

Tumwater School District

2019-2020

Budget Workshop

August 8, 2019

General Fund, Debt Service Fund, Capital Projects Fund,
ASB Fund, Transportation Vehicle Fund

Summary of Funding Changes

- IPD 2.0% for the 2019-2020 School Year
- Required K-3 class size compliance for 2019-2020 school year
- Special Education Funding Increase
- SEBB – Implementation January 2020
- Funded Salaries Increases:

Salary Category	2018-2019	2019-2020
Classified	\$46,784	\$47,720
Certificated	\$65,216	\$66,520
Administration	\$96,805	\$98,741

- MSOCs – Total Per Student FTE Increases

MSOC Category	2018-2019	2019-2020
General Education	\$1,267.80	\$1,293.16
CTE	\$1,499.98	\$1,529.98

Staffing Considerations taken in 2018-19 for 2019-20

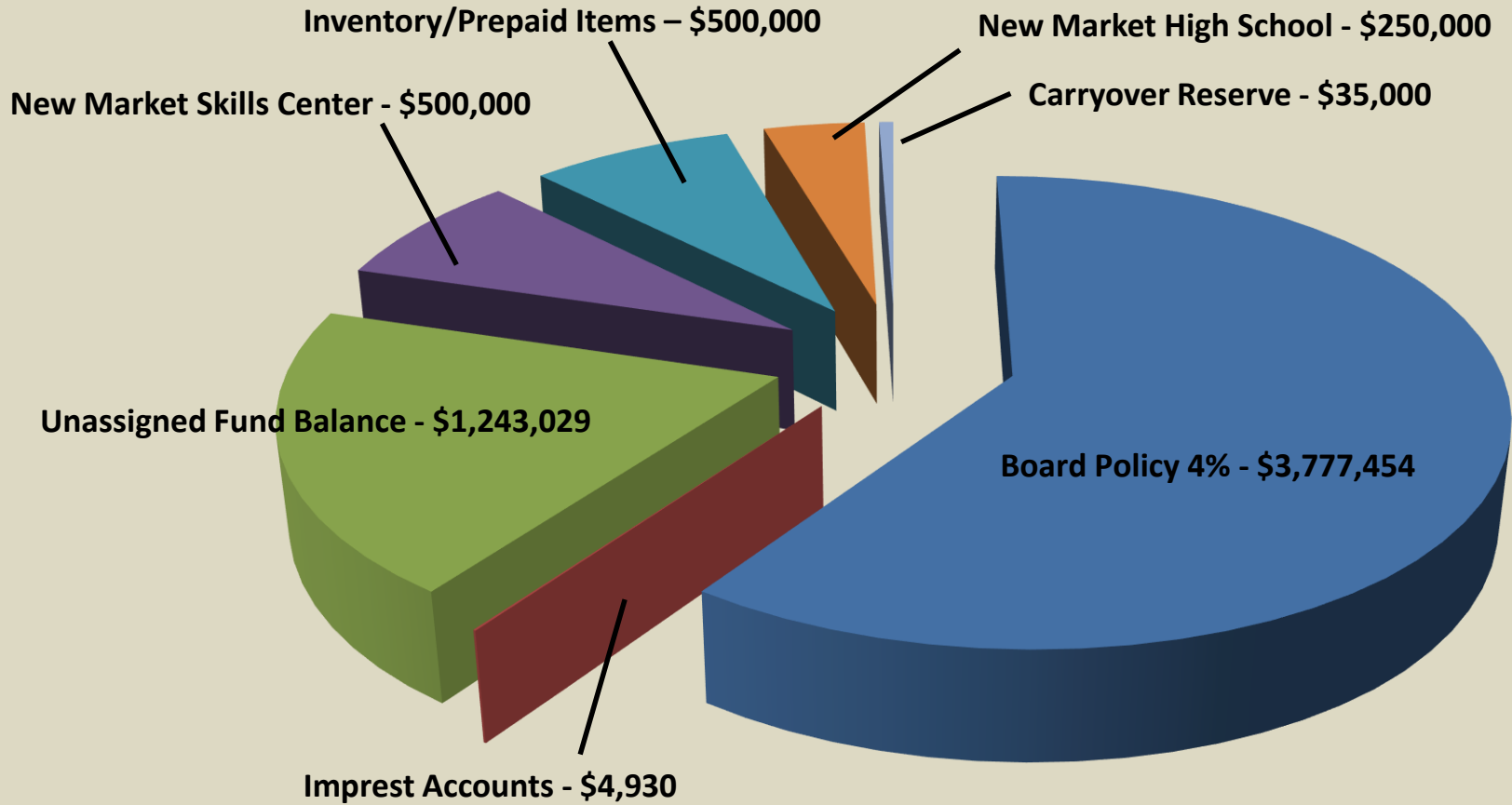
- Initial 2019-20 staffing and enrollment projections indicated a 2.66 certificated need in order to meet State requirements for K-3 class size
 - HR and Fiscal are carefully monitoring 2019-20 enrollment in our K-3 classrooms to determine if staffing adjustments will be required
- Our Special Education student population continues to grow and Special Education staffing increases were made as a result of that growth
- In order to respond to reduced revenues and increased expenditures, staffing reductions were made in:
 - Buildings and Grounds** (3 positions on hold)
 - Fiscal** (reduction of Accounting Supervisor/realignment of positions)
 - Human Resources** (reductions to 4 positions through attrition and calendar of work days)
 - Paraprofessionals** (reduction of 152 hours per day, approximately 25 positions)
 - Student Learning** (reduction of 3 TOSAs and the Program Administrator position)
 - Technology** (reduction to 1 position as a result of a leave of absence)

General Fund

3-year Comparison

	Actual 2017-2018	Projection 2018-2019	Budget 2019-2020
Beginning Fund Balance	8,121,572	9,400,011	8,150,943
Revenues	85,678,234	89,790,245	92,595,815
Expenditures	84,399,796	91,039,313	94,436,345
Ending Fund Balance	9,400,011	8,150,943	6,310,413
Change in Fund Balance	1,278,439	(1,249,068)	(1,840,530)

General Fund Ending Fund Balance Reserves

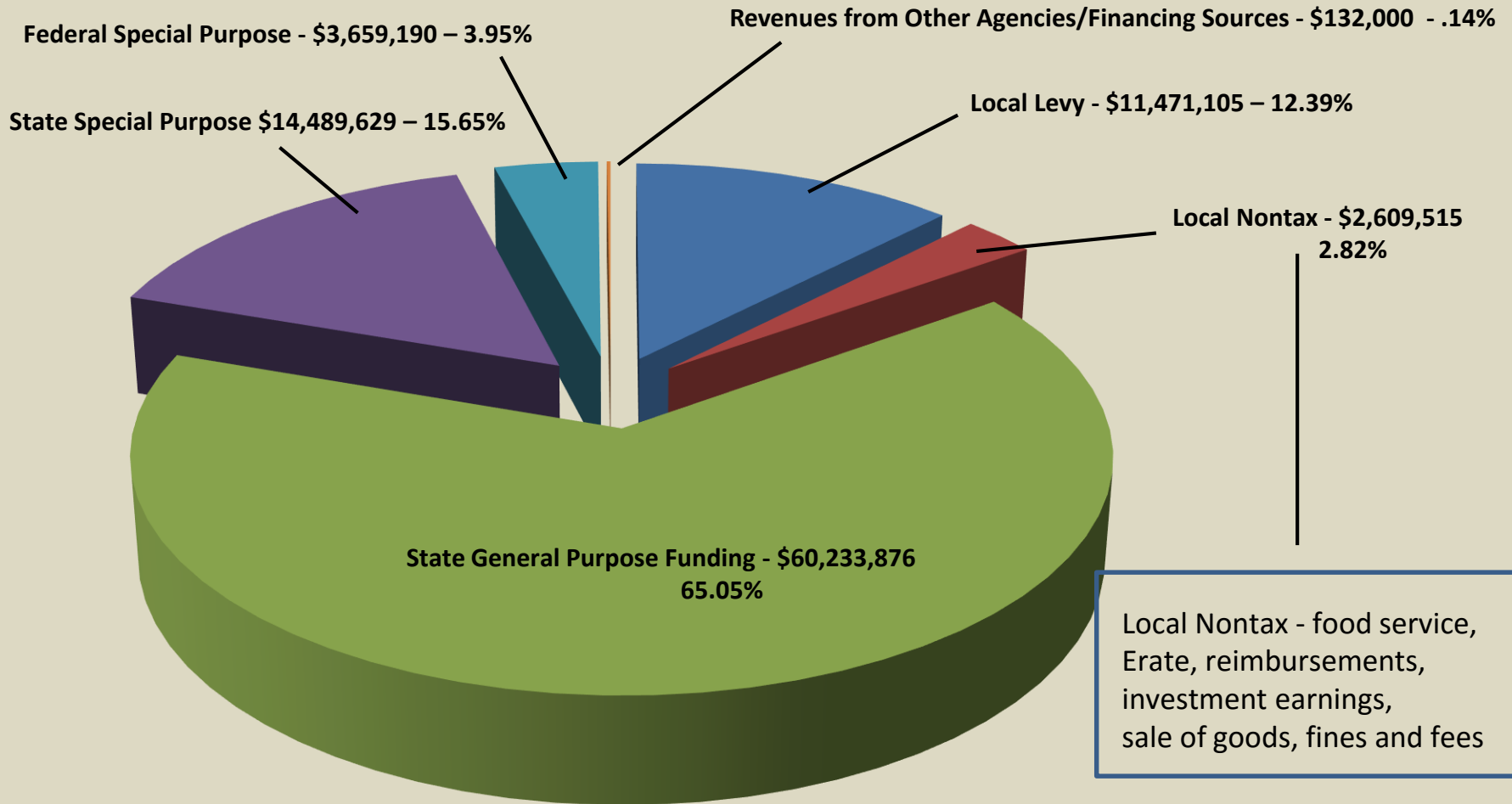


Total Ending Fund Balance - \$6,310,413

General Fund Budget Comparison

	Budget 2018-2019	Budget 2019-2020	Variance
REVENUES			
Local Taxes	11,247,388	11,471,105	223,717
Local Non-Tax	3,845,497	2,609,515	(1,235,982)
State, General Purpose	60,497,221	60,233,876	(263,345)
State, Special Purpose	12,914,843	14,489,629	1,574,786
Federal, Special Purpose	3,870,381	3,659,190	(211,191)
Revenues from Other Districts	30,000	25,000	(5,000)
Revenues from Other Agencies	500,000	107,500	(392,500)
Total	92,905,330	92,595,815	(309,515)
EXPENDITURES			
Regular Instruction	53,559,872	53,972,429	412,557
Special Education Instruction	10,414,986	10,526,848	111,862
Vocational Education Instruction	2,528,138	2,760,421	232,283
Skill Center Institutions	4,148,217	3,194,109	(954,108)
Compensatory Education Instruction	3,131,758	3,563,950	432,192
Other Instructional	342,449	539,500	197,051
Community Services	775,968	889,463	113,495
Support Services	18,498,942	18,989,625	490,683
Total	93,400,330	94,436,345	1,036,015

General Fund Revenues By Source



Total Budgeted Revenues - \$92,595,815

Educational Program Levy

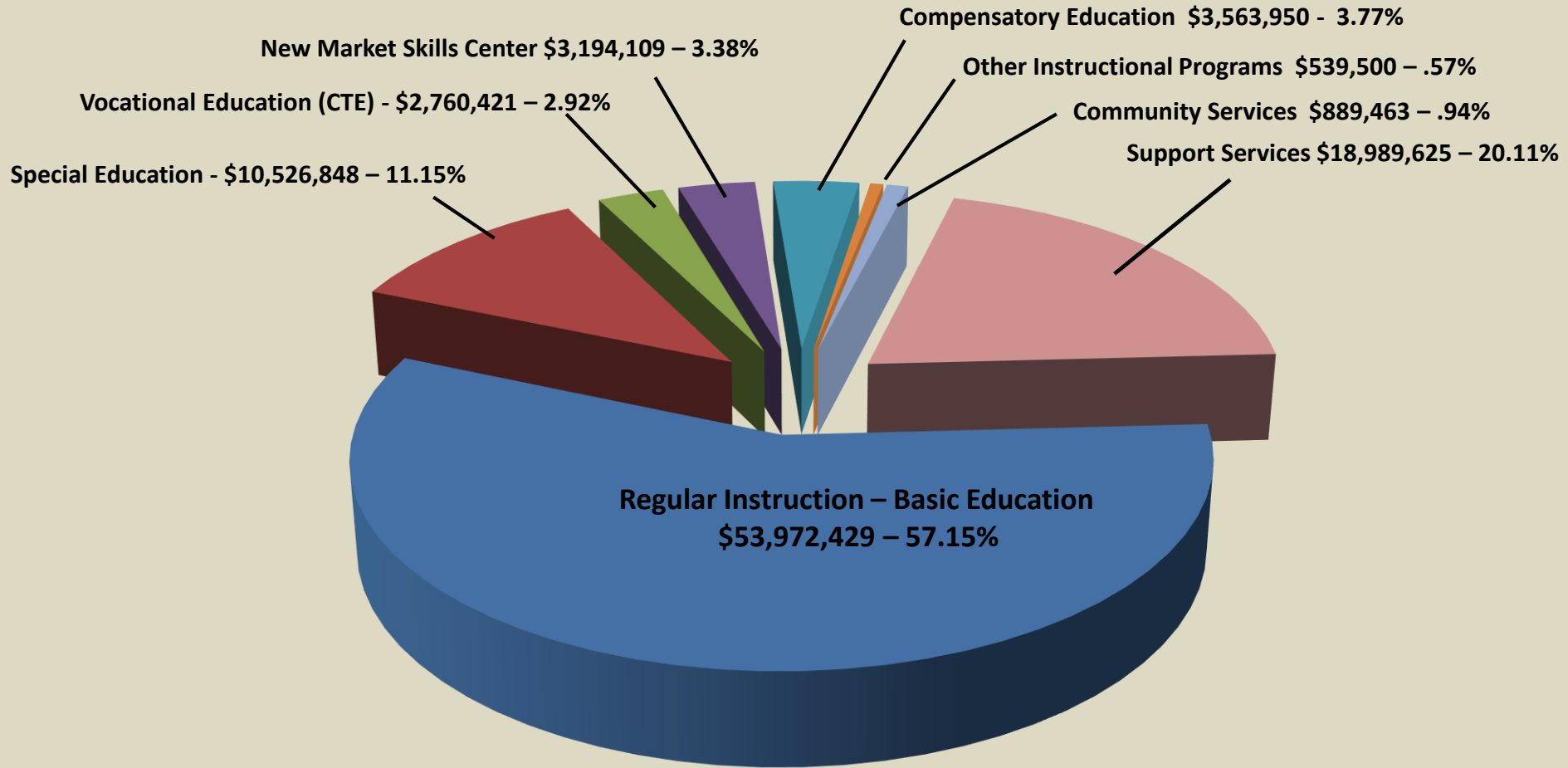
2019-2020

\$11,471,105

Levy revenue will be used to fund:

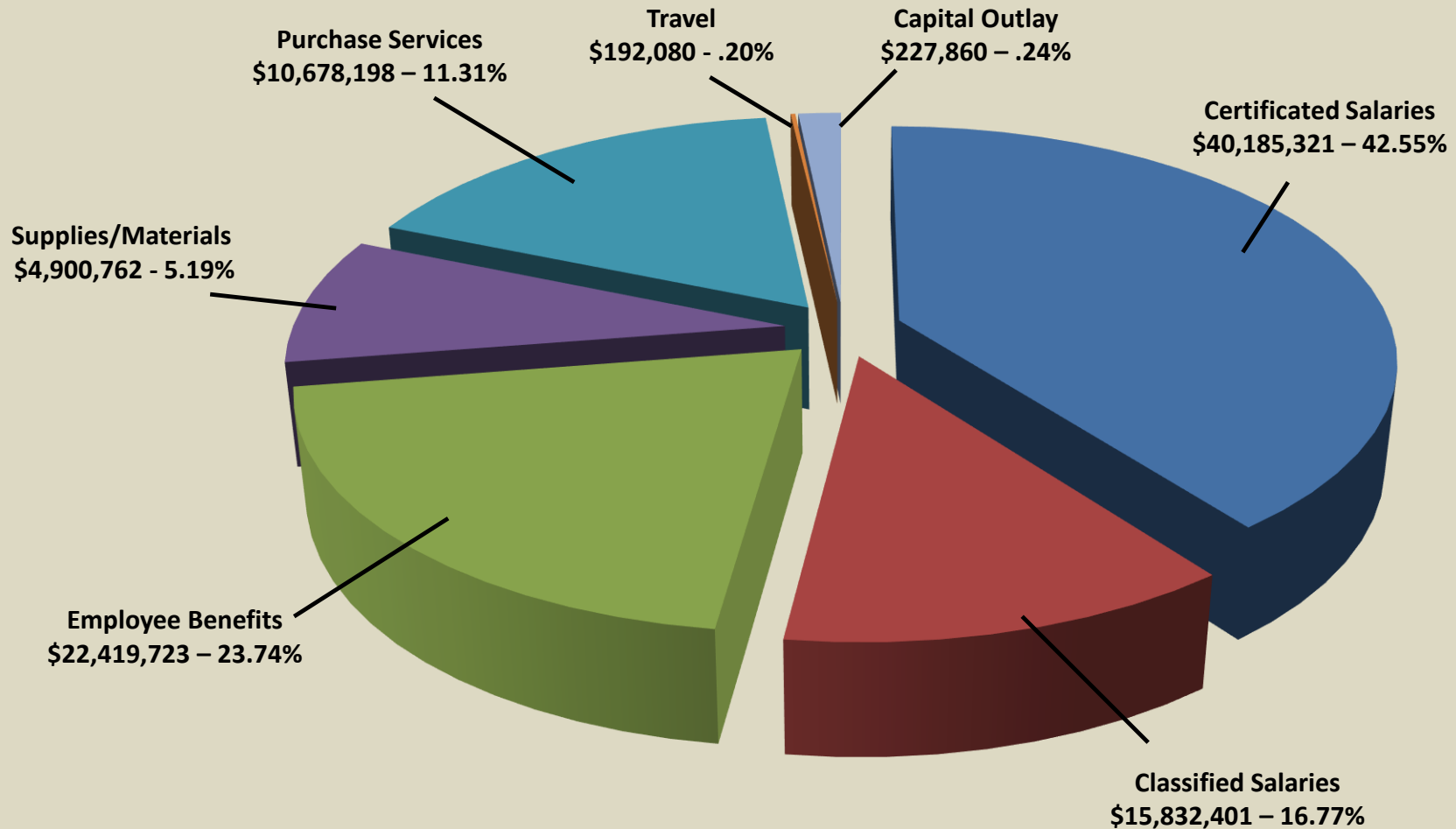
- 4 certificated professional development days (these days are in addition to the 2 state-funded professional development days)
- Certificated intervention staff, including On Time Graduation Specialist, Credit Retrieval and Collection of Evidence
- Safety and Security, Transportation and Technology
- All extra-curricular support including school athletic directors, coaching contracts, training, trainers, safety screening , athletic transportation and safety/sports equipment
- District subsidized categorical programs including SPED, CTE, TBIP, etc.
- Department MSOC including liability insurance, assessment, curriculum, technology and support services
- Classified staff school based (office professionals and paraprofessionals, custodial, maintenance, administration, clerical and security)
- Employee costs not fully funded
- Class size

General Fund Expenditures By Program



General Fund Budgeted Expenditures - \$94,436,345

General Fund Expenditures by Object



General Fund Budgeted Expenditures - \$94,436,345

General Fund Expenditure Object Prior Year Comparison

Object Category	Budget 2018-2019	Budget 2019-2020	Variance
Certificated Salaries	37,128,317	40,185,321	3,057,004
Classified Salaries	14,537,671	15,832,401	1,294,730
Employee Benefits	20,319,451	22,419,723	2,100,272
Supplies/Materials	7,598,961	4,900,762	(2,698,199)
Purchased Services	13,384,018	10,678,198	(2,705,820)
Travel	167,367	192,080	24,713
Capital Outlay	264,545	227,860	(36,685)
Total	93,400,330	94,436,345	1,036,015

General Fund

Materials, Supplies and Operating Costs

MSOC Allocation from State (F-203)	
Regular Instruction - Program 01	\$ 7,678,803
High School CTE - Program 31	\$ 413,095
Middle School CTE - Program 34	\$ 91,799
Total	\$ 8,183,697

District's MSOC Budgeted Expenditures	Totals	Prg 01,31,34	Prg 97 District Support
Supplies and Materials - Object 5	\$ 1,864,238	\$ 1,210,088	\$ 654,150
Purchased Services - Object 7	\$ 7,068,844	\$ 2,787,394	\$ 4,281,450
Travel - Object 8	\$ 88,100	\$ 63,850	\$ 24,250
Capital Outlay - Object 9	\$ 227,860	\$ 360	\$ 227,500
Total	\$ 9,249,042		

Difference	\$ (1,065,345)
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Debt Service Fund

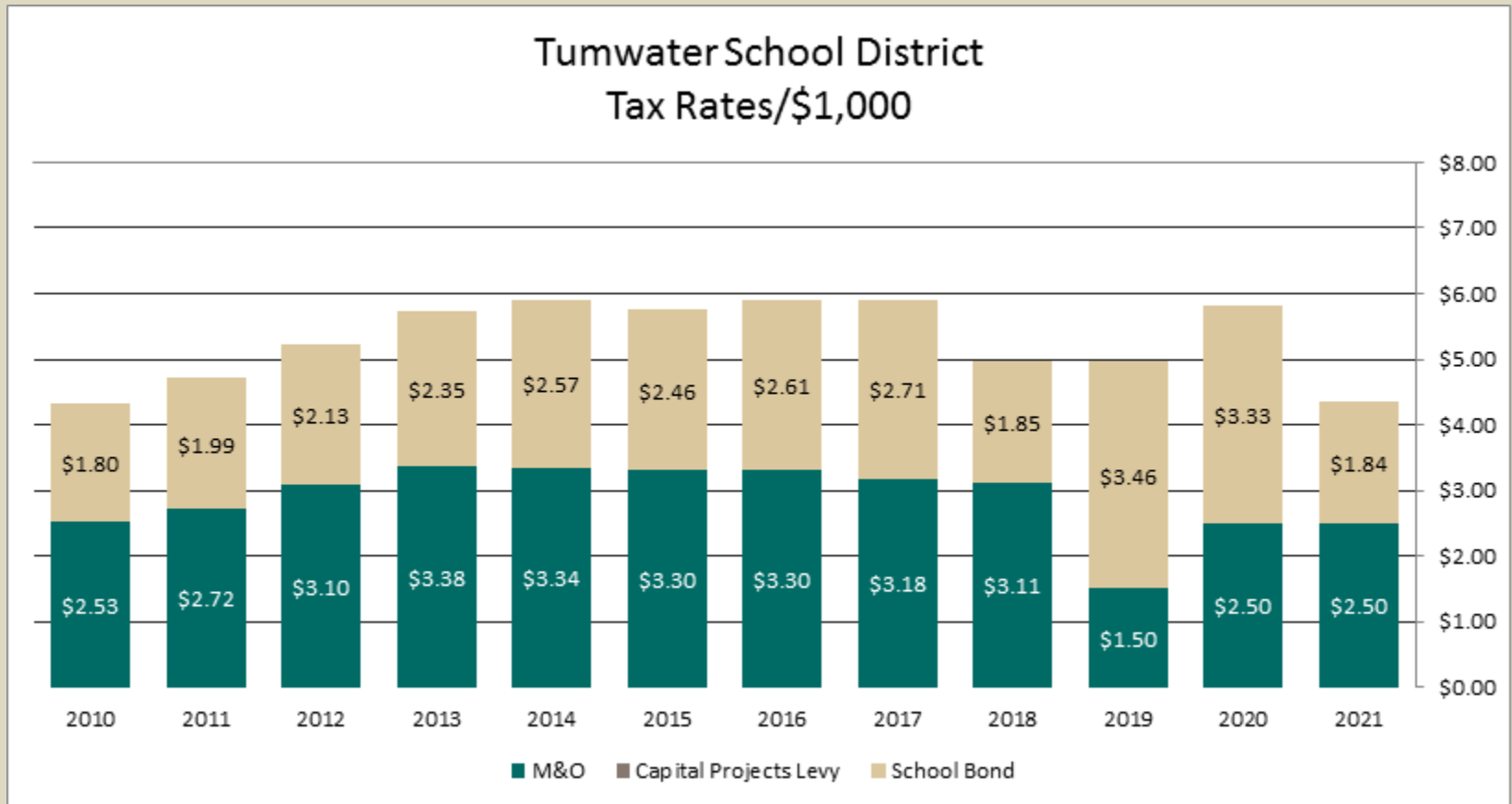
Beginning Fund Balance		\$ 6,303,688
Local Excess Levy		
Fall 2017	\$ 8,411,156	
Spring 2018	\$ 10,208,538	
Timber Excise Tax	\$ 302	
State Funding	\$ 120,000	
Investment Earnings	\$ 75,000	
Transfer In - Transportation	\$ 395,823	
	Total	\$ 19,210,819
Bond and Interest 12/1/2019	\$ 15,516,525	
Interest Payment 6/1/2020	\$ 2,302,200	
Non Voted Debt	\$ 403,973	
Bond Transfer Fee	\$ 100,000	
	Total	\$ 18,322,698
Ending Fund Balance		\$ 7,191,809

September 1, 2019 outstanding bond debt = \$118,005,000

Bond Repayment Schedule

FISCAL YEAR	DATE	PRINCIPAL BALANCE	PRINCIPAL PAYMENT	INTEREST BALANCE	INTEREST PAYMENT	PRIN & INT PAYMENTS	PRIN & INT BALANCE
18/19	Beg Bal	123,340,000.00		35,102,250.00			158,442,250.00
	12/1/2018	118,005,000.00	5,335,000.00	32,449,950.00	2,652,300.00	7,987,300.00	150,454,950.00
	6/1/2019	118,005,000.00	0.00	29,888,425.00	2,561,525.00	2,561,525.00	147,893,425.00
		118,005,000.00	5,335,000.00	29,888,425.00	5,213,825.00	10,548,825.00	147,893,425.00
19/20	Beg Bal	118,005,000.00		29,888,425.00			147,893,425.00
	12/1/2019	105,050,000.00	12,955,000.00	27,326,900.00	2,561,525.00	15,516,525.00	132,376,900.00
	6/1/2020	105,050,000.00	0.00	25,024,700.00	2,302,200.00	2,302,200.00	130,074,700.00
		105,050,000.00	12,955,000.00	25,024,700.00	4,863,725.00	17,818,725.00	130,074,700.00
20/21	Beg Bal	105,050,000.00		25,024,700.00			130,074,700.00
	12/1/2020	91,030,000.00	14,020,000.00	22,722,500.00	2,302,200.00	16,322,200.00	113,752,500.00
	6/1/2021	91,030,000.00	0.00	20,726,600.00	1,995,900.00	1,995,900.00	111,756,600.00
		91,030,000.00	14,020,000.00	20,726,600.00	4,298,100.00	18,318,100.00	111,756,600.00
21/22	Beg Bal	91,030,000.00		20,726,600.00			111,756,600.00
	12/1/2021	84,220,000.00	6,810,000.00	18,730,700.00	1,995,900.00	8,805,900.00	102,950,700.00
	6/1/2022	84,220,000.00	0.00	16,891,925.00	1,838,775.00	1,838,775.00	101,111,925.00
		84,220,000.00	6,810,000.00	16,891,925.00	3,834,675.00	10,644,675.00	101,111,925.00
22/23	Beg Bal	84,220,000.00		16,891,925.00			101,111,925.00
	12/1/2022	76,775,000.00	7,445,000.00	15,053,150.00	1,838,775.00	9,283,775.00	91,828,150.00
	6/1/2023	76,775,000.00	0.00	13,400,500.00	1,652,650.00	1,652,650.00	90,175,500.00
		76,775,000.00	7,445,000.00	13,400,500.00	3,491,425.00	10,936,425.00	90,175,500.00

Preliminary Tax Rate

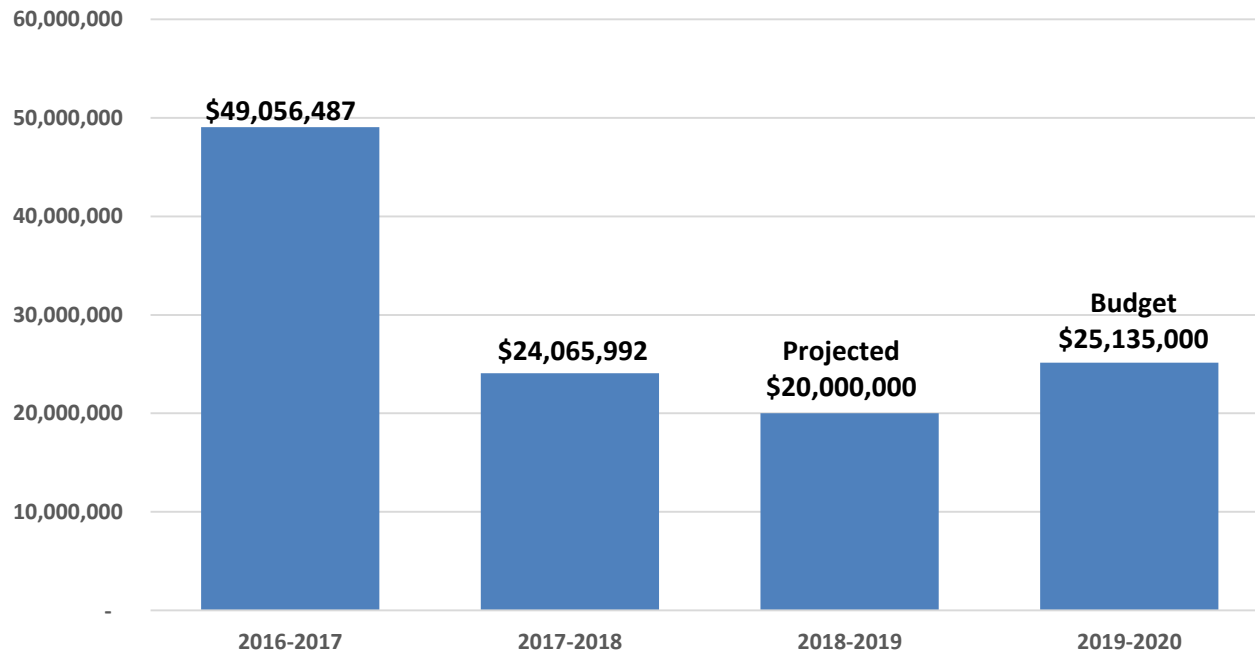


- District frontloaded principal payments on the 2017 issuance to save future interest payments (estimated \$8 million interest payment savings). Maintains a level tax rate.
- Assumes a 2019 Assessed Valuation growth of 3%

Capital Projects Fund

Beginning Fund Balance		\$ 28,632,000
Revenues and Other Financing Sources:		
Impact Fees/Investment Earnings	\$ 750,000	
State General Purpose	\$ 6,960,000	
	Total	\$ 7,710,000
Funds Available for Capital Projects		<u>\$ 36,342,000</u>
Expenditures for Capital Projects:		
Sites	\$ 860,000	
Buildings	\$20,345,000	
Equipment	\$ 3,915,000	
Debt Expenses	\$ 15,000	
	Total	<u>\$ 25,135,000</u>
Ending Fund Balance		<u><u>\$ 11,207,000</u></u>

Capital Project Fund 4-year Expenditure Comparison



ASB and Transportation Funds

	Associated Student Body	Transportation
Beginning Fund Balance	\$500,000	\$733,145
Revenues Budgeted	\$1,197,110	\$497,000
Expenditures Budgeted	\$1,206,970	\$800,000
Transfer to Debt Service	\$0	\$395,823
Ending Fund Balance	\$490,140	\$34,322

Questions/Comments