



2023-24 Budget Hearing and Adoption:

*Snoqualmie Valley School District
Aug 24, 2023*

Budget Topics

General Fund

- *Revenues Summary*
- *Expenditures Summary*

Other Funds Review

- *Capital Projects, Debt Service, ASB, Transportation Vehicle Funds*

F195F – Four Year Projections



2023-24 Budget

General Fund

Our budget work over the past 6 months: achieve a balanced budget for 2023-24

General Fund Budget Comparison

	2023-24	2022-23
Revenues	131,153,930	124,190,136
Expenditures	131,004,834	125,923,947
Increase(Use) of Fund Balance	149,096	(1,733,811)

- *Revenues: State Funding, Levies, ESSER*
- *Expenditures: Staffing reduction via attrition to return to pre-Covid class sizes, cost inflation, increases to substitute and extra hours to reflect 22-23 actuals, ESSER-funded staffing to address learning losses and other related Covid impacts, and other cost reductions.*

2023-24 Budget Assumptions: Classroom Enrollment

Budgeted Enrollment (excl. Running Start)	2023-24	2022-23 Actual	
K-5	3,126	3,096	30
6-8	1,564	1,631	(67)
9-12	1,998	1,904	94
Alternative Learning	156	157	(1)
	6,844	6,788	56

- *Projected enrollment = 0.8% increase from 22-23 actuals.*

2023-24 Budget Highlights

Staffing vs. Total Enrollment (excl. Running Start)

	2019-20 Actual	2022-23 Actual		2023-24 Expected Actual	+/- 22-23	+/- 19-20
<i>FTE Enrollment</i>	6,922	6,788	<i>(134)</i>	6,844	<i>56</i>	<i>(78)</i>
<i>Certificated Staff</i>	494	524	<i>30</i>	510	<i>(14)</i>	<i>16</i>
<i>Classified Staff</i>	218	232	<i>14</i>	248	<i>16</i>	<i>30</i>

Note: some current staffing is supported with ESSER funding, which was not available in 2019-20, but ends after this year

Elementary Average Class Size (not counting specialists)

	19-20	20-21	22-23	23-24 projected
K-3	20.2	18.2	18.8	20.0
4-5	24.5	23	23.7	24.7

20-21: Impacted by large drop in enrollment.

*22-23: Demonstrated class size (includes specialists): 15.72.
State class-size funding: 17.0.*

*23-24: Working closer to 19-20 class sizes as part of balancing budget.
Still anticipate having demonstrated class sizes lower than state
funding floor.*

2023-24 ESSER-Funded Staffing

ESSER FUNDING \$1.8M

Social Workers

Mental Health Counselors

Behavior Specialists

MLL – Elementary

Student Services

Additional Certificated Staff

Last of ESSER funds will be spent in 2023-24, which will need to be addressed in 2024-25 budget planning

Physical, Social and Emotional Support Staffing (PSES)

2022-23 Compliance:

	Total Staffing FTEs	State Funded Prototypical Staffing Units	Difference
Elementary	21.381	11.279	10.102
Middle	7.344	4.510	2.834
High	11.834	8.237	3.597
Total	40.559	24.026	16.533

Staffing 68% above state funding is supported by local levy and ESSER funding. State is increasing funded levels for 2023-24 and will increase again in 2024-25. As this is the largest area of ESSER funding, this will be a topic of discussion for 2024-25 budgeting.

2023-24 Revenues

Budgeted Revenues	2023-24	2022-23	
Local Tax	21,028,479	18,811,801	EP&O Levy
Local NonTax	2,936,000	3,014,558	
State, General	76,075,673	75,050,631	IPD, Retirement benefit cost reduction
State, Special Purpose	15,537,463	14,184,271	IPD, PSES enhancement
Federal, Special Purpose	10,801,315	8,806,067	ESSER funding, Safety Net Increase and Federal food reimbursement
Other Revenues	275,000	285,000	
Other Financing Sources	4,500,000	4,050,000	Technology Levy
	131,153,930	124,202,328	

2023-24 Expenditures

Expenditures	2023-24	2022-23	
Regular Instruction	73,361,899	71,425,880	IPD, SVEA Settlement, step increases, increase for sub costs; retirement cost savings
Federal Special Purpose	1,767,670	1,514,377	ESSER
Special Ed Instruction	16,333,298	15,211,442	Similar to Regular Instruction
Vocational Ed Instruction	4,823,568	4,701,096	IPD, retirement cost savings.
Compensatory Ed Instruction	6,353,799	6,426,387	
Other Instructional Programs	1,039,753	1,019,984	
Community Services	540,313	543,461	
Support Services	26,784,534	25,081,320	IPD, cost inflation, contracted services
	131,004,834	125,923,947	

2023-24 Expenditures

Expenditures	2023-24	2022-23	
			% Inc/(Dec)
Certificated Salaries	62,972,086	58,016,200	8.5%
Classified Salaries	18,068,624	16,859,498	7.1%
Benefits	25,969,171	27,498,773	(5.8%)
Total EE Compensation	107,009,881	102,374,471	
Certificated Salaries/FTE	117,694	106,120	10.9%
Classified Salaries/FTE	70,609	66,612	6.0%

A portion of salary increase is related to increase in budget for substitute and extra hours, which doubled last year. Other increases relate to IPD, step increases and contract settlement.

2023-24 Expenditures

Expenditures	2023-24	2022-23	
Supplies	4,873,205	5,393,972	(9.6%)
Purchased Services	18,867,348	17,503,604	7.8%
Travel/Capital Outlay	254,400	651,900	(60%)
Materials, Supplies and Other Costs	23,994,953	23,549,476	1.9%

Supplies: Moved expenditure capacity to purchased services to reflect current year spending, plus reductions as part of effort to balance budget.

Purchased Services: Increases in food service management costs, insurance, utilities; contracted services for student services (which are offset by SafetyNet increase on the revenue side).

Capital Outlay: Equipment purchases budget related to maintenance of buildings was reduced to balance budget. Anticipate those needs being addressed with Capital Projects Fund.

2023-24 General Fund Summary

Balanced Budget!!

- *\$1.8M of ESSER funding = 2024-25 impact*
- *Will likely need to reduce expenditures by approximately \$1.0- 1.5M in 2024-25 to keep the budget balanced*
- *Some building maintenance/improvement projects may need to come out of Capital Projects Fund*
- *Monitoring enrollment*



Other Funds Summary

Associated Student Body Fund -\$1.9M

Student-proposed budget capacity for student activities

Capital Projects Fund – \$19M

Technology Levy spending on equipment (\$6.5M plus a \$4.5M transfer to General Fund for specific expenditures)

\$12.5M Budget capacity to continue work on 2015 bond items: Preschool, safety and security, other asset improvements.

Transportation Vehicle Fund - \$1.2M

*Budget capacity to purchase new buses
(replacing those coming off depreciation)*

Debt Service Fund - \$18.1M

*Budget capacity to pay principal and interest
on outstanding debt*

Debt Service Fund

Credit Ratings update from S&P

*Affirmed current rating of AA- with a
stable outlook.*

Great news in the current environment



Four Year Projections

General Fund

Assume revenue and expenditures fluctuation proportionally to inflation and enrollment. Enrollment projections converted from FLO analytics projections.

Assume ~\$1.0M of expenditure reductions in conjunction with \$1.8M reduction of ESSER revenue for 2024-25.

Estimating ~\$1.0M in additional state funding for PSES staffing in 2024-25.

Due to slight decline in enrollment, estimating levy rollback in 2026 and 2027.

				SUMMARY OF GENERAL FUND BUDGET			
				(1)	(2)	(3)	(4)
				2023-24	2024-25	2025-26	2026-27
				Current Budget	Forecast	Forecast	Forecast
A.	TOTAL REVENUES AND OTHER FINANCING SOURCES			131,153,930	135,207,189	138,138,248	140,744,830
B.	TOTAL EXPENDITURES			131,004,834	134,690,940	137,031,624	139,723,855
E.	EXCESS OF REVENUES OVER (UNDER) EXPENDITURES			149,096	516,249	1,106,624	1,020,976
H.	TOTAL ENDING FUND BALANCE			8,149,096	8,665,345	9,771,968	10,792,944
				6.2%	6.4%	7.1%	7.7%

NOTE: Showing slight growth in fund balance over the 4 year period. Ending fund balance not projected to return to previous target of 10-11% during the periods. District would have to reduce expenditures further in order to attain that.

Other Funds

Stable outlook over the next four years:

Capital Projects – Tech Levy and State Match

Transportation – Replacing buses with depreciation funds

Debt Service – Estimated taxes to cover principal and interest payments on bonds

ASB – Expenditures matching expected revenues



Questions/Comments

Public Hearing

Board Discussion

Recommend approval of 2023-24 budget appropriations, four-year forecasts and enrollment projections, as presented.

FY 2023-2024

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Snoqualmie Valley School District No.410

BUDGET AND EXCESS LEVY SUMMARY

	General Fund	Associated Student Body Fund	Debt Service Fund	Capital Projects Fund	Transportation Vehicle Fund
SECTION A: BUDGET SUMMARY					
Total Revenues and Other Financing Sources	131,153,930	1,926,555	18,764,059	10,190,707	908,000
Total Appropriation (Expenditures)	131,004,834	1,936,714	18,053,469	19,000,000	1,200,000
Other Financing Uses--Transfers Out (G.L. 536)	0	XXXXX	0	4,500,000	0
Other Financing Uses (G.L. 535)	0	XXXXX	0	0	0
Excess of Revenues/Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	149,096	-10,159	710,590	-13,309,292	-292,000
Beginning Total Fund Balance	8,000,000	428,961	8,108,901	31,700,000	1,600,000
Ending Total Fund Balance	8,149,096	418,802	8,819,491	18,390,707	1,308,000
SECTION B: EXCESS LEVIES FOR 2024 COLLECTION					
Excess levies approved by voters for 2024 collection	21,472,000	0	0	0	0
Rollback mandated by school district Board of Directors 1/	0	0	0	0	0
Net excess levy amount for 2024 collection after rollback	21,472,000	XXXXX	19,037,000	8,602,000	0

1/ Rollback of levies needs to be certified pursuant to RCW 84.52.020. Please do NOT include such resolution as part of this document.