

Inspiring Excellence



LAKE STEVENS

School District

Citizens' Budget

Fiscal Year 2016-2017

Form F-195

Lake Stevens School Board

Kevin Plemel, President, Director District No. 4

David Iseminger, Vice President, District No. 1

Paul Lund, Legislative Representative, District No. 2

Mari J. Taylor, Director District No. 3

John Boerger, Director District No. 5

Superintendent: Amy Beth Cook, Ed. D.

August 10, 2016
FINAL

Lake Stevens School District #4

Citizens' Budget FY 2016-17

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Lake Stevens School District #4
Citizens' Budget
Fiscal Year 9/1/2016 – 8/31/2017

The Lake Stevens School District's annual budget is perhaps one of the most important publications that the District can present to the local citizens. It is the instrument that sets forth a financial plan for the achievement of the goals and objectives of the school district. It is also the community's educational plan expressed in dollars.

The purpose of a budget is to provide a statement expressed in financial terms, which serves as the primary tool for planning and controlling operations. To achieve this basic purpose, the comprehensive budget is integrated with the District's financial accounting system to ensure that objectives of planning, coordinating, evaluating, and controlling are attained.

The period, which is covered by the official budget, is the fiscal year September 1, 2016 through August 31, 2017. Some projects, grants, or programs have a funding period that may differ from this fiscal year. It is necessary to include only the estimated revenues and expenditures occurring during the period covered by the official budget for these activities. The Lake Stevens School District uses the modified accrual basis of accounting for revenue and expenditure recognition in its budgeting, accounting, and financial reporting as prescribed by RCW 28A.505.020. The District's budget is divided into separate funds as required by law. These funds include the General Fund, the Capital Projects Fund, the Debt Service Fund, the Associated Student Body Fund, and the Transportation Vehicle Fund. The purpose of each fund is explained further in this document.

The official budget document, Form F-195, is prepared for adoption by the School Board for submission to the Office of the Superintendent of Public Instruction (OSPI) as prescribed by RCW's. This Citizens' Budget provides a summary of the official F-195 document with additional charts and narrative information to provide clarifying information about the budget. Citizens may review the official F-195 document online at <http://www.k12.wa.us/SAFS/reports.asp> or at the Educational Service Center, 12309 22nd St. NE, Lake Stevens, WA 98258. Questions regarding the budget may be directed to the Assistant Superintendent of Business Services at (425) 335-1503.

One of our foundational principles is "Financial Stewardship that promotes trust by ensuring the responsive and optimal use of district resources in a manner that is understandable and transparent to all stakeholders, and supports the goals of the district" (Lake Stevens School District. *Foundation for Excellence 2013-16*. 2014).

Thank you for your continued support of our students. Together, we can ensure our students will be contributing members of society and lifelong learners, pursuing their passions and interests in an ever-changing world.

General Information Budget Year 2016-17

Lake Stevens School District No. 4 is a municipal corporation that provides elementary and secondary educational services. The District encompasses the incorporated City of Lake Stevens, a portion of incorporated City of Marysville and portions of unincorporated Snohomish County. According to the 2015 estimate by the Washington State Office of Financial Management, the District has a current estimated population of 43,026 and encompasses 28.5 square miles. The District operates six elementary schools, two middle schools, one mid high school, one high school, one cooperative alternative high school, and Homelink, a K-12 home school district parent partnership program.

A Board of Directors that is elected by the voters of the school district governs the District. The Board of Directors is made up of the following people:

Kevin Plemel, President, Director District No. 4
David Iseminger, Vice President, District No. 1
Paul Lund, Legislative Representative, District No. 2
Mari J. Taylor, Director District No. 3
John Boerger, Director District No. 5

The Board of Directors selects the District's administrative staff. The staff includes:

Amy Beth Cook Ed. D., Superintendent
Teresa Main, Assistant Superintendent, Business and Health Services
Ken Collins, Assistant Superintendent, Human Resources
John Gebert Ed. D., Executive Director, Secondary Teaching & Learning
Graham Cook, Executive Director, Elementary Teaching & Learning
Miriam Tencate Ed. D., Executive Director, Special Services
Gina Anderson, Executive Director, Assessment and Student Learning
Robb Stanton, Executive Director, Facilities & Operations
Jayme Taylor, Director, Communications
Sarah Danielson, Director, Professional Learning

The District employs over 900 full and part time employees which equates to 814.2 full-time equivalent (FTE); approximately 63.3% is certificated staff. The majority of employees, who are eligible under state law to be represented by a labor organization, are employed under provisions of negotiated contracts with five bargaining groups.

Enrollment History Budget Year 2016-17

Lake Stevens School District has experienced a steady rate of growth over the last decade. Between the years 2006 and 2016, we have seen the District grow from 7,268 full-time equivalent (FTE) students to 8,319 FTE, a 14.5% increase. The enrollment is projected using rollup at grades K-8 and a conservative 5-year cohort survival method at grades 9-12. The enrollment projection for the 2016-17 school year is 8,319 FTE. The projection for the 2016-17 enrollment reflects growth at all of the schools. See Figure 1 for the growth history chart by year and grade group.

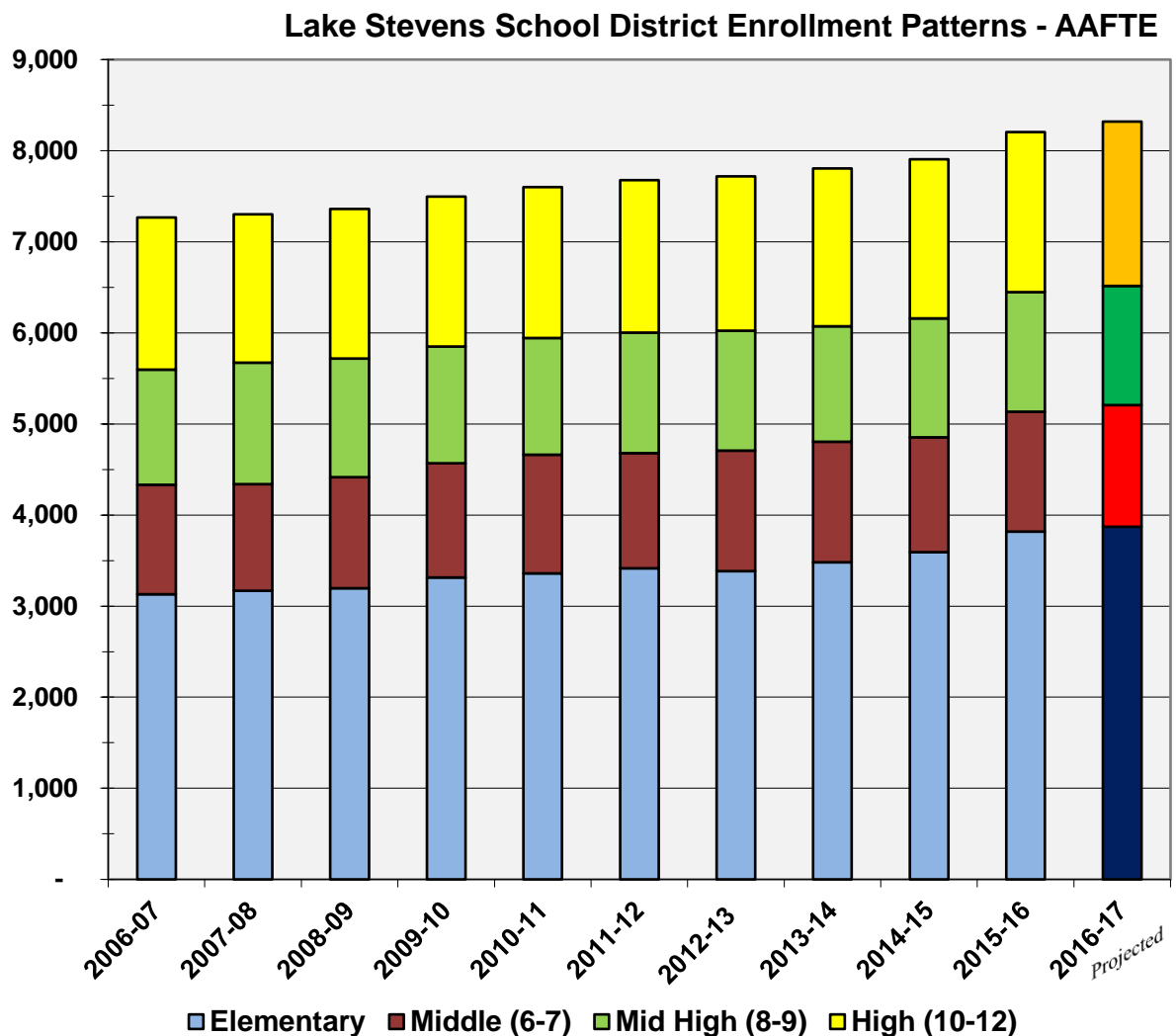


Figure 1

Budget Summary Budget Year 2016-17

OUR BUDGET HAS FIVE PARTS (FUNDS)

General Fund, the operating budget which guides our day to day activities;

Associated Student Body Fund (ASB), which accounts for each school's extracurricular activities;

Debt Service Fund, which we use to pay the principal and interest on bonds we issue to finance school construction and renovation;

Capital Projects, which covers our long-term school construction and repair needs and cannot be spent on school operations; and

Transportation Vehicle Fund, which provides for the purchase of school buses.

| Lake Stevens School District Budget Summary | | | | | |
|---|--------------|-------------|--------------|------------------|----------------|
| Fund | General | ASB | Debt Service | Capital Projects | Transportation |
| Total Revenues | \$92,667,150 | \$1,149,530 | \$5,610,699 | \$35,919,449 | \$ 460,719 |
| Total Expenditures | 96,263,688 | 1,175,942 | 5,466,369 | 87,002,631 | 1,100,000 |
| Operating Trans. (Out) | | | | 600,000 | |
| Operating Trans. (In) | | | | | |
| Revenue less Expenditure | (3,596,538) | (26,412) | 144,330 | (51,683,182) | (639,281) |
| Beginning Balance | \$8,021,157 | \$ 581,147 | \$2,670,402 | \$74,859,320 | \$ 748,000 |
| Ending Balance | \$4,424,619 | \$ 554,735 | \$2,814,732 | \$23,176,138 | \$ 108,719 |
| % Expected Ending Balance | 4.6% | | | | |

General Fund Budget Year 2016-17

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is financed from local, state, and federal sources. These revenues are generally used for financing the current, ordinary, normal and recurring operations of the District, such as programs of instruction for the students, food services, maintenance, data processing, printing, and pupil transportation.

The 2016-17 fiscal year General Fund budget revenue for the District totals \$92.7 million, with the expenditure budget totaling \$96.3 million. The difference between the revenues and expenditures will be made up with funds from the accumulated fund balance. Additional capacity has been built into the expenditures to accommodate some unexpected growth if necessary. The Board has a directive setting a minimum budgeted ending fund balance of 5% of expenditures, which is necessary to accommodate normal cash flow and contingencies; however, significant revenue losses from the state and federal government and increases in cost of salaries, products and services may make it difficult to maintain this target.

Approximately 78.0% of the District's General Fund revenues come from the State for basic education and special programs. The funding received from the State is largely determined by the number of students enrolled in the various funded programs along with the experience and education of the certificated instructional staff employed in the district. Another 16.6% of the revenue comes from the citizens through the levy of voter approved taxes, student food and nutrition program, traffic safety program, pay-to-participate athletics and rental fees. The balance of the budgeted revenues comes from a variety of sources including federal funds, local receipts, and grants from agencies, associations and foundations.

The expenditure budget reflects that 76.9% is spent on direct instructional programs. The remaining expenditure budget is spent in other support services and community education. Other support services include maintenance, operations, grounds, utilities, central administration, food services, and transportation of students.

The District's budget includes staffing of 515.4 full-time equivalent certified staff and 298.8 full-time equivalent classified staff. A certified staff member is considered to be a full-time equivalent if they work at least 180 full time contracted days. A classified staff member is considered to be a full-time equivalent if they are paid for eight hours a day for the full 12-month year. Approximately 85.5% of the expenditures are payment of salaries and benefits for the employees of the district. The balance of the expenditure budget is used in the areas of supplies and materials, purchased services, travel, and capital outlay.

The Lake Stevens School District's budget differs from many school districts with the operation of a Transportation Co-op with Granite Falls School District. Most of the expenditures for both school districts' transportation expenses flow through the Lake Stevens School District's budget. Granite Falls School District reimburses the District for their share of the expenses, which is reflected in the revenue portion of the budget.

Revenue comes from four main sources; Local, State, Federal, Other

| | REVENUE ACCOUNT | 2014/15 Actual | 2015/16 Budget | 2016/17 Budget |
|------|--------------------------------------|----------------|----------------|----------------|
| 1100 | LOCAL PROPERTY TAX | \$12,856,306 | \$13,124,715 | \$13,207,430 |
| 1500 | TIMBER EXCISE TAX | \$286 | \$285 | \$256 |
| | \$13,207,686 | | | |
| 2100 | STUDENT FEES | \$24,420 | \$15,000 | \$90,000 |
| 2128 | ATHLETIC FEES | \$90,578 | \$85,000 | \$95,000 |
| 2171 | TRAFFIC SAFETY FEES | \$105,535 | \$95,000 | \$100,000 |
| 2173 | SUMMER SCHOOL TUITIONS/FEES | \$8,445 | \$15,000 | \$10,000 |
| 2186 | COMMUNITY SCHOOL | \$149,196 | \$160,000 | \$150,000 |
| 2200 | SALES Unassigned | \$120,112 | \$80,000 | \$115,500 |
| 2289 | OTHER COMMUNITY SERVICE | \$39,068 | \$25,000 | \$25,000 |
| 2298 | FOOD SERVICES | \$1,020,271 | \$970,000 | \$1,000,000 |
| 2300 | INVESTMENT EARNINGS | \$9,841 | \$8,000 | \$15,000 |
| 2500 | GIFTS & DONATIONS | \$135,618 | \$80,000 | \$100,000 |
| 2600 | FINES DAMAGES & REFUNDS | \$7,363 | \$5,000 | \$5,000 |
| 2700 | RENTAL OF PROPERTY | \$225,152 | \$190,000 | \$200,000 |
| 2800 | INSURANCE RECOVERIES | \$1,471 | \$2,000 | \$2,000 |
| 2900 | OTHER LOCAL REIMBURSEMENT | \$199,066 | \$70,000 | \$130,000 |
| 2905 | TUITION BASED KINDERGARTEN | \$509,623 | \$220,876 | \$0 |
| 2910 | E-RATE | \$121,795 | \$110,000 | \$100,000 |
| | \$2,137,500 | | | |
| 3100 | APPORTIONMENT - (BEA) | \$43,227,087 | \$47,377,945 | \$52,142,858 |
| 3121 | SPECIAL ED-GEN. APPORT. | \$1,403,064 | \$1,545,059 | \$1,784,386 |
| 3300 | LOCAL EFFORT ASSIST | \$4,071,695 | \$4,020,244 | \$4,214,360 |
| | \$57,430,161 | | | |
| 4121 | SPECIAL EDUCATION | \$5,896,922 | \$6,381,964 | \$7,071,325 |
| 4122 | SPECIAL EDUCATION - INFANTS/TODDLERS | \$366,336 | \$287,608 | \$371,425 |
| 4134 | MS CTE | \$0 | \$0 | \$0 |
| 4155 | LEARNING ASSISTANCE PROGRAM (LAP) | \$1,131,868 | \$1,187,902 | \$1,207,709 |
| 4158 | SPECIAL & PILOT PROG | \$210,371 | \$309,587 | \$300,000 |
| 4165 | TRANSITIONAL BILINGUAL | \$320,827 | \$313,686 | \$440,940 |
| 4174 | HIGHLY CAPABLE | \$76,924 | \$80,521 | \$86,121 |
| 4198 | SCHOOL FOOD SERVICE | \$36,227 | \$37,400 | \$37,220 |
| 4199 | TRANSPORTATION OPERATIONS | \$3,651,033 | \$3,651,000 | \$3,700,000 |
| 4300 | OTHER STATE AGENCIES | \$475,055 | \$881,000 | \$881,000 |
| 4321 | SPED-MEDICAID REIMBURSEMENT | \$7,209 | \$5,000 | \$5,000 |
| | \$13,864,793 | | | |
| 5500 | FEDERAL FORESTS | \$24,209 | \$24,000 | \$0 |
| | \$0 | | | |
| 6124 | HANDICAPPED, IDEA B | \$1,321,751 | \$1,304,767 | \$1,354,966 |
| 6138 | VOCATIONAL EDUCATION | \$333,817 | \$35,000 | \$34,800 |
| 6151 | DISADVANTAGED - TITLE I | \$534,726 | \$655,121 | \$780,887 |
| 6152 | SCHOOL IMPROVEMENT | \$186,382 | \$181,793 | \$185,204 |
| 6164 | LIMITED ENGLISH PROF. | \$45,534 | \$44,234 | \$45,763 |
| 6189 | COMMUNITY SERVICE - FOOD SERVICE | \$8,300 | \$0 | \$0 |
| 6198 | SCHOOL FOOD SERVICE | \$1,176,982 | \$1,000,000 | \$1,200,000 |
| 6200 | DIRECT SPECIAL PURPOSE GRNT | \$0 | \$0 | \$0 |
| 6321 | SPECIAL ED-MEDICAID REIMB | \$18,652 | \$20,000 | \$18,000 |
| 6998 | USDA COMMODITIES | \$182,380 | \$150,000 | \$200,000 |
| | \$3,814,416 | | | |
| 7121 | SPECIAL EDUCATION, GFSD | \$124 | \$55,000 | \$0 |
| 7199 | PROGRAM PARTICIPATION, GFSD Transp | \$1,038,101 | \$660,000 | \$660,000 |
| | \$660,000 | | | |
| 9900 | OTHER FINANCING SOURCES | \$0 | \$600,000 | \$600,000 |
| | \$600,000 | | | |
| | TOTAL REVENUES & OTH FIN. SOURCES | \$81,069,722 | \$86,064,707 | \$92,667,150 |

General Fund Levy

**** GENERAL FUND LEVY ASSUMPTIONS ****

| | | |
|--------------|--------------------|--------------|
| Levy Amount: | 2016 Calendar Year | \$13,125,000 |
| | 2017 Calendar Year | \$13,125,000 |

| | | |
|-----------------------------|--------|--------|
| Levy Collection Percentage: | Fall | 47.74% |
| | Spring | 52.89% |

| | < == First Year Data == > | | < == Second Year Data == > | |
|------------------|-----------------------------|---------------------|-----------------------------|---------------------|
| | Total Assessed Valuation | Timber Valuation | Total Assessed Valuation | Timber Valuation |
| | ----- | ----- | ----- | ----- |
| Snohomish County | \$4,448,453,746 | \$86,620 | \$4,448,453,746 | \$86,620 |
| County 2 | \$0 | \$0 | \$0 | \$0 |
| Total | \$4,448,453,743 | \$86,620 | \$4,448,453,743 | \$86,620 |

REVENUE WORK SHEET - GENERAL FUND - LOCAL EXCESS LEVIES & TIMBER EXCISE TAX

Local property tax collections (Accounts 1100) should include revenue anticipated to be received in cash during the fiscal year. Estimation of the Timber Excise Tax collection (Revenue Account 1500) is necessary to estimate the Net Excess Levy Collection.

The Net Excess Levy equals the Excess Levy Amount minus the sum of the Timber Levy.

PART I - LOCAL PROPERTY TAX COLLECTIONS

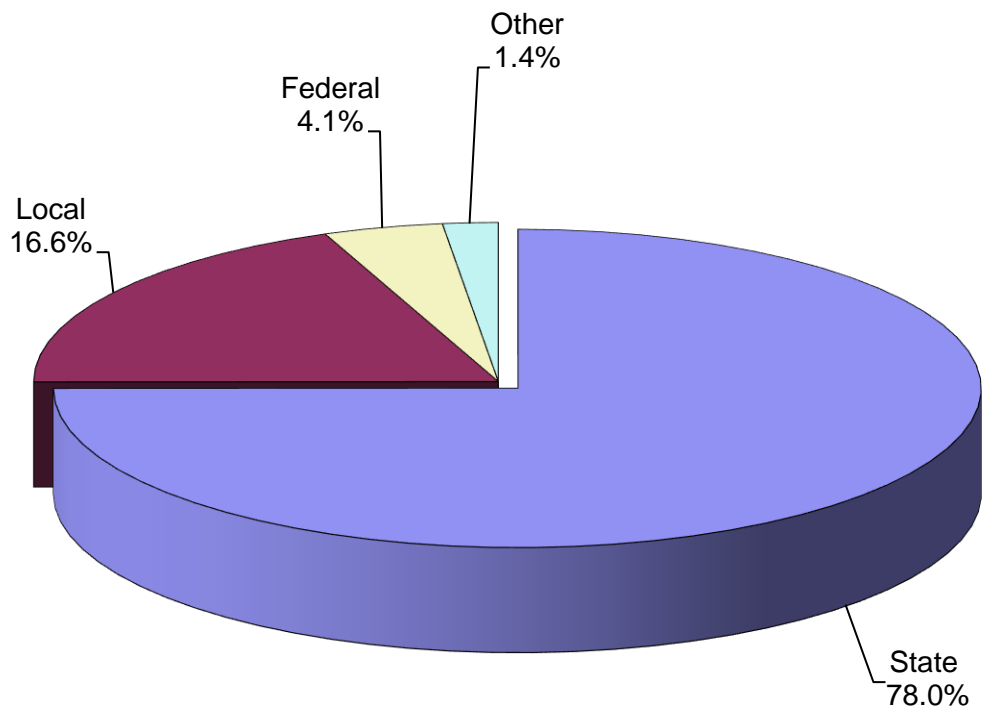
| | (1) Excess Levy Amount | (2) Estimated Timber Levy | (3) Net Levy Amount | (4) Collection Percentage | (5) Amount Budgeted |
|-------------------------|------------------------------|---------------------------------|---------------------------|---------------------------------|---------------------------|
| | ----- | ----- | ----- | ----- | ----- |
| FALL 2016 | | | (1) - (2) | | (3) x (4) |
| | \$13,125,000 | \$256 | \$13,124,744 | 47.74% | \$6,265,753 |
| | \$0 | \$0 | \$0 | 0.00% | \$0 |
| | <u>\$13,125,000</u> | <u>\$256</u> | <u>\$13,124,744</u> | | <u>\$6,265,753</u> |
| SPRING 2017 | | | | | |
| | \$13,125,000 | \$256 | \$13,124,744 | 52.89% | \$6,941,677 |
| | \$0 | \$0 | \$0 | 0.00% | \$0 |
| | <u>\$13,125,000</u> | <u>\$256</u> | <u>\$13,124,744</u> | | <u>\$6,941,677</u> |
| 1100 TOTAL LOCAL TAXES: | | | | | <u>\$13,207,430</u> |

PART II - TIMBER EXCISE TAX

| | (1) 100% Timber Assessed Valuation | (2) \$ per Thousand | (3) Estimated Timber Levy | (4) Collection Percentage | (5) Amount Budgeted |
|------------------------|--|---------------------------|---------------------------------|---------------------------------|---------------------------|
| | ----- | ----- | ----- | ----- | ----- |
| FALL 2016 | | | (1) x (2)/1000 | | (3) x (4) |
| | \$86,620 | \$2.950 | \$256 | 0.00% | XXXXXX |
| | \$0 | \$0.000 | \$0 | 0.00% | XXXXXX |
| | <u>\$86,620</u> | <u>\$2.950</u> | <u>\$256</u> | | <u>XXXXXX</u> |
| SPRING 2017 | | | | | |
| | \$86,620 | \$2.950 | \$256 | 100.00% | \$256 |
| | \$0 | \$0.000 | \$0 | 100.00% | \$0 |
| | <u>\$86,620</u> | <u>\$2.950</u> | <u>\$256</u> | | <u>\$256</u> |
| 1500 TIMBER EXCISE TAX | | | | | <u>\$256</u> |

**General Fund
Revenue Analysis by Source
Budget Year 2016-17**

| | 2016/17 | | 2015/16 | |
|---------|---------------|--------|---------------|--------|
| | | Rev % | | Rev % |
| State | \$ 72,242,344 | 78.0% | \$ 66,078,916 | 76.8% |
| Local | \$ 15,345,186 | 16.6% | \$ 15,255,876 | 17.7% |
| Federal | \$ 3,819,620 | 4.1% | \$ 3,414,915 | 4.0% |
| Other | \$ 1,260,000 | 1.4% | \$ 1,315,000 | 1.5% |
| Total | \$ 92,667,150 | 100.0% | \$ 86,064,707 | 100.0% |



**General Fund
Expenditure Detail
Budget Year 2016-17**

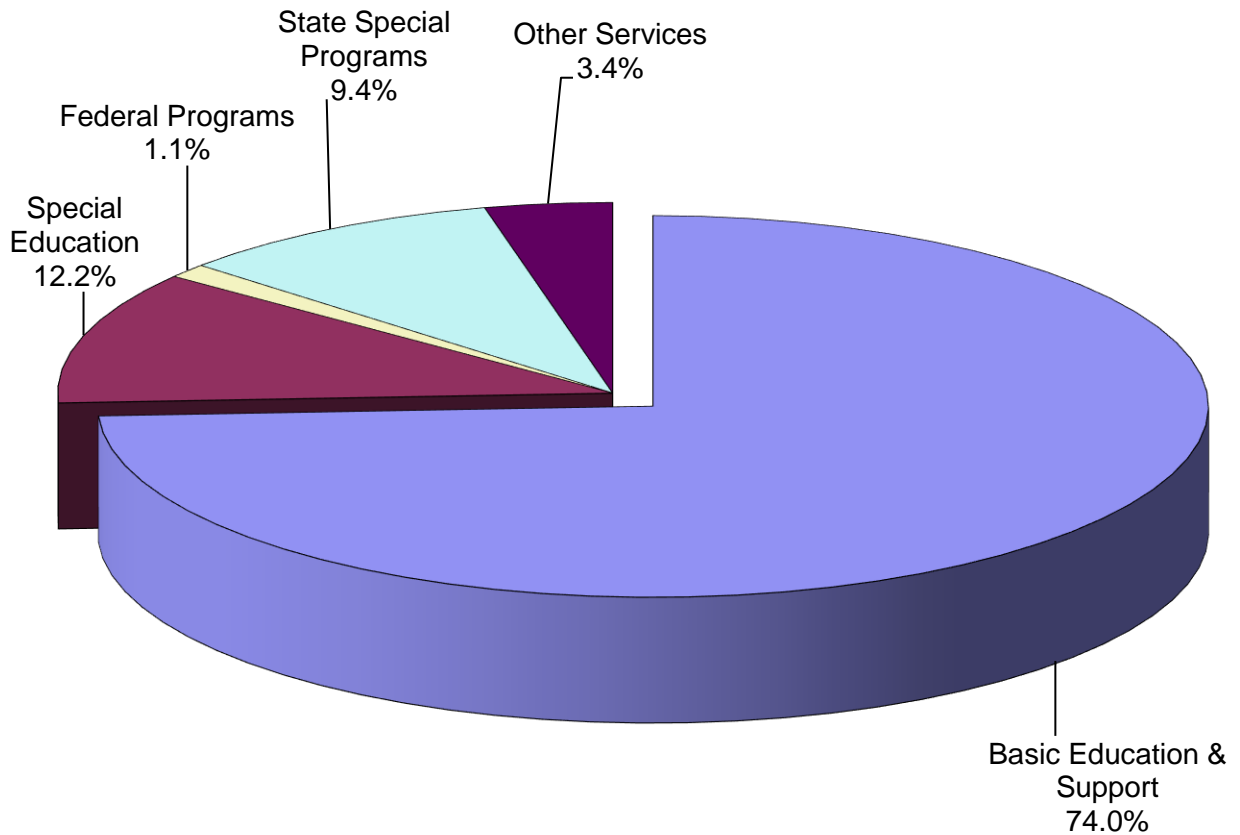
The majority of the general fund pays for basic education that support student learning for all students.

| | EXPENDITURE ACCOUNT | 2014/15 Actual | 2015/16 Budget | 2016/17 Budget |
|----|---|-----------------------|-----------------------|-----------------------|
| 01 | Basic Education | 44,265,691 | 50,675,217 | 54,684,459 |
| 02 | Basic Education - Alternative Learning Exp. | 640,953 | 828,677 | 559,615 |
| 31 | State Vocational | 2,999,840 | 3,486,118 | 3,102,197 |
| 34 | State Vocational - Middle School | 554,932 | 482,374 | 485,910 |
| 97 | General Support Services | <u>10,774,884</u> | <u>11,427,907</u> | <u>12,415,574</u> |
| | Basic Education Sub Total | 59,236,300 | 66,900,293 | 71,247,755 |
| 21 | State Special Education | 8,092,974 | 9,036,063 | 9,978,711 |
| 22 | State Special Ed - Infant and Toddler | 328,483 | 270,963 | 371,425 |
| 24 | Federal IDEA | <u>1,307,464</u> | <u>1,682,344</u> | <u>1,354,965</u> |
| | Handicapped Sub Total | 9,728,921 | 10,989,369 | 11,705,101 |
| 38 | Federal Vocational | 32,911 | 35,000 | 35,000 |
| 51 | Title I | 524,112 | 655,121 | 780,887 |
| 52 | School Improvement - federal | 186,382 | 195,160 | 185,204 |
| 64 | Title III - Limited English Proficiency | <u>44,641</u> | <u>45,709</u> | <u>46,150</u> |
| | Federal Sub Total | 788,046 | 930,990 | 1,047,241 |
| 55 | LAP Learning Assistance | 1,236,195 | 1,254,539 | 1,361,996 |
| 56 | State Institution | 1,316 | 0 | 0 |
| 58 | Special/Pilot Programs | 237,557 | 331,095 | 325,837 |
| 65 | Transitional Bilingual | 278,600 | 313,686 | 440,940 |
| 71 | Traffic Safety | 80,099 | 103,735 | 103,725 |
| 74 | Highly Capable | 77,977 | 105,837 | 107,217 |
| 79 | Other Instructional | 1,426,857 | 1,451,969 | 1,335,139 |
| 99 | Pupil Transportation | <u>4,533,121</u> | <u>5,100,665</u> | <u>5,326,137</u> |
| | State Sub Total | 7,871,723 | 8,661,526 | 9,000,990 |
| 73 | Summer School | 9,130 | 34,407 | 34,208 |
| 86 | Community Schools | 334,821 | 305,940 | 310,287 |
| 89 | Other Community Service | 263,486 | 221,749 | 223,073 |
| 98 | Food Services | <u>2,447,609</u> | <u>2,681,725</u> | <u>2,695,032</u> |
| | Other Services Sub Total | 3,055,046 | 3,243,821 | 3,262,600 |
| | Budget Totals | \$80,680,036 | \$90,726,000 | \$96,263,688 |

**General Fund
Expenditures by Program
Budget Year 2016-17**

Educational programs consist of activities of a school district which are directly involved in the instruction and education of students.

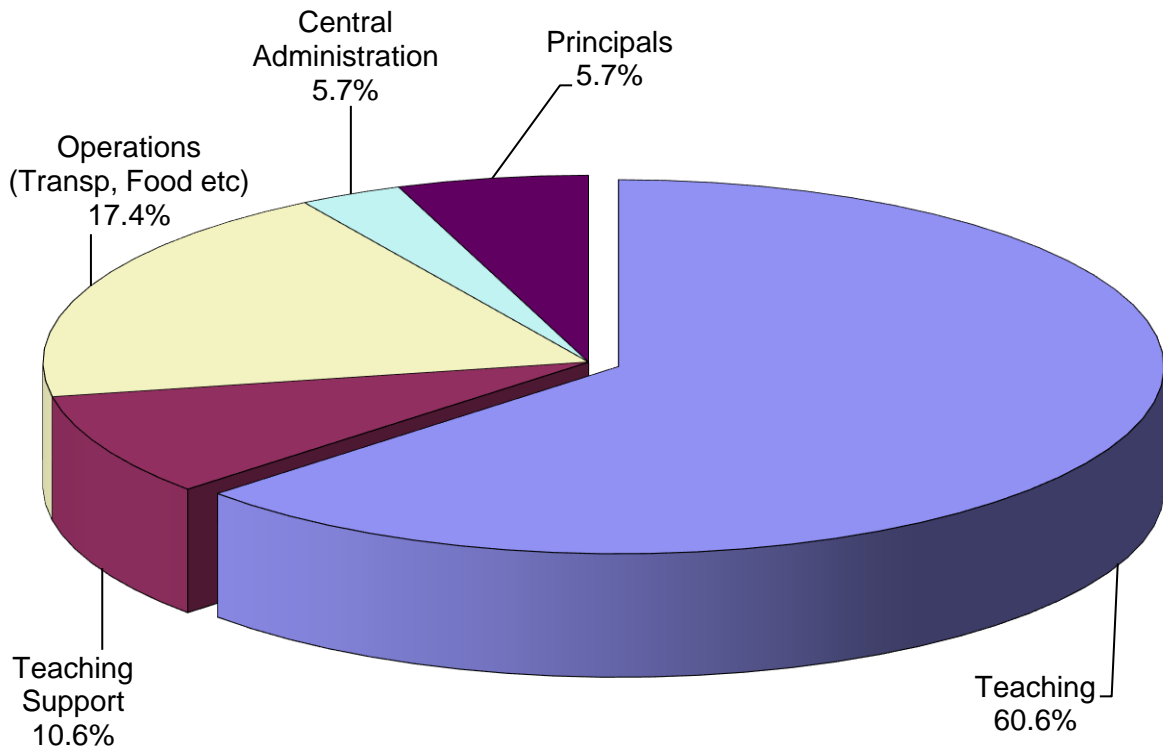
| | 2016/17 | | 2015/16 | |
|---------------------------|---------------|--------|---------------|--------|
| | | Exp % | | Exp % |
| Basic Education & Support | \$ 71,247,755 | 74.0% | \$ 66,900,293 | 73.7% |
| Special Education | \$ 11,705,101 | 12.2% | \$ 10,989,370 | 12.1% |
| Federal Programs | \$ 1,047,241 | 1.1% | \$ 930,990 | 1.0% |
| State Special Programs | \$ 9,000,990 | 9.4% | \$ 8,661,526 | 9.5% |
| Other Services | \$ 3,262,600 | 3.4% | \$ 3,243,821 | 3.6% |
| Totals | \$ 96,263,688 | 100.0% | \$ 90,726,000 | 100.0% |



**General Fund
Expenditures by Activity
Budget Year 2016-17**

Expenditures by activity refers to the kind of work done in a school district.

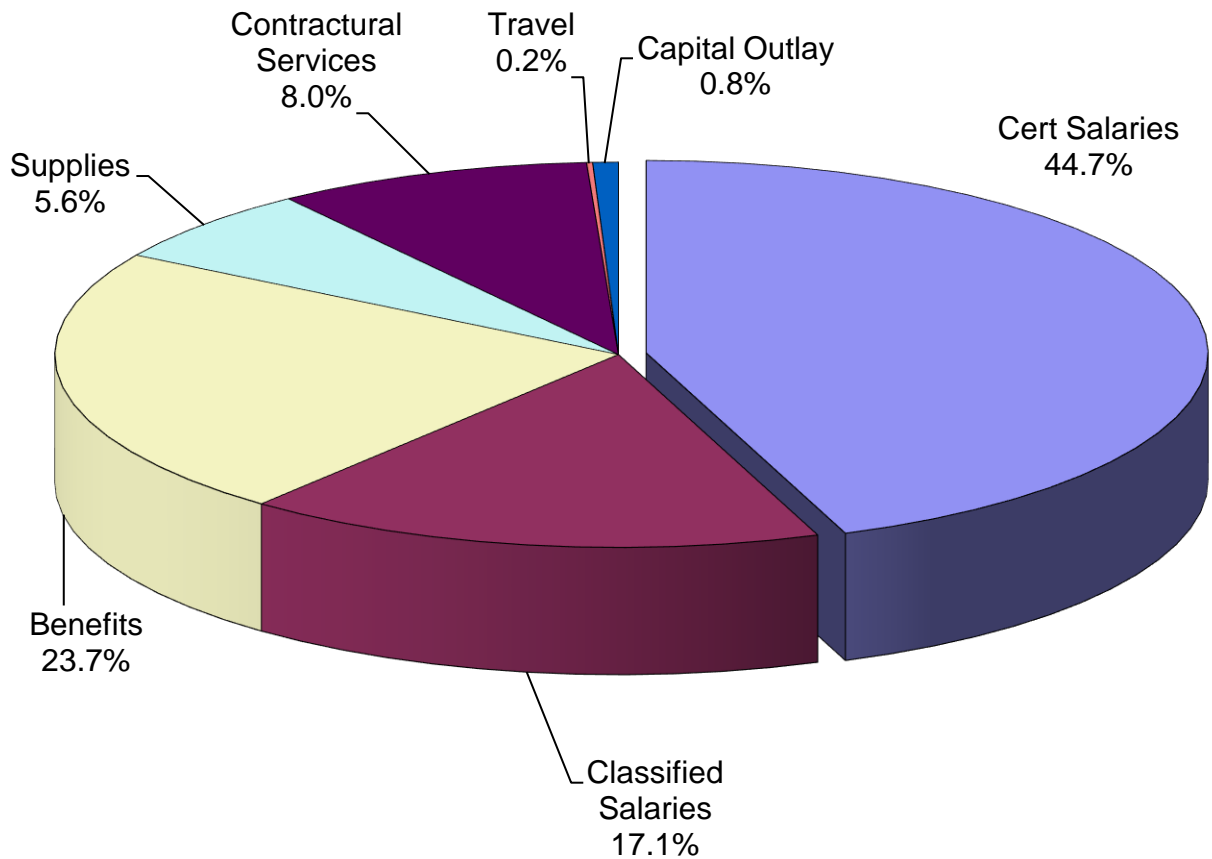
| | 2016/17 | | 2015/16 | |
|-----------------------------------|----------------------|---------------|----------------------|---------------|
| | | Exp % | | Exp % |
| Teaching | \$ 58,373,360 | 60.6% | \$ 56,270,254 | 62.0% |
| Teaching Support | \$ 10,164,146 | 10.6% | \$ 8,715,026 | 9.6% |
| Operations (Transp., Util., Food) | \$ 16,703,656 | 17.4% | \$ 15,862,780 | 17.5% |
| Central Administration | \$ 5,507,418 | 5.7% | \$ 4,887,031 | 5.4% |
| Principals | \$ 5,515,108 | 5.7% | \$ 4,990,908 | 5.5% |
| Totals | \$ 96,263,688 | 100.0% | \$ 90,726,000 | 100.0% |



**General Fund
Expenditures by Object
Budget Year 2016-17**

Expenditures by object defines what the district spends its resources on.

| | 2016/17 | | 2015/16 | |
|------------------------------|---------------|-------|---------------|-------|
| | | Exp % | | Exp % |
| Certificated Salaries | \$ 43,008,300 | 44.7% | \$ 40,078,489 | 44.2% |
| Classified Salaries | \$ 16,496,801 | 17.1% | \$ 14,803,772 | 16.3% |
| Benefits | \$ 22,786,147 | 23.7% | \$ 21,490,894 | 23.7% |
| Supplies | \$ 5,348,155 | 5.6% | \$ 5,840,819 | 6.4% |
| Contractual Services | \$ 7,675,720 | 8.0% | \$ 7,768,235 | 8.6% |
| Travel | \$ 146,836 | 0.2% | \$ 141,461 | 0.2% |
| Capital Outlay | \$ 801,729 | 0.8% | \$ 602,330 | 0.7% |
| Totals | \$ 96,263,688 | 100% | \$ 90,726,000 | 100% |



**General Fund
Resource to Expenditure Comparison
Budget Year 2016-17**

Resource to Expenditure report details what revenue will cover the program expenditures.

| Expenditures | | | Revenues | | | |
|--------------|----------------------------------|---------------------|---------------------|---------------------|--------------------|--------------------|
| | | | Local | State | Federal | Cash Balance |
| 01 | Basic Education | 54,684,459 | 12,000,756 | 41,843,018 | | 840,685 |
| 02 | Basic Education - ALE | 559,615 | | 559,615 | | |
| 31 | State Vocational | 3,102,197 | | 3,102,197 | | |
| 34 | State Vocational - Middle School | 485,910 | | 485,910 | | |
| 97 | General Support Services | 12,415,574 | 2,529,430 | 9,266,478 | | 619,666 |
| | Basic Education Sub Total | 71,247,755 | 14,530,186 | 55,257,218 | | 1,460,351 |
| 21 | State Handicapped | 9,978,711 | | 9,960,711 | 18,000 | |
| 22 | State Special Ed-Infant/Toddler | 371,425 | | 371,425 | | |
| 24 | Handicapped 94-142 | 1,354,965 | | | 1,354,966 | |
| | Handicapped Sub Total | 11,705,101 | | 10,332,136 | 1,372,965 | |
| 38 | Federal Vocational | 35,000 | | | 34,800 | 200 |
| 51 | Title I | 780,887 | | | 780,887 | |
| 52 | Teacher Quality & Innovative Prg | 185,204 | | | 185,204 | |
| 64 | Limited English Prof. | 46,150 | | | 45,763 | 387 |
| | Federal Sub Total | 1,047,241 | - | - | 1,046,655 | 587 |
| 55 | LAP Learning Assistance | 1,361,996 | | 1,207,709 | | 154,287 |
| 58 | Special/Pilot Programs | 325,837 | | 300,000 | | 25,837 |
| 65 | Transitional Bilingual | 440,940 | | 440,940 | | |
| 71 | Traffic Safety | 103,725 | 100,000 | | | 3,725 |
| 74 | Highly Capable | 107,217 | | 86,121 | | 21,096 |
| 79 | Other Instructional | 1,335,139 | | 881,000 | | 454,139 |
| 99 | Pupil Transportation | 5,326,137 | 660,000 | 3,700,000 | | 966,137 |
| | State Sub Total | 9,000,990 | 760,000 | 6,615,770 | - | 1,625,221 |
| 73 | Summer School | 34,208 | 10,000 | | | 24,208 |
| 86 | Community Schools | 310,287 | 280,000 | | | 30,287 |
| 89 | Other Community Service | 223,073 | 25,000 | | | 198,073 |
| 98 | Food Services | 2,695,032 | 1,000,000 | 37,220 | 1,400,000 | 257,812 |
| | Other Services Sub Total | 3,262,600 | 1,315,000 | 37,220 | 1,400,000 | 510,380 |
| | Budget Totals | \$96,263,688 | \$16,605,186 | \$72,242,344 | \$3,819,620 | \$3,596,539 |

**General Fund
Staffing Budget
Budget Year 2016-17**

| Budget 2016/2017 | | | |
|--------------------------------------|------------------|-------------------|---------------------------------|
| | Certified FTE | Classified FTE | Combined Salary and Benefits |
| Supt Office/Board | 1.500 | 2.250 | 647,082 |
| Business & Operations | 0.000 | 8.425 | 892,667 |
| Human Resources | 1.000 | 4.000 | 622,140 |
| Public Relations | 0.000 | 1.500 | 156,497 |
| 033 | 5.000 | 8.429 | 1,625,216 |
| Library | 6.200 | 0.000 | 773,650 |
| Principal Offices | 21.000 | 23.590 | 5,346,123 |
| Counseling | 18.000 | 5.050 | 2,590,484 |
| Pupil Management | 0.000 | 2.005 | 196,677 |
| Health Services | 24.300 | 9.9907 | 3,521,075 |
| Teaching | 428.557 | 92.270 | 52,395,171 |
| CoCurricular | 1.000 | 1.817 | 1,234,608 |
| Instructional Professional Dev | 8.800 | 0.000 | 1,029,711 |
| Food Services Supervision | 0.000 | 1.000 | 122,592 |
| Food Services Staff | 0.000 | 19.633 | 1,372,964 |
| Transportation Office | 0.000 | 5.042 | 492,258 |
| Bus Drivers | 0.000 | 43.063 | 3,663,467 |
| Mechanics | 0.000 | 5.000 | 414,314 |
| Supervision -- Plant | 0.000 | 1.645 | 181,482 |
| Grounds | 0.000 | 5.225 | 406,099 |
| Custodial | 0.000 | 41.726 | 2,943,234 |
| Maintenance | 0.000 | 6.775 | 613,219 |
| Utilities | 0.000 | 1.000 | 117,364 |
| Information Services | 0.000 | 7.811 | 764,488 |
| Warehousing | 0.000 | 1.155 | 82,008 |
| Public Activities | 0.000 | 0.500 | 85,445 |
| Total Budget | 814.175 | Staff | \$ 96,263,688 |
| Staffing Percentage of Budget | | | 85.5% |

| Budget 2015/2016 | | | |
|--------------------------------------|------------------|-------------------|---------------------------------|
| | Certified FTE | Classified FTE | Combined Salary and Benefits |
| Supt Office/Board | 1.500 | 2.250 | 625,106 |
| Business & Operations | 0.000 | 7.000 | 705,804 |
| Human Resources | 1.000 | 4.000 | 597,532 |
| Public Relations | 0.000 | 1.500 | 146,680 |
| Supervision - Instruction | 5.000 | 6.620 | 1,361,607 |
| Library | 6.200 | 0.000 | 756,068 |
| Principal Offices | 20.000 | 21.322 | 4,765,883 |
| Counseling | 16.000 | 3.011 | 2,067,888 |
| Pupil Management | 0.000 | 2.010 | 178,467 |
| Health Services | 22.800 | 8.149 | 3,277,324 |
| Teaching | 411.200 | 87.126 | 49,529,314 |
| CoCurricular | 1.000 | 1.783 | 1,083,503 |
| Instructional Professional Dev | 6.800 | 0.000 | 813,788 |
| Food Services Supervision | 0.000 | 1.000 | 108,335 |
| Food Services Staff | 0.000 | 19.459 | 1,323,631 |
| Transportation Office | 0.000 | 5.046 | 469,271 |
| Bus Drivers | 0.000 | 44.108 | 3,569,111 |
| Mechanics | 0.000 | 4.000 | 320,659 |
| Supervision -- Plant | 0.000 | 1.500 | 157,540 |
| Grounds | 0.000 | 4.225 | 311,627 |
| Custodial | 0.000 | 40.236 | 2,690,236 |
| Maintenance | 0.000 | 6.775 | 561,626 |
| Utilities | 0.000 | 1.000 | 113,315 |
| Information Services | 0.000 | 7.557 | 688,564 |
| Warehousing | 0.000 | 1.047 | 68,227 |
| Public Activities | 0.000 | 0.500 | 83,110 |
| Total Budget | 772.72 | Staff | \$ 90,726,000 |
| Staffing Percentage of Budget | | | 84.2% |

**Lake Stevens School District
Capital Projects Fund Budget Narrative
Budget Year 2016-17**

The Capital Projects Fund can be used for the acquisition of land or existing facilities, construction of buildings, purchase of equipment, conducting energy audits, and making capital improvements which are cost effective as determined by energy audits. In addition, improvements to buildings and/or grounds, remodeling of buildings and the replacement of roofs, carpets, and service systems are included in the Capital Projects Fund; all items that can extend the life of the facility. Capital Projects Fund may not be used for general maintenance work.

The Capital Projects Fund is generally financed from the proceeds of the sale of bonds, state matching revenues, and special levies. In addition, mitigation fees may be set by local governments to provide funds to be used for capital fund expenses related to the impact of local growth.

On February 9, 2016, voters approved a \$116 million dollar bond to build a new elementary school #7 and an Early Learning Center, replace and expand selected buildings at Lake Stevens High School, make district-wide improvements to school safety, security, health, educational areas and infrastructure. On June 30, 2016, the District sold \$78 million dollars of bonds to begin construction.

On June 3, 2016, Lake Stevens School District was awarded a \$24.5 million dollar K-3 Class-Sized Reduction Grant from OSPI. This grant is to be used to add 50 permanent classrooms to achieve progress towards the average class size objectives for the 2017-18 school year for grades K-3 and/or to develop space for all-day kindergarten.

The 2016-17 Capital Projects Fund budget reflects a beginning fund balance of \$74,859,320. This opening balance is derived from the sale of bonds, impact fees that are restricted to use for growth related issues and a residual of the capital technology levy.

Revenues of \$35,919,449 are projected to come from the K-3 class size reduction grant, state match, impact fees, earnings from investments and impact fees and the capital technology levy. In February 2014, the voters approved a 4-year, \$1,500,000 per year, Capital Levy for Technology Improvements. Beginning 2016, the Capital Projects Fund will collect technology levy revenue which is approximately \$1,509,449.

Expenditures of \$87,002,631 are budgeted for the construction of the new elementary school #7, Early Learning Center and various other bond projects, K-3 classrooms and for the replacement technology levy projects. The projects planned with the Technology Levy include but are not limited to student computing devices, infrastructure maintenance, professional learning and support and the purchase of new technologies. There are also expenses budgeted for miscellaneous expansion projects and a contingency for emergencies.

The Ending Fund Balance is projected to be \$23,176,138.

**Lake Stevens School District
Capital Projects Fund
Budget Year 2016-17**

| REVENUES AND OTHER FINANCING SOURCES | Actual 2014-15 | Budget 2015-16 | Budget 2016-17 |
|--|--------------------|---------------------|---------------------|
| 1000 Local Taxes | \$1,503,432 | \$1,500,000 | \$1,509,449 |
| 2000 Local Nontax | \$712,388 | \$788,128 | \$1,000,000 |
| 3000 State, General Purpose | \$0 | \$0 | \$0 |
| 4000 State, Special Purpose | \$0 | \$0 | \$33,410,000 |
| 5000 Federal, General Purpose | \$0 | \$0 | \$0 |
| 6000 Federal, Special Purpose | \$0 | \$0 | \$0 |
| 7000 Revenues from Other School Districts | \$0 | \$0 | \$0 |
| 8000 Revenues from Other Agencies and Assoc. | \$0 | \$0 | \$0 |
| 9000 Other Financing Sources | \$0 | \$78,000,000 | \$0 |
| A. Total REVENUES AND OTHER FINANCING SOURCES | \$2,215,820 | \$80,288,128 | \$35,919,449 |
| <hr/> | | | |
| EXPENDITURES | | | |
| 10 Sites | \$29,428 | \$7,100,000 | \$10,884,000 |
| 20 Buildings | \$838,926 | \$1,250,000 | \$73,629,360 |
| 30 Equipment | \$51,951 | \$903,385 | \$2,339,271 |
| 40 Energy | \$0 | \$0 | \$0 |
| 50 Sales and Lease Expenditures | \$0 | \$800,000 | \$150,000 |
| 60 Bond Issuance Expenditures | \$1,274 | \$0 | \$0 |
| 90 Debt | \$0 | \$0 | \$0 |
| B. Total EXPENDITURES | \$1,118,579 | \$10,053,385 | \$87,002,631 |
| <hr/> | | | |
| C. G.L. 536 OTHER FINANCING USES - TRFS OUT (to the General Fund) | | \$600,000 | \$600,000 |
| <hr/> | | | |
| D. EXCESS of REVENUES/OTHER FINANCING SOURCES | | | |
| OVER (UNDER) EXP. & OTHER FIN. USES (A - B - C) | \$1,097,241 | \$69,634,743 | (\$51,683,182) |
| <hr/> | | | |
| BEGINNING FUND BALANCE | | | |
| G.L.861 Restricted from Bond Proceeds | \$0 | \$0 | \$73,990,551 |
| G.L.862 Committed from Levy Proceeds | \$0 | \$1,317,254 | \$803,465 |
| G.L.863 Restricted from State Proceeds | \$0 | \$0 | \$0 |
| G.L.866 Restricted from Impact Fees | \$3,377,531 | \$3,180,633 | \$0 |
| G.L.867 Restricted from Mitigation Fees | \$0 | \$0 | \$0 |
| G.L.889 Assigned to Fund Purposes | \$78,845 | \$55,730 | \$65,304 |
| E. Total BEGINNING FUND BALANCE | \$3,456,376 | \$4,553,617 | \$74,859,320 |
| <hr/> | | | |
| ENDING FUND BALANCE | | | |
| G.L.861 Restricted from Bond Proceeds | \$0 | \$69,581,600 | \$22,247,369 |
| G.L.862 Committed from Levy Proceeds | \$1,317,254 | \$1,913,869 | \$140,000 |
| G.L.863 Restricted from State Proceeds | \$0 | \$0 | \$0 |
| G.L.866 Restricted from Impact Fees | \$3,180,633 | \$2,637,161 | \$500,000 |
| G.L.867 Restricted from Mitigation Fees | \$0 | \$0 | \$0 |
| G.L.889 Assigned to Fund Purposes | \$55,730 | \$55,730 | \$288,769 |
| I. Total ENDING FUND BALANCE | \$4,553,616 | \$74,188,360 | \$23,176,138 |
| <hr/> | | | |

**Lake Stevens School District
Capital Projects
Budget Year 2016-17**

| PROJECT DESCRIPTION | Total | Sites (10) | Buildings (20) | Equipment & Instr. Tech (30) | Energy (40) | Sales & Lease Expend. (50) | Bond Issuance Expend. (60) | Debt (90) |
|---------------------------|-------------------|-------------------|-------------------|---------------------------------------|----------------|-------------------------------------|-------------------------------------|--------------|
| Elementary #7 | 38,227,082 | 5,604,000 | 31,513,360 | 1,109,722 | 0 | 0 | 0 | 0 |
| Early Learning Center | 10,836,100 | 1,400,000 | 9,116,000 | 320,100 | 0 | 0 | 0 | 0 |
| Lake Stevens High School | 2,880,000 | 2,880,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| K-3 Class Size Projects | 24,000,000 | 1,000,000 | 23,000,000 | 0 | 0 | 0 | 0 | 0 |
| Technology | 909,449 | 0 | 0 | 909,449 | 0 | 0 | 0 | 0 |
| Contingency | 10,150,000 | 0 | 10,000,000 | 0 | 0 | 150,000 | 0 | 0 |
| TOTAL EXPENDITURES | 87,002,631 | 10,884,000 | 73,629,360 | 2,339,271 | 0 | 150,000 | 0 | 0 |



Emerging
Technologies in
Education



Capital Projects Technology Levy

**** CAPITAL PROJECTS LEVY ASSUMPTIONS ****

| | | | | |
|-----------------------------|---------------------------|------------------|----------------------------|------------------|
| Levy Amount: | First Calendar Year | 2016 | \$1,500,000 | |
| | Second Calendar Year | 2017 | \$1,500,000 | |
| Levy Collection Percentage: | | Fall | 47.74 | % |
| | | Spring | 52.89 | % |
| | < == First Year Data == > | | < == Second Year Data == > | |
| | Total Assessed Valuation | Timber Valuation | Total Assessed Valuation | Timber Valuation |
| Snohomish County | \$4,448,367,126 | \$173,241 | \$4,448,367,126 | \$173,241 |
| Total | \$4,448,367,126 | \$173,241 | \$4,448,367,126 | \$173,241 |

REVENUE WORK SHEET - CAPITAL PROJECTS FUND - LOCAL EXCESS LEVIES & TIMBER EXCISE TAX

Local property tax collections (Acct 1100) should include revenue anticipated to be received in cash during the fiscal year. Estimation of the Timber Excise Tax collection (Revenue Acct 1500) is necessary to estimate the Net Excess Levy Collection. The Net Excess Levy equals the Excess Levy Amount minus the sum of the Timber Levy.

PART I - LOCAL PROPERTY TAX COLLECTIONS

| | (1) Excess Levy Amount | (2) Estimated Timber Levy | (3) Net Levy Amount | (4) Collection Percentage | (5) Amount Budgeted |
|-------------|------------------------------|---------------------------------|---------------------------|---------------------------------|---------------------------|
| | | | (1) - (2) | | (3) x (4) |
| FALL 2016 | \$1,500,000 | \$58 | \$1,499,942 | 47.74% | \$716,072 |
| | \$1,500,000 | \$58 | \$1,499,942 | | \$716,072 |
| | \$1,500,000 | \$58 | \$1,499,942 | 52.89% | \$793,319 |
| SPRING 2017 | \$1,500,000 | \$58 | \$1,499,942 | | \$793,319 |
| | | | 1100 TOTAL LOCAL TAXES: | | \$1,509,391 |

PART II - TIMBER EXCISE TAX

| | (1) 100% Timber Assessed Valuation | (2) \$ per Thousand | (3) Estimated Timber Levy | (4) Collection Percentage | (5) Amount Budgeted |
|-------------|---|---------------------------|------------------------------------|---------------------------------|---------------------------|
| | | | (1) x (2) / 1000 | | (3) x (4) |
| | \$173,241 | \$0.337 | \$58 | 0.00% | XXXXXX |
| FALL 2016 | \$173,241 | \$0.337 | \$58 | | XXXXXX |
| | \$173,241 | \$0.337 | \$58 | 100.00% | \$58 |
| SPRING 2017 | \$173,241 | \$0.337 | \$58 | | \$58 |
| | | | 1500 TIMBER EXCISE TAX: | | \$58 |

**Lake Stevens School District
Debt Service Fund Narrative
Budget Year 2016-17**

The Debt Service Fund is established to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and the expenditures related to the redemption of outstanding bonds and notes, as well as other long-term liabilities.

Provision must be made annually for a levy sufficient to meet the payments of principal, interest, and related expenditures for voted debt. The levy should be sufficient to cover tax payment delinquencies. Levy amounts are also based on leaving sufficient fund balance at the end of the fiscal year to provide between 40% and 60% of the funds needed for obligations from September 1 through March 31 of the following year.

The Lake Stevens School District has a total outstanding Voted Debt of \$109,125,000 as of September 1, 2016. The largest part of that debt is the \$67,740,000 issue that was sold in June of 2016 for the first phase of a long range construction project that includes the building of Elementary #7 and the Early Learning Center, replace and expand selected buildings at Lake Stevens High School, make district-wide improvements to school safety, security, health, educational areas and infrastructure. The next largest part of the debt is portions of the 2005 and 2006 bonds that were refinanced between 2012 and 2015. Principal payments for the 2016/17 budget year total \$4,095,000 and interest payments total \$1,280,369.

In April 2012, the District refinanced a portion of the \$40,000,000 bond issue in a bank qualified refunding at a total par amount of \$10,000,000. Since the interest rates stayed favorable and there was success with the first refunding, in January 2013, the District refunded another portion of the 2005 bond. In February 2014, interest rates were still lower than the original issues so the District executed another \$10,000,000 bond refunding. As the interest rates continued to be lower than the original issues the following year, the District executed a final bank qualified \$10,000,000 refunding on the 2005 and 2006 bond issues. The savings came in the way of lower interest rates and will go directly back to the taxpayers over a ten to twelve year period. In aggregate, the savings to the taxpayers are projected to amount to approximately \$3.3M over the remaining life of the bonds.

Non-voted bonds are also serviced in the Debt Service Fund rather than in the fund that received the debt proceeds. In order to provide the resources to retire the debt, an operating transfer must be used by the General Fund, Capital Projects Fund, or Transportation Vehicle Fund to transfer resources to the Debt Service Fund.

Currently the District does not have any non-voted bond issues outstanding.

**Lake Stevens School District
Debt Service Fund
Budget Year 2016-17**

| | Actual 2014-15 | Budget 2015-16 | Budget 2016-17 |
|--|---------------------|--------------------|--------------------|
| REVENUES AND OTHER FINANCING SOURCES | | | |
| 1000 Local Taxes | \$5,555,983 | \$5,578,393 | \$5,606,256 |
| 2000 Local Nontax | \$2,569 | \$4,153 | \$4,443 |
| 3000 State, General Purpose | \$0 | \$0 | \$0 |
| 5000 Federal, General Purpose | \$0 | \$0 | \$0 |
| 9000 Other Financing Sources | \$10,806,491 | \$0 | \$0 |
| A. Total REVENUES AND OTHER FINANCING SOURCES | \$16,365,044 | \$5,582,546 | \$5,610,699 |
| EXPENDITURES | | | |
| Matured Bond Expenditures | \$3,595,000 | \$4,035,000 | \$4,095,000 |
| Interest on Bonds | \$1,561,144 | \$1,470,998 | \$1,280,369 |
| Interfund Loan Interest | \$0 | \$0 | \$0 |
| Bond Transfer Fees | \$0 | \$45,000 | \$0 |
| Arbitrage Rebate | \$0 | \$0 | \$0 |
| Underwriter's Fees | \$90,244 | \$0 | \$91,000 |
| B. Total EXPENDITURES | \$5,246,388 | \$5,550,998 | \$5,466,369 |
| C. G.L. OTHER FINANCING USES (GL 536) | \$10,713,118 | \$0 | \$0 |
| D. EXCESS of REVENUES/OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES (A - B - C) | \$405,538 | \$31,548 | \$144,330 |
| BEGINNING FUND BALANCE | | | |
| G.L. 810 Restricted for Other Items | \$2,578,133 | \$2,625,883 | \$2,670,402 |
| G.L. 830 Restricted for Debt Service | \$0 | \$0 | \$0 |
| G.L. 835 Restricted for Arbitrage Rebate | \$0 | \$0 | \$0 |
| G.L. 889 Assigned to Fund Purposes | \$0 | \$0 | \$0 |
| E. Total BEGINNING FUND BALANCE | \$2,578,133 | \$2,625,883 | \$2,670,402 |
| F. G.L. 898 PRIOR YEAR ADJUSTMENTS (+ or -) | | | XXXXXX |
| ENDING FUND BALANCE | | | |
| G.L. 810 Restricted for Other Items | \$0 | \$0 | \$0 |
| G.L. 830 Restricted for Debt Service | \$2,983,671 | \$2,657,431 | \$2,814,732 |
| G.L. 835 Restricted for Arbitrage Rebate | \$0 | \$0 | \$0 |
| G.L. 889 Assigned to Fund Purposes | \$0 | \$0 | \$0 |
| I. Total ENDING FUND BALANCE (D + E + or - F) | \$2,983,671 | \$2,657,431 | \$2,814,732 |

**Lake Stevens School District
Debt Service Fund
Budget Year 2016-17**

DETAIL OF OUTSTANDING BONDS

| Date of Issue | Amount of Original Issue | Estimated Amount Outstanding September 1, 2016 |
|---|-------------------------------------|---|
| A. VOTED BONDS | | |
| 2005 Gen Obligation Bond - Mid High 6/1/05 | \$40,000,000 | \$2,630,000 |
| - | | |
| 2005 Gen Obligation Bond - Refund 4/24/12 | \$10,000,000 | \$9,470,000 |
| - | | |
| 2005 Gen Obligation Bond - Refund 1/3/13 | \$10,000,000 | \$9,800,000 |
| - | | |
| 2006 Gen Obligation Bond - Refund 2/13/14 | \$9,990,000 | \$9,785,000 |
| - | | |
| 2005 & 2006 Gen Obligation Bond – Refund 5/19/15 | \$9,935,000 | \$9,700,000 |
| - | | |
| 2016 Gen Obligation Bond – P-5, LSHS, Other 6/30/16 | \$67,740,000 | \$67,740,000 |
| TOTAL VOTED BONDS | \$147,665,000 | \$109,125,000 |
| B. NON-VOTED BONDS | | |
| | \$0 | \$0 |
| TOTAL NON-VOTED BONDS | \$0 | \$0 |
| TOTAL ALL BONDS | \$147,665,000 | \$109,125,000 |

Debt Service Levy Assumptions

**** DEBT SERVICE LEVY ASSUMPTIONS ****

| | | | |
|-----------------------------|----------------------------|------------------|---|
| Levy Amount: | First Calendar Year | 2016 | \$5,650,000 |
| | Second Calendar Year | 2017 | \$5,500,000 |
| Levy Collection Percentage: | Fall | 47.74 | % |
| | Spring | 52.89 | % |
| | < = = First Year Data = => | | < = = Second Year Data = => |
| | Total Assessed Valuation | Timber Valuation | Total Assessed Valuation Timber Valuation |
| Snohomish County | \$4,448,367,126 | \$173,241 | \$4,448,367,126 \$173,241 |
| Total | \$4,448,367,126 | \$173,241 | \$4,448,367,126 \$173,241 |

REVENUE WORK SHEET - DEBT SERVICE FUND - LOCAL EXCESS LEVIES & TIMBER EXCISE TAX

Local property tax collections (Acct 1100) should include revenue anticipated to be received in cash during the fiscal year. Estimation of the Timber Excise Tax collection (Revenue Acct 1500) is necessary to estimate the Net Excess Levy Collection. The Net Excess Levy equals the Excess Levy amount minus the sum of the Timber Levy.

PART I - LOCAL PROPERTY TAX COLLECTIONS

| | (1) Excess Levy Amount | (2) Estimated Timber Levy | (3) Net Levy Amount | (4) Collection Percentage | (5) Amount Budgeted |
|-------------------------|---------------------------------|---------------------------------|---------------------------|---------------------------------|---------------------------|
| | | | (1) - (2) | | (3) x (4) |
| FALL 2016 | \$5,650,000 | \$220 | \$5,649,780 | 47.74% | \$2,697,205 |
| SPRING 2017 | \$5,500,000 | \$214 | \$5,499,786 | 52.89% | \$2,908,837 |
| 1100 TOTAL LOCAL TAXES: | | | | | \$5,606,042 |

PART II - TIMBER EXCISE TAX

| | (1) 100% Timber Assessed Valuation | (2) \$ per Thousand | (3) Estimated Timber Levy | (4) Collection Percentage | (5) Amount Budgeted |
|------------------------|--|---------------------------|---------------------------------|---------------------------------|---------------------------|
| | | | (1) x (2)/1000 | | (3) x (4) |
| FALL 2016 | \$173,241 | \$1.2.70 | \$220 | 0.00% | XXXXXX |
| SPRING 2017 | \$173,241 | \$1.236 | \$214 | 100.00% | \$214 |
| 1500 TIMBER EXCISE TAX | | | | | \$214 |

**Lake Stevens School District
Associated Student Body Fund Narrative
Budget Year 2016-17**

The Associated Student Body (ASB) Fund is designated as a special revenue fund. Fees collected from students and non-students, as a condition of their attendance at any optional, non-credit, extracurricular event of the District finance this fund, along with other student initiated fund raising.

One of the stated purposes in the rules and regulations issued by OSPI is to encourage the supervised self-government of Associated Student Bodies. The Lake Stevens School District Board of Directors has developed policies and procedures to promote this goal. Except for moneys held in trust in the fund, the financial resources of the ASB fund are for the extracurricular benefit of the students. Their involvement in decision-making processes is an integral part of Associated Student Body government. The students have adult supervision to administer the ASB programs, and the students must participate in determining the uses of ASB resources. Final approval of ASB activities rests with the Board of Directors; however, the students determine what activities will constitute the ASB program. According to the rules and regulations governing the Associated Student Body program, "the Associated Student Bodies participate in the determination of the purposes for which Associated Student Body financial resources shall be budgeted and disbursed."

In the ASB Fund each student activity group prepares a budget for the fiscal year. The budgets for all the student activity groups combine to constitute the Associated Student Body Fund budget for each school. After the student council and the primary advisor approve the budget, it is sent to the District's Assistant Superintendent for approval and consolidation with all other Associated Student Body budgets of the District. These budgets are consolidated and presented to the School District's Board of Directors as the proposed ASB Fund budget for the district.

It is important to note that no student activity group is allowed to have a negative ending balance. This means that no student activity group can disburse money unless the money is available in the student activity group's account. Therefore, even if an activity group has budgeted for expenditures within its budget, it may not expend any funds until they have been deposited into its account to cover the expenditures.

District ASB expenditures are budgeted at \$1,175,942 and revenue is budgeted at \$1,149,530. The ASB fund balance reserves will be used to offset the expenditures if they exceed the revenue.

**Lake Stevens School District
Associated Student Body Fund
Budget Year 2016-17**

| REVENUES | Actual 2014-15 | Budget 2015-16 | Budget 2016-17 |
|--|-------------------|--------------------|--------------------|
| 1000 General Student Body | \$610,744 | \$756,400 | \$755,950 |
| 2000 Athletics | \$20,503 | \$38,100 | \$39,250 |
| 3000 Classes | \$56,135 | \$71,800 | \$77,025 |
| 4000 Clubs | \$64,902 | \$257,720 | \$231,455 |
| 6000 Private Moneys | \$10,464 | \$39,900 | \$45,850 |
| A. Total REVENUES | \$762,748 | \$1,163,920 | \$1,149,530 |
| EXPENDITURES | | | |
| 1000 General Student Body | \$484,016 | \$635,224 | \$570,632 |
| 2000 Athletics | \$137,739 | \$173,251 | \$181,661 |
| 3000 Classes | \$43,817 | \$64,000 | \$65,200 |
| 4000 Clubs | \$120,684 | \$311,884 | \$312,199 |
| 6000 Private Moneys | \$10,760 | \$40,400 | \$46,250 |
| B. Total EXPENDITURES | \$797,016 | \$1,224,759 | \$1,175,942 |
| C. EXCESS of REVENUES OVER (UNDER) EXPENDITURES | (\$34,268) | (\$60,839) | (\$26,412) |
| BEGINNING FUND BALANCE | | | |
| G.L.810 Restricted for Other Items | \$0 | \$0 | \$0 |
| G.L.819 Restricted for Fund Purposes | \$630,665 | \$557,500 | \$581,147 |
| G.L.840 Nonspendable FB-Inventory & Prepaid | \$0 | \$0 | \$0 |
| G.L.850 Restricted for Uninsured Risks | \$0 | \$0 | \$0 |
| G.L.870 Committed to Other Purposes | \$0 | \$0 | \$0 |
| G.L.889 Assigned to Fund Purposes | \$0 | \$0 | \$0 |
| D. Total BEGINNING FUND BALANCE | \$630,665 | \$557,500 | \$581,147 |
| E. G.L. 898 PRIOR YEAR ADJUSTMENTS (+ or -) | \$0 | XXXXXX | XXXXXX |
| ENDING FUND BALANCE | | | |
| G.L.810 Restricted for Other Items | \$0 | \$0 | \$0 |
| G.L.819 Restricted for Fund Purposes | \$591,572 | \$496,661 | \$554,735 |
| G.L.840 Nonspendable FB-Inventory & Prepaid | \$4,825 | \$0 | \$0 |
| G.L.850 Restricted for Uninsured Risks | \$0 | \$0 | \$0 |
| G.L.870 Committed to Other Purposes | \$0 | \$0 | \$0 |
| G.L.889 Assigned to Fund Purposes | \$0 | \$0 | \$0 |
| F. Total ENDING FUND BALANCE (C + D + or - E) | \$596,397 | \$496,661 | \$554,735 |

| ASB FUND SUMMARY | Lake Stevens High School | Cavelero Mid- High | Prove Alt. | North Lake Middle School | Lake Stevens Middle School | Home- link K - 12 | Glenwood | Highland | Hillcrest | Mt. Pilchuck | Skyline | Sunnycrest | TOTAL ALL SCHOOLS |
|---|---|-----------------------------------|-----------------------|---|---|----------------------------------|-----------------|-----------------|------------------|-------------------------|-----------------|-------------------|----------------------------------|
| REVENUES | | | | | | | | | | | | | |
| 1000 GENERAL STUDENT BODY | 375,650 | 91,300 | | 44,500 | 69,200 | 200 | 37,550 | 44,300 | 17,000 | 32,550 | 14,050 | 29,650 | 755,950 |
| 2000 ATHLETICS | 29,000 | 1,350 | | 3,500 | 5,400 | | | | | | | | 39,250 |
| 3000 CLASSES | 73,025 | 4,000 | | | | | | | | | | | 77,025 |
| 4000 CLUBS | 183,905 | 31,350 | | 5,100 | 5,600 | 500 | 500 | 500 | 500 | 500 | 2,500 | 500 | 231,455 |
| 6000 PRIVATE MONIES | 30,200 | 6,000 | | 3,000 | 1,000 | | 900 | 1,500 | 500 | 1,000 | 1,000 | 750 | 45,850 |
| (A) TOTAL REVENUES | 691,780 | 134,000 | 0 | 56,100 | 81,200 | 700 | 38,950 | 46,300 | 18,000 | 34,050 | 17,550 | 30,900 | 1,149,530 |
| EXPENDITURES | | | | | | | | | | | | | |
| 1000 GENERAL STUDENT BODY | 243,952 | 60,100 | | 40,000 | 68,000 | 1,000 | 34,000 | 34,500 | 25,250 | 21,330 | 12,500 | 30,000 | 570,632 |
| 2000 ATHLETICS | 128,688 | 39,573 | | 4,000 | 9,400 | | | | | | | | 181,661 |
| 3000 CLASSES | 63,200 | 1,000 | | | 1,000 | | | | | | | | 65,200 |
| 4000 CLUBS | 241,734 | 36,415 | | 6,800 | 7,100 | 500 | 800 | 9,500 | 500 | 500 | 2,500 | 5,850 | 312,199 |
| 6000 PRIVATE MONIES | 30,600 | 6,000 | | 3,000 | 1,000 | | 900 | 1,500 | 500 | 1,000 | 1,000 | 750 | 46,250 |
| (B) TOTAL EXPENDITURES | 708,174 | 143,088 | 0 | 53,800 | 86,500 | 1,500 | 35,700 | 45,500 | 26,250 | 22,830 | 16,000 | 36,600 | 1,175,942 |
| (C) EXCESS REV OVER OR UNDER EXP (A-B) UNDER EXP (A-B) | (16,394) | (9,088) | 0 | 2,300 | (5,300) | (800) | 3,250 | 800 | (8,250) | 11,220 | 1,550 | (5,700) | (26,412) |
| BEGINNING FUND BALANCE | | | | | | | | | | | | | |
| GL819 Restricted for Fund Purposes | 312,283 | 101,501 | 15,714 | 13,528 | 38,967 | 1,806 | 11,500 | 20,350 | 14,595 | 9,199 | 8,587 | 33,117 | 581,147 |
| (D) TOTAL BEGINNING FUND BAL | 312,283 | 101,501 | 15,714 | 13,528 | 38,967 | 1,806 | 11,500 | 20,350 | 14,595 | 9,199 | 8,587 | 33,117 | 581,147 |
| (E) ADJUSTMENTS TO FUND BAL | 0 | 0 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| GL819 Restricted for Fund Purposes | \$ 295,889 | \$ 92,413 | \$15,714 | \$ 15,828 | \$ 33,667 | \$1,006 | \$ 14,750 | \$ 21,150 | \$ 6,345 | \$ 20,419 | \$10,137 | \$ 27,417 | \$ 554,735 |
| (F) TOTAL ENDING FUND BAL | \$295,889 | \$92,413 | \$15,714 | \$15,828 | \$33,667 | \$1,006 | \$14,750 | \$21,150 | \$6,345 | \$20,419 | \$10,137 | \$27,417 | \$554,735 |

**Lake Stevens School District
Transportation Vehicle Fund Narrative
Budget Year 2016-17**

The Lake Stevens School District currently has seventy three (73) buses in its fleet. Eighteen (18) of the buses are equipped for special needs students. Currently there are no buses over 20 years old.

According to Section 505(6) of the Washington State Operating Budget (3ESHB 212), the superintendent of public instruction shall base depreciation payments for school district buses on the pre-sales tax five-year average of lowest bids in the appropriate category of bus. In the final year on the depreciation schedule, the depreciation payment shall be based on the lowest bid in the appropriate bus category for that school year. Of the District's seventy three buses, five (7% of the fleet) are completely depreciated off the State's Depreciation Schedule.

Depreciation for the 2016-17 fiscal year is estimated by OSPI and we have used their numbers for our budget. Any new buses purchased and placed on routes will get a monthly allowance that will be added to the Transportation Vehicle fund.

The State's formula for funding of the Transportation Vehicle Fund does not provide for the needs of a district impacted by growth. Funding the growth of the Lake Stevens School District's bus fleet has been partially through the use of depreciation funds.

The 2016-17 Transportation Vehicle Fund Expenditure budget includes an authorization to purchase up to ten buses, if needed. The District has plans to purchase seven buses during the 2016-17 fiscal year without the need to surplus any buses. The remaining will be capacity for the forecasted need to replace the buses purchased when Cavelero Mid High opened. The total budgeted expenditures are projected to be \$1,100,000.

**Lake Stevens School District
Transportation Vehicle Fund
Budget Year 2016-17**

| | Actual 2014-15 | Budget 2015-16 | Budget 2016-17 |
|---|-------------------|--------------------|--------------------|
| REVENUES AND OTHER FINANCING SOURCES | | | |
| 1100 Local Property Tax | \$40 | \$0 | \$0 |
| 2300 Investment Earnings | \$567 | \$1,000 | \$500 |
| 2800 Insurance Recoveries | \$0 | \$0 | \$0 |
| 4499 Transportation Reimburse Depreciation | \$428,749 | \$520,172 | \$460,219 |
| 9100 Sale of Bonds | \$0 | \$0 | \$0 |
| 9300 Sale of Equipment | \$0 | \$0 | \$0 |
| A. REVENUES, OTHER FINANCING SOURCES (LESS TRANSFERS) | \$429,356 | \$521,172 | \$460,719 |
| B. 9900 OPERATING TRANSFERS IN (from Gen Fund) | \$0 | \$0 | \$0 |
| C. Total REVENUES AND OTHER FINANCING SOURCES | \$429,356 | \$521,172 | \$460,719 |
| EXPENDITURES | | | |
| Program 99 Pupil Transportation | | | |
| Act. 33 Transportation Equipment Purchases | \$430,386 | \$871,000 | \$1,100,000 |
| Act. 34 Transportation Equipment Major Repair | \$0 | \$0 | \$0 |
| Act. 61 Bond/Levy Issuance and/or Election | \$0 | \$0 | \$0 |
| Act. 91 Principal | \$0 | \$0 | \$0 |
| Act. 92 Interest | \$0 | \$0 | \$0 |
| Act. 93 Arbitrage Rebate | \$0 | \$0 | \$0 |
| D. Total EXPENDITURES | \$430,386 | \$871,000 | \$1,100,000 |
| E. G L 536 OTHER FINANCING USES- TRF OUT (to the Debt Service Fund) | \$0 | \$0 | \$0 |
| F. G L 535 OTHER FINANCING USES | \$0 | \$0 | \$0 |
| G. EXCESS of REVENUES/OTHER FINANCING SOURCES OVER/(UNDER) EXP & OTHER FIN. USES (C - D - E - F) | (\$1,030) | (\$349,828) | (\$639,281) |
| BEGINNING FUND BALANCE | | | |
| G.L.819 Restricted for Fund Purposes | \$812,651 | \$463,019 | \$748,000 |
| G.L.890 Unassigned Fund Balance | \$0 | \$349,828 | \$0 |
| H. Total BEGINNING FUND BALANCE | \$812,651 | \$812,847 | \$748,000 |
| I. G.L. 898 PRIOR YEAR ADJUSTMENTS (+ or -) | XXXXXX | XXXXXX | XXXXXX |
| ENDING FUND BALANCE | | | |
| G.L.819 Restricted for Fund Purposes | \$811,621 | \$463,019 | \$108,719 |
| G.L.889 Assigned to Fund Purposes | \$0 | \$0 | \$0 |
| J. Total ENDING FUND BALANCE (G+H, + or - I) | \$811,621 | \$463,019 | \$108,719 |

The following people have been designated to address:

Fiscal Compliance Officer

Teresa Main, Assistant Superintendent, Business and Health Services
12309 22nd St NE
Lake Stevens, WA 98258
425-335-1503

Title IX Officer

Ken Collins, Assistant Superintendent, Human Resources
12309 22nd St NE
Lake Stevens, WA 98258
425-335-1505

ADA Compliance Officer

Miriam Tencate, Executive Director of Special Services
12309 22nd St NE
Lake Stevens, WA 98258
425-335-1504

Section 504 Compliance Officer

Miriam Tencate, Executive Director of Special Services
12309 22nd St NE
Lake Stevens, WA 98258
425-335-1504

Lake Stevens School District does not discriminate in any programs or activities on the basis of sex, race, creed, religion, color, national origin, age, veteran or military status, sexual orientation, gender expression or identity, disability, or the use of a trained dog guide or service animal and provides equal access to the Boy Scouts and other designated youth groups. The following employee(s) has been designated to handle questions and complaints of alleged discrimination: Ken Collins, Assistant Superintendent of Human Resources, 12309 22nd St NE, Lake Stevens, WA 98258, 425-335-1505.