,561.80	20,629.17	20,770.16	20,960.45	20,960.45	21,133.66
High Class	3	4	5	6	7	8	9	10	\$ 3,745,707	\$ 707,391	\$ 1,480,431	\$ 1,997,988	\$ 1,997,988	\$ 1,818,728
									9	10	5	12	12	9
									18,631					
									178.00					
									\$ 1,869,000					
									338.63					
									\$ 3,555,615					

Budget Forecast Model



- Revenue Assumptions

- Formula Increases

- Basic formula in 2023 is \$6,863 per pupil unit
 - Per Adjusted Pupil Unit
 - Formula increased 2.5% in 2022 and 2.0% in 2023
 - Determined by State Legislature
 - SoWashCo assuming 2.0% in each of next 4 years

Budget Forecast Model

- Other Revenue Assumptions
 - Federal Title and Federal Special Education – assuming flat
 - Fees and others – Assuming flat
 - State Special Education Aid – increasing with expenses
 - Operating Referendum – increases with inflation

Budget Forecast Model

- Expenditure Assumptions
 - Wages and Benefits
 - Negotiated
 - 11 Unions (8 in General Fund)
 - Percentage of Salaries and Wages – known as cost of living adjustment
 - Steps (Longevity)
 - Steps and Lanes (Teacher contracts)
 - Generally two-year agreements
 - Payroll taxes increase also

Budget Forecast Model

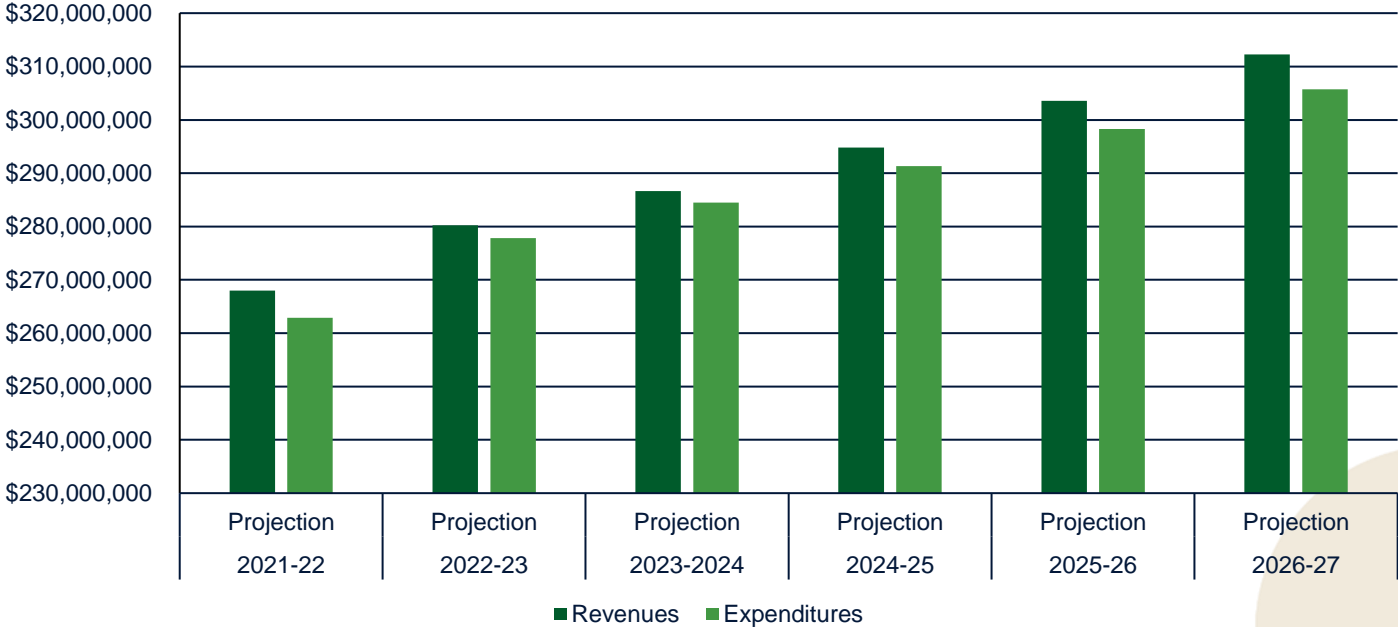
- Expenditure Assumptions – 2.5% average
 - Utility and Fuel Costs
 - Professional Services
 - Substitute Teachers and Para's
 - Snow Removal, Waste Removal
 - Textbooks
 - Instructional Supplies
 - General and Repair Supplies

Budget Forecast Model

- Miscellaneous Expenditure Assumptions
 - Retirements –
 - Save about \$30,000 per staff retirement
 - About 30 per year
 - Staffing would need to increase with enrollment
 - New buildings and rentals

Budget Forecasts

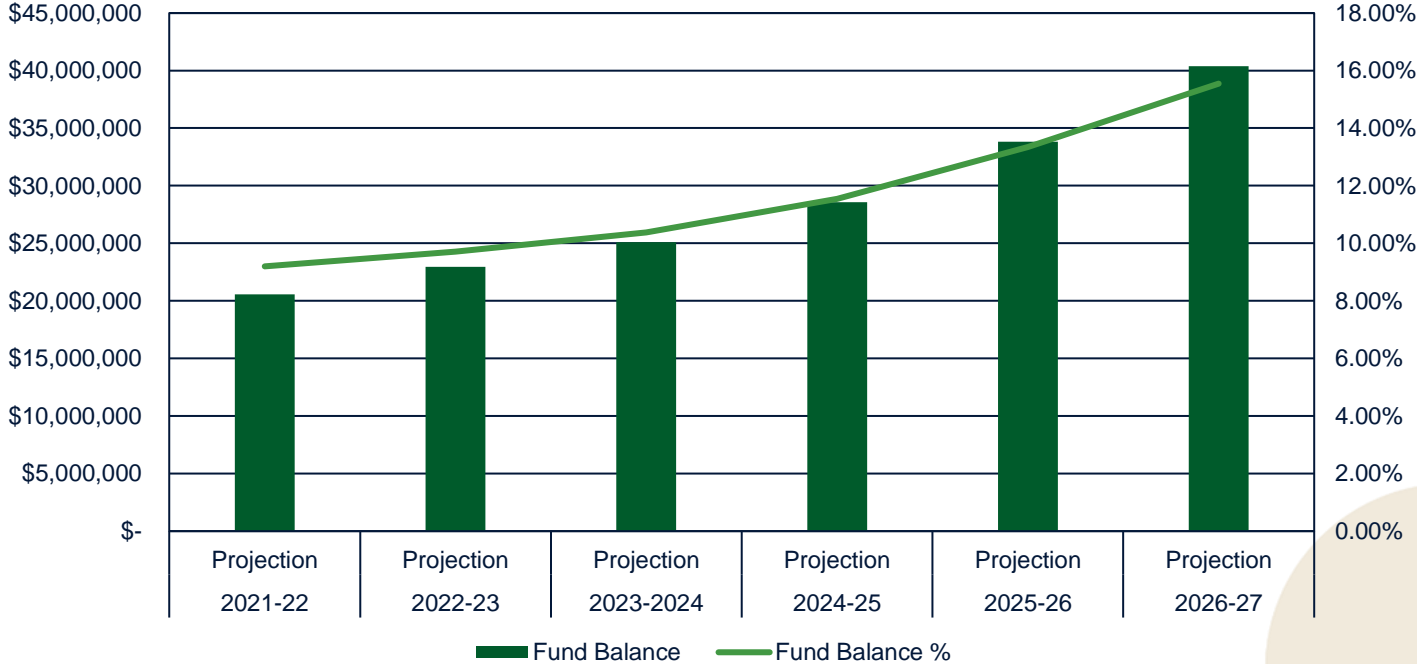
Projected Revenues and Expenses



Budget Forecasts



Projected Fund Balances





Questions?

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