

2023-24 Budget Development



Becca Chen
Chief Financial Officer
February 1, 2023 | Work Session



OUR PROMISE

Every student in
Highline Public Schools
is known by **name**,
strength and **need**, and
graduates prepared for
the future they choose.



Budget Development Process

Guiding Principles

- Student-centered decisions rooted in school needs
- Shared ownership and responsibility of resources
- Malleability to align with new strategic plan

General Fund & ESSER

- Influx of one-time federal dollars (ESSER)
- Using ESSER funding to pay for allowable expenses from general fund
- Allows us to stretch our general fund dollars for leaner years ahead

Year End Budget Outlook

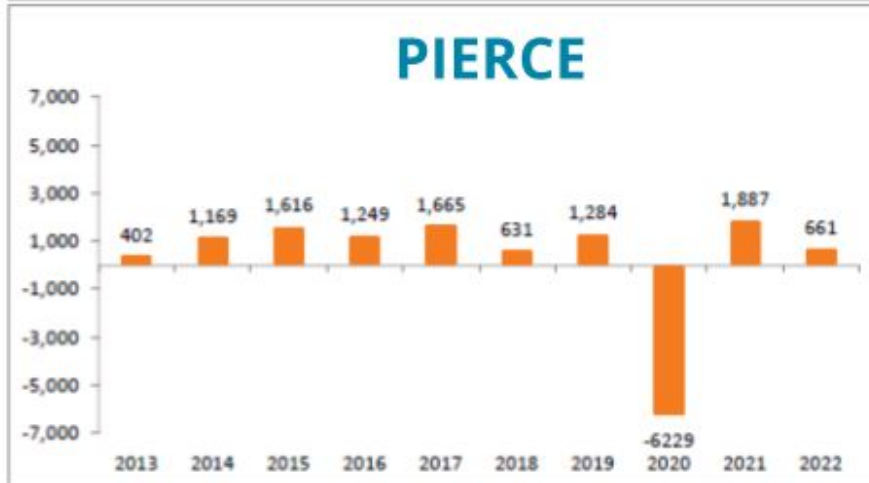
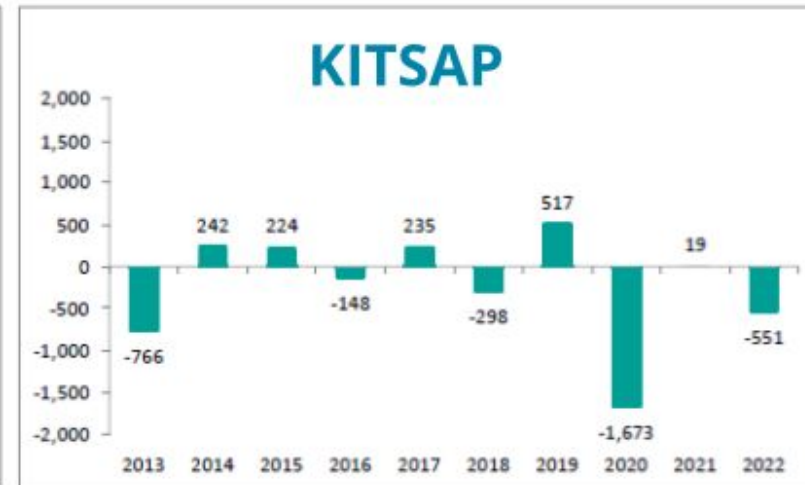
2022-23 Budget Outlook

| | | |
|------------------------|---------------|-----|
| Beginning Fund Balance | \$42,374,714 | |
| Revenue | \$411,081,045 | |
| Expenditures | \$400,612,477 | |
| Difference | \$10,468,568 | |
| Ending Fund Balance | \$52,843,312* | 15% |

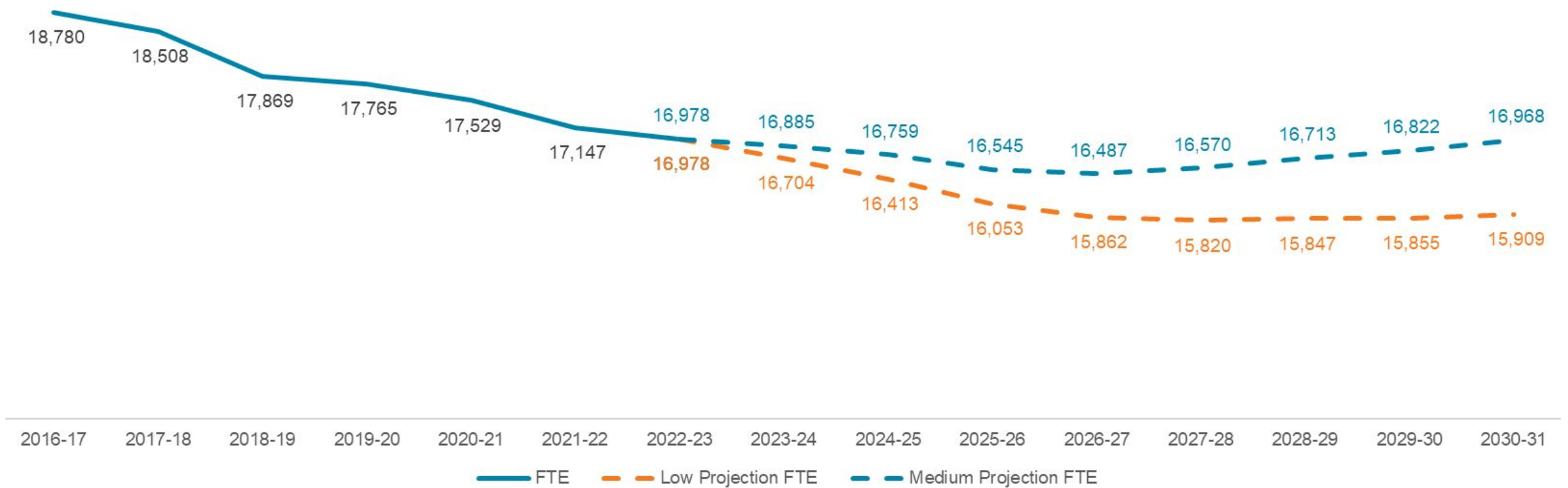
**Does not account for expected but unknown expenses such as strategic plan, bargaining and legislative impacts.*

Enrollment Projections

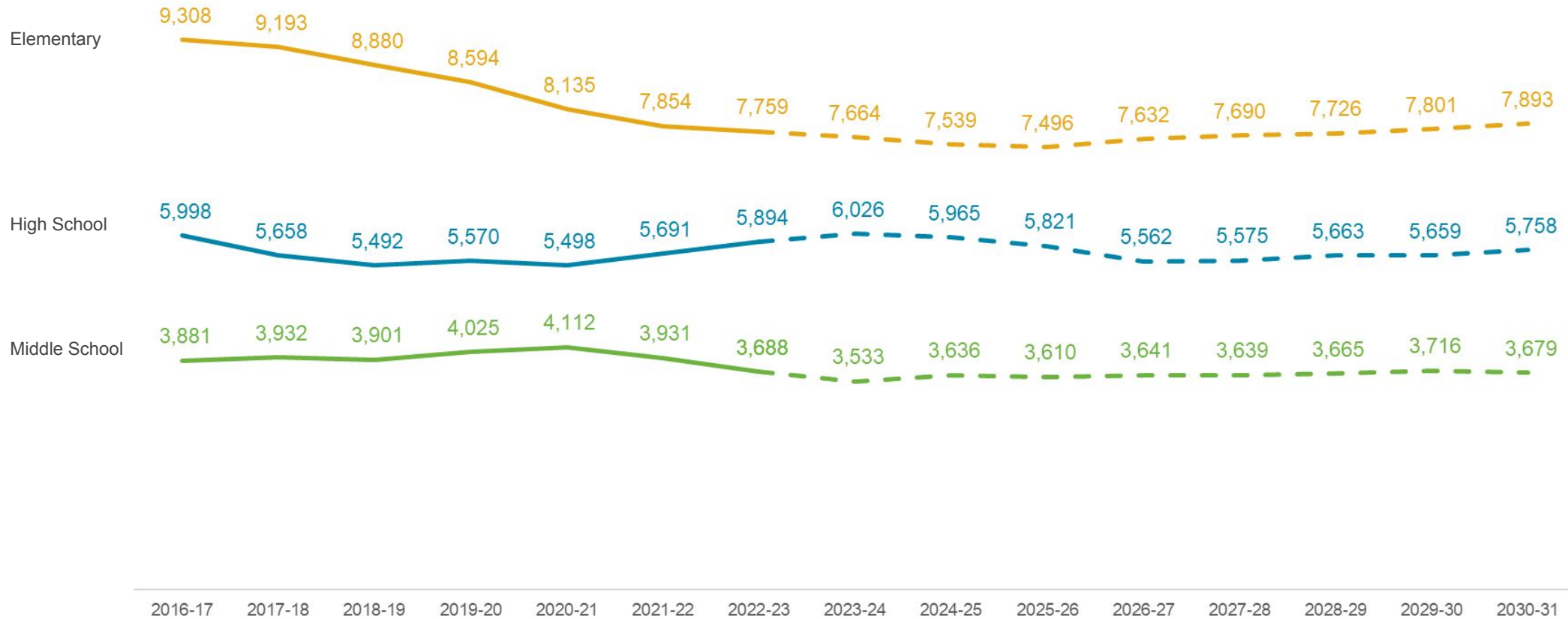
Puget Sound Region Enrollment



Actual Enrollment & Projections



Grade Span Enrollment & Projections



2023-24 Budget Outlook

Assumptions

- Inflation rate increase (IPD)
- ESSER funded projects moved to general fund
- No new legislation
- Does not account for expected but unknown expenses such as:
 - strategic plan
 - bargaining
 - legislative impacts

2023-24 Budget Outlook

Without potential legislation revenue

| | | |
|------------------------|---------------|-----|
| Beginning Fund Balance | \$52,843,312 | |
| Revenue | \$366,795,190 | |
| Expenditures | \$373,650,690 | |
| Difference | - \$6,855,500 | |
| Ending Fund Balance | \$45,987,812* | 12% |

**Does not account for expected but unknown expenses such as strategic plan, bargaining and legislative impacts.*

Potential Legislation Revenue

- Compensation factors
- Special education

2023-24 Budget Outlook

Including potential 2023-24 legislation revenue

| | | |
|------------------------|---------------|-----|
| Beginning Fund Balance | \$52,843,312 | |
| Revenue | \$373,095,190 | |
| Expenditures | \$373,650,690 | |
| Difference | - \$555,500 | |
| Ending Fund Balance | \$51,819,214* | 15% |

**Does not account for expected but unknown expenses such as strategic plan, bargaining and legislative impacts.*

Reflections & Questions

2024-25 Budget Outlook

Without potential legislation revenue

| | | |
|------------------------|----------------|----|
| Beginning Fund Balance | \$45,987,812 | |
| Revenue | \$364,909,000 | |
| Expenditures | \$376,242,590 | |
| Difference | - \$11,333,100 | |
| Ending Fund Balance | \$34,654,712* | 9% |

**Does not account for expected but unknown expenses such as strategic plan, bargaining and legislative impacts.*

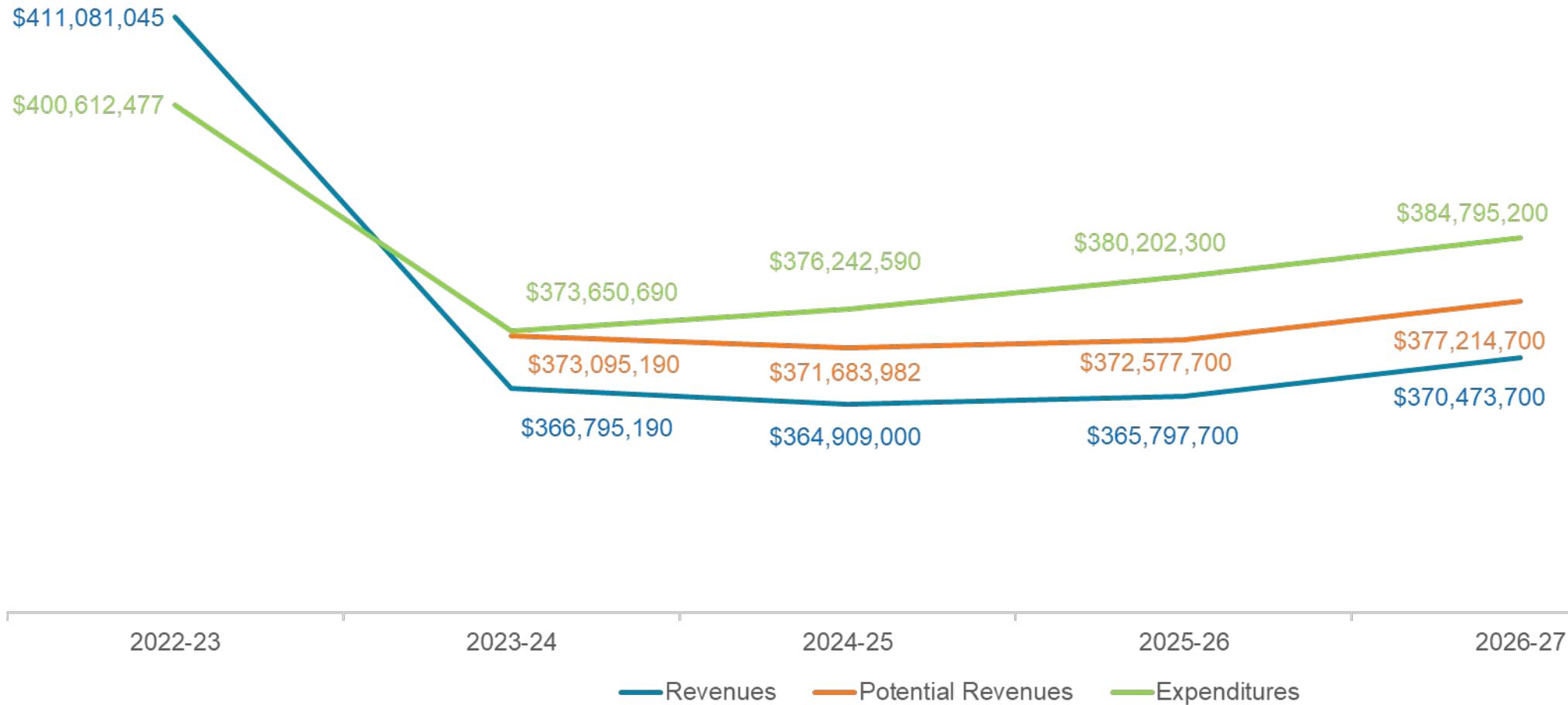
2024-25 Budget Outlook

Including potential 2023-24 legislation revenue

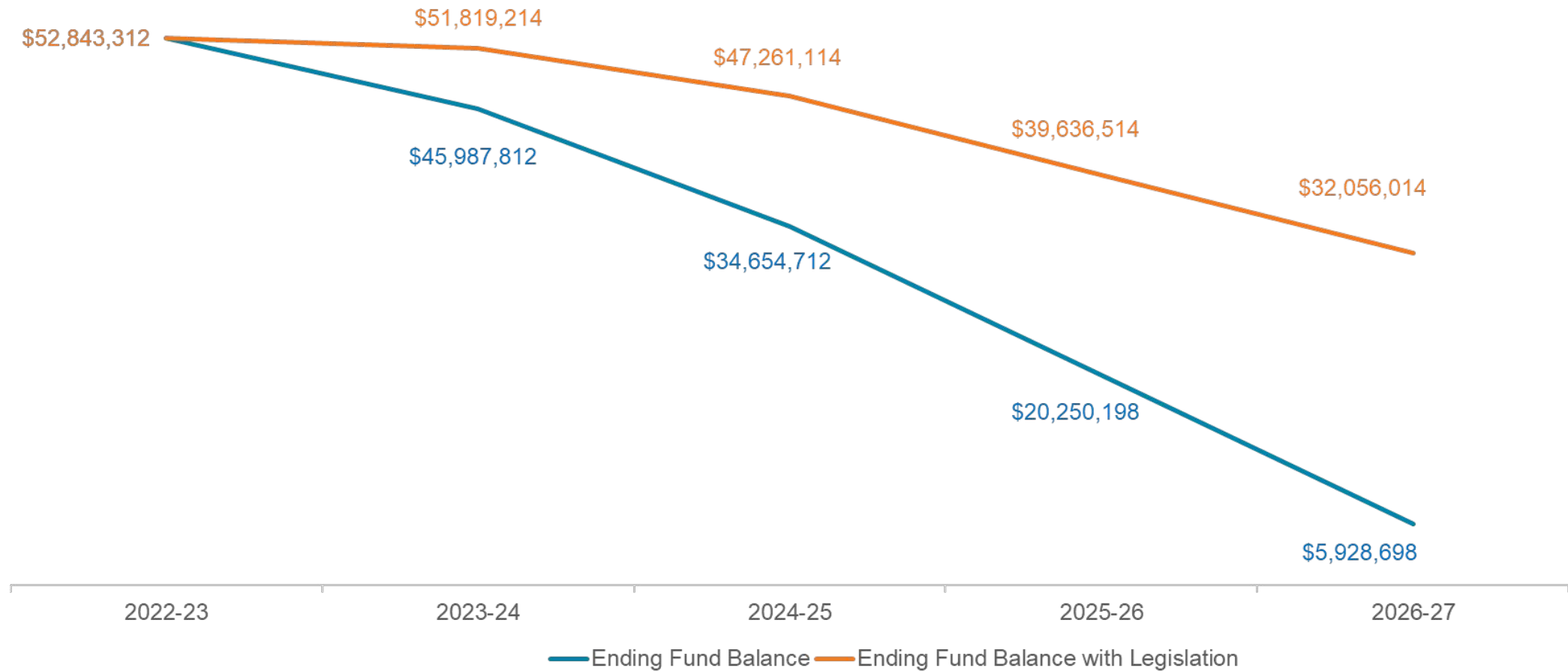
| | | |
|------------------------|---------------|-----|
| Beginning Fund Balance | \$51,819,214 | |
| Revenue | \$371,683,982 | |
| Expenditures | \$376,342,082 | |
| Difference | - \$4,558,100 | |
| Ending Fund Balance | \$47,261,114* | 13% |

**Does not account for expected but unknown expenses such as strategic plan, bargaining and legislative impacts.*

Five Year Outlook



Fund Balance



Considerations for Next Steps

Questions & Comments

Applicable Policies

- Minimum Fund Balance Policy 6022
<https://www.highlineschools.org/about/board-policies/policy-details/~board/board-policies/post/policy-6022-minimum-fund-balance>
- Financial Management for Equity Policy 6000
<https://www.highlineschools.org/about/board-policies/policy-details/~board/board-policies/post/policy-6000-financial-management-for-equity>