

# LAKE WASHINGTON SCHOOL DISTRICT

## Budget Advisory Committee (BAC)

May 2, 2024

# AGENDA

5:00 – 5:05 p.m. – Welcome, Check-In

5:05 – 5:45 p.m. – Budget Update

- Review key issues for preliminary 2024-25 Budget Development

5:45 – 6:00 p.m. – Public Engagement

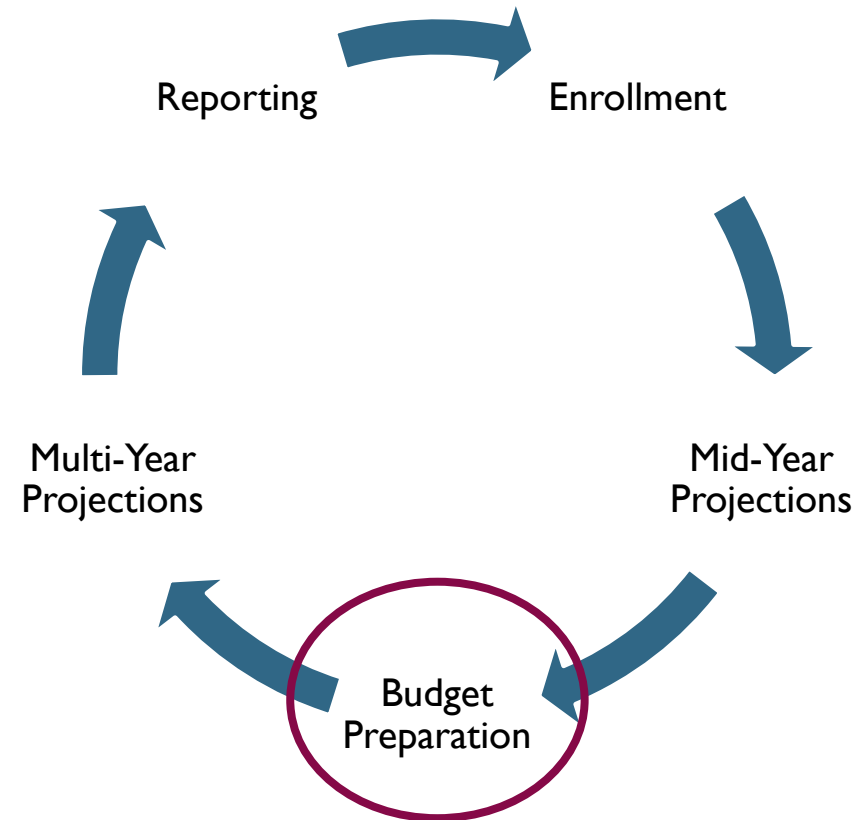
Check-in:

How are you feeling today?



# BUDGET CYCLE

- Enrollment
- Mid-Year Projections (Fund Balance)
- Legislative Impact
- Budget Preparation
- Multi-year Budget Projection
- Monitoring and Reporting



# 2024-25 BUDGET PREPARATION

**What are the key issues as we work to prepare next year's budget?**

**What advice do you have on best way to present information?**



# 2024-25 BUDGET CHANGES REVENUE IMPACTS



Enrollment  
(167  
Students)  
\$1.8 Million  
Loss



EP&O Levy  
\$4.4 Million



State COLA,  
Health,  
Pension  
\$12.7 Million



Legislative  
\$6.0 Million



Transportation  
\$3.0 Million

**Revenue Increases Totaling \$27.4 Million**

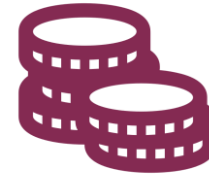
# 2024-25 BUDGET CHANGES EXPENDITURE IMPACTS



Enrollment  
(167 Students)  
\$1.5 Million  
Savings



Employee  
Compensation and  
Staffing  
\$18.7 Million



Fixed Costs  
\$3.7 Million



Transportation  
\$1.0 Million

**Expenditure Increases Totaling \$24.6 Million**

## LOCAL IMPACTS - ENROLLMENT

Basic Education Enrollment –  
change from current year



↓ 167 Students overall

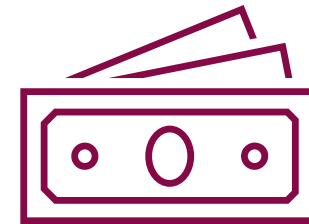
Estimated Revenue – (\$1.8) Million  
Estimated Expenditures – (\$1.5) Million

Net Impact – (\$0.3) Million



## LOCAL IMPACTS – LEVY

EP&O Levy Collection Increase - \$4.4 Million



## STATE IMPACTS – EMPLOYEE COMPENSATION AND STAFFING

State Legislature provided 3.7% Cost of Living Increase

SEBB Benefits Employer Contribution – Increases 7.8%

Pension Employer Rates – Increase 0.18% cert; decrease 0.40%  
classified

# STATE IMPACTS – STATE IMPACTS – EMPLOYEE COMPENSATION AND STAFFING

Prototypical Funding model changes to reduce the funding gap/shortfall:

- Physical, Social, Emotional, Behavior Support Staff
- Classified Staffing

Estimated Revenue – \$17.2 Million

Estimated Expenditures – \$18.7 Million

Net Impact – (\$1.5) Million

## STATE IMPACTS – STATE IMPACTS – OTHER

Prototypical Funding model changes to reduce the funding gap/shortfall:

- Materials, Supplies and Operating Costs

Transportation Funding

- Funding model based on ridership

Estimated Revenue – \$4.5 Million  
Estimated Expenditures – \$4.7 Million

Net Impact – (\$0.2) Million



## 2024-25 PRELIMINARY CHANGES IN REVENUES

	\$ In Millions	\$ In Millions
2023-24 Revenue Budget	\$548.5	
State COLA (IPD), Health and Pension		\$12.7
State Prototypical Model Shortfall		\$6.0
Enrollment Higher than Budget 2023-24 (340)		\$3.1
Enrollment Loss 2024-25 (-167)		(\$1.8)
EP&O Levy		\$4.4
Transportation (based on actual 23-24)		<u>\$3.0</u>
Total Change		\$27.4
<b>Estimated 2024-25 Revenue</b>	<b>\$575.9</b>	

## 2024-25 PRELIMINARY CHANGES IN EXPENDITURES

	\$ In Millions	\$ In Millions
2023-24 Expenditure Budget	\$556.2	
State COLA (IPD), Health and Pension		\$12.7
Local Cost State COLA/Labor Contracts		\$6.0
Enrollment Higher than Budget 2023-24 (340)		\$2.7
Enrollment Decline 2024-25 (-167)		(\$1.5)
Other Budget Adjustments		\$2.7
Fixed Cost Increases (Insurance, Utilities)		<u>\$2.0</u>
Total Change		\$24.6
<b>Estimated 2024-25 Expenditures</b>	<b>\$580.8</b>	

## UNKNOWN IMPACTS

- Finalizing Staffing Inputs and Costs
- Property/Liability Insurance
- Utilities
- Workers Compensation Reserve Requirements

## TIMELINE AND NEXT STEPS

March-May

- District receives legislative funding level and new mandates/impacts
- Budget Recommendations/Budget Office develops budget

June

- Board Study Session
- Board Meeting - Budget Presentation /Public feedback period begins

August

- Board holds Public Hearing
- Board Action to adopt 2024-25 Budget



# Budget Development

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- What advice do you have to increase involvement in our budget process?



# LOOKING AHEAD

Date	Potential Topics
June 13, 2024	Review preliminary budget and related financial forecast