



Tumwater School District

2018-2019

Budget Hearing

August 23, 2018

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

Legislative Changes Impacting 2018-2019 School Year Funding

Major K-12 funding model changes to address the McCleary decision:

- Staff mix factor no longer used to fund school districts
- Funding based on prototypical school model
- LEAP salary schedule no longer exists – 295 school districts will be creating their own salary schedule
- Local levy – reductions and restrictions
- No K-3 class size compliance requirement for the 2018-2019

General Fund Budget

Student FTE Enrollment

Grade	2014 Actual	2015 Actual	2016 Actual	2017 Actual	2018 Actual	2018-19 Budget
K-12 BEA	5945.4	6010.92	6215.86	6432.82	6461.97	6510.47
Running Start	119.38	122.9	147.89	179.5	192.29	203.75
Open Door	17.3	31.6	27.06	21.76	14.92	15
ALE	84.09	134.23	128.19	159.25	170.66	160
Skill Center	427.43	483.59	470.26	431.22	314.39	373

Staffing Level for 2018-2019

Certificated Instructional:

State Funded 331.29
District

Certificated Administrative:

State Funded 24.76
District

Classified:

State Funded 105.15
District

General Fund 2018-2019 Budget

	Actual 2015-2016	Actual 2016-2017	Projection 2017-2018	Budget 2018-2019
Beginning Fund Balance	7,953,220	8,119,259	8,121,572	9,531,632
Revenues	73,174,957	77,791,988	84,199,599	92,905,330
Expenditures	73,008,918	77,789,674	83,666,091	93,400,330
Ending Fund Balance	8,119,259	8,121,572	8,655,080	9,036,632
Change in Fund Balance	166,038	2,314	533,508	(495,000)

Budgeted Ending Fund Balance includes:

- Board policy 5.5% committed minimum fund balance
- Inventory and prepaid items required fund balance reserves
- Unassigned fund balance/other fund balance reserves

General Fund

Materials, Supplies and Operating Costs

MSOC Allocation from State (F-203)	
Regular Instruction - Program 01	\$ 8,036,642
High School CTE - Program 31	\$ 2,183,534
Middle School CTE - Program 34	\$ 138,565
Total	\$ 10,358,741

District's MSOC Budgeted Expenditure	Totals	Prg 01,31,34	Prg 97 District Support
Supplies and Materials - Object 5	\$ 5,114,098	\$ 4,376,110	\$ 737,988
Purchased Services - Object 7	\$ 9,017,974	\$ 4,037,921	\$ 4,980,053
Travel - Object 8	\$ 117,057	\$ 84,557	\$ 32,500
Capital Outlay - Object 9	\$ 260,045	\$ 13,045	\$ 247,000
Total	\$ 14,509,174		

Difference	\$ (4,150,433)
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General Fund

Required 4-Year Forecast

	2018-2019 Current Budget	2019-2020 Forecast	2020-2021 Forecast	2021-2022 Forecast
REVENUES AND OTHER FINANCING SOURCES				
Local Taxes	\$11,247,388	\$8,029,555	\$8,350,737	\$8,684,766
Local Support Nontax	\$3,845,497	\$3,883,952	\$3,922,791	\$3,962,019
State, General Purpose	\$60,497,221	\$63,164,148	\$65,849,299	\$68,671,307
State, Special Purpose	\$12,914,843	\$13,478,959	\$14,046,979	\$14,643,820
Federal, General Purpose	\$0	\$0	\$0	\$0
Federal, Special Purpose	\$3,870,381	\$3,909,085	\$3,948,176	\$3,987,657
Revenues from Other School Districts	\$30,000	\$30,300	\$30,603	\$30,909
Revenues from Other Entities	\$500,000	\$505,000	\$510,050	\$515,151
Other Financing Sources				
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$92,905,330	\$93,000,999	\$96,658,634	\$100,495,630
EXPENDITURES				
Regular Instruction	\$53,559,872	\$55,898,869	\$57,296,341	\$58,728,749
Federal Stimulus				
Special Education Instruction	\$10,414,986	\$10,675,361	\$10,942,245	\$11,215,801
Vocational Instruction	\$2,528,138	\$2,553,419	\$2,578,954	\$2,604,743
Skills Center Instruction	\$4,148,217	\$4,189,699	\$4,231,596	\$4,273,912
Compensatory Education	\$3,131,758	\$3,163,076	\$3,194,706	\$3,226,653
Other Instructional Programs	\$342,449	\$345,873	\$349,332	\$352,826
Community Services	\$775,968	\$783,728	\$791,565	\$799,481
Support Services	\$18,498,942	\$19,053,910	\$19,625,528	\$20,214,293
TOTAL EXPENDITURES	\$93,400,330	\$96,663,935	\$99,010,266	\$101,416,458
EXCESS OF REVENUES/OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES & OTHER FINANCING USES	(\$495,000)	(\$3,662,936)	(\$2,351,632)	(\$920,828)

General Fund

Required 4-Year Forecast

BEGINNING FUND BALANCE

Restricted for Other Items	\$5,080	\$5,080	\$5,080	\$5,080
Restricted for Carryover of Restricted Revenues	\$27,500	\$27,500	\$25,000	\$25,000
Restricted for Skill Center	\$500,000	\$600,000	\$500,000	\$500,000
Nonspendable Fund Balance—Inventory & Prepaid Ite	\$1,125,000	\$900,000	\$900,000	\$900,000
Assigned to Other Purposes	\$975,000	\$976,770	\$900,000	\$900,000
Unassigned Fund Balance	\$2,750,000	\$1,852,282	(\$2,093,402)	(\$4,624,532)
Unassigned to Minimum Fund Balance Policy	\$4,149,052	\$4,675,000	\$5,137,018	\$5,316,516
TOTAL BEGINNING FUND BALANCE	\$9,531,632	\$9,036,632	\$5,373,696	\$3,022,064

ENDING FUND BALANCE

Restricted for Other Items	\$5,080	\$5,080	\$5,080	\$5,080
Restricted for Carryover of Restricted Revenues	\$27,500	\$25,000	\$25,000	\$25,000
Restricted for Skill Center	\$600,000	\$500,000	\$500,000	\$500,000
Nonspendable Fund Bal/Inventory & Prepaid Items	\$900,000	\$900,000	\$900,000	\$900,000
Assigned to Other Purposes	\$976,770	\$900,000	\$900,000	\$900,000
Unassigned Fund Balance	\$1,852,282	(\$2,093,402)	(\$4,624,532)	(\$5,674,409)
Unassigned to Minimum Fund Balance Policy	\$4,675,000	\$5,137,018	\$5,316,516	\$5,445,565
TOTAL ENDING FUND BALANCE	\$9,036,632	\$5,373,696	\$3,022,064	\$2,101,236

General Fund Required 4-Year Forecast Summary

	2018-2019	2019-2020	2020-2021	2021-2022
Revenues	\$ 92,905,330	\$ 93,000,999	\$ 96,658,634	\$ 100,495,630
Expenditures	93,400,330	\$ 96,663,935	\$ 99,010,266	\$ 101,416,458
Excess Revenues Over/Under	(495,000.00)	(\$3,662,936)	(\$2,351,632)	\$ (920,828)
Ending Fund Balance	\$ 8,383,829	\$ 4,720,893	\$ 2,369,261	\$ 1,448,433
Percent of Expenditures	8.98%	4.88%	2.39%	1.43%

Debt Service, Capital Projects, ASB and Transportation Funds

Debt Service Fund 2018-2019

Beginning Fund Balance		\$	3,669,949
Local Excess Levy			
Fall 2018	\$		4,229,674
Spring 2019	\$		10,144,311
State Forest	\$		120,000
Timber Excise Tax	\$		63,448
Investment Earnings	\$		50,000
Total			\$ 14,607,433
Bond and Interest 12/1/2018	\$		7,987,300
Interest Payment 6/1/2019	\$		2,561,525
Bond Transfer Fee	\$		50,000
Total			\$ 10,598,825
Ending Fund Balance			\$ 7,678,557

September 1, 2018 Outstanding Bond Debt = \$123,340,000

Debt Service Fund

Required 4 Year Forecast

	2018-2019 Current Budget	2019-2020 Forecast	2020-2021 Forecast	2021-2022 Forecast
REVENUES AND OTHER FINANCING SOURCES				
Local Taxes	<u>\$14,437,433</u>	<u>\$18,078,000</u>	<u>\$16,250,000</u>	<u>\$11,250,000</u>
Local Support Nontax	<u>\$50,000</u>	<u>\$51,000</u>	<u>\$52,020</u>	<u>\$53,060</u>
State, General Purpose	<u>\$120,000</u>	<u>\$120,000</u>	<u>\$120,000</u>	<u>\$120,000</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$14,607,433</u>	<u>\$18,249,000</u>	<u>\$16,422,020</u>	<u>\$11,423,060</u>
EXPENDITURES				
Matured Bond Expenditures	<u>\$5,335,000</u>	<u>\$12,955,000</u>	<u>\$14,020,000</u>	<u>\$6,810,000</u>
Interest on Bonds	<u>\$5,213,825</u>	<u>\$4,863,725</u>	<u>\$4,298,100</u>	<u>\$3,834,675</u>
Bond Transfer Fees	<u>\$50,000</u>	<u>\$50,000</u>	<u>\$50,000</u>	<u>\$50,000</u>
TOTAL EXPENDITURES	<u>\$10,598,825</u>	<u>\$17,868,725</u>	<u>\$18,368,100</u>	<u>\$10,694,675</u>
EXCESS OF REVENUES/OTHER FINANCING USES SOURCES OVER (UNDER) EXPENDITURES				
	<u>\$4,008,608</u>	<u>\$380,275</u>	<u>(\$1,946,080)</u>	<u>\$728,385</u>
BEGINNING FUND BALANCE				
Restricted for Debt Service	<u>\$3,669,949</u>	<u>\$7,678,557</u>	<u>\$8,058,832</u>	<u>\$6,112,752</u>
TOTAL BEGINNING FUND BALANCE	<u>\$3,669,949</u>	<u>\$7,678,557</u>	<u>\$8,058,832</u>	<u>\$6,112,752</u>
ENDING FUND BALANCE				
Restricted for Debt Service	<u>\$7,678,557</u>	<u>\$8,058,832</u>	<u>\$6,112,752</u>	<u>\$6,841,137</u>
TOTAL ENDING FUND BALANCE	<u>\$7,678,557</u>	<u>\$8,058,832</u>	<u>\$6,112,752</u>	<u>\$6,841,137</u>

Capital Projects Fund

2018-2019

Beginning Fund Balance		\$ 29,965,000
Revenues and Other Financing Sources:		
Impact Fees/Investment Earnings	\$ 800,000	
State, Special Purpose	\$10,000,000	
	Total	\$ 10,800,000
Funds Available for Capital Projects		\$ 40,765,000
Expenditures for Capital Projects:		
Building Sites	\$ 2,450,000	
Building Projects	\$26,260,000	
Equipment	\$ 3,110,000	
Bond Issuance Expenditure	\$ 15,000	
	Total	\$ 31,835,000
Ending Fund Balance		\$ 8,930,000

Capital Project Fund

Required 4 Year Forecast

Revenues/Expenditures

	2018-2019 Current Budget	2019-2020 Forecast	2020-2021 Forecast	2021-2022 Forecast
REVENUES AND OTHER FINANCING SOURCES				
Local Support Nontax	<u>\$800,000</u>	<u>\$650,000</u>	<u>\$625,000</u>	<u>\$750,000</u>
State, Special Purpose	<u>\$10,000,000</u>	<u>\$9,000,000</u>	<u>\$2,300,000</u>	<u>\$400,000</u>
Other Financing Sources	<u></u>	<u>\$50,000</u>	<u>\$30,050,000</u>	<u>\$50,000</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$10,800,000</u>	<u>\$9,700,000</u>	<u>\$32,975,000</u>	<u>\$1,200,000</u>
EXPENDITURES				
Sites	<u>\$2,450,000</u>	<u>\$750,000</u>	<u>\$100,000</u>	<u>\$625,000</u>
Buildings	<u>\$26,260,000</u>	<u>\$12,200,000</u>	<u>\$7,485,000</u>	<u>\$15,690,000</u>
Equipment	<u>\$3,110,000</u>	<u>\$3,920,000</u>	<u>\$1,925,000</u>	<u>\$3,162,000</u>
Bond Issuance Expenditures	<u>\$15,000</u>	<u>\$15,000</u>	<u>\$95,000</u>	<u>\$15,000</u>
TOTAL EXPENDITURES	<u>\$31,835,000</u>	<u>\$16,885,000</u>	<u>\$9,605,000</u>	<u>\$19,492,000</u>
EXCESS of REVENUES/OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(\$21,035,000)</u>	<u>(\$7,185,000)</u>	<u>\$23,370,000</u>	<u>(\$18,292,000)</u>

Capital Project Fund

Required 4 Year Forecast

Fund Balances

	2018-2019	2019-2020	2020-2021	2021-2022
	Current Budget	Forecast	Forecast	Forecast
BEGINNING FUND BALANCE				
Restricted for Skill Center	\$110,000	\$35,000	\$20,000	\$40,000
Restricted from Bond Proceeds	\$25,150,000	\$2,500,000	\$0	\$22,545,000
Restricted from State Proceeds	\$10,000,000	\$1,610,000	\$400,000	\$840,000
Restricted from Other Proceeds	\$250,000	\$50,000	\$0	\$0
Restricted from Impact Fee Proceeds	\$650,000	\$340,000	\$130,000	\$380,000
Restricted from Mitigation Fee Proceeds	\$600,000	\$140,000	\$430,000	\$420,000
Assigned to Fund Purposes	\$525,000	\$11,575,000	\$765,000	\$1,220,000
TOTAL BEGINNING FUND BALANCE	\$37,285,000	\$16,250,000	\$1,745,000	\$25,115,000
ENDING FUND BALANCE				
Restricted for Skill Center	\$35,000	\$20,000	\$40,000	\$63,000
Restricted from Bond Proceeds	\$2,500,000	\$0	\$22,545,000	\$3,740,000
Restricted from State Proceeds	\$1,610,000	\$400,000	\$840,000	\$840,000
Restricted from Other Proceeds	\$50,000	\$0	\$0	\$0
Restricted from Impact Fee Proceeds	\$340,000	\$130,000	\$380,000	\$380,000
Restricted from Mitigation Fee Proceeds	\$140,000	\$430,000	\$420,000	\$660,000
Assigned to Fund Purposes	\$11,575,000	\$765,000	\$1,220,000	\$1,305,000
TOTAL ENDING FUND BALANCE	\$16,250,000	\$1,745,000	\$25,115,000	\$6,988,000

ASB and Transportation Funds 2018-2019

	Associated Student Body	Transportation
Beginning Fund Balance	\$456,461	\$386,330
Revenues Budgeted	\$1,208,970	\$447,283
Expenditures Budgeted	\$1,439,325	\$400,000
Ending Fund Balance	\$226,106	\$433,613
Change in Fund Balance	\$230,355	\$47,283

ASB Fund

Required 4 Year Forecast

	2018-2019	2019-2020	2020-2021	2021-2022
	Current Budget	Forecast	Forecast	Forecast
REVENUES				
General Student Body	450,300	521,264	557,752	545,852
Athletics	381,600	477,000	500,850	504,272
Classes	139,170	165,264	176,832	183,245
Clubs	226,250	269,458	288,320	274,356
Private Moneys	11,650	18,756	20,069	21,474
TOTAL REVENUES	1,208,970	1,451,742	1,543,824	1,529,199
EXPENDITURES				
General Student Body	470,850	475,559	482,692	487,519
Athletics	451,850	456,369	463,214	467,846
Classes	141,800	143,218	145,366	146,820
Clubs	353,100	332,256	337,240	340,612
Private Moneys	21,725	21,942	22,271	22,494
TOTAL EXPENDITURES	1,439,325	1,429,343	1,450,783	1,465,291
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(230,355)	22,399	93,041	63,908
BEGINNING FUND BALANCE				
Restricted for Other Items	16,075	16,075	16,075	16,075
Restricted for Fund Purposes	440,386	210,031	232,430	325,470
TOTAL BEGINNING FUND BALANCE	456,461	226,106	248,505	341,545
ENDING FUND BALANCE				
Restricted for Other Items	16,075	16,075	16,075	16,075
Restricted Fund Purposes	210,031	232,430	325,470	389,378
TOTAL ENDING FUND BALANCE	226,106	248,505	341,545	405,453

Transportation Vehicle Fund

Required 4 Year Forecast

	2018-2019	2019-2020	2020-2021	2021-2022
	Current Budget	Forecast	Forecast	Forecast
REVENUES				
Investment Earnings	2,000	2,000	2,000	2,000
Transportation Reimbursement Depreciation	435,283	443,989	452,868	461,926
Sale of Equipment	10,000	5,000	4,000	4,000
TOTAL REVENUES	<u>447,283</u>	<u>450,989</u>	<u>458,868</u>	<u>467,926</u>
EXPENDITURES				
Transportation Equipment Purchases	400,000	425,000	450,000	450,000
TOTAL EXPENDITURES	<u>400,000</u>	<u>425,000</u>	<u>450,000</u>	<u>450,000</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>47,283</u>	<u>25,989</u>	<u>8,868</u>	<u>17,926</u>
BEGINNING FUND BALANCE				
Restricted for Fund Purposes	205,350	252,633	278,622	287,490
TOTAL BEGINNING FUND BALANCE	<u>205,350</u>	<u>252,633</u>	<u>278,622</u>	<u>287,490</u>
ENDING FUND BALANCE				
Restricted Fund Purposes	252,633	278,622	287,490	305,416
TOTAL ENDING FUND BALANCE	<u>252,633</u>	<u>278,622</u>	<u>287,490</u>	<u>305,416</u>

Questions/Comments