

# Budget Outlook

## School Board Work Session



**Jackie Bryan**  
June 5, 2024

# OUR PROMISE

Every student in Highline Public Schools is known by **name**, **strength** and **need**, and graduates prepared for the **future they choose**.





## **CULTURE OF BELONGING**

A culture where all are welcome, valued, and safe.



## **INNOVATIVE LEARNING**

Academic experiences that engage, empower, and challenge every student.



## **BILINGUAL & BILITERATE**

Multicultural skills that enable students to live, work, and communicate across cultures.



## **FUTURE READY**

Students explore possibilities and develop mindsets that prepare them for a changing future.

*Our Promise: Every student is known by name, strength and need, and graduates prepared for the future they choose.*

# Excerpt from Board Policy 6000

The board's goals for district financial management, including budget development, are:

1. To distribute Highline resources in a way that considers equity in a student-centered mindset to eliminate or significantly reduce systemic, measurable inequities in achievement.
2. To ensure open communication with staff, families and community as to how the district strategies are guiding resource allocation decisions.
3. To keep in mind the long-term fiscal and academic impact of any budget decisions.
4. To recognize the importance of and maintain adequate resources for operational support for schools, staffs, and students.
5. To provide timely and appropriate information to staff who have fiscal management responsibilities.
6. To establish maximum efficiency procedures for accounting, reporting, business, purchasing and delivery, payroll, payment of vendors and contractors, and all other areas of fiscal management.
7. To establish a strong system of internal control to safeguard district assets, to assure management that financial transactions occur as intended, and to protect employees.

# Student, Staff, and Community Feedback

## Budget Development 2024-25

- **October:** Superintendent Student Leadership Team meeting #1
- **November-March:** Staff meetings at each school
- **December:** Family Action Committee meeting #1
- **February:** Superintendent Advisory Leadership Team meeting #1
- **March:** Resource Alignment meetings with each school leadership team
- **April:** Superintendent Student Leadership Team meeting #2, Family Action Committee meeting #2, Superintendent Advisory Leadership Team meeting #2, Community Partnerships Update
- **May/June:** Final updates to groups

# Outline

- Highline Budget Overview
  - Capital Project Fund
  - Transportation Vehicle Fund
  - Associated Student Body (ASB) Fund
  - Debt Service Fund
- General Fund
  - Five-Year Outlook
  - Revenue Sources
  - Expenditure Projections
  - Next Steps

# Capital Projects Fund

# 2024-25 Capital Projects Fund

<b>Beginning Fund Balance</b>	<b>\$145,495,264</b>
Revenues	+ \$162,499,818
Expenditures	- \$256,778,757
Ending Fund Balance	\$51,216,325





# Evergreen High School

2024-25 budget

**\$95,590,548**



# Evergreen High School Progress



# Evergreen High School Progress



# Tyee High School

2024-25 budget

**\$101,693,620**



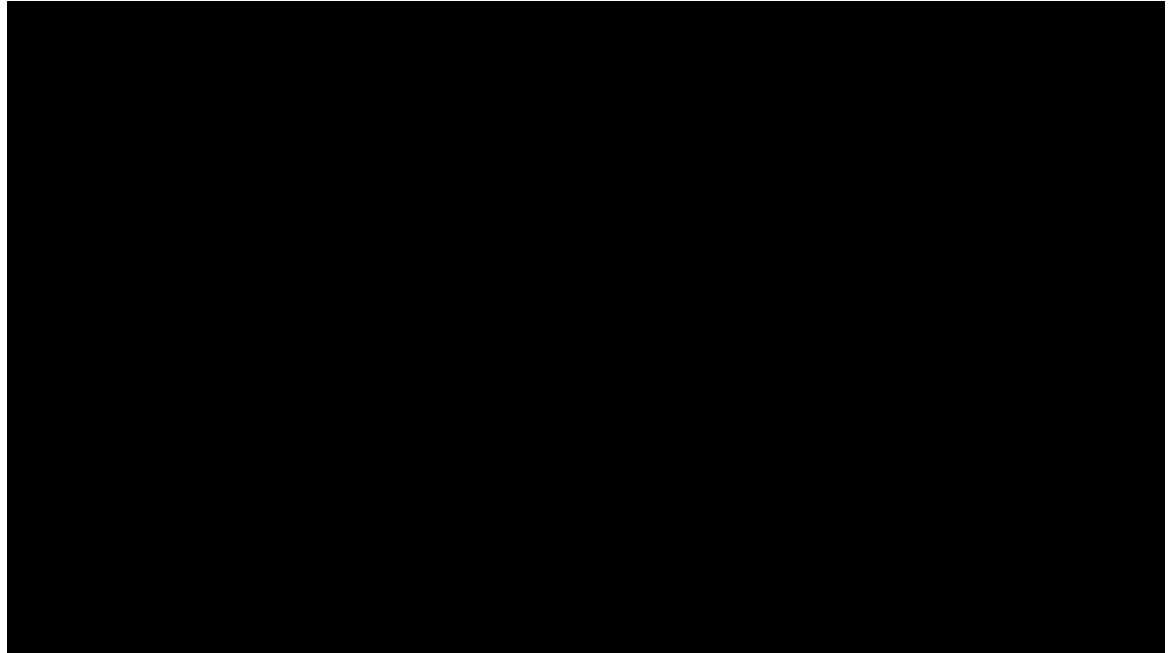
# Tyee High School Progress



# Pacific Middle School Design

2024-25 budget

**\$1,834,996**



# Safety, Security & Critical Improvements

2024-25 budget

**\$5,350,000**



# Transportation Vehicle Fund



# 2024-25 Transportation Vehicle Fund

<b>Beginning Fund Balance</b>	<b>\$4,247,932</b>
Revenues	+ \$5,833,530
Expenditures	- \$4,247,932
Ending Fund Balance	\$4,447,932



# Transportation Building (Capital Fund)



# Associated Student Body (ASB) Fund

# 2024-25 Associated Student Body Fund

<b>Beginning Fund Balance</b>	<b>\$1,039,569</b>
Revenues	+ \$1,162,910
Expenditures	- \$1,039,569
<b>Ending Fund Balance</b>	<b>\$911,689</b>



# ASB Fund



# Debt Service Fund

# 2024-25 Debt Service Fund

<b>Beginning Fund Balance</b>	<b>\$16,293,670</b>
Revenues	+\$66,021,704
Expenditures	-\$58,000,000
<b>Ending Fund Balance</b>	<b>\$24,315,374</b>



# General Fund



# 2024-25 General Fund

Revenues	+\$397,929,013
Expenditures	-\$404,641,275



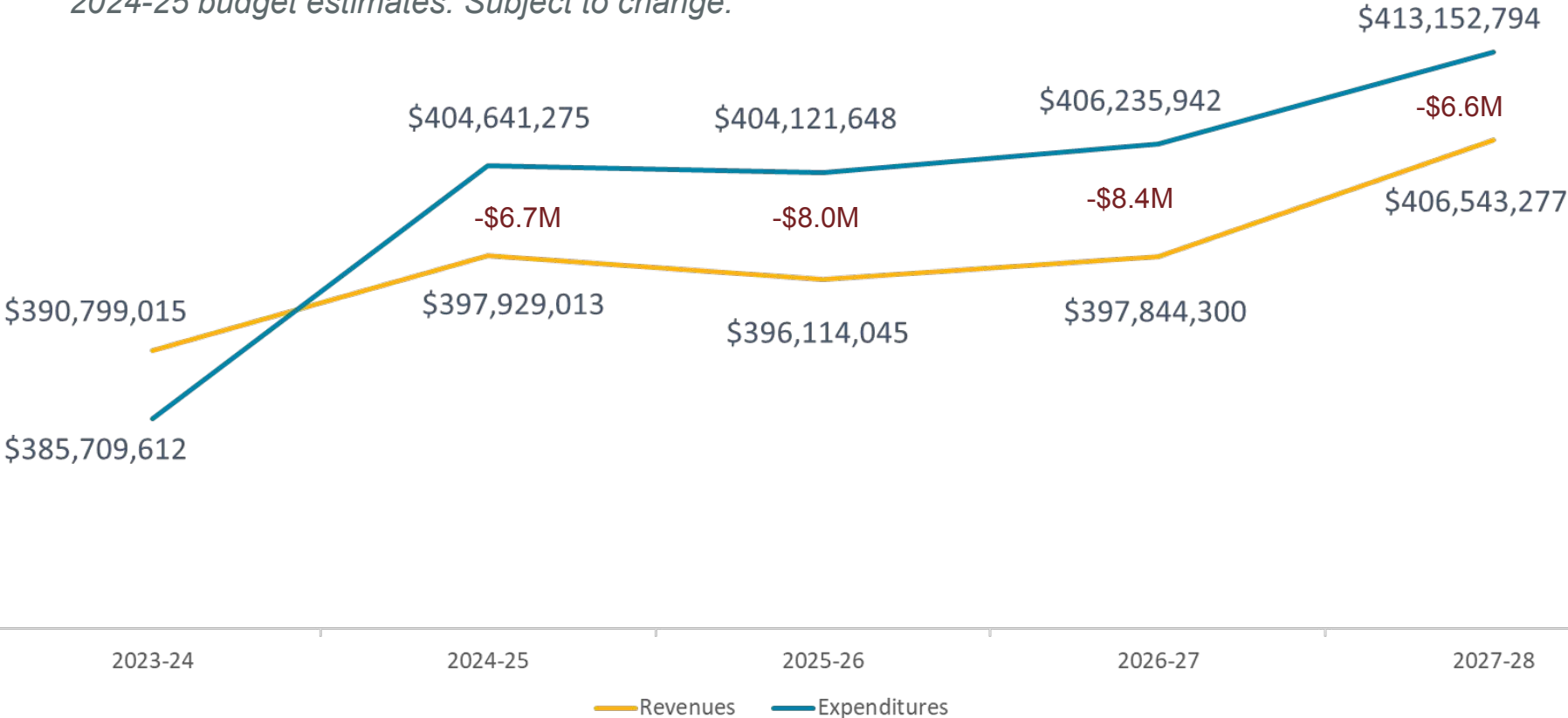
# Five-year Outlook

# Long-Term Plan (November 2023)

- Minimum **\$8M** reduction for 2024-25
  - Any investments need to be offset with additional reductions
- Continued reductions over next three years or until budget is balanced
  - Balanced budget:
    - Revenues and expenditures are equal
    - Minimum 3% unassigned fund balance
  - Unknowns:
    - Bargaining impact
    - Legislative impact

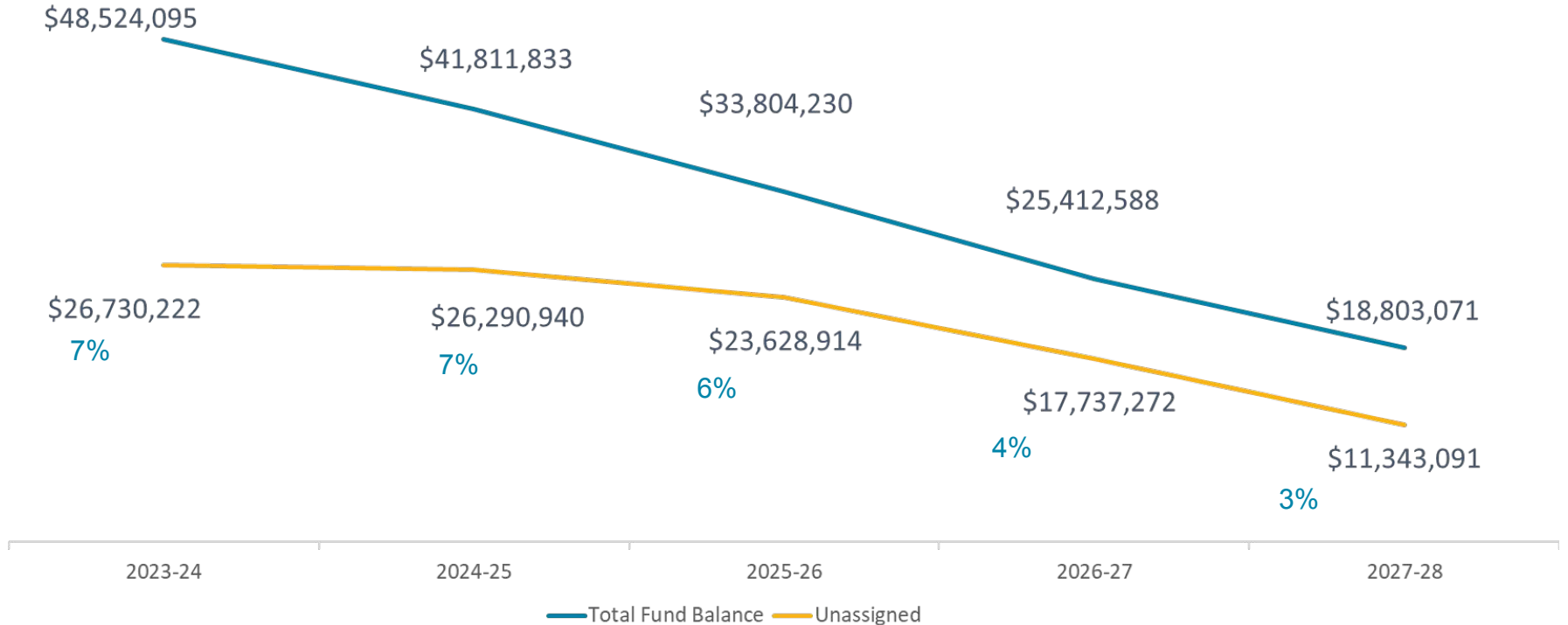
# Five Year Outlook

2024-25 budget estimates. Subject to change.



# Fund Balance Projections

2024-25 budget estimates. Subject to change.



2024-25 Revenue

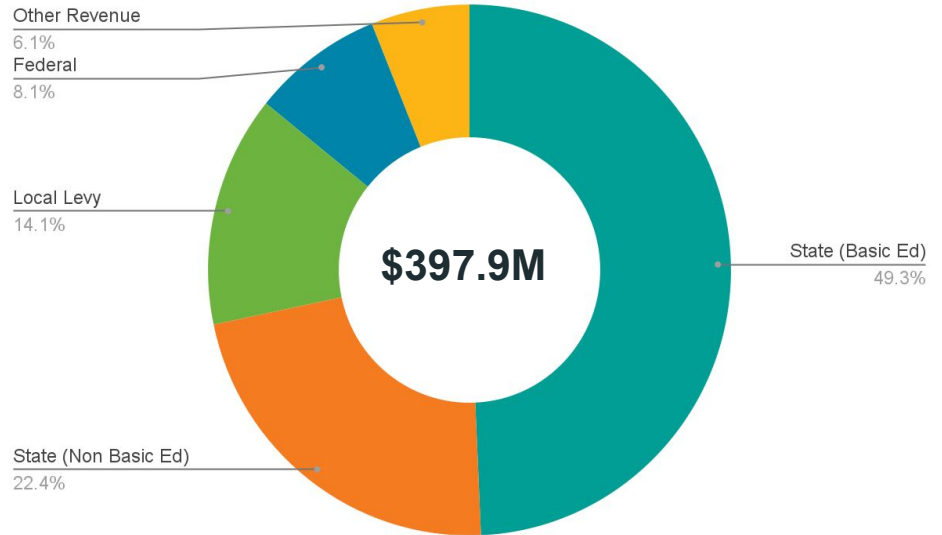
# 2024-25 Revenue Sources

**71.7%** of our revenue comes from state funded sources

**14.1%** of our revenue comes from the local enrichment levy

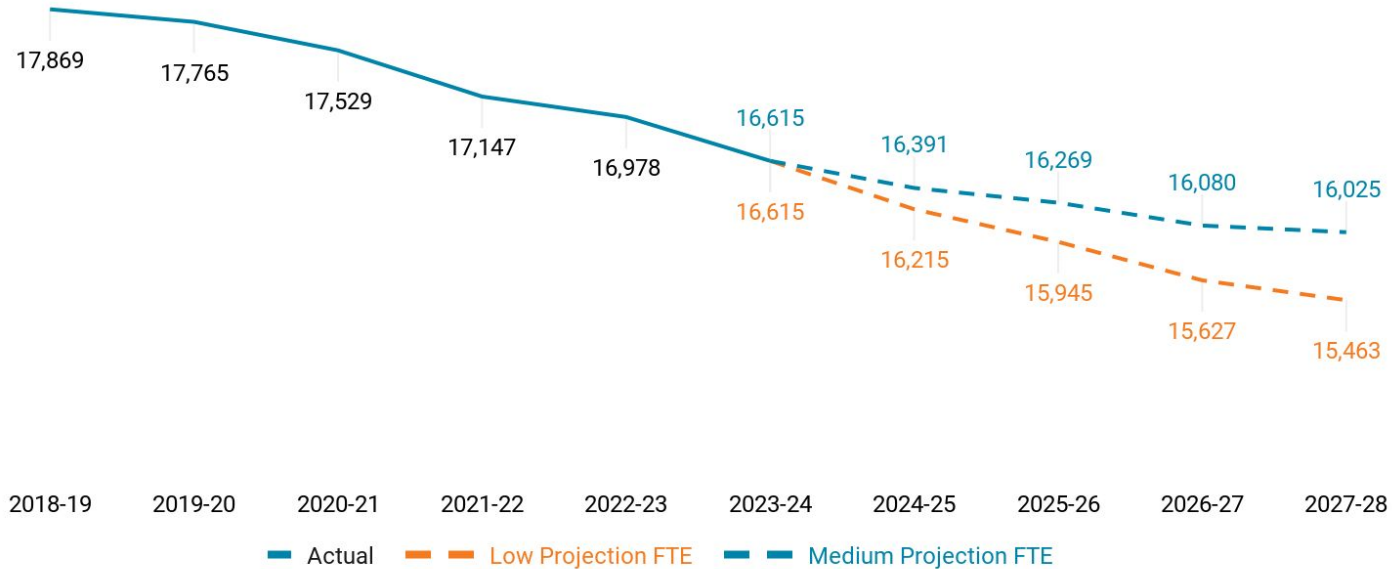
**8.1%** of our revenue comes from federal sources

**6.1%** of our revenue comes from other sources, such as grants and donations



Highline 2024-25 Budget Revenue by Source

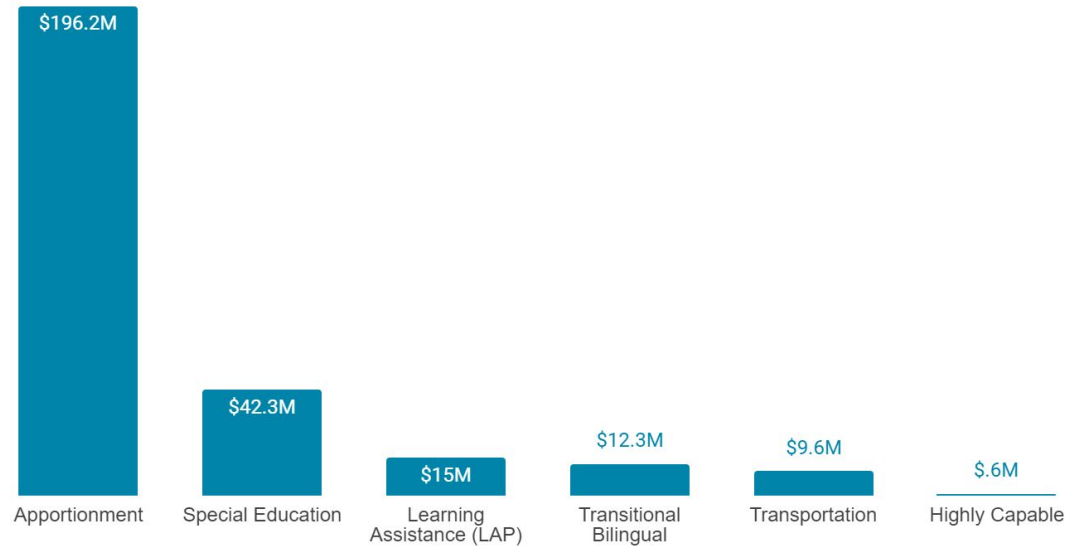
# State Funding Driven by Enrollment





# 2024-25 State Revenue

What is Basic Education?



Apportionment includes CTE, Skills Center, ALE, Open Doors and Running Start

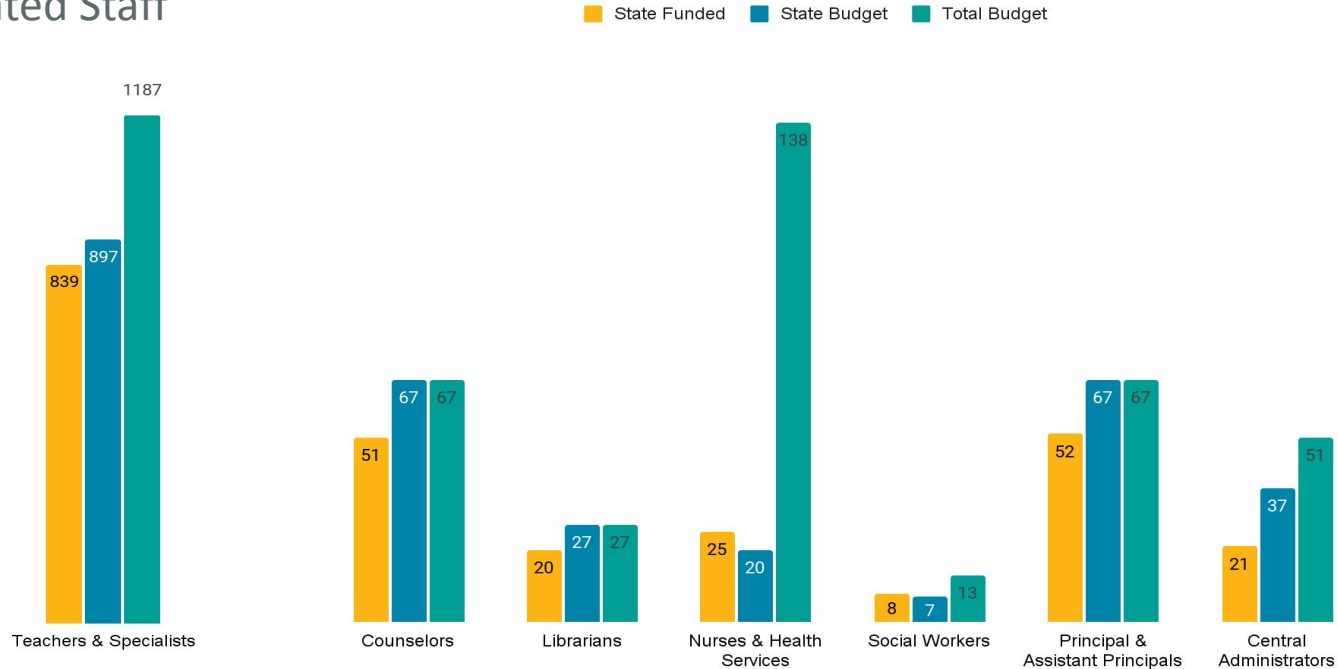
# 2024-25 Local Revenue

What does the levy fund?



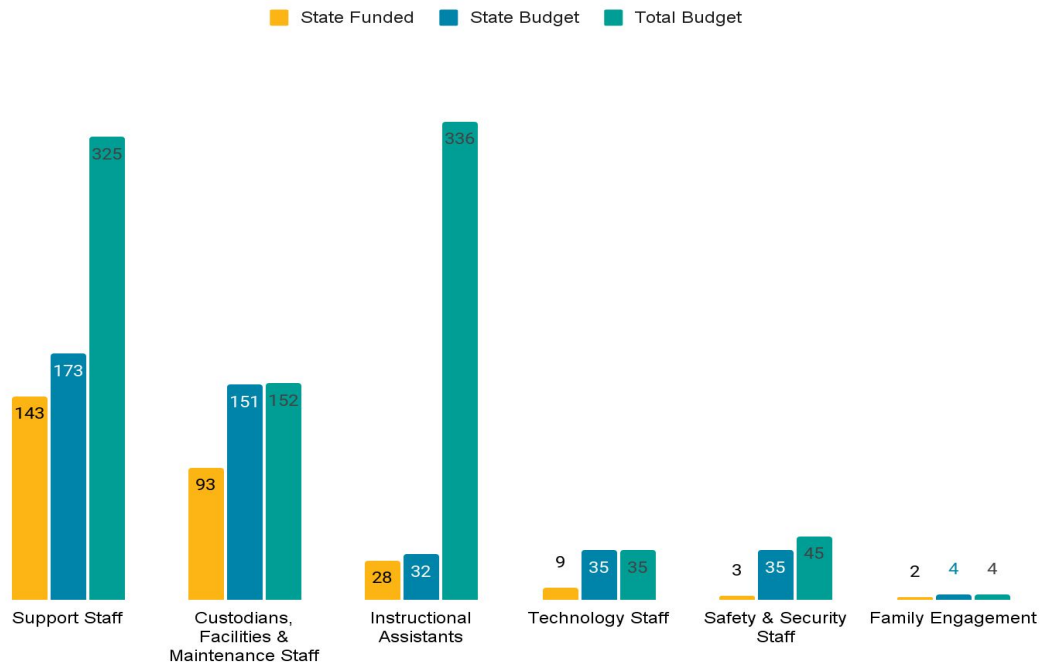
# State Prototypical Model Comparison

## Certificated Staff

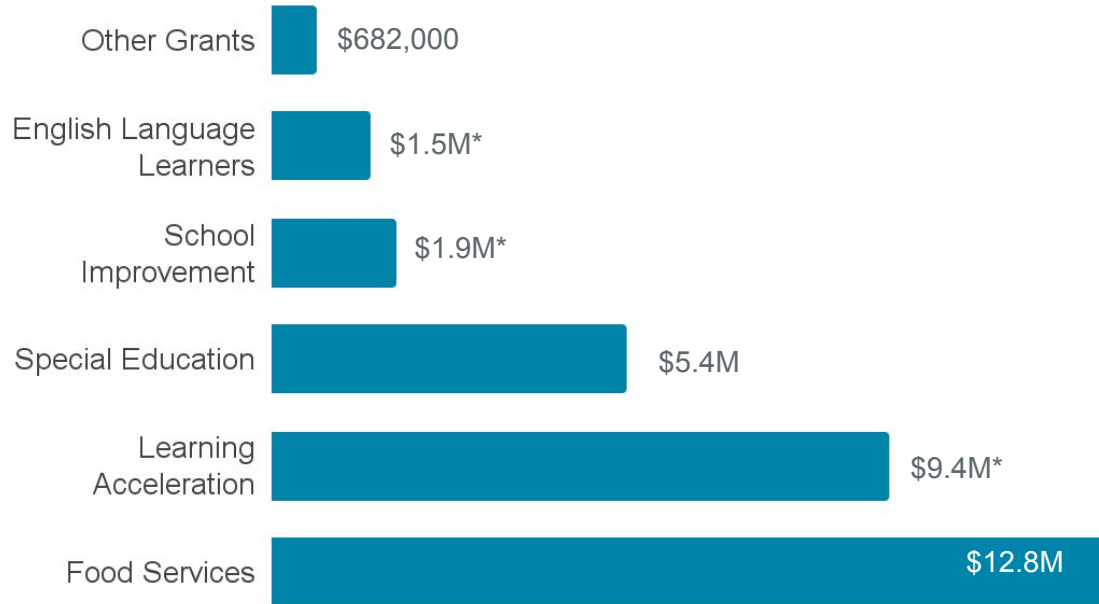


# State Prototypical Model Comparison

## Classified Staff



# 2024-25 Federal Revenue



\*includes carryover from 2023-24

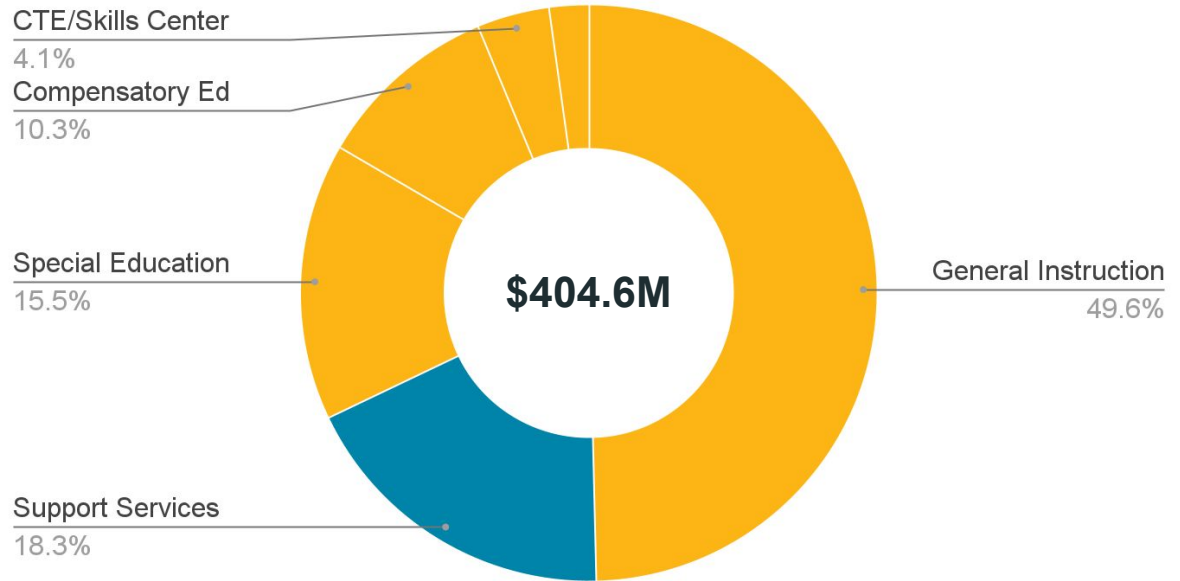
# 2024-25 Expenditures

# 2024-25 Expenditures

**79%** funds instructional activities

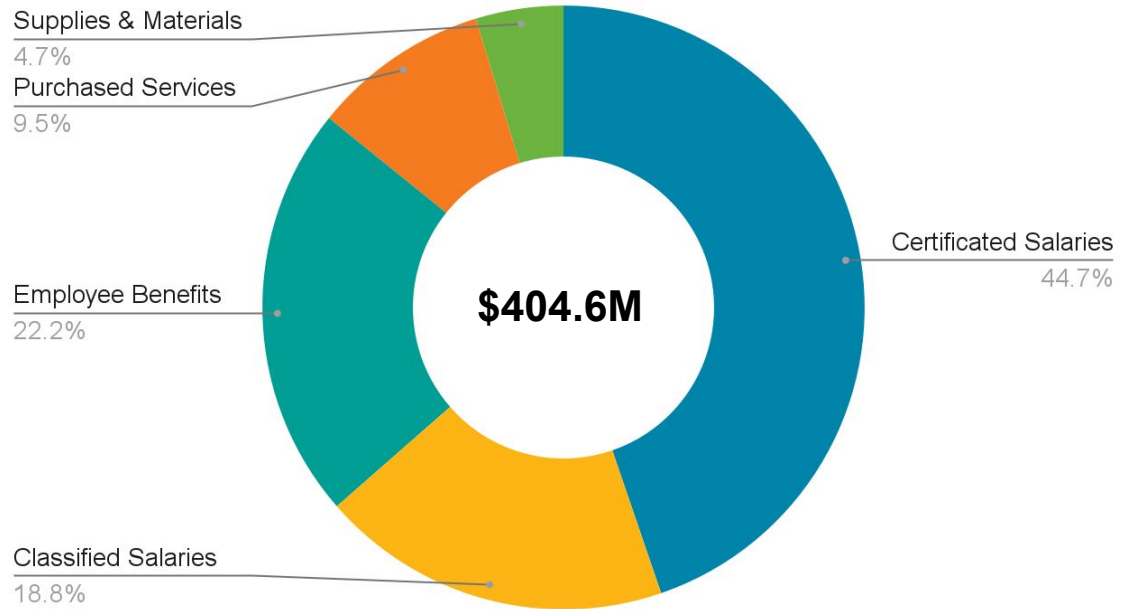
**5%** funds student nutrition and transportation

**17%** funds districtwide services such as utilities, facilities, security, technology and central office support



# 2024-25 Expenditures

**86%** funds staff salaries and benefits

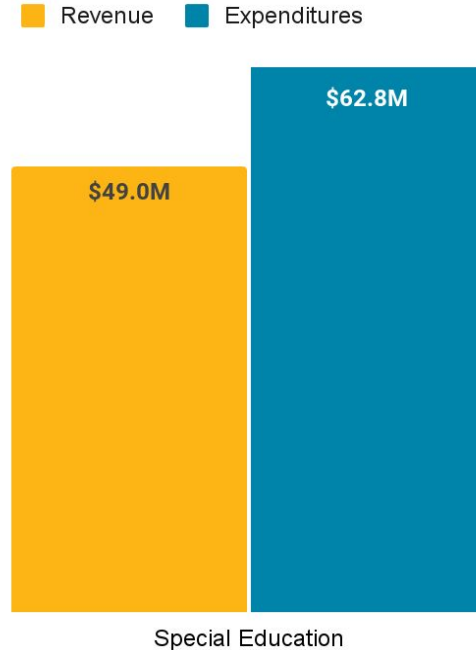




# 2024-25 Special Education

The legislature has not fulfilled their paramount duty to fully fund basic education.

Highline Public Schools is budgeted to be underfunded in Special Education by a minimum of \$13.8M.

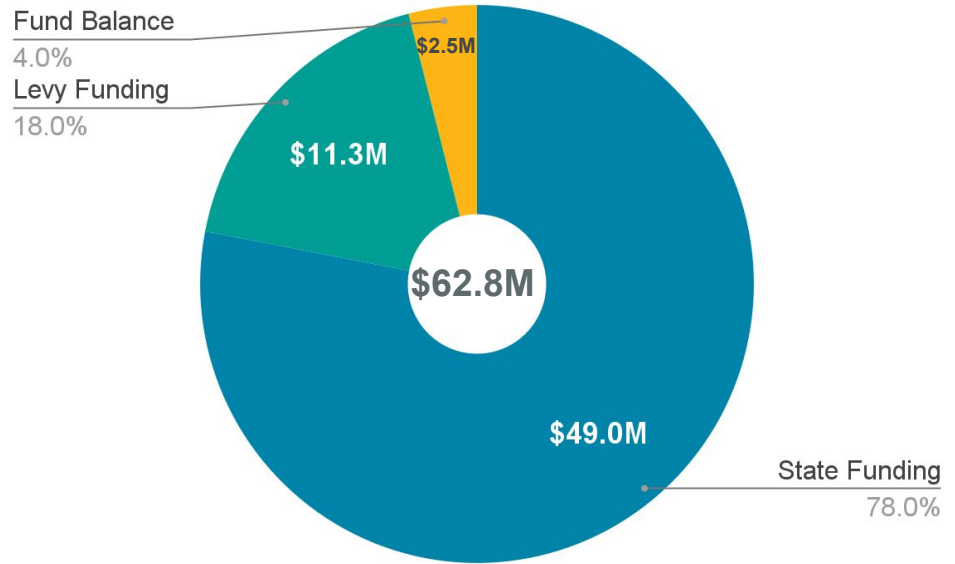


# 2024-25 Special Education

## Special education *is* basic education

- **78%** of total costs funded from state and federal funding
- **18%** of total costs funded from local levy
- **4%** of total costs funded from committed fund balance

→ Beginning 2023-24, **\$10M** was committed within the Fund Balance to cover **\$2.5M** per year for **four** years of special education costs.



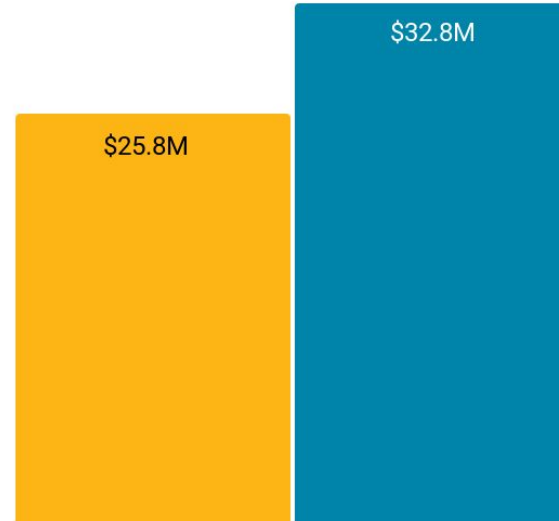
2024-25 Special Education Funding by Source

# Supplies, Materials & Operating Costs

Revenue Expenditures

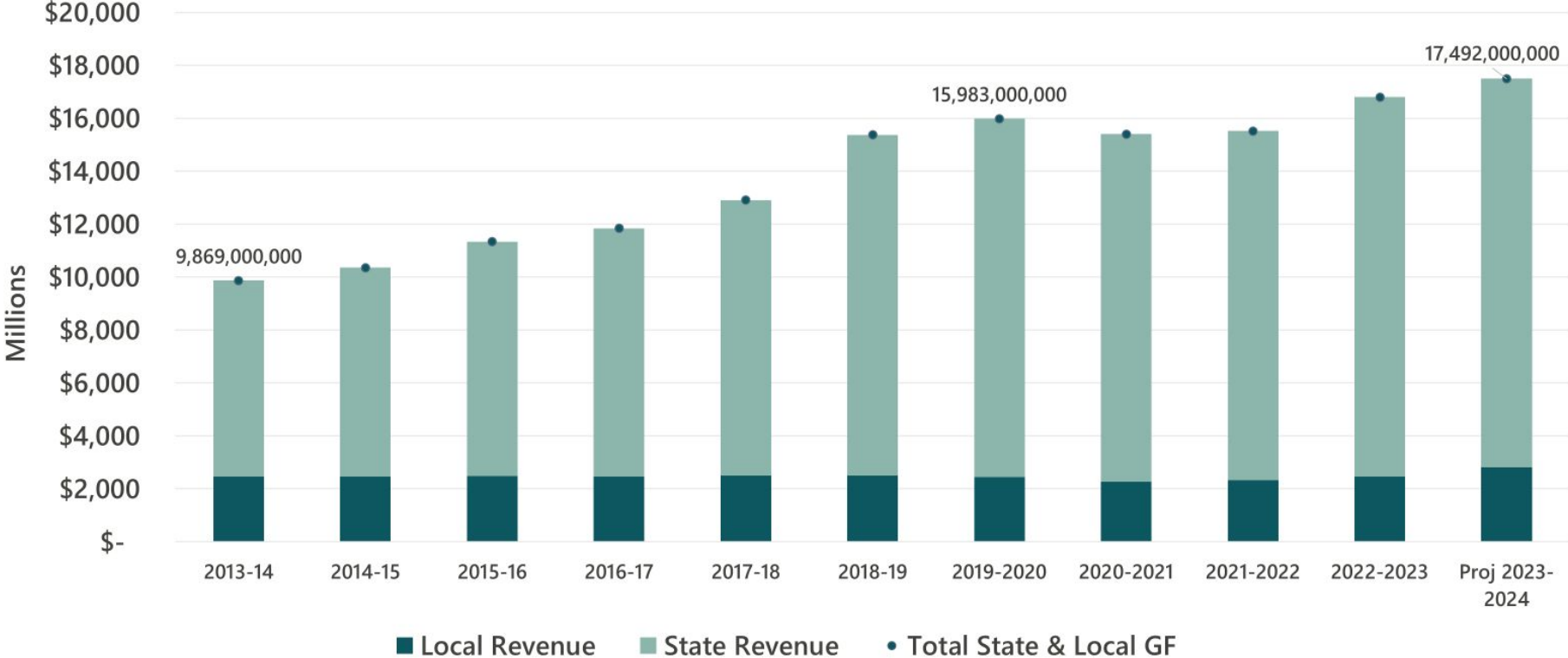
**\$7M** above state funding is going towards supplies, materials and operating costs

**5-15%** inflationary increase in utilities, insurance and other materials

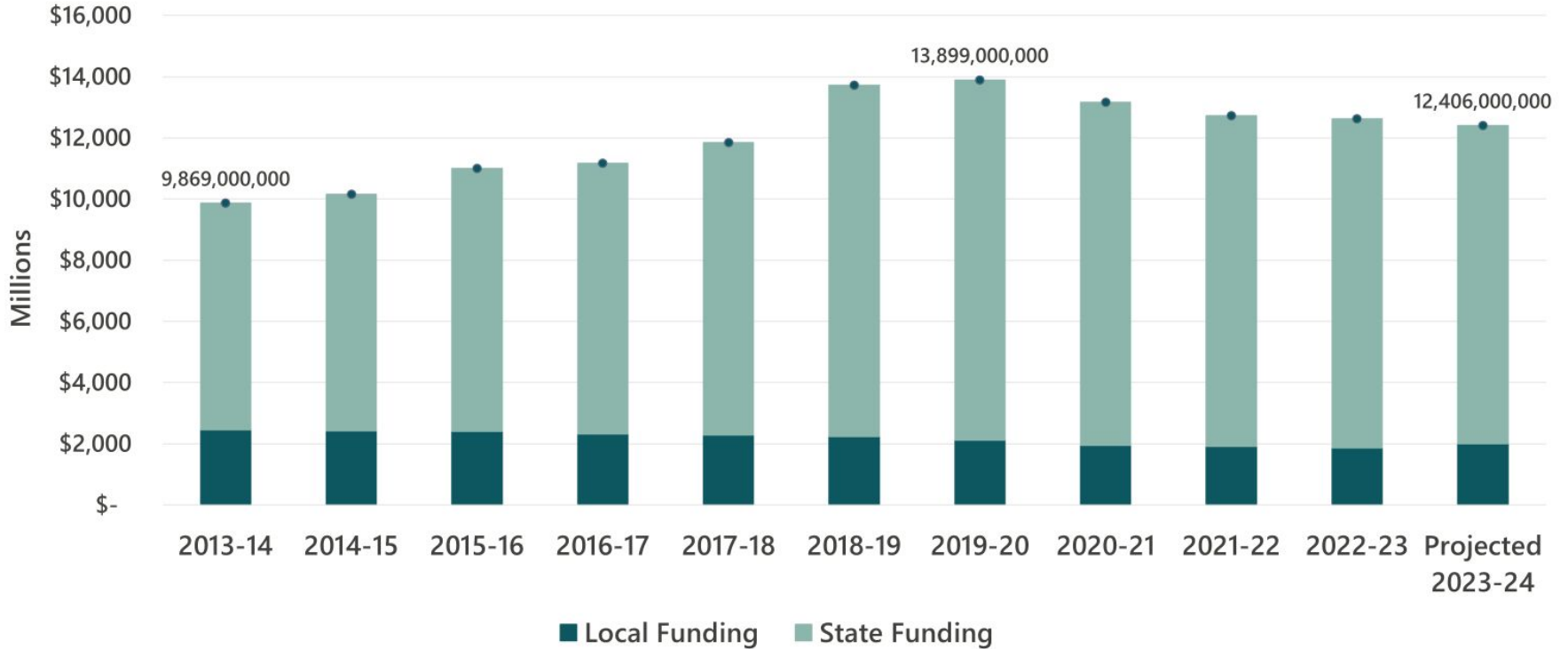


# Next Steps

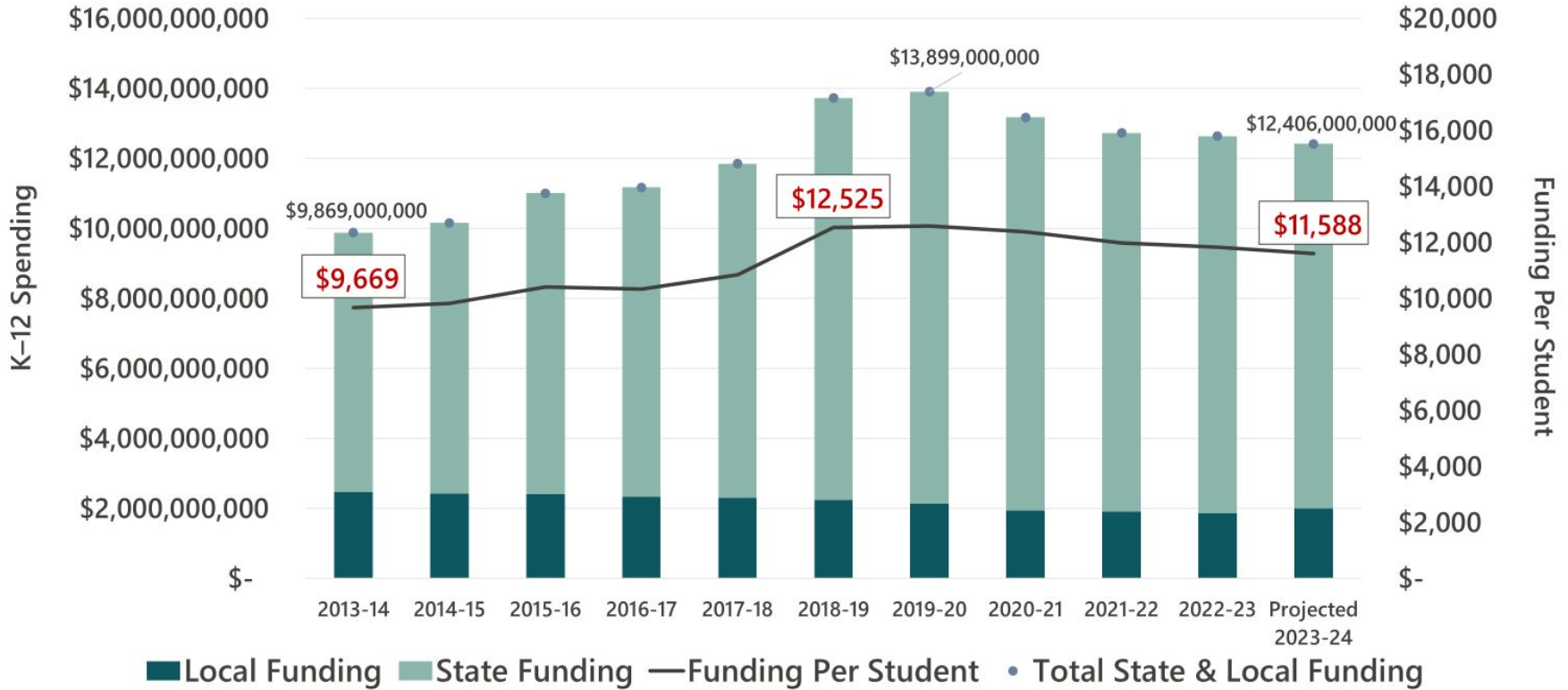
# K-12 Spending Over Time



# K-12 Spending Over Time – Inflation Adjusted to 2013 Dollars



# Inflation Adjusted K-12 Spending & Funding Per Student



# Next Steps

- June 5: Budget Work Session, Public Hearing, and Intro
- June 17: Budget Action
- 2024-25 and Beyond:
  - ◆ Budget Board work sessions in March 2025 and June 2025
  - ◆ Continue student, staff, and community engagement
  - ◆ Continue to work with Legislators to fully fund basic education



# Questions and Comments

Additional information can be found online:

- Interactive Budget Book
- Printable Budget Book
- F-195/F-195F State Budget Document

→ [highlineschools.org/budget](https://highlineschools.org/budget)