



## **Prelim Budget 2022-23**

***Trevor Greene, Superintendent***

***Becky Nissen, Executive Director of Finance***

***Jake Kuper, Executive Director of Finance***

***July 26, 2022, Board Meeting***



# Thanks and Accolades

**First and foremost, gratitude to the community and Board of Directors for their continued support of Yakima School District.**

**Superintendent Dr. Greene who has worked diligently to promote and support a transparent and collaborative budget development process.**

**The Financial Services Team would like to Specifically Thank:**

Assistant Superintendent Dr. Jenny Rodriguez and her T&L Team  
YSD Administrators and staff that contributed to the process  
Human Resources Team

**Special Acknowledgement:**

Monette Dennis - Director of Financial Services  
Susan Fate - Accounting and Budgeting Program Manager



# 2022-23 Budget – Overview of All Funds

	General Fund	Associated Student Body Fund	Debt Services Fund	Capital Projects Fund	Transportation Vehicle Fund
Estimated Beginning Fund Balance	\$ 30,000,000	\$ 559,017	\$ 16,050,000	\$ 1,694,181	\$ 1,225,500
Total Revenue & Other Financing	\$ 312,857,725	\$ 665,690	\$ 9,296,000	\$ 10,009,600	\$ 1,543,760
Total Expenditures	\$ (306,631,847)	\$ (705,624)	\$ (10,210,000)	\$ (10,500,000)	\$ (2,759,000)
Transfer To Other Funds	\$ (10,630,000)	\$ -	\$ -	\$ -	\$ -
Excess of Revenues/ Other Financing Over (Under) Expenditures and Transfers Out	\$ (4,404,122)	\$ (39,934)	\$ (914,000)	\$ (490,400)	\$ (1,215,240)
Estimated Ending Fund Balance	<u>\$ 25,595,878</u>	<u>\$ 519,083</u>	<u>\$ 15,136,000</u>	<u>\$ 1,203,781</u>	<u>\$ 10,260</u>



# General Fund 2022-23 Summary of Major Changes to Revenue & Expenditures

## Revenue: (Changes)

General Apportionment	\$	9,435,242	Increase due to IPD 5.5% plus Physical, Social & Emotional Support Staff Enhancement
TBIP, HI CAP, and LAP	\$	753,387	
Basic Ed	\$	(2,659,614)	enrollment decline
Special Education	\$	(67,014)	enrollment decline
Transportation	\$	11,206	Salary/Benefit Inc
Local Levy	\$	594,842	
LEA	\$	1,057,195	Based on 2019-20 enrollment HB1509 & Stabilization Additional Funding
<b>Total Revenue Changes</b>	<b>\$</b>	<b>9,125,244</b>	

## Expenditures: (Changes)

10 % Insurance Increase	\$	245,570	
5.5% Legislative Salary Adjustment	\$	8,632,140	
Increase in Para Educators Day by Half Hour	\$	1,220,000	
	<b>\$</b>	<b>10,097,710</b>	
GF Transfer to CP for Davis Auditorium	\$	10,000,000	
<b>Total Expenditure Changes (with Transfer)</b>	<b>\$</b>	<b>20,097,710</b>	



# Levy Revenue

A Look at Levy Revenue...now and into the Future. Local Levy is below current statutory authority. Large increases in “Assessed Valuation” are predicted for 2023 (10 to 15% likely)

Calendar Year	Voter Approved Local Levy	Levy Authority @ \$2.50/1000	Amount Below Full Authority	Per Student Amount	Tax Rate Per \$1000 of AV
2022	\$15,282,487	\$16,606,469	(\$1,323,982)	\$963	\$2.30
2023	\$15,893,797	\$17,616,258	(\$1,722,461)	\$1,002	\$2.26
2024	\$16,529,549	\$19,730,209	(\$3,200,660)	\$1,042	\$2.09



# Local Effort Assistance (LEA) Revenue

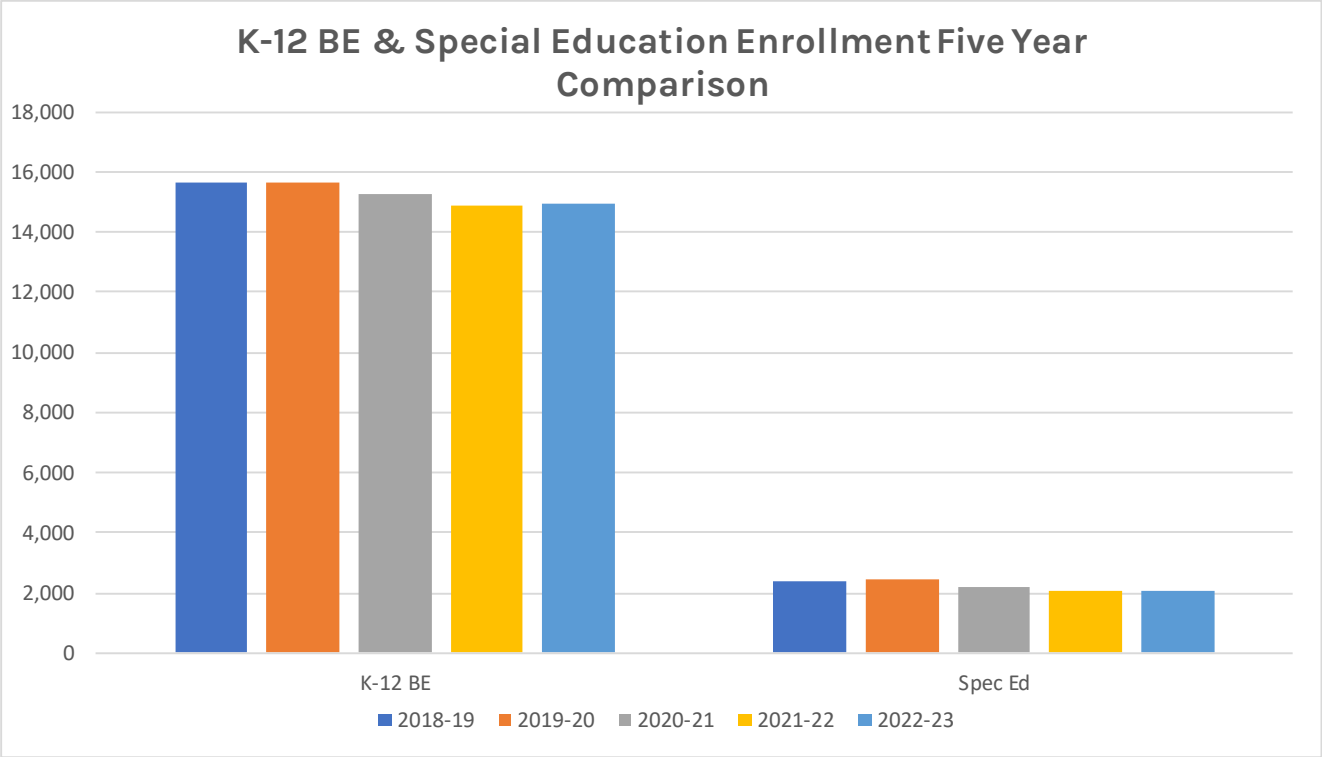
Local Effort Assistance is also in decline. Given that LEA amounts are based on the Local levy amounts and Assessed Valuation, the District will also need to anticipate further decreases in Local Effort Assistance until a new funding measure is put in place at YSD.

Calendar Year	Potential LEA Max Per Pupil	Yakima Max LEA Per Pupil	EST LEA PAYABLE
2022	\$1,692	\$1,064	\$16,878,745
2023	\$1,776	\$1,110	\$17,615,082
2024	\$1,814	\$1,045	\$16,091,160



# Enrollment Comparison Basic & Special Education

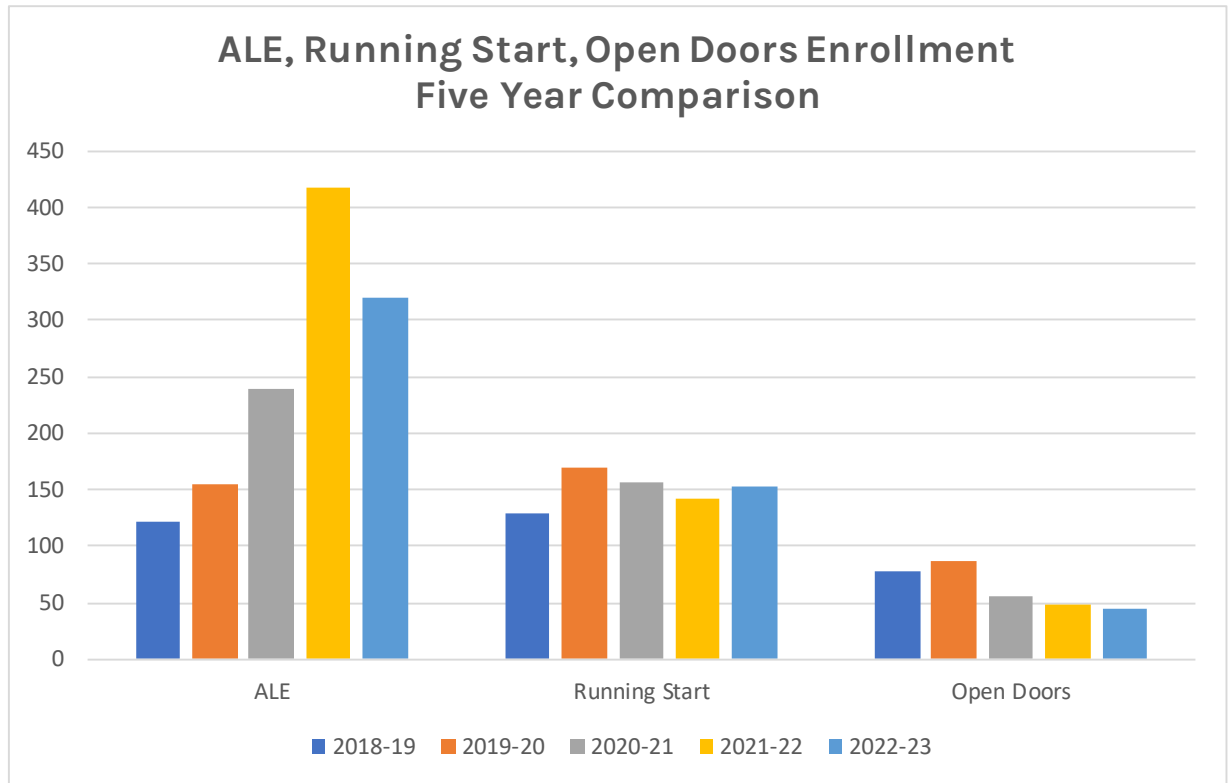
YEAR	K-12 BE	Spec Ed	% Spec Ed
2018-19	15,652	2,420	15.46%
2019-20	15,640	2,460	15.73%
2020-21	15,242	2,196	14.41%
2021-22	14,875	2,110	14.19%
2022-23	14,914	2,094	14.04%



# Enrollment Comparison

## ALE, Running Start, Open Doors Enrollment

YEAR	ALE	Running Start	Open Doors
2018-19	122	128	77
2019-20	155	169	86
2020-21	239	157	56
2021-22	418	143	48
2022-23	321	153	45





# 4 Year Forecast – General Fund

	22/23	23/24	24/25	25/26
Enrollment	15,433	15,433	15,433	15,433
Estimated Beg. Fund Balance	\$30,000,000	\$25,595,878	\$19,508,636	\$11,701,187
Levy Revenue	\$15,465,887	\$16,228,330	\$17,039,747	\$18,232,529
LEA Revenue	\$17,337,844	\$17,364,203	\$17,728,851	\$18,118,886
All Other Revenue	\$280,053,994	\$249,245,250	\$249,130,155	\$254,112,758
Total Revenue	\$312,857,725	\$282,837,783	\$283,898,753	\$290,464,173
Expenditures	(\$306,631,847)	(\$288,295,025)	(\$291,076,202)	(\$293,885,190)
Transfer to Capital Projects	(\$10,000,000)			
Transfer to Debt Services	(\$630,000)	(\$630,000)	(\$630,000)	(\$630,000)
Net Revenue/Expenditures : Over/(Under)	(\$4,404,122)	(\$6,087,242)	(\$7,807,449)	(\$4,051,017)
Estimated Ending Fund Balance	\$25,595,878	\$19,508,636	\$11,701,187	\$7,650,170



# 4 Year Forecast – Other Funds

<b><u>ASB</u></b>	<b>22/23</b>	<b>23/24</b>	<b>24/25</b>	<b>25/26</b>
Estimated Beg. Fund Balance	\$559,017	\$519,083	\$478,750	\$438,013
Revenue	\$665,690	\$672,347	\$679,070	\$685,861
Expenditures	(\$705,624)	(\$712,680)	(\$719,807)	(\$727,005)
Estimated Ending Fund Balance	\$519,083	\$478,750	\$438,013	\$396,869

<b><u>DEBT SERVICES</u></b>	<b>22/23</b>	<b>23/24</b>	<b>24/25</b>	<b>25/26</b>
Estimated Beg. Fund Balance	\$16,050,000	\$15,136,000	\$14,734,330	\$14,165,340
Revenue	\$9,296,000	\$9,340,000	\$9,340,000	\$9,340,000
Expenditures	(\$10,210,000)	(\$9,741,670)	(\$9,908,990)	(\$9,677,102)
Estimated Ending Fund Balance	\$15,136,000	\$14,734,330	\$14,165,340	\$13,828,238

<b><u>CAPITAL PROJECTS</u></b>	<b>22/23</b>	<b>23/24</b>	<b>24/25</b>	<b>25/26</b>
Estimated Beg. Fund Balance	\$1,694,181	\$1,203,781	\$1,204,781	\$1,205,781
Revenue	\$10,009,600	\$1,000	\$1,000	\$1,000
Expenditures	(\$10,500,000)	\$0	\$0	\$0
Estimated Ending Fund Balance	\$1,203,781	\$1,204,781	\$1,205,781	\$1,206,781

<b><u>TRANSPORTATION</u></b>	<b>22/23</b>	<b>23/24</b>	<b>24/25</b>	<b>25/26</b>
Estimated Beg. Fund Balance	\$1,225,500	\$10,260	\$10,260	\$10,260
Revenue	\$1,543,760	\$505,000	\$505,000	\$505,000
Expenditures	(\$2,759,000)	(\$505,000)	(\$505,000)	(\$505,000)
Estimated Ending Fund Balance	\$10,260	\$10,260	\$10,260	\$10,260



# MSOC Disclosure

<b>Total State MSOC Allocation</b>	<b>\$ 20,023,570</b>
<b>Objects of Expenditure from F-195</b>	<b>Totals</b>
Object 5 - totals	\$ 13,873,422
Object 7 - totals	\$ 17,038,655
Object 8 - totals	\$ 337,978
Object 9 - totals	\$ 425,500
<b>Total Budgeted 5-9 Expenditures</b>	<b>\$ 31,675,555</b>
<b>Difference</b>	<b>\$ (11,651,985)</b>

For the 2022-23 school year, 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 by the district under MSOCs (Material, Supplies, and Operating Costs) and the the amount the district proposes to spend for MSOC's; and the difference between these two amounts. The District's budgeted MSOC expenditures for fiscal year 2022-23 are in excess of the state allocation.



# S.W.O.T. Analysis of the District's 2022-23 Budget

- **Strengths**

- Adequate Fund Balance to meet Board Policy 1000.2.3
- Continued Alignment of Resources to the Strategic Plan
- Davis Auditorium Remodel Funded
- Increased Collaboration and Transparency During the Budget Development Process

- **Weaknesses**

- Declining Student Enrollment
- Inflationary Pressures
- Continued Gap in State & Federal Revenue for Special Education
- Below Statutory Levy Authority
- False Sense of Financial Security provided by ESSER Funding



# S.W.O.T. Analysis of the District's 2022-23 Budget

- **Opportunities**

- ARP/ESSER III Learning Recovery
  - Continuation of Afterschool Learning Recovery & Summer 2023 Programs
  - Supplemental Curriculum Platforms
- Beginning Implementation of YSD Staffing Allocation Models
- Realignment of Resources to Eliminate Dependence on ESSER Funding
- Future Capital Levy or Bond

- **Threats**

- Continued Enrollment Fluctuations
- Dependence on Local Effort Assistance (LEA)
- Dependence upon General Fund for Large Maintenance Projects
- Looming Recession



# Questions



YAKIMA SCHOOL DISTRICT  
Strengthening Community Through Education

